



**UN-AUDITED
CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE HALF YEAR & QUARTER ENDED
MARCH 31, 2026**

SAKRAND SUGAR MILLS LIMITED



COMPANY PROFILE

BOARD OF DIRECTORS	Mr. Saleem Zamindar Mr. Dinshaw H. Anklesaria Mr. Mansoor Afzal Subzwari Mrs. Sadia Moin Mr. Muhammad Saleem Mangrio Mr. Abdul Qayyum Khan Abbasi Mr. Muhammad Omar Arshid	Chairman / Director Director CEO / Director Director Director Director Director
AUDIT COMMITTEE	Miss. Sadia Moin Mr. Saleem Zamindar Mr. Muhammad Omar Arshid	Chairperson Member Member
HR COMMITTEE	Mr. Abdul Qayyum Khan Abbasi Mr. Muhammad Omar Arshid Mr. Mansoor Afzal Subzwari	Chairman Member Member
CHIEF EXECUTIVE OFFICER	Mr. Mansoor Afzal Subzwari	
CHIEF FINANCIAL OFFICER	Mr. Zameer Haider Jaffri	
COMPANY SECRETARY	Mr. Muhammad Imran Akber	
BANKERS	Allied Bank Limited Bank Al Habib Limited Bank Alfalah Limited Habib Bank Limited Meezan Bank Limited MCB Bank Limited National Bank Of Pakistan Soneri Bank Limited Sindh Bank Limited Bank Al Makrama Limited United Bank Limited	
AUDITORS	Parker Russell-A.J.S. Chartered Accountants	
LEGAL ADVISOR	Mr. Muhammad Jameel Choudhry	
REGISTRAR	M/s JWAFS Registrar Services (Pvt.) Ltd. Office No. 20, 5th Floor, Arkay Square, New Challi Road, Saddar, Karachi. Karachi-74400	
REGISTERED OFFICE	41-K, Block-6, P.E.C.H.S., Karachi Phone. 0092-21-35303291-2 www.sakrandugar.com	
FACTORY ADDRESS	Deh Tharo Unar, Taluka Sakrand District Shaheed Benazir Abad, Sindh.	



Directors' Report to Members

On behalf of the Board, we are pleased to present the un-audited Condensed Interim Financial statements of the Company for the six months ended March 31, 2026 together with the auditors' review report thereon.

Operational Result

The operational performance for the period under review as compared with that of last year is tabulated hereunder.

		Season	
		2025-26	2024-25
Start of Season		Dec 01, 2025	Nov 21, 2024
Operational Days		78	85
Sugarcane crushed	M. Tons	199,765	289,399
Average Per / day	M. Tons	2,561	2,756
Production			
Sugar	M. Tons	21,339	27,993
Molasses	M. Tons	10,155	13,470
Recovery			
Sugar	%	10.702	9.819
Molasses	%	5.085	4.669

The sugarcane crushing season 2025–26 experienced delays across Pakistan, particularly in Sindh, primarily ongoing disputes between growers and sugar mills regarding cane procurement rates, and uncertainty surrounding government sugar export policies. In Sindh, several sugar mills commenced crushing operations later than the customary schedule owing to delays in regulatory notifications, high existing sugar inventories, and increased operational and procurement costs. The delayed crushing season also affected harvesting schedules and subsequent wheat cultivation in the province. Despite the delayed commencement of the crushing season, which remained one of the key reasons for lower overall crushing volumes of 21,339 Metric ton compared to previous years 27,993 Metric Ton, the management remained focused on closely monitoring market conditions and operational developments. Particular emphasis was placed on the procurement of sugarcane at competitive prices in view of the prevailing sugar market conditions and also procured quality sugarcane, which resulted in the significant improvement of recovery ratio from 9.81 to 10.71 and overall contribution margin as compare to last year.

Financial Result

The Financial Result for the period under review is tabulated hereunder.

	Rupees in Millions	
	Oct – Mar	Oct – Mar
	2026	2025
Sales – net	1,736.13	3,550.90
Gross profit	417.33	244.80
Profit before taxation	342.02	161.82
Profit after taxation	283.87	119.10
Earnings per Share	Rs. 6.36	2.67



During the period under review, the Company's net sales remained lower compared to last year, primarily due to the delayed commencement of the crushing season. In addition, the Company maintained a sufficient closing stock position as at March end compared to the corresponding period last year. Despite lower sales, the Company adopted improved cost management and procurement strategies during the current year, which significantly enhanced the contribution margin and overall profitability. Consequently, profit after taxation increased to Rs. 283.87 million as compared to Rs. 119.10 million in the corresponding period last year, representing an increase of more than 100%. Earnings per share also improved from Rs. 2.67 to Rs. 6.36, reflecting the positive impact of the management's operational and financial strategies. The management remains confident that continuation of these measures will further strengthen the Company's future performance.

The outlook for Pakistan's sugar industry, particularly in Sindh, remains cautiously optimistic despite ongoing challenges relating to sugarcane availability, rising production costs, and delayed crushing seasons. The recent government decision towards deregulation of the sugar industry is expected to promote market-driven pricing and improve operational flexibility for sugar mills. In this evolving environment, the management remains focused on efficient cane procurement, prudent cost management, and operational efficiencies to strengthen profitability and support sustainable future growth.

Acknowledgement

The Directors would like to thank all the government functionaries, banking and financial institutions, suppliers and shareholders for their continued support and cooperation for the betterment and prosperity of the Company.

On behalf of the Board of Directors

Salim Zamindar

Chairman / Director

Chief Executive Officer

Karachi

May 25, 2026



ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے، کمپنی کے غیر آڈٹ شدہ مالیاتی حسابات برائے سہ ماہی 31 مارچ 2026 پیش خدمت ہیں۔

آپریٹنگ نتائج

زیر جائزہ مدت کی آپریٹنگ کارکردگی کا گزشتہ سال کی مدت سے مختصر موازنہ مندرجہ ذیل ہے۔

		Season	
		2025-26	2024-25
Start of Season		Dec 01, 2025	Nov 21, 2024
Crushing Days		78	85
Sugarcane crushed	M. Tons	199,765	289,399
Average Per/Day	M. Tons	2,561	2,756
Sugar	M. Tons	21,339	27,993
Molasses		10,155	13,470
Recovery			
Sugar	%	10.702	9.819
Molasses	%	5.085	4.669

پاکستان میں شوگر کین کرشنگ سیزن 2025-26 کو بالخصوص صوبہ سندھ میں مختلف وجوہات کی بنا پر تاخیر کا سامنا ہوا، جن میں کاشتکاروں اور شوگر ملز کے درمیان گئے کی خریداری کے نرخوں پر اختلافات، حکومتی سطح پر چینی کی برآمدی پالیسی سے متعلق غیر یقینی صورتحال، ریگولیریٹی نوٹیفیکیشنز میں تاخیر، چینی کے موجودہ بلند ذخائر، اور آپریٹنگ و خریداری لاگت میں اضافہ شامل تھے۔ ان عوامل کے باعث سندھ کی متعدد شوگر ملز نے معمول کے شیڈول کے مقابلے میں کرشنگ آپریٹنگ کا آغاز تاخیر سے کیا، جس کے نتیجے میں گئے کی کٹائی اور بعد ازاں گندم کی کاشت کا شیڈول بھی متاثر ہوا۔ کرشنگ سیزن کے تاخیر سے آغاز کے باعث کمپنی کی مجموعی کرشنگ میں رواں سال نمایاں کمی واقع ہوئی، جو گزشتہ سال کے 27,993 میٹرک ٹن کے مقابلے میں 21,339 میٹرک ٹن رہی۔ انتظامیہ نے مارکیٹ کی صورتحال اور آپریٹنگ پیش رفت پر مسلسل گہری نظر رکھی اور موجودہ مارکیٹ کے حالات کو مد نظر رکھتے ہوئے مسابقتی نرخوں پر معیاری گئے کی خریداری پر خصوصی توجہ دی، جس کے نتیجے میں ریکوری ریت میں نمایاں بہتری آئی جو گزشتہ سال کے 9.81 فیصد کے مقابلے میں 10.71 فیصد رہی، جبکہ مجموعی منافع کی مارجن میں بھی خاطر خواہ اضافہ دیکھنے میں آیا۔

مالیاتی نتائج

زیر جائزہ مدت کے مالیاتی نتائج کا گزشتہ سال کی مدت سے مختصر موازنہ مندرجہ ذیل ہے۔

	Rupees in Millions	
	Oct – Mar	Oct – Mar
	2026	2025
Sales – net	1,736.13	3,550.90
Gross profit	417.33	244.80
Profit before taxation	342.02	161.82
Profit after taxation	283.87	119.10
Earnings per Share	Rs. 6.36	2.67



زیر جائزہ مدت کے دوران کمپنی کی چھینی کی فروخت گزشتہ سال کے مقابلے میں کم رہی، جس کی بنیادی وجہ کرشنگ سیزن کا تاخیر سے آغاز تھا۔ علاوہ ازیں، کمپنی نے مارچ کے اختتام پر گزشتہ سال کی اسی مدت کے مقابلے میں چھینی کا زیادہ اسٹاک اپنے پاس رکھا۔ کم فروخت کے باوجود کمپنی نے رواں سال لاگت کنٹرول اور بہتر خریداری حکمت عملی اختیار کی، جس کے نتیجے میں منافع کی مارجن اور مجموعی منافع میں نمایاں بہتری آئی۔ چنانچہ بعد از ٹیکس منافع بڑھ کر 283.87 ملین روپے ہو گیا، جو گزشتہ سال کی اسی مدت میں 119.10 ملین روپے تھا، یعنی 100 فیصد سے زائد اضافہ ریکارڈ کیا گیا۔ فی حصص آمدن بھی 2.67 روپے سے بڑھ کر 6.36 روپے ہو گئی، جو انتظامیہ کی آپریشنل اور مالیاتی حکمت عملیوں کے مثبت نتائج کی عکاسی کرتی ہے۔ انتظامیہ پر اعتماد ہے کہ ان اقدامات کے تسلسل سے مستقبل میں بھی کمپنی کی کارکردگی مزید مستحکم ہوگی۔

پاکستان کی شوگر انڈسٹری، بالخصوص صوبہ سندھ میں، گنے کی دستیابی، بڑھتی ہوئی پیداواری لاگت اور کرشنگ سیزن میں تاخیر جیسے چیلنجز کے باوجود مستقبل کے حوالے سے محتاط طور پر پرامید ہے۔ حکومت کی جانب سے شوگر انڈسٹری کو مرحلہ وار ڈی ریگولیشن کی جانب لے جانے کے حالیہ فیصلے سے توقع کی جارہی ہے کہ مارکیٹ پر مبنی قیمتوں کے نظام کو فروغ ملے گا اور شوگر ملز کو آپریشنل معاملات میں مزید چمک حاصل ہوگی۔ اس بدلنے ہوئے ماحول میں انتظامیہ گنا خریداری، محتاط لاگت کنٹرول اور آپریشنل بہتری پر خصوصی توجہ مرکوز رکھے ہوئے ہے تاکہ منافع میں اضافہ کیا جاسکے اور کمپنی کی پائیدار مستقبل کی ترقی کو یقینی بنایا جاسکے۔

اظہار تشکر

کمپنی کے ڈائریکٹرز تمام گورنمنٹ کے اداروں، بینک اور مالیاتی اداروں، پرنس پارٹنرز اور کھاتے داروں کا تہہ دل سے شکریہ ادا کرتے ہیں کہ جنہوں نے کمپنی کے بہترین مفاد کے لیے کمپنی کا ساتھ دیا۔

مختاب

بورڈ ممبران

سکریٹری شوگر ملز لمیٹڈ

چیف ایگزیکٹو

Paleem Zamindar

چیرمین / ڈائریکٹر

کراچی: 25 مئی 2026



Independent Auditors' Review Report to the Members of Sakrand Sugar Mills Limited

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Sakrand Sugar Mills Limited** (the "Company") as at March 31, 2026 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these 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 condensed interim financial statements based on our review. The figures of the condensed interim statement of profit or loss and the condensed interim statement of other comprehensive income for the quarter ended March 31, 2026 and March 31, 2025 have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2026.

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 Opinion

As disclosed in note 1.1 to the condensed interim financial statements, the Company has made a profit after taxation of Rs. 283.866 million during the period ended March 31, 2026, has accumulated losses as at March 31, 2026, amounts to Rs. 1,562.41 million, its current liabilities exceed its current assets by Rs. 2,243.555 million and loans amounting to Rs 181.818 million are still overdue. The Company has also suspended payments for the Worker Welfare Fund and other statutory payments. Further, no provision has been made for the surcharge applicable on these outstanding amounts, which results in non-compliance with the respective requirements of the laws. The above financial condition cast doubt on Company's ability to continue as a going concern which led us to believe that the going concern assumption used in preparation of these condensed interim financial statements is inappropriate; consequently, the assets and liabilities should have been stated at their realizable and settlement amounts respectively.

The Company entered into a restructuring agreement with the commercial bank in the year 2023, which resulted in the substantial modification of its liability. The Company has not accounted for substantial modification in the liability, in accordance with the requirement of applicable financial reporting standards. Had the Company accounted for the substantial modification in bank's liability in accordance with the applicable financial reporting standards, the liability would have been reduced by Rs. 530.474 million while accumulated losses as at March 31, 2026, would have been reduced by Rs. 615.041 million, and the profit for the period ended would have been reduced by Rs. 14.655 million.

Adverse Conclusion

Our review indicates that, because of the significance of the matter described in the Basis for Adverse Conclusion section of our report, the accompanying condensed interim financial statements for the half year ended March 31, 2026 is not prepared, in all material respects, in accordance with the approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditors' report is Mr. Muhammad Shabbir Kasbati.



(Chartered Accountants)

Date: May 25, 2026

Karachi.

UDIN: RR202610192L9RVrqltm



Condensed Interim Statement of Financial Position
As at March 31, 2026

		Un-Audited	Audited
		March 31,	September 30,
		2026	2025
	Rupees in '000'.....	
ASSETS			
Non-Current Assets			
Property, plant and equipment	5	3,859,614	3,886,561
Intangible asset		567	680
Long-term loans		1,817	775
Long-term deposits		2,860	2,860
		3,864,858	3,890,876
Current Assets			
Stores, spares and loose tools		107,683	110,079
Stock-in-trade	6	1,186,302	41,764
Trade debts		16,524	19,285
Loans and advances		20,382	27,179
Deposit, prepayments and other receivables		10,736	10,234
Short term investment		-	6,198
Cash and bank balances	7	41,343	18,214
		1,382,970	232,953
Total Assets		5,247,828	4,123,829
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital			
60,000,000 ordinary shares of Rs. 10 each		600,000	600,000
Share capital			
Issued, subscribed and paid-up capital		446,160	446,160
Revenue reserves			
Accumulated loss		(1,562,406)	(1,863,786)
Capital reserves			
Surplus on revaluation of property, plant and equipment-net of deferred tax		2,041,967	2,059,482
Directors'/Sponsors' subordinated loan			
		92,767	92,767
		1,018,488	734,622
Non-Current Liabilities			
Long term financing - secured	8	530,474	573,673
Deferred liabilities		72,341	70,692
		602,815	644,365
Current Liabilities			
Trade and other payables	9	2,758,896	1,931,258
Unclaimed dividend		6,206	6,206
Accrued mark-up		504,708	504,901
Current maturity of long-term financing		258,618	249,018
Taxation - net		98,097	53,459
		3,626,525	2,744,842
Contingencies & commitments	10	-	-
Total Equity and Liabilities		5,247,828	4,123,829

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

Chief Executive Officer

Chief Financial Officer

Director



Condensed Interim Statement of Profit or Loss
For the half year ended March 31, 2026 (Un-Audited)

		Half year ended		Quarter ended	
		March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Notes	Rupees in '000'.....			
Sales - net	11	1,736,129	3,550,897	1,413,129	2,158,435
Cost of sales	12	<u>(1,318,800)</u>	<u>(3,306,095)</u>	<u>(1,009,673)</u>	<u>(2,070,933)</u>
Gross profit		417,329	244,802	403,456	87,502
Operating expenses					
Administrative expenses		(88,400)	(92,430)	(52,950)	(47,933)
Selling and distribution cost		(1,684)	(3,097)	(1,261)	(1,820)
		(90,084)	(95,527)	(54,211)	(49,753)
Operating profit		327,246	149,275	349,245	37,749
Finance cost		(2,407)	(13,778)	(2,326)	(760)
Other charges		(44,336)	(20,505)	(44,336)	(20,505)
Other income	13	61,513	46,831	32,665	46,639
		14,770	12,548	(13,997)	25,374
Profit before taxation and levy		342,016	161,823	335,248	63,123
Levy	14	(58,149)	(42,721)	(54,105)	(27,001)
Profit Before taxation		283,866	119,102	281,143	36,122
Taxation		-	-	-	-
Profit after taxation		<u>283,866</u>	<u>119,102</u>	<u>281,143</u>	<u>36,122</u>
Earning per share - Basic and diluted	15	<u>6.36</u>	<u>2.67</u>	<u>6.30</u>	<u>0.81</u>

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

Chief Executive Officer

Chief Financial Officer

Director



**Condensed Interim Statement of Other Comprehensive Income
For the half year ended March 31, 2026 (Un-Audited)**

	Half year ended		Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Rupees in '000'.....			
Profit after taxation	283,866	119,102	281,143	36,122
Other comprehensive income for the period - net of tax	-	-	-	-
Total comprehensive income for the period	283,866	119,102	281,143	36,122

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

Chief Executive Officer

Chief Financial Officer

Director



Condensed Interim Statement of Changes in Equity
For the half year ended March 31, 2026 (Un-Audited)

	Issued, subscribed & paid-up capital	Un-appropriated profit / Accumulated loss	Surplus on revaluation of property, plant and equipment	Directors' / sponsors' subordinated loan	Total
.....Rupees in '000'.....					
Balance as at October 01, 2024	446,160	(1,883,598)	2,095,281	92,767	750,610
Profit after taxation	-	119,102	-	-	119,102
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	119,102	-	-	119,102
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation- net of tax	-	18,031	(18,031)	-	-
Balance as at March 31, 2025	446,160	(1,746,465)	2,077,250	92,767	869,712
Balance as at October 01, 2025	446,160	(1,863,786)	2,059,481	92,767	734,621
Profit after taxation	-	283,866	-	-	283,866
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	283,866	-	-	283,866
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation- net of tax	-	17,514	(17,514)	-	-
Balance as at March 31, 2026	446,160	(1,562,406)	2,041,968	92,767	1,018,488

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


Chief Executive Officer


Chief Financial Officer


Director



Condensed Interim Statement of Cash Flows
For the half year ended March 31, 2026 (Un-Audited)

	March 31, 2026	March 31, 2025
Rupees in '000'.....	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	Notes 342,016	161,823
Adjustments for non cash charges and other items :		
Depreciation	5 42,026	42,409
Amortisation	112	167
Reversal of Provision for doubtful debts	(62,368)	(46,500)
Finance cost	(193)	17,583
Provision for gratuity	1,650	1,611
(Gain) / loss on sale of fixed assets	899	8
Cash (used in) / generated from operation before working capital changes	(17,875)	15,279
Working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	2,396	(19,340)
Stock-in-trade	(1,144,538)	(267,931)
Trade debts	65,129	44,014
Loans and advances	6,797	40,013
Prepayments and other receivables	(502)	53,605
	(1,070,718)	(149,639)
Increase / (decrease) in current liabilities		
Trade and other payables	827,638	91,481
Cash generated from operations	81,060	118,944
Taxes paid	(13,511)	(28,300)
Finance cost paid	-	(13,589)
Net cash generated from operating activities	67,549	77,055
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	(21,596)	(54,333)
Proceed from disposal of property, plant and equipment	5,618	15
Short term investment	6,198	-
Net cash used in investing activities	(9,780)	(54,318)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing - secured	(33,600)	(39,000)
Long term loans to employees	(1,042)	167
Net cash used in financing activities	(34,642)	(38,833)
Net increase / (decrease) in cash and cash equivalents	23,127	(16,096)
Cash and cash equivalents at the beginning of the period	18,214	55,648
Cash and cash equivalents at the end of the period	16. 41,341	39,552

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

Chief Executive Officer

Chief Financial Officer

Director



**Notes to the Condensed Interim Financial Statements
For the half year ended March 31, 2026 (Un-Audited)**

1. STATUS AND NATURE OF BUSINESS

Sakrand Sugar Mills Limited was incorporated in Pakistan as a public limited company under the Companies Ordinance, 1984 [Repealed with the enactment of Companies Act, 2017], on March 02, 1989 and its shares are quoted on Pakistan Stock Exchange. The principal business of the Company is to manufacture, sell white sugar and its by products. The registered office of the Company is situated in 41-K, Block-6, P.E.C.H.S, Karachi while the Company's mill is situated at Deh Tharo Unar, Taluka Sakrand, District Shaheed Benazirabad, Sindh, Pakistan, having an area of 102.18 acres.

1.1 GOING CONCERN ASSUMPTION

The condensed interim financial statements of the Company for the period ended March 31, 2026, reflect profit after taxation amounting to Rs. 283.866 million (March 2025: Rs. 119.102 million) while its current liabilities exceeds its current assets by Rs. 2,244 million (September 30, 2025: Rs. 2,512 million) and its accumulated losses standing at Rs. 1,562 million (September 30, 2025: Rs. 1,863 million).

However, the condensed interim financial statements are prepared by the management on going assumption on the basis of the following factors:

- a) The Company has successfully completed crushing season for 2025-26 till the date of issuance of condensed financial statements for the period ended March 31, 2026 and the major cash flow requirements for operations are already met.
- b) The Company has successfully completed the restructuring of loan with National Bank of Pakistan, has been complying with the requirements of restructuring terms with Sindh Bank Limited and negotiating with Bank Al Makramah (Formerly Summit Bank Limited) for restructuring.
- c) The management is working on further processing of by products and believe that the sale of by products will result in increased profits.
- d) The management is working on improvement of production process that will results in reduction in cost of production in future.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

- 2.2** These condensed interim financial statements are unaudited and subject to limited scope review by the auditors. These are being submitted to the members in accordance with Section 237 of the Companies Act, 2017 (the Act).
- 2.3** These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended September 30, 2025.



3. MATERIAL ACCOUNTING POLICIES

The accounting policies and method of computations followed for the preparation of these condensed interim financial statements are the same as those applied in the preparation of annual published financial statements of the Company for the year ended September 30, 2025.

3.1 Change in accounting standards, interpretations and amendments to published accounting and reporting standards

a) Amendments to published accounting and 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 amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these 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 October 1, 2025. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial statements in conformity with the approved accounting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgements that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual financial statements for the year ended September 30, 2025, except as disclosed otherwise.

(Un-Audited) (Audited)
March 31, September 30,
2026 2025
----- Rupees in '000' -----

5. PROPERTY, PLANT AND EQUIPMENT

Opening book value	3,886,561	3,889,804
Additions during the period / year		
Plant and machinery	8,794	64,508
Factory building	-	7,708
Office equipment and others	2,525	1,010
Furniture and fixture	1,080	2,434
Vehicles	9,197	6,498
	21,596	82,158
Disposal during the period / year - carrying amount		
Furniture and fixtures	-	(23)
Vehicles	(6,517)	(208)
Depreciation for the period / year	(42,026)	(85,171)
Closing book value	<u>3,859,614</u>	<u>3,886,561</u>



	(Un-Audited) March 31, 2026	(Audited) September 30, 2025
	----- Rupees in '000' -----	
6. STOCK-IN-TRADE		
Sugar	1,066,822	-
Compost fertilizer	10,678	2,578
Sugar in process	2,878	-
Molasses	53,875	-
Bagasse	52,049	39,185
	<u>1,186,302</u>	<u>41,764</u>
7. CASH AND BANK BALANCES		
Cash in hand	2,121	240
Cash at bank - Current account	39,222	17,975
	<u>41,343</u>	<u>18,214</u>
8. LONG TERM FINANCE - SECURED		
Opening balance	822,691	885,691
Repaid during the period / year	(33,600)	(63,000)
	<u>789,091</u>	<u>822,691</u>
Overdue installments	(181,818)	(181,818)
Current portion	(76,800)	(67,200)
Closing balance	<u>530,474</u>	<u>573,673</u>

8.1 Syndicated long term finance facility (SLTFF)

This represent long-term finance facility obtained by the Company from syndicate of Summit Bank Limited and Sindh Bank Limited (the Banks) for working capital purpose amounting to Rs. 1,000 million. This carries mark-up at the rate of 3 months KIBOR plus 3% (2025: KIBOR plus 3%) per annum payable quarterly. The principal amount is repayable in 22 equal quarterly installments after 18 months grace period.

This facility is secured by way of pari passu hypothecation charge over all present and future fixed assets of the Company, first pari passu charge over immovable property, lien on current assets and personal guarantees of all sponsors / directors of the Company along with subordinated loan agreements.

8.2 The Company has finalized and fulfill the restructuring term and condition the Sindh Bank Limited, for restructuring of the long term loan amounting to Rs. 727.27 million. As per the term of the agreement all the markup accrued has been waived of while the principal amount has to be paid on step up basis in 10 year starting from October 2022.

The revised term's has resulted in the significant modification of liability resulting in a gain of Rs. 802.833 million. However, being prudent, the management has not accounted for the gain arising on accounts of change in the term of loan agreements'.

8.3 The Company has been in compliance with the payment terms in accordance with the mutual agreement, with Sindh Bank Limited. However, the Company is in discussion with Summit Bank Limited for restructuring of loan which has not yet finalized.



(Un-Audited) (Audited)
March 31, September 30,
2026 2025
----- Rupees in '000' -----

9. TRADE AND OTHER PAYABLES

Trade payables

Sugar cane and others	176,038	169,903
Accrued expenses	46,291	46,043

Other payables

Advance from customers	1,162,695	414,391
Sales tax and excise duty payable	1,201,882	1,162,798
Workers' welfare fund	23,197	15,850
Workers' profit participation fund	31,279	25,042
Others	117,514	97,232
	2,536,567	1,715,312
	2,758,896	1,931,258

10. CONTINGENCIES AND COMMITMENTS

The status of contingencies and commitments is same as that disclosed in annual audited financial statements for the year ended September 30, 2025.

	Half year ended		Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
Note	----- Rupees in '000' -----			
11. SALES - NET				
Gross sales				
-Sugar	1,624,123	3,647,212	1,251,288	2,143,279
- Molasses	335,828	415,575	331,859	403,480
- Filter mud	2,498	-	2,498	-
- Bagasse	7,114	1,867	5,556	-
-Compost fertilizer	67,108	2,097	64,610	692
Sales tax	(300,542)	(515,854)	(242,682)	(389,016)
	1,736,129	3,550,897	1,413,129	2,158,435
12. COST OF SALES				
Sugarcane consumed	2,197,840	3,236,216	1,546,930	1,905,713
Cost of sales - trading	-	63,051	-	-
Manufacturing expenses	265,498	274,759	145,545	134,231
	2,463,338	3,574,026	1,692,475	2,039,944
Sugar in process				
Opening	-	-	45,373	54,103
Closing	(2,878)	(33,669)	(2,878)	(33,669)
	(2,878)	(33,669)	42,495	20,434
Finished goods - Sugar				
Opening	-	-	369,325	106,038
Closing	(1,066,822)	(178,599)	(1,066,822)	(178,599)
	(1,066,822)	(178,599)	(697,497)	(72,561)



	Half year ended		Quarter ended	
	March 31, 2026 (Un-audited)	March 31, 2025 (Un-audited)	March 31, 2026 (Un-audited)	March 31, 2025 (Un-audited)
----- Rupees in '000' -----				
Molasses				
Opening	-	-	65,886	149,233
Closing	(53,875)	(32,170)	(53,875)	(32,170)
	(53,875)	(32,170)	12,011	117,063
Bagasse				
Opening	39,185	21,550	20,336	10,134
Closing	(52,049)	(41,804)	(52,049)	(41,804)
	(12,864)	(20,254)	(31,713)	(31,670)
Compost fertilizer				
Opening	2,579	16,264	2,580	17,226
Closing	(10,678)	(19,503)	(10,678)	(19,503)
	(8,099)	(3,239)	(8,098)	(2,277)
	<u>1,318,800</u>	<u>3,306,095</u>	<u>1,009,673</u>	<u>2,070,933</u>
12.1 Manufacturing expenses				
Salaries, wages including bonus and other benefits	80,681	68,645	47,865	36,617
Stores and spares consumed	49,671	77,404	34,135	37,529
Fuel and power	37,303	35,196	17,791	15,329
Repairs and maintenance	53,208	48,909	22,782	21,211
Vehicle maintenance	4,343	4,991	2,408	2,528
Insurance	2,787	1,716	1,393	858
Depreciation	34,940	35,263	17,439	18,535
Bagasse, mud, ash handling and others	2,565	2,635	1,732	1,624
	<u>265,498</u>	<u>274,759</u>	<u>145,545</u>	<u>134,231</u>
13. OTHER INCOME				
Profit on short-term investment/TDR	44	339	-	139
(Loss) / Gain on disposal of fixed asset	(899)	(8)	(33)	-
Reversal of credit loss	62,368	46,500	32,698	46,500
	<u>61,513</u>	<u>46,831</u>	<u>32,665</u>	<u>46,639</u>
14. LEVY & TAXATION				
Levy	58,149	42,721	54,105	27,001
Taxation	-	-	-	-
	<u>58,149</u>	<u>42,721</u>	<u>54,105</u>	<u>27,001</u>

14.1 Due to the existence of significant carried forward tax losses, the management of the Company is not expect the availability of sufficient future taxable profits against which the deferred tax asset can be utilized. Accordingly, the Company has not recognized deferred tax asset amounting to Rs. 89.156 million as at the reporting date.



Half year ended		Quarter ended	
March 31, 2026 (Un-audited)	March 31, 2025	March 31, 2026 (Un-audited)	March 31, 2025 (Un-audited)

15. EARNING / (LOSS) PER SHARE - BASIC AND DILUTED

Profit for the period (Rupees in 000')	<u>283,866</u>	<u>119,102</u>	<u>281,143</u>	<u>36,122</u>
Weighted average number of ordinary shares (in 000')	<u>44,616</u>	<u>44,616</u>	<u>44,616</u>	<u>44,616</u>
Earning per share - Rs.	<u>6.36</u>	<u>2.67</u>	<u>6.30</u>	<u>0.81</u>

15.1 There is no dilutive effect on the basic earnings of the Company.

March 31,
2026
----- Rupees in '000' -----

16. CASH AND CASH EQUIVALENTS

Cash and bank balances	41,343	33,354
Short-term investments	-	6,198
	<u>41,343</u>	<u>39,552</u>

17. RELATED PARTY TRANSACTIONS

Related parties comprise of subsidiary, associated entities, entities with common directorship, directors, key management personnel and employees retirement benefits funds. Material transactions with related parties during the period and balances at the end of the period, other than those which have been disclosed elsewhere in these condensed interim financial statements are as follows:

March 31,
2026
----- Rupees in '000' -----

Relationship	Nature of transaction		
Directors and key Management personnel	Remuneration paid	<u>14,773</u>	<u>17,205</u>

18. GENERAL

18.1 Figures have been rounded off to the nearest thousand, unless otherwise stated.

18.2 Corresponding figures and balances have been rearranged and / or reclassified, where considered necessary, for the purpose of comparison and better presentation the effects of which are not material.

19. AUTHORIZATION FOR ISSUE

These condensed interim financial statement have been authorized for issue on May 25, 2026 by the Board of Directors of the Company.

Chief Executive Officer

Chief Financial Officer

Director