

HASEEB WAQAS SUGAR MILLS LIMITED



Company Information

Board of Directors

1. Mr. Raza Mustafa
2. Mian Abdullah Ilyas
3. Mian Waqas Riaz
4. Mrs. Yasmin Riaz
5. Ms. Zainab Waqas
6. Mrs. Shahzadi Ilyas
7. Ms. Zakia Ilyas
8. Miss. Aqsa Riaz

Chairman
Director/Chief Executive
Director
Director
Director
Director
Director
Director

Audit Committee

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

Human Resource & Remuneration Committee

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

Company Secretary

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

Chief Financial Officer

Syed Mubashar Hussain Bukhari
Tel: 042-35917313
Email: hwgc@hwgc.com.pk

Auditors

M/s Qadeer & Company
Chartered Accountants
32-A, Lawrence Road, Lahore

Registrar

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

Mills

Mouza Jagmal, Tehsil Jattoi
District. Muzaffargarh

Registered Office

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

Bankers

National Bank of Pakistan
Sindh Bank Limited
The Bank of Punjab

Legal Advisor

Muhammad Ahsan Khan
(Advocate)



DIRECTORS' REVIEW FOR THE FIRST QUARTER ENDED 31 DECEMBER 2023

Dear Members

The Directors of your Company take pleasure in presenting the un-audited accounts for the period ended 31 December 2023.

FINANCIAL RESULTS

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

	For the period ended 31 December	
	2023	2022
	(Rupees)	
Net Sales	-	-
Gross (Loss)	(82,649,478)	(35,555,628)
Net (Loss) before tax	(85,876,853)	(99,841,472)
Net (Loss) after tax	(67,561,948)	(82,818,165)
Basic Earning per share	(2.09)	(2.56)

It is in your good knowledge that the above situation arose due to Supreme Court judgment about shifting of mills from Nankana to Ali Pur, Muzaffar Garh.

During the period under review, the Company posted gross loss of Rs.(82,649,478) as compared to last periods of Rs.(35,555,628). Further, the company remains nonoperational during the crushing season and resultantly have zero production and sales during the period.

FUTURE OUTLOOK

Management of the company is hopeful of catching the crushing season 2024-25 and optimistic of doing the crushing at its maximum level.

ACKNOWLEDGEMENT

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

On behalf of the Board


(Abdullah Ilyas)
Chief Executive

Lahore
30 January 2024




HASEEB WAQAS SUGAR MILLS LIMITED CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2023

	Note	Dec 31, 2023 Rupees	Sep 30, 2023 Rupees
CAPITAL AND LIABILITIES			
Share Capital and Reserves			
Authorized capital			
35,000,000 (2016: 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
Loan from Directors		1,232,300,119	1,225,190,739
Capital Reserves			
Surplus on Revaluation of Property		4,671,781,418	4,713,414,891
Revenue Reserves			
Accumulated (loss) / Profit		(5,522,355,483)	(5,496,427,007)
		705,726,055	766,178,623
Non Current Liabilities			
Long term financing		-	-
Liability against assets subject to finance lease		-	-
Deferred liabilities		17,727,972	17,727,972
Deferred taxation		1,390,750,621	1,409,065,523
		1,408,478,593	1,426,793,495
Current Liabilities			
Trade and other payables		824,089,690	841,461,866
Markup on Loans and other Payables		1,214,260,189	1,183,695,578
Short term borrowings		674,721,548	673,246,932
Unclaimed dividend		1,443,972	1,443,972
Current portion of non current liabilities		1,367,187,642	1,367,187,642
		4,081,703,041	4,067,035,990
Contingencies and Commitments			
	4	-	-
		6,195,907,689	6,260,008,108
ASSETS			
Non Current Assets			
Property, plant and equipment	5	6,080,287,320	6,152,109,232
Long term deposits		490,000	490,000
		6,080,777,320	6,152,599,232
Current Assets			
Stores, spares and loose tools		62,808,616	61,310,234
Stock in Trade			
Advances, Deposits, Prepayments and other Receivables		50,997,207	44,126,807
Cash and bank balances		1,324,545	1,971,835
		115,130,368	107,408,876
<i>The annexed notes form an integral part of these condensed interim financial statements.</i>		6,195,907,688	6,260,008,108


Abdurrahman Ilyas
CHIEF EXECUTIVE


Raza Mustafa
DIRECTOR


Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Unaudited)
FOR THE QUARTER ENDED DECEMBER 31, 2023

	Note	Un-audited	
		Dec 31, 2023	Dec 31, 2022
		Rupees	
Sales - Net	6	-	-
Cost of goods sold	7	82,649,478	35,555,628
Gross (loss)		(82,649,478)	(35,555,628)
Operating expenses:			
- Administrative and general expenses		3,225,071	3,073,833
(Loss) before taxation		(85,874,549)	(38,629,461)
Finance cost		2,304	61,212,011
(Loss) before taxation		(85,876,853)	(99,841,472)
Deferred Tax		18,314,905	17,023,307
(Loss)/ profit after taxation		(67,561,948)	(82,818,165)
Earning per share - basic		(2.09)	(2.56)

Abdullah Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (Unaudited)
FOR THE QUARTER ENDED DECEMBER 31, 2023

	Un-audited	
	Dec 31, 2023	Dec 31, 2022
	Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(85,876,853)	(99,841,472)
Adjustments for:		
- Depreciation	71,821,912	35,079,109
- Finance cost	2,304	61,212,011
	<u>71,824,216</u>	<u>96,291,120</u>
Operating (loss)/ profit before working capital changes	(14,052,637)	(3,550,352)
(Increase) / decrease in current assets:		
- Stores, spares and loose tools	(1,498,382)	(6,117,040)
- Stock in trade	-	-
- Trade deposits and short term prepayments	(6,870,400)	(23,129,296)
Increase / (decrease) in current liabilities:		
- Trade and other payables	(17,372,176)	-
	<u>(25,740,958)</u>	<u>(29,246,336)</u>
Cash used in operations	(39,793,595)	(32,796,688)
Gratuity paid	-	54,670
Finance cost paid	30,562,307	30,564,611
	<u>(9,231,288)</u>	<u>(2,177,407)</u>
Net cash generated/ used in operating activities	(9,231,288)	(2,177,407)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	-	-
Net cash used in investing activities	(9,231,288)	(2,177,407)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (Repayment) from long term loans - Net	-	-
Proceeds / (Repayment) from Lease Finance - Net	-	-
Proceeds / (Repayment) from directors' loan - Net	7,109,380	-
Proceeds / (Repayment) from short term borrowings - Net	1,474,619	-
Net cash generated from/ used in financing activities	<u>8,583,999</u>	<u>-</u>
Net increase in cash and cash equivalents	(647,289)	(2,177,407)
Cash and cash equivalents at the beginning of the period	1,971,834	2,435,324
Cash and cash equivalents at the end of the period	<u><u>1,324,545</u></u>	<u><u>257,917</u></u>

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

Abdullah Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Unaudited) FOR THE QUARTER ENDED DECEMBER 31, 2023

	Un-audited	
	<u>Dec 31, 2023</u>	<u>Dec 31, 2022</u>
	Rupees	
(Loss) after taxation	(67,561,948)	(82,818,165)
Other comprehensive income	-	-
Total comprehensive (loss) for the period	<u>(67,561,948)</u>	<u>(82,818,165)</u>

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

Abdullah Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

HASEEB WAQAS SUGAR MILLS LIMITED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Unaudited) FOR THE QUARTER ENDED DECEMBER 31, 2023

	Issued Subscribed and Paid up Capital	Loan from Directors	Surplus on Revaluation of Property, Plant & Equipmenys	Accumulated Loss/ Profit	Total
Rupees					
Balance as at September 30, 2022	324,000,000	1,130,821,739	1,262,648,855	(4,207,016,723)	(1,489,546,129)
Loss for the period	-			(82,818,165)	(82,818,165)
Increase / (Decrease in Directors Loan					-
Transfer from surplus on revaluation of fixed assets in respect of incremental depreciation - net of deferred tax			(20,124,210)	20,124,210	-
Balance as at December 31, 2022	324,000,000	1,130,821,739	1,242,524,645	(4,269,710,678)	(1,572,364,294)
Loss for the period	-			(383,526,657)	(383,526,657)
Other comprehensive income / (loss) for Period				(923,838,587)	(923,838,587)
Increase in Directors Loan		94,369,000			94,369,000
Revaluation surplus arise during the year			3,551,539,161		
Transfer from surplus on revaluation of fixed assets in respect of incremental depreciation - net of deferred	-		(80,648,915)	80,648,915	-
Balance as at September 30, 2023	324,000,000	1,225,190,739	4,713,414,891	(5,496,427,007)	766,178,623
Loss for the period	-	-		(67,561,948)	(67,561,948)
Increase / (Decrease) in Directors Loan		7,109,380			7,109,380
Transfer from surplus on revaluation of fixed assets in respect of incremental depreciation - net of deferred	-	-	(41,633,473)	41,633,473	-
Balance as at December 31, 2023	324,000,000	1,232,300,119	4,671,781,418	(5,522,355,483)	705,726,055

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

Abdullah Ilyas
CHIEF EXECUTIVE

Raza Mustafa
DIRECTOR

Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS. FOR THE QUARTER ENDED DECEMBER 31, 2023

1 REPORTING ENTITY.

Haseeb Waqas Sugar Mills Limited ("the Company") was incorporated on 13 January 1992 as a Public Limited Company under the repealed 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 Pakistan Stock Exchange. 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, 2022.

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, 2022.

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, 2023.

5 PROPERTY, PLANT AND EQUIPMENT

	Unaudited	Audited
	Dec 31, 2023	Sep 30, 2023
	Rupees	
Opening written down value	6,080,287,320	6,152,109,232
Additions / (Deletions) during the period		
- Land	-	-
- Building	-	-
- Plant and machinery	-	-
- Other Assets	-	-
	-	-
	<u>6,080,287,320</u>	<u>6,152,109,232</u>
Depreciation for the period / year	<u>(70,879,131)</u>	<u>(71,821,912)</u>
	<u>6,009,408,189</u>	<u>6,080,287,320</u>



HASEEB WAQAS SUGAR MILLS LIMITED

	<u>Dec 31, 2023</u>	<u>Dec 31, 2022</u>
	Rupees	
6 SALES - NET		
- Sugar	-	-
- Molasses	-	-
- Mud	-	-
	-	-
Less: Sales tax and federal excise duty	-	-
	-	-
	-	-
7 COST OF GOODS SOLD		
Raw materials consumed	-	-
Stores and spares consumed	292,230	280,617
Salaries, wages and other benefits	7,110,175	1,441,032
Repair and maintenance	4,525,327	-
Depreciation	69,722,225	33,833,979
Others	74,600	-
	<u>81,724,557</u>	<u>35,555,628</u>
Opening work in process	-	-
Closing work in process	-	-
	-	-
Cost of goods manufactured	<u>81,724,557</u>	<u>35,555,628</u>
Opening finished goods	-	-
Closing finished goods	-	-
	-	-
	<u>81,724,557</u>	<u>35,555,628</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	<u>Unaudited</u>	<u>Audited</u>
	<u>Dec 31, 2023</u>	<u>Sep 30, 2022</u>
	Rupees	
Due to:		
Abdullah Sugar Mills Limited	672,517,484	654,195,822
Haseeb Waqas Trading (Private) Limited	2,204,064	2,204,064
Long term loan from directors	1,232,300,119	1,225,190,739
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 are being authorized for issue by the Board of Directors of the Company on January 30, 2024.

10 GENERAL

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


Abdullah Ilyas
CHIEF EXECUTIVE


Kaza Mustafa
DIRECTOR


Syed Mubashir Hussain Bukhari
CHIEF FINANCIAL OFFICER