

## **COST AUDITORS' REPORT TO THE BOARD OF DIRECTORS**

We, **M/s SAEED-UL-HASSAN & 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 Section (1) of Section 230 of the Companies Ordinance, 1984 and other relevant record for the year ended on September 30, 2015 and report that:

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 30, 2016

**SAEED-UL-HASSAN & Co.**  
*CHARTERED ACCOUNTANTS*

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**APPENDIX III [see Rule 4(3)]**  
**OF THE COMPANIES (AUDIT OF COST ACCOUNTS) RULES, 1998**

This is with reference to our appointment as Cost Auditors for the year ended September 30, 2015 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 Exchange Commission of Pakistan (SECP) (the "Commission") dated October 30, 2008 and subsequent approval by the same authority, as conveyed vide Letter No. EMD/C.O.258/85/2002-521 dated October 31, 2014. In this regard, we take pleasure in reporting hereunder on the following matters:

<b>1 CAPACITY</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>1.1</b> 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)	2,261.68	4,001	4,321
No. of days worked (Days)	97	105	109
Total capacity based on the No. of Days Worked (M. Tons)	776,000	840,000	872,000
Cane crushed (M.Tons)	219,383	420,096	470,972

**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 all the accounting entries for the Cost of Production, at various levels, to be incorporated in the financial books of accounts. The Company's weighment bridge is fully computerized that facilitates the incorporation of Cane purchased in the books of account at the time of weightment. The said Software was assessed as adequate to determine correctly the Company's Cost of Production.

**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

<b>3 PRODUCTION</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>3.1</b> Sugar produced from sugar cane (M. Tons)	18,940	38,762	43,565
Sugar produced from sugar cane (No. of 50 kg. bags of sugar)	378,800	775,240	871,300

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

	<b>2015</b>	<b>2014</b>	<b>2013</b>
Available/Installed Capacity (M. Tons.)	776,000	840,000	872,000
Capacity utilized (M. Tons.)	219,383	420,096	470,972
Percentage of production in relation to installed capacity.	28.27%	50.01%	54.01%

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

	2015		
	Sugar Cane (M. Tons)	Recovery %	White Sugar (M. Tons)
Installed crushing capacity (at 97 days)	776,000	8.66%	67,202
Attained crushing capacity	219,383	8.66%	18,999
Variance	556,617	-	48,203
	2014		
	Sugar Cane	Recovery	White Sugar
Installed crushing capacity (at 105 days)	840,000	9.24%	77,616
Attained crushing capacity	420,096	9.24%	38,817
Variance	419,904	-	38,799
	2013		
	Sugar Cane	Recovery	White Sugar
Installed crushing capacity (at 109 days)	872,000	9.00%	78,480
Attained crushing capacity	470,972	9.00%	42,387
Variance	401,028	-	36,093

**3.2.2 Reason for variance in available/installed capacity:**

	2015	2014	2013
Available capacity depends upon the length of crushing season which was (in days)	97	105	109

**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:**

	2015	2014	2013
Crushing hours available (Hours)	2,328	2,521	2,616
Hours actually crushed (Hours)	2,206	2,402	2,467
Percentage of hours crushed in relation to crushing hours available	94.76%	95.27%	94.30%

**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)**

	2015	2014	2013
Raw material cost (Rupees)	2,245,677,404	2,754,313,691	2,535,050,793
No. of 50 kg bags of sugar (Bags)	378,800	775,240	871,300
Cost of raw material (per bag of production) (Rupees)	5,928.40	3,552.85	2,909.50

- 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:**

	2015	2014	2013
No. of 50 kg. bags of sugar (Bags)	378,800	775,240	871,300
Total sugar cane crushed (M. Tons)	219,383	420,096	470,972
No. of bags of sugar produced per M.Tons of Sugar Cane Crushed bags)	1.73	1.85	1.85

4.5 **Recovery Percentage of Sugar**

(in percentage)	2015	2014	2013
	8.66%	9.24%	9.00%

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 Sugar Cane (both in Quantity and Value), were determined.

**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 (2014: Rs. 2.4 Million, 2013: Rs. 2.4 Million) and Rs. 9.387 Million (2014: Rs. 9.566 Million, 2013: Rs. 7.403 Million) respectively. The said are also entitled to the free use of Company Cars.

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

	2015	2014	2013
Total man-days of direct labour available (Days)	99,037	104,895	126,876
Total man-days of direct labour actually worked (Days)	93,847	99,975	119,640

5.3 **Average No. of Workers Employed for the year:**

	2015	2014	2013
Direct and indirect labour, including contract staff (No. of Workers)	1021	999	1164

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

	2015	2014	2013
Direct Labour Cost (Rupees)	76,874,970	88,556,577	88,204,993
No. of Bags of Sugar (Bags)	378,800	775,240	871,300
Direct Labour Cost (per bag of output) (Rupees)	202.94	114.23	101.23

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

- 5.6 There were various Incentive Schemes for direct/indirect labour, i.e EOB, ESS, 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:

	2015	2014	2013
Expenditure on stores and spares parts (Rupees)	48,004,903	72,917,285	62,240,987
No. of bags of sugar cane (Bags)	378,800	775,240	871,300
Stores and spare parts - expenditure per bag of output (Rupees)	126.73	94.06	71.43

6.2 The stores and spare parts cost per unit of output has increased due to the decrease 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 consumption.

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

3.9 (2014: 4.7) 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:

	2015	2014	2013
i) Factory overheads	1,150,109	2,577,898	2,336,347
ii) Administrative	38,800,560	32,954,948	33,260,389
iii) Selling and distribution	-	-	911,780
iv) Financial charges	144,107,178	187,700,411	203,435,943
	<u>184,057,847</u>	<u>223,233,257</u>	<u>239,944,459</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:

	2015	2014	Increase/ (Decrease)
i) Factory overheads	1,150,109	2,577,898	(1,427,789)
ii) Administrative	38,800,560	32,954,948	5,845,612
iii) Selling and distribution	-	-	-
iv) Financial charges	144,107,178	187,700,411	(43,593,233)

	2014	2013	Increase/ (Decrease)
i) Factory overheads	2,577,898	2,336,347	241,551
ii) Administrative	32,954,948	33,260,389	(305,441)
iii) Selling and distribution	-	911,780	(911,780)
iv) Financial charges	187,700,411	203,435,943	(15,735,532)

**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. Decrease in the financial charges is due to multifold reasons, but mainly due to increase in long term financing in the year, transfer of short term finance into long term finance.

**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**

	2015	2014	2013
Polypropylene bags	9,257,160	19,467,348	18,853,897

**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 competition with surrounding Sugar Mills in respect of sugar cane purchase, multiple shut downs, less rains and the abundance of unapproved, poor quality Sugar Cane varieties.

**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:**

	2015	2014	2013
Cost of goods manufactured (Rupees)	1,492,466,120	2,224,944,414	2,098,454,328
Sugar produced from sugar cane (M. Tons)	18,940	38,762	43,565
Cost of production per M.Tons of White Sugar (Rupees)	78,799.69	57,400.14	48,170.44

**11.3** The cost of production per M. Tons of white sugar has increased by Rs. 9,229.7. This increase has resulted due to increase in sugar cane / raw material cost .

**12 SALES** 9,229.70

**12.1 Local - White Sugar**

	<b>2015</b>	<b>2014</b>	<b>2013</b>
Total sales of sugar	1,455,993,332	2,119,036,473	2,251,227,216
No. of 50 kg bags sold to white sugar (Bags)	593,400	893,490	938,457
Average selling price per 50 kg bag of white sugar	2,453.65	2,371.64	2,398.86
Average selling price per M. Tons of white sugar	49,072.91	47,432.80	47,977.21

**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**

	<b>2015</b>	<b>2014</b>	<b>2013</b>
Total cost to make and sell white sugar	2,245,677,404	2,754,313,691	2,535,050,793
Quantity of white sugar sold (M.Tons)	29,670	44,675	46,923
Cost of white sugar sold per M. Tons	75,688.49	61,652.93	54,025.93
Sale price per M. Tons of white sugar (from 12.1 above)	49,072.91	47,432.80	47,977.21
Profit/(loss) per M. Tons	(26,615.57)	(14,220.13)	(6,048.73)

**13.2 Profit/(Loss) per Machine Hour:**

	<b>2015</b>	<b>2014</b>	<b>2013</b>
Total profit/(loss) on sale of white sugar	(789,684,072)	(635,277,218)	(283,823,577)
Total machine hours available	2,328	2,521	2,616
Total machine hours lost	122	119	149
Total machine hours actually crushed (Hours)	2,206	2,402	2,467
Profit/(loss) per machine hours	(357,971)	(264,500)	(115,057)

**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:

- a) matters, which appear to be clearly wrong in principle or apparently unjustifiable;
- b) cases, where the company's funds have been used in a negligent or inefficient manner;
- c) 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 ultimately enhance the recovery rate and overall profitability. Besides the cost reduction in purchase of raw material, saving in other manufacturing expenses should be tried. Apart from the non-availability of sugar cane, there are no bottlenecks that limit production. Further that the Inventory System is adequate, the utilization of energy is efficient (being utilized at the maximum level) and the plant was new when installed.

**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 Chief Accountant, are enclosed with this report.

**17 MISCELLANEOUS**

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

LAHORE: January 30, 2016

**SAEED-UL-HASSAN & CO.**  
*CHARTERED ACCOUNTANTS.*



**HASEEB WAQAS SUGAR MILLS LIMITED**  
**COST AUDIT REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

**RECONCILIATION OF COST ACCOUNTS WITH FINANCIAL ACCOUNTS**

	<b>Current Year Amount (Rs.)</b>	<b>Previous Year Amount (Rs.)</b>
<b>Total Cost to Make and Sell (As Per Annexure I)</b>	<b>2,245,677,404</b>	<b>2,754,313,691</b>
<b>Less:</b>		
Administrative Expenses	38,800,560	32,954,948
Selling and Distribution Expenses	-	-
Finance Cost	144,107,178	187,700,411
Sales Tax / Excise Duty	157,102,711	194,657,448
Closing Stock (Molasses)	-	-
	340,010,449	415,312,807
<b>Add:</b>		
Realisable Value of By-Products	81,331,520	243,132,750
Opening Stock (Molasses)	-	-
	81,331,520	243,132,750
<b>Total Cost of Sales (As Per Financial Statements)</b>	<b>1,986,998,475</b>	<b>2,582,133,634</b>

**HASEEB WAQAS SUGAR MILLS LIMITED  
COST AUDIT REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 2015**

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**COMPANY INFORMATION**

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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	MOZA JAGMAL TEHSIL JATTOI DISTT. MUZAFAR GARH
5	PRODUCTS OTHER THAN SUGAR BEING MANUFACTURED	NIL
6	TOTAL NUMBER OF HOURS OF ACTUAL CRUSHING	2,206
7	INSTALLED CANE CRUSHING CAPACITY (IN TONS.Per Day)	8,000

**CHIEF EXECUTIVE**

**CHIEF ACCOUNTANT**

LAHORE: January 30, 2016

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**COST AUDIT REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

**SECTION DATA**

Sr.No.	Particulars	Current Year	Previous Year
<b>(1A)</b>	<b>CANE CRUSHED</b>		
	DATE STARTED	November 18, 2014	November 18, 2013
	DATE FINISHED	February 25, 2015	March 2, 2014
	DURATION OF RUN DAYS	97	105
	TOTAL NUMBER OF HOURS IN DURATION	2328	2,521
	TOTAL NUMBER OF HOURS ACTUAL CRUSHING	2205.6	2,401.80
	TOTAL NUMBER OF HOURS LOST	122.4	119.20
	TOTAL CANE MILLED (TONNES)	219,382.64	420,096.13
	CONVERTED MAUNDS	5,484,566	10,502,403
	TOTAL MIXED JUICE OBTAINED (TONNES)	243,054.027	465,046.410
<b>1B.</b>	<b>GUR MELTED</b>		
<b>2</b>	<b>JUICE AND ADDED WATER</b>		
	AVERAGE MIXED JUICE %CANE	110.79	110.70
	AVERAGE ADDED WATER %CANE	42.62	42.62
<b>3</b>	<b>SUGAR MADE</b>		
	TOTAL SUGAR BAGGED OF ALL GRADES(100 Kgs.)	-	-
	TOTAL SUGAR BAGGED OF ALL GRADES(50 Kgs.)	378,800	775,240
	SUGAR BAGGED (TONNES)	18,940	38,762
	SUGAR IN PROCESS(TONNES)	69.50	67.50
<b>4</b>	<b>MOLASSES EXTRACTED</b>		
	TOTAL MOLASSES SENT OUT (TONNES)	9,480	19,850
	MOLASSES IN PROCESS (TONNES)	19.00	21.00
<b>5</b>	<b>RECOVERY %</b>		
	LABORATORY TEST % RECOVERY OF SUGARCANE :		
	AVERAGE RECOVERY OF MAKETABLE WHITE SUGAR % CANE	8.66%	9.24%
	AVERAGE PRODUCTION OF FINAL MOLASSES % CANE	4.33%	4.73%
<b>6</b>	<b>BY PRODUCTS</b>		
	BUGGASE % CANE (TONNES)	27.53%	29.35%
	V. F. CAKE % CANE (TONNES)	3.12%	3.10%
<b>7</b>	<b>CLARIFICATION PROCESS</b>		
	DEFACTATION REMELT PHOSPHITATION		

**CHIEF EXECUTIVE**

**CHIEF ACCOUNTANT**

LAHORE: January 30, 2016

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**COST AUDIT REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

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**STATEMENT SHOWING CAPACITY UTILISED**

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Sr.No.	Particulars	Current Year	Previous Year
	<b><u>CAPACITY</u></b>		
(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	2,261.68	4,000.92
(4)	PERCENTAGE OF UTILIZATION IN RELATION TO INSTALLED CAPACITY	28.27%	50.01%

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**COST AUDIT REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

**STATEMENT SHOWING PRODUCTION CAPACITY OF THE PLANT**

<b>Sr.No.</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
<b>(1)</b>	<b>INSTALLED PRODUCTION</b>		
	(a) SUGAR	67,202	77,616
	(b) MOLASSES	33,601	39,732
	(c) OTHERS	-	-
<b>(2)</b>	<b>ACTUAL PRODUCTION</b>		
	(a) SUGAR	18,940	38,762
	(b) MOLASSES	9,480	19,850
	(c) OTHERS		
<b>(3)</b>	<b>PERCENTAGE OF PRODUCTION IN RELATION TO INSTALLED CAPACITY</b>		
	(a) SUGAR	28.18%	49.94%
	(b) MOLASSES	28.21%	49.96%
	(c) OTHERS	-	-

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**COST AUDIT REPORT**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2015**

**STATEMENT SHOWING STOCK IN TRADE**

SR. #	PARTICULARS	CURRENT YEAR		PREVIOUS YEAR	
		QUANTITY (M. TONS)	AMOUNT	QUANTITY (M. TONS)	AMOUNT
(1)	<b>RAW MATERIALS</b>	-	-	-	-
(2)	<b>WORK IN PROCESS</b>				
	<u>SUGAR</u>	69.50	3,693,796	67.50	3,587,500
	<u>MOLASSES</u>	19.00	173,415	21.00	184,920
			3,867,211		3,772,420
(3)	<b>FINISHED GOODS</b>				
	SUGAR	-	-	10,730.45	570,303,546
	MOLASSES	-	-	-	-
			-		570,303,546
		(A)	3,867,211		574,075,966
(4)	<b>STORE GENERAL</b>				
	STORES		22,611,730		59,327,752
	SPARES		541,822		534,544
	LOOSE TOOLS		-		-
		(B)	23,153,552		59,862,296
		(A+B)	<b>27,020,763</b>		<b>633,938,262</b>

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT SHOWING COST OF PRODUCTION AND SALE OF**  
**WHITE BAGGED SUGAR FOR THE YEAR ENDED 30-09-2015**

<b>QUANTITATIVE DATA-BAGGED SUGAR</b>	<b>2015 CURRENT YEAR</b>	<b>2014 PREVIOUS YEAR</b>
OPENING STOCK (MT)	10,730	16,643
PRODUCTION (MT)	18,940	38,762
PURCHASE(MT)	-	-
	<b>29,670</b>	55,405
CLOSING STOCK (MT)	-	(10,730)
SALES (MT)	<b>29,670</b>	44,675

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)	1,028,919,042	54,325.19	1,888,039,138	48,708.51
	(b) BEET (ANNEXURE 4)	-	-	-	-
	(c) GUR	-	-	-	-
	(d) RAW SUGAR	-	-	-	-
	(e) PROCESS MATERIAL CONSUMED(ANNEXURE 5)	15,858,510	837.30	32,863,458	847.83
		-	-	-	-
2	SALARIES/WAGES & BENEFITS (ANNEXURE 6)	76,874,970	4,058.87	88,556,577	2,284.62
3	REPAIR & MAINTENANCE	54,283,704	2,866.09	87,513,496	2,257.71
4	DISMANTLING EXPENSES	27,200,825	1,436.16	-	-
5	STEAM (ANNEXURE 7)	4,962,413	262.01	4,257,150	109.83
6	ELECTRIC POWER (ANNEXURE 8)	17,926,820	946.51	16,329,329	421.27
7	WATER & GAS	-	-	-	-
8	INSURANCE	2,910,150	153.65	8,498,809	219.26
9	DEPRECIATION	177,446,017	9,368.85	126,776,896	3,270.65
10	OTHER FACTORY OVERHEADS (ANNEXURE 9)	1,150,109	60.72	2,577,898	66.51
<b>11</b>	<b>TOTAL COST</b>	<b>1,407,532,560</b>	<b>74,315.34</b>	<b>2,255,412,751</b>	<b>58,186.18</b>
12	ADD. OPENING STOCK OF W.I.P.	3,772,420	199.18	2,312,037	59.65
13	LESS: CLOSING STOCK OF W.I.P.	3,867,211	204.18	3,772,420	97.32
<b>14</b>	<b>TOTAL COST OF GOODS MANUFACTURED</b>	<b>1,407,437,769</b>	<b>74,310.34</b>	<b>2,253,952,368</b>	<b>58,148.51</b>
15	LESS: REALISABLE VALUE OF BY PRODUCTS	81,331,520	4,294.17	243,132,750	6,272.45
		-	-	-	-
<b>16</b>	<b>NET COST OF GOODS MANUFACTURED</b>	<b>1,326,106,249</b>	<b>70,016.17</b>	<b>2,010,819,618</b>	<b>51,876.05</b>
<b>17</b>	<b>ADD: PACKING MATERIAL &amp; HANDLING</b>	<b>9,257,160</b>	<b>488.76</b>	<b>19,467,348</b>	<b>502.23</b>
<b>18</b>	<b>NET COST OF BAGGED SUGAR</b>	<b>1,335,363,409</b>	<b>70,504.93</b>	<b>2,030,286,966</b>	<b>52,378.28</b>
<b>19</b>	<b>ADD: EXCISE DUTY/SALES TAX</b>	<b>157,102,711</b>	<b>8,294.76</b>	<b>194,657,448</b>	<b>5,021.86</b>
<b>20</b>	<b>TOTAL COST OF BAGGED SUGAR</b>	<b>1,492,466,120</b>	<b>78,799.69</b>	<b>2,224,944,414</b>	<b>57,400.14</b>
<b>21</b>	<b>ADD: OPENING STOCK OF SUGAR</b>	<b>570,303,546</b>	<b>30,111.06</b>	<b>879,017,464</b>	<b>22,677.30</b>
<b>22</b>	<b>LESS: CLOSING STOCK OF SUGAR</b>	<b>-</b>	<b>-</b>	<b>570,303,546</b>	<b>14,712.95</b>
<b>23</b>	<b>COST OF SALES</b>	<b>2,062,769,666</b>	<b>108,910.75</b>	<b>2,533,658,332</b>	<b>65,364.49</b>
<b>24</b>	<b>ADMINISTRATIVE EXPENSES (ANNEX. 10)</b>	<b>38,800,560</b>	<b>2,048.60</b>	<b>32,954,948</b>	<b>850.19</b>
<b>25</b>	<b>SELLING &amp; DISTRIBUTION EXPENSES (ANNEX 11)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>26</b>	<b>FINANCIAL EXPENSES</b>	<b>144,107,178</b>	<b>7,608.62</b>	<b>187,700,411</b>	<b>4,842.38</b>
<b>27</b>	<b>OTHER CHARGES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
		-	-	-	-
	<b>TOTAL COST MAKE AND SELL</b>	<b>2,245,677,404</b>	<b>118,567.97</b>	<b>2,754,313,691</b>	<b>71,057.06</b>

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

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT SHOWING COST OF SUGAR CANE PRODUCED**  
**FOR THE YEAR ENDED 30-09-2015**

SR.#	PARTICULARS	CURRENT YEAR		PREVIOUS YEAR	
		QUANTITY	AMOUNT Rs.	QUANTITY	AMOUNT Rs.
(1)	(2)	(3)	(4)	(5)	(6)
<b>1</b>	<b>SEEDS AND OTHER INPUTS:</b>	NIL	NIL	NIL	NIL
	SEED				
	FERTILIZERS, HERBICIDES, etc.				
	INSECTICIDES				
	ABIANA/WATER CHARGES				
	TOTAL COST OF INPUTS				
<b>2</b>	<b>LABOUR COST:</b>	NIL	NIL	NIL	NIL
	LAND PREPARATION				
	PLANTATION				
	MAINTENANCE OF CANE CROP/RATIONS				
	OPERATION OF TRACTORS				
	HARVESTING				
	TOTAL LABOUR COST				
<b>3</b>	<b>OTHER COST:</b>	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 30, 2016

**CHIEF ACCOUNTANT**



**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT SHOWING COST OF SUGAR CANE CRUSHED**  
**FOR THE YEAR ENDED 30-09-2015**

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)
<b>1</b>	<b>TOTAL SUGAR CANE PURCHASED AT GOVT.</b>	219,382.64	4,500.01	987,224,340	420,096.13	4,249.98	1,785,401,418
	<b>FIXED RATE</b>						
	SUGARCANE PRODUCED OWN FARMS (ANNEXURE 2)	-	-	-	-	-	-
	LESS: LOSS IN TRANSIT						
	<b>SUGARCANE RECEIVED AT FACTORY GATE</b>	219,382.64	4,500.01	987,224,340	420,096.13	4,249.98	1,785,401,418
<b>2</b>	INCENTIVES	219,382.64	-	-	420,096.13	119.38	50,150,958
<b>3</b>	QUALITY PREMIUM / SUBSIDY TO GROWERS	219,382.64	55.60	12,197,227	420,096.13	30.35	12,748,136
<b>4</b>	CANE LOADING CHARGES	-	-	-	-	-	-
<b>5</b>	CANE UNLOADING / FEEDING CHARGES	219,382.64	0.52	114,617	420,096.13	0.52	219,479
<b>6</b>	CANE DEVELOPMENT EXPENSES	219,382.64	35.23	7,729,561	420,096.13	27.16	11,411,062
<b>7</b>	<b>TAXES AND LEVIES</b>						
	(a) CANE CESS / PURCHASE TAX						
	(b) MARKET COMMITTEE FEE	219,382.64	5.02	1,102,214	420,096.13	5.00	2,100,482
	(c) ROAD CESS	219,382.64	37.50	8,226,550	420,096.13	25.00	10,501,050
	(d) OCTROI						
	(e) OTHER LEVIES	219,382.64	0.10	21,600	420,096.13	0.89	375,826
			42.62	9,350,364.00		30.89	12,977,358.00
<b>8</b>	<b>TRANSPORTATION CHARGES</b>						
	(a) CANE HAULAGE / TRANSPORTATION EXPENSES	219,382.64	1.07	234,129	420,096.13	1.02	427,489
	(b) TRANSPORTATION SUBSIDY						
	(c) OTHERS HANDLING & DISTRIBUTION	219,382.64	55.01	12,068,804	420,096.13	35.00	14,703,238
			56.08	12,302,933		35.00	15,130,727.00
<b>9</b>	<b>OTHER EXPENDITURES AT CANE COLLECTION</b>						
	<b>CENTRES</b>						
	(a) SALARIES & WAGES						
	(b) STORES						
	(c) REPAIRS & MAINTENANCE						
	(d) OTHERS						
			-	-		-	-
	<b>TOTAL COST OF SUGAR CANE TRANSFERRED TO PRODUCTION PROCESSES (ANNEXURE 1)</b>	219,382.640	4.690	1,028,919,042	420,096.13	4,494.30	1,888,039,138

**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 30, 2016

**CHIEF ACCOUNTANT**

# HASEEB WAQAS SUGAR MILLS LIMITED

## STATEMENT SHOWING COST OF BEET CONSUMED

FOR THE YEAR ENDED 30-09-2015

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

**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 30, 2016

**CHIEF ACCOUNTANT**

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT SHOWING COST OF PROCESS MATERIAL CONSUMED**  
**FOR THE YEAR ENDED 30-09-2014**

SR.#	PARTICULARS	CURRENT SEASON		PREVIOUS SEASON	
		AMOUNT Rs.	COST/TON OF SUGAR	AMOUNT Rs.	COST/TON OF SUGAR
(1)	(2)	(3)	(4)	(5)	(6)
	<b>TOTAL SUGAR PRODUCED (M. TONS)</b>	<b>18,940</b>		38,762	
<u>1</u>	UNSLACKED LIME	2,682,214	141.62	5,558,300	143.40
<u>2</u>	PHOSPHORIC ACID	2,040,756	107.75	4,229,019	109.10
<u>3</u>	FLOCON 260-490	55,519	2.93	115,050	2.97
<u>4</u>	BIOCIDE 550	240,276	12.69	497,920	12.85
<u>5</u>	CAUSTIC SODA	1,943,970	102.64	4,028,452	103.93
<u>6</u>	SODA ASH	616,744	32.56	1,278,067	32.97
<u>7</u>	SODIUM CHLORIDE	-	-	-	-
<u>8</u>	SODIUM SULPHATE & NITRATE	-	-	-	-
<u>9</u>	BLEACHING POWDER	407,551	21.52	844,560	21.79
<u>10</u>	ANTIFOAM	79,689	4.21	165,139	4.26
<u>11</u>	FORMALINE	111,020	5.86	230,064	5.94
<u>12</u>	LAB. CHEMICALS	132,907	7.02	275,420	7.11
<u>13</u>	SCUM FLOCCULANT A-100	96,744	5.11	200,481	5.17
<u>14</u>	SPIRIT	-	-	-	-
<u>15</u>	HCL	139,600	7.37	289,291	7.46
<u>16</u>	MUD FLOCCULANT	553,976	29.25	1,147,994	29.62
<u>17</u>	COLOR PRECIPITANT	-	-	-	-
<u>18</u>	ACID INHIBITOR	19,312	1.02	40,020	1.03
<u>19</u>	COLOUR QUEST 55	4,358,687	230.13	9,032,423	233.02
<u>20</u>	CHEM FLOC 59	4,343	0.23	9,000	0.23
<u>21</u>	DECLORIZER PROPEAGEN	-	-	-	-
<u>22</u>	DGLOFLOC DES600	22,198	1.17	46,000	1.19
<u>23</u>	TRI SODIUM PHOSPHATE	7,688	0.41	15,932	0.41
		<b>13,513,195</b>	<b>713.47</b>	<b>28,003,132</b>	<b>722.44</b>
	OIL & LUBRICANTS	2,345,315	123.83	4,860,326	125.39
	<b>TOTAL</b>	<b>15,858,510</b>	<b>837.30</b>	<b>32,863,458.00</b>	<b>847.83</b>
	LESS ALLOCATED TO:-----				
	(a) ELECTRICITY GENERATION				
	(b) STEAM GENERATION				
	(c) RAW MATERIALS				
	(d) ADMIN EXPENSES				
	(e) SELLING & DISTRIBUTION EXPENDITURES				
	(f) ANY OTHERS SPECIFY				
	<b>BALANCE TRANSFERED TO PRODUCTION PROCESS (ANNEXURE 1)</b>	<b>15,858,510</b>	<b>837.30</b>	<b>32,863,458</b>	<b>847.83</b>

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT SHOWING COST OF SALARIES, WAGES & BENEFITS**  
**FOR THE YEAR ENDED 30-09-2015**

SR.#	PARTICULARS	CURRENT YEAR		PREVIOUS YEAR	
		AMOUNT Rs.	COST/TON OF SUGAR	AMOUNT Rs.	COST/TON OF SUGAR
(1)	(2)	(3)	(4)	(5)	(6)
	<b>TOTAL SUGAR PRODUCED (M. TONS)</b>	18,940		38,762	
	<b>COST</b>				
<b>1</b>	<b>SALARIES &amp; WAGES</b>				
(i)	OFFICERS & PERMANENT STAFF	65,357,770	3,450.78	75,728,927	1,953.69
(ii)	SEASONAL STAFF AND RETAINED STAFF	16,010,196	845.31	17,701,499	456.67
(iii)	DAILY RATED AND CONTRACT LABOR	-	-	-	-
(iv)	BONUSES/EXGRATIA/REWARDS	-	-	-	-
		81,367,966.00	4,296.09	93,430,426.00	2,410.36
<b>2</b>	<b>BENEFITS</b>				
(i)	MEDICAL EXPENSES		-		-
(ii)	CANTEEN EXPENSES		-		-
(iii)	STAFF WELFARE	3,373,170	178.10	1,453,639	37.50
(iv)	WELFARE RECREATION		-		-
(v)	TRANSPORT & TRAVELLING		-		-
(vi)	EDUCATION CESS/ EXPENSES		-		-
(vii)	GROUP INSURANCE/WORKMAN		-		-
(viii)	COMP. INSURANCE		-		-
(ix)	PROVIDENT FUND (EMPLOYER'S CONTRIBUTION)		-		-
(x)	GRATUITY / PENSION		-		-
(xi)	EOBI CONTRIBUTION	842,724	44.49	1,072,744	27.68
(xii)	SOCIAL SECURITY	988,750	52.20	1,305,433	33.68
(xiii)	OVERTIME DIRECT		-		-
	Others		-		-
		5,204,644	274.80	3,831,816	98.85
	<b>TOTAL</b>	<b>86,572,610</b>	<b>4,570.89</b>	<b>97,262,242</b>	<b>2,509.22</b>
	LESS ALLOCATED TO:-----				
(a)	ELECTRICITY GENERATION		-		-
(b)	STEAM GENERATION		-		-
(c)	RAW MATERIALS		-		-
(d)	ADMIN EXPENSES	9,697,640	512.02	8,705,665	224.59
(e)	SELLING & DISTRIBUTION EXPENDITURES		-		-
(f)	ANY OTHERS SPECIFY		-		-
		9,697,640.00	512.02	8,705,665.00	224.59
	<b>BALANCE TRANSFERED TO PRODUCTION PROCES</b>	<b>76,874,970</b>	<b>4,058.87</b>	<b>88,556,577</b>	<b>2,284.62</b>

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT SHOWING COST OF STEAM/GENERATED CONSUMED**  
**FOR THE YEAR ENDED 30-09-2015**

SR.#	PARTICULARS	UNIT	CURRENT YEAR	PREVIOUS YEAR	VARIANCE
(1)	(2)		(3)	(4)	(5)
	<b>TYPES OF STEAM BOILERS USED</b>		WATER TUBE	WATER TUBE	
1	NUMBER OF DAYS WORKED	Days	97	105	(8.00)
2	INSTALLED CAPACITY (STEAM IN TONNES)	TPH	240	240	-
3	UTILISED CAPACITY (STEAM IN TONNES)	TPH	83.00	156.88	(73.89)
4	<b>PRODUCTIONS:</b>				
	(a) HIGH PRESSURE STEAM	TONS	193,214	395,348	(202,134.00)
	(b) MEDIUM PRESSURE STEAM		-	-	-
	(c) LOW PRESSURE STEAM		-	-	-
	(d) LESS: TRANSIT LOSSES	TONS	2,942	6,099	(3,157.00)
	(e) TOTAL	TONS	196,156	401,447	(205,291.00)
5	PERCENTAGE OF CAPACITY UTILISATION (3/2*100)	%	34.58%	65.37%	-31%

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	18,940	254.11	4,812,788			
	(i) OWN-						
	(ii) PURCHASED	-	-	-	-	-	-
	(b) PITCH			-			-
	(c) COAL PURCHASED			-			-
	(d) FURNACE OIL						
	(e) FIRE WOOD	18,940	7.90	149,625	38,762	2.79	108,000
	(f) GAS	-	-	-	38,762	107.04	4,149,150
	(g) OTHER FUELS-HUSK AND STRAW						
	QUANTITY OF WASTE HEAT FROM THE PLANT (IF ANY)						
3	CONSUMABLE STORES		262.01	4,962,413		109.83	4,257,150
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		262.01	4,962,413		109.83	4,257,150
9	LESS: OUTSIDE SALE						
10	TOTAL COST OF STEAM FOR SELF CONSUMPTION						
11	ADD: COST OF STEAM PURCHASED						
12	TOTAL COST OF STEAM CONSUMED		262.01	4,962,413		109.83	4,257,150
13	<b>ALLOCATION</b>						
	TOTAL OF ITEM 12 ALLOCATED TO ----						
	(i) WHITE BAGGED SUGAR						
	(ii) ELECTRIC POWER HOUSE		262.01	4,962,413		109.83	4,257,150
	(iii) OTHERS						
	(a) STAFF COLONY						
	(b) OFFICE BUILDING etc.						
	<b>TOTAL:</b>	18,940	262.01	4,962,413	38,762	109.83	4,257,150

**CHIEF EXECUTIVE**  
LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

## HASEEB WAQAS SUGAR MILLS LIMITED

### STATEMENT SHOWING COST OF ELECTRIC POWER PURCHASED/GENERATED AND CONSUMED FOR THE YEAR ENDED 30-09-2015

SR #	PARTICULARS	CURRENT YEAR	PREVIOUS YEAR	VARIANCE
1	INSTALLED CAPACITY (KWH)	23,712,000	23,712,000	-
2	NUMBER OF UNITS GENERATED (KWH)	7,310,824	14,962,100	(7,651,276)
3	NUMBER OF UNITS PURCHASED (KWH)	-	-	-
4	TOTAL (2+3)	7,310,824	14,962,100	(7,651,276)
5	CONSUMPTION IN POWER HOUSE INCLUDING OTHER LOSSES	-	-	-
6	NET UNITS CONSUMED ( 4 - 5 )	7,310,824	14,962,100	(7,651,276)
7	PERCENTAGE OF CONSUMPTION AND LOSSES TO TOTAL UNIT	100%	100%	-
	UNITS AVAILABLE ( = 5 / 4 * 100 )			
8	PERCENTAGE OF POWER GENERATED TO INSTALLED CAPACITY ( = 2 / 1 * 100 )	30.83%	63.10%	(62.79)

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)	
	<b>TOTAL SUGAR PRODUCED (M. TONS)</b>	18,940			38,762			
	<b>COST</b>							
1	STEAM (ANNEXURE 7)	-	-	-	-	-	-	
2	CONSUMABLE STORES			-	38,762	26.40	1,023,251	
3	SALARIES & WAGES			-			-	
4	OTHER DIRECT EXPENSE			-			-	
5	REPAIRS AND MAINTENANCE			-			-	
6	DUTY ON ELECTRICITY			-	38,762	-	-	
7	DEPRECIATION			-			-	
	<b>TOTAL:</b>			-		26.40	1,023,251	
8	LESS:			-			-	
	(a) CREDIT FOR EXHAUST STEAM USED IN PROCESS etc.			-			-	
	(b) OTHER CREDITS (if any)			-			-	
9	COST OF POWER GENERATED			-		26.40	1,023,251	
10	LESS: COST OF POWER SOLD			-			-	
11	ADD: COST OF FUEL AND POWER			946.51	17,926,820	394.87	15,306,078	
12	NET COST OF POWER CONSUMED			946.51	17,926,820	421.27	16,329,329	
13	COST PER UNIT AVERAGE			-			-	
	TOTAL AT ITEM 12 ALLOCATED TO:			-			-	
	(i) WHITE BAGGED SUGAR			946.51	17,926,820	421.27	9,391,464	
	(ii) SELF CONSUMPTION			-			-	
	(iii) OTHERS			-			-	
	(a) STAFF COLONY			-			-	
	(b) OFFICE BUILDING			-			-	
	(b) OTHER (SPECIFY)			-			-	
	<b>TOTAL:</b>			-	946.51	17,926,820	421.27	9,391,464

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

# HASEEB WAQAS SUGAR MILLS LIMITED

## STATEMENT SHOWING OTHER FACTORY OVERHEADS

FOR THE YEAR ENDED 30-09-2015

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)
	<b>TOTAL SUGAR PRODUCED (M. TONS)</b>	18,940		38,762	
	<b>COST</b>				
1	RENT, RATES & TAXES	-	-	-	-
2	PRINTING & STATIONERY	-	-	-	-
3	POSTAGE & TELEGRAM	-	-	-	-
4	TELEPHONE, FAX & TELEX	-	-	-	-
5	TRAVELLING AND CONVEYANCE	-	-	-	-
6	FEE, SUBSCRIPTIONS, BOOKS AND PERIODICALS	32,160	1.70	72,370	1.87
7	ENTERTAINMENT	280,561	14.81	436,176	11.25
8	GENERAL CHARGES	266,506	14.07	394,426	10.18
9	FREIGHT AND OCTROI		-		-
10	FIRE FIGHTING CHARGES		-		-
11	CASH HANDLING CHARGES	-	-	-	-
	<b>OTHER MANUFACTURING EXPENSES</b>		-		-
	MUD HANDLING		-		-
	ASH HANDLING		-		-
	BAGGASSE HANDLING		-		-
	SUGAR HANDLING EXPENSES		-		-
	CEREMONIAL EXPENSE		-		-
	GARDNING EXPENSE		-		-
	GUEST HOUSE EXPENSE	570,882	30.14	1,674,926	43.21
	VEHICLE REPAIR & MAINTENANCE		-		-
			-		-
			-		-
12	TOTAL	1,150,109	60.72	2,577,898	66.51
	ALLOCATED TO:-----				
	(i) WHITE BAGGED SUGAR	1,150,109	60.72	2,336,347	66.51
	(ii) ELECTRIC POWER HOUSE				
	(iii) STEAM GENERATION				
	(iii) OTHERS				
	(a) STAFF COLONY				
	(b) OFFICE BUILDING etc.				
	<b>TOTAL AS PER ITEM 12 ABOVE</b>	1,150,109	60.72	2,577,898	66.51

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT SHOWING ADMINISTRATIVE EXPENSES**  
**FOR THE YEAR ENDED 30-09-2014**

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>	<b>TOTAL SUGAR PRODUCED (M. TONS)</b>	<b>18,940</b>		38,762	
<u>2</u>	<b>COST</b>				
	SALARIES & WAGES	9,697,640	512.02	8,705,665	224.59
	DIRECTORS REMUNERATION	2,400,000	126.72	2,400,000	61.92
	RENT, RATES & TAXES	2,400,000	126.72	2,400,000	61.92
	INSURANCE	920,836	48.62	850,162	21.93
	WATER, GAS AND ELECTRICITY	255,406	13.49	318,343	8.21
	PRINTING & STATIONERY	404,345	21.35	411,876	10.63
	POSTAGE & TELEGRAM	-	-	187,607	4.84
	TELEPHONE, FAX & TELEX	1,402,031	74.02	1,573,055	40.58
	REPAIR AND MAINTENANCE	366,552	19.35	845,165	21.80
	TRAVELLING AND CONVEYANCE	1,162,134	61.36	662,555	17.09
	BOOKS AND PERIODICALS	14,594	0.77	16,385	0.42
	FEE AND SUBSCRIPTION	2,042,255	107.83	1,284,131	33.13
	ENTERTAINMENT	731,713	38.63	934,938	24.12
	ADVERTISING	89,346	4.72	54,940	1.42
	LEGAL AND PROFESSIONAL EXPENSES	3,886,450	205.20	604,162	15.59
	AUDITOR'S REMUNERATION	625,000	33.00	625,000	16.12
	VEHICLE RUNNING EXPENSES	5,192,887	274.18	7,268,341	187.51
	DEPRICEATION	4,336,090	228.94	3,657,375	94.35
	MISCELLANEOUS	2,873,281	151.70	155,248	4.01
					-
	<b>TOTAL AS PER ITEM 12 ABOVE</b>	<b>38,800,560</b>	<b>2,048.60</b>	32,954,948	850.19

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**



**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT SHOWING SELLING EXPENSES**  
**FOR THE YEAR ENDED 30-09-2014**

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)
<b>1</b>	<b>TOTAL SUGAR PRODUCED (M. TONS)</b>	<b>18,940</b>		38,762	
<b>2</b>	<b>COST</b>				
	SALARIES & WAGES	-			
	TRAVELLING AND CONVEYANCE	-			
	COMMISSION	-			
	FREIGHT OUTWARDS	-			
	SUGAR LOADING/UNLOADING EXPENSES	-	-	-	-
	EXPORT EXPENSES - FREIGHT AND OCTROI	-	-	911,780	23.52
	VEHICLE RUNNING EXPENSES	-		-	
	ADVERTISING FOR SALES PROMOTION	-		-	
	SELLING EXPENSE	-		-	
	STORAGE EXPENSES	-	-	-	-
	<b>TOTAL AS PER ITEM 12 ABOVE</b>	<b>-</b>	<b>-</b>	<b>911,780</b>	<b>23.52</b>

**CHIEF EXECUTIVE**

LAHORE: January 30, 2016

**CHIEF ACCOUNTANT**

**Haseeb Waqas Sugar Mills Limited**  
Cost Audit Report  
For the Year Ended September 30, 2015

	<b>Current Year Amount Rs</b>	<b>Previous Year Amount Rs</b>
<b>Total cost of make and sell (Annexure 1)</b>	2,245,677,404	2,535,050,793
	<u>2,245,677,404</u>	<u>2,535,050,793</u>
Administrative Expenses	38,800,560	33,260,389
Selling and Distribution	-	911,780
Finance Cost	144,107,178	203,435,943
Sales tax/ Excise duty	157,102,711	246,523,869
Closing Stock (Molasses)	-	-
	340,010,449	484,131,981
Add:		
Realizable value of by product	81,331,520	561,614,415
Opening Stock (Molasses)	-	195,581,144
	81,331,520	757,195,559
<b>Total cost of sales (as per financial statements)</b>	<u><u>1,986,998,475</u></u>	<u><u>2,808,114,371</u></u>