HALF YEARLY
UNAUDITED ACCOUNTS
31ST MARCH, 2010

SAKRAND SUGAR MILLS LIMITED

COMPANY PROFILE

BOARD OF DIRECTORS	Mr. Dinshaw H. Anklesaria	Chief Executive/ Director
	Mr. Jamil Akbari	Director
	Syed Abid Hussain	Director
	Mr. Abdul Naeem Quraishi	Director
	Mr. Neville Mehta	Director
	Mrs. Fatma Gulamali	Director
	Mrs. Roxanne Mehta	Director
AUDIT COMMITTEE	Mr. Dinshaw H. Anklesaria	Chariman
	Mr. Jamil Akbari	Member
	Mr. Neville Mehta	Member
	Mr. Ahsan Mukhtar	Secretary
CHIEF FINANCIAL OFFICER	Mr. Ahsan Mukhtar (ACMA)	
COMPANY SECRETARY	Mr. Mustafa Kanani	
BANKERS	Habib Bank Limited MCB Bank Limited National Bank of Pakistan	
AUDITORS	M/s. Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants	
LEGAL ADVISOR	Mr. Abdul Naeem Quraishi	
REGISTRAR	Noble Computer Service (Pvt.) Limited Mezzanine Floor, House of Habib Building (Siddiqsons Tower), 3- Jinnah C.H. Society, Main Shahrah-e-Faisal, Karachi-75350	
REGISTERED OFFICE	41-K, Block 6, P.E.C.H.S., Karachi. Fax: 021-34546456 http:// www.sakrandsugar.com	
FACTORY	Deh Tharo Unar, Taluka Sakrand, District Nawabshah, Sindh.	

DIRECTORS' REPORT

On behalf of the Board of Directors, it is my privilege to present to you the unaudited interim condensed financial statements of the Company for the half year ended March 31, 2010.

The Company's overall performance can be seen from the following comparative statistics.

OPERATING RESULTS		**2009-2010**	**2008-2009**
Season started		13-11-2009	25-11-2008
Season closed		05-03-2010	04-03-2009
Duration of season		114	100
Sugarcane crushed	Tonnes	543,353	330,553
Sugar produced	Tonnes	49,703	27,555
Sugar recovery	%	9.155	8.325
Molasses produced	Tonnes	23,628	15,850
Molasses recovery	%	4.351	5.035

The Mill started crushing season on November 13, 2009 and closed on March 05, 2010. The Company crushed 543,353 MT of sugarcane as compared to 330,553 MT during the corresponding period 2008-09. In continuation of the efforts of the Management for the revival of the Mill, increase in sugarcane crushing, improvement in recovery percentage of sucrose, and better sugar production, the Company succeeded in producing 49,703 MT of sugar as compared to 27,555 MT of sugar last year.

The Government of Sindh vide Notification dated September 25, 2009 fixed sugarcane minimum price for the season 2009-10 at Rs. 102 per 40 kg and Rs. 0.50 per 40kg for each 0.1 percent of excess sucrose recovery above 8.7 percent as quality premium.

Due to the shortage of sugarcane availability and supply, the growers demanded much higher prices over and above the minimum support price of Rs. 102 per 40kg. The increase in the prices of sugar in international market upto US $ 800 per MT trickled the price war among the sugar mills. The Millers, in the objective of achieving maximum sugar production, procured sugarcane at exorbitant rates which ultimately affected the cost of sugar production. Ironically, the prices of sugar in international market took a steep decline which ultimately affected the local market as well.

The Company however, managed to sustain increased profitability due to the sale of sugar quantity at optimum prices. However, the decline in sugar prices will negatively effect the profitability on sugar stock in hand.

Inspite of constraints being faced, we are endeavoured and making every effort to streamline the operations and get Company out of crises.

(DINSHAW HOSHANG ANKLESARIA)
Chief Executive

Dated: May 28, 2010

REVIEW REPORT TO THE MEMBERS

Introduction
We have reviewed the annexed condensed interim balance sheet of Sakrand Sugar Mills Limited as at March 31, 2010 and the related condensed interim profit and loss account, condensed interim cash flow statement, condensed interim statement of comprehensive income and condensed interim statement of changes in equity together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial information") for the half year then ended. Management is responsible for the preparation and presentation of this interim financial information. Our responsibility is to express a conclusion on this interim financial information based on our review.

The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended March 31, 2009 and 2010 have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2010.

Scope of the Review
We conducted our review in accordance with the International Standard on Review Engagements 2410,"Review Of Interim Financial Information Performed By The Independent Auditor Of The Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with international standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion
The Company derecognized the financial liability of an amount of Rs. 224 million payable to Habib Bank Limited and Rs. 17.185 million payable to Industrial Development Bank of Pakistan during last year on account of restructuring/rescheduling agreements reached with respective banks, as disclosed in last year annual published financial statements for the year ended September 30, 2009. The terms of the above referred agreements do not extinguish the financial liability until the date on which total amounts payable under the agreements are fully paid and all terms and conditions of the said agreements are complied with. Had the terms of the said agreements been followed the financial liability would have been higher by an amount of Rs. 241.185 million, and accumulated losses higher by an amount of Rs.241.185 million.

Qualified Conclusion
Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the annexed condensed interim financial statements are not presented fairly, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Without qualifying our conclusion, we draw your attention to the condensed interim statement of changes in equity and condensed interim balance sheet. The Company's accumulated losses as on the balance sheet date amounted to Rs.100.838 million (September 2009: Rs.157.608 million).Its current assets exceeds current liabilities by Rs.28.501 million (September 2009: Rs.207.004 million). Trade debts of Company amounting to Rs.324.689 million (September 2009: Rs. 69.515 million) represents un-secured and over due balance. These conditions indicate the existence of a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern.

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants
Engagement Partner: Muhammad Waseem Shafi

Karachi:
Dated: May 28, 2010

CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2010

	Note	Unaudited March 31, 2010 Rupees	Audited September 30, 2009 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL			
Authorized Capital			
25,000,000 Ordinary shares of Rs.10/- each		**250,000,000**	250,000,000
Issued, subscribed and paid-up capital		**223,080,000**	223,080,000
Accumulated loss		**(100,838,427)**	(157,608,824)
		122,241,573	65,471,176
Revaluation of Fixed Assets		**437,752,446**	455,248,796
Defered Liability		**286,459,949**	286,459,949
LONG TERM FINANCES - SECURED			
Interest bearing		**453,884,650**	253,884,650
Interest free	5	**4,079,676**	4,079,676
		457,964,326	257,964,326
Provision for Gratuity		**4,091,708**	4,869,313
CURRENT LIABILITIES			
Trade and other payables		**977,910,314**	527,801,641
Short term finance	6	**335,000,000**	-
Accrued mark up		**33,994,403**	23,475,031
Current portion of long term finances		**44,560,068**	44,560,068
Taxation		**9,226,996**	5,464,973
		1,400,691,781	601,301,713
Contigencies and Commitments	7		
		2,709,201,783	1,671,315,273
ASSETS			
NON CURRENT ASSETS			
Property, Plant and Equipments	8	**1,207,605,302**	1,240,079,909
Investments		**71,563,125**	36,063,125
Lomg Term Loans		**175,993**	211,469
Long Term Deposits		**663,859**	663,859
CURRENT ASSETS			
Stores, spares and loose tools		**31,931,450**	35,597,214
Stock in trade		**1,025,502,810**	263,009,004
Trade debts-unsecured (considered good)		**324,688,704**	69,515,679
Loans and advances		**17,347,254**	13,837,448
Prepayments and other receivables		**8,987,194**	10,550,778
Cash and bank balances		**20,736,092**	1,786,788
		1,429,193,504	394,296,911
		2,709,201,783	1,671,315,273

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2010

	Note	2009-2010 Quarter Ended March 31, 2010	2009-2010 Half Year Ended March 31, 2010	2008-2009 Quarter Ended March 31, 2009	2008-2009 Half Year Ended March 31, 2009
		(Rupees)			
Sales-Net		**1,662,891,885**	**2,128,532,706**	522,419,309	920,888,231
Cost of Sales	9	**1,609,023,744**	**1,996,686,368**	456,416,538	850,698,456
Gross Profit		**53,868,141**	**131,846,338**	66,002,771	70,189,775
Operating Expenses					
Administrative expenses		**23,885,002**	**43,667,466**	16,050,575	25,516,182
Distribution cost		**1,346,721**	**1,785,864**	428,053	727,413
		25,231,723	**45,453,330**	16,478,628	26,243,595
Operating Profit		**28,636,418**	**86,393,008**	49,524,143	43,946,180
Financial cost		**18,231,179**	**36,087,161**	9,798,039	19,457,373
Other charges		**304,340**	**404,340**	95,000	176,040
Other income		**(14,200)**	**(15,280)**	(896,511)	(938,803)
		18,521,319	**36,476,221**	8,996,528	18,694,610
Profit before Taxation		**10,115,099**	**49,916,787**	40,527,615	25,251,570
Provision for Taxation					
Current		**(8,314,530)**	**(10,642,740)**	-	-
Profit after Taxation		**1,800,569**	**39,274,047**	40,527,615	25,251,570
Earnings per share - Basic		**0.08**	**1.76**	1.82	1.13

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE QUARTER & HALF YEAR ENDED MARCH 31, 2010

	2009-2010		2008-2009	
	Quarter Ended March 31, 2010	**Half Year Ended March 31, 2010**	Quarter Ended March 31, 2009	Half Year Ended March 31, 2009
	(Rupees)			
Profit after Taxation	**1,800,569**	**40,527,615**	39,274,047	25,251,570
Other Comprehensive Income				
-Surplus on revaluation of property, plant and equipment - net of deferred tax	**-**	**-**	17,496,350	-
Total comprehensive income for the period transferred to equity	**1,800,569**	**40,527,615**	56,770,397	25,251,570

The annexed notes 1 to 12 form an integral part of this condensed interim financial information.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2010

	HALF YEAR ENDED	
	March 31, 2010 Rupees	**March 31, 2009 Rupees**
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation	**49,916,787**	25,251,570
Adjustments for:		
Depreciation	**33,497,516**	15,926,533
Financial cost	**36,087,161**	19,457,372
Provision for gratuity	**384,354**	384,354
Gain on sale of property, plant and equipment	**-**	(31,352)
	69,969,031	35,736,907
Operating Profit before Working Capital Changes	**119,885,818**	60,988,477
CHANGES IN WORKING CAPITAL		
Increase/(Decrease) in Curent Assets		
Stores and spares	**3,665,764**	(7,730,233)
Stock in trade	**(762,493,806)**	24,615,275
Trade debts	**(255,173,025)**	(48,232,528)
Loans & advances	**(3,509,806)**	3,506,727
Prepayments and other receivables	**1,563,584**	(723,481)
	(1,015,947,289)	(28,564,240)
	(896,061,471)	32,424,237
Increase in Current Liabilities		
Trade and other payables	**450,108,673**	5,450,298
Cash Generated from Operating Activities	**(445,952,798)**	37,874,535
Taxes paid	**(6,880,717)**	(417,823)
Financial cost paid	**(25,567,789)**	(325,037)
Gratuity paid	**(1,161,959)**	(454,655)
	(33,610,465)	(1,197,515)
Net Cash Genetrated from Operating Activities	**(479,563,263)**	36,677,020

	HALF YEAR ENDED	
	March 31, 2010 Rupees	March 31, 2009 Rupees
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(1,022,909)**	(733,185)
Proceeds from disposal of property, plant and equipment	**-**	50,000
Long term deposits	**-**	(64,752)
Investment	**(35,500,000)**	-
Long term loans	**35,476**	6,921
Net Cash used in Investing Activities	**(36,487,433)**	(741,016)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term finances	**200,000,000**	-
Proceeds from short term finances	**335,000,000**	-
Net Cash used in Financing Activitis	**535,000,000**	-
Net Increase in Cash and Cash Equivelants	**18,949,304**	35,936,004
Cash and Cash Equivelants at the begning of the Period	**1,786,788**	14,356,415
Cash and Cash Equivelants at the end of the Period	**20,736,092**	50,292,419
CASH AND CASH EQUIVALENTS COMPRISES OF :		
Cash and Bank Balances	**20,736,092**	50,292,419

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2010

	Issued ,subscribed & paid-up capital	Accumulated Profit / (Loss)	Net Equity
		(Rupees)	
Balance as at September 30, 2008	223,080,000	(561,269,412)	(338,189,412)
Profit after taxation for the period ended March 31, 2009	-	25,251,570	25,251,570
Balance as at March 31, 2009	**223,080,000**	**(536,017,842)**	**(312,937,842)**
Balance as at September 30, 2009	223,080,000	(157,608,824)	65,471,176
Comprehensive income for half year	-	56,770,397	56,770,397
Balance as at March 31, 2010	**223,080,000**	**(100,838,427)**	**122,241,573**

The annexed notes from 1 to 12 form an integral part of this condensed interim financial information.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR

CONDENSED INTERIM NOTES TO THE ACCOUNTS (UNAUDITED) FOR THE HALF YEAR ENDED MARCH 31, 2010

1 THE COMPANY AND ITS OPERATIONS

1.1 Sakrand Sugar Mills Limited (the Company) was incorporated in Pakistan on March 02, 1989, as a public limited company. The Company is listed on Karachi and Lahore Stock Exchanges. The principal business of the Company is to manufacture and sell white sugar. The manufacturing facilities of the Company including mill are located at Deh Tharo Unar, Taluka Sakrand, District Nawabshah, Sind.

1.2 The Company's accumulated loss as on balance sheet date amounted to Rs.100.838 million (September 2009: Rs.157.608 million). Its current assets exceeds current liabilities by Rs.28.502 million (September 2009: current liabilities exceeds current assets by Rs.207.004 million). Trade debts of Company amounting to Rs.324.689 million (September 2009: Rs. 69.515 million) represents un -secured and over due balance.

These conditions indicate existence of material uncertainity which may caste significant doubt on the Company's ability to continue as a going concern and therefore it may be unable to realise its assets and discharge its liabilities in the normal course of business.

However, the Company during last financial year addressed its financial difficulties through settlement of its long term loan liabilities due to NBP and HBL while IDBP rescheduled its loan for repayment in 10 years (as disclosed in last annual published financial statements). The consequential effect of settlement disclosed in previously published annual financial statements and of the revaluation of fixed assets made in that year resulted in improved capital structure of the Company and reduced financial pressures on the resources of the Company.

The Company operations in this period have shown improvement in recovery and profits resulting in increased liquidity as well as solvency compared to last financial year, as evident from the balance sheet and the profit and loss account included in this interim financial information.

In view of the above, this condensed interim financial information has been prepared on going concern basis.

1.3 Due to the seasonal availability of sugarcane, the manufacturing 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 interim and annual financial statements.

2 STATEMENT OF COMPLIANCE

2.1 The condensed interim financial information have been prepared in accordance with the requirements of the International Accounting Standard - 34 “Interim Financial Reporting” as applicable in Pakistan and the requirements section 245 of the Companies Ordinance 1984. The condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual published financial statements for the year ended September 30, 2009.The figures for the half year ended March 31, 2010 have been subjected to limited scope review by the auditors as required by the Code of Corporate Governance.

2.2 This condensed interim financial information comprises of the condensed interim balance sheet as at March 31, 2010 and the condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and the condensed interim cash flow statement for the half year then ended which have been subjected to a review but not audited. This condensed interim financial information also includes the condensed interim profit and loss account for the quarter ended March 31, 2010 which is not subject to a review.

2.3 The comparative condensed balance sheet, presented in this condensed interim financial information, as at September 30, 2009 has been extracted from the annual audited financial statements of the Company for the year ended September 30, 2009 whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement for the half year ended March 31, 2009 have been extracted from the condensed interim financial information for the half year ended March 31, 2009 which were subjected to a review but not audited. The comparative condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarter ended March 31, 2009 included in this condensed interim financial report was not subject to a review.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted by the Company in the preparation of these condensed interim financial information are the same as those applied in preparation of the proceeding published financial statements of the Company for the year ended September 30, 2009 except as disclosed below:

3.1 Adoption of new Accounting Standards

3.1.1 International Accounting Standard (IAS) -1 (Revised), "Presentation of financial statements" (effective from January 1, 2009), was issued in September 2007. According to the revised standard, those items of income and expense that are not recognized in the profit and loss account, and non-owner changes in equity should be recognized through a separate statement titled as "Statement of Comprehensive Income". The revised standard requires an entity to opt for presenting such items of income and expense either in (a) single statement ('statement of comprehensive income') , or (b) two statements (a separate 'income statement' and 'statement of comprehensive income').

The Company, with effect from October 1, 2009, has adopted IAS - 1 (Revised 2007) and accordingly the items of income and expense that are not recognized in the profit and loss account and non-owner changes in equity are to be included in the 'Statement of Comprehensive Income'. Accordingly, the Company has presented two statements in this condensed interim financial information i.e. a condensed interim profit and loss account and condensed interim statement of comprehensive income.

3.1.2 In addition to above, following new standards and amendments to standards are mandatory for the first time for the financial year beginning on or after January 1, 2009 and are also relevant for the Company. However, the adoption of these new standards and amendments to standards did not have any significant impact on the financial information of the Company:

– IAS 23 (Amendment), ‘Borrowing costs’
– IAS 36 (Amendment), ‘Impairment of assets’
– IAS 38 (Amendment), ‘Intangible assets’
– IAS 39 (Amendment), ‘Financial instruments: Recognition and measurement’

The following new standards, amendments to standards and interpretations are mandatory for the first time for the financial year beginning January 1, 2009, but are not currently relevant to the Company:

– IFRS 2 (Amendment), ‘Share based payment’
– IAS 27 (Revised), ‘Consolidated and separate financial statements’
– IAS 28 (Amendment), ‘Investment in associates’
– IFRS 8, ‘Operating segments’
– IFRIC 13, ‘Customers loyalty programmes’
– IFRIC 15, ‘Agreement for the construction of real estate’

3.2 The provision in respect of taxation, Workers Profit Participation funds & Workers welfare fund are estimated and these are subject to final adjustment in the annual audited financial statements.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed interim financial information in conformity with approved accounting standards require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing the condensed interim financial information, the significant judgments made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the preceding published annual financial statements of the Company as at and for the year ended September 30, 2009.

5 LONG TERM FINANCES - SECURED

During the half year ended March 31, 2010, the Company obtained a long term loan amounting to Rs.200 million from National Bank of Pakistan. This loan carries a mark-up of 3 months kibor plus 2 % per annum and is repayable by October, 2016. The loan has been acquired principally for the purpose of repayment of Company's grower's liability. It is secured against first pari passu hypothecation charge in favour of NBP over its various assets including land measuring 102-27 acres, plant and machinery etc and first equitable mortgage in favour of NBP over the aforesaid immovable property.

6 SHORT TERM FINANCES

		March 31, 2010 Rupees	September 30, 2009 Rupees
National Bank of Pakistan			
- Running Finance	6.1	125,000,000	-
- Cash Finance	6.2	125,000,000	-
		250,000,000	
Arif Habib Bank Limited			
- Cash Finance	6.3	85,000,000	-
		335,000,000	-

National Bank of Pakistan

6.1 Running Finance Facility:

Purpose:	To finance the working capital requirements of the Company and for procurement of sugarcane.
Tenor:	1 Year
Mark up rate:	Base rate + 2.0% p.a.
Security:	1- Ranking hypothecation charge over plant, machinery & equipment of the Company with 25% margin. 2- Ranking equitable mortgage over land and building of the Company with 25% margin. 3- Personal Guarantees of the directors of the Company.

6.2 Cash Finance Facility:

Purpose:	To finance the working capital requirements of the Company and for procurement of sugarcane.
Tenor:	1 Year
Mark up rate:	Base rate + 2.0% p.a.
Security:	1- Pledge of refined sugar stock with 25% margin. 2- Personal guarantees of the directors of the Company.

Arif Habib Bank Limited

6.3 Cash Finance Facility:

Purpose:	To finance the Company for procurement of sugarcane and raw sugar.
Tenor:	180 days
Mark up rate:	3 month KIBOR (ask) + 3.5% p.a.
Security:	1- Pledge of refined sugar stock with 25% margin. 2- Personal Guarantees of the directors of the Company.

7 CONTINGENCIES AND COMMITMENTS

CONTINGENCIES

The status of contingencies are same as that in annual audited accounts for the year ended September 30, 2009.

COMMITMENTS

In respect of sale of 7,280 metric ton of sugar at an aggregate value of Rs. 447.56 million (September 30, 2009 : NIL).

8 PROPERTY, PLANT & EQUIPMENT

	March 31, 2010		September 30, 2009	
	Additions	Disposals	Additions	Disposals
	(Rupees)			
Factory building on free hold land	-	-	-	-
Non-Factory building on free hold land	-	-	-	-
Plant and Machinery	-	-	-	-
Office Equipment & Others	141,852	-	246,509	-
Furniture and fixture	235,550	-	-	-
Vehicles	645,507	-	11,444,044	(1,896,097)
	1,022,909	-	11,690,553	(1,896,097)

9 COST OF SALES

	2009-2010		2008-2009	
	Quarter Ended March 31, 2010	Half Year Ended March 31, 2010	Quarter Ended March 31, 2009	Half Year Ended March 31, 2009
	(Rupees)			
Sugarcane consumed	**2,086,122,285**	**2,623,104,147**	441,072,537	757,766,405
Manufacturing expenses (Note No. 9.1)	**90,800,807**	**136,076,153**	42,855,589	84,166,774
	2,176,923,092	**2,759,180,300**	483,928,126	841,933,179
Sugar in process				
- opening	**40,275,454**	**821,778**	15,238,685	1,246,675
- closing	**(3,761,144)**	**(3,761,144)**	(821,096)	(821,096)
	36,514,310	**(2,939,366)**	14,417,589	425,579
Sugar				
- opening	**156,697,758**	**-**	18,670,823	58,407,847
- closing	**(854,779,366)**	**(854,779,366)**	-	-
	(698,081,608)	**(854,779,366)**	18,670,823	58,407,847
Molasses				
- opening	**260,630,250**	**262,187,100**	201,587,100	212,118,950
- closing	**(166,962,300)**	**(166,962,300)**	(262,187,100)	(262,187,100)
	93,667,950	**95,224,800**	(60,600,000)	(50,068,150)
	1,609,023,744	**1,996,686,368**	456,416,538	850,698,455

9.1 Manufacturing expenses

Stores and spares consumed	**21,204,061**	**30,272,922**	9,678,280	16,268,419
Fuel and power	**3,784,981**	**6,902,306**	2,884,017	7,062,711
Salaries, wages including bonus and staff amenities	**19,408,790**	**30,169,598**	15,928,484	25,092,553
Repair and maintenance	**31,192,486**	**38,730,072**	3,288,440	16,260,496
Vehicle maintenance	**266,422**	**624,194**	220,468	431,206
Insurance	**1,031,731**	**2,065,383**	842,852	1,658,514
Depreciation	**12,117,175**	**24,234,350**	7,366,326	14,732,653
Others	**1,795,161**	**3,077,328**	2,646,722	2,660,222
	90,800,807	**136,076,153**	42,855,589	84,166,774

	HALF YEAR ENDED	
	March 31, 2010 Rupees	March 31, 2009 Rupees
10 RELATED PARTY TRANSACTIONS		
Significant transactions with the related parties during the half year ended are as follows:		
Chief Executive and Directors' remuneration	**4,790,645**	-

	March 31, 2010 Rupees	September 30, 2009 Rupees
Balances with related parties at the end of the period are as follows:		
Chief Executive and Directors' remuneration outstanding	**910,978**	-

11 AUTHORIZATION FOR ISSUE

These condensed interim financial information have been authorized for issue on May 28, 2010 by the Board of Directors of the Company.

12 GENERAL

Figures have been rounded off to the nearest rupee.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR

BOOK POST

UNDER POSTAL CERTIFICATE

SAKRAND SUGAR MILLS LIMITED
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