

1st Quarter

ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED

CONDENSED INTERIM FINANCIAL STATEMENTS

For the quarter ended 31 December 2022
(Un-audited)



CONTENTS

Company Information.....	01
Director Report.....	02
Balance Sheet.....	04
Profit & Loss Account.....	05
Statement of Comprehensive Income.....	06
Cash Flow Statement.....	07
Statement of Changes in Equity.....	08
Notes to the Financial Statements.....	09

CORPORATE INFORMATION

Board of Directors

Muhammad Dawood
(Director/Chief Executive)
Yasir Iqbal (Chairman)
Muhammad Nawaz
Muhammad Rashid Rana
Atif Butt
Muhammad Talib
Amjad Abbas

Audit Committee

Muhammad Nawaz	(Chairman/Member)
Atif Butt	(Member)
Amjad Abbas	(Member)

Chief Financial Officer

Sohail Azam Khan

Company Secretary

Saleem Abbas

Internal Auditors'

Syed Waqar Ali Bukhari

Auditors'

Akhtar Mahmood Mian
Chartered Accountants

Registrar

CDC Shares Registrar Services Limited,
CDC House, 99-B, Block-B, S.M.C.H.S.,
Main Shahrah-e-Faisal, Karachi, Pakistan

Registered Office

7/10, A-2 Arkay Square
Shahrah-e-Liaqa, New Challil, Karachi

Mills

Abdullah Shah Ghaziabad, Garho,
District Thatta, Sindh

Bankers

Bank Islami Pakistan Limited
Summit Bank Limited
Bank Al-Falah Limited
Silk Bank Limited
MCB Bank Limited
Meezan Bank Limited
Habib Metropolitan Bank Limited
United Bank Limited
Allied Bank Limited

Web Presence:

www.asgsml.com

DIRECTOR'S REPORT

Dear Members,

Assalam-o-Alaikum,

On behalf of the Board, I am pleased to present un-audited Interim Financial Statements of the Company for the first quarter ended on December 31, 2022.

Financial Results

During the period under review the operations of your company resulted in pre-tax profit of Rs. 38.286 million. The management work hard on restructuring with all the financial institutions, particularly with the Bank Islami total debt of Rs. 275 million is restructured with 10 years' time line. So other income of 140 million Pak Rupees is mainly reversal of outstanding liability of the bank. The financial results are as under:

	(Rupees in Thousands)
Profit before Taxation	38,286
Taxation	(16,780)
Profit after Taxation	21,505

Management is striving hard to sail the Company out of current troubled situation and the management has already started the crushing in current season 2022-23, now your mill is operative and producing what is possible in scarce funds available.

Acknowledgement

The Board would like to place on record its appreciation of all the employees of the company for their dedication and hard work.

January 30, 2023

Lahore:



Chief Executive



Director

ڈائریکٹرز رپورٹ

محترم ممبران،
السلام علیکم،

بورڈ کی جانب سے، مجھے 31 دسمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے لیے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے۔

مالیاتی نتائج

زیر جائزہ مدت کے دوران آپ کی کمپنی کے آپریشنز کے نتیجے میں 38,286 ملین روپے کا قبل از ٹیکس منافع ہوا۔ انتظامیہ نے تمام مالیاتی اداروں کے ساتھ ادائیگیوں کی تنظیم نو پر سخت محنت کی ہے، خاص طور پر بینک اسلامی کے کل قرضے 275 ملین کی 10 سال کی ٹائم لائن کے ساتھ تنظیم نو کی گئی ہے۔ لہذا 140 ملین پاک روپے کی دیگر آمدنی بنیادی طور پر بینک کی بقا یا ادائیگی ختم کرنا ہے۔ مالیاتی نتائج درج ذیل ہیں:

(روپے ہزار میں)

38,286

ٹیکس سے پہلے منافع

(16,780)

ٹیکسیشن

21,505

ٹیکسیشن کے بعد منافع

انتظامیہ کمپنی کو موجودہ پریشان کن صورتحال سے نکلنے کی بھرپور کوشش کر رہی ہے اور انتظامیہ نے پہلے ہی موجودہ سیزن 2022-23 میں کرسٹنگ شروع کر دی ہے، اب آپ کی مل چل رہی ہے اور دستیاب فنڈز کی کمی میں جو ممکن ہے وہ پیدا کر رہی ہے۔

اعتراف

بورڈ کمپنی کے تمام ملازمین کو ان کی لگن اور محنت کے لیے سراہنا چاہتا ہے۔

Yasir

ڈائریکٹر

Zameer

چیف ایگزیکٹو

جنوری 30، 2023

لاہور

ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET
As at December 31, 2022

		(Un-Audited) December 31, 2022	(Audited) September 30, 2022
	Notes	RUPEES	
<u>LIABILITIES</u>			
SHARE CAPITAL AND RESERVES			
Authorized share capital 100,000,000 (2011:100,000,000) ordinary shares of Rs. 10/- each		1,000,000,000	1,000,000,000
Issued, subscribed and paid-up capital		792,616,660	792,616,660
Surplus on revaluation of property, plant and equipment		1,167,490,711	1,235,349,332
Accumulated loss		(2,111,922,182)	(2,201,286,662)
		(151,814,811)	(173,320,670)
NON-CURRENT LIABILITIES			
Long term loans - Unsecured	5	332,652,713	371,465,030
Long term loans - Secured		257,972,000	972,000
Retirement benefit obligations		9,547,121	9,547,121
Deferred tax liability		179,775,574	162,994,719
CURRENT LIABILITIES			
Trade and other payables		2,571,954,523	2,462,384,756
Finance cost payable		249,794,417	364,265,110
Short term borrowings - Secured		18,973,000	18,973,000
Current portion of long term loan from bank		8,500,000	272,798,518
Provision for taxation - net		--	--
		2,849,221,940	3,118,421,384
CONTINGENCIES	6	--	--
		3,477,354,537	3,490,079,584
<u>ASSETS</u>			
NON CURRENT ASSETS			
Property, plant and equipments	4	3,153,200,657	3,191,348,788
Long term deposits		1,826,165	1,826,165
CURRENT ASSETS			
Stores and spares		43,641,903	40,355,104
Stock in trade		150,911,486	150,911,486
Advances, deposits and prepayments		110,516,339	98,972,896
Advance income tax - net		3,790,063	3,595,994
Cash and bank balances		13,467,924	3,069,151
		322,327,715	296,904,631
		3,477,354,537	3,490,079,584

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

 CHIEF EXECUTIVE OFFICER	 DIRECTOR	 CHIEF FINANCIAL OFFICER
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ABDULLAH SHAH GHAZI SUGAR MILLS LTD
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
For the First Quarter Ended December 31, 2022

	December 31, 2022	December 31, 2021
RUPEES		
Sales	-	-
Cost of Sales	<u>71,553,821</u>	<u>48,405,818</u>
Gross loss	<u>(71,553,821)</u>	<u>(48,405,818)</u>
OPERATING EXPENSES		
Administrative and general expenses	<u>(6,022,022)</u>	<u>(3,894,625)</u>
Finance cost	<u>(24,034,924)</u>	<u>(20,630,534)</u>
	<u>(30,056,946)</u>	<u>(24,525,159)</u>
Other Income	<u>139,897,480</u>	<u>216,132</u>
Profit/(Loss) before taxation	38,286,713	(72,714,846)
Taxation	<u>(16,780,855)</u>	<u>37,819,444</u>
Profit/(Loss) after taxation	<u><u>21,505,858</u></u>	<u><u>(34,895,402)</u></u>
Earning Per Share- Basic and diluted	<u>0.27</u>	<u>(0.44)</u>

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

		
CHIEF EXECUTIVE OFFICER	DIRECTOR	CHIEF FINANCIAL OFFICER

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For The First Quarter Ended December 31, 2022

	December 31, 2022	December 31, 2021
RUPEES		
Profit/(Loss) for the period	21,505,858	(34,895,402)
Other Comprehensive income:		
Transfer from surplus on revaluation of property, plant and equipment	-	-
Related deferred tax	-	-
	-	-
Total comprehensive income for the 1st Quarter	21,505,858	(34,895,402)


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

		
CHIEF EXECUTIVE OFFICER	DIRECTOR	CHIEF FINANCIAL OFFICER


ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
For The First Quarter Ended December 31, 2021

	<u>December 31,</u> <u>2022</u>	<u>December 31,</u> <u>2021</u>
RUPEES		
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/(Loss) before taxation	38,286,713	(72,714,846)
Adjustments for non cash and other items:		
Depreciation	40,390,267	42,696,710
Financial charges	24,034,925	13,176,937
	64,425,192	55,873,647
Cash flow before working capital changes	102,711,904	(16,841,199)
Changes in working capital		
(Increase) / decrease in current assets:		
Stores and spares	(3,286,799)	(6,911)
Stock in trade	--	--
Advances, deposits and prepayments	(11,543,443)	(4,716,479)
	(14,830,242)	(4,723,390)
Increase / (decrease) in current liabilities:		
Trade and other payables	109,569,767	6,889,853
	94,739,525	2,166,460
Cash (used) in operations	197,451,429	(14,674,739)
Payments for:		
Taxes	(194,069)	(66,592)
Financial charges	(138,505,617)	(6,003)
Gratuity paid	--	--
	(138,699,686)	(72,595)
Net cash used from operating activities	58,751,743	(14,747,334)
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Fixed capital expenditure	(2,242,133)	--
Net cash used in investing activities	(2,242,133)	--
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Long Term Loan From Bank	(7,298,518)	(500,000)
Long term loan from related party - unsecured	(38,812,320)	15,341,443
Net cash generated from financing activities	(46,110,838)	14,841,443
	--	--
Net decrease in cash and cash equivalent	10,398,773	94,109
Cash and bank balances at the beginning of the period	3,069,151	984,150
Cash and bank balances at the end of the period	13,467,924	1,078,259

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For The First Quarter Ended December 31, 2022

	Share capital	Surplus on revaluation of PPE(net)	Accumulated Loss	Total
RUPEES				
Balance as at October 01, 2021	792,616,660	1,303,207,955	(1,949,619,000)	368,032,787
Total comprehensive loss for the year	--	--	(34,895,402)	(91,865,627)
Transfer from revaluation surplus on property, plant and equipment		(71,846,053)	71,846,053	--
Balance as at December 31, 2021	792,616,660	1,231,361,902	(1,912,668,348)	276,167,160
Balance as at October 01, 2022	792,616,660	1,235,349,333	(2,201,286,662)	(173,320,669)
Total comprehensive income for the period	--	--	21,505,858	21,505,858
Transfer from revaluation surplus on property, plant and equipment		(67,858,622)	67,858,622	--
Balance as at December 31, 2022	792,616,660	1,167,490,711	(2,111,922,182)	(151,814,811)

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

		
CHIEF EXECUTIVE OFFICER	DIRECTOR	CHIEF FINANCIAL OFFICER

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
NOTES TO THE FINANCIAL STATEMENTS
For The First Quarter Ended December 31, 2022

1) STATUES AND NATURE OF COMPANY

1.1) The Company was incorporated in Pakistan on February 25, 1984 as a Private Limited Company and was subsequently converted into a Public Limited Company on February 11, 1990. The Company is listed in Pakistan Stock Exchange. The principal business of the Company is manufacturing and selling of refined sugar and by products.

2) SIGNIFICANT ACCOUNTING POLICIES

The accounting conventions, policies and methods of computation adopted and followed in the preparation of quarterly financial statements are the same as those of the published annual financial statements for the year September 30, 2018.

3) BASIS OF PREPARATION

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) and Islamic Financial Accounting Standars (IFAS) issued by the Institute ofChartered Accountants of pakistan as are notified under the Companies Ordinance, 1984, the requirements of the Companies Act, 2017 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Companies Act, 2017, or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Companies Act 2017 or the said directives issued by the SECP prevail.

4) PROPERTY PLANT AND EQUIPMENTS

Fixed capital expenditure during the period is amounting to Rs.51,533 and no fixed assets disposed off during the period.

		Un - Audited December 31, 2022 Rupees	Audited September 30, 2022 Rupees
5) LONG TERM LOANS:			
Subordinated loan from holding Company - Unsecured	5.1	332,652,713	371,465,030
		332,652,713	371,465,030

5.1 The loan has been advanced by M/s. Haq Bahu Sugar Mills (Pvt.) Ltd. which carries mark-up @ 3 months KIBOR plus 1% (2022: @ 3 months KIBOR plus 1%) payable half yearly. Since the loan will not be repayable within next twelve months therefore the same has been classified as long term liability. The loan is subordinated to certain short term finance facility obtained by the company and is subject to BOD resolution/approval.

6) CONTIGENCIES

There are no contingencies which need to be disclosed in the financial statements

ABDULLAH SHAH GHAZI SUGAR MILLS LTD
NOTES TO THE FINANCIAL STATEMENTS
For The First Quarter Ended December 31, 2022

7) CORRESPONDING FIGURES

The corresponding figures have been rearranged and reclassified for the purpose of comparison and better presentation however there has been no significant reclassification.

8) DATE OF AUTHORIZATION FOR ISSUE

The financial statements were approved by the board of directors and authorized for issue on Jan 30, 2023.

9) GENERAL

Figures have been rounded off to the nearest rupee.

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CHIEF EXECUTIVE OFFICER	DIRECTOR	CHIEF FINANCIAL OFFICER