



CHASHMA SUGAR MILLS LIMITED

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE NINE MONTH PERIOD
ENDED JUNE 30, 2019
(UN-AUDITED)**

CHASHMA SUGAR MILLS LIMITED
COMPANY INFORMATION

Board of Directors

Mr. Aziz Sarfaraz Khan - Chief Executive
Mr. Abbas Sarfaraz Khan - Chairman
Ms. Zarmine Sarfaraz
Mr. Iskander M. Khan
Mr. Abdul Qadar Khattak
Mr. Sher Ali Jafar Khan
Mr. Feisal Kemal Khan

Company Secretary

Mr. Mujahid Bashir

Chief Financial Officer

Mr. Rizwan Ullah Khan

Head of Internal Audit

Mr. Zaheer Mir

Auditors

M/s. A.F Ferguson & 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	Bank Al-Falah Limited
MCB Bank Limited	Soneri Bank Limited
National Bank of Pakistan	Askari Bank Limited
Habib Metropolitan Bank Limited	United Bank Limited
Dubai Islamic Bank (Pakistan) Limited	Meezan Bank Limited
Al-Baraka Bank (Pakistan) Limited	The Bank of Punjab
Allied Bank Limited	

CHASHMA SUGAR MILLS LIMITED
DIRECTORS' REVIEW REPORT

The Directors are pleased to present the un-audited condensed interim financial information of the Company for the nine month period ended June 30, 2019. 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 the listing regulations of the Pakistan Stock Exchange.

OPERATIONAL PERFORMANCE

The sugarcane crushing season 2018-19 commenced on November 30, 2018 and continued till March 24, 2019. The mills have crushed 1,562,413 tons (2018: 2,040,734 tons) of sugarcane and have produced 166,251.50 tons (2018: 193,323 tons) of sugar at an average recovery of 10.61% (2018: 9.47%).

SUGAR PRICES

The Federal Government in the Finance Act, 2019 increased the sales tax on sugar from 8% to 17% ad-valorem. This coupled with the condition of CNIC has slowed down sugar sales as Buyers are reluctant to purchase in the present conditions, while, the sugar prices have failed to absorb the enhanced rate of sales tax.

ETHANOL FUEL PLANT AT UNIT II

The Ethanol Fuel Plant produced 26,907.406 MT of Ethanol during the period from October 01, 2018 to June 30, 2019.

FINANCIAL PERFORMANCE

The Company has earned after tax profit of Rs. 392.813 million (2018: Rs. 184.550 million) during the nine month ended June 30, 2019.

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this 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: July 25, 2019	 (AZIZ SARFARAZ KHAN) CHIEF EXECUTIVE	 (ISKANDER M. KHAN) DIRECTOR
--------------------------	---	--

مالیاتی کارکردگی

30 جون 2019 کو ختم ہونے والے نو ماہ کے دوران کمپنی نے 392.813 ملین روپے بعد از ٹیکس منافع (2018 میں 184.550 ملین روپے) حاصل کیا۔

اکاؤنٹنگ کی پالیسیاں

کمپنی کی تیسری سہ ماہی کنڈر سنڈ مالیاتی معلومات کی تیاری کے دوران اپنائی گئی اکاؤنٹنگ پالیسیاں وہی ہیں جو پچھلے سال سالانہ مالیاتی معاملات میں اپنائی گئی تھیں۔

اعتراف

ڈائریکٹرز نے کمپنی کے عملے کی طرف سے کیے گئے ہر سطح پر اچھے کاموں کو سراہتے ہیں۔

منجانب بورڈ



اسکندر محمد خان

ڈائریکٹر



عزیز سرفراز خان

چیف ایگزیکٹو آفیسر

مردان

بتاریخ: 25 جولائی 2019

چشمہ شوگر ملز لمیٹڈ

ڈائریکٹرز کی جائزہ رپورٹ

ڈائریکٹرز 30 جون 2019 کو ختم ہونے والی تیسری سہ ماہی کی اختتامی مدت پر کمپنی کے غیر آڈٹ شدہ کنڈر سنڈ عبوری مالیاتی معلومات پیش کرنے پر مسرت محسوس کرتے ہیں۔ یہ کنڈر سنڈ مالیاتی معلومات حصص داروں کو انٹرنیشنل اکاؤنٹنگ کے قواعد نمبر 34 "نیرم فائنیشنل رپورٹنگ"، کوڈ آف کارپوریٹ گورننس، کمپنی ایکٹ 2017 (دی ایکٹ) کے سیکشن 237 اور پاکستان سٹاک ایکسچینج کے قواعد کے مطابق ہیں۔

آپریشن کا جائزہ

گئے سال کا کرٹنگ سیزن 2018-19، 30 نومبر 2018 کو شروع ہوا اور 24 مارچ 2019 تک ملز نے 1,562,413 ٹن (2018 میں 2,040,734 ٹن) گٹنا کرش کیا 10.61 فیصد اور سٹ (2018: 9.47 فیصد) کے حساب سے چینی کی پیداوار 166,251.50 ٹن (2018 میں 193,323 ٹن) رہی۔

چینی کی قیمت

وفاقی حکومت نے فنانس ایکٹ 2019 میں چینی پر سیلز ٹیکس 8% سے بڑھا کر 17% لایا۔ والورم کر دیا ہے۔ اس کے علاوہ شناختی کارڈ کی شرط کی وجہ سے خریداری کے رجحان میں کمی واقع ہوئی ہے کیونکہ خریدار موجودہ صورت حال میں خریداری سے گریزاں ہے لہذا چینی کی قیمت نئے سیلز ٹیکس کو ہضم کرنے میں ناکام ہو گئی ہے۔

ہتھنول فیول پلانٹ۔ یونٹ II

ہتھنول فیول پلانٹ نے 1 اکتوبر 2018 سے 30 جون 2019 تک 26,907.406 ٹن ہتھنول تیار کیا۔

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2019

	Note	Un-audited June 30, 2019 (Rupees in thousand)	Audited September 30, 2018
NON CURRENT ASSETS			
Property, plant and equipment	6	9,393,116	9,531,791
Long term investment	7	100,000	100,000
Long term security deposits - considered good		15,084	13,858
		<u>9,508,200</u>	<u>9,645,649</u>
CURRENT ASSETS			
Stores and spares		352,950	342,702
Stock-in-trade	8	3,791,046	2,242,638
Trade debts	9	142,611	219,126
Loans and advances	10	420,159	331,743
Trade deposits, prepayments and other receivables	11	533,426	812,028
Income tax refundable		-	33,057
Cash and bank balances		132,790	188,782
		<u>5,372,983</u>	<u>4,170,076</u>
TOTAL ASSETS		<u>14,881,182</u>	<u>13,815,725</u>
SHARE CAPITAL AND RESERVES			
Authorised capital		500,000	500,000
Issued, subscribed and paid-up capital	12	286,920	286,920
Capital reserve			
General reserve		327,000	327,000
Revenue reserve			
Unappropriated profits		1,736,598	1,172,533
Surplus on revaluation of property, plant and equipment		3,804,739	4,019,029
Shareholders' equity		<u>6,155,257</u>	<u>5,805,482</u>
NON-CURRENT LIABILITIES			
Long term finances - secured	13	1,013,161	1,177,828
Loans from related parties - secured	14	350,688	458,825
Liabilities against assets subject to finance lease	15	94,712	34,102
Deferred liabilities	16	1,087,229	1,154,794
		<u>2,545,790</u>	<u>2,825,549</u>
CURRENT LIABILITIES			
Trade and other payables	17	667,817	712,298
Unclaimed dividend		8,537	7,990
Short term running finance	18	4,739,052	3,796,204
Current maturity of non-current liabilities	19	738,191	668,202
Provision for taxation - Net		26,538	-
		<u>6,180,135</u>	<u>5,184,694</u>
TOTAL LIABILITIES		<u>8,725,925</u>	<u>8,010,243</u>
Contingencies and commitments	20		
TOTAL EQUITY AND LIABILITIES		<u>14,881,182</u>	<u>13,815,725</u>

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director


Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

	Note	Three month period ended		Nine month period ended	
		June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
(Rupees in thousand)					
Gross sales	21	4,746,349	3,867,779	10,053,186	8,168,993
Sales tax, other government levies and commissions	22	(393,688)	(344,345)	(851,988)	(720,396)
Sales - net		<u>4,352,661</u>	<u>3,523,434</u>	<u>9,201,198</u>	<u>7,448,597</u>
Cost of sales		(3,565,084)	(3,197,184)	(7,679,454)	(6,526,732)
Gross profit		<u>787,577</u>	<u>326,250</u>	<u>1,521,744</u>	<u>921,865</u>
Selling and distribution expenses		(52,039)	(35,662)	(161,315)	(167,819)
Administrative and general expenses		(151,020)	(100,602)	(374,583)	(320,824)
Other income		25,896	70,735	70,387	118,472
Other expenses		(22,459)	(105)	(31,136)	(6,838)
Operating profit		<u>587,955</u>	<u>260,616</u>	<u>1,025,097</u>	<u>544,856</u>
Finance cost		(237,190)	(144,623)	(570,245)	(352,800)
Profit before taxation		<u>350,765</u>	<u>115,993</u>	<u>454,852</u>	<u>192,056</u>
Taxation					
- Current		(73,396)	(70,588)	(129,147)	(106,330)
- Prior year		-	-	(564)	-
- Deferred		(47,284)	62,669	67,672	98,824
		<u>(120,680)</u>	<u>(7,919)</u>	<u>(62,039)</u>	<u>(7,506)</u>
Profit after taxation		<u>230,085</u>	<u>108,074</u>	<u>392,813</u>	<u>184,550</u>
Earnings per share - basic and diluted (Rs)		<u>8.02</u>	<u>3.77</u>	<u>13.69</u>	<u>6.43</u>

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director


Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

	Three month period ended		Nine month period ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
	(Rupees in thousand)			
Profit for the period	230,085	108,074	392,813	184,550
Other comprehensive income / (loss)				
Items that will not be classified to profit or loss:				
Remeasurement loss arising on actuarial valuation	-	(537)	-	(537)
Total comprehensive income for the period	<u>230,085</u>	<u>107,537</u>	<u>392,813</u>	<u>184,013</u>

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director



Rizwan Ullah Khan
Chief Financial Officer

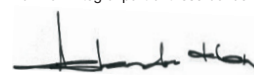
CHASHMA SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

	Nine month period ended	
	June 30, 2019	June 30, 2018
	(Rupees in thousand)	
Cash flow from operating activities		
Profit for the period - before taxation	454,852	192,056
Adjustments for non-cash items:		
Depreciation	611,287	500,611
(Gain) / loss on sale of operating fixed assets	(4,311)	27
Profit on deposit accounts	(4,879)	(3,449)
Finance cost	549,503	352,800
Provision for doubtful debts	109	1,528
Provision for doubtful advances	-	26,400
Provision for gratuity	1,952	7,117
	<u>1,608,513</u>	<u>1,077,090</u>
Changes in working capital		
(Increase) / Decrease in		
Stores and spares	(10,248)	4,017
Stock-in-trade	(1,548,408)	(2,853,789)
Trade debts	76,406	(106,814)
Loans and advances	(88,416)	(72,191)
Trade deposits, prepayments and other receivables	278,602	(266,595)
(Decrease) / Increase trade and other payables	(44,481)	429,169
	<u>(1,336,545)</u>	<u>(2,866,203)</u>
	271,967	(1,789,113)
Income taxes paid	(70,104)	(197,390)
Gratuity paid	(1,846)	(438)
Net cash generated from / used in operating activities	<u>200,018</u>	<u>(1,986,941)</u>
Cash flow from investing activities		
Purchase of property, plant and equipment	(435,950)	(195,363)
Sale proceeds of operating fixed assets	8,837	145
Increase in long term security deposits	(1,226)	-
Profit on bank deposits	4,879	3,449
Net cash used in investing activities	<u>(423,460)</u>	<u>(191,769)</u>
Cash flow from financing activities		
Long term finances repaid	(153,349)	(489,860)
Loan received from related party	10,000	-
Obligations under finance leases repaid	(37,170)	(26,977)
Dividends paid	(42,491)	(42,092)
Finance cost paid	(480,509)	(341,833)
Net cash used in financing activities	<u>(703,519)</u>	<u>(900,762)</u>
Net Increase in cash and cash equivalents	<u>(926,962)</u>	<u>(3,079,472)</u>
Cash and cash equivalents - at beginning of the period	<u>(3,518,217)</u>	<u>(2,368,704)</u>
Cash and cash equivalents - at end of the period	<u>(4,445,179)</u>	<u>(5,448,176)</u>
Cash and cash equivalents comprised of:		
Bank balances	132,790	75,823
Short term running finance	(4,577,969)	(5,523,999)
	<u>(4,445,179)</u>	<u>(5,448,176)</u>

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director


Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

	Share capital	General reserve	Unappropriated profits	Surplus on revaluation of property, plant and equipment	Total
	(Rupees in thousand)				
Balance as at October 1, 2017	286,920	327,000	846,585	2,604,674	4,065,179
Total comprehensive income for the nine month period ended June 30, 2018					
Income for the period	-	-	184,550	-	184,550
Other comprehensive income for the period	-	-	(537)	-	(537)
	-	-	184,013	-	184,013
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the half year - net of deferred taxation	-	-	126,544	(126,544)	-
Cash dividend at rate of Rs. 1.50 per ordinary share for the year ended September 30, 2017	-	-	(43,038)	-	(43,038)
Balance as at June 30, 2018	286,920	327,000	1,114,104	2,478,130	4,206,154
Total comprehensive income for the three month period ended September 30, 2018					
Income for the period	-	-	9,073	-	9,073
Other comprehensive income for the period	-	-	(56)	1,518,000	1,517,944
	-	-	9,017	1,518,000	1,527,017
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the half year - net of deferred taxation	-	-	49,412	(49,412)	-
Deferred tax adjustment due to reduction in tax rate	-	-	-	72,311	72,311
Balance as at September 30, 2018	286,920	327,000	1,172,533	4,019,029	5,805,482
Total comprehensive income for the nine month period ended June 30, 2019					
Income for the period	-	-	392,813	-	392,813
Other comprehensive income for the period	-	-	-	-	-
	-	-	392,813	-	392,813
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the half year - net of deferred taxation	-	-	214,290	(214,290)	-
Cash dividend at rate of Rs 1.50 per ordinary share for the year ended September 30, 2018	-	-	(43,038)	-	(43,038)
Balance as at June 30, 2019	286,920	327,000	1,736,598	3,804,739	6,155,257

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director


Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

1. Legal status and operations

Chashma Sugar Mills Limited (the Company) was incorporated in Pakistan on May 5, 1988 as a public company, under the Companies Ordinance, 1984 (which is repealed with the enactment of the Companies Act, 2017 on May 30, 2017) and commenced its commercial production from July 9, 1988. 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 compound, intermediates and by products. The Company is a subsidiary of 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 Pakhtunkhawa.

2. Statement of compliance

These condensed interim financial statements for nine month period ended June 30, 2019 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

The disclosures in this condensed interim financial statements does not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended September 30, 2018.

3. Changes in accounting standards, interpretations and pronouncements

a) Standards, interpretations and amendments to published approved accounting standards that are effective and relevant

IFRS 9 'Financial instruments' - This standard replaces the guidance in IAS 39. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit loss model that replaces the current incurred loss impairment model.

IFRS 15 'Revenue from contracts with customers' - IFRS 15 replaces the previous revenue standards: IAS 18 Revenue, IAS 11 Construction Contracts and the related interpretations on revenue recognition.

IFRS 15 introduces a single five-step model for revenue recognition and establishes a comprehensive framework for recognition of revenue from contracts with customers based on a core principle that an entity should recognise revenue representing the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or service.

IFRIC 22 clarifies the accounting for transactions that include the receipt or payment of advance consideration in foreign currency. IFRIC 22 is notified to be effective by IASB for annual periods beginning on or after January 1, 2018. IFRIC 22 addresses foreign currency transaction when an entity recognizes a non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration before the entity recognizes the related asset, expense or income. IFRIC 22 permits retrospective or prospective approach for adoption. The Company has applied the interpretation prospectively to all assets, expenses and income in the scope of the interpretation initially recognized on or after January 1, 2018.

The changes laid down by above standards do not have any significant impact on these financial statements of the Company.

b) Standards, interpretations and amendments to published approved accounting standards that are effective but not relevant

The other new standards, amendments and interpretations that are mandatory for accounting periods beginning on or after January 1, 2018 are considered not to be relevant for the Company's financial statements and hence have not been detailed here.

c) Standards, interpretations and amendments to published approved accounting standards that are not yet effective but relevant

The following is the new standard, amendment to existing approved accounting standards and new interpretations that will be effective for the periods beginning on or after July 1, 2019 that may have an impact on the financial statements of the Company.

IFRS 16 'Leases' - IFRS 16 replaces the previous lease standard: IAS 17 Leases. It will result in almost all leases being recognised on the statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short term and low value leases.

The management is in the process of assessing the impact of changes laid down by above standard on its financial statements.

4 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended September 30, 2018.

5 Seasonality of operations

Due to seasonal nature of sugar segment, operating results are expected to fluctuate in the second half of the year in comparison with the first six months of the year.

		Un-audited June 30, 2019	Audited September 30, 2018
	Note	(Rupees in thousand)	
6 Property, plant and equipment			
Operating fixed assets	6.1	9,035,883	9,058,808
Capital work-in-progress	6.2	357,232	472,983
		<u>9,393,116</u>	<u>9,531,791</u>
6.1 Operating fixed assets - at net book value			
Net book value at the beginning of the period / year		9,058,808	7,567,595
Add: Revaluation surplus during the period / year		-	2,079,452
Add: Additions during the period / year	6.1.1	592,902	85,448
Less: Disposals during the period / year		(4,540)	(5,709)
Depreciation charged for the period / year		(611,287)	(667,978)
		<u>(615,827)</u>	<u>(673,687)</u>
Net book value at the end of the period / year		<u>9,035,883</u>	<u>9,058,808</u>
6.1.1 Additions during the period / year			
Freehold land		-	35,185
Plant and machinery		397,416	-
Building and roads		45,442	3,650
Electric Installations		57,287	100
Office equipment		4,100	5,498
Furniture and fixtures		2,594	5,363
Owned vehicles		7,879	3,908
Leased vehicles		78,184	31,744
		<u>592,902</u>	<u>85,448</u>

	Note	Un-audited June 30, 2019	Audited September 30, 2018
		(Rupees in thousand)	
6.2 Capital work-in-progress			
At the beginning of the period / year		472,983	221,137
Add: Additions during the period / year	6.2.1	528,197	322,135
Less: Capitalized / adjusted during the period / year		(643,947)	(70,289)
Balance at the end of the period / year		<u>357,232</u>	<u>472,983</u>
6.2.1 Additions during the period / year			
Buildings on freehold land		64,873	59,470
Plant and machinery		305,402	178,516
Electric installations		42,714	25,525
Leased vehicles		113,088	24,666
Advances to contractors		<u>2,120</u>	<u>33,958</u>
		<u>528,197</u>	<u>322,135</u>
7 Long term investment			
Whole Foods (Private) Limited (WFL) was incorporated in Pakistan on October 26, 2017. The principal activity of WFL is to setup, manage, supervise and control the storage facilities for agricultural produce. During the period, shares have been issued by WFL in respect of the advance for shares extended by the Company.			
8. Stock-in-trade			
Finished goods			
- sugar		3,038,512	1,653,935
- molasses		615,110	391,264
- ethanol		<u>128,541</u>	<u>189,656</u>
		<u>3,782,163</u>	<u>2,234,855</u>
Work-in-process		<u>8,883</u>	<u>7,783</u>
		<u>3,791,046</u>	<u>2,242,638</u>
9. Trade debts			
Considered good		142,611	219,126
Considered doubtful		<u>1,637</u>	<u>1,528</u>
		<u>144,248</u>	<u>220,654</u>
Provision for doubtful debts		<u>(1,637)</u>	<u>(1,528)</u>
		<u>142,611</u>	<u>219,126</u>
10. Loans and advances			
Advances to:			
Employees		<u>5,267</u>	<u>6,050</u>
Suppliers and contractors		<u>309,730</u>	<u>241,941</u>
		<u>314,997</u>	<u>247,991</u>
Due from related parties	10.1	117,343	107,854
Letters of credit		<u>16,657</u>	<u>4,736</u>
		<u>448,997</u>	<u>360,581</u>
Less: provision for doubtful advances		<u>(28,838)</u>	<u>(28,838)</u>
		<u>420,159</u>	<u>331,743</u>

		Un-audited June 30, 2019	Audited September 30, 2018
	Note	(Rupees in thousand)	
10.1	This represents amounts due from the following related parties:		
	Due from holding company:		
	The Premier Sugar Mills & Distillery Company Limited	13,871	72,270
	Due from subsidiary company:		
	Whole Foods (Private) Limited	103,472	35,584
		<u>117,343</u>	<u>107,854</u>
11	Trade deposits, prepayments and other receivables		
	Deposits	0	5,500
	Prepayments	5,038	6,965
	Export subsidy receivable	305,519	339,893
	Insurance claim receivable	142	142
	Sales tax	193,703	430,804
	Others	29,025	28,724
		<u>533,426</u>	<u>812,028</u>
12.	Issued, subscribed and paid-up capital		
	As at period end, the issued, subscribed and paid-up capital of the Company includes following share capital holdings by the related parties;		
		June 30, 2019	September 30, 2018
	Holding company	(Number of shares)	
	The Premier Sugar Mills & Distillery Company Limited	13,751,000	13,751,000
	Associated companies		
	Azlak Enterprises (Private) Limited	1,462,859	1,462,859
	Phipson & Co. Pakistan (Private) Limited	307,500	307,500
	Syntronics Limited	3,590,475	3,590,475
		<u>19,111,834</u>	<u>19,111,834</u>
13.	Long term finances - secured		
		Un-audited June 30, 2019	Audited September 30, 2018
	Note	(Rupees in thousand)	
	Bank Alfalah Limited		25,000
	Bank Al-Habib Limited	325,956	331,315
	Faysal Bank Limited	-	83,328
	Soneri Bank Limited	192,722	256,320
	The Bank of Punjab	120,628	193,019
	Dubai Islamic Bank Pakistan Limited	682,452	877,438
	MCB Bank Limited	291,313	-
	Total	<u>1,613,071</u>	<u>1,766,420</u>
	Accrued mark-up	<u>40,974</u>	<u>48,606</u>
		<u>1,654,045</u>	<u>1,815,026</u>
	Less: amount payable within next 12 months		
	Principal	(599,910)	(588,592)
	Accrued mark-up	(40,974)	(48,606)
	Amount due after June 30, 2020	<u>1,013,161</u>	<u>1,177,828</u>

13.1 These represent term and demand finance obtained by the Company from the aforesaid banks and are repayable in 3-5 years with varied grace period. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2% per annum and are secured against first / joint pari passu hypothecation charge over all present and future movable fixed assets of the Company and first / joint pari passu charge by way of equitable mortgage on all present and future immovable fixed assets of the Company, pledge of sugar stock and lien on export contract / LC.

13.2 In case of various loan arrangements, the concerned lenders have waived the requirements of certain covenants of the respective loan agreements. Accordingly, the liabilities under those loan agreements have been classified as per the repayment schedule applicable in respect of the aforesaid loan agreements.

		Un-audited June 30, 2019	Audited September 30, 2018
		(Rupees in thousand)	
14.	Loans from related parties - secured		
	Note		
	Holding company		
	The Premier Sugar Mills & Distillery Company Limited	14.1	207,613
			279,500
	Associated companies		
	Premier Board Mills Limited	14.2	65,575
			65,575
	Arpak International Investments Limited	14.3	43,750
			43,750
	Azlake Enterprises (Private) Limited	14.4	80,000
			70,000
	Accrued mark-up		11,065
			6,320
			408,003
			465,145
	Less: amount payable within next 12 months		
	Principal	(46,250)	-
	Accrued mark-up	(11,065)	(6,320)
	Amount due after June 30, 2020	350,688	458,825
14.1	The Company has outstanding long term finance facility of Rs 207.613 million to holding company. The principal is repayable in 7 semi annual installments commencing from February 2020. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the holding company is not less than the borrowing cost of the holding company.		
14.2	The Company has outstanding long term finance facility of Rs 65.575 million to associated company Premier Borad Mills Limited. The principal is repayable in 7 semi annual installments commencing from November 2019. 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.		
14.3	The Company has obtained long term finance facility of Rs 43.75 million from associated company Arpak International Investments Limited. The principal is repayable in 7 semi annual installments commencing from November 2019. 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.		
14.4	The Company has obtained long term finance facility of Rs 80 million from associated company Azlake Enterprises (Private) Limited. The principal is repayable in 8 semi annual installments commencing from December 2021. 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.		
15.	Liabilities against assets subject to finance lease		
	Present value of finance lease payments	134,704	58,786
	Less: Current portion shown under current liabilities	(39,992)	(24,684)
		94,712	34,102
	Due within one year		
	Minimum lease payments	56,932	28,759
	Less: Financial charges not yet due	(16,940)	(4,075)
	Present value of minimum lease payments	39,992	24,684
	Due after one year but not later than five years		
	Minimum lease payments	117,474	37,577
	Less: Financial charges not yet due	(22,762)	(3,475)
	Present value of minimum lease payments	94,712	34,102
		134,704	58,786

		Un-audited June 30, 2019	Audited September 30, 2018
	Note	(Rupees in thousand)	
16. Deferred liabilities			
Deferred taxation		1,079,498	1,147,169
Provision for gratuity		<u>7,731</u>	<u>7,625</u>
		<u>1,087,229</u>	<u>1,154,794</u>
17. Trade and other payables			
Creditors		169,892	205,904
Due to associated companies	17.1	16,982	22,336
Accrued liabilities		99,392	90,931
Retention money		18,145	15,962
Security deposits		874	774
Advances from customers		267,475	297,803
Income tax deducted at source		14,824	17,761
Payable to workers welfare institutions		48,397	16,570
Payable to employees		27,535	22,543
Payable to provident fund		2,692	2,201
Others		1,610	19,513
		<u>667,817¹</u>	<u>712,298</u>
17.1 This represents amounts due to the following associated companies:			
The Frontier Sugar Mills & Distillery Limited		81	81
Syntronics Limited		-	4,685
Syntron Limited		2,720	
Azlak Enterprises (Private) Limited		<u>14,181</u>	<u>17,570</u>
		<u>16,982</u>	<u>22,336</u>
18. Short term running finance			
Secured	18.1	4,577,969	3,706,999
Accrued mark-up		<u>161,083</u>	<u>89,205</u>
		<u>4,739,052</u>	<u>3,796,204</u>
18.1 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 + 1.25% per annum and are secured against pledge of sugar stock with margin ranging from 10% to 15%, lien on export contracts / letter of credits and import documents.			
18.2 In case of various loan arrangements, the concerned lenders have waived the requirements of certain covenants of the respective financing agreements. Accordingly, the liabilities under those financing agreements have been classified as per the repayment schedule applicable in respect of the aforesaid financing agreements.			
19. Current maturity of non-current liabilities			
Long term finances - secured	13	640,884	637,198
Loans from related parties - secured	14	57,315	6,320
Liabilities against assets subject to finance lease	15	<u>39,992</u>	<u>24,684</u>
		<u>738,191</u>	<u>668,202</u>
20. Contingencies and commitments			
20.1 Contingencies			
There has been no significant change in the status of contingencies as disclosed in note 26 to the financial statements of the Company for the year ended September 30, 2018.			

		Un-Audited June 30, 2019	Audited September 30, 2018
		(Rupees in thousand)	
20.2 Commitments			
The Company has following commitments in respect of:			
- foreign letters of credit for purchase of property, plant and equipment		180,723	68,041
- capital expenditure other than for letters of credit		<u>17,327</u>	<u>30,240</u>
		<u>198,050</u>	<u>98,281</u>
21 Gross sales			
	Three month period ended	Nine month period ended	
	June 30, 2019	June 30, 2018	June 30, 2018
		(Rupees in thousand)	
Local	4,014,570	3,053,051	8,089,009
Export	<u>731,779</u>	<u>814,728</u>	<u>1,964,177</u>
	<u>4,746,349</u>	<u>3,867,779</u>	<u>10,053,186</u>
22. Sales tax, other government levies and commissions			
Indirect taxes	350,449	301,798	762,498
Commissions	<u>43,239</u>	<u>42,547</u>	<u>89,490</u>
	<u>393,688</u>	<u>344,345</u>	<u>851,988</u>
			<u>720,396</u>

Sales	- External customers
	- Intersegment
	Less : sales tax and commission
	Sales - net
Segment expenses:	
<u>Cost of sales</u>	
Cost of sales	
less: Intersegment cost	
Gross profit	
Selling and distribution expenses	
Administrative and general exps	
Profit from operations	
Other income	
Other expenses	
Segment results	
Finance cost	
Profit before tax	
Taxation	
Profit for the period	

			Sugar Division			Ethanol Division			Total		
Three month period ended			Nine month period ended			Nine month period ended			Three month period ended		
June 30,	June 30,	June 30,	June 30,	June 30,	June 30,	June 30,	June 30,	June 30,	June 30,	June 30,	June 30,
2019	2018	2019	2019	2018	2019	2018	2019	2018	2019	2018	2019
(Rupees in thousand)											
3,825,343	3,162,984	7,560,314	6,189,973	921,006	704,795	2,492,872	1,979,120	4,746,349	3,667,779	10,659,166	8,166,993
-	172,010	468,210	387,643	921,006	704,795	2,492,872	1,979,120	-	172,010	468,210	387,643
3,825,343	3,224,994	8,046,124	6,577,516	(67,454)	(48,365)	(1,603,317)	(1,303,934)	4,746,349	3,939,789	10,536,396	8,556,636
(3,926,224)	(2,959,994)	(7,993,671)	(599,462)	853,552	656,430	2,332,555	1,848,186	(3,932,688)	(3,444,344)	(9,585,198)	(7,220,396)
3,499,109	2,939,014	7,553,853	5,988,054	853,552	656,430	2,332,555	1,848,186	4,332,661	3,955,444	9,668,408	7,839,240
(2,935,653)	(2,832,786)	(6,306,710)	(5,544,319)	(629,431)	(394,398)	(1,373,744)	(982,413)	(3,565,084)	(3,197,184)	(7,679,454)	(6,526,732)
(2,935,653)	(2,832,786)	(6,306,710)	(5,544,319)	(629,431)	(772,010)	(485,210)	(387,643)	(3,565,084)	(772,010)	(485,210)	(387,643)
563,456	106,228	1,046,143	443,735	224,121	220,022	473,601	476,130	767,577	326,250	1,321,744	92,186
(7,669)	11,357	(35,090)	(39,893)	(44,341)	(47,019)	(126,235)	(127,926)	(52,039)	(55,662)	(161,315)	(167,819)
(137,426)	(89,880)	(339,580)	(288,476)	(13,949)	(10,722)	(35,003)	(32,348)	(151,020)	(130,660)	(320,824)	(320,824)
(145,124)	(78,523)	(374,660)	(323,369)	(57,939)	(57,741)	(161,238)	(160,274)	(203,059)	(136,241)	(535,898)	(489,643)
418,332	27,705	67,483	115,566	166,186	162,281	312,363	317,866	564,815	189,986	995,846	433,222
8,695	56,063	36,492	93,531	17,291	14,672	33,895	24,941	25,898	70,735	70,387	18,472
(16,339)	(105)	(25,016)	(6,838)	(6,120)	-	(6,120)	-	(22,459)	(31,136)	(6,838)	(6,838)
(7,724)	55,958	11,476	86,993	(11,721)	14,672	24,775	24,941	3,437	70,630	39,251	111,634
410,598	63,663	684,959	202,059	177,357	176,953	340,138	342,797	587,955	260,616	1,025,067	544,856
								(237,190)	(144,623)	(570,245)	(352,800)
								350,785	115,993	454,882	192,056
								(120,680)	(7,919)	(62,099)	(7,506)
								230,085	168,074	392,813	164,530

Un-audited June 30, 2019 (Rupees in thousand)		Audited September 30, 2018	
<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>
11,447,277	4,659,765	7,996,305	3,088,678
3,433,906	2,445,184	5,819,420	3,265,854
14,881,182	7,104,949	13,815,725	6,354,532
	1,620,976	-	1,655,711
14,881,182	8,725,925	13,815,725	8,010,243

The Company has related party relationship, with its Holding Company 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 June 30, 2019	June 30, 2018	Nine month period ended June 30, 2019	June 30, 2018
Holding Company				
Premier Sugar Mills and Distillery Company Limited				
Purchase of molasses	-	11,823	22,617	46,538
Sale of store items	1,872	-	6,517	1,732
Sale of bagasse	-	598	4,170	1,325
Purchase of store items	-	-	-	57
Mark-up charged	7,585	5,495	22,456	16,080
Expenses paid by Holding Company	3,652	3,842	11,591	11,496
Expenses paid on behalf of Holding Company	336	54	507	63
Dividends paid	1	-	20,627	20,627
Office Rent	4,950	4,950	14,850	4,950
Distillery relocation expenses paid by the Company adjusted against long term loan from Holding Company	29,058	-	71,887	-
Associated undertakings				
Services	6,871	3,293	20,028	13,500
Expenses paid by associated companies	311	1,492	562	3,349
Purchase of goods	-	17,258	122,499	93,801
Expenses paid on behalf of associated companies	-	5	-	1,317
Dividends paid	-	-	8,041	8,041
Post employment benefit				
Expense charged in respect of retirement benefit plan	650	514	1,950	7,216
Key management personnel				
Salaries and other benefits	14,438	5,324*	45,857	26314*

* Comparative figures have been re-stated to reflect changes in the definition of "Executive" as per Companies Act, 2017.

25. General

Figures in these condensed interim financial statements have been rounded-off to the nearest thousand Rupees.

26. Corresponding figures

Corresponding figures have been re-arranged and re-classified as follows, for the purposes of comparison and better presentation as per reporting framework. However, the change in corresponding figures has no material impact on reported financial position, financial performance and cash flows of the Company.

<u>Reclassified from</u>	<u>Reclassified to</u>	<u>Rupees in thousand</u>
Selling and distribution expenses	Sales tax, other government levies and commissions	51,114

27. Date of authorisation for issue

These condensed interim financial statements were authorised for circulation to the shareholders by the Board of Directors of the Company on July 25, 2019.



Aziz Sarfaraz Khan
Chief Executive



Iskander M. Khan
Director



Rizwan Ullah Khan
Chief Financial Officer



CHASHMA SUGAR MILLS LIMITED

**CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE NINE MONTH PERIOD
ENDED JUNE 30, 2019
(UN-AUDITED)**

CHASHMA SUGAR MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF
FINANCIAL POSITION AS AT JUNE 30, 2019

	Note	Un-audited June 30, 2019	Audited September 30, 2018
(Rupees in thousand)			
NON CURRENT ASSETS			
Property, plant and equipment	6	9,627,972	9,558,755
Long term security deposits - considered good		15,084	13,858
		<u>9,643,056</u>	<u>9,572,613</u>
CURRENT ASSETS			
Stores and spares		352,950	342,702
Stock-in-trade	7	3,791,046	2,242,638
Trade debts	8	142,611	219,126
Loans and advances	9	341,539	296,159
Trade deposits, prepayments and other receivables	10	552,460	828,206
Income tax refundable		2,389	33,717
Cash and bank balances		163,556	279,605
		<u>5,346,550</u>	<u>4,242,153</u>
TOTAL ASSETS		<u>14,989,607</u>	<u>13,814,766</u>
SHARE CAPITAL AND RESERVES			
Authorised capital		500,000	500,000
Issued, subscribed and paid-up capital	11	286,920	286,920
Capital reserve			
General reserve		327,000	327,000
Revenue reserve			
Unappropriated profits		1,725,546	1,171,063
		<u>2,339,466</u>	<u>1,784,983</u>
Surplus on revaluation of property, plant and equipment		3,804,739	4,019,029
Shareholders' equity		<u>6,144,206</u>	<u>5,804,012</u>
NON-CURRENT LIABILITIES			
Long term finances - secured	12	1,128,161	1,177,828
Loans from related parties - secured	13	350,688	458,825
Liabilities against assets subject to finance lease	14	94,712	34,102
Deferred liabilities	15	1,087,229	1,154,794
		<u>2,660,790</u>	<u>2,825,549</u>
CURRENT LIABILITIES			
Trade and other payables	16	681,927	712,809
Unclaimed dividend		8,537	7,990
Short term running finance	17	4,739,052	3,796,204
Current maturity of non-current liabilities	18	755,095	668,202
		<u>6,184,611</u>	<u>5,185,205</u>
		<u>8,845,401</u>	<u>8,010,754</u>
Contingencies and commitments	19		
TOTAL EQUITY AND LIABILITIES		<u>14,989,607</u>	<u>13,814,766</u>

The annexed notes 1 to 26 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director


Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM
STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

	Note	Three month period ended June 30, 2019	June 30, 2018	Nine month period ended June 30, 2019	June 30, 2018
----- Rupees in thousand -----					
Gross sales	20	4,746,349	3,867,779	10,053,186	8,168,993
Sales tax, other government levies and commissions	21	(393,688)	(344,345)	(851,988)	(720,396)
Sales - net		<u>4,352,661</u>	<u>3,523,434</u>	<u>9,201,198</u>	<u>7,448,597</u>
Cost of sales		<u>(3,565,084)</u>	<u>(3,197,184)</u>	<u>(7,679,454)</u>	<u>(6,526,732)</u>
Gross profit		<u>787,578</u>	<u>326,250</u>	<u>1,521,744</u>	<u>921,865</u>
Selling and distribution expenses		(52,039)	(35,662)	(161,315)	(167,819)
Administrative and general expenses		(152,035)	(101,271)	(381,127)	(321,905)
Other income		25,896	70,735	70,387	118,472
Other expenses		(22,459)	(105)	(31,136)	(6,838)
Operating profit		<u>586,941</u>	<u>259,948</u>	<u>1,018,553</u>	<u>543,775</u>
Finance cost		<u>(240,212)</u>	<u>(144,623)</u>	<u>(573,283)</u>	<u>(352,800)</u>
Profit before taxation		<u>346,729</u>	<u>115,325</u>	<u>445,270</u>	<u>190,975</u>
Taxation					
- Current		(73,396)	(70,588)	(129,147)	(106,330)
- Prior year		0	0	(564)	
- Deferred		(47,285)	62,669	67,672	98,824
		<u>(120,681)</u>	<u>(7,919)</u>	<u>(62,039)</u>	<u>(7,506)</u>
Profit after taxation		<u>226,048</u>	<u>107,406</u>	<u>383,232</u>	<u>183,469</u>
Earnings per share - basic and diluted (Rs)		<u>7.88</u>	<u>3.74</u>	<u>13.36</u>	<u>6.39</u>

The annexed notes 1 to 26 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director


Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM
STATEMENT OF COMPREHENSIVE INCOME UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

	Three month period ended		Nine month period ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
	----- Rupees in thousand -----			
Profit for the period	226,048	107,406	383,232	183,469
Other comprehensive income / (loss)				
Items that will not be classified to profit or loss:				
Premeasurement loss arising on actuarial valuation	-	(537)	-	(537)
Total comprehensive income for the period	<u>226,048</u>	<u>106,869</u>	<u>383,232</u>	<u>182,932</u>

The annexed notes 1 to 26 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director

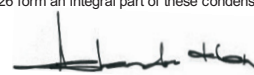

Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM
STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

	Nine month period ended	
	June 30, 2019	June 30, 2018
	(Rupees in thousand)	
Cash flow from operating activities		
Profit for the period - before taxation	445,270	190,975
Adjustments for non-cash items:		
Depreciation	611,342	500,611
(Gain) / loss on sale of operating fixed assets	(4,311)	27
Profit on bank deposits	(4,879)	(3,449)
Finance cost	552,523	352,800
Provision for doubtful debts	110	1,528
Provision for doubtful advances	-	26,400
Provision for gratuity	1,952	7,117
	<u>1,602,007</u>	<u>1,076,009</u>
Changes in working capital		
(Increase)/Decrease in		
Stores and spares	(10,248)	4,017
Stock-in-trade	(1,548,408)	(2,853,789)
Trade debts	76,405	(106,814)
Loans and advances	(45,380)	(71,834)
Trade deposits, prepayments and other receivables	275,746	(266,595)
(Decrease) / Increase trade and other payables	(30,882)	429,169
	<u>(1,282,767)</u>	<u>(2,865,846)</u>
	319,240	(1,789,837)
Income taxes paid	(98,383)	(197,390)
Gratuity paid	(1,846)	(438)
Net cash generated from / used in operating activities	<u>219,011</u>	<u>(1,987,665)</u>
Cash flow from investing activities		
Purchase of property, plant and equipment	(643,898)	(195,363)
Sale proceeds of operating fixed assets	8,837	145
Increase in long term security deposits	(1,226)	-
Profit on bank deposits	4,879	3,449
Net cash used in investing activities	<u>(631,408)</u>	<u>(191,769)</u>
Cash flow from financing activities		
Long term finances repaid	(23,349)	(489,860)
Cash received from issuance of shares	-	3
Advance received for issue of shares	-	724
Loan received from related party	10,000	-
Obligations under finance leases repaid	(37,170)	(26,977)
Dividends paid	(42,491)	(42,092)
Finance cost paid	(481,612)	(341,833)
Net cash used in financing activities	<u>(574,622)</u>	<u>(900,035)</u>
Net increase in cash and cash equivalents	<u>(987,019)</u>	<u>(3,079,469)</u>
Cash and cash equivalents - at beginning of the period	<u>(3,427,394)</u>	<u>(2,368,704)</u>
Cash and cash equivalents - at end of the period	<u>(4,414,413)</u>	<u>(5,448,173)</u>
Cash and cash equivalents comprised of:		
Bank balances	163,556	75,826
Short term running finance	17 (4,577,969)	(5,523,999)
	<u>(4,414,413)</u>	<u>(5,448,173)</u>

The annexed notes 1 to 26 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director


Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
CONSOLIDATED CONDENSED INTERIM
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

	Share capital	General reserve	Unappropriated profits	Surplus on revaluation of property, plant and equipment	Total
Rupees in thousand					
Balance as at October 1, 2017	286,920	327,000	846,585	2,604,674	4,065,179
Total comprehensive income for the nine month period ended June 30, 2018	-	-	-	-	-
Income for the period	-	-	183,469	-	183,469
Other comprehensive income for the period	-	-	(537)	-	(537)
	-	-	182,932	-	182,932
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the half year - net of deferred taxation	-	-	126,544	(126,544)	-
Cash dividend at rate of Rs. 1.50 per ordinary share for the year ended September 30, 2017	-	-	(43,038)	-	(43,038)
Balance as at June 30, 2018	286,920	327,000	1,113,023	2,478,130	4,205,073
Total comprehensive income for the three month period ended September 30, 2018	-	-	-	-	-
Income for the period	-	-	8,684	-	8,684
Other comprehensive income for the period	-	-	(56)	1,518,000	1,517,944
	-	-	8,628	1,518,000	1,526,628
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the half year - net of deferred taxation	-	-	49,412	(49,412)	-
Deferred tax adjustment due to reduction in tax rate	-	-	-	72,311	72,311
Balance as at September 30, 2018	286,920	327,000	1,171,063	4,019,029	5,804,012
Total comprehensive income for the nine month period ended June 30, 2019	-	-	-	-	-
Income for the period	-	-	383,232	-	383,232
Other comprehensive income for the period	-	-	-	-	-
	-	-	383,232	-	383,232
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the half year - net of deferred taxation	-	-	214,290	(214,290)	-
Cash dividend at rate of Rs 1.50 per ordinary share for the year ended September 30, 2018	-	-	(43,038)	-	(43,038)
Balance as at June 30, 2019	286,920	327,000	1,725,546	3,804,739	6,144,206

The annexed notes 1 to 26 form an integral part of these condensed interim financial statements.


Aziz Sarfaraz Khan
Chief Executive


Iskander M. Khan
Director


Rizwan Ullah Khan
Chief Financial Officer

CHASHMA SUGAR MILLS LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTH PERIOD ENDED JUNE 30, 2019

1. Legal status and operations

Chashma Sugar Mills Limited (the Company) was incorporated in Pakistan on May 5, 1988 as a public Group, under the Companies Ordinance, 1984 (which is repealed on the promulgation of the Companies Act, 2017 on May 30, 2017) and commenced its commercial production from July 9, 1988. 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 compound, intermediates and by products. The Company is a subsidiary of 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.

Whole Foods (Private) Limited (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 the subsidiary is to setup, manage, supervise and control the storage facilities for agricultural produce.

2. Statement of compliance

These consolidated condensed interim financial statements for nine month period ended June 30, 2019 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have

The disclosures in this consolidated condensed interim financial statements does not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended September 30, 2018.

3. Changes in accounting standards, interpretations and pronouncements

a) Standards, interpretations and amendments to published approved accounting standards that are effective and relevant

IFRS 9 'Financial instruments' - This standard replaces the guidance in IAS 39. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit loss model that replaces the current incurred loss impairment model.

IFRS 15 'Revenue from contracts with customers' - IFRS 15 replaces the previous revenue standards: IAS 18 Revenue, IAS 11 Construction Contracts and the related interpretations on revenue recognition.

IFRS 15 introduces a single five-step model for revenue recognition and establishes a comprehensive framework for recognition of revenue from contracts with customers based on a core principle that an entity should recognise revenue representing the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or service.

IFRIC 22 clarifies the accounting for transactions that include the receipt or payment of advance consideration in foreign currency. IFRIC 22 is notified to be effective by IASB for annual periods beginning on or after January 1, 2018. IFRIC 22 addresses foreign currency transaction when an entity recognizes a non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration before the entity recognizes the related asset, expense or income. IFRIC 22 permits retrospective or prospective approach for adoption. The Company has applied the interpretation prospectively to all assets, expenses and income in the scope of the interpretation initially recognized on or after January 1, 2018.

The changes laid down by these standards do not have any significant impact on these financial statements of the Company.

b) Standards, interpretations and amendments to published approved accounting standards that are effective but not relevant

The other new standards, amendments and interpretations that are mandatory for accounting periods beginning on or after January 1, 2018 are considered not to be relevant for the Company's financial statements and hence have not been detailed here.

c) Standards, interpretations and amendments to published approved accounting standards that not yet effective but relevant

The following is the new standard, amendment to existing approved accounting standards and new interpretations that will be effective for the periods beginning on or after July 1, 2019 that may have an impact on the financial statements of the Company.

IFRS 16 'Leases' - IFRS 16 replaces the previous lease standard: IAS 17 Leases. It will result in almost all leases being recognised on the statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short term and low value leases.

The management is in the process of assessing the impact of changes laid down by these standards on its financial statements.

4. Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited financial statements for the year ended September 30, 2018.

5. Seasonality of operations

Due to seasonal nature of sugar segment, operating results are expected to fluctuate in the second half of the year in comparison with the first six months of the year.

	Note	Un-audited June 30, 2019 (Rupees in thousand)	Audited September 30, 2018
6. Property, plant and equipment			
Operating fixed assets	6.1	9,064,159	9,085,772
Capital work-in-progress	6.2	563,813	472,983
		<u>9,627,972</u>	<u>9,558,755</u>
6.1 Operating fixed assets - at net book value			
Net book value at the beginning of the period / year		9,085,772	7,567,595
Add: Revaluation surplus during the period / year		-	2,079,452
Add: Additions during the period / year	6.1.1	594,269	112,412
Less: Disposals during the period / year		(4,540)	(5,709)
Depreciation charged for the period / year		(611,342)	(667,978)
		<u>(615,882)</u>	<u>(673,687)</u>
Net book value at the end of the period / year		<u>9,064,159</u>	<u>9,085,772</u>
6.1.1 Additions during the period / year			
Freehold land		-	62,149
Plant and machinery		398,243	-
Building and roads		45,442	3,650
Electric Installations		57,287	100
Office equipment		4,403	5,498
Furniture and fixtures		2,785	5,363
Owned vehicles		7,925	3,908
Leased vehicles		78,184	31,744
		<u>594,269</u>	<u>112,412</u>

	Note	Un-audited June 30, 2019 (Rupees in thousand)	Audited September 30, 2018
6.2 Capital work-in-progress			
At the beginning of the period / year		472,983	221,137
Add: Additions during the period / year	6.2.1	734,778	322,135
Less: Capitalized / adjusted during the period / year		(643,947)	(70,289)
Balance at the end of the period / year		<u>563,813</u>	<u>472,983</u>
6.2.1 Additions during the period / year			
Buildings on freehold land		101,803	59,470
Plant and machinery		475,053	178,516
Electric installations		42,714	25,525
Leased vehicles		113,088	24,666
Advances to contractors		2,120	33,958
		<u>734,778</u>	<u>322,135</u>
7. Stock-in-trade			
Finished goods			
- sugar		3,038,512	1,653,935
- molasses		615,110	391,264
- ethanol		128,541	189,656
		<u>3,782,163</u>	<u>2,234,855</u>
Work-in-process		8,883	7,783
		<u>3,791,046</u>	<u>2,242,638</u>
8. Trade debts			
Considered good		142,611	219,126
Considered doubtful		1,637	1,528
		<u>144,248</u>	<u>220,654</u>
Provision for doubtful debts		(1,637)	(1,528)
		<u>142,611</u>	<u>219,126</u>
9. Loans and advances			
Advances to:			
Employees		5,267	6,050
Suppliers and contractors		334,408	241,941
		<u>339,675</u>	<u>247,991</u>
Due from the Holding Company	9.1	13,871	72,270
Letters of credit		16,830	4,736
		<u>370,377</u>	<u>324,997</u>
Less: provision for doubtful advances		(28,838)	(28,838)
		<u>341,539</u>	<u>296,159</u>
9.1 This represents amounts due from The Premier Sugar Mills & Distillery Company Limited.			
10. Trade deposits, prepayments and other receivables			
Deposits		33	5,500
Prepayments		5,038	6,965
Export subsidy receivable		305,519	339,893
Insurance claim receivable		142	142
Guarantee issued		19,000	15,000
Sales tax		193,703	430,804
Others		29,025	29,902
		<u>552,460</u>	<u>828,206</u>

11. Issued, subscribed and paid-up capital

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

	June 30, 2019	September 30, 2018
	(Number of shares)	
Holding company		
Premier Sugar Mills & Distillery Co. Ltd.	13,751,000	13,751,000
Associated companies		
Azlak Enterprises (Pvt.) Ltd.	1,462,859	1,462,859
Phipson & Co. Pakistan (Pvt.) Ltd.	307,500	307,500
Syntronics Ltd.	3,590,475	3,590,475
	<u>19,111,834</u>	<u>19,111,834</u>

	Un-audited June 30, 2019	Audited September 30, 2018
	(Rupees in thousand)	

12. Long term finances - secured

Bank Alfalah Limited	-	25,000
Bank Al-Habib Limited	325,956	331,316
Faysal Bank Limited	-	83,327
Soneri Bank Limited	322,722	256,320
The Bank of Punjab	120,628	193,019
Dubai Islamic Bank Pakistan Limited	682,452	877,438
MCB Bank Limited	291,313	-
Total	<u>1,743,071</u>	<u>1,766,420</u>
Accrued mark-up	<u>42,878</u>	<u>48,606</u>
	<u>1,785,949</u>	<u>1,815,026</u>
Less: amount payable within next 12 months		
Principal	(614,910)	(588,592)
Accrued mark-up	(42,878)	(48,606)
Amount due after June 30, 2020	<u>1,128,161</u>	<u>1,177,828</u>

12.1 These represent term and demand finance obtained by the Company from the aforesaid banks and are repayable in 3-5 years with varied grace period. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2% per annum and are secured against first / joint pari passu hypothecation charge over all present and future movable fixed assets of the Company and first / joint pari passu charge by way of equitable mortgage on all present and future immovable fixed assets of the Company, pledge of sugar stock and lien on export contract / LC.

12.2 In case of various loan arrangements, the concerned lenders have waived the requirements of certain covenants of the respective loan agreements. Accordingly, the liabilities under these loan agreements have been classified as per the repayment schedule applicable in respect of the aforesaid loan agreements.

13. Loans from related parties - secured

	Note	Un-audited June 30, 2019 (Rupees in thousand)	Audited September 30, 2018
Holding company			
The Premier Sugar Mills & Distillery Company Limited	13.1	207,613	279,500
Associated companies			
Premier Board Mills Ltd.	13.2	65,575	65,575
Arpak International Investments Ltd.	13.3	43,750	43,750
Azlak Enterprises (Private) Limited	13.4	80,000	70,000
Accrued mark-up		<u>11,065</u>	<u>6,320</u>
		<u>408,003</u>	<u>465,145</u>
Less: amount payable within next 12 months			
Principal		(46,250)	-
Accrued mark-up		<u>(11,065)</u>	<u>(6,320)</u>
Amount due after June 30, 2020		<u>350,688</u>	<u>458,825</u>

13.1 The Company has outstanding long term finance facility of Rs 207.613 million from holding company. The principal is repayable in 7 semi annual instalments commencing from February 2020. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the holding company is not less than the borrowing cost of the holding company.

13.2 The Company has outstanding long term finance facility of Rs 65.575 million to an associated company Premier Board Mills Limited. The principal is repayable in 7 semi annual instalments commencing from November 2019. 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.

13.3 The Company has obtained long term finance facility of Rs 43.75 million from an associated company Arpak International Investments Limited. The principal is repayable in 7 semi annual instalments commencing from November 2019. 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.

13.4 The Company has obtained long term finance facility of Rs 80 million from an associated company Azlak Enterprises (Private) Limited. The principal is repayable in 8 semi annual instalments commencing from December 2021. 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.

14. Liabilities against assets subject to finance lease

Present value of finance lease payments	134,704	58,786
Less: Current portion shown under current liabilities	(39,992)	(24,684)
Minimum lease payments	<u>94,712</u>	<u>34,102</u>
Due within one year		
Minimum lease payments	56,932	28,759
Less: Financial charges not yet due	(16,940)	(4,075)
Present value of minimum lease payments	<u>39,992</u>	<u>24,684</u>
Due after one year but not later than five years		
Minimum lease payments	117,474	37,577
Less: Financial charges not yet due	(22,762)	(3,475)
Present value of minimum lease payments	<u>94,712</u>	<u>34,102</u>
	<u>134,704</u>	<u>58,786</u>

15. Deferred liabilities		Un-Audited June 30, 2019	Audited September 30, 2018
		(Rupees in thousand)	
	Note		
Deferred taxation		1,079,498	1,147,169
Provision for gratuity		7,731	7,625
		<u>1,087,229</u>	<u>1,154,794</u>
16. Trade and other payables			
Creditors		182,798	219,447
Due to Associated Companies	16.1	16,982	22,336
Accrued expenses		99,606	91,512
Retention money		18,693	15,962
Security deposits		874	774
Advances from customers		267,475	297,803
Income tax deducted at source		15,264	17,761
Payable to workers welfare institutions		48,397	16,570
Payable to employees		27,535	22,543
Payable to provident fund		2,692	2,201
Others		1,610	5,900
		<u>681,927¹</u>	<u>712,809</u>
16.1 This represents amounts due to the following Associated Companies:			
The Frontier Sugar Mills & Distillery Limited		81	81
Syntronics Limited		0	4,685
Syntron Limited		2,720	0
Azlak Enterprises (Private) Limited		14,181	17,570
		<u>16,982</u>	<u>22,336</u>
17. Short term running finance			
Secured	17.1	4,577,969	3,706,999
Accrued mark-up		161,083	89,205
		<u>4,739,052</u>	<u>3,796,204</u>
17.1 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 + 1.25% per annum and are secured against pledge of sugar stock with margin ranging from 10% to 15%, lien on export contracts / LCs and import documents.			
17.2 In case of various loan arrangements, the concerned lenders have waived the requirements of certain covenants of the respective financing agreements. Accordingly, the liabilities under these financing agreements have been classified as per the repayment schedule applicable in respect of the aforesaid financing agreements.			
18. Current maturity of non-current liabilities			
Long term finances - secured	12	657,788	637,198
Loans from related parties - secured	13	57,315	6,320
Liabilities against assets subject to finance lease	14	39,992	24,684
		<u>755,095</u>	<u>668,202</u>
19. Contingencies and commitments			
19.1 Contingencies			
19.1.1 There has been no significant change in the status of contingencies as disclosed in note 25 to the audited consolidated financial statements of the Company for the year ended September 30, 2018.			

19.1.2 Commitments		Un-Audited June 30, 2019	Audited September 30, 2018
		(Rupees in thousand)	
The Company has following commitments in respect of:			
- foreign letters of credit for purchase of plant and machinery		180,723	68,041
- capital expenditure other than for letters of credit		<u>17,327</u>	<u>30,240</u>
		<u>198,050</u>	<u>98,281</u>
20. Gross sales			
		Three month period ended	Nine month period ended
		June 30, 2019	June 30, 2018
		(Rupees in thousand)	
Local		4,014,570	3,053,051
Export		731,779	814,728
		<u>4,746,349</u>	<u>3,867,779</u>
		<u>10,053,186</u>	<u>8,168,993</u>
21. Sales tax, other government levies and commissions			
Indirect taxes		350,449	301,798
Commissions		43,239	42,547
		<u>393,688</u>	<u>344,345</u>
		<u>851,988</u>	<u>720,396</u>

22 Segment operating results for the nine month period ended June 30, 2019 (Un-audited)												
	Sugar Division				Ethanol Division				Total			
	Three month period ended June 30, 2019	Nine month period ended June 30, 2018	Three month period ended June 30, 2019	Nine month period ended June 30, 2018	Three month period ended June 30, 2019	Nine month period ended June 30, 2018	Three month period ended June 30, 2019	Nine month period ended June 30, 2018	Three month period ended June 30, 2019	Nine month period ended June 30, 2018	Three month period ended June 30, 2018	
	----- Rupees in thousand -----											
Sales	3,825,343	3,162,984	7,560,314	6,188,873	921,006	704,795	2,492,872	1,979,120	4,746,349	3,867,779	10,053,186	
- External customers		72,010	485,210	387,643					72,010	485,210	387,643	
- Intersegment	3,825,343	3,234,994	8,045,524	6,577,516	921,006	704,795	2,492,872	1,979,120	4,746,349	3,939,769	10,538,396	
Less : sales tax and commission	(326,234)	(295,980)	(891,671)	(589,462)	(67,454)	(48,365)	(180,317)	(130,934)	(393,688)	(344,345)	(851,988)	
Sales - net	3,499,109	2,939,014	7,353,853	5,988,054	853,552	656,430	2,332,555	1,848,186	4,352,661	3,595,444	9,698,408	
Segment expenses:												
Cost of sales	(2,935,653)	(2,832,786)	(6,305,710)	(5,544,319)	(629,431)	(364,398)	(1,373,744)	(982,413)	(3,565,084)	(3,197,184)	(7,679,454)	
Cost of sales	(2,935,653)	(2,832,786)	(6,305,710)	(5,544,319)	-	(72,010)	(485,210)	(387,643)	(3,565,084)	(72,010)	(485,210)	
Internal transfer	(2,935,653)	(2,832,786)	(6,305,710)	(5,544,319)	(629,431)	(436,408)	(1,858,954)	(1,370,056)	(3,565,084)	(328,194)	(1,614,664)	
Gross profit	565,457	106,228	1,048,143	443,735	224,121	220,022	473,601	476,130	78,578	326,250	1,521,744	
Selling and distribution expenses	(7,698)	11,357	(35,080)	(39,893)	(44,341)	(47,019)	(126,235)	(127,926)	(52,039)	(35,682)	(161,315)	
Administrative and general expenses	(138,441)	(90,549)	(346,124)	(289,567)	(13,994)	(10,722)	(35,003)	(32,348)	(152,035)	(101,271)	(381,127)	
Profit from operations	(146,139)	(79,192)	(381,204)	(329,450)	(57,859)	(57,741)	(161,238)	(160,274)	(204,074)	(136,933)	(542,442)	
Other income	417,318	27,037	666,939	114,285	166,186	162,281	312,363	317,856	583,504	189,318	979,302	
Other expenses	8,605	56,063	36,492	93,531	17,291	14,672	33,895	24,941	25,896	70,735	70,387	
Finance cost	(16,339)	(105)	(25,016)	(6,838)	(6,120)	-	(6,120)	-	(22,459)	(105)	(31,136)	
Profit before tax	(7,734)	55,958	11,476	86,693	11,171	14,672	27,775	24,941	3,437	70,630	39,251	
Taxation												
Segment results	409,584	82,995	67,845	200,978	177,357	176,953	340,138	342,797	586,941	259,948	1,018,553	
Finance cost												
Profit before tax												
Taxation												
Profit after taxation												

22.1 Segment assets and liabilities

	Un-audited June 30, 2019		Audited September 30, 2018	
	(Rupees in thousand)			
	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>
Sugar	11,555,701	4,779,241	7,995,346	3,089,189
Ethanol	3,433,906	2,445,184	5,819,420	3,265,854
Total for reportable segment	14,989,607	7,224,425	13,814,766	6,355,043
Others	-	1,620,976	-	1,655,711
Entity's total assets / liabilities	14,989,607	8,845,401	13,814,766	8,010,754

23. Transactions with related parties

The Company has related party relationship, with its Holding Company 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		Nine month period ended	
	June 30, 2019	June 30, 2018	June 30, 2019	June 30, 2018
	-----Rupees in thousand-----			
<u>Holding Company</u>				
Premier Sugar Mills and Distillery Company Limited				
Purchase of molasses	-	11,823	22,617	46,538
Sale of store items	1,872	-	6,517	1,732
Sale of bagasse	-	598	4,170	1,325
Purchase of store items	-	-	-	57
Mark-up charged	7,585	5,495	22,456	16,080
Expenses paid by Holding Company	3,652	3,842	11,620	11,496
Expenses paid on behalf of Holding Company	336	54	507	63
Dividends paid	1	-	20,627	20,627
Office Rent	4,950	4,950	14,850	4,950
Distillery relocation expenses paid by the Company adjusted against long term loan from Holding Company	29,058	-	71,887	-
<u>Associated undertakings</u>				
Services	6,871	3,293	20,028	13,500
Expenses paid by associated companies	311	1,492	562	3,349
Purchase of goods	-	17,258	122,499	93,801
Expenses paid on behalf of associated companies	-	5	-	1,317
Dividends paid	-	-	8,041	8,041
Post employment benefit				
Expense charged in respect of retirement benefit plan	650	514	1,950	7,216
Key management personnel				
Salaries and other benefits	14,438	5,324*	45,857	26,314*

*Comparatives figures have been restated to reflect changes in the definition of "Executive" as per Companies Act, 2017.

24. General

Figures in these condensed interim financial statements have been rounded-off to the nearest thousand Rupees.

25. Corresponding figures

Corresponding figures have been re-arranged and re-classified as follows, for the purposes of comparison and better presentation as per reporting framework. However, the change in corresponding figures has no material impact on reported financial position, financial performance and cash flows of the Company.

<u>Reclassified from</u>	<u>Reclassified to</u>	(Rupees in thousand)
Selling and distribution expenses	Sales tax, other government levies and commissions	51,114

26. Date of authorisation for issue

These Condensed interim financial statements were authorised for circulation to the shareholders by the Board of Directors of the Company on July 25, 2019.



Aziz Sarfaraz Khan
Chief Executive



Iskander M. Khan
Director



Rizwan Ullah Khan
Chief Financial Officer