



# HASEEB WAQAS SUGAR MILLS LIMITED

## COMPANY PROFILE

### **Board of Directors**

Brig (R) Muhammad Akram	Chairman
Mian Waqas Riaz	Chief Executive
Mian Haseeb Ilyas	Director
Mrs. Zainab Waqas	Director
Mrs. Shahzadi Ilyas	Director
Hafiz M. Irfan Hussain Butt	Director
Miss. Zakia Ilyas	Director
Mr. Raza Mustafa	Director

### **Audit Committee**

Hafiz M. Irfan Hussain Butt	Chairman
Mr. Raza Mustafa	Member
Miss. Zakia Ilyas	Member

### **Company Secretary & Chief Financial Officer**

Mr. Ansar Ahmed

### **Registered Office**

6-F, Model Town, Lahore.  
Tel: 042-35917321-23  
Fax: 042-35917317

### **Mills**

Mehrajabad,  
Teh. Nankana Sahib,  
Distt. Sheikhpura.  
Tel: 056-2724010-4  
Fax: 056-2874367

### **Auditors**

M/s Qadeer & Company,  
Chartered Accountants  
89-F, Jail Road, Lahore

### **Legal Advisor**

Mian Aslam Shahzad

### **Registrar**

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

### **Bankers**

National Bank of Pakistan  
Sindh Bank Limited  
Summit Bank Limited  
The Bank of Punjab

### **Website**

[www.hwgc.com.pk](http://www.hwgc.com.pk)



# HASEEB WAQAS SUGAR MILLS LIMITED

## DIRECTOR'S REVIEW FOR THE PERIOD ENDED MARCH 31, 2013

### Dear Members

The directors of your company are pleased to present condensed financial report of the company for the period ended 31<sup>st</sup> March, 2013, duly reviewed by auditors of the company.

### FINANCIAL RESULTS

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

	For the half year ended March 31,	
	2013	2012
	(Rupees in thousand)	
Net Sales	1,623,016	1,208,611
Gross Profit / (Loss)	29,389	133,601
Net Profit / (Loss) before tax	(82,989)	14,392
Net Profit / (Loss) after tax	(89,654)	15,314
Earning per share - Basic	(2.77)	0.47

Loss for the year is owing to increased cane support price by the provincial government from Rs. 150/ maund to Rs. 170/ maund, despite evident depressed sugar prices both in national and international markets. Further pest attack and long dry spell has also severely affected per acre cane yield in the area, resulting in decreased crushing during this season.

### OPERATIONAL DATA

The crushing season started on December 03, 2012. The operating results for the period under review are as under:

	December 03, 2012 To March 21, 2013	November 19, 2011 To March 14, 2012
Crushing days	109	117
Average recovery	9.26%	9%
Cane crushed	470,972.126	648,976.122
Avg. Cane crushed (per day)	4,321	5,547
Sugar produced	43,565	58,340

The current crushing season started on December 03, 2012, your mill crushed 470,972 M.Tons of sugar cane and produced 43,565 M.Tons of sugar with an average recovery of 9.26% in 109 days operation as compared to 648,976 m.ton of sugar cane crushing and 58,340 m.ton of sugar production with 9.00% recovery in 117 days operation in the corresponding period.

Your management made efforts for replacement of low recovery unapproved varieties of cane with high sucrose yielding new varieties, but sustained dry weather and unprecedented severe pest attack in the region this year has severely affected the expected outcome.

### FUTURE OUTLOOK

Owing to surplus sugar production and carryover stocks of last year prices are expected to remain depressed for the rest of the year.

### ACKNOWLEDGEMENT:

The Board of Directors would like to appreciate all the employees of the company for their dedication, diligence and hard work. The Board is also thankful to valuable members and bankers for their trust and persistent support to the company.

*On behalf of the Board*

Lahore  
May 29, 2013.

*(MIAN HASEEB LIYAS)  
Director*



# HASEEB WAQAS SUGAR MILLS LIMITED

## AUDITOR'S REVIEW REPORT TO THE MEMBERS

### Introduction

We have reviewed the accompanying condensed interim balance sheet of **Haseeb Waqas Sugar Mills Limited** as at 31 March, 2013 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity, together with the notes forming part thereof (here-in-after referred to as "interim financial information") for the half year then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review.

### Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information 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 opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at and for the half year ended March 31, 2013 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

The figures for the quarter ended March 31, 2013 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2013 and we do not express conclusion on them.

**LAHORE**  
May 29, 2013

**QADEER & COMPANY**  
CHARTERED ACCOUNTANTS  
NAWAZ KHAN, FCA



# HASEEB WAQAS SUGAR MILLS LIMITED

## CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2013

	Note	Un-audited	Audited
		March 31, 2013	Sep 30, 2012
		Rupees	
<b>CAPITAL AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
Authorized capital			
35,000,000 (2012: 35,000,000) ordinary shares of Rs. 10 each		350,000,000	350,000,000
Issued, subscribed and paid up capital	5	324,000,000	324,000,000
Accumulated loss		(181,444,769)	(123,690,168)
		142,555,231	200,309,832
<b>Surplus on Revaluation of Property, Plant and Equipment</b>		1,239,218,100	1,271,117,724
<b>Non Current Liabilities</b>			
Loan from director	6	202,179,594	204,614,594
Long term finances - secured	7	81,250,000	156,250,000
Liabilities against assets subject to finance lease		68,123,643	88,802,637
Deferred liabilities		18,685,607	18,424,221
Deferred taxation		589,829,018	591,279,061
		960,067,862	1,059,370,513
<b>Current Liabilities</b>			
Trade and other payables		1,213,385,131	413,956,644
Markup/ interest payables		90,716,441	107,731,123
Short term bank borrowings		1,299,246,688	1,210,614,433
Current portion of non current liabilities	8	171,211,693	162,301,244
Provision for taxation		6,242,020	6,554,202
Unclaimed dividend		1,443,972	1,443,972
		2,782,245,944	1,902,601,618
<b>Contingencies and Commitments</b>	9	-	-
		5,124,087,138	4,433,399,687
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	10	2,543,377,940	2,577,208,943
Long term deposits		14,247,120	20,020,502
		2,557,625,060	2,597,229,445
<b>Current Assets</b>			
Stores, spares and loose tools		62,925,631	49,420,979
Stock in trade	11	1,942,847,986	1,277,176,874
Advances, deposits, prepayments and other receivables		553,513,537	502,973,890
Cash and bank balances		7,174,924	6,598,499
		2,566,462,078	1,836,170,242
		5,124,087,138	4,433,399,687

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

*Presently the Chief Executive of the company is out of country, due to the reason these financial statements have been signed by two directors of the Company under Section 241(2) of the Companies Ordinance, 1984.*

DIRECTOR

DIRECTOR



# HASEEB WAQAS SUGAR MILLS LIMITED

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE HALF YEAR AND 2ND QUARTER ENDED MARCH 31, 2013

	Note	Half year ended		Quarter ended	
		March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
		Rupees		Rupees	
Sales - Net	12	1,623,016,318	1,208,611,782	1,032,514,259	807,675,235
Cost of goods sold	13	(1,593,627,000)	(1,075,010,093)	(959,158,926)	(709,981,087)
<b>Gross profit</b>		<b>29,389,318</b>	<b>133,601,689</b>	<b>73,355,334</b>	<b>97,694,148</b>
Operating expenses:					
- Administrative and general		16,419,328	15,426,902	9,246,963	8,014,723
- Other operating charges		-	896,959	-	896,959
		16,419,328	16,323,861	9,246,963	8,911,682
		12,969,990	117,277,828	64,108,371	88,782,466
Other operating income		644,252	4,250,022	316,922	2,102,106
<b>Profit from operation</b>		<b>13,614,242</b>	<b>121,527,850</b>	<b>64,425,293</b>	<b>90,884,572</b>
Finance cost		96,603,428	107,134,936	49,894,414	79,388,980
<b>Profit/(loss) before taxation</b>		<b>(82,989,186)</b>	<b>14,392,914</b>	<b>14,530,878</b>	<b>11,495,592</b>
Taxation					
Current		(8,115,082)	(12,086,118)	(5,162,571)	(8,076,753)
Deferred		1,450,043	13,007,509	(7,112,976)	9,677,278
		(6,665,039)	921,391	(12,275,547)	1,600,525
<b>Profit/(loss) after taxation</b>		<b>(89,654,225)</b>	<b>15,314,305</b>	<b>2,255,331</b>	<b>13,096,117</b>
<b>Earning per share - basic</b>		<b>(2.77)</b>	<b>0.47</b>	<b>0.07</b>	<b>0.40</b>

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DIRECTOR

DIRECTOR



# HASEEB WAQAS SUGAR MILLS LIMITED

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALFYEAR AND 2ND QUARTER ENDED MARCH 31, 2013

	Half year ended		Quarter ended	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
	Rupees		Rupees	
(Loss)/profit after taxation	(89,654,225)	15,314,305	2,255,331	13,096,117
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive (loss)/ income for the period</b>	<u>(89,654,225)</u>	<u>15,314,305</u>	<u>2,255,331</u>	<u>13,096,117</u>

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DIRECTOR

DIRECTOR



# HASEEB WAQAS SUGAR MILLS LIMITED

## CONDENSED INTERIM STATEMENT OF CASH FLOWS (Unaudited) FOR THE HALF YEAR AND 2ND QUARTER ENDED MARCH 31, 2013

	March 31, 2013	March 31, 2012
	Rupees	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(82,989,186)	14,392,914
Adjustments for:		
- Depreciation	66,516,519	68,150,407
- Provision for employees retirement benefits	1,160,688	1,147,944
- Amortization of deferred income	(633,542)	(4,103,972)
- Finance cost	96,603,428	107,134,936
	<u>163,647,093</u>	<u>172,329,315</u>
<b>Operating profit before working capital changes</b>	80,657,907	186,722,229
(Increase) / decrease in current assets:		
- Stores, spares and loose tools	(13,504,652)	564,822
- Stock in trade	(665,671,112)	(1,642,022,863)
- Trade receivables	-	(3,120,164)
- Advances, deposits, prepayments and other receivables	(50,539,647)	174,411,010
Increase / (decrease) in current liabilities:		
- Trade and other payables	799,428,487	226,129,329
	<u>69,713,076</u>	<u>(1,244,037,866)</u>
<b>Cash used in/generated from operations</b>	150,370,983	(1,057,315,637)
Income tax paid / deducted	(8,427,264)	(4,269,362)
Gratuity paid	(265,760)	-
Finance cost paid	(113,618,110)	(96,530,670)
<b>Net cash generated from/used in operating activities</b>	28,059,850	(1,158,115,669)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	(32,685,516)	(528,005)
Long term deposits	5,773,382	(3,811,502)
<b>Net cash used in investing activities</b>	(26,912,134)	(4,339,507)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds / (Repayment) from long term loans - Net	(75,000,000)	100,003,695
Proceeds / (Repayment) from Lease Finance - Net	(11,768,545)	(21,301,071)
Proceeds / (Repayment) from directors' loan - Net	(2,435,000)	(31,467,400)
Proceeds / (Repayment) from short term borrowings - Net	88,632,255	1,107,695,603
<b>Net cash generated from financing activities</b>	(571,290)	1,154,930,827
<b>Net increase/decrease in cash and cash equivalents</b>	576,425	(7,524,349)
Cash and cash equivalents at the beginning of the period	6,598,499	11,625,254
<b>Cash and cash equivalents at the end of the period</b>	<u>7,174,924</u>	<u>4,100,905</u>

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DIRECTOR

DIRECTOR



# HASEEB WAQAS SUGAR MILLS LIMITED

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Unaudited) FOR THE HALF YEAR AND 2ND QUARTER ENDED MARCH 31, 2013

	Issued, subscribed and paid-up	Accumulated loss / Unappropriated profit	Total
R u p e e s			
<b>Balance as at September 30, 2011</b>	324,000,000	9,779,482	333,779,482
Comprehensive income for the period			
Net (loss) for the period	-	15,314,305	15,314,305
Other comprehensive income	-	-	-
Total comprehensive income/(loss) for the period	-	15,314,305	15,314,305
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-	33,798,416	33,798,416
<b>Balance as at March 31, 2012</b>	324,000,000	58,892,203	382,892,203
Comprehensive income for the period			
Net profit for the period	-	(216,380,787)	(216,380,787)
Other comprehensive income	-	-	-
Total comprehensive income/(loss) for the period	-	(216,380,787)	(216,380,787)
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-	33,798,416	33,798,416
<b>Balance as at September 30, 2012</b>	324,000,000	(123,690,168)	200,309,832
Comprehensive income for the period			
Net loss for the period	-	(89,654,225)	(89,654,225)
Other comprehensive income	-	-	-
Total comprehensive income/(loss) for the period	-	(89,654,225)	(89,654,225)
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation	-	31,899,624	31,899,624
<b>Balance as at March 31, 2013</b>	324,000,000	(181,444,769)	142,555,231

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DIRECTOR

DIRECTOR



# HASEEB WAQAS SUGAR MILLS LIMITED

## SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (Unaudited) FOR THE HALF YEAR ENDED MARCH 31, 2013

### 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. The Company's registered office is situated at 6F Model Town, Lahore. The mill is situated at Merajabad, Nankana Sahib, District Nankana Sahib. 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 STATEMENT OF COMPLIANCE

- 2.1 This condensed interim financial report to the company for the six months period ended March 31, 2013 has been prepared in accordance with the requirements of the International Accounting Standard 34-Interim Financial Reporting and Provisions of and directives issued under the Companies Ordinance, 1984 (the Ordinance). In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed.
- 2.2 This condensed interim financial report comprises of the condensed interim balance sheet as at March 31, 2013 and the condensed interim profit and loss account, condensed interim statement of changes in equity and the condensed interim cash flow statement 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 and loss account for the quarter ended March 31, 2013 which is not subject to a review.
- 2.3 The comparative condensed balance sheet, presented in this condensed interim financial report, as at March 31, 2013 has been extracted from the annual audited financial statements of the company for the year ended September 30, 2012 whereas the comparative condensed interim profit and loss account, condensed interim statement of changes in equity and condensed interim cash flow statement for the six months period ended March 31, 2012 were subjected to review but not audited. The comparative condensed profit and loss account for the quarter ended March 31, 2013 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 cash flow statement, 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, 2012.

### 5 SHARE CAPITAL

Authorized capital

35,000,000 (2012: 35,000,000) ordinary shares  
of Rs. 10/- each.

March 31, 2013	Sep 30, 2012
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Rupees

350,000,000	350,000,000
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Issued, subscribed and paid-up capital:

27,000,000 (2012: 27,000,000) shares issued for cash.

270,000,000	270,000,000
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5,400,000 (2012: 5,400,000) shares issued as fully paid bonus shares.

54,000,000	54,000,000
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324,000,000	324,000,000
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There is no movement in ordinary share capital of the Company during period.

### 6 LOAN FROM DIRECTORS - unsecured

Loan from directors- interest free

202,179,594	204,614,594
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This loan has been obtained from Directors 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.



# HASEEB WAQAS SUGAR MILLS LIMITED

	Note	March 31, 2013	Sep 30, 2012
Rupees			
<b>7 LONG TERM FINANCES</b>			
Loan from banking institutions - Secured			
National Bank of Pakistan			
- Demand finance	7.1	87,500,000	112,500,000
The Bank of Punjab			
- Term Finance	7.2	-	24,996,305
PAIR			
- Term Finance	7.3	131,250,000	150,000,000
		<u>218,750,000</u>	<u>287,496,305</u>
Less: Current portion shown under current liabilities			
- Demand finance - NBP		(62,500,000)	(50,000,000)
- Term Finance - BOP		-	(56,250,000)
- Term Finance - PAIR		(75,000,000)	(24,996,305)
		<u>(137,500,000)</u>	<u>(131,246,305)</u>
		<u>81,250,000</u>	<u>156,250,000</u>

7.1 This finance has been obtained from National Bank of Pakistan The finance is secured by first charge of Rs. 250 million on fixed assets of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +2.5% per annum. This loan is payable in twelve equal quarterly installments.

7.2 This finance has been obtained from The Bank of Punjab under a swap arrangement whereby the balance outstanding against a short term credit facility has been converted into a long term finance. The finance is secured by ranking charge over current assets of Company with 25% margin i.e. for Rs 200 million registered with SECP and personal guarantee of directors of the Company. It carried markup 3 months average KIBOR rate+300 bps. This facility has been fully paid.

7.3 This finance has been obtained from PAIR investment Company Limited . The finance is secured by Parri Passu charge over present and future fixed assets of the Company with 33% margin above the financing amount. Parri Passu charge by way of creation of mortgage over the land and building of the company and personal guarantee of the directors. It carries markup 3 months average KIBOR rate+350 bps. This facility is payable in eight equal quarterly installments.

## 8 CURRENT PORTION OF NON CURRENT LIABILITIES

Long term finances	137,500,000	131,246,305
Liabilities against assets subject to finance lease	33,711,693	31,054,939
	<u>171,211,693</u>	<u>162,301,244</u>

## 9 CONTINGENCIES AND COMMITMENTS

9.1 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, 2012

	March 31, 2013	Sep 30, 2012
Rupees		
<b>10 PROPERTY, PLANT AND EQUIPMENT</b>		
Opening written down value	2,577,208,943	2,625,329,991
Addition during the period/year		
Plant and machinery	32,685,516	88,106,580
Vehicles	-	528,005
	<u>32,685,516</u>	<u>88,634,585</u>
	2,609,894,459	2,713,964,576
Book value of assets disposed off during period	-	-
	2,609,894,459	2,713,964,576
Depreciation for the period / year	(66,516,519)	(136,755,633)
	<u>2,543,377,940</u>	<u>2,577,208,943</u>



# HASEEB WAQAS SUGAR MILLS LIMITED

		March 31, 2013	Sep 30, 2012
		Rupees	
<b>II STOCK IN TRADE</b>			
Work in process			
Sugar		3,543,741	3,680,913
Molasses		199,875	257,444
		3,743,616	3,938,357
Finished goods			
Sugar	11.1	1,696,582,670	1,077,914,817
Molasses	11.2	242,521,700	195,323,700
		1,939,104,370	1,273,238,517
		<u>1,942,847,986</u>	<u>1,277,176,874</u>

11.1 The entire stock of sugar is pledged as security with banks.

11.2 The entire stock of molasses as at 31 March 2013 is stated at net realizable value.

		Half year ended		Quarter ended	
		March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
		Rupees		Rupees	
<b>12 SALES - NET</b>					
- Sugar		1,566,416,888	1,303,931,584	1,118,310,096	871,723,594
- Molasses		201,840,000	-	-	-
- Mud		2,832,500	1,473,000	990,000	610,000
		1,771,089,388	1,305,404,584	1,119,300,096	872,333,594
Less: Sales tax and excise duty		(148,073,070)	(96,792,802)	(86,785,837)	(64,658,359)
		<u>1,623,016,318</u>	<u>1,208,611,782</u>	<u>1,032,514,259</u>	<u>807,675,235</u>

		Half year ended		Quarter ended	
		March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
		Rupees		Rupees	
<b>13 COST OF GOODS SOLD</b>					
Raw materials consumed		2,046,450,788	2,516,798,919	1,301,995,374	1,847,826,473
Stores and spares consumed		54,655,322	53,386,509	36,996,618	36,191,693
Salaries, wages and other benefits		55,364,180	46,841,393	36,735,222	28,531,753
Insurance		4,366,414	4,253,182	2,449,531	2,334,101
Repair and maintenance		32,223,369	28,872,648	2,396,887	17,639,253
Depreciation		64,556,378	66,033,405	32,282,950	33,016,702
Others		1,681,661	846,900	868,270	27,996
		2,259,298,112	2,717,032,956	1,413,724,852	1,965,567,971
Opening work in process		3,938,357	6,815,500	40,626,654	54,520,221
Closing work in process		(3,743,616)	(3,336,411)	(3,743,616)	(3,336,411)
		194,741	3,479,089	36,883,038	51,183,810
Cost of goods manufactured		2,259,492,853	2,720,512,045	1,450,607,890	2,016,751,781
Opening finished goods		1,273,238,517	250,256,000	1,447,655,406	588,987,258
Closing finished goods		(1,939,104,370)	(1,895,757,952)	(1,939,104,370)	(1,895,757,952)
		<u>(665,865,853)</u>	<u>(1,645,501,952)</u>	<u>(491,448,964)</u>	<u>(1,306,770,694)</u>
		<u>1,593,627,000</u>	<u>1,075,010,093</u>	<u>959,158,926</u>	<u>709,981,087</u>

## 14 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:

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

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



# HASEEB WAQAS SUGAR MILLS LIMITED

	<u>March 31, 2013</u>	<u>Sep 30, 2012</u>
<b>14.1.1 Transactions with Associates</b>	<b>Rupees</b>	
Sale of molasses	201,840,000	100,920,000
Sale of stores and spares	151,800	955,545

14.1.2 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.

14.1.3 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.

	<u>March 31, 2013</u>	<u>Sep 30, 2012</u>
<b>14.2 Details of related party balances are as follows:</b>	<b>Rupees</b>	
Payable to:		
Haseeb Waqas Trading (Private) Limited	2,204,064	2,204,064
Abdullah Sugar Mills Limited	575,195,618	191,168,426
Long term loan from directors	202,179,594	204,614,594

The maximum aggregate amount due from associates at the end of any month during the year amounts to Rs. 36,622,519 (2012: Rs 23,820,976)

## 15 AUTHORIZATION FOR ISSUE

These condensed interim financial statements have authorized for issue by the Board of Directors of the Company on May 29, 2013.

## 16 GENERAL

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

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

*Presently the Chief Executive of the company is out of country, due to the reason these financial statements have been signed by two directors of the Company under Section 241(2) of the Companies Ordinance, 1984.*

DIRECTOR

DIRECTOR