



Sanghar Sugar Mills Limited

HEAD OFFICE: Office # 305, 3rd Floor, Clifton Centre, Block-5, Clifton, Karachi - Pakistan.
Tel: (021) 35371441-3 Fax: (021) 35371444 E-mail: info@sangharsugarmills.com

Ref: SSML/CS/20260522-01

May 22, 2026

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

Subject: **Financial Results for the Six Months Period Ended March 31, 2026**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Friday May 22, 2026 at 11:00 a.m. at the registered office: Office No. 305, 3rd Floor, Clifton Centre, Block-5, Clifton, Karachi, approved and authorized for issue the Condensed Interim Financial Statements of the Company for the six months period ended March 31, 2026 and recommended the following:

- **CASH DIVIDEND / BONUS SHARES / RIGHT SHARES / ANY OTHER ENTITLEMENT**

Board of Directors has recommended "Nil" for the period ended March 31, 2026.

- **FINANCIAL RESULTS**

The Un-Audited Condensed Interim Financial Results for the six months period ended March 31, 2026 along with Condensed Interim Statement of Financial Position, Condensed Interim Statement of Comprehensive Income, Condensed Interim Statement of Changes in Equity and Condensed Interim Statement of Cash-Flows are annexed. Further, Shariah disclosure under the Schedule IV of the Companies Act, 2017 are also annexed.

- **OTHER INFORMATION:**

"As a matter of Emphasis, the Statutory Auditor of the Company in their Review Report draws attention to the non-provision of Rs. 391,668 thousands in respect of purchase price cane rate difference for the season 2017-18. The decision of the matter / case is pending at the Honourable Supreme Court of Pakistan. The Auditor describes the uncertainty related to the outcome of legal matters related to minimum sugar cane price and other matters and their opinion is not qualified in respect of this matter."

The Quarterly Report for the six months period ended March 31, 2026 of the Company will be transmitted through PUCARS separately, with in the specified time.

Yours faithfully

Muhammad Mubeen Alam

Muhammad Mubeen Alam
Company Secretary



Page 1 of 7



The Financial Results for the six months period ended March 31, 2026 along-with other Condensed Interim Statements and Shariah Disclosure of the Company are as follows:

SANGHAR SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2026

	Six Months Period Ended		Quarter Ended	
	March 31 2026	March 31 2025	March 31 2026	March 31 2025
	---- (Rupees in '000) ----			
Sales	2,199,967	2,957,238	914,936	613,906
Cost of sales	(1,780,939)	(2,679,560)	(741,419)	(554,904)
Gross Profit	419,028	277,678	173,517	59,002
Distribution cost	(408)	(29,257)	(203)	(10,446)
Administrative expenses	(108,592)	(84,649)	(60,076)	(47,088)
Other expenses	(39,594)	(10,295)	(25,308)	840
	(148,594)	(124,201)	(85,587)	(56,694)
Operating profit	270,434	153,477	87,930	2,308
Other income	2,008	2,962	1,402	2,540
	272,442	156,439	89,332	4,848
Finance cost	(59,961)	(81,382)	(46,389)	(50,997)
Profit / (Loss) before levies and taxation	212,481	75,057	42,943	(46,149)
Levies	-	(43,078)	-	(3,526)
Profit / (Loss) before taxation	212,481	31,979	42,943	(49,675)
Taxation	(127,127)	12,170	(84,969)	5,893
Profit / (Loss) for the period	85,354	44,149	(42,026)	(43,782)
Earning per share - Basic and diluted (Rupees)	7.14	3.70	(3.52)	(3.66)

Muhammad Mubeen Alam
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Company Secretary

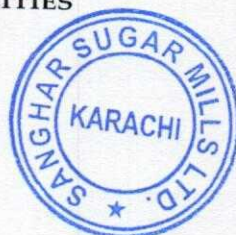




**SANGHAR SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2026**

	Un-Audited March 31 2026	Audited September 30 2025
	----- (Rupees in '000) -----	
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	4,901,135	5,020,685
Long term deposits	4,540	4,540
	<u>4,905,675</u>	<u>5,025,225</u>
CURRENT ASSETS		
Stores, spare parts and loose tools	84,804	90,279
Stock-in-trade	4,984,669	493,410
Trade debts	283,636	127,715
Loans and advances	36,713	79,912
Trade deposits and short term prepayments	8,402	1,396
Other receivables	22,021	17,592
Income tax refundable - net of provision	106,669	77,385
Cash and bank balances	100,086	107,040
	<u>5,627,000</u>	<u>994,729</u>
TOTAL ASSETS	<u>10,532,675</u>	<u>6,019,954</u>
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized capital 20,000,000 (2024: 20,000,000) shares of Rs.10 each	200,000	200,000
Issued, subscribed and paid up capital	119,460	119,460
Unappropriated profit	545,615	398,391
Surplus on revaluation of property, plant and equipment	2,543,262	2,605,132
	<u>3,208,337</u>	<u>3,122,983</u>
NON CURRENT LIABILITIES		
Long term financing	20,555	57,712
Lease liabilities against right of use assets	17,628	14,530
Deferred liabilities	1,553,914	1,495,746
	<u>1,592,097</u>	<u>1,567,988</u>
CURRENT LIABILITIES		
Trade and other payables	4,003,340	1,174,945
Accrued finance cost	41,771	4,755
Short term borrowings	1,600,000	63,333
Unclaimed dividend	3,731	3,731
Current portion of long term financing	75,493	77,691
Current portion of lease liabilities against right of use assets	7,906	4,528
	<u>5,732,241</u>	<u>1,328,983</u>
CONTINGENCIES AND COMMITMENTS	-	-
TOTAL EQUITY AND LIABILITIES	<u>10,532,675</u>	<u>6,019,954</u>

Muhammad Mubeen Alam
Muhammad Mubeen Alam
Company Secretary





SANGHAR SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2026

	Six Months Period Ended		Quarter Ended	
	March 31 2026	March 31 2025	March 31 2026	March 31 2025
	----- (Rupees in '000) -----			
Profit / (Loss) for the period	85,354	44,149	(42,026)	(43,782)
Other comprehensive income	-	-	-	-
Total comprehensive income	85,354	44,149	(42,026)	(43,782)

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SANGHAR SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2026

	Issued, Subscribed & Paid-up Capital	Unappropriated Profit	Surplus on revaluation of property, plant & equipment	Total
----- (Rupees in '000) -----				
Balance as at October 01, 2024 - Audited	119,460	185,181	1,604,283	1,908,924
Total Comprehensive income for the period ended March 31, 2025				
Income for the period	-	44,149	-	44,149
Other comprehensive income	-	-	-	-
	-	44,149	-	44,149
Transfer on account of incremental depreciation charged on surplus on revaluation of property, plant and equipment - net of deferred tax	-	38,263	(38,263)	-
Balance as at March 31, 2025	119,460	267,593	1,566,020	1,953,073
Balance as at October 01, 2025 - Audited	119,460	398,391	2,605,132	3,122,983
Total Comprehensive income for the period ended March 31, 2026				
Income for the period	-	85,354	-	85,354
Other comprehensive income	-	-	-	-
	-	85,354	-	85,354
Transfer on account of incremental depreciation charged on surplus on revaluation of property, plant and equipment - net of deferred tax	-	61,870	(61,870)	-
Balance as at March 31, 2026	119,460	545,615	2,543,262	3,208,337

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**SANGHAR SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2026**

	March 31 2026	March 31 2025
	----- (Rupees in '000) -----	
Profit before levies and taxation	212,481	75,057
Adjustment for non cash charges and other items:		
Depreciation on owned operating fixed assets	129,518	87,254
Depreciation on right-of use assets	2,882	-
Employees retirement benefits expense	18,987	17,534
Provision for market committee fee	5,661	4,643
Gain on sale of property, plant and equipment	-	(288)
Finance cost	59,961	81,382
	217,009	190,525
Cash flow from operating activities before adjustment of working capital changes	429,490	265,582
Changes in Working capital		
(Increase) / Decrease in current assets		
Stores, spare parts and loose tools	5,475	(13,941)
Stock - in - trade	(4,491,259)	(2,113,992)
Trade debts	(155,921)	(70,240)
Loans and advances	43,199	99,620
Trade deposits and short term prepayments	(7,006)	(7,856)
Other receivables	(4,429)	67,741
	(4,609,941)	(2,038,668)
Increase in current liabilities		
Trade and other payables	2,828,395	1,432,332
	(1,352,056)	(340,754)
Employees retirement benefits paid during the period	(1,100)	(15,520)
Finance cost paid during the period	(22,945)	(99,461)
Levies and income taxes paid during the period	(121,791)	(99,438)
	(145,836)	(214,419)
	(1,497,892)	(555,173)
Net cash (outflows) / inflows from operating activities		
CASH FLOW FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(12,850)	(29,534)
Proceeds from sale of property, plant and equipment	-	300
Net cash outflows from investing activities	(12,850)	(29,234)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term financing	(39,355)	(12,384)
Lease obtained during the period	10,000	-
Increase in short term borrowings	1,436,667	705,000
Payments of lease liabilities	(3,524)	-
Net cash inflows from financing activities	1,403,788	692,616
Net increase in cash and cash equivalents	(106,954)	108,209
Cash and cash equivalents at beginning of the period	107,040	(49,543)
Cash and cash equivalents at end of the period	86	58,666

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SHARIAH DISCLOSURE UNDER CLAUSE VII OF PART I OF SCHEDULE IV OF THE COMPANIES ACT, 2017:

	Un-Audited March 31 2026	Audited September 30 2025
	(Rupees in '000)	
Disclosure Required in relations to the Statement of Financial Position-Liability Side:		
Financing (Long-term, short term or lease financing) obtained as per Islamic mode;		
Long term financing as per Islamic mode	96,048	135,403
Short term borrowings as per Islamic mode	200,000	63,333
Interest or mak-up accrued on any conventional loan or advance;		
Mark up accrued	36,550	4,392
Interest or mak-up accrued on any Islamic loan or advance;		
Mark up accrued	5,222	363
Disclosure in relations to the Statement of Financial Position-Asset Side:		
Long term investments - Shariah compliant	N/A	N/A
Short term investments - Shariah compliant	N/A	N/A
Shariah compliant bank balances	9,266	15,197
	Un-Audited March 31 2026	Un-Audited March 31 2025
Disclosure in relations to the Statement of Comprehensive Income:		
Revenue earned from a Shariah-compliant business segment;	2,422,284	3,063,181
Breakup of late payments or liquidated damages;	N/A	N/A
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates;	N/A	-
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs;	N/A	N/A
Exchange (loss) / gain earned from actual currency;	N/A	N/A
Exchange gain earned using conventional derivative financial instruments;	N/A	N/A
Profit paid on Islamic mode of financing;	14,054	24,598
Total Interest earned on any conventional loan or advance;	N/A	N/A
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income in to Shariah-compliant and non compliant income; and		
Shariah Compliant		
Scrap sales	711	28
V. Filter Cake sales	1,195	1,135
Dividend from related parties	N/A	N/A
Exchange gain	-	818
Gain on disposal of operating property, plant and Equipment	-	288
Rent & Misc Receipts	102	116
Liabilities written back	-	577
Non Shariah Compliant		
Amortization of government grant	N/A	N/A
Markup on growers loan	N/A	N/A
Profit on PLS and deposit accounts	N/A	N/A

Other Disclosure Requirements:

Disclosure in Relation with Shariah compliant institutions

Name	Relationship
Sindh Modaraba	Murabaha Islamic Finance
OLP Modaraba	Diminishing Musharkah
OLP Financial Services Limited - Islamic Finance	Diminishing Musharkah
Faysal Bank Ltd	Diminishing Musharkah
Adamjee Insurance Company Limited - Window Takaful	Fire & Engineering Insurance

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