

1st Quarter

Condensed Interim Financial Statements

For the quarter ended 31 December 2021 (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 Dawood
(Director/Chief Executive)
Yasir Iqbal (Chairman)
Muhammad Nawaz
Muhammad Rashid Rana
Atif Butt
Muhammad Talib
Amjad Abbas

Audit Committee

Muhammad Nawaz	(Chairman/Member)
Atif Butt	(Member)
Amjad Abbas	(Member)

Chief Financial Officer

Sohail Azam Khan

Company Secretary

Saleem Abbas

Internal Auditors

Syed Waqar Ali Bukhari

Auditors

Akhtar Mahmood Mian
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, 2021.

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	(72,714)
Taxation	37,819
Loss after Taxation	(34,985)

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.


MUHAMMAD DAWOOD
(CHIEF EXECUTIVE)

Lahore:

March 01, 2022

ڈائریکٹر کی رپورٹ

محترم ممبران،

السلام وعلیکم،

بورڈ کی جانب سے، میں 31 دسمبر 2021 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۔ 72.714 ملین۔ مالی نتائج درج ذیل ہیں:

(ہزاروں میں روپیہ)

(72.714)

34.819

(34.895)

ٹیکس لگانے سے پہلے نقصان

ٹیکس

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۔

MUHAMMAD DAWOOD
(CHIEF EXECUTIVE)

لاہور:

01 مارچ 2022

ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
As at December 31, 2021

		(Un-Audited) December 31, 2021	(Audited) September 30, 2021
	Notes	RUPEES	
LIABILITIES			
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		1,231,361,902	1,303,207,955
Accumulated loss		(1,912,668,348)	(1,949,619,000)
		111,310,214	146,205,615
NON-CURRENT LIABILITIES			
Long term loans - Unsecured	5	328,094,176	312,752,733
Long term loans - Secured		472,000	1,972,000
Retirement benefit obligations		8,716,711	8,716,711
Deferred tax liability		114,711,096	152,530,540
CURRENT LIABILITIES			
Trade and other payables		2,456,691,240	2,449,801,387
Finance cost payable		304,080,381	290,909,447
Short term borrowings - Secured		18,973,000	18,973,000
Current portion of long term loan from bank		273,798,518	272,798,518
Provision for taxation - net		--	--
		3,053,543,139	3,032,482,352
CONTINGENCIES			
	6	--	--
		3,616,847,336	3,654,659,951
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipments		3,319,362,837	3,362,059,547
Long term deposits		1,826,165	1,826,165
CURRENT ASSETS			
Stores and spares		36,787,271	36,780,360
Stock in trade		150,911,486	150,911,486
Advances, deposits and prepayments		103,401,873	98,685,394
Advance income tax - net		3,479,442	3,412,847
Cash and bank balances		1,078,262	984,152
		295,658,335	290,774,239
		3,616,847,336	3,654,659,951

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

 CHIEF EXECUTIVE OFFICER	 DIRECTOR	 CHIEF FINANCIAL OFFICER
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ABDULLAH SHAH GHAZI SUGAR MILLS LTD
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
For the First Quarter Ended December 31, 2021

	December 31, 2021	December 31, 2020
	RUPEES	
Sales	-	-
Cost of Sales	48,405,818	52,968,355
Gross loss	(48,405,818)	(52,968,355)
OPERATING EXPENSES		
Administrative and general expenses	(3,894,625)	(6,102,799)
Finance cost	(20,630,534)	(8,697,816)
	(24,525,159)	(14,800,615)
Other Income	216,132	-
Loss before taxation	(72,714,846)	(67,768,970)
Taxation	37,819,444	(24,096,657)
Loss after taxation	(34,895,402)	(91,865,627)
Earning Per Share- Basic and diluted	(0.44)	(1.16)

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For The First Quarter Ended December 31, 2021

	December 31, 2021	December 31, 2020
	RUPEES	
Loss for the period	(34,895,402)	(91,865,627)
Other Comprehensive income:		
Transfer from surplus on revaluation of property, plant and equipment	-	-
Related deferred tax	-	-
	-	-
 Total comprehensive income for the 1st Quarter	 <u>(34,895,402)</u>	 <u>(91,865,627)</u>

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

 <hr style="border: 0; border-top: 1px solid black;"/> CHIEF EXECUTIVE OFFICER	 <hr style="border: 0; border-top: 1px solid black;"/> DIRECTOR	 <hr style="border: 0; border-top: 1px solid black;"/> CHIEF FINANCIAL OFFICER
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ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
For The First Quarter Ended December 31, 2021

	December 31, 2021	December 31, 2020
	RUPEES	
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Loss before taxation	(72,714,846)	(67,768,970)
Adjustments for non cash and other items:		
Depreciation	42,696,710	42,568,322
Financial charges	13,176,937	8,697,816
	<u>55,873,647</u>	<u>51,266,138</u>
Cash flow before working capital changes	(16,841,199)	(16,502,832)
Changes in working capital		
(Increase) / decrease in current assets:		
Stores and spares	(6,911)	--
Advances, deposits and prepayments	(4,716,479)	(3,466,634)
	<u>(4,723,390)</u>	<u>(3,466,634)</u>
Increase / (decrease) in current liabilities:		
Trade and other payables	6,889,853	20,817,535
	<u>2,166,463</u>	<u>17,350,898</u>
Cash (used) in operations	(14,674,736)	848,066
Payments for:		
Taxes	(66,592)	21,310
Financial charges	(6,003)	1,894
Gratuity paid	--	161,859
	<u>(72,595)</u>	<u>(185,063)</u>
Net cash used from operating activities	(14,747,331)	663,003
<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	(500,000)	(1,000,000)
Long term loan from related party - unsecured	15,341,443	--
Net cash generated from financing activities	14,841,443	(1,000,000)
	<u>--</u>	<u>--</u>
Net decrease in cash and cash equivalent	94,112	(336,997)
Cash and bank balances at the beginning of the period	<u>984,150</u>	<u>1,520,831</u>
Cash and bank balances at the end of the period	<u>1,078,262</u>	<u>1,183,834</u>

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

 CHIEF EXECUTIVE OFFICER	 DIRECTOR	 CHIEF FINANCIAL OFFICER
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ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For The First Quarter Ended December 31, 2021

	Share capital	Accumulated Loss	Accumulated Loss	Total
RUPEES				
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 year	--	--	(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
Balance as at October 01, 2021	792,616,660	1,303,207,955	(1,949,619,000)	146,205,616
Total comprehensive income for the period	--	--	(34,895,402)	(34,895,402)
Transfer from revaluation surplus on property, plant and equipment		(71,846,053)	71,846,053	--
Balance as at December 31, 2021	792,616,660	1,231,361,902	(1,912,668,348)	111,310,214

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

 CHIEF EXECUTIVE OFFICER	 DIRECTOR	 CHIEF FINANCIAL OFFICER
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ABDULLAH SHAH GHAZI SUGAR MILLS LTD
NOTES TO THE FINANCIAL STATEMENTS
For The First Quarter Ended December 31, 2021

1) STATUTES 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, 2021 Rupees	Audited September 30, 2020 Rupees
5.1	328,094,176	123,416,314
	<u>328,094,176</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% (2020: @ 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) CONTINGENCIES

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, 2021

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, 2022.

9) GENERAL

Figures have been rounded off to the nearest rupee.

		
_____ CHIEF EXECUTIVE OFFICER	_____ DIRECTOR	_____ CHIEF FINANCIAL OFFICER