



Imperial Sugar Limited

DGM - Company Affairs
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
KARACHI

Director / HOD
Enforcement Department
Securities & Exchange Commission of Pakistan,
NIC Building, 63-Jinnah Avenue,
ISLAMABAD

REF. #: IMSL-PSX/20/077

Date: July 29, 2020

Dear Sirs

FINANCIAL RESULTS FOR THE NINE MONTHS AND QUARTER ENDED 30 JUNE 2020

In accordance with the requirements of the Rule Book of Pakistan Stock Exchange Limited and applicable provisions of the Securities Act, 2015, IMPERIAL SUGAR LIMITED (“the Company”) hereby conveys the following information:

We have to inform you that the board of directors of IMPERIAL SUGAR LIMITED in their meeting held on July 29, 2020 (Wednesday) at 11:00 am at Ismail Aiwan-e-Science Building, 205 Ferozepur Road, Lahore recommended the followings:

i. CASH DIVIDEND

NIL

ii. BONUS ISSUE

NIL

iii. RIGHT SHARES

NIL

iv. ANY OTHER ENTITLEMENT

NIL

v. ANY OTHER PRICE SENSITIVE INFORMATION

The Company continued to closely monitor the business environment for IPPs in Pakistan. The Company recently noted that the Cabinet Committee on Energy (CCoE) in its meeting held on 02 April 2020 constituted a committee under the Chairmanship of the Federal Minister for Energy to deliberate various viable and mutually acceptable options to bring about a **reduction in the Power Tariff** for the end-consumer. In the first meeting between the Committee and the IPPs, the Federal Minister emphasized on the **reduction** and relief in the cost of electricity and resolution in the **quantum of capacity payments**. A technical committee has been constituted to consult with the IPPs on the above-mentioned objective and for seeking recommendations from IPPs on proposed areas of tariff reduction. Further, the Company noted with concern that to-date Indicative Generation Capacity Expansion Plan (IGCEP) 2047 submitted by National Transmission and Despatch Company Limited (NTDC) to National Electric Power Regulatory Authority (NEPRA) as a Least-Cost Generation Expansion Plan to cater for the future energy requirements of the Country is still not finalized. Public Hearing in the matter of IGCEP 2047 on 15 July 2020 was not conclusive. The Company understands that such policy shift, will endanger/restrict the lenders in new upcoming Power Sector IPP projects, because 80% of capacity payments component in tariff mainly include project finance repayment to lenders. The Company wrote to the Punjab Power Development Board (PPDB) to seek reassurance as to whether the basis for decision to set up a 225 MW Liquefied Natural Gas (LNG) Independent Power Producer (IPP) Project still hold true along with certain other clarifications / requests from the worthy Regulators. The Company received a negative reply of PPDB and sent the reply to its legal counsel for advice in association with subject matter experts. Based on the reply of PPDB, the legal counsel of the Company in association with subject matter experts advised the Company against going ahead with the currently approved Future Business Plan of the Company that encompassed ultimate set up of an Independent Power Producer (IPP) Project of 225 MW, based on Liquefied Natural Gas (LNG).

Ismail Aiwan-e-Science Building, 205 Ferozepur Road, Lahore – 54600, PAKISTAN



Imperial Sugar Limited

In view of the aforesaid, the board of directors of the Company has resolved to convene an Extraordinary General Meeting of shareholders of the Company on 20 August 2020 (Thursday) at 11:00 am through video link facility from the Registered Office of the Company situated at Ismail Aiwan-e-Science Building, 205 Ferozepur Road, Lahore to approve change of name of the Company from 'Imperial Sugar Limited' to 'Imperial Limited'; to approve alteration in Memorandum of Association of the Company so as to change principal line of business of the Company; and to approve utilization of the net surplus proceeds from sale of assets (Rs. 3 billion) to partially repay the liabilities of the Company and to utilize the remaining proceeds to start Alternate Business Plan as approved and recommended by the Board of Directors of the Company. This Alternate Business Plan encompass: change of name of the Company to Imperial Limited; and change in principal line of business of the Company to making investments, corporate agricultural farming and marketing and development of real estate. After the approval of Alternate Business Plan, the Company shall immediately deploy the surplus funds (Rs.3 billion) available with it from sale of Mian Chanu Sugar Manufacturing Unit for carrying out corporate agricultural farming and real estate development as per the respective business plans. Idle funds and surplus cash from Corporate Agricultural Farming and Real Estate Segments shall be invested by the Investment Segment in its approved investment universe. Hence, the Company shall no more be dependent upon urgent disposal of Phalia Sugar Manufacturing Unit of the Company for commencement of its commercial operations in the aforesaid areas. The disposal proceeds of Phalia Sugar Manufacturing Unit shall add up to the liquid funds of the Company and the Company shall be able to execute the Alternate Business Plan at even bigger scale. The Directors believe that Alternate Business Plan is an attractive proposition and it shall pave the way for restoration of Company's status to normal counter of PSX and withdrawal of Show Cause Notice served on the Company by SECP regarding winding up. Notice of Extraordinary General Meeting of shareholders of the Company will be sent separately in due course of time.

THE FINANCIAL RESULTS OF THE COMPANY ARE AS UNDER:

STATEMENT OF PROFIT OR LOSS - DISCONTINUED OPERATIONS FOR THE NINE MONTHS ENDED JUNE 30, 2020

	Nine Months ended		Third quarter ended	
	30-Jun-20	30-Jun-19	30-Jun-20	30-Jun-19
	(Rupees in '000')		(Rupees in '000')	
Sales - net	-	-	-	-
Cost of sales	-	-	-	-
Gross profit	-	-	-	-
Operating expenses:				
Administrative expenses	69,377	57,121	20,375	23,004
Inoperative plant expenses	34,875	27,613	11,634	9,142
Distribution cost	-	-	-	-
	104,252	84,734	32,009	32,146
Operating loss	104,252	84,734	32,009	32,146
Other operating income	278,817	223,629	77,917	78,371
Profit from operations	174,565	138,895	45,908	46,225
Finance cost	27	76	7	15
Profit before taxation	174,538	138,819	45,901	46,210
Taxation	-	-	-	-
Profit after taxation - discontinued operations	174,538	138,819	45,901	46,210



Imperial Sugar Limited

Earning per share - basic
and diluted (Rupees)

1.76

1.40

0.46

0.47

A disclosure form under the Securities Act, 2015 is attached herewith.

You may please inform the members of your Exchange accordingly.

Sincerely
IMPERIAL SUGAR LIMITED

Mubashhar Asif
Company Secretary



Imperial Sugar Limited

DISCLOSURE FORM

Lahore, 29 July 2020

Name of Company:	Imperial Sugar Limited
Date of Report (date of earliest event reported if applicable):	July 29, 2020
Exact name of the Company as specified in its Memorandum:	Imperial Sugar Limited
Registered address of the Company:	Ismail Aiwan-e-Science Building, 205 Ferozpur Road, Lahore
Contact Information:	Company Secretary Imperial Sugar Limited Ph: + 92-42-3575-8970

Disclosure of inside information by the Company in terms of the Securities Act, 2015

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Imperial Sugar Limited

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Mubashhar Asif
Company Secretary