



**SHAHMURAD SUGAR MILLS LIMITED**

1st Quarterly Results for the period  
1st October, 2023 to 31st December, 2023

# Company Information

## BOARD OF DIRECTORS

MR. NOOR MOHAMMAD ZAKARIA

MR. ZIA ZAKARIA

MR. ABDUL AZIZ AYOOB

MRS. SANOBAR HAMID ZAKARIA

MR. ASAD AHMED MOHIUDDIN

MR. RUMI MOIZ

MR. SHEIKH ASIM RAFIQ

### BOARD AUDIT COMMITTEE

MR. RUMI MOIZ

MR. NOOR MOHAMMAD ZAKARIA

MRS. SANOBAR HAMID ZAKARIA

### HUMAN RESOURCE AND REMUNERATION COMMITTEE

MR. RUMI MOIZ

MR. NOOR MOHAMMAD ZAKARIA

MR. ZIA ZAKARIA

### CHIEF FINANCIAL OFFICER

MR. ZAID ZAKARIA

### COMPANY SECRETARY

MR. MOHAMMAD YASIN MUGHAL  
FCMA

### AUDITORS

M/s. KRESTON HYDER BHIMJI & CO.  
Chartered Accountants

### LEGAL ADVISOR

MR. IRFAN  
Advocate

### REGISTERED OFFICE

96-A, Sindhi Muslim Society, Karachi-74400 Tel: 34550161-63 Fax: 34556675  
[www.shahmuradsugar.co](http://www.shahmuradsugar.co)

### REGISTRAR & SHARES REGISTRATION OFFICE

C & K Management Associates (Pvt) Ltd.  
404-Trade Tower,  
Abdullah Haroon Road,  
Near Metropole Hotel, Karachi - 75530  
[www.shahmuradsugar.co](http://www.shahmuradsugar.co)

### FACTORY

Jhok Sharif,  
Taluka Mirpur Bathoro,  
District Sujawal (Sindh)

## DIRECTORS' REPORT

Dear members Aslamu-o-Alaikum

On behalf of the Board, I take the opportunity to place before you with great pleasure the un-audited financial statements of your Company for the first quarter ended December 31st 2023. Segment wise position is briefed as under:

### SUGAR DIVISION

The operation of crushing of sugarcane commenced on November 29, 2023 and up to December 31, 2023 the Mill crushed 174,715 metric tons of sugarcane as against 112,131 metric tons crushed during the same period last year. The production of sugar was 15,815 metric tons as against 9,610 metric tons produced last year. The recovery percentage increased to 10.41 percent as against 10.22 percent achieved last year. Although this is first month of operation but crushing volume and production of sugar is expected that production of sugar would be same as last year's production. Recovery percentage also increased but cannot be considered as representative or final as it represents 33 days of crushing. It is expected that the recovery rate would further improve during the remaining period of the season when sizable volume of crushing is achieved. The production of sugar last year in the country was more than the requirement of the country and during the current year it is expected the production of sugar would more or less at the same level depending upon the availability of raw material.

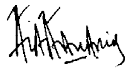
Government of Sindh has notified support price of sugarcane at Rs.425/= per forty kgs of cane as against Rs.302/= notified last year. Increase in the raw material cost, current inflation level and higher barrowing cost would enhance the cost of production of sugar considerably.

### ETHANOL DIVISION

During the period under consideration the production of ethanol division was 12,651 metric tons as against 15,320 metric tons produced in the same period of last year. The production is less than last year due to lower opening stock of the raw material. The availability of raw material is expected slightly lower as compared to last year due to higher demand in export which is reflected in the increase in the price of raw material. The ethanol demand is lower as compared to last year due to recessionary trend in the world. In addition, the conflict in middle east region also impact to supply chain operation of product. The management is aggressively pursuing various avenues to develop different geographical markets to timely export and get better price.

The Board of Directors also wish to place on record their appreciation to the dedicated work and commitment of all officers, employees and workers who contributed their services to sustain all operations of the company.

For & on behalf of the Board of Directors



**ZIA ZAKARIA**  
Managing Director & CEO



**A. AZIZ AYOOB**  
Director

Date: January 26, 2024

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)  
AS AT DECEMBER 31, 2023**

	Un-Audited December 2023	Audited September 2023	
Note	(Rupees in thousand)		
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	4	10,863,315	10,859,038
Long term investment in associate under equity method		973	973
Long term loans		3,522	1,867
Long term deposits		3,149	3,149
		<b>10,870,959</b>	<b>10,865,027</b>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		422,898	356,283
Stock-in-trade		3,435,715	4,562,106
Trade debts		697,696	870,395
Loans and advances		4,609,956	710,205
Trade deposits and short term prepayments		26,655	1,168
Other receivables		66,364	109,064
Short term investment		1,038,256	24,242
Cash and bank balances		3,789,080	5,099,535
		<b>14,086,620</b>	<b>11,732,998</b>
		<b>24,957,579</b>	<b>22,598,025</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised Capital 25,000,000 ordinary shares of Rs. 10 each		250,000	250,000
Issued, subscribed and paid-up capital		211,187	211,187
Revenue reserve			
General reserve		80,000	80,000
Share of associate's unrealized loss on remeasurement of investment		(2,268)	(2,268)
Unappropriated Profit		8,602,020	7,563,144
Capital reserve			
Revaluation surplus on property, plant and equipment		5,894,125	5,966,455
		<b>14,785,064</b>	<b>13,818,518</b>
<b>NON CURRENT LIABILITIES</b>			
Long term financing		375,290	388,654
Deferred taxation		1,004,194	956,059
		<b>1,379,484</b>	<b>1,344,713</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		2,138,168	2,437,950
Accrued finance cost		227,502	127,089
Short term borrowings		6,050,328	4,562,307
Loan from related parties		-	8,032
Unclaimed dividend		22,324	22,330
Current portion of long term financing		178,223	178,223
Income tax payable - net of payments		176,486	98,863
		<b>8,793,031</b>	<b>7,434,794</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	5	-	-
		<b>24,957,579</b>	<b>22,598,025</b>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

  
**ZIA ZAKARIA**  
Managing Director & CEO

  
**AZIZ AYOOB**  
Director

  
**ZAID ZAKARIA**  
Chief Financial Officer


**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2023**

	Note	For the three months October to December	
		2023	2022
(Rupees in thousand)			
Sales		<b>6,993,409</b>	4,083,130
Cost of Sales	6	<b>(5,647,335)</b>	(3,088,580)
Gross profit		<b>1,346,074</b>	994,550
Profit from trading activities		<b>1,187</b>	884
		<b>1,347,261</b>	995,434
Distribution cost		<b>(35,043)</b>	(40,324)
Administrative expenses		<b>(122,034)</b>	(80,208)
Other operating charges		<b>(91,361)</b>	(39,802)
		<b>(248,438)</b>	(160,334)
Operating profit		<b>1,098,823</b>	835,100
Other income		<b>309,286</b>	168,522
		<b>1,408,109</b>	1,003,622
Finance cost		<b>(227,930)</b>	(114,378)
Profit before taxation		<b>1,180,179</b>	889,244
Taxation		<b>(213,633)</b>	(47,443)
Profit after taxation		<b>966,546</b>	841,801
Earning per share-Basic and diluted - Rupees		<b>45.77</b>	39.86

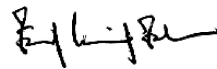
The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.



**ZIA ZAKARIA**  
Managing Director & CEO



**AZIZ AYOOB**  
Director



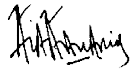
**ZAID ZAKARIA**  
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2023**

**For the three months  
October to December  
2023                      2022  
(Rupees in thousand)**

Profit after taxation	<b>966,546</b>	841,801
Other comprehensive income	-	-
Total comprehensive profit for the period	<b>966,546</b>	841,801

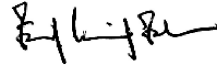
The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.



**ZIA ZAKARIA**  
Managing Director & CEO



**AZIZ AYOUB**  
Director



**ZAID ZAKARIA**  
Chief Financial Officer

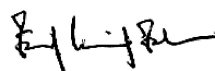
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE THREE MONTHS PERIOD ENDED DECEMBER 31, 2023**

	Issued, subscribed & paid up capital	Revenue Reserves			Capital Reserve Revaluation surplus on property, plant and equipment	Total
		General reserve	Share of Associate's unrealised (loss)/gain on remeasurement of investment	Un- appropriated profit		
----- (Rupees in thousand) -----						
<b>Balances as at October 1, 2022 (Audited)</b>	211,187	80,000	(2,195)	4,513,440	1,212,117	<b>6,014,549</b>
<b>During the period ended December 31, 2022</b>						
<b>Total Comprehensive Income for the period ended December 31, 2022</b>						
Profit after taxation	-	-	-	841,801	-	<b>841,801</b>
<b>Other comprehensive income</b>						
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation -net of deferred tax	-	-	-	17,139	(17,139)	-
	-	-	-	858,940	(17,139)	<b>841,801</b>
<b>Balances at December 31, 2022</b>	<u>211,187</u>	<u>80,000</u>	<u>(2,195)</u>	<u>5,372,380</u>	<u>1,194,978</u>	<u><b>6,856,350</b></u>
<b>Balances as at October 1, 2023 (Audited)</b>	211,187	80,000	(2,268)	7,563,144	5,966,455	<b>13,818,518</b>
<b>During the period ended December 31, 2023</b>						
<b>Total Comprehensive Income for the period ended December 31, 2023</b>						
Profit after taxation	-	-	-	966,546	-	<b>966,546</b>
<b>Other comprehensive income</b>						
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation -net of deferred tax	-	-	-	72,330	(72,330)	-
	-	-	-	1,038,876	(72,330)	<b>966,546</b>
<b>Balances at December 31, 2023</b>	<u>211,187</u>	<u>80,000</u>	<u>(2,268)</u>	<u>8,602,020</u>	<u>5,894,125</u>	<u><b>14,785,064</b></u>

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

  
**ZIA ZAKARIA**  
Managing Director & CEO

  
**AZIZ AYOOB**  
Director

  
**ZAID ZAKARIA**  
Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)  
FOR THE PERIOD ENDED DECEMBER 31, 2023**

	December 2023	December 2022
Note	(Rupees in thousand)	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,180,179	889,244
<b>Adjustment for :</b>		
Depreciation	136,195	83,530
Gain on disposal of property, plant and equipment	(480)	-
Finance cost	227,930	114,378
	363,645	197,908
<b>Cash generated before working capital changes (Increase) / decrease in current assets</b>	1,543,824	1,087,152
Stores, spare parts and loose tools	(66,615)	(89,918)
Stock in trade	1,126,391	452,913
Trade debts	172,699	784,040
Loans & advances	(3,899,751)	(2,260,899)
Short term prepayments	(25,487)	(10,051)
Other receivables	42,700	14,859
	(2,650,063)	(1,109,056)
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	(299,782)	21,074
Short term borrowings	1,488,021	191,700
	1,188,239	212,774
	82,000	190,870
(Payments)/receipts for		
Long term loans - net	(1,655)	(1,079)
Income tax	(87,876)	(49,837)
Finance cost	(127,517)	(81,274)
	(217,048)	(132,190)
<b>Net cash inflow/(outflow) from operating activities</b>	(135,048)	58,680
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition in property, plant & equipment	(140,938)	(62,513)
Sale proceeds from disposal of property, plant and equipment	946	-
<b>Net cash out flow from investing activities</b>	(139,992)	(62,513)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of long term financing	(13,363)	(28,363)
Repayment of loan from related parties	(8,032)	(7,000)
Dividend paid	(6)	(9)
<b>Net cash (outflow)/inflow from financing activities</b>	(21,401)	(35,372)
<b>Net increase in cash and cash equivalents (A+B+C)</b>	(296,441)	(39,205)
Cash and cash equivalents at the beginning of the period	5,123,777	2,066,616
<b>Cash and cash equivalents at the end of period</b>	4,827,336	2,027,411
<b>Cash and cash equivalents</b>		
- Short term investment	1,038,256	58,776
- Cash and bank balances	3,789,080	1,968,635
	4,827,336	2,027,411

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information.

  
**ZIA ZAKARIA**  
Managing Director & CEO

  
**AZIZ AYOOB**  
Director

  
**ZAIID ZAKARIA**  
Chief Financial Officer



## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED DECEMBER 31, 2023

### 1 THE COMPANY AND ITS OPERATIONS

The Company was incorporated in Pakistan as a public limited company on April 9, 1979. Its shares are quoted at the Pakistan Stock Exchange. The registered office of the Company is located at 96-A, Sindhi Muslim Cooperative Housing Society, Karachi, Sindh. The Company owns and operates Sugar and Ethanol manufacturing units which are located at Jhoke Sharif, District Sujawal in the province of Sindh. The total area of industry land which includes the main factory is spread over 333.32 Acres.

### 2 BASIS OF PREPARATION

2.1 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 Financial Reporting Standards (IFRS Standards) 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 IFRS standards, the provisions of and directives issued under the Companies Act, 2017 have been followed. The condensed interim financial information does not include all the information and disclosures 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, 2023.

### 3 SIGNIFICANT ACCOUNTING POLICIES AND DISCLOSURES

3.1 The accounting policies and methods of computation followed for the preparation of this condensed interim financial information are consistent with those followed in the preparation of the company's annual financial statements for the year ended September 30, 2023.

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

3.3 Certain new IFRSs and amendments to existing IFRSs, effective for periods beginning on or after January 1, 2019, do not have any impact on the condensed interim financial information, and are therefore not disclosed.

3.4 The preparation of this condensed interim financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also required management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements 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. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods as appropriate. Judgements and estimates made by the management in the preparation of this condensed interim financial statements are the same as those that were applied to financial statements as at and for the year ended September 30, 2023.

	Notes	Un-Audited December 2023 (Rupees in thousand)	Audited September 2023
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	4.1	<b>10,587,803</b>	10,715,513
Capital work in progress	4.2	<b>275,512</b>	143,525
		<b>10,863,315</b>	10,859,038
<b>4.1 Operating Fixed Assets</b>			
<b>Opening book value</b>		<b>10,715,513</b>	5,179,482
<b>Direct additions during the period / year</b>			
Owned			
Furniture, Fixture and Fittings		-	243
Office Equipment		<b>549</b>	4,146
Vehicle		<b>8,402</b>	45,375
		<b>8,951</b>	49,764
<b>Transfer from CWIP during the period / year</b>			
Owned			
Factory building		-	14,698
Plant and Machinery		-	436,561
		-	451,259
<b>Disposals - Operating assets (net book value)</b>		<b>(466)</b>	(935)
<b>Revaluation Surplus</b>		-	5,395,357
<b>Depreciation Charged for the period / year</b>		<b>(136,195)</b>	(359,414)
<b>Closing book value</b>		<b>10,587,803</b>	10,715,513

	Un-Audited December 31, 2023	Audited September 30, 2023
	(Rupees in thousand)	
<b>4.2 Capital Work in Progress</b>		
Opening balance	143,525	371,665
<b>Additions during the period / year</b>		
Civil Works	539	14,698
Plant & Machinery	131,448	208,421
	131,987	223,119
<b>Capitalization during the period/year</b>		
Civil Works	-	(14,698)
Plant & Machinery	-	(436,561)
	-	(451,259)
<b>Closing balance</b>	<u>275,512</u>	<u>143,525</u>
	<u>10,863,315</u>	<u>10,859,038</u>

## 5. CONTINGENCIES AND COMMITMENTS

### 5.1 Contingencies

There is no material change in status of contingencies as disclosed in note No. 26 (a) of the annual financial statements for the year ended September 30, 2023.

	Un-Audited December 31, 2023	Audited September 30, 2023
	(Rupees in thousand)	
<b>5.2 Commitments</b>		
Commitments for capital expenditure	-	32,031
Commitments for stores and spares	-	31,810
	-	63,841
<b>Bank Guarantees</b>		
in favor of Excise and Taxation Department	<u>500</u>	<u>500</u>

**For the period  
October to December  
2023                      2022  
(Rupees in thousand)**

**6. COST OF SALES**

Opening stock of finished goods	3,015,849	1,823,918
Cost of goods manufactured	4,792,176	3,165,925
	<b>7,808,025</b>	4,989,843
Closing stock of finished goods (Note 6.1)	<b>(2,160,690)</b>	(1,901,263)
	<b>5,647,335</b>	3,088,580

**6.1** At period end stock pledged against short term borrowings amounted to Rs. Nil (December 2022 : Rs. 200 million).

**7. TRANSACTION WITH RELATED PARTIES**

Related parties comprises of associated entities, staff retirement funds, directors and key management personnel. The transactions with balances of related parties during the period/as at period end are given below:

Transactions:		December 2023	December 2022
Relationship with the Company	Nature of Transactions	(Rupees in thousand)	
<b>Associates</b>			
Al-Noor Sugar Mills Limited	Purchase of Goods	204,486	82,329
Reliance Insurance Company Ltd	Insurance premium	5,753	4,698
<b>Other related parties</b>			
Directors' and key management personnel	Directors remuneration	9,705	7,717
	Executive remuneration	18,800	18,452
	Directors' meeting fee	200	70
Staff provident fund	Company's Contribution during the period	3,115	2,622
<b>Balances:</b>			
Relationship with the Company	Nature of Transactions		
<b>Associates</b>			
Al-Noor Sugar Mills Limited	Loans and advances	275,514	299,923
Reliance Insurance Company Ltd	Trade & other payables	16,468	15,195
Staff provident fund	Trade & other payables	2,054	2,133

## 8. RELATIONSHIP WITH THE ISLAMIC AND CONVENTIONAL FINANCIAL INSTITUTION

The Company in the normal course of business deals with sole Islamic financial institutions as well as the financial institutions who operate both the conventional side and Islamic window. During the period the Company carried out transactions with both the conventional side as well as Islamic window of financial institutions. The detailed segregation between Shariah Compliant and conventional assets/liabilities and income/expenditure are given below:

	As at December 31, 2023			As at September 30, 2023		
	Rupees in thousand			Rupees in thousand		
	Islamic Mode	Conventional	Total	Islamic Mode	Conventional	Total
Long term financing-Musharka and others finance	50,000	325,290	375,290	50,000	338,654	388,654
Current portion of long term finance	100,000	78,223	178,223	100,000	78,223	178,223
	150,000	403,513	553,513	150,000	416,877	566,877
Accrued Mark-up/profit	116,947	110,555	227,502	85,263	41,826	127,089
Short term borrowings	3,300,000	2,750,328	6,050,328	2,350,000	2,212,307	4,562,307
Short term investment	(1,038,256)	-	(1,038,256)	(24,242)	-	(24,242)
Cash at banks	(3,579,282)	(209,798)	(3,789,080)	(5,034,342)	(65,193)	(5,099,535)
	(1,050,591)	3,054,598	2,004,007	(2,473,321)	2,605,817	132,496

	Period ended December 31, 2023			Period ended December 31, 2022		
	Rupees in thousand			Rupees in thousand		
	Islamic Mode	Conventional	Total	Islamic Mode	Conventional	Total
Finance cost	118,147	109,783	227,930	53,936	60,442	114,378
Income from Special Sharikah						
Certificates and PLS	(308,805)	-	(308,805)	(80,723)	(1,007)	(81,730)
	(190,658)	109,783	(80,875)	(26,787)	59,435	32,648

## 9. SEGMENT INFORMATION

The Company's operating businesses are organized and managed separately according to the nature of products produced with each segment representing a strategic business unit that offer different products and serves different markets. The sugar segment is the manufacturer of the sugar and ethanol segment is a manufacturer of ethanol. The following tables represents revenue and profit information regarding business segment for the three months period ended December 31, 2023 and December 31, 2022 and assets and liabilities information regarding business segments as at December 31, 2023 and September 30, 2023.

	Sugar		Ethanol		Total	
	For the period ended December 31,		For the period ended December 31,		For the period ended December 31,	
	2023	2022	2023	2022	2023	2022
----- (Rupees in thousand) -----						
<b>REVENUE</b>						
External Sales	2,690,607	1,090,467	4,302,802	2,992,664	6,993,409	4,083,131
Inter segment transfer	-	136,310	-	-	-	136,310
<b>Total</b>	<b>2,690,607</b>	<b>1,226,777</b>	<b>4,302,802</b>	<b>2,992,664</b>	<b>6,993,409</b>	<b>4,219,441</b>
<b>RESULTS</b>						
Profit from operation	444,114	(92,713)	744,883	966,731	1,188,997	874,018
Profit from trading activity	1,187	884	-	-	1,187	884
	445,301	(91,829)	744,883	966,731	1,190,184	874,902
Other operating expenses					(91,361)	(39,802)
Other income					309,286	168,522
Finance cost					(227,930)	(114,378)
Profit before tax					1,180,179	889,244
Taxation					(213,633)	(47,443)
<b>Profit for the period</b>					<b>966,546</b>	<b>841,801</b>

## SEGMENT ASSETS AND LIABILITIES

	December 2023	September 2023	December 2023	September 2023	December 2023	September 2023
	----- (Rupees in thousand) -----					
<b>Assets</b>						
Segment assets	6,286,771	6,372,639	18,142,751	15,824,413	24,429,522	22,197,052
Un-allocated assets					527,084	400,000
Long term investment					973	973
<b>Total assets</b>					<b>24,957,579</b>	<b>22,598,025</b>
<b>Liabilities</b>						
Segment liabilities	2,930,479	2,860,571	7,135,656	5,831,223	10,066,135	8,691,794
Unallocated liabilities					106,380	87,713
					<b>10,172,515</b>	<b>8,779,507</b>

Period ended December 31, 2023		Period ended December 31, 2022		Period ended December 31, 2023		Period ended December 31, 2022	
--------------------------------------	--	--------------------------------------	--	--------------------------------------	--	--------------------------------------	--

(Rupees in thousand)

**OTHER INFORMATION**

Additions to property, plant and equipment	<b>45,045</b>	2,320	<b>95,893</b>	60,193	<b>140,938</b>	62,513
Depreciation	<b>46,883</b>	26,482	<b>89,312</b>	57,048	<b>136,195</b>	83,530

**Revenue from major customers**

During the period external sales to major customers amounted to Rs. 3,609 million. (December 2022: Rs. 1,573 million)

**Geographical information**

All non-current assets of the Company are located in Pakistan. Company's local external sales represent sales to various external customers in Pakistan as well as outside Pakistan as follows:

	For the period ended December 31	
	2023	2022
	(Rupees in thousand)	
Pakistan	<b>2,690,607</b>	1,090,467
Netherlands	<b>1,559,674</b>	745,604
Tanzania	<b>484,829</b>	-
Korea	<b>419,138</b>	32,254
Ghana	<b>404,579</b>	283,195
Japan	<b>259,095</b>	99,249
Angola	<b>231,833</b>	-
Kenya	<b>148,577</b>	-
Singapore	<b>113,442</b>	120,819
Congo	<b>112,985</b>	-
Taiwan	<b>89,862</b>	344,012
Cameroon	<b>73,757</b>	-
United Arab Emirates	<b>57,951</b>	551,611
Jordan	<b>49,053</b>	47,100
Iraq	<b>32,439</b>	91,795
Lebanon	<b>31,487</b>	8,851
Philippines	<b>29,794</b>	26,566
Thailand	<b>5,506</b>	145,509
Indonesia	-	447,768
Others	<b>198,801</b>	48,331
	<b>6,993,409</b>	4,083,131

**10. WORKERS PROFIT PARTICIPATION FUND, WORKERS WELFARE FUND AND TAXATION**

Allocation to the Worker's Profit Participation Fund, Worker's Welfare Fund and provision for taxation are provisional. Final liability would be determined on the basis of annual results.

## 11. FAIR VALUES

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.

The Company while assessing fair values uses calculation techniques that are appropriate in the circumstances using relevant observable data as far as possible and minimizing the use of unobservable inputs. Fair values are categorized into following three levels based on the input used in the valuation techniques:

- Level 1: Quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)
- Level 3: Inputs are unobservable inputs for the asset or liability. Inputs for the asset or liability that are not based on observation market data (that is, unobservable inputs).

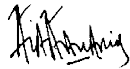
Financial assets and liabilities of the Company are either short term in nature or are repriced periodically therefore; their carrying amounts approximate their fair values.

## 12. AUTHORIZATION

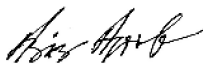
This condensed interim financial information was authorized for issue on 26th January, 2024 by the Board of Directors of the Company.

## 13. GENERAL

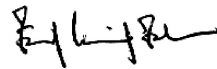
Figures have been rounded off nearest to thousand rupees.



**ZIA ZAKARIA**  
Managing Director & CEO



**AZIZ AYOUB**  
Director



**ZAID ZAKARIA**  
Chief Financial Officer




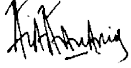
## اتھنول ڈویشن:

زیر عورت کے دوران اتھنول ڈویشن کی پیداوار 12,651 میٹرک ٹن رہی جو گزشتہ سال کی اسی مدت میں 15,320 میٹرک ٹن تھی۔ خام مال کے کم اوپننگ اسٹاک کی وجہ سے پیداوار پچھلے سال کے مقابلے کم ہے۔ برآمدات میں زیادہ مانگ کی وجہ سے خام مال کی دستیابی گزشتہ سال کے مقابلے میں قدرے کم ہونے کی توقع ہے جو کہ خام مال کی قیمتوں میں اضافے سے ظاہر ہوتی ہے۔ دنیا میں کساد بازاری کے رجحان کی وجہ سے اتھنول کی طلب گزشتہ سال کے مقابلے میں کم ہے۔ اس کے علاوہ، مشرق وسطیٰ کے علاقے میں تنازعہ بھی مصنوعات کی سپلائی چین آپریشن پر اثر انداز ہوتا ہے۔ انتظامیہ مختلف جغرافیائی منڈیوں کو بروقت درآمد کرنے اور بہتر قیمت حاصل کرنے کے لیے جارحانہ طریقے سے مختلف طریقوں پر عمل پیرا ہے۔

بورڈ آف ڈائریکٹرز ان تمام افسران، ملازمین اور کارکنوں کے وقف کام اور عزم کے لیے اپنی تعریف بھی ریکارڈ پر رکھنا چاہتے ہیں جنہوں نے کمپنی کے تمام آپریشنز کو برقرار رکھنے کے لیے اپنی خدمات کا حصہ ڈالا۔ بورڈ آف ڈائریکٹرز کے لیے اور اس کی جانب سے

منجانب بورڈ آف ڈائریکٹرز

  
اے عزیز ایوب  
ڈائریکٹر

  
ضیاء زکریا  
چیف ایگزیکٹو آفیسر (CEO)

تاریخ: 26 جنوری 2024

## ڈائریکٹرز رپورٹ

محترم ممبران السلام علیکم

بورڈ کی جانب سے، میں آپ کے سامنے بڑی خوشی کے ساتھ 31 دسمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کے لیے آپ کی کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرنے کا موقع حاصل کرتا ہوں۔ ہر شعبہ کی کارکردگی درج ذیل ہے۔

### شوگر ڈویژن:

گنے کی کرشنگ کا آپریشن 29 نومبر 2023 کو شروع ہوا اور 31 دسمبر 2023 تک مل نے 174,715 میٹرک ٹن گنے کی پیسائی کی جبکہ گزشتہ سال اسی عرصے کے دوران 112,131 میٹرک ٹن گنے کی پیسائی کی گئی۔ چینی کی پیداوار گزشتہ سال 9,610 میٹرک ٹن کے مقابلے 15,815 میٹرک ٹن رہی۔ ریکوری کا فیصد تناسب بڑھ کر 10.41 فیصد ہو گیا جو گزشتہ سال 10.22 فیصد تھا۔ اگرچہ یہ آپریشن کا پہلا مہینہ ہے لیکن چینی کی کرشنگ حجم اور پیداوار کی توقع ہے کہ چینی کی پیداوار پچھلے سال کی پیداوار کے برابر ہوگی۔ وصولی کا فیصد بھی بڑھ گیا ہے لیکن اسے نمائندہ یا حتمی نہیں سمجھا جاسکتا کیونکہ یہ کرشنگ کے 33 دنوں کی نمائندگی کرتا ہے۔ توقع ہے کہ سیزن کے بقیہ عرصے کے دوران جب کرشنگ کا بڑا حجم حاصل ہو جائے گا تو بحالی کی شرح میں مزید بہتری آئے گی۔ گزشتہ سال ملک میں چینی کی پیداوار ملک کی ضرورت سے زیادہ تھی اور رواں سال کے دوران خام مال کی دستیابی کے لحاظ سے چینی کی پیداوار کم و بیش اسی سطح پر رہنے کی توقع ہے۔

حکومت سندھ نے گنے کی سپورٹ پرائس = 425/ فی چالیس کلوگرام کے حساب سے نوٹیفائیڈ کی ہے جو کہ پچھلے سال = 302/ روپے تھی۔ خام مال کی قیمت میں اضافہ، مہنگائی کی موجودہ سطح اور زیادہ پیرونگ لاگت چینی کی پیداواری لاگت کو کافی حد تک بڑھا دے گی۔

**BOOK POST**  
**PRINTED MATTER**

*If undelivered please return to :*  
**SHAHMURAD SUGAR MILLS LTD.**  
96-A, SINDHI MUSLIM SOCIETY,  
KARACHI-74400.

