



BABA FARID
SUGAR MILLS LIMITED

QUARTERLY REPORT 2026
CONDENSED INTERIM
FINANCIAL INFORMATION
For the 1st Quarter Ended
31 December 2025
(Un-audited)

**Strong Today
Stronger Tomorrow**





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COMPANY INFORMATION

BOARD OF DIRECTORS

Mrs. Qaiser Shamim Khan	Chairperson
Mr. Muhammad Shamim Khan	Chief Executive
Mr. Adnan Ahmed Khan	Director
Mr. Nauman Ahmed Khan	Director
Mrs. Sarah Hajra Khan	Director
Mrs. Farah Khan	Director
Mr. Farid ud Din Ahmed	Independent Director
Mr. Anwar Ahmed Khan	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
Faysal Bank 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, 2025.

BUSINESS ENVIRONMENT REVIEW

Pakistan's economy showed gradual stabilization with mixed signals. Economic growth remained moderate (around 3%), supported by industry and services. Inflation eased significantly, improving cost pressures, and monetary policy turned slightly accommodative, supporting business activity.

However, the external sector weakened, with a widening trade deficit driven by declining exports and higher imports. Despite this, foreign investor interest improved, reflecting cautious confidence in economic reforms and stabilization efforts.

INDUSTRY OVERVIEW

The 2025-26 sugarcane crushing season in Pakistan began on November 15, 2025. The 2025-26 crushing season witnessed marginal improvement in sugarcane production, with better recovery in Punjab offsetting regional variations. Sugar prices remained volatile, influenced by supply management issues and policy interventions. Government measures on stock monitoring aim to balance farmer returns with domestic availability. Overall, the industry operated under tight margins amid regulatory and market challenges.

PERFORMANCE OF THE COMPANY

The Company was able to crush 184,052 M. Tons sugarcane and produced 17,980 M. Tons of white refined sugar at an average recovery of 10.00% during the period ended 31 December 2025 as compared to sugarcane crushing of 219,387 M. Tons and production of 20,442M. Tons white refined sugar at an average recovery of 9.66% in quarter ended 31 December 2024.

Sales for the quarter were recorded at Rs. 238.347 million during the first quarter of current financial year as compared to Rs. 1,480.927 million during the corresponding period of last year.

The Company posted a pretax loss of Rs. 90.226 million during the quarter under review as compared to pretax profit of Rs. 29.538 million in the corresponding period of last year.

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 irrespective of the fact that 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 for better yield and recovery.

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

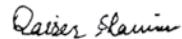
ACKNOWLEDGEMENT

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



Muhammad Shamim Khan
Chief Executive Officer



Mrs. Qaiser Shamim Khan
Chairperson

Lahore: 26th January 2026

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025 (UN-AUDITED)

	Note	(Un-Audited) 31 December 2025 (Rupees)	(Audited) 30 September 2025
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	6.1	5,203,778,162	5,231,494,432
Operating fixed assets	6.2	4,755,302	5,367,177
Right to use assets	7	38,674,436	15,277,176
Capital work in progress		5,247,207,900	5,252,138,785
Long term deposits		415,600	390,600
		5,247,623,500	5,252,529,385
CURRENT ASSETS			
Stores, spares and loose tools	8	236,005,982	245,363,255
Stock in trade		2,025,855,676	84,883,758
Trade debts		28,247,442	21,782,120
Loans and advances		472,290,067	397,368,494
Short term prepayments and deposits		1,093,035	1,192,746
Other receivables		27,436,999	9,246,439
Short term investment		15,000,000	-
Taxation- Net		62,473,326	35,658,070
Cash and bank balances		214,134,560	457,264,048
		3,082,537,087	1,252,758,930
TOTAL ASSETS		<u>8,330,160,587</u>	<u>6,505,288,315</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital	9.1	700,000,000	700,000,000
Issued, subscribed and paid up capital	9.2	94,500,000	94,500,000
Reserves		(2,222,997,600)	(2,157,126,033)
Revenue reserves - accumulated losses		3,002,700,000	3,002,700,000
Directors' loans	10	4,286,093,070	4,313,783,195
Surplus on revaluation of fixed assets	11	5,160,295,470	5,253,857,162
NON CURRENT LIABILITIES			
Lease liability	12	2,160,984	1,083,183
Long term Loan		59,991,200	74,989,000
Long term diminishing musharka	13	120,000,000	150,000,000
Deferred liabilities		24,616,271	25,457,973
		206,768,455	251,530,156
CURRENT LIABILITIES			
Trade and other payables		524,864,490	348,385,908
Contract liabilities		411,021,539	135,897,569
Unclaimed dividend		255,930	255,930
Due to Pattoki Sugar Mills Limited		9,007,275	9,007,275
Short term borrowings	14	1,621,681,738	104,767,978
Mark-up accrued		276,274,490	278,608,069
Current portion of long term liabilities		119,991,200	122,978,268
		2,963,096,662	999,900,997
CONTINGENCIES AND COMMITMENTS	15	<u>8,330,160,587</u>	<u>6,505,288,315</u>
TOTAL EQUITY AND LIABILITIES			

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

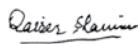
FOR THE QUARTER ENDED 31 DECEMBER 2025 (UN-AUDITED)

	Note	(Un-Audited) 31 December 2025 (Rupees)	(Un-Audited) 31 December 2024 (Rupees)
Revenue from contracts with customers	16	238,346,735	1,480,927,364
Cost of sales	17	(282,584,791)	(1,258,494,719)
Gross (Loss) / Profit		(44,238,056)	222,432,645
Selling and distribution expenses		(8,956,213)	(19,959,807)
General and administrative expenses		(54,992,948)	(68,385,620)
Other Operating expenses		-	(833,449)
Other income		37,363,608	17,467,490
		(26,585,553)	(71,711,386)
Operating Loss / (Profit)		(70,823,609)	150,721,259
Financial charges		(19,401,907)	(121,182,870)
Loss before levy		(90,225,516)	29,538,389
Levy		(3,336,176)	(17,126,313)
(Loss) / Profit for the period		(93,561,692)	12,412,076
(Loss) / Earning per share - Basic and diluted (Rupees)		(9.90)	1.31

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.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

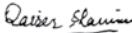
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 31 DECEMBER 2025 (UN-AUDITED)

	31 December 2025	31 December 2024
	..... (Rupees) .....	.....
(Loss) / Profit after taxation for the period	(93,561,692)	12,412,076
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 (Loss) / Income for the period	(93,561,692)	12,412,076

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

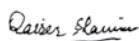
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED 31 DECEMBER 2025 (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, 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
 Balance as at October 01, 2025	94,500,000	4,313,783,195	3,002,700,000	(2,157,126,033)	5,253,857,162
Loss for the Period	-	-	-	(93,561,692)	(93,561,692)
Remeasurement of defined benefit liability - net	-	-	-	-	-
Surplus on revaluation of fixed assets	-	-	-	-	-
Transfer from surplus on revaluation of fixed assets incremental depreciation	-	(27,690,125)	-	27,690,125	-
Director contribution	-	-	-	-	-
	-	(27,690,125)	-	(65,871,567)	(93,561,692)
Balance as at December 31, 2025	94,500,000	4,286,093,070	3,002,700,000	(2,222,997,600)	5,160,295,470

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED 31 DECEMBER 2025 (UN-AUDITED)

	31 December 2025 (Rupees)	31 December 2024
Cash flows from operating activities		
(Loss) / Profit before levy and taxation	(90,225,516)	29,538,389
Adjustments for items not involving movement of funds:		
Profit on Investment	-	-
Depreciation	41,968,802	26,741,123
Financial charges	19,401,907	121,182,870
Net cash flow before working capital changes	(28,854,807)	177,462,382
Decrease / (increase) in current assets		
Stores, spares and loose tools	9,357,273	(100,861,816)
Stock in trade	(1,940,971,918)	(1,258,881,998)
Trade debts	(6,465,322)	(197,576,271)
Loans and advances	(74,921,573)	205,137,398
Short term prepayments and deposits	99,711	(831,060)
Other receivables	(18,190,560)	(17,153,026)
	(2,031,092,389)	(1,370,166,773)
Increase / (decrease) in current liabilities		
Trade and other payables	176,478,582	918,722,019
Contract liabilities	275,123,970	185,698,067
	451,602,552	1,104,420,086
Cash used in from operations	(1,608,344,644)	(88,284,305)
Taxes paid	(30,151,432)	(27,746,867)
Gratuity Paid	(841,702)	(315,258)
Financial charges paid	(21,735,486)	(178,577,009)
Net cash used in from operating activities	(1,661,073,264)	(294,923,439)
Cash flows from investing activities		
Additions to operating fixed assets	(13,640,657)	(12,520,003)
(Additions) to / transfer from capital work in progress	(23,397,260)	(14,149,385)
Long term deposit	(25,000)	-
Short term Investment	(15,000,000)	(451,391,739)
Net cash used in investing activities	(52,062,917)	(478,061,127)
Cash flows from financing activities		
Long term loan	(14,997,800)	(48,331,133)
Long term diminishing musharka	(30,000,000)	(30,000,000)
Due to Pattoki Sugar Mills Limited	-	(1)
Short term Borrowing- Net	1,516,913,760	944,437,909
Lease liability paid	(1,909,267)	(933,861)
Net cash generated from financing activities	1,470,006,693	865,172,914
Net (decrease) / increase in cash and cash equivalents	(243,129,488)	92,188,348
Cash and cash equivalents at the beginning of the Period	457,264,048	83,789,198
Cash and cash equivalents at the end of the Period	214,134,560	175,977,546

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE QUARTER ENDED 31 DECEMBER 2025 (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 2025.

The comparative figures as at 30 September 2025 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 2025 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 2025 and 31 December 2024 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 2025.

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, 2025.

6. PROPERTY, PLANT & EQUIPMENT

	Note	(Un-Audited) 31 December 2025	(Audited) 30 September 2025
		..... (Rupees)	
Operating fixed assets	6.1	5,203,778,162	5,231,494,432
Right of use assets	6.2	4,755,302	5,367,177
		<hr/>	<hr/>
		5,208,533,464	5,236,861,609
		<hr/>	<hr/>
6.1 Operating Fixed Assets			
Opening net book value (NBV)		5,231,494,432	3,427,348,441
Revaluation during the period		-	1,846,727,974
Additions (at cost) during the period / year		13,640,657	63,683,506
		<hr/>	<hr/>
Disposals (at NBV) during the period / year		5,245,135,089	5,337,759,921
Depreciation charged during the period / year		<hr/>	<hr/>
		(41,356,927)	(106,265,489)
		<hr/>	<hr/>
Closing net book value (NBV)		5,203,778,162	5,231,494,432
		<hr/>	<hr/>
Details of additions (at cost) during the period / year are as follows:			
Building on freehold land		-	8,875,393
Plant and machinery		6,126,344	40,266,349
Electrical installation		4,849,124	5,586,064
Furniture & fixtures		-	322,000
Tools and equipment		174,801	1,865,500
Office equipment		-	-
Vehicles		498,647	3,639,813
Computer and allied equipments		1,991,741	3,128,387
		<hr/>	<hr/>
		13,640,657	63,683,506
		<hr/>	<hr/>

6.2 Right of use assets	Note	(Un-Audited) 31 December 2025	(Audited) 30 September 2025
		..... (Rupees) .....	..... (Rupees)
Vehicles	6.3	2,921,319	3,075,073
Agricultural land	6.4	1,833,983	2,292,104
		<u>4,755,302</u>	<u>5,367,177</u>

6.3 The following is the statement of right of use assets:

Vehicle

Net carry value basis

	(Un-Audited) 31 December 2025	(Audited) 30 September 2025
	..... (Rupees) .....	..... (Rupees)
Opening net book value	3,075,073	7,344,810
Addition during the year	-	-
Transferred to operating fixed assets	-	(3,500,969)
Depreciation	(153,754)	(768,768)
	<u>2,921,319</u>	<u>3,075,073</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

	(Un-Audited) 31 December 2025	(Audited) 30 September 2025
	..... (Rupees) .....	..... (Rupees)
Opening net book value	2,292,104	6,493,730
Addition during the year	-	-
Transferred to operating fixed assets	-	(2,086,138)
Depreciation	(458,121)	(2,115,488)
	<u>1,833,983</u>	<u>2,292,104</u>
Depreciation rate % per annum	25%	25%

This represents obtained of agriculture land on lease from various individual for agriculture purposes to grow the sugarcane and seed experiments.

7. CAPITAL WORK IN PROGRESS

This comprises of:

Building	5,702,387	1,344,732
Plant and machinery	32,972,049	13,932,444
	<u>38,674,436</u>	<u>15,277,176</u>

7.1 Movement of carrying amount

Period ended December 31, 2025

Opening balance	1,344,732	13,932,444	15,277,176
Additions (at cost)	4,357,655	20,558,426	24,916,081
Transferred to operating fixed assets	-	(1,518,821)	(1,518,821)
Closing balance	5,702,387	32,972,049	38,674,436

Year ended September 30, 2025

Opening balance	2,767,368	9,785,291	12,552,659
Additions (at cost)	4,382,008	29,131,382	33,513,390
Transferred to operating fixed assets	(5,804,644)	(24,984,229)	(30,788,873)
Closing balance	1,344,732	13,932,444	15,277,176

8. STOCK IN TRADE

Work-in process:

Sugar	8,629,601	9,860,387
Molasses	63,099,761	1,524,560
..... (Rupees)		

Finished goods:

Sugar	1,860,217,210	35,131,800
Molasses	40,331,063	29,941,930
Bagasse	40,000,000	-
V. Filter Cake	13,578,041	8,425,081
	1,954,126,314	73,498,811
	2,025,855,676	84,883,758
..... (Rupees)		

9. SHARE CAPITAL

9.1 Authorized share capital

31 December 2025 30 September 2025

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 2025 30 September 2025

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

10. DIRECTORS' LOANS

(Un-Audited) 31 December 2025	(Audited) 30 September 2025
..... (Rupees)	

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 2025	(Audited) 30 September 2025
..... (Rupees)	
4,313,783,195	2,517,273,104
-	1,846,727,974
(27,690,125)	(50,217,883)
-	-
(27,690,125)	(50,217,883)
4,286,093,070	4,313,783,195

11. SURPLUS ON REVALUATION OF FIXED ASSETS

Balance brought forward
Revaluation during the year
Less:
 Transferred to equity in respect of
 incremental depreciation charged during
 the period
 Related deferred tax liability during the
 period transferred to profit and loss account

(Un-Audited) 31 December 2025	(Audited) 30 September 2025
..... (Rupees)	
4,286,093,070	4,313,783,195

12. LONG TERM LOAN

Secured:
Bank Al Habib Limited
Allied Bank Limited

Current portion shown under current liabilities

(Un-Audited) 31 December 2025	(Audited) 30 September 2025
..... (Rupees)	
119,982,400	134,980,200
-	-
119,982,400	134,980,200
(59,991,200)	(59,991,200)
59,991,200	74,989,000

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, 2025.

Note	(Un-Audited) 31 December 2025	(Audited) 30 September 2025
	..... (Rupees)	
13. LONG TERM DIMINISHING MUSHARAKA		
Secured - banking companies		
National Bank of Pakistan		
(Islamic mode)		
“Current portion shown under current liabilities”	180,000,000 (60,000,000)	210,000,000 (60,000,000)
	<u>120,000,000</u>	<u>150,000,000</u>

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, 2025.

14. SHORT TERM BORROWING

Secured:			
Cash Finance	14.1	1,621,681,738	-
Short term Agri finance	14.2	-	100,000,000
Running Finance		-	4,767,978
		<u>1,621,681,738</u>	<u>104,767,978</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 nine month KIBOR plus 0.25% 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, 2025.

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, 2025.

15.2 Commitments

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

16. REVENUE FROM CONTRACTS WITH CUSTOMERS

	(Un-Audited) 31 December 2025	(Un- Audited) 31 December 2024
	..... (Rupees)	
Sales		
Manufacturing - local		
Sugar	55,299,804	741,655,747
Local	-	631,454,776
Export	55,299,804	1,373,110,523
By products sales:		
Molasses	215,331,474	229,803,943
Baggasse	-	25,642,540
V.F.Cake	12,295,662	17,717,119
	227,627,136	273,163,602
Less: Sales tax - FED		
Sugar	(9,515,781)	(122,988,928)
Molasses	(32,847,174)	(35,251,369)
Baggasse	-	(3,911,574)
V.F.Cake	(2,217,250)	(3,194,890)
	(44,580,205)	(165,346,761)
	238,346,735	1,480,927,364

17. COST OF SALES

Cane Procurement and expenses thereon	2,010,881,714	2,300,059,514
Stores, spares and consumables	4,712,909	4,896,987
Packing materials consumed	14,876,533	18,396,180
Chemicals consumed	12,236,790	12,520,390
Salaries, wages and other benefits	77,785,671	74,993,726
Fuel and power	6,286,814	10,727,255
Repair and maintenance	44,646,311	61,827,057
Depreciation	40,316,852	25,034,077
Vehicle running expenses	3,108,518	3,162,192
Insurance	1,289,044	1,243,601
Fee and subscription	30,000	-
Other factory overheads	7,385,553	4,515,738
	2,223,556,709	2,517,376,717
Work in process		
Opening	11,384,947	11,725,415
Closing	(71,729,362)	(101,898,764)
	(60,344,415)	(90,173,349)
Cost of goods manufactured	2,163,212,294	2,427,203,368
Finished goods		
Opening	73,498,811	1,930,907,467
Closing	(1,954,126,314)	(3,099,616,116)
	(1,880,627,503)	(1,168,708,649)
	282,584,791	1,258,494,719

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
			2025	2025
			Closing balance	Closing balance
			Rupees	
Naubahar Bottling Co. (Pvt) Limited	Associated Company	Mark-up payable	264,084,254	264,084,254
The Thal Industries Corporation Limited	Associated Company	Payable-Net	-	-
Al-Moiz Industries Limited	Associated Company	Receivable-Net	16,391,500	-
Directors/shareholders				
Mr. Muhammad Shamim Khan	Chief Executive Officer	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 Company	Common management	Nil
Al-Moiz Industries Limited	Pakistan	Associated Company	Common management	Nil
Moiz Textile Limited	Pakistan	Associated Company	Common management	Nil
The Thal Industries Corporation Limited	Pakistan	Associated Company	Common management	Nil
Mr. Muhammad Shamim Khan	Pakistan	Chief Executive	Shareholding	29.1623%
Mrs Qaiser Shamim Khan	Pakistan	Director	Shareholding	28.0002%
Mr. Adnan Ahmed Khan	Pakistan	Director	Shareholding	20.0002%
Mr. Nauman Ahmed Khan	Pakistan	Director	Shareholding	20.0002%
Mrs. Sarah Hajra Khan	Pakistan	Director	Shareholding	0.0032%
Mrs. Farah Khan	Pakistan	Director	Shareholding	0.0053%
Malik Manzoor Hussain Humayun	Pakistan	Director	Shareholding	0.0063%
Mr. Farid ul din Ahmed	Pakistan	Director	Shareholding	0.0021%
Mr. Anwaar Ahmed Khan	Pakistan	Director	Shareholding	0.0053%

18.2	Name of Related Party	Relationship	Basis of Relationship	Quarter ended	
				31 December 2025	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	24,101,250 1,316,000	15,468,600
	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, 2025. 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 January 26, 2026 by the Board of Directors of the Company.

23. GENERAL

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


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER



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