

COST AUDITORS' REPORT TO THE BOARD OF DIRECTORS

We, **M/s SAEED MOHY-UD-DIN AND CO., CHARTERED ACCOUNTANTS**, having been appointed to conduct an Audit of the Cost Accounts of **M/s HASEEB WAQAS SUGAR MILLS LIMITED**, have examined the books of account and the statements prescribed under Clause (e) of Sub Sect

We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of this audit.

- a) In our opinion:
 - i) Proper Cost Accounting Records, as required by Clause (e) of Sub-Section (1) of Section 230 of the Companies Ordinance, 1984 (XLVII of 1984) and as required by these rules, have been kept by the Company;
 - ii) The said books and records give the information, as required by the rules, in the manner so required.

- b) In our opinion and subject to the best of our information:
 - i) The Annexed Statement of Capacity Utilization and Stock in Trade are in agreement with the books of account of the Company and exhibit a true and fair view of the Company's affairs; and
 - ii) The Cost Accounting Records have been properly kept so as to give a true and fair view of the Cost of Production, Processing, Manufacturing and Marketing of the Sugar and its by-products, namely Molasses and Bagasse.

The matter contained in the ANNEXURES forms an integral part of this report.

LAHORE: January 23, 2012

**SAEED MOHY-UD-DIN AND CO.
CHARTERED ACCOUNTANTS**

HASEEB WAQAS SUGAR MILLS LIMITED
APPENDIX III [see Rule 4(3)]
OF THE COMPANIES (AUDIT OF COST ACCOUNTS) RULES, 1998
OF THE COST AUDITOR'S REPORT TO THE BOARD OF DIRECTORS

This is with reference to our appointment as Cost Auditors for the year ended September 30, 2011 vide application made, on the form as set out in Appendix I [see Rule 3(3)] of the Companies (Audit of Cost Accounts) Rules, 1998, to the Securities and Exch

1 CAPACITY

	2011	2010	2009
1.1 Licensed/Installed Capacity of the Mill (M. Tons. Per Day)	8,000	8,000	8,000
Capacity Utilized by the Mill (M. Tons. Per Day)	4,713	3,625	1,661
No. of days worked (Days)	109	91	98
Total capacity based on the No. of Days Worked (M. Tons)	872,000	730,960	782,640
Cane crushed (M.Tons)	513,707	329,879	162,503

1.2 The company is not engaged in any other activity.

2 COST ACCOUNTING SYSTEM

2.1 The company is engaged in the production of White Sugar using a Continuous Process. The Company uses a tailor-made Accounting Software for Sugar Industry, whereby the Cost Accounting Records are integrated with the Financial Accounting Records allowing al

2.2 The Actual Cost incurred during the period are allocated to the respective Cost Centres, as under:

2.2.1 Production Department:

- White Sugar

2.2.2 Service Department:

- Steam Generation

- Electricity Generation

3 PRODUCTION

	2011	2010	2009
3.1 Sugar produced from sugar cane (M. Tons)	43,516	27,590	12,270
Sugar produced from sugar cane (No. of 50 kg. bags of sugar)	870,310	551,800	245,405

3.2 Percentage of Production in relation to Available/Installed Capacity:

	2011	2010	2009
Available/Installed Capacity (M. Tons.)	872,000	730,960	782,640
Capacity utilized (M. Tons.)	513,707	329,879	162,503
Percentage of production in relation to installed capacity.	58.91%	45.13%	20.76%

3.2.1 Percentage of Production in relation to Available/Installed Capacity (in terms of Recovery Percentage):

	2011		
	Sugar Cane (M. Tons)	Recovery %	White Sugar (M. Tons)
Installed crushing capacity (at 109 days)	872,000	8.47%	73,858
Attained crushing capacity	513,707	8.47%	43,516
Variance	358,293	-	30,342
	2010		
	Sugar Cane (M. Tons)	Recovery %	White Sugar (M. Tons)
Installed crushing capacity (at 91 days)	730,960	8.39%	61,306
Attained crushing capacity	329,879	8.39%	27,667
Variance	401,081	-	33,639
	2009		
	Sugar Cane (M. Tons)	Recovery %	White Sugar (M. Tons)
Installed crushing capacity (at 98 days)	782,640	7.55%	59,096
Attained crushing capacity	162,503	7.55%	12,270
Variance	620,137	-	46,826

3.2.2 Reason for variance in available/installed capacity:

	2011	2010	2009
Available capacity depends upon the length of crushing season which was (in days)	109	91	98

3.2.3 Reason for variance in capacity utilized:

During the season, we had faced severe shortage of sugarcane due to its less cultivation in our mills area. Moreover, some technical problems arose during the season. The plant, therefore, faced various shut down due to low cane and technical problems.

3.2.4 Percentage of hours crushed in relation to crushing hours available:

	2011	2010	2009
Crushing hours available (Hours)	2,612	2,193	2,348
Hours actually crushed (Hours)	2,113	1,342	1,093
Percentage of hours crushed in relation to crushing hours available	80.90%	61.18%	46.54%

3.3 Addition to the production capacity during the year or in immediate preceding two years.

There were no additions to the production capacity during the year or in immediate preceding two years.

4 RAW MATERIAL

4.1 Please refer to the 'Statement showing the cost of sugar cane crushed, i.e Annexure III'.

4.2 The Cost of Raw Material (per bag of production)

	2011	2010	2009
Raw material cost (Rupees)	2,719,776,559	1,753,015,206	347,513,383
No. of 50 kg bags of sugar (Bags)	870,310	551,800	245,405
Cost of raw material (per bag of production) (Rupees)	3,125.07	3,176.90	1,416.08

4.3 The production of sugar (per M. Tons. of sugar cane) depends upon the quality of sugar cane and the months during which the sugar cane has been crushed.

The raw material cost (per bag of production) has increased mainly due to the increase in the price of sugar cane.

4.4 No. of Bags of Sugar produced per M. Tons of Sugar Cane Crushed:

	2011	2010	2009
No. of 50 kg. bags of sugar (Bags)	870,310	551,800	245,405
Total sugar cane crushed (M. Tons)	513,707	329,879	162,503
No. of bags of sugar produced per M.Tons of Sugar Cane Crushed bags)	1.69	1.67	1.51

4.5 Recovery Percentage of Sugar (in percentage)

2011	2010	2009
8.47%	8.39%	7.55%

4.6

The sugar cane, being received from farmers at the Factory Gate and Purchase Centres (Depots), is directly transferred to production. It was also reviewed and observed that proper computerized and manual records, regarding the receipt and purchase of Sug

5 WAGES AND SALARIES

5.1 Please refer to the 'Statement showing the Cost of Salaries, Wages and Benefits, i.e. Annexure VI'.

The Administrative Salaries include the Remuneration of the Chief Executive, Directors and Executives which amount to Rs. 2.4 Million (2010: Rs. 1.80 Million), Rs. Nil (2010: Rs. 0.40 Million) and Rs. 3.397 Million (2010: Rs. 2.724 Million) respectively.

5.2 Total Man-Days of Direct Labour Available and Actually Worked for the year:

	2011	2010	2009
Total man-days of direct labour available (Days)	127,094	87,715	83,156
Total man-days of direct labour actually worked (Days)	102,657	53,670	38,701

5.3 Average No. of Workers Employed for the year:

	2011	2010	2009
Direct and indirect labour, including contract staff (No. of Workers)	1,166	960	850

5.4 Direct Labour Cost (per Bag of Output) (Rupees)

	2011	2010	2009
Direct Labour Cost (Rupees)	60,314,507	51,070,451	44,209,106
No. of Bags of Sugar (Bags)	870,310	551,800	245,405
Direct Labour Cost (per bag of output) (Rupees)	69.30	92.55	180.15

5.5 The variation in direct labour cost (per bag of output) is mainly due to the increase in the number of employees and production.

5.6 There were various Incentive Schemes for direct/indirect labour, i.e EOBI, ESSI, Gratuity, Group Insurance etc. No change was observed in these Incentive Schemes during the year.

6 STORES AND SPARES PARTS**6.1 Stores and Spare parts - Expenditure per bag of output:**

	2011	2010	2009
Expenditure on stores and spares parts (Rupees)	44,409,663	56,160,559	66,115,053
No. of bags of sugar cane (Bags)	870,310	551,800	245,405
Stores and spare parts - expenditure per bag of output (Rupees)	51.03	101.78	269.41

6.2 The stores and spare parts cost per unit of output has fallen due to the increase in the production of sugar bags.

6.3 Comments on the System of Stores accounting for recording Receipts, Issue and Balance, (both in Quantities and Values):**a) Recording of Receipts:**

The Company follows the Perpetual Method of Accounting for stores and spare parts. The receipts are recorded on the basis of Actual Prices and Actual Quantities received.

b) Recording of Consumption:

The stores and spare parts consumed are recorded on the basis of Stores Requisition Slips and are valued at an Average Rate. The Provision for Obsolescence, if any, of the Stores and Spare Parts and any reversal thereof are included in the normal consumpt

6.4 The Proportion of Closing Inventory of the Stores, representing items that have not been moved for over Twenty Four (24) months:

4.7 (2010: 4.5) percent of the Inventory items, in terms of value, have not been moved for over Twenty Four (24) months from the end of the reporting period.

7 DEPRECIATION

7.1 The Company uses the Reducing Balance Method for the purpose of determining the depreciation charge for the year, at the rates ranging between 5% - 20%.

7.2 Depreciation on additions is charged from the month in which the asset is put to use. Depreciation on disposals of assets is charged up to the month the assets is in use.

7.3 The depreciation charged is allocated between the Cost of Sales and Administrative expenses at the rate of 92% and 8%(approximately) respectively.

8 OVERHEADS

8.1 The total amount of overheads is as under:

	2011	2010	2009
i) Factory overheads	1,758,088	2,748,138	4,008,864
ii) Administrative	32,666,790	32,152,943	28,799,154
iii) Selling and distribution	-	-	-
iv) Financial charges	167,931,206	125,788,403	130,064,662
	<u>202,356,084</u>	<u>160,689,484</u>	<u>162,872,680</u>

8.2 For break-up of the items (i), (ii) and (iii), please refer to the 'Statement showing other factory overheads, administrative expenses, i.e. Annexure X' and the 'Statement showing selling expenses, i.e. Annexure XI' respectively.

8.3 The variance in the above overhead, in comparison with the preceding two years, are as under:

	2011	2010	Increase/ (Decrease)
i) Factory overheads	1,758,088	2,748,138	(990,050)
ii) Administrative	32,666,790	32,152,943	513,847
iii) Selling and distribution	-	-	-
iv) Financial charges	167,931,206	125,788,403	42,142,803
	2010	2009	Increase/ (Decrease)
i) Factory overheads	2,748,138	4,008,864	(1,260,726)
ii) Administrative	32,152,943	28,799,154	3,353,789
iii) Selling and distribution	-	-	-
iv) Financial charges	125,788,403	130,064,662	(4,276,259)

8.4

The variance in the Administrative Expenses is mainly due to normal recruitment in staff during the current fiscal year. The depreciation has decreased, in comparison with the prior year as a consequence of disposal of plant and machinery during the year.

8.5

All factory overheads have been charged directly to the White Sugar Produced and Work in Progress. The method of charging the said overheads to productions is based on the Absorption Costing Methods.

8.6 The Cost of Packing Material

	2011	2010	2009
Polypropylene bags	15,971,749	6,810,827	4,406,095

9 ROYALTY/TECHNICAL AID PAYMENTS

The Company has not paid any Royalty or Technical Aid Payment during the year under report.

10 ABNORMAL NON RECURRING FEATURES

10.1

The company has faced various abnormal features that have been affected the production during the year, viz: Low Cane Recovery, Less attainment of crushing capacity, High Cane Cost etc. The driving forces behind these abnormalities were: the increase in c

10.2 There were no special expense incurred during the year that have been charged to White Sugar.

11 COST OF PRODUCTION

11.1 Please refer to the 'Statement showing the Cost of Production and Sale of White Bagged Sugar i.e Annexure I'.

11.2 The Cost of Production per M. Tons of White Sugar:

	2011	2010	2009
Cost of goods manufactured (Rupees)	2,830,584,751	1,896,925,841	587,047,882
Sugar produced from sugar cane (M. Tons)	43,516	27,590	12,270
Cost of production per M.Tons of White Sugar (Rupees)	65,047.74	68,754.11	47,843.19

11.3 The cost of production per M. Tons of white sugar has decreased by Rs. 3,706.37. This decrease has resulted due to substantial decrease in sugar cane / raw material cost and subsidy to growers / quality premium.

12 SALES

12.1 Local - White Sugar

	2011	2010	2009
Total sales of sugar	2,994,432,788	1,825,327,115	1,111,667,813
No. of 50 kg bags sold to white sugar (Bags)	866,926	515,887	428,026
Average selling price per 50 kg bag of white sugar	3,454.08	3,538.23	2,597.20
Average selling price per M. Tons of white sugar	69,081.62	70,764.61	51,942.24

12.2 There were no exports of white sugar during the year under report.

13 PROFITABILITY

13.1 Profit/(Loss) per M. Tons of White Sugar

	2011	2010	2009
Total cost to make and sell white sugar	3,017,658,747	1,866,000,875	1,077,821,848
Quantity of white sugar sold (M.Tons)	43,346	25,794	21,402
Cost of white sugar sold per M. Tons	69,617.45	72,341.46	50,360.80
Sale price per M. Tons of white sugar (from 12.1 above)	69,081.62	70,764.61	51,942.24
Profit/(loss) per M. Tons	(535.82)	(1,576.85)	1,581.44

13.2 Profit/(Loss) per Machine Hour:

	2011	2010	2009
Total profit/(loss) on sale of white sugar	(23,225,959)	(40,673,760)	33,845,965
Total machine hours available	2,612	2,193	2,348
Total machine hours lost	499	851	1,255
Total machine hours actually crushed (Hours)	2,113	1,342	1,093
Profit / (loss) per machine hours	(10,992)	(30,311)	30,974

13.3 The profitability of the company depends upon the support prices of sugar cane as fixed by the Government and the recovery percentage of sugar from the sugar cane.

14 COST AUDITORS' OBSERVATION AND CONCLUSIONS

To the best of our knowledge and belief, there are no:

- matters, which appear to be clearly wrong in principle or apparently unjustifiable;
- cases, where the company's funds have been used in a negligent or inefficient manner;
- factor that could have been controlled, but have not been done resulting in the increase in cost of production;

- i) we state that the company has maintained a good budgetary control system; and
- ii) we also state that the company has setup an effective Internal Audit Function, which is operated through the Head Office, manned by suitably qualified and experienced personnel, who are conversant with the policies and procedures of the company.

d) Suggestions for Improvements in Performance

- i) **Rectification of General Imbalance in Production Facilities**
Our procedures did not reveal any general imbalance in production facilities.
- ii) **Fuller Utilization of Installed Capacity**
Though the company has significantly improved its crushing per day yet there is space to reduce the gap between installed cane crushing capacity and the capacity achieved.
- iii) **Comments on areas offering scope for Cost Reduction, Productivity, Key Limiting Factor, Improved Inventory Policies, Energy Conservancy, State of Technology, whether modern or obsolete; and Plant, whether new or second-hand when installed:**

The major component of the cost is sugar cane, which should be controlled by having efficient field staff for procurement. Further scientific means should be adopted to determine the Quality of Cane, so as to avoid purchase of Low Quality Cane, which will

15 RECONCILIATION WITH FINANCIAL ACCOUNTS

The figure shown in this report are subject to reconciliation with the Annual Accounts duly audited, as required under Rule 15 of the Companies (Audit of Cost Accounts) Rules, 1998.

16 COST STATEMENT

Cost statement on the formats prescribed by the Securities and Exchange Commission of Pakistan (SECP) (the "Commission") under Clause (e) of Sub-Section (1) of Section 230 of the Companies Ordinance, 1984, duly authenticated by the Chief Executive and C

17 MISCELLANEOUS

Corresponding figures have been re-stated and, wherever necessary, re-grouped to facilitate comparison.

HASEEB WAQAS SUGAR MILLS LIMITED
COST AUDIT REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2011

RECONCILIATION OF COST ACCOUNTS WITH FINANCIAL ACCOUNTS

	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
Total Cost to Make and Sell (As Per Annexure I)	3,017,658,747	1,866,000,875
Less:		
Administrative Expenses	32,666,790	32,152,943
Selling and Distribution Expenses	-	-
Finance Cost	167,931,206	125,788,403
Sales Tax / Excise Duty	184,979,225	94,766,664
Closing Stock (Molasses)	20,586,700	12,586,121
	406,163,921	265,294,131
Add:		
Realisable Value of By-Products	276,318,081	122,034,960
Opening Stock (Molasses)	12,586,121	4,938,547
	288,904,202	126,973,507
Total Cost of Sales (As Per Financial Statements)	2,900,399,028	1,727,680,251

**HASEEB WAQAS SUGAR MILLS LIMITED
 COST AUDIT REPORT
 FOR THE YEAR ENDED SEPTEMBER 30, 2011**

COMPANY INFORMATION

1	NAME OF COMPANY	HASEEB WAQAS SUGAR MILLS LIMITED
2	DATE OF INCORPORATION	January 13, 1992
3	LOCATION OF REGISTERED OFFICE	F-6 MODEL TOWN, LAHORE
4	LOCATION OF FACTORY	MERAJABAD, DISTRICT NANKANA SAHIB
5	PRODUCTS OTHER THAN SUGAR BEING MANUFACTURED	NIL
6	TOTAL NUMBER OF HOURS OF ACTUAL CRUSHING	2,112.92
7	INSTALLED CANE CRUSHING CAPACITY (IN TONS.Per Day)	8,000

CHIEF EXECUTIVE

CHIEF ACCOUNTANT

LAHORE: January 23, 2012

HASEEB WAQAS SUGAR MILLS LIMITED
COST AUDIT REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2011

PRODUCTION DATA

Sr.No.	Particulars	Current Year	Previous Year
(1A)	CANE CRUSHED		
	DATE STARTED	December 1, 2010	December 3, 2009
	DATE FINISHED	March 22, 2011	March 4, 2010
	DURATION OF RUN DAYS	109	91
	TOTAL NUMBER OF HOURS IN DURATION	2,612	2,193
	TOTAL NUMBER OF HOURS ACTUAL CRUSHING	2,113	1,342
	TOTAL NUMBER OF HOURS LOST	499.00	851.26
	TOTAL CANE MILLED (TONNES)	513,707.280	329,879.010
	CONVERTED MAUNDS	12,842,682.00	8,246,975.25
	TOTAL MIXED JUICE OBTAINED (TONNES)	549,214.18	329,450.17
1B.	GUR MELTED	-	-
2	JUICE AND ADDED WATER		
	AVERAGE MIXED JUICE %CANE	106.91	99.87
	AVERAGE ADDED WATER %CANE	36.82	30.10
3	SUGAR MADE		
	TOTAL SUGAR BAGGED OF ALL GRADES(100 Kgs.)	-	-
	TOTAL SUGAR BAGGED OF ALL GRADES(50 Kgs.)	870,310	551,800
	SUGAR BAGGED (TONNES)	43,515.500	27,590.000
	SUGAR IN PROCESS(TONNES)	77.86	76.95
4	MOLASSES EXTRACTED		
	TOTAL MOLASSES SENT OUT (TONNES)	25,191	15,610
	MOLASSES IN PROCESS (TONNES)	58.670	26.388
5	RECOVERY %		
	LABORATORY TEST % RECOVERY OF SUGARCANE :		
	AVERAGE RECOVERY OF MAKETABLE WHITE SUGAR % CAN	8.47%	8.39%
	AVERAGE PRODUCTION OF FINAL MOLASSES % CANE	4.90%	4.74%
6	BY PRODUCTS		
	BUGGASE % CANE (TONNES)	29.91%	30.21%
	V. F. CAKE % CANE (TONNES)	3.00%	3.00%
7	CLARIFICATION PROCESS		
	DEFACTATION REMELT PHOSPHITATION		

CHIEF EXECUTIVE

CHIEF ACCOUNTANT

LAHORE: January 23, 2012

HASEEB WAQAS SUGAR MILLS LIMITED
COST AUDIT REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2011

STATEMENT SHOWING CAPACITY UTILISED

Sr.No.	Particulars	Current Year	Previous Year
	<u>CAPACITY</u>		
(1)	LICENCED CANE CRUSHING CAPACITY -TONNES PER DAY	8,000	8,000
(2)	INSTALLED CANE CRUSHING CAPACITY -TONNES PER DAY	8,000	8,000
(3)	UTILIZED CANE CRUSHING CAPACITY -TONNES PER DAY	4,712.91	3,625.04
(4)	PERCENTAGE OF UTILIZATION IN RELATION TO INSTALLED CAPACITY	58.91%	45.31%

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
COST AUDIT REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2011

STATEMENT SHOWING PRODUCTION CAPACITY OF THE PLANT

Sr.No.	Particulars	Current Year	Previous Year
(1)	INSTALLED PRODUCTION		
	(a) SUGAR	73,858	61,057
	(b) MOLASSES	42,728	34,507
	(c) OTHERS	-	-
(2)	ACTUAL PRODUCTION		
	(a) SUGAR	43,516	27,590
	(b) MOLASSES	25,191	15,610
	(c) OTHERS		
(3)	PERCENTAGE OF PRODUCTION IN RELATION TO INSTALLED CAPACITY		
	(a) SUGAR	58.92%	45.19%
	(b) MOLASSES	58.96%	45.24%
	(c) OTHERS	-	-

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
COST AUDIT REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2011

STATEMENT SHOWING STOCK IN TRADE

SR. #	PARTICULARS	CURRENT YEAR		PREVIOUS YEAR	
		QUANTITY (M. TONS)	AMOUNT	QUANTITY (M. TONS)	AMOUNT
(1)	RAW MATERIALS	-	-	-	-
(2)	WORK IN PROCESS				
	<u>SUGAR</u>	77.86	6,228,800	76.95	6,156,000
	<u>MOLASSES</u>	58.67	586,700	26.39	210,121
			6,815,500		6,366,121
(3)	FINISHED GOODS				
	SUGAR	2,878.20	230,256,000	2,709.15	216,732,000
	MOLASSES	2,000	20,000,000	1,547.00	12,376,000
			250,256,000		229,108,000
		(A)	257,071,500		235,474,121
(4)	STORE GENERAL				
	STORES		41,582,189		43,005,929
	SPARES		452,287		422,666
	LOOSE TOOLS		-		-
		(B)	42,034,476		43,428,595
		(A+B)	299,105,976		278,902,716

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
STATEMENT SHOWING COST OF PRODUCTION AND SALE OF
WHITE BAGGED SUGAR FOR THE YEAR ENDED 30-09-2011

QUANTITATIVE DATA-BAGGED SUGAR	2011 CURRENT YEAR	2010 PREVIOUS YEAR
OPENING STOCK (MT)	2,709	914
PRODUCTION (MT)	43,516	27,590
PURCHASE(MT)	-	-
	46,225	28,504
CLOSING STOCK (MT)	(2,878)	(2,709)
SALES (MT)	43,346	25,795

SR.#	PARTICULARS	CURRENT YEAR		PREVIOUS YEAR	
		AMOUNT Rs.	COST/TON OF SUGAR	AMOUNT Rs.	COST/TON OF SUGAR
(1)	(2)	(3)	(4)	(5)	(6)
1	RAW MATERIALS				
	(a) SUGAR CANE (ANNEXURE 3)	2,719,776,559	62,501.33	1,753,015,206	63,538.06
	(b) BEET (ANNEXURE 4)	-	-	-	-
	(c) GUR	-	-	-	-
	(d) RAW SUGAR	-	-	-	-
	(e) PROCESS MATERIAL CONSUMED(ANNEXURE 5)	16,971,472	390.01	5,404,290	195.88
2	SALARIES/WAGES & BENEFITS (ANNEXURE 6)	60,314,507	1,386.05	51,070,451	1,851.05
3	REPAIR & MAINTENANCE	39,402,128	905.47	43,587,869	1,579.84
4	UTILITIES	-	-	-	-
5	STEAM (ANNEXURE 7)	1,053,920	24.22	862,995	31.28
6	ELECTRIC POWER (ANNEXURE 8)	10,412,522	239.28	7,280,467	263.88
7	WATER & GAS	-	-	-	-
8	INSURANCE	6,974,417	160.27	5,629,211	204.03
9	DEPRECEIATION	49,361,045	1,134.33	51,296,251	1,859.23
10	OTHER FACTORY OVERHEADS (ANNEXURE 9)	1,758,088	40.40	2,748,138	99.61
11	TOTAL COST	2,906,024,658	66,781.37	1,920,894,878	69,622.87
12	ADD. OPENING STOCK OF W.I.P.	6,156,000	141.47	2,436,176	88.30
13	LESS: CLOSING STOCK OF W.I.P.	6,228,800	143.14	6,156,000	223.12
14	TOTAL COST OF GOODS MANUFACTURED	2,905,951,858	66,779.70	1,917,175,054	69,488.04
15	LESS: REALISABLE VALUE OF BY PRODUCTS	276,318,081	6,349.88	122,034,960	4,423.16
16	NET COST OF GOODS MANUFACTURED	2,629,633,777	60,429.82	1,795,140,094	65,064.88
17	ADD: PACKING MATERIAL & HANDLING	15,971,749	367.04	7,019,083	254.41
18	NET COST OF BAGGED SUGAR	2,645,605,526	60,796.85	1,802,159,177	65,319.29
19	ADD: EXCISE DUTY/SALES TAX	184,979,225	4,250.88	94,766,664	3,434.82
20	TOTAL COST OF BAGGED SUGAR	2,830,584,751	65,047.74	1,896,925,841	68,754.11
21	ADD: OPENING STOCK OF SUGAR	216,732,000	4,980.57	27,865,688	1,009.99
22	LESS: CLOSING STOCK OF SUGAR	230,256,000	5,291.36	216,732,000	7,855.45
23	COST OF SALES	2,817,060,751	64,736.95	1,708,059,529	61,908.65
24	ADMINISTRATIVE EXPENSES (ANNEX. 10)	32,666,790	750.69	32,152,943	1,165.38
25	SELLING & DISTRIBUTION EXPENSES (ANNEX 11)	-	-	-	-
26	FINANCIAL EXPENSES	167,931,206	3,859.11	125,788,403	4,559.20
27	OTHER CHARGES	-	-	-	-
	TOTAL COST MAKE AND SELL	3,017,658,747	69,346.76	1,866,000,875	67,633.23

* Rate per M.Ton has been calculated on the basis of equivalent production as shown in annexure-3.

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
STATEMENT SHOWING COST OF SUGAR CANE PRODUCED
FOR THE YEAR ENDED 30-09-2011

SR.#	PARTICULARS	CURRENT YEAR		PREVIOUS YEAR	
		QUANTITY	AMOUNT Rs.	QUANTITY	AMOUNT Rs.
(1)	(2)	(3)	(4)	(5)	(6)
1	SEEDS AND OTHER INPUTS:	NIL	NIL	NIL	NIL
	SEED				
	FERTILIZERS, HERBICIDES, etc.				
	INSECTICIDES				
	ABIANA/WATER CHARGES				
	TOTAL COST OF INPUTS				
2	LABOUR COST:	NIL	NIL	NIL	NIL
	LAND PREPARATION				
	PLANTATION				
	MAINTENANCE OF CANE CROP/RATIONS				
	OPERATION OF TRACTORS				
	HARVESTING				
	TOTAL LABOUR COST				
3	OTHER COST:	NIL	NIL	NIL	NIL
	FUEL FOR TRACTORS OPERATIONS				
	MAINTENANCE AND OVER HAUL OF TRACTORS				
	INSURANCE				
	INTEREST EXPENSES				
	DEPRECIATION OF EQUIPMENTS				
	RENT OF AGRICULTURAL EQUIPMENTS (IF ANY)				
	TOTAL OTHER COSTS:				
	TOTAL COST OF OWN PRODUCTION (1+2+3)	NIL	NIL	NIL	NIL
	SALES VALUE AT CONTROLLED PRICE				
	PROFIT/LOSS ON OWN PRODUCTION				

NOTE

As no sugar cane has been cultivated by the company on its own farm, consequently the above annexure is not applicable.

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
STATEMENT SHOWING COST OF SUGAR CANE CRUSHED
FOR THE YEAR ENDED 30-09-2011

SR.#	PARTICULARS	CURRENT YEAR			PREVIOUS YEAR		
		QUANTITY M.TONS	RATE Rs./M.TON	AMOUNT Rs.	QUANTITY M.TONS	RATE Rs./M.TON	AMOUNT Rs.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	TOTAL SUGAR CANE PURCHASED AT GOVT.	513,707.28	3,127.47	1,606,601,766	329,879.01	2,500.33	824,805,255
	FIXED RATE						
	SUGARCANE PRODUCED OWN FARMS (ANNEXURE 2)	-	-	-			
	LESS: LOSS IN TRANSIT						-
	SUGARCANE RECEIVED AT FACTORY GATE	513,707.28	3,127.47	1,606,601,766	329,879.01	2,500.33	824,805,255
2	COMMISSION	-	-			-	
	QUALITY PREMIUM / SUBSIDY TO GROWERS	513,707.28	2,108.61	1,083,207,106	329,879.01	2,717.76	896,533,148
4	CANE LOADING CHARGES	-	-	-	329,879.01	4.38	1,446,129
5	CANE UNLOADING / FEEDING CHARGES	513,707.28	0.69	356,319	329,879.01	0.56	183,263
6	CANE DEVELOPMENT EXPENSES	513,707.28	3.70	1,901,788	329,879.01	5.90	1,946,132
7	TAXES AND LEVIES						
	(a) CANE CESS / PURCHASE TAX						
	(b) MARKET COMMITTEE FEE	513,707.28	5.00	2,568,544	329,879.01	5.01	1,651,085
	(c) ROAD CESS	513,707.28	25.00	12,841,567	329,879.01	18.77	6,191,371
	(d) OCTROI						
	(e) OTHER LEVIES				-	-	
			30.00	15,410,111.00		23.77	7,842,456.00
8	TRANSPORTATION CHARGES						
	(a) CANE HAULAGE / TRANSPORTATION EXPENSES	513,707.28	1.74	892,831	329,879.01	21.16	6,981,447
	(b) TRANSPORTATION SUBSIDY						
	(c) OTHERS HANDLING & DISTRIBUTION	513,707.28	21.75	11,173,488	329,879.01	34.72	11,453,026
			23.49	12,066,319.00		55.88	18,434,473.00
9	OTHER EXPENDITURES AT CANE COLLECTION CENTRES						
	(a) SALARIES & WAGES						
	(b) STORES						
	(c) REPAIRS & MAINTENANCE						
	(d) OTHERS	513,707.28	0.45	233,150	329,879.01	5.53	1,824,350
			0.45	233,150		5.53	1,824,350.00
	TOTAL COST OF SUGAR CANE TRANSFERRED TO PRODUCTION PROCESSES (ANNEXURE 1)	513,707.280	5,294	2,719,776,559	329,879.01	5,314.12	1,753,015,206

NOTES:

No sugar cane has been produced by the company.

No beet has been used for the production of white sugar.

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED

STATEMENT SHOWING COST OF BEET CONSUMED

FOR THE YEAR ENDED 30-09-2011

SR.#	PARTICULARS	CURRENT YEAR			PREVIOUS YEAR		
		QUANTITY M.TONS	RATE Rs./M.TON	AMOUNT Rs.	QUANTITY M.TONS	RATE Rs./M.TON	AMOUNT Rs.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	TOTAL BEET PURCHASED AT GOVT. FIXED RATE	-	-	-	-	-	-
	LESS: LOSS IN TRANSIT	-	-	-	-	-	-
	BEET RECEIVED AT FACTORY GATE	-	-	-	-	-	-
2	COMMISSION PAID	-	-	-	-	-	-
3	LOADING/UNLOADING CHARGES	-	-	-	-	-	-
4	BEET DEVELOPMENT EXPENSES	-	-	-	-	-	-
	(a) SALARIES & WAGES OF SUPPLY & DEVELOPMENT STAFF	-	-	-	-	-	-
	(b) SUGAR CANE DEVELOPMENT RESEARCH	-	-	-	-	-	-
	(c) SUPPLY STAFF AND TRANSPORTATION EXPENSES	-	-	-	-	-	-
	(d) OTHER EXPENDITURES	-	-	-	-	-	-
5	TAXES AND LEVIES(IF ANY)	-	-	-	-	-	-
	(a) PURCHASE TAX	-	-	-	-	-	-
	(b) MARKET COMMITTEE FEE	-	-	-	-	-	-
	(c) ROAD CESS	-	-	-	-	-	-
	(d) OCTROI	-	-	-	-	-	-
	(e) OTHER LEVIES	-	-	-	-	-	-
6	TRANSPORTATION CHARGES	-	-	-	-	-	-
	(a) DELIVERY EXPENSES/TRAVELLING FROM PURCHASING CENTRE TO MILL GATE	-	-	-	-	-	-
	(b) TRANSPORTATION SUBSIDY	-	-	-	-	-	-
	(c) OTHERS	-	-	-	-	-	-
7	OTHER EXPENDITURES AT BEET COLLECTION CENTRES	-	-	-	-	-	-
	(a) SALARIES & WAGES	-	-	-	-	-	-
	(b) STORES	-	-	-	-	-	-
	(c) REPAIRS & MAINTENANCE	-	-	-	-	-	-
	(d) OTHERS	-	-	-	-	-	-
	TOTAL COST OF BEET TRANSFERRED TO PRODUCTION PROCESSES (ANNEXURE 1)						

NOTES:

- 1 No beet has been consumed by the company.
- 2 No beet has been used for the production of white sugar.

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
STATEMENT SHOWING COST OF PROCESS MATERIAL CONSUMED
FOR THE YEAR ENDED 30-09-2011

SR.#	PARTICULARS	CURRENT SEASON		PREVIOUS SEASON	
		AMOUNT Rs.	COST/TON OF SUGAR	AMOUNT Rs.	COST/TON OF SUGAR
(1)	(2)	(3)	(4)	(5)	(6)
	TOTAL SUGAR PRODUCED (M. TONS)	43,516		27,590	
1	UNSLACKED LIME	3,257,023	74.85	1,662,948	60.27
2	PHOSPHORIC ACID	1,528,405	35.12		-
3	VISCADE	-	-	8,624	0.31
4	SULPHUR	-	-	-	-
5	CAUSTIC SODA	1,585,953	36.45	810,979	29.39
6	SODA ASH	358,277	8.23	186,829	6.77
7	SODIUM CHLORIDE	-	-		-
8	SODIUM SULPHATE & NITRATE	-	-		-
9	BLEACHING POWDER	550,349	12.65	130,950	4.75
10	ANTIFOAM	77,700	1.79	15,180	0.55
11	FORMALINE	21,516	0.49	28,680	1.04
12	LAB. CHEMICALS	136,289	3.13	178,400	6.47
13	SCUM FLOCULANT	-	-		-
14	SPIRIT	-	-	4,350	0.16
15	HCL	9,280	0.21		-
16	MUD FLOCULANT	830,745	19.09	54,250	1.97
17	COLOR PRECIPETANT	-	-	20,425	0.74
18	SEMI FLACOULENT	-	-		-
19	DGLOFLAOC DES200	4,057,233	93.24		-
20	SIKAMENT 163		-		-
21	DECLORIZER PROPEAGEN		-		-
22	DGLOFLOC DES600		-		-
23	TRI SODIUM PHOSPHATE		-	30,000	1.09
		12,412,770	285.25	3,131,615	113.51
	OIL & LUBRICANTS	4,558,702	104.76	2,272,675	82.37
	TOTAL	16,971,472	390.01	5,404,290	195.88
	LESS ALLOCATED TO:-----				
	(a) ELECTRICITY GENERATION				
	(b) STEAM GENERATION				
	(c) RAW MATERIALS				
	(d) ADMIN EXPENSES				
	(e) SELLING & DISTRIBUTION EXPENDITURES				
	(f) ANY OTHERS SPECIFY				
	BALANCE TRANSFERED TO PRODUCTION PROCESS (ANNEXURE 1)	16,971,472	390.01	5,404,290	195.88

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
STATEMENT SHOWING COST OF SALARIES, WAGES & BENEFITS
FOR THE YEAR ENDED 30-09-2011

SR.#	PARTICULARS	CURRENT YEAR		PREVIOUS YEAR	
		AMOUNT Rs.	COST/TON OF SUGAR	AMOUNT Rs.	COST/TON OF SUGAR
(1)	(2)	(3)	(4)	(5)	(6)
	TOTAL SUGAR PRODUCED (M. TONS)	43,516		27,590	
	COST				
1	SALARIES & WAGES				
(i)	OFFICERS & PERMANENT STAFF	45,168,636	1,037.99	38,963,850	1,412.25
(ii)	SEASONAL STAFF AND RETAINED STAFF	13,539,110	311.13	10,244,905	371.33
(iii)	DAILY RATED AND CONTRACT LABOR	-	-	-	-
(iv)	BONUSES/EXGRATIA/REWARDS	26,022	0.60	621,176	22.51
		58,733,768.00	1,349.72	49,829,931.00	1,806.09
2	BENEFITS		-		-
(i)	MEDICAL EXPENSES		-	-	-
(ii)	CANTEEN EXPENSES		-		-
(iii)	STAFF WELFARE	1,704,997	39.18	953,031	34.54
(iv)	WELFARE RECREATION		-		-
(v)	TRANSPORT & TRAVELLING	8,920	0.20	289,335	10.49
(vi)	EDUCATION CESS/ EXPENSES		-		-
(vii)	GROUP INSURANCE/WORKMAN		-		-
(viii)	COMP. INSURANCE		-		-
(ix)	PROVIDENT FUND (EMPLOYER'S CONTRIBUTION)		-		-
(x)	GRATUITY / PENSION	1,845,117	42.40	2,503,351	90.73
(xi)	EOBI CONTRIBUTION	2,467,572	56.71	1,628,545	59.03
(xii)	SOCIAL SECURITY	2,471,577	56.80	1,840,338	66.70
(xiii)	OVERTIME DIRECT	-	-	69,464	2.52
	Others	-	-	445,235	16.14
		8,498,183	195.29	7,729,299	280.15
	TOTAL	67,231,951	1,545.01	57,559,230	2,086.24
	LESS ALLOCATED TO:-----				
(a)	ELECTRICITY GENERATION	-	-	-	-
(b)	STEAM GENERATION	-	-	-	-
(c)	RAW MATERIALS	-	-	-	-
(d)	ADMIN EXPENSES	6,917,444	158.97	6,488,779	235.19
(e)	SELLING & DISTRIBUTION EXPENDITURES	-	-	-	-
(f)	ANY OTHERS SPECIFY	-	-	-	-
		6,917,444.00	158.97	6,488,779.00	235.19
	BALANCE TRANSFERED TO PRODUCTION PROCES	60,314,507	1,386.05	51,070,451	1,851.05

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
STATEMENT SHOWING COST OF STEAM/GENERATED CONSUMED
FOR THE YEAR ENDED 30-09-2011

SR.#	PARTICULARS	UNIT	CURRENT YEAR	PREVIOUS YEAR	VARIANCE
(1)	(2)		(3)	(4)	(5)
	TYPES OF STEAM BOILERS USED		WATER TUBE	WATER TUBE	
1	NUMBER OF DAYS WORKED	Days	109	91	18.00
2	INSTALLED CAPACITY (STEAM IN TONNES)	TPH	240	240	-
3	UTILISED CAPACITY (STEAM IN TONNES)	TPH	135.00	86.00	49.00
4	PRODUCTIONS:				
	(a) HIGH PRESSURE STEAM	TONS	353,160	187,828	165,332.00
	(b) MEDIUM PRESSURE STEAM		-	-	-
	(c) LOW PRESSURE STEAM		-	-	-
	(d) LESS: TRANSIT LOSSES	TONS	(7,063)	(3,756)	(3,307.00)
	(e) TOTAL	TONS	346,097	184,072	162,025.00
5	PERCENTAGE OF CAPACITY UTILISATION (3/2*100)	%	56.25%	35.83%	20%

SR.#	PARTICULARS	CURRENT YEAR			PREVIOUS YEAR		
		QUANTITY (M.TONS)	RATE PER M.TON Rs.	AMOUNT Rs.	QUANTITY (M.TONS)	RATE PER M.TON Rs.	AMOUNT Rs.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	WATER						
2	FUELS:						
	(a) BAGGASE						
	(i) OWN-						
	(ii) PURCHASED	-	-	-	-	-	-
	(b) PITCH			-			-
	(c) COAL PURCHASED			-			-
	(d) FURNACE OIL						
	(e) FIRE WOOD	43,516	24.22	1,053,920	27,590	31.28	862,995
	(f) GAS						
	(g) OTHER FUELS-HUSK AND STRAW						
	QUANTITY OF WASTE HEAT FROM THE PLANT (IF ANY)						
3	CONSUMABLE STORES		24.22	1,053,920		31.28	862,995
4	DIRECT SALARIES, WAGES & BENEFITS						
5	REPAIRS AND MAINTENANCE						
6	OTHER DIRECT EXPENSES (e.g.) BOILER INSPECTION FEE etc.						
7	INSURANCE						
8	DEPRECIATION						
	TOTAL COST OF STEAM RAISED		24.22	1,053,920		31.28	862,995
9	LESS: OUTSIDE SALE						
10	TOTAL COST OF STEAM FOR SELF CONSUMPTION						
11	ADD: COST OF STEAM PURCHASED						
12	TOTAL COST OF STEAM CONSUMED		24.22	1,053,920		31.28	862,995
13	ALLOCATION						
	TOTAL OF ITEM 12 ALLOCATED TO ----						
	(i) WHITE BAGGED SUGAR						
	(ii) ELECTRIC POWER HOUSE		24.22	1,053,920		31.28	862,995
	(iii) OTHERS						
	(a) STAFF COLONY						
	(b) OFFICE BUILDING etc.						
	TOTAL:	43,516	24.22	1,053,920	27,590	31.28	862,995

CHIEF EXECUTIVE
LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED

**STATEMENT SHOWING COST OF ELECTRIC POWER PURCHASED/GENERATED AND CONSUMED
FOR THE YEAR ENDED 30-09-2011**

SR #	PARTICULARS	CURRENT YEAR	PREVIOUS YEAR	VARIANCE
1	INSTALLED CAPACITY (KWH)	23,712,000	23,712,000	-
2	NUMBER OF UNITS GENERATED (KWH)	8,096,400	7,446,100	650,300
3	NUMBER OF UNITS PURCHASED (KWH)	946,737	836,182	110,555
4	TOTAL (2+3)	9,043,137	8,282,282	760,855
5	CONSUMPTION IN POWER HOUSE INCLUDING OTHER LOSSES	-	-	-
6	NET UNITS CONSUMED (4 - 5)	9,043,137	8,282,282	760,855
7	PERCENTAGE OF CONSUMPTION AND LOSSES TO TOTAL UNITS AVAILABLE (= 5 / 4 * 100)	100%	100%	-
8	PERCENTAGE OF POWER GENERATED TO INSTALLED CAPACITY (= 2 / 1 * 100)	34.14%	31.40%	3%

SR.#	PARTICULARS	CURRENT YEAR			PREVIOUS YEAR		
		QUANTITY UNITS	RATE PER M. TON Rs.	AMOUNT Rs.	QUANTITY UNITS	RATE PER M. TON Rs.	AMOUNT Rs.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	TOTAL SUGAR PRODUCED (M. TONS)	43,516			27,590		
	COST						
1	STEAM (ANNEXURE 7)	-	-	-	-	-	-
2	CONSUMABLE STORES	43,516	4.52	196,714	27,590	2.96	81,550
3	SALARIES & WAGES			-			-
4	ORHER DIRECT EXPENSE			-			-
5	REPAIRS AND MAINTENANCE			-			-
6	DUTY ON ELECTRICITY	43,516	19.84	863,356	27,590	11.37	313,609
7	DEPRECIATION			-			-
	TOTAL:		24.36	1,060,070		14.32	395,159
8	LESS:			-			-
	(a) CREDIT FOR EXHAUST STEAM USED IN PROCESS etc.			-			-
	(b) OTHER CREDITS (if any)			-			-
9	COST OF POWER GENERATED		24.36	1,060,070		14.32	395,159
10	LESS: COST OF POWER SOLD			-			-
11	ADD: COST OF FUEL AND POWER		214.92	9,352,452		249.56	6,885,308
12	NET COST OF POWER CONSUMED		239.28	10,412,522		263.88	7,280,467
13	COST PER UNIT AVERAGE			-			0.88
	TOTAL AT ITEM 12 ALLOCATED TO:			-			-
	(i) WHITE BAGGED SUGAR		239.28	10,412,522		263.88	7,280,467
	(ii) SELF CONSUMPTION			-			-
	(iii) OTHERS			-			-
	(a) STAFF COLONY			-			-
	(b) OFFICE BUILDING			-			-
	(b) OTHER (SPECIFY)			-			-
				-			-
	TOTAL:		239.28	10,412,522		263.88	7,280,467

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED**STATEMENT SHOWING OTHER FACTORY OVERHEADS****FOR THE YEAR ENDED 30-09-2011**

SR.#	PARTICULARS	AMOUNTS IN RUPEES			
		CURRENT YEAR		PREVIOUS YEAR	
		AMOUNT Rs.	COST/TON OF SUGAR	AMOUNT Rs.	COST/TON OF SUGAR
(1)	(2)	(3)	(4)	(5)	(6)
	TOTAL SUGAR PRODUCED (M. TONS)	43,516		27,590	
	COST				
1	RENT, RATES & TAXES	-	-	-	-
2	PRINTING & STATIONERY	-	-	-	-
3	POSTAGE & TELEGRAM	-	-	-	-
4	TELEPHONE, FAX & TELEX	-	-	6,000	0.22
5	TRAVELLING AND CONVEYANCE	-	-	-	-
6	FEE, SUBSCRIPTIONS, BOOKS AND PERIODICALS	73,975	1.70	110,700	4.01
7	ENTERTAINMENT	285,854	6.57	345,678	12.53
8	REPAIR AND OTHERS	441,439	10.14	1,368,374	49.60
9	FREIGHT AND OCTROI	-	-	-	-
10	FIRE FIGHTING CHARGES	-	-	-	-
11	CASH HANDLING CHARGES	61,883		175,191	6.35
	OTHER MANUFACTURING EXPENSES	-	-	-	-
	MUD HANDLING	-	-	-	-
	ASH HANDLING	-	-	-	-
	BAGGASSE HANDLING	-	-	-	-
	SUGAR HANDLING EXPENSES	-	-	-	-
	CEREMONIAL EXPENSE	-	-	-	-
	GARDNING EXPENSE	-	-	-	-
	GUEST HOUSE EXPENSE	894,937	20.57	742,195	26.90
	VEHICLE REPAIR & MAINTENANCE	-	-	-	-
		-	-	-	-
		-	-	-	-
12	TOTAL	1,758,088	40.40	2,748,138	99.61
	ALLOCATED TO:-----				
	(i) WHITE BAGGED SUGAR	1,758,088	40.40	2,748,138	99.61
	(ii) ELECTRIC POWER HOUSE				
	(iii) STEAM GENERATION				
	(iii) OTHERS				
	(a) STAFF COLONY				
	(b) OFFICE BUILDING etc.				
	TOTAL AS PER ITEM 12 ABOVE	1,758,088	40.40	2,748,138	99.61

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
STATEMENT SHOWING ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED 30-09-2011

SR.#	PARTICULARS	AMOUNTS IN RUPEES			
		CURRENT YEAR		PREVIOUS YEAR	
		AMOUNT Rs.	COST/TON OF SUGAR	AMOUNT Rs.	COST/TON OF SUGAR
(1)	(2)	(3)	(4)	(5)	(6)
<u>1</u>	TOTAL SUGAR PRODUCED (M. TONS)	43,516		27,590	
<u>2</u>	COST				
	SALARIES & WAGES	6,917,444	158.97	6,488,779	235.19
	DIRECTORS REMUNERATION	2,400,000	55.15	2,200,000	79.74
	RENT, RATES & TAXES	2,400,000	55.15	2,401,218	87.03
	INSURANCE	1,105,528	25.41	1,645,421	59.64
	WATER, GAS AND ELECTRICITY	1,518,205	34.89	1,167,532	42.32
	PRINTING & STATIONERY	292,765	6.73	390,927	14.17
	POSTAGE & TELEGRAM	129,537	2.98	71,723	2.60
	TELEPHONE, FAX & TELEX	1,362,909	31.32	837,797	30.37
	REPAIR AND MAINTENANCE	1,679,952	38.61	766,005	27.76
	TRAVELLING AND CONVEYANCE	939,226	21.58	86,891	3.15
	SUBSCRIPTIONS, BOOKS AND PERIODICALS	412,495	9.48	332,057	12.04
	ENTERTAINMENT	499,523	11.48	457,944	16.60
	ADVERTISING	130,190	2.99	717,668	26.01
	LEGAL AND PROFESSIONAL EXPENSES	2,552,750	58.66	4,939,381	179.03
	AUDITOR'S REMUNERATION	625,000	14.36	625,000	22.65
	VEHICLE RUNNING EXPENSES	3,778,426	86.83	2,828,119	102.51
	WPPF FUND	1,616,177	37.14	925,960	33.56
	DEPRICEATION	4,156,719	95.52	5,120,030	185.58
	MISCELLANEOUS	149,944	3.45	150,491	5.45
					-
	TOTAL AS PER ITEM 12 ABOVE	32,666,790	750.69	32,152,943	1,165.38

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

HASEEB WAQAS SUGAR MILLS LIMITED
STATEMENT SHOWING SELLING EXPENSES
FOR THE YEAR ENDED 30-09-2011

SR.#	PARTICULARS	AMOUNTS IN RUPEES			
		CURRENT YEAR		PREVIOUS YEAR	
		AMOUNT Rs.	COST/TON OF SUGAR	AMOUNT Rs.	COST/TON OF SUGAR
(1)	(2)	(3)	(4)	(5)	(6)
1	TOTAL SUGAR PRODUCED (M. TONS)	43,516		27,590	
2	COST				
	SALARIES & WAGES	-			
	TRAVELLING AND CONVEYANCE	-			
	COMMISSION	-			
	FREIGHT OUTWARDS	-			
	SUGAR LOADING/UNLOADING EXPENSES	-	-	-	-
	EXPORT EXPENSES	-	-	-	-
	VEHICLE RUNNING EXPENSES	-		-	
	ADVERTISING FOR SALES PROMOTION	-		-	
	SELLING EXPENSE	-		-	
	STORAGE EXPENSES	-	-	-	-
	TOTAL AS PER ITEM 12 ABOVE	-	-	-	-

CHIEF EXECUTIVE

LAHORE: January 23, 2012

CHIEF ACCOUNTANT

Haseeb Waqas Sugar Mills Limited
 Cost Audit Report
 For the Year Ended September 30, 2011

	Current Year Amount Rs	Previous Year Amount Rs
Total cost of make and sell (Annexure 1)	3,017,658,747	1,866,000,875
	<u>3,017,658,747</u>	<u>1,866,000,875</u>
Administrative Expenses	32,666,790	32,152,943
Selling and Distribution	-	-
Finance Cost	167,931,206	125,788,403
Sales tax/ Excise duty	184,979,225	94,766,664
Closing Stock (Molasses)	20,586,700	12,586,121
	406,163,921	265,294,131
Add:		
Realizable value of by product	276,318,081	122,034,960
Opening Stock (Molasses)	12,586,121	4,938,547
	288,904,202	126,973,507
Total cost of sales (as per financial statements)	<u><u>2,900,399,028</u></u>	<u><u>1,727,680,251</u></u>