



CHASHMA SUGAR MILLS LIMITED

**UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE SIX MONTH PERIOD
ENDED MARCH 31, 2025**

CHASHMA SUGAR MILLS LIMITED

COMPANY INFORMATION

Board of Directors

Begum Laila Sarfaraz	Chief Executive
Mr. Abbas Sarfaraz Khan	Chairman
Ms. Zarmin Sarfaraz	Director
Mr. Iskander M. Khan	Director
Mr. Rizwan Ullah Khan	Director
Ms. Samia Liaqat Ali Khan	Independent Director
Mr. Feisal Kemal Khan	Independent Director

Company Secretary

Mr. Mujahid Bashir

Chief Financial Officer

Mr. Saqib Khan

Head of Internal Audit

Mr. Zaheer Mir

Auditors

M/s. ShineWing Hameed Chaudhri & Co.,
Chartered Accountants

Tax Consultants

M/s. ShineWing Hameed Chaudhri & Co.,
Chartered Accountants

Legal Advisor

Mr. Tariq Mehmood Khokhar
Barrister-at-Law, Advocate

Shares Registrar

M/s. Hameed Majeed Associates (Pvt.) Limited,
H.M. House, 7-Bank Square, Lahore.
Phone No. : 042-37235081 Fax No. : 042-37235083

Bankers

Bank Al-Habib Limited	Habib Bank Limited
The Bank of Khyber	National Bank of Pakistan
MCB Bank Limited	Soneri Bank Limited
The Bank of Punjab	Askari Bank Limited
Bank Al-Falah Limited	United Bank Limited
Dubai Islamic Bank (Pakistan) Limited	Meezan Bank Limited
Al-Baraka Bank (Pakistan) Limited	Habib Metropolitan Bank Limited
Allied Bank Limited	Samba Bank Limited

CHASHMA SUGAR MILLS LIMITED

DIRECTORS REVIEW REPORT

The Board of Directors are pleased to present the un-audited condensed interim financial information of the Company for the six months' period ended on March 31, 2025. This condensed financial information is presented to the shareholders of the Company in compliance with the International Accounting Standard No. 34 "Interim Financial Reporting", the Code of Corporate Governance, under Section 237 of the Companies Act, 2017 and Listed Companies (Code of Corporate Governance) Regulations, 2019. The enclosed financial information is un-audited and have been reviewed by the external auditors as required by the Code of Corporate Governance.

Operational Highlights	March 2025	March 2024
Date of Crushing Started	November 21,2024	November 27,2023
Date of Crushing Closed	March 03, 2025	March 6, 2024
Crushing - M. Tons	1,484,965	1,726,610
Sucrose Recovery	9.74%	9.94%
Sugar Production - M. Tons	144,654	171,591
Ethanol Fuel Plant Production-M. Tons till 31 March	17,314	17,638

Unlike previous years, the Provincial Governments did not regulate the sugarcane prices for this season.

FINANCIAL PERFORMANCE

During the period ended 31 March 2025, the Company sustained a net loss of Rs. 1.242 billion, as compared to a net profit of Rs. 44.75 million in the corresponding period of the previous year. This downturn was driven by several interrelated factors, both operational and external.

The Company experienced a decline in net sales of approximately 16.7% during the year, mainly due to lower demand in both local and export markets. Although selling prices remained relatively stable, still they were insufficient to offset the rising cost of sales. Regulatory delays in adjusting sugar prices further impacted revenue generation. Beside the decline in sales, the cost of sales remained disproportionately high due to high sugarcane rates and fixed overheads despite to lower production.

Higher freight and fuel expenses, along with increased support costs to retain market share, added pressure to operating expenses. While mark-up rates trended downward, still the financial costs remained high due to substantial borrowings. The combined effect of declining sales, rising costs, and continued high financial charges made the year particularly challenging. Management is actively pursuing cost control, financial restructuring, and new revenue opportunities to stabilize performance.

SUGAR PRICES & ECONOMICAL CHALLENGES

Pakistan's government is actively managing the sugar sector through export restrictions and price controls by using government machinery and harassing the sugar distribution network. Market prices have ranged between PKR 130 and PKR 140 per kg in many cities. However, sugar prices improved in the later months.

FUTURE DEVELOPMENT

The Board of Directors and the shareholders have approved the sale of the Company's property, Plot No. A-3, Blue Area, Sector F-9/G-9, Main Jinnah Avenue, Islamabad, measuring 1,333.33 square yards, at a price determined through fair and competitive negotiation

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this half yearly condensed interim financial information are the same as applied in the preparation of the preceding annual financial statements of the Company.

ACKNOWLEDGEMENT

The Directors appreciate the spirit of good work done by the Company's staff at all levels.

ON BEHALF OF THE BOARD

Mardan

May 27, 2025



Chief Executive Officer/Director



Director

چشمہ شوگر ملز لمیٹڈ

ڈائریکٹرز کی جائزہ رپورٹ

بورڈ آف ڈائریکٹرز 31 مارچ 2025 کو ختم ہونے والی چھ ماہ کی مدت کے لئے کمپنی کی غیر آڈٹ شدہ عبوری مالی معلومات پیش کرنے پر خوش ہیں۔ کمپنی ایکٹ 2017 کی دفعہ 237 اور لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کے تحت کارپوریٹ گورننس کوڈ، انٹرنیشنل اکاؤنٹنگ اسٹینڈرڈ نمبر 34 "عبوری مالیاتی رپورٹنگ"، کوڈ آف کارپوریٹ گورننس کی تعمیل میں کمپنی کے شیئر ہولڈرز کو یہ جامع مالی معلومات پیش کی جاتی ہیں۔ منسلک مالی معلومات غیر آڈٹ شدہ ہیں اور کارپوریٹ گورننس کوڈ کے مطابق بیرونی آڈیٹرز کے ذریعہ ان کا جائزہ لیا گیا ہے۔

Operational Highlights	March 2025	March 2024
Date of Crushing Started	November 21, 2024	November 27, 2023
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گزشتہ سالوں کے برعکس صوبائی حکومتوں نے اس سیزن میں گنے کی قیمتوں کو ریگولیٹ نہیں کیا۔

مالی کارکردگی

31 مارچ 2025ء کو ختم ہونے والی مدت کے دوران کمپنی کو 1.242 ارب روپے کا خالص خسارہ ہوا جبکہ گزشتہ سال کے اسی عرصے میں اسے 44.75 ملین روپے کا خالص منافع ہوا تھا۔ یہ گراؤٹ آپریشنل اور بیرونی دونوں طرح کے متعدد باہم مربوط عوامل کی وجہ سے تھی۔

کمپنی کو سال کے دوران تقریباً 16.7 فیصد کی خالص فروخت میں کمی کا سامنا کرنا پڑا، جس کی بنیادی وجہ مقامی اور برآمدی دونوں مارکیٹوں میں کم طلب ہے۔ اگرچہ فروخت کی قیمتیں نسبتاً مستحکم رہیں، پھر بھی وہ فروخت کی بڑھتی ہوئی لاگت کو پورا کرنے کے لئے ناکافی تھیں۔ چینی کی قیمتوں کو ایڈجسٹ کرنے میں ریگولیٹری تاخیر نے آمدنی کی پیداوار کو مزید متاثر کیا۔ فروخت میں کمی کے علاوہ گنے کے نرخ زیادہ ہونے اور پیداوار کم ہونے کے باوجود مقررہ اوور ہیبڈز کی وجہ سے فروخت کی لاگت غیر متناسب طور پر زیادہ رہی۔

زیادہ مال برداری اور ایندھن کے اخراجات کے ساتھ ساتھ مارکیٹ شیئر برقرار رکھنے کے لئے سپورٹ اخراجات میں اضافے نے آپریٹنگ اخراجات میں اضافہ کیا۔ اگرچہ مارک اپ شرحوں میں کمی کا رجحان رہا، پھر بھی کافی قرضوں کی وجہ سے مالی اخراجات زیادہ رہے۔ فروخت میں کمی، بڑھتے ہوئے اخراجات اور مسلسل اعلیٰ مالی چارجز کے مشترکہ اثرات نے سال کو خاص طور پر مشکل بنا دیا۔ انتظامیہ کارکردگی کو مستحکم کرنے کے لئے لاگت کنٹرول، مالی تنظیم نو، اور آمدنی کے نئے مواقع کی فعال طور پر پیروی کر رہی ہے۔

چینی کی قیمتیں اور معاشی چیلنجز

پاکستان کی حکومت سرکاری مشینری کا استعمال کرتے ہوئے اور چینی کی تقسیم کے نیٹ ورک کو ہراساں کر کے برآمدی پابندیوں اور قیمتوں پر کنٹرول کے ذریعہ چینی کے شعبے کو فعال طور پر منظم کر رہی ہے۔ کئی شہروں میں مارکیٹ میں قیمتیں 130 سے 140 روپے فی کلو کے درمیان ہیں۔ تاہم بعد کے مہینوں میں چینی کی قیمتوں میں بہتری آئی۔

مستقبل کی ترقی

بورڈ آف ڈائریکٹرز اور شیئر ہولڈرز نے کمپنی کی پراپرٹی پلاٹ نمبر 3، بلیو ایریا، سیکٹر ایف 9/9 جی 9، مین جناح ایونیو، اسلام آباد کی 1333.33 مربع گز پر مشتمل پراپرٹی منصفانہ اور مسابقتی مذاکرات کے ذریعے طے شدہ قیمت پر فروخت کرنے کی منظوری دی ہے۔

بونس حصص کا اجراء - ای او جی ایم میں منظوری

مجاز حصص کے سرمائے میں اضافے کے تسلسل میں ، بورڈ آف ڈائریکٹرز نے کمپنی کے شیئر ہولڈرز کے پاس موجود ہر 1 (ایک) عام حصص کے لئے 10 (دس) بونس حصص کے تناسب میں بونس حصص کے اجراء کی منظوری دی ہے۔

بورڈ نے آئندہ غیر معمولی جنرل میٹنگ (ای او جی ایم) میں قابل اطلاق قوانین اور ریگولیٹری تقاضوں کے مطابق ان بونس حصص کے اجراء کے لئے شیئر ہولڈرز کی منظوری حاصل کرنے کا فیصلہ کیا ہے۔ ایجنڈا اور وضاحتی بیان کے ساتھ ای او جی ایم کا ایک نوٹس مناسب وقت پر جاری کیا جائے گا۔

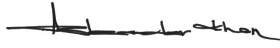
اکاؤنٹنگ پالیسیاں

اس ششماہی مختصر عبوری مالی معلومات کی تیاری میں اپنائی گئی اکاؤنٹنگ پالیسیاں وہی ہیں جو کمپنی کے پچھلے سالانہ مالی بیانات کی تیاری میں لاگو ہوتی ہیں۔

اعتراف

ڈائریکٹرز ہر سطح پر کمپنی کے عملے کی جانب سے کیے گئے اچھے کام کے جذبے کو سراہتے ہیں۔

بورڈ کی جانب سے



ڈائریکٹر



چیف ایگزیکٹو آفیسر / ڈائریکٹر

مردان

مئی 27, 2025

CHASHMA SUGAR MILLS LIMITED

INDEPENDENT AUDITORS' REVIEW REPORT

To the Members of Chashma Sugar Mills Limited

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Chashma Sugar Mills Limited** (the Company) as at March 31, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the quarters ended March 31, 2025 and 2024 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended March 31, 2025.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The interim financial statements for the six months period ended March 31, 2024 and the annual financial statements for the Company for the year ended September 30, 2024 were reviewed and audited, by another firm of chartered accountants who expressed unmodified conclusion and opinion on those interim and annual financial statements on May 29, 2024 and February 07 2025, respectively.

The engagement partner on the review resulting in this independent auditors' review report is Osman Hameed Chaudhri.

Shinewing Hameed Chaudhri & Co.

**SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS**

LAHORE: MAY 27, 2025

UDIN: RR2025101042heWn4mUV

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

		Un-Audited March 31, 2025	Audited September 30, 2024
	Note	- - - - Rupees in '000 - - - -	
Equity and Liabilities			
Share Capital and Reserves			
Authorised capital		500,000	500,000
Issued, subscribed and paid-up capital	6	286,920	286,920
General reserve		327,000	327,000
Surplus on revaluation of property, plant and equipment		9,624,512	8,978,222
Unappropriated profits		2,663,389	3,550,096
Shareholders' equity		12,901,821	13,142,238
Non-Current Liabilities			
Long term finances - secured	7	4,585,604	3,989,793
Loans from related parties - secured	8	115,597	126,222
Lease Liabilities	9	182,616	143,011
Deferred liabilities			
- Deferred taxation		1,041,444	3,018,176
- Provision for gratuity		20,981	22,132
- Deferred government grant		38,150	49,695
		1,100,575	3,090,003
		5,984,392	7,349,029
Current Liabilities			
Trade and other payables	10	3,158,347	1,483,125
Short term finances	11	21,185,967	8,325,008
Current maturity of non current liabilities	12	650,599	939,449
Unclaimed dividend		15,679	15,679
Provision for income tax / levies		515,453	390,372
		25,526,045	11,153,633
Total Liabilities		31,510,437	18,502,662
Contingencies and commitments	13		
Total Equity And Liabilities		44,412,258	31,644,900

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




Chief Executive Officer / Director **Director** **Chief Financial Officer**

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

		Un-Audited March 31, 2025 - - - Rupees in '000 - - -	Audited September 30, 2024
	Note		
Assets			
Non-Current Assets			
Property, plant and equipment	14	20,831,118	21,545,185
Right-of-use assets	15	349,179	295,474
Long term investments	16	1,652,823	1,652,823
Long term security deposits		15,343	15,343
		22,848,463	23,508,825
Current Assets			
Stores and spares		729,232	732,276
Stock-in-trade	17	15,403,567	3,988,480
Trade debts	18	654,674	276,285
Loans and advances	19	3,277,573	1,560,065
Trade deposits and other receivables	20	424,191	285,123
Income tax refundable		598,074	395,063
Cash and bank balances	21	476,484	898,783
		21,563,795	8,136,075
Total Assets		44,412,258	31,644,900

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



Chief Executive Officer / Director



Director



Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE QUARTER AND SIX MONTHS PERIOD ENDED MARCH 31, 2025

		Quarter ended		Six months period ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		----- Rupees in '000 -----			
	Note				
Gross sales	22	5,317,669	6,397,183	11,253,624	13,390,685
Sales tax, other government levies and discounts	22	(755,909)	(726,300)	(1,300,736)	(1,452,801)
Sales - net		4,561,760	5,670,883	9,952,888	11,937,884
Cost of sales		(4,292,445)	(4,698,966)	(9,607,992)	(9,079,747)
Gross profit		269,315	971,917	344,896	2,858,137
Selling and distribution expenses		(298,310)	(230,271)	(568,828)	(466,594)
Administrative and general expenses		(349,801)	(298,444)	(667,261)	(598,188)
Other income		145,110	92,540	635,647	166,384
Other expenses		(2,009)	44,061	(2,015)	(10,118)
(Loss) / profit from operations		(235,695)	579,803	(257,561)	1,949,622
Finance cost - net		(780,315)	(1,257,695)	(1,834,510)	(1,934,952)
(Loss) / profit before revenue tax and income tax		(1,016,010)	(677,892)	(2,092,071)	14,670
Final taxes - levy		(57,672)	(17,599)	(125,078)	(40,068)
Loss before income tax		(1,073,682)	(695,491)	(2,217,149)	(25,398)
Income tax expenses	23	478,399	192,317	974,732	70,150
(Loss) / profit for the period		(595,283)	(503,174)	(1,242,417)	44,752
----- Rupees -----					
(Loss) / earnings per share					
- basic and diluted		(20.75)	(17.54)	(43.30)	1.56

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



Chief Executive Officer / Director



Director



Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND SIX MONTHS PERIOD ENDED MARCH 31, 2025

	<u>Quarter ended</u>		<u>Six month period ended</u>	
	<u>March 31,</u>	<u>March 31,</u>	<u>March 31,</u>	<u>March 31,</u>
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
	----- Rupees in '000 -----			
(Loss) / profit for the period	(595,283)	(503,174)	(1,242,417)	44,752
Other comprehensive income				
Surplus on revaluation of property, plant and equipment	-	-	-	-
Add: deferred tax on surplus on revaluation of property, plant and equipment	-	611,912	-	611,912
	-	611,912	-	611,912
Total comprehensive (loss) / income for the period	<u>(595,283)</u>	<u>108,739</u>	<u>(1,242,417)</u>	<u>656,664</u>

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

Chief Executive / Director

Director

Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2025

	Share capital	General reserve	Surplus on revaluation of Property, plant and equipment	Un-appropriated profits	Total
	----- Rupees in '000 -----				
Balance as at October 01, 2023 (Audited)	286,920	327,000	8,148,726	5,775,450	14,538,096
Total comprehensive income for the six month period ended March 31,2024					
Profit for the period	-	-	-	44,752	44,752
Other comprehensive income for the period	-	-	-	611,912	611,912
	-	-	-	656,664	656,664
Transfer on account of incremental depreciation (Net of deffered taxation)	-	-	(304,543)	304,543	-
Cash dividend at the rate of Rs.5 per ordinary share for the year ended September 30, 2023	-	-	-	(143,460)	(143,460)
Balance as at March 31, 2024 (Un-Audited)	286,920	327,000	7,844,183	6,593,197	15,051,300
Balance as at October 01, 2024 (Audited)	286,920	327,000	8,978,222	3,550,096	13,142,238
Total comprehensive loss for the six month period ended March 31,2025					
Loss for the period	-	-	-	(1,242,417)	(1,242,417)
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	(1,242,417)	(1,242,417)
Effect of change in effective tax rate	-	-	1,002,000	-	1,002,000
Transfer on account of incremental depreciation (Net of deffered taxation)	-	-	(355,710)	355,710	-
Balance as at March 31, 2025 (Un-Audited)	286,920	327,000	9,624,512	2,663,389	12,901,821

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



Chief Executive Officer / Director



Director



Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2025

		Six months period ended	
		March 31, 2025	March 31, 2024
		-- Rupees in '000 --	
Cash flow from operating activities	Note		
Loss for the period before taxation		(2,217,149)	(25,398)
Adjustments for non-cash charges and other items:			
Depreciation on property, plant & equipment		871,939	802,415
Gain on disposal of operating fixed assets		(6,400)	(8,400)
Profit on deposit accounts		(1,057)	(2,110)
Mark-up earned on term depository receipts		(444,442)	(42,507)
Mark-up income on loan to a related party		(130,310)	(53,958)
Finance cost		1,834,510	1,934,952
Provision for staff retirement benefits - gratuity		4,293	4,139
Final taxes - levy		125,078	40,068
Profit before working capital changes		36,462	2,649,201
(Increase) / decrease in current assets:			
Stores and spares		3,044	31,749
Stock-in-trade		(11,415,087)	(16,271,327)
Trade debts		(374,888)	949,516
Loans and advances		(1,717,508)	(1,711,698)
Trade deposits and other receivables		(139,068)	18,252
Long term security deposits		-	(200)
		(13,643,507)	(16,983,708)
Increase in current liabilities:		1,675,222	1,234,719
Trade and other payables			
Cash used in operating activities		(11,931,823)	(13,099,787)
Income taxes and levies paid		(203,008)	(318,388)
Staff retirement benefits (gratuity) - paid		(5,442)	(2,062)
Net cash used in operating activities		(12,140,273)	(13,420,237)
Cash flow from investing activities			
Additions to property, plant and equipment		(118,585)	(157,345)
Sale proceeds of operating fixed assets		15,104	30,473
Increase in long term investment		-	(525,000)
Profit on bank deposit received		1,057	2,110
Profits on term finance certificates		444,442	42,507
Interest income on loan provided to related party		130,310	53,958
Net cash generated from / (used in) investing activities		472,328	(553,297)
Cash flow from financing activities			
Long term finances - net		372,598	(611,731)
Short term finances - net		(779,100)	3,216,253
Loan repaid to related party		(10,625)	(15,618)
Lease liabilities - net		(85,835)	(73,826)
Finance cost paid		(1,556,891)	(1,267,787)
Encashment of TDR		454,000	-
Dividend paid		-	(141,876)
Net cash (used in) / generated from financing activities		(1,605,853)	1,105,415
Net decrease in cash and cash equivalent		(13,273,798)	(12,868,119)
Cash and cash equivalents - at beginning of the period		(2,127,991)	(2,610,917)
Cash and cash equivalents - at end of the period		(15,401,789)	(15,479,037)
Cash and cash equivalents comprised of:			
Cash and bank balances	21	476,484	158,466
Short term running finance - secured	11	(15,878,273)	(15,637,503)
		(15,401,789)	(15,479,037)

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



Chief Executive Officer / Director



Director



Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

Chashma Sugar Mills Limited (the Company) was incorporated in Pakistan on May 5, 1988 as a public limited company, under the repealed Companies Ordinance, 1984 (repealed upon enactment of the Companies Act, 2017 on May 30, 2017) and commenced its commercial production from October 01, 1992. The Company has its shares quoted on the Pakistan Stock Exchange Limited. The Company is principally engaged in manufacturing, production, processing, compounding, preparation and sale of sugar, other allied compounds, intermediates and allied products. The Company is a subsidiary of The Premier Sugar Mills and Distillery Company Limited. The head office of the Company is situated at King's Arcade, 20-A, Markaz F-7, Islamabad and its manufacturing facilities are located at Dera Ismail Khan, Khyber Pakhtunkhwa.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 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 applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standards (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where 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.

2.1.2 These condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended September 30, 2024. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2 New standards, amendments to approved accounting standards and interpretations that are effective during the period

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on October 01, 2024 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed financial statements.

2.3 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are effective for accounting periods beginning on and after October 01, 2025 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.

3. MATERIAL ACCOUNTING POLICY INFORMATION

All the accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of annual financial statements for the year ended September 30, 2024.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended September 30, 2024.

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. Therefore, majority of expenses are incurred and production activities are undertaken in the first half of the Company's financial year thus increasing volume of inventories, trade payables and borrowings at the end of first half. Operating results of the company are expected to fluctuate in the last six months of the year in comparison with the first six months of the year.

6. SHARE CAPITAL

As at period end, the issued, subscribed and paid-up capital of the Company includes following share capital holdings by the related parties;

	Note	Un-Audited March 31, 2025 (Number of shares)	Audited September 30, 2024
Holding company			
The Premier Sugar Mills & Distillery Company Limited		13,751,000	13,751,000
Associated companies			
Azlak Enterprises (Private) Limited		1,497,359	1,497,359
Phipson & Co. Pakistan (Private) Limited		307,500	307,500
Syntronics Limited		3,590,475	3,590,475
		<u>19,146,334</u>	<u>19,146,334</u>

7. LONG TERM FINANCES - SECURED

		- - Rupees in '000 - -	
Bank Al-Habib Limited		631,941	727,707
Soneri Bank Limited		1,000,000	110,713
Al-Baraka Bank (Pakistan) Limited		279,348	334,646
United Bank Limited		3,000,000	3,365,625
Total	7.1	<u>4,911,289</u>	<u>4,538,691</u>
Accrued mark-up		155,682	211,749
		<u>5,066,971</u>	<u>4,750,440</u>
Less: amount payable within next 12 months			
Principal		(325,685)	(548,898)
Accrued mark-up		(155,682)	(211,749)
Amount due after 12 months		<u>4,585,604</u>	<u>3,989,793</u>

- 7.1** These represent term and demand finances obtained by the Company from the aforesaid banks and are repayable in 5-7 years with varied grace periods. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2.65% per annum and SBP rate + 4%. These are secured against first / joint pari passu hypothecation charge over all present and future movable fixed assets of the Company along with first / joint pari passu charge by way of equitable on all present and future immovable fixed assets of the Company. There is no material change in the terms and conditions of the long term loans as disclosed in note 19 to the annual audited financial statements of the Company as at September 30, 2024 except for the addition of new finance facility obtained from Soneri Bank Limited amounting to Rs. 1 billion.

8. LOANS FROM RELATED PARTIES - SECURED		Un-Audited March 31, 2025	Audited September 30, 2024
	Note	-- Rupees in '000 --	
Associated companies			
Premier Board Mills Limited	8.1	37,472	37,472
Arpak International Investments Limited	8.2	25,000	25,000
Aztrak Enterprises (Private) Limited	8.3	74,375	85,000
Accrued mark-up		64,376	72,607
		201,223	220,079
Less: amount payable within next 12 months			
Principal		(21,250)	(21,250)
Accrued mark-up		(64,376)	(72,607)
Amount due after 12 months		115,597	126,222

- 8.1** This long term finance facility has been renewed on November 22, 2024. The principal is repayable in 4 semi annual installments commencing from November 2028. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up to be charged by the associated company is not less than the borrowing cost of the associated company. This loan is secured against promissory note issued by the Company.
- 8.2** The long term finance facility has been renewed on November 22, 2024. The principal is repayable in 4 semi annual installments commencing from November 2028. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up to be charged by the associated company is not less than the borrowing cost of the associated company. This loan is secured against promissory note issued by the Company.
- 8.3** The long term finance facility had been renewed on January 3, 2022. The principal is repayable in 8 semi annual installments commenced from December 2024. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up to be charged by the associated company is not less than the borrowing cost of the associated company. This loan is secured against promissory note issued by the Company.

9. LEASE LIABILITIES		Un-Audited March 31, 2025	Audited September 30, 2024
		-- Rupees in '000 --	
Balance at beginning of the period / year		227,956	225,593
Additions during the period / year		101,696	100,762
Unwinding of interest on lease liabilities		22,405	50,293
Payments made during the period / year		(85,835)	(154,773)
Remeasurement of lease liabilities		-	6,081
Balance at end of the period / year		266,222	227,956
Less: current portion of long term lease liabilities		(83,606)	(84,945)
		182,616	143,011

10. TRADE AND OTHER PAYABLES		Un-Audited March 31, 2025	Audited September 30, 2024
	Note	- - Rupees in '000 - -	
Creditors		1,171,908	331,480
Due to related parties	10.1	328,172	150,147
Accrued expenses		37,582	130,561
Retention money		16,433	16,072
Security deposits		1,649	1,299
Advance payments from customers - contract liabilities		1,056,783	179,205
Sales tax payable		83,099	344,116
Income tax deducted at source		287,466	194,989
Payable for workers' welfare fund		30,258	30,258
Payable to employees		112,225	84,812
Payable to provident fund		8,684	9,574
Others		24,088	10,612
		3,158,347	1,483,125
10.1 This represents amounts due to the following related parties and are interest free and payable on demand:			
Associated Companies			
Syntronics Limited		11,993	11,993
Syntron Limited		166,539	-
Azlak Enterprises (Private) Limited		49,640	38,154
Directors		100,000	100,000
		328,172	150,147
11. SHORT TERM FINANCES -secured			
Cash / running finance	11.1	15,878,273	2,572,774
Export re finance	11.2	4,669,964	5,449,064
		20,548,237	8,021,838
Accrued mark-up		637,730	303,170
		21,185,967	8,325,008
11.1 The Company has available short term cash / running finance facilities from various banks aggregating to Rs.18,750 million (September 30, 2024: Rs.17,550 million). The effective rate of rate of mark-up charged by the banks ranged from KIBOR + 0.9% to KIBOR + 2.5% per annum. These facilities are secured against pledge charge over crystalline sugar inclusive of margin of 10 - 25%. These facilities are expiring on various dates by November 30, 2025.			
11.2 The Company has available Export Re Finance / Finance Against Packing Credit (ERF / FAPC) facility from various commercial banks for Rs. 6,600 million (September 30, 2024: Rs. 5,900 million). These facilities are secured by the joint parri passu hypothecation charge over current assets of the Company and lien over export documents.			

12.	CURRENT PORTION OF NON CURRENT LIABILITIES		Un-Audited March 31, 2025	Audited September 30, 2024
		Note	-- Rupees in '000 --	
	Long term finances	7	481,367	760,647
	Loans from related parties	8	85,626	93,857
	Lease liabilities	9	83,606	84,945
			650,599	939,449
13.	CONTINGENCIES AND COMMITMENTS			
13.1	CONTINGENCIES			
	There has been no significant change in the status of contingencies as disclosed in note 26 to the audited financial statements of the Company for the year ended September 30, 2024.			
13.2	COMMITMENTS			
			Un-Audited March 31, 2025	Audited September 30, 2024
			-- Rupees in '000 --	
	The Company has following commitments in respect of:			
	- foreign letter of credit for purchase of plant and machinery		45,199	140,663
	- capital expenditure other than for letters of credit		-	14,386
13.3	CORPORATE GUARANTEES			
	The Company has issued corporate guarantees in favour of lenders of PSM (holding company) and UWFPL (subsidiary company) aggregating to Rs.10,022 million (September 30, 2024: Rs. 6,922 million).			
14.	PROPERTY, PLANT AND EQUIPMENT			
			Un-Audited March 31, 2025	Audited September 30, 2024
		Note	-- Rupees in '000 --	
	Operating fixed assets	14.1	20,406,024	20,683,321
	Capital work-in-progress	14.2	425,094	861,864
			20,831,118	21,545,185
14.1	Operating fixed assets -at net book value			
	Net book value at the beginning of the period / year		20,683,321	18,853,151
	Revaluation adjustments during the period / year		-	2,494,915
	Additions during the period / year	14.1.1	517,291	877,907
	Transfers from right of use assets to owned		42,254	29,888
	Disposals during the period / year		(8,704)	(31,084)
	Depreciation charged for the period / year		(828,138)	(1,541,456)
			(836,842)	(1,572,540)
	Net book value at the end of the period / year		20,406,024	20,683,321
14.1.1	Additions during the period / year			
	Freehold land		1,560	-
	Building and roads		53,361	731,044
	Plant and machinery		340,623	74,513
	Electric installations		96,207	8,259
	Office equipment		15,042	16,812
	Farm equipment		73	73
	Furniture and fixtures		7,943	16,586
	Vehicles		2,482	30,620
			517,291	877,907

		Un-Audited March 31, 2025	Audited September 30, 2024
	Note	-- Rupees in '000 --	
14.2	Capital work-in-progress		
	At the beginning of the period / year	861,864	1,517,981
	Additions during the period / year	14.2.1 168,607	220,584
	Capitalized during the period / year	(605,377)	(876,701)
	Balance at the end of the period / year	425,094	861,864
14.2.1	Additions during the period / year		
	Land and building	27,590	44,400
	Plant and machinery	7,771	29,146
	Electric installations	11,996	25,744
	Vehicles - owned	2,109	6,914
	Vehicles - leased	117,141	101,880
	Advance payments against land and buildings	2,000	12,500
		168,607	220,584
15.	Right of Use Assets		
	Net book value at the beginning of the period / year	295,474	296,124
	Additions during the period / year	139,760	97,089
	Remeasurement during the period / year	-	6,081
	Transfers from right of use assets to owned	(42,254)	(29,888)
	Depreciation charged for the period / year	(43,801)	(73,932)
	Net book value at the end of the period / year	349,179	295,474
16.	LONG TERM INVESTMENT		
	Investment in subsidiary company - unquoted		
	Whole Foods (Private) Limited (WFL)		
	- at cost 10,000,000		
	(September 30, 2024: 10,000,000) fully paid ordinary shares	100,000	100,000
	Advance for equity contribution	619,466	619,466
		719,466	719,466
	Ultimate Whole Foods (Private) Limited (UWFL)		
	- at cost 102,900,000		
	(September 30, 2024: 102,900,000) fully paid ordinary shares	1,029,000	1,029,000
	Difference in fair value and present value on initial recognition of interest free loan	119,964	119,964
		1,868,430	1,868,430
	Less : Impairment recognised on subsidiary		
	- Whole Foods (Private) Limited	16.1 215,607	215,607
	Balance as at end of the period / year	1,652,823	1,652,823
16.1	During the year ended September 30, 2024, the management recorded an impairment of Rs. 215.607 million considering the requirements of agreement of WFL with Punjab Foods Department. The Company has assessed the recoverable amount of the investment in WFL based on higher of Value In Use (VIU) and fair value less costs to sell as at September 30, 2024. The VIU is determined on the projected cashflows based on a future business plan approved by the Board of Directors of WFL for a period of six years from 2024 to 2029. VIU has been assessed on discounted cash flow based valuation methodology using weighted average cost of capital of 20.59% and terminal growth rate of 2%.		

17. STOCK-IN-TRADE		Un-Audited March 31, 2025	Audited September 30, 2024
	Note	-- Rupees in '000 --	
Finished goods			
- Sugar		11,528,892	1,787,519
- Molasses	17.1	2,963,646	1,117,556
- Ethanol		550,604	954,434
- Bagasse	17.1	334,696	107,203
		15,377,838	3,966,712
Work-in-process		25,729	21,768
	17.2	15,403,567	3,988,480
17.1 Molasses and bagasse are used both for internal consumption as well as for sales to external parties.			
17.2 Certain short term and long term borrowings of the Company are secured by way of collateral charge on stock-in-trade.			
18. TRADE DEBTS - UNSECURED		Un-Audited March 31, 2025	Audited September 30, 2024
	Note	-- Rupees in '000 --	
Considered good		654,674	276,285
Considered doubtful		2,605	2,043
		657,279	278,328
Less: loss allowance		(2,605)	(2,043)
		654,674	276,285
19. LOANS AND ADVANCES			
Advances to:			
Employees - secured		13,119	11,851
Suppliers and contractors - unsecured		1,972,686	1,032,368
		1,985,805	1,044,219
Short term loans to related parties	19.1	1,274,535	506,049
Letters of credit - secured		46,976	39,540
		3,307,316	1,589,808
Less:			
- Provision for doubtful advances		(28,838)	(28,838)
- Loss allowance		(905)	(905)
		3,277,573	1,560,065
19.1 This represents short term loan due from following related parties:			
Due from holding company:			
The Premier Sugar Mills and Distillery Company Limited	19.1.1	350,000	-
Due from subsidiary companies			
Ultimate Whole Foods (Private) Limited	19.1.2	924,535	506,049
		1,274,535	506,049

19.1.1 The Company has provided a short term loan facility of Rs.500 million to The Premier Sugar Mills and Distillery Company Limited. The loan is unsecured and interest on this loan is charged at the lender's borrowing cost of 3 month KIBOR + 1.1% per year. The loan is repayable in one year extendable up to 3 years.

19.1.2 The Company has provided short term loan facility of Rs.1,000 million to Ultimate Whole Foods Limited. The loan is unsecured and interest on this loan is charged at a lender's borrowing cost of 3 month KIBOR + 1.1% per year. The loan is repayable in one year extendable up to 5 years.

**20. TRADE DEPOSITS AND
OTHER RECEIVABLES**

		Un-Audited March 31, 2025	Audited September 30, 2024
	Note	- - Rupees in '000 - -	
Prepayments		4,280	10,353
Export subsidy receivable		305,519	305,519
Accrued mark-up on term deposit receipts		-	50,801
Accrued mark-up on loans and advances to the related parties		240,139	109,829
Due from related parties	20.1	176,305	101,216
Others		3,467	12,924
		729,710	590,642
Less: Loss allowance		(305,519)	(305,519)
		424,191	285,123

**20.1 This represents amounts due from the
following related parties and are interest free:**

The Premier Sugar Mills and Distillery Company Limited	141,011	98,126
Premier Grain Ethanol Limited	3,090	3,090
Whole Foods (Private) Limited	32,204	-
	176,305	101,216

21. CASH AND BANK BALANCES

Cash at banks

Current accounts	468,321	429,639
Saving accounts	8,163	19,144
Term deposit receipts	-	450,000
	476,484	898,783

21.1 These carry mark up at the rate ranging from 11.50% to 18.00% (September 30, 2024: 19.00% to 20.50%) per annum.

21.2 Bank balances that are included in cashflow are as follows:	Un-Audited March 31, 2025 -- Rupees in '000 --	Audited September 30, 2024
Cash and bank balances	476,419	898,783
Bank balances under lien	-	(454,000)
	<u>476,419</u>	<u>444,783</u>

22. GROSS SALES

	Quarter ended		Six months period ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- Rupees in '000 -----			
Local	3,981,162	4,637,245	6,988,419	9,383,846
Export	1,336,507	1,759,938	4,265,205	4,006,839
	<u>5,317,669</u>	<u>6,397,183</u>	<u>11,253,624</u>	<u>13,390,685</u>
Sales tax, other government levies and discounts				
Indirect taxes	754,721	724,220	1,298,502	1,448,305
Discounts	1,188	2,080	2,234	4,496
	<u>755,909</u>	<u>726,300</u>	<u>1,300,736</u>	<u>1,452,801</u>

23. LEVIES AND INCOME TAXATION	Un-Audited March 31, 2025 -- Rupees in '000 --	Audited March 31, 2024
Final tax levy		
Levy:		
- for the period	<u>125,078</u>	<u>40,068</u>
Income tax		
Current tax		
- for the period	-	53,662
Deferred tax	(974,732)	(123,812)
	<u>(974,732)</u>	<u>(70,150)</u>

23.1 Provision for taxation, made during the current period, represent minimum tax payable under section 113 of the Income Tax Ordinance, 2001.

24. Segment operating results for the six month period ended March 31, 2025 (Un-audited)

	Sugar Division				Ethanol Division				Total			
	Three month period		Six month period ended		Three month period		Six month period		Three month period		Six month period ended	
	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Rupees in '000												
Sales												
- External Customers	4,007,552	4,243,676	7,490,349	8,858,742	1,310,117	2,153,507	3,763,275	4,531,943	5,317,669	6,397,183	11,253,624	13,390,685
- Inter segment	371,237	565,196	583,112	876,583	-	-	-	-	371,237	565,196	583,112	876,583
	4,378,789	4,808,872	8,073,461	9,735,325	1,310,117	2,153,507	3,763,275	4,531,943	5,688,906	6,962,379	11,836,736	14,267,268
Less : sales tax & others	(741,088)	(666,264)	(1,250,871)	(1,372,700)	(14,821)	(60,036)	(49,865)	(80,101)	(755,909)	(726,300)	(1,300,736)	(1,452,801)
Sales - net	3,637,701	4,142,608	6,822,590	8,362,625	1,295,296	2,093,471	3,713,410	4,451,842	4,932,997	6,236,079	10,536,000	12,814,467
Segment expenses:												
Cost of Sales	(3,611,256)	(3,522,905)	(6,916,085)	(6,613,926)	(681,189)	(1,176,061)	(2,691,907)	(2,465,821)	(4,292,445)	(4,698,966)	(9,607,992)	(9,079,747)
Less: inter segment cost	-	-	-	-	(371,237)	(565,196)	(583,112)	(876,583)	(371,237)	(565,196)	(583,112)	(876,583)
	(3,611,256)	(3,522,905)	(6,916,085)	(6,613,926)	(1,052,426)	(1,741,257)	(3,275,019)	(3,342,404)	(4,663,682)	(5,264,162)	(10,191,104)	(9,956,330)
Gross profit	26,445	619,703	(93,495)	1,748,699	242,870	352,214	438,391	1,109,438	269,315	971,917	344,896	2,858,137
Selling and distribution expenses	(89,554)	(16,630)	(134,720)	(27,438)	(208,756)	(213,641)	(434,108)	(439,156)	(298,310)	(230,271)	(568,828)	(466,594)
Administrative and general expenses	(236,859)	(213,035)	(436,235)	(424,758)	(112,942)	(85,409)	(231,026)	(173,430)	(349,801)	(298,444)	(667,261)	(598,188)
	(326,413)	(229,665)	(570,955)	(452,196)	(321,698)	(299,050)	(665,134)	(612,586)	(648,111)	(528,715)	(1,236,089)	(1,064,782)
(Loss) / profit from operations	(299,968)	390,038	(664,450)	1,296,503	(78,828)	53,164	(226,743)	496,852	(378,796)	443,202	(891,193)	1,793,355
Other income	142,532	89,705	631,676	162,456	2,578	2,835	3,971	3,928	145,110	92,540	635,647	166,384
Other expenses - net	(2,009)	44,061	(2,015)	(10,118)	-	-	-	-	(2,009)	44,061	(2,015)	(10,118)
	140,523	133,766	629,661	152,338	2,578	2,835	3,971	3,928	143,101	136,601	633,632	156,266
Segment results	(159,445)	523,803	(34,789)	1,448,842	(76,250)	55,999	(222,772)	500,780	(235,695)	579,802	(257,561)	1,949,622
Finance cost									(780,315)	(1,257,695)	(1,834,510)	(1,934,952)
(Loss) / profit before revenue tax and income tax									(1,016,010)	(677,893)	(2,092,071)	14,670
Final / minimum tax - levy									(57,672)	(17,599)	(125,078)	(40,068)
(Loss) / profit before income tax									(1,073,682)	(695,492)	(2,217,149)	(25,398)
Income taxation									478,399	192,317	974,732	70,150
(Loss) / profit for the period									(595,283)	(503,175)	(1,242,417)	44,752

24.1 Segment assets and liabilities

	Un-audited		Audited	
	March 31, 2025		September 30, 2024	
	Rupees in '000		Rupees in '000	
	Assets	Liabilities	Assets	Liabilities
Sugar	36,022,980	21,331,612	25,346,055	8,339,215
Ethanol	8,389,280	6,266,677	6,298,845	6,122,538
Total for reportable segment	44,412,260	27,598,289	31,644,900	14,461,753
Others	-	3,912,148	-	4,040,909
Total assets / liabilities	44,412,260	31,510,437	31,644,900	18,502,662

25. Transactions with related parties

25.1 The Company has related party relationship, with its Holding Company, subsidiary companies and associated companies, its directors, key management personnel and employee benefit plan. The Company in the normal course of business carries out transactions with various related parties. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with the related parties during the period were as follows:

	Three month period ended March 31, 2025		Six month period ended March 31, 2025	
	March 31, 2024		March 31, 2024	
	----- Rupees in'000 -----			
<u>Holding Company</u>				
Issuance of store items	15,280	3,449	19,303	3,503
Advance paid against purchase of building	-	10,000	-	10,000
Expenses paid on behalf of the Company	2,346	1,151	3,898	2,149
Expenses paid by the Company	46,377	23,937	73,469	31,025
Rent income	29	29	58	58
Dividend paid	-	68,755	-	68,755
Loan provided	350,000	-	350,000	-
Markup charged by the Company	18,262	-	18,262	-
<u>Subsidiary Companies</u>				
Investment in subsidiaries	-	525,000	-	525,000
Expenses paid by the Company	70,013	106,668	173,597	202,401
Mark-up charged by the Company	77,475	24,039	112,048	53,958
<u>Associated undertakings</u>				
Services	14,663	13,286	32,274	26,522
Expenses paid by Associated Companies	6,897	285	6,942	1,293
Purchase of goods	102,631	6,989	233,100	220,513
Dividend paid	-	26,977	-	26,977
Mark-up charged	4,567	8,582	11,469	17,922
<u>Post employment benefit</u>				
Expense charged in respect of retirement benefit plan	11,372	10,047	22,010	19,543
<u>Key management personnel / Directors</u>				
Salaries and other benefits	79,603	42,954	155,673	114,166
Dividend paid	-	28,721	-	28,721

26. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

There has been no change in the Company's sensitivity to these risks since September 30, 2024, except for the change in exposure from liquidity risks due to increase in borrowings and general exposure due to fluctuations in foreign currency and interest rates. There have been no change in risk management objectives and policies of the Company during the current period.

These condensed interim financial statements does not include all financial risk management information and disclosures as required in the audited annual financial statements and should be read in conjunction with the Company's annual audited financial statement as at September 30, 2024.

27. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Fair values categorised into different levels in a fair value hierarchy based on the inputs used in the valuation technique are as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- 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 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

28. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended September 30, 2024, whereas, the condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the six months period ended March 31, 2024.

29. GENERAL

29.1 These condensed interim financial statements have been authorised for issue by the Board of Directors of the Company on May 27, 2025.

29.2 Figures have been rounded off to the nearest thousand except stated otherwise.



Chief Executive Officer / Director



Director

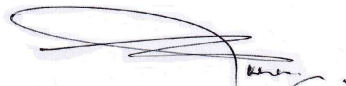


Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

		Un-Audited March 31, 2025	Audited September 30, 2024
	Note	- - - Rupees in '000 - - -	
Equity and Liabilities			
Share Capital and Reserves			
Authorised capital		500,000	500,000
Issued, subscribed and paid-up capital	6	286,920	286,920
General reserve		327,000	327,000
Surplus on revaluation of property, plant and equipment		10,188,400	9,575,365
Unappropriated profits		1,111,813	2,398,917
Equity attributable to owners of the parent		11,914,133	12,588,202
Non-controlling interest		146,665	210,190
		12,060,798	12,798,392
Non-Current Liabilities			
Long term finances - secured	7	5,777,421	5,426,839
Loans from related parties - secured	8	137,472	148,097
Lease Liabilities	9	196,485	159,979
Deferred liabilities			
- Deferred taxation		1,190,291	3,174,679
- Provision for gratuity		20,981	22,132
- Deferred government grant		38,150	49,695
		1,249,422	3,246,506
		7,360,800	8,981,421
Current Liabilities			
Trade and other payables	10	3,347,240	1,875,443
Short term finances - secured	11	22,669,899	9,514,950
Current maturity of non current liabilities	12	1,190,172	1,409,414
Unclaimed dividend		15,679	15,679
Provision for income tax / levies		517,267	390,372
		27,740,257	13,205,858
Total Liabilities		35,101,057	22,187,279
Contingencies and commitments	13		
Total Equity And Liabilities		47,161,855	34,985,671

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



Chief Financial Officer



Chief Executive / Director



Director

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

		Un-Audited March 31, 2025 --- Rupees in '000 ---	Audited September 30, 2024
	Note		
Assets			
Non-Current Assets			
Property, plant and equipment	14	24,810,820	25,693,313
Right-of-use assets	15	366,799	316,081
Long term security deposits		15,343	15,343
Deferred tax asset		349,606	192,100
		25,542,568	26,216,837
Current Assets			
Stores and spares		797,052	784,565
Stock-in-trade	16	15,885,114	4,751,694
Trade debts	17	928,894	440,419
Loans and advances	18	2,497,233	1,088,129
Trade deposits and other receivables	19	206,986	212,159
Income tax refundable		644,778	440,513
Prepaid asset - levy		-	2,219
Cash and bank balances	20	659,230	1,049,136
		21,619,287	8,768,834
Total Assets		47,161,855	34,985,671

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



Chief Financial Officer



Chief Executive / Director



Director

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE QUARTER AND SIX MONTHS PERIOD ENDED MARCH 31, 2025

		Quarter ended		Six months period ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Note		----- Rupees in '000 -----			
Gross sales	21	6,617,717	6,046,913	14,126,700	14,891,092
Sales tax, other government levies and discounts	22	(756,951)	(677,268)	(1,303,049)	(1,452,801)
Sales - net		5,860,766	5,369,645	12,823,651	13,438,291
Cost of sales		(5,686,096)	(4,171,343)	(12,594,409)	(10,404,513)
Gross profit		174,670	1,198,302	229,242	3,033,778
Selling and distribution expenses		(329,444)	(241,138)	(629,881)	(477,461)
Administrative and general expenses		(432,756)	(335,222)	(827,746)	(698,285)
Other income		104,538	69,042	568,801	112,967
Other expenses		(2,009)	44,061	(2,015)	(10,118)
(Loss) / profit from operations		(485,001)	735,045	(661,599)	1,960,881
Finance cost - net		(897,400)	(1,357,924)	(2,083,563)	(2,130,432)
Loss before revenue tax and income tax		(1,382,401)	(622,880)	(2,745,162)	(169,551)
Final taxes - levy		(60,919)	(17,599)	(132,255)	(40,068)
Loss before income tax		(1,443,320)	(640,478)	(2,877,417)	(209,619)
Income tax expenses	23	571,419	173,185	1,137,823	99,451
Loss for the period		(871,901)	(467,293)	(1,739,594)	(110,168)
Attributable to:					
Owners of the Parent Company		(837,508)	(501,035)	(1,676,069)	(98,811)
Non-controlling interest		(34,393)	33,742	(63,525)	(11,357)
		(871,901)	(467,293)	(1,739,594)	(110,168)
Loss per share attributable to owners of					
parent company - basic and diluted (Rs)		(29.19)	(17.46)	(58.42)	(3.44)

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



Chief Financial Officer



Chief Executive / Director



Director

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND SIX MONTHS PERIOD ENDED MARCH 31, 2025

	<u>Quarter ended</u>		<u>Six month period ended</u>	
	<u>March 31,</u> <u>2025</u>	<u>March 31,</u> <u>2024</u>	<u>March 31,</u> <u>2025</u>	<u>March 31,</u> <u>2024</u>
	(Rupees in thousand)			
Loss for the period	(871,901)	(467,293)	(1,739,594)	(110,168)
Other comprehensive income / (loss)				
Surplus on revaluation of Property, plant and equipment	-	-	-	-
Add: Deferred tax on surplus on revaluation of property, plant and equipment	-	611,912	-	611,912
	-	611,912	-	611,912
Total comprehensive income / (loss) for the period	<u>(871,901)</u>	<u>144,620</u>	<u>(1,739,594)</u>	<u>501,744</u>
Attributable to:				
Owners of the Parent Company	(837,508)	110,878	(1,676,069)	513,101
Non-controlling interest	(34,393)	33,742	(63,525)	(11,357)
	<u>(871,901)</u>	<u>144,620</u>	<u>(1,739,594)</u>	<u>501,744</u>

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



Chief Financial Officer



Chief Executive



Director

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2025

	Share capital	General reserve	Surplus on revaluation of Property, plant and equipment	Un-appropriated profits	Total	Non-controlling interest	Total
----- Rupees in '000 -----							
Balance as at October 01, 2023 (Audited)	286,920	327,000	8,382,950	5,426,972	14,423,842	181,631	14,605,473
Total comprehensive income for the six month period ended March 31,2024							
Loss for the period	-	-	-	(98,811)	(98,811)	(11,357)	(110,168)
Other comprehensive income for the period	-	-	-	611,912	611,912	-	611,912
	-	-	-	513,101	513,101	(11,357)	501,744
Transfer on account of incremental depreciation (Net of deferred taxation)	-	-	(315,309)	315,309	-	-	-
Cash dividend at the rate of Rs.5 per ordinary share for the year ended September 30, 2023	-	-	-	(143,460)	(143,460)	-	(143,460)
Balance as at March 31, 2024 (Un-Audited)	286,920	327,000	8,067,641	6,111,922	14,793,483	170,274	14,963,757
Total comprehensive loss for the six month period ended September 30,2024							
Loss for the period	-	-	-	(3,373,529)	(3,373,529)	(149,677)	(3,523,206)
Other comprehensive income for the period	-	-	1,790,640	(610,543)	1,180,097	66,728	1,246,825
	-	-	1,790,640	(3,984,072)	(2,193,432)	(82,949)	(2,276,381)
Share capital subscribed by non controlling interest	-	-	-	-	-	111,016	111,016
Acquisition of non controlling interest	-	-	-	(11,849)	(11,849)	11,849	-
Transfer on account of incremental depreciation (Net of deferred taxation)	-	-	(282,916)	282,916	-	-	-
Balance as at September 30, 2024 (Audited)	286,920	327,000	9,575,365	2,398,917	12,588,202	210,190	12,798,392
Total comprehensive loss for the six month period ended March 31,2025							
Loss for the period	-	-	-	(1,676,069)	(1,676,069)	(63,525)	(1,739,594)
Other comprehensive income for the period	-	-	-	-	-	-	-
	-	-	-	(1,676,069)	(1,676,069)	(63,525)	(1,739,594)
Effect of change in effective tax rate	-	-	1,002,000	-	1,002,000	-	1,002,000
Transfer on account of incremental depreciation (Net of deferred taxation)	-	-	(388,965)	388,965	-	-	-
Balance as at March 31, 2025 (Un-Audited)	286,920	327,000	10,188,400	1,111,813	11,914,133	146,665	12,060,798

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


Chief Financial Officer


Chief Executive / Director


Director

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2025

		Six months period ended	
		March 31, 2025	March 31, 2024
		-- Rupees in '000 --	
Cash flow from operating activities	Note		
Loss for the period before taxation		(2,877,417)	(209,619)
Adjustments for non-cash charges and other items:			
Depreciation on property, plant & equipment		1,082,068	915,182
Gain on disposal of operating fixed assets		(6,400)	(8,639)
Profit on deposit accounts		(41,669)	(2,412)
Mark-up earned on term depository receipts		(444,442)	(42,507)
Mark-up income on loan to a related party		(18,262)	-
Finance cost		2,083,563	2,130,432
Provision for staff retirement benefits - gratuity		4,293	4,139
Final taxes - levy		132,255	40,068
(Loss) / profit before working capital changes		(86,011)	2,826,644
(Increase) / decrease in current assets:			
Stores and spares		(12,487)	2,976
Stock-in-trade		(11,133,420)	(17,126,864)
Trade debts		(484,974)	826,506
Loans and advances		(1,409,104)	(1,978,470)
Trade deposits and other receivables		5,173	15,341
		(13,034,812)	(18,260,511)
Increase in current liabilities:			
Trade and other payables		1,471,797	1,365,314
Cash used in operating activities		(11,649,026)	(14,068,553)
Income taxes and levies paid		(209,477)	(320,567)
Staff retirement benefits (gratuity) - paid		(5,444)	(2,062)
Net cash used in operating activities		(11,863,947)	(14,391,182)
Cash flow from investing activities			
Additions to property, plant and equipment		(160,288)	(648,033)
Sale proceeds of operating fixed assets		15,104	36,354
Long term security deposit		-	(200)
Profit on bank deposit received		41,669	2,412
Profits on term finance certificates		444,442	42,507
Interest income on loan provided to related party		18,262	-
Net cash generated / (used) in investing activities		359,189	(566,960)
Cash flow from financing activities			
Long term finances - net		219,035	(257,476)
Short term finances - net		(779,100)	3,216,253
Loan repaid to related party		(10,625)	(15,618)
Lease liabilities - net		(90,451)	(77,643)
Finance cost paid		(1,841,752)	(1,399,975)
Bank balances under lien		454,000	-
Dividend paid		-	(141,876)
Net cash (used) / generated in financing activities		(2,048,893)	1,323,665
Net decrease in cash and cash equivalent		(13,553,651)	(13,634,477)
Cash and cash equivalents - at beginning of the period		(3,103,288)	(2,723,034)
Cash and cash equivalents - at end of the period		(16,656,939)	(16,357,511)
Cash and cash equivalents comprised of:			
Cash and bank balances	20	659,230	174,957
Short term running finance - secured	11	(17,316,169)	(16,532,468)
		(16,656,939)	(16,357,511)

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


Chief Financial Officer


Chief Executive / Director


Director

CHASHMA SUGAR MILLS LIMITED

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2025

1. THE GROUP AND ITS OPERATIONS

1.1 Chashma Sugar Mills Limited (the Holding Company)

Chashma Sugar Mills Limited (the Company) was incorporated in Pakistan on May 5, 1988 as a public limited company, under the repealed Companies Ordinance, 1984 (repealed upon enactment of the Companies Act, 2017 on May 30, 2017) and commenced its commercial production from October 01, 1992. The Company has its shares quoted on the Pakistan Stock Exchange Limited. The Company is principally engaged in manufacturing, production, processing, compounding, preparation and sale of sugar, other allied compounds, intermediates and allied products. The Company is a subsidiary of The Premier Sugar Mills and Distillery Company Limited. The head office of the Company is situated at King's Arcade, 20-A, Markaz F-7, Islamabad and its manufacturing facilities are located at Dera Ismail Khan, Khyber Pakhtunkhwa.

1.2 Subsidiary Companies

(a) Whole Foods (Private) Limited

Whole Foods (Private) Limited (WFPL) - 100% owned subsidiary of the Company was incorporated in Pakistan as a Private Limited Company under Companies Act, 2017 on October 26, 2017. The principal activity of WFPL is to setup, manage, supervise and control the storage facilities for agricultural produce. The WFPL is yet to commence its operations.

(b) Ultimate Whole Foods (Private) Limited

Ultimate Whole Foods (Private) Limited ("the Subsidiary Company") was incorporated in Pakistan as a Private Limited Company under Companies Act, 2017 on May 17, 2021. The objective of UWFPL is to set up mills for milling wheat, gram, other grains and other allied products and by-products from flours. The operations of the UWFPL started from October 7, 2023. The Holding Company holds 84% shares of the Subsidiary Company.

(c) Premier Grain Ethanol Limited

Premier Grain Ethanol Limited ("the Subsidiary Company"/ PGEL) was incorporated in Pakistan on April 17, 2024 as a public limited company, under the Companies Act, 2017. The registered office of PGEL is situated at King's Arcade, 20-A, Markaz F-7, Islamabad. The principal line of business of the PGEL included manufacturing, production and sale of various grades of Ethanol. The Holding Company subscribed 50,000,000 ordinary shares of Rs 10 each aggregating to Rs. 500 million out of total proposed share capital of 65,002,000 ordinary shares of Rs. 10 each aggregating Rs. 650 million representing 76.92% subscription amount. However, the subscription money was not paid. PGEL did not commence operations and subsequent to the period end, the Board of Directors of PGEL passed a resolution for winding up of the Company on January 14, 2025 due to financial and operational difficulties in the business. The same has been communicated to Securities and Exchange Commission of Pakistan (SECP) by PGEL. The management based on legal opinion obtained from its legal advisor are of the view that CSML has control over the composition of board of directors of PGEL, accordingly it is a subsidiary of CSML for the purpose of consolidated financial statements. The amounts have been recognised accordingly in these consolidated financial statements.

For the purpose of these condensed interim consolidated financial statements, Chashma Sugar Mills Limited and its subsidiaries are referred to as the Group.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim consolidated 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 applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standards (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where 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.

2.1.2 These condensed interim consolidated financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Group annual audited financial statements for the year ended September 30, 2024. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2 New standards, amendments to approved accounting standards and interpretations that are effective during the period

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on October 01, 2024 but are considered not to be relevant or to have any significant effect on the Group operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed financial statements.

2.3 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are effective for accounting periods beginning on October 01, 2025 but are considered not to be relevant or to have any significant effect on the Group operations and are, therefore, not detailed in these condensed interim consolidated financial statements.

3. MATERIAL ACCOUNTING POLICY INFORMATION

All the accounting policies and the methods of computation adopted in the preparation of these condensed interim consolidated financial statements are consistent with those applied in the preparation of annual financial statements for the year ended September 30, 2024.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim consolidated financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Judgments and estimates made by the management in the preparation of these condensed interim consolidated financial statements are the same as those that were applied to the financial statements as at and for the year ended September 30, 2024.

5. SEASONALITY OF OPERATIONS

The Group is inter-alia engaged in manufacturing of sugar for which the season begins in November / December and ends in March. Therefore, majority of expenses are incurred and production activities are undertaken in the first half of the Group financial year thus increasing volume of inventories, trade payables and borrowings at the end of first half.

6. SHARE CAPITAL

As at period end, the issued, subscribed and paid-up capital of the Company includes following share capital holdings by the related parties;

	Note	Un-Audited March 31, 2025 (Number of shares)	Audited September 30, 2024
Holding company			
The Premier Sugar Mills & Distillery Company Limited		13,751,000	13,751,000
Associated companies			
Azlak Enterprises (Private) Limited		1,497,359	1,497,359
Phipson & Co. Pakistan (Private) Limited		307,500	307,500
Syntronics Limited		3,590,475	3,590,475
		<u>19,146,334</u>	<u>19,146,334</u>

7. LONG TERM FINANCES - SECURED

Bank Al-Habib Limited		631,941	727,708
Soneri Bank Limited		1,501,959	684,550
MCB Islamic Bank Limited		17,949	23,391
MCB Bank Limited		465,847	519,299
Al-Baraka Bank (Pakistan) Limited		279,348	334,646
The Bank of Khyber		291,468	325,157
United Bank Limited		3,400,000	3,754,726
Total	7.1	<u>6,588,512</u>	<u>6,369,477</u>
Accrued mark-up		<u>192,242</u>	<u>270,836</u>
		<u>6,780,754</u>	<u>6,640,313</u>
Less: amount payable within next 12 months			
Principal		(811,091)	(942,638)
Accrued mark-up		<u>(192,242)</u>	<u>(270,836)</u>
Amount due after 12 months		<u>5,777,421</u>	<u>5,426,839</u>

- 7.1 These represent term and demand finance obtained by the Group from the aforesaid banks and are repayable in 5-7 years with varied grace periods. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2.65% per annum and SBP rate + 4%. These are secured against first / joint pari passu hypothecation charge over all present and future movable fixed assets of the Group along with first / joint pari passu charge by way of equitable on all present and future immovable fixed assets of the Group. There is no material change in the terms and conditions of the long term loans as disclosed in note 18 to the annual audited consolidated financial statements of the Group as at September 30, 2024 except for the addition of new facility of Soneri Bank Limited amounting to Rs. 1 billion.

8. LOANS FROM RELATED PARTIES - SECURED		Un-Audited March 31, 2025 (Rupees in thousand)	Audited September 30, 2024
	Note		
Associated companies			
Premier Board Mills Limited	8.1	62,472	62,472
Arpak International Investments Limited	8.2	25,000	25,000
Azlak Enterprises (Private) Limited	8.3	74,375	85,000
Accrued mark-up		75,819	82,065
		237,666	254,537
Less: amount payable within next 12 months			
Principal		(24,375)	(24,375)
Accrued mark-up		(75,819)	(82,065)
Amount due after 12 months		137,472	148,097
8.1	This include long term finance facilities obtained by the Company and the Subsidiary.		
	The long term finance facility has been renewed on November 22, 2024. The principal is repayable in 4 semi annual installments commencing from November 2028. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Group.		
	WFPL obtained long term finance facility amounting to Rs 25 million. The long term finance facility has been renewed on June 23, 2023. The principal is repayable in 8 semi annual installments commencing from June 2025. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the WFPL.		
8.2	The long term finance facility has been renewed on November 22, 2024. The principal is repayable in 4 semi annual installments commencing from November 2028. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Group.		
8.3	The long term finance facility had been renewed on January 3, 2022. The principal is repayable in 8 semi annual installments commencing from December 2024. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Group.		
9. LEASE LIABILITIES			
Balance at beginning of the period / year		249,480	248,926
Additions during the period / year		101,696	100,762
Unwinding of interest on lease liabilities		22,405	54,717
Payments made during the period / year		(90,451)	(160,999)
Remeasurement of lease liabilities		-	6,074
Balance at end of the period / year		283,130	249,480
Less: current portion of long term lease liabilities		(86,645)	(89,501)
		196,485	159,979

10. TRADE AND OTHER PAYABLES		Un-Audited March 31, 2025 (Rupees in thousand)	Audited September 30, 2024
	Note		
Creditors		1,289,084	620,441
Due to related parties	10.1	328,172	150,147
Accrued expenses		49,839	149,144
Retention money		30,926	30,565
Security deposits		1,649	1,299
Advance payments from customers - contract liabilities		1,056,783	179,205
Sales tax payable		83,099	344,116
Income tax deducted at source		317,237	215,706
Payable for workers' welfare fund		30,258	30,258
Payable to employees		122,824	89,117
Payable to provident fund		8,684	9,574
Others		28,685	55,871
		3,347,240	1,875,443
10.1 This represents amounts due to the following related parties and are interest free and payable on demand:			
Associated Companies			
Syntronics Limited		11,993	11,993
Syntron Limited		166,539	-
Azlak Enterprises (Private) Limited		49,640	38,154
Directors		100,000	100,000
		328,172	150,147
11. SHORT TERM FINANCES -secured			
Cash / running finance		17,316,169	3,698,424
Export re finance		4,669,964	5,449,064
	11.1	21,986,133	9,147,488
Accrued mark-up		683,766	367,462
		22,669,899	9,514,950
11.1 These represent cash finance and export re-finance facilities and are repayable in six months to one year period. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2% per annum and SBP rate + 1.25% and are secured against pledge of sugar stock with margin ranging from 10% to 25%, lien on export contracts / LCs and import			
12. CURRENT PORTION OF NON CURRENT LIABILITIES			
Long term finances	7.	1,003,333	1,213,473
Loans from related parties	8.	100,194	106,440
Lease liabilities	9.	86,645	89,501
		1,190,172	1,409,414

13. CONTINGENCIES AND COMMITMENTS**13.1 CONTINGENCIES**

There has been no significant change in the status of contingencies as disclosed in note 25 to the audited consolidated financial statements of the Group for the year ended September 30, 2024.

13.2 COMMITMENTS

		Un-Audited March 31, 2025 (Rupees in thousand)	Audited September 30, 2024
	Note		
The Group has following commitments in respect of:			
- foreign letter of credit for purchase of plant and machinery		45,199	285,663
- capital expenditure other than for letters of credit		-	25,515
14. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	14.1	24,394,654	24,853,179
Capital work-in-progress	14.2	416,166	840,134
		24,810,820	25,693,313
14.1 Operating fixed assets -at net book value			
Net book value at the beginning of the period / year		24,853,179	19,700,369
Revaluation adjustments during the period / year		-	3,161,518
Additions during the period / year	14.1.1	546,192	3,849,987
Transfers from right of use assets to owned		42,254	29,888
Disposals during the period / year		(8,704)	(36,726)
Depreciation charged for the period / year		(1,038,267)	(1,851,857)
		(1,046,971)	(1,888,583)
Net book value at the end of the period / year		24,394,654	24,853,179
14.1.1 Additions during the period / year			
Freehold land		1,560	-
Building and roads		54,176	2,105,688
Plant and machinery		363,886	1,491,115
Electric installations		96,207	105,409
Office equipment		15,428	32,609
Farm equipment		73	73
Furniture and fixtures		9,526	23,466
Vehicles		2,490	65,138
Lab equipment		2,846	26,490
		546,192	3,849,987
14.2 Capital work-in-progress			
At the beginning of the period / year		840,134	4,083,102
Additions during the period / year	14.2.1	181,409	898,337
Capitalized during the period / year		(605,377)	(4,048,059)
Other adjustments		-	(93,245)
Balance at the end of the period / year		416,166	840,134

		Un-Audited March 31, 2025 (Rupees in thousand)	Audited September 30, 2024
	Note		
14.2.1	Additions during the period / year		
	Land and building	34,132	265,777
	Plant and machinery	7,771	247,465
	Electric installations	11,996	44,319
	Vehicles - owned	2,109	6,914
	Vehicles - leased	117,141	101,930
	Capital stores	-	166,266
	Advance payments to contractors	6,260	53,166
	Advance payments against land - freehold and buildings	2,000	12,500
		<u>181,409</u>	<u>898,337</u>
15.	Right of Use Assets		
	Net book value at the beginning of the period / year	316,081	322,672
	Additions during the period / year	139,760	97,089
	Remeasurement during the period / year	-	6,081
	Transfers from right of use assets to owned	(42,254)	(29,888)
	Depreciation charged for the period / year	(46,788)	(79,873)
	Net book value at the end of the period / year	<u>366,799</u>	<u>316,081</u>
16.	STOCK-IN-TRADE		
	Finished goods		
	- Sugar	11,528,892	1,787,519
	- Molasses	16.1 2,963,646	1,117,556
	- Ethanol	550,604	954,434
	- Bagasse	16.1 334,696	107,203
	- Wheat flour	25,731	37,865
		<u>15,403,569</u>	<u>4,004,577</u>
	Raw material		
	- Wheat	467,486	1,010,091
	Work-in-process	25,729	21,768
	Write down to net realisable value	16.2 (11,670)	(284,742)
		<u>16.3 15,885,114</u>	<u>4,751,694</u>
16.1	Molasses and bagasse are used both for internal consumption as well as for sales to external parties.		
16.2	This represent write down to net realisable value in respect of finished goods - wheat flour and raw material - wheat amounting to Rs 5,978 thousand (September 30, 2024: Rs 5,977 thousand and Rs 5,692 (September 30, 2024: Rs 278,765 thousand) respectively due to decline in selling prices.		
16.3	Certain short term and long term borrowings of the Group are secured by way of collateral charge on stock-in-trade.		

17.	TRADE DEBTS - UNSECURED	Note	Un-Audited	Audited
			March 31, 2025 (Rupees in thousand)	September 30, 2024
	Considered good		928,894	459,388
	Considered doubtful		21,574	2,043
			<u>950,468</u>	<u>461,431</u>
	Less: Loss allowance		(21,574)	(21,012)
			<u>928,894</u>	<u>440,419</u>
18.	LOANS AND ADVANCES			
	Advances to:			
	Employees - secured		16,635	15,471
	Suppliers and contractors - unsecured		2,093,603	1,058,872
			<u>2,110,238</u>	<u>1,074,343</u>
	Due from related parties			
	The Premier Sugar Mills and Distillery Company L	18.1	350,000	-
	Letters of credit - secured		66,738	43,529
			<u>2,526,976</u>	<u>1,117,872</u>
	Less:			
	- Provision for doubtful advances		(28,838)	(28,838)
	- Loss allowance		(905)	(905)
			<u>2,497,233</u>	<u>1,088,129</u>
18.1	This represents loan facility of Rs. 500 million for The Premier Sugar Mills and Distillery Company Limited. The loan is unsecured and interest on this loan is charged at a lender's borrowing cost of 3 month KIBOR + 1.1% per year. The loan is repayable in one year extendable up to 3 years.			
19.	TRADE DEPOSITS AND OTHER RECEIVABLES			
	Deposits		17,515	17,515
	Prepayments		8,569	12,015
	Export subsidy receivable		305,519	305,519
	Accrued mark-up on term deposit receipts		-	50,801
	Accrued mark-up from related party		18,262	-
	Due from related parties			
	The Premier Sugar Mills and Distillery Company Limited		141,011	98,126
	Guarantees issued		15,000	15,000
	Others		6,629	18,702
			<u>512,505</u>	<u>517,678</u>
	Less: Loss allowance		(305,519)	(305,519)
			<u>206,986</u>	<u>212,159</u>
20.	CASH AND BANK BALANCES			
	Cash at banks			
	Current accounts		498,129	480,535
	Saving accounts	20.1	161,101	118,601
	Term deposit receipts		-	450,000
		20.2	<u>659,230</u>	<u>1,049,136</u>
20.1	These carry mark up at the rate ranging from 11.50% to 18.00% (September 30, 2024: 19.00% to 20.50%) per annum.			

20.2	Bank balances that are included in cashflow are as follows:	Un-Audited March 31, 2025	Audited September 30, 2024
		-- Rupees in '000 --	
	Cash and bank balances	659,230	1,049,136
	Bank balances under lien	-	(454,000)
		659,230	595,136

21. GROSS SALES

	Quarter ended		Six months period ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- Rupees in '000 -----			
Local	5,281,210	4,286,975	9,861,495	10,884,253
Export	1,336,507	1,759,938	4,265,205	4,006,839
	6,617,717	6,046,913	14,126,700	14,891,092

22. Sales tax, other government levies and discounts

Indirect taxes	754,721	724,220	1,298,502	1,448,305
Discounts	2,230	(46,952)	4,547	4,496
	756,951	677,268	1,303,049	1,452,801

23. LEVIES AND INCOME TAXATION

Final tax levy

Levy:

- for the year	132,255	40,068
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Income tax

Current tax

- for the year	-	57,413
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Deferred tax

(1,137,823)	(156,864)
(1,137,823)	(99,451)

- 23.1** Provision for taxation, made during the current period, represent minimum tax payable under section 113 and final tax deducted at source on realisation of foreign exchange proceeds under section 154 of the Income Tax Ordinance, 2001.

24. Segment operating results for the six month period ended March 31, 2025 (Un-audited)

	Sugar Division				Ethanol Division				Wheat Division				Total			
	Three month period		Six month period ended		Three month period		Six month period		Three month period		Six month period		Three month period		Six month period ended	
	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,	March 31,
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	Rupees in thousand															
Sales																
-External Customers	4,007,552	4,243,676	7,490,349	8,858,742	1,310,117	2,153,507	3,763,275	4,531,943	1,300,048	(350,270)	2,873,076	1,500,407	6,617,717	6,046,913	14,126,700	14,891,092
-Inter segment	371,237	565,196	583,112	876,583	-	-	-	-	-	-	-	-	371,237	565,196	583,112	876,583
	4,378,789	4,808,872	8,073,461	9,735,325	1,310,117	2,153,507	3,763,275	4,531,943	1,300,048	(350,270)	2,873,076	1,500,407	6,988,954	6,612,109	14,709,812	15,767,675
Less : sales tax & others	(741,088)	(666,264)	(1,250,871)	(1,372,700)	(14,821)	(80,036)	(49,865)	(80,101)	(1,042)	49,032	(2,313)	-	(756,951)	(677,268)	(1,303,049)	(1,452,801)
Sales - net	3,637,701	4,142,608	6,822,590	8,362,625	1,295,296	2,073,471	3,713,410	4,451,842	1,299,006	(301,238)	2,870,763	1,500,407	6,232,003	5,934,841	13,406,763	14,314,874
Segment expenses:																
Cost of Sales	(3,611,256)	(3,522,905)	(6,916,085)	(6,613,926)	(681,189)	(1,176,061)	(2,691,907)	(2,465,821)	(1,393,651)	527,623	(2,986,417)	(1,324,766)	(5,686,096)	(4,171,343)	(12,594,409)	(10,404,513)
Less: inter segment cost	-	-	-	-	(371,237)	(565,196)	(583,112)	(876,583)	-	-	-	-	(371,237)	(565,196)	(583,112)	(876,583)
	(3,611,256)	(3,522,905)	(6,916,085)	(6,613,926)	(1,052,426)	(1,741,257)	(3,275,019)	(3,342,404)	(1,393,651)	527,623	(2,986,417)	(1,324,766)	(6,057,333)	(4,736,539)	(13,177,521)	(11,281,096)
Gross profit	26,445	619,703	(93,495)	1,748,699	242,870	352,214	438,391	1,109,438	(94,645)	226,385	(115,654)	175,641	174,670	1,198,302	229,242	3,033,778
Selling and distribution expenses	(89,557)	(16,630)	(134,723)	(27,438)	(208,756)	(213,641)	(434,108)	(439,156)	(31,131)	(10,867)	(61,050)	(10,867)	(329,444)	(241,138)	(629,881)	(477,461)
Administrative and general expenses	(236,859)	(213,035)	(436,235)	(424,758)	(112,942)	(85,409)	(231,026)	(173,430)	(59,194)	(14,361)	(109,787)	(55,476)	(408,995)	(312,805)	(777,048)	(653,664)
Others	-	-	-	-	-	-	-	-	-	-	-	-	(23,761)	(22,417)	(50,698)	(44,621)
	(326,416)	(229,665)	(570,958)	(452,196)	(321,698)	(299,050)	(665,134)	(612,586)	(90,325)	(25,228)	(170,837)	(66,343)	(762,200)	(576,360)	(1,457,627)	(1,175,746)
(Loss) / profit from operations	(299,971)	390,038	(664,453)	1,296,503	(78,828)	53,164	(226,743)	496,852	(184,970)	201,157	(286,491)	109,298	(587,530)	621,942	(1,228,385)	1,858,032
Other income	65,057	65,666	519,628	108,498	2,578	2,835	3,971	3,928	36,756	541	37,162	541	104,391	69,042	560,761	112,967
Others	-	-	-	-	-	-	-	-	-	-	-	-	147	-	8,040	-
Other expenses - net	(2,009)	44,061	(2,015)	(10,118)	-	-	-	-	-	-	-	-	(2,009)	44,061	(2,015)	(10,118)
	63,048	109,727	517,613	98,380	2,578	2,835	3,971	3,928	36,756	541	37,162	541	102,529	113,103	566,786	102,849
Segment results	(236,923)	499,765	(146,840)	1,394,883	(76,250)	55,999	(222,772)	500,780	(148,214)	201,698	(249,329)	109,839	(485,001)	735,045	(661,599)	1,960,881
Finance cost													(897,400)	(1,357,924)	(2,083,563)	(2,130,432)
Loss before revenue tax and income tax													(1,382,401)	(622,880)	(2,745,162)	(169,551)
Final taxes - levy													(60,919)	(17,599)	(132,255)	(40,068)
Loss before income tax													(1,443,320)	(640,478)	(2,877,417)	(208,619)
Taxation													571,419	173,185	1,137,823	99,451
Loss for the period													(871,901)	(467,293)	(1,739,594)	(110,168)

24.1 Segment assets and liabilities

	Un-audited March 31, 2025 (Rupees in thousand)		Audited September 30, 2024 (Rupees in thousand)	
	Assets	Liabilities	Assets	Liabilities
Sugar	33,133,387	21,331,612	21,102,961	14,647,056
Ethanol	8,389,280	6,266,677	7,367,338	1,942,447
Wheat	4,768,508	3,335,199	4,768,169	4,040,982
Total for reportable segment	41,522,667	27,598,289	28,470,299	16,589,503
Others	870,680	4,167,569	1,747,203	1,556,794
Total assets / liabilities	47,161,855	35,101,057	34,985,671	22,187,279

25. Transactions with related parties

25.1 The Group has related party relationship, with its Holding Company, subsidiary companies and associated companies, its directors, key management personnel and employee benefit plan. The Group in the normal course of business carries out transactions with various related parties. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with the related parties during the period were as follows:

	Three month period ended		Six month period ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	(Rupees in thousand)			
Holding Company				
Issuance of store items	15,280	3,449	19,303	3,503
Advance paid against purchase of building	-	10,000	-	10,000
Expenses paid on behalf of the Group	2,346	1,151	3,898	2,149
Expenses paid by the Group	46,377	23,937	73,469	31,025
Rent income	29	29	58	58
Dividend paid	-	68,755	-	68,755
Loan to Holding Company	350,000	-	350,000	-
Markup charged by the Group	18,262	-	18,262	-
<u>Associated undertakings</u>				
Services	14,663	13,286	32,274	26,522
Expenses paid by Associated Companies	6,897	285	6,942	1,293
Purchase of goods	102,631	6,989	233,100	220,513
Dividend paid	-	26,977	-	26,977
Mark-up charged to Group	5,422	10,069	13,425	20,890
<u>Post employment benefit</u>				
Expense charged in respect of retirement benefit plan	11,372	10,047	22,010	19,543
<u>Key management personnel / Directors</u>				
Salaries and other benefits	73,333	42,954	155,673	114,166
Dividend paid	-	28,721	-	28,721

26. FINANCIAL RISK MANAGEMENT

The Group activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

There has been no change in the Group sensitivity to these risks since September 30, 2024, except for the change in exposure from liquidity risks due to increase in borrowings and general exposure due to fluctuations in foreign currency and interest rates. There have been no change in risk management objectives and policies of the Group during the current period.

These condensed interim consolidated financial statements does not include all financial risk management information and disclosures as required in the audited annual financial statements and should be read in conjunction with the Group annual audited financial statement as at September 30, 2024.

27. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Group is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Fair values categorised into different levels in a fair value hierarchy based on the inputs used in the valuation technique are as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- 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 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

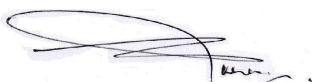
28. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim consolidated statement of financial position has been compared with the balances of audited annual financial statements of the Group for the year ended September 30, 2024, whereas, the condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Group for the six months period ended March 31, 2024.

29. GENERAL

29.1 These condensed interim financial statements have been authorised for issue by the Board of Directors of the Company on May 27, 2025.

29.2 Figures have been rounded off to the nearest thousand except stated otherwise.



Chief Financial Officer



Chief Executive / Director



Director