



Shakarganj Limited

Management House, Toba Tek Singh Road, Jhang - 35200, Pakistan
Tel: (047) 111 111 765 Fax: (047) 763 1011 URL: <http://www.shakarganj.pk>

SML/PSX/ Mar 2024
30 May 2024

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

**SUBJECT: FINANCIAL RESULTS FOR THE 2ND QUARTER AND SIX MONTHS
PERIOD ENDED 31 MARCH 2024**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on 30 May 2024 at 12:30 p.m. through video link recommended the following:

(i) CASH DIVIDEND

An interim Cash Dividend for the 2nd quarter and six months period ended **31 March 2024** at Rs. NIL per share i.e. NIL %. This is in addition to Interim Dividend(s) already paid at Rs. NIL per share i.e. NIL %.

AND/OR

(ii) BONUS SHARES

It has been recommended by the Board of Directors to issue Interim Bonus Shares in proportion of NIL share(s) for every NIL share(s) held i.e. NIL %. This is in addition to the Interim Bonus Shares already issued @ NIL %.

AND/OR

(iii) RIGHT SHARES

The Board has recommended to issue NIL % Right Shares at par/at a discount/premium of Rs. NIL per share in proportion of NIL share(s) for every NIL share(s). The entitlement of right shares being declared simultaneously will be / will not be applicable on Bonus Shares as declared above.

Principal Office:
Executive Floor, IT Tower, 73 E I
Hali Road, Gulberg III
Lahore - 54600, Pakistan
Tel: (042) 111 111 765
Fax: (042) 3578 3811

Faisalabad Office:
Chak Jhumra Road
Nishatabad
Faisalabad - 38000, Pakistan
Tel: (041) 875 2810
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AND/OR

(iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION

NIL

AND/OR

(v) ANY OTHER PRICE-SENSITIVE INFORMATION

The auditors' review report contains the following :-

"Basis for Adverse Conclusion

The Company has again sustained loss after taxation for the half year ended 31 March 2024 amounting to Rs. 1,798.115 million, which took the accumulated loss to Rs. 4,347.316 million at the reporting date along with adverse current ratio at that date. Further, the textile segment of the Company remained closed during the whole period as well as the previous year. The Company has also overdue statutory obligations. The disposal of certain assets are held up due to court cases, while the company needs funds for the upgradation of plant & machinery of textile and sugar divisions at Jhang. There is no written commitment from the directors / shareholders of the company to finance its above said obligations / working capital requirements.

All these situations indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern, which has not been appropriately resolved, assessed and disclosed in these financial statements.

Adverse Conclusion

Our review indicates that because of the significance of the matter as described in the Basis for Adverse Opinion section of our report, these unconsolidated 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."

However, the Company has prepared its unconsolidated condensed interim financial statements on going concern basis due to reasons mentioned in Note 1.2 of the unconsolidated condensed interim financial statements.

The Financial Results (Unconsolidated and Consolidated) of the Company are attached.

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The Report (Unconsolidated and Consolidated) of the Company for the 2nd quarter and six months period ended 31 March 2024 will be transmitted through PUCARS separately, within the specified time.

Yours Sincerely,


Ash Ali
Company Secretary

Copy to: -

Executive Director/HOD
Supervision Division
Securities & Exchange Commission of Pakistan
63, NIC Building, Jinnah Avenue, Blue Area, **Islamabad.**

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UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For the Half Year Ended 31 March 2024 (Un-Audited)

| | NOTE | Half year ended | | Quarter ended | |
|--|------|------------------|------------------|------------------|------------------|
| | | 31 March 2024 | 31 March 2023 | 31 March 2024 | 31 March 2023 |
| (Rupees in thousand) | | | | | |
| REVENUE FROM CONTRACT WITH CUSTOMERS - GROSS | | 9,352,570 | 10,187,517 | 6,649,508 | 8,502,630 |
| Sales tax and other Government levies | | (1,335,144) | (1,230,027) | (949,386) | (1,055,531) |
| REVENUE FROM CONTRACT WITH CUSTOMERS - NET | | 8,017,426 | 8,957,490 | 5,700,122 | 7,447,099 |
| COST OF REVENUE | 15 | (9,094,053) | (8,573,113) | (6,359,131) | (6,883,434) |
| GROSS (LOSS) / PROFIT | | (1,076,627) | 384,377 | (659,009) | 563,665 |
| OPERATING EXPENSES | | | | | |
| Administrative and general expenses | | (238,137) | (191,654) | (147,006) | (104,128) |
| Selling and distribution cost | | (31,839) | (79,770) | (23,275) | (67,869) |
| Other operating expenses | | (22,606) | (10,312) | (10,042) | (5,288) |
| | | (292,582) | (281,736) | (180,323) | (177,285) |
| (LOSS) / PROFIT FROM OPERATIONS | | (1,369,209) | 102,641 | (839,332) | 386,380 |
| OTHER INCOME | | 65,784 | 73,162 | 42,146 | 58,911 |
| FINANCE COST | | (162,986) | (174,382) | (79,874) | (84,656) |
| Share of profit from equity accounted investee | | 61,991 | 179,999 | 41,449 | 43,663 |
| (LOSS) / PROFIT BEFORE TAXATION | | (1,404,420) | 181,420 | (835,611) | 404,298 |
| TAXATION | | (393,695) | 30,271 | (408,778) | (6,640) |
| (LOSS) / PROFIT AFTER TAXATION | | (1,798,115) | 211,691 | (1,244,389) | 397,658 |
| (LOSS) / EARNINGS PER SHARE BASIC AND DILUTIVE | 16 | (14.38) | 1.69 | (9.96) | 3.18 |

The annexed notes from 1 to 23 form an integral part of these financial statements.



Chief Executive Officer

Director



Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE HALF YEAR ENDED 31 MARCH 2024 (Un-Audited)

| | NOTE | Half year ended | | Quarter ended | |
|--|------|----------------------|------------------|------------------|------------------|
| | | 31 March 2024 | 31 March 2023 | 31 March 2024 | 31 March 2023 |
| | | (Rupees in thousand) | | | |
| REVENUE FROM CONTRACT WITH CUSTOMERS - GROSS | | 17,324,475 | 19,984,080 | 10,695,285 | 12,460,165 |
| Sales tax and other Government levies | | (2,056,207) | (1,967,605) | (1,363,713) | (1,425,333) |
| REVENUE FROM CONTRACT WITH CUSTOMERS - NET | | 15,268,268 | 18,016,475 | 9,331,572 | 11,034,832 |
| COST OF REVENUE | 15 | (15,345,839) | (15,984,021) | (9,453,921) | (9,896,023) |
| GROSS (LOSS) / PROFIT | | (77,571) | 2,032,454 | (122,349) | 1,138,809 |
| OPERATING EXPENSES | | | | | |
| Administrative and general expenses | | (325,638) | (265,018) | (195,311) | (138,589) |
| Selling and distribution cost | | (639,770) | (911,088) | (361,381) | (382,689) |
| Other operating expenses | | (43,580) | (49,799) | (19,631) | (5,050) |
| | | (1,008,988) | (1,225,905) | (576,323) | (526,328) |
| (LOSS) / PROFIT FROM OPERATIONS | | (1,086,559) | 806,549 | (698,672) | 612,481 |
| OTHER INCOME | | 168,883 | 123,737 | 122,424 | 95,937 |
| FINANCE COST | | (363,901) | (370,402) | (174,067) | (185,720) |
| (LOSS) / PROFIT BEFORE TAXATION | | (1,281,577) | 559,884 | (750,315) | 522,698 |
| TAXATION | | (447,822) | (185,079) | (444,026) | (85,823) |
| (LOSS) / PROFIT AFTER TAXATION | | (1,729,399) | 374,805 | (1,194,341) | 436,875 |
| SHARE OF LOSS ATTRIBUTABLE TO: | | | | | |
| Equity holders of holding company | | (1,785,734) | 211,229 | (1,232,008) | 397,196 |
| Non-controlling interest | | 56,335 | 163,576 | 37,667 | 39,679 |
| | | (1,729,399) | 374,805 | (1,194,341) | 436,875 |
| (LOSS) / EARNINGS PER SHARE BASIC AND DILUTIVE (RUPEES) | 16 | (14.29) | 1.69 | (9.86) | 3.18 |

The annexed notes from 1 to 20 form an integral part of these consolidated financial statements.



Chief Executive Officer

Director



Chief Financial Officer