



Habib Sugar Mills Limited

**Report and Condensed Interim
Financial Statements
for the Quarter ended
December 31, 2019
(Unaudited)**



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Company Information

Board of Directors	Asghar D. Habib Ali Raza D. Habib Adnan Afridi Murtaza Habib Tyaba Muslim Habib Shams Muhammad Haji Farouq Habib Rahimtoola Raeesul Hasan	<i>Chairman</i> <i>Chief Executive</i>
Audit Committee	Shams Muhammad Haji Farouq Habib Rahimtool Tyaba Muslim Habib	Chairman Member Member
Human Resource & Remuneration Committee	Tyaba Muslim Habib Shams Muhammad Haji Raeesul Hasan	Chairperson Member Member
COO & Company Secretary	Khursheed Anwer Jamal	
Chief Financial Officer	Amir Bashir Ahmed	
Registered Office	3rd Floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi-75530 Phones : (+92-21) 35680036 - 5 Lines Fax : (+92-21) 35684086 www : habibsugar.com E-mail : sugar@habib.com	
Mills	Sugar & Distillery Division Nawabshah District Shaheed Benazirabad Phones : (+92-244) 360751 - 5 Lines Fax : (+92-244) 361314 Textile Division D-140/B-1 Mangopir Road S.I.T.E. Karachi-75700 Phones : (+92-21) 32571325, 32572119 Fax : (+92-21) 32572118	
Bulk Storage	Terminal 60/1-B Oil Installation Area Keamari Karachi-75620 Phones : (+92-21) 32852003-4 Fax : (+92-21) 32852005	
Bankers	Allied Bank Limited Bank AL Habib Limited First Women Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited MCB Bank Limited Meezan Bank Limited National Bank of Pakistan United Bank Limited	
Statutory Auditors	EY Ford Rhodes Chartered Accountants	
Share Registrar	THK Associates (Pvt.) Limited 1st Floor, 40-C, Block-6, P.E.C.H.S, Karachi-75400 Phones : (+92-21) 111-000-322 Fax : (+92-21) 34168271 E-mail : secretariat@thk.com.pk info@thk.com.pk Website : www.thk.com.pk	



Directors' Report

Dear Members – Assalam-o-Alekum

On behalf of the Board of Directors, we are pleased to present you the unaudited condensed unconsolidated and consolidated financial statements of the Company for the first quarter ended December 31, 2019.

Financial Results

During the period under review the operations of the Company resulted in pre-tax profit of Rs.164.61 million. The financial results for the quarter are as follows :

	(Rupees in thousands)
Profit before taxation	164,610
Taxation	20,000
Profit after taxation	144,610
Unappropriated profit brought forward	5,797
Unappropriated profit carried forward	150,407
Earnings per share – Basic and diluted	Re. 0.96

Performance Review

Sugar Division

The crushing season 2019-20 commenced on November 26, 2019 and upto December 31, 2019, 199,734 M. Tons of sugarcane was crushed with average sucrose recovery of 9.22 % and sugar production of 18,427 M.Tons including sugar in process as compared with crushing of 186,867 M. Tons with average sucrose recovery of 10.02 % and sugar production of 18,731 M. Tons during the corresponding quarter of the previous year.

The Government of Sindh on December 9, 2019 issued notification fixing the minimum support price of sugarcane for the crushing season 2019-20 at Rs.192 per 40 kgs as against Rs. 182 per 40 kgs for crushing season 2018-19. In addition, mills are also required to pay quality premium at the rate of paisas fifty for every 0.1 percent recovery in excess of the bench mark of 8.7%.

The sugar division suffered operating loss of Rs. 75.65 million as against operating loss of Rs. 0.93 million during the corresponding quarter of the previous year. The increase in operating loss was due to lower recovery, increased cost of production and idle capacity.

During the current crushing season, the supply of sugarcane has been erratic, resulting in lower average per day sugarcane crushing as compared with the previous year. The reduced supply of sugarcane is likely to affect the quantum of crushing during the season and have adverse impact on the results of the division.



Distillery Division

The ethanol production during the quarter ended December 31, 2019 was 5,304 M. Tons as compared with 6,787 M. Tons during the corresponding period of the previous year. The division earned operating profit of Rs.113.53 million as compared with Rs.213.45 million during the corresponding quarter of previous year. The decrease in operating profit was on account of reduced sale volume and higher cost of production due to abnormal increase in molasses price.

The liquidified carbon dioxide (CO₂) unit produced 1,438 M. Tons as compared with 1,886 M. Tons during the corresponding period of the previous year. The operating profit earned by the unit is included in the profit of the division.

Textile Division

The division earned operating profit of Rs.8.14 million during the quarter under review, as against operating profit of Rs.7.59 million during the corresponding period of previous year.

Trading Division

During the period under review, the division earned operating profit of Rs.0.35 million on account of trading of sugar.

Election of Directors

On January 27, 2020, election of Directors was held and Messrs Asghar D. Habib, Ali Raza D. Habib, Adnan Afridi, Shams Muhammad Haji, Farouq Habib Rahimtoola, Murtaza Habib and Tyaba Muslim Habib were elected as directors of the Company for a period of three years.

General

The Directors are pleased to place on record their appreciation of the devoted and dedicated services of the officers, staff and workers of the Company.

On behalf of the Board of Directors


Raeesul Hasan
Chief Executive


Murtaza Habib
Director

Karachi: January 27, 2020



Unconsolidated Condensed Interim Statement of Financial Position as at December 31, 2019 (Unaudited)

	Note	Unaudited Dec. 31, 2019 (Rupees in thousands)	Audited Sept. 30, 2019
Assets			
Non-Current Assets			
Fixed assets			
Property, plant and equipment	4	2,515,101	2,478,920
Long-term investments	5	3,088,091	2,299,658
Long-term loans		6,891	6,789
Long-term deposits		3,928	3,928
		<u>5,614,011</u>	<u>4,789,295</u>
Current Assets			
Stores and spare parts		207,257	171,935
Stock-in-trade	6	1,334,338	1,840,405
Trade debts		402,222	387,297
Loans and advances	7	2,017,127	890,852
Trade deposits and short-term prepayments		16,406	9,879
Profit accrued on bank deposits		13,289	4,767
Other receivables	8	252,539	115,649
Taxation - net		73,506	74,342
Short-term investments	9	1,272,167	—
Cash and bank balances	10	1,263,747	2,464,584
		<u>6,852,598</u>	<u>5,959,710</u>
Total Assets		<u>12,466,609</u>	<u>10,749,005</u>
Equity and Liabilities			
Share Capital and Reserves			
Share Capital			
Authorised			
150,000,000 Ordinary shares of Rs. 5 each		<u>750,000</u>	<u>750,000</u>
Issued, subscribed and paid-up capital			
150,000,000 Ordinary shares of Rs. 5 each		<u>750,000</u>	<u>750,000</u>
Reserves		<u>7,486,561</u>	<u>7,325,693</u>
		<u>8,236,561</u>	<u>8,075,693</u>
Non-Current Liabilities			
Deferred taxation	11	64,000	69,000
Current Liabilities			
Trade and other payables	12	2,106,652	2,004,077
Short-term borrowings	13	1,480,000	—
Advance from customers		74,491	518,405
Accrued mark-up on short-term borrowings		10,888	—
Unclaimed dividends		81,517	81,830
Proposed dividend		412,500	—
		<u>4,166,048</u>	<u>2,604,312</u>
Contingencies and Commitments	14		
Total Equity and Liabilities		<u>12,466,609</u>	<u>10,749,005</u>

The annexed notes 1 to 23 form an integral part of these unconsolidated condensed interim financial statements.

Amir Bashir Ahmed
Chief Financial Officer

Raeesul Hasan
Chief Executive

Murtaza Habib
Director



**Unconsolidated Condensed Interim Statement of Profit or Loss
for the quarter ended December 31, 2019 (Unaudited)**

	Note	Dec. 31, 2019 (Rupees in thousands)	Dec. 31, 2018
Segment operating results	15		
Net sales and services		2,330,101	1,400,533
Cost of sales		(2,176,230)	(1,086,436)
Gross Profit		153,871	314,097
Selling and distribution expenses		(54,358)	(47,754)
Administrative expenses		(53,150)	(46,585)
Other operating expenses	16	(10,769)	(17,564)
Other income	17	15,930	54,191
		(102,347)	(57,712)
Operating Profit		51,524	256,385
Finance income - net	18	113,086	39,329
Profit before taxation		164,610	295,714
Taxation		(20,000)	(25,000)
Profit after taxation		144,610	270,714
Earnings per share - Basic and diluted (Rupee)		0.96	1.80

The annexed notes 1 to 23 form an integral part of these unconsolidated condensed interim financial statements.


Amir Bashir Ahmed
Chief Financial Officer


Raeesul Hasan
Chief Executive


Murtaza Habib
Director



**Unconsolidated Condensed Interim Statement of Comprehensive Income
for the quarter ended December 31, 2019 (Unaudited)**

	Dec. 31, 2019	Dec. 31, 2018
	(Rupees in thousands)	
Profit after taxation	144,610	270,714
Other comprehensive income :		
Items that will not be reclassified subsequently to the statement of profit or loss:		
Gain on re-measurement of equity investments classified as fair value through other comprehensive income (FVOCI)	428,758	—
	<u>573,368</u>	<u>270,714</u>
Items that may be reclassified subsequently to the statement of profit or loss:		
Unrealised loss on re-measurement of equity investments at fair value	—	(361,636)
Total Comprehensive gain / (loss) for the quarter ended December 31, 2019	<u><u>573,368</u></u>	<u><u>(90,922)</u></u>

The annexed notes 1 to 23 form an integral part of these unconsolidated condensed interim financial statements.


Amir Bashir Ahmed
Chief Financial Officer


Raeesul Hasan
Chief Executive


Murtaza Habib
Director



Unconsolidated Condensed Interim Statement of Changes in Equity for the quarter ended December 31, 2019 (Unaudited)

	Issued, Subscribed and Paid-up Capital	Capital Reserve	Revenue Reserves	Unrealised gain on investments available for sale	Total Reserves	Total Equity
			General Reserve	Unappro- priated Profit		
	(Rupees in thousands)					
Balance as on October 1, 2018	750,000	34,000	4,173,500	903,281	2,243,189	8,103,970
Cash dividend for the year ended September 30, 2018 @ 55%	-	-	-	(412,500)	-	(412,500)
Transfer to general reserve	-	-	485,000	(485,000)	-	-
Total comprehensive income / (loss) for the quarter ended December 31, 2018	-	-	-	270,714	(361,636)	(90,922)
Balance as on December 31, 2018	<u>750,000</u>	<u>34,000</u>	<u>4,658,500</u>	<u>276,495</u>	<u>1,881,553</u>	<u>7,600,548</u>
Balance as on October 1, 2019	750,000	34,000	4,658,500	1,208,297	1,424,896	8,075,693
Proposed cash dividend for the year ended September 30, 2019 @ 55%	-	-	-	(412,500)	-	(412,500)
Proposed transfer to general reserve	-	-	790,000	(790,000)	-	-
Total comprehensive income for the quarter ended December 31, 2019	-	-	-	144,610	428,758	573,368
Balance as on December 31, 2019	<u>750,000</u>	<u>34,000</u>	<u>5,448,500</u>	<u>150,407</u>	<u>1,853,654</u>	<u>8,236,561</u>

The annexed notes 1 to 23 form an integral part of these unconsolidated condensed interim financial statements.

Amir Bashir Ahmed
Chief Financial Officer

Raeesul Hasan
Chief Executive

Murtaza Habib
Director



Unconsolidated Condensed Interim Statement of Cash Flows for the quarter ended December 31, 2019 (Unaudited)

	Note	Dec. 31, 2019	Dec. 31, 2018
(Rupees in thousands)			
Cash flows from operating activities			
Cash generated from operations	19	(1,060,390)	1,367,124
Finance income received - net		115,452	29,182
Income tax paid		(24,164)	(36,924)
Long-term loans		(102)	336
Net cash generated from operating activities		(969,204)	1,359,718
Cash flows from investing activities			
Fixed capital expenditure		(93,876)	(27,038)
Dividend received		12,868	18,131
Purchase of investments		(1,631,842)	(12,000)
Sale proceeds of fixed assets		1,530	1,090
Net cash used in investing activities		(1,711,320)	(19,817)
Cash flows from financing activities			
Dividend paid		(313)	(694)
Net cash used in financing activities		(313)	(694)
Net (Decrease) / Increase in cash and cash equivalents		(2,680,837)	1,339,207
Cash and cash equivalents at the beginning of the quarter		2,464,584	766,875
Cash and cash equivalents at the end of the quarter	20	(216,253)	2,106,082

The annexed notes 1 to 23 form an integral part of these unconsolidated condensed interim financial statements.


Amir Bashir Ahmed
Chief Financial Officer


Raeesul Hasan
Chief Executive


Murtaza Habib
Director



Notes to the Unconsolidated Condensed Interim Financial Statements for the quarter ended December 31, 2019 (Unaudited)

1. The Company and its operations

Habib Sugar Mills Limited is a public limited Company incorporated in Pakistan, with its shares quoted on the Pakistan Stock Exchange Limited. The Company is engaged in the manufacturing and marketing of refined sugar, molasses, ethanol, liquidified carbon dioxide (CO₂), household textiles, providing bulk storage facilities and trading of commodities. The registered office of the Company is situated at Imperial Court, 3rd Floor, Dr. Ziauddin Ahmed Road, Karachi.

These are separate unconsolidated financial statements of the Company in which investments in subsidiary is accounted for on the basis of direct equity interest.

2. Statement of compliance

These unconsolidated condensed interim financial statements are unaudited and have been prepared in accordance with the requirements of International Accounting Standard (IAS) - 34, 'Interim Financial Reporting', as applicable in Pakistan and provisions of and directives issued under the Act. In case where requirements differ, the provisions of or directives issued under the Act have been followed.

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended September 30, 2019.

3. Significant accounting policies and disclosures

The accounting policies and methods of computation followed for the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Company for the year ended September 30, 2019.

	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	
4. Fixed assets		
4.1 Property, plant and equipment		
Operating fixed assets	2,378,055	2,432,032
Capital work-in-progress	134,967	45,756
Major stores and spare parts	2,079	1,132
	<u>2,515,101</u>	<u>2,478,920</u>
4.2 Cost of additions to and written down value of deletions from fixed assets during the quarter ended December 31, 2019 were as follows:		
	Additions (Rupees in thousands)	Deletions
Plant and machinery		
Sugar	39,536	—
Distillery	50,622	—
Furniture, fittings and office equipment	3,280	35
Vehicle	438	10
	<u>93,876</u>	<u>45</u>



	(Unaudited) Dec. 31, 2019 (Rupees in thousands)	(Audited) Sept. 30, 2019
5. Long-term investments		
Investments in subsidiary company – Un-Quoted - at cost	50,000	50,000
Investments in related parties – Quoted - at fair value	1,897,465	1,657,274
– Un-Quoted - at fair value	97,877	93,172
Investment in Govt. Securities (PIB's) – At amortised Cost	251,181	–
Investments in other companies – Quoted - at fair value	791,568	499,212
	<u>3,088,091</u>	<u>2,299,658</u>
5.1 Investments in subsidiary company, associated companies or undertakings have been made in accordance with the requirements under the Act.		
5.2 The aggregate cost of these investments, net of impairment is Rs.1,237.16 (September 30, 2019: Rs.874.76) million.		
	(Unaudited) Dec. 31, 2019 (Rupees in thousands)	(Audited) Sept. 30, 2019
6. Stock-in-trade		
Raw materials	177,211	225,311
Work-in-process	109,922	43,828
Finished goods	1,031,615	1,553,567
Bagasse	13,701	15,068
Fertilizers	1,889	2,631
	<u>1,334,338</u>	<u>1,840,405</u>
7. Loans and advances		
Loans - secured		
Current maturity of long-term loans		
Executives	–	29
Other Employees	6,432	6,304
	6,432	6,333
Advances - unsecured		
Suppliers	2,010,695	884,519
	<u>2,017,127</u>	<u>890,852</u>
8. Other receivables - Considered good		
Duty drawback and research & development support claim	18,625	17,903
Dividend receivable	–	3,114
Sales tax refundable / adjustable	223,914	85,137
Others	8.1 10,000	9,495
	<u>252,539</u>	<u>115,649</u>



- 8.1** Includes Rs.9.84 (September 2019: Rs.9.37) million from HSM Energy Limited - wholly owned subsidiary. Maximum aggregate amount due from the subsidiary company at the end of any month during the year was 9.84 (2019: 9.37) million.

	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	

9. Short-term investments

Investments in Govt. Securities (Treasury Bills)	- At amortised Cost	1,019,450	-
Investments in Mutual Fund (Units)	- At fair value	252,717	-
		<u>1,272,167</u>	<u>-</u>

- 9.1** The aggregate cost of these investments, is Rs.1,850.94 (September 30, 2019: Nil) million.

10. Cash and bank balances

Cash in hand		894	229
Balances with banks in:			
Current accounts		15,687	9,298
Treasury call accounts	10.1	157,166	165,057
Term Deposit Receipts	10.2	1,090,000	2,290,000
	10.3	<u>1,262,853</u>	<u>2,464,355</u>
		<u>1,263,747</u>	<u>2,464,584</u>

- 10.1** Profit rates on Treasury call accounts ranged between 11.25% to 11.75% (September 2019: 6.52% to 11.75%) per annum.

- 10.2** Profit rates on Term Deposit Receipts 12.25% (September 2019: 6.80% to 12.25%) per annum. Maturity of these Term Deposit Receipts are one month.

- 10.3** Includes Rs.1,243.04 (September 2019: Rs.2,453.11) million kept with Bank AL Habib Limited - a related party.

	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	

11. Deferred taxation

Deferred tax liability on accelerated tax depreciation allowance on operating fixed assets taxable temporary differences:	205,000	210,000
Deferred tax asset on deductible temporary differences:		
Provision for obsolescence and slow moving stores & spare parts	(9,000)	(9,000)
Unabsorbed tax depreciation allowance	(132,000)	(132,000)
	<u>(141,000)</u>	<u>(141,000)</u>
	<u>64,000</u>	<u>69,000</u>



	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	
12. Trade and other payables		
Creditors	1,835,742	1,702,057
Accrued liabilities	246,530	213,717
Workers' Profit Participation Fund (WPPF)	8,769	71,041
Workers' Welfare Fund	15,415	17,124
Income-tax deducted at source	196	138
	<u>2,106,652</u>	<u>2,004,077</u>

13. Short-term borrowings - secured	<u>1,480,000</u>	<u>—</u>
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The aggregate financing facility available from commercial banks amounted to Rs.8,212 (September 2019: Rs.8,212) million. These financing facilities are secured by way of registered charge against hypothecation of stock-in-trade, stores and spares, assignment of trade debts and other receivables. The rate of mark-up charged during the period was 3% (September 2019: 2.20% to 11.39%) per annum.

14. Contingencies and commitments

14.1 Contingencies

There were no major changes in the status of contingencies as reported in the annual financial statements for the year ended September 30, 2019.

14.2 Commitments

The Company has provided counter guarantees to Bank AL Habib Limited, a related party, amounting to Rs.500.00 (September 30, 2019: Rs. 350.00) million against agriculture finance facilities to the growers supplying sugarcane to the mills and counter guarantees to other banks amounting to Rs.2,422.35 (September 30, 2019: 1,710.82) million against guarantees issued by banks in favour of third parties on behalf of the Company. These guarantees are secured by way of registered charge against hypothecation of stores and spares, stock-in-trade, assignment of trade debts and other receivables.

14.3 Commitments for capital expenditure amounting to Rs.7.32 (September 2019: 31.61) million.

	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	
14.4 Rentals payable over next four years under operating lease agreements with First Habib Modaraba in respect of vehicles	<u>48,754</u>	<u>50,276</u>



15. Unconsolidated Segment operating results and related information for the quarter ended December 31, 2019 (Unaudited)

		(Rupees in thousands)									
		Sugar Division		Distillery Division		Textile Division		Trading Division		Total	
		Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018
Net sales and services											
Sales	Local	1,478,077	558,659	76,092	109,480	59	1,166	4,055	10,552	1,558,283	679,857
	Export	–	–	608,320	569,839	162,427	150,533	–	–	770,747	720,372
		1,478,077	558,659	684,412	679,319	162,486	151,699	4,055	10,552	2,329,030	1,400,229
Services - Storage income - net		–	–	1,071	304	–	–	–	–	1,071	304
		1,478,077	558,659	685,483	679,623	162,486	151,699	4,055	10,552	2,330,101	1,400,533
Less: Cost of sales		(1,493,216)	(509,687)	(535,298)	(430,974)	(144,126)	(134,932)	(3,590)	(10,843)	(2,176,230)	(1,086,436)
Gross Profit / (loss)		(15,139)	48,972	150,185	248,649	18,360	16,767	465	(291)	153,871	314,097
Less: Selling and distribution expenses		(15,276)	(10,593)	(30,322)	(29,224)	(8,760)	(7,937)	–	–	(54,358)	(47,754)
Administrative expenses		(45,238)	(39,307)	(6,329)	(5,973)	(1,464)	(1,243)	(119)	(62)	(53,150)	(46,585)
		(60,514)	(49,900)	(36,651)	(35,197)	(10,224)	(9,180)	(119)	(62)	(107,508)	(94,339)
Profit / (loss) before other operating expenses and other income		(75,653)	(928)	113,534	213,452	8,136	7,587	346	(353)	46,363	219,758
Other operating expenses -note 16										(10,769)	(17,564)
Other income - note 17										15,930	54,191
Operating Profit										51,524	256,385



	(Unaudited)	
	Dec. 31, 2019	Dec. 31, 2018
	(Rupees in thousands)	
16. Other operating expenses		
Workers' Profit Participation Fund	8,769	15,664
Workers' Welfare Fund	2,000	1,900
	<u>10,769</u>	<u>17,564</u>
17. Other income		
Income from financial assets		
Dividend income	9,754	14,564
Agriculture Income	967	–
Exchange gain - net	900	25,352
	<u>11,621</u>	<u>39,916</u>
Income from non financial assets		
Gain on disposal of fixed assets	1,485	1,080
Sale of Electricity	–	4,689
Scrap sale	2,824	8,506
	<u>4,309</u>	<u>14,275</u>
	<u>15,930</u>	<u>54,191</u>
18. Finance income / (cost) - net		
Profit / Interest on :		
Treasury call accounts	2,835	991
Term deposit receipts	99,600	54,924
Government Securities	27,207	–
Loan to employees	48	52
	<u>129,690</u>	<u>55,967</u>
Less:		
Mark-up / interest on:		
Short-term borrowings	(10,888)	(7,090)
Workers' Profit Participation Fund	(1,592)	(884)
Bank charges	(4,124)	(8,664)
	<u>(16,604)</u>	<u>(16,638)</u>
	<u>113,086</u>	<u>39,329</u>



	(Unaudited)	
	Dec. 31, 2019	Dec. 31, 2018
	(Rupees in thousands)	
19. Cash generated / (used in) from operations		
Profit / (loss) before taxation	164,610	295,714
Adjustment for non-cash charges and other items		
Depreciation	57,650	61,541
Gain on disposal of fixed assets	(1,485)	(1,080)
Finance income - net	(113,086)	(39,329)
Dividend income	(9,754)	(14,564)
Working capital changes - note 19.1	(1,158,325)	1,064,842
	<u>(1,060,390)</u>	<u>1,367,124</u>
19.1 Working capital changes		
(Increase) / decrease in current assets		
Stores and spare parts	(35,322)	(22,156)
Stock-in-trade	506,067	(434,712)
Trade debts	(14,925)	306,101
Loans and advances	(1,126,275)	(280,290)
Trade deposits and prepayments	(6,527)	252
Other receivables	(140,004)	81,224
	<u>(816,986)</u>	<u>(349,581)</u>
Increase / (decrease) in current liabilities		
Trade and other payables	102,575	689,421
Advance from customers	(443,914)	725,002
	<u>(341,339)</u>	<u>1,414,423</u>
Net changes in working capital	<u>(1,158,325)</u>	<u>1,064,842</u>
20. Cash and cash equivalents at the end of the quarter		
These comprise of the following:		
Cash and bank balances	1,263,747	3,416,082
Short-term borrowings	(1,480,000)	(1,310,000)
	<u>(216,253)</u>	<u>2,106,082</u>



21. Transactions with related parties

Related parties comprise of subsidiary, associated entities, entities with common directorship, directors and key management personnel. Material transactions with related parties during the period and balances at the end of the period, other than those which have been disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

	(Unaudited)	
	Dec. 31, 2019	Dec. 31, 2018
	(Rupees in thousands)	
Insurance premium paid	10,409	5,000
Insurance claim received	8,700	1,355
Profit on treasury call accounts / term deposits	102,256	55,249
Investment in shares	4,706	12,000
Payment made on behalf of the subsidiary	473	1,463
Bank charges	32	19
Compensation of Key management personnel	14,381	13,950
Contribution to retirement funds	3,984	3,676

Transactions with related parties are carried out at arm's length.

22. Dividend

The Board of Directors of the Company in their meeting held on December 18, 2019 had proposed a final cash dividend of Rs.2.75 per share (55%) for the year ended September 30, 2019. The cash dividend as proposed by the Board of Directors of the Company was approved by the members at the Annual General Meeting of the Company held on January 27, 2020. The proposed cash dividend has been accounted for in these condensed interim financial statements.

23. General

- Figures presented in these condensed interim financial statements have been rounded off to the nearest thousand rupees.
- These condensed interim financial statements were authorised for issue on January 27, 2020 by the Board of Directors of the Company.

Amir Bashir Ahmed
Chief Financial Officer

Raeesul Hasan
Chief Executive

Murtaza Habib
Director



Consolidated Condensed Interim Statement of Financial Position as at December 31, 2019 (Unaudited)

	Note	Unaudited Dec. 31, 2019 (Rupees in thousands)	Audited Sept. 30, 2019
Assets			
Non-Current Assets			
Fixed assets			
Property, plant and equipment	4	2,561,481	2,525,316
Long-term investments	5	3,038,091	2,249,658
Long-term loans		6,891	6,789
Long-term deposits		3,928	3,928
		<u>5,610,391</u>	<u>4,785,691</u>
Current Assets			
Stores and spare parts		207,257	171,935
Stock-in-trade	6	1,334,338	1,840,405
Trade debts		402,222	387,297
Loans and advances	7	2,017,127	890,852
Trade deposits and short-term prepayments		16,406	9,879
Profit accrued on bank deposits		13,315	4,767
Other receivables	8	242,697	106,279
Taxation - net		73,496	74,339
Short-term investments	9	1,272,167	—
Cash and bank balances	10	1,264,142	2,464,979
		<u>6,843,167</u>	<u>5,950,732</u>
Total Assets		<u>12,453,558</u>	<u>10,736,423</u>
Equity and Liabilities			
Share Capital and Reserves			
Share Capital			
Authorised			
150,000,000 Ordinary shares of Rs. 5 each		<u>750,000</u>	<u>750,000</u>
Issued, subscribed and paid-up capital			
150,000,000 Ordinary shares of Rs. 5 each		<u>750,000</u>	<u>750,000</u>
Reserves		<u>7,473,425</u>	<u>7,313,051</u>
		<u>8,223,425</u>	<u>8,063,051</u>
Non-Current Liabilities			
Deferred taxation	11	64,000	69,000
Current Liabilities			
Trade and other payables	12	2,106,737	2,004,137
Short-term borrowings	13	1,480,000	—
Advance from customers		74,491	518,405
Accrued mark-up on short-term borrowings		10,888	—
Unclaimed dividends		81,517	81,830
Proposed dividend		412,500	—
		<u>4,166,133</u>	<u>2,604,372</u>
Contingencies and Commitments	14		
Total Equity and Liabilities		<u>12,453,558</u>	<u>10,736,423</u>

The annexed notes 1 to 23 form an integral part of these consolidated condensed interim financial statements.

Amir Bashir Ahmed
Chief Financial Officer

Raeesul Hasan
Chief Executive

Murtaza Habib
Director



**Consolidated Condensed Interim Statement of Profit or Loss
for the quarter ended December 31, 2019 (Unaudited)**

	Note	Dec. 31, 2019 (Rupees in thousands)	Dec. 31, 2018
Segment operating results	15		
Net sales and services		2,330,101	1,400,533
Cost of sales		(2,176,230)	(1,086,436)
Gross Profit		153,871	314,097
Selling and distribution expenses		(54,358)	(47,754)
Administrative expenses		(53,664)	(48,005)
Other operating expenses	16	(10,769)	(17,564)
Other income	17	15,930	54,191
		(102,861)	(59,132)
Operating profit		51,010	254,965
Finance income - net	18	113,113	39,355
Profit before taxation		164,123	294,320
Taxation		(20,007)	(25,007)
Profit after taxation		144,116	269,313
Earnings per share - Basic and diluted (Rupee)		0.96	1.80

The annexed notes 1 to 23 form an integral part of these consolidated condensed interim financial statements.


Amir Bashir Ahmed
Chief Financial Officer


Raeesul Hasan
Chief Executive


Murtaza Habib
Director



Consolidated Condensed Interim Statement of Comprehensive Income for the quarter ended December 31, 2019 (Unaudited)

	Dec. 31, 2019	Dec. 31, 2018
	(Rupees in thousands)	
Profit after taxation	144,116	269,313
Other comprehensive income :		
Items that will not be reclassified subsequently to the statement of profit or loss:		
Gain on re-measurement of equity investments classified as fair value through other comprehensive income (FVOCI)	428,758	—
	<u>572,874</u>	<u>269,313</u>
Items that may be reclassified subsequently to the statement of profit or loss:		
Unrealised loss on re-measurement of equity investments at fair value	—	(361,636)
Total Comprehensive gain / (loss) for the quarter ended December 31, 2019	<u><u>572,874</u></u>	<u><u>(92,323)</u></u>

The annexed notes 1 to 23 form an integral part of these consolidated condensed interim financial statements.


Amir Bashir Ahmed
 Chief Financial Officer


Raeesul Hasan
 Chief Executive


Murtaza Habib
 Director



Consolidated Condensed Interim Statement of Changes in Equity for the quarter ended December 31, 2019 (Unaudited)

	Issued, Subscribed and Paid-up Capital	Capital Reserve	General Reserve	Revenue Reserves Unappro- priated Profit	Unrealised gain on investments available for sale	Total Reserves	Total Equity
	(Rupees in thousands)						
Balance as on October 1, 2018	750,000	34,000	4,173,500	896,988	2,243,189	7,347,677	8,097,677
Cash dividend for the year ended September 30, 2018 @ 55%	-	-	-	(412,500)	-	(412,500)	(412,500)
Transfer to general reserve	-	-	485,000	(485,000)	-	-	-
Total comprehensive income for the quarter ended December 31, 2018	-	-	-	269,313	(361,636)	(92,323)	(92,323)
Balance as on December 31, 2018	<u>750,000</u>	<u>34,000</u>	<u>4,658,500</u>	<u>268,801</u>	<u>1,881,553</u>	<u>6,842,854</u>	<u>7,592,854</u>
Balance as on October 1, 2019	750,000	34,000	4,658,500	1,195,655	1,424,896	7,313,051	8,063,051
Proposed cash dividend for the year ended September 30, 2019 @ 55%	-	-	-	(412,500)	-	(412,500)	(412,500)
Proposed transfer to general reserve	-	-	790,000	(790,000)	-	-	-
Total comprehensive income for the quarter ended December 31, 2019	-	-	-	144,116	428,758	572,874	572,874
Balance as on December 31, 2019	<u>750,000</u>	<u>34,000</u>	<u>5,448,500</u>	<u>137,271</u>	<u>1,853,654</u>	<u>7,473,425</u>	<u>8,223,425</u>

The annexed notes 1 to 23 form an integral part of these consolidated condensed interim financial statements.


Amir Bashir Ahmed
Chief Financial Officer


Raeesul Hasan
Chief Executive


Murtaza Habib
Director



Consolidated Condensed Interim Statement of Cash Flows for the quarter ended December 31, 2019 (Unaudited)

	Note	Dec. 31, 2019	Dec. 31, 2018
(Rupees in thousands)			
Cash flows from operating activities			
Cash generated from operations	19	(1,060,390)	1,367,124
Finance income received - net		115,452	29,182
Income tax paid		(24,164)	(36,924)
Long-term loans		(102)	336
Net cash generated from operating activities		(969,204)	1,359,718
Cash flows from investing activities			
Fixed capital expenditure		(93,876)	(27,038)
Dividend received		12,868	18,131
Purchase of investments		(1,631,842)	(12,000)
Sale proceeds of fixed assets		1,530	1,090
Net cash used in investing activities		(1,711,320)	(19,817)
Cash flows from financing activities			
Dividend paid		(313)	(694)
Net cash used in financing activities		(313)	(694)
Net Increase in cash and cash equivalents		(2,680,837)	1,339,207
Cash and cash equivalents at the beginning of the quarter		2,464,979	767,781
Cash and cash equivalents at the end of the quarter	20	(215,858)	2,106,988

The annexed notes 1 to 23 form an integral part of these consolidated condensed interim financial statements.


Amir Bashir Ahmed
 Chief Financial Officer


Raeesul Hasan
 Chief Executive


Murtaza Habib
 Director



Notes to the consolidated Condensed Interim Financial Statements for the quarter ended December 31, 2019 (Unaudited)

1. Group and its Operations

The Group consists of Habib Sugar Mills Limited (the Holding company) and HSM Energy Limited - a wholly owned Subsidiary Company (the Subsidiary Company). Brief profiles of Holding company and its subsidiary company are as follows :

1.1. Holding Company

The Holding Company is a public limited company incorporated in Pakistan, with its shares quoted on the Pakistan Stock Exchange Limited. The Holding Company is engaged in the manufacturing and marketing of refined sugar, molasses, ethanol, liquidified carbon dioxide (CO₂), household textiles, providing bulk storage facilities and trading of commodities. The registered office of the Holding Company is situated at 3rd Floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi.

1.2. Subsidiary Company

HSM Energy Limited (the Company), a wholly owned subsidiary of Habib Sugar Mills Limited (the Parent Company) was incorporated in Pakistan as a public unlisted company on May 16, 2017. The Registered office of the Company is situated at 3rd Floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi.

The Company is in start-up phase and in the process of setting up a 26.5 MW high pressure bagasse based Cogeneration power project. The Company has been granted Generation license and upfront Tariff for the period of 30 years by the National Electric Power Regulatory Authority (NEPRA).

2. Statement of compliance

These consolidated condensed interim financial statements are unaudited and have been prepared in accordance with the requirements of International Accounting Standard (IAS) - 34, 'Interim Financial Reporting', as applicable in Pakistan and provisions of and directives issued under the Act. In case where requirements differ, the provisions of or directives issued under the Act have been followed.

These consolidated condensed interim financial statements do not include all the information and disclosures required in the consolidated financial statements and should be read in conjunction with the Holding Company's consolidated annual financial statements for the year ended September 30, 2019.

3. Significant accounting policies and disclosures

The accounting policies and methods of computation followed for the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Company for the year ended September 30, 2019.

	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	
4. Fixed assets		
4.1 Property, plant and equipment		
Operating fixed assets	2,378,313	2,432,307
Capital work-in-progress	181,089	91,877
Major stores and spare parts	2,079	1,132
	<u>2,561,481</u>	<u>2,525,316</u>



4.2 Cost of additions to and written down value of deletions from fixed assets during the quarter ended December 31, 2019 were as follows:

	Additions (Rupees in thousands)	Deletions (Rupees in thousands)
Plant and machinery		
Sugar	39,536	–
Distillery	50,622	–
Furniture, fittings and office equipment	3,280	35
Vehicle	438	10
	<u>93,876</u>	<u>45</u>
	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	
5. Long-term investments		
Investments in related parties	– Quoted - at fair value 1,897,465	1,657,274
	– Un-Quoted - at fair value 97,877	93,172
Investments in Govt. Securities (PIB's)	– At amortised Cost 251,181	–
Investments in other companies	– Quoted - at fair value 791,568	499,212
	<u>3,038,091</u>	<u>2,249,658</u>

5.1 The aggregate cost of these investments, net of impairment is Rs.1,237.16 (September 30, 2019: Rs.874.76) million.

	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	
6. Stock-in-trade		
Raw materials	177,211	225,311
Work-in-process	109,922	43,828
Finished goods	1,031,615	1,553,567
Bagasse	13,701	15,068
Fertilizers	1,889	2,631
	<u>1,334,338</u>	<u>1,840,405</u>
7. Loans and advances		
Loans - secured		
Current maturity of long-term loans		
Executives	–	29
Other Employees	6,432	6,304
	6,432	6,333
Advances - unsecured		
Suppliers	2,010,695	884,519
	<u>2,017,127</u>	<u>890,852</u>
8. Other receivables - Considered good		
Duty drawback and research & development support claim	18,625	17,903
Dividend receivable	–	3,114
Sales tax refundable / adjustable	223,914	85,137
Others	158	125
	<u>242,697</u>	<u>106,279</u>



	Note	(Unaudited) Dec. 31, 2019 (Rupees in thousands)	(Audited) Sept. 30, 2019
9. Short-term investments			
Investments in Govt. Securities (Treasury Bills) - At amortised Cost		1,019,450	–
Investments in Mutal Fund (Units) - At fair value		252,717	–
		<u>1,272,167</u>	<u>–</u>
9.1 The aggregate cost of these investments, is Rs.1,850.94 (September 30, 2019: Nil) million.			
10. Cash and bank balances			
Cash in hand		894	229
Balances with banks in:			
Current accounts		15,687	9,298
Treasury call accounts	10.1	157,561	165,452
Term Deposit Receipts	10.2	1,090,000	2,290,000
	10.3	1,263,248	2,464,750
		<u>1,264,142</u>	<u>2,464,979</u>
10.1 Profit rates on Treasury call accounts ranged between 11.25% to 11.75% (September 2019: 6.52% to 11.75%) per annum.			
10.2 Profit rates on Term Deposit Receipts 12.25% (September 2019: 6.80% to 12.25%) per annum. Maturity of these Term Deposit Receipts are one month.			
10.3 Includes Rs.1,243.04 (September 2019: Rs.2,453.11) million kept with Bank AL Habib Limited - a related party.			
		(Unaudited) Dec. 31, 2019 (Rupees in thousands)	(Audited) Sept. 30, 2019
11. Deferred taxation			
Deferred tax liability on accelerated tax depreciation allowance on operating fixed assets taxable temporary differences:		205,000	210,000
Deferred tax asset on deductible temporary differences:			
Provision for obsolescence and slow moving stores & spare parts		(9,000)	(9,000)
Unabsorbed tax depreciation allowance		(132,000)	(132,000)
		<u>(141,000)</u>	<u>(141,000)</u>
		<u>64,000</u>	<u>69,000</u>



	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	
12. Trade and other payables		
Creditors	1,835,742	1,702,057
Accrued liabilities	246,615	213,777
Workers' Profit Participation Fund (WPPF)	8,769	71,041
Workers' Welfare Fund	15,415	17,124
Income-tax deducted at source	196	138
	<u>2,106,737</u>	<u>2,004,137</u>
13. Short-term borrowings - secured	<u>1,480,000</u>	<u>—</u>
<p>The aggregate financing facility available from commercial banks amounted to Rs.8,212 (September 2019: Rs.8,212) million. These financing facilities are secured by way of registered charge against hypothecation of stock-in-trade, stores and spares, assignment of trade debts and other receivables. The rate of mark-up charged during the period was 3% (September 2019: 2.20% to 11.39%) per annum.</p>		
14. Contingencies and commitments		
14.1 Contingencies		
<p>There were no major changes in the status of contingencies as reported in the annual financial statements for the year ended September 30, 2019.</p>		
14.2 Commitments		
<p>The Holding Company has provided counter guarantees to Bank AL Habib Limited, a related party, amounting to Rs.500.00 (September 30, 2019: Rs. 350.00) million against agriculture finance facilities to the growers supplying sugarcane to the mills and counter guarantees to other banks amounting to Rs.2,422.35 (September 30, 2019: 1,710.82) million against guarantees issued by banks in favour of third parties on behalf of the Holding Company. These guarantees are secured by way of registered charge against hypothecation of stores and spares, stock-in-trade, assignment of trade debts and other receivables.</p>		
14.3 Commitments for capital expenditure amounting to Rs.7.32 (September 2019: 31.61) million.		
	(Unaudited) Dec. 31, 2019	(Audited) Sept. 30, 2019
	(Rupees in thousands)	
14.4 Rentals payable over next four years under operating lease agreements with First Habib Modaraba in respect of vehicles	<u>48,754</u>	<u>50,276</u>



15. Consolidated Segment operating results and related information for the quarter ended December 31, 2019 (Unaudited)

		Sugar Division		Distillery Division		Textile Division		Trading Division		Subsidiary Company		(Rupees in thousands) Total	
		Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018	Dec. 31, 2019	Dec. 31, 2018
Net sales and services													
Sales	Local	1,478,077	558,659	76,092	109,480	59	1,166	4,055	10,552	–	–	1,558,283	679,857
	Export	–	–	608,320	569,839	162,427	150,533	–	–	–	–	770,747	720,372
		1,478,077	558,659	684,412	679,319	162,486	151,699	4,055	10,552	–	–	2,329,030	1,400,229
Services - Storage income - net		–	–	1,071	304	–	–	–	–	–	–	1,071	304
		1,478,077	558,659	685,483	679,623	162,486	151,699	4,055	10,552	–	–	2,330,101	1,400,533
Less: Cost of sales		(1,493,216)	(509,687)	(535,298)	(430,974)	(144,126)	(134,932)	(3,590)	(10,843)	–	–	(2,176,230)	(1,086,436)
Gross Profit / (loss)		(15,139)	48,972	150,185	248,649	18,360	16,767	465	(291)	–	–	153,871	314,097
Less: Selling and distribution expenses		(15,276)	(10,593)	(30,322)	(29,224)	(8,760)	(7,937)	–	–	–	–	(54,358)	(47,754)
	Administrative expenses	(45,238)	(39,307)	(6,329)	(5,973)	(1,464)	(1,243)	(119)	(62)	(514)	(1,420)	(53,664)	(48,005)
		(60,514)	(49,900)	(36,651)	(35,197)	(10,224)	(9,180)	(119)	(62)	(514)	(1,420)	(108,022)	(95,759)
Profit / (loss) before other operating expenses and other income		(75,653)	(928)	113,534	213,452	8,136	7,587	346	(353)	(514)	(1,420)	45,849	218,338
Other operating expenses - note 16												(10,769)	(17,564)
Other income - note 17												15,930	54,191
Operating Profit												51,010	254,965



	(Unaudited)	
	Dec. 31, 2019	Dec. 31, 2018
	(Rupees in thousands)	
16. Other operating expenses		
Workers' Profit Participation Fund	8,769	15,664
Workers' Welfare Fund	2,000	1,900
	<u>10,769</u>	<u>17,564</u>
17. Other income		
Income from financial assets		
Dividend income	9,754	14,564
Agriculture Income	967	—
Exchange gain - net	900	25,352
	<u>11,621</u>	<u>39,916</u>
Income from non financial assets		
Gain on disposal of fixed assets	1,485	1,080
Sale of Electricity	—	4,689
Scrap sale	2,824	8,506
	<u>4,309</u>	<u>14,275</u>
	<u>15,930</u>	<u>54,191</u>
18. Finance income / (cost) - net		
Profit / Interest on :		
Treasury call accounts	2,862	991
Term deposit receipts	99,600	54,924
Government Securities	27,207	—
Loan to employees	48	52
	<u>129,717</u>	<u>55,967</u>
Less:		
Mark-up / interest on:		
Short-term borrowings	(10,888)	(7,090)
Workers' Profit Participation Fund	(1,592)	(884)
Bank charges	(4,124)	(8,638)
	<u>(16,604)</u>	<u>(16,612)</u>
	<u>113,113</u>	<u>39,355</u>



	(Unaudited)	
	Dec. 31, 2019	Dec. 31, 2018
	(Rupees in thousands)	
19. Cash generated / (used in) from operations		
Profit before taxation	164,123	294,320
Adjustment for non-cash charges and other items		
Depreciation	57,667	61,564
Gain on disposal of fixed assets	(1,485)	(1,080)
Finance income - net	(113,113)	(39,355)
Dividend income	(9,754)	(14,564)
Working capital changes - note 19.1	(1,157,828)	1,066,239
	<u>(1,060,390)</u>	<u>1,367,124</u>
19.1 Working capital changes		
(Increase) / decrease in current assets		
Stores and spare parts	(35,322)	(22,156)
Stock-in-trade	506,067	(434,712)
Trade debts	(14,925)	306,101
Loans and advances	(1,126,275)	(280,290)
Trade deposits and prepayments	(6,527)	252
Other receivables	(139,532)	82,686
	<u>(816,514)</u>	<u>(348,119)</u>
Increase / (decrease) in current liabilities		
Trade and other payables	102,600	689,356
Advance from customers	(443,914)	725,002
	<u>(341,314)</u>	<u>1,414,358</u>
Net changes in working capital	<u>(1,157,828)</u>	<u>1,066,239</u>
20. Cash and cash equivalents at the end of the quarter		
These comprise of the following:		
Cash and bank balances	1,264,142	3,416,988
Short-term borrowings	(1,480,000)	(1,310,000)
	<u>(215,858)</u>	<u>2,106,988</u>



21. Transactions with related parties

Related parties comprise of subsidiary, associated entities, entities with common directorship, directors and key management personnel. Material transactions with related parties during the period and balances at the end of the period, other than those which have been disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

	(Unaudited)	
	Dec. 31, 2019	Dec. 31, 2018
	(Rupees in thousands)	
Insurance premium paid	10,409	5,000
Insurance claim received	8,700	1,355
Profit on treasury call accounts / term deposits	102,256	55,249
Investment in shares	4,706	12,000
Bank charges	32	19
Compensation of Key management personnel	14,781	15,150
Contribution to retirement funds	3,984	3,676

Transactions with related parties are carried out at arm's length.

22. Dividend

The Board of Directors of the Holding Company in their meeting held on December 18, 2019 had proposed a final cash dividend of Rs.2.75 per share (55%) for the year ended September 30, 2019. The cash dividend as proposed by the Board of Directors of the Holding Company was approved by the members at the Annual General Meeting of the Holding Company held on January 27, 2020. The proposed cash dividend has been accounted for in these consolidated condensed interim financial statements.

23. General

- Figures presented in these condensed interim financial statements have been rounded off to the nearest thousand rupees.
- These condensed interim financial statements were authorised for issue on January 27, 2020 by the Board of Directors of the Company.

Amir Bashir Ahmed
Chief Financial Officer

Raeesul Hasan
Chief Executive

Murtaza Habib
Director



شکر ڈویژن نے آپریٹنگ خسارہ 75.65 ملین کیا اس کے مقابل گزشتہ سال اسی مدت کے سہ ماہی میں 0.93 ملین روپے کا خسارہ کیا تھا۔ نقصان میں اضافہ ریکوری میں کمی، پیداوار کی لاگت میں اضافہ اور پیداواری صلاحیت کے مکمل استعمال نہ ہونے کی وجہ سے ہوا۔ حالیہ سیزن کے دوران گنے کی دستیابی غیر متوازن رہی جس کے نتیجے میں گنے کی اوسط روزانہ کی کرشنگ پچھلے سہ ماہی سے کم رہی۔ گنے کی دستیابی میں کمی سے دوران سیزن کرشنگ کے حجم اور نتائج پر منفی اثر ہوگا۔

ڈسٹری ڈویژن:

اس سہ ماہی کی ختم ہونے والی مدت میں استھانول کی پیداوار 5,304 میٹرک ٹن ہوئی۔ گزشتہ سال اسی مدت کے دوران 6,787 میٹرک ٹن پیداوار کی۔ ڈویژن نے 113.53 ملین روپے کا آپریٹنگ منافع حاصل کیا مقابل گزشتہ سال اس مدت کے دوران 213.45 ملین روپے منافع حاصل کیا تھا۔ منافع میں کمی کی وجہ فروخت کے حجم میں کمی اور پیداواری لاگت میں شیرے کی قیمتوں میں غیر معمولی اضافی کی وجہ سے ہوا۔

لیکونیڈ کاربن ڈائی آکسائیڈ (CO₂) یونٹ کی پیداوار 1,438 میٹرک ٹن رہی مقابل گزشتہ سال اسی مدت کے دوران 1,886 میٹرک ٹن تھی۔ یونٹ کا حاصل کردہ آپریٹنگ منافع ڈویژن کے منافع میں شامل ہے۔

ٹیکسٹائل ڈویژن:

ڈویژن نے زیر نظر سہ ماہی کے دوران 8.14 ملین روپے کا آپریٹنگ منافع حاصل کیا اس کے برعکس گزشتہ سال اسی سہ ماہی کے دوران 7.59 ملین روپے کا منافع تھا۔

ٹریڈنگ ڈویژن:

زیر نظر مدت کے دوران ڈویژن کو 0.35 ملین روپے کا منافع شکر کی تجارت سے ہوا۔

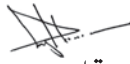
ڈائریکٹرز کا انتخاب:

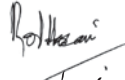
امسال 27 جنوری، 2020 کو ڈائریکٹرز کے انتخاب کا عمل منعقد ہوا اور میسرز اصغر ڈی حبیب، علی رضا ڈی حبیب، عدنان آفریدی، شمس محمد حاجی، فاروق حبیب رحیم تولا، مرتضیٰ حبیب اور طیبہ مسلم حبیب تین سال کی مدت کے لئے کمپنی کے ڈائریکٹرز منتخب ہوئے۔

عام امور:

ڈائریکٹرز اس امر پر اپنی خوشی کا اظہار کرتے ہوئے کمپنی کے افسران، اسٹاف اور ورکرز کی بہترین کارکردگی پر خراج تحسین پیش کرتے ہیں۔

از طرف بورڈ آف ڈائریکٹرز


مرتضیٰ حبیب
ڈائریکٹر


رئیس احسن
چیف ایگزیکٹو

کراچی مورخہ 27 جنوری 2020ء



ڈائریکٹرز کی رپورٹ

محترم ممبران۔ السلام علیکم

بورڈ آف ڈائریکٹرز کی جانب سے ہم 31 دسمبر 2019ء کو ختم ہونے والی پہلی سہ ماہی مدت کے لئے کمپنی کی غیر آڈٹ شدہ مجموعی اور غیر مجموعی عبوری مالیاتی حسابات پیش کر رہے ہیں۔

مالیاتی نتائج:

زیر جائزہ مدت کے دوران آپ کی کمپنی کا قبل از ٹیکس منافع کی رقم مبلغ 164.61 ملین روپے رہی۔ پہلی سہ ماہی کے مالیاتی نتائج درج ذیل ہیں:-

(روپے ہزاروں میں)

164,610	منافع قبل از ٹیکس
20,000	ٹیکس
144,610	منافع بعد از ٹیکس
5,797	غیر منقسمہ منافع براڈ فارورڈ
150,407	غیر منقسمہ منافع کیری فارورڈ
0.96	منافع فی شیئر۔ بنیادی اور معتدل۔ روپیہ

کارکردگی کا جائزہ:

شکر ڈویژن

گنے کی کرشنگ کا سیزن 2019-2020 26 نومبر 2019 کو شروع ہوا اور 31 دسمبر 2019 تک گنے کی کرشنگ 199,734 میٹرک ٹن رہی جبکہ شکر کی اوسط ریکوری کا تناسب 9.22 فیصد رہا اور شکر کی پیداوار 18,427 میٹرک ٹن بشمول شکر ان پروسس ہوئی۔ مقابلہ گزشتہ سیزن کی پہلی سہ ماہی میں گنے کی کرشنگ 186,867 میٹرک ٹن رہی جبکہ شکر کی اوسط ریکوری 10.02 فیصد تھی اور شکر کی پیداوار 18,731 میٹرک ٹن بشمول شکر ان پروسس تھی۔

حکومت سندھ نے 9 دسمبر 2019 کو گنے کی کم از کم سپورٹ پرائس برائے سیزن 2019-2020 کے ٹنفلکیشن کا اجراء کیا جس میں گنے کی قیمت 192/- روپے فی 40 کلوگرام مقرر کی گئی۔ مقابلہ سیزن 2018-19 میں 182 روپے فی 40 کلوگرام تھا۔ علاوہ ازیں ملز کو الٹی پریٹینم شکر کی اوسط ریکوری کے بیچ مارک 8.70 فیصد سے زائد ہر 0.10 فیصد پر 0.50 روپے فی 40 کلوگرام ادا کرے گی۔