

HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM BALANCE SHEET

AS AT DECEMBER 31, 2015

	Note	Dec 31, 2015	Sep 30, 2015
		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		324,000,000	324,000,000
Accumulated loss		(1,897,743,800)	(1,773,287,801)
		(1,573,743,800)	(1,449,287,801)
Surplus on Revaluation of Property, Plant and Equipment		1,747,116,788	1,768,804,207
Non Current Liabilities			
Long term financing - secured		1,909,061,374	1,562,185,935
Liabilities against assets subject to finance lease		23,939,784	27,184,728
Deferred liabilities		30,035,431	30,035,431
Deferred taxation		895,665,352	866,560,655
		2,858,701,941	2,485,966,749
Current Liabilities			
Trade and other payables		443,466,154	438,829,004
Markup/ interest payables		131,885,650	89,681,083
Short term borrowings		734,333,146	710,820,105
Current portion of non current liabilities		209,076,503	187,405,692
Provision for taxation		-	-
		1,518,761,453	1,426,735,884
Contingencies and Commitments	4	-	-
		4,550,836,382	4,232,219,039
ASSETS			
Non Current Assets			
Property, plant and equipment	5	4,042,510,446	3,695,512,964
Long term deposits		13,251,620	13,251,620
		4,055,762,066	3,708,764,584
Current Assets			
Stores, spares and loose tools		43,815,303	23,153,554
Stock in trade		24,160,405	3,867,211
Trade deposits and short term prepayments		420,224,735	490,776,050
Cash and bank balances		6,873,873	5,657,640
		495,074,316	523,454,455
		4,550,836,382	4,232,219,039

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

CHIEF EXECUTIVE

DIRECTOR

HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Unaudited) FOR THE QUARTER ENDED DECEMBER 31, 2015

	Note	Un-audited	
		Dec 31, 2015	Dec 31, 2014
Rupees			
Sales - Net	6	-	902,434,021
Cost of goods sold	7	91,217,377	1,145,580,110
Gross (loss)		(91,217,377)	(243,146,089)
Operating expenses:			
- Administrative and general expenses		7,930,374	8,411,306
		(99,147,751)	(251,557,395)
Other operating income		-	-
(Loss) from operation		(99,147,751)	(251,557,395)
Finance cost		33,323,408	34,881,003
(Loss) before taxation		(132,471,159)	(286,438,398)
Taxation			
Deferred		(13,672,259)	(18,217,642)
		(13,672,259)	(18,217,642)
(Loss)/ profit after taxation		(146,143,418)	(304,656,040)
Earning per share - basic		(4.51)	(9.40)

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

CHIEF EXECUTIVE

DIRECTOR

HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (Unaudited) FOR THE QUARTER ENDED DECEMBER 31, 2015

	Un-audited	
	Dec 31, 2015	Dec 31, 2014
	Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(132,471,159)	(286,438,398)
Adjustments for:		
- Depreciation	(42,725,807)	45,028,739
- Provision for employees retirement benefits	-	816,667
- Finance cost	33,323,408	34,881,003
	(9,402,399)	80,726,409
Operating (loss)/ profit before working capital changes	(141,873,558)	(205,711,989)
(Increase) / decrease in current assets:		
- Stores, spares and loose tools	-	24,089,925
- Stock in trade	-	488,914,300
- Trade deposits and short term prepayments	-	(273,455,348)
Increase / (decrease) in current liabilities:		
- Trade and other payables	-	(366,131,790)
	-	(126,582,913)
Cash used in operations	(141,873,558)	(332,294,901)
Income tax paid / deducted	(1,028,268)	(3,040,832)
Gratuity paid	(349,168)	(28,628)
Finance cost paid	8,881,159	(44,760,411)
Net cash generated/ used in operating activities	(134,369,835)	(380,124,774)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(254,190,978)	(24,724,575)
Long term deposits	-	-
Net cash used in investing activities	(254,190,978)	(24,724,575)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (Repayment) from long term loans - Net	-	680,000,000
Proceeds / (Repayment) from Lease Finance - Net	-	-
Proceeds / (Repayment) from directors' loan - Net	(12,438,704)	26,340,397
Proceeds / (Repayment) from short term borrowings - Net	-	(305,600,927)
Net cash generated from/ used in financing activities	(12,438,704)	400,739,470
Net increase in cash and cash equivalents	(400,999,517)	(4,109,879)
Cash and cash equivalents at the beginning of the period	6,496,332	10,606,211
Cash and cash equivalents at the end of the period	(394,503,185)	6,496,332

(401,377,058)

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

CHIEF EXECUTIVE

DIRECTOR

HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Unaudited) FOR THE QUARTER ENDED DECEMBER 31, 2015

	Un-audited	
	Dec 31, 2015	Dec 31, 2014
	Rupees	
(Loss) after taxation	(146,143,418)	(304,656,040)
Other comprehensive income	-	-
Total comprehensive (loss) for the period	<u>(146,143,418)</u>	<u>(304,656,040)</u>

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

CHIEF EXECUTIVE

DIRECTOR

HASEEB WAQAS SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Unaudited)
FOR THE QUARTER ENDED DECEMBER 31, 2015

	Share Capital	Accumulated loss / Unappropriated profit Rupees	Total
Balance as at September 30, 2014	324,000,000	(1,083,736,505)	(759,736,505)
Loss for the period	-	(304,656,040)	(304,656,040)
Other comprehensive income	-	-	-
Total comprehensive income/ (loss) for the period	-	(304,656,040)	(304,656,040)
Transfer from surplus on revaluation of fixed assets in respect of incremental depreciation - net of deferred tax	-	22,587,374	22,587,374
Balance as at December 31, 2014	324,000,000	(1,365,805,171)	(1,041,805,171)
Loss for the period	-	(475,244,742)	(475,244,742)
Other comprehensive income	-	-	-
Total comprehensive income/ (loss) for the period	-	(475,244,742)	(475,244,742)
Transfer from surplus on revaluation of fixed assets in respect of incremental depreciation - net of deferred tax	-	67,762,112	67,762,112
Balance as at September 30, 2015	324,000,000	(1,773,287,801)	(1,449,287,801)
Loss for the period	-	(146,143,418)	(146,143,418)
Other comprehensive income	-	-	-
Total comprehensive income/ (loss) for the period	-	(146,143,418)	(146,143,418)
Transfer from surplus on revaluation of fixed assets in respect of incremental depreciation - net of deferred tax	-	21,687,419	21,687,419
Balance as at December 31, 2015	324,000,000	(1,897,743,800)	(1,573,743,800)

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

CHIEF EXECUTIVE

DIRECTOR

HASEEB WAQAS SUGAR MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS. FOR THE QUARTER ENDED DECEMBER 31, 2015

1 REPORTING ENTITY.

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 6-F Model Town, Lahore. The mill is situated at Mouza Jagmal Tehsil Jattoi 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 BASIS OF PREPARATION

These financial statements are unaudited and are being submitted to share holders as required u/s 245 of Companies Ordinance, 1984. These have been prepared in accordance with the International Accounting Standard No. 34 "Interim Financial Reporting" as applicable in Pakistan and notified by Securities and Exchanges Commission of Pakistan (SECP) and shall be read in conjunction with the published audited financial statements for the year ended September 30, 2015

The crushing season 2015-2016 of the Company commenced on December 28, 2015

3 ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computations adopted for the preparation of these financial statements are the same as applied in the preparation of the preceding annual published financial statements of the Company for the year ended September 30, 2015

4 CONTINGENCIES AND COMMITMENTS

4.1 There is no material change in the status of the contingencies and commitments reported in the annual financial statements for the year ended September 30, 2015

5 PROPERTY, PLANT AND EQUIPMENT

	Unaudited	Audited
	Dec 31, 2015	Sep 30, 2015
	Rupees	
Opening written down value	3,745,593,661	3,570,545,215
Addition during the period/year		
- Plant and machinery	-	179,516,283
- Capital Work in Progress	254,190,978	127,233,574
	254,190,978	306,749,857
	3,999,784,639	3,877,295,072
Depreciation for the period / year	42,725,807	(131,701,411)
	4,042,510,446	3,745,593,661

	Unaudited	
	Dec 31, 2015	Dec 31, 2014
Rupees		
6 SALES - NET		
- Sugar	-	973,863,591
- Molasses	-	-
- Mud	-	836,000
	<u>-</u>	<u>974,699,591</u>
Less: Sales tax and federal excise duty	-	(72,265,570)
	<u>-</u>	<u>902,434,021</u>
7 COST OF GOODS SOLD		
Raw materials consumed	34,553,812	548,982,220
Stores and spares consumed	1,859,793	19,047,451
Salaries, wages and other benefits	33,274,854	24,993,569
Insurance	-	941,166
Repair and maintenance	401,953	18,266,672
Depreciation	41,420,159	43,947,845
Others	-	486,887
	<u>111,510,571</u>	<u>656,665,810</u>
Opening work in process	3,867,211	3,772,420
Closing work in process	(24,160,405)	(38,786,333)
	<u>(20,293,194)</u>	<u>(35,013,913)</u>
Cost of goods manufactured	91,217,377	621,651,897
Opening finished goods	-	570,303,546
Closing finished goods	-	(46,375,333)
	<u>-</u>	<u>523,928,213</u>
	<u>91,217,377</u>	<u>1,145,580,110</u>

8 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:

8.1 Balances with related parties	Unaudited	Audited
	Dec 31, 2015	Sep 30, 2015
Rupees		
Due to:		
Abdullah Sugar Mills Limited	708,711,621	707,550,367
Haseeb Waqas Trading (Private) Limited	2,204,064	2,135,064
Oriental Fruits (Private) Limited	23,417,461	893,500
Long term loan from directors	584,176,154	207,371,944

Due to related parties represents balances resulting from related party transactions entered into in ordinary course of business.

9 AUTHORIZATION FOR ISSUE

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

10 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.