

1st Quarter

ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED

CONDENSED INTERIM FINANCIAL STATEMENTS

For the quarter ended 31 December 2023
(Un-audited)



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CORPORATE INFORMATION

Board of Directors

Muhammad Dawood
(Director/Chief Executive)
Yasir Iqbal (Chairman)
Muhammad Nawaz
Muhammad Rashid Rana
Atif Butt
Muhammad Talib
Amjad Abbas

Audit Committee

Muhammad Nawaz	(Chairman/Member)
Atif Butt	(Member)
Amjad Abbas	(Member)

Chief Financial Officer

Sohail Azam Khan

Company Secretary

Saleem Abbas

Internal Auditors'

Muhammad Nasir

Auditors'

Zahid Jamil & Co.
Chartered Accountants

Registrar

CDC Shares Registrar Services Limited,
CDC House, 99-B, Block-B, S.M.C.H.S.,
Main Shahrah-e-Faisal, Karachi, Pakistan

Registered Office

7/10, A-2 Arkay Square
Shahrah-e-Liaqat, New Challi, Karachi

Mills

Abdullah Shah Ghaziabad, Garho,
District Thatta, Sindh

Bankers

Bank Islami Pakistan Limited
Bank Al-Falah Limited
Silk Bank Limited
MCB Bank Limited
Meezan Bank Limited
Habib Metropolitan Bank Limited
United Bank Limited
Allied Bank Limited

Web Presence:

www.asgsm.com

DIRECTOR'S REPORT

Dear Members,

Assalam-o-Alaikum,

On behalf of the Board, I am pleased to present un-audited Interim Financial Statements of the Company for the first quarter ended on December 31, 2023.

Financial Results

During the period under review the operation of your company resulted in pre-tax loss of Rs. 119.687 million. The financial results are as under:

	(Rupees in Thousands)
Loss before Taxation	(119,687)
Taxation	34,783
Loss after Taxation	(84,904)


The sugar industry continued to be under pressure due to non availability and high pricing of sugarcane. In current year, there is a shortage of sugar cane crop especially in mills' surrounding areas. This scarcity of crop coupled with some technical issue resulted in plant to non-operation of mills during the season.

Acknowledgement

The Board would like to place on record its appreciation of all the employees of the company for their dedication and hard work.



Chief Executive/Director



Director

Lahore

February 27, 2024

ڈائریکٹرز کی رپورٹ

پیارے ممبران السلام علیکم،

بورڈ کی جانب سے مجھے 31 دسمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کے لیے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی ہو رہی ہے۔

مالی نتائج زیر نظر مدت کے دوران آپ کی کمپنی کے آپریشن کے نتیجے میں 119.687 ملین روپے کا قبل از ٹیکس نقصان ہوا۔ مالی نتائج درج ذیل ہیں:

(روپے ہزاروں میں)

(119,687)

ٹیکس سے پہلے نقصان

34,783

ٹیکسیشن

(84,904)

بعد از ٹیکس نقصان

گنے کی عدم دستیابی اور قیمتوں میں اضافے کی وجہ سے شوگر انڈسٹری مسلسل دباؤ کا شکار رہی۔ رواں سال خاص طور پر ملوں کے آس پاس کے علاقوں میں گنے کی فصل کی قلت ہے۔ فصل کی اس قلت اور کچھ تکنیکی مسائل کے نتیجے میں سیزن کے دوران ملوں کے پلانٹ نہ چلنے کی وجہ بنی۔

اعتراف

بورڈ کمپنی کے تمام ملازمین کو ان کی لگن اور سخت محنت کے لئے خراج تحسین پیش کرنا چاہتا ہے۔


ڈائریکٹر


چیف ایگزیکٹو/ڈائریکٹر

لاہور

27 فروری، 2024

ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
As at December 31, 2023

		(Un-Audited) December 31, 2023	(Audited) September 30, 2023
	Notes	RUPEES	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipments	4	3,353,972,417	3,392,202,188
Long term deposits			--
CURRENT ASSETS			
Stores and spares		44,994,691	38,974,131
Stock in trade		194,400	194,400
Advances		112,713,958	83,632,857
Other Receivables		16,117,735	16,117,735
Tax refunds due from the government		8,837,845	8,116,831
Cash and bank balances		4,446,983	3,344,710
		187,305,612	150,380,664
		<u>3,541,278,029</u>	<u>3,542,582,852</u>
LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
100,000,000 (2022:100,000,000) ordinary shares of Rs. 10/- each		<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, subscribed and paid-up capital		792,616,660	792,616,660
Surplus on revaluation of property, plant and equipment		1,110,668,058	1,171,239,257
Accumulated loss		(2,444,561,533)	(2,420,228,387)
		(541,276,815)	(456,372,470)
NON-CURRENT LIABILITIES			
Long term loans - Unsecured	5	689,850,818	622,073,947
Long term loans - Secured		244,000,000	247,000,000
Deferred tax liability		220,731,327	255,768,455
		1,154,582,145	1,124,842,402
CURRENT LIABILITIES			
Trade and other payables		2,461,662,471	2,450,313,226
Finance cost payable		436,865,228	393,854,694
Short term borrowings - Secured		18,973,000	18,973,000
Current portion of long term loan from bank		10,472,000	10,972,000
		2,927,972,699	2,874,112,920
CONTINGENCIES			
	6	--	--
		<u>3,541,278,029</u>	<u>3,542,582,852</u>

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

1st Quarter 2023

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
For the First Quarter Ended December 31, 2023

	<u>December 31,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
<u>RUPEES</u>		
Sales	-	-
Cost of Sales	<u>72,132,052</u>	<u>71,553,821</u>
Gross loss	<u>(72,132,052)</u>	<u>(71,553,821)</u>
OPERATING EXPENSES		
Administrative and general expenses	<u>(5,197,752)</u>	<u>(6,022,022)</u>
Finance cost	<u>(43,020,370)</u>	<u>(24,034,924)</u>
Other Income	<u>662,802</u>	<u>139,897,480</u>
Profit/(Loss) before taxation	(119,687,372)	38,286,713
Taxation	34,783,028	(16,780,855)
Profit/(Loss) after taxation	<u><u>(84,904,344)</u></u>	<u><u>21,505,858</u></u>
Earning Per Share- Basic and diluted	<u>(1.07)</u>	<u>0.27</u>

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


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1st Quarter 2023

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For the First Quarter Ended December 31, 2023

	December 31, 2023	December 31, 2022
	RUPEES	
Profit/(Loss) for the period	(84,904,344)	21,505,858
Other Comprehensive income:		
Transfer from surplus on revaluation of property, plant and equipment	-	-
Related deferred tax	-	-
	-	-
Total comprehensive income for the 1st Quarter	(84,904,344)	21,505,858

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


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ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
For the First Quarter Ended December 31, 2023

	December 31, 2023	December 31, 2022
RUPEES		
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/(Loss) before taxation	(119,687,372)	38,286,713
Adjustments for non cash and other items:		
Depreciation	38,229,771	40,390,267
Financial charges	43,020,370	24,034,925
Prior Year Adjustment	(662,802)	--
	80,587,339	64,425,192
Cash flow before working capital changes	(39,100,033)	102,711,904
Changes in working capital		
(Increase) / decrease in current assets:		
Stores and spares	(6,020,561)	(3,286,799)
Stock in trade	--	--
Tax Refund due from the government	(597,928)	--
Advances, deposits and prepayments	(29,081,101)	(11,543,443)
	(35,699,590)	(14,830,242)
Increase / (decrease) in current liabilities:		
Trade and other payables	12,012,048	109,569,767
	(23,687,542)	94,739,525
Cash (used) in operations	(62,787,575)	197,451,429
Payments for:		
Taxes	(123,085)	(194,069)
Financial charges	(9,837)	(138,505,617)
Gratuity paid	(254,100)	--
	(387,022)	(138,699,686)
Net cash used from operating activities	(63,174,597)	58,751,743
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Fixed capital expenditure	--	(2,242,133)
Net cash used in investing activities	--	(2,242,133)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Payment against long term financing	(3,500,000)	(7,298,518)
Long term loan from related party - unsecured	67,776,871	(38,812,320)
Net cash generated from financing activities	64,276,871	(46,110,838)
	--	--
Net decrease in cash and cash equivalent	1,102,274	10,398,773
Cash and bank balances at the beginning of the period	3,344,710	3,069,151
Cash and bank balances at the end of the period	4,446,983	13,467,924

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


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CHIEF FINANCIAL OFFICER

1st Quarter 2023

ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For the First Quarter Ended December 31, 2023

	Share Capital	Surplus on revaluation of PPE(net)	Accumulated Loss	Total
RUPEES				
Balance as at October 01, 2022	792,616,660	1,235,349,333	(2,201,286,662)	(173,320,669)
Total comprehensive loss for the year			21,505,858	21,505,858
Transfer from revaluation surplus on property, plant and equipment		(67,858,622)	67,858,622	-
Balance as at December 31, 2022	792,616,660	1,167,490,711	(2,111,922,182)	(151,814,811)
Balance as at October 01, 2023	792,616,660	1,171,239,257	(2,420,228,387)	(456,372,470)
Total comprehensive loss for the period			(84,904,344)	(84,904,344)
Transfer from revaluation surplus on property, plant and equipment		(60,571,199)	60,571,199	-
Balance as at December 31, 2023	792,616,660	1,110,668,058	(2,444,561,532)	(541,276,814)


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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the First Quarter Ended December 31, 2023

1) STATUES AND NATURE OF COMPANY

1.1) The Company was incorporated in Pakistan on February 25, 1984 as a Private Limited Company and was subsequently converted into a Public Limited Company on February 11, 1990. The Company is listed in Pakistan Stock Exchange. The principal business of the Company is manufacturing and selling of refined sugar and by products.

2) SIGNIFICANT ACCOUNTING POLICIES

The accounting conventions, policies and methods of computation adopted and followed in the preparation of quarterly financial statements are the same as those of the published annual financial statements for the year September 30, 2018.

3) BASIS OF PREPARATION

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) and Islamic Financial Accounting Standars (IFAS) issued by the Institute ofChartered Accountants of pakistan as are notified under the Companies Ordinance, 1984, the requirements of the Companies Act, 2017 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Companies Act, 2017, or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Companies Act 2017 or the said directives issued by the SECP prevail.

4) PROPERTY PLANT AND EQUIPMENTS

Fixed capital expenditure during the period is amounting to Rs.nil and no fixed assets disposed off during the period.

	Un - Audited December 31, 2023 Rupees	Audited September 30, 2023 Rupees
5) LONG TERM LOANS:		
Subordinated loan from holding Company - Unsecured	5.1 689,850,818	622,073,947
	332,652,713	622,073,947

5.1 The loan has been advanced by M/s. Haq Bahu Sugar Mills (Pvt.) Ltd. which carries mark-up @ 3 months KIBOR plus 1% (2022: @ 3 months KIBOR plus 1%) payable half yearly. Since the loan will not be repayable within next twelve months therefore the same has been classified as long term liability. The loan is subordinated to certain short term finance facility obtained by the company and is subject to BOD resolution/approval.

6) CONTIGENCIES

There are no contingencies which need to be disclosed in the financial statements

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
NOTES TO THE FINANCIAL STATEMENTS
For the First Quarter Ended December 31, 2023

7) CORRESPONDING FIGURES

The corresponding figures have been rearranged and reclassified for the purpose of comparison and better presentation however there has been no significant reclassification.

8) DATE OF AUTHORIZATION FOR ISSUE

The financial statements were approved by the board of directors and authorized for issue on February 27, 2023.

9) GENERAL

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

1st Quarter 2023