

Focus on
Growth



THALINDUSTRIES
CORPORATION



QUARTERLY REPORT
2025

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



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COMPANY INFORMATION

BOARD OF DIRECTORS

CHAIRPERSON

Mrs. Qaiser Shamim Khan

CHIEF EXECUTIVE

Mr. Muhammad Shamim Khan

MANAGING DIRECTOR

Mr. Nauman Ahmed Khan

DIRECTORS

Mr. Muhammad Shamim Khan (Director)
Mrs. Qaiser Shamim Khan (Director)
Mr. Adnan Ahmed Khan (Director)
Mr. Nauman Ahmed Khan (Director)
Mr. Muhammad Khan (Director)
Mrs. Farrah Khan (Director)
Mrs. Sarah Hajra Khan (Director)
Mr. Anwar Ahmed Khan (Independent Director)
Mr. Muhammad Ashraf Khan Durani (Independent Director)
Mr. Farid Ud Din Ahmed (Independent Director)

CHIEF FINANCIAL OFFICER

Mr. Hafiz Muhammad Arif

COMPANY SECRETARY

Mr. Wasif Mahmood

AUDITORS

M/s. Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants, Lahore

LEGAL ADVISOR

Mr. Shehzad Ata Elahi, Advocate

BANKERS

Allied Bank Limited
Askari Bank Limited
Bank Al-Habib Limited
Bank Alfalah Limited
BankIslamic (Pakistan) Limited
Dubai Islamic Bank (Pakistan) Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
NBP Aitemaad Islamic Bank Limited
National Bank of Pakistan Corporate
Pak China Investment Company Limited

Pak Kuwait Investment Company (Pvt) Ltd
Standard Chartered Bank (Pakistan) Limited
Soneri Bank Limited
Samba Bank Limited
The Bank of Punjab
United Bank Limited

AUDIT COMMITTEE

Mr. Muhammad Ashraf Khan Durani Chairman
Mrs. Qaiser Shamim Khan Member
Mr. Adnan Ahmed Khan Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Farid Ud Din Ahmed Chairman
Mr. Adnan Ahmed Khan Member
Mr. Muhammad Khan Member

RISK MANAGEMENT COMMITTEE

Mr. Farid Ud Din Ahmed Chairman
Mr. Muhammad Ashraf Khan Durani Member

NOMINATION COMMITTEE

Mr. Farid Ud Din Ahmed Chairman
Mr. Muhammad Ashraf Khan Durani Member

SHARE REGISTRAR

M/s. Corplink (Pvt) Ltd
Wings Arcade, 1-K- Commercial
Model Town, Lahore
Tel: 042-35839182, 35887262
Fax: 042-35869037

REGISTERED OFFICE

23- Pir Khurshid Colony Gulgasht, Multan
Tel: 061-6524621, 6524675
Fax: 061-6524675

LAHORE OFFICE

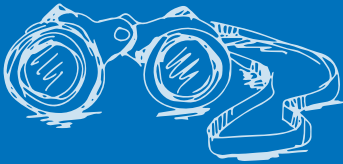
2-D-1 Gulberg-III, Lahore – 54600
Tel: 042-35771066-71
Fax: 042-35771175

FACTORY ADDRESSES

Unit 1: Layyah Sugar Mills, Layyah
Tel: 0606-411981-4, 0606-410014
Fax: 0606-411284
Unit 2: Safina Sugar Mills, Lalian District
Chinniot.
Tel: 047-6610011-6, 047-7629990
Fax: 047-6610010

WEBSITE: www.thalindustries.com

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 accede 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 mehtod to the growers and to educate regarding latest developments of agriculture technology and free consultancy of professionals.

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.

MISSION



DIRECTORS' REVIEW

The Directors of your Company are pleased to present the Un-Audited Accounts of the Company for the Quarter Ended 31 Dec 2024 in compliance with the section 237 of the Companies Act, 2017.

INDUSTRY OVERVIEW

Sugarcane remains a cornerstone of Pakistan's agricultural landscape, with the sugar industry ranking as the second largest agro-based industry following textiles. It contributes approximately 3.5% to the agricultural value addition and 0.8% to the national GDP.

The current crushing season saw a 10–15% decline in yield per acre due to adverse weather, flooding, and higher production costs, while sucrose recovery remained unchanged from the previous year.

As the first step towards the de-regulation of the sugar industry for the ongoing crushing season 2024-25, the Provincial Governments have refrained from notifying support prices for sugarcane, leaving the pricing to be determined by market forces.

OPERATING HIGHLIGHTS

As of the reporting date, the company successfully processed 100,465.015 metric tons of sugarcane, resulting in the production of 91,494.500 metric tons of white refined sugar, achieving an average recovery rate of 9.575%. In comparison, during the same period last year, the company processed 908,691.530 metric tons of sugarcane, yielding 81,302.500 metric tons of white refined sugar with an average recovery rate of 9.444%. This reflects a slight improvement in recovery compared to the previous year. The increase in crushing volume can be attributed to an early start of the crushing season.

Net sales for the first three months of the current financial year amounted to Rs. 10,923.557 million, compared to Rs. 5,204.805 million for the same period last year.

The company achieved a pretax profit of Rs. 144.619 million during the period under review, representing a decline compared to the pretax profit of Rs. 995.207 million in the corresponding period of the previous year. This decrease is primarily attributable to slightly lower profit margins on the carryover stock from the previous year and higher borrowing costs incurred during the period.

Efforts are being made to boost the company's production and profitability by improving process efficiency, adopting advanced technologies, reducing production costs through close supervision, and providing cane growers with the latest improved seed varieties, fertilizers, pesticides, and continuous support. These initiatives are aimed at increasing sugar recovery and delivering greater benefits to the cane growers.

FUTURE OUT LOOK

For the 2024-25 crushing season, Provincial Governments have not set support prices for sugarcane, leaving pricing to market forces. The Pakistan Sugar Mills Association has urged the Federal Government to fully deregulate the sugar sector, enabling the industry to operate freely under market mechanisms. Stabilizing sugar prices and reducing the gap between imported and local prices is essential to ensure fair returns for growers and reasonable profits for the industry to enhance productivity.

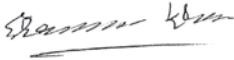
The Government's focus on economic stability and growth has led the State Bank of Pakistan (SBP) to reduce the base rate from 22% to 13% in phases between 10 June 2024 and 16 December 2024. This declining trend in interest rates is expected to lower the company's financial costs and positively impact future profitability. The business community anticipates further reductions, potentially bringing the KIBOR to single digit.

The financial year 2024-25 looks promising, with lower discount rates reducing finance costs and cane costs declining, while profitability depends on sugar prices. However, export income will be taxed under the Normal Tax Regime instead of the Final Tax Regime, which may negatively impact profitability.

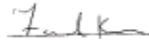
ACKNOWLEDGEMENT

The Board would like to record their appreciation for the efforts and devotion of all the Company's employees and hope they will continue their contribution towards the enhancement of productivity and well-being of the company in the future as well. The board also wishes to thank the financial institutions, farmers and all stakeholders associated with the company for their support and cooperation.

For and on behalf of Board
The Thal Industries Corporation Ltd.



Mr. Muhammad Shamim Khan
Chief Executive



Mrs. Farrah 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
<u>EQUITY & LIABILITIES</u>			
Share Capital and Reserves			
Share capital	4	150,232,320	150,232,320
Revenue reserves		93,800,000	93,800,000
Accumulated profit		9,494,125,346	9,486,824,488
		9,738,157,666	9,730,856,808
LOANS FROM DIRECTORS			
	5	-	478,600,000
		9,738,157,666	10,209,456,808
Non Current Liabilities			
Lease liabilities	6	40,973,029	43,268,112
Staff retirement benefits - Gratuity		332,351,935	300,549,318
Deferred taxation		567,383,661	567,383,661
		940,708,625	911,201,091
Current Liabilities			
Trade and other payables		8,797,491,926	3,399,067,278
Finance cost payable		227,311,308	946,175,828
Short term borrowings-secured	7	15,666,113,649	11,854,941,709
Current portion of long term liabilities		44,330,634	43,253,518
Uncashed Dividend warrants		21,549,586	21,549,586
Provision for taxation		572,763,831	435,445,129
		25,329,560,934	16,700,433,048
Contingencies and Commitments			
	8		
		36,008,427,225	27,821,090,947

The annexed notes form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

PROPERTY AND ASSETS

Non Current Assets

	Note	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024
Property, plant & equipment	9	7,618,066,843	6,145,980,383
Intangible Assets		1,000	1,000
Long term deposits		6,464,500	6,464,500
		7,624,532,343	6,152,445,883

Current Assets

Stores, spare parts and loose tools		1,108,713,904	1,042,446,392
Stock-in-trade		15,536,512,180	14,369,866,124
Trade debts	10	2,553,470,340	2,061,855,927
Loans and advances		877,859,681	1,215,769,630
Short Term Investments		1,584,074,479	570,123,670
Trade deposits, prepayments & other receivables		279,718,135	167,882,454
Taxes recoverable / adjustable		1,456,391,221	1,198,542,934
Cash and bank balances		4,987,154,942	1,042,157,933
		28,383,894,882	21,668,645,064
		36,008,427,225	27,821,090,947


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME


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

		Quarter ended	
		31 December 2024	31 December 2023
	 (Rupees)	
Note			
	Sales - Net	10,923,556,841	5,204,804,747
	Cost of sales	(9,880,202,262)	(3,809,888,762)
	Gross profit	1,043,354,579	1,394,915,985
	Operating expenses		
	Distribution and selling expenses	(171,105,956)	(87,505,239)
	Administrative expenses	(297,831,598)	(238,015,606)
		(468,937,554)	(325,520,845)
	Operating profit	574,417,025	1,069,395,140
	Other income	61,939,322	108,969,899
		636,356,347	1,178,365,039
	Finance cost	(481,018,473)	(109,399,316)
	Other expenses	(10,718,314)	(73,758,635)
		(491,736,787)	(183,157,951)
	Profit before levies and income taxes	144,619,560	995,207,088
	Levies	(137,318,702)	-
	Profit before income tax	7,300,858	995,207,088
	Taxation- Income taxes	-	(288,610,056)
	Profit after taxation	7,300,858	706,597,032
	Other Comprehensive Income-Net of Tax		
	Items that will be reclassified to profit or loss	-	-
	Items that will never be reclassified to profit or loss:		
	Remeasurement of staff gratuity (loss)/gain	-	-
	Related impact on deferred tax	-	-
		-	-
	Total comprehensive income / (loss) for the year	7,300,858	706,597,032
	Earnings Per Share-Basic & Diluted	0.49	47.03

The annexed notes form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

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


Particulars	Share capital	Revenue reserves		Sub total	Loans from directors	Total
		General reserves	Unapropriated profit			

Rupees						
Balance as on 01 October 2023	150,232,320	93,800,000	8,436,308,160	8,680,340,480	478,600,000	9,158,940,480
Total Comprehensive Income for the three months	-	-	706,597,032	706,597,032	-	706,597,032
Balance as on 31 Dec 2023	150,232,320	93,800,000	9,142,905,192	9,386,937,512	478,600,000	9,865,537,512
Total Comprehensive Income for the nine months	-	-	419,035,456	419,035,456	-	419,035,456
Cash dividend @ 50% i.e. Rs. 5.00 per share			(75,116,160)	(75,116,160)	-	(75,116,160)
Balance as on 30 September 2024	150,232,320	93,800,000	9,486,824,488	9,730,856,808	478,600,000	10,209,456,808
Total Comprehensive Income for the three months	-	-	7,300,858	7,300,858	-	7,300,858
Repayment of loans from directors	-	-	-	-	(478,600,000)	(478,600,000)
Balance as on 31 December 2024	150,232,320	93,800,000	9,494,125,346	9,738,157,666	-	9,738,157,666

The annexed notes form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM STATEMENT OF CASH FLOWS

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

Note	31 December 2024	31 December 2023
 (Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	144,619,560	995,207,088
Adjustment for:		
Depreciation	150,547,877	149,929,838
Provision for gratuity	48,625,376	38,564,038
Gain on disposal of fixed assets	-	-
Finance cost	481,018,473	109,399,316
Workers' Profit Participation Fund	7,766,894	53,448,286
Workers Welfare Fund	2,951,420	20,310,349
	690,910,040	371,651,827
Operating cash flows before changes in working capital	835,529,600	1,366,858,915
Changes in working capital	14 2,677,696,879	(4,480,671,177)
Cash generated from operations	3,513,226,479	(3,113,812,262)
Gratuity paid	(16,822,759)	(6,869,027)
Finance cost paid	(1,199,882,993)	(166,000,327)
Workers Welfare fund paid	(60,243,354)	-
NET CASH FLOW USED IN OPERATING ACTIVITIES	2,236,277,373	(3,286,681,616)
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(1,609,489,692)	(225,129,703)
NET CASH USED IN INVESTING ACTIVITIES	(1,609,489,692)	(225,129,703)
CASH FLOW FROM FINANCING ACTIVITIES		
Loan from Directors	(478,600,000)	-
Lease payments	(14,362,612)	(12,778,811)
Short term borrowings - net	2,218,745,945	3,855,134,566
NET CASH FLOW FROM FINANCING ACTIVITIES	1,725,783,333	3,842,355,755
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	2,352,571,014	330,544,435
	1,042,157,933	744,081,584
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	3,394,728,947	1,074,626,019
Cash and cash equivalents comprise of the following:		
Cash and bank balances	4,987,154,942	1,117,631,282
Running finance	(1,592,425,995)	(43,005,263)
	3,394,728,947	1,074,626,019

The annexed notes form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

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

1. STATUS AND ACTIVITIES

The Thal Industries Corporation Limited (the Company) is a public limited company incorporated in Pakistan on 7th September 1953 under the Companies Act, 1913 (now the Companies Act, 2017) and is listed on Pakistan Stock Exchange. The Company is principally engaged in production and sale of refined sugar and its by-products.

Geographical location and address of business units/plants

Purpose	Location	Address
Registered Office	Multan	23-Pir Khursid Colony Gulgasht , Multan
Head Office	Lahore	2-D-1 Gulberg III , Lahore
Mill Site Unit-1	Layyah	Layyah Sugar Mills , Layyah
Mill Site Unit-2	Chinniot	Safina Sugar Mills , Lalian District Chinniot

2. BASIS OF PREPARATION

2.1 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.

2.2 The condensed interim financial statements are not audited and have been presented in condensed form and do not include all the information as is required to be provided in a full set of annual financial statements. These condensed interim financial statements should be read in conjunction with the audited financial statements of the Company for the year ended September 30, 2024.

2.3 The comparative figures as at September 30, 2024 in the condensed interim statement of financial position and the related notes to the condensed interim financial statements are based on audited financial statements. The comparative condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and related notes to the condensed interim financial statements for the Three months' period ended December 31, 2024 are based on unaudited condensed interim financial statements. The condensed interim statement of profit or loss and other comprehensive income for the three months' period ended December 31, 2024 and December 31, 2023 are neither audited nor reviewed.

- 2.4 The preparation of condensed Interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimates uncertainty were the same as those that applied to the financial statements for the year ended September 30, 2024.

These condensed interim financial statements are presented in Pak Rupees which is also the Company's functional and presentation currency. All financial information presented in Pak Rupees has been rounded to the nearest of Rupees. Figures for previous year/ period are rearranged wherever necessary to facilitate comparison. Appropriate disclosure is given in relevant note in case of material rearrangement.

3. MATERIAL ACCOUNTING POLICY INFORMATION

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

4. SHARE CAPITAL

Number of Shares

31-12-2024 30-09-2024

Authorized Capital:

100,000,000	100,000,000	Ordinary shares of Rs. 10/- each	1,000,000,000	1,000,000,000
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Issued, subscribed and paid up capital:

8,368,846	8,368,846	Ordinary shares of Rs. 10/- each fully paid in cash	83,688,460	83,688,460
142,770	142,770	Ordinary shares of Rs. 10/- each issued as fully paid for consideration otherwise than cash	1,427,700	1,427,700
6,511,616	6,511,616	Ordinary shares of Rs. 10/- each issued as bonus shares	65,116,160	65,116,160
15,023,232	15,023,232		150,232,320	150,232,320

*All the shares are similar with respect to their rights on voting board selection, first refusal and block voting.

5. LOANS FROM DIRECTORS

Loans from directors- unsecured	5.1	-	478,600,000
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- 5.1 These loans are unsecured, markup free. The management considers these loans as temporary equity and this view is supported by the State Bank of Pakistan's Prudential Regulations and TR 32 of the Institute of Chartered Accountants of Pakistan. These loans are subordinated to bank loans.

	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024
6. LEASE LIABILITIES		
Opening balance	101,610,850	121,460,474
Markup on lease liabilities	917,645	20,166,034
Obtained during the year	12,227,000	31,841,000
Payments/ adjustments during the year	(13,139,912)	(71,856,658)
	101,615,583	101,610,850
Less: Security deposits adjustable on expiry of lease term	(16,311,920)	(15,089,220)
	85,303,663	86,521,630
Less: Current portion	(44,330,634)	(43,253,518)
Long-term lease liabilities	40,973,029	43,268,112

6.1 Maturity analysis-contractual undiscounted cash flow:

	31 December 2024		
	Rupees		
	Minimum Lease Payments	Less: Future Finance Cost	Present Value of Minimum Lease Payments
Not later than one year	54,976,526	(10,645,891)	44,330,635
Later than one year but not later than five years	47,196,771	(6,223,743)	40,973,028
	102,173,297	(16,869,634)	85,303,663
	30 September 2024		
	Rupees		
	Minimum Lease Payments	Less: Future Finance Cost	Present Value of Minimum Lease Payments
Not later than one year	56,702,238	(13,448,720)	43,253,518
Later than one year but not later than five years	51,259,906	(7,991,794)	43,268,112
	107,962,144	(21,440,514)	86,521,630

6.2 The Company has a finance lease agreements from conventional banks of Rs. 223.86 million (2024: Rs. 223.86 million) for vehicles with various banks. Rentals are payable in monthly/ quarterly instalments ending upto July 2027. The markup rate implicit in the lease is 3 months KIBOR + 0.75% to 1% (2024: 3 months KIBOR + 0.75% to 1%) p.a, which translates to effective markup ranging from 22.41% to 24.16% (2024: 22.41% to 24.16%) p.a during the year. The lease is secured by way of personal guarantees of directors of the Company and vehicle registered in the name of banks with 10% of vehicle value held as security.

- 6.3** The Company intends to exercise its option to purchase the leased assets upon the maturity of lease term. Taxes, repairs and insurance cost is to be borne by the Company. In case of termination of the agreement, the Company has to pay the entire rentals for the unexpired period for the lease agreement.
- 6.4** The Company also has lease contracts for offices used in its operations. These leases generally have lease terms between 3 to 6 years. In general, the Company is restricted from assigning and subleasing the leased assets. These lease contracts include extension and termination options subject to the mutual consent of the Company and the lessors. The Company is bound by certain covenants which include but are not limited to payment of certain taxes and to exercise reasonable care.

Note	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024	
7. SHORT TERM BORROWINGS - SECURED			
FROM CONVENTIONAL BANKS:			
Running Finance	7.1	1,592,425,995	600,376,381
Cash Finance	7.2	8,764,569,952	6,976,094,705
		10,356,995,947	7,576,471,086
ISLAMIC MODE OF FINANCING			
Istisna/ Tijarah/ Salam/ Murabaha	7.3	5,309,117,702	4,278,470,623
		15,666,113,649	11,854,941,709

- 7.1** These loans have been obtained from various banks to meet the working capital requirements and are secured against first pari passu hypothecation/ registered ranking charge over current assets of the Company and personal guarantees of directors. These are subject to markup at the rate of 1 to 3 month KIBOR + 0.5% to 0.90% p.a (2024: 1 to 3 month KIBOR + 0.5% to 0.90% p.a) and the effective markup ranged from 18.83% to 23.93% p.a (2024: 18.83% to 23.93% p.a) during the year. These limits will expire on various dates by 30 June 2025 and are renewable.
- 7.2** These loans have been obtained from various banks to meet the working capital requirements and are secured against pledge over sugar bags of equivalent value with 5% to 25% margin and personal guarantees of directors. These are subject to markup at the rate of 1 to 9 months KIBOR plus 0.30% to 1.5% p.a (2024: 1 to 9 months KIBOR plus 0.30% to 1.5% p.a) and the effective markup ranged from 17.59% to 24.74% p.a (2024: 17.59% to 24.74% p.a) during the year. These limits will expire on various dates by 30 June 2025 and are renewable.
- 7.3** The Company has obtained Istisna/ Tijarah/ Salam/ Murabaha facilities from various Islamic banks to meet the working capital requirements and are secured against pledge over sugar bags of equivalent value with 7% to 25% margin and personal guarantees of directors. These are subject to markup at the rate of 1 to 9 months KIBOR plus 0.25% to 1% p.a (2024: 1 to 9 months KIBOR plus 0.25% to 1% p.a) and the effective markup ranged from 18.56% to 23.37% p.a (2024: 18.56% to 23.37% p.a) during the year. These limits will expire on various dates by 30 September 2025 and are renewable.

	Note	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024
8. CONTINGENCIES AND COMMITMENTS			
<u>Contingencies</u>			
Various claims against the company not acknowledged as debts which are pending in the court for decision		1,568,000	1,568,000
Sales tax on molasses		1,217,508	1,217,508
Income tax cases		11,955,520	11,955,520
Additional tax u/s 87 of Income Tax Ordinance, 1979		4,500,353	4,500,353
Bank guarantees		4,465,901,653	2,119,551,653
		4,485,143,034	2,138,793,034
<u>Commitments</u>			
Contracts for capital expenditure		25,906,740	25,906,740
Letters of credit for capital expenditure		-	35,390,000
Letters of credit for other than capital expenditure		3,686,640	4,149,100
		29,593,380	65,445,840
9. PROPERTY, PLANT & EQUIPMENT			
Operating Fixed Assets	9.1	7,480,912,342	5,658,431,551
Capital Work in Progress - Tangible Assets		137,154,501	487,548,832
		7,618,066,843	6,145,980,383
9.1 Operating Fixed Assets			
Opening written down value		5,658,431,552	5,811,423,159
Additions during the period- at cost	9.1.1	1,973,028,667	470,053,296
Disposals during the period- at WDV		-	(1,611,023)
Depreciation charged		(150,547,877)	(621,433,881)
		7,480,912,342	5,658,431,551

9.1.1 Additions and Disposals Operating Fixed Assets

	(Un-Audited) Quarter ended 31 December 2024		(Audited) Year ended 30 September 2024	
	Addition At Cost	Disposal At WDV	Addition At Cost	Disposal At WDV
	Rupees	Rupees	Rupees	Rupees
Owned Assets				
Freehold land	1,531,511,480	-	-	-
Building on freehold land	-	-	49,754,729	-
Plant and machinery	432,890,810	-	302,510,919	-
Tools, implements and other factory equipments	1,394,022	-	18,530,606	-
Computer & other office equipments	733,376	-	8,759,452	(28,508)
Electric installations	694,213	-	1,750,884	-
Vehicles	5,804,766	-	51,237,092	(236,913)
	1,973,028,667	-	432,543,682	(265,421)
Leased Assets				
Vehicles	-	-	37,509,614	(1,345,602)
Buildings	-	-	-	-
	-	-	37,509,614	(1,345,602)
	1,973,028,667	-	470,053,296	(1,611,023)

Note	(Un-Audited) 31 December 2024 (Rupees)	(Audited) 30 September 2024
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9.2 Leased Assets

Opening written down value	125,855,787	135,285,576
Additions during the period		
Vehicles	-	37,509,614
Buildings	-	-
	-	37,509,614
Transfer (at WDV)	-	(5,787,711)
Depreciation charge for the period	(10,214,192)	(39,806,090)
Disposal of lease asset	-	(1,345,602)
Closing written down value	115,641,595	125,855,787

10 TRADE DEBTS

Unsecured and considered good by the management	2,562,524,631	2,070,910,218
Impairment allowance for expected credit loss	(9,054,291)	(9,054,291)
	2,553,470,340	2,061,855,928

	Note	(Un-Audited) 31 December 2024 (Rupees)	(Un-Audited) 31 December 2023
11. COST OF SALES			
Finished goods - opening stock		14,355,614,084	4,742,438,597
Add: Cost of goods manufactured	11.1	10,575,718,139	10,019,629,128
		<u>24,931,332,223</u>	<u>14,762,067,725</u>
Less: Finished goods - closing stock		(15,051,129,961)	(10,952,178,963)
		<u>9,880,202,262</u>	<u>3,809,888,762</u>
11.1 Cost of goods manufactured			
Work in process - opening stock		14,252,040	6,687,110
Raw material consumed		10,028,618,628	9,508,719,183
Salaries, wages and other benefits		264,377,475	221,910,356
Fuel and power		41,666,293	50,457,271
Stores, spare parts and loose tools		193,079,108	163,598,611
Repairs and maintenance		304,565,133	391,821,750
Insurance		2,291,686	1,418,304
Depreciation		135,877,361	135,524,726
Vehicles running and maintenance		71,354,044	69,917,308
Miscellaneous		5,018,590	2,584,612
		<u>11,061,100,358</u>	<u>10,552,639,231</u>
Work in process - closing stock		(485,382,219)	(533,010,103)
		<u>10,575,718,139</u>	<u>10,019,629,128</u>
12 OTHER INCOME/(EXPENSES)			
Financial Assets			
Profit on deposit accounts- from conventional banks		15,744,771	66,489,366
Others			
Sale of scrap		35,288,021	16,041,030
Rental Income		275,852	162,954
Gain on Sale of Store		-	1,177,500
Miscellaneous		10,630,679	25,099,048
		<u>61,939,322</u>	<u>108,969,899</u>

13. EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED

Earnings per share is calculated by dividing the profit after taxation for the period by the weighted average number of shares outstanding during the period as follows:

	Quarter ended	
	(Un-Audited) 31 December 2024 (Rupees)	(Un-Audited) 31 December 2023
Profit after taxation	7,300,858	706,597,032
Weighted average number of ordinary shares in issue during the period	15,023,232	15,023,232
Earnings per share	0.49	47.03

No figure for diluted earnings per share has been presented as the company has not issued any instruments carrying options which would have an impact on earnings per share when exercised.

14 CHANGES IN WORKING CAPITAL

	Quarter ended	
	(Un-Audited) 31 December 2024 (Rupees)	(Un-Audited) 31 December 2023
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	(66,267,512)	14,691,642
Stock-in-trade	(1,166,646,056)	(6,736,063,359)
Trade debts	(491,614,413)	(621,618,176)
Short Term Investments	(1,013,950,809)	(2,298,656,881)
Loans and advances	337,909,949	211,377,485
Trade deposits, prepayments and other receivables	(111,835,681)	(131,026,540)
Taxes recoverable/adjustable	(257,848,287)	(216,803,127)
Increase / (decrease) in current liabilities:		
Trade and other payables	5,447,949,688	5,297,427,779
	2,677,696,879	(4,480,671,177)

15. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

Remuneration of Chief Executive, Directors and Executives charged during the period under review is as under:

	Quarter ended 31 December 2024				Quarter ended 31 December 2023			
	Chief Executive	Directors	Executives	Total	Chief Executive	Directors	Executives	Total
 R U P E E S							
Managerial remuneration	510,000	510,000	67,266,219	68,286,219	510,000	510,000	59,271,680	60,291,680
Utilities	-	-	2,861,201	2,861,201	-	-	2,019,381	2,019,381
Total	510,000	510,000	70,127,420	71,147,420	510,000	510,000	61,291,061	62,311,061
Number of Persons	1	1	64	66	1	1	57	59

16. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, entities over which the directors are able to exercise influence, staff retirement funds, directors and key management personnel. The transactions with related parties other than remuneration and benefits to key management personnel under the terms of their employment which are disclosed in the Note 15 are as follows:

Name of Company	Transaction	Nature of Relationship	Quarter ended	
			(Un-Audited) 31 December 2024 (Rupees)	(Un-Audited) 31 December 2023
Naubahar Bottling Company (Pvt) Limited	Sale of goods	Common Directorship	1,438,205,645	368,477,985
Al-Moiz Industries Limited	Sale of goods	Common Directorship	99,542,515	20,316,450
	Purchase of Goods	Common Directorship	46,328,009	15,714,702
Baba Farid Sugar Mills Limited	Sale of goods	Common Directorship	6,120,000	-
	Purchase of Goods	Common Directorship	-	-

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

Key management personnel:

	Quarter ended	
	31 December 2024 Un-audited	31 December 2023 (Audited)
Loan received from/ (repaid) to directors	(478,600,000)	-
	(Un-Audited) 31 December 2024 (Rupees)	30 September 2024
Balance due from/(due to) related parties as at 31 December 2024 are as below:		
Naubahar Bottling Company (Pvt) limited	(113,519,436)	56,972,423
Al-Moiz Industries Limited	(19,977,165)	(30,135,588)
Baba Farid Sugar Mills Ltd	6,120,000	-
Loans from directors - Long Term	-	(478,600,000)

17. FINANCIAL INSTRUMENTS

	Note	Carrying Amount			Fair Value		
		Financial Assets	Other financial liabilities	Total	Level 1	Level 2	Level 3
----- Rupees -----							
<u>On-balance sheet financial instruments</u>							
31 December 2024 (Un-Audited)							
<u>Financial assets measured at fair value</u>							
		1,584,074,479	-	1,584,074,479	-	-	-
		<u>1,584,074,479</u>	<u>-</u>	<u>1,584,074,479</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Financial assets measured at amortized cost</u>							
Long term Deposits	17.1	6,464,500	-	6,464,500	-	-	-
Long term advances		-	-	-	-	-	-
Trade debts		2,553,470,340	-	2,553,470,340	-	-	-
Loans and advances		7,507,895	-	7,507,895	-	-	-
Trade deposits, prepayments and other Receivables		3,472,783	-	3,472,783	-	-	-
Cash and bank balances		4,987,154,942	-	4,987,154,942	-	-	-
		<u>7,558,070,461</u>	<u>-</u>	<u>7,558,070,461</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>9,142,144,940</u>	<u>-</u>	<u>9,142,144,940</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Financial liabilities measured at fair value</u>							
		-	-	-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Financial liabilities measured at amortized cost</u>							
Loans from directors	17.1	-	-	-	-	-	-
Long term finance		-	-	-	-	-	-
Lease Liabilities		-	85,303,663	85,303,663	-	-	-
Trade and other payables		-	3,109,167,909	3,109,167,909	-	-	-
Uncashed Dividend warrants		-	21,549,586	21,549,586	-	-	-
Finance cost payable		-	227,311,308	227,311,308	-	-	-
Short term borrowings		-	15,666,113,649	15,666,113,649	-	-	-
		<u>-</u>	<u>19,109,446,115</u>	<u>19,109,446,115</u>	<u>-</u>	<u>-</u>	<u>-</u>
30 September 2024 (Audited)							
<u>Financial assets measured at fair value</u>							
		570,123,670	-	570,123,670	-	-	-
		<u>570,123,670</u>	<u>-</u>	<u>570,123,670</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Financial assets measured at amortized cost</u>							
Long term Deposits	17.1	6,464,500	-	6,464,500	-	-	-
Long term advances		-	-	-	-	-	-
Trade debts		2,061,855,927	-	2,061,855,927	-	-	-
Loans and advances		5,246,464	-	5,246,464	-	-	-
Trade deposits, prepayments and other Receivables		3,472,783	-	3,472,783	-	-	-
Cash and bank balances		1,042,157,933	-	1,042,157,933	-	-	-
		<u>3,119,197,607</u>	<u>-</u>	<u>3,119,197,607</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>3,689,321,277</u>	<u>-</u>	<u>3,689,321,277</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Financial liabilities measured at fair value</u>							
		-	-	-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Financial liabilities measured at amortized cost</u>							
Long term finance	17.1	-	-	-	-	-	-
Lease Liabilities		-	86,521,630	86,521,630	-	-	-
Trade and other payables		-	930,199,005	930,199,005	-	-	-
Uncashed Dividend warrants		-	21,549,586	21,549,586	-	-	-
Finance cost payable		-	946,175,828	946,175,828	-	-	-
Short term borrowings		-	11,854,941,709	11,854,941,709	-	-	-
Advances from directors		-	-	-	-	-	-
		<u>-</u>	<u>13,839,387,758</u>	<u>13,839,387,758</u>	<u>-</u>	<u>-</u>	<u>-</u>

17.1 The management considers the carrying amount of all financial assets and liabilities measured at amortized cost at the end of the reporting period/ year to approximate their fair value as at the reporting date.

18. SEASONALITY

The Company's business is seasonal in nature. Entire cane crushing and manufacturing of sugar is done during season from November to the following March. Sugar sales are made throughout the year

19. SUBSEQUENT MATERIAL EVENTS

There is no significant activities since 31 December 2024 affecting the condensed interim financial information apart from those disclosed in the interim financial information.

20. DATE OF AUTHORIZATION

This condensed interim financial information has been authorized for issue on 24 January 2025 by the Board of Directors.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER
















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