

1st Quarter

Condensed Interim Financial Statements

For the quarter ended 31 December 2020 (Un-audited)

Abdullah Shah Ghazi Sugar Mills Limited

1st Quarter



CONTENTS

Company Information.....	01
Director Report.....	02
Balance Sheet.....	03
Profit & Loss Account.....	04
Statement of Comprehensive Income.....	05
Cash Flow Statement.....	06
Statement of Changes in Equity.....	07
Notes to the Financial Statements.....	08

CORPORATE INFORMATION

Board of Directors

Muhammad Irshad Butt
(Director/Chief Executive)
Muhammad Dawood (Chairman)
Muhammad Nawaz
Muhammad Rashid Rana
Atif Butt
Muhammad Talib
Yasir Iqbal

Audit Committee

Muhammad Nawaz (Chairman/Member)
Muhammad Talib (Member)
Atif Butt (Member)

Chief Financial Officer

Sohail Azam Khan

Company Secretary

Saleem Abbas

Internal Auditors

Syed Waqar Ali Bukhari

Auditors

Sarwars
Chartered Accountants

Registrar

CDC Shares Registrar Services Limited,
CDC House, 99-B, Block-B, S.M.C.H.S.,
Main Shahrah-e-Faisal, Karachi, Pakistan

Registered Office

7/10, A-2 Arkay Square
Shahrah-e-Liaqa, New Challil, Karachi

Mills

Abdullah Shah Ghaziabad, Garho,
District Thatta, Sindh

Bankers

Bank Islami Pakistan Limited
Summit Bank Limited
Bank Al-Falah Limited
Silk Bank Limited
MCB Bank Limited
Meezan Bank Limited
Habib Metropolitan Bank Limited
United Bank Limited
Allied Bank Limited

Web Presence:

www.asgsml.com

DIRECTOR'S REPORT

Dear Members,

Assalam-o-Alaikum,

On behalf of the Board, I am pleased to present un-audited Interim Financial Statements of the Company for the first quarter ended on December 31, 2020.

Financial Results

During the period under review the operation of your company resulted in pre-tax loss of Rs. 67.768 million. The financial results are as under:

	(Rupees in Thousands)
Loss before Taxation	(67,768)
Taxation	(24,096)
Loss after Taxation	(91,865)

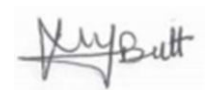
The sugar industry continued to be under pressure. In consistent with prior year, there remained a persistent shortage of sugar cane crop especially in mills' surrounding areas. This scarcity of crop coupled with non-availability of requisite finances resulted in to non-operation of mills during the year

Acknowledgement

The Board would like to place on record its appreciation of all the employees of the company for their dedication and hard work.



Director



Director

Lahore:
March 01, 2021

ڈائریکٹر کی رپورٹ

محترم ممبران،

السلام وعلیکم،

بورڈ کی جانب سے، میں 31 دسمبر 2020 کو ختم ہونے والی پہلی سہ ماہی کے لئے کمپنی کے غیر آڈٹ شدہ عبوری مالی بیانات پیش کرتا ہوں۔

مالی نتائج

زیر جائزہ مدت کے دوران آپ کی کمپنی کے آپریشن کے نتیجے میں ٹیکس سے قبل ٹیکس نقصان ہوا۔ 67.768 ملین۔ مالی نتائج درج ذیل ہیں:

(ہزاروں میں روپیہ)

(67,768)

ٹیکس لگانے سے پہلے نقصان

(24,096)

ٹیکس

(91,865)

ٹیکس لگانے کے بعد نقصان

چینی کی صنعت مسلسل دباؤ میں رہی۔ پچھلے سال کی مناسبت سے، خاص طور پر پل کے آس پاس کے علاقوں میں گنے کی فصل کی مستقل قلت رہی۔ فصل کی اس قلت کے ساتھ ساتھ مطلوبہ مالی اعانت کی عدم فراہمی کے نتیجے میں سال کے دوران مل میں پیداوار شروع نہ کی جاسکی

اعتراف

بورڈ چاہے گا کہ کمپنی کے تمام ملازمین کی لگن اور محنت کرنے کے لئے ان کا شکریہ ادا کرتی ہے۔

ڈائریکٹر

ڈائریکٹر

لاہور:

01 مارچ 2021

ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
As at December 31, 2020

	(Un-Audited) December 31, 2020	(Audited) September 30, 2020
Notes	RUPEES	
<u>LIABILITIES</u>		
SHARE CAPITAL AND RESERVES		
Authorized share capital 100,000,000 (2011:100,000,000) ordinary shares of Rs. 10/- each	1,000,000,000	1,000,000,000
Issued, subscribed and paid-up capital	792,616,660	792,616,660
Surplus on revaluation of property, plant and equipment	1,298,964,446	1,375,054,008
Accumulated loss	(1,815,413,946)	(1,799,637,881)
	276,167,160	368,032,787
NON-CURRENT LIABILITIES		
Long term loans - Unsecured	5 123,416,314	123,416,314
Long term loans - Secured	972,000	1,972,000
Retirement benefit obligations	7,571,550	7,733,409
Deferred tax liability	128,956,636	104,859,979
CURRENT LIABILITIES		
Trade and other payables	2,460,666,179	2,439,848,644
Finance cost payable	364,499,452	355,803,530
Short term borrowings - Secured	74,720,546	74,720,546
Current portion of long term loan from bank	348,798,518	348,798,518
Provision for taxation - net	--	876,410
	3,248,684,695	3,220,047,648
CONTINGENCIES	6 --	--
	3,785,768,355	3,826,062,137
<u>ASSETS</u>		
NON CURRENT ASSETS		
Property, plant and equipments	3,500,086,658	3,542,654,977
Long term deposits	1,826,165	1,826,165
CURRENT ASSETS		
Stores and spares	36,787,501	36,787,501
Stock in trade	150,911,486	150,911,486
Trade debts - Unsecured - Considered good	--	--
Advances, deposits and prepayments	91,739,159	88,272,525
Advance income tax - net	3,233,550	4,088,652
Cash and bank balances	1,183,836	1,520,831
	283,855,532	281,580,995
	3,785,768,355	3,826,062,137

The annexed notes form an integral part of these condensed interim financial statements.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

(Note: Due to the death of Chief Executive Officer the report is signed by two directors)

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
For the First Quarter Ended December 31, 2020

	December 31, 2020	December 31, 2019
RUPEES		
Sales	-	-
Cost of Sales	52,968,355	202,970,652
Gross loss	(52,968,355)	(202,970,652)
 OPERATING EXPENSES		
Administrative and general expenses	(6,102,799)	(4,547,992)
Distribution expense	-	-
Finance cost	(8,697,816)	(18,741,266)
	(14,800,615)	(23,289,258)
Loss before taxation	(67,768,970)	(226,259,910)
Taxation	(24,096,657)	27,537,909
Loss after taxation	(91,865,627)	(198,722,001)
Earning Per Share- Basic and diluted	(1.16)	(2.51)

The annexed notes form an integral part of these condensed interim financial statements.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

(Note: Due to the death of Chief Executive Officer the report is signed by two directors)

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For The First Quarter Ended December 31, 2020

	December 31, 2020	December 31, 2019
	RUPEES	
Loss for the period	(91,865,627)	(198,722,001)
Other Comprehensive income:		
Transfer from surplus on revaluation of property, plant and equipment	-	-
Related deferred tax	-	-
	-	-
Total comprehensive income for the 1st Quarter	(91,865,627)	(198,722,001)

The annexed notes form an integral part of these condensed interim financial statements.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

(Note: Due to the death of Chief Executive Officer the report is signed by two directors)

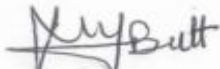
ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
For The First Quarter Ended December 31, 2020

	<u>December 31, 2020</u>	<u>December 31, 2019</u>
RUPEES		
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Loss before taxation	(67,768,970)	(226,259,910)
Adjustments for non cash and other items:		
Depreciation	42,568,322	47,729,398
Financial charges	8,697,816	18,741,266
	51,266,138	66,470,664
Cash flow before working capital changes	(16,502,832)	(159,789,246)
Changes in working capital		
(Increase) / decrease in current assets:		
Stock in trade	--	147,713,066
Advances, deposits and prepayments	(3,466,634)	22,295,562
	(3,466,634)	170,008,628
Increase / (decrease) in current liabilities:		
Trade and other payables	20,817,535	(6,958,417)
	17,350,901	163,050,208
Cash (used) in operations	848,068	3,260,962
Payments for:		
Taxes	21,310	48,558
Financial charges	1,894	3,027
Gratuity paid	161,859	--
	(185,063)	(51,585)
Net cash used from operating activities	663,005	3,209,377
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Fixed capital expenditure	--	--
Net cash used in investing activities	--	--
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Long Term Loan From Bank	(1,000,000)	(500,000)
Net cash generated from financing activities	(1,000,000)	(500,000)
	--	--
Net decrease in cash and cash equivalent	(336,995)	2,709,377
Cash and bank balances at the beginning of the period	1,520,831	5,073,665
Cash and bank balances at the end of the period	1,183,836	7,783,042

The annexed notes form an integral part of the interim condensed financial information.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

(Note: Due to the death of Chief Executive Officer the report is signed by two directors)

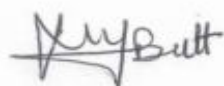
ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For The First Quarter Ended December 31, 2020

	Share capital	Accumulated Loss	Accumulated Loss	Total
RUPEES				
Balance as at October 01, 2019	792,616,660	1,451,143,570	(1,666,909,043)	576,851,187
Total comprehensive income for the year	--	--	(198,722,001)	(198,722,001)
Transfer from revaluation surplus on property, plant and equipment		(19,022,390)	19,022,390	
Balance as at December 31, 2019	792,616,660	1,432,121,180	(1,846,608,654)	378,129,186
Balance as at October 01, 2020	792,616,660	1,375,054,008	(1,799,637,881)	368,032,787
Total comprehensive income for the period	--	--	(91,865,627)	(91,865,627)
Transfer from revaluation surplus on property, plant and equipment		(76,089,562)	76,089,562	--
Balance as at December 31, 2020	792,616,660	1,298,964,446	(1,815,413,946)	276,167,160

The annexed notes form an integral part of these condensed interim financial statements.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

(Note: Due to the death of Chief Executive Officer the report is signed by two directors)

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
NOTES TO THE FINANCIAL STATEMENTS
For The First Quarter Ended December 31, 2020

1) STATUES AND NATURE OF COMPANY

1.1) The Company was incorporated in Pakistan on February 25, 1984 as a Private Limited Company and was subsequently converted into a Public Limited Company on February 11, 1990. The Company is listed in Pakistan Stock Exchange. The principal business of the Company is manufacturing and selling of refined sugar and by products.

2) SIGNIFICANT ACCOUNTING POLICIES

The accounting conventions, policies and methods of computation adopted and followed in the preparation of quarterly financial statements are the same as those of the published annual financial statements for the year September 30, 2018.

3) BASIS OF PREPARATION

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Ordinance, 1984, the requirements of the Companies Act, 2017 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Companies Act, 2017, or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Companies Act 2017 or the said directives issued by the SECP prevail.

4) PROPERTY PLANT AND EQUIPMENTS

Fixed capital expenditure during the period is amounting to Rs.0 and no fixed assets disposed off during the period.

5) LONG TERM LOANS:

Subordinated loan from holding Company - Unsecured

		Un - Audited December 31, 2020 Rupees	Audited September 30, 2019 Rupees
5.1		123,416,314	123,416,314
		<u>123,416,314</u>	<u>123,416,314</u>

5.1 The loan has been advanced by M/s. Haq Bahu Sugar Mills (Pvt.) Ltd. which carries mark-up @ 3 months KIBOR plus 1% (2019: @ 3 months KIBOR plus 1%) payable half yearly. Since the loan will not be repayable within next twelve months therefore the same has been classified as long term liability. The loan is subordinated to certain short term finance facility obtained by the company and is subject to BOD resolution/approval.

6) CONTIGENCIES

There are no contingencies which need to be disclosed in the financial statements

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
NOTES TO THE FINANCIAL STATEMENTS
For The First Quarter Ended December 31, 2020

7) CORRESPONDENDING FIGURES

The corresponding figures have been rearranged and reclassified for the purpose of comparison and better presentation however there has been no significant reclassification.

8) DATE OF AUTHORIZATION FOR ISSUE

The financial statements were approved by the board of directors and authorized for issue on Mar 01, 2021.

9) GENERAL

Figures have been rounded off to the nearest rupee.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

(Note: Due to the death of Chief Executive Officer the report is signed by two directors)