

HASEEB WAQAS SUGAR MILLS LIMITED



Company Information

Board of Directors

1. Mr. Raza Mustafa
2. Mian Haseeb Ilyas
3. Mian Waqas Riaz
4. Mrs. Yasmin Riaz
5. Mrs. Zainab Waqas
6. Mrs. Shahzadi Ilyas
7. Mrs. Zakia Ilyas
8. Miss. Aqsa Riaz

Chairman
Director/Chief Executive
Director
Director
Director
Director
Director
Director

Audit Committee

1. Mian Waqas Riaz (Chairman)
2. Mrs. Zakia Ilyas (Member)
3. Mrs. Yasmin Riaz (Member)

Human Resource & Remuneration Committee

1. Mian Waqas Riaz (Chairman)
2. Mrs. Zainab Waqas (Member)
3. Mrs. Zakia Ilyas (Member)

Company Secretary

Mr. Ansar Ahmed, FCA
Tel: 042-35917313
Email: cs@hwgc.com.pk

Chief Financial Officer

Syed Mubashar Hussain Bukhari
Tel: 042-35917313
Email: hwgc@hwgc.com.pk

Auditors

M/s Qadeer & Company
Chartered Accountants
32-A, Lawrence Road, Lahore

Registrar

Hameed Majeed Associates (Pvt.) Limited
H.M. House, 7-Bank Square, Lahore

Mills

Mouza Jagmal, Tehsil Jattoi
District. Muzaffargarh

Registered Office

06-F, Model Town, Lahore
Tel: 042-35917321-23
Fax: 042-35917317
Website: www.hwgc.com.pk

Bankers

National Bank of Pakistan
Sindh Bank Limited
The Bank of Punjab

Legal Advisor

Muhammad Ahsan Khan
(Advocate)



DIRECTORS' REVIEW FOR THE FIRST QUARTER ENDED 31 DECEMBER 2020

Dear Members

The Directors of your Company take pleasure in presenting the un-audited accounts for the period ended 31 December 2020.

FINANCIAL RESULTS

The financial results of the company for the period under review are summarized as follows:

	For the period ended 31 December	
	2020	2019
	(Rupees)	
Net Sales	-	-
Gross (Loss)	(39,420,050)	(42,388,561)
Net (Loss) before tax	(88,430,477)	(111,265,855)
Net (Loss) after tax	(65,229,982)	(85,467,789)
Basic Earning per share	(2.01)	(2.64)

As per order of Supreme Court of Pakistan, we could not operate mills hence incurred losses.

FUTURE OUTLOOK


The management of the Company moved an application to Ministry of Industries, under section 3 of the Punjab Industries (control and enlargement) Ordinance, 1963. The application has been turned down by Ministry of Industries. The management is in the process of moving petition against the same in Lahore High Court, Lahore.

ACKNOWLEDGEMENT

The Board of Directors deeply express their appreciation and pay their gratitude to sugarcane growers, valuable customers, shareholders, banks and Government departments for their continued support, trust, persistent co-operation and patronage which gives strength to pursue our corporate objectives with renewed vigor. The Board also acknowledges the valuable teamwork, devotion and dedication by the executives, employees and workers of the Company.

Lahore
15 October 2021

On behalf of the Board


(Mian Haseeb Ilyas)
Chief Executive



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET

AS AT DECEMBER 31, 2020

		Dec 31, 2020	Sep 30, 2020
	Note	Rupees	Rupees
CAPITAL AND LIABILITIES			
Share Capital and Reserves			
Authorized capital			
35,000,000 (2016: 35,000,000) ordinary shares of Rs. 10 each		350,000,000	350,000,000
Issued, subscribed and paid up capital		324,000,000	324,000,000
Loan from Directors		841,731,639	841,731,639
Capital Reserves			
Surplus on Revaluation of Property		1,367,254,208	1,387,378,418
Revenue Reserves			
Accumulated (loss) / Profit		(3,898,701,226)	(3,853,595,454)
		(1,365,715,379)	(1,300,485,397)
Non Current Liabilities			
Long term financing		496,102,697	-
Liability against assets subject to finance lease		-	-
Deferred liabilities		17,804,720	17,804,720
Deferred taxation		569,623,508	592,824,004
		1,083,530,925	610,628,724
Current Liabilities			
Trade and other payables		775,450,855	806,606,566
Markup on Loans and other Payables		920,559,519	843,616,824
Short term borrowings		656,462,763	656,462,763
Unclaimed dividend		1,443,972	1,443,972
Current portion of non current liabilities		1,156,084,945	1,652,187,642
		3,510,002,054	3,960,317,767
Contingencies and Commitments	4	-	-
		3,227,817,600	3,270,461,094
ASSETS			
Non Current Assets			
Property, plant and equipment	5	3,095,521,362	3,135,153,337
Long term deposits		490,000	490,000
		3,096,011,362	3,135,643,337
Current Assets			
Stores, spares and loose tools		55,892,797	55,892,796
Stock in Trade			
Advances, Deposits, Prepayments and other Receivables		73,170,540	77,230,462
Cash and bank balances		2,742,902	1,694,499
		131,806,239	134,817,757
		3,227,817,600	3,270,461,094

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

Mian Haseeb Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari 3
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Unaudited)

FOR THE QUARTER ENDED DECEMBER 31, 2020

	Note	Un-audited	
		Dec 31, 2020	Dec 31, 2019
		Rupees	
Sales - Net	6	-	-
Cost of goods sold	7	39,420,050	42,388,561
Gross (loss)		(39,420,050)	(42,388,561)
Operating expenses:			
- Administrative and general expenses		2,632,008	3,222,275
		(42,052,058)	(45,610,836)
Other operating income		-	-
(Loss) from operation		(42,052,058)	(45,610,836)
Finance cost		46,378,419	65,655,019
(Loss) before taxation		(88,430,477)	(111,265,855)
Deferred Tax		23,200,496	25,798,066
(Loss)/ profit after taxation		(65,229,982)	(85,467,789)
Earning per share - basic		(2.01)	(2.64)

Mian Haseeb Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (Unaudited)

FOR THE QUARTER ENDED DECEMBER 31, 2020

	Un-audited	
	Dec 31, 2020	Dec 31, 2019
	Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(88,430,477)	(111,265,855)
Adjustments for:		
- Depreciation	39,631,975	42,153,960
- Finance cost	46,378,419	65,655,019
	86,010,394	107,808,979
Operating (loss)/ profit before working capital changes	(2,420,083)	(3,456,876)
(Increase) / decrease in current assets:		
- Stores, spares and loose tools	-	-
- Stock in trade	-	-
- Trade deposits and short term prepayments	4,059,921	(1,494,004)
Increase / (decrease) in current liabilities:		
- Trade and other payables	(31,155,711)	(26,236,586)
	(27,095,790)	(27,730,590)
Cash used in operations	(29,515,873)	(31,187,466)
Gratuity paid	-	-
Finance cost paid	30,564,276	30,564,447
Net cash generated/ used in operating activities	1,048,403	(623,019)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	-	-
Net cash used in investing activities	1,048,403	(623,019)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (Repayment) from long term loans - Net	-	-
Proceeds / (Repayment) from Lease Finance - Net	-	-
Proceeds / (Repayment) from directors' loan - Net	-	-
Proceeds / (Repayment) from short term borrowings - Net	-	254,031
Net cash generated from/ used in financing activities	-	254,031
Net increase in cash and cash equivalents	1,048,403	(368,988)
Cash and cash equivalents at the beginning of the period	1,694,499	1,744,738
Cash and cash equivalents at the end of the period	2,742,902	1,375,750

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

Mian Haseeb Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Unaudited) FOR THE QUARTER ENDED DECEMBER 31, 2020

	Un-audited	
	Dec 31, 2020	Dec 31, 2019
	Rupees	
(Loss) after taxation	(65,229,982)	(85,467,789)
Other comprehensive income	-	-
Total comprehensive (loss) for the period	<u>(65,229,982)</u>	<u>(85,467,789)</u>

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

Mian Haseeb Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER

HAZEL WAGAS SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Unaudited)
FOR THE QUARTER ENDED DECEMBER 31, 2020

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Mian Haseeb Ilyas
CHIEF EXECUTIVE

Raza Mustafa

Raza Mustafa
DIRECTOR

On the

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS.

FOR THE QUARTER ENDED DECEMBER 31, 2020

1 REPORTING ENTITY.

Haseeb Waqas Sugar Mills Limited ("the Company") was incorporated on 13 January 1992 as a Public Limited Company under the repealed Companies Ordinance, 1984. The Company's registered office is situated at 6-F Model Town, Lahore. The mill is situated at Mouza Jagmal Tehsil Jattoi District Muzafargarh. The Company is listed on Pakistan Stock Exchange. The principal activity of the Company is manufacture and sale of refined sugar and its by-products.

2 BASIS OF PREPARATION

These financial statements are unaudited and are being submitted to share holders as required u/s 245 of Companies Ordinance, 1984. These have been prepared in accordance with the International Accounting Standard No. 34 "Interim Financial Reporting" as applicable in Pakistan and notified by Securities and Exchanges Commission of Pakistan (SECP) and shall be read in conjunction with the published audited financial statements for the year ended September 30, 2020.

3 ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computations adopted for the preparation of these financial statements are the same as applied in the preparation of the preceding annual published financial statements of the Company for the year ended September 30, 2020.

4 CONTINGENCIES AND COMMITMENTS

- 4.1 There is no material change in the status of the contingencies and commitments reported in the annual financial statements for the year ended September 30, 2020.

5 PROPERTY, PLANT AND EQUIPMENT

	Unaudited Dec 31, 2020	Audited Sep 30, 2020
	Rupees	
Opening written down value	3,135,153,337	3,303,769,176
Additions / (Deletions) during the period		
- Land	-	-
- Building	-	-
- Plant and machinery	-	-
- Other Assets	-	-
	-	-
	3,135,153,337	3,303,769,176
Depreciation for the period / year	(39,631,975)	(168,615,839)
	3,095,521,362	3,135,153,337



HASEEB WAQAS SUGAR MILLS LIMITED

		Unaudited	
		Dec 31, 2020	Dec 31, 2019
		Rupees	
6 SALES - NET			
- Sugar		-	-
- Molasses		-	-
- Mud		-	-
		-	-
Less: Sales tax and federal excise duty		-	-
		-	-
		-	-
7 COST OF GOODS SOLD			
Raw materials consumed		-	-
Stores and spares consumed		307,929	676,732
Salaries, wages and other benefits		890,481	948,462
Repair and maintenance		6,600	49,287
Depreciation		38,215,040	40,640,516
Others		-	73,564
		39,420,050	42,388,561
Opening work in process		-	-
Closing work in process		-	-
		-	-
Cost of goods manufactured		39,420,050	42,388,561
Opening finished goods		-	-
Closing finished goods		-	-
		-	-
		39,420,050	42,388,561

8 RELATED PARTY TRANSACTIONS

Related parties comprise holding company, subsidiaries and associated undertakings, other related group companies, key management personnel including Chief executive, Directors and Executives and Post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Details of related party transactions and balances are as follows:

		Unaudited	Audited
		Dec 31, 2020	Sep 30, 2020
		Rupees	
8.1 Balances with related parties			
Due to:			
Abdullah Sugar Mills Limited		654,258,699	654,258,699
Haseeb Waqas Trading (Private) Limited		2,204,064	2,204,064
Long term loan from directors		841,731,639	841,631,639

Due to related parties represents balances resulting from related party transactions entered into in ordinary course of business.

9 AUTHORIZATION FOR ISSUE

These condensed interim financial statements are being authorized for issue by the Board of Directors of the Company on October 15, 2021.

10 GENERAL

- Comparative figures have been rearranged / reclassified, wherever necessary, to facilitate comparison.
- Figures have been rounded off to the nearest of rupees.

Mian Haseeb Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER