



CONTENTS

Company Information.....	3
Directors' Report.....	4
Condensed Interim Statement of Financial Position.....	6
Condensed Interim Statement of Profit or Loss.....	7
Condensed Interim Statement of Comprehensive Income.....	8
Condensed Interim Statement of Cash Flows.....	9
Condensed Interim Statement of Changes in Equity.....	10
Condensed Interim Segmentwise Operating Results.....	11
Notes to the Condensed Interim Notes to the Accounts.....	12
Directors' Report in Urdu.....	20

DEWAN SUGAR MILLS LIMITED

COMPANY INFORMATION

EXECUTIVE DIRECTORS

Ghazanfar Baber Siddiqui - Chief Executive Officer
Muhammad Ashraf

NON-EXECUTIVE DIRECTORS

Haroon Iqbal - Chairman Board of Director
Imran Ahmed Javed
Syed Maqbool Ali
Mrs. Nida Jamil

INDEPENDENT DIRECTOR

Aziz-ul-Haque

COMPANY SECRETARY

Muhammad Hanif German

CHIEF FINANCIAL OFFICER

Muhammad Ilyas Abdul Sattar

AUDITORS

Feroze Sharif Tariq & Co. - Chartered Accountants

TAX ADVISOR

Sharif & Company - Advocates

LEGAL ADVISOR

A.K. Brohi & Company Advocates

AUDIT COMMITTEE

Aziz-ul-Haque	Chairman
Haroon Iqbal	Member
Syed Maqbool Ali	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE MEMBERS

Aziz-ul-Haque	Chairman
Haroon Iqbal	Member
Ghazanfer Baber Siddiqui	Member

BANKERS

National Bank of Pakistan	Meezan Bank Limited
Summit Bank Limited	Silk Bank Limited
Habib Bank Limited	Bank of Punjab Limited
Standard Chartered Bank Limited	
Bank of Khyber Limited	

REGISTERED OFFICE:

Dewan Centre, 3-A Lalazar, Beach Hotel
Road, Karachi-74000, Pakistan.

CORPORATE OFFICE

Block-A, 2nd Floor
Finance & Trade Centre
Shahrah-e-Faisal, Karachi, Pakistan.

SHARE REGISTRAR / TRANSFER AGENT

BMF Consultants Pakistan (Pvt.) Limited
Annum Estate Building, Room No. 310 & 311,
3rd Floor, 49, Darul Aman Society.
Main Shahrah-e-Faisal, Adjacent Baloch Colony,
Karachi, Pakistan.

FACTORY

Jillaniabad, Budho Talpur,
Taluka: Mirpur Bathoro
District: Sujawal Sindh, Pakistan.

WEBSITE

www.yousufdewan.com



DIRECTORS' REPORT

IN THE NAME OF ALLAH; THE MOST GRACIOUS AND MERCIFUL
IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)

Your directors take pleasure in presenting you the unaudited condensed interim financial information of the Company for the period ended June 30, 2021.

Financial Results.

During the period under consideration, the financial results brief summary is as under: -

	June 30, 2021 (Rs. In Million)	June 30, 2020 (Rs. In Million)
Net Sales	4,460.995	3,546.820
Gross (Loss)	496.651	591.950
(Net Loss) after tax	664.163	768.333

Performance Review

Sugar Segment

The plant started its crushing on 9th December, 2020 and operated (84 days) till 2nd March 2021 as compared to last year plant operated for 56 days. During the current season plant crushed 340,759 Metric tons of sugar cane producing 33,936 Metric Tons White refined sugar with average sucrose recovery of 9.97% as compared to last period plant managed to crush 230,906 tons of sugar cane with average sucrose recovery of 10.55% and refined sugar production of 24,375 tons. Though Company's production was higher by 39% over the previous year but could not take benefit and incurred high average cost of production because of price increase of sugarcane, decline in sucrose recovery percentage due to interruption in supply of sugarcane and stoppage in crushing throughout the season.

During the period sugar segment suffered operating loss of Rs.565.832 million as compared to Rs.582.809 million in the corresponding period. The reason of this loss was low recovery, higher raw material cost which was approximately 65% more than Government announce price of Rs.202/- and less crushing capacity utilization because of non availability of bank financial limits.

Distillery Segment

Distillery unit produced 18,219 tons of Alcohol during the period under review as compared to 16,548 tons of Alcohol produced during the corresponding period. This period operating loss of distillery unit was Rs.43.817 million as against operating loss of Rs.165.091 million in previous period. This loss was primarily due to increase in raw material prices and globally depressed demand of ethanol due to emergence of COVID-19 pandemic. In order to curtail the losses management is trying to get better prices and push material to European markets. As currently there was a gullet in European market due to shut down. Hopefully markets will reopen in the last quarter and we expect recovery and trying to purchase raw material on lowest prices to operate the plant on optimistic level, we are hopeful we will succeed in and show better result in coming quarter.

DEWAN SUGAR MILLS LIMITED

Chip Board Polypropylene Segment

Chip Board plant has produced 155,520 sheets during the period under review as against last period 108,225 sheets produced. Management is focused on producing value added products and “A” quality sheets, which are well accepted in market. We are confident that from coming year we bring out this segment from losses to reasonable profit.

Polypropylene unit is already out of production because of working capital constraints.

In conclusion, we bow, beg and pray to Almighty Allah, Rahman-o-Ar-Rahim, in the name of our beloved Prophet Muhammad (peace be upon him) for the continued showering of his blessings, guidance, strength, health, and prosperity to us, our company, country and nation; and also pray to Almighty Allah to bestow peace, harmony, brotherhood, and unity in true Islamic spirit to whole of the Muslim Ummah; Ameen; Summa Ameen.

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)

By and under Authority of the Board of Directors



Ghazanfer Baber Siddiqui
Chief Executive Officer



Haroon Iqbal
Chairman Board of Directors

Place : Karachi
Date : July 27, 2021



YD | A YOUSUF DEWAN COMPANY

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION FOR THE NINE MONTH ENDED JUNE 30, 2021

		(Un-Audited) Jun-2021	(Audited) Sep-2020
ASSETS			
NON-CURRENT ASSETS			
Property, Plant and Equipment	5	4,521,346	4,785,403
CURRENT ASSETS			
Stores, Spares and Loose Tools		188,218	195,843
Stock-in-Trade		2,494,219	1,033,518
Trade Debts - Unsecured, Considered Good		24,164	25,847
Loans and Advances and Other Receivable - Unsecured, Considered Good		301,432	640,872
Trade Deposits, Short-Term Prepayments and Current Balances with Statutory Authorities		7,012	9,501
Income Tax Refunds and Advances		104,467	68,606
Short Term Investment - Related Party	6	-	-
Cash and Bank Balances		32,813	33,330
		3,152,325	2,007,517
		7,673,671	6,792,920
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Capital			
1,300,000,000 (Sept 2020: 1,300,000,000) Ordinary shares of Rs.10/- each		1,300,000	1,300,000
Issued, Subscribed and Paid-up Capital		915,120	915,120
Reserves and Surplus		(4,076,520)	(3,548,267)
Surplus on Revaluation of Property, Plant & Equipment(Net)		2,145,175	2,281,085
		(1,016,225)	(352,062)
NON-CURRENT LIABILITIES			
Sponsors Loan - Unsecured	7	406,539	377,814
Long Term Finance (Secured)	8	-	-
Long Term Interest Payable	9	-	-
Liabilities Against Assets Subject to Finance Lease -Secured	10	-	-
Deferred Liabilities	11	458,754	514,268
CURRENT LIABILITIES			
Trade and Other Payables - Unsecured		4,743,254	3,277,779
Interest, Profit, Mark-up Accrued on Loans and Other Payables		12,010	12,009
Short Term Finances - Secured	12	259,397	208,709
Unclaimed Dividends		770	770
Current Portion of Non-Current Liabilities	7 & 10	2,633,372	2,635,833
Provision for Taxation		175,800	117,800
		7,824,603	6,252,900
CONTINGENCIES & COMMITMENTS			
	13	-	-
		7,673,671	6,792,920

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

Ghazanfer Baber Siddiqui
Chief Executive Officer

Muhammad Ilyas Abdul Sattar
Chief Financial Officer


Haroon Iqbal
Chairman Board of Directors


DEWAN SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE NINE MONTH ENDED JUNE 30, 2021

	Half Year Ended		Quarter Ended	
	Jun-21	Jun-20	Jun-21	Jun-20
	(Rupees in '000')			
Sales	4,460,995	3,546,820	473,642	980,805
Cost of Sales	(4,957,646)	(4,138,770)	(575,761)	(1,058,268)
Gross (Loss)	(496,651)	(591,950)	(102,119)	(77,463)
Administrative and General Expenses	(60,119)	(65,383)	(17,081)	(20,236)
Distribution and Selling Costs	(76,472)	(103,600)	(23,732)	(53,966)
Other Operating Income/(charges)	637	2,648	184	581
(Loss) from Operations	(632,604)	(758,285)	(142,748)	(151,084)
Finance Cost	(29,070)	(26,371)	(9,663)	(8,845)
(Loss) before Income Tax	(661,675)	(784,656)	(152,411)	(159,929)
Taxation	(2,488)	16,323	12,483	7,006
(Loss) for the period (after Income Tax)	(664,163)	(768,333)	(139,928)	(152,923)
(Loss) per Share - Basic	(7.26)	(8.40)	(1.53)	(1.67)

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


Ghazanfer Baber Siddiqui
Chief Executive Officer


Muhammad Ilyas Abdul Sattar
Chief Financial Officer


Haroon Iqbal
Chairman Board of Directors



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTH ENDED JUNE 30, 2021**

	Half Year Ended		Quarter Ended	
	Jun-21	Jun-20	Jun-21	Jun-20
	(Rupees in '000')			
(Loss) for the Period	(664,163)	(768,333)	(139,928)	(152,922)
Total Comprehensive Income for The Period	<u>(664,163)</u>	<u>(768,333)</u>	<u>(139,928)</u>	<u>(152,922)</u>

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

Ghazanfer Baber Siddiqui
Chief Executive Officer

Muhammad Ilyas Abdul Sattar
Chief Financial Officer


Haroon Iqbal
Chairman Board of Directors


DEWAN SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTH ENDED JUNE 30, 2021

	Jun-21	Jun-20
	(Rupees in '000')	
Cash Flow from Operating Activities		
(Loss) Before Taxation	(661,675)	(784,656)
Adjustment for Non-Cash and Other Items:		
Depreciation	265,786	278,672
Financial Charges	29,070	26,371
	294,856	305,043
	(366,819)	(479,613)
Changes in Operating Assets and Liabilities		
<i>(Increase) / Decrease in Current Assets</i>		
Stores and Spares	7,624	1,982
Stock in Trade	(1,460,701)	(891,860)
Trade Debts	1,683	(14,976)
Loans and Advances	339,440	(56,240)
Trade Deposits, Prepayments & Other Balances	2,490	4,099
<i>Increase / (Decrease) in Current Liabilities</i>		
Trade and Other Payables	1,465,475	1,610,635
Short Term Finances	50,688	7,691
	406,699	661,330
Taxes Paid	(35,860)	(27,484)
Financial Charges Paid	(200)	(1,022)
Gratuity Paid	(2)	(412)
Dividend Paid	--	--
	(36,062)	(28,918)
Net Cash Flows from Operating Activities	3,818	152,800
Cash Flow from Investing Activities		
Fixed Capital Expenditure	(1,729)	(20,370)
Net Cash Out Flows from Investing Activities	(1,729)	(20,370)
Cash Flow from Financing Activities		
Murabaha Payment	(1,278)	(3,042)
Lease Finance	(1,328)	(3,384)
Net Cash Out Flows from Financing Activities	(2,606)	(6,426)
Net (Decrease)/ Increase in Cash and Bank Balances	(517)	126,004
Cash and Bank Balances at Beginning of the Period	33,330	48,348
Cash and Bank Balances at the End of the Period	32,813	174,352

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


Ghazanfer Baber Siddiqui
Chief Executive Officer


Muhammad Ilyas Abdul Sattar
Chief Financial Officer


Haroon Iqbal
Chairman Board of Directors



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTH ENDED JUNE 30, 2021**

	Issued, Subscribed & Paid-up Capital	General Reserve	Accumulated Profit/(Loss)	Revaluation Surplus on Property Plant & Equipment	Total
(Rupees in '000')					
Balance as on October 01, 2019	915,120	190,000	(3,038,217)	2,467,361	534,264
Loss for the period	--	--	(768,333)	--	(768,333)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment -Net of tax			145,239	(145,239)	--
Balance as on Jun-30, 2020	<u>915,120</u>	<u>190,000</u>	<u>(3,661,311)</u>	<u>2,322,122</u>	<u>(234,069)</u>
Balance as on October 01, 2020	915,120	190,000	(3,738,267)	2,281,085	(352,062)
Loss for the period	--	--	(664,163)		(664,163)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax			135,910	(135,910)	--
Balance as on Jun-30, 2021	<u>915,120</u>	<u>190,000</u>	<u>(4,266,520)</u>	<u>2,145,175</u>	<u>(1,016,225)</u>

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

Ghazanfer Baber Siddiqui
Chief Executive Officer

Muhammad Ilyas Abdul Sattar
Chief Financial Officer

Haroon Iqbal
Chairman Board of Directors

CONDENSED INTERIM SEGMENTWISE OPERATING RESULTS FOR THE NINE MONTH ENDED JUNE 30, 2021

DEWAN SUGAR MILLS LIMITED

	Sugar Segment		Polypropylene Segment		Board and Panel Segment		Distillery Segment		Total	
	Jun-21	Jun-20	Jun-21	Jun-20	Jun-21	Jun-20	Jun-21	Jun-20	Jun-21	Jun-20
Gross Sales	2,749,807	1,713,155	-	-	168,681	110,230	146,046	48,182	3,064,534	1,871,567
Local Exports	-	-	-	-	-	-	1,797,489	1,955,445	1,797,489	1,955,445
	2,749,807	1,713,155	-	-	168,681	110,230	1,943,535	2,003,627	4,862,023	3,827,012
Sales Commission	-	675	-	-	-	-	9,620	9,807	9,620	10,482
Sales Tax / Special Excise Duty	346,138	248,415	-	-	28,006	18,349	17,264	2,946	391,408	269,710
	346,138	249,090	-	-	28,006	18,349	26,884	12,753	401,028	280,192
Net Sales	2,403,669	1,464,065	-	-	140,675	91,881	1,916,651	1,990,874	4,460,995	3,546,820
COST OF SALES	2,929,207	2,000,747	3,283	3,725	160,352	100,400	1,864,805	2,033,898	4,957,646	4,138,770
Gross Profit / Loss	(525,538)	(536,682)	(3,283)	(3,725)	(19,677)	(8,519)	51,846	(43,024)	(496,651)	(591,950)
Administrative Expenses	38,866	44,337	73	81	561	708	20,619	20,257	60,119	65,383
Selling and Distribution Costs	1,428	1,790	-	-	-	-	75,044	101,810	76,472	103,600
	40,294	46,127	73	81	561	708	95,663	122,067	136,590	168,983
Segment Results	(565,832)	(582,809)	(3,356)	(3,806)	(20,238)	(9,227)	(43,817)	(165,091)	(633,242)	(760,933)

(Rupees in '000')



Ghazanfar Baber Siddiqui
Chief Executive Officer



Muhammad Ilyas Abdul Sattar
Chief Financial Officer



Haroon Iqbal
Chairman Board of Directors



NOTES TO THE CONDENSED INTERIM ACCOUNTS (UN-AUDITED) FOR THE NINE MONTH ENDED JUNE 30, 2021

1 CORPORATE INFORMATION

Dewan Sugar Mills Limited (the Company) was incorporated in Pakistan, as a public limited company on June 27, 1982, under the Companies Act, 1913 and its shares are listed in Pakistan Stock Exchange Guarantee Limited. (formerly Karachi and Lahore Stock Exchange in Pakistan). The registered office of the company is situated at Dewan Centre, 3-A, Lalazar, Beach Hotel Road, Karachi-74000 Pakistan; while its manufacturing facilities are located at Jilaniabad, Budho Talpur, Taluka: Mirpur Bathoro, District: Thatta, Sindh, Pakistan. The Principal activity of the Company is production and sale of white crystal refined sugar, processing and trading of by-products, and other related activities and allied products. During the period one unit of the company namely Poly Propylene unit remain not in operations.

1.1 GOING CONCERN ASSUMPTION

The condensed financial interim information of the company for the quarter ended June 30, 2021 incurred a net loss after taxation of Rs.664.163 million (June 30, 2020 768.333 million) and as of that date company's negative reserves of Rs.4,076 million (September 30, 2020 Rs. 3,548) million and its current liabilities exceeded its current assets by Rs.4,672 million (September 30, 2020: Rs. 4,245) million. Further the company's short term borrowing facilities amounting Rs.192.196 million have been expired and not been renewed by the lenders. The company defaulted in repayment of its restructured long term loan due to liquidity crunch, hence as per clause 10.2 of the compromise agreement entire restructured liabilities along with markup eligible for waiver have become immediately repayable. These conditions along with other matters indicate the existence of material uncertainty which may cast significant doubt about company's ability to continue as going concern, therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. The going concern assumption used in preparation of these financial statements is largely depended on the acceptance of restructuring proposal by the lenders which is hopefully on final stage as per company.

1.2 Impact of COVID-19 on the condensed interim financial statements

COVID-19 is a global pandemic, which has affected the whole world and Pakistan is not an exception. All steps were taken for the health and safety of our employees and they were also allowed to work from their homes. There is no significant accounting impact of the effects of COVID-19 in these condensed interim financial statements. The Company's management is fully cognizant of the business challenges posed by the COVID-19 outbreak and has been closely monitoring the possible impacts on the Company's operations and liquidity position and believe that its current policies for managing credit, liquidity and market risk are adequate in response to the current situation.

2 STATEMENT OF COMPLIANCE

This condensed interim financial information has 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 for interim financial reporting 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 financial information include the following :

Balance Sheet as at June 30, 2021 with comparative Balance Sheet as at September 30, 2020.

DEWAN SUGAR MILLS LIMITED

Profit and Loss Account and Comprehensive Income for the Quarter & Nine Months ended June 30, 2021 with comparable Profit and Loss account and Comprehensive Income for the comparable interim period i.e. Quarter & nine Months ended June 30, 2020.

Cash flow statements and the statement of changes in equity cumulatively for the nine months ended June 30, 2021 with a comparable nine months ended June 30, 2020.

3 ACCOUNTING POLICIES

These condensed interim financial statements have been prepared using the same accounting policies which were applied in the preparation of the annual financial statements of the Company for the year ended September 30, 2020.

3.1 Standards, amendments and framework for financial reporting effective during the period

The Company has adopted the following amendments to International Financial Reporting Standards (IFRSs) and framework for financial reporting which became effective for the current period:

Standard or interpretation:

IFRS 3	Definition of a Business (Amendments);
IFRS 9 / IAS 39 / IFRS 7	Interest Rate Benchmark Reform (Amendments);
	and
IAS 1 / IAS 8	Definition of Material (Amendments).

The IASB has also issued the revised Conceptual Framework for Financial Reporting (the Conceptual Framework) in March 2018 which is effective for annual periods beginning on or after 01 January 2020 for preparers of financial statements who develop accounting policies based on the Conceptual Framework. The revised Conceptual Framework is not a standard, and none of the concepts override those in any standard or any requirements in a standard. The purpose of the Conceptual Framework is to assist IASB in developing standards, to help preparers develop consistent accounting policies if there is no applicable standard in place and to assist all parties to understand and interpret the standards.

The adoption of the said framework and amendments did not have any material impact on the Company's condensed interim financial statements

4 SIGNIFICATES ACCOUNTING ESTIMATES, JUDGEMENTS.

The preparation of these condensed interim financial statements in conformity with the approved accounting standards as applicable in Pakistan for interim reporting requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on the historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Estimates and judgements made by the management in the preparation of these condensed interim financial statements are same as those applied to financial statements as at and for the year ended September 30, 2020.



		June 30, 2021 (Rupees in '000')	September 30, 2020	
5	PROPERTY, PLANT AND EQUIPMENTS	Note		
	Operating Property , Plant & Equipment	5.1	4,348,631	4,612,688
	Capital work-in-progress	5.2	172,715	172,715
			4,521,346	4,785,403
5.1	Written Down Value Opening		4,612,688	4,932,036
	Addition during the period		1,729	36,253
	Depreciation for the period		(265,786)	(355,601)
			4,348,631	4,612,688
5.2	Capital work-in-progress		172,715	188,597
	Addition during the period		-	12,611
	Transfer to Fixed assets		-	(28,493)
			172,715	172,715

Fixed capital expenditure during the period amounted to Rs.1.72 Million (September 30, 2020:Rs.20.371million).

6 SHORT TERM INVESTMENT - Related Party

The Company held 13,650,000 including 650,000 bonus shares of Dewan Farooque Motors Ltd., Associate is an entity over which the Company has significant influence but no control. Company's investee company is considered to be its associate by virtue of common directorship and its ownership interest of 9.84% in investee company. Previously these investment recorded as per prevailing market rate as on balance date and increased decrease in value of shares charged to comprehensive income. Company had changed its accounting policy as per (IAS) requirement and restated its accounts accordingly. Had the policy not been changed the Company's accumulated loss would have been lower by Rs.143.325 million (September 2020 Rs.107.699) million and subsequently equity would have been higher for the same amount.

7 SPONSORS LOAN - UNSECURED

Sponsors Loan	7.1	264,909	244,415
Sponsors Loan obtained for payment of Term Loan	7.2	141,630	133,399
		406,539	377,814
7.1 Sponsors Loan			
Opening Balance Original Loan amount		513,232	513,232
Less Present value adjustment		(268,817)	(293,395)
Add Amortization Discount Charged to P & L		20,494	24,578
		(248,323)	(268,817)
Closing Balance		264,909	244,415

The Sponsors loan had been measured at amortized cost in accordance with International Accounting standard 39, Financial Instruments: Recognition and Measurement, and have been discounted using the weighted average interest rate of ranging 11.18% per annum. These interest free loans are payable in lum sum on September 30, 2027.

DEWAN SUGAR MILLS LIMITED

	June 30, 2021	September 30, 2020
Note	(Rupees in '000')	
7.2 Sponsors Loan		
Sponsors Loan obtained for payment of Term Loan	159,648	159,648
Less Present value adjustment	(26,249)	(36,485)
Add Amortization Discount Charged to P & L	8,231	10,236
	(18,018)	(26,249)
Closing Balance	141,630	133,399

This represents unsecured interest free loan payable to sponsor director. This liability has arisen on account of settlement of liabilities of the bank, which were settled by sponsor director. The terms of repayment of loan finalized after restructuring settlement made with the steering committee and as of that date payable in lumpsum on December 31, 2022. The amount of loan has been measured at amortized cost in accordance with International Accounting Standard 39, Financial Instruments: Recognition and Measurement, and have been discounted using the weighted average interest rate of ranging 8.1% per annum.

8 LONG TERM FINANCE - SECURED

Syndicate Term Finance	8.1	--	--
First National Bank Modarbaha	8.2	--	--
		--	--
8.1 Syndicate Term Finance: Principal opening		2,348,128	2,348,128
Current Maturity			
Less : Overdue installments		2,348,128	2,348,128
		--	--

8.2 This amount represent outstanding balance of rescheduled settled amount as per compromising decree dated February 18, 2011 granted by Honourable High Court of Sindh at Karachi. As per terms 32 quarterly instalments of principal loan ranging from Rs. 57.09 million to Rs. 143.858 million will be payable in ten years with one year grace period with no mark-up through out the repayment period. The repayments of loan had been started from March 30, 2012 and last payment will be made on December 30, 2020

	June 30, 2021	September 30, 2020
	(Rupees in '000')	
8.3 First National Bank Modarba		
Principal amount outstanding	--	3,042
Less : Repayment	--	3,042
	--	--

8.4 This amount represents principal outstanding rescheduled amounting Rs.37.525 approved by the management of First National Bank Modaraba on June 15, 2011. Alhamdollilah total amount have been paid off till to date.



		June 30, 2021	September 30, 2020
9	LONG TERM MARK UP PAYABLE	Note	(Rupees in '000')
	Mark-up payable on Reschedule Term Finance	9.1	--
	Mark-up payable (First National Bank Modaraba)	9.2	--
			--
9.1	Mark-up payable on Reschedule Term Finance : Opening		284,801
	Add Provision during the year		--
			284,801
	Current Maturity		
	Less : Overdue installments		284,801
			--

This amount represents token mark up of Rs. 425.051 payable to Syndicated (Summit Bank & Other) in 4 equal quarterly installments (33 to 36) million. Company had provided Rs.284.80 million till September, 2018 and stopped providing further markup and approaching to lender for waiver due to current worst situation of industries of the Country specially Sind province. We are hopeful our this request will be oblige.

9.2	Mark-up payable (First National Bank Modaraba): Opening	1,133	1,879
	Add Provision during the year	145	517
		1,278	2,396
	Less :Payment during the year	1,278	1,263
		--	1,133
	Less : Current Maturity on Long Term Loan	--	1,133
		--	--

This amount represents token mark up of Rs. 2.525 million payable to First National Bank Moradabad in 4 equal quarterly installments (33 to 36) of Rs.0.631 million. Alhamdollillah total settled mark up have been paid till to date.

10 LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE

	Opening at the beginning of year	1,771	6,283
	paid during the period	1,328	4,512
		443	1,771
	Less: Current Maturity	443	1,771
		-	-
	CURRENT MATURITY & OVER DUE INSTALLMENTS		
	Long Term Finance	2,632,929	2,634,062
	Liability against Assets subject to Finance Lease	443	1,771
		2,633,372	2,635,833

DEWAN SUGAR MILLS LIMITED

		June 30, 2021	September 30, 2020
	Note	(Rupees in '000')	
11 DEFERRED LIABILITIES			
Deferred Tax Liability for Staff Gratuity (Provision)	11.1	5,557	5,559
Deferred Income Tax Liability		<u>453,197</u>	<u>508,709</u>
		<u>458,754</u>	<u>514,268</u>

11.1 The Company discontinued its policy for staff retirement benefits plan for gratuity on March 31, 2007 and provision for all its outstanding liabilities had been made until March 31, 2007. This payable amount was to transfer to provident fund scheme, however the Board of Trustee has amended the said clause and now the Company opted to pay this liability to each employees at the time of their separation from the Company.

12 SHORT TERM RUNNING FINANCES - SECURED

Short term running finances - Secured	12.1	192,196	192,196
Book over draft		<u>67,201</u>	<u>16,513</u>
		<u>259,397</u>	<u>208,709</u>

12.1 This amount represent RF facility of Rs.192.196 million sanctioned by the lenders as per Court order/compromising decree. The facility is secured by the way of first charge over current assets of the Company with 20% margin. The mark-up of this facility is 3 month KIBOR plus 0.75% per annum payable quarterly basis. The facility had expired and not renewed by the banks. During the period Company has not provided mark the mark up on the same.

13 CONTINGENCIES & COMMITMENTS

There is no significant changes in the status of contingencies and commitments during the period as those reported in last published financial statements.

14 SEASONAL PRODUCTION

Due to the seasonal availability of sugarcane, the production of sugar is carried out during the period of availability of sugarcane and costs incurred / accrued up to the reporting date have been accounted for. Accordingly, the costs incurred / accrued after the reporting date will be reported in the subsequent unconsolidated condensed interim financial statements.

15 FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

These condensed interim financial statements do not include all financial risk management information and disclosures which are 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, 2020. There have been no changes in any risk management policies since the year end. The carrying values of all financial and non-financial assets and liabilities measured at other than amortized cost in these condensed interim financial approximate their fair values.

	June 30, 2021	September 30, 2020
16 TRANSACTION WITH RELATED PARTIES		
Sale Commission	7,244	11,094
Provident fund contribution	2,314	4,925

17 DATE OF AUTHORIZATION FOR ISSUE

These Financial Statements were authorized for issue on July 27, 2021 by the board of directors of the Company.

18 GENERAL

Figures have been rounded off to the nearest thousand rupees. Comparative rearranged, reclassified and restated wherever necessary as per requirement.



Ghazanfer Baber Siddiqui
Chief Executive Officer



Muhammad Ilyas Abdul Sattar
Chief Financial Officer



Haroon Iqbal
Chairman Board of Directors

DEWAN SUGAR MILLS LIMITED

ڈسٹری کا شعبہ:

زیر نظر مدت کے دوران ڈسٹری کے شعبے نے 18,219 ٹن الکوحل تیار کیا جس کا موازنہ گزشتہ مدت کے دوران 16,548 ٹن الکوحل سے کیا جاسکتا ہے۔ دوران مدت ڈسٹری کے شعبے میں آپریٹنگ خسارہ مبلغ 43.817 ملین روپے رہا جبکہ گزشتہ مدت کے دوران آپریٹنگ خسارہ مبلغ 165.091 ملین روپے تھا، یہ خسارہ خام مال کی قیمتوں میں اضافہ اور کورونا وبا کی وجہ سے عالمی سطح پر اینتھنول کی طلب میں کمی کے باعث ہوا۔ نقصانات کو کم کرنے کے لئے انتظامیہ لاگت کم کرنے کے اقدامات، بہتر مارکیٹنگ اور بہتر سطح پر پلانٹ کو چلانے کے لئے کم قیمت پر خام مال خریدنے کی کوشش کر رہی ہے، ہمیں امید ہے کہ ہم آنے والی سہ ماہی میں اس کے بہتر نتائج حاصل کریں گے۔

چپ بورڈ:

دوران مدت جائزے کے تحت چپ بورڈ پلانٹ نے 155,520 ٹنیں تیار کیں جس کا موازنہ گزشتہ سال 108,225 ٹنیں سے کیا جاسکتا ہے۔ انتظامیہ اچھی اور معیاری مصنوعات بشمول "A" کوالٹی کی ٹینس کی تیاری پر توجہ مرکوز کئے ہوئے ہے۔ ہمیں یقین ہے کہ ہم آنے والے سال میں اس شعبہ کی کارکردگی بہتر ہو جائے گی۔

نا قابل اعتماد صورتحال کے باعث پولی پروٹین پلانٹ کا آپریشن پہلے سے ہی بند ہے۔

اختتام پر اللہ پاک رحمن و رحیم کے حضور سجدہ ریز ہو کر دعا مانگتے ہیں ہمارے نبی سرکارِ دو عالم ﷺ کے وسیلے سے کہ اے اللہ ہماری رہنمائی کرے اور کمپنی قوم اور وطن عزیز کو اپنے حفظ و امان میں رکھے اور بھرپور ترقی عطا کرے۔ ساتھ ہی اللہ پاک سے دعا مانگتا ہوں کہ امت مسلمہ میں امن، چین اور بھائی چارہ پیدا کرے آمین۔

میر اپروردگار یقیناً ہماری دعاؤں کو سنتا ہے۔ (قرآن کریم)

بورڈ آف ڈائریکٹرز کی جانب سے



ہارون اقبال

چیئرمین بورڈ آف ڈائریکٹرز



غففر بابر صدیقی

چیف ایگزیکٹو آفیسر

کراچی:

مورخہ: 27 جولائی 2021ء



ڈائریکٹرز رپورٹ

شروع کرتا ہوں اللہ تعالیٰ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے
اگر تم شکر ادا کرو گے تو میں تم پر (نعمتوں میں) ضرور اضافہ کروں گا (القرآن)

محترم حصص یافتگان،
السلام علیکم،

دیوان شوگر ملز لمیٹڈ کے بورڈ آف ڈائریکٹرز 30 جون 2021ء کو ختم ہونے والی مدت کے غیر محاسبی مالیاتی گوشوارے پیش کرتے ہوئے نہایت مسرت محسوس کر رہے ہیں۔

مالیاتی نتائج:

زیر جائزہ مدت کے دوران مالیاتی نتائج کا خلاصہ درج ذیل ہے:

30 جون 2020 (روپے '000 میں)	30 جون 2021 (روپے '000 میں)	
3,546.820	4,460.995	خالص فروخت
591.950	496.651	مجموعی (خسارہ)
768.333	664.163	(خالص خسارہ) بعد از ٹیکس

کارکردگی کا جائزہ:

شکر کا شعبہ:

پلانٹ نے اپنے کرشنگ کا آغاز مورخہ 9 دسمبر 2020ء کو کیا اور (84 دن) 2 مارچ 2021 تک آپریٹ کیا گیا جس کا موازنہ گزشتہ سال کے (56 دن) سے کیا جاسکتا ہے۔ دوران یزن گنے کی کرشنگ 340,759 میٹرک ٹن، سفید چینی کی پیداوار 33,936 میٹرک ٹن بمعہ اوسط ریکوری %9.97 جبکہ گزشتہ مدت میں گنے کی کرشنگ 230,906 ٹن بمعہ %10.55 کی اوسط ریکوری اور ریفاؤنڈ چینی 24,375 ٹن تھی۔ آپ کی کمپنی کی پیداوار گزشتہ مدت کے مقابلہ میں 39 فیصد زیادہ تھی لیکن گنے کی قیمتوں میں اضافہ، اوسط ریکوری فیصد میں کمی گنے کی فراہمی میں رکاوٹ اور اوسط پیداواری لاگت میں اضافہ اور مالی صلاحیت کی عدم دستیابی کی وجہ سے خاطر خواہ فائدہ نہیں اٹھا سکی۔

دوران مدت شکر کے شعبہ نے مبلغ 565.832 ملین روپے کا خسارہ برداشت کیا جس کا موازنہ گزشتہ سال کی مدت کے 582.809 ملین روپے سے کیا جاسکتا ہے۔ اس خسارہ کی بنیادی وجہ کم ریکوری، خام مال کی قیمتوں میں حکومت کی جانب سے مبلغ 202 روپے سے 65 فیصد زائد اضافہ اور مالی صلاحیت کی کمی کے باعث کرشنگ صلاحیت کا استعمال کم ہوتا تھا۔