



**BABA FARID**  
SUGAR MILLS LIMITED

## **QUARTERLY REPORT 2026**

**CONDENSED INTERIM  
FINANCIAL INFORMATION**

**For the 1st Quarter Ended**

**31 December 2025**

**(Un-audited)**

**Strong Today  
Stronger Tomorrow**





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# COMPANY INFORMATION

## BOARD OF DIRECTORS

Mr. Qaiser Shamim Khan	Chairperson
Mr. Muhammad Shamim Khan	Chief Executive
Mr. Adnan Ahmed Khan	Director
Mr. Nauman Ahmed Khan	Director
Mrs. Sarah Hajra Khan	Director
Mrs. Farah Khan	Director
Mr. Farid ud Din Ahmed	Independent Director
Mr. Anwar Ahmed Khan	Independent Director
Mr. Malik Manzoor Hussain Humayoon	Independent Director

## CHIEF FINANCIAL OFFICER

Mr. Wasif Mahmood

## COMPANY SECRETARY

Mr. Muhammad Imran

## AUDITORS

M/s BDO Ebrahim & Co.  
Chartered Accountants  
Office No. 4, 6th Floor, Askari Corporate Tower, 75/76  
D-1, Main Boulevard, Gulberg-III, Lahore  
Tel: 042-35875709-10  
Fax: 042-35717351  
Email: info@bdo.com.pk

## MILLS

5 K.M. Faisalabad Road, Okara  
Tel: 044-2714418-21  
Fax: 044-2522978

## BANKERS

Habib Bank Limited  
The Bank of Punjab  
Bank Al-Habib Limited  
MCB Bank Limited  
MCB Islamic Bank Limited  
Meezan Bank Limited  
Bank Alfalah Limited  
Soneri Bank Limited  
Allied Bank Limited  
Askari Bank Limited  
National Bank of Pakistan - Aitemad  
Bank Islami Pakistan Limited  
Faysal Bank Limited

## HUMAN RESOURCES & REMUNERATION COMMITTEE

Mr. Farid-ud-Din Ahmad	Chairman
Mr. Adnan Ahmed Khan	Member
Mr. Malik Manzoor Hussain Humayoon	Member

## AUDIT COMMITTEE

Mr. Farid-ud-Din Ahmad	Chairman
Mrs. Sarah Hajra Khan	Member
Mr. Malik Manzoor Hussain Humayoon	Member

## NOMINATION COMMITTEE

Mr. Malik Manzoor Hussain Humayoon	Chairman
Mr. Farid-ud-Din Ahmad	Member

## RISK MANAGEMENT COMMITTEE

Mr. Malik Manzoor Hussain Humayoon	Chairman
Mr. Farid-ud-Din Ahmad	Member

## SHARE REGISTRAR

M/s Corplink (Pvt) Limited  
Share Registrar, Wings Arcade,  
1-K Commercial Model Town, Lahore.  
Tel: 042-35916714,  
Fax: 042-35869037  
Email: corplink786@gmail.com

## REGISTERED OFFICE

2-D-1, Gulberg III, Lahore  
Tel: 042-35771066-71  
Fax: 042-35756687  
Email: info@bfsml.com  
Website: www.bfsml.com

## LEGAL ADVISOR

M/s Ahmed & Pansota  
Advocate and Legal Consultants  
20 - Sir Gangaram Mansions  
The Mall Lahore  
Tel: 042-37313549, 37313520  
Tel: 042-36672102

# VISION & MISSION STATEMENTS

## OUR VISION



We shall build on our core competencies and achieve excellence in performance to become a leading producer of best quality sugar. In doing so we aim to meet or accede the expectations of all our stakeholders.

Our goal is not only to attain technological advancements in the field of sugar but also to inculcate the most efficient, ethical and time tested business practices in our management.

Furthermore, we shall strive to innovate the ways for the improvement and increase in per acre yield of sugarcane and introduce improved varieties of sugarcane having better yield characters, high sucrose contents, disease and drought resistant and better ratooning crop in the region. We shall introduce the mechanized sugarcane cultivation mehtod to the growers and to educate regarding latest developments of agriculture technology and free consultancy of professionals.

## OUR MISSION

We aim to be a leading producer and supplier of quality sugar by adopting the most technological advancement. We intend to play a pivotal role in the economic development of Pakistan.



# DIRECTORS' REVIEW

On behalf of the Board of Directors of BABA FARID SUGAR MILLS LIMITED, we are pleased to present the un audited Interim Financial Information of the Company for the Quarter ended December 31, 2025.

## BUSINESS ENVIRONMENT REVIEW

Pakistan's economy showed gradual stabilization with mixed signals. Economic growth remained moderate (around 3%), supported by industry and services. Inflation eased significantly, improving cost pressures, and monetary policy turned slightly accommodative, supporting business activity.

However, the external sector weakened, with a widening trade deficit driven by declining exports and higher imports. Despite this, foreign investor interest improved, reflecting cautious confidence in economic reforms and stabilization efforts.

## INDUSTRY OVERVIEW

The 2025-26 sugarcane crushing season in Pakistan began on November 15, 2025. The 2025-26 crushing season witnessed marginal improvement in sugarcane production, with better recovery in Punjab offsetting regional variations. Sugar prices remained volatile, influenced by supply management issues and policy interventions. Government measures on stock monitoring aim to balance farmer returns with domestic availability. Overall, the industry operated under tight margins amid regulatory and market challenges.

## PERFORMANCE OF THE COMPANY

The Company was able to crush 184,052 M. Tons sugarcane and produced 17,980 M. Tons of white refined sugar at an average recovery of 10.00% during the period ended 31 December 2025 as compared to sugarcane crushing of 219,387 M. Tons and production of 20,442M. Tons white refined sugar at an average recovery of 9.66% in quarter ended 31 December 2024.

Sales for the quarter were recorded at Rs. 238.347 million during the first quarter of current financial year as compared to Rs. 1,480.927 million during the corresponding period of last year.

The Company posted a pretax loss of Rs. 90.226 million during the quarter under review as compared to pretax profit of Rs. 29.538 million in the corresponding period of last year.

## FUTURE OUTLOOK

Reduced interest rates and easing inflationary pressures are expected to continue. Growing investor confidence and stock market come back are indications of stability.

The Company continues to face challenges of increased sugarcane procurement prices irrespective of the fact that the Govt. had not fixed the minimum support price. It is primarily due to competition in the area among the mills.

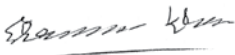
The government must ensure the price of sugar is reflective of the price of sugarcane and other costs in line with prevailing inflation to create a conducive business environment for the industry as well as develop policies to promote agriculture by providing seeds to farmers for better yield and recovery.

Going forward the Company is expected to perform better. Though the impact of higher sugarcane prices, heavy borrowing leverage may subdue profitability while sugar prices determine the extent of profitability.

**ACKNOWLEDGEMENT**

The Directors wish to acknowledge the devotion of the employees and are appreciative of their dedication and commitment. They also extend heartfelt appreciation to the Company's suppliers, customers, and bankers for their continued confidence and support.

For and on behalf of the Board  
Baba Farid Sugar Mills Limited

  
**Muhammad Shamim Khan**  
Chief Executive Officer

  
**Mrs. Qaiser Shamim Khan**  
Chairperson

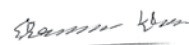
Lahore: 26<sup>th</sup> January 2026

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025 (UN-AUDITED)

	Note	(Un-Audited) 31 December 2025 ..... (Rupees) .....	(Audited) 30 September 2025
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	6.1	5,203,778,162	5,231,494,432
Operating fixed assets	6.2	4,755,302	5,367,177
Right to use assets	7	38,674,436	15,277,176
Capital work in progress		5,247,207,900	5,252,138,785
Long term deposits		415,600	390,600
		5,247,623,500	5,252,529,385
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools	8	236,005,982	245,363,255
Stock in trade		2,025,855,676	84,883,758
Trade debts		28,247,442	21,782,120
Loans and advances		472,290,067	397,368,494
Short term prepayments and deposits		1,093,035	1,192,746
Other receivables		27,436,999	9,246,439
Short term investment		15,000,000	-
Taxation- Net		62,473,326	35,658,070
Cash and bank balances		214,134,560	457,264,048
		3,082,537,087	1,252,758,930
<b>TOTAL ASSETS</b>		<b>8,330,160,587</b>	<b>6,505,288,315</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	9.1	700,000,000	700,000,000
Issued, subscribed and paid up capital	9.2	94,500,000	94,500,000
Reserves		(2,222,997,600)	(2,157,126,033)
Revenue reserves - accumulated losses		3,002,700,000	3,002,700,000
Directors' loans	10	4,286,093,070	4,313,783,195
Surplus on revaluation of fixed assets	11	5,160,295,470	5,253,857,162
<b>NON CURRENT LIABILITIES</b>			
Lease liability		2,160,984	1,083,183
Long term Loan	12	59,991,200	74,989,000
Long term diminishing musharka	13	120,000,000	150,000,000
Deferred liabilities		24,616,271	25,457,973
		206,768,455	251,530,156
<b>CURRENT LIABILITIES</b>			
Trade and other payables		524,864,490	348,385,908
Contract liabilities		411,021,539	135,897,569
Unclaimed dividend		255,930	255,930
Due to Pattoki Sugar Mills Limited		9,007,275	9,007,275
Short term borrowings	14	1,621,681,738	104,767,978
Mark-up accrued		276,274,490	278,608,069
Current portion of long term liabilities		119,991,200	122,978,268
		2,963,096,662	999,900,997
<b>CONTINGENCIES AND COMMITMENTS</b>	15		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>8,330,160,587</b>	<b>6,505,288,315</b>

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER


# CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE QUARTER ENDED 31 DECEMBER 2025 (UN-AUDITED)

	Note	(Un-Audited) 31 December 2025 ..... (Rupees) .....	(Un-Audited) 31 December 2024
Revenue from contracts with customers	16	238,346,735	1,480,927,364
Cost of sales	17	(282,584,791)	(1,258,494,719)
Gross (Loss) / Profit		(44,238,056)	222,432,645
Selling and distribution expenses		(8,956,213)	(19,959,807)
General and administrative expenses		(54,992,948)	(68,385,620)
Other Operating expenses		-	(833,449)
Other income		37,363,608	17,467,490
		(26,585,553)	(71,711,386)
Operating Loss / (Profit)		(70,823,609)	150,721,259
Financial charges		(19,401,907)	(121,182,870)
Loss before levy		(90,225,516)	29,538,389
Levy		(3,336,176)	(17,126,313)
(Loss) / Profit for the period		(93,561,692)	12,412,076
(Loss) / Earning per share - Basic and diluted (Rupees)		(9.90)	1.31

Appropriations have been reflected in the statement of changes in equity.

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER



# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 31 DECEMBER 2025 (UN-AUDITED)

	31 December 2025 ..... (Rupees) .....	31 December 2024
(Loss) / Profit after taxation for the period	(93,561,692)	12,412,076
Other comprehensive income		
Items that will not be reclassified to the statement of profit or loss		
Remeasurement of defined benefit liability	-	-
Related tax effect	-	-
	-	-
Surplus on revaluation of operating fixed assets	-	-
Related tax effect	-	-
	-	-
Items that may be reclassified to the statement of profit or loss in subsequent periods	-	-
	-	-
<b>Total comprehensive (Loss) / Income for the period</b>	<b>(93,561,692)</b>	<b>12,412,076</b>

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER

# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED 31 DECEMBER 2025 (UN-AUDITED)

Note	Issued, subscribed and paid-up capital	Surplus on revaluation of fixed assets	Directors' loans	Revenue Reserves	Total
	Ordinary shares			Accumulated losses	
Rupees					
Balance as at October 01, 2024	94,500,000	2,517,273,104	3,002,700,000	(3,024,992,840)	2,589,480,264
Profit for the Period	-	-	-	12,412,076	12,412,076
Remeasurement of defined benefit liability - net	-	-	-	-	-
Surplus on revaluation of fixed assets	-	-	-	-	-
Transfer from surplus on revaluation of fixed assets incremental depreciation	-	(12,554,471)	-	12,554,471	-
Director contribution	-	-	-	-	-
10	-	(12,554,471)	-	24,966,547	12,412,076
Balance as at December 31, 2024	94,500,000	2,504,718,633	3,002,700,000	(3,000,026,293)	2,601,892,340
Balance as at October 01, 2025	94,500,000	4,313,783,195	3,002,700,000	(2,157,126,033)	5,253,857,162
Loss for the Period	-	-	-	(93,561,692)	(93,561,692)
Remeasurement of defined benefit liability - net	-	-	-	-	-
Surplus on revaluation of fixed assets	-	-	-	-	-
Transfer from surplus on revaluation of fixed assets incremental depreciation	-	(27,690,125)	-	27,690,125	-
Director contribution	-	-	-	-	-
	-	(27,690,125)	-	(65,871,567)	(93,561,692)
Balance as at December 31, 2025	94,500,000	4,286,093,070	3,002,700,000	(2,222,997,600)	5,160,295,470

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

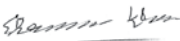
  
CHIEF FINANCIAL OFFICER

# CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED 31 DECEMBER 2025 (UN-AUDITED)

	31 December 2025 ..... (Rupees) .....	31 December 2024
<b>Cash flows from operating activities</b>		
(Loss) / Profit before levy and taxation	(90,225,516)	29,538,389
Adjustments for items not involving movement of funds:		
Profit on Investment	-	-
Depreciation	41,968,802	26,741,123
Financial charges	19,401,907	121,182,870
Net cash flow before working capital changes	(28,854,807)	177,462,382
<b>Decrease / (increase) in current assets</b>		
Stores, spares and loose tools	9,357,273	(100,861,816)
Stock in trade	(1,940,971,918)	(1,258,881,998)
Trade debts	(6,465,322)	(197,576,271)
Loans and advances	(74,921,573)	205,137,398
Short term prepayments and deposits	99,711	(831,060)
Other receivables	(18,190,560)	(17,153,026)
	(2,031,092,389)	(1,370,166,773)
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	176,478,582	918,722,019
Contract liabilities	275,123,970	185,698,067
	451,602,552	1,104,420,086
Cash used in from operations	(1,608,344,644)	(88,284,305)
Taxes paid	(30,151,432)	(27,746,867)
Gratuity Paid	(841,702)	(315,258)
Financial charges paid	(21,735,486)	(178,577,009)
Net cash used in from operating activities	(1,661,073,264)	(294,923,439)
<b>Cash flows from investing activities</b>		
Additions to operating fixed assets	(13,640,657)	(12,520,003)
(Additions) to / transfer from capital work in progress	(23,397,260)	(14,149,385)
Long term deposit	(25,000)	-
Short term Investment	(15,000,000)	(451,391,739)
Net cash used in investing activities	(52,062,917)	(478,061,127)
<b>Cash flows from financing activities</b>		
Long term loan	(14,997,800)	(48,331,133)
Long term diminishing musharka	(30,000,000)	(30,000,000)
Due to Pattoki Sugar Mills Limited	-	(1)
Short term Borrowing- Net	1,516,913,760	944,437,909
Lease liability paid	(1,909,267)	(933,861)
Net cash generated from financing activities	1,470,006,693	865,172,914
Net (decrease) / increase in cash and cash equivalents	(243,129,488)	92,188,348
Cash and cash equivalents at the beginning of the Period	457,264,048	83,789,198
Cash and cash equivalents at the end of the Period	214,134,560	175,977,546

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

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER

# SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE QUARTER ENDED 31 DECEMBER 2025 (UN-AUDITED)

## 1. LEGAL STATUS AND NATURE OF BUSINESS

Baba Farid Sugar Mills Limited ("the Company") was incorporated in 1978 under the Companies Act 1913 (now Companies Act, 2017) as a Public Limited Company and its shares are quoted at Pakistan Stock Exchange. It is principally engaged in the manufacturing and sale of sugar including its by-products i.e. molasses and V.Filter cake.

### 1.1 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is situated at 2-D/1, Gulberg III, Lahore. The manufacturing facility of the Company is located at 5 KM Faisalabad Road, district Okara, Punjab.

## 2. BASIS OF PREPARATION

The condensed interim financial information is not audited and has been presented in condensed form and does not include all the information as is required to be provided in a full set of annual financial statements. This condensed interim financial information should be read in conjunction with the audited financial statements of the company for the year ended 30 September 2025.

The comparative figures as at 30 September 2025 in the condensed interim statement of financial position and the related notes to the condensed interim financial information are based on audited financial statements. The comparative condensed interim profit & loss account, condensed interim cash flow statement, condensed interim statement of changes in equity and related notes to the condensed interim financial information for the quarter ended 31 December 2025 are based on un-audited condensed interim financial information. The condensed interim profit & loss account and condensed interim statement of other comprehensive income for the quarters ended 31 December 2025 and 31 December 2024 are neither audited nor reviewed.

## 3. STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

#### 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENT

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the 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.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 September 2025.

#### 5. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements for the year ended September 30, 2025.

#### 6. PROPERTY, PLANT & EQUIPMENT

	Note	(Un-Audited) 31 December 2025 ..... (Rupees) .....	(Audited) 30 September 2025
Operating fixed assets	6.1	5,203,778,162	5,231,494,432
Right of use assets	6.2	4,755,302	5,367,177
		<u>5,208,533,464</u>	<u>5,236,861,609</u>
<b>6.1 Operating Fixed Assets</b>			
Opening net book value (NBV)		5,231,494,432	3,427,348,441
Revaluation during the period		-	1,846,727,974
Additions (at cost) during the period / year		13,640,657	63,683,506
		<u>5,245,135,089</u>	<u>5,337,759,921</u>
Disposals (at NBV) during the period / year		-	-
Depreciation charged during the period / year		(41,356,927)	(106,265,489)
		<u>(41,356,927)</u>	<u>(106,265,489)</u>
Closing net book value (NBV)		<u>5,203,778,162</u>	<u>5,231,494,432</u>
Details of additions (at cost) during the period / year are as follows:			
Building on freehold land		-	8,875,393
Plant and machinery		6,126,344	40,266,349
Electrical installation		4,849,124	5,586,064
Furniture & fixtures		-	322,000
Tools and equipment		174,801	1,865,500
Office equipment		-	-
Vehicles		498,647	3,639,813
Computer and allied equipments		1,991,741	3,128,387
		<u>13,640,657</u>	<u>63,683,506</u>

## 6.2 Right of use assets

Note

		(Un-Audited) 31 December 2025 ..... (Rupees) .....	(Audited) 30 September 2025
Vehicles	6.3	2,921,319	3,075,073
Agricultural land	6.4	1,833,983	2,292,104
		<u>4,755,302</u>	<u>5,367,177</u>

## 6.3 The following is the statement of right of use assets:

### Vehicle

#### Net carry value basis

Opening net book value	3,075,073	7,344,810
Addition during the year	-	-
Transferred to operating fixed assets	-	(3,500,969)
Depreciation	(153,754)	(768,768)
	<u>2,921,319</u>	<u>3,075,073</u>

Depreciation rate % per annum

20%

20%

This represents vehicles obtained on finance lease from Bank Al Habib Limited.

## 6.4 Agricultural land

#### Net carrying value basis

Opening net book value	2,292,104	6,493,730
Addition during the year	-	-
Transferred to operating fixed assets	-	(2,086,138)
Depreciation	(458,121)	(2,115,488)
	<u>1,833,983</u>	<u>2,292,104</u>

Depreciation rate % per annum

25%

25%

This represents obtained of agriculture land on lease from various individual for agriculture purposes to grow the sugarcane and seed experiments.

## 7. CAPITAL WORK IN PROGRESS

This comprises of:

Building	5,702,387	1,344,732
Plant and machinery	32,972,049	13,932,444
	<u>38,674,436</u>	<u>15,277,176</u>

## 7.1 Movement of carrying amount

### Period ended December 31, 2025

	Building	Plant and machinery	Total
Opening balance	1,344,732	13,932,444	15,277,176
Additions (at cost)	4,357,655	20,558,426	24,916,081
Transferred to operating fixed assets	-	(1,518,821)	(1,518,821)
Closing balance	5,702,387	32,972,049	38,674,436

### Year ended September 30, 2025

	Building	Plant and machinery	Total
Opening balance	2,767,368	9,785,291	12,552,659
Additions (at cost)	4,382,008	29,131,382	33,513,390
Transferred to operating fixed assets	(5,804,644)	(24,984,229)	(30,788,873)
Closing balance	1,344,732	13,932,444	15,277,176

(Un-Audited)  
31 December  
2025  
..... (Rupees) .....

(Audited)  
30 September  
2025

## 8. STOCK IN TRADE

### Work-in process:

Sugar	8,629,601	9,860,387
Molasses	63,099,761	1,524,560
	71,729,362	11,384,947

### Finished goods:

Sugar	1,860,217,210	35,131,800
Molasses	40,331,063	29,941,930
Bagasse	40,000,000	-
V. Filter Cake	13,578,041	8,425,081
	1,954,126,314	73,498,811
	2,025,855,676	84,883,758

## 9. SHARE CAPITAL

### 9.1 Authorized share capital

31 December 2025      30 September 2025

Number of ordinary shares of  
Rs. 10/- each

70,000,000	70,000,000	700,000,000	700,000,000
------------	------------	-------------	-------------

### 9.2 Issued, subscribed and paid up capital

31 December 2025      30 September 2025

Number of ordinary shares of  
Rs. 10/- each

6,400,000	6,400,000	64,000,000	64,000,000
3,050,000	3,050,000	30,500,000	30,500,000
9,450,000	9,450,000	94,500,000	94,500,000

## 10. DIRECTORS' LOANS

Unsecured  
Directors  
Others (other than banking companies)

(Un-Audited) 31 December 2025 ..... (Rupees) .....	(Audited) 30 September 2025
3,002,700,000	3,002,700,000

- 10.1** This represents unsecured interest free long term loans from directors of the Company to meet the working capital and long term requirements. These are payable on discretion of the Company and will be paid as and when convenient to the Company. This has been disclosed/classified in accordance with TR-32 "Directors' Loan" clause 3.3 "Contractual Directors' loan" that is interest free and repayable at the discretion of the Company, issued by the Institute of Chartered Accountants of Pakistan. The Director's loan is subordinated to financial institutions against banking facilities to the extent mentioned in respective financing agreements.

## 11. SURPLUS ON REVALUATION OF FIXED ASSETS

Balance brought forward  
Revaluation during the year  
Less:  
    Transferred to equity in respect of  
    incremental depreciation charged during  
    the period  
    Related deferred tax liability during the  
    period transferred to profit and loss account

(Un-Audited) 31 December 2025 ..... (Rupees) .....	(Audited) 30 September 2025
4,313,783,195	2,517,273,104
-	1,846,727,974
(27,690,125)	(50,217,883)
-	-
(27,690,125)	(50,217,883)
4,286,093,070	4,313,783,195

## 12. LONG TERM LOAN

Secured:  
Bank Al Habib Limited  
Allied Bank Limited  
  
Current portion shown under current liabilities

119,982,400	134,980,200
-	-
119,982,400	134,980,200
(59,991,200)	(59,991,200)
59,991,200	74,989,000

- 12.1** There is no material change in the terms and conditions of the long-term loans as disclosed in the annual audited financial statements as at and for the year ended September 30, 2025.



	Note	(Un-Audited) 31 December 2025 ..... (Rupees) .....	(Audited) 30 September 2025
<b>13. LONG TERM DIMINISHING MUSHARAKA</b>			
Secured - banking companies			
National Bank of Pakistan			
(Islamic mode)		180,000,000	210,000,000
"Current portion shown under current liabilities"		(60,000,000)	(60,000,000)
		<u>120,000,000</u>	<u>150,000,000</u>

**13.1** There is no material change in the terms and conditions of the long-term loans as disclosed in the annual audited financial statements as at and for the year ended September 30, 2025.

#### 14. SHORT TERM BORROWING

Secured:			
Cash Finance	14.1	1,621,681,738	-
Short term Agri finance	14.2	-	100,000,000
Running Finance		-	4,767,978
		<u>1,621,681,738</u>	<u>104,767,978</u>

**14.1** During the period the Company had availed cash finance facilities from various banks that carries mark-up ranging from one month KIBOR to nine month KIBOR plus 0.25% to 1.50% per annum on utilized limits. These facilities were secured against pledge of white refined sugar bags at 5% to 23% margin, personal guarantees of the directors and subordination of loan from directors.

**14.2** There is no material change in the terms and conditions of the short term agri finance facility as disclosed in the annual audited financial statements as at and for the year ended September 30, 2025.

#### 15. CONTINGENCIES AND COMMITMENTS

##### 15.1 Contingent liabilities

There has been no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended September 30, 2025.

##### 15.2 Commitments

The Company is committed as at the balance sheet date in respect of lease payments.

## 16. REVENUE FROM CONTRACTS WITH CUSTOMERS

	(Un-Audited) 31 December 2025 ..... (Rupees) .....	(Un- Audited) 31 December 2024
Sales		
Manufacturing - local		
Sugar	55,299,804	741,655,747
Local	-	631,454,776
Export		
	55,299,804	1,373,110,523
By products sales:		
Molasses	215,331,474	229,803,943
Baggasse	-	25,642,540
V.F.Cake	12,295,662	17,717,119
	227,627,136	273,163,602
Less: Sales tax - FED		
Sugar	(9,515,781)	(122,988,928)
Molasses	(32,847,174)	(35,251,369)
Baggasse	-	(3,911,574)
V.F.Cake	(2,217,250)	(3,194,890)
	(44,580,205)	(165,346,761)
	238,346,735	1,480,927,364

## 17. COST OF SALES

Cane Procurement and expenses thereon	2,010,881,714	2,300,059,514
Stores, spares and consumables	4,712,909	4,896,987
Packing materials consumed	14,876,533	18,396,180
Chemicals consumed	12,236,790	12,520,390
Salaries, wages and other benefits	77,785,671	74,993,726
Fuel and power	6,286,814	10,727,255
Repair and maintenance	44,646,311	61,827,057
Depreciation	40,316,852	25,034,077
Vehicle running expenses	3,108,518	3,162,192
Insurance	1,289,044	1,243,601
Fee and subscription	30,000	-
Other factory overheads	7,385,553	4,515,738
	2,223,556,709	2,517,376,717
Work in process		
Opening	11,384,947	11,725,415
Closing	(71,729,362)	(101,898,764)
	(60,344,415)	(90,173,349)
Cost of goods manufactured	2,163,212,294	2,427,203,368
Finished goods		
Opening	73,498,811	1,930,907,467
Closing	(1,954,126,314)	(3,099,616,116)
	(1,880,627,503)	(1,168,708,649)
	282,584,791	1,258,494,719

## 18. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of associated companies and directors of the Company. Significant transactions and balances with related parties, other than those disclosed elsewhere in these financial statements are as follows:

Name of parties	Nature of relationship	Nature of balance	(Un-Audited) 31 December	(Audited) 30 September
			2025	
			Closing balance	Closing balance
			Rupees	
Naubahar Bottling Co. (Pvt) Limited	Associated Company	Mark-up payable	264,084,254	264,084,254
The Thal Industries Corporation Limited	Associated Company	Payable-Net	-	-
Al-Moiz Industries Limited	Associated Company	Receivable-Net	16,391,500	-
Directors/shareholders				
Mr. Muhammad Shamim Khan	Chief Executive Officer	Directors' loan	1,356,300,000	1,356,300,000
Mrs. Qaiser Shamim Khan	Director	Directors' loan	1,199,600,000	1,199,600,000
Mr. Adnan Ahmed Khan	Director	Directors' loan	367,000,000	367,000,000
Mr. Nauman Ahmed Khan	Director	Directors' loan	79,800,000	79,800,000

### 18.1 Basis of relationship with the company

In respect of associated companies incorporated inside Pakistan with whom the company had entered into transaction during the period along with basis of relationship is as follows

Name of related party	Country of Incorporation/origin	Relationship	Basis of Association	Shareholdings
Naubahar Bottling Company (Private) Limited	Pakistan	Associated Company	Common management	Nil
Al-Moiz Industries Limited	Pakistan	Associated Company	Common management	Nil
Moiz Textile Limited	Pakistan	Associated Company	Common management	Nil
The Thal Industries Corporation Limited	Pakistan	Associated Company	Common management	Nil
Mr. Muhammad Shamim Khan	Pakistan	Chief Executive	Shareholding	29.1623%
Mrs. Qaiser Shamim Khan	Pakistan	Director	Shareholding	28.0002%
Mr. Adnan Ahmed Khan	Pakistan	Director	Shareholding	20.0002%
Mr. Nauman Ahmed Khan	Pakistan	Director	Shareholding	20.0002%
Mrs. Sarah Hajra Khan	Pakistan	Director	Shareholding	0.0032%
Mrs. Farah Khan	Pakistan	Director	Shareholding	0.0053%
Malik Manzoor Hussain Humayun	Pakistan	Director	Shareholding	0.0063%
Mr. Farid ul din Ahmed	Pakistan	Director	Shareholding	0.0021%
Mr. Anwaar Ahmed Khan	Pakistan	Director	Shareholding	0.0053%

## 18.2

Name of Related Party	Relationship	Basis of Relationship	Quarter ended	
			31 December 2025	31 December 2024
<b>Naubahar Bottling Co Pvt Limited</b> Sale of Sugar	Associated Company	Common Directorship	-	70,325,025
<b>Almoiz Industries Limited</b> Sale of scrap Purchase of Goods	Associated Company	Common Directorship	24,101,250 1,316,000	15,468,600 -
<b>The Thal Industries Corporation Limited</b> Purchase of Goods	Associated Company	Common Directorship	-	6,120,000

The company continues to have a policy whereby all transactions with related parties and associated undertakings are priced at comparable uncontrolled market price.

## 19. FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

These condensed interim financial statements do not include all financial risk, management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended September 30, 2025. There have been no changes in any risk management policies since the year end. The carrying values of all financial and non-financial assets and liabilities are measured at other than amortized cost in these condensed interim financial statements to approximate their fair values.

## 20. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, whenever necessary to reflect more appropriate presentation of events and transactions for the purpose of comparison in accordance with the accounting and reporting standards as applicable in Pakistan.

## 21. SEASONALITY

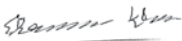
Due to the seasonal availability of sugarcane, the production of sugar is carried out during the period of availability of sugarcane and costs incurred / accrued up to the reporting date have been accounted for. Accordingly, the costs incurred / accrued after the reporting date will be reported in the subsequent condensed interim financial statements. Due to seasonal nature the entire cane crushing and manufacturing of sugar is done from November to the following March. Sugar sales are made throughout the year.

## 22. DATE OF AUTHORIZATION OF ISSUE

These financial statements were authorized for issue on January January 26, 2026 by the Board of Directors of the Company.

## 23. GENERAL

Figures have been rounded off to the nearest rupees unless stated otherwise.

  
CHIEF EXECUTIVE OFFICER

  
DIRECTOR








  
CHIEF FINANCIAL OFFICER










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