



SHAHTAJ  
SUGAR MILLS LIMITED

CONDENSED INTERIM FINANCIAL STATEMENTS  
(UN-AUDITED)  
FOR THE NINE MONTH PERIOD ENDED  
30 JUNE 2023

## Company Information

### Board of Directors

Mr. Toqueer Nawaz	Chairman
Mr. Muneer Nawaz	Chief Executive
Mrs. Samia Shahnawaz Idris	
Mr. Rashed Amjad Khalid	
Mr. Abid Nawaz	
Mrs. Sadia Muhammad	
Ms. Ava Ardeshir Cowasjee	
Mr. Zahid Ullah Khan	J.S.I.L.
Mr. Mushtaq Ahmad	S.L.I.C.
Mr. Sheikh Asim Rafiq	N.I.T.

### Company Secretary

Mr. Jamil Ahmad Butt, FCMA

### Chief Financial Officer

Mr. Waqar Ahmad, FCA

### Audit Committee

Mr. Mushtaq Ahmad	Chairman
Mr. Toqueer Nawaz	
Mr. Zahid Ullah Khan	
Mr. Rashed Amjad Khalid	

### Human Resource & Remuneration Committee

Mr. Sheikh Asim Rafiq	Chairman
Mr. Muneer Nawaz	
Mr. Toqueer Nawaz	
Mr. Abid Nawaz	
Mrs. Sadia Muhammad	

### Head Office

72/C-1, M. M. Alam Road,  
Gulberg III, Lahore - 54660.  
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Website : [www.shahtajsugar.com](http://www.shahtajsugar.com)  
E-mail : [mail@shahtajsugar.com](mailto:mail@shahtajsugar.com)

### Registered Office

19, Dockyard Road,  
West Wharf, Karachi - 74000.  
Phone : (021) 3231 3934 - 38  
Fax : (021) 3231 0623  
E-mail : [jamilbutt@shahtaj.com](mailto:jamilbutt@shahtaj.com)

### Production Facility

Mandi Bahauddin - 50400.  
Phone : (0546) 501 147 - 49  
(0546) 508 047 - 48  
Fax : (0546) 501 768  
E-mail : [mills@shahtajsugar.com](mailto:mills@shahtajsugar.com)

### Auditors

Riaz Ahmad & Company  
Chartered Accountants,  
10-B, Saint Mary Park,  
Main Boulevard, Gulberg-III,  
Lahore - 54660.

### Legal Advisor

Mr. Ras Tariq Chowdhary,  
52 - Ravi Block, Fort Green,  
Canal Road, Lahore.

### Share Registrar

JWAFFS Registrar Services (Private) Limited  
Suite No. 407 - 408,  
4th Floor, Al-Ameera Centre,  
Shahrah-e-Iraq, Saddar, Karachi.

### Bankers

United Bank Limited  
Habib Bank Limited  
MCB Bank Limited  
Bank Alfalah Limited  
Bank Al-Habib Limited  
JS Bank Limited  
Allied Bank Limited  
National Bank of Pakistan  
Soneri Bank Limited



## DIRECTORS' REPORT TO THE MEMBERS

Your Directors are pleased to present the un-audited condensed interim financial statements for the nine month period ended 30 June 2023..

Operational performance of the present crushing season as compared to that of last year is produced below:

### *Production Data*

		30 June	
		2023	2022
<i>Start of Season</i>		25.11.2022	20.11.2021
<i>End of Season</i>		08.03.2023	25.03.2022
<i>Duration</i>	<i>Days</i>	103	126
<i>Sugarcane Crushed</i>	<i>(M. Tons)</i>	786,325	1,031,923
<i>Production:</i>			
<i>Sugar</i>	<i>(M. Tons)</i>	77,600	91,603
<i>Molasses</i>	<i>(M. Tons)</i>	34,931	48,817
<i>Recovery:</i>			
<i>Sugar</i>	<i>%</i>	9.87	8.88
<i>Molasses</i>	<i>%</i>	4.15	4.44

As explained earlier, we were able to produce 77,600 M. Tons of sugar i.e lower by about 15% than last season. We endeavored our best to procure maximum sugarcane during the crushing season to maximize the production and could not succeed due to significant decrease in the production of sugarcane crop for the season because of a decrease in sugarcane cultivation area in Punjab. We could achieve the sugarcane crushing of 786,325 MT due to lesser availability of sugarcane in the area. The Government of Punjab increased support price for the season from Rs. 225/- to Rs. 300/- per 40 kg.

We would like to inform our shareholders that sugar market is better as compared to the corresponding period of last year. Also the reasons for the increase in prices of sugar are mainly less production of sugar as compared with last crushing season of 2022 and significant increase in production cost of sugar. Further, molasses price during the period under review was better as compared to the corresponding period of last year.

For the nine month period, your Company recorded a turnover of Rs. 7,681.715 million as against Rs. 5,456.074 million during the corresponding period of 2022. The cost of sales was Rs. 6,613.196 million as against Rs. 4,741.987 million for the corresponding period. Thus, the Company recorded gross profit of Rs. 1,068.519 million for the nine month period ended 30 June 2023 as against a gross profit of Rs. 714.087 million for the corresponding period. The net profit has been recorded at Rs. 201.552 million against the net profit of Rs. 111.052 million for the corresponding period. The enhancement in profit was due to better sale prices of sugar and molasses. The finance cost for the period was Rs. 427.009 million as against Rs. 305.637 million for the corresponding period due to high utilization of

*banking facilities and increase in Policy Rate. The earnings per share for the period was Rs. 16.78 as against Rs. 9.25 per share for the corresponding period of 2022.*

*For the three month period ended 30 June 2023, your Company recorded a turnover of Rs. 1,960.027 million as against Rs. 1,825.431 million during the corresponding period of 2022. The cost of sales was Rs. 1,558.690 million as against Rs. 1,661.477 million for the corresponding period. Thus, the Company made a gross profit of Rs. 401.337 million for the three month period ended 30 June 2023 as against a gross profit of Rs. 163.954 million for the corresponding period. The net profit has been recorded at Rs. 114.636 million against the loss of Rs. 37.062 million for the corresponding period. The profit increased as compared to the previous quarter of last year due to increase in price of sugar and better molasses sales. The finance cost for the period was Rs. 153.987 million as against Rs. 132.027 million for the corresponding period.*

*Sowing of sugarcane crop for the next crushing season, as based on survey conducted by our sugarcane department is reported to be less than the last season. However, the weather conditions are favourable that will improve the yield per acre of sugarcane crop for the next crushing season. Hopefully next season favourable climatic conditions will lead to better sucrose content in the sugarcane planted in our area. Furthermore, our field staff is also doing its best to persuade the sugarcane growers to use amplified quality seed and fertilizers to get a healthy sugarcane crop. Let us pray for good monsoon rains in the summer season, so that a better quality and higher quantity is available for crushing.*

#### **UPDATE ON POWER PROJECT:**

*As informed earlier we are in the process of setting up a Bagasse based Power Project of installed gross capacity of 32 MW with 15 MW spillover to the National Grid. Two steam turbines of generation capacity of 16MW each have been installed successfully. Work on the construction of Switch Yard of 132 KV is in progress. Further, your Company has been granted Generation License and Upfront Tariff for 30 years by National Electric Power Regulatory Authority (NEPRA).*

*We had negotiated and finalized the Energy Purchase Agreement (EPA) with Central Power Purchasing Agency (CPPA) that was subsequently approved by the Board of Directors of CPPA. The EPA could not be executed on account of the decision of the Cabinet Committee on Energy (CCoE) that only those projects shall be implemented where either the Implementation Agreement (the "IA") or EPA had been signed. Consequently, the Company along with five (5) other Bagasse Based Cogeneration power projects filed writ petitions in the Honorable Islamabad High Court in 2018 against Federation of Pakistan, CPPA (G) Ltd., NEPRA and others against the impugned decision of Cabinet Committee on Energy (CCoE).*

*During the pendency of our writ petition, the Government modified the earlier decision of CCoE and decided that all those projects that had been granted LOS by AEDB shall be permitted to proceed towards the achievement of their requisite milestones as per RE Policy, 2006. However, if more than one year has elapsed since determination of tariff by NEPRA, the said tariffs shall be reviewed by NEPRA to make it consistent with the current market conditions/consumer interest and such review shall include appropriate time extensions to reach financial closing.*

*Now, NEPRA has reviewed and modified our tariff dated January 02, 2017, and awarded revised/modified tariff vide its determination dated January 24, 2022. Tariff has been duly notified in the Gazette of Pakistan. We have negotiated and finalized the Energy Purchase Agreement (EPA) with Central Power Purchasing Agency (CPPA) on the basis of Revised Tariff dated January 24, 2022,*

*which has subsequently been approved by the Board of Directors of CPPA. The EPA has been signed between Shahtaj Sugar Mills Ltd. (SSML) and CPPA on December 23, 2022. The Implementation Agreement (IA) has been signed on April 04, 2023 between SSML and Alternate Energy Development Board (AEDB). We have achieved the “Financial Close” of the project with AEDB on June 22, 2023. We are pleased to inform our shareholders that GOP Guarantee has been signed on July 05, 2023.*

*Your Directors place on record their appreciation for the diligence and devotion of Company Officers, Members of the Staff and our Employees.*

*For and on behalf of the Board,*



**MUNEER NAWAZ**  
*Chief Executive*



**TOQUEER NAWAZ**  
*Chairman*

**Karachi: 26 July 2023**

## ڈائریکٹرز رپورٹ برائے ممبران

ادارے کے ڈائریکٹرز انتہائی مسرت کے ساتھ اختتام شدہ نو ماہی ۳۰ جون ۲۰۲۳ کے لیے ادارہ کا غیر محاسب شدہ مختصر عبوری مالیاتی گوشوارہ آپ کی خدمت میں پیش کرتے ہیں۔

گزشتہ سال کے مقابلے میں موجودہ کرشنگ سیزن کی پیداواری کارکردگی ذیل میں درج ہے۔

پیداواری اعداد و شمار		
۳۰ جون		
۲۰۲۲	۲۰۲۳	
۲۰ نومبر ۲۰۲۱	۲۵ نومبر ۲۰۲۲	آغاز سیزن
۲۵ مارچ ۲۰۲۲	۰۸ مارچ ۲۰۲۳	اختتام سیزن
۱۲۶ ادن	۱۰۳ ادن	دورانیہ سیزن
۱،۰۳۱،۹۲۳ میٹرک ٹن	۸۶،۳۲۵ میٹرک ٹن	گنے کی پسائی
		پیداوار
۹۱،۶۰۳ میٹرک ٹن	۷۷،۶۰۰ میٹرک ٹن	چینی
۲۸،۸۱۷ میٹرک ٹن	۳۲،۹۳۱ میٹرک ٹن	راب
		پیداواری تناسب
۸-۸۸ فیصد	۹-۸۷ فیصد	چینی
۴-۴۴ فیصد	۴-۱۵ فیصد	راب

جیسا کہ پہلے بیان کیا جا چکا ہے کہ اپنے علاقہ اور ملحقہ علاقہ جات میں موجود گنے کی کرشنگ کے بعد، ہم ۷۷،۶۰۰ میٹرک ٹن چینی بنانے میں کامیاب ہوئے جو گزشتہ سیزن کے مقابل تقریباً ۱۵ فیصد کم ہے۔ زیر کاشت رقبہ میں کمی وجہ سے خریدے جانے والے گنے کی مقدار میں کمی واقع ہوئی۔ ہم موافق موسمی حالات اور گنے کی فی ایکڑ بہتر پیداوار کی وجہ سے ۸۶،۳۲۵ میٹرک ٹن گنے کی کرشنگ حاصل کر سکے۔ حکومت پنجاب نے سیزن کے لیے گنے کی کم از کم قیمت خرید ۲۲۵ روپے فی من سے بڑھا کر ۳۰۰ روپے فی من کر دی ہے۔

ہم اپنے شیئر ہولڈرز کو بتانا چاہتے ہیں کہ چینی کی مارکیٹ سازگار ہے اور ہر روز قیمتوں میں اضافہ ہو رہا ہے اور عام طور پر گرمیوں کے مہینوں میں قیمتوں میں اضافے کا رجحان ظاہر ہوتا ہے۔ چینی کی قیمتوں میں اضافے کی وجوہات بنیادی طور پر ۲۰۲۲ کے کرشنگ سیزن کے مقابلے چینی کی کم پیداوار اور چینی کی پیداواری لاگت میں نمایاں اضافہ ہے۔ مزید برآں زیر جائزہ مدت کے دوران راب کی قیمت اسی مدت کے مقابلے بہتر رہی۔

اس نو ماہی کے دوران، آپ کے ادارے کی فروخت ۷،۶۸۱-۷،۱۵۷ روپے رہی جو کہ ۲۰۲۲ کے اسی عرصہ میں ۵،۴۵۶-۵،۰۷۲ روپے تھی۔ پیداواری لاگت ۱۹۶-۶،۶۱۳ ملین روپے رہی جبکہ گزشتہ سال کے اسی عرصہ میں یہ رقم ۴،۷۴۱،۹۸۷ ملین روپے تھی۔ اس طرح اختتام شدہ نو ماہی ۳۰ جون ۲۰۲۳ میں ادارے کو ۵۱۹-۱،۰۶۸ ملین روپے کا مجموعی منافع ہوا جبکہ گزشتہ سال کے دورانیہ میں مجموعی منافع ۷۱۴-۷،۰۸۷ ملین روپے تھا۔ خالص منافع ۲۰۱-۵۵۲ ملین روپے رہا جبکہ اس کے مقابل گزشتہ سال خالص منافع ۱۱۱-۰۵۲ ملین روپے رہا۔ منافع میں اضافہ چینی اور راب کی بہتر قیمتوں کی وجہ سے ہوا۔ اس مدت کی مالیاتی لاگت ۲۲۷-۰۰۹ ملین روپے رہی جبکہ گزشتہ سال کے اسی عرصہ میں یہ رقم ۶۳۷-۳۰۵ ملین روپے تھی جسکی وجہ پالیسی کی شرح میں نمایاں اضافہ ہے۔ فی حصص آمدنی ۷۸-۱۶ روپے ہے جو کہ گزشتہ سال اسی مدت میں ۲۵-۹ روپے فی حصص تھی۔

اختتام شدہ سہ ماہی جون ۲۰۲۳ء کے دوران آپ کے ادارے کی فروخت ۱،۹۶۰۔۰۲۷ ملین روپے رہی جو کہ ۲۰۲۲ کے اسی عرصہ میں ۱،۸۲۵۔۳۳۱ ملین روپے تھی۔ پیداوری لاگت ۱،۵۵۸۔۶۹۰ ملین روپے رہی جبکہ گذشتہ سال کے اسی عرصہ میں یہ رقم ۱،۶۶۱۔۰۷۷ ملین روپے تھی۔ اس طرح دوران اختتام شدہ سہ ماہی جون ۲۰۲۳ میں ادارے کو ۳۳۷۔۳۰۱ ملین روپے کا مجموعی منافع ہوا جبکہ گذشتہ سال کے دوران یہ مجموعی منافع ۹۵۳۔۶۳۱ ملین روپے تھا۔ خالص منافع ۶۳۶۔۱۱۴ ملین روپے رہا جبکہ اس کے مقابل گذشتہ سال مجموعی خسارہ ۰۶۲۔۰۳۷ ملین روپے رہا۔ چینی کی زیادہ قیمت فروخت اور راب کی بہتر فروخت کی وجہ سے گذشتہ سال کی سہ ماہی کے مقابلے میں منافع میں اضافہ ہوا۔ اس مدت کی مالیاتی لاگت ۱۵۳۔۹۸۷ ملین روپے رہی جبکہ گذشتہ سال کے اسی عرصہ میں یہ رقم ۱۳۲۔۰۲۷ ملین روپے تھی۔

ہمارے گنے کے محکمے کے سروے کی بنیاد پر اگلے کرٹنگ سیزن کے لیے گنے کی فصل کی بوائی پچھلے سیزن سے کم بتائی جا رہی ہے۔ تاہم موسمی حالات سازگار ہیں جس سے اگلے کرٹنگ سیزن میں گنے کی فصل کی فی ایکڑ پیداوار میں بہتری آئے گی۔ امید ہے کہ اگلے سیزن میں سازگار موسمی حالات ہوں گے جو ہمارے علاقے میں لگائے گئے گنے میں بہتر سوزی کی مقدار کا باعث بنیں گے۔ مزید برآں ہمارا فیلڈ سٹاف گنے کے کاشتکاروں کو صحت مند گنا حاصل کرنے کے لیے بہتر معیار کے بیج اور کھاد کے استعمال پر راضی کرنے کی پوری کوشش کر رہا ہے۔ آئیے گرمیوں کے موسم میں مون سون کی اچھی بارشوں کے لیے دعا کریں، تاکہ بہتر کواٹٹی اور زیادہ مقدار میں کرٹنگ دستیاب ہو۔

## پاور پراجیکٹ کی تازہ ترین صورت حال

جیسا کہ پہلے ہی آپ کے علم میں لایا جا چکا ہے کہ ادارے کا بگاس (گنے کی کھوٹی) سے چلنے والا بجلی کا پلانٹ جو کہ ۳۲ میگا واٹ کی صلاحیت پر مشتمل ہے جس میں سے ۱۵ میگا واٹ نیشنل گرڈ کو قابل ترسیل ہوگا تنصیب کے مرحلہ میں ہے۔ ۱۶ میگا واٹ صلاحیت کی دو عدد ڈربائین کی تنصیب کا کام مکمل ہو چکا ہے جبکہ ۱۳۲ کے وی اے صلاحیت کے گرڈ اسٹیشن کی تنصیب کا کام جاری ہے مزید آپ کی اطلاع کے لیے عرض ہے کہ نیشنل پاور اینڈ ریگولیشن اتھارٹی نے آپ کے ادارے کو بجلی کی پیداوار کا اجازت نامہ (جنریشن لائسنس) تیس سال کے لیے جاری کر دیا ہے۔

ہم نے سینٹرل پاور پراجیکٹ ایجنسی (سی۔ پی۔ پی۔ اے) کے ساتھ بجلی خریداری کا معاہدہ (ای۔ پی۔ اے) کو باہمی گفت و شنید کے ساتھ حتمی شکل دے دی تھی جسے بعد میں سینٹرل پاور پراجیکٹ ایجنسی (سی۔ پی۔ پی۔ اے) کے بورڈ آف ڈائریکٹرز نے دستخط کرنے کے لیے منظور کیا تھا۔ توانائی کی کابینہ کمیٹی (سی۔ سی۔ او۔ ای) کے فیصلہ کی وجہ سے بجلی کی خریداری کے معاہدہ (ای۔ پی۔ پی۔ اے) پر عمل درآمد نہیں کیا جا سکا۔ توانائی کی کابینہ کمیٹی کے فیصلہ کے مطابق صرف ان منصوبوں پر عمل درآمد ہوگا جہاں نفاذ کے معاہدہ (آئی۔ اے) یا بجلی کی خریداری کے معاہدہ (ای۔ پی۔ پی۔ اے) پر دستخط کیے جا چکے ہیں۔ نتیجتاً ہمارے سمیت دیگر ۵ بگاس سے چلنے والے پراجیکٹ والے اداروں نے معزز اسلام آباد ہائی کورٹ میں فیڈریشن آف پاکستان، سی۔ پی۔ پی۔ اے، اور نیچر کے خلاف توانائی کی کابینہ کمیٹی (سی۔ سی۔ او۔ ای) کے اس مہم فیصلہ کے خلاف رٹ پٹیشن دائر کر دی تھی۔

ہماری دائر کردہ درخواست کے زیر التوا ہونے کے دوران حکومت نے توانائی کی کابینہ کمیٹی کے پہلے فیصلے میں ترمیم کرتے ہوئے یہ فیصلہ کیا کہ وہ تمام پراجیکٹس جن کو متبادل توانائی ترقیاتی بورڈ (ای۔ ڈی۔ بی) نے ایل او ایس دے دیا ہے وہ RE پالیسی ۲۰۰۶ کے مطابق اپنے مطلوبہ سنگ میل کے حصول کی طرف بڑھنے کی اجازت دی جائے گی تاہم اگر نیچر کی جانب سے معین کردہ ٹیرف کو ایک سال سے زیادہ کا عرصہ گزر چکا ہے تو نیچر کی جانب سے مذکورہ ٹیرف کا جائزہ لیا جائے گا تاکہ اس کو موجودہ حالات اور ماحول کے مطابق صارفین کے بہتر مفاد میں بنایا جاسکے۔ اس جائزے کے دوران مالیاتی اختتام تک پہنچنے کے لیے مناسب وقت کی توسیع شامل ہوگی۔

نیچر نے ہمارے معین شدہ ٹیرف ۰۲ جنوری ۲۰۱۷ء کا جائزہ لیا اور اس میں ترمیم کرتے ہوئے ۲۴ جنوری ۲۰۲۲ء کو اپنے نظر ثانی / تبدیل شدہ ٹیرف جاری کر دیا ہے۔ پاکستان کے آفیشل گزٹ میں نئے ترمیم شدہ ٹیرف کا نوٹیفیکیشن بھی جاری ہو چکا ہے۔ ہم نے سنٹرل پاور پراجیکٹ ایجنسی (سی۔ پی۔ پی۔ اے) کے ساتھ ۲۴ جنوری ۲۰۲۲ء کے ترمیم اور نظر ثانی شدہ ٹیرف کی بنیاد پر بجلی خریداری کے معاہدہ (ای۔ پی۔ پی۔ اے) باہمی گفت و شنید کے ساتھ حتمی شکل دی جسے بعد میں سی۔ پی۔ پی۔ اے کے بورڈ آف ڈائریکٹرز نے دستخط کرنے کے لیے منظور کر لیا۔ بجلی خریداری کا معاہدہ (ای۔ پی۔ پی۔ اے) شاہ تاج شوگر ملز لمیٹیڈ (ایس۔ ایس۔ ایم۔ ایل) اور سنٹرل پاور پراجیکٹ ایجنسی (سی۔ پی۔ پی۔ اے) کے مابین ۲۳ دسمبر ۲۰۲۲ء کو دستخط کر دیا گیا ہے۔ نفاذ کا معاہدہ (IA) SSML اور متبادل توانائی ترقیاتی بورڈ (ای۔ ڈی۔ بی) کے مابین ۰۴ اپریل ۲۰۲۳ء کو دستخط کر دیا گیا ہے۔ ہم نے ۲۲ جون ۲۰۲۳ء کو متبادل

توانائی ترقیاتی بورڈ (اے۔ای۔ڈی۔بی) کے ساتھ پروجیکٹ کا "مالیاتی اختتام" حاصل کر لیا ہے۔ ہمیں یہ بتاتے ہوئے خوشی ہو رہی ہے کہ حکومت پاکستان کی گارنٹی پر ۰۵ جولائی ۲۰۲۳ء کو دستخط کیے گئے ہیں۔

آپ کے ڈائریکٹرز اس موقع پر کمپنی کے آفیسرز، اسٹاف ممبران اور تمام کارکنان کی جاں فشانی اور کام سے لگاؤ کے معترف ہیں۔

برائے اور از طرف بورڈ آف ڈائریکٹرز

منیر نواز  
چیف ایگزیکٹو

توقیر نواز  
ڈائریکٹر

کراچی  
۲۶ جولائی ۲۰۲۳



**SHAHTAJ SUGAR MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023**

		(Un-audited) 30 June 2023	(Audited) 30 September 2022			(Un-audited) 30 June 2023	(Audited) 30 September 2022
	Note	(Rupees in thousand)			Note	(Rupees in thousand)	
<b>EQUITY AND LIABILITIES</b>				<b>ASSETS</b>			
<b>SHARE CAPITAL AND RESERVES</b>				<b>NON-CURRENT ASSETS</b>			
Authorized share capital 15,000,000 (30 September 2022: 15,000,000) ordinary shares of Rupees 10 each		150,000	150,000	Property, plant and equipment	9	4,375,604	4,226,040
Issued, subscribed and paid-up share capital 12,011,096 (30 September 2022: 12,011,096) ordinary shares of Rupees 10 each		120,111	120,111	Right-of-use asset		13,844	15,821
Reserves		2,938,610	2,737,058	Long term investment		183,133	190,443
Loans from directors		146,000	146,000	Long term loans		6,451	3,873
<b>Total equity</b>		3,204,721	3,003,169	Long term deposits		40,256	28,365
						4,619,288	4,464,542
<b>LIABILITIES</b>				<b>CURRENT ASSETS</b>			
<b>NON-CURRENT LIABILITIES</b>				<b>CURRENT ASSETS</b>			
Long term financing	7	414,777	518,471	Stores, spares and loose tools		208,465	172,503
Loan from associate		105,046	102,731	Stock-in-trade		2,182,392	2,074,179
Lease liability		17,096	19,668	Trade debts		179,719	188,123
Retirement benefits obligations		34,088	31,805	Loans and advances		36,340	61,074
Deferred taxation		77,144	27,447	Short term prepayments		4,818	4,227
		648,151	700,122	Other receivables		28,000	16,000
				Advance income tax - net		124,513	224,286
<b>CURRENT LIABILITIES</b>						68,241	36,538
Trade and other payables		286,546	165,704	Cash and bank balances		2,832,488	2,776,930
Contract liabilities		631,092	25,560				
Short term borrowings		2,183,415	2,872,574				
Accrued mark-up		281,190	207,871				
Current portion of non-current liabilities		209,315	259,119				
Unclaimed dividend		7,346	7,353				
		3,598,904	3,538,181				
<b>TOTAL LIABILITIES</b>		4,247,055	4,238,303				
<b>CONTINGENCIES AND COMMITMENTS</b>							
<b>TOTAL EQUITY AND LIABILITIES</b>	8	7,451,776	7,241,472	<b>TOTAL ASSETS</b>		7,451,776	7,241,472

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

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

  
 CHIEF FINANCIAL OFFICER

**SHAHTAJ SUGAR MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS**  
**FOR THE NINE MONTH PERIOD ENDED 30 JUNE 2023**  
**(UN-AUDITED)**

	Note	NINE MONTH PERIOD ENDED		QUARTER ENDED	
		30 June 2023	30 June 2022	30 June 2023	30 June 2022
------(Rupees in thousand)-----					
REVENUE FROM CONTRACTS WITH CUSTOMERS	10	7,681,715	5,456,074	1,960,027	1,825,431
COST OF SALES	11	(6,613,196)	(4,741,987)	(1,558,690)	(1,661,477)
GROSS PROFIT		1,068,519	714,087	401,337	163,954
DISTRIBUTION COST		(17,969)	(13,727)	(3,469)	(4,074)
ADMINISTRATIVE EXPENSES		(253,086)	(236,500)	(77,719)	(75,271)
OTHER OPERATING EXPENSES		(30,188)	(15,636)	(11,652)	1,751
		(301,243)	(265,863)	(92,840)	(77,594)
		767,276	448,224	308,497	86,360
OTHER INCOME		33,405	15,048	2,899	5,218
PROFIT FROM OPERATIONS		800,681	463,272	311,396	91,578
FINANCE COST		(427,009)	(305,637)	(153,987)	(132,027)
		373,672	157,635	157,409	(40,449)
SHARE OF PROFIT FROM ASSOCIATE - NET OF TAX		7,641	24,890	-	-
PROFIT BEFORE TAXATION		381,313	182,525	157,409	(40,449)
TAXATION		(179,761)	(71,473)	(42,773)	3,387
PROFIT AFTER TAXATION		201,552	111,052	114,636	(37,062)
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)	12	16.78	9.25	9.54	(3.09)

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

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

  
 CHIEF FINANCIAL OFFICER

**SHAHTAJ SUGAR MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE NINE MONTH PERIOD ENDED 30 JUNE 2023**  
**(UN-AUDITED)**

	NINE MONTH PERIOD ENDED		QUARTER ENDED	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	------(Rupees in thousand)-----			
PROFIT AFTER TAXATION	201,552	111,052	114,636	(37,062)
OTHER COMPREHENSIVE INCOME:				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	201,552	111,052	114,636	(37,062)

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

  
 \_\_\_\_\_  
 CHIEF EXECUTIVE OFFICER

  
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 DIRECTOR

  
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 CHIEF FINANCIAL OFFICER

**SHAHTAJ SUGAR MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTH PERIOD ENDED 30 JUNE 2023**

SHARE CAPITAL	RESERVES							LOANS FROM DIRECTORS	TOTAL EQUITY	
	CAPITAL RESERVES			REVENUE RESERVES			TOTAL			
	Share premium	Surplus on revaluation of property, plant and equipment	Subtotal	General reserve	Accumulated losses	Subtotal				
(Rupees in thousand)										
<b>Balance as at 30 September 2021 - (audited)</b>	120,111	27,534	1,506,111	1,533,645	1,016,000	(174,903)	841,097	2,374,742	150,000	2,644,853
Transaction with owners - Final dividend for the year ended 30 September 2021 @ Rupees 5 per share	-	-	-	-	-	(60,055)	(60,055)	(60,055)	-	(60,055)
Profit for the period	-	-	-	-	-	111,052	111,052	111,052	-	111,052
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	111,052	111,052	111,052	-	111,052
<b>Balance as at 30 June 2022 - (un-audited)</b>	120,111	27,534	1,506,111	1,533,645	1,016,000	(123,906)	892,094	2,425,739	150,000	2,695,850
Loss for the period	-	-	-	-	-	(109,975)	(109,975)	(109,975)	-	(109,975)
Other comprehensive income for the period	-	-	422,373	422,373	-	(1,079)	(1,079)	421,294	-	421,294
Total comprehensive income for the period	-	-	422,373	422,373	-	(111,054)	(111,054)	311,319	-	311,319
Loan from director reclassified	-	-	-	-	-	-	-	-	(4,000)	(4,000)
Associate's changes in equity - adjustment	-	-	-	-	129,167	(129,167)	-	-	-	-
<b>Balance as at 30 September 2022 - (audited)</b>	120,111	27,534	1,928,484	1,956,018	1,145,167	(364,127)	781,040	2,737,058	146,000	3,003,169
Profit for the period	-	-	-	-	-	201,552	201,552	201,552	-	201,552
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	201,552	201,552	201,552	-	201,552
<b>Balance as at 30 June 2023 - (un-audited)</b>	120,111	27,534	1,928,484	1,956,018	1,145,167	(162,575)	982,592	2,938,610	146,000	3,204,721

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

**SHAHTAJ SUGAR MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS**  
**FOR THE NINE MONTH PERIOD ENDED 30 JUNE 2023**  
**(UN-AUDITED)**

	NINE MONTH PERIOD ENDED	
	30 June 2023	30 June 2022
	(Rupees in thousand)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	381,313	182,525
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation on property, plant and equipment	24,373	18,468
Depreciation of right-of-use asset	1,977	1,977
Finance cost	427,009	305,637
Profit on bank deposits	(5,543)	(8,252)
Share of profit from associate	(7,641)	(24,890)
Unwinding of deferred grant	-	(2,796)
Fair value adjustment due to impact of IFRS-9	2,315	-
Gain on disposal of operating fixed assets	(928)	(1,123)
Provision for retirement benefits obligations	3,882	2,859
Allowance for expected credit losses against trade debts	128	-
Provision for doubtful advances to suppliers	553	-
Reversal of provision for doubtful advances to suppliers	(613)	-
Reversal of allowance for expected credit losses against loans to employees	(236)	-
Provision for leave encashment	2,680	-
Fair value adjustment on financial asset	1,806	1,049
	449,762	292,929
<b>Operating profit before working capital changes</b>	831,075	475,454
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets:</b>		
-Stores, spares and loose tools	(35,962)	(25,717)
-Stock-in-trade	(108,213)	(2,082,246)
-Trade debts	8,276	(52,017)
-Loans and advances	25,030	(29,953)
-Short term prepayments	(591)	(1,103)
-Other receivables	(12,000)	(2,400)
	(123,460)	(2,193,436)
<b>Increase / (decrease) in current liabilities</b>		
-Trade and other payables	120,415	79,844
-Contract liabilities	605,532	36,812
<b>Cash generated from / (used in) operations</b>	1,433,562	(1,601,326)
Income tax paid	(30,289)	(101,231)
Finance cost paid	(353,690)	(160,365)
Profit on bank deposits received	5,543	8,252
Leave encashment paid	(302)	(564)
Retirement benefits paid	(1,599)	(421)
<b>Net cash generated from / (used in) operating activities</b>	1,053,225	(1,855,655)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment - acquired	(174,959)	(34,723)
Proceeds from disposal of property, plant and equipment	-	1,151
Increase in long term deposits	(11,891)	-
Increase in long term loans	(4,384)	(3,944)
Dividend received from associate	14,951	13,225
<b>Net cash used in investing activities</b>	(176,283)	(24,291)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(7)	(54,655)
Short-term borrowings - net	(689,159)	2,301,930
Repayment of lease liability	(2,379)	(2,912)
Long-term financing repaid	(153,694)	(216,956)
<b>Net cash (used in) / from financing activities</b>	(845,239)	2,027,407
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	31,703	147,461
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	36,538	21,554
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	68,241	169,015

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

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

  
 CHIEF FINANCIAL OFFICER

**SHAHTAJ SUGAR MILLS LIMITED**  
**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTH PERIOD ENDED 30 JUNE 2023**  
**(UN-AUDITED)**

**1 THE COMPANY AND ITS OPERATIONS**

Shahtaj Sugar Mills Limited (the Company) was incorporated in Pakistan on 27 March 1965 as a public limited company under the Companies Act, 1913 (Now Companies Act, 2017). Its registered office is situated at 19, Dockyard Road, West Wharf, Karachi. The Company is listed on Pakistan Stock Exchange Limited and is engaged in the manufacture and sale of sugar whereas molasses and bagasse are its significant by-products. The business units of the Company along with their locations are as follows:

<b><u>Business Unit</u></b>	<b><u>Address</u></b>
Registered Office	19, Dockyard Road, West Wharf, Karachi.
Head Office	72-C/1, M. M. Alam Road, Gulberg-III, Lahore.
Production Plant	Kuthiala Saidan, Mandi Bahauddin.

- 1.1 The Company is in the process to setup a bagasse-based co-generation power project with an installed capacity of 32 MW. The project is being financed through a combination of debt and equity. The Company has received power generation license and upfront tariff (revised dated 24 January 2022) for thirty years from the National Electric Power Regulatory Authority (NEPRA). The Company has achieved all other milestones (NOCs/Licenses/Approvals) as per Letter of Intent (LOI) issued by Alternative Energy Development Board (AEDB) in respect of power project including revised Energy Purchase Agreement (EPA), which has been signed and vetted by NEPRA. The Company expects to commence commercial generation after obtaining approval from the competent authority and any surplus electric power, not consumed by the Company itself, will be sold to the Central Power Purchasing Agency (Guarantee) Limited (CPPA-G). The Company has to achieve Commercial Operation Date (COD) of the project before 31 December 2023 in compliance with Indicative Generation Capacity Expansion Plan (IGCEP) 2021, as required by NEPRA, as per the terms and conditions of generation tariff. During the period, Interconnection works-loan agreement has been signed with Gujranwala Electric Power Company Limited (GEPCO) for the installation of interconnection facility between the switch yard and GEPCO's system. We have achieved the "Financial Close" of the project with AEDB. Further, GOP Guarantee has also been signed on July 05,2023. The Company is in the process of finalization of revised syndicate term finance facility for the project.

**2 STATEMENT OF COMPLIANCE**

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards 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.

### 3 BASIS OF PREPARATION

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended 30 September 2022. These condensed interim financial statements are unaudited and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

### 4 ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 September 2022.

### 5 SEASONALITY OF OPERATIONS

The Company is inter-alia, engaged in manufacturing of sugar for which the season begins in November / December and ends in March / April. Therefore, majority of expenses are incurred and production activities are undertaken in first half of the Company's financial year resulting in increased volume of inventories, receivables, payables and financing at the end of the first half.

### 6 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 September 2022.

### 7 LONG TERM FINANCING

	(Un-audited) 30 June 2023	(Audited) 30 September 2022
Opening balance	775,859	1,125,503
Less: Repaid during the period / year	(153,694)	(349,644)
	<u>622,165</u>	<u>775,859</u>
Less: Current portion shown under current liabilities	(207,388)	(257,388)
	<u>414,777</u>	<u>518,471</u>

## **8 CONTINGENCIES AND COMMITMENTS**

### **8.1 Contingencies**

There has been no material change in the status of the contingencies reported in the annual audited financial statements of the Company for the year ended 30 September 2022 except following:

- 8.1.1** Market committee fee payable by the Company has been recorded at Rupees 5 per metric ton. However, a notification has been issued by the Agriculture Department, Government of the Punjab dated 02 August 2017 for increase in rate to Rupees 10 per metric ton. Being aggrieved, the Company filed writ petition in Honourable Lahore High Court, Lahore which by order dated 18 December 2020 transmitted the petitions to the Agriculture Department, Government of the Punjab by directing to look into petitioners' grievance and redress it strictly in accordance with law after hearing the petitioners and all concerned through a speaking order. The Agriculture Department, Government of the Punjab vide order dated 07 July 2021 decided the petitions against the Company and ordered to pay the market committee fee to concerned market committee as per notification dated 02 August 2017 from the date of issuance of the notification. Accordingly, a demand was raised by Chairman Market Committee, Mandi Bahauddin vide letter dated 30 August 2021 to pay market committee fee as per revised rates. Petitions have been filed by other sugar mills in Honourable Lahore High Court, Lahore in which above said notification has been challenged and the Honourable Lahore High Court, Lahore has granted stay order. Management is confident that the matter will be decided in favour of the sugar industry, hence, the additional market committee fee of Rupees 24.908 million (30 September 2022: Rupees 20.976 million) would not be payable.
- 8.1.2** A notification has been issued by Directorate General Industries, Prices, Weights & Measures on 20 April 2023, Punjab in which maximum retail price of locally produced white crystalline sugar was fixed at Rupees 98.82 per kg. Against the order, the Company has filed writ petition in Honourable Lahore High Court, Lahore who vide order dated 05 May 2023 issued direction that till the next date of hearing, no coercive measures shall be taken against the Company. Management is confident that the matter will be decided in favour of the sugar industry.

### **8.2 Commitments**

Contracts for capital expenditure are approximately of Rupees 313.016 million (30 September 2022: Nil).



	(Un-audited) 30 June 2023	(Audited) 30 September 2022
	(Rupees in thousand)	
<b>9 PROPERTY, PLANT AND EQUIPMENT</b>		
Operating fixed assets (Note 9.1)	2,487,014	2,511,032
Capital work-in-progress (Note 9.2)	1,888,589	1,715,008
	<u>4,375,604</u>	<u>4,226,040</u>
<b>9.1 Operating fixed assets</b>		
Opening book value	2,511,032	1,934,935
Add: Surplus on revaluation of land incorporated during the period / year	-	422,373
Add: Cost of additions during the period / year (Note 9.1.1)	1,377	192,871
Less: Book value of deletions during the period / year (Note 9.1.2)	(1,022)	(5,011)
	<u>2,511,386</u>	<u>2,545,168</u>
Less: Depreciation charged during the period / year	(24,372)	(34,136)
	<u>2,487,014</u>	<u>2,511,032</u>
<b>9.1.1 Cost of additions</b>		
Plant and machinery	180	184,741
Motor vehicles	640	6,616
Furniture and fittings	23	147
Office equipment	534	1,367
Electric Installations	-	-
	<u>1,377</u>	<u>192,871</u>
<b>9.1.2 Book value of deletions</b>		
Plant and machinery	-	3,189
Motor vehicles	1,022	1,797
Furniture and fittings	-	25
	<u>1,022</u>	<u>5,011</u>
<b>9.2 Capital work in progress</b>		
Civil works	51,260	50,471
Plant and machinery	1,070,880	1,057,752
Other directly attributable overheads	657,307	556,472
Advances to suppliers	109,142	50,313
	<u>1,888,589</u>	<u>1,715,008</u>

(UN-AUDITED)

NINE MONTH PERIOD ENDED		QUARTER ENDED	
30 June 2023	30 June 2022	30 June 2023	30 June 2022

----- (Rupees in thousand) -----

**10 REVENUE FROM CONTRACTS WITH CUSTOMERS**

Gross revenue	8,831,643	6,306,384	2,272,937	2,134,466
Less:				
Broker's commission on sugar	13,096	8,433	4,024	2,432
Sales tax	1,127,231	836,699	306,491	304,931
Withholding tax on sales	9,601	5,178	2,395	1,672
	1,149,928	850,310	312,910	309,035
	<u>7,681,715</u>	<u>5,456,074</u>	<u>1,960,027</u>	<u>1,825,431</u>

Set out below is the disaggregation of the Company's revenue from contracts with customers:

**Major Products:**

Sugar	7,522,694	4,974,207	1,975,631	1,594,210
Molasses	1,122,087	1,085,412	295,511	471,433
Bagasse	173,804	220,630	-	68,823
Press mud	13,058	26,135	1,795	-
Gross revenue	<u>8,831,643</u>	<u>6,306,384</u>	<u>2,272,937</u>	<u>2,134,466</u>

**Geographical region:**

Pakistan	8,447,910	6,306,384	2,272,937	2,134,466
Saudi Arabia	370,037	-	-	-
Canada	13,696	-	-	-
	<u>8,831,643</u>	<u>6,306,384</u>	<u>2,272,937</u>	<u>2,134,466</u>

**Type of customers:**

Government institutions	-	-	-	-
Non-government customers	<u>8,831,643</u>	<u>6,306,384</u>	<u>2,272,937</u>	<u>2,134,466</u>

**Timing of transfer of goods:**

Goods transferred to customers at a point over time	-	-	-	-
Goods transferred to customers at a point in time	<u>8,831,643</u>	<u>6,306,384</u>	<u>2,272,937</u>	<u>2,134,466</u>

(UN-AUDITED)

NINE MONTH PERIOD ENDED		QUARTER ENDED	
30 June 2023	30 June 2022	30 June 2023	30 June 2022

----- (Rupees in thousand) -----

**11 COST OF SALES**

Raw materials consumed:

Sugarcane purchased	6,004,499	6,169,504	126	268
Sugarcane development cess	49,147	38,696	-	-
Market committee fee	3,932	5,160	-	-
	6,057,578	6,213,360	126	268
Process materials	127,486	123,250	2,380	1,059
Fuel and power	35,726	26,464	15,792	15,633
Stores and spares consumed	77,241	76,926	16,456	15,785
Repairs and maintenance	24,359	13,692	709	1,450
Salaries, wages and other benefits	263,515	247,964	59,790	65,256
Company's contribution to provident fund	1,983	1,957	639	623
Rent, rates and taxes	817	935	168	200
Insurance	4,036	4,201	1,204	1,169
Conveyance and travelling	11,919	16,238	2,498	5,413
Depreciation on operating fixed assets	21,712	8,799	7,240	1,981
Ijarah rentals	3,771	-	1,190	-
Other expenses	11,815	11,393	274	325
	6,641,958	6,745,179	108,466	109,162

**Work-in-process**

Add: Opening stock of sugar and molasses in process	4,232	9,349	4,657	4,144
Less: Closing stock of sugar and molasses in process	(4,650)	(4,141)	(4,650)	(4,141)
	(418)	5,208	7	3

Cost of sugar manufactured	6,641,540	6,750,387	108,473	109,165
Packing material consumed	77,770	78,121	(53)	(184)
Cost of sugar bagged	6,719,310	6,828,508	108,420	108,981

**Finished goods**

Add: Opening stock	2,069,345	948,220	3,625,729	4,587,237
Less: Closing stock	(2,175,459)	(3,034,741)	(2,175,459)	(3,034,741)
	(106,114)	(2,086,521)	1,450,270	1,552,496
	6,613,196	4,741,987	1,558,690	1,661,477

(UN-AUDITED)

NINE MONTH PERIOD ENDED	
30 June 2023	30 June 2022

**12 EARNINGS PER SHARE - BASIC AND DILUTED**

There is no dilutive effect on the basic earnings per share which is based on:

Profit attributable to ordinary shareholders	(Rupees in thousand)	201,552	111,052
Weighted average number of ordinary shares	(Numbers)	12,011,096	12,011,096
Earnings per share	(Rupees)	16.78	9.25

### 13 OPERATING SEGMENTS

Based on the information provided to chief operating decision maker (the CEO), the Company considers its operations as a single operating segment and disclosures are presented accordingly. The co-generation power project is in progress as disclosed in note 1.1. Once completed and operational, the power project shall be treated as a separate segment.

### 14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, other related parties, staff retirement fund trust and key management personnel. The Company in the normal course of business carries out transactions with related parties. Detail of transactions with related parties are as follows:

#### Transactions

	(UN-AUDITED)			
	NINE MONTH PERIOD ENDED		QUARTER ENDED	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	----- (Rupees in thousand) -----			
<b>Shahtaj Textile Limited</b>				
Dividend received	14,950	13,225	-	-
<b>Shahnawaz (Private) Limited</b>				
Purchases and services	437	1,223	256	263
Utilities paid	256	146	-	47
Loan obtained	-	200,000	-	100,000
Loan repaid	-	200,000	-	100,000
Interest charged	-	1,650	-	1,650
<b>Shezan International Limited</b>				
Sale of sugar	585,105	477,060	177,000	334,080
<b>Shezan Services (Private) Limited</b>				
Interest charged	9,103	6,788	3,121	2,263
<b>Information System Associates Limited</b>				
Purchases and services	232	211	232	211
<b>State Life Insurance Corporation of Pakistan</b>				
Premium paid	185	440	-	-
<b>KSB Pumps Company Limited</b>				
Purchases made	12,574	90	-	-
<b>Mr. Muneer Nawaz</b>				
Loan Received	80,000	-	80,000	-
<b>Staff Provident Fund Trust</b>				
Contributions paid	4,179	4,056	1,375	1,417
<b>Key Management Personnel</b>				
Remuneration and benefits	72,584	68,140	24,778	22,928

**15 FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 September 2022.

**16 CORRESPONDING FIGURES**

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-measured, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

**17 GENERAL**

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.

**18 DATE OF AUTHORIZATION FOR ISSUE**

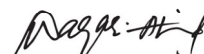
These condensed interim financial statements were authorized for issue by the Board of Directors on **26 July 2023**.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

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