HASEEB WAQAS SUGAR MILLS LIMITED

Company Information

Board of Directors

1. Mr. Raza Mustafa	Chairman
2. Mian Abdullah Ilyas	Director/Chief Executive
3. Mian Waqas Riaz	Director
4. Mrs. Yasmin Riaz	Director
5. Ms. Zainab Waqas	Director
6. Mrs. Shahzadi Ilyas	Director
7. Ms. Zakia Ilyas	Director
8. Mian Abubakar Ijaz	Director

Audit Committee

1. Mian Waqas Riaz (Chairman)
2. Ms. Zakia Ilyas (Member)
3. Mrs. Yasmin Riaz (Member)

Human Resource & Remuneration Committee

1. Mian Waqas Riaz (Chairman)
2. Mrs. Zainab Waqas (Member)
3. Ms. Zakia Ilyas (Membr)

Company Secretary
Mr. Ansar Ahmed, FCA
Tel: 042-35917313
Email: cs@hwgc.com.pk

Chief Financial Officer
Syed Mubashar Hussain Bukhari
Tel: 042-35917313
Email: hwgc@hwgc.com.pk

Auditors
M/s Saeed Ul Hassan & Co.
Chartered Accountants
66-H Block Gulberg-III
Lahore

Registrar
Hameed Majeed Associates (Pvt.) Limited
H.M. House, 7-Bank Square, Lahore

Mills
Mouza Jagmal, Tehsil Jattoi
District. Muzaffargarh

Registered Office
06-F, Model Town, Lahore
Tel: 042-35917321-23
Fax: 042-35917317
Website: www.hwgc.com.pk

Bankers
National Bank of Pakistan
Sindh Bank Limited
The Bank of Punjab

Legal Advisor
Muhammad Ahsan Khan
(Advocate)

DIRECTORS' REVIEW
FOR THE NINE MONTHS ENDED 30 JUNE 2026

Dear Members

The Directors of your Company take this opportunity to present the interim accounts for the 3rd quarter ended on 30 June 2026.

FINANCIAL RESULTS

The financial results of the company for the period under review are summarized as follows:

	For the Nine Months ended 30 June	
	2026	2025
	(Rupees in thousand)	
Net Sales	-	-
Gross Profit / (Loss)	(197,666)	(211,732)
Net Profit / (Loss) before tax	(206,835)	(222,013)
Net Profit / (Loss) after tax	(143,940)	(150,117)
Basic Earning	(4.44)	(4.63)

During the period under review, the Company posted gross loss of Rs. (197,665,182) as compared to last period of Rs.(211,737,890). Further, the company remains non-operational during the crushing season and resultantly has zero production and sales.

The management of the company is striving hard to arrange funds for the coming season. Hopefully we will be able to start the crushing season timely with full swing.

FUTURE OUTLOOK

Management of the company is hopeful of catching the crushing season and optimistic of doing the crushing at its maximum level.

ACKNOWLEDGEMENT

The Board of Directors deeply express their appreciation and pay their gratitude to sugarcane growers, valuable customers, shareholders, banks and Government departments for their continued support, trust, persistent co-operation and patronage which gives strength to pursue our corporate objectives with renewed vigor. The Board also acknowledges the valuable teamwork, devotion and dedication by the executives, employees and workers of the Company.

On behalf of the Board
(ABDULLAH ILYAS)
Chief Executive

Lahore
30 July 2026

HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE 3RD QUARTER ENDED JUNE 30, 2026

		Nine Months ended		Quarter ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	Note	Rupees		Rupees	
Sales - Net	15	-	-	-	-
Cost of goods sold	16	(197,665,182)	(211,731,890)	(65,823,408)	(70,313,224)
Gross (loss)		(197,665,182)	(211,731,890)	(65,823,408)	(70,313,224)
Operating expenses:					
- Administrative and general		(10,417,790)	(10,281,894)	(135,896)	(3,871,338)
		(208,082,972)	(222,013,784)	(65,959,304)	(74,184,562)
Other operating income		1,248,248	-		-
(Loss) from operation		(206,834,724)	(222,013,784)	(65,959,304)	(74,184,562)
Finance cost		(7,266)	(5,868)	-	(4,226)
(Loss) before taxation		(206,841,990)	(222,019,652)	(65,959,304)	(74,188,788)
Taxation					
Current			-		-
Deferred		62,902,558	71,902,955	36,264,838	36,944,605
		62,902,558	71,902,955		36,944,605
(Loss) after taxation		(143,939,432)	(150,116,697)	(65,959,304)	(37,244,183)
Loss per share - basic and diluted		(4.44)	(4.63)	(2.04)	(1.15)

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

Abdullah Ilyas
Chief Executive

Raza Mustafa
Director

Syed Mubashir Hussain bukhari
Chief Financial Officer

HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE 3RD QUARTER ENDED JUNE 30, 2026

	Nine Months ended		Quarter ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	Rupees		Rupees	
(Loss) after taxation	(143,939,432)	(150,116,697)	(30,302,850)	(37,244,183)
Other comprehensive income for the period		-	-	-
Total comprehensive (loss) for the period	(143,939,432)	(150,116,697)	(30,302,850)	(37,244,183)

The annexed notes form an integral part of these condensed interim financial information

Abdullah Ilyas
Chief Executive

Raza Mustafa
Director

Syed Mubashir Hussain bukhari
Chief Financial Officer

HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE 3RD QUARTER ENDED JUNE 30, 2026

	June 30, 2026	June 30, 2025
	Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss)/profit before taxation	(206,841,990)	(222,019,652)
Adjustments for:		
- Depreciation	194,102,985	203,189,140
- Finance cost	7,266	5,689
	194,110,251	203,194,829
Operating profit before working capital changes	(12,731,739)	(18,824,823)
(Increase) / decrease in current assets:		
- Stores, spares and loose tools		(3)
- Stock in trade		-
- Advances ,deposits,prepayments and other recievables	3,317,393	(14,571,355)
Increase / (decrease) in current liabilities:		
- Trade and other payables	432,789	11,555,537
Short Term Borrowings	793,069	
	4,543,251	(3,015,821)
Cash generated /(used in) from operations	(8,188,488)	(21,840,644)
Income tax paid / deducted	-	-
Gratuity paid	-	-
Finance cost paid	(7,266)	(5,868)
Net cash generated from/(used in) operating activities	(8,195,754)	(21,846,512)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	-	-
Gratuity Paid	-	-
Proceeds from Long Term Deposit	-	-
Proceeds from sale of property, plant and equipment	-	-
Net cash (used in) investing activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (Repayment) from long term loans - Net	-	-
Proceeds / (Repayment) from Directors/Sponsors- Net	7,070,000	24,573,200
Proceeds / (Repayment) from short term borrowings - Net		(22,200)
Net cash generated from financing activities	7,070,000	24,551,000
Net increase/(decrease) in cash and cash equivalents	(1,125,754)	2,704,488
Cash and cash equivalents at the beginning of the period	2,659,236	8,632,885
Cash and cash equivalents at the end of the period	1,533,482	11,337,373

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

Abdullah Ilyas
Chief Executive

Raza Mustafa
Director

Syed Mubashir Hussain Bukhari
Chief Financial Officer

HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE 3RD QUARTER ENDED JUNE 30, 2026

	Issued, subscribed and paid-up	Loan from Directors	Surplus on Revaluation of Propery, Plant and quipment	Accumulated profit / (Loss)	Total
			Rupees		
Balance as at September 30, 2024	324,000,000	1,258,445,119	4,549,877,441	(5,629,735,686)	502,586,874
Total comprehensive loss for the period		-			
Net (loss) for the period	-	-		(150,116,697)	(150,116,697)
Other comprehensive income	-	-		-	-
Total comprehensive income / (loss) for the period	-	-		(150,116,697)	(150,116,697)
Increase in Directors Loan during the period		24,573,200		-	24,573,200
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-	-	(116,366,303)	116,366,303	-
Balance as at June 30, 2025	324,000,000	1,283,018,319	4,433,511,138	(5,663,486,080)	377,043,377
Total comprehensive loss for the period					
Net (loss) for the period	-			(94,988,357)	(94,988,357)
Other comprehensive income	-			-	-
Total comprehensive income / (loss) for the period	-			(94,988,357)	(94,988,357)
Increase in director's loan during the year	-	-		-	-
Revaluation Surplus arise during the year			-		-
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-		(38,788,766)	38,788,766	-
Balance as at September 30, 2025	324,000,000	1,283,018,319	4,394,722,372	(5,719,685,671)	282,055,020
Total comprehensive loss for the period					
Net loss for the period	-			(143,939,432)	(143,939,432)
Other comprehensive income	-			-	-
Total comprehensive income / (loss) for the period	-			(143,939,432)	(143,939,432)
Increase in director's loan during the period	-	7,070,000		-	7,070,000
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-		(98,386,052)	98,386,052	-
Balance as at June 30, 2026	324,000,000	1,290,088,319	4,296,336,320	(5,765,239,051)	145,185,588

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

Abdullah Ilyas
Chief Executive

Raza Mustafa
Director

Syed Mubashir Hussain Bukhari
Chief Financial Officer

HASEEB WAQAS SUGAR MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE 3RD QUARTER ENDED JUNE 30, 2026

1 STATUS AND ACTIVITIES

Haseeb Waqas Sugar Mills Limited ("the Company") was incorporated on 13 January 1992 as a Public Limited Company under the Companies Ordinance, 1984. The Company's registered office is situated at 6-F Model Town, Lahore. The mill is situated at Tehsil Jattoi Distt. Muzafargarh. The Company listed on Pakistan Stock Exchange in 1994. The principal activity of the Company is manufacture and sale of refined sugar and its by-products.

2 STATEMENT OF COMPLIANCE

2.01 This condensed interim financial report of the company for the nine months period ended June 30, 2026 has been prepared in accordance with the requirements of the International Accounting Standard 34-Interim Financial Reporting and Provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed.

2.02 This condensed interim financial report comprises of the condensed interim balance sheet as at June 30, 2026 and the condensed interim profit and loss account, condensed interim statement of changes in equity and the condensed interim cash flow statement for the nine months period then ended and un-audited. This condensed interim financial report also includes the condensed interim profit and loss account for the quarter ended June 30, 2025which were also un-audited.

2.03 The comparative condensed balance sheet, presented in this condensed interim financial report, as at June 30, 2026 has been extracted from the annual audited financial statements of the Company for the year ended September 30, 2025 whereas the comparative condensed interim profit and loss account, condensed interim statement of changes in equity and condensed interim cash flow statement for the nine months period ended June 30, 2025 were un-audited.

3 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost convention modified by adjustment of revaluation of certain assets. In this condensed interim financial information, except for the cash flow statement, all the transactions have been accounted for on accrual basis.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods for computation adopted for the preparation of this condensed interim financial information is the same as those applied in preparation of the financial statements for the year ended September 30, 2025.

5 GOING CONCERN ASSUMPTION

During the period under review, the Company posted gross loss of Rs. 211.7 million as compared to last year's Rs. 254.1 million. Further, the Company remains non operational during the crushing season and resultantly have No Production and Sales during the period under review.

OPERATIONAL MEASURES

In order to increase crushing and obtain better financial results your company took following:-

Shifed mill to Alipur Jatoi, Muzaffargarh where sugar cane availability and sugar recovery are exceelant.

BMR was also carried out and impact of this BMR on the financials will be seen when mill start operation.

The management foresees positive cash flow from future operations due to better cane and recovery percentage of Sugar in the area.

The projected financial statements prepared by the management to support its going concern assessment is based on following assumptions.

	PROJECTED		
	2027	2028	2029
Sugar cane crushing M.T	960,000	1,000,000	960,000
Sugar cane rate	450	500	525
Sugar price per Kg	165	200	225

However, it is believed that considering the above factors set out in the preceding paragraphs, the going concern assumption is appropriate and has, as such, prepared these financial statements on a going concern basis.

	Note	June 30, 2026	Sept. 30, 2025
		Rupees	
6 ISSUED, SUBSCRIBED AND PAID UP CAPITAL			
27,000,000 (Sept. 2021: 27,000,000) shares issued for cash.		270,000,000	270,000,000
5,400,000 (Sept. 2021: 5,400,000) shares issued as fully paid bonus shares.		54,000,000	54,000,000
		324,000,000	324,000,000

There is no movement in ordinary share capital of the Company during period.

7 LOAN FROM DIRECTORS		1,290,088,319	1,283,018,319

This loan has been obtained from Sponsors of the Company, and is interest free. There is no fixed tenor or schedule for repayment of this loan. According to the loan agreement, the lenders shall not demand repayment and the same is entirely at the Company's option. Further, this loan is subordinated to National Bank of Pakistan, The Bank of Punjab, Sindh Bank Ltd and Silk Bank Ltd.

These loans are accounted for under Technical Release - 32 "Accounting Directors' Loan" issued by the Institute of Chartered Accountants of Pakistan effective for the financial statements for the period beginning on or after January 01, 2016 with earlier application permitted.

8 Loan from banking companies and other financial institutions-secured

National Bank of Pakistan			
- Demand Finance I	8.1	220,000,000	220,000,000
- Demand Finance II	8.2	160,000,000	160,000,000
Sindh Bank Ltd			
- Demand Finance	8.3	500,000,000	500,000,000
Silk Bank Ltd			
- Demand Finance	8.4	390,000,000	390,000,000
PAIR Investment Company Limited			
- Demand Finance	8.5	70,000,000	70,000,000
		1,340,000,000	1,340,000,000
Less: current portion shown under current liabilities			
- NBP - Demand Finance - I		(220,000,000)	(220,000,000)
- NBP - Demand Finance - II		(160,000,000)	(160,000,000)
- Sindh Bank - Demand Finance		(500,000,000)	(500,000,000)
Silk Bank - Demand Finance		(390,000,000)	(390,000,000)
- Demand Finance - PAIR		(70,000,000)	(70,000,000)
		(1,340,000,000)	(1,340,000,000)
Balance		-	-

	Note	June 30, 2026	Sept. 30, 2025
		Rupees	

8.1 Demand Finance I - NBP

Opening balance	220,000,000	220,000,000
Loan obtained during the period / year	-	-
	220,000,000	220,000,000
Less: payment made during the period / year	-	-
	220,000,000	220,000,000

This finance has been obtained from National Bank of Pakistan The finance is secured by 1st PP charge of Rs. 293.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup 3 months KIBOR +2.5% per annum. This loan is payable in ten bi-annual instalments.

8.2 Demand Finance II - NBP

Opening balance	160,000,000	160,000,000
Loan obtained during the period / year	-	-
	160,000,000	160,000,000
Less: payment made during the period / year	-	-
	160,000,000	160,000,000

This finance has been obtained from National Bank of Pakistan The finance is secured by 1st PP charge of Rs. 213.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup 3 months KIBOR +2.5% per annum. This loan is payable in twelve equall quarterly instalments.

8.3 Demand Finance - Sindh Bank

Opening balance	500,000,000	500,000,000
Loan obtained during the period / year	-	-
	500,000,000	500,000,000
Less: payment made during the period / year	-	-
	500,000,000	500,000,000

This finance has been obtained from Sindh Bank Limited under demand finance arrangement. The finance is secured by ranking charge over all present and future fixed assets of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +5% per annum. This loan is payable in twelve quarterly instalments.

8.4 Demand Finance - Silk Bank Ltd

Opening balance	390,000,000	390,000,000
Loan obtained during the period / year	-	-
	390,000,000	390,000,000
Less: payment made during the period / year	-	-
	390,000,000	390,000,000

	Note	June 30, 2026	Sept. 30, 2025
		Rupees	

8.5 Demand Finance - PAIR

Opening balance	70,000,000	70,000,000
Less: payment made during the period / year	-	-
	70,000,000	70,000,000

This finance has been obtained from PAIR Investment Company Limited. The finance is secured by parri passsu charges over the present and future fixed assets of the Company, with a margin of 33% above the financing amount. Parri passu charge by way of creation of mortgage over the land and building of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +350 bps per annum. This loan is payable in eighteen equal monthly

9 MARKUP PAYABLE

As the banks are in litigation and the Management decided not to Charge Markup for the quarter and cost of funds will be charged as per decesion of Cort

10 SHORT TERM BORROWINGS

Loan from related parties	753,147,795	752,354,725
	753,147,795	752,354,725

11 CURRENT PORTION OF NON CURRENT LIABILITIES

Long term finances	1,340,000,000	1,340,000,000
Liabilities against assets subject to finance lease	27,187,642	27,187,642
	1,367,187,642	1,367,187,642

12 CONTINGENCIES AND COMMITMENTS

11.01 The collector of Sales Tax And Central Excise (Adjudication) Lahore has issued a show cause notice to the Company for the further tax amounting to Rs. 47 million upto the tax period September 2002 on the grounds that it charged sales tax at the rate of 15 % on its sales to persons liable to be registered.

11.02 The Federal Board of Revenue has blacklisted the Sales Tax status of the Company on 8th March 2018 due to non compliance of the Sales Tax Act, 1990 and the rules made thereunder including not discharging of sales tax liability amounting to Rs. 209 million. However, the Company will further proceed to restate the sales tax status after starting of crushing season as mentioned in Note # 05

11.03 Company has made defaults in repayment of installment of long term loans form financial institutions and bank. As a result, company's name has been included in CIB report of State Bank of Pakistan. The detail of the cases are as:

Sr. #	Name of the Court	Date Initiated	Principal Parties	Description of factual basis of the proceedings	Relief sought
1	Lahore High court	03-May-17	Sindh Bank Limited	Default in repayment of Principal amount of long term loans along with markup	Rescheduling of loan
2	Lahore High court	22-Sep-16	National Bank of Pakistan	Default in repayment of Principal amount of long term loans along with markup	Rescheduling of loan
3	Banking courts	31-Mar-17	First National Bank Modarba	Default in repayment of Principal amount of long term loans along with markup	Rescheduling of loan
4	Banking courts	20-Apr-18	PAIR Investment Company Limited	Default in repayment of Principal amount of long term loans along with markup	Rescheduling of loan

11.04 Our review petition (regarding shifting of mill to Alipur Jatoi) dismissed by Supreme Court and management considering alternate options available including but not limited to application to Ministry of Industries and Planning under Section 3 of the Punjab Industries (Control on Establishment and Enlargement) Ordinance, 1963.
However if management opt to restore and restitute the position by dismantling & removing the said mills from the present location than cost may be borne by the company..

13 PROPERTY, PLANT AND EQUIPMENT

Opening written down value	5,590,405,003	5,863,625,134
Addition / (Deletion) during the period	-	-
Revaluation of Assets during the period	-	-
	5,590,405,003	5,863,625,134
Depreciation for the period / year	(194,102,985)	(273,220,131)
	5,396,302,018	5,590,405,003

14 STOCK IN TRADE

Work in process

Sugar	-	-
By products stock	-	-
	-	-

	Nine Months ended		Quarter ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	Rupees		Rupees	

15 SALES - NET

- Sugar	-	-	-	-
- Molasses	-	-	-	-
- Mud	-	-	-	-
	-	-	-	-
Less: Sales tax and excise duty	-	-	-	-
	-	-	-	-

16 COST OF GOODS SOLD

Raw materials consumed		-		-
Stores and spares consumed		100,830		(1,446,921)
Salaries, wages and other benefits	2,548,614	7,469,682	313,165	1,989,035
Repair and maintenance	2,773,784	3,429,744	246,709	2,534,667
Depreciation	191,802,173	200,731,634	64,969,632	134,484,217
Others	540,611	-	293,902	-
	197,665,182	211,731,890	65,823,408	137,560,998
Opening work in process	-	-	-	-
Closing work in process	-	-	-	-
	-	-	-	-
Cost of goods manufactured	197,665,182	211,731,890	65,823,408	137,560,998
Opening finished goods	-	-	-	-
Closing finished goods	-	-	-	-
	-	-	-	-
	197,665,182	211,731,890	65,823,408	137,560,998

17 RELATED PARTY TRANSACTIONS

Related parties comprise holding company, subsidiaries and associated undertakings, other related group companies, key management personnel including Chief executive, Directors and Executives and Post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Details of related party transactions and balances are as follows:

17.1 Details of related party transactions other than those with key management personnel

The Company during the period / year entered into following transactions with related parties other than key management personnel:

17.1.1

	June 30, 2026	Sep 30, 2025
Transactions with Associates	Rupees	
Sale of molasses	-	-
(Repayment) / Obtain of Laon to/from		
Abdullah Sugar Mills Ltd	793,070	22,200
Sponsors and Directors	7,070,000	24,573,200

17.1.2 Payments against balances due to related parties were made partially in cash and partially by paying for expenses on behalf of related parties and

17.1.3 As per common practice in the sugar industry in Pakistan, the Company also purchased sugar cane from persons associated, directly and indirectly, with management personnel of the Company. These purchases were made in accordance with the cane procurement practice in the sugar

	June 30, 2026	Sep 30, 2025
	Rupees	
17.2 Details of related party balances are as follows:		
Due to:		
Abdullah Sugar Mills Limited	750,943,731	750,150,661
Haseeb Waqas Trading (Pvt.) Limited	2,204,064	2,204,064
Loan from / (to) Directors and Sponsors	1,290,088,319	1,283,018,319

18 AUTHORIZATION FOR ISSUE

This condensed interim financial informtion has been authorized for issue by the Board of Directors of the Company on July 30, 2026.

19 GENERAL

- Comparative figures have been rearranged / reclassified, wherever necessary, to facilitate comparison.
- Figures have been rounded off to the nearest of Pakistani rupees.

R. Mustafa

Abdullah Ilyas	Raza Mustafa	Syed Mubashir Hussain Bukhari
Chief Executive	Director	Chief Financial Officer