



THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

**CONDENSED INTERIM
UNCONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD
ENDED DECEMBER 31, 2024
(UN-AUDITED)**

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

Company Information

Board of Directors

Mst. Najda Sarfaraz	- Chairperson
Mr. Abbas Sarfaraz Khan	- Chief Executive
Mst. Zarmine Sarfaraz	- Director
Mr. Iskander M. Khan	- Director
Nusrat Ali Khan	- Director
Mr. Shahbaz Haider Agha	- Independent Director
Mst. Shahida Ahmad	- Independent Director

Company Secretary

Mr. Mujahid Bashir

Chief Financial Officer

Mr. Rizwan Ullah Khan

Head of Internal Audit

Mr. Zaheer Mir

Auditors

M/s. ShineWing Hameed Chaudhri & Co.,
Chartered Accountants

Tax Consultants

M/s. ShineWing Hameed Chaudhri & Co.,
Chartered Accountants

Legal Advisor

Mr. Isaac Ali Qazi
Advocate

Bankers

Bank Al-Habib Limited	The Bank of Khyber
MCB Bank Limited	United Bank Limited
Allied Bank Limited	The Bank of Punjab
Bank Al-Falah Limited	National Bank of Pakistan
Habib Bank Limited	Soneri Bank Limited

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

DIRECTORS' REVIEW REPORT

The Directors of The Premier Sugar Mills and Distillery Company Limited ("the Company") are pleased to present the un-audited condensed interim financial information of the Company for the first quarter ended December 31, 2024 to the shareholders of the Company in compliance with Section 237 of the Companies Act, 2017 (the Act) and the rule book of the Pakistan Stock Exchange.

OPERATIONAL PERFORMANCE

SUGAR DIVISION

The company is facing tough competition from the tax-free commercial gur manufacturing, causing sugarcane prices in the area to be 30% higher than in other regions, coupled with the reduced sugarcane availability compared to previous years. The management has decided to close the sugar operations to prepare for the next crushing season.

JAGGERY DIVISION

To address the issue of tax-free gur commercial manufacturing, management has decided to produce Jaggery alongside sugar. The jaggery plant has been completed. During the trial run, as the jaggery produced requires improvement in the quality standards i.e., texture, color, and overall composition. Management has decided to resolved the issue, during a second trial run.

DISTILLERY DIVISION

The Ethanol Fuel Plant remained non-operational until December 31, 2024, due to an ongoing upgrade. The BMR was completed in January 2025, increasing capacity to 65,000 liters per day of Extra Neutral Alcohol (ENA). Following a successful trial run, production has commenced.

SUGAR PRICES

The government has focused on keeping domestic sugar prices stable and ensuring the availability of sugar, which led to limited export opportunities. Meanwhile, domestic sugar consumption is expected to grow due to population increase and higher demand from the industrial consumers, who consume 80% of the sugar.

FINANCIAL PERFORMANCE

The Company suffered loss of (Rs. 122.943) million after taxation during the first quarter ended December 31, 2024.

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this quarterly condensed interim financial information are the same as applied in the preparation of the preceding annual financial statements of the Company.

ACKNOWLEDGEMENT

The Directors appreciate the good work done by the Company's staff at all levels.

FOR AND ON BEHALF OF THE BOARD



(ISKANDER M. KHAN)
Director



(ABBAS SARFARAZ KHAN)
Chief Executive

Mardan: February 25, 2025

بریمیر شوگر ملز اینڈ ڈسٹیلری کمپنی لمیٹڈ

ڈائریکٹرز کی جائزہ رپورٹ

بریمیر شوگر ملز اینڈ ڈسٹیلری کمپنی لمیٹڈ ("کمپنی") کے ڈائریکٹرز 31 دسمبر 2024 کو ختم ہونے والی پہلی سہ ماہی کے لئے کمپنی کی غیر آڈٹ شدہ عبوری مالی معلومات کمپنی ایکٹ 2017 (ایکٹ) کی دفعہ 237 اور پاکستان اسٹاک ایکسچینج کی رول بک کی تعمیل میں کمپنی کے شیئر ہولڈرز کو پیش کرنے پر خوش ہیں۔

آپریشنل کارکردگی

شوگر ڈویژن

کمپنی کو ٹیکس فری کمرشل گورنمنٹ مینوفیکچرنگ سے سخت مقابلے کا سامنا ہے جس کی وجہ سے علاقے میں گئے کی قیمتیں دیگر علاقوں کے مقابلے میں 30 فیصد زیادہ ہیں اور اس کے ساتھ ساتھ پچھلے سالوں کے مقابلے میں گئے کی دستیابی میں کمی واقع ہوئی ہے۔ انتظامیہ نے اگلے کرشننگ سیزن کی تیاری کے لئے شوگر آپریشن بند کرنے کا فیصلہ کیا ہے۔

جیگری ڈویژن

ٹیکس فری گورنمنٹ مینوفیکچرنگ کے مسئلے کو حل کرنے کے لئے انتظامیہ نے چینی کے ساتھ گز کی پیداوار کا فیصلہ کیا ہے۔ گز کا پودا مکمل ہو چکا ہے۔ آزمائشی دوڑ کے دوران، چونکہ تیار کردہ گز کو معیار کے معیار یعنی ساخت، رنگ اور مجموعی ساخت میں بہتری کی ضرورت ہوتی ہے۔ انتظامیہ نے دوسرے ٹرائل رن کے دوران اس مسئلے کو حل کرنے کا فیصلہ کیا ہے۔

ڈسٹیلری ڈویژن

ایتنہول فیول پلانٹ 31 دسمبر، 2024 تک جاری آپ گریڈ کی وجہ سے غیر فعال رہا۔ بی ایم آر جنوری 2025 میں مکمل ہوا تھا، جس سے اضافی نیوٹرل الکوحل (ای این اے) کی یومیہ صلاحیت 65,000 لیٹر تک بڑھ گئی تھی۔ ایک کامیاب آزمائشی دوڑ کے بعد، پیداوار شروع کردی گئی ہے۔

چینی کی قیمتیں

حکومت نے چینی کی مقامی قیمتوں کو مستحکم رکھنے اور چینی کی دستیابی کو یقینی بنانے پر توجہ مرکوز کی ہے جس کی وجہ سے برآمد کے مواقع محدود ہو گئے ہیں۔ دریں اثنا، آبادی میں اضافے اور صنعتی صارفین کی جانب سے زیادہ طلب کی وجہ سے گھریلو چینی کی کھپت میں اضافے کی توقع ہے، جو 80 فیصد چینی استعمال کرتے ہیں۔

مالی کارکردگی

31 دسمبر 2024ء کو ختم ہونے والی پہلی سہ ماہی کے دوران کمپنی کو ٹیکس کے بعد 122.943 ملین روپے کا نقصان اٹھانا پڑا۔

اکاؤنٹنگ پالیسیاں

اس سہ ماہی عبوری مالی معلومات کی تیاری میں اختیار کی جانے والی اکاؤنٹنگ پالیسیاں وہی ہیں جو کمپنی کے پچھلے سالانہ مالی بیانات کی تیاری میں لاگو ہوتی ہیں۔

اعتراف

ڈائریکٹرز ہر سطح پر کمپنی کے عملے کی طرف سے کیے گئے اچھے کام کو سراہتے ہیں۔

بورڈ کے لئے اور اس کی طرف سے

(اسکندر ایم خان)
ڈائریکٹر

(عباس سرفراز خان)
چیف ایگزیکٹو

مردان: 25 فروری، 2025

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2024

		Un-audited December 31, 2024	Audited September 30, 2024
	Note		
(Rupees in thousand)			
NON CURRENT ASSETS			
Property, plant and equipment	5	3,472,934	3,405,361
Investment property	6	19,569	19,633
Long term investments	7	170,006	170,006
Security Deposits		2,058	1,809
		3,664,567	3,596,809
CURRENT ASSETS			
Stores and spares	8	193,107	131,585
Stock-in-trade	9	345,875	240,950
Trade debts		811,290	29
Advances	10	146,137	33,669
Trade deposits and short term prepayments	11	6,490	5,119
Other receivables		7,979	6,924
Sales tax refundable		39,310	0
Income tax refundable, advance income tax and tax deducted at source		25,174	19,166
Bank balances	12	37,698	62,217
		1,613,060	499,659
TOTAL ASSETS		5,277,627	4,096,468
SHARE CAPITAL AND RESERVES			
Authorized capital (5,750,000 ordinary shares of Rs. 10 each)		57,500	57,500
Issued, subscribed and paid-up capital	13	37,500	37,500
Capital reserves			
-share redemption		1	1
-revaluation surplus on property, plant and equipment		1,466,897	1,500,552
General revenue reserve		900,000	900,000
Accumulated loss		(659,372)	(570,084)
Shareholders' equity		1,745,026	1,867,969
NON-CURRENT LIABILITIES			
Lease liabilities		8,199	5,835
Staff retirement benefits- gratuity		39,360	43,345
Long term finances		965,472	839,102
Deferred taxation	18	48,069	95,603
		1,061,100	983,885
CURRENT LIABILITIES			
Trade and other payables	15	809,788	407,485
Contract liabilities		254,741	36,538
Unclaimed dividend		7,470	7,470
Accrued mark-up		55,108	93,881
Short term running borrowings	16	1,167,564	524,323
Current maturity of non-current liabilities	17	147,972	147,015
Taxation	18	28,857	27,902
		2,471,500	1,244,614
TOTAL LIABILITIES		3,532,600	2,228,499
Contingencies and commitments	19		
TOTAL EQUITY AND LIABILITIES		5,277,627	4,096,468

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

(اسکندر ایم خان)
ڈائریکٹر

Chief Financial Officer

(عباس سرفراز خان)
چیف ایگزیکٹو

Chief Executive

(اسکندر ایم خان)
ڈائریکٹر

Director

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE FIRST QUARTER ENDED DECEMBER 31, 2024

	Note	Dec 31, 2024 Rupees in thousand	Dec 31, 2023
Sales - net	20	76,347	433,336
Cost of sales	21	(201,596)	(576,490)
Gross loss		(125,249)	(143,154)
Distribution cost	22	(1,358)	(2,052)
Administrative expenses	23	(33,896) 239	(30,006)
		(35,254)	(32,057)
		(160,503)	(175,211)
Other income	24	17,926	12,201
Loss from operations		(142,577)	(163,010)
Finance cost	25	(26,944)	(30,316)
Loss before taxation		(169,521)	(193,326)
Taxation		(46,578)	(61,862)
Loss after taxation		(122,943)	(131,464)
Other comprehensive income		0	0
Total comprehensive loss		(122,943)	(131,464)
		Rupees	
Loss per share		(32.78)	(35.06)

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


Chief Financial Officer


Chief Executive


Director


THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE FIRST QUARTER ENDED DECEMBER 31, 2024

	Dec 31, 2024	Dec 31, 2023
	Rupees in thousand	
CASH FLOW FROM OPERATING ACTIVITIES		
Loss for the period - before taxation	(169,521)	(193,326)
Adjustments for:		
Depreciation on property, plant and equipment	51,559	56,623
Depreciation on investment property	64	67
Mark-up on loan to Subsidiary company and profit / mark-up on bank deposits	(4,881)	(511)
Staff retirement benefits-gratuity (Net)	(3,985)	2,261
Finance cost	25,613	29,528
Loss before working capital changes	(101,151)	(105,358)
EFFECT ON CASH FLOWS DUE TO WORKING CAPITAL CHANGES		
Decrease / (Increase) in current assets:		
Stores and spares	(61,522)	(69,621)
Stock-in-trade	(104,925)	(1,282,591)
Trade debts	(811,261)	(107,219)
Loans and advances	(112,468)	125,358
Trade Deposits and short term prepayments	(1,371)	(3,982)
Other receivables	(1,054)	23
Advance sales tax - net	(39,310)	0
Decrease in trade and other payables	620,506	136,841
	(511,405)	(1,201,191)
Cash used in operations	(612,556)	(1,306,549)
Security paid	(249)	0
Income Tax paid	(6,009)	(9,443)
Net cash used in operating activities	(618,814)	(1,315,992)
CASH FLOW FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(119,132)	(5,830)
Mark-up / profit received on loan to Subsidiary company and bank deposits	4,881	511
Net cash used in investing activities	(114,251)	(5,319)
CASH FLOW FROM FINANCING ACTIVITIES		
Short term borrowings-net	643,241	1,249,431
Finance cost	126,370	0
Finance cost paid	(64,386)	(12,637)
Lease finances - net	3,321	(246)
Net cash generated from financing activities	708,546	1,236,548
Net decrease in cash and cash equivalents	(24,519)	(84,763)
Cash and cash equivalents - at beginning of the period	62,217	120,095
Cash and cash equivalents - at end of the period	37,698	35,332

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


Chief Financial Officer


Chief Executive


Director

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	Share capital	Share redemption	Reserves			TOTAL
			Revaluation surplus on property, plant and	Revenue		
				General	Accumulated Loss	
Balance as at September 30, 2023 - audited	37,500	1	1,634,949	900,000	(532,693)	2,039,757
Total comprehensive loss for the quarter ended December 31, 2023	0	0	0	0	(131,464)	(131,464)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period -net of deferred taxation	0	0	(33,655)	0	33,655	0
Balance as at December 31, 2023 - unaudited	37,500	1	1,601,294	900,000	(630,502)	1,908,293
Balance as at September 30, 2024 - audited	37,500	1	1,500,552	900,000	(570,084)	1,867,969
Total comprehensive loss for the quarter ended December 31, 2024	0	0	0	0	(122,943)	(122,943)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for current period -net of deferred taxation	0	0	(33,655)	0	33,655	0
Balance as at December 31, 2024 unaudited	37,500	1	1,466,897	900,000	(659,372)	1,745,026

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


Chief Financial Officer


Chief Executive


Director

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

1. Legal status and operations

The Premier Sugar Mills & Distillery Company Limited (the Company) was incorporated on July 24, 1944 as a Public Company and its shares are quoted on Pakistan Stock Exchange Limited. The Company is principally engaged in manufacture and sale of white sugar and spirit. The Company's Mills and Registered Office are located at Mardan (Khyber Pakhtunkhwa) whereas the Head Office is situated at King's Arcade, 20-A, Markaz F-7, Islamabad.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS Standards) 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 provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3. Significant Accounting Policies

The accounting policies and methods of computation adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended September 30, 2024.

4. Accounting Estimates, Judgments and Financial Risk Management

The preparation of condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended September 30, 2024.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended September 30, 2024.

	Unaudited Dec 31, 2024 (Rupees in thousand)	Audited Sep 30, 2024
5. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	2,144,333	2,191,100
Advance against lease vehicle	0	455
Capital work-in-progress	1,328,601	1,213,806
	<u>3,472,934</u>	<u>3,405,361</u>
5.1. Operating fixed assets - tangible		
Book value at the beginning of the period / year	2,191,100	2,409,696
Additions during the period / year :		
- furniture, fittings & office equipment	180	2,608
- leased vehicles (right of use assets)	4,612	6,488
	<u>4,792</u>	<u>9,096</u>
Revaluation adjustment		0
Book value of assets disposed-off during the period /year	0	0
Depreciation charge for the period / year	(51,559)	(227,692)
Book value at the end of the period / year	<u>2,144,333</u>	<u>2,191,100</u>
6. Investment property		
Opening book value	19,633	19,901
Depreciation charge for the period/ year	(64)	(268)
Closing book value	<u>19,569</u>	<u>19,633</u>
7. Long term investments		
Market values of the Company's quoted investments in Chashma Sugar Mills Ltd. (a Subsidiary Company) and Arpak International Investments Ltd. (an Associated Company) as at December 31, 2024 were Rs.962.570 million and Rs.16.070 million respectively.		
8. STORES AND SPARES		
Stores	115,428	57,582
Spares	77,679	74,003
	<u>193,107</u>	<u>131,585</u>
8.1	Stores and spares include items which may result in fixed capital expenditure but are not distinguishable.	

	Un-audited Dec 31, 2024 (Rupees in thousand)	Audited Sep. 30, 2024
9. Stock-in-trade		
In-process:		
- sugar	23,432	23,432
- molasses	3,948	3,948
	<u>27,380</u>	<u>27,380</u>
Finished goods:		
- sugar	92,644	139,132
- molasses	225,851	74,438
	<u>318,495</u>	<u>213,570</u>
	<u>345,875</u>	<u>240,950</u>
10. ADVANCES - Considered good		
Suppliers and contractors	137,556	27,500
Employees	8,581	6,169
	<u>146,137</u>	<u>33,669</u>
10.1	No amount was due from key management personnel of the Company during the current and preceding years.	
11. TRADE DEPOSITS AND SHORT TERM PREPAYMENTS		
Excise duty deposit	136	136
Short term prepayments	3,492	2,121
Deposits against decretal amounts	2,862	2,862
	<u>6,490</u>	<u>5,119</u>
12. Bank balances		
12.1	The Company had deposited Rs.5 million in Term Deposit with Mehran Bank Limited at Peshawar for a period of six months @ 12.5% per annum on September 25, 1993 vide TDR No.007902, which was to mature on March 25, 1994. The aforesaid TDR could not be encashed because of the crisis of Mehran Bank's affairs which were being administered by the State Bank of Pakistan (SBP). Mehran Bank Limited was eventually merged into National Bank of Pakistan (NBP).	
	The Company, through its lawyers, had issued legal notices to SBP, NBP and the defunct Mehran Bank Limited. In response, the Company had received a letter from NBP dated November 05, 1995 stating that the investment by the Company was shown in Fund Management Scheme, which was an unrecorded liability of Mehran Bank Limited. The Company had filed a suit with the Civil Court for recovery of the said amount along with profit @ 12.5% per annum with effect from September 25, 1993 till the date of payment. The Civil Judge, Peshawar, vide his judgment dated May 13, 2004, had decreed against SBP. SBP, against the said judgment, has filed an appeal before the Peshawar High Court, which is pending adjudication. Full provision for the said doubtful amount exists in these financial statements.	

13. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL			Un-audited Dec 31, 2024	Audited Sep. 30, 2024
Dec 31, 2024	Sep. 30, 2023		(Rupees in thousand)	
(No. of shares)				
1,476,340	1,476,340	ordinary shares of Rs.10 each fully paid in cash	14,763	14,763
2,273,660	2,273,660	ordinary shares of Rs.10 each issued as fully paid bonus shares	22,737	22,737
<u>3,750,000</u>	<u>3,750,000</u>		<u>37,500</u>	<u>37,500</u>

13.1 Voting rights, board selection, right of first refusal and block voting are in proportion to the shareholding of the shareholders.

13.2 Arpak International Investments Ltd. (an Associated Company) held 400,000 ordinary shares as at December 31, 2024 and September 30, 2024.

14. LONG TERM FINANCES - Secured		Un-audited Dec 31, 2024	Audited Sep. 30, 2024
Note	Rupees in thousand		
United Bank Ltd:			
LTF 1	14.1	399,175	399,175
LTF 2	14.3	200,820	176,940
Soneri Bank Ltd.	14.3	<u>509,933</u>	<u>407,443</u>
		1,109,928	983,558
Less: current portion grouped under current liabilities		144,456	144,456
		<u>965,472</u>	<u>839,102</u>

14.1 The Company during the year has arranged long term finance facility amounting Rs.400 million from United Bank Limited to finance BMR activities. The bank against said facility disbursed Rs.399.175 million in fourteen tranches of different amounts. Each tranche under this finance facility has different repayments terms. These finances carry markup at the rate 3 month Kibor plus 2.5 percent per annum and are secured against first pari passu charge on all fixed asset of the Company with 25% margin & cross corporate guarantee of M/s. Chashma Sugar Mills Limited.

14.2 The Company, during the year, has arranged long term finance facility amounting Rs.200 million from United Bank Limited to finance BMR activities. The bank against said facility disbursed Rs.176.940 million in two tranches of different amounts. Each tranche under this finance facility has different repayments terms. These finances carry mark-up at the rate 3 month Kibor plus 2.5 percent per annum and are secured against first pari passu charge on all fixed asset of the Company & cross corporate guarantee of M/s. Chashma Sugar Mills Limited.

14.3 The Company, during the year, has arranged long term finance facility amounting Rs.600 million from Soneri Bank Limited to finance BMR activities/CPEX /import plant and machinery of the Company. The bank against said facility disbursed Rs.407.442 million in twenty one tranches of different amounts. Each tranche under this finance facility has different repayments terms. These finances carry markup at the rate 3 month kibar plus 2 percent per annum and are secured against first pari passu charge of Rs.266.667 million over current asset of the Company & cross corporate guarantee of M/s. Chashma Sugar Mills Limited.

15. TRADE AND OTHER PAYABLES		Un-audited Dec 31, 2024	Audited Sep. 30, 2024
(Rupees in thousand)			
Due to Chashma Sugar Mills Ltd. (Subsidiary Company)		427,718	98,126
Due to Frontier Sugar Mills and Distillery Ltd. (Subsidiary Company)		1,630	8
Due to Syntron Ltd. (Associated Company)		14,927	14,927
Due to Syntronics Ltd. (Associated Company)		157	157
Due to Azlak Enterprises (Pvt) Ltd. (Associated Company)		21,529	21,529
Creditors		232,282	145,066
Accrued expenses		52,714	55,654
Due to employees		5,071	4,560
Deposits from contractors and others		13,499	1,031
Income tax deducted at source		25,948	22,704
Sales tax payable		696	29,448
Gratuity payable to ex-employees		5,816	5,816
Employees' provident fund payable		7,304	7,791
Others		497	668
		<u>809,788</u>	<u>407,485</u>

16. SHORT TERM BORROWINGS		1,147,000	497,000
Short term finances - secured			
Temporary bank overdraft - unsecured		20,564	27,323
16.1		<u>1,167,564</u>	<u>524,323</u>

16.1 Short term finance facilities available from various commercial banks under mark-up arrangements aggregate Rs.1,900 million (2023: Rs.1,300 million). These facilities are secured against charge over fixed assets, charge over present and future current assets of the Company, pledge of sugar stocks, cross corporate guarantee of Chashma Sugar Mills Ltd. (Subsidiary Company) amounting Rs.800 million and lien over export documents. These facilities, during the year, carried mark-up at the rates ranging from 19.43% to 24.87% (2023: 16.71% to 24.41%) per annum and are expiring on various dates by March 31, 2024. These facilities remained un-utilised as at September 30, 2024.

16.2 Facilities available for opening letters of guarantee and credit from commercial banks aggregate Rs.700 million (2023: Rs.680 million). Out of the available facilities, facilities aggregating Rs.536.18 million (2023: Rs.481.296 million) remained un-utilised at the year-end. These facilities are secured against lien over import and shipping documents and the securities detailed in the preceding paragraph.

	Dec 31, 2024	Dec 31, 2023
	Rupees in thousand	
17. CURRENT PORTION OF NON-CURRENT LIABILITIES		
Long term finances	144,456	144,456
Lease liabilities	3,516	2,559
	<u>147,972</u>	<u>147,015</u>
18. Taxation		
Provision for the current period represents tax due under sections 154 (Tax on income from exporters) and 113 (Minimum tax on income of certain persons) of the Income Tax Ordinance, 2001 (the Ordinance).		
18.1 Deferred		
This is comprised of the following:		
Taxable temporary differences arising in respect of:		
- revaluation surplus on property, plant and equipment	600,463	612,901
- lease finances	165	0
	<u>600,628</u>	<u>612,901</u>
Deductible temporary differences arising in respect of:		
- available unused tax losses	(483,974)	(445,113)
- accelerated tax depreciation allowances	(3,123)	(5,713)
- staff retirement benefits - gratuity	(11,414)	(12,570)
- provision for doubtful bank balance	(1,450)	(1,450)
- lease finances	0	(809)
- minimum tax recoverable against normal tax charge in future years	(52,598)	(51,643)
	<u>(552,559)</u>	<u>(517,298)</u>
	<u>48,069</u>	<u>95,603</u>
19. Contingencies and commitments		
19.1	There has been no significant change in the status of contingencies as reported in the audited financial statements of the Company for the year ended September 30, 2024.	
19.2	Guarantees given to Sui Northern Gas Pipelines Ltd. by a commercial bank on behalf of the Company outstanding as at December 31, 2024 were for Rs.37.34 million (September 30, 2024: Rs.37.340 million). These guarantees are valid upto July 16, 2024.	
20. SALES - Net		
Turnover: Local	83,272	511,337
Less: sales tax	6,925	78,001
	<u>76,347</u>	<u>433,336</u>

	Dec 31, 2024	Dec 31, 2023
	Rupees in thousand	
21. COST OF SALES		
Raw materials consumed	171,265	1,661,244
Chemicals and stores consumed	91	22,523
Salaries, wages and benefits	57,078	75,134
Power and fuel	14,312	23,905
Insurance	2,318	2,038
Repair and maintenance	10,996	18,272
Depreciation	50,460	55,965
	<u>306,521</u>	<u>1,859,081</u>
Adjustment of sugar-in-process:		
Opening	27,380	10,544
Closing	(27,380)	(18,736)
	<u>(0)</u>	<u>(8,192)</u>
Cost of goods manufactured	<u>306,521</u>	<u>1,850,889</u>
Adjustment of finished goods:		
Opening stock	213,570	124,078
Closing stock	(318,495)	(1,398,477)
	<u>(104,925)</u>	<u>(1,274,399)</u>
	<u>201,596</u>	<u>576,490</u>
22. DISTRIBUTION COST		
Commission	14	187
Salaries, wages and amenities	755	1,781
Expenses on ethanol export	590	84
	<u>1,358</u>	<u>2,052</u>
23. ADMINISTRATIVE EXPENSES		
Salaries and amenities	19,135	12,455
Travelling, vehicles' running and maintenance	1,308	822
Utilities	527	392
Rent, rates and taxes	573	3,589
Insurance	135	259
Repair and maintenance	5,592	7,191
Printing and stationery	693	1,124
Communication	392	358
Legal and professional charges (other than Auditors)	3,291	482
Subscription	319	267
Depreciation on:		
- operating fixed assets	1,099	658
- investment property	64	67
General office expenses	768	2,343
	<u>33,896</u>	<u>30,006</u>

24. OTHER INCOME	Un-audited Period ended	
	Dec. 31, 2024	Dec. 31, 2023
(Rupees in thousand)		
Income from financial assets:		
Mark-up / interest / profit on bank deposits / saving accounts and certificates	4,881	511
Income from other than financial assets:		
Rent	3	3
Sale of agricultural produce	12,980	10,654
Miscellaneous	61	1,033
	<u>17,926</u>	<u>12,201</u>
25. FINANCE COST		
Mark-up on:		
- short term borrowings	25,613	29,528
Lease finance charges	634	268
Bank charges	696	521
	<u>26,944</u>	<u>30,316</u>
26. Transactions with related parties		
26.1	The Company has related party relationship with its Subsidiary and Associated Companies, employee benefit plans, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with Subsidiary and Associated Companies during the period were as follows:	
Subsidiary Companies:		
- purchase of goods	4,023	54
- rent paid	29	29
- expenses paid on behalf of the Company	27,092	7,088
- expenses paid by the Company	1,552	998
Associated Companies:		
- purchase of goods	1,623	14,927
Key management personnel		
- salaries and other benefits	11,929	2,143
26.2	The Company's shareholdings in Subsidiary and Associated Companies have been detailed in note 38 of Audited Financial Statement. In addition to the names of the Associated Companies detailed in note 7 of Audited Financial Statement, the following are other Associated Companies and a sub-subsidiary Company:	
- Whole Foods (Pvt.) Ltd.(Sub-subsidiary)	- Premier Construction & Housing Ltd.	
- Syntron Ltd.	- Phipson & Co. Pakistan (Pvt.) Ltd.	
- Syntronics Ltd.	- Aurora (Pvt.) Ltd.	
	- Ultimate Whole Foods (Pvt.) Ltd. (Sub-subsidiary)	

26.3 Key management personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the Company. The Company considers its Chief Executive, directors and all members of management team to be its key management personnel.

27. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

Particulars	Chief Executive		Directors		Executives	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
Rupees in thousand						
Managerial remuneration	466	436	7,564	1,091	3,774	615
Contribution to provident fund	0	0	-	-	125	-
	<u>466</u>	<u>436</u>	<u>7,564</u>	<u>1,091</u>	<u>3,899</u>	<u>615</u>
Number of persons	1	1	1	1	6	1

27.1 The Chief Executive, one director and the executives residing in the factory are provided free housing (with the Company's generated electricity in the residential colony within the factory compound). The Chief Executive, one director and executives are also provided with the Company maintained cars.

27.2 Remuneration of directors does not include amounts paid or provided for, if any, by the Subsidiary and Associated Companies.

28. Date of Authorisation for Issue

This condensed interim financial information was approved and authorised for issue by the Board of Directors of the Company on February 25, 2025.

29. Corresponding Figures

29.1 In order to comply with the requirements of IAS 34 'Interim financial reporting', the condensed interim balance sheet has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison; however, no significant re-classifications / re-statements have been made to this condensed interim financial information.

29.2 Figures in this condensed interim financial information has been rounded-off to the nearest thousand Rupees.



Chief Financial Officer



Chief Executive



Director



THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

**CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD
ENDED DECEMBER 31, 2024
(UN-AUDITED)**

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	Note	Unaudited December 31, 2024	Audited September 30, 2024
Assets			
Non-current Assets			
Property, plant and equipment	6	29,832,930	29,649,297
Right-of-use assets		367,176	326,003
Investment property		19,569	19,633
Long term investments		202,580	203,917
Security deposits		17,493	17,244
Deferred tax asset		274,159	192,100
		<u>30,713,907</u>	<u>30,408,194</u>
Current Assets			
Stores and spares	7	956,549	913,342
Stock-in-trade	8	7,515,088	4,986,667
Trade debts		2,465,140	440,448
Loans and advances		3,044,950	1,121,798
Trade deposits, short term prepayments and other receivables	9	148,751	126,370
Accrued profit on bank deposits		-	-
Tax refunds due from the Government		641,977	466,899
Short term investments		80	78
Bank balances	10	1,081,394	1,114,598
		<u>15,853,929</u>	<u>9,170,200</u>
TOTAL ASSETS		<u>46,567,836</u>	<u>39,578,394</u>
Equity and Liabilities			
Share Capital and Reserves			
Authorised capital		57,500	57,500
5,750,000 (2020: 5,750,000) ordinary shares of Rs.10 each		<u>37,500</u>	<u>37,500</u>
Issued, subscribed and paid-up capital			
Capital reserves		1	1
- share redemption		6,130,963	5,929,257
- revaluation surplus on property, plant and equipment		1,010,537	1,010,537
General revenue-reserve			
Unappropriated (Loss) / profit		(111,476)	285,358
Equity Attributable to Equity Holders of the Holding Company		<u>7,067,525</u>	<u>7,262,653</u>
Non-Controlling Interest		<u>7,804,048</u>	<u>8,017,411</u>
		<u>14,871,573</u>	<u>15,280,064</u>
Non-current Liabilities			
Long term finances	11	7,259,976	6,265,941
Loans from related parties	12	145,892	153,547
Lease liabilities		189,034	165,814
Government grant		43,922	49,696
Deferred liabilities		2,786,293	3,306,111
		<u>10,425,117</u>	<u>9,941,109</u>
Current Liabilities			
Trade and other payables	13	4,753,496	2,225,273
Unclaimed dividends		23,149	23,149
Accrued mark-up		55,506	461,443
Short term borrowings		14,396,651	9,671,811
Current portion of non-current liabilities		1,555,033	1,556,429
Dividends payable to non-controlling interest		572	572
Taxation		486,739	418,544
		<u>21,271,146</u>	<u>14,357,221</u>
Total liabilities		<u>31,696,263</u>	<u>24,298,330</u>
Contingencies and Commitments			
TOTAL EQUITY AND LIABILITIES		<u>46,567,836</u>	<u>39,578,394</u>

The annexed notes form an integral part of this condensed interim consolidated financial statements.


Chief Financial Officer


Chief Executive


Director

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE FIRST QUARTER ENDED DECEMBER 31, 2024

		December 31, 2024	December 31, 2023
-----Rupees in thousand-----			
Sales - Net		7,039,232	8,501,928
Cost of Sales		(7,106,862)	(6,809,606)
Gross (loss) / profit		(67,630)	1,692,322
Distribution Cost		(301,795)	(240,091)
Administrative Expenses		(432,636)	(398,308)
Other Expenses	17	(6)	(54,179)
		<u>(734,437)</u>	<u>(692,578)</u>
		<u>(802,067)</u>	<u>999,744</u>
Other Income	16	482,256	56,545
(loss) / profit from Operations		(319,811)	1,056,289
Finance Cost		(1,213,405)	(802,828)
		<u>(1,533,216)</u>	<u>253,461</u>
Share of loss from Associated Companies		(2,967)	(12,608)
(loss) / profit before taxation		<u>(1,536,183)</u>	<u>240,853</u>
Taxation			
Group			
- Current		(24,758)	(73,962)
- Deferred		566,404	39,622
		<u>541,646</u>	<u>(34,340)</u>
Associated Companies		(24)	(54)
		<u>541,622</u>	<u>(34,394)</u>
(Loss) / profit after taxation		<u><u>(994,561)</u></u>	<u><u>206,459</u></u>
Attributable to:			
- Equity holders of the Parent Company		(512,743)	66,747
- Non-controlling interest		(481,818)	139,712
		<u>(994,561)</u>	<u>206,459</u>
----- Rupees -----			
Combined earnings/ (loss) per share - basic and diluted		<u>(136.73)</u>	<u>17.80</u>

The annexed notes form an integral part of this condensed interim consolidated financial statements.


Chief Financial Officer


Chief Executive


Director

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	December 31, 2024	December 31, 2023
	-----Rupees in thousand-----	
Profit / (loss) after Taxation	(994,561)	206,459
Other Comprehensive Income / (Loss)		
Fair value gain / (loss) on available-for-sale investments	-	-
Share of other comprehensive (loss) / income from Associated Companies	1,590	8,528
Adjustment for gain included in statement of profit or loss upon sale of Available for sale investments	-	-
Total Comprehensive income / (loss)	(992,971)	214,987
Attributable to:		
- Equity holders of the Parent Company	(511,153)	75,275
- Non-controlling interest	(481,818)	139,712
	(992,971)	214,987

The annexed notes form an integral part of this condensed interim consolidated financial statements.


Chief Financial Officer


Chief Executive


Director

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)
FOR THE FIRST QUARTER ENDED DECEMBER 31, 2024

	Quarter ended	
	December 31, 2024	December 31, 2023
	-----Rupees in thousand-----	
Cash flow from operating activities		
Profit/ (loss) for the period - before taxation	(1,536,183)	240,853
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	588,471	506,041
Depreciation on investment property	64	67
Loss from Associated Companies - net	2,967	12,608
Interest / profit on bank deposits and saving accounts	(5,652)	(1,274)
Gain on disposal of operating fixed assets	(1,779)	(2,335)
Gain on re-measurement of short term investments to fair value	(425,844)	(22,887)
Finance cost	1,213,405	802,828
Profit before working capital changes	(164,551)	1,535,901
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets		
Stores and spares	(43,207)	(138,146)
Stock-in-trade	(2,528,421)	(6,296,134)
Trade debts	(2,024,692)	797,233
Loans and advances	(1,923,152)	(3,297,381)
Trade deposits, short term prepayments and other receivables	(22,381)	12,954
Sales tax refundable	(175,078)	(19,599)
Increase in current liabilities		
Trade and other payables	2,528,223	1,163,906
	(4,188,708)	(7,777,167)
Cash (used in) / generated from operations	(4,353,259)	(6,241,266)
Income tax paid	556,339	(169,023)
Security deposits	(249)	(200)
Net cash (used in) / generated from operating activities	(3,797,169)	(6,410,489)
Cash flow from investing activities		
Additions to property, plant and equipment	(750,348)	(250,694)
Sale proceeds of operating fixed assets	6,155	7,887
Interest / profit on bank deposits and saving accounts	5,652	1,274
Proceeds from disposal of long term investment	(1,630)	(9,506)
Short term investments - net	425,842	28,568
Net cash used in investing activities	(314,330)	(222,471)
Cash flow from financing activities		
Long term finances - net	958,629	(204,608)
Loans from Associated Companies	(7,655)	(15,618)
Lease finances - net	21,824	508,142
Short term borrowings - net	4,724,840	8,195,347
Finance cost paid	(1,619,342)	(1,520,019)
Net cash generated from / (used in) financing activities	4,078,296	6,963,244
Net decrease in cash and cash equivalents	(33,202)	330,284
Cash and cash equivalents - at beginning of the period	1,114,598	950,611
Cash and cash equivalents - at end of the period	1,081,396	1,280,895

The annexed notes form an integral part of this condensed interim consolidated financial statements.


Chief Financial Officer


Chief Executive


Director

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

----- Attributable to equity holders of the Parent -----									
Share capital	Reserves		Revenue	Unappropriated profit					Total
	Capital								
	Share redemption	Revaluation surplus on property, plant and equipment	General					Total equity	

Rupees in thousand

Balance as at September 30, 2023 - audited	37,500	1	5,804,999	1,010,537	2,342,927	9,195,964	8,608,832	17,804,796
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Total comprehensive income / (loss) for the period ended December 31, 2023

Loss/ profit after taxation	0	0	0	0	66,747	66,747	139,712	206,459
Other comprehensive income	0	0	0	0	8,528	8,528		8,528
	0	0	0	0	75,275	75,275	139,712	214,987

Effect of items directly credited in equity by Associated Companies

	0	0	0	0	1,032	1,032	0	1,032
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Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation for the period -net of deferred taxation

			(192,044)		109,700	(82,344)	82,344	0
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-net of deferred taxation

Balance as at December 31, 2023 - unaudited	37,500	1	5,612,955	1,010,537	2,528,934	9,189,927	8,830,888	18,020,815
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Balance as at September 30, 2024 - audited	37,500	1	5,929,257	1,010,537	285,358	7,262,653	8,017,411	15,280,064
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Total comprehensive income / (loss) for the period ended December 31, 2024

Profit after taxation	0	0	0	0	(512,743)	(512,743)	(481,818)	(994,561)
Other comprehensive income	0	0	0	0	1,590	1,590	403,410	405,000
	0	0	0	0	(511,153)	(511,153)	(78,408)	(589,561)

Effect of items directly credited in equity by Associated Companies

	0	0	0	0	11	11	0	11
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Non Controlling interest of CSM

	0	0	0	0	0	0	181,059	181,059
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Transfer from revaluation surplus on property, plant and equipment (net of deferred taxation)

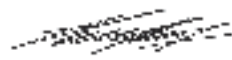
			201,706		114,308	316,014	(316,014)	0
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Balance as at December 31, 2024	37,500	1	6,130,963	1,010,537	(111,476)	7,067,525	7,804,048	14,871,573
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The annexed notes form an integral part of this condensed interim consolidated financial statements.



Chief Financial Officer



Chief Executive



Director

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE FIRST QUARTER ENDED DECEMBER 31, 2024

1. The Group and its operations

1.1 The Premier Sugar Mills & Distillery Company Ltd. (the Holding Company)

The Holding Company was incorporated on July 24, 1944 as a Public Company and its shares are quoted on Pakistan Stock Exchange Ltd. The Holding Company is principally engaged in manufacture and sale of white sugar and spirit. The Holding Company's Mills and Registered Office are located at Mardan (Khyber Pakhtunkhwa) whereas the Head Office is situated at King's Arcade, 20-A, Markaz F-7, Islamabad.

1.2 Subsidiary Companies

(a) Chashma Sugar Mills Ltd. (CSM)

CSM was incorporated in Pakistan on May 05, 1988 as a Public Company, under the Companies Ordinance, 1984 (which is repealed upon enactment of the Companies Act, 2017 on May 30, 2017) and commenced its commercial production from July 09, 1988. CSM has its shares quoted on the Pakistan Stock Exchange Ltd. CSM is principally engaged in manufacturing, production, processing, compounding, preparation and sale of sugar, other allied compound, intermediates and by-products. CSM is a Subsidiary of The Premier Sugar Mills & Distillery Company Ltd.. The head office of CSM is situated at King's Arcade, 20-A, Markaz F-7, Islamabad and its manufacturing facilities are located at Dera Ismail Khan, Khyber Pakhtunkhwa.

Whole Foods (Pvt.) Ltd. (100% owned subsidiary of CSM) was incorporated in Pakistan as a Private Limited Company under the Companies Act, 2017 on October 26, 2017. The principal activity of Whole Foods (Pvt.) Ltd. is to set-up, manage, supervise and control the storage facilities for agricultural produce.

During the year 2021, the Board of Directors of CSM passed resolution to incorporate Ultimate Whole Foods (Private) Ltd. (UWFPL), and the same has been incorporated on May 17, 2021 as UWFPL limited by shares. The objective of UWFPL will be to set up mills for milling wheat, gram, other grains and other allied products and by-products from flours. CSM owns 51% (i.e. 20,400,000 shares of Rs 10 each) of the total shareholding of UWFPL (i.e. 40,000,000 shares of Rs 10 each). The operations of UWFPL have yet to be started.

The Holding Company directly and indirectly controls / beneficially owns more than fifty percent of CSM's paid-up capital and also has the power to elect and appoint more than fifty percent of its directors; accordingly, CSM has been treated a Subsidiary with effect from the financial year ended September 30, 2010.

(b) The Frontier Sugar Mills and Distillery Ltd. (FSM)

FSM was incorporated on June 30, 1938 as a Public Company and its shares were quoted on all the Stock Exchanges of Pakistan; FSM was delisted from the Stock Exchanges as detailed in note 1.2 (c). The principal activity of FSM is manufacturing and sale of white sugar and its Mills and Registered Office are located at Takht-i-Bhai, Mardan (Khyber Pakhtunkhwa). FSM is a Subsidiary of The Premier Sugar Mills & Distillery Company Ltd.

FSM has been suffering losses over the years and during the current period and prior years had not carried-out manufacturing operations due to non-availability of raw materials. The management, however, anticipates that manufacturing operations will resume in the foreseeable future as necessary steps are being taken to ensure smooth supplies of sugar cane to FSM. The condensed interim financial statements of FSM, therefore, have been prepared on the 'going concern basis'.

(c) **Delisting of FSM**

The Holding Company, the majority shareholder of FSM, had decided to purchase all the ordinary and preference shares of FSM held by Others. The shareholders of FSM had passed a special resolution for de-listing of FSM from the Stock Exchanges at the annual general meeting held on January 30, 2010. The shareholders also passed a special resolution for purchase of 263,134 ordinary shares at a price of Rs.190.20 per share and 26,970 preference shares at a price of Rs.18.60 per share by the Holding Company in the extra ordinary general meeting held on June 10, 2010.

The purchase agent of the Holding Company (Invest Capital Investment Bank Ltd.) had completed the buying of 36,209 ordinary shares and 150 preference shares within the initial period of 60 days and after the submission of an undertaking to the Stock Exchanges to purchase the remaining shares upto August 26, 2011, FSM was de-listed from all the Stock Exchanges with effect from October 25, 2010. The purchase agent, during the financial year ended September 30, 2011, had further purchased 19,884 ordinary shares and 20,014 preference shares.

2. **Basis of preparation**

These consolidated 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.

3. **Accounting policies**

The accounting policies and methods of computation adopted for the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of preceding consolidated annual financial statements of the Group for the year ended September 30, 2021.

These un-audited consolidated condensed interim financial statements do not include all the information and disclosures as required in the annual consolidated financial statements and should be read in conjunction with the Group's consolidated financial statements for the year ended September 30, 2021.

4. **Accounting estimates, judgments and financial risk management**

- 4.1 The preparation of consolidated condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 4.2 Judgments and estimates made by the management in the preparation of these consolidated condensed interim financial statements are the same as those that were applied to consolidated financial statements as at and for the year ended September 30, 2020.
- 4.3 The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended September 30, 2021.

- 4.4 The Holding Company and FSM follow the practice of conducting actuarial valuation annually at the year-end. Hence, the impact of remeasurement of staff retirement benefits - gratuity has not been incorporated in the books of account of the Holding Company and FSM.

5. **Principles of consolidation**

These consolidated condensed interim financial statements include the condensed interim financial statements of the Holding Company, consolidated condensed interim financial statements of CSM & its Subsidiary Company and the condensed interim financial statements of FSM as at and for the period ended December 31, 2021. The Holding Company's direct interest, as at December 31, 2024, in CSM was 47.93% (2020: 47.93%) and in FSM was 82.49% (2020: 82.49%).

Investments in Associated Companies, as defined in the Companies Act, 2017, are accounted for by the equity method.

Non-controlling interest is calculated on the basis of their proportionate share in the net assets of the Subsidiary Companies.

Subsidiary is fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

All significant inter-company transactions, balances, income and expenses on transactions between Group Companies are eliminated. Profits and losses resulting from inter-company transactions that are recognised in assets are also eliminated.

6. **Property, plant and equipment**

	Un-audited Dec 31, 2024	Audited September 30, 2024
Note	(Rupees in thousand)	
Operating fixed assets - tangible	6.1 28,095,736	27,594,903
Capital work-in-progress	6.2 1,737,194	2,053,939
Advance against leased vehicle	0	455
	<u>29,832,930</u>	<u>29,649,297</u>

6.1 **Operating fixed assets - tangible**

Book value at beginning of the period - audited 28,191,031

Additions during the period:

- Building and roads	18,291
- plant and machinery	437,349
- Office equipment and furniture	9,706
- vehicles:	6,155
	<u>471,501</u>

Add: Transfers from right of use assets to owned 6,074

Book value of operating fixed assets 0
disposed-off during the period (6,155)

Depreciation charge for the period (566,715)

Book value at end of the period - un-audited 28,095,736

6.2 Capital work-in-progress

	Un-audited Dec 31, 2024	Audited September 30, 2024
	(Rupees in thousand)	
At beginning of the period / year	2,053,940	3,543,137
Add: Additions during the period / year	204,428	2,112,143
Other adjustment	0	(93,245)
Less: Capitalised during the period / year	(521,174)	(3,508,096)
Balance at end of the period / year	1,737,194	2,053,939

7. Stores and spares

FSM has not carried-out manufacturing operations during the current period and prior years. The management, during year 2021, carried out a detailed exercise to identify obsolete / damaged stores and spares inventory, carrying values of the stores and spares inventory were adjusted accordingly.

- 7.1 Stores and spares include items which may result in fixed capital expenditure but are not distinguishable.

8. Stock-in-trade

	Un-audited Dec 31, 2024	Audited September 30, 2024
	(Rupees in thousand)	
Work-in-process	230,992	52,248
Finished goods:		
- sugar	4,131,527	1,917,574
- molasses	1,432,076	1,117,556
- ethanol	318,131	1,028,872
- bagasse	166,557	107,203
- Wheat flour	26,537	37,865
	6,074,828	4,209,070
Raw material - Wheat (UWFPL)	1,209,268	725,349
	7,515,088	4,986,667

9. Trade deposits, short term prepayments and other receivables

Sugar export subsidy receivable	305,519	308,510
Prepayments	18,173	14,136
Excise duty deposits	136	136
Gas infrastructure development cess paid under protest - refundable	0	3,018
Lease rentals receivable from an Associated Company (Premier Board Mills Ltd.)	0	0
Guarantees issued	15,000	15,000
Trade deposits	0	0
Other receivables	115,442	91,089
	454,270	431,889
Less: loss allowance	(305,519)	(305,519)
	148,751	126,370

10. Cash and bank balances

- 10.1 Period-end bank balances include deposits aggregating Rs.6 million lying with Innovative Investment Bank Ltd. (IIBL), Islamabad carrying profit at the rate of 5% per annum. The maturity dates of these deposits fell between July 29, 2009 to July 29, 2012.

- 10.2 The realisability of these deposits is doubtful of recovery as these could not be encashed on their respective maturity dates; further, year-end balance confirmation certificate from IIBL was also not received. The Securities and Exchange Commission of Pakistan (SECP), in exercise of its powers conferred under sections 282 E & F of the repealed Companies Ordinance, 1984, had superseded the entire Board of Directors of IIBL and appointed an Administrator with effect from January 28, 2010. SECP had also instituted winding-up proceedings against IIBL before the Lahore High Court, Lahore (LHC). SECP had sought liquidation on a number of counts including violation of the Scheme of Amalgamation approved by SECP under which IIBL took over all the rights / liabilities of Crescent Standard Investment Bank Ltd.

The SECP winding-up petition has been decided by the LHC and LHC has appointed Joint Official Liquidator (JOL). The LHC, vide its order dated April 14, 2018 has approved release of payment upto Rs.10 million in respect of principal amount only subject to verification as per the laws. The amount of Rs.12 million, as per the LHC order, has been received by the Company during Dec, 2020. The management, for the release of further amount, anticipates that JOL will intimate in due course of time; no provision, therefore, for the remaining deposits aggregating Rs.6 million has been made in the books of account.

The Company has not accrued profit on these deposits during the current and preceding financial years.

- 10.3 The Company had deposited Rs.5 million in Term Deposit with Mehran Bank Limited at Peshawar for a period of six months @ 12.5% per annum on September 25, 1993 vide TDR No.007902, which was to mature on March 25, 1994. The aforesaid TDR could not be encashed because of the crisis of Mehran Bank's affairs which were being administered by the State Bank of Pakistan (SBP). Mehran Bank Limited was eventually merged into National Bank of Pakistan (NBP).

The Company, through its lawyers, had issued legal notices to SBP, NBP and the defunct Mehran Bank Limited. In response, the Company had received a letter from NBP dated November 05, 1995 stating that the investment by the Company was shown in Fund Management Scheme, which was an unrecorded liability of Mehran Bank Limited. The Company had filed a suit with the Civil Court for recovery of the said amount along with profit @ 12.5% per annum with effect from September 25, 1993 till the date of payment. The Civil Judge, Peshawar, vide his judgment dated May 13, 2004, had decreed against SBP. SBP, against the said judgment, has filed an appeal before the Peshawar High Court, which is pending adjudication. Full provision for the said doubtful amount exists in these financial statements.

11.	Long term finances - secured	Un-audited Dec 31, 2024	Audited September 30, 2024
	Note	(Rupees in thousand)	
<u>Loan from banking companies</u>			
The Holding Company			
		509,933	551,899
		599,995	576,115
CSM and its Subsidiaries			
		733,479	513,086
		1,662,071	458,625
		0	0
		485,155	463,781
		21,039	17,558
		279,349	223,583
		316,625	206,393
		3,739,424	3,543,813
	12.1	8,347,070	6,554,853
Less: amount payable within next 12 months			
The Holding Company			
		144,456	144,456
CSM and its Subsidiaries			
		942,638	144,456
Amount due after December 31, 2020			
		7,259,976	6,265,941
12.1	These represent term and demand finances obtained by CSM and its subsidiaries from the aforesaid banks and are repayable in 3-5 years with varied grace period. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2.1% per annum and SBP rate +1%. These are secured against first / joint pari passu hypothecation charge over all present and future movable fixed assets of CSM and its subsidiaries and first / joint pari passu charge by way of equitable mortgage on all present and future immovable fixed assets of CSM, pledge of sugar stocks and lien on export contracts / LCs.		

12. Loans from related parties - secured	Note	Un-audited Dec 31, 2023 (Rupees in thousand)	Audited September 30, 2023
Premier Board Mills Ltd.	12.1	70,892	67,922
Arpak International Investments Ltd.	12.2	25,000	25,000
Azlak Enterprises (Private) Ltd.	12.3	85,000	85,000
		<u>180,892</u>	<u>177,922</u>
Less: current portion grouped under current liabilities		<u>35,000</u>	<u>24,375</u>
		<u>145,892</u>	<u>153,547</u>
12.1 This include long term finance facilities obtained by the Subsidiary (CSM) and the Sub-Subsidiary (WFL).			
The long term finance facility obtained by CSM had been renewed on November 4, 2019. The principal is repayable in 7 semi annual installments commencing from November 2022. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from CSM.			
Long term finance facility amounting to Rs 25 million was obtained during the year by the WFL. The principal is repayable in 8 semi annual installments commencing from December 2022. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the WFL.			
12.2 The long term finance facility has been renewed on November 04, 2019. The principal is repayable in 7 semi annual installments commencing from November 2022. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from CSM.			
12.3 The long term finance facility has been renewed on January 03, 2022. The principal is repayable in 8 semi annual installments commencing from December 2024. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the CSM.			

13. Trade and other payables	Note	Un-audited	Audited
		Dec 31, 2024	September 30, 2024
		(Rupees in thousand)	
Creditors		2,530,853	765,631
Bills payable		0	0
Due to Associated Companies	13.1	249,120	186,760
Due to Subsidiary Companies		407,146	0
Accrued expenses		268,634	206,716
Retention money		30,926	30,565
Security deposits - interest free repayable on demand		15,169	2,351
Advance payments from customers		429,468	0
Income tax deducted at source		296,855	238,454
Sales tax payable		70,554	373,564
Gratuity payable to ex-employees		7,619	7,619
Advance received against sale of scrap		0	0
Payable for workers' welfare obligations		30,258	30,258
Payable to provident fund		16,594	17,365
Payable to employees		108,663	93,677
Others		291,637	272,313
		<u>4,753,496</u>	<u>2,225,273</u>
13.1 This represents amounts due to:			
- Azlak Enterprises (Pvt.) Ltd.		56,506	59,683
- Syntronics Ltd.		12,150	12,150
- Syntron Ltd.		78,834	14,927
- Phipson & Company Pakistan (PVT.) Ltd.		0	0
- Directors		101,630	100,000
		<u>249,120</u>	<u>186,760</u>
14. Current portion of non-current liabilities			
Long term finances		1,349,190	1,357,929
Lease liabilities		90,247	106,440
Loans from related parties		115,596	92,060
		<u>1,555,033</u>	<u>1,556,429</u>
15. Contingencies and commitments			
There has been no significant change in the status of contingencies as disclosed in note 30 to the audited consolidated financial statements of the Company for the year ended September 30, 2024.			
15.1 Commitments - CSM		Un-audited	Audited
		Dec 31, 2024	September 30, 2024
		(Rupees in thousand)	
Commitments in respect of :			
- foreign letters of credit for purchase of plant & machinery		188,481	285,663
- local letters of credit for purchase of plant & machinery		0	0
- capital expenditure other than for letters of credit		11,130	25,515

16. Other income	Note	Un-audited	
		Quarter ended	
		Dec 31, 2024	Dec 31, 2023
		(Rupees in thousand)	
Income from financial assets:			
Profit on bank deposits and saving accounts		5,652	1,274
Gain on redemption and remeasurement of short term investments to fair value	10	425,844	22,887
Exchange fluctuation gain		0	0
Income from other than financial assets:			
Rental income		3	3
Sale of scrap		0	14,728
Sale of press mud - net		0	2,567
Gain on sale of operating fixed assets		1,779	2,335
Sale of seeds and agricultural produce		12,980	10,654
Sale of fusel oil - net		1,364	1,064
Miscellaneous		34,634	1,033
		<u>482,256</u>	<u>56,545</u>
17. Other expenses			
Workers' (profit) participation fund		0	54,170
Donations (without Directors' interest)		0	9
Others		6	0
		<u>6</u>	<u>54,179</u>

18. Operating segment

Upto December 31, 2024, the Holding Company considered itself to be a single reportable segment on the basis of its internal reporting structure. The holding Company's reportable segments during the current period are Sugar and Distillery.

18.1 Segment operating results of Holding Co for the three month period ended Dec 31, 2024

	Sugar Division	Ethanol Division	Total
	2024	2024	2024
	----- Rupees in thousand -----		
Sales			
-External customers	83,272	-	83,272
Less : sales tax & commission	(6,925)	-	(6,925)
Sales - net	76,347	-	76,347
Segment expenses:			
Cost of sales	(181,137)	(20,459)	(201,596)
Gross (loss) / profit	(104,790)	(20,459)	(125,249)
Distribution cost	(1,358)	-	(1,358)
Administrative expenses	(33,896)	0	(33,896)
	(35,254)	-	(35,254)
(Loss) / profit from operations	(140,044)	(20,459)	(160,503)
Other income	17,926	0	17,926
Other expenses	0	0	-
	17,926	0	17,926
Segment results	(122,118)	(20,459)	(142,577)
Finance cost	(21,708)	(5,236)	(26,944)
(Loss) / profit before taxation	(143,826)	(25,695)	(169,522)
Taxation			(46,578)
Profit / (loss) after taxation			(122,944)

	Assets	Liabilities
	2023	2023
	----- Rupees in	
Sugar	3,578,625	3,068,426
Ethanol	1,699,002	464,174
Total for reportable segment	5,277,627	3,532,600

19. Segment operating results of CSM for the three month period ended December 31, 2024 (Un-audited)

	Sugar Division		Ethanol Division		Wheat Division		Total	
	Three month period ended	Three month period ended	Three month period ended	Three month period ended	Three month period ended	Three month period ended	Three month period ended	Three month period ended
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	----- Rupees in thousand -----							
Sales								
-External Customers	3,482,797	4,615,066	2,453,158	2,378,436	1,573,028	1,850,677	7,508,983	8,844,179
-Inter segment	211,875	311,387	-	-	-	-	211,875	311,387
	3,694,672	4,926,453	2,453,158	2,378,436	1,573,028	1,850,677	7,720,858	9,155,566
Less : Sales tax and others	(509,783)	(706,436)	(35,044)	(20,065)	(1,271)	(49,032)	(546,098)	(775,533)
Sales - net	3,184,889	4,220,017	2,418,114	2,358,371	1,571,757	1,801,645	7,174,760	8,380,033
Segment expenses:								
Cost of Sales	(3,304,829)	(3,091,021)	(2,010,718)	(1,289,760)	(1,592,766)	(1,852,389)	(6,908,313)	(6,233,170)
less: Inter segment cost	-	-	(211,875)	(311,387)	-	-	(211,875)	(311,387)
	(3,304,829)	(3,091,021)	(2,222,593)	(1,601,147)	(1,592,766)	(1,852,389)	(7,120,188)	(6,544,557)
Gross profit	(119,940)	1,128,996	195,521	757,224	(21,009)	(50,744)	54,572	1,835,476
Selling and distribution expenses	(45,166)	(10,808)	(225,352)	(225,515)	(29,919)	-	(300,437)	(236,323)
Administrative and general expenses	(199,376)	(211,723)	(118,084)	(88,021)	(50,593)	(41,115)	(388,053)	(340,859)
Others	-	-	-	-	-	-	(26,937)	(22,204)
	(244,542)	(222,531)	(343,436)	(313,536)	(80,512)	(41,115)	(695,427)	(599,386)
(Loss) / profit from operations	(364,482)	906,465	(147,915)	443,688	(101,521)	(91,859)	(640,855)	1,236,090
Other income	454,571	42,832	1,393	1,093	406	-	456,370	43,925
Others	-	-	-	-	-	-	7,893	-
Other expenses	(6)	(54,179)	-	-	-	-	(6)	(54,179)
	454,565	(11,347)	1,393	1,093	406	-	464,257	(10,254)
Segment results	90,083	895,118	(146,522)	444,781	(101,115)	(91,859)	(176,598)	1,225,836
Finance cost							(1,186,163)	(772,508)
(Loss) / profit before revenue tax and income tax							(1,362,761)	453,328
Minimum tax - levy							(71,336)	(26,973)
(Loss) / profit before income tax							(1,434,097)	426,355
Taxation							566,404	(69,230)
(Loss) / profit for the period							(867,693)	357,125

Segment assets and liabilities

	Un-audited		Audited	
	December 31, 2024		September 30, 2024	
	(Rupees in thousand)		(Rupees in thousand)	
	Assets	Liabilities	Assets	Liabilities
Sugar	25,751,615	13,828,571	21,102,961	14,647,056
Ethanol	8,080,649	6,193,093	7,367,338	1,942,447
Wheat	5,380,951	3,778,118	4,768,169	4,040,982
Total for reportable segment	39,213,215	23,799,782	33,238,468	20,630,485
Others	889,025	4,371,759	1,747,203	1,556,794
Total assets / liabilities	40,102,240	28,171,541	34,985,671	22,187,279

21. Transactions with related parties

21.1 The Group has related party relationship with its Associated Companies, employee benefit plans, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with Associated Companies during the period were as follows:

	Un-audited	
	Three month period ended	
	Dec 31, 2024	Dec 31, 2023
	(Rupees in thousand)	
Syntron Limited		
Purchase of store items	0	213,524
Syntronics Limited		
Purchase of store items	132,098	14,927
Azlak Enterprises (Private) Limited		
Service	17,611	13,236
Expenses paid on behalf of the Company	45	1,000
Mark-up charged	8,003	5,036
Phipson & Company Pakistan (Private) Limited		
Expenses paid on behalf of the Company	0	8
Arpak International Investments Limited		
Rent received	0	0
Mark-up charged	0	1,722
Premier Board Mills Limited		
Rent received	0	0
Mark-up charged	8	4,063
<u>Key management personnel / Directors</u>		
Salaries and other benefits	104,907	82,851

21.2. Following are the related parties with whom Group had entered into transactions or have arrangement / agreement in place.

Company Name	Basis of Association	Share-holding %
Premier Board Mills Ltd.	Common directorship	0.00%
Azlak Enterprises (Pvt.) Ltd.	----- do -----	5.15%
Arpak International Investments Ltd.	----- do -----	0.00%
Phipson & Company Pakistan (Pvt.) Ltd.	----- do -----	1.07%
Syntronics Ltd.	----- do -----	12.51%
Syntron Ltd.	----- do -----	0.00%

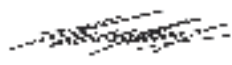
22. Corresponding figures

In order to comply with the requirements of IAS 34 'Interim financial reporting', the consolidated condensed interim statement of financial position has been compared with the balances of annual audited consolidated financial statements of the preceding financial year, whereas, consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of other comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of the immediately preceding financial year.

23. Date of authorisation for issue

These consolidated condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Holding Company on February 25, 2025.


Chief Financial Officer


Chief Executive


Director

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