

**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. Mrs. Zainab Waqas
6. Mrs. Shahzadi Ilyas
7. Mrs. Zakia Ilyas
8. Miss. Aqsa Riaz

Chairman  
Director/Chief Executive  
Director  
Director  
Director  
Director  
Director  
Director

### Audit Committee

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

### Human Resource & Remuneration Committee

1. Mian Waqas Riaz (Chairman)
2. Mrs. Zainab Waqas (Member)
3. Mrs. 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 2022

Dear Members

The Directors of your Company take pleasure in presenting the un-audited accounts for the period ended 31 December 2022.

### FINANCIAL RESULTS

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

	For the period ended 31 December	
	2022	2021
	(Rupees)	
Net Sales	-	-
Gross (Loss)	(35,555,628)	(37,667,639)
Net (Loss) before tax	(99,841,472)	(82,429,842)
Net (Loss) after tax	(82,818,165)	(75,112,815)
Basic Earning per share	(2.56)	(2.32)

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.

As already mentioned in the Annual Accounts of the company, that there has been developed a positive scenario regarding the operations of the mills at its existing current location that is Muzaffar Garh. Recently the Punjab Provincial Assembly passed "The Punjab Industries (Control on Establishment and Enlargement) Amendment Act 2002 which after getting assent of Governor of Punjab, published as an Act of the Provincial Assembly of Punjab.

Keeping in view of the above, the Company moved an application for regularization of relocation and crushing capacity as 20,000 TCD under Section 11 of the Punjab Industries (Control on Establishment and Enlargement (amendment) Act 2022 to The "Director General of Industries, Prices, Weight & Measures, Government of Punjab".

### FUTURE OUTLOOK

We are hopeful, we would be able to secure approval of operation of the mills at its existing current location that is Muzaffar Garh.

### 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 2023




## HASEEB WAQAS SUGAR MILLS LIMITED CONDENSED INTERIM BALANCE SHEET AS AT DECEMBER 31, 2022

<b>CAPITAL AND LIABILITIES</b>	<b>Note</b>	<u>Dec 31, 2022</u> <b>Rupees</b>	<u>Sep 30, 2022</u> <b>Rupees</b>
<b>Share Capital and Reserves</b>			
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		1,130,821,739	1,130,821,739
<b>Capital Reserves</b>			
Surplus on Revaluation of Property		1,242,524,645	1,262,648,855
<b>Revenue Reserves</b>			
Accumulated (loss) / Profit		(4,269,710,679)	(4,207,016,723)
		(1,572,364,294)	(1,489,546,129)
<b>Non Current Liabilities</b>			
Long term financing		-	-
Liability against assets subject to finance lease		-	-
Deferred liabilities		17,782,639	17,727,972
Deferred taxation		499,918,817	516,942,121
		517,701,456	534,670,093
<b>Current Liabilities</b>			
Trade and other payables		777,753,758	800,883,054
Markup on Loans and other Payables		1,150,594,434	1,058,817,812
Short term borrowings		656,399,886	656,399,886
Unclaimed dividend		1,443,972	1,443,972
Current portion of non current liabilities		1,367,187,642	1,367,187,642
		3,953,379,692	3,884,732,366
<b>Contingencies and Commitments</b>			
	4	-	-
		2,898,716,854	2,929,856,330
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	5	2,792,434,680	2,827,513,789
Long term deposits		490,000	490,000
		2,792,924,680	2,828,003,789
<b>Current Assets</b>			
Stores, spares and loose tools		55,892,796	55,892,796
Stock in Trade		49,641,461	43,524,421
Advances, Deposits, Prepayments and other Receivables		257,917	2,435,324
Cash and bank balances		105,792,174	101,852,541
<i>The annexed notes form an integral part of these condensed interim financial statements.</i>		2,898,716,854	2,929,856,330

  
**Mian Abdullah 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, 2022

		Un-audited	
	Note	Dec 31, 2022	Dec 31, 2021
		Rupees	
Sales - Net	6	-	-
Cost of goods sold	7	35,555,628	37,677,639
<b>Gross (loss)</b>		(35,555,628)	(37,677,639)
Operating expenses:			
- Administrative and general expenses		3,073,833	2,806,671
		(38,629,461)	(40,484,310)
Other operating income		-	-
<b>(Loss) from operation</b>		(38,629,461)	(40,484,310)
Finance cost		61,212,011	41,945,532
<b>(Loss) before taxation</b>		(99,841,472)	(82,429,842)
Deferred Tax		17,023,307	7,317,027
<b>(Loss)/ profit after taxation</b>		(82,818,165)	(75,112,815)
<b>Earning per share - basic</b>		(2.56)	(2.32)

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**HASEEB WAQAS SUGAR MILLS LIMITED**  
CONDENSED INTERIM STATEMENT OF CASH FLOWS (Unaudited)  
FOR THE QUARTER ENDED DECEMBER 31, 2022

	Un-audited	
	<u>Dec 31, 2022</u>	<u>Dec 31, 2021</u>
	Rupees	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Loss) before taxation	(99,841,472)	(82,429,842)
Adjustments for:		
- Depreciation	35,079,109	37,277,910
- Finance cost	61,212,011	41,945,532
	<u>96,291,120</u>	<u>79,223,442</u>
<b>Operating (loss)/ profit before working capital changes</b>	(3,550,352)	(3,206,400)
(Increase) / decrease in current assets:		
- Stores, spares and loose tools	-	-
- Stock in trade	-	-
- Trade deposits and short term prepayments	(6,117,040)	(8,474,554)
Increase / (decrease) in current liabilities:		
- Trade and other payables	(23,129,296)	(18,776,333)
	<u>(29,246,336)</u>	<u>(27,250,887)</u>
<b>Cash used in operations</b>	(32,796,688)	(30,457,287)
Gratuity paid	54,670	-
Finance cost paid	30,564,611	30,564,147
	<u>30,564,611</u>	<u>30,564,147</u>
<b>Net cash generated/ used in operating activities</b>	(2,177,407)	106,860
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	-	-
<b>Net cash used in investing activities</b>	(2,177,407)	106,860
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds / (Repayment) from long term loans - Net	-	-
Proceeds / (Repayment) from Lease Finance - Net	-	-
Proceeds / (Repayment) from directors' loan - Net	-	-
Proceeds / (Repayment) from short term borrowings - Net	(0)	53,674
<b>Net cash generated from/ used in financing activities</b>	(0)	53,674
<b>Net increase in cash and cash equivalents</b>	(2,177,407)	160,534
Cash and cash equivalents at the beginning of the period	2,435,324	1,729,522
<b>Cash and cash equivalents at the end of the period</b>	<u>257,917</u>	<u>1,890,056</u>

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

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**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, 2022

	Un-audited	
	<u>Dec 31, 2022</u>	<u>Dec 31, 2021</u>
	Rupees	
(Loss) after taxation	(82,818,165)	(75,112,815)
Other comprehensive income	-	-
Total comprehensive (loss) for the period	<u>(82,818,165)</u>	<u>(75,112,815)</u>

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

**Mian 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, 2022

	Issued Subscribed and Paid up Capital	Loan from Directors	Surplus on Revaluation of Property, Plant & Equipmenys	Accumulated Loss/ Profit	Total
Rupees					
<b>Balance as at September 30, 2021</b>	<b>324,000,000</b>	<b>841,942,639</b>	<b>1,323,260,805</b>	<b>(4,082,674,095)</b>	<b>(1,593,470,651)</b>
Loss for the period	-			(75,112,815)	(75,112,815)
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	-
<b>Balance as at December 31, 2021</b>	<b>324,000,000</b>	<b>841,942,639</b>	<b>1,303,136,595</b>	<b>(4,137,662,700)</b>	<b>(1,668,583,466)</b>
Loss for the period	-			(109,841,763)	(109,841,763)
Increase in Directors Loan		288,879,100			288,879,100
Transfer from surplus on revaluation of fixed assets in respect of incremental depreciation - net of deferre	-		(40,487,740)	40,487,740	-
	-				-
<b>Balance as at September 30, 2022</b>	<b>324,000,000</b>	<b>1,130,821,739</b>	<b>1,262,648,855</b>	<b>(4,207,016,723)</b>	<b>(1,489,546,129)</b>
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 deferre	-		(20,124,210)	20,124,210	-
<b>Balance as at December 31, 2022</b>	<b>324,000,000</b>	<b>1,130,821,739</b>	<b>1,242,524,645</b>	<b>(4,269,710,679)</b>	<b>(1,572,364,294)</b>

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

  
Mian Abdullah Ilyaa  
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, 2022

### 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, 2020.

### 5 PROPERTY, PLANT AND EQUIPMENT

	<b>Unaudited</b>	<b>Audited</b>
	<b>Dec 31, 2022</b>	<b>Sep 30, 2021</b>
	<b>Rupees</b>	
Opening written down value	2,939,347,524	2,976,625,434
Additions / (Deletions) during the period		
- Land	-	-
- Building	-	-
- Plant and machinery	-	-
- Other Assets	-	-
	-	-
	2,939,347,524	2,976,625,434
Depreciation for the period / year	(35,079,109)	(37,277,910)
	<u>2,904,268,415</u>	<u>2,939,347,524</u>



# HASEEB WAQAS SUGAR MILLS LIMITED

	Unaudited	
	Dec 31, 2022	Dec 31, 2021
<b>6 SALES - NET</b>		
- Sugar	-	-
- Molasses	-	-
- Mud	-	-
	-	-
Less: Sales tax and federal excise duty	-	-
	-	-
<b>7 COST OF GOODS SOLD</b>		
Raw materials consumed	-	-
Stores and spares consumed	280,617	255,874
Salaries, wages and other benefits	1,441,032	1,393,088
Repair and maintenance	-	78,494
Depreciation	33,833,979	35,950,183
	35,555,628	37,677,639
Opening work in process	-	-
Closing work in process	-	-
	-	-
Cost of goods manufactured	35,555,628	37,677,639
Opening finished goods	-	-
Closing finished goods	-	-
	-	-
	35,555,628	37,677,639

## 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, 2022	Sep 30, 2022
	Rupees	
Due to:		
Abdullah Sugar Mills Limited	654,195,822	654,195,822
Haseeb Waqas Trading (Private) Limited	2,204,064	2,204,064
Long term loan from directors	1,130,821,739	1,130,821,739

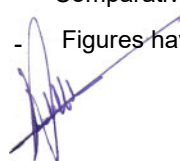
Due to related parties represents balances resulting from related party transactions entered into in ordinary course of business.

## 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, 2023.

## 10 GENERAL

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

  
Mian Abdullah Ilyaa  
CHIEF EXECUTIVE.

  
Raza Mustafa  
DIRECTOR.

  
Syed Mubashir Hussain Bukhari  
CHIEF FINANCIAL OFFICER