



**Ansari Sugar Mills Limited**

**Half Yearly Accounts  
March 31, 2023**



## COMPANY PROFILE

### BOARD OF DIRECTORS

Khawaja Anver Majid  
Noor Muhammad  
Waheed Ahmed  
Khawaja Aleem Majid  
Iqbal Buledi  
Dawoodi Morkas  
Aurangzeb Khan

Chief Executive & Executive Director  
Non-Executive Director (Independent)  
Non- Executive Director  
Non- Executive Director  
Non- Executive Director  
Non- Executive Director  
Executive Director & Chairman

### AUDIT COMMITTEE

Khawaja Aleem Majid  
Noor Muhammad  
Dawoodi Morkas

Chairman, Non-Executive Director  
Member, Non-Executive Director (Independent)  
Member, Non Executive Director

### HUMAN RESOURCE & RUMENERATION COMMITTEE

Khawaja Aleem Majid  
Noor Muhammad  
Waheed Ahmed

Chairman, Non Executive Director  
Member, Non- Executive Director (Independent)  
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. Rao & Company Chartered Accountants.

### COST AUDITOR

Ale Imran & Co. Chartered Accountants  
Cost and Management Accountants

### LEGAL ADVISOR

Kashif Hanif Law Associates

### REGISTRAR

C&K Management Associates (Pvt) Ltd  
M13, Progressive Plaza, Civil Lines Quater, near P.I.D.C.,  
Beaumont Road, Karachi-75530, Pakistan.

### 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 Mohammad Khan, Sindh.



## DIRECTORS' REPORT

We are pleased to present the financial statements of Ansari Sugar Mills Ltd for the half year ended March 31, 2023 along with Directors' Report for the half year ended.

	March 31, 2023	March 31, 2022
	Pakistani Rupees (PKR)	
<b>FINANCIAL RESULTS</b>		
Sales	252,447,500	967,206,351
Gross profit	67,926,65	262,098,667
Pre-tax / (loss)	(361,275,847)	(21,331,179)

The crushing season 2022-23 started on November 27<sup>th</sup> 2022. The provincial government announced price of cane at Rs. 302 per 40 kg for the season 2022-23.

Season started		27-11-2022	21-12-2021
Actual	Days	86	84
Sugar Cane Crushed	M.Tons	74,345	137,912
Sugar produced	M.Tons	6,693	13,392.5
Sugar recovery	%	9.085	9.880
Molasses produced	M.Tons	4,092	6,984
Molasses recovery	%	5.545	5.100

The mill commenced its crushing operations on 27<sup>th</sup> November, 2022. The gross profit worked out to Rs 67.9 million as against a gross profit of Rs. 262 million during the comparable period in corresponding period. Loss before tax worked out to Rs. 361.2 million, in comparison to last period loss of Rs. 21.3 million Company posted net loss after tax of Rs. 301.5 million compare to a net profit Rs. 26 million during the corresponding period last year.

### Delay in issuance / submission of Accounts:

During the previous years, an enquiry against the Company's sponsors / directors and its shareholders along with other group companies had been initiated by the Federal Investigation Agency (FIA). Further, the matter was transferred to National Accountability Bureau (NAB) and we understand the Financial Institutions had blocked all Company bank accounts on a notice of NAB under section 23 of National Accountability Ordinance 1999 (NAO) on allegation of illicit transactions. However, it is pertinent to mention here that the action of blocking of account was not endorsed by Court of competent jurisdiction.



As a consequence, Company's access to available funds / legitimate sales proceeds and banking facilities were denied on the unjustified and arbitrary instructions of NAB, without realizing the consequences. Resultantly, the Company was forced to default on its dues including payments of banks' instalments, salaries, growers' and vendors', etc.

It is pertinent to note that the JIT, constituted under orders of the Supreme Court of Pakistan thoroughly investigated the entire Group Accounts maintained with all banks and that no charge has been established till yet. Despite all the ordeal no case have been filled against the Company.

Henceforth, after the amendment of NAB Ordinance, the bank accounts of the Company have been unfrozen and we are in coordination with all the stakeholders owing debt and other liabilities to move forward amicably.

It is pertinent to mention here that besides all the pressures of liquidity crises, risk and uncertain business environment, the Company took the initiative to carry on its business activities in extreme difficult situation with all possible efforts, making the necessary financial arrangements on personal basis by the sponsoring directors to ensure the going concern of the Company and by the collective efforts of the entire team of Ansari Sugar Mills Limited, we are through of the precarious conditions successfully by the grace of Almighty (Alhamdulillah).

#### **Future Outlook:**

##### **Diversifying Revenue Streams:**

The Company is focused to attain better energy efficiency mix and planning Balancing, Modernization and Replacement (BMR) accordingly, which will improve the revenue streams through sale of by-products of the company i.e. bagasse and molasses.

##### **Sugarcane Cultivation Prospects:**

The Company recognizes that the growth and sustainability in the sugar industry is also dependent on access to a growing volume of sugar cane, particularly from within existing areas of supply. The key here lies in long-term engagement with farmers, demonstrating the use of superior cane varieties (higher yield and hence higher income), timely growing support (provision of seeds, fertilizers and farming inputs) so as to convince them to plant more cane to ensure increased productivity and quality.

Moreover, where heavy rainfall and resultant flash floods have an adverse effect on the agriculture, sugarcane due to its robust nature manages to stay afloat. We expect that harvesting will remain optimum and mills will have enough sugarcane for crushing throughout the next season.

##### **Government Policy:**

Ansari Sugar Mills foresee bumper crushing of sugarcane as evidenced by increased production of sugarcane over last 2 to 3 years. As the Federal government regulates the export of sugar, we anticipate that the supply and demand balance will improve over the next year, and that domestic production will meet the country's sugar demands while creating an export surplus on sugar and ethanol. Thus, timely export permission from Federal government would be of critical importance as it would not only help industry to clear the surplus on improved price but would also stabilize the local market as well. The Government is also contemplating on allowing export as a permanent feature rather than allocating on quota basis which will allow us to fetch good prices on our stocks in international market.

**Working Capital:**

We are in advanced level of negotiations with our bankers to restructure our debts which will improve our position on retained stocks, refraining ourselves into forced sales and allowing us to fetch better price during off-season as currently due to lack of working capital lines, almost 100% of our stock is sold during the crushing season to meet the working capital.

In the background of preceding paras your management anticipate a turnaround of the sugar industry and accordingly have mobilized all the resources at its disposal to generate huge volumes during the ongoing and upcoming seasons over the next 5 years.

The season in terms of cane supply, recovery and plant capacity utilization is extremely favorable. Ansari Sugar Mills being a large plant will be able to capitalize and procure and crush maximum cane in the next season.

**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: 5 September, 2024**



## ڈائریکٹرز کی رپورٹ

ہمیں نہایت مسرت کے ساتھ انصاری شوگر ملز لمیٹڈ کے ششماہی کوارٹر کے اکاؤنٹس 31 مارچ 2023 کو بمائے ڈائریکٹر رپورٹ پیش کر رہے ہیں۔  
مختصر نتائج درج ذیل ہیں۔

31 مارچ 2022	31 مارچ 2023	مالیاتی نتائج
		پاکستانی روپیہ (PKR)
967,206,351	252,447,50	فروخت
262,098,667	67,926,65	غیر خالص منافع
(21,331,179)	(361,275,847)	نقصان قبل از ادائیگی ٹیکس

انتظامی نتائج برائے کارکردگی کرشنک سیزن 2022-23 مندرجہ ذیل مکمل طور پر واضح ہے۔

21-12-2021	27-11-2022	دن	سیزن کا آغاز
84	86		چینی کی پیداوار
137,912	74,345	میٹرک ٹن	شیرے کی برآمدگی
13,392.5	6,693	میٹرک ٹن	شیرے کی پیداوار
9.880	9.085	%	شیرے کی برآمدگی
6,984	4,092	میٹرک ٹن	ملاس کی ریکوری
5.100	5.545	%	

کرشنک سیزن 2022-23 کا آغاز ۲ نومبر 2022 کو ہوا اگر اس پرافٹ 679 ملین ہے جبکہ پچھلے ششماہی سال میں 262 ملین تھا اس دوران قبل از ٹیکس نقصان 21.3 ملین روپے ہے جبکہ اس کے مقابلے میں پچھلے ششماہی سال میں 210.3 ملین روپے تھا۔ کمپنی نے نیٹ منافع بعد از ٹیکس 301 ملین روپے کیا جبکہ اس کے پہلے مقابلے میں نقصان 26 ملین روپے تھا۔

### وجہ تاخیر اشاعت و اجراء

کمپنی کے ڈائریکٹرز، شیئرز، ہولڈرز اور دیگر گروپ آف کمیٹیز کے خلاف فیڈرل انویسٹمنٹ کمیشن انجینی کی جانب سے ایک انکوائری کا آغاز ہوا مزید یہ کہ یہ انکوائری نیشنل اکاؤنٹنٹیلٹی NAB کے حوالے کر دی گئی اور ہمیں معلوم ہوا کہ مالیاتی اداروں نے کمپنی کے بینک اکاؤنٹ نیٹ نوٹس برائے سیکشن ۲۳ نیشنل اکاؤنٹنٹیلٹی آرڈیننس ۱۹۹۹ (NAO) کے تحت بلاک کر دیئے۔ واضح رہے کہ اکاؤنٹ بلاکنگ کا عمل کسی ماتحت عدالت کے فیصلے کے تحت نہیں کیا گیا۔

نتیجتاً کمپنی اپنے موجودہ فنڈ، جائز فروخت کے حصول، مالیاتی امداد سے لاقانونی طور پر نیٹ کے احکامات کے تحت بغیر کسی تخمینے کے محروم رہی۔ اس صورتحال کے نتیجے میں کمپنی مجبوراً اپنی ادائیگیاں جیسے کہ تنخواہوں، بینک کی انسٹلمینٹ کا شکار اور گا کھوں کی عدم ادائیگیوں کی وجہ سے ڈیفالٹ کر گئی۔

یہاں یہ بات قابل ذکر ہے کہ مسکورہ بالا (JIT) جے آئی ٹی سپریم کورٹ آف پاکستان کے تحت نافذ عمل ہونے کے بعد مکمل جائزہ لینے کے باوجود کسی بھی طرح کے چارج لاگو کرنے سے آج تک قاصر ہے اور تمام اقدامات کے باوجود کمپنی کے خلاف کوئی بھی مقدمہ درج نہ ہو سکا۔ بالآخر نیٹ آرڈیننس کی ترمیم کے بعد تمام بینک اکاؤنٹ بہال کر دیئے گئے لہذا ہم بتدریج آگے بڑھتے ہوئے تمام اسٹیک ہولڈرز سے ادائیگیوں کے سلسلے میں رابطے میں ہیں۔



یہاں یہ واضح کرنا ہے ضروری ہے کہ تمام مالیاتی کرائس، دباؤ اور غیر یقینی کاروباری صورت حال کے باوجود کمپنی نے سخت مشکل حالات میں ہر ممکنہ اقدام اٹھاتے ہوئے بشمول ڈائریکٹرز کے ذاتی مالیاتی انتظامات کو بروکار لاتے ہوئے اور 'Going Concern' کو مد نظر رکھتے ہوئے انصاری شوگر ملز کی پوری ٹیم کے ساتھ مل کر جدوجہد جاری رکھنے کا فیصلہ کیا اور بالآخر اللہ کے فضل و کرم سے ہم اس غیر یقینی صورت حال سے باہر آچکے ہیں۔ (الحمد للہ)

#### مستقبل کا لاٹھ عمل:

مختلف آمدن کے دھارے:

کمپنی نے بہتر انرجی، فٹینسی کس اور پلاننگ، بیلنسنگ، موڈرنائزیشن اور ریپلیسمنٹ (BMR) کو مد نظر رکھا جو کہ آمدن کے دھارے کو بہتر بنانے کا مثلاً بگاس، مولاسیز وغیرہ۔

#### گنے کی کاشت کا ویزن:

کمپنی یہ جان چکی ہے کہ گروتھ اور استحکام شکر کین کے کرشنگ حجم کی پہنچ پر منحصر ہے اس میں خاص طور پر ان علاقوں کی پہنچ شامل ہے جہاں گنا کاشت ہوتا ہے یہاں کچی کسانوں سے دیر پاہ تعلقات پر منحصر ہے گنے کی ورائٹی کو واضح کرتے ہوئے (زیادہ پیداوار اور زیادہ منافع) بروقت پیداواری مدد کی فراہمی، کھاد اور ذریعہ امداد شامل ہیں تاکہ ان کو زیادہ اور بہتر پیداواری طرف مائل کیا جاسکے۔

#### حکومتی پالیسی:

انصاری شوگر ملز بمیر کین کرشنگ کی امید رکھتی ہے جیسا کہ پچھلے دو سے تین سالوں کی پروڈکشن سے ظاہر ہے۔ جیسا کہ فیڈرل گورنمنٹ ایکسپورٹ کوریگیوٹ رکھتی ہے ہم امید رکھتے ہیں، سپلائی اور ڈیمانڈ کے بیلنس کے تحت اگلے سال مزید بہتری آئیگی اور مقامی پیداوار ملک کے پیداواری ضرورت کو پورا کرنے کے ساتھ چینی اور اینتھونال میں بہتات بھی لائی گئی لہذا بروقت وفاق گورنمنٹ کی طرف سے برآمد کی اجازت بہت اہمیت کی حامل ہے جو کہ نہ صرف بہتر قیمت پر بہتات کی ذمہ دار ہے بلکہ مقامی مارکیٹ کو یکساں رکھنے میں معاون ہے۔ گورنمنٹ پر عزم ہے کہ ایکسپورٹ کو محظوظ کئے تک محدود رکھنے کے بجائے باقاعدہ طریقہ عمل قرار دے دیگی تاکہ اچھی قیمت میں غیر مقامی منڈیوں تک رسائی کی جاسکے۔

#### ورکنگ کیپٹل:

ہم اپنے ٹیکرز کے ساتھ مذاکرات کے اگلے مراحل میں داخل ہو چکے ہیں تاکہ ہم اپنے قرضے کو ری اسٹرکچر کر سکیں تاکہ ہم خود کو جبری فروخت سے بچائیں اور آف بیزن میں بھی بہترین پرائز حاصل کریں برعکس اس کے کہ جیسے ابھی ہم بیزن میں بھی پورا مال فروخت کر دیتے ہیں تاکہ ورکنگ کیپٹل حاصل کر سکیں۔

مذکورہ معلومات کے تحت آپ کی مینجمنٹ پر امید ہے کہ شکر انڈسٹری کے حالات بدلنے کو ہیں لہذا ہم نے اپنے تمام ذرائع کو ان کی بساط کے مطابق منظم کرنا شروع کر دیا ہے تاکہ آنے والے 5 بیزن میں بھرپور پیداوار حاصل کی جاسکے مذکورہ بیزن کین سپلائی، ریکوری اور پلانٹ کے مقدار کے استعمال سے بہت سود مند ہے انصاری شوگر ملز ایک بڑے پلانٹ کی صورت میں فائدہ اٹھاتے ہوئے آنے والے بیزن میں زیادہ سے زیادہ گنے کی خرید اور کرشنگ انجام دے گی۔



#### اعتراف:

ہم اپنے ملازمین کی جانب سے لگن اور انتھک محنت کے لئے اور اپنے کلائنٹ، برنس 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 لمیٹڈ کے تمام ملازمین کی انتھک کوششوں پر بے حد مشکور ہے۔ یہاں پر یہ بات بھی کرنا ضروری سمجھتے ہیں کہ بے پناہ دباؤ اور غیر یقینی کاروباری ماحول کے باوجود کمپنی کے ڈائریکٹرز نے Going Concern کو مد نظر رکھتے ہوئے کمپنی کو مشکل حالات سے نکالا۔

منجانب بورڈ آف ڈائریکٹرز

خواجہ انور مجید

چیف ایگزیکٹو آفیسر

5 ستمبر 2024 کراچی





## AUDITOR'S REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION

### Introduction

We have reviewed the condensed interim statement of financial position of Ansari Sugar Mills Limited as at March 31, 2023 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity and notes to the account for the half yearly ended (here-in-after referred to as the "interim financial information"). Management is responsible for the preparation and presentation of interim in accordance with the approved accounting standards applicable in Pakistan for interim financial reporting. Our responsibility to express the conclusion on this interim financial information based on our review.

### Scope of Review

We conduct our review in accordance with the International Standards on Review Engagement 2410, "Review of interim financial information performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of person responsible for financial and accounting matters, applying analytical 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.

- a) the company hold inventories and cash balances amounting to Rs 3,242.228 Million and Rs 140,533 respectively as of march 31, 2023. These inventories comprises of stores, spares, and lose tools, work in progress, by product and finished goods. We were unable to obtain sufficient appropriate audit evidence about the physical existence of these inventories and cash balance mainly because we were appointed as auditor after lapse of 9 month from the end of financial year. Had we been able to complete our review of above, matter might have come to our attention indicating that adjustment might be necessary to the interim financial statements.
- b) in 2018-19 an enquiry against the company's shareholder, directors and group companies has been initiated by the national accountability bureau & federal Investigation Agency (F1A) in the matter of fake bank accounts and accordingly bank accounts of the company were seized by the State Bank of Pakistan. We



were unable to obtain sufficient appropriate audit evidence of the matter because we did not have access to the records of investigation agencies with respect to investigation which is pending and sub-justice before court, Consequently we were unable to determine whether any adjustment due to this may be necessary in the interim financial statements.

**Qualified Conclusion**

Based on our review , with the exception of the matter described in paragraph (a) and (b), nothing has come to our attention that causes us to believe that the accompanying interim financial statement is not prepared, in all material respects, in accordance with the approved with approved accounting standards as applicable in Pakistan for interim financial reporting.

**Rao & Company**  
Chartered Accountants

Name of Audit Engagement Partner  
**Shafqat Raza**

Karachi  
Dated: 9 September, 2024

RR202310266gJKOD1iUt



## CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2023

ASSETS	Note	Un-Audited March 31, 2023	Audited September 30, 2022
		(Rupees)	
Property, plant and equipment	4	4,190,301,234	4,213,673,133
Intangible assets		126,675	151,707
Long term deposits		1,236,600	1,236,600
		<b>4,191,664,509</b>	<b>4,215,061,440</b>
<b>CURRENT ASSETS</b>			
Inventories		3,242,227,579	3,111,622,443
Trade and other receivables		52,987,613	40,332,182
Prepayments, deposits and advances		1,649,111,806	1,485,342,909
Cash and bank balances	5	116,790,868	388,293,321
		<b>5,061,117,866</b>	<b>5,025,590,855</b>
		<b>9,252,782,375</b>	<b>9,240,652,295</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital			
90,000,000 (2022: 90,000,000) Ordinary shares of Rs.10 each		900,000,000	900,000,000
<b>Issued, subscribed and paid-up capital</b>		<b>561,365,550</b>	<b>561,365,550</b>
<b>Capital reserves</b>			
Share premium		317,293,570	317,293,570
Surplus on revaluation of fixed assets		1,734,593,081	1,746,292,300
Equity reserves		336,000,000	336,000,000
		<b>2,387,886,651</b>	<b>2,399,585,870</b>
<b>Revenue reserves</b>			
General reserves		27,000,000	27,000,000
Accumulated losses		(2,195,990,063)	(1,906,108,779)
		<b>(2,168,990,063)</b>	<b>(1,879,108,779)</b>
		<b>780,262,138</b>	<b>1,081,842,641</b>
<b>NON CURRENT LIABILITIES</b>			
Financial Liabilities	6	261,964,213	387,929,545
Deferred liabilities		391,119,485	508,883,938
Provision for quality premium		264,108,125	264,108,125
		<b>917,191,823</b>	<b>1,160,921,608</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		542,731,147	522,405,481
Financial liabilities	6	4,220,700,198	4,094,734,866
Accrued mark-up		2,750,107,608	2,342,113,831
Unclaimed dividend		2,196,784	2,196,784
Current tax liability		39,592,677	36,437,084
		<b>7,555,328,415</b>	<b>6,997,888,046</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	7	-	-
		<b>9,252,782,375</b>	<b>9,240,652,295</b>

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

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR



**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2023**

	For the second Quarter ended		For the half year ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
	(Rupees)			
Revenue	174,754,475	885,597,751	252,447,507	967,206,351
Cost of sales	(129,510,541)	(621,817,946)	(184,520,850)	(705,107,683)
<b>Gross profit</b>	<b>45,243,934</b>	<b>263,779,805</b>	<b>67,926,657</b>	<b>262,098,667</b>
<b>Operating expenses</b>				
Selling and distribution expenses	(624,608)	(650,633)	(1,159,359)	(1,203,633)
Administrative expenses	(10,991,669)	(20,491,669)	(20,049,368)	(31,300,930)
	(11,616,277)	(21,142,302)	(21,208,727)	(32,504,563)
	<b>33,627,657</b>	<b>242,637,502</b>	<b>46,717,930</b>	<b>229,594,105</b>
Finance cost	(210,352,483)	(138,236,083)	(407,993,777)	(250,925,284)
<b>(Loss)/ Profit before taxation</b>	<b>(176,724,827)</b>	<b>104,401,419</b>	<b>(361,275,847)</b>	<b>(21,331,179)</b>
Taxation	17,241,921	16,794,188	59,695,344	47,415,743
<b>(Loss)/ Profit after taxation</b>	<b>(159,482,906)</b>	<b>121,195,607</b>	<b>(301,580,503)</b>	<b>26,084,564</b>
<b>(Loss)/Earnings per share - Basic &amp; Diluted</b>	<b>(2.84)</b>	<b>2.16</b>	<b>(5.37)</b>	<b>0.46</b>

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

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR



**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
(UN-AUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2023**

	For the second Quarter ended		For the half year ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
	----- (Rupees) -----			
(Loss) / Profit after taxation	<b>(159,482,906)</b>	121,195,607	<b>(301,580,503)</b>	26,084,564
Other comprehensive income	<b>8,000,969</b>	8,967,554	<b>11,699,219</b>	17,935,107
Total comprehensive (loss) / profit for the period	<b>(151,481,936)</b>	130,163,161	<b>(289,881,284)</b>	44,019,671

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

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR



**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2023**

	March 2023	March 2022
	----- (Rupees) -----	
<b>(Loss) before taxation</b>	<b>(361,275,847)</b>	<b>(21,331,179)</b>
Depreciation	<b>23,371,900</b>	38,974,651
Amortization	<b>25,032</b>	37,361
Finance cost	<b>407,993,777</b>	250,905,949
	<b>431,390,708</b>	289,917,961
<b>Operating profit before working capital changes</b>	<b>70,114,861</b>	268,586,782
<b>Changes in working capital: (Increase) / decrease in current assets:</b>		
Inventories	<b>(130,605,136)</b>	(468,876,662)
Trade and other receivables	<b>(12,655,431)</b>	32,866,631
Prepayments, deposits and advances	<b>(163,768,897)</b>	252,387,308
<b>Increase in current liabilities:</b>		
Trade and other payables	<b>20,325,666</b>	(114,337,371)
	<b>(286,703,798)</b>	(297,960,096)
<b>Net cash generated from / (used in) operations</b>	<b>(216,588,937)</b>	<b>(29,373,312)</b>
Taxes paid	-	-
Finance cost paid	-	-
<b>Net cash used in operating activities</b>	<b>(216,588,937)</b>	<b>(29,373,312)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Long term investments	-	-
<b>Net cash used in investing activities</b>	<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
long term loans-net	-	-
<b>Net cash flow from financing activities</b>	<b>-</b>	<b>-</b>
Net decrease in cash and cash equivalents	<b>(216,588,937)</b>	<b>(29,373,312)</b>
Cash and cash equivalents at the beginning of the year	<b>(1,303,100,709)</b>	<b>(1,273,727,395)</b>
Cash and cash equivalents at the end of the year	<b>(1,519,689,646)</b>	<b>(1,303,100,707)</b>
<b>Cash and cash equivalents</b>		
Cash and bank balances	<b>116,790,868</b>	333,379,805
Short term borrowing	<b>(1,636,480,514)</b>	(1,636,480,514)
	<b>(1,519,689,646)</b>	<b>(1,303,100,709)</b>

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

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
(UN-AUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2023**

	Issued, subscribed and paid-up capital	Capital Reserves				Revenue Reserves			Grand Total
		Share Premium	Equity Reserve	Revaluation surplus on PPE	Total	General reserve	Unappropriated profit / (Accumulated loss)	Total	
(Rupees)									
Balance as at October 01, 2021	561,365,550	317,293,570	336,000,000	1,768,642,108	2,421,935,678	27,000,000	(1,636,696,006)	(1,609,696,006)	1,373,605,221
Loss after taxation	-	-	-	-	-	-	26,084,564	26,084,564	26,084,564
Incremental depreciation on revalued fixed assets - net of tax	-	-	-	(17,935,107)	(17,935,107)	-	17,935,107	17,935,107	-
<b>Balance as at March 31, 2022</b>	<b>561,365,550</b>	<b>317,293,570</b>	<b>336,000,000</b>	<b>1,750,707,001</b>	<b>2,404,000,571</b>	<b>27,000,000</b>	<b>(1,582,676,335)</b>	<b>(1,565,676,335)</b>	<b>1,399,689,785</b>
Balance as at October 01, 2022	561,365,550	317,293,570	336,000,000	1,746,292,300	2,399,585,869	27,000,000	(1,906,108,779)	(1,879,108,779)	1,081,842,641
Loss after taxation	-	-	-	-	-	-	(301,580,503)	(301,580,503)	(301,580,503)
Incremental depreciation on revalued fixed assets - net of tax	-	-	-	(11,699,219)	(11,699,219)	-	11,699,219	11,699,219	-
<b>Balance as at March 31, 2023</b>	<b>561,365,550</b>	<b>317,293,570</b>	<b>336,000,000</b>	<b>1,734,593,081</b>	<b>2,387,886,650</b>	<b>27,000,000</b>	<b>(2,195,990,063)</b>	<b>(2,168,990,063)</b>	<b>780,262,138</b>

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

  
CHIEF EXECUTIVE

  
CHIEF FINANCIAL OFFICER

  
DIRECTOR



## CONDENSED NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2023

### 1 THE COMPANY AND ITS OPERATIONS

1.1 Ansari Sugar Mills Limited ("the Company") was incorporated in Pakistan on July 09, 1989, as a public limited company and listed on Pakistan Stock Exchange. The principal business of the Company is to manufacture and sell white sugar. The registered office of the Company is situated at Deh Jagsiyani, Taluka Tando Mohammad Khan, District Hyderabad, Sindh.

### 1.2 Seasonality of operations

The Company's production process is seasonal in nature because of the cultivation and reaping of sugarcane due to which production is carried out in the first half of the financial year.

### 2 STATEMENT OF COMPLIANCE

The condensed interim financial information for the six months period ended March 31, 2023 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 Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

The condensed interim financial information is being submitted to the shareholders as required by Section 245 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

The condensed interim financial information do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended 30 September 2022.

The comparative condensed balance sheet, presented in this condensed interim financial information, as at 30 September 2022 has been extracted from the annual audited financial statements of the Company for the year ended 30 September 2022, whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement for the half year ended 31 March 2022 have been extracted from the condensed interim financial information for the six months period ended 31 March 2022 which were subjected to a review but not audited. The comparative condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarter ended 31 March 2022 included in this condensed interim financial report was not subject to a review.

The figures of the condensed interim statement of profit or loss and other comprehensive income for the quarter ended March 31, 2023 and March 31, 2022 and notes forming part thereof have not been reviewed by the statutory auditors of the Company, as they are required to review only the cumulative figures for the half year ended March 31, 2023 and March 31, 2022.

### 3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

#### 3.1 Accounting policies

This condensed interim financial information has been prepared using the same accounting policies which were applied in preparation of annual financial statements of the Company for the year ended September 30, 2022.





### 3.2 Significant accounting judgments, estimates and financial risk management

The preparation of condensed interim financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual financial statements for the year ended September

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements as at and for the year ended September 30, 2022.

		March 31, 2023	September 30, 2022
	Note	(Rupees)	
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets - at net book value	4.1	3,993,428,567	4,016,800,466
Capital work in progress - at cost	4.2	196,872,667	196,872,667
		<b>4,190,301,234</b>	<b>4,213,673,133</b>
<b>4.1 Operating fixed assets - at net book value</b>			
Opening - at net book value		4,016,800,466	4,065,773,926
Add: Additions during the period / year		-	-
Less: Disposal	4.1.1	-	-
		<b>4,016,800,466</b>	<b>4,065,773,926</b>
Less: Depreciation charged during the period / year		<b>23,371,900</b>	48,973,460
Closing - at net book value		<b>3,993,428,567</b>	<b>4,016,800,466</b>
<b>4.1.1 Disposals during the period</b>			
Vehicles		-	-
		-	-
<b>4.2 Capital work in progress</b>			
Opening - at cost		196,872,667	196,872,667
Add: Addition during the period / year		-	-
		<b>196,872,667</b>	<b>196,872,667</b>
<b>5. CASH AND BANK BALANCES</b>			
Cash in hand		140,533	217,238
Cash with banks - current account		116,650,335	388,076,083
		<b>116,790,868</b>	<b>388,293,321</b>
<b>5.1</b>	The bank accounts of the company have been seized with effect from 25th July 2019 due to inquiry initiated by National Accountability Bureau (NAB), Federal Investigation Agency (FIA).		



	March 31, 2023	September 30, 2022
	----- (Rupees) -----	
<b>6. FINANCIAL LIABILITIES</b>		
Non- Current	261,964,213	387,929,545
Current	<u>4,220,700,198</u>	<u>4,094,734,866</u>
	<u>4,482,664,411</u>	<u>4,482,664,411</u>

**7. CONTINGENCIES AND COMMITMENTS**

**7.1 Contingencies**

There is no change in contingent liabilities in respect of legal and other claims arising in the ordinary course of business as reported in audited financial statements for the year ended September 30, 2022

**7.2 Commitments**

There are no commitments in respect of capital and revenue expenditures as at March 31, 2023.

**8. SIGNIFICANT EVENTS DURING THE PERIOD**

Except for effects of matters continued from prior years, no major events happened during the period.

- 8.1** In 2018-19, an enquiry against the Company's shareholders, directors and other group companies has been initiated by the National Accountability Bureau & Federal Investigation Agency (FIA) in the matter of fake bank accounts and accordingly bank accounts of the company were seized by the State Bank of Pakistan. As a consequence of this the production of the Company has declined significantly as well as the Company has defaulted in making repayments of principal and interest thereon of loans obtained from banks. The Company has engaged legal counsel to defend false allegations of money laundering and illegal actions taken by National Accountability Bureau (NAB) and Federal Investigation Agency (FIA) against the Company, its business, shareholders, directors and lenders. The commercial operations including productions of the Company have been resumed for the year 2020 and 2021. Further, bank borrowings of the companies are being rescheduled/restructured and be implemented in due course. The management is also confident that outcome of the court proceedings in respect of alleged enquiry would be in the Company's favor.

**9. SIGNIFICANT EVENT AFTER REPORTING DATE**

Except for the effects of the continuing matter stated in note 8.1 above, no major events happened after reporting date.

**10. AUTHORIZATION FOR ISSUE**

This condensed interim financial information has been authorized by the Board of Directors of the Company for issue on 5 September, 2024.

**11. GENERAL**

Figures have been rounded off to the nearest rupee.





**ANSARI SUGAR MILLS LIMITED**  
Deh Jagsiyani, Taluka Tando Ghulam Hayder,  
District Tando Muhammad Khan Sindh.