



COMPANY INFORMATION

BOARD OF DIRECTORS

1. Mr. Raza Mustafa	Chairman
2. Mian Haseeb Ilyas	Chief Executive/Director
3. Mian Waqas Riaz	Director
4. Mian Abdullah Ilyas	Director
5. Mrs. Zainab Waqas	Director
6. Mrs. Shahzadi Ilyas	Director
7. Miss. Zakia Ilyas	Director
8. Hafiz M. Irfan Hussain Butt	Director

AUDIT COMMITTEE

1. Hafiz M. Irfan Hussain Butt (Chairman)
2. Ms. Zakia Ilyas (Member)
3. Mr. Raza Mustafa (Member)

HUMAN RESOURCE & REMUNERATION COMMITTEE

1. Mian Waqas Riaz (Member)
2. Mrs. Zainab Waqas (Member)
3. Ms. Zakia Ilyas (Member)

COMPANY SECRETARY

Mr. Ansar Ahmed FCA
Tel: 042-35917313
Email: cs@hwgc.com.pk

REGISTERED OFFICE

6-F, Model Town, Lahore
Tel: 042-35917321-23
Fax: 042-35917317
Website: www.hwgc.com.pk

CHIEF FINANCIAL OFFICER

Syed Mubashir Hussain Bukhari
Tel: 042-35917327
Email: mubashir_qadari@hwgc.com.pk

AUDITORS

M/s Qadeer & Company
Chartered Accountants
89-F, Jail Road, Lahore

REGISTRAR

Hameed Majeed Associates (Pvt.) Limited
H.M. House, 7-Bank Square, Lahore

LEGAL ADVISOR

Mian Aslam Shahzad
(Advocate)

MILLS

Mauza Jagmal, Tehsil Jattoi
District. Muzaffargarh

BANKERS

National Bank of Pakistan
Sindh Bank Limited
The Bank of Punjab



HASEEB WAQAS SUGAR MILLS LIMITED

DIRECTORS' REVIEW FOR THE NINE MONTHS ENDED 30 JUNE 2016

Dear Members

The Directors of your Company take this opportunity to present the interim accounts for the period of nine months ended on 30 June 2016.

FINANCIAL RESULTS

The financial results of the company for the period under review are summarized as follows:

	For Nine Months ended June 30	
	2016	2015
(Rupees in thousand)		
Net Sales	880,295	1,416,896
Gross Profit / (Loss)	(422,165)	(450,461)
Net Profit / (Loss) before tax	(581,346)	(587,818)
Net Profit / (Loss) after tax	(620,720)	(591,619)
Basic Earning	(19.16)	(18.26)

During the period under review the reason of loss is that your company shifted entire plants/machinery to new location and in its trial phase, it requires balancing of plant before came into fully operational. Your management tried its level best to streamline the operation however due to technical problem it could not run properly hence the losses occurred.

OPERATIONAL DATA

The crushing season started on 28 December 2015. The operating results for the period under review are as under:

		28 December 2015 To 16 March 2016	21 November 2014 To 25 February 2015
Crushing days	Days	80	97
Average recovery	%age	8.00	8.66
Cane crushed	M.T.	199,790.925	219,382.640
Avg. Cane crushed (per day)	M.T.	2,497.38	2,261.67
Sugar produced	M.T.	15,529.25	18,940

The mills were operated for 80 days with total crushing of 199,790.925 M. Tones as against 97 days with total crushing of 219,382.640 M. Tones. Average recovery has decreased from 8.66% to 8.00%. Cane crushed & sugar produced is 2,497.38 M.T & 15,529.25 M. Tones as compared with 2,261.67 M.T & 18,940 M.T respectively of same period of last year.

FUTURE OUTLOOK

The mill has relocated to Southern Punjab where prospects of business are very good. Moreover, sugar prices have also started recovery both in national and international market.

ACKNOWLEDGEMENT

The Board of Directors deeply express their appreciation and pay their gratitude to sugarcane growers, valuable customers, shareholders, banks and Government Departments for their continued support, trust, persistent co-operation and patronage which gives strength to pursue our corporate objectives with renewed vigor. The Board also acknowledges the valuable teamwork, devotion and dedication by the executives, employees and workers of the Company.

On behalf of the Board

Lahore
30 July 2016

(Mian Haseeb Ilyas)
Chief Executive



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED) AS AT JUNE 30, 2016

		Un-audited June 30, 2016	Audited Sep 30, 2015
	Note	Rupees	
CAPITAL AND LIABILITIES			
Share Capital and Reserves			
Authorized capital			
35,000,000 (2014: 35,000,000) ordinary shares of Rs. 10 each		350,000,000	350,000,000
Issued, subscribed and paid up capital	6	324,000,000	324,000,000
Accumulated loss		(2,330,057,514)	(1,773,287,801)
		(2,006,057,514)	(1,449,287,801)
Surplus on Revaluation of Property, Plant and Equipment		1,704,853,267	1,768,804,207
Non Current Liabilities			
Long term financing	7	2,020,011,691	1,562,185,935
Liabilities against assets subject to finance lease		7,225,976	27,184,728
Deferred liabilities		29,759,931	30,035,431
Deferred taxation		827,186,790	866,560,655
		2,884,184,388	2,485,966,749
Current Liabilities			
Trade and other payables		492,128,889	438,829,004
Markup/ interest payables		221,737,346	89,681,083
Short term borrowings	8	352,499,232	710,820,105
Current portion of non current liabilities	9	461,706,217	187,405,692
		1,528,071,684	1,426,735,883
Contingencies and Commitments	10	-	-
		4,111,051,825	4,232,219,038
ASSETS			
Non Current Assets			
Property, plant and equipment	11	3,601,647,728	3,695,512,964
Long term deposits		13,251,620	13,251,620
		3,614,899,348	3,708,764,584
Current Assets			
Stores, spares and loose tools		25,184,960	23,153,554
Stock in trade	12	9,232,118	3,867,211
Advances, Deposits , Prepayments and other Receivables		458,653,415	490,776,049
Cash and bank balances		3,081,986	5,657,640
		496,152,477	523,454,454
		4,111,051,825	4,232,219,038

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

CHIEF EXECUTIVE

DIRECTOR



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE 3RD QUARTER ENDED JUNE 30, 2016

	Note	Nine Months ended		Quarter ended	
		June 30, 2016	June 30, 2015	June 30, 2016	June 30, 2015
		Rupees		Rupees	
Sales - Net	13	880,295,741	1,416,896,969	5,266,185	68,672,525
Cost of goods sold	14	<u>(1,302,461,629)</u>	<u>(1,867,358,141)</u>	<u>(87,623,640)</u>	<u>(131,855,809)</u>
Gross profit		(422,165,888)	(450,461,172)	(82,357,455)	(63,183,284)
Operating expenses:					
- Administrative and general		<u>(35,828,843)</u>	<u>27,757,593</u>	<u>(8,226,638)</u>	<u>10,409,974</u>
		<u>(457,994,731)</u>	<u>(478,218,765)</u>	<u>(74,130,817)</u>	<u>(73,593,258)</u>
Other operating income		<u>-</u>	<u>252</u>	<u>-</u>	<u>-</u>
Profit from operation		(457,994,731)	(478,218,513)	(74,130,817)	(73,593,258)
Finance cost		<u>(123,352,058)</u>	<u>109,599,726</u>	<u>(37,772,042)</u>	<u>31,394,977</u>
Profit/(loss) before taxation		(581,346,789)	(587,818,239)	(111,902,859)	(104,988,235)
Taxation					
Current		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred		<u>(39,373,864)</u>	<u>3,801,237</u>	<u>(19,053,001)</u>	<u>6,802,382</u>
		<u>(39,373,864)</u>	<u>3,801,237</u>	<u>(19,053,001)</u>	<u>6,802,382</u>
Profit/(loss) after taxation		(620,720,653)	(591,619,476)	(130,955,860)	(111,790,617)
Earning per share - basic		(19.16)	(18.26)	(4.04)	(3.45)

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

CHIEF EXECUTIVE

DIRECTOR



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE 3RD QUARTER ENDED JUNE 30, 2016

	June 30, 2016	June 30, 2015
	Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss)/profit before taxation	(581,346,789)	(587,818,239)
Adjustments for:		
- Depreciation	135,883,185	135,086,217
- Provision for employees retirement benefits	-	4,547,406
- Finance cost	123,352,058	109,599,726
	<u>259,235,243</u>	<u>249,233,349</u>
Operating profit before working capital changes	(322,111,546)	(338,584,890)
(Increase) / decrease in current assets:		
- Stores, spares and loose tools	(2,031,406)	26,547,580
- Stock in trade	(5,364,907)	570,805,873
- Advances Deposits and other Receivalbes	32,122,634	(330,778,422)
- Trade deposits and short term prepayments	-	(30,162,818)
Increase / (decrease) in current liabilities:		
- Trade and other payables	53,299,885	(255,336,546)
	<u>78,026,206</u>	<u>(18,924,333)</u>
Cash used in/generated from operations	(244,085,340)	(357,509,223)
Income tax paid / deducted	-	-
Gratuity paid	(240,127)	(255,841)
Finance cost paid	(21,683,452)	(123,463,865)
Net cash generated from/used in operating activities	(266,008,919)	(481,228,929)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(28,422,446)	(39,724,575)
Proceeds from sale of property, plant and equipment	-	995,500
Net cash used in investing activities	(28,422,446)	(38,729,075)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (Repayment) from long term loans - Net	683,430,450	1,230,942,202
Proceeds / (Repayment) from Lease Finance - Net	-	(21,000,000)
Proceeds / (Repayment) from short term borrowings - Net	(391,574,739)	(699,085,047)
Net cash generated from financing activities	<u>291,855,711</u>	<u>510,857,155</u>
Net increase/decrease in cash and cash equivalents	(2,575,654)	(9,100,849)
Cash and cash equivalents at the beginning of the period	5,657,640	10,606,211
Cash and cash equivalents at the end of the period	<u><u>3,081,986</u></u>	<u><u>1,505,362</u></u>

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

CHIEF EXECUTIVE

DIRECTOR



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE 3RD QUARTER ENDED JUNE, 2016

	Nine Months ended		Quarter ended	
	June 30, 2016	June 30, 2015	June 30, 2016	June 30, 2015
	Rupees		Rupees	
(Loss)/profit after taxation	(620,720,653)	(591,619,476)	(130,955,860)	(111,790,616)
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss)/ income for the period	<u>(620,720,653)</u>	<u>(591,619,476)</u>	<u>(130,955,860)</u>	<u>(111,790,616)</u>

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

CHIEF EXECUTIVE

DIRECTOR



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE 3RD QUARTER ENDED JUNE 30, 2016

	Issued, subscribed and paid-up	Accumulated loss / Unappropriated profit	Total
	R u p e e s		
Balance as at September 30, 2014	324,000,000	(1,083,736,505)	(759,736,505)
Comprehensive income for the period			
Net (loss) for the period	-	(591,619,476)	(591,619,476)
Other comprehensive income	-	-	-
Total comprehensive income/(loss) for the period	-	(591,619,476)	(591,619,476)
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-	67,762,114	67,762,114
Balance as at June 30, 2015	<u>324,000,000</u>	<u>(1,607,593,867)</u>	<u>(1,283,593,867)</u>
Comprehensive income for the period			
Net (loss) for the period	-	(188,281,306)	(188,281,306)
Other comprehensive income	-	-	-
Total comprehensive income/(loss) for the period	-	(188,281,306)	(188,281,306)
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-	22,587,372	22,587,372
Balance as at September 30, 2015	<u>324,000,000</u>	<u>(1,773,287,801)</u>	<u>(1,449,287,801)</u>
Comprehensive income for the period			
Net loss for the period	-	(620,720,653)	(620,720,653)
Other comprehensive income	-	-	-
Total comprehensive income/(loss) for the period	-	(620,720,653)	(620,720,653)
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-	63,950,940	63,950,940
Balance as at June 30, 2016	<u>324,000,000</u>	<u>(2,330,057,514)</u>	<u>(2,006,057,514)</u>

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

CHIEF EXECUTIVE

DIRECTOR



HASEEB WAQAS SUGAR MILLS LIMITED

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE 3RD QUARTER ENDED JUNE 30, 2016

1 STATUS AND ACTIVITIES

Haseeb Waqas Sugar Mills Limited ("the Company") was incorporated on 13 January 1992 as a Public Limited Company under the Companies Ordinance, 1984. The Company's registered office is situated at 6F Model Town, Lahore. The mill is situated at Moza, Jagmal, Ali Pur Jatoi Road, Jatoi District Muzafargarh. The Company is listed on Lahore and Karachi Stock Exchanges. The principal activity of the Company is manufacture and sale of refined sugar and its by-products.

2 STATEMENT OF COMPLIANCE

- 2.01 This condensed interim financial report of the company for the nine months period ended June 30, 2016 has been prepared in accordance with the requirements of the International Accounting Standard 34-Interim Financial Reporting and Provisions of and directives issued under the Companies Ordinance, 1984 (the Ordinance). In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed.
- 2.02 This condensed interim financial report comprises of the condensed interim balance sheet as at June 30, 2016 and the condensed interim profit and loss account, condensed interim statement of changes in equity and the condensed interim cash flow statement for the nine months period are not audited.
- 2.03 The comparative condensed balance sheet, presented in this condensed interim financial report, as at June 30, 2016 has been extracted from the annual audited financial statements of the company for the year ended September 30, 2015 whereas the comparative condensed interim profit and loss account, condensed interim statement of changes in equity and condensed interim cash flow statement for the nine months period ended June 30, 2015 were not audited.

3 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost convention modified by adjustment of revaluation of certain assets. In this condensed interim financial information, except for the cash flow statement, all the transactions have been accounted for on accrual basis.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods for computation adopted for the preparation of this condensed interim financial information is the same as those applied in preparation of the financial statements for the year ended September 30, 2015.

5 GOING CONCERN ASSUMPTION

The financial statements of the Company indicate that the Company incurred gross loss amounting to Rs. 422,165,888 (June, 2015 : 450,461,172) and net loss from operations amounting to Rs. 581,346,789 (June: 2015: 587,818,239) and accumulated losses of Rs. 2,315,260,726 (Sep 2015: 1,773,287,801) which leads to negative equity of Rs. 1,991,260,726 (Sep 2015: 1,449,287,801). Moreover, the current liabilities exceed current assets by Rs. 715,256,926 (Sep 2015: 903,281,429).

Operational measures

In view of above issues Company has taken following steps:

- Restructuring of current liabilities have already been done.
- BMR for energy saving done for compensation of losses in sugar production each year.
- The project shifted to new locatin for better recovery and production

The projected financial statement prepared by the management to support its going concern assessment is based on following assumptions.

	PROJECTED		
	2017	2018	2019
Sugar cane crushing M.T	651,000	672,000	700,000
Sugar cane rate	215	230	240
Sugar price per Kg	60	62	64
Note	June 30, 2016	Sep 30, 2015	
		Rupees	

6 SHARE CAPITAL

Authorized capital

35,000,000 (2014: 35,000,000) ordinary shares
of Rs. 10/- each.

350,000,000 350,000,000



HASEEB WAQAS SUGAR MILLS LIMITED

Issued, subscribed and paid-up capital:

27,000,000 (2014: 27,000,000) shares issued for cash.	270,000,000	270,000,000
5,400,000 (2014: 5,400,000) shares issued as fully paid bonus shares.	54,000,000	54,000,000
	<u>324,000,000</u>	<u>324,000,000</u>

There is no movement in ordinary share capital of the Company during period.

7 LONG TERM FINANCING

Loan from banking companies and other financial

institutions-secured	7.1	1,848,125,000	1,248,125,000
Loan from directors - unsecured	7.2	<u>602,131,242</u>	<u>489,963,713</u>
		<u>2,450,256,242</u>	<u>1,738,088,713</u>

7.1 Loan from banking companies and other financial institutions-secured

National Bank of Pakistan			
- Demand Finance I	7.1.1	220,000,000	220,000,000
- Demand Finance II	7.1.2	160,000,000	160,000,000
The Bank of Punjab			
- Demand Finance	7.1.3	298,125,000	298,125,000
Sindh Bank Ltd			
- Demand Finance	7.1.4	500,000,000	500,000,000
Silk Bank Ltd			
- Demand Finance	7.1.5	600,000,000	-
PAIR			
- Demand Finance	7.1.6	70,000,000	70,000,000
		<u>1,848,125,000</u>	<u>1,248,125,000</u>
Less: current portion shown under current liabilities			
- NBP - Demand Finance - I		(40,000,000)	(10,000,000)
- NBP - Demand Finance - II		(93,333,333)	(26,666,666)
- Sind Bank Ltd		(94,161,218)	-
- BOP - Demand Finance		(57,750,000)	(11,250,000)
- Silk Bank Demand Finance		(75,000,000)	-
- Demand Finance - PAIR		(70,000,000)	(19,444,444)
		<u>(430,244,551)</u>	<u>(67,361,110)</u>
		<u>1,417,880,449</u>	<u>1,180,763,890</u>

Note June 30, 2016 Sep 30, 2015
Rupees

7.1.1 Demand Finance I - NBP

Opening balance	220,000,000	-
Loan obtained during the period	-	220,000,000
	<u>220,000,000</u>	<u>220,000,000</u>
Less: payment made during the year	-	-
	<u>220,000,000</u>	<u>220,000,000</u>

This finance has been obtained from National Bank of Pakistan The finance is secured by 1st PP charge of Rs. 293.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup 3 months KIBOR +2.5% per annum. This loan is payable in ten bi-annual instalments.

7.1.2 Demand Finance II - NBP

Opening balance	160,000,000	-
Loan obtained during the period	-	160,000,000
	<u>160,000,000</u>	<u>160,000,000</u>
Less: payment made during the year	-	-
	<u>160,000,000</u>	<u>160,000,000</u>

This finance has been obtained from National Bank of Pakistan The finance is secured by 1st PP charge of Rs. 213.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup 3 months KIBOR +2.5% per annum. This loan is payable in twelve equal quarterly instalments.



HASEEB WAQAS SUGAR MILLS LIMITED

This finance has been obtained from National Bank of Pakistan. The finance is secured by 1st PP charge of Rs. 213.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup 3 months KIBOR +2.5% per annum. This loan is payable in twelve equal quarterly instalments.

7.1.3 Demand Finance - BOP

Opening balance	300,000,000	-
Loan obtained during the period	-	300,000,000
	<u>300,000,000</u>	<u>300,000,000</u>
Less: payment made during the year	-	-
	<u>300,000,000</u>	<u>300,000,000</u>

This finance has been obtained from The Bank of Punjab through restructuring of existing cash finance facility. The finance is secured by ranking charge over all present and future fixed assets of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +1.25% per annum. This loan is payable in twenty eight quarterly instalments.

7.1.4 Demand Finance - Sindh Bank

Opening balance	500,000,000	-
Loan obtained during the period	-	500,000,000
	<u>500,000,000</u>	<u>500,000,000</u>
Less: payment made during the year	-	-
	<u>500,000,000</u>	<u>500,000,000</u>
	<u>500,000,000</u>	<u>500,000,000</u>

This finance has been obtained from Sindh Bank Limited under demand finance arrangement. The finance is secured by ranking charge over all present and future fixed assets of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +5% per annum. This loan is payable in twelve quarterly instalments.

7.1.5 Demand Finance - Silk Bank Ltd

Opening balance	-	-
Loan obtained during the period	600,000,000	-
	<u>600,000,000</u>	<u>-</u>
Less: payment made during the year	-	-
	<u>600,000,000</u>	<u>-</u>
	<u>600,000,000</u>	<u>-</u>

This finance has been obtained from Silk Bank Limited under demand finance arrangement. The finance is secured by Pari passu charge over all present and future fixed assets of the Company and corporate guarantee of Abdullah

7.1.6 Demand Finance - PAIR

Opening balance	75,000,000	93,750,000
Less: payment made during the year	(5,000,000)	(18,750,000)
	<u>70,000,000</u>	<u>75,000,000</u>

This finance has been obtained from PAIR Investment Company Limited. The finance is secured by pari passu charges over the present and future fixed assets of the Company, with a margin of 33% above the financing amount. Pari passu charge by way of creation of mortgage over the land and building of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +350 bps per annum. This loan is payable in eighteen equal monthly instalments.

7.2 LOAN FROM DIRECTORS

Loan from directors - unsecured - interest free	<u>602,131,242</u>	<u>489,963,713</u>
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This loan has been obtained from directors of the Company, and is interest free. There is no fixed tenor or schedule for repayment of this loan. According to the loan agreement, the lenders shall not demand repayment and the same is entirely at the Company's option.

These are subordinated to National Bank of Pakistan, The Bank of Punjab and Sindh Bank Limited.

This includes loan of Rs. 22,357,950/- from Mr. Muhammad Ilyas Mehraj, a shareholder and former director of the company.

8 SHORT TERM BORROWINGS

Loan from related parties	<u>352,499,232</u>	<u>710,820,105</u>
	<u>352,499,232</u>	<u>710,820,105</u>



HASEEB WAQAS SUGAR MILLS LIMITED

	Note	June 30, 2016	Sep 30, 2015
Rupees			
9 CURRENT PORTION OF NON CURRENT LIABILITIES			
Long term finances		430,244,551	175,902,778
Liabilities against assets subject to finance lease		31,461,666	11,502,914
		<u>461,706,217</u>	<u>187,405,692</u>
10 CONTINGENCIES AND COMMITMENTS			
10.01	There is no material change in the status of the contingencies and commitments reported in the annual financial		
11 PROPERTY, PLANT AND EQUIPMENT			
Opening written down value		3,568,279,390	3,570,545,215
Addition during the period/year		169,251,523	179,516,283
Revaluation surplus arised during the year		-	-
		<u>3,737,530,913</u>	<u>3,750,061,498</u>
Book value of assets disposed off during the period		-	-
		<u>3,737,530,913</u>	<u>3,750,061,498</u>
Depreciation for the period		(135,883,185)	(181,782,107)
		<u>3,601,647,728</u>	<u>3,568,279,391</u>
12 STOCK IN TRADE			
Work in process			
Sugar		8,976,308	3,693,796
By products stock		71,810	173,415
		9,048,118	3,867,211
Finished goods			
Sugar		184,000	-
By products stock	12.01	-	-
		184,000	-
		<u>9,232,118</u>	<u>3,867,211</u>
12.01	The entire stock of molasses as at 30th June 2016 is stated at net realizable value.		



HASEEB WAQAS SUGAR MILLS LIMITED

	Quarter ended			
	June 30, 2016	June, 2015	June 30, 2016	June 30, 2015
	Rupees		Rupees	
13 SALES - NET				
- Sugar	868,284,935	1,455,993,332	-	-
- Molasses	74,475,995	79,859,520	3,105,970	-
- Mud	2,570,655	1,472,000	2,570,655	491,500
	945,331,585	1,537,324,852	5,676,625	491,500
Less: Sales tax and excise duty	(65,035,844)	(120,427,883)	(410,440)	(11,678,495)
	880,295,741	1,416,896,969	5,266,185	(11,186,995)
14 COST OF GOODS SOLD				
Raw materials consumed	1,003,493,939	1,029,272,823	2,172,142	7,770,220
Stores and spares consumed	53,245,496	39,934,037	3,714,272	4,536,886
Salaries, wages and other benefits	108,440,301	58,716,212	29,372,880	3,250,276
Insurance	626,017	3,418,154	-	1,238,496
Repair and maintenance	7,738,398	32,133,774	4,469,282	2,858,535
Depreciation	132,701,524	131,843,535	47,047,523	43,638,788
Others	1,580,861	1,233,733	755,435	293,091
	1,307,826,536	1,296,552,268	87,531,534	63,586,292
Opening work in process	173,415	3,772,420	-	-
Closing work in process	(9,160,308)	(3,270,093)	(661,470)	-
	(8,986,893)	502,327	(661,470)	-
Cost of goods manufactured	1,298,839,643	1,297,054,595	88,193,004	63,586,292
Opening finished goods	3,693,796	570,303,546	-	-
Closing finished goods	(71,810)	-	3,661,870	68,269,517
	3,621,986	570,303,546	3,661,870	68,269,517
	1,302,461,629	1,867,358,141	91,854,874	131,855,809

15 RELATED PARTY TRANSACTIONS

Related parties comprise holding company, subsidiaries and associated undertakings, other related group companies, key management personnel including Chief executive, Directors and Executives and Post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Details of related party transactions and balances are as follows:

15.1 Details of related party transactions other than those with key management personnel

The Company during the year entered into following transactions with related parties other than key management personnel:

	June 30, 2016		June 30, 2015	
	Rupees			
15.1.1 Transactions with Associates				
Sale of molasses	-	-	-	-
Sale of stores and spares	-	-	333,370	-
Sale of baggasse	-	-	-	-

15.1.2 Payments against balances due to related parties were made partially in cash and partially by paying for expenses on behalf of related parties and vice versa.

15.1.3 As per common practice in the sugar industry in Pakistan, the Company also purchased sugar cane from persons associated, directly and indirectly, with management personnel of the Company. These purchases were made in accordance with the cane procurement practice in the sugar industry. It is not practicable to determine the related amounts.



HASEEB WAQAS SUGAR MILLS LIMITED

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
	Rupees	
15.2 Details of related party balances are as follows:		
Due to:		
Abdullah Sugar Mills Limited	304,551,758	969,322,009
Haseeb Waqas Trading (Pvt.) Limited	2,204,064	2,204,064
Oriental Fruits (Pvt.) Limited	45,743,410	2,176,000
Long term loan from directors	602,131,242	277,690,096
Due by:		
Haseeb Waqas Dairies (Pvt.) Limited	5,914,758	5,914,758

16 AUTHORIZATION FOR ISSUE

These condensed interim financial statements have authorized for issue by the Board of Directors of the Company on July 31, 2016.

17 GENERAL

- Comparative figures have been rearranged / reclassified, wherever necessary, to facilitate comparison.
- Figures have been rounded off to the nearest of rupees.

CHIEF EXECUTIVE

DIRECTOR