



Sakrand Sugar Mills Limited

Annexure – “A”

DISCLOSURE FORM IN TERM OF SECTION 96 AND 131 OF THE SECURITIES ACT, 2015

Name of the Company: Sakrand Sugar Mills Limited
Registered Address: 41-K, Block-6, P.E.C.H.S, Karachi.
Date Reporting: June 23, 2026
Contact Information: Company Secretary
Phone: 92-21-35303291-2

Public Disclosure of Material Information

Pursuant to Sections 96 and 131 of the Securities Act, 2015 and Clause 5.6.1 of the Pakistan Stock Exchange Limited Rule Book, we hereby convey the following material information:

The Board of Directors of Sakrand Sugar Mills Limited in its meeting held on **June 23, 2026** reviewed and approved, in principle, a comprehensive revival and restructuring plan for the Company aimed at improving operations, liquidity, regularizing financial obligations, and enhancing long-term shareholder value.

Key Features of the Proposed Revival Plan

1. Acquisition of Share

- A consortium of investor(s) has expressed its willingness to enter into a Share Purchase Agreement for the acquisition of a 25% equity stake in Sakrand Sugar Mills Limited from the existing sponsor(s). The prospective investor(s) possess substantial experience in the sugar industry together with the financial capacity required to revive and expand the Company's operations. The proposed transfer of shares shall remain subject to the requisite approvals and clearance from the Exchange.

2. Settlement of Bank Debt and Arrangement of Working Capital Facilities

- The incoming investor(s) have indicated their willingness to discharge the Company's outstanding liabilities towards Bank Makramah Limited. Furthermore, they intend to arrange cash finance facilities for the crushing season 2026-27, which are expected to significantly enhance the Company's operational capabilities, improve sugarcane procurement, and strengthen profitability and liquidity.

Registered Office: 41-K, Block-6, P.E.C.H.S., Karachi-75400, Pakistan. E-mail: admin@sakrandsugar.com

Corporate Office: Suite # 222, The Forum, G-20, Block-9, Clifton, Karachi. Phone No: +92-21-35303291-2

Mill: Deh Tharo Unar Post Office, (Qazi Ahmed) Taluka Sakrand, District Shaheed Benazirabad. Phone No: 0333-9366997-98



Sakrand Sugar Mills Limited

3. Sponsor Loan

- The incoming investor(s) have undertaken to provide financial support of PKR 100 million in the form of an unsecured and interest-free loan for the maintenance, repair, and upkeep of the plant and machinery. The loan shall be repayable as and when considered appropriate by the management of the Company.

4. Issuance of Right Shares

The incoming investor(s) have provided an undertaking to the Board that they shall subject to compliance with all applicable laws, regulations, and requisite approvals:

- Commitment to fully subscribe to its entitlement in any future right issue.
- Commitment to subscribe to any unsubscribed portion of such right issue, subject to applicable laws and regulations.
- Arrangement of underwriting support, if required.

5. Arrangement of Additional Sugarcane Supply

- The incoming investor(s) shall assist the Company in procuring an additional 2,000,000 maunds of sugarcane through their industry relationships and by supporting cane development initiatives within the operational vicinity of the sugar mill.

The Board further reviewed and approved the preliminary financial and operational projections prepared by the management in connection with the proposed revival plan. A summary of the projected operational and financial outlook forms part of the information package submitted to the Board and is attached herewith for reference.

For on Behalf of
Sakrand Sugar Mills Limited

Company Secretary



Karachi : June 23, 2026
Encl : as above



SAKRAND SUGAR MILLS LIMITED

REVIVAL PLAN UNDERPINNING FINANCIAL FORECAST





Key Features of the Revival Plan

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4. Issuance of Right Shares

The incoming investor(s) have provided an undertaking to the Board that they shall subject to compliance with all applicable laws, regulations, and requisite approvals:

- Fully subscribe to their entitlement under any future right issue;
- Subscribe to any unsubscribed portion of the right issue; and
- Arrange underwriting support, if deemed necessary by the Board of Directors.



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SAKRAND SUGAR MILLS LIMITED



FINANCIAL FORECASTS



SAKRAND SUGAR MILLS LIMITED
STATEMENT OF FINANCIAL POSITION

	Projected 2027 Rupees	Projected 2028 Rupees	Projected 2029 Rupees	Projected 2030 Rupees	Projected 2031 Rupees
ASSETS					
Non-Current Assets					
Property, plant and equipment	3,790,047,384	3,785,568,151	3,803,620,801	3,843,513,606	3,904,539,846
Intangible asset	304,791	204,210	136,821	91,670	61,419
Long-term loans	1,168,708	568,708	68,708	-	-
Long-term deposits	2,859,712	2,859,712	2,859,712	2,859,712	2,859,712
	3,794,380,595	3,789,200,781	3,806,686,042	3,846,464,988	3,907,460,977
Current Assets					
Stores, spares and loose tools	118,451,035	130,296,138	143,325,752	157,658,327	173,424,160
Stock-in-trade	139,020,411	168,214,697	203,539,784	492,566,277	596,005,195
Trade debts	27,176,056	29,893,661	32,883,027	36,171,330	39,788,463
Loans and advances	22,420,352	24,662,388	27,128,626	29,841,489	32,825,638
Deposit, prepayments and other receivables	11,693,602	12,862,962	14,149,258	15,564,184	17,120,602
Cash and bank balances	67,983,409	74,781,749	82,259,924	90,485,917	99,534,508
	386,744,864	440,711,596	503,286,372	822,287,524	958,698,567
Total Assets	4,181,125,460	4,229,912,377	4,309,972,414	4,668,752,512	4,866,159,544
EQUITY AND LIABILITIES					
Share Capital and Reserves					
Authorized share capital					
60,000,000 ordinary shares of Rs. 10 each	600,000,000	600,000,000	600,000,000	600,000,000	600,000,000
Share capital					
Issued, subscribed and paid-up capital	446,160,000	446,160,000	446,160,000	446,160,000	446,160,000
Revenue reserves					
Accumulated loss	(1,127,471,515)	(749,902,649)	(271,668,675)	363,983,856	1,195,671,602
Capital reserves					
Surplus on revaluation of property, plant and equipment-net of deferred tax	2,024,704,195	2,024,704,195	2,024,704,195	2,024,704,195	2,024,704,195
Directors'/Sponsors' subordinated loan	192,766,502	192,766,502	192,766,502	192,766,502	192,766,502
	1,536,159,182	1,913,728,048	2,391,962,022	3,027,614,553	3,859,302,299
Non-Current Liabilities					
Long term financing - secured	404,435,728	318,035,728	231,635,728	145,235,728	39,635,728
Deferred liabilities	72,341,063	72,341,063	72,341,063	72,341,063	72,341,063
	476,776,791	390,376,791	303,976,791	217,576,791	111,976,791
Current Liabilities					
Trade and other payables	1,744,723,013	1,489,757,519	1,169,616,965	935,674,733	366,951,220
Unclaimed dividend	6,205,827	6,205,827	6,205,827	6,205,827	6,205,827
Accrued mark-up	221,976,042	189,225,924	156,475,806	116,447,884	76,419,962
Current maturity of long-term financing	86,400,000	86,400,000	86,400,000	105,600,000	105,600,000
Taxation - net	108,884,605	154,218,269	195,335,004	259,632,724	339,703,445
	2,168,189,487	1,925,807,539	1,614,033,601	1,423,561,168	894,880,454
Total Equity and Liabilities	4,181,125,460	4,229,912,377	4,309,972,414	4,668,752,512	4,866,159,544



SAKRAND SUGAR MILLS LIMITED
STATEMENT OF PROFIT OR LOSS ACCOUNT

	Projected 2027 Rupees	Projected 2028 Rupees	Projected 2029 Rupees	Projected 2030 Rupees	Projected 2031 Rupees
Sales - net	3,768,330,000	4,559,679,300	5,517,211,953	6,675,826,463	8,077,750,020
Cost of sales	(3,219,133,563)	(3,830,308,602)	(4,603,246,153)	(5,444,349,150)	(6,549,151,247)
Gross profit	549,196,437	729,370,698	913,965,800	1,231,477,313	1,528,598,773
Operating expenses					
Administrative expenses	(174,226,133)	(188,764,482)	(205,130,763)	(223,442,217)	(243,841,149)
Selling and distribution cost	(3,641,402)	(4,005,542)	(4,406,096)	(4,846,705)	(5,331,376)
	(177,867,534)	(192,770,023)	(209,536,858)	(228,288,922)	(249,172,525)
Operating profit	371,328,902	536,600,675	704,428,941	1,003,188,391	1,279,426,249
Finance cost	31,758,967	31,659,852	31,550,825	38,708,700	38,576,777
Other charges	(27,623,714)	(36,473,392)	(62,410,789)	(146,611,835)	(146,611,835)
	4,135,253	(4,813,540)	(30,859,964)	(107,903,136)	(108,035,058)
Profit before taxation & levy	375,464,156	531,787,135	673,568,978	895,285,255	1,171,391,191
Taxation	(108,884,605)	(154,218,269)	(195,335,004)	(259,632,724)	(339,703,445)
Taxation-net	(108,884,605)	(154,218,269)	(195,335,004)	(259,632,724)	(339,703,445)
Profit after taxation	266,579,550	377,568,866	478,233,974	635,652,531	831,687,746
Earning per share - Basic and diluted	5.97	8.46	10.72	14.25	18.64



SAKRAND SUGAR MILLS LIMITED
STATEMENT OF CASH FLOWS

	Projected 2027 Rupees	Projected 2028 Rupees	Projected 2029 Rupees	Projected 2030 Rupees	Projected 2031 Rupees
Cash flows from operating activities					
Profit before taxation & levy	375,464,156	531,787,135	673,568,978	895,285,255	1,171,391,191
Adjustments for non-cash items :					
Depreciation	77,700,371	79,479,233	81,947,350	85,107,195	88,973,760
Amortization	150,121	100,581	67,389	45,151	30,251
Reversal of accrued markup	(32,750,118)	(32,750,118)	(32,750,118)	(40,027,922)	(40,027,922)
Operating profit before working capital changes	45,100,374	46,829,696	49,264,621	45,124,424	48,976,089
Changes in working capital					
(Increase) / decrease in current assets					
Stores, spares and loose tools	(10,768,276)	(11,845,103)	(13,029,614)	(14,332,575)	(15,765,833)
Stock-in-trade	(113,817,145)	(29,194,286)	(35,325,086)	(289,026,493)	(103,438,918)
Trade debts	(20,652,369)	(2,717,606)	(2,989,366)	(3,288,303)	(3,617,133)
Loans and advances	(2,038,214)	(2,242,035)	(2,466,239)	(2,712,863)	(2,984,149)
Prepayments and other receivables	(1,063,055)	(1,169,360)	(1,286,296)	(1,414,926)	(1,556,418)
	(148,339,058)	(47,168,391)	(55,096,601)	(310,775,159)	(127,362,451)
Increase / (decrease) in current liabilities					
Trade and other payables	90,292,298	(254,965,494)	(320,140,554)	(233,942,232)	(568,723,513)
Cash generated from operations	362,517,769	276,482,946	347,596,443	395,692,288	524,281,316
Taxes paid	(129,571,594)	(108,884,605)	(154,218,269)	(195,335,004)	(259,632,724)
Net cash generated from operating activities	232,946,175	167,598,341	193,378,174	200,357,285	264,648,592
Cash flows from investing activities					
Purchase of property, plant and equipment	(50,000,000)	(75,000,000)	(100,000,000)	(125,000,000)	(150,000,000)
Net cash used in investing activities	(50,000,000)	(75,000,000)	(100,000,000)	(125,000,000)	(150,000,000)
Cash flows from financing activities					
Repayment long term financing - Sindh	(83,437,000)	(86,400,000)	(86,400,000)	(67,200,000)	(105,600,000)
Repayment long term financing - Summit	(181,818,182)	-	-	-	-
Long term loans to employees recovered	648,000	600,000	500,000	68,708	-
Net cash used in financing activities	(264,607,182)	(85,800,000)	(85,900,000)	(67,131,292)	(105,600,000)
Net increase / (decrease) in cash and cash equivalents	(81,661,007)	6,798,341	7,478,174	8,225,993	9,048,592
Cash and cash equivalents at the beginning of the year	149,644,415	67,983,409	74,781,749	82,259,924	90,485,917
Cash and cash equivalents at the end of the year	67,983,409	74,781,749	82,259,924	90,485,917	99,534,508



SAKRAND SUGAR MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY

	Projected 2027 Rupees	Projected 2028 Rupees	Projected 2029 Rupees	Projected 2030 Rupees	Projected 2031 Rupees
Issued, subscribed and paid-up capital	446,160,000	446,160,000	446,160,000	446,160,000	446,160,000
Accumulated Profit / (loss) Brought Forward	(1,394,051,066)	(1,127,471,515)	(749,902,649)	(271,668,675)	363,983,856
Profit for the year	266,579,550	377,568,866	478,233,974	635,652,531	831,687,746
Capital Reserve	2,024,704,195	2,024,704,195	2,024,704,195	2,024,704,195	2,024,704,195
Directors'/Sponsors' subordinated loan	192,766,502	192,766,502	192,766,502	192,766,502	192,766,502
Total Share holder equity	<u>1,536,159,182</u>	<u>1,913,728,048</u>	<u>2,391,962,022</u>	<u>3,027,614,553</u>	<u>3,859,302,299</u>