



Ansari Sugar Mills Limited



**Third
Quarter Accounts
June 30, 2019**



COMPANY PROFILE

BOARD OF DIRECTORS

Noor Muhammad	Non-Executive Director (Independent)
Khawaja Anver Majid	Chief Executive & Executive Director
Waheed Ahmed	Non- Executive Director
Khawaja Aleem Majid	Non- Executive Director
Iqbal Buledi	Non- Executive Director
Dawoodi Morkas	Non- Executive Director
Aurangzeb Khan	Executive Director & Chairman

AUDIT COMMITTEE

Khawaja Aleem Majid	Chairman, Non-Executive Director
Noor Muhammad	Member, Non-Executive Director (Independent)
Dawoodi Morkas	Member, Non Executive Director

HUMAN RESOURCE & REMUNERATION COMMITTEE

Khawaja Aleem Majid	Chairman, Non Executive Director
Noor Muhammad	Member, Non- Executive Director (Independent)
Waheed Ahmed	Member Non- Executive Director

CHIEF FINANCIAL OFFICER Khawaja Muhammad Salman Younis

COMPANY SECRETARY Imran Hameed

BANKERS
National Bank of Pakistan
Sindh Bank Limited
Summit Bank Limited
UBL Bank Limited
MCB Bank Limited
Habib Bank Limited
Bank-Al-Habib Limited

AUDITORS M/s. J.A.S.B Associates & Co. Chartered Accountants.

COST AUDITOR Rao & Co Chartered Accountants
Cost and Management Accountants

LEGAL ADVISOR Kashif Hanif Law Associates

REGISTRAR C&K Management Associates (Pvt) Ltd
404, 4th floor, Trade Tower, Abdullah Haroon Road,
Saddar, Karachi.

REGISTERED OFFICE Deh Jagsiyani, Taluka Tando Ghulam Hayder,
District Tando Mohammad Khan, Hyderabad, Sindh.

CORPORATE OFFICE CL-5/4, State Life Building No. 10,
Abdullah Haroon Road, Karachi

EMAIL ADDRESS ansarisugarmills@omnigroup.com.pk

WEBSITE www.ansarisugar.com.pk

FACTORY Deh Jagsiyani, Taluka Tando Ghulam Hayder
District Tando Muhammad Khan, Sindh.



DIRECTOR'S REPORT

We are pleased to present the financial statements of **Ansari Sugar Mills Ltd.** for the third quarter ended June 30, 2019 along with the directors' report for the period then ended.

June 30,
2019
Pakistani Rupees (PKR)

June 30,
2018

FINANCIAL RESULTS

Sales	278,389,401	1,728,431,371
Gross profit/(Loss)	67,781,283	482,191,430
Pre-tax profit/(Loss)	(390,383,157)	83,615,368

The operating results performance during the crushing season 2018-19 is more fully evident hereunder.

OPERATING RESULTS

Season started		19-12-2018	29-11-2017
No.of Days Operated	Days	79	148
Sugar produced	M.Tons	7,260	44,804
Sugar recovery	%	9.78	11.20
Molasses produced	M.Tons	4,450	19,037
Molasses recovery	%	6.00	4.759

The decline in sales revenue have many reasons mainly due to 12% of total capacity utilization, 79 days of crushing period and without banking facilities and support. This steep fall in production and sales volume has resulted in after tax loss of Rs. 411.96 million.

We would like to mention here that besides all the pressures and uncertain business environment, the company took the initiative to carry on its business activities under extreme difficult situation with full support from the sponsoring directors to ensure the going concern of the company coupled with collective efforts of the entire team of **Ansari Sugar Mills Limited**.

May Allah SWT bestow the strength upon us to see through these abnormal situations successfully, AMEEN!

Acknowledgement

We express our sincerest appreciation to our employees for their dedication and hard work and to our clients, business partners and shareholders for the support and confidence. The board also take this opportunity to express its gratitude to all the employees of **Ansari Sugar Mill Limited** for their untiring efforts.

On behalf of the Board of Directors

Khawaja Anver Majid
Chief Executive Officer

Karachi: Nov 7, 2023

ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرانہائی خوشی کے ساتھ تیسری سہ ماہی مالیاتی تفصیلات پیش کر رہے ہیں جس کا اختتام جون 2019، 30 کو ہوتا ہے۔ انہی کی گزشتہ تین سہ ماہی کی کارکردگی درج ذیل ہے۔

30 جون 2018 30 جون 2019

پاکستانی روپیہ (PKR)

مالیاتی نتائج

278,389,401	1,728,431,371	فروخت
67,781,283	482,191,430	غیر خالص منافع
(390,383,157)	83,615,368	منافع قبل از ادائیگی ٹیکس

انتظامی نتائج برائے کارکردگی کرشنگ سیزن 2018-19 مندرجہ ذیل مکمل طور پر وضع ہے۔

29-11-2017 19-12-2018

148	79	دن	سیزن کا آغاز
44,804	7,260	میٹرک ٹن	چینی کی پیداوار
11.20	9.78	%	شیرے کی برآمدگی
19,037	4.450	میٹرک ٹن	شیرے کی پیداوار
4.759	6.00	%	شیرے کی برآمدگی

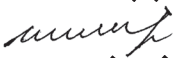
سیل میں کمی کی بہت ساری وجوہات ہیں جس میں زیادہ اہم وجہ ٹوٹل گنجائش کا صرف 12% مل کارکردگی ہے اور یہ کرشنگ سیزن صرف 79 دنوں تک ہی محدود رہا اس کے علاوہ بغیر بینک کی مدد اور سہولت کے بغیر یہ کرشنگ سیزن مکمل ہوا اور کمپنی نے 411.96 ملین کا نقصان اندراج کیا۔

ہم یہاں پر یہ بات بھی ذکر کرنا ضروری سمجھتے ہیں کہ بے پناہ دباؤ اور غیر یقینی کاروباری ماحول کے باوجود کمپنی نے کاروباری معاملات کو مشکل کے ساتھ جاری رکھا اور ہم نے اپنے تمام ممکنہ کوششوں اور انصاری شوگر ملز کی مکمل ٹیم کی کوششوں سے کرشنگ سیزن کو پایہ تکمیل تک پہنچایا ہماری دعا ہے کہ اللہ کمپنی کو ایسے مشکل حالات سے باہر نکالے۔

اعتراف:

ہم اپنے ملازمین کی جانب سے لگن اور انتھک محنت کے لئے اور اپنے کلائنٹ، بزنس پارٹنرز اور شیئر ہولڈرز کی حمایت اور اعتماد کے لئے اپنی مخلصانہ حوصلہ افزائی کا اظہار کرتے ہیں۔ بورڈ اس موقع پر انصاری شوگر مل لمیٹیڈ کے تمام ملازمین کی انتھک کوششوں پر شکرگزاری کا اظہار کرتا ہے۔

منجانب بورڈ آف ڈائریکٹرز



خواجہ انور مجید

چیف ایگزیکٹو آفیسر

7 نومبر 2023، کراچی



BALANCE SHEET AS AT JUNE 30, 2019

		Un-Audited JUNE 30, 2019	Audited September 30, 2018
		------(Rupees)-----	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	6	4,369,676,507	4,412,089,947
Intangible assets		566,519	752,849
Long term investment		-	215,061,649
Long term deposits		1,236,600	1,236,600
		4,371,479,626	4,629,141,045
CURRENT ASSETS			
Stores, spares and loose tools		273,687,875	277,738,084
Stock-in-trade		2,576,780,299	2,378,809,115
Trade debts		210,283,524	274,724,848
Loans and advances		1,453,625,816	1,696,449,812
Tax refunds due from the government		39,006,295	22,648,149
Cash and bank balances		331,789,210	252,795,292
		4,885,173,019	4,903,165,300
		9,256,652,645	9,532,306,345
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital 30,000,000 (2018 : 30,000,000) Ordinary shares of Rs.10 each		300,000,000	300,000,000
Issued, subscribed and paid-up capital	7	561,365,550	561,365,550
Share Premium		317,293,570	317,293,570
General reserves		27,000,000	27,000,000
Equity Reserves		336,000,000	336,000,000
Accumulated losses		(698,463,852)	(313,217,161)
		543,195,268	928,441,959
Surplus on revaluation of fixed assets		1,815,408,950	1,837,318,078
NON CURRENT LIABILITIES			
Long term finances		2,571,817,521	2,600,748,222
Deferred liabilities		807,276,630	790,108,560
Provision for quality premium		264,108,125	264,108,125
		3,643,202,276	3,654,964,907
CURRENT LIABILITIES			
Current portion of long term finances		274,366,378	250,605,100
Short term borrowings		1,636,480,514	2,166,437,111
Trade and other payables		709,262,262	470,582,436
Accrued mark-up		619,667,223	213,062,819
Taxation - net		15,069,775	10,893,935
		3,254,846,151	3,111,581,401
CONTINGENCIES AND COMMITMENTS			
	8	-	-
		9,256,652,645	9,532,306,345

The annexed notes from an integral part of these financial statements.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR



PROFIT AND LOSS ACCOUNT AS AT JUNE 30, 2019

	Quarter Ended		Nine Month Period Ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
----- (Rupees) -----				
Sales - net	237,044,595	743,190,184	278,389,401	1,728,431,371
Cost of sales	(185,906,966)	(537,580,909)	(210,608,118)	(1,246,239,941)
Gross profit	51,137,629	205,609,275	67,781,283	482,191,430
Operating expenses				
Selling and distribution expenses	(3,315,206)	(29,571,844)	(5,401,463)	(33,662,252)
Administrative expenses	(13,074,045)	(43,033,573)	(38,289,611)	(80,565,301)
	(16,389,251)	(72,605,417)	(43,691,074)	(114,227,553)
Operating profit	34,748,378	133,003,858	24,090,209	367,963,877
Other operating income	-	15,518,423	-	17,631,832
Operating profit	34,748,378	148,522,281	24,090,209	385,595,709
Finance cost	(159,607,223)	(166,213,358)	(414,473,366)	(301,980,341)
Loss/(profit) before taxation	(124,858,845)	(17,691,077)	(390,383,157)	83,615,368
Taxation	(21,095,265)	29,361,027	(21,517,348)	(26,371,319)
Loss/(profit) after taxation	(145,954,110)	11,669,950	(411,900,505)	109,986,687
Loss per share - Basic & Diluted	(5.98)	0.48	(16.88)	4.51

The annexed notes from an integral part of these financial statements.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR



CASH FLOW STATEMENT AS AT JUNE 30, 2019

	JUNE 2 0 1 9 ------(Rupees)-----	JUNE 2 0 1 8
Loss before taxation	(390,383,157)	83,615,368
Adjustments for :		
Depreciation	42,413,439	52,048,978
Amortization	186,330	177,381
Finance cost	414,473,366	301,980,341
Provision for gratuity	-	253,201
Gain on disposal of assets	-	(449,594)
Profit On DSC Investment	-	(17,182,238)
	457,073,135	336,828,069
Operating (loss) / profit before working capital changes	66,689,978	420,443,437
Changes in working capital :		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	4,050,209	(16,411,665)
Stock-in-trade	(197,971,184)	(244,189,123)
Tax Refunds Due from the Government	(16,358,146)	-
Trade debts	64,441,322	(97,158,802)
Loans and advances	242,823,996	541,763,760
	96,986,197	184,004,170
Increase in current liabilities:		
Trade and other payables	238,679,829	(18,061,602)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net cash generated from / (used in) operations	402,356,004	586,386,006
Taxes paid	(173,438)	(8,772,834)
Long term staff loans (sanctioned) / received	-	(44,820)
Finance cost paid	(7,868,962)	(299,707,485)
Net cash used in operating activities	394,313,604	277,860,867
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	-	(55,056,756)
Long term deposits received / (paid)	-	113,700
Proceeds from disposal of property plant and equipment	-	3,052,094
Long term investment	215,061,649	
Net cash used in investing activities	215,061,649	(51,890,962)
CASH FLOWS FROM FINANCING ACTIVITIES		
Borrowings obtained during the year	(5,169,424)	24,608,437
Shares Issued	-	317,293,574
Share premium	-	317,293,574
Subordinated Loans	-	(300,000,000)
Net cash flow from financing activities	(5,169,424)	359,195,585
Net decrease in cash and cash equivalents	604,205,829	585,165,490
Cash and cash equivalents at the beginning of the year	(1,908,897,133)	(2,178,779,782)
Cash and cash equivalents at the end of the year	(1,304,691,304)	(1,593,614,292)

The annexed notes from an integral part of these financial statements.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR



STATEMENT OF COMPREHENSIVE INCOME AS AT JUNE 30, 2019

	For the Quarter ended		For the third Quarter ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
	----- (Rupees) -----			
(Loss) / Profit after taxation	(137,875,763)	11,669,950	(411,900,505)	109,986,687
Other comprehensive income	(3,104,939)	7,959,268	(26,653,814)	15,918,536
Total comprehensive Loss / (Profit) for the year	<u>(140,980,702)</u>	<u>19,629,218</u>	<u>(438,554,319)</u>	<u>125,905,223</u>

The annexed notes from an integral part of these financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

STATEMENT OF CHANGES IN EQUITY AS AT JUNE 30, 2019

	Issued, subscribed and paid-up capital	Share Premium	Equity Reserve	General reserve	Unappropriated profit / (Accumulated loss)	Total
	----- (Rupees) -----					
Balance as at September 30, 2017 (Restated)	244,071,980	-	336,000,000.00	27,000,000	(142,940,704)	464,131,276
Profit/(Loss) after taxation	-	-	-	-	(203,078,492)	(203,078,492)
Increase in Share Capital	317,293,570	-	-	-	-	317,293,570
Increase in Share Premium	-	317,293,570	-	-	-	317,293,570
Other Comprehensive Income						
Remeasurement of define benefit liability	-	-	-	-	506,282	506,282
Incremental depreciation on revalued fixed assets - net of tax	-	-	-	-	32,295,753	32,295,753
Balance as at September 30, 2018	<u>561,365,550</u>	<u>317,293,570</u>	<u>336,000,000</u>	<u>27,000,000</u>	<u>(313,217,161)</u>	<u>928,441,959</u>
Balance as at October 01, 2018	561,365,550	317,293,570	336,000,000	27,000,000	(313,217,161)	928,441,959
Profit/(Loss) after taxation	-	-	-	-	(411,900,505)	(411,900,505)
Redemption in Equity Reserve	-	-	-	-	-	-
Increase in Share Capital	-	-	-	-	-	-
Increase in Share Premium	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-
Incremental depreciation on revalued fixed assets - net of tax	-	-	-	-	26,653,814	26,653,814
Balance as at June 30, 2019	<u>561,365,550</u>	<u>317,293,570</u>	<u>336,000,000</u>	<u>27,000,000</u>	<u>(698,463,852)</u>	<u>543,195,268</u>


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR



SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) AS AT JUNE 30, 2019

1. COMPANY AND ITS OPERATIONS

The company is a Public Limited Company incorporated in Pakistan on 09 July 1989 under the Companies Ordinance, 1984 and is listed on Karachi and Lahore Stock Exchanges in Pakistan. The registered office of the company is situated at Deh Jagsiyani, Taluka Tando Mohammad Khan, District Hyderabad, Sindh and the mill is located at registered office. The company is engaged in the manufacturing and sale of white sugar.

2. STATEMENT OF COMPLIANCE

This condensed interim financial report of the company for the 3rd Quarter ended 30 June 2019 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

3. BASIS OF PREPARATION

This condensed interim financial information is unaudited and has been prepared in accordance with the requirements of the International Accounting Standards IAS 34 Interim Financial Reporting as applicable in Pakistan. The condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the Company as at and for the year ended June 30, 2019.

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial report are the same as those applied in the preparation of the financial statements for the year ended June 30, 2019.

4.2 The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing the condensed interim financial information, the significant judgments made by management in applying accounting policies and key sources of estimation were the same as those that were applied to the financial statements as at and for the year ended June 30, 2019.

5. SEASONAL PRODUCTION

Due to seasonal availability of sugarcane, the manufacturing of sugar is carried out during the crushing season and costs incurred/accrued up to the reporting date have been accounted for. Accordingly, the cost incurred/accrued after the reporting date will be reported in the subsequent financial statements.

Un-audited June 30 2019	Audited September 30 2018
(Rupees)	

6. PROPERTY, PLANT AND EQUIPMENT

Opening book value	4,412,089,947	4,453,472,202
Addition during the period	-	31,976,209
Disposal	-	(312,396)
	4,412,089,947	4,485,136,015
Less:		
Depreciation during the period	(42,413,440)	(73,046,068)
Closing book value	4,369,676,507	4,412,089,947

7. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

Ordinary shares of Rs.10 each

2019	2018		Un-audited June 30 2019	Audited September 30 2018
50,025,607	50,025,607	Issued for cash	500,256,074	500,256,074
6,110,948	6,110,948	Issued as bonus share	61,109,480	61,109,480
56,136,555	56,136,555		561,365,554	561,365,554

Un-audited June 30 2019	Audited September 30 2018
(Rupees)	

8. CONTINGENCIES AND COMMITMENTS

There is no change in the status of contingencies as disclosed in the published annual financial statements for the year ended June 30, 2019.

9. RELATED PARTY TRANSACTIONS

The related parties. Amount due from and due to these undertakings are shown under receivables and payables. Transactions with related parties during the period, other than those which have been disclosed elsewhere in these financial statements, are as follows:

Related parties

Ansari Sugar Mills Limited Employees' Provident Fund Trust

Contribution to provident fund

- 3,135,459

10. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on November 07, 2023 by the board of directors.

11. GENERAL

Figures have been rounded off to the nearest rupee.

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR



ANSARI SUGAR MILLS LIMITED

Deh Jagsiyani, Taluka Tando Ghulam Hayder,
District Tando Muhammad Khan Sindh.