



Shakarganj
Limited

CONDENSED INTERIM REPORT
FOR THE HALF YEAR ENDED
31 MARCH 2026



CONTENTS

Vision, Mission & Core Values	2
Company Information	3
Shareholders' Information	4
Company Profile and Group Structure	5
Directors' Report	7
Unconsolidated Condensed Interim Statement of Financial Position	12
Unconsolidated Condensed Interim Statement of Profit or Loss	13
Unconsolidated Condensed Interim Statement of Comprehensive Income	14
Unconsolidated Condensed Interim Statement of Changes in Equity	15
Unconsolidated Condensed Interim Statement of Cash Flows	16
Selected Notes to the Unconsolidated Condensed Interim Financial Statements	17
Consolidated Condensed Interim Financial Statements	31

VISION MISSION & CORE VALUES

To provide the best value products and services to our customers through investment in technology, human resources, operational systems, and processes

To provide the best working environment to our employees and provide them opportunities to enhance their skills

To gain and maintain leadership in our relevant sectors by producing the best quality products at the lowest possible cost

To give the best returns to our shareholders by optimal allocation of resources to the products and markets we compete in

To work with our farmers, suppliers, and distributors as partners in developing their expertise and profitability

To pursue environment friendly policies, and effectively and efficiently use all energy resources aiming for zero waste and a clean healthy environment

To be a socially responsible corporate citizen supporting education, health, environment, and socio economic development of its community

COMPANY INFORMATION

Board of Directors

1. Chairman (Non-Executive)	Manzoor Hussain
2. Chief Executive Officer	Muhammad Saif Ullah
In alphabetic order:	
3. Executive Director	Ali Altaf Saleem
4. Non-Executive Director	Bashir Ahmad
5. Non-Executive Director (Independent)	Muhammad Adil Qureshi
6. Non-Executive Director	Muhammad Iqbal
7. Executive Director	Mustapha Altaf Saleem
8. Non-Executive Director (Independent)	Sana Atif

Audit Committee

Chairperson	Sana Atif (Independent)
Member	Bashir Ahmad
Member	Muhammad Adil Qureshi (Independent)
Member	Muhammad Iqbal

Human Resource & Remuneration Committee

Chairperson	Sana Atif (Independent)
Member	Bashir Ahmad
Member	Manzoor Hussain

Nomination Committee

Chairperson	Sana Atif (Independent)
Member	Manzoor Hussain
Member	Muhammad Iqbal

Risk Management Committee

Chairman	Muhammad Iqbal
Member	Muhammad Adil Qureshi (Independent)
Member	Sana Atif (Independent)

Chief Financial Officer

Muhammad Asif

Company Secretary

Asif Ali

Management Committees

Executive Committee

Chairman	Muhammad Saif Ullah
	Muhammad Pervez Akhtar
	Mustapha Altaf Saleem

Business Strategy Committee

Chairman	Ali Altaf Saleem
	Muhammad Pervez Akhtar
	Muhammad Asif

System & Technology Committee

Chairman	Muhammad Pervez Akhtar
	Muhammad Asif
	Ibrahim Ahmad Cheema

SHAREHOLDERS' INFORMATION

Stock Exchange Listing

Shakarganj Limited is a listed company and its shares are traded on the Pakistan Stock Exchange. Daily quotes on the Company's stock can be obtained from leading newspapers. Shakarganj is listed under 'Sugar & Allied Industries'

Public Information

Financial analysts, Stock brokers, interested investors and financial media desiring information about "Shakarganj" should contact Mr. Asif Ali at the Company's Office, Jhang.
Tel: (047) 763 1001 - 05
Fax: (047) 763 1011
E-mail: info@shakarganj.pk

Shareholders' Information

Inquiries concerning lost stock certificates, dividend payment, change of address, verification of transfer deeds and share transfers should be directed to CorpTec Associates (Pvt) Limited, Share Registrar of the Company at Lahore.
Tel: (042) 3517 0336 - 7
Fax: (042) 3517 0338
E-mail: info@corptec.com.pk

Products

- Sugar
- Biofuel
- Tiger Compost

Legal Advisor

Masud & Mriza Associates
Siddiqui Bari Kasuri & Co.

Auditors

Kreston Hyder Bhimji & Co.
Chartered Accountants

Bankers

MCB Bank Limited
National Bank of Pakistan

Works

Principal Facility

Management House
Toba Road, Jhang, Pakistan
Tel: (047) 763 1001 - 05
Fax: (047) 763 1011
E-mail: info@shakarganj.pk

Satellite Facility

Management House
63 km, Jhang Sargodha Road
Bhone, Pakistan
Tel: (048) 688 9211 - 13
Fax: (047) 763 1011

Website

www.shakarganj.pk
Note: This Report is available on Shakarganj website.

Registered and Principal Office

Executive Floor, IT Tower, 73 E 1
Hali Road, Gulberg III, Lahore, Pakistan
UAN: (042) 111 111 765
Tel: (042) 3578 3801-06
Fax: (042) 3578 3811

Faisalabad Office

Nishatabad, New Lahore Road,
Faisalabad, Pakistan
Tel: (041) 875 2810
Fax: (041) 875 2811

Share Registrar

CorpTec Associates (Pvt) Limited
503-E, Johar Town, Lahore
Tel: (042) 3517 0336 - 7
Fax: (042) 3517 0338
E-mail: info@corptec.com.pk

COMPANY PROFILE AND GROUP STRUCTURE

Shakarganj Limited was incorporated in Pakistan in 1967 as a Public Limited Company and is listed on the Pakistan Stock Exchange. Shakarganj is a leading manufacturer of food products and biofuel. We transform renewable crops such as sugarcane into value added products including refined sugar and biofuel etc. Our registered office is in Lahore with regional office in Faisalabad.

Shakarganj Limited, through its strategic shareholding in Shakarganj Food Products Limited, is also active in production of dairy and fruit products.

Sugar Business:

We have two manufacturing facilities, which are both located in District Jhang. We produce different types of sugar comprising pharmaceutical, beverage and commercial grades sugar as well as soft brown sugar, castor and icing sugar, sugar cubes, sachets and retail packs. Our combined crushing capacity is of 16,000 Tons of Cane per Day (TCD) which is extendable to 20,000 TCD.

Biofuel Business:

We have six distillation plants of which three are located at our Jhang facility and the remaining three are located at our Bhone facility where various grades of biofuel are produced. Our products include Rectified Ethanol (REN) for industrial and food grades, Anhydrous Ethanol for fuel grade, and Extra Neutral Alcohol (ENA) for pharmaceutical and perfume grades. The combined capacity of our distilleries is 350,000 litres per day.

Business Vision and Strategy:

Shakarganj's vision is to create the country's leading renewable ingredients business. We aim to achieve this by building a consistent portfolio of distinctive, profitable, high-value solutions in products and services for our customers. Shakarganj is committed to providing long-term value for our shareholders. Our strategy is to build a stronger value added business with a low-cost commodity base. We focus on five key business objectives to deliver consistent growth.

- Serve our Customers:

Delivering excellent customer service is at the core of everything we do. Our aim is to be the

partner of choice in our customers' processes and to help them develop more successful consumer products.

- Operate Efficiently and Safely:

We aim to be the lowest-cost and most efficient producer in all our markets. Through our expertise in high-volume process management, our focus is on technical and manufacturing excellence and the efficient use of services such as logistics and utilities. We are continually working to improve operational efficiency and strive to ensure safe and healthy conditions for everyone at our sites.

- Invest in Long Term Assets and Partnerships:

We continually evaluate investment opportunities that would add strategic value by enabling us to enter new markets or add products, technologies and knowledge more efficiently than we could originally. We also aim to grow our business by forming joint ventures and partnerships to enhance the capabilities of our existing product portfolio. Using alliances and joint ventures can be an efficient way to lower our cost of investing in new areas and markets, and will help secure access to new and complementary technology and expertise.

- Invest in Technology and People:

We are investing in our research and development capabilities to help us in developing innovative solutions that meet our customers' product challenges. We are also complementing our own capabilities through business and technology partnerships, and university collaborations. To develop talent, improve leadership and help our employees succeed, we operate various Programmes designed to ensure the right skills at all levels to grow our business.

- Grow the Contribution from Value Added Products:

We are committed to grow the contribution from our value added products. Value added products utilise technology and intellectual property enabling us to obtain a price premium along with sustainable and/or higher margins.

shakarganj

FOOD PRODUCTS LIMITED (Subsidiary of Shakarganj Limited)

SFPL comprises of three divisions - Dairy, Juice and Pulp & Concentrates. The Dairy and Juice division uses Tetra Pak packages to deliver UHT dairy and beverage products to the local market. The Pulp & Concentrate division produces fruit pulps, concentrates and purees for sale in both the Pakistan and International market. Our aim is to supply premium quality food products to our customers and become one of the leading food companies in Pakistan.

Dairy & Juice Division:

Shakarganj entered into the dairy business in 2006 with the introduction of its brand "[good milk](#)". Since then it has expanded with a diverse product portfolio in both the dairy and beverage category including UHT white milk, flavoured milk as well as a wide range of juices and nectars. The company has been able to leverage the Shakarganj name in the farming community to establish its milk collection network thereby developing a strong, sustainable and shared value based supply chain for the business function. The company sells its products throughout the country via a nationwide distribution network.

Dairy & Juice Plant:

- Processing and packaging plant located at Jaranwala
- Machinery from internationally renowned companies such as Tetra Pak.
- Well-equipped, state of the art of laboratory and testing facility at the plant run by a team of technically skilled and experienced staff.
- Research facility for new product development.
- International and domestic quality certifications: HACCP, PSQCA, PFA and HILAL

Milk Procurement Network:

- Well established network of milk collection centers at prime locations in Pakistan.

- Collection centres run by highly skilled and experienced staff members.
- Quality procurement ensured by well-equipped laboratory and advanced testing facility.
- Advisory services provided by technical team to facilitate higher yield and enhanced milk quality to support the farming community

Pulp & Concentrate Division:

Shakarganj has significant capabilities regarding the production of fruit pulps and purees. It is one of the leading manufacturers in Pakistan and has a significant volume of exports to Europe, the Middle East, Africa and Far East. Our manufacturing and processing facility is located in the heart of the agricultural and fruit producing region of Pakistan; giving our customers an advantage in terms of product freshness, continuity of fruit supply and reduced 'time to market'.

- Plant is located at Chiniot.
- Two processing lines for production of juice concentrates, puree and pulps.
- Product storage facilities consist of both, a refrigerated and frozen setup.
- Technically skilled and experienced manpower.
- Well-equipped laboratory and testing facilities ensure effective quality assurance according to international standards.
- International quality certifications: Food Safety System Certification 22000

DIRECTORS' REPORT

The directors of your Company are pleased to present the condensed interim financial statements of the Company for the half year ended 31 March 2026.

Financial and Operational Performance:

In spite of late start of the crushing campaign on 02 December 2025, Shakarganj recorded huge increase in sugarcane crushing which was 936,039 MT of sugarcane as compared to 498,014 MT of sugarcane in the corresponding period. Sugarcane crushing was improved by more than 85% and sugar recovery was also improved by more than 12% as compared to corresponding period of last year. However, due to stiff competition, average sugarcane cost drastically increased by more than 20% to Rs. 486 per 40 kg as compared to Rs. 402 per 40 kg in the corresponding period affecting the margins badly as average sugar sale price increased only around 4% as compared to corresponding period.

Company operational performance in terms of sugarcane crushed was remained better however, increase in sugarcane price was not in line with the increase in sugar selling prices so still ends up with huge losses. During the half year ended 31 March 2026, Company's overall sales revenue stood at Rs. 11,151.75 million (HYFY25: Rs. 5,203.21 million) and gross loss of the Company was Rs. 1,726.20 million as compared to gross loss of Rs. 1,090.20 million in corresponding period last year. The Company's loss before levy and income tax was Rs. 2,129.79 million as compared to loss before levy and income tax of Rs. 1,783.43 million in the corresponding period of last year. Loss after income tax for the period was Rs. 2,061.39 million as compared to loss of Rs. 1,655.77 million in the corresponding period of last year.

Business Segments:

Sugar Division:

Sugar Division revenue for the period was Rs. 10,949 million and inter-segment sale of this division was Rs. 227 million as against net sales revenue of Rs. 4,658 million and inter-segment sale of Rs. 310 million during corresponding period of last year. Our Sugar Division crushed 936,039 MT of sugarcane and produced 83,805 MT of sugar at an average recovery of 8.95 percent as against the crushing of 498,014 MT of sugarcane to produced 39,395 MT at an average recovery of 7.97 percent in the corresponding period. Company sustained a gross loss of 12.94% during the current period, compared to a gross loss of 19.82% during the corresponding period of last year. The bottom-line resulted in loss before tax and un-allocated expenses of Rs. 1,663.14 million as compared to loss before tax and un-allocated expenses of Rs. 1,214.63 million for the corresponding period last year.

Biofuel Division:

In Biofuel Division sale revenues during the period under review was decreased due to decrease in export of biofuel. Sale revenue amounted to Rs. 203 million as compared to Rs. 546 million in the corresponding period last year. Gross loss for the period stood at Rs. 265.80 million as compared to gross loss of Rs. 83.81 million in corresponding period last year. The bottom-line resulted in loss before tax and un-allocated expenses of Rs. 280.37 million as compared to loss before tax and un-allocated expenses of Rs. 157.43 million for the corresponding period last year. During the period under review, this division produced 1,703,651 liters of biofuel as compared to 3,858,040 million liters in the corresponding period last year.

Unconsolidated Financial Position

Balance sheet footing stood at Rs. 18,088.37 million as of 31 March 2026, compared to Rs 19,375.24 million on 30 September 2025. Total shareholders' fund decreased to Rs. 5,329.96 million from

Rs. 7,327.35 million as at 30 September 2025. Break-up value per share was Rs. 42.64 as compared to Rs. 58.62 per share as at 30 September 2025.

Consolidated Financial Performance

On a consolidated basis, operating loss before other income, finance costs and taxation amounted to Rs. 2,143.27 million (HYFY25: Rs. 1,760.29 million). Consolidated loss after income tax for the Group for the period was Rs. 2,219.58 million as compared to loss after income tax of Rs. 1,946.78 million in HYFY25. We are hopeful, with the rise in demands, for further improvements in the performance of the group as a whole in the remaining part of fiscal year. On a Group basis, the consolidated balance sheet footing stood at Rs. 24,798.49 million, compared to Rs. 26,405.58 million as at 30 September 2025. Total equity decreased to Rs. 6,866.18 million from Rs. 8,961.19 million as at 30 September 2025.

Health, Safety, Environment and Corporate Social Responsibility

To ensure better environment at Shakarganj, the Company has adapted its health and safety practices in line with the development of prevailing conditions in the country against various variants of the pandemic. Within the Company premises stiff checking is ensured and measures also include categorization of staff essential to be present in office for uninterrupted operations, whereas the other staff is shifted to work-from-home wherever required. Technological developments have made the minimal physical interaction possible by conversion to virtual meetings. Moreover, we also actively seek opportunities to contribute to the communities in which we operate and to improve the environments that sustain us all. Our areas of primary focus are education, health and safety, energy conservation, waste reduction, and community building wherever we can afford with limited resources keeping in view the Company financial position.

Future Outlook:

Continuing liquidity crunch affecting every business of the Company and right now, due to pending liabilities of the Company toward growers and taxation, all production and maintenance activities being suffered as difficult off season is expected without any significant activities. Operations at Biofuel Division are also not expected due to non-availability of molasses at feasible prices in view of lacking cashflows. As mentioned in our last annual report, management is taking steps to overcome the liquidity crunch by selling out of non-performing assets.

Finally, we would like to thank all stakeholders for their patronage and look forward to their continued support.

On behalf of Board of Directors



Muhammad Saif Ullah
Chief Executive Officer



Muhammad Iqbal
Director

25 May 2026

Unconsolidated Condensed Interim
Financial Statements (Un-audited)
For the Half Year ended 31 March 2026
(Shakarganj Limited)

Independent Auditor's Review Report

To the members of Shakarganj Limited

Report on review of Unconsolidated Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Messrs. Shakarganj Limited (the "Company") as at 31 March 2026, and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the six months period then ended (herein-after referred to as the "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Adverse Conclusion

The Company has again sustained loss after taxation for the half year ended 31 March 2026 amounting to Rs. 2,061.392 million, which took the accumulated loss to Rs. 7,744.470 million at the reporting date along with adverse current ratio at that date. The Company has also overdue statutory obligations. There is no written commitment from the directors / shareholders of the Company to finance its above-said obligations / working capital requirements.

All these situations indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern, which has not been adequately assessed and disclosed in these financial statements.

Adverse Conclusion

Our review indicates that because of the significance of the matter as described in the Basis for Adverse Conclusion section of our report, these unconsolidated condensed interim financial

Other Offices at: Karachi – Faisalabad – Islamabad

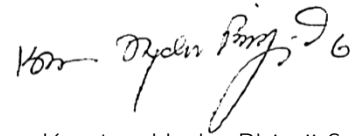
Web site: www.krestonhb.com

statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

Pursuant to the requirement of section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by statutory auditors of the Company. Accordingly, the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the three-month period ended 31 March 2026 and 31 March 2025 have not been subject to limited scope review by us.

The engagement partner on the review resulting in this independent review report is Shabir Ahmad, FCA.



Kreston Hyder Bhimji & Co.
Chartered Accountants
Engagement Partner
Mr. Shabir Ahmad, FCA

Lahore
Date: 25 May 2026
UDIN: RR202610766YWK8aX059

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2026 (Un-Audited)

	NOTE	31 March 2026 Un-Audited Rupees in thousand	30 September 2025 Audited
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	14,423,816	15,707,378
Long term investments	7	1,870,724	1,962,307
Long term advances and deposits		35,535	35,535
Employees' retirement benefits		54,977	54,180
		16,385,052	17,759,400
CURRENT ASSETS			
Stores, spare parts and loose tools		119,872	95,713
Stock-in-trade	8	717,809	838,810
Trade debts		285,973	17,425
Loans and advances		281,417	364,638
Prepayments and other receivables		287,772	297,566
Cash and bank balances		10,472	1,684
		1,703,315	1,615,836
TOTAL ASSETS		18,088,367	19,375,236
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid up share capital	9	1,250,000	1,250,000
Reserves			
Capital reserves			
Surplus on revaluation of property, plant and equipment - net of deferred income tax		9,537,761	10,697,453
Other capital reserves		2,286,671	2,245,345
		11,824,432	12,942,798
Revenue reserves			
Accumulated loss		(7,744,470)	(6,865,449)
Total equity		5,329,962	7,327,349
LIABILITIES			
NON-CURRENT LIABILITIES			
Employees' retirement benefits		454,664	411,675
Deferred income tax liability		2,806,660	3,015,606
		3,261,324	3,427,281
CURRENT LIABILITIES			
Trade and other payables		7,946,634	6,465,217
Contract liabilities		1,102,929	1,728,513
Short term borrowings	10	285,996	323,173
Accrued mark-up		16,774	17,738
Unclaimed dividend		1,842	1,842
Provision for taxation		142,906	84,123
		9,497,081	8,620,606
TOTAL LIABILITIES		12,758,405	12,047,887
CONTINGENCIES AND COMMITMENTS	11		
TOTAL EQUITY AND LIABILITIES		18,088,367	19,375,236

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


Chief Executive Officer


Director


Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For the Half Year Ended 31 March 2026 (Un-Audited)

	NOTE	Half Year Ended		Quarter Ended	
		31 March 2026	31 March 2025	31 March 2026	31 March 2025
		(Rupees in thousand)			
REVENUE FROM CONTRACT WITH CUSTOMERS - GROSS		13,208,281	5,881,670	10,715,304	3,564,285
Sales tax and other Government levies		(2,056,531)	(678,457)	(1,643,576)	(466,241)
REVENUE FROM CONTRACT WITH CUSTOMERS - NET		11,151,750	5,203,213	9,071,728	3,098,044
COST OF REVENUE	12	(12,877,953)	(6,293,417)	(10,236,238)	(3,898,306)
GROSS LOSS		(1,726,203)	(1,090,204)	(1,164,510)	(800,262)
OPERATING EXPENSES					
Administrative and general expenses		(216,409)	(249,418)	(118,159)	(144,569)
Selling and distribution cost		(23,376)	(63,363)	(14,527)	(55,212)
Other operating expenses		(13,849)	(16,507)	(10,262)	(8,367)
		(253,634)	(329,288)	(142,948)	(208,148)
LOSS FROM OPERATIONS		(1,979,837)	(1,419,492)	(1,307,458)	(1,008,410)
OTHER INCOME		161,278	77,836	124,262	47,877
FINANCE COST		(156,104)	(143,754)	(111,285)	(74,422)
Share of loss from equity accounted investee		(155,124)	(298,015)	(15,755)	(179,266)
LOSS BEFORE LEVY AND INCOME TAX		(2,129,787)	(1,783,425)	(1,310,236)	(1,214,221)
Levy	13	(140,090)	(65,735)	(114,063)	(41,401)
LOSS BEFORE INCOME TAX		(2,269,877)	(1,849,160)	(1,424,299)	(1,255,622)
Income tax	14	208,485	193,393	125,052	138,871
LOSS AFTER INCOME TAX FOR THE PERIOD		(2,061,392)	(1,655,767)	(1,299,247)	(1,116,751)
LOSS PER SHARE - BASIC AND DILUTIVE	15	(16.49)	(13.25)	(10.39)	(8.93)

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


Chief Executive Officer


Director


Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the Half Year Ended 31 March 2026 (Un-Audited)

	Half Year Ended		Quarter Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(Rupees in thousand)			
LOSS AFTER TAXATION FOR THE PERIOD	(2,061,392)	(1,655,767)	(1,299,247)	(1,116,751)
OTHER COMPREHENSIVE INCOME / (LOSS)				
(Loss) / gain arising on remeasurement of investments at fair value through other comprehensive income - net of income tax	(2,630)	3,176	(1,993)	(148)
Share of other comprehensive income on equity accounted investee	66,635	16,705	66,635	16,705
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	(1,997,387)	(1,635,886)	(1,234,605)	(1,100,194)

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


Chief Executive Officer


Director


Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Half Year Ended 31 March 2026 (Un-Audited)

Rupees in thousand

	RESERVES									TOTAL EQUITY
	Capital reserves								Revenue reserves	
	Premium on issue of right shares	Share in capital reserves of equity accounted investee	Musharakah financing - equity portion of equity accounted investee	Fair value reserve of investments at fair value through other comprehensive income	Difference of capital under scheme of arrangement of merger	Surplus on revaluation of property, plant and equipment - net of deferred income tax	Total	Accumulated losses		
Balance as at 01 October 2024 (Audited) - Restated	1,250,000	1,056,373	700,978	64,389	(4,311)	155,930	9,099,872	11,073,231	(5,036,733)	7,286,498
Incremental depreciation associated with surplus on revaluation of property, plant and equipment (net of deferred tax)	-	-	-	-	-	-	(236,532)	(236,532)	236,532	-
Transfer from surplus on revaluation of property, plant and equipment on disposal of property, plant and equipment of equity accounted investee - net of deferred tax	-	-	-	-	-	-	(962)	(962)	962	-
Realization of surplus on property, plant and equipment of equity accounted investee - (net of deferred tax)	-	-	(10,438)	-	-	-	-	(10,438)	10,438	-
Loss after taxation for the period	-	-	-	-	-	-	-	-	(1,655,767)	(1,655,767)
Other comprehensive income for the period	-	-	16,705	-	3,176	-	-	19,881	-	19,881
Total comprehensive income / (loss) for the period	-	-	16,705	-	3,176	-	-	19,881	(1,655,767)	(1,635,886)
Balance as at 31 March 2025 - (Un-audited)	1,250,000	1,056,373	707,245	64,389	(1,135)	155,930	8,862,378	10,845,180	(6,444,568)	5,650,612
Balance as at 01 October 2025 (Audited)	1,250,000	1,056,373	969,573	64,389	(920)	155,930	10,697,453	12,942,798	(6,865,449)	7,327,349
Incremental depreciation associated with surplus on revaluation of property, plant and equipment (net of deferred tax)	-	-	-	-	-	-	(219,771)	(219,771)	219,771	-
Transferred from surplus on revaluation of property, plant and equipment on disposal of property, plant and equipment - net of deferred tax to accumulated losses	-	-	-	-	-	-	(939,921)	(939,921)	939,921	-
Realization of surplus on property, plant and equipment of equity accounted investee - (net of deferred tax)	-	-	(22,679)	-	-	-	-	(22,679)	22,679	-
Loss after taxation for the period	-	-	-	-	-	-	-	-	(2,061,392)	(2,061,392)
Other comprehensive loss for the period	-	-	66,635	-	(2,630)	-	-	64,005	-	64,005
Total comprehensive income / (loss) for the period	-	-	66,635	-	(2,630)	-	-	64,005	(2,061,392)	(1,997,387)
Balance as at 31 March 2026 (Un-audited)	1,250,000	1,056,373	1,013,529	64,389	(3,550)	155,930	9,537,761	11,824,432	(7,744,470)	5,329,962

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


Chief Executive Officer


Director


Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the Half Year Ended 31 March 2026 (Un-Audited)

	NOTE	31 March 2026 Rupees in thousand	31 March 2025
CASH GENERATED FROM OPERATIONS			
Loss before income tax		(2,269,877)	(1,849,160)
Adjustments for non-cash charges and other items:			
Depreciation	6.1	436,509	403,971
Liabilities no longer payable written back		-	(1,681)
Gain on disposal of operating fixed assets		(99,244)	(4,360)
Fair value adjustment of biological assets		-	(932)
Levy		140,090	65,735
Share of (loss)/profit from equity accounted investee		155,124	298,015
Reversal of provision against loans and advances		(650)	(80)
Provision for employees retirement benefits		42,192	91,923
Provision against doubtful trade debts		-	32,617
Finance cost		156,104	143,754
OPERATING LOSS BEFORE WORKING CAPITAL CHANGES		(1,439,752)	(820,198)
Changes in working capital items:			
- Stores, spare parts and loose tools		(24,159)	(7,380)
- Stock-in-trade		121,001	(414,756)
- Trade debts		(267,898)	44,763
- Loans and advances		83,219	(76,455)
- Prepayments and other receivables		239,647	(12,041)
- Contract liabilities		(625,584)	968,717
- Trade and other payables		1,119,192	832,061
		645,418	1,334,909
CASH (OUTFLOWS) / INFLOWS FROM OPERATIONS		(794,334)	514,711
Finance cost paid		(24,697)	(126,930)
Income tax paid		(81,303)	(37,736)
NET CASH (OUTFLOWS) / INFLOWS FROM OPERATING ACTIVITIES		(900,334)	350,045
CASH FLOW FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(285,484)	(36,425)
Proceeds from disposal of operating fixed assets		1,231,783	8,579
NET CASH INFLOWS / (OUTFLOWS) FROM INVESTING ACTIVITIES		946,299	(27,846)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of principal portion of long term finance	20	-	(211,765)
Change in short term borrowings - net	20	(37,177)	(162,473)
NET CASH OUTFLOWS FROM FINANCING ACTIVITIES		(37,177)	(374,238)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		8,788	(52,039)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD		1,684	66,572
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD		10,472	14,533

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


Chief Executive Officer


Director


Chief Financial Officer

SELECTED NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the Half Year Ended 31 March 2026 (Un-Audited)

1. THE COMPANY AND ITS OPERATIONS

1.1. Shakarganj Limited (the Company) is a public limited company incorporated on 20 September 1967 in Pakistan under the Companies Act, 1913 (Now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. It is principally engaged in manufacture, purchase and sale of sugar and biofuel. The Company has its principal manufacturing facilities at Jhang and satellite manufacturing facilities at Bhone. The registered office of the Company is situated at E-Floor, IT Tower, 73-E/1, Hali Road, Gulberg-III, Lahore. whereas its mills / plants are situated at Jhang and Bhone.

1.2. Going concern assumption

The Company has suffered the loss after income tax of Rupees 2,061.39 (2025: Rupees 1,655.77) million and its accumulated losses are of Rupees 7,744.47 (2025: Rupees 6,865.45) million as at 31 March 2026. The current liabilities of the Company substantially exceeded its current assets by Rupees 7,793.77 (2025: Rupees 7,004.77) million. Moreover, the Company has overdue statutory obligations. These factors indicate the existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern and, therefore, that it may be unable to realize its assets and discharge its liabilities in the normal course of business. However, these unconsolidated condensed interim financial statements have been prepared on going concern basis due to following reasons:

- The Company has sold agriculture land having revalued cost amounting to Rs. 784.543 million against sale proceeds of Rs. 874.865 million. The funds realised from sale of above-mentioned lands had been used to settle sugarcane and other liabilities. During the period the Company has also sold plant and machinery of the Textile segment. The company is making further arrangements to sell its remaining agriculture land having market value of Rs. 285.365 million. For this purpose, approval of shareholders had already been obtained in Annual General Meeting of the Company held on 28 February 2022. The proceeds through disposal of such land will be partly utilized by the Company to pay to sugarcane growers and to settle the other liabilities of the Company and the remaining proceeds will be utilized for upgradation of plant and machinery at Jhang.
- The management of the Company has firmed up a turnaround plan based on disposal of Bhone Unit of the Company which includes Sugar and Biofuel divisions. Book value of freehold land, building and plant and machinery as at 31 March 2026 is Rupees 7.759 billion. Price discovery by the management for the whole Bhone Unit of the Company including related licenses / rights when built in the future plan results in debt free business, surplus funds and profits for the Company. The management has planned to seek required approvals for roll out of the turnaround plan before the end of financial year 30 September 2026.
- The Company is in the process of installing the falling film evaporators at Jhang. Falling film evaporators are alternative to Robert type evaporators and help to improve the optimization of the evaporator's station and energy efficiency of the plant. The percentage of steam's usage will be reduced by 9%. It would also increase the recovery ratio accordingly. These falling film evaporators have already been installed at Bhone Division and will also be installed at Jhang Division by the end of financial year 30 September 2026.

The Company remains committed to its best efforts to improve liquidity position. The management considers that the measures as explained above would result in availability of adequate financial resources for the Company to sustain the continuity of its business for the foreseeable future and thus maintain its going concern status. Accordingly, these unconsolidated condensed interim financial statements have been prepared on a going concern basis which assumes that the Company will continue to operate its business, realize its assets, and discharge its liabilities, in the normal course of business.

2. STATEMENT OF COMPLAINE

These unconsolidated condensed interim 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, Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan 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 or IFAS, the provisions of and directives issued under the Companies Act, 2017, have been followed.

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 September 2025. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

3. BASIS OF MEASUREMENT

3.1. Accounting convention

These unconsolidated condensed interim financial statements have been prepared following accrual basis of accounting except for the statement of cash flows. These financial statements have been prepared under the historical cost convention without any adjustments for the effect of inflation or current values, except for the following material items in the statement of financial position:

- Inventories that are valued at lower of weighted / moving average cost or Net Realizable Value (NRV) in accordance with IAS 2;
- Freehold land, buildings on freehold land and plant and machinery that stands at the revalued amount in accordance with IAS 16;
- Biological assets at fair value less estimated point-of-sale costs as per IAS 41;
- Actuarial valuation of pension and gratuity as per IAS 19; and
- Certain financial instruments which are carried at their fair value in accordance with IFRS 9.

3.2. Separate financial statements

These unconsolidated condensed interim financial statements are the separate financial statements of the Company in which investment in subsidiary company is accounted under equity method. Consolidated condensed interim financial statements of the Company are prepared and presented separately. The Company has 52.39% unquoted equity shares of Shakarganj Foods Product Limited as a long-term strategic investment.

3.3. Functional and presentation currency

The unconsolidated condensed interim financial statements are presented in Pakistani Rupee (Rs.) which is the Company's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to nearest rupee, unless otherwise indicated.

3.4. Critical accounting estimates, judgments and assumptions

The preparation of unconsolidated condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the use of certain critical accounting estimates. In addition, it requires management to exercise judgment in the process of applying the Company's accounting policies. The areas involving a high degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are documented in the following accounting policies and notes, and relate primarily to as mentioned in annual financial statements of the Company as at 30 September 2025.

The revisions to accounting estimates (if any) are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

4. SIGNIFICANT ACCOUNTING POLICIES INFORMATION

The accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are same as those applied in the preparation of the annual audited financial statements for the year ended 30 September 2025.

4.1. Change in accounting standards, interpretations and amendments to published accounting and reporting standards

a) Amendments to published accounting & reporting standards which became effective during the period

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements. Amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

b) Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after 01 January 2026. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

5. SEASONALITY OF OPERATIONS

Due to the seasonal availability of sugarcane, operating results are expected to fluctuate in the second half of the year. The crushing season generally starts from November and lasts till March each year.

	NOTE	31 March 2026 Un-Audited Rupees in thousand	30 September 2025 Audited Rupees in thousand
6. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	6.1	14,243,942	15,398,303
Capital work-in-progress	6.2	179,874	309,075
		14,423,816	15,707,378

6.1. Operating fixed assets - tangible

	COST / REVALUED AMOUNT						ACCUMULATED DEPRECIATION						Net Book Value As At 31 Mar 26	
	Balance as at 01 Oct 2025	Additions / Transfer from CWIP	Deletion	Effect of Revalua- -tion	Reclassific- -ation	Balance as at 31 Mar 2026	Rate Range %	Balance as at 01 Oct 2025	For the period	Deletion	Effect of Revalua- -tion	Reclassific- -ation		Balance as at 31 Mar 2026
	Rupees in thousand													
Owned														
Freehold land	3,884,845	-	(784,542)	-	-	3,100,303	-	-	-	-	-	-	-	3,100,303
Building on freehold land	1,339,493	-	-	-	-	1,339,493	75	-	50,231	-	-	-	50,231	1,289,262
Plant and machinery	10,140,000	410,000	(355,000)	-	-	10,195,000	7.5, 30	-	382,281	(7,656)	-	-	374,625	9,820,375
Tools and equipment	17,124	-	(2,108)	-	-	15,016	20, 40	16,233	39	(2,108)	-	-	14,164	852
Water, electric and weighbridge equipment	243,131	25	(32,129)	-	-	211,027	20, 40	236,399	712	(31,843)	-	-	205,268	5,759
Furniture and fixtures	23,404	67	-	-	-	23,471	20	21,526	189	-	-	-	21,715	1,756
Office equipment	27,387	4,593	-	-	-	31,980	20	27,134	593	-	-	-	27,727	4,253
Vehicles	69,271	-	(4,068)	-	-	65,203	40	45,426	2,391	(3,703)	-	-	44,114	21,089
Laboratory equipment	15,146	-	(4,616)	-	-	10,530	40	14,824	67	(4,616)	-	-	10,275	255
Arms and ammunition	343	-	-	-	-	343	20	333	1	-	-	-	334	9
Library books	10,900	-	-	-	-	10,900	20, 30	10,866	5	-	-	-	10,871	29
	15,771,044	414,685	(1,182,463)	-	-	15,003,266		372,741	436,509	(49,926)	-	-	759,324	14,243,942

	COST / REVALUED AMOUNT						ACCUMULATED DEPRECIATION						Net Book Value As At 30 Sep 25	
	Balance as at 01 Oct 24	Additions / Transfer from CWIP	Deletion	Effect of Revalua- -tion	Reclassific- -ation	Balance as at 30 Sep 25	Rate Range %	Balance as at 01 Oct 24	For the period	Deletion	Effect of Revalua- -tion	Reclassific- -ation		Balance as at 30 Sep 25
	Rupees in thousand													
Owned														
Freehold land	2,928,905	-	(10,660)	966,600	-	3,884,845	-	-	-	-	-	-	-	3,884,845
Building on freehold land	1,426,343	6,226	-	(93,378)	302	1,339,493	75	297,422	85,092	-	(382,361)	(153)	-	1,339,493
Plant and machinery	11,975,774	31,905	(127,597)	(1,739,860)	(222)	10,140,000	7.5, 30	2,481,035	712,043	(32,099)	(3,161,028)	49	-	10,140,000
Tools and equipment	19,215	190	(2,281)	-	-	17,124	20, 40	18,258	156	(2,181)	-	-	16,233	891
Water, electric and weighbridge equipment	243,124	1,787	(1,596)	-	(184)	243,131	20, 40	235,871	1,873	(1,345)	-	-	236,399	6,732
Furniture and fixtures	23,223	231	(50)	-	-	23,404	20	21,109	452	(35)	-	-	21,526	1,878
Office equipment	26,944	443	-	-	-	27,387	40	26,879	255	-	-	-	27,134	253
Vehicles	105,198	4,134	(40,061)	-	-	69,271	20	72,447	6,449	(33,470)	-	-	45,426	23,845
Laboratory equipment	15,115	31	-	-	-	15,146	40	14,602	222	-	-	-	14,824	322
Arms and ammunition	343	-	-	-	-	343	20	331	2	-	-	-	333	10
Library books	10,900	-	-	-	-	10,900	20, 30	10,852	14	-	-	-	10,866	34
	16,775,084	44,947	(182,245)	(866,638)	(104)	15,771,044		3,178,806	806,558	(69,130)	(3,543,389)	(104)	372,741	15,398,303

	Opening Balance	Additions	Transfer to operating fixed assets / adjustments	Closing Balance
	Rupees in thousand			
6.2 CAPITAL WORK IN PROGRESS				
Civil work and buildings	-	-	-	-
Plant and machinery	155,324	434,550	(410,000)	179,874
Advance for capital expenditure	203,688	29,350	(183,101)	49,937
	359,012	463,900	(593,101)	229,811
Less: Provision against doubtful advances	(49,937)	-	-	(49,937)
31 March 2026 - Unaudited	309,075	463,900	(593,101)	179,874
30 September 2025 - Audited	319,349	29,607	(39,881)	309,075
			31 March 2026 Un-Audited Rupees in thousand	30 September 2025 Audited
		NOTE		
7. LONG TERM INVESTMENTS				
Investment in equity accounted investee		7.1	1,854,837	1,943,326
Investments at fair value through other comprehensive income			15,887	18,981
			1,870,724	1,962,307
7.1. Investment in equity accounted investee				
Shakarganj Food Products Limited - unquoted				
87,785,643 (30 September 2025: 87,785,643) fully paid ordinary shares of Rs. 10 each.				
Equity held: 52.39% (30 September 2025: 52.39%)				
The figures of the share of loss after taxation and other comprehensive income have been recognized on the basis of the un-reviewed accounts (that is management accounts) of equity accounted investee.				
Movement during the period / year				
Cost			590,784	590,784
Share of post acquisition reserves:				
Opening balance			1,352,542	1,547,907
Share of loss after taxation for the period / year			(155,124)	(513,782)
Share of other comprehensive income for the period / year			66,635	324,881
Share of impairment charged on non-current assets held for sale			-	(6,464)
			1,264,053	1,352,542
Closing balance			1,854,837	1,943,326
8. STOCK IN TRADE				
Raw materials			405,482	478,477
Work-in-process			44,151	48,199
Finished goods			268,176	312,134
			717,809	838,810

		31 March 2026 Un-Audited Rupees in thousand	30 September 2025 Audited		
9.	SHARE CAPITAL				
9.1.	Authorized capital				
	Ordinary share capital 150 million (30 September 2025: 150 million) ordinary shares of Rs. 10 each	1,500,000	1,500,000		
	Preference share capital 50 million (30 September 2025: 50 million) preference shares of Rs. 10 each	500,000	500,000		
		2,000,000	2,000,000		
9.2.	Issued, subscribed and paid-up ordinary share capital				
		31 March 2026 Un-Audited Number of shares	30 September 2025 Audited		
			31 March 2026 Un-Audited Rupees in thousand		
			30 September 2025 Audited		
	79,021,000	79,021,000	Ordinary shares of Rs. 10 each fully paid in cash	790,210	790,210
	33,131,816	33,131,816	Ordinary shares of Rs. 10 each issued as fully paid bonus shares	331,318	331,318
	750,000	750,000	Ordinary shares of Rs. 10 each issued to Pakistan Industrial Credit and Investment Corporation Limited against its right of option to convert 20 percent of its loan into fully paid up shares	7,500	7,500
	9,557,000	9,557,000	Ordinary shares of Rs. 10 each issued as fully paid for consideration other than cash under the scheme of merger	95,570	95,570
	2,540,184	2,540,184	Ordinary shares of Rs. 10 each issued as fully paid against conversion of preference shares	25,402	25,402
	125,000,000	125,000,000		1,250,000	1,250,000
10.	SHORT TERM BORROWINGS - SECURED				
	From banking companies - secured				
	- Export refinance / Istisna		10.1	285,996	322,753
	From others - secured				
	- Short term finance			-	420
				285,996	323,173

- 10.1. The Company has arranged short term facility to finance export orders of ethanol to facilitate routing of export business eventually required for gradual adjustment and regularization. The facility is available at mark-up of 1-month KIBOR+3% along with prompt payment rebate (30 September 2025: 1-month KIBOR+3%) per annum on the outstanding balance or part thereof. This includes FAPC on source of Rs.285.996 million (30 September 2025: Rs.322.753 million) payable to National Bank of Pakistan. Expiry date of this export refinance is 30 June 2026. The credit facility is secured against exclusive charge of PKR 2,600 million overall present and future fixed assets of the Company and personal guarantees from a director and his family member.

11. CONTINGENCIES AND COMMITMENTS

11.1. Contingencies

There is no change in the status of contingencies as reported in the annual audited financial statements of the company for the year ended 30 September 2025 except the following.

The Government of Punjab under the powers conferred through the Punjab Excise Act, 1914 through notification No. SO. Tax (E&T) 3-4/2012 dated 03 July 2012, levied a duty of Rupees 2 per liter on manufacturing of spirit (biofuel) with effect from 01 July 2012. In view of legal lacunas, discrimination as to other provinces, no legislative competence and lawful authority of Government of Punjab to impose such duty on industrial ethanol which is not alcohol liquor and the fact that the Company is exporter of the spirit which is exempted under Order 6 of the Punjab Liquor Import, Export, Transportation and Possessions Orders, the management through its legal counsel has challenged the imposition of said levy and is currently contesting it at Lahore High Court, Lahore. Keeping in view all the court proceedings and grounds discussed in various higher courts, Punjab Government, after due deliberations of the Provincial Cabinet of the Punjab Government, on 20 August 2019, through its notification no. SO(E&M)2-5/2018/ED withdrew the imposed duty of Rupees 2 per liter upon the manufacture of spirit in any distillery. As per Company's legal counsel, the Company has clear-cut case and the decision of the case shall be in favor of the Company. This case has been fixed for hearing couple of times but not heard so far due to change in benches.

Out of the total manufacturing duty amounting to Rs. 666.522 million calculated till the withdrawal of duty by the Government of Punjab through above mentioned notification, an amount of Rs. 229 million till August 2019 has been deposited with Lahore High Court under protest and recorded as receivable being refundable. Further a post dated cheque amounting to Rs. 229.854 million has also been issued in favor of the Excise & Taxation Department in the month of January 2026.

11.2. Commitments

There is no contract for capital and other expenditure as at 31 March 2026 (30 September 2025: Nil).

	Half Year Ended		Quarter Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	Rupees in thousand			
12. COST OF REVENUE				
Raw material consumed	11,383,769	5,192,622	8,409,636	2,976,041
Add / (less) : By product	89,610	(302,333)	343,211	(153,505)
	11,473,379	4,890,289	8,752,847	2,822,536
Salaries, wages and other benefits	393,055	351,159	248,934	199,809
Stores, spare parts and loose tools consumed	179,274	154,075	68,728	65,906
Dyes and chemicals consumed	64,736	36,268	52,854	22,471
Loading and unloading charges	3,661	2,517	3,542	1,328
Packing materials consumed	73,437	38,445	57,913	19,652
Fuel and power	96,475	273,069	89,056	230,442
Repairs and maintenance	60,110	15,711	25,743	7,498
Insurance	2,315	3,909	737	2,135
Vehicle running and maintenance	9,395	3,863	5,343	2,088
Travelling and conveyance	285	615	14	401
Printing and stationery	821	817	634	504
Rent, rates and taxes	2,129	2,068	1,417	786
Sugarcane research and development	1,394	1,352	846	819
Depreciation	425,741	394,528	213,136	197,359
Miscellaneous	43,740	35,121	33,042	28,327
	12,829,947	6,203,806	9,554,786	3,602,061
Work-in-process				
Opening stock	48,199	22,325	425,821	369,575
Closing stock	(44,151)	(61,649)	(44,151)	(61,649)
	4,048	(39,324)	381,670	307,926
Cost of goods manufactured	12,833,995	6,164,482	9,936,456	3,909,987
Finished goods				
Opening stock	312,134	192,055	567,958	272,955
Sugar purchase for resale	-	221,516	-	-
Closing stock	(268,176)	(284,636)	(268,176)	(284,636)
	43,958	128,935	299,782	(11,681)
	12,877,953	6,293,417	10,236,238	3,898,306
13. LEVY				
Minimum tax	(140,090)	65,735	(114,063)	(41,401)
	(140,090)	65,735	(114,063)	(41,401)
14. TAXATION				
Deferred	(208,485)	(193,393)	125,052	138,871
	(208,485)	(193,393)	125,052	138,871
15. LOSS PER SHARE - BASIC AND DILUTIVE				
Loss for the period (Rupees in thousand)	(2,061,392)	(1,655,767)	(1,299,247)	(1,116,751)
Weighted average number of ordinary shares (Numbers)	125,000,000	125,000,000	125,000,000	125,000,000
Loss per share (Rupees)	(16.49)	(13.25)	(10.39)	(8.93)

16. SEGMENT INFORMATION

(Un-audited)
Rupees in thousand

	Sugar		Biofuel		Others		Elimination of Inter-segment transactions		Total	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	16.1. Revenue from contracts with customers									
External Intersegment	10,948,516	4,657,687	203,234	545,526	-	-	-	-	11,151,750	5,203,213
	226,525	309,714	-	819	-	-	(226,525)	(310,533)	-	-
Cost of revenue	11,175,041	4,967,401	203,234	546,345	-	-	(226,525)	(310,533)	11,151,750	5,203,213
	(12,620,659)	(5,952,012)	(469,031)	(630,158)	(14,788)	(21,778)	226,525	310,533	(12,877,953)	(6,293,417)
Gross loss	(1,445,618)	(984,611)	(265,797)	(83,813)	(14,788)	(21,778)	-	-	(1,726,203)	(1,090,204)
Administrative and general expenses	(205,465)	(220,260)	(3,736)	(20,613)	(7,208)	(8,546)	-	-	(216,409)	(249,418)
Selling and distribution cost	(12,061)	(9,761)	(10,831)	(53,001)	(484)	(601)	-	-	(23,376)	(63,363)
	(217,526)	(230,021)	(14,567)	(73,614)	(7,692)	(9,147)	-	-	(239,785)	(312,781)
Loss before levy, taxation and unallocated income and expenses	(1,663,144)	(1,214,632)	(280,364)	(157,427)	(22,480)	(30,925)	-	-	(1,965,988)	(1,402,985)
Unallocated income and expenses:										
Other operating expenses									(13,849)	(16,507)
Other income									161,278	77,836
Finance cost									(156,104)	(143,754)
Share of loss from equity accounted investee									(155,124)	(298,015)
Levy									(140,090)	(65,735)
Income tax									208,485	193,393
Loss after income tax									(2,061,392)	(1,655,767)

16.2. Cost of sales of Textile represents expenses in the nature of depreciation, salaries and benefits and fuel and power expenses of the Textile Plant.

16.3. Reconciliation of reportable segment assets and liabilities:

	Sugar		Biofuel		Others		Total	
	31 March 2026	30 September 2025	31 March 2026	30 September 2025	31 March 2026	30 September 2025	31 March 2026	30 September 2025
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
Total assets for reportable segments	11,341,188	11,001,470	4,748,010	5,099,328	504,299	1,746,316	16,593,497	17,847,114
Unallocated assets							1,494,870	1,528,122
Total assets as per unconsolidated condensed interim statement of financial position							18,088,367	19,375,236
Total liabilities for reportable segments	8,740,532	7,605,247	1,495,696	1,813,189	144,114	150,905	10,380,342	9,569,341
Unallocated liabilities							2,378,063	2,478,546
Total liabilities as per unconsolidated condensed interim statement of financial position							12,758,405	12,047,887

16.4. Geographical Information

The Company's revenue from external customers by geographical locations is detailed below:

	Sugar		Biofuel		Others		Total	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	Africa	-	-	167,394	-	-	-	167,394
Europe	-	-	-	511,042	-	-	-	511,042
Asia	-	927,719	-	17,781	-	-	-	945,500
Pakistan	10,948,516	3,729,968	35,840	16,703	-	-	10,984,356	3,746,671
	10,948,516	4,657,687	203,234	545,526	-	-	11,151,750	5,203,213
16.5. The Company's revenue from external customers in respect of products is detailed below:								
Sugar	9,940,749	4,580,516	-	-	-	-	9,940,749	4,580,516
By-products	1,007,767	77,171	-	-	-	-	1,007,767	77,171
Biofuel	-	-	203,234	545,526	-	-	203,234	545,526
	10,948,516	4,657,687	203,234	545,526	-	-	11,151,750	5,203,213

	Half Year Ended		Quarter Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	Rupees in thousand			
17. RELATED PARTY TRANSACTIONS				
Detail of transactions and balances with related parties are as follows:				
Name of related parties				
i) Transactions				
Subsidiary company				
Shakarganj Food Products Limited				
Sale of goods - net of sales tax	-	13,690	-	7,361
Commor	2,960	3,054	984	1,829
Receipts	-	6,800	-	2,550
Associated companies				
Crescent Steel and Allied Products Limited				
Dividend income	810	990	360	360
Common expenses shared	1,393	3,218	512	1,723
Sale of goods and rendering of services	-	1,046	-	447
BankIslami Pakistan Limited				
Finance cost	-	6,620	-	-
Employees' retirement benefits				
Company's contribution to				
Shakarganj Mills Limited - Employees' Provident Fund Trust	4,928	5,062	2,502	2,546
Markup on payable to Shakarganj Mills Limited Pension Fund Trust	29,882	23,364	10,512	10,351
Markup on payable to Shakarganj Mills Limited Gratuity Fund Trust	10,971	10,043	2,489	4,403
Key management personnel				
Loan from director (Ali Altaf Saleem)	-	79,501	-	-
Other related parties				
Remuneration and meeting fee paid to Chief Executive Officer directors and executives	67,648	71,012	32,303	32,723
Loan from family member of director	-	188,176	-	-

	31 March 2026 Un-Audited Rupees in thousand	30 September 2025 Audited
ii) Period end balances		
Subsidiary company		
Shakarganj Food Products Limited		
Trade debts	25,284	24,784
Common expenses payable	8,537	7,272
Associated companies		
Crescent Steel and Allied Products Limited		
Common expenses receivables	16,402	16,558
BankIslami Pakistan Limited		
Cash and bank balances	-	355
Employees' retirement benefits		
Payable to Shakarganj Mills Limited Pension Fund Trust	500,310	1,069,227
Payable to Shakarganj Mills Limited Gratuity Fund Trust	245,506	216,023
Receivable from Shakarganj Mills Limited Provident Fund Trust	23,750	31,486
Other related parties		
Loan from family member of director	-	420

	31 March 2026 Rupees in thousand	31 March 2025
--	--	------------------

17.1. Transactions with key management personnel

Particulars	Relationship	Names		
Directors' remuneration and benefits	- Chief Executive Officer	Muhammad Saif Ullah	4,313	4,313
	- Executive Director	Ali Altaf Saleem	6,000	6,000
	- Executive Director	Mustapha Altaf Saleem	2,250	2,250
Contribution of provident fund	- Chief Executive Officer	Muhammad Saif Ullah	178	178
	- Executive Director	Ali Altaf Saleem	266	266
	- Executive Director	Mustapha Altaf Saleem	100	100
Contribution of gratuity fund	- Chief Executive Officer	Muhammad Saif Ullah	212	212
	- Executive Director	Ali Altaf Saleem	316	316
	- Executive Director	Mustapha Altaf Saleem	119	119
Contribution of pension fund	- Chief Executive Officer	Muhammad Saif Ullah	508	508
	- Executive Director	Ali Altaf Saleem	759	759
	- Executive Director	Mustapha Altaf Saleem	285	285

	31 March 2026 Un-Audited	30 September 2025 Audited
Rupees in thousand		
18. RELATIONSHIP WITH THE ISLAMIC AND CONVENTIONAL FINANCIAL INSTITUTIONS		
STATEMENT OF FINANCIAL POSITION		
ASSETS		
Long-term Shariah compliant investments	1,870,724	1,962,307
Short-term Shariah compliant investments	-	-
Shariah-compliant bank balances	249	617
LIABILITIES		
Financing obtained as per Islamic mode:		
Long-term including current portion	-	-
Short-term	-	-
Leases	-	-
Mark-up accrued on any conventional loan or advance	-	-
	31 March 2026	31 March 2025
	Rupees in thousand	

STATEMENT OF PROFIT OR LOSS

Revenue earned from a Shariah-compliant business segment	11,151,750	5,203,213
Late payments or liquidated damages	-	-
Dividend earned on Shariah compliant investments	810	990
Gain / (loss) earned / realized on Shariah compliant investments	-	-
Profit earned from Shariah-compliant bank balances	1	1
Exchange gain / (loss) earned from actual currency	308	(2,317)
Exchange gains earned using conventional derivative financial instruments	-	-
Profit paid on Islamic mode of financing	-	-
Total interest earned on conventional loan or advance	-	-
Source and detailed breakup of other income		
Shariah compliant		
Profit on bank balances	1	1
Unrealized gain / (loss) on investments at FVTPL	-	-
Scrap sales	10,584	4,337
Gain / (loss) on disposal of property, plant and equipment	99,244	4,360
Dividend income	810	990
Bio-compost	44,930	39,653
Agricultural income	1,979	-
Rental income	2,673	26,717
Exchange gain	308	-
Miscellaneous income	663	1,761
Non-Shariah compliant		
Profit on bank balances	86	17
Miscellaneous income	-	-

OTHER DISCLOSURES

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, et

Name	Relationship
Askari Bank Limited	Bank Balances
BankIslami Pakistan Limited	Bank Balances
Bank Alfalah Limited	Bank Balances
Dubai Islamic Bank Pakistan Limited	Bank Balances
Meezan Bank Limited	Bank Balances

19. FINANCIAL RISK MANAGEMENT

19.1. Financial risk factors

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 September 2025.

19.2. Fair values of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (that is, derived from prices).

Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs.

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

During the year, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurement.

The Company has not disclosed the fair values of the financial assets and financial liabilities because their carrying amounts are reasonable approximation of fair values, except fair value of equity instruments.

Valuation techniques used to determine fair values

The table analyses financial assets measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorized:

	Un-Audited			
	As on 31 March 2026			
	Carrying Amount	Recurring fair value		
		Level 1	Level 2	Level 3
----- Rupees in thousand -----				
Financial assets				
Financial assets at fair value through other comprehensive income (equity securities)	15,887	15,887	-	-

	Audited			
	As on 30 September 2025			
	Carrying Amount	Recurring fair value		
	Level 1	Level 2	Level 3	
----- Rupees in thousand -----				
Financial assets				
Financial assets at fair value through other comprehensive income (equity securities)	18,981	18,981	-	-

Valuation techniques and significant unobservable inputs

The following table shows the valuation technique used in measuring Level 1 fair values for financial instruments measured at fair value in the statement of financial position, as well as the significant unobservable inputs used.

Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Equity instruments - shares		
Market approach (quoted market prices)	Per share price	The estimated fair value would increase / (decrease) if the price go higher / (lower)

20. RECONCILIATION OF MOVEMENTS OF SHARE CAPITAL AND LIABILITIES TO CASH FLOWS ARISING FROM FINANCING ACTIVITIES

Description	Share capital	Premium on issue of right shares	Short term borrowings	Unclaimed dividend
----- Rupees in thousand -----				
Balance as at 01 October 2025	1,250,000	1,056,373	323,173	1,842
Proceeds during the period	-	-	-	-
Acceration of finance cost for the year	-	-	-	-
Dividend for the period	-	-	-	-
Interest charges (using effective interest rate)	-	-	-	-
Repayments during the period	-	-	(37,177)	-
Movement short term borrowings - net	-	-	-	-
Balance at 31 March 2026	1,250,000	1,056,373	285,996	1,842

21. DATE OF AUTHORIZATION

These unconsolidated condensed interim financial statements have been approved and authorized by the Board of Directors of the Company for issue on 25 May 2026.

22. GENERAL

22.1. Figures of taxation are provisional. Final liabilities thereof would be determined on the basis of annual results.


Chief Executive Officer


Director


Chief Financial Officer

Consolidated Condensed Interim
Financial Statements (Un-audited)
For the Half year ended 31 March 2026
(Shakarganj Limited and Its Subsidiary Company)

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2026 (Un-Audited)

	NOTE	31 March 2026 Un-Audited	30 September 2025 Audited
		Rupees in thousand	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	20,181,223	21,318,252
Right-of-use assets	7	48,745	249,065
Investments		15,887	18,981
Long term loans and advances		15,187	17,070
Long term deposits		123,779	123,955
Employees' retirement benefits		54,977	54,180
		20,439,798	21,781,503
CURRENT ASSETS			
Stores, spare parts and loose tools		306,164	273,790
Stock-in-trade	8	1,061,462	1,128,698
Trade debts		343,475	62,605
Loans and advances		328,036	418,520
Deposits, prepayments and other receivables		1,340,633	1,756,796
Advance income tax		338,379	363,842
Cash and bank balances		45,166	24,453
		3,763,315	4,028,704
Non-current assets held for sale	9	595,374	595,374
		4,358,689	4,624,078
TOTAL ASSETS		24,798,487	26,405,581
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid up share capital	10	1,250,000	1,250,000
Capital reserves			
Surplus on revaluation of property, plant and equipment - net of deferred income tax		10,551,290	11,667,026
Other capital reserves		1,273,141	1,275,771
		11,824,431	12,942,797
Revenue reserves			
Accumulated loss		(7,829,095)	(6,932,861)
Equity attributable to equity holders of the Holding Company		5,245,336	7,259,936
Non-controlling interest		1,620,844	1,701,258
TOTAL EQUITY		6,866,180	8,961,194
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	11	-	-
Long term diminishing musharakah		140	557
Lease liabilities		36,451	44,860
Deferred liabilities		985,047	903,036
Deferred income tax liability		2,845,306	3,034,388
		3,866,944	3,982,841
CURRENT LIABILITIES			
Trade and other payables		11,339,330	9,823,457
Contract liabilities		1,649,584	2,477,492
Short term borrowings	12	605,996	643,173
Accrued mark-up		76,638	70,149
Current portion of non-current liabilities		249,067	361,310
Unclaimed dividend		1,842	1,842
Provision for taxation		142,906	84,123
		14,065,363	13,461,546
TOTAL LIABILITIES		17,932,307	17,444,387
CONTINGENCIES AND COMMITMENTS	13		
TOTAL EQUITY AND LIABILITIES		24,798,487	26,405,581

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


Chief Executive Officer


Director


Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For the Half Year Ended 31 March 2026 (Un-Audited)

	NOTE	HALF YEAR ENDED		QUARTER ENDED	
		31 March 2026	31 March 2025	31 March 2026	31 March 2025
		Rupees in thousand			
REVENUE FROM CONTRACT WITH CUSTOMERS - GROSS		18,660,334	12,620,647	14,206,163	7,102,122
Sales tax and other Government levies		(2,961,986)	(2,480,120)	(2,549,031)	(1,707,002)
REVENUE FROM CONTRACT WITH CUSTOMERS - NET		15,698,348	10,140,527	11,657,132	5,395,120
COST OF REVENUE	14	(16,960,424)	(11,078,799)	(12,411,247)	(6,135,523)
GROSS LOSS		(1,262,076)	(938,272)	(754,115)	(740,403)
OPERATING EXPENSES					
Administrative and general expenses		(281,488)	(296,055)	(145,509)	(162,212)
Selling and distribution cost		(563,670)	(501,679)	(273,524)	(258,156)
Other operating expenses		(36,032)	(24,285)	(32,444)	(5,654)
		(881,190)	(822,019)	(451,477)	(426,022)
LOSS FROM OPERATIONS		(2,143,266)	(1,760,291)	(1,205,592)	(1,166,425)
OTHER INCOME		200,266	114,066	81,982	82,497
FINANCE COST		(258,456)	(274,819)	(159,773)	(134,623)
LOSS BEFORE LEVY AND INCOME TAX		(2,201,456)	(1,921,044)	(1,283,383)	(1,218,551)
Levy	16	(205,193)	(135,304)	(152,580)	(73,857)
LOSS BEFORE INCOME TAX		(2,406,649)	(2,056,348)	(1,435,963)	(1,292,408)
Income tax	17	187,074	109,569	124,515	(14,758)
LOSS AFTER INCOME TAX FOR THE PERIOD		(2,219,575)	(1,946,779)	(1,311,448)	(1,307,166)
SHARE OF LOSS ATTRIBUTABLE TO:					
EQUITY HOLDERS OF HOLDING COMPANY		(2,078,605)	(1,675,955)	(1,297,131)	(1,144,256)
NON-CONTROLLING INTEREST		(140,970)	(270,824)	(14,317)	(162,910)
		(2,219,575)	(1,946,779)	(1,311,448)	(1,307,166)
LOSS PER SHARE - BASIC AND DILUTED (RUPEES)	15	(16.63)	(13.41)	(10.38)	(9.15)

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


Chief Executive Officer


Director


Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the Half Year Ended 31 March 2026 (Un-Audited)

	Half Year Ended		Quarter Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	(Rupees in thousand)			
LOSS AFTER TAXATION FOR THE PERIOD	(2,219,575)	(1,946,779)	(1,311,448)	(1,307,166)
OTHER COMPREHENSIVE INCOME / (LOSS)				
(Loss) / gain arising on remeasurement of investments at fair value through other comprehensive income - net of income tax	(2,630)	3,176	(1,993)	(148)
Revaluation Surplus - net of Tax	127,191	19,949	127,191	19,949
Remeasurement of defined benefit obligations	-	17,554	-	17,554
Related deferred income tax liability	-	(5,617)	-	(5,617)
	-	11,937	-	11,937
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	(2,095,014)	(1,911,717)	(1,186,250)	(1,275,428)
SHARE OF TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO:				
EQUITY HOLDERS OF HOLDING COMPANY	(2,014,600)	(1,656,074)	(1,232,489)	(1,127,699)
NON-CONTROLLING INTEREST	(80,414)	(255,643)	46,239	(147,729)
	(2,095,014)	(1,911,717)	(1,186,250)	(1,275,428)

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


Chief Executive Officer


Director


Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Half Year Ended 31 March 2026 (Un-Audited)

Rupees in thousand

	RESERVES								SHAREHOLDERS' EQUITY	NON-CONTROLLING INTEREST	TOTAL EQUITY
	Capital reserves							Revenue reserve			
	Premium on issue of right shares	Musharakah financing - equity portion	Fair value reserve of investments at fair value through other comprehensive income	Difference of capital under scheme of arrangement of merger	Surplus on revaluation of property, plant and equipment - net of deferred income tax	Total	Accumulated losses				
Balance as at 01 October 2024 (Audited) - Restated	1,250,000	1,056,373	64,388	(4,311)	155,930	9,800,850	11,073,230	(5,050,618)	7,272,612	1,878,798	9,151,410
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	-	-	-	(246,970)	(246,970)	246,970	-	-	-
Adjustment of deferred income tax liability due to reassessment at period end	-	-	-	-	-	(962)	(962)	962	-	-	-
Loss after income tax for the period	-	-	-	-	-	-	-	(1,675,955)	(1,675,955)	(270,824)	(1,946,779)
Other comprehensive income for the period	-	-	-	3,176	-	10,451	13,627	6,254	19,881	15,181	35,062
Total comprehensive income / (loss) for the period	-	-	-	3,176	-	10,451	13,627	(1,669,701)	(1,656,074)	(255,643)	(1,911,717)
Balance as at 31 March 2025 (Un-audited)	1,250,000	1,056,373	64,388	(1,135)	155,930	9,563,369	10,838,925	(6,472,387)	5,616,538	1,623,155	7,239,693
Balance as at 01 October 2025 (Audited)	1,250,000	1,056,373	64,388	(920)	155,930	11,667,026	12,942,797	(6,932,861)	7,259,936	1,701,258	8,961,194
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred income tax	-	-	-	-	-	(242,450)	(242,450)	242,450	-	-	-
Transferred from surplus on revaluation of property, plant and equipment on disposal of property, plant and equipment - net of deferred tax	-	-	-	-	-	(939,921)	(939,921)	939,921	-	-	-
Loss after income tax for the period	-	-	-	-	-	-	-	(2,078,605)	(2,078,605)	(140,970)	(2,219,575)
Other comprehensive (loss) / income for the period	-	-	-	(2,630)	-	66,635	64,005	-	64,005	60,556	124,561
Total comprehensive (loss) / income for the period	-	-	-	(2,630)	-	66,635	64,005	(2,078,605)	(2,014,600)	(80,414)	(2,095,014)
Balance as at 31 March 2026 (Un-audited)	1,250,000	1,056,373	64,388	(3,550)	155,930	10,551,290	11,824,431	(7,829,095)	5,245,336	1,620,844	6,866,180

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


Chief Executive Officer


Director


Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the Half Year Ended 31 March 2026 (Un-Audited)

	NOTE	31 March 2026 Rupees in thousand	31 March 2025
CASH GENERATED FROM OPERATIONS			
Loss before taxation		(2,406,649)	(2,056,348)
Adjustments for non-cash charges and other items:			
Depreciation of fixed assets	6.1	581,119	529,358
Depreciation of lease assets		12,067	19,451
Gain / loss on sale of property, plant and equipment		(100,249)	(4,435)
Unwinding of discount		12,296	10,478
Impairment of asset transfer from right to use asset		22,191	-
Liabilities no longer payable written back		-	(1,681)
Reversal of provision against loans and advances		(650)	(80)
Levy		205,193	135,304
Finance cost		226,382	250,299
Provision for employees' retirement benefits		89,195	141,746
Amortization of deferred income		(429)	(467)
Fair value adjustment of agricultural assets		-	(932)
Provision for workers' profit participation fund		19,778	14,042
OPERATING LOSS BEFORE WORKING CAPITAL CHANGES		(1,339,756)	(963,265)
Changes in working capital items:			
(Increase) / decrease in current assets:			
- Stock-in-trade		67,236	(665,890)
- Trade debts		(280,220)	55,145
- Stores, spare parts and loose tools		(32,374)	2,264
- Loans and advances		90,484	(53,878)
- Deposits, prepayments and other receivables		416,163	467,544
- Contract Liabilities		(827,908)	1,104,589
- Trade and other payables		1,363,719	834,608
		797,100	1,744,382
CASH (OUTFLOWS) / INFLOWS FROM OPERATIONS		(542,656)	781,117
Finance cost paid		(87,522)	(258,170)
Net decrease in long term loans, advances		1,883	74
Net increase in long term security deposits		176	-
Employees' benefits paid		(7,552)	(27,210)
Income tax paid		(122,486)	(154,930)
NET CASH (OUTFLOWS) / INFLOWS FROM OPERATING ACTIVITIES		(758,157)	340,881
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(285,814)	(37,413)
Proceeds from disposal of property, plant and equipment		1,235,226	11,363
NET CASH INFLOWS / (OUTFLOWS) FROM INVESTING ACTIVITIES		949,412	(26,050)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net	12	(37,177)	(162,472)
Repayment of long term financing	11	(78,750)	(290,515)
Repayment of long term diminishing musharakah		(1,319)	(1,882)
Lease liabilities - net		(53,296)	(81,968)
NET CASH OUTFLOWS FROM FINANCING ACTIVITIES		(170,542)	(536,837)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		20,713	(222,006)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD		24,453	263,669
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD		45,166	41,663

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


Chief Executive Officer


Director


Chief Financial Officer

SELECTED NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the Half Year Ended 31 March 2026 (Un-Audited)

1. THE GROUP AND ITS OPERATIONS

The Group consists of Shakarganj Limited (the Holding Company) and its Subsidiary Company, Shakarganj Food Products Limited. Brief profiles of the Holding Company and its Subsidiary Company are as follows:

1.1 Shakarganj Limited

Shakarganj Limited (the Group) is a public limited Group incorporated on 20 September 1967 in Pakistan under the Companies Act, 1913 (Now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. It is principally engaged in manufacture, purchase and sale of sugar and biofuel. The Group has its principal manufacturing facilities at Jhang and satellite manufacturing facilities at Bhone. The registered office of the Group is situated at E-Floor, IT Tower, 73-E/1, Hali Road, Gulberg-III, Lahore.

Shakarganj Food Products Limited

Shakarganj Food Products Limited (The Subsidiary Company) was incorporated in Pakistan initially as a private limited company on 03 April 2001 under the Companies Ordinance, 1984 (Now Companies Act, 2017). Its name was later changed from A.M. Fruit Products (Private) Limited to Shakarganj Food Products Limited along with change of its status from private limited to public limited on 03 January 2006. The principal activity of the Subsidiary Company is manufacturing, processing and sale of food products (dairy, fruit pulps and concentrate juices). The registered office of the Subsidiary Company is situated at E-Floor, IT Tower, 73-E/1, Hali Road, Gulberg-III, Lahore.

SML held 52.39% shares of SFPL as at 31 March 2026 (30 September 2025: 52.39%)

1.2 Going concern assumption

The Holding Company has suffered the loss after income tax of Rupees 2,061.39 (2025: Rupees 1,655.77) million and its accumulated losses are of Rupees 7,744.47 (2025: Rupees 6,865.45) million as at 31 March 2026. The current liabilities of the Company substantially exceeded its current assets by Rupees 7,793.77 (2025: Rupees 7,004.77) million. Moreover, the Company has overdue statutory obligations. These factors indicate the existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern and, therefore, that it may be unable to realize its assets and discharge its liabilities in the normal course of business. However, these consolidated condensed interim financial statements have been prepared on going concern basis due to following reasons:

The Holding Company has sold agriculture land having revalued cost amounting to Rs. 784.543 million against sale proceeds of Rs. 874.865 million. The funds realised from sale of above-mentioned lands had been used to settle sugarcane and other liabilities. During the period the Holding Company has also sold plant and machinery of the Textile segment. The company is making further arrangements to sell its remaining agriculture land having market value of Rs. 285.365 million. For this purpose, approval of shareholders had already been obtained in Annual General Meeting of the Company held on 28 February 2022. The proceeds through disposal of such land will be partly utilized by the Holding Company to pay to sugarcane growers and to settle the other liabilities of the Holding Company and the remaining proceeds will be utilized for upgradation of plant and machinery at Jhang.

The management of the Holding Company has firmed up a turnaround plan based on disposal of Bhone Unit of the Company which includes Sugar and Biofuel divisions. Book value of freehold land, building and plant and machinery as at 31 March 2026 is Rupees 7.759 billion. Price discovery by the management for the whole Bhone Unit of the Holding Company including related licenses / rights when built in the future plan results in debt free business, surplus funds and profits for the Company. The management has planned to seek required approvals for roll out of the turnaround plan before the end of financial year 30 September 2026.

The Holding Company is in the process of installing the falling film evaporators at Jhang. Falling film evaporators are alternative to Robert type evaporators and help to improve the optimization of the evaporator's station and energy efficiency of the plant. The percentage of steam's usage will be reduced by 9%. It would also increase the recovery ratio accordingly. These falling film evaporators have already been installed at Bhone Division and will also be installed at Jhang Division by the end of financial year 30 September 2026.

The Holding Company remains committed to its best efforts to improve liquidity position. The management considers that the measures as explained above would result in availability of adequate financial resources for the Company to sustain the continuity of its business for the foreseeable future and thus maintain its going concern status. Accordingly, these financial statements have been prepared on a going concern basis which assumes that the Company will continue to operate its business, realize its assets, and discharge its liabilities, in the normal course of business.

2. Statement of compliance

These consolidated condensed interim 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, Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan 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 or IFAS, the provisions of and directives issued under the Companies Act, 2017, have been followed.

These consolidated condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 September 2025. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

3. BASIS OF MEASUREMENT

3.1. Accounting convention

These consolidated condensed interim financial statements have been prepared following accrual basis of accounting except for the statement of cash flows. These financial statements have been prepared under the historical cost convention without any adjustments for the effect of inflation or current values, except for the following material items in the statement of financial position:

- Inventories that are valued at lower of weighted / moving average cost or Net Realizable Value (NRV) in accordance with IAS 2;
- Freehold land, buildings on freehold land and plant and machinery that stands at the revalued amount in accordance with IAS 16;
- Biological assets at fair value less estimated point-of-sale costs as per IAS 41;
- Actuarial valuation of pension and gratuity as per IAS 19; and
- Certain financial instruments which are carried at their fair value in accordance with IFRS 9.

3.2. Functional and presentation currency

The consolidated condensed interim financial statements are presented in Pakistani Rupee (Rs.) which is the Company's functional and presentation currency. All financial information presented in Pakistan Rupees has been rounded to nearest rupee, unless otherwise indicated.

3.3. Critical accounting estimates, judgments and assumptions

The preparation of consolidated condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the use of certain critical accounting estimates. In addition, it requires management to exercise judgment in the process of applying the Group's accounting policies. The areas involving a high degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are documented in the following accounting policies and notes, and relate primarily to as mentioned in annual financial statements of the Company as at 30 September 2025.

The revisions to accounting estimates (if any) are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

4. SIGNIFICANT ACCOUNTING POLICIES INFORMATION

The accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are same as those applied in the preparation of the annual audited financial statements for the year ended 30 September 2025.

4.1. Change in accounting standards, interpretations and amendments to published accounting and reporting standards

a) Amendments to published accounting & reporting standards which became effective during the period

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements. Amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these consolidated condensed interim financial statements.

b) Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after 01 January 2026. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these consolidated condensed interim financial statements.

5. SEASONALITY OF OPERATIONS

Due to the seasonal availability of sugarcane, operating results are expected to fluctuate in the second half of the year. The crushing season of the Holding Company generally starts from November and lasts till March each year.

	NOTE	31 March 2026 Un-Audited Rupees in thousand	30 September 2025 Audited
6	PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	6.1	20,001,349	21,009,177
Capital work-in-progress	6.2	179,874	309,075
		20,181,223	21,318,252

6.1 Operating fixed assets - tangible

	COST / REVALUED AMOUNT						ACCUMULATED DEPRECIATION					Net Book Vale as at 31 Mar 2026	
	Balance as at 01 Oct 2025	Additions / Transfer from CWIP	Transfer from Leased Assets	(Deletion)	Effect of Revalua- -tion	Balance as at 31 Mar 2026	Rate Range %	Balance as at 01 Oct 2025	For the period	(Deletion)	Depreciation Adjustment		Balance as at 31 Mar 2026
Owned													
Freehold land	4,073,964	-	-	(784,542)	-	3,289,422	-	-	-	-	-	-	3,289,422
Building on freehold land	2,577,588	-	-	-	-	2,577,588	7.5	629,129	65,467	-	-	694,596	1,882,992
Plant and machinery	20,163,014	410,000	123,986	(358,760)	169,267	20,507,507	7.5, 30	5,322,918	504,758	(9,152)	-	5,818,524	14,688,983
Water, electric and weighbridge equipment	414,499	25	-	(32,129)	-	382,395	20, 40	334,133	4,385	(31,843)	-	306,675	75,720
Tools and equipment	17,124	-	-	(2,108)	-	15,016	20, 40	16,233	39	(2,108)	-	14,164	852
Furniture and fixtures	67,810	67	-	-	-	67,877	20	62,741	952	-	-	63,693	4,184
Office equipment	27,175	4,747	-	-	-	31,922	40	22,621	1,334	-	-	23,955	7,967
Vehicles	62,668	176	-	(4,244)	-	58,600	20	45,528	3,899	(3,703)	-	45,724	12,876
Laboratory and milk collection equipment	139,232	-	-	(4,616)	-	134,616	40	100,638	279	(4,616)	-	96,301	38,315
Arms and ammunition	343	-	-	-	-	343	20	333	1	-	-	334	9
Library books	10,900	-	-	-	-	10,900	20, 30	10,866	5	-	-	10,871	29
	27,554,317	415,015	123,986	(1,186,399)	169,267	27,076,186		6,545,140	581,119	(51,422)	-	7,074,837	20,001,349

	COST / REVALUED AMOUNT						ACCUMULATED DEPRECIATION					Net Book Value as at 30 Sep 2025	
	Balance as at 01 Oct 2024	Additions / Transfer from CWIP	Transfer from Leased Assets	(Deletion)	Effect of Revalua- -tion	Balance as at 30 Sep 2025	Rate Range %	Balance as at 01 Oct 2024	For the period	(Deletion)	Depreciation Transfer		Balance as at 30 Sep 2025
Owned													
Freehold land	3,092,816	-	-	(10,660)	991,808	4,073,964	-	-	-	-	-	-	4,073,964
Building on freehold land	2,173,768	6,226	-	-	397,594	2,577,588	7.5	517,678	111,451	-	-	629,129	1,948,459
Plant and machinery	17,980,822	31,905	432,308	(132,060)	1,850,039	20,163,014	7.5, 30	4,324,871	928,429	(34,290)	103,908	5,322,918	14,840,096
Tools and equipment	19,215	190	-	(2,281)	-	17,124	20, 40	18,258	156	(2,181)	-	16,233	891
Water, electric and weighbridge equipment	414,308	1,787	-	(1,596)	-	414,499	20, 40	325,444	10,034	(1,345)	-	334,133	80,366
Furniture and fixtures	62,396	322	-	(50)	-	62,668	20	43,415	2,148	(35)	-	45,528	17,140
Office equipment	66,402	1,519	-	(111)	-	67,810	40	60,641	2,203	(103)	-	62,741	5,069
Vehicles	177,889	4,134	-	(42,791)	-	139,232	20	125,552	10,218	(35,132)	-	100,638	38,594
Laboratory and milk collection equipment	27,144	31	-	-	-	27,175	40	21,929	692	-	-	22,621	4,554
Arms and ammunition	343	-	-	-	-	343	20	331	2	-	-	333	10
Library books	10,900	-	-	-	-	10,900	20, 30	10,852	14	-	-	10,866	34
	24,026,003	46,114	432,308	(189,549)	3,239,441	27,554,317		5,448,971	1,065,347	(73,086)	103,908	6,545,140	21,009,177

Opening Balance	Additions	Transfer to operating fixed assets / adjustments	Closing Balance
--------------------	-----------	---	--------------------

----- Rupees in thousand -----

6.2 Capital work-in-progress

Plant and machinery	155,324	434,550	(410,000)	179,874
Advances for capital expenditure	203,688	29,350	(183,101)	49,937
	359,012	463,900	593,101	229,811
Less: Provision against doubtful advances	(49,937)	-	-	(49,937)
31 March 2026 - Unaudited	309,075	463,900	(593,101)	179,874
30 September 2025 - Audited	319,349	29,607	(39,881)	309,075

31 March
2026
Un-Audited
30 September
2025
Audited
Rupees in thousand

7. RIGHT OF USE ASSETS

The following is the statement of right of use asset:

Opening net book value (NBV) at the start of the period / year	249,065	531,875
Adjustments/ Additions (at cost) during the period / year	-	58,420
Revaluation surplus	-	18,004
Transferred to owned assets	(188,253)	(328,400)
Depreciation charge for the period / year	(12,067)	(30,834)
Closing net book value (NBV) at the end of the period / year	48,745	249,065
Depreciation rate	5% - 33%	5% - 33%

8. STOCK IN TRADE

Raw materials	506,636	575,447
Packing material	199,760	128,021
Work-in-process	44,151	54,600
Finished goods	310,915	370,630
	1,061,462	1,128,698

9. NON CURRENT ASSETS HELD FOR SALE

The non-current assets classified as held for sale under IFRS-5 "Non Current Assets held for Sale and Discontinued Operations" are summarized hereunder:

Property, plant and equipment	595,374	595,374
-------------------------------	---------	---------

During the year ended 30 September 2023, pursuant to the approval of the Board of Directors of the Subsidiary Company, the Subsidiary Company classified six items (i.e., filling and milk processing machines) of its operating fixed assets as 'assets held for sale', as these assets were available for sale in their present condition. The sale of these items are expected to be completed within six months from the reporting date. The management of the Subsidiary Company has determined that the fair value less cost to sell of these items is higher than their carrying amounts as at the date of classification. Accordingly, no impairment loss has been recognized in condensed interim financial statement of profit or loss.

		31 March 2026 Un-Audited	30 September 2025 Audited		
		Rupees in thousand			
10.	SHARE CAPITAL				
10.1.	Authorized capital				
	Ordinary share capital	1,500,000	1,500,000		
	150 million (30 September 2025: 150 million) ordinary shares of Rs. 10 each				
	Preference share capital	500,000	500,000		
	50 million (30 September 2025: 50 million) preference shares of Rs. 10 each				
		2,000,000	2,000,000		
10.2.	Issued, subscribed and paid-up ordinary share capital				
		31 March 2026 Un-Audited	30 September 2025 Audited		
		Number of shares			
		31 March 2026 Un-Audited	30 September 2025 Audited		
		Rupees in thousand			
	79,021,000	79,021,000	Ordinary shares of Rs. 10 each fully paid in cash	790,210	790,210
	33,131,816	33,131,816	Ordinary shares of Rs. 10 each issued as fully paid bonus shares	331,318	331,318
	750,000	750,000	Ordinary shares of Rs. 10 each issued to Pakistan Industrial Credit and Investment Corporation Limited against its right of option to convert 20 percent of its loan into fully paid up shares	7,500	7,500
	9,557,000	9,557,000	Ordinary shares of Rs. 10 each issued as fully paid for consideration other than cash under the scheme of merger	95,570	95,570
	2,540,184	2,540,184	Ordinary shares of Rs. 10 each issued as fully paid against conversion of preference shares	25,402	25,402
	125,000,000	125,000,000		1,250,000	1,250,000

	NOTE	31 March 2026 Un-Audited Rupees in thousand	30 September 2025 Audited
11. LONG TERM FINANCE			
From banking companies - secured			
Sindh Modaraba Management Limited	11.1	-	6,250
Diminishing musharakah Sukuk	11.2	72,500	145,000
		72,500	151,250
Less: current portion shown under current liabilities		(72,500)	(151,250)
		-	-

11.1. This represents Diminishing Musharakah facility amounting to Rs. 100 million obtained from Sindh Modaraba Management Limited on 13 March 2020 for a period of five years to purchase Aseptic Edge Machine by the Subsidiary Company. It carries mark-up at the rate of 6 months KIBOR plus 3.50% per annum to be reset on first day of commencement of each semi-annual period in which six monthly rental payments fall. It is secured against post-dated cheques and a title of the assets in the name of Sindh Modaraba for entire facility period. On 01 March 2023, the Musharkah repayment schedule was revised. Subsequently, all payments have been made on due dates as per revised schedule, with the final payment due on 11 December 2025 which was also paid on time and facility has been fully adjusted.

11.2. This represents rated, privately placed and secured Diminishing Musharakah Sukuk of Rs. 725 million issued in 2018 by the Subsidiary Company. It was originally repayable in 20 equal quarterly installments starting from 10 October 2019. The loan was obtained for capital expenditure of both dairy and juice segment. It carries mark-up at the rate of 3 month KIBOR plus 2.5% per annum to be reset on one business day prior to beginning of each subsequent quarterly period for rental payment due at the end of that quarter and the markup is payable quarterly. It is secured against first pari passu charge over fixed assets of the Company amounting to Rs. 967 million. On 17 July 2023, the repayment of Musharkah schedule was revised. Subsequently, all payments have been made on due dates as per revised schedule, with the final payment due on 11 July 2026.

12. SHORT TERM BORROWINGS - SECURED

	NOTE	31 March 2026 Un-Audited Rupees in thousand	30 September 2025 Audited
From banking companies - secured			
- Export refinance / Istisna	12.1	285,996	322,753
- BankIslami Pakistan Limited	12.2	200,000	200,000
- BankIslami Pakistan Limited	12.3	120,000	120,000
From others (unsecured)			
- Short term finance		-	420
		605,996	643,173

- 12.1. The Holding Company has arranged short term facility to finance export orders of ethanol to facilitate routing of export business eventually required for gradual adjustment and regularization. The facility is available at mark-up of 1-month KIBOR+3% along with prompt payment rebate (30 September 2025: 1-month KIBOR+3%) per annum on the outstanding balance or part thereof. This includes FAPC on source of Rs.285.996 million (30 September 2025: Rs.322.753 million) payable to National Bank of Pakistan. Expiry date of this export refinance is 30 June 2026. The credit facility is secured against exclusive charge of PKR 2,600 million overall present and future fixed assets of the Company and personal guarantees from a director and his family member.
- 12.2. The Subsidiary Company has an Istisna Islamic running finance facility with BankIslami Pakistan Limited of Rs. 200 million (30 September 2025: Rs. 200 million). This facility has been obtained under mark up arrangement for working capital requirements and bears mark up at the rate of 6 month KIBOR plus 2% (30 September 2025: 6 month KIBOR plus 2%) per annum. This facility is secured against first pari passu charge over fixed assets (Land, Building, Plant and Machinery) amounting to Rs. 986 million registered with SECP, first charge on fixed assets of Rs. 33 million (Land & Building) at Plot khewat No. 51, 52, 112 & 11, Jaranwala and ranking charge over fixed assets (Plant and Machinery) of Rs. 374 million. The amount of facility is fully utilised.
- 12.3. BankIslami Pakistan Limited has converted long term Musharakah facility of the Subsidiary Company into Running Musharakah to the extent of Rs. 120 million vide facility letter dated 14 April 2022 at 3 month KIBOR plus 1% to be charged monthly. During the previous year by a revised facility letter dated 27 March 2023, pricing terms were updated as 3 month KIBOR plus 2% effective from 01 July 2023. This facility is secured against first pari passu charge over fixed assets of Subsidiary Company (Land, Building, Plant and Machinery) amounting to Rs. 986 million registered with SECP, first charge on fixed assets of Rs. 33 million (Land & Building) at Plot khewat No. 51,52,112 & 11, Jaranwala and ranking charge over fixed assets (Plant and Machinery) of Rs. 374 Million. The amount of facility is fully utilised. The facility expired on 31 March 2025, however it has been subsequently renewed with unchanged terms and conditions till 30 September 2025.

13. CONTINGENCIES AND COMMITMENTS

13.1. Contingencies

There is no material change in the status of contingencies as reported in the annual audited consolidated financial statements of the company for the year ended 30 September 2025 except:

The Government of Punjab under the powers conferred through the Punjab Excise Act, 1914 through notification No. SO. Tax (E&T) 3-4/2012 dated 03 July 2012, levied a duty of Rupees 2 per liter on manufacturing of spirit (biofuel) with effect from 01 July 2012. In view of legal lacunas, discrimination as to other provinces, no legislative competence and lawful authority of Government of Punjab to impose such duty on industrial ethanol which is not alcohol liquor and the fact that the Company is exporter of the spirit which is exempted under Order 6 of the Punjab Liquor Import, Export, Transportation and Possessions Orders, the management through its legal counsel has challenged the imposition of said levy and is currently contesting it at Lahore High Court, Lahore. Keeping in view all the court proceedings and grounds discussed in various higher courts, Punjab Government, after due deliberations of the Provincial Cabinet of the Punjab Government, on 20 August 2019, through its notification no. SO(E&M)2-5/2018/ED withdrew the imposed duty of Rupees 2 per liter upon the manufacture of spirit in any distillery. As per Holding Company's legal counsel, the Holding Company has clear-cut case and the decision of the case shall be in favor of the Holding Company. This case has been fixed for hearing couple of times but not heard so far due to change in benches.

Out of the total manufacturing duty amounting to Rs. 666.522 million calculated till the withdrawal of duty by the Government of Punjab through above mentioned notification, an amount of Rs. 229 million till August, 2019 has been deposited with Lahore High Court under protest and recorded as receivable being refundable. Further a post dated cheque amounting to Rs. 229.854 million has also been issued in favor of the Excise & Taxation Department in the month of January, 2026.

13.2. Commitments

There is no contract for capital and other expenditure as at 31 March 2026 (30 September 2025: Nil).

	HALF YEAR ENDED		QUARTER ENDED	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
	Rupees in thousand			
14. COST OF REVENUE				
Raw material consumed	13,686,082	8,113,908	9,645,420	4,374,246
Add / (less) : By product	89,610	(302,333)	343,211	(153,505)
	13,775,692	7,811,575	9,988,631	4,220,741
Salaries, wages and other benefits	564,101	502,552	419,980	284,143
Stores, spare parts and loose tools consumed	322,154	154,075	126,943	65,906
Dyes and chemicals consumed	64,736	36,268	52,854	22,471
Loading and unloading charges	3,661	2,517	3,542	1,328
Packing materials consumed	1,108,334	1,236,707	599,229	572,130
Fuel and power	297,247	439,498	192,410	317,945
Repairs and maintenance	60,110	152,468	(34,096)	63,654
Insurance	8,929	10,997	4,050	5,677
Vehicle running and maintenance	32,229	26,341	17,076	13,742
Travelling and conveyance	9,020	9,946	4,371	5,043
Printing and stationery	2,142	3,625	1,323	2,624
Rent, rates and taxes	17,339	35,059	8,903	17,771
Sugarcane research and development	1,394	1,352	846	819
Depreciation	568,105	527,354	285,465	263,771
Miscellaneous	61,468	52,324	42,269	35,983
	16,896,661	11,002,658	11,713,796	5,893,748
Work-in-process				
Opening stock	48,199	22,325	425,821	394,662
Closing stock	(44,151)	(61,649)	(44,151)	(61,649)
	4,048	(39,324)	381,670	333,013
Cost of goods manufactured	16,900,709	10,963,334	12,095,466	6,226,761
Finished goods				
Opening stock	370,630	344,429	626,696	359,241
Sugar purchase for resale	-	221,516	-	-
Closing stock	(310,915)	(450,480)	(310,915)	(450,479)
	59,715	115,465	315,781	(91,238)
	16,960,424	11,078,799	12,411,247	6,135,523
15. LOSS PER SHARE - BASIC AND DILUTIVE				
Loss for the period (Rupees in thousand)	(2,078,605)	(1,675,955)	(1,297,131)	(1,144,256)
Weighted average number of ordinary shares (Numbers)	125,000,000	125,000,000	125,000,000	125,000,000
Loss per share (Rupees)	(16.63)	(13.41)	(10.38)	(9.15)
16. LEVY				
Minimum tax	(205,193)	(135,304)	(152,580)	(73,857)
	(205,193)	(135,304)	(152,580)	(73,857)
17. INCOME TAX				
Deferred	187,074	109,569	124,515	(14,758)
	187,074	109,569	124,515	(14,758)

18. SEGMENT INFORMATION

	Rupees in thousand												Total - Group	
	Sugar		Biofuel		Dairy		Juice		Others		Elimination of Inter-segment transactions		31 March 2026	31 March 2025
	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025	31 March 2026	31 March 2025
18.1. Revenue from contracts with customers														
External	10,948,516	4,643,998	203,234	545,526	4,531,547	4,827,819	15,051	123,184	-	-	-	-	15,698,348	10,140,527
Intersegment	226,525	323,403	-	819	-	-	-	-	-	-	(226,525)	(324,222)	-	-
	11,175,041	4,967,401	203,234	546,345	4,531,547	4,827,819	15,051	123,184	-	-	(226,525)	(324,222)	15,698,348	10,140,527
Cost of revenue	(12,620,659)	(5,952,012)	(469,031)	(630,158)	(4,044,667)	(4,716,887)	(37,804)	(82,186)	(14,788)	(21,778)	226,525	324,222	(16,960,424)	(11,078,799)
Gross (loss) / profit	(1,445,618)	(984,611)	(265,797)	(83,813)	486,880	110,932	(22,753)	40,998	(14,788)	(21,778)	-	-	(1,262,076)	(938,272)
Administrative and general expenses	(202,811)	(198,250)	(3,736)	(20,613)	(67,733)	(68,645)	-	-	(7,208)	(8,546)	-	-	(281,488)	(296,055)
Selling and distribution cost	(12,061)	(9,761)	(10,831)	(53,001)	(539,714)	(431,766)	(580)	(6,550)	(484)	(601)	-	-	(563,670)	(501,679)
	(214,872)	(208,011)	(14,567)	(73,614)	(607,447)	(500,411)	(580)	(6,550)	(7,692)	(9,147)	-	-	(845,158)	(797,734)
(Loss) / profit before taxation and unallocated expenses / income	(1,660,490)	(1,192,622)	(280,364)	(157,427)	(120,567)	(389,479)	(23,333)	34,448	(22,480)	(30,925)	-	-	(2,107,234)	(1,736,006)
Unallocated expenses / income:														
Other operating expenses													(36,032)	(24,285)
Other income													200,266	114,066
Finance cost													(258,456)	(274,819)
Levy													(205,193)	(135,304)
Income Tax													187,074	109,569
Loss after income tax													(2,219,575)	(1,946,779)

18.2. Reconciliation of reportable segment assets and liabilities:

	Rupees in thousand												Total - Group	
	Sugar		Biofuel		Dairy		Juice		Others		Elimination of Inter-segment transactions		31 Mar 2026	30 Sep 2025
	31 Mar 2026	30 Sep 2025	31 Mar 2026	30 Sep 2025	31 Mar 2026	30 Sep 2025	31 Mar 2026	30 Sep 2025	31 Mar 2026	30 Sep 2025	31 Mar 2026	30 Sep 2025	31 Mar 2026	30 Sep 2025
	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited
Total assets for reportable segments	10,978,471	10,999,316	4,748,010	5,099,328	6,713,131	6,685,627	476,786	480,105	504,299	1,746,316			23,420,697	25,010,692
Unallocated assets													1,377,790	1,394,889
Total assets as per consolidated statement of financial position													24,798,487	26,405,581
Total liabilities for reportable segments	8,740,532	7,597,975	1,495,696	1,813,189	4,775,779	5,034,436	357,588	348,665	144,114	150,905			15,513,709	14,945,170
Unallocated liabilities													2,418,598	2,499,217
Total liabilities as per consolidated statement of financial position													17,932,307	17,444,387

	Half Year Ended		Quarter Ended	
	31 March 2026	31 March 2025	31 March 2026	31 March 2025
Rupees in thousand				
19. RELATED PARTY TRANSACTIONS				
Detail of transactions and balances with related parties are as follows:				
Name of related parties				
i) Transactions				
Subsidiary company				
Shakarganj Food Products Limited				
Sale of goods	-	13,690	-	7,361
Common expenses shared	2,960	3,054	984	1,829
Receipts	-	6,800	-	2,550
Associated companies				
Crescent Steel and Allied Products Limited				
Dividend income	810	990	360	360
Common expenses shared	3,219	6,041	3,662	3,662
Sale of goods and rendering of services	-	1,046	447	447
Godown and house rent	339	58	-	-
Staff Residence rent utilities payment	1,866	276	-	-
BankIslami Pakistan Limited				
Finance cost	29,694	38,258	6,473	15,037
Employees' retirement benefits				
Holding Company's contribution to				
Shakarganj Mills Limited - Employees' Provident Fund Trust	4,928	5,062	2,412	2,546
Markup on payable to Shakarganj Mills Limited Pension Fund Trust	29,882	23,364	10,351	10,351
Markup on payable to Shakarganj Mills Limited Gratuity Fund Trust	10,971	10,043	4,403	4,403
Key management personnel				
Loan from director (Ali Altaf Saleem)	-	79,501	-	-
Other related parties				
Remuneration and meeting fee paid to Chief Executive Officer, directors and executives	205,739	223,076	99,290	108,755
Loan from family member of director	-	188,176	-	-

	31 March 2026 Un-Audited	30 September 2025 Audited
	Rupees in thousand	
ii) Period end balances		
Associated companies		
Crescent Steel and Allied Products Limited		
Common expenses receivables	32,338	30,668
Trade and other payables	14,448	-
BankIslami Pakistan Limited		
Cash and bank balances	11,292	1,243
Short term borrowings	320,000	320,000
Musharakah financing	160,000	147,704
Accrued mark-up	57,815	47,180
Employees' retirement benefits		
Payable to Shakarganj Mills Limited Pension Fund Trust	500,310	1,069,227
Payable to Shakarganj Mills Limited Gratuity Fund Trust	245,506	216,023
Receivable from Shakarganj Mills Limited Provident Fund Trust	23,750	31,486
Key management personnel		
Loan from director (Ali Altaf Saleem)	-	420

20. DATE OF AUTHORIZATION

These consolidated condensed interim financial statements have been approved and authorized by the Board of Directors of the Company for issue on 25 May 2026.

21. GENERAL

21.1. Figures of taxation are provisional. Final liabilities thereof would be determined on the basis of annual results.


Chief Executive Officer


Director


Chief Financial Officer

مجمع مالی پوزیشن

مجموعی بنیادوں پر دیگر آمدنی، فنائس اخراجات اور ٹیکسوں سے قبل آپریٹنگ خسارہ، 2,143.27 ملین روپے (1,760.29:1HYFY2025 ملین روپے) رہا۔ گروپ کا بعد از ٹیکس مجموعی خسارہ پچھلے سال 2025 کے 1,946.78 ملین روپے کے مقابلے میں 2,219.58 ملین روپے رہا۔ ہمیں امید ہے کہ طلب میں اضافے کے ساتھ مالی سال کے بقیہ حصے میں مجموعی طور پر گروپ کی کارکردگی میں مزید بہتری آئے گی۔

گروپ کی بنیاد پر مجموعی بیلنس شیٹ پچھلے سال کے 26,405.58 ملین روپے کے مقابلے میں 24,798.49 ملین روپے رہی۔ ٹوٹل ایکویٹی 30 ستمبر 2025 کے 8,961.19 ملین روپے سے کم ہو کر 6,866.18 ملین روپے ہوئی۔

صحت، حفاظت، ماحول اور کارپوریٹ سماجی ذمہ داری

شکر گنج میں بہتر ماحول کو یقینی بنانے کے لیے، کمپنی نے صحت اور حفاظت کے اپنے طریقہ کار کو ملک میں موجودہ حالات کے پیش نظر وبائی بیماری کی مختلف اقسام کے مطابق ڈھال لیا ہے۔ کمپنی کے احاطے میں سخت جانچ کو یقینی بنایا گیا ہے اور اقدامات میں ان عملے کی درجہ بندی بھی شامل ہے جو دفتر میں موجود رہنے کے لیے ضروری ہیں تاکہ کام بلا تعطل جاری رہ سکے، جبکہ دیگر عملے کو جہاں ضروری ہو گھر سے کام کرنے کی اجازت دی گئی ہے۔ تکنیکی ترقیات نے کم سے کم جسمانی رابطے کو ممکن بنا دیا ہے اور ملاقاتوں کو ورجنل میں تبدیل کر دیا گیا ہے۔ مزید برآں، ہم ان کمیونٹیز میں بھی فعال طور پر حصہ ڈالنے کے مواقع تلاش کرتے ہیں جہاں ہم کام کرتے ہیں اور ان ماحول کو بہتر بنانے کی کوشش کرتے ہیں جو ہم سب کو برقرار رکھتے ہیں۔ ہماری بنیادی توجہ کے علاقے تعلیم، صحت اور حفاظت، توانائی کی بچت، فضلہ کی کمی، اور کمیونٹی کی تعمیر ہیں، جہاں ہم محدود وسائل کے ساتھ کمپنی کی مالی حیثیت کو مد نظر رکھتے ہوئے تعاون کر سکتے ہیں۔

مستقبل کا نقطہ نظر

مسلسل لیکویڈیٹی بحران کمپنی کے ہر کاروبار کو متاثر کر رہا ہے اور اس وقت، کمپنی کی فروغ دہندگان اور ٹیکسیشن کے حوالے سے واجب الادا واجبات کی وجہ سے، تمام پیداوار اور دیکھ بھال کی سرگرمیاں متاثر ہو رہی ہیں کیونکہ مشکل آف سیزن بغیر کسی قابل ذکر سرگرمی کے متوقع ہے۔ بائیو فیول ڈویژن میں بھی آپریشنز کی توقع نہیں ہے کیونکہ کیش فلوی کمی کے پیش نظر مولاسز دستیاب نہیں ہے۔ جیسا کہ ہماری پچھلی سالانہ رپورٹ میں ذکر کیا گیا تھا، انتظامیہ غیر کارآمد اثاثے بیچ کر لیکویڈیٹی بحران پر قابو پانے کے اقدامات کر رہی ہے۔

آخر میں، ہم تمام اسٹیک ہولڈرز کی سرپرستی کے لیے ان کا شکریہ ادا کرنا چاہیں گے اور ان کی مسلسل حمایت کے منتظر ہیں۔

منجانب بورڈ


محمد قبال

ڈائریکٹر


محمد سیف اللہ

چیف ایگزیکٹو آفیسر

25 مئی 2026ء

ڈائریکٹرز کی رپورٹ

آپ کی کمپنی کے ڈائریکٹرز خوشی کے ساتھ 31 مارچ 2026 کو ختم ہونے والے نصف سال کے لیے کمپنی کے مختصر عبوری مالی بیانات پیش کرتے ہیں۔

مالی اور آپریشنل کارکردگی

02 دسمبر 2025 کو کرشناگ مہم کے دیر سے آغاز کے باوجود، شکر گنج نے گنے کی کرشناگ میں زبردست اضافہ ریکارڈ کیا جو کہ پچھلے سال کے اسی عرصے میں 498,014 میٹرک ٹن گنے کے مقابلے 936,039 میٹرک ٹن گنا تھا۔ گنے کی کرشناگ میں 85% سے زیادہ بہتری آئی اور چینی کی ریکوری بھی پچھلے سال کے اسی عرصے کے مقابلے میں 12% سے زیادہ بہتر ہوئی۔ تاہم، سخت مقابلے کی وجہ سے گنے کی اوسط قیمت میں 20% سے زیادہ اضافہ ہوا اور یہ 486 روپے فی 40 کلو تک پہنچ گئی جبکہ پچھلے سال کے اسی عرصے میں یہ قیمت 402 روپے فی 40 کلو تھی، جس سے منافع پر منفی اثر پڑا کیونکہ چینی کی اوسط قیمت فروخت پچھلے سال کے مقابلے میں تقریباً صرف 4% بڑھی۔

کمپنی کی عملی کارکردگی گنے کے کرشناگ کے لحاظ سے بہتر رہی، تاہم، گنے کی قیمت میں اضافہ چینی کی فروخت کی قیمتوں میں اضافے کے مطابق نہیں تھا، جس کی وجہ سے اب بھی بڑی خسارے کا سامنا ہے۔ 31 مارچ 2026 کو ختم ہونے والے آدھے سال کے دوران، کمپنی کی مجموعی فروخت کی آمدنی 11,151.75 ملین روپے (5,203.21:HYFY25 ملین روپے) رہی اور کمپنی کا مجموعی خسارہ پچھلے سال کے اسی مدت میں 1,090.20 ملین روپے کے مجموعی خسارے کے مقابلے میں 1,726.20 ملین روپے رہا۔ کمپنی کا لیوی اور ٹیکس سے پہلے کا نقصان پچھلے سال کی اسی مدت میں لیوی اور ٹیکس سے پہلے کے نقصان 1,783.43 ملین روپے کے مقابلے میں 2,129.79 ملین روپے رہا۔ پچھلے سال کے اسی مدت میں 1,655.77 ملین روپے کے نقصان کے مقابلے میں اس مدت کے لیے انکم ٹیکس کے بعد نقصان 2,061.39 ملین روپے رہا۔

کاروباری شعبہ جات

شوگر ڈویژن

شوگر ڈویژن کی آمدنی پچھلے سال کی خالص فروخت 4,658 ملین روپے اور انٹریگمٹ فروخت 310 ملین روپے کے مقابلے میں 10,949 ملین روپے اور انٹریگمٹ فروخت 227 ملین روپے رہی۔ ہمارے شوگر ڈویژن نے پچھلے سال 498,014 میٹرک ٹن گنا کرش کر کے 7.97 فیصد کی ریکوری سے 39,395 میٹرک ٹن چینی پیدا کرنے کے مقابلے میں 936,039 میٹرک ٹن گنا کرش کیا اور 8.95 فیصد کی ریکوری سے 83,805 میٹرک ٹن چینی پیدا کی۔ کمپنی نے پچھلے سال کے اسی عرصے کے دوران مجموعی طور پر 19.82 فیصد نقصان کے مقابلے میں 12.94 فیصد کا مجموعی نقصان کیا۔ بوٹم لائن پچھلے سال کے اسی عرصے میں ٹیکس اور غیر مختص اخراجات سے پہلے 1,214.63 ملین روپے خسارے کے مقابلے میں ٹیکس اور غیر مختص اخراجات سے پہلے 1,663.14 ملین روپے کا خسارہ ہوا۔

بائیو فیول ڈویژن

بائیو فیول ڈویژن میں زیر جائزہ مدت کے دوران فروخت کی آمدنی میں بائیو فیول کی ایکسپورٹ میں کمی کی وجہ سے کمی ہوئی۔ بائیو فیول ڈویژن کی خالص فروخت آمدنی پچھلے سال اس عرصے کے دوران 546 ملین روپے کے مقابلے میں 203 ملین روپے تھی۔ اس مدت میں پچھلے سال کے 83.81 ملین روپے مجموعی نقصان کے مقابلے میں 265.80 ملین روپے مجموعی نقصان ہوا۔ بوٹم لائن پچھلے سال کے اسی عرصے میں ٹیکس اور غیر مختص اخراجات سے پہلے 157.43 ملین روپے خسارے کے مقابلے میں ٹیکس اور غیر مختص اخراجات سے پہلے 280.37 ملین روپے کا نقصان ہوا۔ زیر جائزہ مدت کے دوران، اس ڈویژن نے پچھلے سال کی اسی مدت میں 3,858,040 لیٹرز پیداوار کے مقابلے میں 1,703,651 لیٹرز کی پیداوار کی۔

غیر مجتمع مالی پوزیشن

31 مارچ 2026 پہ بنس شیٹ 30 ستمبر 2025 کے 19,375.24 ملین روپے کے مقابلے میں 18,088.37 ملین روپے پر رہی۔ مجموعی شیئر ہولڈرز فنڈ 30 ستمبر 2025 کے 7,327.35 ملین روپے کے مقابلے میں 5,329.96 ملین روپے تک کم ہو گیا۔ 30 ستمبر 2025 کی بریک اپ ویلیو 58.62 روپے کے مقابلے میں بریک اپ ویلیو 42.64 روپے تھی۔



Shakarganj Limited

Executive Floor, IT Tower, 73 E 1
Hali Road, Gulberg III, Lahore, Pakistan
Telephone: (042) 111 111 765
Fax: (042) 3578 3811

