



کسبِ کمال کن
کہ عزیز جہاں شوی

رنگ تو باخشت و سنگ چکان تو با حرف و صوت
مُعْجَزَةٌ فَن كِي هِي خُونِ حَسْبُكَ سَمُود



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کسبِ کمال کن
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Corporate Information

Board of Directors

Mr. Syed Anwar Hussain Shahid	Chief Executive
Mr. Farhan Ilyas	Independent Director
Mr. Muhammad Aamir Beg	Independent Director
Ms. Faiza Iftikhar	Independent Director
Mr. Ghias-ul-Hasan	CPL Nominee
Mr. Amjad Javed Aftab	CPL Nominee
Mr. Saif-ur-Rehman	CPL Nominee

Audit Committee

Mr. Farhan Ilyas	Chairman
Mr. Muhammad Aamir Beg	Member
Mr. Amjad Javed Aftab	Member

Human Resource Committee

Mr. Muhammad Aamir Beg	Chairman
Mr. Syed Anwar Hussain Shahid	Member
Mr. Ghias-ul-Hasan	Member

Nomination Committee

Ms. Faiza Iftikhar	Chairperson
Mr. Farhan Ilyas	Member

Risk Management Committee

Mr. Saif-ur-Rehman	Chairman
Mr. Amjad Javed Aftab	Member

Chief Financial Officer

Mr. Imran Ilyas

Company Secretary

Mr. Al-Yousuf

Head of Internal Audit

Mr. Syed Muhammad Usman Afzaal

Auditors

UHY Hassan Naeem & Co.
(Chartered Accountants)
193-A, Shah Jamal
Lahore, Pakistan
Phone No. 042 35403550
Fax No. 042 35403599
E-mail: info@uhy-hnco.com

Legal Advisor

Siddiqui Bari Kasuri & Co.
Advocates & Corporate Legal Consultants
179/180-A, Scotch Corner, Upper Mall, Lahore
Phone No. 042-35758573-74, Fax No. 042-35758572

Share Registrar

Corplink (Pvt.) Limited
Wings Arcade, 1-K Commercial Model Town, Lahore
Phone No. 042 35916714, Fax No. 042 35869037
E-mail: shares@corplink.com.pk

Bankers of the Company

Askari Bank Limited	Soneri Bank Limited
Allied Bank Limited	MCB Bank Limited
Samba Bank Limited	Bank Alfalah Limited
National Bank of Pakistan	United Bank Limited
Habib Metropolitan Bank Limited	Habib Bank Limited
PAIR Investment Company Limited	
Pak China Investment Company Limited	

Islamic Bankers of the Company

Al Baraka Bank (Pakistan) Limited
MCB Islamic Bank Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Meezan Bank Limited

National Tax Number

0225972-9

Sales Tax Registration Number

0409170300137

Registered Address

125-B, Quaid-e-Azam Industrial Estate
Kot Lakhpat, Lahore, Punjab, Pakistan
Phone No. 042 35213491
Fax No. 042 35213490
E-mail: secretary@jsml.com.pk

Mills

Jauharabad, District Khushab,
Punjab, Pakistan
Phone No. 0454 720063-6,
Fax No. 0454 720880

Company Website

www.jsml.com.pk



Nurpur Thal, Khushab

Financial Highlights

Topline

Rs. 4.13 Billions

Bottomline

Rs. 178.37 Millions

Gross Profit

17.47 Percent

Net Profit

4.32 Percent

Acid Test

0.22 Times

Current Ratio

1.00 Times

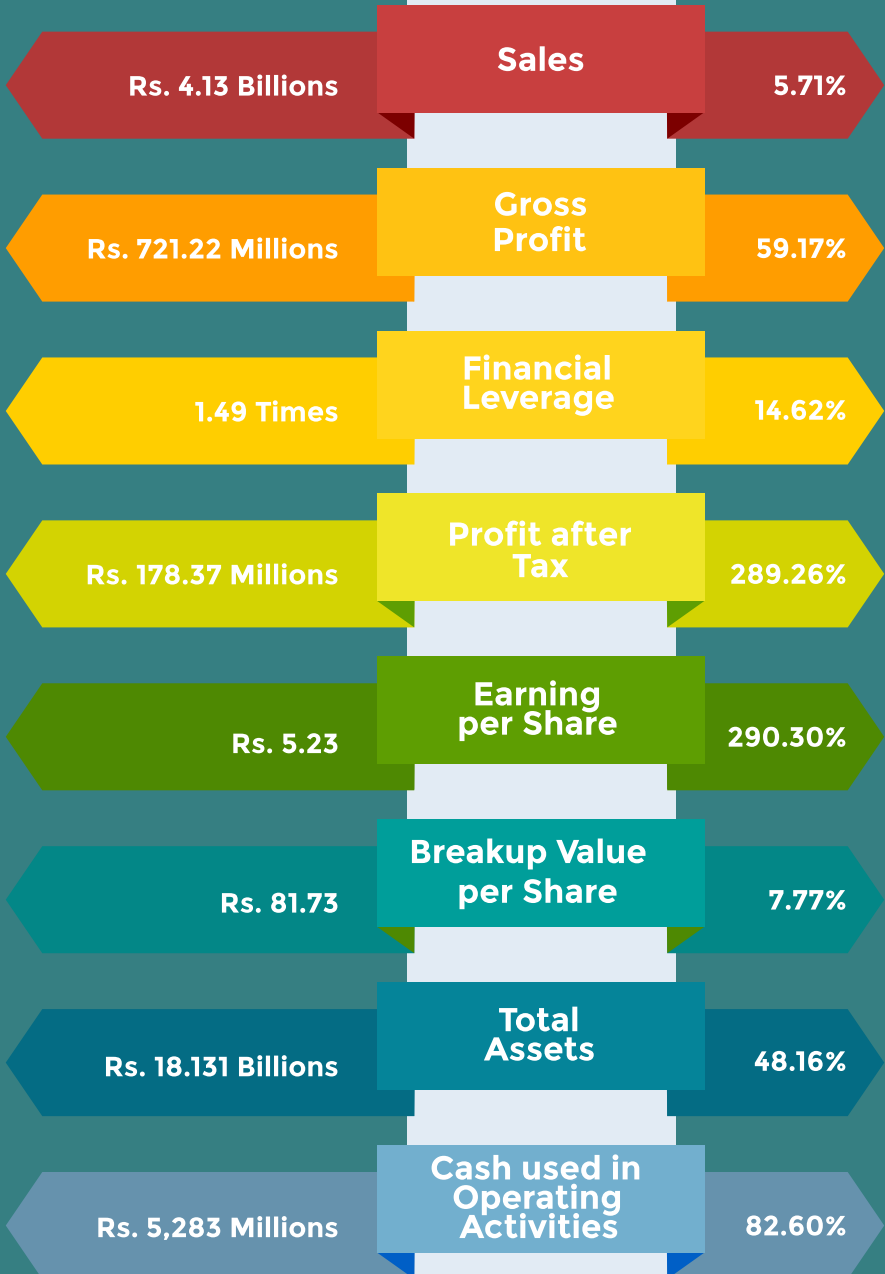
Price Earning

3.46 Times

ROCE

5.78 Percent

Key Performance Indicators



Directors' Report

Dear Members, Assalam-O-Alaikum

On behalf of the Board of Directors and myself, I am pleased to present before you the un-audited financial statements of the Company for the half year ended March 31, 2024 that has duly been reviewed by the external auditors.

Sector Overview

Crushing year 2023/24 sugarcane crop was cultivated on 1,250 thousand hectares, a decrease of 2.34 percent compared to last year's sown area of 1,280 thousand hectares. Sugarcane production remained at 83,500 million metric tons, up by approximate three percent from CY2022/23, due to an increase in per acre yield. The current crushing season turned-out to be a challenging one as, for the last two consecutive years, the Government of Punjab had sharply increased the minimum support price [MSP] of sugarcane by thirty-three [33] percent to Rs. 400 per maund [CY2022/23: Rs. 300 per maund] and the provincial governments had implemented strict administrative policies related to timely payments to growers. Based on favorable MSP coupled with incentive over the support price has encouraged additional area cultivation shifting farmers from other crops to sugarcane for the next season. This accumulative 77.77 percent increase in MSP of over last two years resulted in higher cost of production of sugar in the country. Moreover, sugar production for this year remained close to 6.85 million tons, roughly equating last year's production of 6.86 million tons. This crushing season, the sector instituted with a carry forward stock of 1.5 million tons from CY2022/23, has creating a surplus sugar stock within the country in comparison to historic demand. The Pakistan Sugar Mills Association [PSMA] has urged the government of Pakistan to allow export of surplus sugar in two tranches of 0.5 Million ton each to earn valuable exchange for the country. Sugar prices during the ensuing year has remained depressed mainly due to surplus sugar stock within the country. The government currently is evaluating PSMA's proposal and is shortly expected to approve formal sugar export policy. The company is closely monitoring the whole situation and is hopeful to successfully manage through the present scenario.

Operational Performance

Jauharabad Sugar Mills Limited had started crushing season 2023/24 on November 25, 2023 [CY2022/23: November 25, 2022]. The plant operated for 103 days and closed its crushing as of March 07, 2024 equating the last year number of crushing days. During the current crushing season, BMR and maintenance impact was evident due to which stoppage hours were reduced along with the increase crushing within the same period in comparison to last year. Intense competition was witnessed between the regional mills right from the start of the season, resulted in payment of incentive over minimum support price to the cane growers. Despite this, JSML has managed to crush 657,997 metric tons i.e., up by 01% in comparison to last year crushing. Following operational results for this crushing season have been achieved as compared to previous year.

Year Wise Performance	2022-23	2023-24
Season Start Date	25-Nov-2022	25-Nov-2023
Season End Date	7-Mar-2023	7-Mar-2024
Operational Crushing Capacity (TCD)	9,500	9,500
No. of Effective Working Days	87.95	89.48
[Total Crushing Days]	[103]	[103]
Sugarcane Crushed (M.T)	651,476	657,997
Sugar Recovery (Percentage)	9.86	9.85
Sugar Produced (M.T)	64,198	64,874
Molasses Recovery (Percentage)	4.55	4.02
Molasses Produced (M.T)	29,630	26,450

Management is pleased to disclose that once again Company has paid hundred percent (100%) of its cane liability within twenty-four (24) hours of closing the crushing season 2023/24, a fact that has been published in local newspapers and the same has been intimated to the Cane Commissioner Office vide final SCR-II report dated 8-March-2024.

Financial Performance

The Company has reported a revenue of Rs. 4,127 million (2QRT FY2023: Rs. 3,904 million), primarily due to an increase in sales of sugar. Gross profit rose by 50.47%, and net profit showed a significant improvement with a 289% increase compared to the last year. Despite a substantial 64.45% rise in financial cost driven by higher interbank base rates, the Company has still managed to deliver strong returns to its stakeholders, with earnings per share (EPS) rising by 299% to Rs. 5.23 from Rs. 1.34 last year. The Company expects better contributions from carry-forward stocks of by-products and an upward trend in sugar sale prices by the end of this financial year.

The Company maintains affable relation with all its financial institutions and is current with financial commitments.

Auditors' Report

Auditors of the company are satisfied with the financial performance and its statements thereby authorized issuance of condensed interim financial statements to its members.

No Material changes and commitment affecting the financial position of your Company have occurred between the end of financial reporting period and the date of Director's Report.

For & on Behalf of Board



Syed Anwar Hussain Shahid
Chief Executive

آڈیٹرز کی رپورٹ

کمپنی کے آڈیٹرز مالیاتی کارکردگی اور اس کے حسابات سے مطمئن ہیں لہذا اپنے ارکان کو کنڈیسنڈ عبوری مالیاتی حسابات جاری کرنے کی اجازت دیتے ہیں۔

مالیاتی رپورٹنگ مدت کے اختتام اور ڈائریکٹرز کی رپورٹ کی تاریخ کے درمیان آپ کی کمپنی کی مالی پوزیشن پر اثر انداز ہونے والی کوئی مادی تبدیلیاں اور عزائم واقع نہیں ہوئے ہیں۔

منجانب بورڈ



سید انوار حسین شاہد
چیف ایگزیکٹو

مقابلہ دیکھنے میں آیا، جس کے نتیجے میں گنے کے کاشتکاروں کو کم از کم امدادی قیمت سے زیادہ کی ادائیگی کی گئی۔ اس کے باوجود JSML نے 657,997 میٹرک ٹن گنا کرش کیا ہے یعنی گزشتہ سال کی کرشنگ کے مقابلے میں 01 فیصد زیادہ ہے۔ پچھلے سالوں کے مقابلے اس کرشنگ سیزن کے لیے درج ذیل آپریشنل نتائج حاصل کیے گئے ہیں۔

سال وائر کارکردگی	2022-23	2023-24
سیزن کے آغاز کی تاریخ	25 نومبر 2022	25 نومبر 2023
سیزن کے اختتام کی تاریخ	7 مارچ 2023	7 مارچ 2024
آپریشنل کرشنگ کپیسٹی (TCD)	9,500	9,500
مؤثر ٹریوم کار کی تعداد	87.95	89.48
[کل کرشنگ یوم]	[103]	[103]
گنے کی کرشنگ (میٹرک ٹن)	651,476	657,997
چینی کی ریکوری (فیصد)	9.86%	9.85%
چینی کی پیداوار (میٹرک ٹن)	64,198	64,874
مولاسس کی ریکوری	4.55%	4.02%
مولاسس کی پیداوار	29,630	26,450

کمپنی کی انتظامیہ انتہائی خوشی سے انکشاف کرتی ہے کہ کمپنی نے ایک بار پھر کرشنگ سیزن 2023/24 کے ختم ہونے کے چوبیس (24) گھنٹے کے اندر اپنے گنے کے واجبات کی سو فیصد (100%) ادائیگی کر دی تھی، یہ حقیقت مقامی اخبارات میں بھی شائع کی گئی اور اس کی نشاندہی کین کمشنر آفس نے فائل SCR-II رپورٹ بتاریخ 8 مارچ 2024 کی رُو سے کی ہے۔

مالیاتی کارکردگی

کمپنی نے بنیادی طور پر چینی کی فروخت میں اضافہ کے سبب 4,127 ملین روپے (3,904:2QRT FY2023) ملین روپے) کی آمدنی درج کی۔ مجموعی منافع 50.47 فیصد زیادہ ہوا، اور خالص منافع نے گزشتہ سال کے مقابلے 289 فیصد اضافہ کے ساتھ نمایاں بہتری دکھائی ہے۔ بنیادی طور پر انٹرنیٹ بینک بیس ریٹ بڑھنے کی وجہ سے مالی لاگت میں 64.45 فیصد نمایاں اضافہ کے باوجود بھی کمپنی نے اپنے اسٹیک ہولڈر کے منافع کو برقرار رکھا جو کہ گزشتہ سال کے EPS میں 1.34 روپے سے 299% بڑھ کر 5.23 روپے فی شیئر آمدنی ظاہر کرتا ہے۔ کمپنی کو اس مالی سال کے اختتام پر بانی پراڈکٹس کے کیری فارورڈ اسٹاکس اور چینی کی فروخت قیمت میں اضافہ کے رجحان سے بہتر شراکت کی توقع ہے۔ کمپنی نے تمام اپنے مالی اداروں کے ساتھ بہتر تعلقات کو برقرار رکھا اور مالی وعدوں پر کاربند ہے۔

ڈائریکٹرز کی جائزہ رپورٹ

محترم اراکین، اسلام و علیکم

بورڈ آف ڈائریکٹرز کی جانب سے، میں 31 مارچ 2024 کو ختم ہونے والی پہلی ششماہی کے لئے کمپنی کے غیر نظر ثانی شدہ سہ ماہی مالی حسابات پیش کرتے ہوئے خوشی محسوس کرتا ہوں جن کا بیرونی آڈیٹرز نے باقاعدگی سے جائزہ لیا ہے۔

سیکٹر کا جائزہ

کرشنگ سال 2023/24 میں گنے کی فصل 1,250 ہزار ہیکٹر زپر کاشت کی گئی جو کہ گزشتہ سال کے 1,280 ہیکٹر ز کے رقبہ کے مقابلے 2.34 فیصد کمی تھی۔ گنے کی پیداوار 83,500 ملین میٹرک ٹن رہی، جو کہ فی ایکڑ پیداوار میں کمی کی وجہ سے، مالی سال 2022/23 سے تین فیصد کم ہے۔ موجودہ سال گزشتہ دو مسلسل سالوں سے ایک چیلنجنگ ثابت ہوا کیونکہ حکومت پنجاب نے گنے کی امدادی قیمت میں تینتیس (33) فیصد اضافہ کر کے 400 روپے فی من [CY2022/23: 300 روپے فی من] مقرر کی اور صوبائی حکومتوں نے کاشتکاروں کو ادائیگی سے متعلق سخت انتظامی پالیسیاں نافذ کیں۔ سازگار کم از کم امدادی قیمت کی بنیاد پر امدادی قیمت پر حوصلہ افزائی نے کسانوں کو اگلے سیزن کے لئے دیگر فصلوں سے گنے کی طرف منتقل کرنے کے لئے اضافی علاقے کی کاشت کی حوصلہ افزائی کی ہے۔ پچھلے دو سالوں میں MSP میں اس مجموعی 77.77 فیصد اضافے کے نتیجے میں ملک میں چینی کی پیداواری لاگت میں اضافہ ہوا ہے۔ مزید برآں، اس سال چینی کی پیداوار 6.85 ملین ٹن کے قریب رہی، جو کہ گزشتہ سال کی 6.86 ملین ٹن کی پیداوار کے برابر رہی۔ رواں کرشنگ سیزن میں مالی سال 2022-23 سے 1.5 ملین ٹن کا کیری فارورڈ اسٹاک رکھنے والے اس شعبہ نے تاریخی طلب کے مقابلے میں ملک کے اندر چینی کا وافر ذخیرہ پیدا کر دیا ہے۔ پاکستان شوگر ملز ایسوسی ایشن (PSMA) نے حکومت پاکستان سے مطالبہ کیا ہے کہ وہ وافر چینی کو 0.5 ملین ٹن کی وقفوں میں برآمد کرنے کی اجازت دے تاکہ ملک کے لئے قیمتی زرمبادلہ حاصل کیا جاسکے۔ آئندہ سال کے دوران چینی کی قیمتوں میں کمی واقع ہوئی ہے جس کی بنیادی وجہ ملک کے اندر چینی کا وافر اسٹاک ہے۔ حکومت فی الحال PSMA کی تجویز کا جائزہ لے رہی ہے اور توقع ہے کہ جلد ہی باضابطہ چینی برآمد پالیسی کی منظوری دی جائے گی۔ کمپنی پوری صورتحال پر گہری نظر رکھے ہوئے ہے اور موجودہ منظر نامہ میں کامیابی حاصل ہونے کے لئے پُر امید ہے۔

آپریٹیشنل کارکردگی

جوہر آباد شوگر ملز لمیٹڈ نے کرشنگ سیزن 2023/24 کا آغاز 25 نومبر 2023 [CY2022/23: 25 نومبر 2022] کو کیا۔ پلانٹ گزشتہ سال کے برابر ہی 103 دنوں تک چلایا گیا اور 07 مارچ 2024 کو کرشنگ کا اختتام کیا۔ موجودہ کرشنگ سیزن کے دوران، بی ایم آر اور دیکھ بھال کا اثر واضح تھا جس کی وجہ سے کرشنگ میں اضافہ کے ساتھ ساتھ رکھنے کے اوقات کو گزشتہ سال کے مقابلے میں کم کیا گیا۔ سیزن کے آغاز سے ہی علاقائی ملوں کے درمیان شدید

Independent Auditors' Review Report

To the Members of Jauharabad Sugar Mills Limited
Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Jauharabad Sugar Mills Limited ("the Company") as at March 31, 2024 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarter ended March 31, 2023 and 2024 have not been reviewed, as we are required to review only the cumulative figures for the six-month period ended March 31, 2024.

Scope of Review


We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of interim Financial Information Performed by the Independent Auditor of the entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Mr. Ibne Hasan.

Lahore May 21, 2024
UDIN: RR2024103005SxoPslHY


UHY Hassan Naeem & Co.
Chartered Accountants



Condensed Interim Statement of Financial Position (Un-audited)

As at March 31, 2024


	Note	Un-audited Mar 31 2024 (Rupees in thousands)	Audited Sep 30 2023
Assets			
Non-current assets			
Property, plant and equipment	5	9,930,414	9,814,897
Intangible assets		43	52
Long term deposits		54,091	3,091
		<u>9,984,548</u>	<u>9,818,040</u>
Current assets			
Stores, spare parts and loose tools		194,849	298,493
Stock-in-trade		6,392,306	1,524,695
Loans and advances		430,640	294,338
Trade debts- unsecured considered good		439,490	5,570
Trade deposits and short term prepayments		95,292	83,850
Other receivables		22,221	22,221
Tax refunds due from the government		182,997	94,348
Short term investments		14,863	14,871
Cash and bank balances		373,652	80,518
		<u>8,146,310</u>	<u>2,418,904</u>
Total Assets		<u>18,130,858</u>	<u>12,236,944</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
May 27, 2024


Syed Anwar Hussain
Chief Executive


Ghias-ul-Hasan
Director


Imran Ilyas
Chief Financial Officer

Condensed Interim Statement of Financial Position (Un-audited)


As at March 31, 2024


	Note	Un-audited Mar 31 2024 (Rupees in thousands)	Audited Sep 30 2023
Share capital and reserves			
Authorized share capital		700,000	700,000
Share capital		341,285	341,285
Capital reserves:			
Share premium		372,403	372,403
Revenue reserves:			
Accumulated profits		1,201,036	1,000,144
Loan from sponsors		874,598	874,598
Revaluation surplus on property, plant and equipment - net of tax	6	6,219,847	6,276,499
Total Equity		9,009,169	8,864,929
Non-current liabilities			
Long term loans from banking companies - secured		-	-
Liability against assets subject to finance lease		411	2,233
Deferred liabilities		977,828	1,017,710
		978,239	1,019,943
Current liabilities			
Trade and other payables		506,884	883,433
Unclaimed dividend		1,809	1,640
Current portion of:			
- Long term loans from banking companies - secured		-	-
- Liability against assets subject to finance lease		1,229	727
- Government grant		-	-
Accrued mark-up		284,861	99,700
Short term borrowings - secured	7	7,206,914	1,276,443
Provision for taxation		141,753	90,129
		8,143,450	2,352,072
Contingencies and commitments	8	18,130,858	12,236,944

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
May 27, 2024


Syed Anwar Hussain
Chief Executive


Ghias-ul-Hasan
Director


Imran Ilyas
Chief Financial Officer

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the Half Year Ended March 31, 2024

	Note	Six month period ended March 31		Three month period ended March 31	
		2024	2023	2024	2023
(Rupees in thousands)					
Sales - net	9	4,127,353	3,904,263	1,671,309	1,945,753
Cost of sales	10	(3,406,131)	(3,451,145)	(1,157,649)	(1,629,209)
Gross profit		721,222	453,118	513,660	316,544
Operating expenses:					
Administrative expenses		(149,049)	(139,878)	(93,952)	(90,860)
Distribution cost		(9,931)	(9,580)	(6,271)	(8,118)
		(158,980)	(149,458)	(100,223)	(98,978)
Operating profit		562,242	303,660	413,437	217,566
Finance cost		(387,346)	(235,564)	(334,146)	(202,977)
Other income/(expense)		15,214	1,953	18,125	3,145
Profit before taxation		190,110	70,049	97,416	17,734
Taxation	11	(11,742)	(24,227)	24,521	(6,822)
Profit after taxation		178,368	45,822	121,937	10,912
Earnings per share (Rupees)					
Basic & diluted		5.23	1.34	3.57	0.32

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Syed Anwar Hussain
Chief Executive



Ghias-ul-Hasan
Director



Imran Ilyas
Chief Financial Officer

Lahore:
May 27, 2024

Condensed Interim Statement of Other Comprehensive Income (Un-audited)

For the Half Year Ended March 31, 2024


	Six month period ended March 31		Three month period ended March 31	
	2024	2023	2024	2023
	(Rupees in thousands)			
Profit after taxation	178,368	45,822	121,937	10,912
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>178,368</u>	<u>45,822</u>	<u>121,937</u>	<u>10,912</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
May 27, 2024


Syed Anwar Hussain
Chief Executive


Ghias-ul-Hasan
Director


Imran Ilyas
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

For the Half Year Ended March 31, 2024


	Six month period ended March 31	
	2024	2023
	(Rupees in thousands)	
Cash flow from operating activities		
Profit before taxation	190,110	70,049
Adjustments for:		
Depreciation	151,818	148,104
Amortization	9	13
Loss/(gain) on disposal of property, plant and equipment	-	387
Provision for WPPF	10,046	3,687
Government grant	-	(1,191)
Finance cost	387,346	235,564
	549,219	386,564
Profit before working capital changes	739,329	456,613
Working capital changes		
Stores, spare parts and loose tools	103,644	58,324
Stock in trade	(4,867,611)	(2,204,399)
Loans and advances	(136,302)	82,609
Trade debts- unsecured considered good	(433,920)	(734,209)
Trade deposits and short term prepayments	(11,442)	(10,031)
Other receivables	-	-
Trade and other payables	(372,581)	(379,518)
	(5,718,212)	(3,187,224)
Cash used in operations	(4,978,883)	(2,730,611)
Finance cost paid	(201,837)	(118,383)
Taxes paid	(88,649)	(30,092)
WPPF paid	(14,013)	(14,258)
Net cash used in operating activities	(5,283,382)	(2,893,344)

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
May 27, 2024


Syed Anwar Hussain
Chief Executive


Ghias-ul-Hasan
Director


Imran Ilyas
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

For the Half Year Ended March 31, 2024


	Six month period ended	
	2024	2023
	March 31	
	(Rupees in thousands)	
Cash flow from investing activities		
Addition to fixed assets	(267,335)	(540,290)
Long term deposits	(51,000)	(291)
Proceeds from sale of fixed assets	-	2,107
Net cash used in investing activities	(318,335)	(538,474)
Cash flow from financing activities		
Long term finances	-	(9,430)
Lease rentals paid	(1,669)	(1,286)
Dividend paid	(33,959)	(34,362)
Loan from associates	-	16,290
Net cash used in financing activities	(35,628)	(28,788)
Net decrease in cash and cash equivalents	(5,637,345)	(3,460,607)
Cash and cash equivalents at the beginning of the period	(1,181,054)	(1,103,267)
Cash and cash equivalents at the end of the period	(6,818,399)	(4,563,874)
Cash and cash equivalents comprise of following statement of financial position amounts:		
- Short term investments	14,863	15,000
- Cash and bank balances	373,652	67,233
- Short term borrowings	(7,206,914)	(4,646,107)
	(6,818,399)	(4,563,874)

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
May 27, 2024


Syed Anwar Hussain
Chief Executive


Ghias-ul-Hasan
Director


Imran Ilyas
Chief Financial Officer

Condensed Interim Statement of Changes in Equity (Un-audited)


For the Half Year Ended March 31, 2024


	Share Capital	Share Premium	Accumulated profits (Rupees in thousands)	Loan from Sponsors	Revaluation Surplus	Total
Balance as on October 01, 2022 (audited)	341,285	372,403	709,072	709,047	6,389,466	8,521,273
Profit after taxation	-	-	45,822	-	-	45,822
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	45,822	-	-	45,822
Transactions made during the period	-	-	-	16,290	-	16,290
Transfer of incremental depreciation (net of tax)	-	-	59,515	-	(59,515)	-
Final dividend paid for the year ended September 30, 2022 (Rs. 1 per share)	-	-	(34,128)	-	-	(34,128)
Balance as on March 31, 2023 (un-audited)	341,285	372,403	780,281	725,337	6,329,951	8,549,257
Balance as on October 01, 2023 (audited)	341,285	372,403	1,000,144	874,598	6,276,499	8,864,929
Profit after taxation	-	-	178,368	-	-	178,368
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	178,368	-	-	178,368
Transactions made during the period	-	-	-	-	-	-
Transfer of incremental depreciation (net of tax)	-	-	56,652	-	(56,652)	-
Final dividend paid for the year ended September 30, 2023 (Rs. 1 per share)	-	-	(34,128)	-	-	(34,128)
Balance as on March 31, 2024 (un-audited)	341,285	372,403	1,201,036	874,598	6,219,847	9,009,169

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
May 27, 2024


Syed Anwar Hussain
Chief Executive


Ghias-ul-Hasan
Director


Imran Ilyas
Chief Financial Officer

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Half Year Ended March 31, 2024

1 Reporting entity

Jauharabad Sugar Mills Limited "the Company" (formerly known as Kohinoor Sugar Mills Limited) was incorporated in Pakistan in 1968 under the repealed Companies Act, 1913 (now Companies Act, 2017). The shares of the Company are listed on the Pakistan Stock Exchange. The registered office of the Company is situated at 125-B, Quaid-e-Azam Industrial Estate, Gate No. 4, Kot Lakhpat, Lahore, and the mill is located at Jauharabad, District Khushab, Pakistan. The production plant is located at Industrial Area Jauharabad City, District Khushab in the province of Punjab. The principal activity of the Company is manufacturing and sale of sugar and its by-products.

2 Basis of preparation

2.1 Statement of compliance

These Condensed interim financial statements comprise the condensed interim statement of financial position of the company as at March 31, 2024 and the related condensed interim statement of comprehensive income, the condensed interim statement of cash flows and the condensed interim statement of changes in equity together with the notes forming part thereof.

These condensed interim financial statements have 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) and Islamic Financial Accounting Standards ("IFAS") issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017;
- 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 condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements as at and for the year ended September 30, 2023. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of September 30, 2023, whereas comparatives for condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity and related notes are extracted from condensed interim financial statements of the Company for the Six month period ended March 31, 2024.

2.2 Basis of measurement

These condensed interim financial statements has been prepared under the historical cost convention except for the Company's freehold land, building and plant & machinery which are stated at revalued amount.

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Half Year Ended March 31, 2024

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees which is the functional and presentation currency of the Company.

2.4 Critical accounting estimates and judgments

Judgments and estimates made by management in the preparation of these condensed interim financial statements are the same as those applied to the preceding annual published financial statements of the Company for the year ended September 30, 2023.

3 Accounting policies and computation methods

3.1 The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Company for the year ended September 30, 2023.

3.2 There were certain other new standards and amendments to the approved accounting standards which became effective during the period but are considered not to be relevant or have any significant effect on the Company's operations and are, therefore, not disclosed.

4 Seasonality of operations

The Company is inter-alia, engaged in manufacturing of sugar for which the season begins in November / December and ends in March / April. Therefore, majority of the expenses are incurred and production activities are undertaken in first half of the Company's financial year thus increasing volume of inventories and current liabilities at the end of the six months.

	Note	Un-audited Mar 31 2024 (Rupees in thousands)	Audited Sep 30 2023
5 Property, plant and equipment			
Property, plant and equipment	5.1	9,928,621	9,813,104
Capital work-in-progress		1,793	1,793
		<u>9,930,414</u>	<u>9,814,897</u>
5.1 Property, plant and equipment			
Balance at beginning of the period / year		9,813,104	9,508,137
Add: Revaluation surplus		-	-
Add: Additions during the period / year		267,335	605,431
Transfer from CWIP		-	4,690
Less: Book value of operating assets disposed - off during the period / year		-	(3,109)
		<u>10,080,439</u>	<u>10,115,149</u>
Depreciation charged during the period / year		(151,818)	(302,045)
		<u>9,928,621</u>	<u>9,813,104</u>

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Half Year Ended March 31, 2024

		Un-audited Mar 31 2024 (Rupees in thousands)	Audited Sep 30 2023
6 Revaluation surplus on property, plant and equipment - net of tax			
Land		4,112,812	4,112,812
Building		249,113	249,113
Plant and machinery		3,362,806	3,362,806
		7,724,731	7,724,731
Less: Accumulated incremental depreciation		(644,264)	(564,472)
		7,080,467	7,160,259
Less: Deferred tax liability			
Opening balance		883,760	932,042
Incremental depreciation for the period		(23,140)	(48,282)
		860,620	883,760
		6,219,847	6,276,499

	Sanction limit 'Rupees in thousand'	Note	Un-audited Mar 31 2024 (Rupees in thousands)	Audited Sep 30 2023
7 Short term borrowings - secured				
Mark-up based borrowings from Conventional Banks				
Running finance	350,000	7.1	133,568	329,460
Cash finance	4,500,000	7.1	3,898,565	450,013
Term Finance	450,000	7.1	450,000	33,333
	5,300,000		4,482,133	812,806
Islamic mode of financing				
Murabaha / Istisna	1,975,000	7.2	1,974,836	263,652
Bai salam	750,000	7.2	749,945	199,985
	2,725,000		2,724,781	463,637
	8,025,000		7,206,914	1,276,443

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Half Year Ended March 31, 2024

7.1 These facilities have been obtained from various conventional banks to meet working capital requirements and are secured by charge over current and future assets (fixed and current) of the Company, pledge of sugar stock, lien over import documents and personal guarantees of sponsors and corporate guarantee of Cane Processing (Private) Limited (Holding Company).

These facilities carry mark-up at the rates ranging from 1 month KIBOR + 2.00% to 3 months KIBOR + 2.50% per annum payable quarterly.

7.2 These facilities have been obtained from various Islamic banks to meet working capital requirements and are secured by charge over current and future assets (fixed and current) of the Company, pledge of sugar stock, pledge of share of company, lien over import documents, and personal guarantees of sponsors and corporate guarantee of Cane Processing (Private) Limited (Holding Company).

These facilities carry mark-up at the rates ranging from matching KIBOR + 2.25% to matching KIBOR + 2.50% per annum.

7.3 The loans from sponsors of the Company are subordinated under subordination agreement.

8 Contingencies and commitments

8.1 Contingencies

There is no material change in contingencies from the period audited financial statements of the Company for the year ended September 30, 2023.

8.2 Commitments

Commitments in respect of irrevocable letter of credits for stores and spares at the period end is Nil (September 30, 2023: Nil).

	Un-audited Six month period ended March 31		Un-audited Three month period ended March 31	
	2024	2023	2024	2023
	(Rupees in thousands)			
9 Sales - net				
Local	4,826,703	4,118,892	1,942,893	1,824,595
Export	-	329,497	-	329,497
	4,826,703	4,448,389	1,942,893	2,154,092
Less:				
Sales tax	(696,819)	(541,371)	(271,111)	(207,873)
Commission	(2,531)	(2,755)	(473)	(466)
	4,127,353	3,904,263	1,671,309	1,945,753

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Half Year Ended March 31, 2024

	Un-audited Six month period ended March 31		Un-audited Three month period ended March 31	
	2024	2023	2024	2023
	(Rupees in thousands)			
10 Cost of sales				
Raw material cane purchased and consumed	7,680,605	5,088,898	5,388,871	3,252,634
Salaries, wages and other benefits	147,036	132,030	99,424	92,486
Chemicals, fuel, lubes and packing material	167,717	147,483	116,334	118,798
Manufacturing expenses	129,593	141,978	65,157	88,086
Depreciation	148,782	145,142	72,727	74,183
Amortization	9	13	5	7
	8,273,742	5,655,544	5,742,518	3,626,194
Opening work-in-process	5,414	3,115	160,201	127,182
Closing work-in-process	(5,228)	(5,281)	(5,228)	(5,281)
Cost of goods manufactured	8,273,928	5,653,378	5,897,491	3,748,095
Opening stock of finished goods	1,519,281	1,570,250	1,647,236	1,653,597
	9,793,209	7,223,628	7,544,727	5,401,692
Closing stock of finished goods	(6,387,078)	(3,772,483)	(6,387,078)	(3,772,483)
Cost of sales	3,406,131	3,451,145	1,157,649	1,629,209

11 Taxation

Provision for taxation for the period has been calculated as per the requirements of Income Tax Ordinance, 2001.

12 Transactions with related parties

The related parties comprise directors of the Company, key employees, provident fund trust, associated undertakings and holding company. Details of transactions with related parties, other than those which have been specially disclosed elsewhere in these financial statements are as follows:

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Half Year Ended March 31, 2024

Relationship	Nature of transaction	Un-audited Mar 31 2024 (Rupees in thousands)	Audited Sep 30 2023
Post employment benefit plan	Provident fund contribution paid	2,938	4,093
Cane Processing (Pvt) Limited	Loan repaid during the period / year	-	1,710
Loan from sponsors	Loan received during the period / year	-	127,500
	Loan repaid during the period / year	-	160,309

13 Financial Risk Management

The Company activities expose it to a variety of financial risk: market risk (including currency risk, fair value interest risk, cash flow interest risk and price risk), credit risk and liquidity risk.

The interim financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at September 30, 2023.

14 Date of authorization

These un-audited condensed interim financial statements were authorized for issue on May 27, 2024 by the Board of Directors of the Company.

15 General

15.1 Figures have been rounded off to the nearest thousand Rupees.

Lahore:
May 27, 2024



Syed Anwar Hussain
Chief Executive



Ghias-ul-Hasan
Director



Imran Ilyas
Chief Financial Officer

Jama Punji Information

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The website link of Jama Punji is available at the website of Jauharabad Sugar Mills Limited for the convenience and facilitation of shareholders and investors.

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