



سانگھڑ شوگر ملز لمیٹڈ
Sanghar Sugar Mills Limited



Condensed Interim Financial Statements

For the Nine Months Period ended

June 30, 2023

(Un-Audited)

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Company Information

BOARD OF DIRECTORS

| | |
|---------------------------|----------------------|
| Mr. Ghulam Dastagir Rajar | (Chairman) |
| Mr. Ghulam Hyder | (Chief Executive) |
| Haji Khuda Bux Rajar | (Executive Director) |
| Mr. Shahid Aziz | |
| Mr. Rahim Bux | |
| Mr. Muhammad Qasim | |
| Mr. M. Abdul Jabbar | |
| Ms. Nazia Azam | |

BOARD COMMITTEES

AUDIT COMMITTEE

| | |
|---------------------|------------|
| Mr. Rahim Bux | (Chairman) |
| Mr. Shahid Aziz | |
| Mr. M. Abdul Jabbar | |

HUMAN RESOURCE & REMUNERATION COMMITTEE

| | |
|---------------------|------------|
| Mr. Rahim Bux | (Chairman) |
| Mr. Ghulam Hyder | |
| Mr. M. Abdul Jabbar | |

INFORMATION TECHNOLOGY & STEERING COMMITTEE

| | |
|-------------------------|------------|
| Mr. Ghulam Hyder | (Chairman) |
| Syed Rehan Ahmad Hashmi | |
| Mr. Sheraz Khan | |

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

| | |
|---------------------------|------------|
| Mr. Ghulam Dastagir Rajar | (Chairman) |
| Mr. Muhammad Qasim | |
| Ms. Nazia Azam | |
| Syed Rehan Ahmad Hashmi | |

RISK MANAGEMENT COMMITTEE

| | |
|---------------------------|------------|
| Mr. Shahid Aziz | (Chairman) |
| Haji Khuda Bux Rajar | |
| Mr. Ghulam Dastagir Rajar | |

COMPANY SECRETARY

Mr. Muhammad Mubeen Alam

CHIEF FINANCIAL OFFICER

Syed Rehan Ahmad Hashmi

STATUTORY AUDITOR

Kreston Hyder Bhimji & Co.
Chartered Accountants

COST AUDITOR

A. D. Akhawal & Co.
Chartered Accountants

SHARE REGISTRAR

Hameed Majeed Associates (Pvt) Limited
Karachi Chambers, Hasrat Mohani Road
Karachi.

Phone: 021 32424826

Fax: 021 32424835

LEGAL ADVISOR

Rafiq Kalwar & Dars Law Associates,
Advocates & Corporate Counselors,
Office # 412, 4th Floor, Clifton Centre,
DC-1, Block 5, Clifton, Karachi

BANKERS

Islamic

Al-Baraka Bank (Pakistan) Limited
Bank Islami Pakistan Limited
Meezan Bank Limited

Conventional

Bank Al-Habib Limited
MCB Bank Limited
National Bank of Pakistan
Soneri Bank Limited
United Bank Limited

REGISTERED / HEAD OFFICE

Office No. 204, 2nd Floor, Clifton Centre,
Block - 5, Clifton, Karachi

Phone: 021 35371441 to 43 (3 lines)

Fax: 021 35371444

Website: www.sangharsugarmills.com

E-mail: info@sangharsugarmills.com

MANUFACTURING FACILITIES

13 K.M., Sanghar - Sindhari Road
Deh Kehore, District Sanghar, Sindh
Phone: (0345) 3737001 - 8222911

DIRECTORS' REVIEW

The Board of Directors of your Company is presenting the un-audited Condensed Interim Financial Statements of the Company for the nine months period ended June 30, 2023 and are hereby submitted to the members of the Company.

Operating Results

| | 2022-23 | 2021-22 |
|---------------------------|---------------------|--------------|
| Start of Season | Nov 25, 2022 | Nov 15, 2021 |
| Cane Crushed (M. Tons) | 406,402.792 | 581,109.556 |
| Sugar Produced (M. Tons) | 41,711.250 | 61,785.000 |
| Recovery % | 10.263 | 10.635 |
| Duration of Season (days) | 85 | 125 |

Your Company is able to crush 406,402.792 M. Tons of sugarcane compared with 581,109.556 M. Tons of sugarcane in the previous crushing period producing 41,711.250 M. Tons of sugar at the recovery rate of 10.263% as compared with 61,785.000 M. Tons of sugar produced at the recovery rate of 10.635% in the previous crushing period. Crushing & Production is low due to low recovery & low crop of sugar cane.

This season is also started with carry forward stock of sugar in your Company as well as in the Country. Due to low cane, crushing was delayed by 10 to 15 days in the Province of Sindh.

Financial Results

The key financial figures of the financial results of the Company for the nine months period ended June 30, 2023 along with the comparatives for the corresponding period are summarized as under:

| | Oct. Jun. 2023 | Oct. Jun. 2022 |
|---|-------------------|-------------------|
| | (Rupees '000) | |
| (Loss) / Profit before taxation | (81,266) | 164,529 |
| Taxation | 23,724 | (91,969) |
| (Loss) / Profit after taxation | (104,990) | 72,560 |
| (Loss) / Earning per share basic and diluted (Rupees) | (8.79) | 6.07 |

Review of Financial Results

During the period, the Company has incurred loss before taxation amounted to Rs. 81,266 thousand compared with profit before taxation amounted to Rs. 164,529 thousand mainly due to the fact that the Company manufactured the lower quantity of sugar as compared with the corresponding period and significantly enhanced procurement cost of sugarcane together with increasing other overhead expenses, mismatching prices of sugar and carry over stock of sugar as compared with the corresponding period were the main factors that had directly affected the financial results of the Company for the nine months period ended June 30, 2023. Further, increase in Monetary Policy Rate by the State Bank of Pakistan, as compared to the corresponding period, has adversely affected the financial results through high finance cost on borrowings.

However, export of some sugar through export quota approved by the Government has benefited the Company to some extent which resulted in the profit before and after tax for the third quarter results.

The Government has continued the long debated 'mismatch' in the policy while fixing the minimum price of sugarcane whereas adopting a free market policy with regard to price of sugar. This is evident from the fact that though prices of sugar crashed, the Government enhanced the price of sugarcane and Government of Sindh has announced the minimum price of cane at Rs. 302 per 40 k.g. which affected the cost of production.

Sale of by-products i.e. molasses & baggasse has considerably contributed in lowering the cost of production of the Company despite decrease in quantity.

Future Prospects

The Company has paid prices of sugarcane to cane growers above the minimum prices while compared with minimum price announced by the Government of Sindh, which results in an increase in the overall cost of production. The rising trend of procurement cost of sugarcane along with increasing other overhead expenses, mismatching sale prices of sugar with its cost of production and other unpredictable circumstances prevailing in the sugar industry might affect the profitability of the Company in the future.

Subsequent to the period end, the Government has allowed the Company and other sugar mills to export some more sugar which will give benefits to the Company, industry and economy of the Country, as a whole.

As reported previously, the matter related to the subsidy receivable from the Provincial Government, the Honorable High Court of Sindh passed the judgment/order in favor of the Company and the petitions stand disposed off with the directions to the Finance Department, Government of Sindh to re-allocate funds in the forthcoming budget and make payment to Sugar Mills within the first quarter of forthcoming Financial Year (by September 2023) and this decision will give benefit of positive cash flows to the Company.

Acknowledgement

Your Directors place on record their appreciation for devotion of duty, loyalty and hard work of the executives, officers, staff members and workers for smooth running of the Company's affairs and hope that they will continue for enhancement of productivity with great zeal and spirit under the blessings of Almighty Allah.

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

For and behalf of the Board of Directors

Chairman

Director

Karachi: July 26, 2023

پیداواری لاگت میں عدم تناسب اور گزشتہ مالی سال کا کیری اوور اسٹاک، یہ وہ وجوہات ہیں جن کے باعث کمپنی کے نو ماہی کے مالیاتی نتائج اختتامیہ 30 جون 2023 براہ راست متاثر ہوئے ہیں۔ علاوہ ازیں، گزشتہ مالی سال کے مقابلے میں، اسٹیٹ بینک آف پاکستان کی جانب سے مائٹری پالیسی ریٹ میں اضافے نے بھی کمپنی کے مالیاتی نتائج پر منفی اثرات مرتب کئے ہیں کیونکہ بلند شرح سود کی وجہ سے لاگت میں خاطر خواہ اضافہ ہوا ہے۔

تاہم حکومت کی جانب سے مہیا کئے جانے والے برآمدی کوٹے کے تحت کمپنی کی جانب سے چینی کو برآمد کئے جانے سے کمپنی کسی حد تک فائدہ ضرور ہوا ہے جس کی جھلک ہمیں آخری سہ ماہی کے مالی نتائج میں منافع قبل از و بعد از ٹیکس کی صورت میں نظر آیا ہے۔

حکومت کی جانب سے عرصہ دراز سے جاری بجٹ "عدم تناسب" کے باوجود گنے کی کم از کم قیمت مقرر کئے جانے کا عمل جاری رہا، بجائے اس کے کفری مارکیٹ کی پالیسی کو اپنایا جائے۔ حکومت کی جانب سے گنے کی کم از کم قیمت میں اضافہ کیا گیا ہے اور حکومت سندھ کی جانب سے 40 کلو گرام گنے کی قیمت 30 روپے مقرر کی گئی جس کے باعث پیداواری لاگت میں اضافہ ہوا ہے۔

ذیلی مصنوعات یعنی مولیسس اور گیاس کی فروخت کے باعث پیداواری لاگت کے منفی اثرات کو کم کرنے میں کافی مدد ملی ہے باوجود اس کے کہ ان مصنوعات کی مقدار پچھلے سے کم رہی۔

مستقبل پر نظر

کمپنی کی جانب سے گنے کے کاشتکاروں کو حکومت سندھ کی جانب سے مقرر شدہ کم از کم قیمت سے بھی زائد قیمت ادا کی گئی ہے جس کے باعث مجموعی پیداواری لاگت میں اضافہ ہوا ہے۔ اور ریڈیٹرا جات میں اضافے کے ساتھ ساتھ، گنے کے حصول کی لاگت میں روز بروز اضافے کا رجحان، چینی کی قیمت فروخت اور پیداواری لاگت میں پایا جانے والا عدم تناسب اور شوگر انڈسٹری کا لاحق دیگر غیر متوقع عوامل مستقبل میں کمپنی کے منافع پر اثر انداز ہو سکتے ہیں۔

زیر نظر عرصے کے بعد، حکومت کی جانب سے آپ کی کمپنی اور دیگر شوگر ملز کو مزید چینی برآمد کرنے کی اجازت دی ہے، اس اجازت کے بعد کمپنی، دیگر شوگر ملز اور مجموعی طور پر ملک کی معیشت کو کافی فائدہ ہونے کی توقع ہے۔

جیسا کہ پہلے ذکر کیا جا چکا ہے، حکومت سندھ سے سبسڈی لینے کے معاملے میں معزز سندھ ہائی کورٹ کی جانب سے کمپنی کے حق میں فیصلہ آچکا ہے اور اس طرح یہ درخواست نمٹانی جا چکی ہے اور اس ضمن میں فنانس ڈیپارٹمنٹ، حکومت سندھ کو ہدایات بھی دی جا چکی ہیں کہ آئندہ بجٹ میں اس سلسلے میں رقم تخصیص کی جائیں اور مالی سال کی پہلی سہ ماہی (ستمبر 2023) تک شوگر ملوں کو ادا کیے گئے کریڈٹس جائیں۔ اس فیصلے سے کمپنی کی نقد رقم کی تزیل میں اضافہ ہوگا۔

اظہار تشکر

آپ کی کمپنی کے ڈائریکٹرز تمام منتظمین، افسران، اسٹاف ممبران اور دیگر ملازمین کی جانب سے کمپنی کے معاملات کو انتہائی مستعد انداز سے چلانے کیلئے انکے اخلاص، ایمانداری اور محنت کیلئے تہ دل سے مشکور ہیں۔ ڈائریکٹرز امید کرتے ہیں کہ مستقبل میں کبھی کمپنی کی پیداواریت میں اضافے کیلئے اسی جوش و جذبے کا مظاہرہ کیا جائے گا اور اللہ رب العزت کی رحمت ہمارے شامل حال رہے گی۔

علاوہ ازیں، ڈائریکٹرز کمپنی کی بہبود و ترقی کیلئے تمام سرکاری عمال، بینکوں، غیر بینکاری مالیاتی اداروں، سپلائروں اور حصص داران کی جانب سے ان کے تعاون اور حمایت کیلئے بھی ان کے بے حد مشکور ہیں۔

برائے و منجانب بورڈ آف ڈائریکٹرز

ڈائریکٹر

چیئر مین

برہمقام کراچی: 26 جولائی 2023

ڈائریکٹرز کا جائزہ

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے 30 جون 2023 کو ختم ہونے والی نو ماہی سے متعلق کمپنی کی غیر آڈٹ شدہ مرکزی و عبوری مالیاتی معلومات آپ کی خدمت میں پیش کی جا رہی ہیں۔

| 2021-22 | 2022-23 | کاروباری نتائج |
|---------------|---------------|----------------------------|
| 15 نومبر 2021 | 25 نومبر 2022 | سیزن کا آغاز |
| 581,109.556 | 406,402.792 | گنے کی پھائی (میٹرک ٹن) |
| 61,785.000 | 41,711.250 | چینی کی پیداوار (میٹرک ٹن) |
| 10.635 | 10.263 | ریکوری کی شرح |
| 85 | 125 | سیزن کا دورانیہ (دنوں میں) |

رواں سیزن کے دوران آپ کی کمپنی 406,402.792 میٹرک ٹن گنا پینے میں کامیاب رہی جبکہ گزشتہ سال اسی عرصے کے دوران 581,109.556 میٹرک ٹن گنا پینا گیا تھا جس سے %10.263 ریکوری کی شرح کے ساتھ چینی کی پیداوار 41,711.250 میٹرک ٹن رہی جبکہ گزشتہ مالی سال کے اس سیزن کے دوران چینی کی پیداوار 61,785.000 میٹرک ٹن درج کی گئی تھی اور گزشتہ مالی سال کے اسی عرصے کے دوران ریکوری کی شرح %10.635 درج کی گئی تھی۔ گنے کی پھائی اور پیداوار میں کمی کی وجہ ریکوری اور گنے کی پیداوار میں کمی تھی۔ زیر نظر سیزن کا آغاز بھی آپ کی کمپنی اور ملکی سطح پر چینی کے گزشتہ فاضل اسٹاک کے ساتھ شروع ہوا ہے۔ گنے کی پیداوار میں کمی کی وجہ سے صوبہ سندھ میں گنے کی پھائی میں 10 سے 15 دنوں کی تاخیر ہوئی۔

مالیاتی نتائج

کمپنی کے مالیاتی نتائج باہت نو ماہی اختتامی 30 جون 2023 کے اہم ترین اعداد و شمار اور گزشتہ سال کی نو ماہی کے اعداد و شمار کا تقابلی جائزہ ذیل میں پیش کیا جا رہا ہے:

| اکتوبر تا جون 2022 | اکتوبر تا جون 2023 | |
|-------------------------------|-----------------------|--|
| (روپے ہزاروں میں) | | |
| 164,529 | (81,266) | (نقصان) / منافع قبل از ٹیکس |
| (91,969) | 23,724 | ٹیکس |
| 72,560 | (104,990) | (نقصان) / منافع بعد از ٹیکس |
| 6.07 | (8.79) | (نقصان) / آمدن فی حصص - بنیادی و تجلیلی (روپے میں) |

مالیاتی نتائج کا جائزہ

زیر نظر عرصے کے دوران کمپنی کی جانب سے قبل از ٹیکس 81,266 ہزار روپے کا نقصان اٹھایا گیا ہے جبکہ گزشتہ مالی سال کے اسی عرصے کے دوران کمپنی کی جانب سے قبل از ٹیکس 164,529 ہزار روپے کا منافع کمایا گیا تھا، اس کی بنیادی وجہ یہ ہے کہ کمپنی کی جانب سے گزشتہ مالی سال کے اسی عرصے کے مقابلے میں کم مقدار میں چینی پیدا کی گئی، نیز گنے کے حصول کیلئے گزشتہ مالی سال کے مقابلے میں اخراجات کافی زیادہ رہے اور کمپنی کے مجموعی اخراجات (overhead expenses) میں بھی خاطر خواہ اضافہ ہوا ہے، چینی کی قیمت فروخت اور

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023**

| | Notes | Un-Audited June 30 2023 (Rupees in '000) | Audited September 30 2022 |
|---|-------|---|---------------------------------|
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 7 | 3,565,303 | 3,707,666 |
| Long term deposits | | 4,586 | 4,586 |
| | | 3,569,889 | 3,712,252 |
| CURRENT ASSETS | | | |
| Stores, spare parts and loose tools | | 74,411 | 61,407 |
| Stock-in-trade | | 1,943,571 | 1,263,429 |
| Trade Debts | | 36,143 | 32,754 |
| Loans and advances | | 122,704 | 127,996 |
| Trade deposits & short term prepayments | | 4,575 | 2,056 |
| Other receivables | | 55,991 | 56,239 |
| Income tax refundable - net of provision | | 30,960 | 27,706 |
| Cash and bank balances | | 133,442 | 50,901 |
| | | 2,401,797 | 1,622,488 |
| TOTAL ASSETS | | 5,971,686 | 5,334,740 |
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| Authorized capital | | 200,000 | 200,000 |
| 20,000,000 shares of Rs.10 each | | | |
| Issued, subscribed and paid up capital | | 119,460 | 119,460 |
| Unappropriated profit | | 32,475 | 68,999 |
| Surplus on revaluation of property, plant & equipment | | 1,708,150 | 1,776,616 |
| | | 1,860,085 | 1,965,075 |
| NON CURRENT LIABILITIES | | | |
| Long term financing | 8 | — | — |
| Lease Liabilities | | — | 1,752 |
| Deferred liabilities | 9 | 840,384 | 850,123 |
| | | 840,384 | 851,875 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 2,313,552 | 1,655,730 |
| Accrued finance cost | | 61,371 | 34,060 |
| Short term borrowings | | 867,395 | 734,855 |
| Unclaimed dividend | | 4,696 | 4,696 |
| Current portion of long term financing | | 17,333 | 74,022 |
| Current portion of lease liabilities | | 6,870 | 14,427 |
| | | 3,271,217 | 2,517,790 |
| CONTINGENCIES AND COMMITMENTS | 10 | — | — |
| TOTAL EQUITY AND LIABILITIES | | 5,971,686 | 5,334,740 |

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

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

Karachi: July 26, 2023

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2023 - UNAUDITED

| | Notes | Nine Months Period Ended | | Quarter ended | |
|---|-------|--------------------------|-----------------|-----------------|-----------------|
| | | June 30 2023 | June 30 2022 | June 30 2023 | June 30 2022 |
| (Rupees in '000) | | | | | |
| Sales | 11 | 2,510,329 | 3,321,470 | 987,098 | 941,482 |
| Cost of sales | 12 | 2,293,492 | 2,917,570 | 787,150 | 923,203 |
| Gross Profit | | 216,837 | 403,900 | 199,948 | 18,279 |
| Distribution cost | | 10,970 | 415 | 10,601 | 260 |
| Administrative expenses | | 94,493 | 102,023 | 29,515 | 25,418 |
| Other operating expenses | | 61,919 | 63,579 | 35,683 | (5,203) |
| | | 167,382 | 166,017 | 75,799 | 20,475 |
| Operating Profit / (Loss) | | 49,455 | 237,883 | 124,149 | (2,196) |
| Other income | | 760 | 2,127 | 291 | 319 |
| | | 50,215 | 240,010 | 124,440 | (1,877) |
| Finance cost | | 131,481 | 75,481 | 58,893 | 30,559 |
| (Loss) / Profit before taxation | | (81,266) | 164,529 | 65,547 | (32,436) |
| Taxation | | 23,724 | 91,969 | 32,465 | (24,186) |
| (Loss) / Profit after taxation | | (104,990) | 72,560 | 33,082 | (8,250) |
| (Loss) / Earnings per share – Basic and diluted (Rupees) | | (8.79) | 6.07 | 2.77 | (0.69) |

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

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

Karachi: July 26, 2023

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2023 - UNAUDITED**

| | <u>Nine Months Period Ended</u> | | <u>Quarter ended</u> | |
|-------------------------------------|---------------------------------|-------------------------|-------------------------|-------------------------|
| | <u>June 30 2023</u> | <u>June 30 2022</u> | <u>June 30 2023</u> | <u>June 30 2022</u> |
| | (Rupees in '000) | | | |
| (Loss) / Profit after taxation | (104,990) | 72,560 | 33,082 | (8,250) |
| Other Comprehensive Income | — | — | — | — |
| Total Comprehensive (Loss) / Profit | <u>(104,990)</u> | <u>72,560</u> | <u>33,082</u> | <u>(8,250)</u> |

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

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

Karachi: July 26, 2023

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2023 - UNAUDITED

| | Issued, Subscribed & Paid-up Capital | Unappropriated profit | Capital Reserve - Surplus on revaluation of property, plant & equipment | Total |
|---|--|--------------------------|---|-----------|
| (Rupees in '000) | | | | |
| Balance as at October 01, 2021 - Audited | 119,460 | 24,683 | 936,702 | 1,108,108 |
| Total Comprehensive profit for the period ended June 30, 2022 | — | 72,560 | — | 72,560 |
| Incremental depreciation charged on surplus on revaluation of property, plant & equipment - net of deferred tax | — | 34,071 | (34,071) | — |
| Balance as at June 30, 2022 - Un-Audited | 119,460 | 131,314 | 902,631 | 1,153,405 |
| Balance as at October 01, 2022 - Audited | 119,460 | 68,999 | 1,776,616 | 1,965,075 |
| Total Comprehensive loss for the period ended June 30, 2023 | — | (104,990) | — | (104,990) |
| Incremental depreciation charged on surplus on revaluation of property, plant & equipment - net of deferred tax | — | 68,466 | (68,466) | — |
| Balance as at June 30, 2023 - Un-Audited | 119,460 | 32,475 | 1,708,150 | 1,860,085 |

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

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

Karachi: 26, 2023

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2023 - UNAUDITED

| | June 30 2023 | June 30 2022 |
|--|------------------|-----------------|
| | (Rupees in '000) | |
| (Loss) / Profit before taxation | (81,266) | 164,529 |
| Adjustment for non cash charges and other items: | | |
| Depreciation | 142,702 | 96,669 |
| Depreciation on right-of use assets | 2,562 | 6,968 |
| Employees retirement benefits expense | 15,872 | 14,606 |
| Provision for market committee fee | 4,064 | 5,811 |
| Gain on sale of property, plant & equipment | (2) | (835) |
| Finance cost | 131,481 | 75,481 |
| | 296,679 | 198,700 |
| Cash flow from operating activities before adjustment of working capital changes | 215,413 | 363,229 |
| Changes in Working capital | | |
| (Increase) / Decrease in current assets | | |
| Stores, spare parts and loose tools | (13,004) | 2,042 |
| Stock - in - trade | (680,142) | (961,625) |
| Trade debts | (3,389) | 116,316 |
| Loans and advances | 5,292 | (20,813) |
| Trade deposits & Short term prepayments | (2,519) | 1,991 |
| Other receivables | 248 | 47,080 |
| | (693,514) | (815,009) |
| Increase in current liabilities | | |
| Trade and other payables | 657,822 | 703,635 |
| | 179,721 | 251,855 |
| Employees retirement benefits paid during the period | (13,701) | (5,114) |
| Finance cost paid during the period | (104,170) | (83,855) |
| Decrease in long term deposits | — | 4,145 |
| Income taxes paid during the period | (42,952) | (60,890) |
| | (160,823) | (145,714) |
| Net cash inflow from operating activities | 18,898 | 106,141 |

| | June 30 2023 | June 30 2022 |
|---|------------------|------------------|
| Note | (Rupees in '000) | |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Proceeds from sale of property, plant & equipment | 10 | 5,740 |
| Additions to property, plant and equipment | (2,909) | (13,005) |
| Net cash outflow from investing activities | (2,899) | (7,265) |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Repayment of long term financing | (56,689) | (99,359) |
| Payments of lease liabilities | (9,309) | (35,090) |
| Net cash outflow from financing activities | (65,998) | (134,449) |
| Net decrease in cash and cash equivalents | (49,999) | (35,574) |
| Cash and cash equivalents at beginning of the period | (683,954) | (716,001) |
| Cash and cash equivalents at end of the period | (733,953) | (751,575) |
| 13 | | |

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

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

Karachi: July 26, 2023

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2023 - UNAUDITED

1 THE COMPANY AND ITS OPERATIONS

- 1.1 The Company is a public limited Company incorporated in 1986 in Pakistan and its shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at Office No. 204, 2nd Floor, Clifton Centre, Block 5, Clifton, Karachi. The manufacturing facilities are located at Sanghar Sindhri Road, Deh Kehore, District Sanghar in the province of Sindh.
- 1.2 The Company is principally engaged in the manufacture and sale of sugar and sale of its by-products i.e. molasses and bagasse. The Company has also installed bagasse fired transmission equipment to sell surplus electric power. The manufacturing facilities are located at Sanghar Sindhri Road, Deh Kehore, District Sanghar in the province of Sindh. The total area of industry land / manufacturing facilities which includes the main factory is spread over 320.625 Acres. Covered Area of Building is approximately 299,759 Sq. Feet.

2 BASIS OF PREPARATION

- 2.1 This condensed interim financial statements of the Company for the nine months period ended June 30, 2023 has 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 the following:
- International Accounting Standard (IAS) 34 'Interim Financial Reporting issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and
 - Provisions of and directives issued under the Companies Act 2017.

Where the 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 comprise of the condensed interim statement of financial position as at June 30, 2023 and condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes thereto for the nine months period then ended.
- 2.3 This condensed interim financial statements for the nine months period ended June 30, 2023 is being submitted to shareholders as required under Section 237 of Companies Act, 2017. The condensed interim financial statements do not include all the information and disclosure as required in the annual financial statements and should be read in conjunction with Company's annual financial statements for the year ended September 30, 2022.

3 ACCOUNTING POLICIES

The accounting policies, related judgments, estimates and assumptions adopted for the preparation of this condensed interim financial statements are the same as those applied in preparation of the annual financial statements of the Company for the year ended September 30, 2022.

4 SEASONAL PRODUCTION

Due to seasonal availability of sugarcane, the manufacturing of sugar is carried out during the period of availability of sugarcane and only costs incurred / accrued up to the reporting date have been accounted for. Accordingly, the cost incurred / accrued after the reporting date will be reported in the subsequent financial statements.

5 RECENT ACCOUNTING DEVELOPMENTS**5.1 New Standards, amendments to approved accounting standards and new interpretations which became effective during the nine months period ended June 30, 2023:**

There are certain amendments to the new accounting standards that are effective and mandatory to the Company's accounting period beginning on October 01, 2022, but are considered not to be relevant or have any significant effect on the Company's operations and are therefore, not disclosed in these condensed interim financial statements.

5.2 New Standards, amendments to approved accounting standards and new interpretations that are not yet effective during the nine months period ended June 30, 2023:

There are certain amendments to the new accounting standards that are mandatory and not yet effective to the Company's accounting period beginning on October 01, 2022, but are considered not to be relevant or have any significant effect on the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

6 PROVISIONS

Provisions in respect of current taxation, deferred taxation, workers' profit participation fund and workers' welfare fund, if any, are based on nine months results and final liabilities will be determined on the basis of annual results.

| | | Un-Audited June 30 2023 | Audited September 30 2022 |
|--|----------|-------------------------------|---------------------------------|
| 7 PROPERTY, PLANT & EQUIPMENT | | (Rupees in '000) | |
| Operating Fixed Assets | Note 7.1 | 3,537,405 | 3,582,575 |
| Capital Work in Progress | Note 7.2 | — | 32,162 |
| Right of use assets | Note 7.3 | 27,898 | 92,929 |
| | | <u>3,565,303</u> | <u>3,707,666</u> |
| | | Un-Audited June 30 2023 | Un-Audited June 30 2022 |
| 7.1 Operating Fixed Assets | | (Rupees in '000) | |
| <i>Additions during the period</i> | | | |
| Vehicles | | 2,909 | 285 |
| <i>Transferred from Right of Use Assets</i> | | | |
| Plant & Machinery | | 62,469 | 68,018 |
| <i>Transferred from Capital Work in Progress</i> | | | |
| Plant & Machinery | | 32,162 | — |
| <i>Disposal</i> | | | |
| Disposal at Net Book Value - Vehicle | | 8 | — |
| <i>Depreciation</i> | | | |
| Depreciation charged during the period | | 142,702 | 96,669 |

| | Un-Audited June 30 2023 | Un-Audited June 30 2022 |
|--|-------------------------------|-------------------------------|
| | (Rupees in '000) | |
| 7.2 Capital Work in Progress | | |
| <i>Additions during the period</i> | | |
| Plant & Machinery under erection | — | 12,720 |
| <i>Transferred to operating fixed assets</i> | | |
| Plant & Machinery | 32,162 | — |
| 7.3 Right of use assets | | |
| <i>Transferred to operating fixed assets</i> | | |
| Plant & Machinery | 62,469 | 68,018 |
| <i>Disposal</i> | | |
| Disposal at Net Book Value - Vehicle | — | 4,905 |
| <i>Depreciation</i> | | |
| Depreciation charged during the period | 2,562 | 6,968 |

| | Un-Audited June 30 2023 | Audited September 30 2022 |
|--|-------------------------------|---------------------------------|
| | (Rupees in '000) | |
| 8 LONG TERM FINANCING | | |
| Secured - From Banking Company under mark-up arrangements | | |
| Diminishing Musharakah - I | — | 4,689 |
| Diminishing Musharakah - II | 17,333 | 69,333 |
| | 17,333 | 74,022 |
| Current portion shown under current liabilities | (17,333) | (74,022) |
| | — | — |

8.1 This represents Diminishing Musharakah arrangement from shariah compliant financial institution under profit arrangements and repayable in five years in quarterly installments with a profit payments @ 6 months KIBOR + 3%. This loan is secured against the title over specific machinery. During the period, the Company has fully repaid the loan.

8.2 This represents Diminishing Musharakah arrangement from shariah compliant financial institution under profit arrangements and repayable in two years and nine months in biannual installment during first year and quarterly installments for the remaining period with a profit payments @ 6 months KIBOR + 3%. This loan is secured against the title over specific machinery.

| | Un-Audited June 30 2023 (Rupees in '000) | Audited September 30 2022 |
|-------------------------------|---|---------------------------------|
| 9 DEFERRED LIABILITIES | | |
| Deferred taxation | 624,832 | 640,806 |
| Market committee fee | 90,104 | 86,040 |
| Employees retirement benefits | | |
| – Defined benefits plan | 120,437 | 118,900 |
| – Leave Encashment plan | 5,011 | 4,377 |
| | <u>840,384</u> | <u>850,123</u> |

10 CONTINGENCIES AND COMMITMENTS**10.1 Contingencies:**

There is no material change in the status of contingencies as disclosed in note no. 23.1 and other respective notes of the annual financial statements for the year ended September 30, 2022 except that;

- a) The amount of the aggregate provision of the market committee fee as stated in note 9 of the condensed interim financial statements, has increased to Rs. 90,104 thousand due to provision in respect of the current crushing season amounting to Rs. 4,064 thousands.
- b) During the preceeding year, the Government of Sindh issued a notification no. 8 (142)/S.O(EXT)2017, according to which, the minimum price of sugarcane has been fixed at the rate of Rs. 182 per 40 Kg for the crushing season 2017-18. The Company along with other sugar mills has filed a petition in the Honorable High Court of Sindh dated 19 December 2017 against the said notification. Thereafter, the Honourable High Court after deliberation with all stakeholders announced the judgment fixing the purchase price at the Rs. 160 to be paid to growers and the balance of Rs. 22 per 40 kg to be decided by the Honourable Supreme Court of Pakistan which is pending. The differential amount aggregating to Rs. 391,668 thousand has not been accounted for since the purchase price has been agreed with the parties and outcome of the Honourable Supreme Court is not likely to be against the Company. Furthermore, the Company along with other sugar mills have also filed petition in the Honourable Supreme Court challenging the minimum price fixation mechanism, which is also pending before the Honorable Court.
- c) As explained in note 12.1 of the annual financial statements related to the subsidy receivable from the Provincial Government, the Honorable High Court of Sindh passed the judgment/order in favor of the Company and the petitions stand disposed off with the directions to the Finance Department, Government of Sindh to re-allocate funds in the budget and make payment to Sugar Mills within the first quarter of forthcoming Financial Year (by September 2023).

- d) Out of the total export approved by the ECC of 250,000 metric tons of sugar, Sindh was allocated 80,000 MT by the Ministry of Commerce to be distributed among the mills through the Cane Commissioner, Sindh. The Cane Commissioner equally distributed the quota as 2,500 MT to each of the 32 sugar mills in Sindh Province. Meanwhile, JDW Sugar Mills Ltd filed the suit against the equal distribution of export quota in February, 2023 in the Honourable High Court of Sindh. The Honorable Court stayed the export of sugar after which the Company and other sugar mills became party to the petition as defendants being aggrieved in Suit No. 145 of 2023 and Suit No. 149 of 2023. The single bench of the Honorable Court passed the judgement in March 3, 2023 and set aside Sindh Cane Commissioner's decision and directed to Cane Commissioner to re-issue the quota in accordance with federal government policy. The Company and other Sugar Mills filed the High Court Appeal (HCA) before the Honorable Divisional Bench of Sindh High Court on March 9, 2023 vide HCA number 64 and 65/2023 against the judgment order of single judge. The Honorable Divisional Bench passed the interim Order and allowed to Export of 1,500 metric tons to each of Sugar Mills till further orders.

Further, in continuation of earlier order dated 09.03.2023, the Honourable Court has passed an another Order to allow export of the remaining (undisputed and disputed quantity) of 32,000 M. Tons of sugar with terms and conditions imposed on export proceeds of undisputed and disputed quantity. The export proceeds realized, based on the formula set by the Honourable Court will be retained by the Company on undisputed quantity while on disputed quantity the export proceeds realized will be deposited with the Nazir of the Honourable Court and the Nazir will invest the amount in the profit bearing Government Scheme till the decision of the case. The amount will be returned along with the profit either to the appellant or respondent, which will be based on the decision of the Honourable Court.

10.2 Guarantee:

There is no guarantee outstanding as at the period end which has been issued by bank on behalf of the Company for the procurement of Fertilizers for onward supply to sugarcane growers (2022: Nil).

10.3 Commitments:

- a) Capital commitments as at the period end is Nil (2022: Nil).
- b) As disclosed in note 23.3.2 of annual financial statements of the Company for the year ended September 30, 2022, the Company committed to donate 05 acre of its land to Workers Welfare Fund, Government of Pakistan for establishing 50 bed hospital in the vicinity of Sanghar, the formalities of transfer of Land and other documentation is in process till date.

| | Un-Audited June 30 2023 (Rupees in '000) | Un-Audited June 30 2022 |
|---|---|-------------------------------|
| 11 SALES | | |
| Local Sales | 2,673,249 | 3,905,263 |
| Less: Sales Tax | (397,212) | (583,793) |
| Export Sales | 234,292 | — |
| | <u>2,510,329</u> | <u>3,321,470</u> |
| 12 COST OF SALES | | |
| Opening stock of finished goods | 1,249,011 | 774,478 |
| Cost of goods manufactured during the period - Net | 2,986,080 | 3,867,422 |
| | 4,235,091 | 4,641,900 |
| Closing stock of finished goods | (1,941,599) Note - 12.1 | (1,724,330) |
| | <u>2,293,492</u> | <u>2,917,570</u> |
| 12.1 The closing stock of sugar having carrying value of Rs. 709,992 thousand (2022: Rs. 681,433 thousand) has been pledged against financing obtained from Banking Companies. | | |
| | Un-Audited June 30 2023 (Rupees in '000) | Un-Audited June 30 2022 |
| 13 CASH AND CASH EQUIVALENTS | | |
| Cash and cash equivalents comprise of the following items; | | |
| Cash and bank balances | 133,442 | 100,880 |
| Short term borrowings | (867,395) | (852,455) |
| | <u>(733,953)</u> | <u>(751,575)</u> |

14 RELATIONSHIP WITH THE ISLAMIC AND CONVENTIONAL FINANCIAL INSTITUTION

The Company in the normal course of business deals with pure Islamic financial institution as well as the financial institution who have both the conventional and Islamic window operations. The detail of the segregation relevant assets / liabilities and expenditures between Islamic Mode and Conventional Mode is as under:

| | June 30, 2023 (Un-audited) | | | September 30, 2022 (Audited) | | |
|-----------------------|----------------------------|-------------------|----------------|------------------------------|-------------------|----------------|
| | (Rupees in '000) | | | | | |
| | Islamic Mode | Conventional Mode | Total | Islamic Mode | Conventional Mode | Total |
| Long Term Financing | 17,333 | — | 17,333 | 74,022 | — | 74,022 |
| Lease Liabilities | — | 6,870 | 6,870 | — | 16,179 | 16,179 |
| Short Term Borrowings | — | 867,395 | 867,395 | — | 734,855 | 734,855 |
| Accrued Finance Cost | — | 61,371 | 61,371 | — | 34,060 | 34,060 |
| Long Term Deposits | (792) | (3,794) | (4,586) | (792) | (3,794) | (4,586) |
| Bank Balances | (8,173) | (126,169) | (134,342) | (1,504) | (50,297) | (51,801) |
| | 8,368 | 805,673 | 814,041 | 71,726 | 731,003 | 802,729 |

| | June 30, 2023 (Un-audited) | | | June 30, 2022 (Un-audited) | | |
|--------------|----------------------------|-------------------|----------------|----------------------------|-------------------|---------------|
| | (Rupees in '000) | | | | | |
| | Islamic Mode | Conventional Mode | Total | Islamic Mode | Conventional Mode | Total |
| Finance Cost | 7,440 | 124,041 | 131,481 | 14,357 | 61,124 | 75,481 |
| | 7,440 | 124,041 | 131,481 | 14,357 | 61,124 | 75,481 |

15 RELATED PARTY TRANSACTIONS

The details of the transactions with related parties carried out during the period is as detailed below:

| a | Name of Related Party | Relationship with Company | Nature of Transaction | Un-Audited | Un-Audited |
|----------|---|--|---|------------------|--------------|
| | | | | June 30 2023 | June 30 2022 |
| | | | | (Rupees in '000) | |
| | Mr. Ghulam Dastagir Rajar | Chairman | Cane purchased | — | 11,839 |
| | Do | Do | Advance against cane purchase (Paid / Adjusted) | — | 5,309 |
| | Mr. Gul Mohammad Rajar | Brother of Chief Executive | Cane purchased | 1,469 | 798 |
| | Do | Do | Advance against cane purchase (Paid / Adjusted) | 466 | 230 |
| | Mr. Muhammad Hashim | Ex-General Manager | Cane purchased | 7,261 | 3,983 |
| | Do | Do | Advance against cane purchase (Paid / Adjusted) | 162 | 1,333 |
| | Mr. Faisal Rehman Rajar | Brother of Chief Executive | Cane purchased | 22,001 | 22,230 |
| | Do | Do | Advance against cane purchase (Paid / Adjusted) | 2,029 | 2,804 |
| | Haji Khuda Bux Rajar | Director & Father of Chief Executive | Cane purchased | 14,684 | — |
| | Do | Do | Advance against cane purchase (Paid / Adjusted) | 2,401 | — |
| | Mr. Abdul Hakeem Rajar | Son of Chairman | Cane purchased | 9,514 | — |
| | Do | Do | Advance against cane purchase (Paid / Adjusted) | 6,504 | — |
| | Mr. Muhammad Mubeen Alam | Company Secretary | Advance Repaid / Adjusted | — | 800 |
| b | Number of Directors & Executives | Relationship with Company | Nature of Transaction | | |
| | One | Chief Executive | Salaries & Benefits | 12,236 | 10,513 |
| | One | Executive Director | Salaries & Benefits | 10,922 | 9,570 |
| | Three | Company Secretary, Chief Financial Officer & General Manager | Salaries & Benefits | 12,950 | 12,143 |
| | Five | Non-Executive Directors | Meetings Fee | 725 | 710 |

15.1 Key Management Personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly.

16 FINANCIAL RISK MANAGEMENT / FAIR VALUES / MEASUREMENT

These condensed interim financial statements do not include all financial risk management information and disclosures which are 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, 2022. There have been no significant changes in any risk management policies since the year end.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

A number of the Company's accounting policies and disclosure require the measurement of fair values, for both financial, if any and non-financial assets and liabilities. When measuring the fair value of an asset or a liability, the Company uses valuation techniques that are appropriate in the circumstances and uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Financial assets and liabilities of the Company are either short term in nature or are repriced periodically therefore; their carrying amounts approximate their fair values.

17 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial statements was authorized for issue by the Board of Directors of the Company in their meeting held on July 26, 2023.

18 GENERAL

18.1 Figures have been rounded off to nearest thousand of rupees.

DIRECTOR

DIRECTOR

CHIEF FINANCIAL OFFICER

Karachi: July 26, 2023



Sanghar Sugar Mills Limited

----- IMPORTANT NOTICE -----

IMPLEMENTATION OF SECTION 72 OF THE COMPANIES ACT, 2017

CONVERSION OF PHYSICAL SHARES INTO BOOK-ENTRY FORM

Section 72 of the Companies Act, 2017 (the “Act”) requires every company having share capital to have its shares in book-entry form only, from the date notified by the Securities & Exchange Commission of Pakistan (the Commission). Further, every existing company is required to replace its physical shares with book-entry form. A period of four years is specified in the Act for implementation of this provision and the deadline will end on May 30, 2021. Section 72 is reproduced below for ready reference:

“72. Issuance of shares in book-entry form.(1) *After the commencement of this Act from a date notified by the Commission, a company having share capital, shall have shares in book-entry form only.*

(2) *Every existing company shall be required to replace its physical shares with book-entry form in a manner as may be specified and from the date notified by the Commission, within a period not exceeding four years from the commencement of this Act:*

Provided that the Commission may notify different dates for different classes of companies:

Provided further that the Commission may, if it deems appropriate, extend the period for another two years besides the period stated herein.

(3) *Nothing contained in this section shall apply to the shares of such companies or class of companies as may be notified by the Commission.”*

Furthermore, Regulation 17 of the Companies (General Provisions and Forms) Regulations, 2018 states as under:-

“17. Issuance of shares in book-entry form.*Subsequent to the notification under section 72 of the Act, all companies required to replace its physical shares with book-entry form shall apply to a Central Depository in terms of the relevant Regulations for declaration of company's shares as eligible securities and comply with the requirements of the Central Depository for issuance of shares in book entry form.”*

Sanghar Sugar Mills Limited

In view of the above-mentioned requirements of the Act and as a step further towards digitization, the Securities and Exchange Commission of Pakistan (SECP) is considering to make it obligatory for all public listed, public unlisted, public interest and private limited companies to have their shares in book-entry form in compliance with Section 72 of the Companies Act, 2017. Shares held in book-entry form shall have the same rights and privileges as shares held in physical certificate form. However, rights and privileges of shares held in physical form may be restricted at a future date due to non-compliance with the provision of section 72 of the Companies Act, 2017. Once notified, all companies required to replace their physical shares with book-entry form shall apply to a central depository licensed by the SECP for conversion of existing physical shares and further issuance of shares in the book entry form. The central depository shall prescribe procedures for such conversion and issuance of shares including documentation required, process to be followed and applicable fee and charges .

Further, the conversion of shares into book-entry form will make the process of share handling more efficient, risk free and would help to minimize shareholding disputes. Handling of shares in case of corporate actions i.e. issue of bonus/right shares and transfer or selling of shares would be much easier, if shares are converted into book-entry form. Book entry securities can be pledged to a bank to obtain financing against them. Furthermore, it would help to reduce the risks and costs associated with storing of physical share certificates, which are susceptible to be lost, stolen and /or damaged and conversion of shares would help to avoid such problems.

Therefore, it is requested to all the Shareholders (who have shares in physical form) of Sanghar Sugar Mills Limited to convert their physical shares in to book-entry form, on immediate basis. Otherwise, the Shareholders (who have shares in physical form) and the Company would be unable to comply with the requirement of the Commission as mentioned above.

ایکٹ میں مندرجہ ذیل بالا شرائط کے پیش نظر اور اس سے بھی آگے بڑھ کر معاملات کو ڈیکھلانا کرنے کی غرض سے، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اس بات کو زیر غور لا رہی ہے کہ تمام پبلک لسٹڈ، غیر پبلک لسٹڈ، مفاد عامہ سے متعلق اور پرائیویٹ لمیٹڈ کمپنیوں کو اس بات کا پابند بنایا جائے کہ سیکشن 72 بابت کمپنیز ایکٹ 2017 کے تحت اپنے شیئرز کو بک انٹری کی صورت میں محفوظ رکھیں۔ بک انٹری کی صورت میں محفوظ شیئرز کی بھی وہی حیثیت ہوگی جو کہ فزیکل صورت میں جاری کردہ شیئرز سرٹیفکیٹس کی ہے۔ تاہم فزیکل صورت میں موجود شیئرز کی حیثیت کو مستعمل میں سیکشن 72 بابت کمپنیز ایکٹ 2017 سے عدم پاسداری کی بناء پر محدود کر دیا جائے گا۔ نوٹس کے اجراء کے بعد تمام کمپنیوں پر لازم ہے کہ اپنے فزیکل شیئرز کو بک انٹری کی صورت میں تبدیل کر لیں اور ایس ای سی پی سے سند یافتہ سینٹرل ڈیپازٹری کے پاس اپنے تمام موجودہ شیئرز کی تبدیلی اور نئے شیئرز کے اجراء کیلئے رابطہ کریں۔ سینٹرل ڈیپازٹری شیئرز کی تبدیلی اور نئے شیئرز کے اجراء کے سلسلے میں طریقہ کار تجویز کرے گا کہ کوئی دستاویزات درکار ہیں، کیا طریقہ اپنایا جائے گا اور اس سلسلے میں فیس و دیگر چارجز کیا ہونگے۔

مزید برآں، فزیکل صورت سے بک انٹری کی صورت میں شیئرز کو منتقل کئے جانے کے بعد شیئرز کے معاملات زیادہ مؤثر انداز سے نمٹائے جاسکتے ہیں، رسک کے خدشات میں کمی آئے گی اور اس سلسلے میں پیدا ہونے والے تنازعات کو بھی کم از کم کیا جاسکے گا۔ شیئرز کو بک انٹری کی صورت میں منتقل کئے جانے کے بعد کارپوریٹ ایکشن کی صورت میں شیئرز کے معاملات کو دیکھنا آسان ہو جائے گا جیسا کہ نوٹس / رائٹ شیئرز کا اجراء اور شیئرز کی منتقلی یا فروخت کے معاملات بھی سہل ہو جائیں گے۔ اسی طرح بک انٹری کی صورت میں ان سیکورٹیز کو بینکوں کے ساتھ برائے تمویل بطور رہن بھی استعمال کیا جاسکتا ہے۔ علاوہ ازیں، فزیکل شیئرز سرٹیفکیٹس کے اجراء سے منسلک لاگت اور رسک کو بھی بک انٹری کے ذریعے قابو کیا جاسکتا ہے، ان میں کھو جانے / چرائے جانے یا ضائع ہونے کا خدشہ بھی موجود رہتا ہے، بک انٹری میں منتقل کئے جانے کے بعد ایسے تمام خطرات زائل ہو جائیں گے۔

لہذا، سائیکھٹ شوگر ملز لمیٹڈ تمام حصص داران (جن کے پاس فزیکل صورت میں شیئرز ہوں) سے درخواست کی جاتی ہے کہ فوری طور پر اپنے فزیکل شیئرز کو بک انٹری میں منتقل کروالیں بصورت دیگر حصص داران (جن کے پاس فزیکل صورت میں شیئرز ہوں) اور کمپنی کمیشن کی جانب سے جاری کردہ مزکورہ بالا شرائط کی پاسداری کرنے سے قاصر رہیں گے۔



سیکشن 72 بابت کمپنیز ایکٹ 2017 کا نفاذ

فزیکل حصص کا بک انٹری کی صورت میں تبادلہ

سیکشن 72 بابت کمپنیز ایکٹ 2017 (ایکٹ) کی رو سے ایسی تمام کمپنیاں جو کہ شیر کیپٹل کی حامل ہیں پر لازم ہے کہ اپنے شیر زکوہ صرف بک انٹری کی صورت میں ہی محفوظ رکھیں، سیکورٹی اینڈ ایگزیکٹو کمیشن آف پاکستان (کمیشن) کی جانب سے نوٹس دیئے جانے کی تاریخ سے ایسا کیا جانا لازم ہے۔ مزید برآں، تمام کمپنیوں پر لازم ہے کہ فزیکل صورت میں موجود اپنے شیر زکوہ بک انٹری کی صورت میں تبدیل کر لیں۔ اس پروویژن پر عمل درآمد کیلئے ایکٹ میں نفاذ کیلئے چار سال کا عرصہ مقرر کیا گیا ہے جس کی حتمی تاریخ 30 مئی 2021 ہے۔ سر دست ملاحظہ کرنے کیلئے سیکشن 72 کو ایک مرتبہ بھریل میں پیش کیا جا رہا ہے:

"72- شیر زکا بک انٹری کی صورت میں اجراء - (1) ایکٹ ہذا کے آغاز کے بعد کمیشن کی جانب سے نوٹس دیئے جانے کی تاریخ سے ہر ایسی کمپنی جو کہ شیر زکوہ بک انٹری کی حامل ہو پر لازم ہوگا کہ اپنے شیر زکوہ صرف بک انٹری کی صورت میں ہی محفوظ رکھے۔

(2) تمام موجودہ کمپنیوں پر لازم ہوگا کہ اپنے فزیکل شیر زکوہ بک انٹری کی صورت میں تبدیل کرے جیسا کہ بیان کیا جا چکا اور ایسا کرنا کمیشن کی جانب سے نوٹس دیئے جانے کی تاریخ سے کیا جائے گا جس کا عرصہ ایکٹ ہذا کے اجراء کی تاریخ سے چار سال سے زائد نہ ہونا چاہیئے:

بشرطیکہ بذات خود کمیشن کی جانب سے مختلف اقسام کی کمپنیوں کیلئے مختلف تاریخوں کا نوٹس جاری کیا جائے:

بشرطیکہ کمیشن، اگر مناسب سمجھے، کی جانب سے پہلے سے اعلان شدہ وقت میں مزید دو سال تک کی توسیع کر دی جائے۔

(3) ایکٹ ہذا میں مذکور کسی شق کا اطلاق متعلقہ کمپنیوں شیر زکوہ بک انٹری پر نہیں ہوگا جیسا کہ کمیشن کی جانب سے نوٹس

دیا جائے۔"

مزید برآں، ریگولیشن 17 بابت کمپنیز (جنرل پروویژن اینڈ فورمز) ریگولیشنز 2018 کے رو سے ذیل میں بیان کیا جاتا ہے کہ:

"17- شیر زکا بک انٹری کی صورت میں اجراء - نوٹس برائے سیکشن 72 بابت ایکٹ ہذا کے ذیل میں، تمام

کمپنیاں جن پر لازم ہے کہ اپنے فزیکل شیر زکوہ بک انٹری کی صورت میں تبدیل کریں سینٹرل ڈیپازٹری میں متعلقہ ریگولیشنز کے تحت کمپنی کے ڈیپازیشن کیلئے درخواست دیں گی کہ کمپنی کے شیر زکوہ بک انٹری کے معیار پر پورے اتارے ہیں اور

سینٹرل ڈیپازٹری کی جانب سے بک انٹری کی صورت میں جاری کئے جانے کے تمام تقاضے پورے کرتے ہیں۔"



Sanghar Sugar Mills Limited

Dividend Payments through Electronic Mode

In accordance with the provisions and under section 242 of the Companies Act, 2017, shareholders are entitled to receive their dividends by way of direct credit to their bank account instead of receiving them through dividend warrants.

Therefore, to receive your future dividends directly in your bank account, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case Shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

The Company Secretary,
Sanghar Sugar Mills Limited,
Office No. 204, 2nd Floor, Clifton Centre,
Block 5, Clifton, Karachi.
Phone: 021 35371441 to 43 (3 lines)
Fax: 021 35371444

The Share Registrar,
Hameed Majeed Associates (Pvt) Limited
Karachi Chambers, Hasrat Mohani Road,
Karachi
Phone: 021 32424826
Fax: 021 32424835

I hereby wish to communicate my desire to receive my future dividends directly in my bank account as detailed below:

Name of shareholder : _____
Folio number : _____
Contact number of shareholder : _____
Name of Bank : _____
Bank Branch & mailing address : _____
Bank Account No. (Full) : _____
Title of Account : _____
CNIC No. : _____
NTN (in case of corporate entity) : _____

It is stated that the above particulars given by me are correct to the best of my knowledge and I shall keep the Company informed in case of any changes in the said particulars in future.

Shareholder's Signature

CNIC / NTN No. _____
(Copy attached)

ادائیگی ڈیویڈنڈ بریج الیکٹرانک ذرائع

کمپنیز ایکٹ 2017 کی دفعہ 242 کے تحت حصص داران کو یہ حق حاصل ہے کہ وہ اپنے ڈیویڈنڈ براہ راست اپنے بینک اکاؤنٹ میں کریڈٹ کروالیں بجائے اس کے کہ انہیں یہ ڈیویڈنڈ بریج ڈیویڈنڈ وارنٹ ادا کئے جائیں۔

لہذا اگر آپ اپنے ڈیویڈنڈ براہ راست اپنے اکاؤنٹ میں وصول کرنا چاہتے ہیں تو آپ سے گزارش ہمیں اپنی مکمل معلومات فراہم کریں اور ہمیں تحریری طور اس بات سے آگاہ کیجئے۔ بعد دستخط اور قومی شناختی کارڈ / این ٹی این کی نقل اپنی درخواست حصص رجسٹرار یا کمپنی کے پاس جمع کروائیں اور بصورت ہی ڈی سی حصص اپنے متعلقہ شراکت دار / سی ڈی سی سرمایہ کار اکاؤنٹ سروسز کو درخواست دیں۔

شعبہ حصص داران

حصص رجسٹرار
حمید مجید ایسوی ایٹس (پرائیویٹ) لمیٹڈ
کراچی جیمیز، حسرت موہانی روڈ، کراچی۔
فون نمبر: 021 32424826
فیکس نمبر: 021 32424835

کمپنی سیکریٹری
سا نگھڑ شوگر ملز لمیٹڈ
آفس نمبر 204، سیکنڈ فلور، کالونش سینٹر
بلاک 5 کالونش، کراچی۔
فون نمبر: 021 35371441 to 43 (تین لائنیں)
فیکس نمبر: 021 32424835

میں بذریعہ ہذا پیش خواہش ظاہر کرتا ہوں کہ مستقبل میں میرے ڈیویڈنڈ براہ راست میرے بینک اکاؤنٹ میں منتقل کر دیئے جائیں جس کی تفصیلات درج ذیل ہیں:

| | | |
|-------|---|----------------------------------|
| _____ | : | حاصل حصص کا نام |
| _____ | : | فون نمبر |
| _____ | : | حاصل حصص کا رابطہ نمبر |
| _____ | : | بینک کا نام |
| _____ | : | بینک کی برانچ و پتہ |
| _____ | : | بینک اکاؤنٹ نمبر (مکمل) |
| _____ | : | عنوان برائے اکاؤنٹ |
| _____ | : | قومی شناختی کارڈ نمبر |
| _____ | : | این ٹی این نمبر (بصورت کارپوریٹ) |

میرے علم کے مطابق میری جانب سے فراہم کی جانے والی معلومات بالکل صحیح اور درست ہیں اور اگر مستقبل میں ان میں کسی بھی قسم کی کوئی تبدیلی واقع ہوتی ہے تو ایسی تبدیلی سے کمپنی کو آگاہ کر دیا جائے گا۔

دستخط حاصل حصص

قومی شناختی کارڈ / این ٹی این نمبر
(نقل منسلک ہے)



Sanghar Sugar Mills Limited

Consent to receive Notices and Audited Financial Statements through email

In accordance with the notification 787(I)/2014 dated September 08, 2014 issued by the Securities & Exchange Commission of Pakistan; shareholders are entitled to receive the Notices and Audited Financial Statements through email. Therefore, to receive current and future notices and audited financial statements directly through email, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

The Company Secretary,
Sanghar Sugar Mills Limited,
Office No. 204, 2nd Floor, Clifton Centre,
Block 5, Clifton, Karachi.
Phone: 021 35371441 to 43 (3 lines)
Fax: 021 35371444

The Share Registrar,
Hameed Majeed Associates (Pvt) Limited
Karachi Chambers, Hasrat Mohani Road,
Karachi
Phone: 021 32424826
Fax: 021 32424835

I hereby wish to communicate my desire to receive notices and audited financial statements through email as detailed below:

Name of shareholder : _____
Folio number/CDC Account No. : _____
Contact number of shareholder : _____
Contact Address of shareholder : _____
Email ID : _____
CNIC No. : _____
NTN (in case of corporate entity) : _____

Note: Email Id should be belongs to the Shareholder and for joint account holder, email Id should be the principal shareholder and or the name appearing first in the list of shareholders.

It is stated that the above particulars given by me are correct to the best of my knowledge and I shall keep the Company informed in case of any changes in the said particulars in future.

Shareholder's Signature & date
(Affix stamp for corporate entity)

CNIC / NTN No. _____
(Copy attached)



اظہار رضامندی برائے وصولی نوٹس و آڈٹ شدہ مالیاتی دستاویزات بذریعہ ای میل

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی جانب سے جاری کردہ نوٹیفیکیشن 2014 (I) 787 مجریہ 8 ستمبر 2014 کے مطابق حصص داران کو یہ حق حاصل ہے کہ تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات انہیں بذریعہ ای میل ارسال کی جائیں۔ لہذا موجودہ اور مستقبل کے نوٹس اور آڈٹ شدہ مالیاتی دستاویزات بذریعہ ای میل موصول کرنے کیلئے آپ ہمیں اپنی مکمل معلومات فراہم کیجئے، اسے دستخط اور قومی شناختی کارڈ / این ٹی این نمبر کے ساتھ اپنی درخواست حصص رجسٹرار یا کمپنی اور بصورت سی ڈی سی اپنے متعلقہ شرکت دار سی ڈی سی سرمایہ کار کا ڈاؤنٹ سرور کے پاس جمع کروائیں۔

شعبہ حصص داران

حصص رجسٹرار
حمید مجید ایسوسی ایٹس (پرائیویٹ) لمیٹڈ
کراچی جیمرز، حسرت موہانی روڈ، کراچی۔
فون نمبر: 021 32424826
فیکس نمبر: 021 32424835

کمپنی سیکریٹری
ساگھڑ شوگر ملز لمیٹڈ
آفس نمبر 204، سیکینڈ فلور، کنگڈم سینٹر
بلاک 5، کنگڈم، کراچی۔
فون نمبر: 021 35371441 to 43 (تین لائنیں)
فیکس نمبر: 021 32424835

میں بذریعہ ہذا یہ خواہش ظاہر کرتا ہوں کہ مستقبل میں مجھے تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات بذریعہ ای میل ارسال کی جائیں جس کی تفصیلات

| | | |
|-------|---|----------------------------------|
| _____ | : | حاصل حصص کا نام |
| _____ | : | فولیو نمبر / سی ڈی سی نمبر |
| _____ | : | حاصل حصص کا رابطہ نمبر |
| _____ | : | حاصل حصص کا رابطہ کا پتہ |
| _____ | : | ای میل آئی ڈی |
| _____ | : | قومی شناختی کارڈ نمبر |
| _____ | : | این ٹی این نمبر (بصورت کارپوریٹ) |

نوٹ: ای میل حاصل حصص کی ہونی چاہئے اور مشنر کا کارڈ نمٹ کی صورت میں اس حامل حصص کی ای میل فراہم کی جائے جس کا تناسب حصص سب سے زیادہ ہو اور جس کا تناسب داران کی فہرست میں سرفہرست ہو۔
میرے علم کے مطابق میری جانب سے فراہم کی جانے والی مزکورہ بالا معلومات بالکل صحیح اور درست ہیں اور اگر مستقبل میں ان میں کسی بھی قسم کی کوئی تبدیلی واقع ہوتی ہے تو ایسی تبدیلی سے پہلے کوآگاہ کر دیا جائے گا۔

دستخط حامل حصص
(بصورت کارپوریٹ ادارہ یہاں مہر چسپاں کریں)

قومی شناختی کارڈ / این ٹی این نمبر _____
(نقل منسلک ہے)



Sanghar Sugar Mills Limited

Consent to receive Hard Copies of Notices and Audited Financial Statements

In accordance with the notification 470(I) dated May 31, 2016 and in continuation of notification no. 787(I)/2014 dated September 08, 2014 issued by the Securities & Exchange Commission of Pakistan; shareholders are entitled to receive the Hard Copies of Notices and Audited Financial Statements rather through email. Therefore, to receive Hard Copies of current and future notices and audited financial statements, please give us complete details and inform us in writing duly signed along with a copy of your CNIC / NTN to the Share Registrar or the Company and in case shares held in CDC then please inform concerned Participant / CDC investor Account Services.

SHARE HOLDER'S SECTION

SHARE HOLDER'S SECTION

The Company Secretary,
Sanghar Sugar Mills Limited,
Office No. 204, 2nd Floor, Clifton Centre,
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Phone: 021 35371441 to 43 (3 lines)
Fax: 021 35371444

The Share Registrar,
Hameed Majeed Associates (Pvt) Limited
Karachi Chambers, Hasrat Mohani Road,
Karachi
Phone: 021 32424826
Fax: 021 32424835

I hereby wish to communicate my desire to receive notices and audited financial statements through mail as detailed below:

Name of shareholder : _____
Folio number/CDC Account No. : _____
Contact number of shareholder : _____
Contact Address of shareholder : _____
CNIC No. : _____
NTN (in case of corporate entity) : _____

It is stated that the above particulars given by me are correct to the best of my knowledge and I would like to opt the option of receiving the hard copies of notices and audited financial statements of the Company and I shall keep the Company informed in case of any changes in the said particulars in future.

Shareholder's Signature & date
(Affix stamp for corporate entity)

CNIC / NTN No. _____
(Copy attached)



اظہار رضامندی برائے وصولی نوٹس و آڈٹ شدہ مالیاتی دستاویزات بذریعہ کاغذی دستاویزات

سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی جانب سے جاری کردہ نوٹیفکیشن (I) 470 مجریہ 31 مئی 2016 اور نوٹیفکیشن نمبر (I) 787 مجریہ 8 ستمبر 2014 کے مطابق حصص داران کو یہ حق حاصل ہے کہ تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات انھیں بجائے ای میل کے کاغذی صورت ارسال کی جائیں۔ لہذا موجودہ اور مستقبل کے نوٹس اور آڈٹ شدہ مالیاتی دستاویزات کاغذی صورت میں موصول کرنے کیلئے آپ ہمیں اپنی مکمل معلومات فراہم کیجئے، اپنے دستخط اور قومی شناختی کارڈ/این ٹی این نمبر کے ساتھ اپنی درخواست حصص رجسٹرار یا کمپنی اور بصورت ہی ڈی سی ایس اپنے متعلقہ شراکت دار ای ڈی سی سرمایہ کار کاؤنٹ سروسز کے پاس جمع کروائیں۔

شعبہ حصص داران

حصص رجسٹرار
حمید مجید ایسوسی ایٹس (پرائیویٹ) لمیٹڈ
کراچی جی بی رز، حسرت موہانی روڈ، کراچی۔
فون نمبر: 021 32424826
فیکس نمبر: 021 32424835

کمپنی سیکریٹری
ساگھڑ شوگر ملز لمیٹڈ
آفس نمبر: 204، سینڈ فلور، کلفٹن سینٹر
بلاک 5 کلفٹن، کراچی۔
فون نمبر: 021 35371441 to 43 (تین لائنیں)
فیکس نمبر: 021 32424835

میں بذریعہ ہذا یہ خواہش ظاہر کرتا ہوں کہ مستقبل میں مجھے تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات کاغذی صورت میں ارسال کی جائیں جس کی تفصیلات درج ذیل ہیں:

_____ : حامل حصص کا نام
_____ : فوئیو نمبر/سی ڈی ڈی نمبر
_____ : حامل حصص کارابطہ نمبر
_____ : حامل حصص کارابطہ پتہ
_____ : قومی شناختی کارڈ نمبر
_____ : این ٹی این نمبر (بصورت کارپوریٹ)

میرے علم کے مطابق میری جانب سے فراہم کی جانے والی مزکورہ بالا معلومات بالکل صحیح اور درست ہیں اور یہ کہ میں چاہتا ہوں کہ مجھے تمام نوٹس اور آڈٹ شدہ مالیاتی دستاویزات کاغذی صورت میں ارسال کی جائیں۔ اگر مستقبل میں مزکورہ بالا معلومات میں کسی بھی قسم کی کوئی تبدیلی واقع ہوتی ہے تو ایسی تبدیلی سے کمپنی کو آگاہ کر دیا جائے گا۔

دستخط حامل حصص

(بصورت کارپوریٹ ادارہ یہاں مہر چسپاں کریں)

قومی شناختی کارڈ/این ٹی این نمبر _____

(نقل منسلک ہے)



سانگھڑ شوگر ملز لمیٹڈ

Sanghar Sugar Mills Limited

REGISTERED / HEAD OFFICE:

Office # 204, 2nd Floor, Clifton Centre,
Block 5, Clifton, Karachi Pakistan.

Phone: 021 35371441 to 43 (3 lines)

Fax: 021 35371444

E-mail: info@sangharsugarmills.com

Website: www.sangharsugarmills.com

MANUFACTURING FACILITIES:

13th Km, Sanghar – Sindhri Road, Deh Kehore,
District Sanghar, Sindh

Phone : (0345) 3737001 – 8222911