



FARAN SUGAR MILLS LTD.

Ref: CR-2367/05-26

Date: May 25, 2026

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

Sub: FINANCIAL RESULT FOR THE HALF YEAR ENDED MARCH 31, 2026

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Monday, May 25, 2026 at 12:00 Noon at our office, 43-1-E(B), P.E.C.H.S. Block 6, off Razi Road, Shahrah-e-Faisal, Karachi recommended the following:

i.	Cash Dividend	NIL
ii.	Bonus Issue	NIL
iii.	Right Issue	NIL

The financial results of the Company for containing Statement of Profit & Loss, Statement of Financial Position, Statement of Changes in Equity and Statement of Cash Flow for the half year ended March 31, 2026 are herewith annexed.

The Quarterly Report of the Company for the half year ended March 31, 2026 will be transmitted through PUCARS.

Yours sincerely,

For Faran Sugar Mills Limited

Muhammad Ayub
Company Secretary

CC to:

The Securities and Exchange Commission of Pakistan
Enforcement Department, NIC Building, 63, Jinnah Avenue,
Blue Area, Islamabad.

Encl: as stated above



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43-1-E (B), P.E.C.H.S, Block-6, Off Razi Road, Shahrah-e-Faisal, Karachi-75400.



Faran Sugar Mills Limited

Condensed Interim Statement of Profit or Loss

For the six months and quarter ended March 31, 2026 (unaudited)

	Note	Six-month period ended		Quarter ended	
		Mar. 31, 2026	Mar. 31, 2025	Mar. 31, 2026	Mar. 31, 2025
Rupees					
Sales revenue - net	16	4,982,260,810	5,409,091,226	3,454,572,403	1,792,220,729
Cost of sales	17	(4,408,925,010)	(5,379,404,803)	(3,036,002,442)	(2,028,938,117)
Gross profit / (loss)		573,335,800	29,686,423	418,569,961	(236,717,388)
Administrative expenses		(106,663,783)	(112,008,783)	(53,699,526)	(54,676,500)
Selling and distribution costs	18	(64,815,164)	(55,735,525)	(57,140,248)	(41,320,262)
		(171,478,947)	(167,744,308)	(110,839,774)	(95,996,762)
Operating profit / (loss)		401,856,853	(138,057,885)	307,730,187	(332,714,150)
Other income	19	41,442,403	34,239,801	28,649,940	19,245,794
Other expenses	20	(231,753)	(3,761,587)	(90,250)	119,032
		41,210,650	30,478,214	28,559,690	19,364,826
		443,067,503	(107,579,671)	336,289,877	(313,349,324)
Finance costs	21	(243,020,937)	(431,114,259)	(164,213,814)	(275,811,233)
		200,046,566	(538,693,930)	172,076,063	(589,160,557)
Share of profit of associates - net	22	200,129,413	15,333,333	133,049,080	11,847,666
Profit / (loss) before levies and taxation		400,175,979	(523,360,597)	305,125,143	(577,312,891)
Levies	23	(94,603,055)	(67,708,567)	(73,576,985)	(22,923,060)
Profit / (loss) before taxation		305,572,924	(591,069,164)	231,548,158	(600,235,951)
Taxation - net	24	(288,133,122)	179,397,121	(288,133,122)	179,397,121
Profit / (loss) after taxation		17,439,802	(411,672,043)	(56,584,964)	(420,838,830)
Earnings / (loss) per share - basic and diluted	25	0.44	(12.34)	(1.43)	(10.65)

The annexed notes from 1 to 29 form an integral part of these financial statements.

Chief Executive Officer

Director

Chief Financial Officer



Faran Sugar Mills Limited

Condensed Interim Statement of Financial Position

As at March 31, 2026

		(Un-audited) March 31, 2026	(Audited) September 30, 2025
		----- Rupees -----	
ASSETS	<i>Note</i>		
Non-current assets			
Property, plant and equipment	3	2,953,589,394	3,014,275,336
Long term investments	4	1,458,324,284	1,258,448,507
Long term advances		1,026,297	3,779,974
Long term deposits		7,704,569	9,307,534
Deferred tax asset	5	103,938,359	376,821,500
		<u>4,524,582,903</u>	<u>4,662,632,851</u>
Current assets			
Stores and spares		137,778,497	133,043,321
Stock in trade	6	5,824,867,088	412,544,937
Trade debts	7	276,945,030	320,506,866
Loans, advances, deposits, and other receivables	8	210,434,452	312,582,670
Income tax refundable	9	46,749,730	-
Cash and bank balances		197,082,527	137,270,147
		<u>6,693,857,324</u>	<u>1,315,947,941</u>
Total assets		<u>11,218,440,227</u>	<u>5,978,580,792</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
<i>Authorized capital</i>			
60,000,000 (September 30, 2025: 60,000,000) ordinary shares of Rs. 10/- each		600,000,000	600,000,000
Issued, subscribed and paid up capital	10	395,109,889	395,109,889
<i>Capital reserves</i>			
Share premium		371,073,000	371,073,000
Surplus on re-measurement of investment		10,763,637	11,017,273
		<u>381,836,637</u>	<u>382,090,273</u>
<i>Revenue reserves</i>			
Unappropriated profit		1,418,132,372	1,400,692,570
		<u>2,195,078,898</u>	<u>2,177,892,732</u>
Non-current liabilities			
Long term borrowings from banking companies	11	340,287,617	400,216,576
Deferred liabilities	12	124,225,292	136,121,656
		<u>464,512,909</u>	<u>536,338,232</u>
Current liabilities			
Trade and other payables	13	1,442,418,713	863,710,551
Current portion of long term borrowings		142,247,714	133,038,708
Current portion of government grant		28,349,518	32,741,414
Accrued mark up		140,129,126	73,553,316
Unclaimed dividend		9,407,036	9,407,036
Short term borrowings from banking companies	14	6,796,296,313	2,143,893,903
Income tax payable	9	-	8,004,900
		<u>8,558,848,420</u>	<u>3,264,349,828</u>
Contingency and commitments	15		
Total equity and liabilities		<u>11,218,440,227</u>	<u>5,978,580,792</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

Chief Executive Officer

Director

Chief Financial Officer



Faran Sugar Mills Limited

Condensed Interim Statement of Changes in Equity

For the six months ended March 31, 2026 (unaudited)

	Issued, subscribed and paid up capital	Capital reserves		Revenue reserves		Total
		Share premium	Surplus on re- measurement of investment	General reserve	Unappropriated profits	
(Rupees)						
Balance as at September 30, 2024 (audited)	250,069,550	8,472,152	4,187,879	-	1,146,001,102	1,408,730,683
<i>Total comprehensive loss for the half year ended March 31, 2025</i>						
- Loss after taxation	-	-	-	-	(411,672,043)	(411,672,043)
- Other comprehensive loss	-	-	(1,183,636)	-	-	(1,183,636)
	-	-	(1,183,636)	-	(411,672,043)	(412,855,679)
<i>Transactions with owners</i>						
Issuance of right shares	145,040,339	362,600,848	-	-	-	507,641,187
Balance as at March 31, 2025 (un-audited)	<u>395,109,889</u>	<u>371,073,000</u>	<u>3,004,243</u>	-	<u>734,329,059</u>	<u>1,503,516,191</u>
Balance as at September 30, 2025 (audited)	395,109,889	371,073,000	11,017,273	-	1,400,692,570	2,177,892,732
<i>Total comprehensive loss for the half year ended March 31, 2026</i>						
- Profit after taxation	-	-	-	-	17,439,802	17,439,802
- Other comprehensive loss	-	-	(253,636)	-	-	(253,636)
	-	-	(253,636)	-	17,439,802	17,186,166
<i>Transactions with owners</i>						
Issuance of right shares	-	-	-	-	-	-
Balance as at March 31, 2026 (un-audited)	<u>395,109,889</u>	<u>371,073,000</u>	<u>10,763,637</u>	-	<u>1,418,132,372</u>	<u>2,195,078,898</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

Chief Executive Officer

Director

Chief Financial Officer



Faran Sugar Mills Limited

Condensed Interim Statement of Cash Flows

For the six months ended March 31, 2026 (unaudited)

	March 31, 2026	March 31, 2025
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before levies and taxation	400,175,979	(523,360,597)
<i>Adjustments for non-cash and other items:</i>		
- Depreciation	86,336,408	84,931,753
- Dividend income	-	(108,375)
- Gain on sale of property, plant and equipment	(2,271,824)	(283,980)
- Amortization of deferred government grant	(16,288,260)	(14,685,751)
- Finance costs	243,020,937	431,114,259
- (Gain)/ loss on re-measurement of investments carried at fair value	-	(1,689,456)
- Share of profit of associates - net	(200,129,413)	(15,333,333)
	<u>110,667,848</u>	<u>483,945,117</u>
Working capital changes	510,843,827	(39,415,480)
<i>(Increase) / decrease in current assets</i>		
- Stores and spares	(4,735,176)	(36,740,253)
- Stock in trade	(5,412,322,151)	(2,515,862,155)
- Trade debts	43,561,836	392,757,910
- Loans, advances, deposits and other receivables	102,148,218	351,161,782
<i>Decrease / (Increase) in current liabilities</i>		
- Trade and other payables	568,823,106	(443,467,406)
	<u>(4,702,524,167)</u>	<u>(2,252,150,122)</u>
Cash used in operations	(4,191,680,340)	(2,291,565,602)
Income tax paid	(150,804,453)	(39,289,588)
Payment of Workers' profit participation fund	(21,886)	-
Payment of Workers' welfare fund	(3,896,271)	-
Finance cost paid	(146,113,681)	(852,491,164)
Net cash used in operating activities	(4,492,516,631)	(3,183,346,354)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure	(29,085,640)	(57,474,580)
Proceeds from disposal of subsidiary	-	99,970
Proceeds from issuance of shares	-	145,040,339
Proceeds from issuance of share premium	-	362,600,848
Proceeds from sale of TDR	-	4,400,000
Proceeds from sale of property, plant and equipment	5,706,998	455,400
Dividend received	-	108,375
Long term advances - net	2,753,677	346,628
Long term deposits - net	1,602,965	(1,045,501)
Net cash (used in) / generated from investing activities	(19,022,000)	453,631,479
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loans repaid	(81,051,399)	(95,567,563)
Short term finance - net	5,152,402,410	2,903,606,608
Net cash generated from financing activities	5,071,351,011	2,808,039,045
Net increase in cash and cash equivalents	559,812,380	78,324,170
Cash and cash equivalents at the beginning of the period	(1,362,729,853)	97,330,221
Cash and cash equivalents at the end of the period	<u>(802,917,473)</u>	<u>175,654,391</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

Chief Executive Officer

Director

Chief Financial Officer

