



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. Mian Abubakar Ijaz

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 Saeed Ul Hassan & Co.
Chartered Accountants
66-H Block Gulberg-III
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 HALF YEAR ENDED 31 MARCH 2025****Dear Members**

On behalf of the Board of Directors, it is my privilege to present you the Half Yearly condensed financial statements duly reviewed by the statutory auditors and their report is attached to the financial statements.

FINANCIAL RESULTS

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

| | For the half year ended 31 March | |
|--------------------------------|---|---------------|
| | 2025 | 2024 |
| | (Rupees) | |
| Net Sales | - | - |
| Gross Profit / (Loss) | (140,774,440) | (172,009,937) |
| Net Profit / (Loss) before tax | (147,830,864) | (183,110,222) |
| Net Profit / (Loss) after tax | (112,872,514) | (223,721,645) |
| Basic Earning | (03.48) | (06.90) |

During the period under review, the Company posted gross loss of Rs. (140,774,440) as compared to last periods of Rs.172,009,937. Further, there has been no production activity in the company over the past few years.

FUTURE OUTLOOK

The management of the company is hopeful of catching the crushing season 2025-26 and optimistic of doing the crushing at 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

Place: Lahore:
Dated: 29 May 2025



SAEED UL HASSAN & CO.

Chartered Accountants

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF HASEEB WAQAS SUGAR MILLS LIMITED
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim financial position of Haseeb Waqas Sugar Mills Limited as at March 31, 2025 and the related condensed interim financial statement of profit or loss, the condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and condensed notes to the financial statements for the six-months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statement in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures of the condensed interim statement of profit or loss, the condensed interim statement of other comprehensive income for the quarters ended March 31, 2025 and March 31, 2024 have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2025.

Scope of Review

We conducted our review in accordance with international Standard on Review Engagements 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity." A review of Interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit conclusion.

Basis of Qualified Conclusion

Based on the information provided by management, the previous auditor's report contained a qualified conclusion due to the following matters:

- a) The financial statements include a gratuity payable amount of Rs. 21.404 million, as in deferred liabilities. However, management did not provide the required actuarial valuation. Additionally, we were not given the necessary information and explanations to assess whether any actuarial adjustments should be recognized for this gratuity payable. Without the actuarial valuation or alternative satisfactory audit procedures, we could not determine whether adjustments to the financial statements were necessary. Any such adjustments could affect the company's net assets as of September 30, 2023, and the related disclosures.



SAEED UL HASSAN & CO.

Chartered Accountants

CONTINUED

- b) The company's sales tax status has been blacklisted by the Federal Board of Revenue due to the non-payment of an outstanding net liability of Rs. 209 million, as mentioned in Notes 11.02 of the financial statements.
- c) As noted in the trade and other payables section of the financial statements, these liabilities include aged outstanding balances. We were unable to obtain sufficient appropriate audit evidence to verify the existence and accuracy of these balances through direct confirmation procedures or alternative audit methods. Consequently, we could not assess the potential impact of any adjustments that might have been required had these liabilities been confirmed.
- d) An unclaimed dividend amounting to Rs. 1.444 million, disclosed in financial statements and pertaining to previous years, has not been deposited into the government treasury as required under Section 244 of the Companies Act, 2017. Furthermore, no notification has been issued to shareholders regarding this matter.
- e) The financial statements report advances, deposits, prepayments, and other receivables totaling Rs. 59.427 million, which have been outstanding for an extended period. We were unable to obtain direct confirmations for these balances, and based on our assessment, a significant portion appears to be impaired. However, no impairment provisions have been recognized. Due to insufficient evidence, we could not quantify the financial impact of such provisions had they been recorded.
- f) We were unable to obtain external confirmations for certain bank balances and related terms as of the half year period. Management could not provide sufficient alternative evidence, leaving us unable to assess whether adjustments or disclosures related to these unconfirmed balances were required. This limitation impacts our conclusion on the completeness and accuracy of the affected financial information.

Qualified Conclusion

Based on our review, except for the issues outlined above, nothing has come to our attention indicating that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's report is Mr. Saeed Ul Hassan.

Saeed Ul Hassan

SAEED UL HASSAN & Co.

Chartered Accountants

Place: Lahore

Date: May 16, 2025

UDIN: RR202510617X8aVdnDzY





HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2025

| | | Un-audited March 31, 2025 | Audited Sep 30, 2024 |
|--|------|------------------------------|-------------------------|
| | Note | Rupees | |
| EQUITY AND LIABILITIES | | | |
| Share Capital and Reserves | | | |
| Authorized capital | | | |
| 35,000,000 (Sept. 30, 2022: 35,000,000) ordinary shares of Rs. 10 each | | 350,000,000 | 350,000,000 |
| Issued, subscribed and paid up capital | 6 | 324,000,000 | 324,000,000 |
| Loan from Directors | 7 | 1,263,062,119 | 1,258,445,119 |
| Surplus on Revaluation of Property, Plant and Equipment | | 4,470,671,089 | 4,549,877,439 |
| Accumulated loss | | (5,663,401,846) | (5,629,735,684) |
| | | 394,331,362 | 502,586,874 |
| Non Current Liabilities | | | |
| Long term financing | 8 | - | - |
| Deferred liabilities | | 147,804,720 | 147,727,972 |
| Deferred taxation | | 1,300,500,586 | 1,335,458,933 |
| | | 1,448,305,306 | 1,483,186,905 |
| Current Liabilities | | | |
| Trade and other payables | | 809,462,703 | 796,322,771 |
| Markup/ interest payables | | 1,183,695,578 | 1,183,695,578 |
| Short term borrowings | 9 | 752,086,938 | 752,088,315 |
| Unclaimed dividend | | 1,443,972 | 1,443,972 |
| Current portion of non current liabilities | 10 | 1,367,187,642 | 1,367,187,642 |
| | | 4,113,876,833 | 4,100,738,278 |
| Contingencies and Commitments | | | |
| | 11 | - | - |
| | | 5,956,513,501 | 6,086,512,057 |
| ASSETS | | | |
| Non Current Assets | | | |
| Property, plant and equipment | 12 | 5,728,165,706 | 5,863,625,134 |
| Long term deposits | | 470,000 | 470,000 |
| | | 5,728,635,706 | 5,864,095,134 |
| Deferred Cost | | | |
| | | 112,000,000 | 112,000,000.00 |
| Current Assets | | | |
| Stores, spares and loose tools | | 56,407,835 | 56,407,828 |
| Stock in trade | 13 | - | - |
| Advances, deposits, prepayments and other receivables | | 59,427,402 | 45,376,209 |
| Cash and bank balances | | 42,559 | 8,632,886 |
| | | 115,877,795 | 110,416,923 |
| | | 5,956,513,501 | 6,086,512,057 |

The annexed notes from 1 to 19 are form an integral part of these condensed interim financial information

ABDULLAH ILYAS
CHIEF EXECUTIVE

RAZA MUSTAFA
DIRECTOR

SYED MUBASHIR HUSSAIN BUKHARI
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE HALF YEAR AND 2ND QUARTER ENDED MARCH 31, 2025

| | Note | Half year ended | | Quarter ended | |
|--|------|-----------------|----------------|----------------|----------------|
| | | March 31, 2025 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| | | Rupees | | Rupees | |
| Sales - Net | 14 | - | - | - | - |
| Cost of goods sold | 15 | (141,418,666) | (172,009,937) | (69,856,733) | (136,454,309) |
| Gross (loss) | | (141,418,666) | (172,009,937) | (69,856,733) | (136,454,309) |
| Operating expenses: | | | | | |
| - Administrative and general | | (6,410,556) | (11,072,575) | (2,881,840) | (8,265,904) |
| | | (147,829,222) | (183,082,512) | (72,738,573) | (144,720,213) |
| Other operating income | 16 | - | - | - | - |
| (Loss/Profit) from operation | | (147,829,222) | (183,082,512) | (72,738,573) | (144,720,213) |
| Finance cost | | (1,642) | (27,710) | (100) | 41,917,802 |
| (Loss/Profit) before taxation | | (147,830,864) | (183,110,222) | (72,738,673) | (102,802,411) |
| Taxation | | | | | |
| Current | | - | - | - | - |
| Deferred | | 34,958,350 | (40,611,423) | (65,910,306) | (47,928,450) |
| | | 34,958,350 | (40,611,423) | (65,910,306) | (47,928,450) |
| (Loss/Profit) after taxation | | (112,872,514) | (223,721,645) | (138,648,979) | (150,730,861) |
| Loss/Profit per share - basic and diluted | | (3.48) | (6.90) | (4.28) | (4.65) |

The annexed notes from 1 to 19 are form an integral part of these condensed interim financial information

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 (UN-AUDITED)**

FOR THE HALF YEAR AND 2ND QUARTER ENDED MARCH 31, 2025

| | Half year ended | | Quarter ended | |
|--|----------------------|----------------------|----------------------|----------------------|
| | March 31, 2025 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| | Rupees | | Rupees | |
| (Loss/Profit) after taxation | (112,872,514) | (223,721,645) | (138,648,979) | (150,730,861) |
| Other comprehensive income for the period | - | - | - | - |
| Total comprehensive (loss) for the period | (112,872,514) | (223,721,645) | (138,648,979) | (150,730,861) |

*The annexed notes from 1 to 19 are form an integral part of these condensed interim financial information***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 (UN-AUDITED)

FOR THE HALF YEAR ENDED MARCH 31, 2025

| | March 31, 2025 | March 31, 2024 |
|---|----------------|----------------|
| | Rupees | |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| (Loss)/profit before taxation | (147,830,864) | (183,110,222) |
| Adjustments for: | | |
| - Depreciation | 135,459,428 | 142,963,564 |
| - Finance cost | 1,642 | 27,710 |
| | 135,461,070 | 142,991,274 |
| Operating profit before working capital changes | (12,369,794) | (40,118,948) |
| (Increase) / decrease in current assets: | | |
| - Stores, spares and loose tools | (7) | (1,546,531) |
| - Stock in trade | - | - |
| - Advances, deposits, prepayments and other receivables | (14,051,193) | (29,767,988) |
| Increase / (decrease) in current liabilities: | | |
| - Trade and other payables | 13,139,932 | (15,004,076) |
| | (911,268) | (46,318,595) |
| Cash generated /(used in) from operations | (13,281,062) | (86,437,543) |
| Income tax paid / deducted | 76,753 | (23,819) |
| Gratuity paid | - | (3,886) |
| Finance cost paid | (1,642) | - |
| Net cash generated from/(used in) operating activities | (13,205,951) | (86,465,248) |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Property, plant and equipment purchased | - | - |
| Long term deposits | - | - |
| Proceeds from sale of property, plant and equipment | - | - |
| Net cash (used in) investing activities | - | - |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Proceeds / (Repayment) from long term loans - Net | - | - |
| Proceeds / (Repayment) from Directors/Sponsors- Net | 4,617,000 | 7,234,380 |
| Proceeds / (Repayment) of related parties | (1,377) | 78,644,662 |
| Net cash generated from financing activities | 4,615,623 | 85,879,042 |
| Net increase/(decrease) in cash and cash equivalents | (8,590,328) | (586,206) |
| Cash and cash equivalents at the beginning of the period | 8,632,886 | 1,971,835 |
| Cash and cash equivalents at the end of the period | 42,559 | 1,385,629 |

The annexed notes from 1 to 19 are form an integral part of these condensed interim financial information

ABDULLAH ILYAS
CHIEF EXECUTIVE

RAZA MUSTAFA
DIRECTOR

SYED MUBASHIR HUSSAIN BUKHARI
CHIEF FINANCIAL OFFICER



HASEEB WAQAS SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2025

| | Issued Subscribed and Paid up Capital | Loan from Directors | Surplus on Revaluation of Property, Plant & Reequipments Rupees | Accumulated (Loss) / Profit | Total |
|--|--|---------------------------|---|--------------------------------|----------------------|
| 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 | - | - | - | (223,721,645) | (223,721,645) |
| Other comprehensive Income / (Loss) for the Period | - | - | - | - | - |
| Total comprehensive income / (loss) for the period | - | - | - | (223,721,645) | (223,721,645) |
| Transaction with Owners: | | | | | |
| Increase / (Decrease) in Director's Loan during the Period | - | - | - | - | - |
| Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation - net of Tax | - | - | (83,266,945) | 83,266,945 | - |
| Balance as at March 31, 2024 | 324,000,000 | 1,225,190,739 | 4,630,147,946 | (5,636,881,707) | 542,456,978 |
| Total comprehensive loss for the period | | | | | |
| Net (loss) for the period | - | - | - | (73,124,482) | (73,124,482) |
| Other comprehensive income | - | - | - | - | - |
| Total comprehensive income / (loss) for the period | - | - | - | (73,124,482) | (73,124,482) |
| Increase in director's loan during the year | - | 33,254,380 | - | - | 33,254,380 |
| Revaluation Surplus arise during the year | - | - | - | - | - |
| Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation | - | - | (80,270,505) | 80,270,505 | - |
| Balance as at September 30, 2024 | 324,000,000 | 1,258,445,119 | 4,549,877,441 | (5,629,735,684) | 502,586,876 |
| Total comprehensive loss for the period | | | | | |
| Net loss for the period | - | - | - | (112,872,514) | (112,872,514) |
| Adjustment | - | - | - | - | - |
| Other comprehensive income | - | - | - | - | - |
| Total comprehensive income / (loss) for the period | - | - | - | (112,872,514) | (112,872,514) |
| Increase in director's loan during the year | - | 4,617,000 | - | - | 4,617,000 |
| Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation | - | - | (79,206,352) | 79,206,352 | - |
| Balance as at March 31, 2025 | 324,000,000 | 1,263,062,119 | 4,470,671,089 | (5,663,401,846) | 394,331,362 |

The annexed notes from 1 to 19 are form an integral part of these condensed interim financial information

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 INFORMATION FOR THE HALF YEAR ENDED MARCH 31, 2025

1 STATUS AND ACTIVITIES

Haseeb Waqas Sugar Mills Limited ("the Company") was incorporated on 13 January 1992 as a Public Limited Company under the Companies Ordinance, 1984 (Now the Companies Act 2017). The Company's registered office is situated at 6 F Model Town, Lahore. The mill is situated at Tehsil Jattoi Distt. 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 STATEMENT OF COMPLIANCE

- 2.01 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting which comprise of International Accounting Standard (IAS) 34 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act) and provisions of and directives issued under the Act. Where the provisions of and directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.
- These condensed interim financial statements do not include all the information and disclosures required in an annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended September 30, 2022.
- 2.02 This condensed interim financial report comprises of the condensed interim statement of financial position as at March 31, 2025, the condensed interim profit or loss account, the condensed interim profit or loss account and other comprehensive income, condensed interim statement of changes in equity and the condensed interim statement of cash flows for the six months period then ended which have been subjected to a review but not audited. This condensed interim financial report also includes the condensed interim profit or loss account for the quarter ended March 31, 2024 which is not subject to a review.
- 2.03 The comparative Statement of financial position, presented in this condensed interim financial statement, as at March 31, 2025 has been extracted from the annual audited financial statements of the Company for the year ended September 30, 2024 whereas the comparative condensed interim profit or loss account, the condensed interim profit or loss account and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the six months period ended March 31, 2025 were subjected to review but not audited. The comparative condensed profit or loss account for the quarter ended March 31, 2024 included in this condensed interim financial report was not subject to a review.

3 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost convention modified by adjustment of revaluation of certain assets. In this condensed interim financial information, except for the statement of cash flows, all the transactions have been accounted for on accrual basis.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods for computation adopted for the preparation of this condensed interim financial information is the same as those applied in preparation of the financial statements for the year ended September 30, 2024.

5 GOING CONCERN ASSUMPTION

During the period under review, the Company posted gross loss of Rs. 141,418,666/- as compared to last period's of Rs. 172,009,937/-. Further, the Company remain non operational during the crushing season and resultantly have zero production and sales during the period.

OPERATIONAL MEASURES

In view of above issues Company has taken and / or in the process of taking following mitigating steps:

Shifting of mill to Alipur Jatoi, Muzaffargarh done where sugar cane availability and sugar recovery are better.

BMR done and we will see impact of this BMR in the financials of coming season.

Our review petition (regarding shifting of mill to Alipur Jatoi) dismissed by Supreme Court and management considering alternate options available including but not limited to application to Ministry of Industries and Planning under Section 3 of the Punjab Industries (Control on Establishment and Enlargement) Ordinance, 1963.

The management foresees positive cash flow from future operations in expectation of better availability of sugar cane and sugar prices in coming season, since sugar dynamics are good and rising.

The projected financial statements prepared by the management to support its going concern assessment is based on following assumptions.

| | Year Ended September 30, | | |
|-------------------------|--------------------------|---------|---------|
| | 2027 | 2028 | 2029 |
| Sugar Cane Crushing M.T | 780,000 | 800,000 | 800,000 |
| Sugar cane rate | 300 | 320 | 330 |
| Sugar price per Kg | 90 | 85 | 85 |



However, it is believed that considering the mitigating factors set out in the preceding paragraphs, the going concern assumption is appropriate and has, as such, prepared these financial statements on a going concern basis.

| | Note | Mar. 31, 2025 | Sept. 30, 2024 |
|--|-------|------------------------|------------------------|
| 6 ISSUED, SUBSCRIBED AND PAID UP CAPITAL | | Rupees | |
| 27,000,000 (Sept. 30, 2022: 27,000,000) shares issued for cash. | | 270,000,000 | 270,000,000 |
| 5,400,000 (Sept. 30, 2022: 5,400,000) shares issued as fully paid bonus shares. | | 54,000,000 | 54,000,000 |
| | | <u>324,000,000</u> | <u>324,000,000</u> |
| There is no movement in ordinary share capital of the Company during the period. | | | |
| 7 LOAN FROM DIRECTORS | | <u>1,263,062,119</u> | <u>1,225,190,739</u> |
| This loan has been obtained from Sponsors of the Company, and is interest free. There is no fixed tenor or schedule for repayment of this loan. According to the loan agreement, the lenders shall not demand repayment and the same is entirely at the Company's option. Further, this loan is subordinated to National Bank of Pakistan, The Bank of Punjab, Sindh Bank Limited and Silk Bank Ltd. | | | |
| These loans are accounted for under Technical Release - 32 "Accounting Directors' Loan" issued by the Institute of Chartered Accountants of Pakistan effective for the financial statements for the period beginning on or after January 01, 2016 with earlier application permitted. | | | |
| 8 LONG TERM FINANCING | | | |
| Loan from banking companies and other financial institutions-secured | | | |
| National Bank of Pakistan | | | |
| - Demand Finance I | 8.1.1 | 220,000,000 | 220,000,000 |
| - Demand Finance II | 8.1.2 | 160,000,000 | 160,000,000 |
| Sindh Bank Ltd | | | |
| - Demand Finance | 8.1.3 | 500,000,000 | 500,000,000 |
| Silk Bank Ltd | | | |
| - Demand Finance | 8.1.4 | 390,000,000 | 390,000,000 |
| PAIR Investment Company Limited | | | |
| - Demand Finance | 8.1.5 | 70,000,000 | 70,000,000 |
| | | <u>1,340,000,000</u> | <u>1,340,000,000</u> |
| Less: current portion shown under current liabilities | | | |
| - NBP - Demand Finance - I | | (220,000,000) | (220,000,000) |
| - NBP - Demand Finance - II | | (160,000,000) | (160,000,000) |
| - Sindh Bank - Demand Finance | | (500,000,000) | (500,000,000) |
| - Silk Bank Ltd | | (390,000,000) | (390,000,000) |
| - Demand Finance - PAIR | | (70,000,000) | (70,000,000) |
| | | <u>(1,340,000,000)</u> | <u>(1,340,000,000)</u> |
| | | <u>-</u> | <u>-</u> |
| 8.1.1 Demand Finance I - NBP | | | |
| Opening balance | | 220,000,000 | 220,000,000 |
| Loan obtained during the period / year | | - | - |
| | | <u>220,000,000</u> | <u>220,000,000</u> |
| Less: payment made during the period / year | | - | - |
| | | <u>220,000,000</u> | <u>220,000,000</u> |
| This finance has been obtained from National Bank of Pakistan The finance is secured by 1st PP charge of Rs. 293.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup 3 months KIBOR +2.5% per annum. This loan is payable in ten bi-annual instalments. | | | |
| 8.1.2 Demand Finance II - NBP | | | |
| Opening balance | | 160,000,000 | 160,000,000 |
| Loan obtained during the period / year | | - | - |
| | | <u>160,000,000</u> | <u>160,000,000</u> |
| Less: payment made during the period / year | | - | - |
| | | <u>160,000,000</u> | <u>160,000,000</u> |
| This finance has been obtained from National Bank of Pakistan The finance is secured by 1st PP charge of Rs. 213.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup 3 months KIBOR +2.5% per annum. This loan is payable in twelve equal quarterly instalments. | | | |
| 8.1.3 Demand Finance - Sindh Bank | | | |
| Opening balance | | 500,000,000 | 500,000,000 |
| Loan obtained during the period / year | | - | - |
| | | <u>500,000,000</u> | <u>500,000,000</u> |
| Less: payment made during the period / year | | - | - |
| | | <u>500,000,000</u> | <u>50,000,000</u> |



This finance has been obtained from Sindh Bank Limited under demand finance arrangement. The finance is secured by ranking charge over all present and future fixed assets of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +5% per annum. This loan is payable in twelve quarterly instalments.

| | Note | Mar. 31, 2025 | Sept. 30, 2025 |
|---|------|--------------------|--------------------|
| Rupees | | | |
| 8.1.4 Demand Finance - Silk Bank Ltd | | | |
| Opening balance | | 390,000,000 | 390,000,000 |
| Loan obtained during the period / year | | - | - |
| | | <u>390,000,000</u> | <u>390,000,000</u> |
| Less: payment made during the period / year | | - | - |
| | | <u>390,000,000</u> | <u>390,000,000</u> |

This finance has been obtained from Silk Bank Limited under demand finance arrangement. The finance is secured by Pari passu charge over all present and future fixed assets of the Company and corporate guarantee of Abdullah Sugar Mills Ltd. and personal guarantees of directors of the Company. It carries markup 6 months KIBOR + 2% per annum. This loan is payable in twelve quarterly instalments.

| | | | |
|---|--|-------------------|-------------------|
| 8.1.5 Demand Finance - PAIR | | | |
| Opening balance | | 70,000,000 | 70,000,000 |
| Less: payment made during the period / year | | - | - |
| | | <u>70,000,000</u> | <u>70,000,000</u> |

This finance has been obtained from PAIR Investment Company Limited. The finance is secured by parri passu charges over the present and future fixed assets of the Company, with a margin of 33% above the financing amount. Parri passu charge by way of creation of mortgage over the land and building of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +350 bps per annum. This loan is payable in eighteen equal monthly installments.

9 SHORT TERM BORROWINGS

| | | |
|---------------------------|--------------------|--------------------|
| Loan from related parties | 752,086,938 | 752,088,315 |
| | <u>752,086,938</u> | <u>752,088,315</u> |

10 CURRENT PORTION OF NON CURRENT LIABILITIES

| | | |
|---|----------------------|----------------------|
| Long term finances | 1,340,000,000 | 1,340,000,000 |
| Liabilities against assets subject to finance lease | 27,187,642 | 27,187,642 |
| | <u>1,367,187,642</u> | <u>1,367,187,642</u> |

11 CONTINGENCIES AND COMMITMENTS

11.01 The collector of Sales Tax And Central Excise (Adjudication) Lahore has issued a show cause notice to the Company for the further tax amounting to Rs. 47 million up to the tax period September 2002 on the grounds that it charged sales tax at the rate of 15 % on its sales to persons liable to be registered.

11.02 The Federal Board of Revenue has blacklisted the Sales Tax status of the Company on 8th March 2018 due to non compliance of the Sales Tax Act, 1990 and the rules made thereunder including not discharging of sales tax liability amounting to Rs. 209 million. However, the Company will further proceed to restate the sales tax status after starting of crushing season as mentioned in note # 5.

11.03 Company has made defaults in repayment of installment of long term loans form financial institutions and bank. As a result, company's name has been included in CIB report of State Bank of Pakistan. The detail of the cases are as:

| Sr. # | Name of Court | Date Instituted | Principal Parties | Description of factual basis of the proceedings | Relief sought |
|-------|-------------------|-----------------|---------------------------------|---|----------------------|
| 1 | Lahore High Court | 03-May-17 | Sindh Bank Limited | Default in repayment of principal amount of long-term loan along with markup. | Rescheduling of loan |
| 2 | Lahore High Court | | Silk Bank Limited | Default in repayment of principal amount of long-term loan along with markup. | Rescheduling of loan |
| 3 | Lahore High Court | 22-Sep-16 | National Bank of Pakistan | Default in repayment of principal amount of long-term loan along with markup. | Rescheduling of loan |
| 4 | Lahore High Court | 31-Mar-17 | First National Bank Modarba | Default in repayment of principal amount of long-term loan along with markup. | Rescheduling of loan |
| 5 | Lahore High Court | 20-Apr-18 | PAIR Investment Company Limited | Default in repayment of principal amount of long-term loan along with markup. | Rescheduling of loan |



11.04 The Division Bench of Honorable Lahore High Court Lahore in its judgment dated September 11, 2017 ordered the relocation of Haseeb Waqas Sugar Mills Limited from Muzaffar Garh to Nankana. Furthermore, Lahore High Court directed the mills to restore and restitute the position by dismantling & removing the said mills from the present location. The Supreme Court of Pakistan vide short order even dated September 13, 2018 dismissed the Company's appeal and prohibited the Company from conducting any business in relation to or functioning as a sugar mill after the period of two months i.e. 12 November 2018. Further, the appellants are directed to remove within the said period from Muzaffar Garh (current factory location) to Nankana (previous factory location).

However, the Company has filled review petition dated 6th November 2018 to review the above order and accept the appeal filed by the petitioners; but the Supreme Court upheld the previous order to remove the plant from Muzaffar Garh to Nankana Sahab.

Further the company has moved an application to Ministry of Industries under section 3 of the Punjab Industries (Control on Establishment and Enlargement) Ordinance 1963 but the application has been turned down by Ministry of Industries.

Principal parties for respondents are Govt. of the Punjab, JDV Sugar Mills Limited, Ashraf Sugar Mills Limited, Indus Sugar Mills Limited and RYK Mills Limited etc.

11.05 The Company has not complied with the section 244 of Companies Act, 2017 with respect to unclaimed dividend but it is not expected to have any legal consequences.

| | Note | Mar. 31, 2025 | Sept. 30, 2024 |
|---|------|---------------|----------------|
| | | Rupees | |
| 12 PROPERTY, PLANT AND EQUIPMENT | | | |
| Opening written down value | | 5,863,625,134 | 6,152,109,233 |
| Addition / Deletion during the period | | - | - |
| | | 5,863,625,134 | 6,152,109,233 |
| Depreciation for the period / year | | (135,459,428) | (288,484,099) |
| | | 5,728,165,706 | 5,863,625,134 |
| 13 STOCK IN TRADE | Note | Mar. 31, 2025 | Sept. 30, 2024 |
| | | Rupees | |
| Work in process | | | |
| Sugar | | - | - |
| By products stock | | - | - |
| | | - | - |



| | Half year ended | | Quarter ended | |
|------------------------------------|-----------------|----------------|----------------|----------------|
| | March 31, 2025 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| | Rupees | | Rupees | |
| 14 SALES - NET | | | | |
| - Sugar | - | - | - | - |
| - Molasses | - | - | - | - |
| - Mud | - | - | - | - |
| | - | - | - | - |
| Less: Sales tax and excise duty | - | - | - | - |
| | - | - | - | - |
| 15 COST OF GOODS SOLD | | | | |
| Raw materials consumed | - | - | - | - |
| Stores and spares consumed | 136,839 | 5,464,625 | 78,189 | 5,184,008 |
| Salaries, wages and other benefits | 5,035,269 | 24,594,431 | 2,486,650 | 23,153,399 |
| Repair and maintenance | 2,081,242 | 738,630 | 336,876 | 738,630 |
| Depreciation | 133,821,090 | 141,212,251 | 66,933,449 | 107,378,272 |
| Others | 344,226 | - | 21,569 | - |
| | 141,418,666 | 172,009,937 | 69,856,733 | 136,454,309 |
| Opening work in process | - | - | - | - |
| Closing work in process | - | - | - | - |
| | - | - | - | - |
| Cost of goods manufactured | 141,418,666 | 172,009,937 | 69,856,733 | 136,454,309 |
| Opening finished goods | - | - | - | - |
| Closing finished goods | - | - | - | - |
| | - | - | - | - |
| Cost of goods Sold | 141,418,666 | 172,009,937 | 69,856,733 | 136,454,309 |
| 16 OTHER INCOME | - | - | - | - |

17 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:

17.1 Details of related party transactions other than those with key management personnel

The Company during the period / year entered into following transactions with related parties other than key management personnel:

| 17.1.1 Transactions with Associates | March 31, | Sep 30, 2024 |
|--|-------------|--------------|
| | Rupees | |
| Sale of molasses | | |
| Abdullah Sugar Mills Ltd | - | - |
| (Repayment) / Obtain of Laon (to)/from | | |
| Abdullah Sugar Mills Ltd | 749,882,874 | 749,884,251 |
| Haseeb Waqas Trading | 2,204,064 | 2,204,064 |

17.1.2 Payments against balances due to related parties were made partially in cash and partially by paying for expenses on behalf of related parties and vice versa.

17.1.3 As per common practice in the sugar industry in Pakistan, the Company also purchased sugar cane from persons associated, directly and indirectly, with management personnel of the Company. These purchases were made in accordance with the cane procurement practice in the sugar industry. It is not practicable to determine the related amounts.



March 31, Sep 30, 2024

Rupees

17.2 Details of related party balances are as follows:

Due to:

Abdullah Sugar Mills Limited

752,086,938

749,884,050

Haseeb Waqas Trading (Pvt.) Limited

2,204,064

2,204,064

Loan from Directors and Sponsors

1,263,062,119

1,258,445,119

AUTHORIZATION FOR ISSUE

18

This condensed interim financial information has been authorized for issue by the Board of Directors of the Company on May 29, 2025.

GENERAL

19

Compara

- Figures have been rounded off to the nearest of Pakistani rupees.
- Figures have been rounded off to the nearest of Pakistani rupees.

ABDULLAH ILYAS
CHIEF EXECUTIVE

RAZA MUSTAFA
DIRECTOR

SYED MUBASHIR HUSSAIN BUKHARI
CHIEF FINANCIAL OFFICER