

Towards **Resilient** Growth

QUARTERLY REPORT 2025
CONDENSED INTERIM
FINANCIAL INFORMATION
For the 1st Quarter Ended
31 December 2024
(Un-audited)



BABA FARID
SUGAR MILLS LIMITED



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COMPANY INFORMATION

BOARD OF DIRECTORS

Mrs. Qaiser Shamim Khan	Chairperson
Mr. Adnan Ahmed Khan	Chief Executive
Mr. Muhammad Shamim Khan	Executive Director
Mr. Nauman Ahmed Khan	Non-Executive
Mrs. Sarah Hajra Khan	Non-Executive
Mr. Farid ud Din Ahmed	Independent Director
Mr. Malik Manzoor Hussain Humayoon	Independent Director

CHIEF FINANCIAL OFFICER

Mr. Wasif Mahmood

COMPANY SECRETARY

Mr. Muhammad Imran

AUDITORS

M/s BDO Ebrahim & Co.
Chartered Accountants
Office No. 4, 6th Floor, Askari Corporate Tower, 75/76 D-1,
Main Boulevard, Gulberg-III, Lahore
Tel: 042-35875709-10
Fax: 042-35717351
Email: info@bdo.com.pk

MILLS

5 K.M. Faisalabad Road, Okara
Tel: 044-2714418-21
Fax: 044-2522978

BANKERS

Habib Bank Limited
The Bank of Punjab
Bank Al-Habib Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
Bank Alfalah Limited
Soneri Bank Limited
Allied Bank Limited
Askari Bank Limited
National Bank of Pakistan - Aitemad
Bank Islami Pakistan Limited



HUMAN RESOURCES & REMUNERATION COMMITTEE

Mr. Farid-ud-Din Ahmad	Chairman
Mr. Adnan Ahmed Khan	Member
Mr. Malik Manzoor Hussain Humayoon	Member

AUDIT COMMITTEE

Mr. Farid-ud-Din Ahmad	Chairman
Mrs. Sarah Hajra Khan	Member
Mr. Malik Manzoor Hussain Humayoon	Member

NOMINATION COMMITTEE

Mr. Malik Manzoor Hussain Humayoon	Chairman
Mr. Farid-ud-Din Ahmad	Member

RISK MANAGEMENT COMMITTEE

Mr. Malik Manzoor Hussain Humayoon	Chairman
Mr. Farid-ud-Din Ahmad	Member

SHARE REGISTRAR

M/s Corplink (Pvt) Limited
Share Registrar, Wings Arcade,
1-K Commercial Model Town, Lahore.
Tel: 042-35916714,
Fax: 042-35869037
Email: corplink786@gmail.com

REGISTERED OFFICE

2-D-1, Gulberg III, Lahore
Tel: 042-35771066-71
Fax: 042-35756687
Email: info@bfsml.com
Website: www.bfsml.com

LEGAL ADVISOR

M/s Ahmed & Pansota
Advocate and Legal Consultants
20 - Sir Gangaram Mansions
The Mall Lahore
Tel: 042-37313549, 37313520
Tel: 042-36672102

VISION & MISSION STATEMENTS

OUR VISION



We shall build on our core competencies and achieve excellence in performance to become a leading producer of best quality sugar. In doing so we aim to meet or exceed the expectations of all our stakeholders.

Our goal is not only to attain technological advancements in the field of sugar but also to inculcate the most efficient, ethical and time tested business practices in our management.

Furthermore, we shall strive to innovate the ways for the improvement and increase in per acre yield of sugarcane and introduce improved varieties of sugarcane having better yield characters, high sucrose contents, disease and drought resistant and better ratooning crop in the region. We shall introduce the mechanized sugarcane cultivation method to the growers and to educate regarding latest developments of agriculture technology and free consultancy of professionals.

OUR MISSION

We aim to be a leading producer and supplier of quality sugar by adopting the most technological advancement. We intend to play a pivotal role in the economic development of Pakistan.



DIRECTORS' REVIEW

On behalf of the Board of Directors of BABA FARID SUGAR MILLS LIMITED, we are pleased to present the un audited Interim Financial Information of the Company for the Quarter ended December 31, 2024.

BUSINESS ENVIRONMENT REVIEW

Pakistan's economy has exhibited notable progress during the first quarter with several key economic indicators, which reflecting positivity. Inflation, which had been a persistent challenge, continuing to decline and currently is in single digit. This decline prompted the State Bank of Pakistan (SBP) to ease its monetary policy.

INDUSTRY OVERVIEW

The 2024-25 sugarcane crushing season in Pakistan began on November 20, 2024. The sugarcane crop size during current season is expected to remain the same in the procurement area of the mills as in the last crushing season.. The Govt. Of Punjab had not notified the minimum support price (MSP) of sugarcane for the current crushing season. In deregulated price regime of sugarcane, it is expected that the sugarcane price will remain stable and this will also impact on the prices of sugar to remain stable during the year.

PERFORMANCE OF THE COMPANY

The Company was able to crush 219,386.965 M. Tons sugarcane and produced 20,442.000 M. Tons of white refined sugar at an average recovery of 9.659% during the period ended 31 December 2024 as compared to sugarcane crushing of 190,258.445 M. Tons and production of 18,219.500 M. Tons white refined sugar at an average recovery of 9.860% in quarter ended 31 December 2023.

Sales for the quarter increased by 19.61% over the same period of last year. Net sales were recorded at Rs. 1,480.927 million during the first quarter of current financial year as compared to Rs. 1,238.129 million during the corresponding period of last year.

The Company posted a pretax profit of Rs. 29.538 million during the quarter under review as compared to pretax profit of Rs. 173.874 million in the corresponding period of last year. The reduction in profitability is mainly because of increased finance cost, selling expenses and the decreased other income.

FUTURE OUTLOOK

Reduced interest rates and easing inflationary pressures are expected to continue. Growing investor confidence and stock market come back are indications of stability.

The Company continues to face challenges of increased sugarcane procurement prices despite the fact that for the current crushing season the Govt. had not fixed the minimum support price. It is primarily due to competition in the area among the mills.

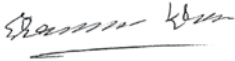
The government must ensure the price of sugar is reflective of the price of sugarcane and other costs in line with prevailing inflation to create a conducive business environment for the industry as well as develop policies to promote agriculture by providing seeds to farmers those are better in yield and recovery.

Going forward the Company is expected to perform better. Though the impact of higher sugarcane prices, heavy borrowing leverage may subdue the profitability while sugar prices to determine the extent of profitability.

ACKNOWLEDGEMENT

The Directors wish to acknowledge the devotion of the employees and are appreciative of their dedication and commitment. They also extend heartfelt appreciation to the Company's suppliers, customers, and bankers for their continued confidence and support.

For and on behalf of the Board
Baba Farid Sugar Mills Limited



Mr. Muhammad Shamim Khan
Director



Mrs. Sarah Hajra Khan
Director

Lahore: 24th January 2025

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024 (UN-AUDITED)

	Note	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment			
Operating fixed assets	6.1	3,414,084,901	3,427,348,441
Right to use assets	6.2	12,880,960	13,838,540
Capital work in progress	7	26,702,044	12,552,659
		3,453,667,905	3,453,739,640
Long term deposits		630,184	630,184
		3,454,298,089	3,454,369,824
CURRENT ASSETS			
Stores, spares and loose tools		308,665,638	207,803,822
Stock in trade	8	3,201,514,880	1,942,632,882
Trade debts		200,938,738	3,362,467
Loans and advances		241,790,736	446,928,134
Short term prepayments and deposits		1,629,345	798,285
Other receivables		22,876,025	5,722,999
Short term investment		451,698,139	306,400
Taxation- Net		83,868,271	73,247,717
Cash and bank balances		175,977,546	83,789,198
		4,688,959,318	2,764,591,904
TOTAL ASSETS		8,143,257,407	6,218,961,728

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


DIRECTOR


DIRECTOR


CHIEF FINANCIAL OFFICER

	(Un-Audited) 31 December 2024	(Audited) 30 September 2024
Note (Rupees)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital	700,000,000	700,000,000
Issued, subscribed and paid up capital	94,500,000	94,500,000
Reserves		
Revenue reserves - accumulated losses	(3,000,026,293)	(3,024,992,840)
Directors' loans	3,002,700,000	3,002,700,000
Surplus on revaluation of fixed assets	2,504,718,633	2,517,273,104
	2,601,892,340	2,589,480,264
NON CURRENT LIABILITIES		
Lease liability	10,049,753	6,621,610
Long term Loan (Banking Companies)	124,546,950	139,544,750
Long term diminishing musharka	180,000,000	210,000,000
Deferred liabilities	24,966,352	25,281,610
	339,563,055	381,447,970
CURRENT LIABILITIES		
Trade and other payables	1,116,091,375	197,369,356
Contract liabilities	427,474,075	241,776,008
Unclaimed dividend	255,930	255,930
Due to Pattoki Sugar Mills Limited	9,007,274	9,007,275
Short term borrowings	3,003,488,629	2,059,050,720
Mark-up accrued	358,826,862	416,221,001
Current portion of long term liabilities	286,657,867	324,353,204
	5,201,802,012	3,248,033,494
CONTINGENCIES AND COMMITMENTS	15	
TOTAL EQUITY AND LIABILITIES	8,143,257,407	6,218,961,728

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


DIRECTOR


DIRECTOR


CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE QUARTER ENDED 31 DECEMBER 2024 (UN-AUDITED)

	Note	(Un-Audited) 31 December 2024 (Rupees)	(Un-Audited) 31 December 2023
Revenue from contracts with customers	16	1,480,927,364	1,238,129,620
Cost of sales	17	(1,258,494,719)	(969,282,609)
Gross Profit		222,432,645	268,847,011
Selling and distribution expenses		(19,959,807)	(7,127,646)
General and administrative expenses		(68,385,620)	(53,164,779)
Other Operating expense		(833,449)	(11,415,844)
Other income		17,467,490	31,251,962
		(71,711,386)	(40,456,307)
Operating Profit		150,721,259	228,390,704
Financial charges		(121,182,870)	(54,516,449)
Profit before levy		29,538,389	173,874,255
Levy		(17,126,313)	(15,743,164)
Profit for the period		12,412,076	158,131,091
Earning / (Loss) per share - Basic and diluted (Rupees)		1.31	16.73

Appropriations have been reflected in the statement of changes in equity.

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

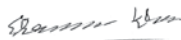
FOR THE QUARTER ENDED 31 DECEMBER 2024 (UN-AUDITED)

Note	31 December 2024 (Rupees)	31 December 2023
Profit for the period	12,412,076	158,131,091
Other comprehensive income		
Items that will not be reclassified to the statement of profit or loss		
Remeasurement of defined benefit liability	-	-
Related tax effect	-	-
	-	-
Surplus on revaluation of operating fixed assets	-	-
Related tax effect	-	-
	-	-
Items that may be reclassified to the statement of profit or loss in subsequent periods		
	-	-
Total comprehensive income for the period	12,412,076	158,131,091

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED 31 DECEMBER 2024 (UN-AUDITED)

Note	Issued, subscribed and paid-up capital	Surplus on revaluation of fixed assets	Directors' loans	Revenue Reserves	Total
	Ordinary shares			Accumulated losses	
Rupees					
Balance as at October 01, 2023- Restated	94,500,000	2,571,346,693	3,002,700,000	(2,452,520,079)	3,216,026,614
Profit for the Period	-	-	-	158,131,091	158,131,091
Remeasurement of defined benefit liability - net	-	-	-	-	-
Surplus on revaluation of fixed assets	-	-	-	-	-
Transfer from surplus on revaluation of fixed assets incremental depreciation	-	(13,518,397)	-	13,518,397	-
Director contribution	-	-	-	-	-
10	-	(13,518,397)	-	171,649,488	158,131,091
Balance as at December 31, 2023	94,500,000	2,557,828,296	3,002,700,000	(2,280,870,591)	3,374,157,705
Balance as at October 01, 2024	94,500,000	2,517,273,104	3,002,700,000	(3,024,992,840)	2,589,480,264
Profit for the Period	-	-	-	12,412,076	12,412,076
Remeasurement of defined benefit liability - net	-	-	-	-	-
Surplus on revaluation of fixed assets	-	-	-	-	-
Transfer from surplus on revaluation of fixed assets incremental depreciation	-	(12,554,471)	-	12,554,471	-
Director contribution	-	-	-	-	-
	-	(12,554,471)	-	24,966,547	12,412,076
Balance as at December 31, 2024	94,500,000	2,504,718,633	3,002,700,000	(3,000,026,293)	2,601,892,340

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


DIRECTOR


DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED 31 DECEMBER 2024 (UN-AUDITED)

Note	31 December 2024 (Rupees)	31 December 2023
Cash flows from operating activities		
Profit before levy	29,538,389	173,874,255
Adjustments for items not involving movement of funds:		
Profit on Investment	-	1,285,065
Depreciation	26,741,123	27,764,667
Financial charges	121,182,870	54,516,449
Net cash flow before working capital changes	<u>177,462,382</u>	<u>257,440,436</u>
Decrease / (increase) in current assets		
Stores, spares and loose tools	(100,861,816)	(1,639,991)
Stock in trade	(1,258,881,998)	(1,225,432,719)
Trade debts	(197,576,271)	(13,788,370)
Loans and advances	205,137,398	116,248,696
Short term prepayments and deposits	(831,060)	(1,598,706)
Other receivables	(17,153,026)	5,179,457
	<u>(1,370,166,773)</u>	<u>(1,121,031,633)</u>
Increase / (decrease) in current liabilities		
Trade and other payables	1,104,420,086	503,838,776
	(88,284,305)	(359,752,421)
Taxes paid	(27,746,867)	(16,564,718)
Gratuity Paid	(315,258)	(258,102)
Financial charges paid	(178,577,009)	(60,778,693)
Net cash used in from operating activities	<u>(294,923,439)</u>	<u>(437,353,934)</u>
Cash flows from investing activities		
Additions to operating fixed assets	(12,520,003)	(15,845,086)
(Additions) to / transfer from capital work in progress	(14,149,385)	(1,420,760)
Short term Investment	(451,391,739)	(600,000,000)
Net cash used in investing activities	<u>(478,061,127)</u>	<u>(617,265,846)</u>
Cash flows from financing activities		
Loan (repaid) / obtained during the period	(48,331,133)	(48,331,133)
Long term diminishing musharka obtained	(30,000,000)	-
Due to Pattoki Sugar Mills Limited (PSML)	(1)	(2,001,758)
Short term Borrowing- Net	944,437,909	1,345,917,902
Lease liability paid	(933,861)	(1,387,618)
Net cash generated from financing activities	<u>865,172,914</u>	<u>1,294,197,393</u>
Net (decrease) / increase in cash and cash equivalents	92,188,348	239,577,613
Cash and cash equivalents at the beginning of the Period	83,789,198	116,810,909
Cash and cash equivalents at the end of the Period	<u>175,977,546</u>	<u>356,388,522</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE QUARTER ENDED 31 DECEMBER 2024 (UN-AUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

Baba Farid Sugar Mills Limited (“the Company”) was incorporated in 1978 under the Companies Act 1913 (now Companies Act, 2017) as a Public Limited Company and its shares are quoted at Pakistan Stock Exchange. It is principally engaged in the manufacturing and sale of sugar including its by-products i.e. molasses and V.Filter cake.

1.1 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is situated at 2-D/1, Gulberg III, Lahore. The manufacturing facility of the Company is located at 5 KM Faisalabad Road, district Okara, Punjab.

2. BASIS OF PREPARATION

The condensed interim financial information is not audited and has been presented in condensed form and does not include all the information as is required to be provided in a full set of annual financial statements. This condensed interim financial information should be read in conjunction with the audited financial statements of the company for the year ended 30 September 2024.

The comparative figures as at 30 September 2024 in the condensed interim statement of financial position and the related notes to the condensed interim financial information are based on audited financial statements. The comparative condensed interim profit & loss account, condensed interim cash flow statement, condensed interim statement of changes in equity and related notes to the condensed interim financial information for the quarter ended 31 December 2024 are based on un-audited condensed interim financial information. The condensed interim profit & loss account and condensed interim statement of other comprehensive income for the quarters ended 31 December 2024 and 31 December 2023 are neither audited nor reviewed.

3. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting 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; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENT

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are

based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 September 2024.

5. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements for the year ended September 30, 2024.

6. PROPERTY, PLANT & EQUIPMENT

	Note	(Un-Audited) 31 December 2024	(Audited) 30 September 2024
..... (Rupees)			
Operating fixed assets	6.1	3,414,084,901	3,427,348,441
Right of use assets	6.2	12,880,960	13,838,540
		<u>3,426,965,861</u>	<u>3,441,186,981</u>

6.1 Operating Fixed Assets

Opening net book value (NBV)		3,427,348,441	3,492,165,517
Additions (at cost) during the period / year		12,520,003	44,680,444
		<u>3,439,868,444</u>	<u>3,536,845,961</u>
Disposals (at NBV) during the period / year		-	(642,770)
Depreciation charged during the period / year		(25,783,543)	(108,854,750)
		<u>(25,783,543)</u>	<u>(109,497,520)</u>
Closing net book value (NBV)		<u>3,414,084,901</u>	<u>3,427,348,441</u>
Details of additions (at cost) during the period / year are as follows:			
Building on freehold land		-	10,627,646
Plant and machinery		8,490,000	14,185,000
Electrical installation		2,157,903	6,739,836
Furniture & fixtures		83,000	865,520
Tools and equipment		1,660,000	3,856,658
Office equipment		-	74,000
Vehicles		-	7,545,574
Computer and allied equipments		129,100	786,210
		<u>12,520,003</u>	<u>44,680,444</u>

	Note	(Un-Audited) 31 December 2024	(Audited) 30 September 2024
6.2 Right of use assets			
	 (Rupees)	
Vehicles	6.3	6,977,569	7,344,810
Agricultural land	6.4	5,903,391	6,493,730
		<u>12,880,960</u>	<u>13,838,540</u>
6.3 The following is the statement of right of use assets:			
Vehicle			
Net carry value basis			
Opening net book value		7,344,810	11,235,125
Addition during the year		-	3,976,400
Transferred to operating fixed assets		-	(6,858,929)
Depreciation		(367,241)	(1,007,786)
		<u>6,977,569</u>	<u>7,344,810</u>
Depreciation rate % per annum		20%	20%
This represents vehicles obtained on finance lease from Bank Al Habib Limited.			
6.4 Agricultural land			
Net carrying value basis			
Opening net book value		6,493,730	8,855,086
Depreciation		(590,339)	(2,361,356)
		<u>5,903,391</u>	<u>6,493,730</u>
Depreciation rate % per annum		25%	25%
This represents obtained of agriculture land on lease from various individual for agriculture purposes to grow the sugarcanes and seed experiments.			
7. CAPITAL WORK IN PROGRESS			
This comprises of:			
Building		3,186,914	12,552,659
Plant and machinery		23,515,130	-
		<u>26,702,044</u>	<u>12,552,659</u>

7.1 Movement of carrying amount

Period ended December 31, 2024

	Building	Plant and machinery	Total
Opening balance	2,767,368	9,785,291	12,552,659
Additions (at cost)	419,546	13,971,499	14,391,045
Transferred to operating fixed assets	-	(241,660)	(241,660)
Closing balance	3,186,914	23,515,130	26,702,044

Year ended September 30, 2024

Opening balance	1,656,275	-	1,656,275
Additions (at cost)	11,485,780	9,785,291	21,271,071
Transferred to operating fixed assets	(10,374,687)	-	(10,374,687)
Closing balance	2,767,368	9,785,291	12,552,659

(Un-Audited) 31 December 2024 (Audited) 30 September 2024

..... (Rupees)

8. STOCK IN TRADE

Work-in process:

Sugar	91,057,535	10,314,607
Molasses	10,841,229	1,410,808
	101,898,764	11,725,415

Finished goods:

Sugar	3,057,060,741	1,926,348,367
Molasses	42,555,375	4,559,100
	3,099,616,116	1,930,907,467
	3,201,514,880	1,942,632,882

9. SHARE CAPITAL

9.1 Authorized share capital

31 December 2024 30 September 2024

Number of ordinary shares of Rs. 10/- each

70,000,000

70,000,000

700,000,000

700,000,000

9.2 Issued, subscribed and paid up capital

31 December 2024 30 September 2024

Number of ordinary shares of Rs. 10/- each

6,400,000

6,400,000

64,000,000

64,000,000

3,050,000

3,050,000

30,500,000

30,500,000

9,450,000

9,450,000

94,500,000

94,500,000

	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024
10. DIRECTORS' LOANS		
Unsecured		
Directors		
Others (other than banking companies)	3,002,700,000	3,002,700,000

- 10.1** This represents unsecured interest free long term loans from directors of the Company to meet the working capital and long term requirements. These are payable on discretion of the Company and will be paid as and when convenient to the Company. This has been disclosed/classified in accordance with TR-32 "Directors' Loan" clause 3.3 "Contractual Directors' loan" that is interest free and repayable at the discretion of the Company, issued by the Institute of Chartered Accountants of Pakistan. The Director's loan is subordinated to financial institutions against banking facilities to the extent mentioned in respective financing agreements.

	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024
11. SURPLUS ON REVALUATION OF FIXED ASSETS		
Balance brought forward	2,517,273,104	2,571,346,693
Less:		
Transferred to equity in respect of incremental depreciation charged during the period	12,554,471	54,073,589
Related deferred tax liability during the period transferred to profit and loss account	-	-
	12,554,471	54,073,589
	2,504,718,633	2,517,273,104

12. LONG TERM LOAN (BANKING COMPANIES)

Secured:

Bank Al Habib Limited	184,538,150	199,535,950
Allied Bank Limited	166,666,667	200,000,000
	351,204,817	399,535,950
Current portion shown under current liabilities	(226,657,867)	(259,991,200)
	124,546,950	139,544,750

- 12.1** There is no material change in the terms and conditions of the long-term loans as disclosed in the annual audited financial statements as at and for the year ended September 30, 2024.

	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024
13. LONG TERM DIMINISHING MUSHARAKA		
Secured - banking companies		
National Bank of Pakistan (Islamic mode)	240,000,000	270,000,000
Current portion shown under current liabilities	(60,000,000)	(60,000,000)
	180,000,000	210,000,000

- 13.1 There is no material change in the terms and conditions of the long-term loans as disclosed in the annual audited financial statements as at and for the year ended September 30, 2024.

Note	(Un-Audited) 31 December 2024	(Audited) 30 September 2024
 (Rupees)	
	2,803,488,629	1,851,297,154
	200,000,000	200,000,000
	-	7,753,566
	<u>3,003,488,629</u>	<u>2,059,050,720</u>

14. SHORT TERM BORROWING

Secured:

Cash Finance

Short term Agri finance

Running Finance

14.1	2,803,488,629	1,851,297,154
14.2	200,000,000	200,000,000
	-	7,753,566
	<u>3,003,488,629</u>	<u>2,059,050,720</u>

- 14.1 During the period the Company had availed cash finance facilities from various banks that carries mark-up ranging from one month KIBOR to six month KIBOR plus 0.75% to 1.50% per annum on utilized limits. These facilities were secured against pledge of white refined sugar bags at 5% to 23% margin, personal guarantees of the directors and subordination of loan from directors.

- 14.2 There is no material change in the terms and conditions of the short term agri finance facility as disclosed in the annual audited financial statements as at and for the year ended September 30, 2024.

15. CONTINGENCIES AND COMMITMENTS

15.1 Contingent liabilities

There has been no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended September 30, 2024.

15.2 Commitments

The Company is committed as at the balance sheet date in respect of lease payments.

16. REVENUE FROM CONTRACTS WITH CUSTOMERS

Sales

Manufacturing - sugar

Local

Export

	(Un-Audited) 31 December 2024	(Un- Audited) 31 December 2023
 (Rupees)	
	741,655,747	1,393,961,827
	631,454,776	-
	<u>1,373,110,523</u>	<u>1,393,961,827</u>

By products sales:

Molasses

Baggasse

V.F.Cake

	229,803,943	59,191,986
	25,642,540	-
	17,717,119	8,104,873
	<u>273,163,602</u>	<u>67,296,859</u>

Less: Sales tax / FED

Sugar

Molasses

Baggasse

V.F.Cake

	(122,988,928)	(212,638,245)
	(35,251,369)	(9,029,286)
	(3,911,574)	-
	(3,194,890)	(1,461,535)
	<u>(165,346,761)</u>	<u>(223,129,066)</u>
	<u>1,480,927,364</u>	<u>1,238,129,620</u>

17. COST OF SALES

	(Un-Audited) 31 December 2024 (Rupees)	(Un-Audited) 31 December 2023
Cane Procurement and expenses thereon	2,300,059,514	1,994,534,928
Stores, spares and consumables	4,896,987	6,135,129
Packing materials consumed	18,396,180	17,952,649
Chemicals consumed	12,520,390	12,263,300
Salaries, wages and other benefits	74,993,726	58,502,584
Fuel and power	10,727,255	9,372,583
Repair and maintenance	61,827,057	59,192,707
Depreciation	25,034,077	26,072,721
Vehicle running expenses	3,162,192	3,994,661
Insurance	1,243,601	1,061,155
Fee and subscription	-	81,110
Other factory overheads	4,515,738	5,551,801
	<u>2,517,376,717</u>	<u>2,194,715,328</u>
Work in process		
Opening	11,725,415	12,339,911
Closing	(101,898,764)	(72,857,790)
	<u>(90,173,349)</u>	<u>(60,517,879)</u>
Cost of goods manufactured	2,427,203,368	2,134,197,449
Finished goods		
Opening	1,930,907,467	714,382,210
Closing	(3,099,616,116)	(1,879,297,050)
	<u>(1,168,708,649)</u>	<u>(1,164,914,840)</u>
	<u>1,258,494,719</u>	<u>969,282,609</u>

18. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of associated companies and directors of the Company. Significant transactions and balances with related parties, other than those disclosed elsewhere in these financial statements are as follows:

Name of parties	Nature of relationship	Nature of balance	(Un-Audited) 31 December	(Audited) 30 September
			2024	
			Closing balance	Closing balance
Rupees				
Naubahar Bottling Co. (Pvt) Limited	Associated Company	Mark-up payable	264,084,254	264,084,254
		Payable-Net	149,999,974	-
The Thal Industries Corporation Limited	Associated Company	Payable-Net	6,000,000	-
Al-Moiz Industries Limited	Associated Company	Receivable-Net	4,290,188	12,883,497
Directors/shareholders				
Mr. Muhammad Shamim Khan	Director	Directors' loan	1,356,300,000	1,356,300,000
Mrs. Qaiser Shamim Khan	Director	Directors' loan	1,199,600,000	1,199,600,000
Mr. Adnan Ahmed Khan	Director	Directors' loan	367,000,000	367,000,000
Mr. Nauman Ahmed Khan	Director	Directors' loan	79,800,000	79,800,000

18.1 Basis of relationship with the company

In respect of associated companies incorporated inside Pakistan with whom the company had entered into transaction during the period along with basis of relationship is as follows

Name of related party	Country of Incorporation/origin	Relationship	Basis of Association	Shareholdings
Naubahar Bottling Company (Private) Limited	Pakistan	Associated	Common management	Nil
Al-Moiz Industries Limited	Pakistan	Associated	Common management	Nil
Moiz Textile Limited	Pakistan	Associated	Common management	Nil
The Thal Industries Corporation Limited	Pakistan	Associated	Common management	Nil
Mr. Muhammad Shamim Khan	Pakistan	Director	Shareholding	29.1623%
Mrs Qaiser Shamim Khan	Pakistan	Director	Shareholding	28.0002%
Mr. Adnan Ahmed Khan	Pakistan	Chief Executive	Shareholding	20.0002%
Mr. Nauman Ahmed Khan	Pakistan	Director	Shareholding	20.0002%
Malik Manzoor Hussain Humayun	Pakistan	Director	Shareholding	0.0169%
Mr. Farid ul din Ahmed	Pakistan	Director	Shareholding	0.0021%
Mrs Sarah Hajra Khan	Pakistan	Director	Shareholding	0.0032%

18.2	Name of Related Party	Relationship	Basis of Relationship	Quarter ended	
				31 December 2024	31 December 2024
	Naubahar Bottling Co Pvt Limited Sale of Sugar	Associated Company	Common Directorship	70,325,025	-
	Almoiz Industries Limited Sale of scrap Purchase of Goods	Associated Company	Common Directorship	15,468,600 -	12,883,497 -
	The Thal Industries Corporation Limited Purchase of Goods	Associated Company	Common Directorship	6,120,000	-

The company continues to have a policy whereby all transactions with related parties and associated undertakings are priced at comparable uncontrolled market price.

19. FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

These condensed interim financial statements do not include all financial risk, management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended September 30, 2024. There have been no changes in any risk management policies since the year end. The carrying values of all financial and non-financial assets and liabilities are measured at other than amortized cost in these condensed interim financial statements to approximate their fair values.

20. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, whenever necessary to reflect more appropriate presentation of events and transactions for the purpose of comparison in accordance with the accounting and reporting standards as applicable in Pakistan.

21. SEASONALITY

Due to the seasonal availability of sugarcane, the production of sugar is carried out during the period of availability of sugarcane and costs incurred / accrued up to the reporting date have been accounted for. Accordingly, the costs incurred / accrued after the reporting date will be reported in the subsequent condensed interim financial statements. Due to seasonal nature the entire cane crushing and manufacturing of sugar is done from November to the following March. Sugar sales are made throughout the year.

22. DATE OF AUTHORIZATION OF ISSUE

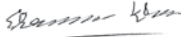
These financial statements were authorized for issue on 24 January 2025 by the Board of Directors of the Company.

23. GENERAL

Figures have been rounded off to the nearest rupees unless stated otherwise.



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER



















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