



Sindh Abadgar's Sugar Mills Limited

**UNAUDITED
QUARTERLY FINANCIAL STATEMENTS
1ST QUARTER ENDED DECEMBER 31, 2025**



COMPANY PROFILE

DIRECTORS	Mr. Deoo Mal Essarani Dr. Tara Chand Essarani Mr. Mahesh Kumar Mr. Dileep Kumar Mr. Jugdesh Kumar Mr. Mohan Lal Dr. Besham Kumar Mr. Muhammad Siddiq Khokhar Mr. Zafar Ahmed Ghori Ms. Maheshwari Osha	Chairman Chief Executive Director Director Director Director Independent Director Independent Director Independent Director
CHIEF FINANCIAL OFFICER	Mr. Saqib Ghaffar	
COMPANY SECRETARY	Mr. Ali Hassan	
BANKERS	Allied Bank Limited Askari Bank Limited Bank Al-Falah Limited MCB Bank Limited Bank AL Habib Limited United Bank Limited Meezan Bank Limited Dubai Islamic Bank Limited Habib Bank Limited Faysal Bank Limited	
AUDIT COMMITTEE	Mr. Zafar Ahmed Ghori Mr. Jugdesh Kumar Mr. Dileep Kumar Dr. Besham Kumar	Chairman Member Member Member
HR AND REMUNERATION COMMITTEE	Ms. Maheshwari Osha Mr. Mohan Lal Mr. Dileep Kumar	Chairman Member Member
AUDITORS	M/s. Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants	
REGISTERED OFFICE	209, 2nd Floor, Progressive Plaza, Beaumont Road, Karachi-Pakistan.	
MILLS	Deh: Deenpur, Taluka. Bulri Shah Karim, Distt. Tando Muhammad Khan, Sindh-73024.	
REGISTRAR	JWAFFS Registrar Services (Pvt) Ltd. Office # 20, 5th Floor, Arkays Square, Ext. New Challi, Shahrah e Liaquat, Karachi.	
EMAIL ADDRESS	sasm@unitedgroup.org.pk	



DIRECTORS' REPORT

Dear Shareholders,

On behalf of the Board of Directors, it is our privilege to present the un-audited condensed interim financial statements of the Company for the first quarter ended December 31, 2025.

Operational Results:

		DEC 2025-26	DEC 2024-25
Season commenced on		07.12.2025	21.11.2024
Period reporting upto		31.12.2025	31.12.2024
Days worked (gross)	- Days	25	41
Cane crushed	- Tons	98,058	116,418
Average crushing per day	- Tons	3,922	2,839
Capacity utilization	- %	49	35
Sugar recovery	- %	10.09	9.68
Sugar produced	- Tons	9,070	9,935
Molasses % Cane	- %	4.67	4.57
Molasses produced	- Tons	3,610	4,450

During the period under review, the Company crushed 98,058 tons of sugarcane compared to 116,418 tons in the corresponding period last year. Despite lower cane availability, operational efficiency improved, reflected by capacity utilization of 49% compared to 35% in the previous year.

Sugar recovery improved to 10.09% from 9.68%, demonstrating better cane quality and operational performance. Consequently, sugar production stood at 9,070 tons compared to 9,935 tons in the corresponding period. Molasses recovery also improved to 4.67% versus 4.57% last year.

FINANCIAL RESULTS:

Particulars	31-Dec-25 (Rupees)	31-Dec-24 (Rupees)
Sales	1,218,290,047	1,342,486,391
Gross (Loss)/Profit	(26,038,563)	33,254,680
Operating (Loss) before	(74,543,460)	(15,034,273)
(Loss) after taxation	(45,468,440)	(37,668,344)
(Loss) per share	(4.36)	(3.61)



Sales for the quarter amounted to Rs.1,218 million, compared to Rs.1,342 million in the corresponding period, reflecting a 9% decline, primarily due to reduced sales volumes.

Despite the improvement in selling prices, the increase in production costs resulted in a gross loss of Rs. 26.04 million, compared to a gross profit of Rs. 33.25 million last year. The Company reported a loss after taxation of Rs. 45.47 million, compared to a loss of Rs. 37.67 million in the corresponding period. Consequently, loss per share stood at Rs. 4.36 compared to Rs. 3.61 last year.

Industry Outlook and Regulatory Environment

During the current crushing season, similar to the previous year, the Government has not announced a support price for sugarcane resulting into partial deregulation. Market-driven procurement has resulted in sugarcane prices ranging between Rs. 500-525 per 40 kg, compared to Rs. 475-500 per 40 kg in the last season, reflecting a significant increase in the primary raw material cost for the industry.

Approximately half of the crushing season has been completed, and industry estimates indicate that due to better sucrose recovery and improved area under cultivation coupled with better yield of sugar, total sugar production may reach around 7.0 million metric tonnes, compared to 5.8 million metric tonnes produced in the preceding season. In addition, the Government imported approximately 300,000 metric tonnes of sugar during the year 2025, of which about 110,000 metric tonnes remain unallocated and unlifted.

Based on current production trends and carryover/import volumes, it is anticipated that the country may face a sugar surplus of approximately 0.7-0.8 million metric tonnes. This expected oversupply is likely to exert downward pressure on domestic sugar prices. Given the increased cost of sugarcane and prevailing taxation structure, such price suppression may adversely impact industry margins and could create financial stress for sugar mills following the completion of the crushing season.

In view of these factors, the industry considers that timely and coordinated deregulation of the sugar sector, in consultation with key stakeholders including growers, millers, and provincial and federal governments, would help stabilize the market and support sustainable industry operations.

The Board of Directors would like to thank all the shareholders for their continued trust and confidence reposed on them and assured them that the management is capable to achieve success with better planning to overcome the difficult situation faced by the company. The director also place on record their appreciation of devoted services and hard work put in by the employees of the company. Please pray to GOD to help us achieve the desired results and prosperous future.

Dr Tara Chand
Chief Executive

Karachi: 27.01.2026.

ڈائریکٹرز کی رپورٹ

محترم شیئر ہولڈرز،

بورڈ آف ڈائریکٹرز کی جانب سے ہمیں یہ اعزاز حاصل ہے کہ ہم کمپنی کی پہلی سہ ماہی کے لیے، جو کہ 31 دسمبر 2025 کو ختم ہوئی، غیر آڈٹ شدہ مختصر عبوری مالیاتی گوشوارے آپ کے سامنے پیش کر رہے ہیں۔

آپریٹل نتائج:

دسمبر 2024-25	دسمبر 2025-26	
21.11.2024	07.12.2025	سیزن کا آغاز
31.12.2024	31.12.2025	رپورٹنگ کی مدت
41	25	کام کے دن (مجموعی) — دن
116,418	98,058	گنا کرش کیا گیا — ٹن
2,839	3,922	یومیہ اوسط کرشنگ — ٹن
35	49	پیداواری صلاحیت کا استعمال — %
9.68	10.09	شوگر ریکوری — %
9,935	9,070	چینی کی پیداوار — ٹن
4.57	4.67	شیرا % گنا — %
4,450	3,610	شیرے کی پیداوار — ٹن

زیر نظر مدت کے دوران کمپنی نے 98,058 ٹن گنا کرش کیا، جبکہ گزشتہ سال کی اسی مدت میں 116,418 ٹن گنا کرش کیا گیا تھا۔ اگرچہ گنے کی دستیابی کم رہی، تاہم آپریٹل کارکردگی میں بہتری آئی، جس کا ثبوت پیداواری صلاحیت کے استعمال میں اضافہ ہے جو گزشتہ سال 35% کے مقابلے میں 49% رہا۔

شوگر ریکوری میں بھی بہتری دیکھنے میں آئی جو گزشتہ سال کے 9.68% کے مقابلے میں 10.09% رہی، جو بہتر گنے کے معیار اور موثر آپریشنل کارکردگی کی عکاسی کرتی ہے۔ اس کے نتیجے میں چینی کی پیداوار 9,070 ٹن رہی جبکہ گزشتہ سال اسی مدت میں 9,935 ٹن تھی۔ اسی طرح شیرے کی ریکوری بھی گزشتہ سال کے 4.57% کے مقابلے میں 4.67% رہی۔

مالیاتی نتائج:

31 دسمبر 2025 (روپے)	31 دسمبر 2024 (روپے)
1,218,290,047	1,342,486,391
مجموعی (نقصان) / منافع	33,254,680
(26,038,563)	(15,034,273)
آپریٹنگ (نقصان) قبل از ٹیکس	(74,543,460)
(45,468,440)	(37,668,344)
ٹیکس کے بعد (نقصان)	(3.61)
(4.36)	
فی شیر (نقصان)	

سہ ماہی مدت کے دوران فروخت کی رقم 1,218 ملین روپے رہی، جبکہ گزشتہ سال اسی مدت میں یہ 1,342 ملین روپے تھی، جو کہ فروخت کی مقدار میں کمی کے باعث 9 فیصد کمی کو ظاہر کرتی ہے۔

اگرچہ فروخت کی قیمتوں میں بہتری آئی، تاہم پیداواری لاگت میں اضافے کے نتیجے میں مجموعی طور پر 26.04 ملین روپے کا خسارہ ہوا، جبکہ گزشتہ سال اسی مدت میں 33.25 ملین روپے کا مجموعی منافع حاصل ہوا تھا۔ کمپنی کو ٹیکس کے بعد 45.47 ملین روپے کا نقصان ہوا، جبکہ گزشتہ سال اسی مدت میں یہ نقصان 37.67 ملین روپے تھا۔ اس طرح فی شیر نقصان 4.36 روپے رہا، جو گزشتہ سال 3.61 روپے تھا۔

صنعت کا منظر نامہ اور ریگولیٹری ماحول

موجودہ کرشنگ سیزن کے دوران، گزشتہ سال کی طرح حکومت نے گنے کی امدادی قیمت کا اعلان نہیں کیا، جس کے نتیجے میں جزوی ڈی ریگولیشن عمل میں آئی۔ مارکیٹ کے تحت خریداری کے باعث گنے کی قیمتیں 500 سے 525 روپے فی 40

کلوگرام کے درمیان رہیں، جبکہ گزشتہ سیزن میں یہ قیمتیں 475 سے 500 روپے فی 40 کلوگرام تھیں، جو کہ صنعت کے بنیادی خام مال کی لاگت میں نمایاں اضافے کی عکاسی کرتی ہیں۔

تقریباً کرٹنگ سیزن کا نصف مکمل ہو چکا ہے، اور صنعتی اندازوں کے مطابق بہتر سکروز ریکوری، زیر کاشت رقبے میں اضافہ اور بہتر پیداوار کے باعث مجموعی چینی کی پیداوار تقریباً 7.0 ملین میٹرک ٹن تک پہنچ سکتی ہے، جبکہ گزشتہ سیزن میں یہ پیداوار 5.8 ملین میٹرک ٹن رہی تھی۔ مزید برآں، حکومت نے سال 2025 کے دوران تقریباً 300,000 میٹرک ٹن چینی درآمد کی، جن میں سے تقریباً 110,000 میٹرک ٹن اب بھی غیر مختص اور غیر حاصل شدہ ہیں۔

موجودہ پیداواری رجحانات اور ذخیرہ / درآمدی مقدار کو مد نظر رکھتے ہوئے یہ توقع کی جا رہی ہے کہ ملک کو تقریباً 0.7 سے 0.8 ملین میٹرک ٹن چینی کی اضافی مقدار (سرپلس) کا سامنا ہو سکتا ہے۔ یہ متوقع اضافی پیداوار مقامی چینی کی قیمتوں پر دباؤ ڈالنے کا باعث بن سکتی ہے۔ گنے کی بڑھتی ہوئی لاگت اور موجودہ ٹیکس کے ڈھانچے کے پیش نظر قیمتوں میں یہ کمی صنعت کے منافع کو منفی طور پر متاثر کر سکتی ہے اور کرٹنگ سیزن کے اختتام کے بعد شوگر ملوں کے لیے مالی مشکلات پیدا ہو سکتی ہیں۔

ان عوامل کے پیش نظر، صنعت کا خیال ہے کہ شوگر سیکٹر کی بروقت اور مربوط ڈی ریگولیشن، اہم فریقین بشمول کاشتکاروں، مل مالکان اور صوبائی و وفاقی حکومتوں سے مشاورت کے ساتھ، مارکیٹ کو مستحکم کرنے اور صنعت کے پائیدار آپریشنز کی حمایت میں مددگار ثابت ہوگی۔

بورڈ آف ڈائریکٹرز تمام شیئر ہولڈرز کے مسلسل اعتماد اور بھروسے پر ان کا شکریہ ادا کرتا ہے اور انہیں یقین دلاتا ہے کہ بہتر منصوبہ بندی کے ذریعے انتظامیہ کمپنی کو درپیش مشکلات پر قابو پانے اور کامیابی حاصل کرنے کی صلاحیت رکھتی ہے۔ بورڈ کمپنی کے ملازمین کی جانب سے دی گئی محنت، لگن اور خدمات کو بھی سراہتا ہے۔ براہ کرم خدا سے دعا کریں کہ وہ ہمیں مطلوبہ نتائج اور خوشحال مستقبل کے حصول میں مدد عطا فرمائے۔

ڈاکٹر تارا چند

چیف ایگزیکٹو



STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2025

		Un-audited December 31, 2025 Rupees	Audited September 30, 2025 Rupees
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized capital		650,000,000	650,000,000
Issued, subscribed and paid-up capital		104,250,000	104,250,000
Capital reserves			
Surplus on revaluation of property, plant and equipment -net		2,370,455,598	2,398,335,247
Revenue reserves			
Accumulated profit		155,569,883	194,008,674
		2,630,275,481	2,696,593,921
Subordinated loans		480,000,000	480,000,000
		3,110,275,481	3,176,593,921
Non current liabilities			
Market committee fee payable	5	30,892,524	-
Deferred liabilities		1,388,218,423	1,344,201,650
		1,419,110,947	1,344,201,650
Current liabilities			
Trade and other payables		2,076,267,209	1,187,086,477
Short term borrowings	6	2,498,452,654	923,422,329
Unclaimed dividend		31,280,587	10,430,587
Accrued mark-up		3,586,515	14,688,734
		4,609,586,965	2,135,628,127
Contingencies and commitments	7	9,138,973,393	6,656,423,698
ASSETS			
Non current assets			
Property, plant and equipment	8	4,320,924,310	4,373,427,004
Long term loans		1,118,627	1,230,057
Long term deposits		1,188,481	990,504
Long term advances		11,057,636	5,853,780
		4,334,289,054	4,381,501,345
Current assets			
Stores and spares - net		122,597,796	137,067,041
Stock in trade		1,386,426,594	1,239,220,723
Trade debts - unsecured		192,756,035	243,704,764
Short term loans and advances		372,236,998	155,980,370
Trade deposits and short term prepayments		113,333	-
Other receivables		75,705,559	76,072,185
Short term investment		1,696,545,243	-
Taxation - net		158,538,549	150,855,915
Cash and bank balances		799,764,232	272,021,355
		4,804,684,339	2,274,922,353
		9,138,973,393	6,656,423,698

The annexed notes from 1 to 12 an integral part of these financial statements.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO



STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED DECEMBER 31, 2025

	Note	December 31, 2025 Rupees	December 31, 2024 Rupees
Revenue - net	9	1,218,290,047	1,342,486,391
Cost of sales		(1,244,328,610)	(1,309,231,711)
Gross (loss) / profit		<u>(26,038,563)</u>	<u>33,254,680</u>
Administrative expenses		(46,394,382)	(44,084,874)
Selling and distribution expenses		(2,110,515)	(4,204,079)
		<u>(48,504,897)</u>	<u>(48,288,953)</u>
Operating loss		<u>(74,543,460)</u>	<u>(15,034,273)</u>
Finance cost		(7,992,343)	(24,572,694)
		<u>(82,535,803)</u>	<u>(39,606,967)</u>
Other income - net		17,097,607	6,040,164
Other expenses		(1,390,590)	(200,761)
Loss before levies and taxation		<u>(66,828,786)</u>	<u>(33,767,564)</u>
Levies		(15,322,376)	(18,242,004)
Loss before taxation		<u>(82,151,162)</u>	<u>(52,009,568)</u>
Taxation - net		36,682,722	14,341,224
Loss after taxation		<u>(45,468,440)</u>	<u>(37,668,344)</u>
Loss per share - basic and diluted		<u>(4.36)</u>	<u>(3.61)</u>

The annexed notes from 1 to 12 an integral part of these financial statements.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO



STATEMENT OF COMPREHENSIVE INOCME (UN-AUDITED)
FOR THE 1ST QUARTER ENDED DECEMBER 31, 2025

	December 31, 2025 Rupees	December 31, 2024 Rupees
Loss after taxation	(45,468,440)	(37,668,344)
Total comprehensive loss for the quarter	<u>(45,468,440)</u>	<u>(37,668,344)</u>

The annexed notes from 1 to 12 an integral part of these financial statements.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO



CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED DECEMBER 31, 2025

	Note	December 31, 2025 Rupees	December 31, 2024 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss) / profit before levies and taxation		(66,828,786)	(33,767,564)
Adjustments for:			
- Depreciation		58,482,436	60,702,661
- Finance costs		7,992,343	24,572,694
- Profit on savings accounts		(9,215,083)	(6,040,164)
		57,259,696	79,235,191
Operating (loss) / profit before working capital changes		(9,569,090)	45,467,627
Changes in working capital			
Decrease / (increase) in current assets			
- Stores and spares		14,469,245	(47,732,151)
- Stock in trade		(147,205,871)	(149,974,392)
- Trade debts - unsecured		50,948,729	68,000,000
- Short term loans and advances		(216,256,628)	(403,905,253)
- Trade deposits and short term prepayments		(113,333)	-
- Other receivables		366,626	20,811,450
		(297,791,232)	(512,800,346)
Increase in current liabilities			
- Trade and other payables		1,000,772,751	1,421,613,667
Net cash generation from operations		693,412,429	954,280,948
Taxes paid		(23,005,010)	(42,217,529)
Finance costs paid		(19,094,562)	(89,083,845)
		(42,099,572)	(131,301,374)
Net cash generated from operating activities		651,312,857	822,979,574
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(5,979,742)	(2,349,989)
Profit on bank deposits received		9,215,083	6,040,164
Short term investment		(46,545,243)	
Long term deposit		(197,977)	-
Long term advances - net		(5,203,856)	
Long term loans - net		111,430	103,776
Net cash (used in) / generated from investing activities		(48,600,305)	3,793,951
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long term finance		-	(20,833,334)
Pledge financing paid		(700,000,000)	(773,050,205)
Net cash used in financing activities		(700,000,000)	(793,883,539)
Net (decrease) / increase in cash and cash equivalents		(97,287,448)	32,889,986
Cash and cash equivalents at the beginning of the quarter		48,599,026	(427,771,103)
Cash and cash equivalents at the end of the quarter	11	(48,688,422)	(394,881,117)

The annexed notes from 1 to 12 an integral part of these condensed interim financial information.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFFAR
CFO



STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 1ST QUARTER ENDED DECEMBER 31, 2025

	Issued, Subscribed and Paidup Capital	Capital reserve Surplus on revaluation of property, plant and equipment	Revenue reserve Accumulated losses	Subordinated Loan	Total
	Rupees				
Balance as at Oct 01, 2024	104,250,000	2,756,624,280	41,500,781	480,000,000	3,382,375,061
Total comprehensive income for quarter ended December 31, 2023					
-Loss after taxation	-	-	(37,668,344)		(37,668,344)
- Other comprehensive income	-	-	-		-
	-	-	(37,668,344)		(37,668,344)
Incremental depreciation transferred from surplus on revaluation of Property plant and equipment - net of deferred tax	-	(33,346,390)	33,346,390		-
Balance as at December 31, 2024	104,250,000	2,723,277,890	37,178,827	480,000,000	3,344,706,717
Balance as at Oct 01, 2025	104,250,000	2,398,335,247	194,008,674	480,000,000	3,176,593,921
Total comprehensive loss for quarter ended December 31, 2025					
-Loss after taxation	-	-	(45,468,440)		(45,468,440)
- Other comprehensive income	-	-	-		-
	-	-	(45,468,440)		(45,468,440)
Incremental depreciation transferred from surplus on revaluation of Property plant and equipment - net of deferred tax	-	(27,879,649)	27,879,649		-
Transaction with owners Cash dividend @ 20% for the year ended September 30, 2025	-	-	(20,850,000)		(20,850,000)
Balance as at December 31, 2025	104,250,000	2,370,455,598	155,569,883	480,000,000	3,110,275,481

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE 1ST QUARTER ENDED DECEMBER 31, 2025

1. STATUS AND NATURE OF BUSINESS

Sindh Abadgar's Sugar Mills Limited ("the Company") is a public listed company incorporated in Pakistan under the repealed Companies Ordinance, 1984 ('the Ordinance') which has now been replaced by Companies Act, 2017 ('the Act'). The shares of the Company are quoted on Pakistan Stock Exchange Limited ("the Exchange"). The principal business of the Company is the production and sale of white sugar.

The geographical location and address of Company's business units, including plant are as under:

Head office: The Company's registered office is situated at 209, Progressive Plaza, Beaumont Road, Karachi, Pakistan.

Mill: The Company's plant is located at Deh Deenpur, District Tando Muhammad Khan, Sindh, Pakistan.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with Company's annual audited financial statements for the year ended September 30, 2025

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for land, buildings and plant & machinery which are carried under the revaluation model of accounting.



2.3 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These condensed interim financial statements are presented in Pak Rupees which is the Company's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended September 30, 2025.

4. ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of condensed interim financial information requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimating the uncertainty were the same as those that applied to the audited annual financial statements as at and for the year ended September 30, 2025.

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the audited annual financial statements as at and for the year ended September 30, 2025.

5. MARKET COMMITTEE FEE PAYABLE

During the period, the Company entered into a settlement agreement with Market Committee Tando Muhammad Khan. The related disclosure has already been provided in Note No. 9.3 in the audited annual financial statements for the year ended September 30, 2025.

Based on the terms and conditions of the said agreement, the liability has been measured at fair value with corresponding effect in deferred liability amounting to Rs. 80,699,495/- and accordingly is classified as a long - term liability in these financial statements.

	Unaudited December 31, 2025 Rupees	Audited September 30, 2025 Rupees
6. SHORT TERM BORROWINGS - Secured		
- Cash finance	-	700,000,000
- Running finance	2,498,452,654	223,422,329
	<u>2,498,452,654</u>	<u>923,422,329</u>



7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There is no change in the status of the contingencies and commitments set out in the note 12 to the Company's annual financial statements for the year ended September 30, 2025

	Note	Unaudited December 31, 2025 Rupees	Audited September 30, 2025 Rupees
8 PROPERTY, PLANT AND EQUIPMENT			
Operating assets	8.1	4,270,045,353	4,322,548,047
Capital spares		50,878,957	50,878,957
		<u>4,320,924,310</u>	<u>4,373,427,004</u>

8.1 Operating assets Cost / Revalued amount

Opening balance	6,986,484,435	6,909,715,171
Additions	5,979,742	76,769,264
Disposal	-	-
Surplus on revaluation	-	-
	<u>6,992,464,177</u>	<u>6,986,484,435</u>

Accumulated depreciation

Opening Balance	2,663,936,388	2,416,355,614
Charge for the period	58,482,436	247,580,774
Disposal	-	-
	<u>2,722,418,824</u>	<u>2,663,936,388</u>

Written down value as at Dec 31, 2025 (Un-Audited) / September 30, 2025 (Audited)	<u>4,270,045,353</u>	<u>4,322,548,047</u>
--	----------------------	----------------------

	Unaudited December 31, 2025 Rupees	Unaudited December 31, 2024 Rupees
9 TURNOVER - NET		
Sales - gross		
Local Sales	1,446,483,457	769,783,250
Export	-	700,946,623
Less : Sales tax-Sugar	(225,617,456)	(117,424,565)
Less : Federal excise duty	(900,000)	-
Less : Advance income tax	(1,675,954)	(10,818,917)
	<u>1,218,290,047</u>	<u>1,342,486,391</u>



10 RELATED PARTY TRANSACTIONS

Related parties comprise associated undertakings, staff provident fund, major shareholders, directors, key management personnel of the Company and their close family members. Transaction with related parties are on arm's length basis. Remuneration and benefits to executives of the Company are in accordance with the terms of the employment. Transaction with related parties during the quarter, other than those disclosed elsewhere in these financial statements are as follows:

	Unaudited December 31, 2025 Rupees	Unaudited December 31, 2024 Rupees
Transactions during the period		
Remuneration to Chief executive and directors	3,000,000	3,000,000
Contribution to staff provident fund	2,015,480	1,744,922
Balances at period end	Unaudited December 31, 2025 Rupees	(Audited) September 30, 2025 Rupees
Subordinated loan		
-from Directors	403,000,000	403,000,000
-from Related parties	77,000,000	77,000,000
	480,000,000	480,000,000

11 CASH AND CASH EQUIVALENTS

Cash and cash equivalents at the end of the reporting period as shown in the cash flow statement are reconciled to the related items in the statement of financial position as follows:

	Unaudited December 31, 2025 Rupees	Unaudited December 31, 2024 Rupees
Cash and bank balances	799,764,232	1,149,241,131
Short term investment	1,650,000,000	
Short term borrowings (Running finance)	(2,498,452,654)	(1,544,122,248)
	(48,688,422)	(394,881,117)



12 AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue in the Board of Directors meeting held on 27th January, 2026.

DR. TARA CHAND
Chief Executive

MAHESH KUMAR
Director

SAQIB GHAFAR
CFO

**BOOK POST
PRINTED MATTER**

If underdelivered, please return to



Sindh Abadgar's Sugar Mills Limited

209, 2nd Floor, Progressive Plaza, Beaumont Road, Karachi-Pakistan.
Tel : 35638212-13 Fax : (92-21) 35638219 E-mail : sasm@unitedgroup.org.pk

Mill: Deh: Deenpur, Taluka: Bulri Shah Karim, Distt. Tando Muhammad Khan, Sindh-73024.
Tel : 03152001617 E-mail : sasmtmk@unitedgroup.org.pk