



**UN-AUDITED
CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE QUARTER ENDED
DECEMBER 31, 2024**

SAKRAND SUGAR MILLS LIMITED



COMPANY PROFILE

BOARD OF DIRECTORS	Mr. Saleem Zamindar Mr. Dinshaw H. Anklesaria Mr. Shams Ghani Miss. Sadia Moin Mr. Muhammad Saleem Mangrio Mr. Abdul Qayyum Khan Abbasi Mr. Muhammad Omar Arshid	Chairman / Director Director Director Director Director Director Director
AUDIT COMMITTEE	Miss. Sadia Moin Mr. Saleem Zamindar Mr. Muhammad Saleem Mangrio	Chairperson Member Member
HR COMMITTEE	Mr. Abdul Qayyum Khan Abbasi Mr. Muhammad Omar Arshid Mr. Shams Ghani	Chairman Member Member
CHIEF EXECUTIVE OFFICER	Mr. Mansoor Afzal Subzwari	
CHIEF FINANCIAL OFFICER	Mr. Shams Ghani	
COMPANY SECRETARY	Mr. Muhammad Imran Akber	
BANKERS	Allied Bank Limited Bank Al Habib Limited Bank Alfalah Limited Habib Bank Limited Meezan Bank Limited MCB Bank Limited National Bank Of Pakistan Soneri Bank Limited Sindh Bank Limited Summit Bank Limited United Bank Limited	
AUDITORS	Parker Russell-A.J.S. Chartered Accountants	
LEGAL ADVISOR	Mr. Muhammad Jameel Choudhry	
REGISTRAR	M/s JWAFS Registrar Services (Pvt.) Ltd. 407-408, Al-Ameera Centre Shahrah-e-Iraq, Saddar Karachi-74400	
REGISTERED OFFICE	41-K, Block-6, P.E.C.H.S., Karachi Phone. 0092-21-35303291-2 www.sakrandsugar.com	
FACTORY ADDRESS	Deh Tharo Unar, Taluka Sakrand District Shaheed Benazir Abad, Sindh.	



Directors' Report to Members

On behalf of the Board, we are pleased to present the un-audited Financial statements of the Company for the Quarter ended December 31, 2024

Operational Result

The operational performance for the period under review as compared with that of last year is tabulated hereunder.

		Season	
		2024-25	2023-24
Start of Season		Nov 21, 2024	6-Nov-23
Operational Days		41	56
Sugarcane crushed	M. Tons	132,463	136,654
Average Per / day	M. Tons	3,230	2,440
Production			
Sugar	M. Tons	12,415	12,936
Molasses	M. Tons	6,240	6,885
Recovery			
Sugar	%	9.372	9.645
Molasses	%	4.711	5.039

The crushing season for the period under review commenced on November 21, 2024, and operated for 41 days, compared to 56 days during the same period last year. During this period, the mill crushed 132,463 metric tons of sugarcane and produced 12,415 metric tons of sugar, while last year's crushed 136,654 metric tons of sugarcane and produced 12,936 metric tons of sugar. The current season started as per the directive from the Federal Government, which instructed sugar mills to begin operations not later than November 21, 2024.

Financial Result

The Financial Result for the period under review is tabulated hereunder.

	Rupees in Millions	
	Oct – Dec	Oct – Dec
	2024	2023
Sales – net	1,392.46	1,079.71
Gross profit / (loss)	157.30	(62.80)
Profit / (loss) before taxation	98.70	(125.51)
Profit / (loss) after taxation	82.98	(139.00)
Earnings / (Loss) per Share	Rs. 1.86	(3.12)

During the review period, the Company successfully managed to export its government quota, resulting in a positive surplus in revenue. However, local sugar prices remain under pressure, while the cost of cane continues to rise. The disparity between cane prices and sugar prices is concerning, as sugar prices do not appear to align with the increasing cost of raw materials. Additionally, the Finance Act for 2024-25 has introduced a federal excise duty of Rs. 15 per kg on sales to manufacturers, alongside a significant increase in the withholding tax rate for non-filers from 0.2% to 2%. These changes are expected to have a substantial negative impact on the Company's profitability.



The Sindh Government has not announced support price of cane for the crushing season 2024-2025, However, based on historical trends, Grower are selling it around 425-450/40 kg. Despite this, the Government has not allowed free trade of sugar, local sugar price is still under pressure and Government has forcefully keeping the sugar price below the cost of production. We strongly urge the government to prioritize the sugar sector and allow the free trade of sugar to ensure a fair and sustainable market.

Acknowledgement

The Directors would like to thank all the government functionaries, banking and financial institutions, suppliers and shareholders for their continued support and cooperation for the betterment and prosperity of the Company.

On behalf of the Board of Directors

Chairman / Director

Karachi

January 30, 2025

Chief Executive Officer



ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے، کمپنی کے غیر آڈٹ شدہ مالیاتی حسابات برائے سہ ماہی 31 دسمبر 2024 پیش خدمت ہیں۔

آپریٹنگ نتائج

زیر جائزہ مدت کی آپریشنل کارکردگی کا گزشتہ سال کی مدت سے مختصر موازنہ مندرجہ ذیل ہے۔

		Season	
		2024-25	2023-24
Start of Season		21-Nov- 24	6-Nov-23
Operational Days		41	56
Sugarcane crushed	M. Tons	132,463	136,654
Average Per/Day	M. Tons	3,230	2,440
Sugar	M. Tons	12,415	12,936
Molasses		6,240	6,885
Recovery			
Sugar	%	9.372	9.645
Molasses	%	4.711	5.039

زیر جائزہ مدت کے دوران، کرشنگ سیزن کا آغاز 21 نومبر 2024 کو ہوا اور یہ 41 دن تک جاری رہا، جبکہ گزشتہ سال اسی مدت کے دوران یہ 56 دن تک جاری رہا تھا۔ اس دوران مل نے 132,463 میٹرک ٹن گنے کو کرش کیا اور 12,415 میٹرک ٹن چینی تیار کی، جبکہ پچھلے سال 136,654 میٹرک ٹن گنے کو کرش کیا گیا تھا اور 12,936 میٹرک ٹن چینی تیار کی گئی تھی۔ موجودہ سیزن کا آغاز وفاقی حکومت کی ہدایت کے مطابق 21 نومبر 2024 کو کیا گیا۔

مالیاتی نتائج

زیر جائزہ مدت کے مالیاتی نتائج کا گزشتہ سال کی مدت سے مختصر موازنہ مندرجہ ذیل ہے۔

	Rupees in Millions	
	Oct – Dec	Oct – Dec
	2024	2023
Sales – net	1,392.46	1,079.71
Gross profit / (loss)	157.30	(62.80)
Profit / (loss) before taxation	98.70	(125.51)
Profit / (loss) after taxation	82.98	(139.01)
Earnings / (Loss) per Share	Rs. 1.86	(3.12)

جائزہ شدہ مدت کے دوران، کمپنی نے حکومتی کوٹے کے مطابق برآمدات کامیابی سے مکمل کیں، جس کے نتیجے میں آمدنی میں مثبت اضافہ ہوا۔ تاہم، چینی کی مقامی قیمتوں پر دباؤ برقرار ہے، جبکہ گنے کی قیمت میں مسلسل اضافہ ہو رہا ہے۔ گنے کی قیمت اور چینی کی قیمت کے درمیان فرق باعث تشویش ہے، کیونکہ چینی کی قیمتیں خام مال کی بڑھتی ہوئی قیمتوں کے مطابق نظر نہیں آ رہیں۔ اس کے علاوہ، Finance Act 2024-25 کے تحت مینوفیکچررز کو فروخت پر فی کلوگرام 15 روپے کی وفاقی ایکسائز ڈیوٹی عائد کی گئی ہے، جبکہ نان فائلرز کے لیے ودہولڈنگ ٹیکس کی شرح 0.2% سے بڑھا کر 2% کر دی گئی ہے۔ ان تبدیلیوں سے کمپنی کی منافع بخشی پر منفی اثر پڑنے کا اندیشہ ہے۔



سندھ حکومت نے ابھی تک سیزن 2024-2025 کے لیے گنے کی امدادی قیمت کا اعلان نہیں کیا ہے۔ تاہم، ماضی کے رجحانات کو مدنظر رکھتے ہوئے، کاشتکار اسے تقریباً 425-450 روپے فی 40 کلو گرام میں فروخت کر رہے ہیں۔ اس کے باوجود، حکومت نے چینی کی آزادانہ تجارت کی اجازت نہیں دی، جس کی وجہ سے مقامی چینی کی قیمتیں دباؤ کا شکار ہیں۔ ہم حکومت سے پرزور مطالبہ کرتے ہیں کہ وہ شوگر سیکٹر کو ترجیح دے اور چینی کی آزادانہ تجارت کی اجازت دے تاکہ ایک منصفانہ اور پائیدار مارکیٹ کو یقینی بنایا جاسکے۔

اظہار تشکر

کمپنی کے ڈائریکٹرز تمام گورنمنٹ کے اداروں، بینک اور مالیاتی اداروں، بزنس پارٹنرز اور کھاتے داروں کا تہ دل سے شکریہ ادا کرتے ہیں کہ جنہوں نے کمپنی کے بہترین مفاد کے لیے کمپنی کا ساتھ دیا۔

منجانب

بورڈ ممبران

سکرٹنڈ شوگر ملز لمیٹڈ

چیف ایگزیکٹو

Paleem Zamindar

چیرمین / ڈائریکٹر

کراچی: 30 جنوری 2025



**STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024**

December 31, September 30,
2024 2024
.....Rupees in '000'.....

ASSETS

Non-Current Assets

Property, plant and equipment	3,895,519	3,889,804
Intangible asset	930	1,014
Long-term loans	758	849
Long-term deposits	2,860	2,860
	3,900,066	3,894,527

Current Assets

Stores, spares and loose tools	121,912	98,558
Stock-in-trade	336,734	37,814
Trade debts	40,541	4,762
Loans and advances	50,785	67,961
Deposit, prepayments and other receivables	46,134	63,239
Short term investment	6,198	6,198
Cash and bank balances	50,907	49,450
	653,211	327,982

Total Assets

4,553,278	4,222,509
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EQUITY AND LIABILITIES

Share Capital and Reserves

Authorized share capital

60,000,000 ordinary shares of Rs. 10 each

600,000	600,000
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Share capital

Issued, subscribed and paid-up capital	446,160	446,160
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Revenue reserves

Accumulated loss	(1,791,835)	(1,883,598)
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Capital reserves

Surplus on revaluation of property, plant and equipment-net of deferred tax	2,086,498	2,095,281
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Directors'/Sponsors' subordinated loan

92,767	92,767
833,589	750,610

Non-Current Liabilities

Long term financing - secured	624,073	640,873
Deferred liabilities	70,591	70,282
	694,663	711,155

Current Liabilities

Trade and other payables	2,231,764	1,968,774
Unclaimed dividend	6,206	6,206
Accrued mark-up	509,520	499,644
Current maturity of long-term financing	234,618	244,818
Taxation - net	42,917	41,303
	3,025,024	2,760,744

Total Equity and Liabilities

4,553,278	4,222,509
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The annexed notes form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director



**STATEMENT OF PROFIT OR LOSS ACCOUNT
FOR THE PERIOD ENDED DECEMBER 31, 2024**

	December 31, 2024	December 31, 2023
Rupees in '000'.....	
Sales - net	1,392,461	1,079,713
Cost of sales	(1,235,162)	(1,142,512)
Gross profit / (loss)	157,299	(62,800)
Operating expenses		
Administrative expenses	(44,497)	(47,285)
Selling and distribution cost	(1,277)	(1,963)
	(45,774)	(49,248)
Operating profit / (loss)	111,526	(112,048)
Finance cost	(13,018)	(13,460)
Other income / (loss)	192	-
	(12,826)	(13,460)
Profit / (Loss) before taxation	98,699	(125,508)
Taxation-net	(15,720)	(13,496)
Profit / (Loss) after taxation	82,980	(139,004)
Earning / (Loss) per share - Basic and diluted	1.86	(3.12)

The annexed notes form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director



**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2024**

	December 31, 2024Rupees in '000'.....	December 31, 2023Rupees in '000'.....
Profit / (Loss) after taxation	82,980	(139,004)
Other comprehensive income for the period - net of tax	-	-
Total comprehensive income / (loss) for the period	82,980	(139,004)

The annexed notes form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director



**STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2024**

	December 31, 2024	December 31, 2023
Rupees in '000'.....	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	98,699	(125,508)
Adjustments for non cash charges and other items :		
Depreciation	20,332	17,460
Amortisation	84	125
Finance cost	9,876	13,409
Provision for gratuity	308	-
(Gain) on sale of fixed assets	8	-
Cash generated from operation before working capital changes	30,608	30,994
Working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(23,354)	(21,064)
Stock-in-trade	(298,920)	(492,719)
Trade debts	(35,780)	(16,309)
Loans and advances	17,176	(11,402)
Prepayments and other receivables	17,105	(2,134)
	(323,773)	(543,628)
Increase / (decrease) in current liabilities		
Trade and other payables	262,995	880,241
Cash generated from operations	68,529	242,098
Taxes paid	(14,106)	(745)
Net cash generated from operating activities	54,423	241,353
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	(26,071)	(12,045)
Proceed from disposal of property, plant and equipment	15	-
Short term investment	-	10,000
Net cash used in investing activities	(26,056)	(2,045)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing - secured	(27,000)	(4,400)
Long term loans to employees	91	(1,080)
Net cash used in financing activities	(26,909)	(5,480)
Net increase / (decrease) in cash and cash equivalents	1,458	233,828
Cash and cash equivalents at the beginning of the period	55,647	5,611
Cash and cash equivalents at the end of the period	57,105	239,438

The annexed notes form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director



**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2024**

	Issued, subscribed & paid-up capital	Un-appropriated profit / Accumulated loss	Surplus on revaluation of property, plant and equipment	Directors' / sponsors' / subordinated loan	Total
.....Rupees in '000'.....					
Balance as at October 01, 2023	446,160	(1,672,931)	2,131,205	92,767	997,201
Profit / (Loss) after taxation	-	(139,004)	-	-	(139,004)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	(139,004)	-	-	(139,004)
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation- net of tax	-	8,258	(8,258)	-	-
Balance as at December 31, 2023	446,160	(1,803,677)	2,122,946	92,767	858,196
Balance as at October 01, 2024	446,160	(1,883,598)	2,095,281	92,767	750,610
Profit / (Loss) after taxation	-	82,980	-	-	82,980
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	82,980	-	-	82,980
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation- net of tax	-	8,783	(8,783)	-	-
Balance as at December 31, 2024	446,160	(1,791,835)	2,086,498	92,767	833,589

The annexed notes form an integral part of these financial statements.

**CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED DECEMBER 31, 2024**

1. These financial statements are unaudited and are being submitted to the shareholders as required by the Securities and Exchange Commission of Pakistan.
2. These financial statements have been prepared in compliance with the requirements of International Accounting Standards-34 "Interim financial reporting" as adopted by the Institute of Chartered Accountants of Pakistan which are applicable to the Company.
3. The accounting policies and method of computation allowed for the preparation of these accounts are same as those applied in the preparation of the preceding annual accounts of the Company for the year ended September 30, 2024.
4. These condensed interim financial information have been authorized for issue on January 30, 2025 by the Board of Directors of the Company.
5. Figures have been rounded off to the nearest thousand rupees.

Chief Executive Officer

Chief Financial Officer

Director