



**AL-NOOR SUGAR MILLS LIMITED**

Half Yearly Results for the period  
1st October 2023 to 31st March, 2024

# Company Information

## BOARD OF DIRECTORS

MR. ZIA ZAKARIA  
MR. NOOR MOHAMMAD ZAKARIA  
MR. MUHAMMAD SALIM AYOOB  
MR. ASAD AHMAD MOHIUDDIN  
MS. MUNIFA AYOOB  
MR. FARRUKH YASEEN (Independent Director)  
MR. KHURRAM AFTAB (Independent Director)

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### BOARD AUDIT COMMITTEE

MR. KHURRAM AFTAB  
MR. ZIA ZAKARIA  
MS. MUNIFA AYOOB

### HUMAN RESOURCE AND REMUNERATION COMMITTEE

MR. KHURRAM AFTAB  
MR. ZIA ZAKARIA  
MR. NOOR MOHAMMAD ZAKARIA

### CHIEF FINANCIAL OFFICER

MR. MUHAMMAD HANIF CHAMDIA

### COMPANY SECRETARY

MR. MOHAMMAD YASIN MUGHAL  
FCMA

### AUDITORS

M/S KRESTON HYDER BHIMJI & CO.  
Chartered Accountants

### LEGAL ADVISOR

MR. IRFAN  
Advocate

### REGISTERED OFFICE

96-A, Sindhi Muslim Society, Karachi-74400 Tel: 34550161-63 Fax: 34556675  
Website: [www.alnoorsugar.co](http://www.alnoorsugar.co)

### REGISTRAR & SHARES REGISTRATION OFFICE

C & K Management Associates (Pvt) Ltd.  
M-13, Progressive Plaza, Civil Lines Quarter  
Near P.I.D.C., Beaumont Road, Karachi-75530

### FACTORY

Shahpur Jahania, P.O. Noor Jahania,  
Taluka Moro,  
District Shaheed Benazir Bhutto Abad  
(Nawabshah)

## DIRECTORS' REPORT

Dear Members Asslamu-o- Alaikum

With great pleasure I am pleased to place before you, on behalf of the Board, the un-audited financial statements of your company for the period ended March 31, 2024. These statements have been reviewed by the statutory Auditors as required under the Code of Corporate Governance.

Salient features of production and Financial Statements are as under:

<b>PRODUCTION DATA</b>	<b>March 31, 2024</b>	<b>March 31, 2023</b>
Sugarcane crushed (M Tons)	<b>1,109,983</b>	789,713
Sugar produced (M Tons)	<b>119,117</b>	79,575
Sugar recovery percentage	<b>10.73</b>	10.09
Molasses produced (M Tons)	<b>49,750</b>	36,100
MDF Production (Cubic Meters)	<b>38,772</b>	34,050

<b>FINANCIAL DATA</b>	<b>(Rupees in thousands)</b>	
Sales revenue	<b>9,235,940</b>	6,273,720
Cost of sales	<b>(7,619,585)</b>	(5,671,138)
Gross profit	<b>1,616,355</b>	602,582
Distribution cost	<b>(78,585)</b>	(42,299)
Administrative expenses	<b>(548,619)</b>	(457,490)
Other expenses	<b>(22,425)</b>	(6,614)
Financial cost	<b>(734,655)</b>	(484,866)
Share of profit from associate	<b>66,419</b>	296,333
Other Income	<b>26,673</b>	14,342
Profit / (loss) before taxation	<b>325,163</b>	(78,012)
Provision for taxation	<b>(221,280)</b>	(8,353)
Profit / (loss) after taxation	<b>103,883</b>	(86,365)
Profit / (loss) per share	<b>Rs.5.07</b>	Rs.(4.22)

Segment wise performance is elaborated as under:

### SUGAR DIVISION

The sugarcane crop was comparatively better than in the corresponding period of last year. For the crushing season, the Government of Sindh set the minimum support price of sugarcane at Rs.425/= as compared to Rs.302/= per forty kgs of cane last year. This reflects an increase of 40.73 percent in the cost of raw material which has impacted the cost of production of sugar.

The mill crushed 1,109,983 metric tons of cane compared to 789,713 metric tons last year. Sugar production increased to 119,117 metric tons from 79,575 metric tons last year, an increase of 39,542 metric tons or 49.69 percent. The increase was primarily due to enhanced availability of raw material in the mill's vicinity. The recovery rate improved from 10.09 percent to 10.73 percent.

Due to increased production of sugar and carryover stock from previous year, sugar price remained under pressure. It is crucial for the government to allow sugar export to sustain the minimum support of sugarcane paid to the farmers during the current year and protect the future of sugar industry as a whole.

#### **MDF BOARD DIVISION**

During the period under review the MDF Board division produced 38,772 cubic meters of sheets in various thickness as against 34,050 cubic meters produced in the same period last year. The production increased by 4,722 cubic meters or 13.87 percent due to availability of raw material the required volume.

#### **FUTURE OUTLOOK**

In the current crushing season, the Government of Sindh increased the raw material cost from Rs.302/= to Rs.425/= per forty kgs of cane. This has benefited the growers with higher return on their crops, which is expected to boost sugarcane cultivation in the next season.

It is very important of Government of Pakistan to note that due to favorable support price of sugarcane, Pakistan has evolved into surplus sugar producing country. Prudent and positive export policies are required to ensure the sustainability of sugar industry and the farmers, as well as to gain valuable foreign exchange earnings for the country.

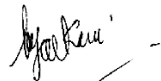
However, there are significant internal and external uncertainties affecting the future outlook. Global recessionary trends, declining demand, supply chain disruptions due to prolonged Russian-Ukrain conflict, and Middle East tensions are major concerns. Domestically, Pakistan faces financial challenges, higher financial cost and increased taxation burden.

The management is well aware of challenges and taking necessary measures to mitigate negative impacts and enhanced the contributions of sugar and board division to company's overall performance.

#### **BOARD OF DIRECTORS**

During the period under consideration there was no change in the composition of the Board of Directors of the Company.

The directors also wish to place on record their appreciation to the dedicated work and commitment of all the stakeholders who extended their services to sustain all operation of the Company. Please pray to Almighty Allah to guide/help us to achieve the desired goals. (Ameen)



**NOOR MOHAMMAD ZAKARIA**  
MANAGING DIRECTOR / CEO

Karachi:

Dated: May 28, 2024



**ZIA ZAKARIA**  
CHAIRMAN



**Independent Auditor's Review Report  
To the members of Al-Noor Sugar Mills Limited  
Report on Review of Condensed Interim Financial Statements**

**INTRODUCTION:**

We have reviewed the accompanying condensed interim statement of financial position of **AL-NOOR SUGAR MILLS LIMITED** ("the Company") as of March 31, 2024, and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim 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 quarters ended March 31, 2024 and March 31, 2023 have not been reviewed, as we were required to review only the cumulative figures for the half year ended March 31, 2024.

**SCOPE OF REVIEW:**

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed 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 condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner of the review resulting in this independent auditor's report is Shaikh Mohammad Tanvir.

*Kreston Hyderabad*

Chartered Accountants  
Karachi.

Date: May 29, 2024  
UDIN: RR202410225oFtxuRXEv

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**OTHER OFFICES LAHORE - FAISALABAD - ISLAMABAD**

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**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)  
AS AT MARCH 31, 2024**

	Note	Un-Audited March 2024	Audited September 2023
(Rupees in '000)			
<b>ASSETS</b>			
<b>NON - CURRENT ASSETS</b>			
Property, plant and equipment	4	9,502,501	9,658,817
Right-of-use assets	5	15,481	19,364
Intangible asset	6	1,760	835
Long term investments	7	2,160,536	2,160,113
Long term loans to employees		7,285	8,047
Long term deposits		5,563	5,563
		<b>11,693,126</b>	<b>11,852,739</b>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		634,383	649,745
Stock in trade		11,864,238	4,254,523
Trade debts		621,271	405,286
Loans and advances		126,983	138,479
Trade deposits and short term prepayments		20,925	10,601
Other receivables		194,064	190,139
Short term investment		3,706	102,894
Income tax refundable-net of provision		398,802	329,659
Cash and bank balances		407,367	179,359
		<b>14,271,739</b>	<b>6,260,685</b>
		<b>25,964,865</b>	<b>18,113,424</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised Capital		500,000	500,000
50,000,000 ordinary shares of Rs.10 each			
Issued, subscribed and paid-up capital		204,737	204,737
Revenue Reserve			
General reserve		1,000,000	1,000,000
Unappropriated profit		1,367,691	1,314,719
Share of associate's unrealised (loss) on remeasurement of its investments at fair value through other comprehensive income (OCI)		(2,484)	(2,484)
Capital Reserve Surplus on revaluation of Property, plant and equipment		5,033,640	5,166,992
		<b>7,603,584</b>	<b>7,683,964</b>
<b>NON-CURRENT LIABILITIES</b>			
Long term financing		1,647,219	1,786,793
Lease liability against right-of-use asset		6,623	10,970
Deferred taxation		1,938,918	1,894,771
		<b>3,592,760</b>	<b>3,692,534</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		3,839,988	3,664,766
Accrued finance cost		450,631	208,513
Short term borrowings		9,674,244	1,905,016
Unclaimed dividend		11,612	10,101
Current portion of long term financing		784,149	942,065
Current portion of lease liability against right-of-use asset		7,897	6,465
		<b>14,768,521</b>	<b>6,736,926</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	8	-	-
		<b>25,964,865</b>	<b>18,113,424</b>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

  
**NOOR MOHAMMAD ZAKARIA**  
Chief Executive Officer

  
**ZIA ZAKARIA**  
Chairman

  
**MUHAMMAD HANIF CHAMDIA**  
Chief Finance Officer

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED)  
FOR THE HALF YEAR ENDED MARCH 31, 2024**

	Note	For the half year		For the quarter	
		October to March 2024	2023	January to March 2024	2023
(Rupees in '000)					
Sales		9,235,940	6,273,720	3,156,973	2,166,219
Cost of sales	9	(7,619,585)	(5,671,138)	(2,819,330)	(1,725,499)
Gross profit		1,616,355	602,582	337,643	440,720
Profit from trading activities		-	-	-	3,952
		1,616,355	602,582	337,643	444,672
Distribution cost		(78,585)	(42,299)	(37,194)	(21,385)
Administrative expenses		(548,619)	(457,490)	(280,031)	(196,502)
Other expenses		(22,425)	(6,614)	31,126	(26,593)
		(649,629)	(506,403)	(286,099)	(244,480)
		966,726	96,179	51,544	200,192
Other income		26,673	14,342	21,752	3,382
		993,399	110,521	73,296	203,574
Finance cost		(734,655)	(484,866)	(536,114)	(149,175)
		258,744	(374,345)	(462,818)	54,399
Share of profit from associates		66,419	296,333	(84,604)	56,926
<b>Profit/(loss) before taxation</b>		<b>325,163</b>	<b>(78,012)</b>	<b>(547,422)</b>	<b>111,325</b>
Taxation					
- Current		(177,133)	(95,903)	40,797	(60,570)
- Prior		-	(19,539)	-	-
- Deferred		(44,147)	107,089	139,610	130,381
		(221,280)	(8,353)	180,407	69,811
<b>Profit/(loss) for the period</b>		<b>103,883</b>	<b>(86,365)</b>	<b>(367,015)</b>	<b>181,136</b>
Earning/(loss) per share					
- Basic and diluted- (Rupees)		5.07	(4.22)	(17.93)	8.85

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

  
**NOOR MOHAMMAD ZAKARIA**  
Chief Executive Officer

  
**ZIA ZAKARIA**  
Chairman

  
**MUHAMMAD HANIF CHAMDIA**  
Chief Finance Officer

**CONDENSED INTERIM STATEMENT OF  
COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE HALF YEAR ENDED MARCH 31, 2024**

	For the half year		For the quarter	
	October to March 2024	2023	January to March 2024	2023
----- (Rupees in '000) -----				
Profit/(loss) for the period	103,883	(86,365)	(367,015)	181,136
Other comprehensive income	-	-	-	-
Total Comprehensive Income/(loss)	<u>103,883</u>	<u>(86,365)</u>	<u>(367,015)</u>	<u>181,136</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



**NOOR MOHAMMAD ZAKARIA**  
Chief Executive Officer



**ZIA ZAKARIA**  
Chairman




**MUHAMMAD HANIF CHAMDIA**  
Chief Finance Officer



## CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE HALF YEAR ENDED MARCH 31, 2024

	Note	March 31, 2024	March 31, 2023
Rupees in '000			
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Profit/(Loss) before taxation</b>		325,163	(78,012)
<b>Adjustments for:</b>			
Depreciation of property, plant and equipment	4.1	296,659	162,664
Depreciation of right-of-use assets	5	3,883	3,598
Amortization of intangible assets	6	395	220
Gain on disposal of property, plant and equipment		(5,862)	(1,432)
Provision for obsolescence and slow moving items		-	851
Finance cost		732,783	484,597
Interest on lease liability against right-of-use assets		1,872	269
Share of profit from associates		(66,419)	(296,333)
		963,311	354,434
<b>Cash generated before working capital changes</b>		1,288,474	276,422
<b>Decrease / (increase) in current assets</b>			
Stores, spare parts and loose tools		15,362	(14,825)
Stock in trade		(7,609,715)	(2,885,009)
Trade debts		(215,985)	273,352
Loans and advances		11,496	(83,737)
Trade deposits and short term prepayments		(10,324)	(13,397)
Other receivables		(3,925)	(8,316)
		(7,813,091)	(2,731,932)
<b>Increase in current liabilities</b>			
Trade and other payables		175,222	726,856
		(6,349,395)	(1,728,654)
<b>Payments for</b>			
Income tax		(246,276)	(119,081)
Finance cost		(490,665)	(442,334)
Long term loans to employees-net		762	(2,966)
Long term deposits -net		-	(1,304)
		(736,179)	(565,685)
Net cash used in operating activities		(7,085,574)	(2,294,339)
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Addition in property, plant and equipment		(140,881)	(233,826)
Addition in intangible asset		(1,320)	-
Sale proceeds from disposal of property, plant and equipment		6,400	1,657
Dividend received		65,996	32,998
Net cash used in investing activities		(69,805)	(199,171)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from long term financing		250,000	500,000
Repayment of long term financing		(547,490)	(399,166)
Payments for lease liability against right-of-use asset		(4,787)	(4,239)
Short term borrowings		7,740,589	2,382,279
Dividend paid		(182,752)	(100,480)
Net cash generated from financing activities		7,255,560	2,378,394
<b>Net increase/ (decrease) in cash and cash equivalents</b>		100,181	(115,116)
Cash and cash equivalent at the beginning of the period		176,333	301,742
<b>Cash and cash equivalents at the end of the period*</b>		276,514	186,626
<b>*Cash and cash equivalent comprise:</b>			
- Cash and bank balances		407,367	171,144
- Short term investment		3,706	153,107
- Short term borrowings - running finance		(134,559)	(137,625)
		276,514	186,626

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

  
**NOOR MOHAMMAD ZAKARIA**  
Chief Executive Officer

  
**ZIA ZAKARIA**  
Chairman


  
**MUHAMMAD HANIF CHAMDIA**  
Chief Finance Officer



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE HALF YEAR ENDED MARCH 31, 2024**

	Issued, Subscribed & paid up capital	General reserves	Un- appropriated profit	Share of associate's unrealized (loss) on remeasurement of its investment at fair value through OCI	Capital Reserve Surplus on revaluation of Property Plant & Equipment	Total
----- (Rupees in thousand) -----						
<b>Balance as at October 1, 2022 - (Audited)</b>	204,737	1,000,000	1,045,771	(2,413)	1,216,503	3,464,598
<b>During the half year ended March 31, 2023</b>						
<b>Transaction with owners</b>						
Final dividend for the year ended September 30, 2022 @ Rs 5.00 per share	-	-	(102,369)	-	-	(102,369)
<b>Total comprehensive income for the half year ended March 31, 2023</b>						
Profit for their period	-	-	(86,365)	-	-	(86,365)
Other comprehensive income	-	-	-	-	-	-
	-	-	(86,365)	-	-	(86,365)
<b>Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation net of deferred tax from:</b>						
Company's Revaluation Surplus	-	-	20,459	-	(20,459)	-
Shares of associates incremental depreciation of revaluation surplus	-	-	5,355	-	(5,355)	-
	-	-	25,814	-	(25,814)	-
<b>Balance as at March 31, 2023</b>	204,737	1,000,000	882,851	(2,413)	1,190,689	3,275,864
<b>Balance as at October 01, 2023 - (Audited)</b>	204,737	1,000,000	1,314,719	(2,484)	5,166,992	7,683,964
<b>During the half year ended March 31, 2024</b>						
<b>Transaction with owners</b>						
Final dividend for the year ended September 30, 2023 @ Rs 9/- per share	-	-	(184,263)	-	-	(184,263)
<b>Total comprehensive income for the half year ended March 31, 2024</b>						
Profit for their period	-	-	103,883	-	-	103,883
Other comprehensive income	-	-	-	-	-	-
	-	-	103,883	-	-	103,883
<b>Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation net of deferred tax from:</b>						
Company's Revaluation Surplus	-	-	110,749	-	(110,749)	-
Shares of associates incremental depreciation of revaluation surplus	-	-	22,603	-	(22,603)	-
	-	-	133,352	-	(133,352)	-
<b>Balance as at March 31, 2024</b>	204,737	1,000,000	1,367,691	(2,484)	5,033,640	7,603,584

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

  
**NOOR MOHAMMAD ZAKARIA**  
Chief Executive Officer

  
**ZIA ZAKARIA**  
Chairman

  
**MUHAMMAD HANIF CHAMDIA**  
Chief Finance Officer

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## **NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE HALF YEAR ENDED MARCH 31, 2024**

### **1 THE COMPANY AND ITS OPERATIONS**

Al-Noor Sugar Mills Limited (the Company) was incorporated in Pakistan as a public limited company on August 08, 1969 and its shares are quoted at the Pakistan Stock Exchange Limited. The Company owns and operates sugar, medium density fiber (MDF) board and generation of power units which are located at Shahpur Jahania, District Shaheed Benazirabad and Nushero Feroze in the Province of Sindh. The registered office of the Company is located at 96-A, Sindhi Muslim Cooperative Housing Society, Karachi, Sindh. The area of Sugar mill occupies an area of 150.175 Acres and MDF board division occupies an area of 57.075 Acres.

### **2 BASIS OF PREPARATION**

**2.1** 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) 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.

**2.2** These condensed interim financial statements does not include all the information and disclosures 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, 2023.

**2.3** These condensed interim financial statements comprise of the condensed interim statement of financial position as at March 31, 2024 and the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and the condensed interim statement of cash flows together with notes forming part thereof for the half year then ended which have been subjected to review and are not audited. This also includes the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the quarter ended March 31, 2024. The comparative statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended September 30, 2023, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows figures have been extracted from the unaudited condensed interim financial statements for the half year ended March 31, 2023.



2.4 The figures of the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the quarter ended March 31, 2024 and 2023 are not subject to review by the auditor.

### 3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 The accounting policies and methods of computation followed for the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended September 30, 2023.

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

3.3 Certain new IFRSs and amendments to existing IFRSs, effective for periods beginning on or after October 01, 2022, do not have any impact on the condensed interim financial statements, and are therefore not disclosed.

3.4 The preparation of these condensed interim financial statements requires management to make estimates, assumptions and use of judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision. Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to financial statements as at and for the year ended September 30, 2023.

	Note	Unaudited March 31, 2024	Audited September 30, 2023
<b>Rupees in '000</b>			
<b>4. PROPERTY PLANT AND EQUIPMENT</b>			
Operating fixed Assets	4.1	9,474,408	9,427,171
Capital Work in Progress	4.2	28,093	231,646
		<u>9,502,501</u>	<u>9,658,817</u>

	Note	Unaudited March 31, 2024	Audited September 30, 2023
Rupees in '000			
<b>4.1 Operating Fixed Assets:</b>			
<b>Opening Net Book Value (NBV)</b>		9,427,171	4,787,410
<b>Direct Additions during the period/year</b>			
Power Plant		793	17,759
Plant and Machinery		48,832	30,233
Office Equipment		2,447	7,764
Vehicles		21,890	54,079
		<b>73,962</b>	<b>109,835</b>
<b>Transfer from CWIP during the period/year</b>			
Non-Factory Building		63,622	-
Factory Building		-	915
Plant and Machinery		206,849	181,534
		<b>270,471</b>	<b>182,449</b>
<b>Surplus revaluation during period /year</b>			
Free hold Land		-	316,697
Factory Building		-	200,841
Non-Factory Building		-	577,510
Power Plant		-	294,494
Plant and Machinery		-	3,293,653
		-	4,683,195
<b>Net Book Value of Asset disposed off during the period/year</b>			
Vehicles		(538)	(722)
<b>Depreciation Charged for the period/year</b>		(296,659)	(334,996)
<b>Closing Net Book Value</b>		<b>9,474,408</b>	<b>9,427,171</b>
<b>4.2 Capital Work in Progress</b>			
<b>Opening Balance</b>		231,646	126,445
<b>Addition during the period/year</b>			
Civil Work		12,251	34,161
Plant and Machinery including power plant	4.2.1	54,667	253,489
		<b>66,918</b>	<b>287,650</b>
<b>Capitalization during the period/year</b>			
Civil Work		(63,622)	(915)
Plant and Machinery including power plant		(206,849)	(181,534)
		<b>(270,471)</b>	<b>(182,449)</b>
<b>Closing Balance</b>		<b>28,093</b>	<b>231,646</b>

**4.2.1** Additions to plant and machinery under installation includes borrowing cost of Rs.Nil (2023:Nil).

	Unaudited March 31, 2024	Audited September 30, 2023
Rupees in '000		
<b>5. RIGHT-OF-USE ASSETS</b>		
Opening Balance	19,364	3,429
Addition during the period/year	-	23,300
Depreciation during the period/year	(3,883)	(7,365)
	15,481	19,364
<b>6. INTANGIBLE ASSETS</b>		
Opening Balance	835	1,335
Addition during the period/year	1,320	-
Amortization during the period/year	(395)	(500)
	1,760	835
<b>7. Long Term Investments</b>		

**Investment in associated undertakings:-**

	Shahmurad Sugar Mills Limited	Al Noor Management Modaraba (Pvt) Limited	Total March 31, 2024	Total September 30, 2023
	----- Unaudited -----		Audited	
Opening balance	2,159,139	974	2,160,113	940,863
Share of profit of associate for the period / year	66,419	-	66,419	598,016
Shares of associate's unrealized (loss) on remeasurement of associate's investment at fair value through OCI	-	-	-	(83)
Share of associate's surplus on revaluation of property, plant and equipment during the year	-	-	-	758,498
Shares of associate's tax rate impact related to its surplus on revaluation of property, plant and equipment	-	-	-	(5,190)
Dividend received during the period / year	(65,996)	-	(65,996)	(131,991)
	423	-	423	1,219,250
	2,159,562	974	2,160,536	2,160,113

- 7.1. The Company holds 14.285% (September 2023:14.285%) interest in Al-Noor Modaraba Management (Pvt) Ltd, and holds 15.625% (September 2023:15.625%) interest in Shahmurad Sugar Mills Limited. Since the financial statements of Al Noor Modaraba Management (Pvt) Limited are not prepared except on year end June 30; and are not material hence no effect of results of Al-Noor Modaraba Management (Pvt) Ltd has been taken in these condensed interim financial statements, however in the case of Shahmurad Sugar Mills Ltd, the share of profit has been taken on the basis of its reviewed condensed interim financial statements for the half year ended March 31, 2024.

## 8. CONTINGENCIES AND COMMITMENTS

### 8.1 Contingencies

There is no change in contingencies as reported in note 26 of the annual financial statement of the Company for the year ended September 30, 2023.

**Unaudited                      Audited**  
**March 31,                      September 30,**  
**2024                                      2023**

**Rupees in '000**

### 8.2 Commitments as on the balance sheet date are as under:-

#### Letters of credit

Stores	40,211	45,746
Raw Material	307,674	342,533
Machinery	16,192	40,683
	<u>364,077</u>	<u>428,962</u>

For the half year October-March 2024	For the quarter January-March 2023
2023 (Unaudited)	2023 (Unaudited)

----- (Rupees in '000) -----

## 9. COST OF SALES

Opening stock of finished goods	3,311,689	2,731,036	4,120,320	1,852,327
Cost of goods manufactured	14,679,491	8,366,167	9,070,605	5,299,237
	17,991,180	11,097,203	13,190,925	7,151,564
Closing stock of finished goods	(10,371,595)	(5,426,065)	(10,371,595)	(5,426,065)
	<u>7,619,585</u>	<u>5,671,138</u>	<u>2,819,330</u>	<u>1,725,499</u>

**9.1** Stock of refined sugar amounting to Rs.9,553.11 Million ( March 2023:Rs.5,006.466 Million) has been pledged against cash finance facilities and Murabaha/Istisna arrangements.

**9.2** Stock of molasses and bagasse valued at aggregate net realizable value of Rs.671.078 million. ( Mar 2023: Rs.225.491 million)



## 10. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated entities, staff retirement funds, directors and key management personnel. The transaction and balances of related parties during the period/as at period end are given below:

		Unaudited March 31, 2024	Unaudited March 31, 2023
		Rupees in '000	
<u>Transactions:</u>	<u>Nature of Transactions</u>		
<u>Relationship with the company</u>			
<b>Associates</b>			
Shahmurad Sugar Mills Ltd	Sale of goods	1,141,439	908,717
	Purchase of goods	10,925	-
	Dividend received	65,996	32,998
	Share of profit in associates	66,419	296,333
Reliance Insurance Company Ltd	Insurance premium paid	11,868	11,434
	Insurance claim received	-	877
<b>Other Related Parties</b>			
Directors' and key management personnel	Director's remuneration	6,788	16,973
	Executives remuneration	96,965	88,303
	Directors meeting fee	400	245
Staff provident fund	Contribution made during period including directors	16,671	16,671
		Unaudited March 31, 2024	Audited September 30, 2023
		Rupees in '000	
<u>Balances:</u>	<u>Nature of Transactions</u>		
<u>Relationship with the Company</u>			
<b>Associates</b>			
Shahmurad Sugar Mills Ltd	Trade and other payables	253,236	275,514
Reliance Insurance Company Ltd	Trade and other payables	33,273	33,884
Staff provident fund	Trade and other payables	9,000	6,300
Reliance Insurance Company Ltd	Insurance claim receivable	10,680	-



## 11. RELATIONSHIP WITH THE ISLAMIC AND CONVENTIONAL FINANCIAL INSTITUTION

The Company in the normal course of business deals with sole Islamic financial institutions as well as the financial institution who operate both the conventional side and Islamic window. The details of segregation between Shariah complaints and conventional assets/liabilities and income/expenditure are given below:

	March 2024			September 2023		
	Rupees in thousand			Rupees in thousand		
	Islamic Mode	Conventional	Total	Islamic Mode	Conventional	Total
Long term financing-Musharka and others finance	1,381,667	265,552	1,647,219	1,202,101	584,692	1,786,793
Current portion of long term finance	699,167	84,982	784,149	643,937	296,128	942,065
	<b>2,080,834</b>	<b>350,534</b>	<b>2,431,368</b>	<b>1,846,038</b>	<b>880,820</b>	<b>2,728,858</b>
Accrued finance cost	330,050	120,581	450,631	134,543	73,970	208,513
Short term borrowings	6,465,667	3,208,577	9,674,244	1,099,998	805,018	1,905,016
Cash at bank accounts	(221,031)	(186,336)	(407,367)	(63,610)	(173,525)	(179,359)
	<b>8,655,520</b>	<b>3,493,356</b>	<b>12,148,876</b>	<b>3,016,969</b>	<b>1,586,283</b>	<b>4,663,028</b>

	March 2024			March 2023		
	Rupees in thousand			Rupees in thousand		
	Islamic Mode	Conventional	Total	Islamic Mode	Conventional	Total
Finance cost	533,414	201,241	734,655	254,813	230,053	484,866
Income on saving account	(19,706)	-	(19,706)	(3,581)	-	(3,581)
	<b>513,708</b>	<b>201,241</b>	<b>714,949</b>	<b>251,232</b>	<b>230,053</b>	<b>481,285</b>



## 12. SEGMENT INFORMATION

The Company's operations are organized and managed separately according to the nature of products produced with each segment representing a strategic business unit that offers different products and serves different markets. The sugar segment is the manufacturer of sugar and board segment is a manufacturer of Medium Density Fiber (MDF) board. The following tables represent revenue and profit information regarding business segment for the period ended March 31, 2024 and March 31, 2023 and assets and liabilities information regarding business segments as at March 31, 2024 and September 30, 2023:

	Sugar		MDF Board		Total	
	Half year ended March 31, 2024		Half year ended March 31, 2023		Half year ended March 31, 2024	
(Rupees in thousand)						
<b>Revenue</b>						
External Sales	5,433,613	3,210,910	3,802,327	3,062,810	9,235,940	6,273,720
External Sales of by-product	1,155,382	949,243	2,365	6,965	1,157,747	956,208
Inter-segment transfer- Electricity	110,221	76,858	-	-	110,221	76,858
Inter-segment transfer- Bagasse	83,114	75,564	-	-	83,114	75,564
	<b>6,782,330</b>	<b>4,312,575</b>	<b>3,804,692</b>	<b>3,069,775</b>	<b>10,587,022</b>	<b>7,382,350</b>
<b>RESULTS</b>						
Profit/(loss) from operation	727,594	(66,955)	239,132	163,134	966,726	96,179
Other Income	12,545	3,366	14,128	10,976	26,673	14,342
Finance cost					(734,655)	(484,866)
Share of profit from associates					66,419	296,333
Profit/(loss) before tax					325,163	(78,012)
Taxation					(221,280)	(8,353)
Net profit/(loss) after taxation for the period					103,883	(86,365)
<b>OTHER INFORMATION</b>						
Capital expenditures	67,906	201,224	72,975	32,602	140,881	233,826
Addition to intangible asset	1,320	-	-	-	1,320	-
Addition to right-of-use asset	-	-	-	17,956	-	17,956
Depreciation	154,201	65,583	142,458	97,081	296,659	162,664
Depreciation on right-of-use assets			3,883	3,598	3,883	3,598
Amortization	395	220	-	-	395	220

	Sugar		MDF Board		Total	
	March 31, 2024	September 30, 2023	March 31, 2024	September 30, 2023	March 31, 2024	September 30, 2023
Statement of financial position -----(Rupees in '000)-----						
<b>Assets</b>						
Segment assets	17,738,578	9,744,078	5,666,950	5,879,574	23,405,528	15,623,652
Investment in associates	2,160,536	2,160,113	-	-	2,160,536	2,160,113
Unallocated assets					398,801	329,659
Total assets					25,964,865	18,113,424
<b>Liabilities</b>						
Segment liabilities	16,930,409	8,609,237	1,373,498	1,786,332	18,303,907	10,395,569
Unallocated liabilities					57,374	33,891
					18,361,281	10,429,460

#### Geographical Information

All non-current assets of the Company are located in Pakistan. The Company's local sales represent sales to various external customers in Pakistan whereas export sales of Rs.79.212 million(2023: 285.2540 million) represent sales to customers in various countries of Asia as follows:

	Unaudited March 31, 2024	Unaudited March 31, 2023
Rupees in '000		
Pakistan	9,156,728	6,037,940
Afghanistan	79,212	200,221
Kuwait	-	35,559
	9,235,940	6,273,720

#### 13. WORKER'S PROFIT PARTICIPATION FUND, WORKERS WELFARE FUND AND TAXATION

Allocation to the Worker's Profit participation Fund, Worker's Welfare Fund and provision for taxation are provisional, final liability would be determined on the basis of annual results.

#### 14. FAIR VALUES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Company while assessing fair values uses calculation techniques that are appropriate in the circumstances using relevant observable data as far as possible and minimizing the use of unobservable inputs. Fair values are categorized into following three levels based on the input used in the valuation techniques:

Level 1: Quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)



Level 3: Inputs are unobservable inputs for the asset or liability. Inputs for the asset or liability that are not based on observation market data (that is, unobservable inputs).

Financial assets and liabilities of the Company are either short term in nature or are repriced periodically therefore; their carrying amounts approximate their fair values.

#### 15. CORRESPONDING FIGURES

In the preceding half year, the Company classified all its short term borrowing as a part of operating cashflows in the condensed interim statement of cash flows. However, during the period, the Company has classified its running finance as part of cash and cash equivalents to meet the criteria of cash and cash equivalents as per the requirement of IAS 7 "Statement of Cash Flows" and other short term borrowings are presented as part of financing activities in the statement of cash flows. Accordingly, adjustment in comparative figures in the condensed interim statement of cash flows for the half year ended March 31, 2023 is also made as detailed below:

Statement of cash flows	As Previously Reported	Restatement	As Restated
	------(Rupees in '000)-----		
Increase in current liabilities - Short term borrowings	2,485,644	(103,365)	2,382,279
Net decrease in cash and cash equivalents	(82,408)	(32,708)	(115,116)
Cash and cash equivalents at the beginning of the period	253,552	48,190	301,742
Cash and cash equivalents at the end of the period	171,144	15,482	186,626

#### 16. AUTHORIZATION

These condensed interim financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on May 28, 2024.

#### 17. GENERAL

Amounts have been rounded off to the nearest thousand rupee unless otherwise stated.

**NOOR MOHAMMAD ZAKARIA**  
Chief Executive Officer

**ZIA ZAKARIA**  
Chairman

**MUHAMMAD HANIF CHAMDIA**  
Chief Finance Officer

تاہم، مستقبل کے نقطہ نظر کو متاثر کرنے والی اہم اندرونی اور بیرونی غیر یقینی صورتحال موجود ہیں۔ عالمی کساد بازاری کے رجحانات، مانگ میں کمی، روس اور یوکرین کے طویل تنازعے کی وجہ سے سپلائی چین میں رکاوٹیں اور مشرق وسطیٰ میں کشیدگی بڑے خدشات ہیں۔ ملکی طور پر، پاکستان کو مالیاتی چیلنجز، زیادہ مالی اخراجات، اور ٹیکسوں میں اضافہ کا سامنا ہے۔


کمپنی کی انتظامیہ ان چیلنجز سے آگاہ ہے اور منفی اثرات کو کم کرنے اور کمپنی کی مجموعی کارکردگی میں شوگر اور بورڈ ڈویژن کے تعاون کو بڑھانے کے لیے ضروری اقدامات کر رہی ہے۔


بورڈ آف ڈائریکٹرز

زیر غور مدت کے دوران کمپنی کے بورڈ آف ڈائریکٹرز کی تشکیل میں کوئی تبدیلی نہیں کی گئی۔

ڈائریکٹرز ان تمام اسٹیک ہولڈرز کے وقف کام اور عزم کے لیے اپنی تعریف بھی ریکارڈ پر رکھنا چاہتے ہیں جنہوں نے کمپنی کے تمام آپریشنز کو برقرار رکھنے کے لیے اپنی خدمات میں توسیع کی۔ براہ کرم اللہ تعالیٰ سے دعا کریں کہ وہ ہمیں مطلوبہ اہداف کے حصول میں رہنمائی/مدد فرمائے۔ (آمین)

منجانب بورڈ آف ڈائریکٹرز

  
ضیاء زکریا  
چیئرمین/ڈائریکٹر

  
نور محمد زکریا  
ڈائریکٹر/چیف ایگزیکٹو آفیسر (CEO)

کراچی: 28 مئی 2024ء

شعبہ جات کی کارکردگی کو ذیل میں بیان کیا گیا ہے:

### شوگر ڈویژن

گنے کی فصل گزشتہ سال کی اسی مدت کے مقابلے میں نسبتاً بہتر رہی۔ کرشنک بیزن کے لیے حکومت سندھ نے گنے کی کم از کم امدادی قیمت =/425 روپے مقرر کی ہے جو کہ گزشتہ سال =/302 روپے فی چالیس کلو گنے کے مقابلے میں تھی۔ یہ خام مال کی قیمت میں 40.73 فیصد اضافے کی عکاسی کرتا ہے جس سے چینی کی پیداواری لاگت متاثر ہوئی ہے۔

مل نے 1,109,983 میٹرک ٹن گنے کی پھائی کی جو پچھلے سال 789,713 میٹرک ٹن تھی۔ چینی کی پیداوار گزشتہ سال 79,575 میٹرک ٹن سے بڑھ کر 119,117 میٹرک ٹن ہو گئی، جو کہ 39,542 میٹرک ٹن یا 49.69 فیصد زیادہ ہے۔ یہ اضافہ بنیادی طور پر مل کے آس پاس کے علاقے میں خام مال کی بہتر دستیابی کی وجہ سے ہوا۔ ریکوری کی شرح 10.09 فیصد سے 10.73 فیصد ہو گئی۔

گزشتہ سال کے مقابلے میں چینی کی بڑھتی ہوئی پیداوار اور کیری اور اسٹاک کی وجہ سے چینی کی قیمت دباؤ میں رہی۔ حکومت کے لیے چینی کی برآمد کی اجازت دینا بہت ضروری ہے تاکہ رواں سال کے دوران کسانوں کو گنے کی کم سے کم قیمت ادا کیگی کو برقرار رکھا جاسکے اور مجموعی طور پر شوگر انڈسٹری کے مستقبل کو محفوظ بنایا جاسکے۔

### MDF بورڈ ڈویژن

زیر جائزہ مدت کے دوران MDF بورڈ ڈویژن نے مختلف موٹائی میں 38,772 کیوبک میٹر ٹیس تیار کیں جب کہ پچھلے سال کی اسی مدت میں 34,050 کیوبک میٹر تیار کی گئی تھیں۔ خام مال کی مطلوبہ مقدار کی دستیابی کی وجہ سے پیداوار میں 4,722 کیوبک میٹر یا 13.87 فیصد اضافہ ہوا۔

### مستقبل کا جائزہ

موجودہ کرشنک بیزن میں حکومت سندھ نے خام مال کی قیمت =/302 روپے سے بڑھا کر =/425 روپے فی 40 کلوگرام کر دی ہے۔ اس سے کاشتکاروں کو ان کی فصلوں پر زیادہ منافع حاصل ہوا ہے، جس سے اگلے بیزن میں گنے کی کاشت کو فروغ دینے کی امید ہے۔

حکومت پاکستان کے لیے یہ نوٹ کرنا بہت ضروری ہے کہ گنے کی مناسب امدادی قیمت کی وجہ سے پاکستان ایک فاضل چینی پیدا کرنے والے ملک میں تبدیل ہو چکا ہے۔ چینی کی صنعت اور کسانوں کی پائیداری کو یقینی بنانے کے ساتھ ساتھ ملک کے لیے قیمتی زرمبادلہ حاصل کرنے کے لیے دانشمندانہ اور مثبت برآمدی پالیسیوں کی ضرورت ہے۔

## ڈائریکٹرز کی رپورٹ

بڑی خوشی کے ساتھ مجھے بورڈ کی جانب سے آپ کے سامنے 31 مارچ 2024 کو ختم ہونے والی مدت کے لیے آپ کی کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوشی ہو رہی ہے۔ ان حسابات کا قانونی آڈیٹرز نے جائزہ لیا ہے جیسا کہ کوڈ آف کارپوریٹ گورننس کے تحت ضرورت ہے۔

پیداوار اور مالیاتی حسابات کی نمایاں خصوصیات حسب ذیل ہیں:

31 مارچ 2023	31 مارچ 2024	معلومات بابت پیداوار
789,713	1,109,983	گنے کی پسائی (میٹرک ٹن)
79,575	119,117	پیداوار برائے چینی (میٹرک ٹن)
10.09	10.73	ریٹوری برائے چینی (فیصد)
36.100	49,750	پیداوار برائے راب (میٹرک ٹن)
34,050	38,772	ایم ڈی ایف پیداوار (کیوبک میٹرز)

(روپے ہزاروں میں)	(روپے ہزاروں میں)	مالیاتی معلومات
6,273,720	9,235,940	فروختگی
(5,671,138)	(7,619,585)	لاگت برائے فروختگی
602,582	1,616,355	خام منافع
(42,299)	(78,585)	اخراجات برائے ترسیل
(457,490)	(548,619)	انتظامی اخراجات
(6,614)	(22,425)	دیگر اخراجات
(484,866)	(734,655)	مالیاتی اخراجات
296,333	66,419	منافع کا حصہ ایسوسی ایٹ میں
14,342	26,673	دیگر آمدن
(78,012)	325,163	(نقصان) / منافع قبل از ٹیکس
(8,353)	(221,280)	ٹیکس کے لئے فراہمی
(86,365)	103,883	(نقصان) / منافع بعد از ٹیکس
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