



Shakarganj
Limited



CONDENSED INTERIM REPORT

For the Quarter and Six Months ended
31 March 2019

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VISION, MISSION & CORE VALUES

- To gain and maintain leadership in our relevant sectors by producing the best quality products at the lowest possible cost
- To give the best returns to our shareholders by optimal allocation of resources to the products and markets we compete in
- To provide the best value products and services to our customers through investment in technology, human resources, operational systems, and processes
- To provide the best working environment to our employees and provide them opportunities to enhance their skills
- To work with our farmers, suppliers, and distributors as partners in developing their expertise and profitability
- To pursue environment friendly policies, and effectively and efficiently use all energy resources aiming for zero waste and a clean healthy environment
- To be a socially responsible corporate citizen supporting education, health, environment, and socio economic development of its community

COMPANY INFORMATION

Board of Directors

1. Chairman (Non-Executive)	Muhammad Anwar
2. Chief Executive Officer	Anjum Muhammad Saleem
In alphabetic order:	
3. Executive Director	Ali Altaf Saleem
4. Non-Executive Director	Hajerah Ahsan Saleem
5. Non-Executive Director	Khalid Bashir
6. Non-Executive Director (Independent)	Khawaja Jalaluddin
7. Non-Executive Director	Muhammad Arshad
8. Non-Executive Director (Independent)	Sheikh Asim Rafiq

Audit Committee

Chairman	Khalid Bashir
Member	Hajerah Ahsan Saleem
Member	Khawaja Jalaluddin (Independent)
Member	Sheikh Asim Rafiq (Independent)

Human Resource & Remuneration Committee

Chairman	Muhammad Anwar
Member	Anjum Muhammad Saleem
Member	Khalid Bashir

Chief Financial Officer

Muhammad Asif

Company Secretary

Asif Ali

Management Committees

Executive Committee

Chairman	Anjum Muhammad Saleem
	Ali Altaf Saleem
	Muhammad Pervez Akhtar

Business Strategy Committee

Chairman	Anjum Muhammad Saleem
	Ali Altaf Saleem
	Muhammad Pervez Akhtar
	Muhammad Asif
	Manzoor Hussain Malik

System & Technology Committee

Chairman	Muhammad Pervez Akhtar
	Muhammad Asif
	Ibrahim Ahmad Cheema

SHAREHOLDERS' INFORMATION

Stock Exchange Listing

Shakarganj Limited is a listed company and its shares are traded on the Pakistan Stock Exchange. Daily quotes on the Company's stock can be obtained from leading newspapers. Shakarganj is listed under 'Sugar & Allied Industries'

Public Information

Financial analysts, Stock brokers, interested investors and financial media desiring information about "Shakarganj" should contact Mr. Asif Ali at the Company's Office, Jhang. Tel: (047) 763 1001 - 05 Fax: (047) 763 1011 E-mail: info@shakarganj.com.pk

Shareholders' Information

Inquiries concerning lost stock certificates, dividend payment, change of address, verification of transfer deeds and share transfers should be directed to CorpTec Associates (Pvt) Limited, Share Registrar of the Company at Lahore. Tel: (042) 3517 0336 - 7 Fax: (042) 3517 0338 E-mail: info@corptec.com.pk

Products

- Sugar
- Bio Fuel
- Yarn
- Tiger Compost

Legal Advisors

Saad Rasool Law Associates, Lahore
Hassan & Hassan Advocates, Lahore

Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants

Bankers

MCB Bank Limited
National Bank of Pakistan
Bank Islami Pakistan Limited

Works

Principal Facility

Management House
Toba Road, Jhang, Pakistan
Tel: (047) 763 1001 - 05
Fax: (047) 763 1011
E-mail: info@shakarganj.com.pk

Satellite Facility

Management House
63 km, Jhang Sargodha Road
Bhone, Pakistan
Tel: (048) 688 9211 - 13
Fax: (047) 763 1011

Website

www.shakarganj.com.pk
Note: This Report is available on Shakarganj website.

Registered and Principal Office

Executive Floor, IT Tower, 73 E 1
Hali Road, Gulberg III, Lahore, Pakistan
UAN: (042) 111 111 765
Tel: (042) 3578 3801-06
Fax: (042) 3578 3811

Karachi Office

12th Floor, Sidco Avenue Centre,
264 R.A. Lines, Karachi, Pakistan
Tel: (021) 3568 8149
Fax: (021) 3568 0476

Faisalabad Office

Nishatabad, New Lahore Road,
Faisalabad, Pakistan
Tel: (041) 875 2810
Fax: (041) 875 2811

Share Registrar

CorpTec Associates (Pvt) Limited
503-E, Johar Town
Lahore
Tel: (042) 3517 0336 - 7
Fax: (042) 3517 0338
E-mail: info@corptec.com.pk

COMPANY PROFILE AND GROUP STRUCTURE

Shakarganj Limited was incorporated in Pakistan in 1967 as a Public Limited Company and is listed on the Pakistan Stock Exchange. Shakarganj is a leading manufacturer of food products, biofuel as well as textiles. We transform renewable crops such as sugarcane and cotton into value added products including refined sugar, textiles and biofuel. Our registered office is in Lahore with regional offices in Faisalabad and Karachi.

Shakarganj Limited, through its strategic shareholding in Shakarganj Food Products Limited, is also active in production of dairy and fruit products.

Sugar Business:

We have two manufacturing facilities, which are both located in District Jhang. We produce different types of sugar comprising pharmaceutical, beverage and commercial grades sugar as well as soft brown sugar, castor and icing sugar, sugar cubes, sachets and retail packs. Our combined crushing capacity is of 20,000 Tons of Cane per Day (TCD) which is extendable to 32,000 TCD.

Biofuel Business:

We have six distillation plants of which three are located at our Jhang facility and the remaining three are located at our Bhone facility where various grades of biofuel are produced. Our products include Rectified Ethanol (REN) for industrial and food grades, Anhydrous Ethanol for fuel grade, and Extra Neutral Alcohol (ENA) for pharmaceutical and perfume grades. The combined capacity of our distilleries is 350,000 litres per day.

Textile Business:

Located at our Jhang facility, this cotton spinning unit produces carded cotton and PC yarn ranging from 10/s to 33/s and doubled yarn ranging from 8 to 40 TPI. The installed capacity is 24,960 spindles for cotton/PC spinning and 2,304 spindles for doubling.

Farming & Allied Business:

This comprises different parcels of land mainly located in Jhang District near our manufacturing facilities. Total area under

cultivation is 1,285 acres which is our owned land. The main crops include sugarcane, wheat, gram, maize, fodder and seasonal vegetables. A dairy farm located at Jhang has been developed, with a herd of 150 milking and fattening cattle. A small herd of rams and bucks for fattening purpose has also been developed. Shakarganj has also launched a new product in the area of non chemicals fertilizers under the brand name of "Shakarganj Tiger Compost". The product as organic fertilizer has been developed using aerobic decomposition process with addition of standardised microbial culture in filter cake. The compost is a rich source of organic matter, with macro and micro nutrients to help improve soil and it is very useful for better growth, yield and quality of all field crops in general and specifically for sugarcane. This is at its initial stage and would grow up in the farmer's community with the practical exposures.

Business Vision and Strategy:

Shakarganj's vision is to create the country's leading renewable ingredients business. We aim to achieve this by building a consistent portfolio of distinctive, profitable, high-value solutions in products and services for our customers. Shakarganj is committed to providing long-term value for our shareholders. Our strategy is to build a stronger value added business with a low-cost commodity base. We focus on five key business objectives to deliver consistent growth.

- Serve our Customers:

Delivering excellent customer service is at the core of everything we do. Our aim is to be the partner of choice in our customers' processes and to help them develop more successful consumer products.

- Operate Efficiently and Safely:

We aim to be the lowest-cost and most efficient producer in all our markets. Through our expertise in high-volume process management, our focus is on technical and manufacturing excellence and the efficient use of services such as logistics and utilities. We are continually working to improve operational efficiency and strive to ensure safe and healthy conditions for everyone at our sites.

- Invest in Long Term Assets and Partnerships:

We continually evaluate investment opportunities that would add strategic value by enabling us to enter new markets or add products, technologies and knowledge more efficiently than we could originally. We also aim to grow our business by forming joint ventures and partnerships to enhance the capabilities of our existing product portfolio. Using alliances and joint ventures can be an efficient way to lower our cost of investing in new areas and markets, and will help secure access to new and complementary technology and expertise.

- Invest in Technology and People:

We are investing in our research and development capabilities to help us in developing innovative solutions that meet our customers' product challenges. We are also complementing our own capabilities through business and technology partnerships, and

university collaborations. To develop talent, improve leadership and help our employees succeed, we operate various Programmes designed to ensure the right skills at all levels to grow our business.

- Grow the Contribution from Value Added Products:

We are committed to grow the contribution from our value added products. Value added products utilise technology and intellectual property enabling us to obtain a price premium along with sustainable and/or higher margins.

DIRECTORS' REVIEW

I am pleased to present the unaudited condensed interim financial information of the Company for the Half Year ended 31 March 2019. This condensed interim financial information was subject to a limited scope review by the external auditors, KPMG Taseer Hadi & Company, Chartered Accountants. The auditor's review report is attached to this interim condensed financial information.

Financial and Operational Performance:

Summary of operating performance:

Shakarganj started its crushing campaign late on 30 December 2018 which ended on 22 March 2019 resulting a very short season. Sugar mills were reluctant to start crushing season and none of the sugar mills in Punjab could start crushing till the mid of December 2018. Unpredictable and impractical policies of the Government pertaining to sugar exports have created problems both for millers and growers. Prices of sugar were subsequently improved but due to low per acre yield of sugarcane, the season ended up early with low capacity utilization, however, sugar recovery was improved which reduced a little bit of loss in sugar business.

Our biofuel business performance suffered due to molasses price which jumped up quickly rendering biofuel business no more viable as almost hundred percent increase in raw material costs was witnessed. The Company's export of biofuel, however, improved due to opening stock available.

Due to reduced operational activities in all segments of business, the Company incurred before tax loss of Rs. 43.49 million as compared profit before tax of Rs. 92.43 million during corresponding period. Consequently, Company incurred an overall after-tax loss of Rs. 86.6 million as compared to after tax profit of Rs. 21.13 million in the corresponding period last year.

Business Segments:

Sugar Division:

As discussed above, the crushing campaign was started very late on 30 December 2018 and the production of sugar was declined significantly. The Sugar Division crushed 484,762 MT (HYFY18: 657,386 MT) of sugarcane to produce 49,016 MT (HYFY18: 59,128 MT) of sugar at an average recovery rate of 10.13 percent (HYFY18: 9.20 percent) resulting in a 17 percent decrease in sugar production.

Biofuel Division:

The production of this division decreased to 14.44 million litres (HYFY18: 26.51 million litres). During the period under review, the performance of Biofuel Division was suffered due to significant increase in raw material costs.

Textile Division:

Yarn production increased to 2.29 million kg (HYFY18: 1.85 million kg). Performance of this division was also suffered due to significant increase in raw material cost, per unit cost of electricity and additional repair & maintenance due capacity addition.

Outlook:

As reported in our last interim review regarding expected decline in sugarcane output, short sugarcane crop affected our core operational activities in the season under review. Due to short season and non-availability of molasses at viable cost, biofuel business has been closed down in second half of the fiscal year 2019. The Textile Division performance is expected to be improved due to improvement in production. The Company remains committed to its best efforts and is hopeful for better next season.

On behalf of the Board



Anjum Muhammad Saleem
Chief Executive Officer



Ali Altaf Saleem
Director

Date: 29 May 2019



KPMG Taseer Hadi & Co.
Chartered Accountants
351 Shadman-1, Jail Road,
Lahore 54000 Pakistan

Telephone + 92 (42) 111 KMPGTH (576484)
Fax + 92 (42) 37429907

Independent Auditor's Review Report to the members of Shakarganj Limited Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Shakarganj Limited ("the Company") as at 31 March 2019 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim statement of profit or loss, condensed interim statement of comprehensive income for the quarter ended 31 March 2019 and 31 March 2018, have not been reviewed and we do not express a conclusion on them.

The engagement partner on the audit resulting in this independent auditor's report is Kamran Iqbal Yousaf.

Lahore
Date: 29 May 2019

KPMG Taseer Hadi & Co.
Chartered Accountants

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 March 2019 (Un-audited)

	Note	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized capital			
150,000,000 (30 September 2018: 150,000,000) ordinary shares of Rs. 10 each		1,500,000	1,500,000
50,000,000 (30 September 2018: 50,000,000) preference shares of Rs. 10 each		500,000	500,000
		<u>2,000,000</u>	<u>2,000,000</u>
Issued, subscribed and paid up capital			
125,000,000 (30 September 2018: 125,000,000) ordinary shares of Rs. 10 each		1,250,000	1,250,000
Reserves		2,179,418	2,196,442
Accumulated loss		(1,505,768)	(1,588,974)
Surplus on revaluation of property, plant and equipment- net of tax		6,665,828	6,825,404
		<u>8,589,478</u>	<u>8,682,872</u>
Non-current liabilities			
Long term finances	7	325,289	442,703
Deferred taxation		1,085,365	1,129,461
		<u>1,410,654</u>	<u>1,572,164</u>
Current liabilities			
Current portion of long term liabilities		176,036	97,703
Short term borrowings	8	2,184,012	2,243,284
Trade and other payables		2,161,493	1,663,125
Unclaimed dividend		2,172	2,273
Accrued finance cost		67,297	45,711
		<u>4,591,010</u>	<u>4,052,096</u>
Contingencies and commitments			
	9	<u>14,591,142</u>	<u>14,307,132</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.


Chief Executive

	Note	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	10	10,560,007	10,825,661
Biological assets		12,712	11,558
Investments - related parties	11	1,997,213	1,938,565
Employees' retirement benefits		11,948	11,948
Long term loans, advances and deposits		34,001	33,986
		12,615,881	12,821,718
Current assets			
Biological assets		23,332	19,717
Stores, spares and loose tools		99,322	65,756
Stock-in-trade	12	1,179,113	1,028,311
Trade debts		370,989	39,431
Loans, advances, deposits, prepayments and other receivables		223,376	303,928
Cash and bank balances		79,129	28,271
		1,975,261	1,485,414
		14,591,142	14,307,132

A. M. Khan
Director

[Signature]
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For the Six Months Ended 31 March 2019 (Un-Audited)

Note	Quarter ended		Half year ended	
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
----- (Rupees in thousand) -----				
Sales - net	13.1	2,959,369	4,005,820	4,441,589
Cost of sales	13.2	(2,819,008)	(3,484,166)	(4,174,610)
Gross profit		140,361	521,654	266,979
Administrative expenses		(79,856)	(85,659)	(150,957)
Distribution and selling costs		(43,961)	(57,558)	(110,315)
Other expenses		(7,414)	(8,728)	(31,347)
Other income		29,059	29,927	39,019
Profit from operations		38,189	399,636	13,379
Finance cost		(82,361)	(28,322)	(155,590)
Share of profit from equity accounted investment		38,838	87,336	98,718
(Loss) / profit before taxation		(5,334)	458,650	(43,493)
Taxation				
- Company		(15,326)	(30,695)	(9,831)
- Equity accounted investment		2,266	(16,489)	(33,278)
		(13,060)	(47,184)	(43,109)
(Loss) / profit after taxation		(18,394)	411,466	(86,602)
(Loss) / earnings per share				
- basic and diluted	Rupees	(0.16)	3.51	(0.74)

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.


Chief Executive


Director


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME

For the Six Months Ended 31 March 2019 (Un-Audited)

	Quarter ended		Half year ended	
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
	----- (Rupees in thousand) -----			
(Loss) / profit after taxation	(18,394)	411,466	(86,602)	21,131
<u>Other comprehensive income</u>				
<i>Item that are or may be subsequently reclassified to profit or loss account:</i>				
Fair value gain / (loss) on ' Available for sale' investments	(3,019)	(144)	(6,792)	(5,702)
Total comprehensive (loss) / income	(21,413)	411,322	(93,394)	15,429

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.


Chief Executive


Director


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the Six Months Ended 31 March 2019 (Un-Audited)

	Note	31 March 2019 (Rupees in thousand)	31 March 2018
Cash flows from operating activities			
Cash used in operations	16	367,607	238,512
Finance cost paid		(134,004)	(174,048)
Dividend Paid		(101)	(153,719)
Taxes paid		(48,386)	94,610
Net changes in long term advances, loans, deposits and prepayments		(15)	10
Net cash generated from operating activities		185,101	5,365
Cash flows from investing activities			
Fixed capital expenditure		(57,022)	(80,842)
Dividend received		180	405
Proceeds from sale of livestock		1,753	701
Proceeds from sale of property, plant and equipment		19,199	400
Net cash used in investing activities		(35,890)	(79,336)
Cash flows from financing activities			
Short term borrowings - net		(59,272)	197,835
Long term finances repaid		(39,081)	(42,184)
Net cash (used in) / generated from financing activities		(98,353)	155,651
Net increase in cash and cash equivalents		50,858	81,680
Cash and cash equivalents at beginning of period		28,271	5,255
Cash and cash equivalents at end of period		79,129	86,935

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.


Chief Executive


Director


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Six Months Ended 31 March 2019 (Un-Audited)

	CAPITAL RESERVE					REVENUE RESERVE			(Rupees in thousand)			
	Share Capital	Share Premium	Share in Capital Reserves of Equity Accounted Investment	Fair Value Reserve	Difference of Capital Under Scheme of Arrangement of Merger	Equity portion of director loan - net of tax	Surplus on revaluation on property, plant and equipment - net of tax	General	Dividend Equalization	Equity Investment Market Value Equalization	Accumulated loss	Total
Balance as on 01 October 2017 - restated	1250.000	1056.373	(14688)	12553	155930	47055	4719906	410606	22700	83000	(1606567)	6136764
Total Comprehensive Income for the period	-	-	-	-	-	-	-	-	-	-	21131	21131
Profit for the six months period ended 31 March 2018	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	(5,702)	-	-	-	-	-	-	-	(5,702)
Share of other comprehensive income of equity accounted investments	-	-	-	-	-	-	-	-	-	-	-	-
Fair value loss on 'Available for sale' investments	-	-	-	(5,702)	-	-	-	-	-	-	-	(5,702)
Surplus transferred to accumulated losses on account of:-	-	-	-	(5,702)	-	-	(111793)	-	-	-	21131	15429
- incremental depreciation on property, plant and equipment - net of deferred tax	-	-	-	-	-	-	-	-	-	-	111793	-
Transactions with owners of the Company, recognized directly in equity	-	-	-	-	-	(5,161)	-	-	-	-	5,161	-
Equity portion of loan from director - net of tax	-	-	-	-	-	(5,161)	-	-	-	-	(5,161)	(156,250)
Dividend paid for the year ended 30 September 2017	-	-	-	-	-	(5,161)	-	-	-	-	(151,089)	(156,250)
Balance as at 31 March 2018	1250.000	1056.373	(14688)	6851	155930	41894	4608113	410606	22700	83000	(1624836)	5995943
Total Comprehensive Income for the period	-	-	-	-	-	-	-	-	-	-	(35139)	(35139)
Loss for the six months period ended 30 September 2018	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	(8,998)	-	-	-	-	-	-	-	(8,998)
Share of other comprehensive income of equity accounted investments	-	-	-	(8,998)	-	-	-	-	-	-	-	(8,998)
Fair value loss on 'Available for sale' investments	-	-	-	(8,998)	-	-	-	-	-	-	-	(8,998)
Revaluation surplus on property, plant and equipment	-	-	-	-	-	-	2721104	-	-	-	-	2,721,104
Related deferred tax liability on revaluation surplus	-	-	-	-	-	-	(382,032)	-	-	-	-	(382,032)
Reassessment gain on employee retirement benefits	-	-	-	-	-	-	-	-	-	-	(43,376)	(43,376)
Surplus transferred to accumulated losses on account of:-	-	-	-	(8,998)	-	-	2,329,072	-	-	-	(78,515)	2,276,227
- incremental depreciation on property, plant and equipment - net of deferred tax	-	-	-	-	-	-	(111,781)	-	-	-	111,781	-
Transactions with owners of the Company, recognized directly in equity	-	-	-	-	-	(41,894)	-	-	-	-	2,596	(39,298)
Equity portion of loan from director - net of tax	-	-	-	-	-	(41,894)	-	-	-	-	(158,934)	(198,828)
Balance as at 30 September 2018	1250.000	1056.373	469980	(2,147)	155930	-	6,825,404	410606	22700	83000	(158934)	8682872
Total Comprehensive Income for the period	-	-	-	-	-	-	-	-	-	-	(86,602)	(86,602)
Loss for the six months period ended 31 March 2019	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	(6,792)	-	-	-	-	-	-	-	(6,792)
Share of other comprehensive income of equity accounted investments	-	-	-	(6,792)	-	-	-	-	-	-	-	(6,792)
Fair value loss on 'Available for sale' investments	-	-	-	(6,792)	-	-	-	-	-	-	-	(6,792)
Surplus transferred to accumulated losses on account of:-	-	-	-	(6,792)	-	-	-	-	-	-	(86,602)	(93,394)
- incremental depreciation on property, plant and equipment - net of deferred tax	-	-	-	-	-	-	(159,576)	-	-	-	169,808	-
Balance as at 31 March 2019	1250.000	1056.373	459748	(8,999)	155930	-	6,665,828	410606	22700	83000	(1505,768)	8,589,478

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.


Chief Executive


Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Ended 31 March 2019 (Un-Audited)

1. The Company and its operations

1.1 The Company is incorporated in Pakistan and is listed on Pakistan Stock Exchange under the Listing Regulations of Pakistan Stock Exchange. It is principally engaged in manufacture, purchase and sale of sugar, bio fuel and yarn (textile). The Company has its principal manufacturing facilities at Jhang and satellite manufacturing facilities at Bhone. The registered office of the Company is situated at E-floor, IT tower, 73-E/1, Hali Road, Gulberg-III, Lahore. Following are the business unit and their respective locations.

Business Unit	Location
- Jhang Unit	Toba tek singh road, Jhang -35200 Pakistan.
- Bhone Unit	57 km Jhang - Sargodha road, Bhone -35200 Pakistan.

2. Basis of preparation

2.1 Statement of compliance

2.1.1 These condensed interim financial statements comprise the condensed interim statement of financial position of the Company as at 31 March 2019 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with the notes forming part thereof for the period from 01 October 2018 to 31 March 2019.

2.1.2 These condensed interim financial statements has 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;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan 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 or IFAS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.3 These condensed interim financial statements do not include all of the statements required for full annual financial statements and should be read in conjunction with the annual financial statements for the year ended 30 September 2018.

2.1.4 Corresponding statement of financial position numbers are extracted from the annual audited financial statements of the Company for the year ended 30 September 2018, whereas corresponding figures of profit or loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed interim financial statements of the Company for the six months period ended 31 March 2018.

2.1.5 These condensed interim financial statements are unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of Pakistan Stock Exchange Limited.

3. Statement of consistency in accounting policies

3.1 The accounting policies and the methods of computation adopted in the preparation of the condensed interim financial statements are same as those applied in the preparation of the audited financial statements for the year ended 30 September 2018 except for change in accounting policy as disclosed in note 3.2.

3.2 Change in significant accounting policy

The Company has adopted IFRS 15 'Revenue from Contracts with Customers' from 01 July 2018 which is effective from the annual periods beginning on or after 01 July 2018. There are other new standards which are effective from 01 July 2018 but they do not have a material effect on the Company's condensed interim financial statements.

During the period, the Company has adopted IFRS 15 'Revenue from Contracts with Customers'. The details of new significant accounting policy adopted and the nature and effect of the changes from previous accounting policies are set out in note 3.2.1.

3.2.1 IFRS 15 'Revenue from Contracts with Customers'

The Company manufactures and contracts with customers for the sale of goods which generally includes single performance obligation. Management has concluded that revenue from sale of goods be recognized at the point in time when control of the asset is transferred to the customer. However, the adoption of IFRS 15 which has replaced IAS 18 Revenue, IAS 11 Construction Contracts and related interpretations, did not have a material impact on the amounts of revenue recognized in these condensed interim financial statements.

3.2.2 IFRS 9 Financial Instruments

IFRS 9 replaced the provisions of IAS 39 'Financial Instruments: Recognition and Measurement' that relates to the recognition, classification and measurement of financial assets and financial liabilities, derecognition of financial instruments, impairment of financial assets and hedge accounting and was effective for annual periods beginning on or after 01 July 2018. The securities and Exchange Commission of Pakistan (SECP), vide its S.R.O. 229(I)/2019 dated 14 February 2019 has deferred the applicability of IFRS 9 (Financial Instruments) for reporting period ended on 31 December 2018. IFRS 9 will now be applicable for reporting periods / year ending on or after 30 June 2019.

3.3 The following standards, amendments and interpretations of approved accounting standards will be effective for accounting periods beginning on or after 01 January 2019 and are not expected to have significant impact on these condensed interim financial statements:

Standard or interpretation	Effective date (accounting periods beginning on or after)
IFRIC 23 - Uncertainty over Income Tax Treatments	01 January 2019
Annual Improvements to IFRS Standards 2015-2017 Cycle	01 January 2019
IFRS 16 - Leases	01 January 2019
IFRIC 23 - Uncertainty over Income Tax Treatments	01 January 2019
Amendments to IFRS 9 - Financial Instrument	01 January 2019

4. Estimates

The preparation of condensed interim financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, 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 financial statements for the year ended 30 September 2018.

5. Seasonality of operations

Due to seasonal nature of sugar segment, operating results are expected to fluctuate in the second half of the year than the first six months.

The sugar cane crushing started in December end and lasted till March end.

6. Taxation

The provision for taxation for the half year ended 31 March 2019 has been made on an estimated basis.

	Note	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
7. Long term finances			
Long term loans - secured			
Interest bearing		501,325	540,406
		501,325	540,406
Less: Current portion of long term loans- secured		(176,036)	(97,703)
		325,289	442,703
8 Short term borrowings			
<i>Secured:</i>			
- Cash / Running finances	8.2	721,000	394,200
- Export refinance	8.3	1,074,846	1,474,800
<i>Unsecured:</i>			
- Short term interest free financing	8.4	388,166	374,284
		2,184,012	2,243,284
8.1 Types of short term borrowings			
Interest / mark-up based financing		1,695,846	1,769,000
Islamic mode of financing		100,000	100,000
Interest free financing		388,166	374,284
		2,184,012	2,243,284
8.2 Cash / Running finances			

The Company has arranged this short term finance facility from MCB Bank Limited to meet working capital requirements to the extent of Rs. 1,200 million. This finance is available at a mark-up ranging from 10.83% to 12.51% (30 September 2018: 8.11% to 9.86%) on the outstanding balance or part thereof. Expiry date of this facility is 30 September 2019.

The cash / running finance is secured against pledge of sugar, first joint pari passu charge of Rs. 1,000 million and ranking charge of Rs. 200 million over all present and future fixed assets of the Company.

8.3 Export refinance

The Company has arranged facilities for short term finances to meet working capital requirements from various banks under mark up arrangements to the extent of Rs. 1,975 million (30 September 2018: Rs. 1,775 million). These finances were available at a mark-up ranging from 3.0% to 13% (30 September 2018: 3.0% to 9.86%) on the outstanding balance or part thereof. Foreign currency borrowings were available at mark-up rate based on LIBOR ranging around 5.72% (30 September 2018: 4.86% to 5.72%). Expiry date of the finances obtained from Bank Islamic Pakistan Limited is 30 April 2019 for MCB Bank Limited 30 September 2019 and that of National Bank of Pakistan for FAPC is 30 May 2019 and for National Bank of Pakistan dollar loan FE 25, is 31 March 2019.

The aggregate export finance is secured against lien on export contracts, pledge of stock-in-trade, registered hypothecation charge on property, plant and equipment, current and fixed assets of the Company and first joint pari pasu charge over fixed assets of the company. Furthermore, it is secured against personal guarantees of CEO and Director and pledge of 55 million shares of Shakarganj Food Products Limited at a price of Rs. 10/share.

8.4 Short term interest free financing

It represents unsecured short term interest free financing provided by a sugar agent for financing the operations of the Company.

9. Contingencies and commitments

9.1 Contingencies

There is no material change in the status of contingencies as set out in note 12.1 to the financial statements of the Company for the year ended 30 September 2018.

9.2 Commitments

The Company has commitment in respect of contracts for other than capital expenditures Rs. 1.37 million (30 September 2018: Rs 4.45 million)

10. Property, plant and equipment

Operating assets - at net book value
Capital work in progress

Note	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
10.1	10,421,047	10,706,426
10.2	138,960	119,235
	<u>10,560,007</u>	<u>10,825,661</u>

	Note	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
10.1 Operating assets - at net book value			
Net book value at the beginning of the period / year		10,706,426	8,386,457
Add: Additions during the period / year	10.1	37,297	90,257
Revaluation during the period / year		-	2,735,071
Less: Deletions during the period / year		14,978	18,613
Depreciation charged during the period / year		307,698	486,746
		322,676	505,359
		10,421,047	10,706,426
10.1.1 Addition during the period/year			
Plant and machinery		28,097	49,126
Water, electric and weighbridge equipment		2,948	2,098
Office equipment		303	70
Vehicles		816	37,812
Furniture and fixtures		375	1,132
Buildings and roads on freehold land		4,193	-
Tools and equipment		565	19
		37,297	90,257
10.2 Capital work-in-progress			
Civil works		3,712	5,112
Plant and machinery		108,384	87,357
		112,096	92,469
Advances to suppliers		63,801	63,703
Less: Provision for doubtful advances and impairment		(36,937)	(36,937)
		26,864	26,766
		138,960	119,235

	Note	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
11. Investments - related parties			
In equity instruments of Shakarganj Foods Product Limited ("SFPL")	11.1	1,990,231	1,924,791
Available for sale	11.2	6,982	13,774
		<u>1,997,213</u>	<u>1,938,565</u>
11.1 In equity instruments of SFPL			
Unquoted			
<i>Shakarganj Food Products Limited</i>			
87,785,643 (30 September 2018: 87,785,643) fully paid ordinary shares of Rs. 10 each Equity Held: 52.39% (30 September 2018: 52.39%)		1,990,231	1,924,791
11.1.1 Movement during the period / year			
Cost			
- Opening Balance		590,784	393,818
- Further acquisition due to right shares		-	196,966
		590,784	590,784
Brought forward amounts of post acquisition reserves		1,334,007	662,184
Share of movement in reserves during the period / year		-	484,668
Share of profit for the period before taxation		98,718	265,754
Provision for taxation		(33,278)	(78,599)
		<u>1,399,447</u>	<u>1,334,007</u>
Balance as at period / year end	11.1	<u>1,990,231</u>	<u>1,924,791</u>

11.1.2 Shakarganj Foods Products Limited ("SFPL") is a public unlisted Company incorporated in Pakistan and is principally engaged in the business of manufacturing, processing and sale of food products. The activities of SFPL are largely independent of the Company. The following table summarizes the financial information of SFPL as included in its own financial statements and the Company's share in the results. The table also reconciles the summarized financial information to the carrying amount of the Company's interest in SFPL.

	31 March 2019 (Un-audited)	30 September 2018 (Audited)
Percentage interest held	52.39%	52.39%
	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
Non-current assets	5,992,187	4,879,041
Current assets	3,428,806	3,475,686
Non-current liabilities	(2,051,377)	(1,694,572)
Current liabilities	(3,706,760)	(3,122,209)
Net assets (100%)	3,662,856	3,537,946
Company's share of net assets	1,918,970	1,853,530
Excess of purchase consideration over net assets	71,261	71,261
Carrying amount of interest in SFPL	1,990,231	1,924,791
Revenue	8,728,725	15,775,889
Profit after taxation	124,902	356,024
Other comprehensive income	-	926,322
Total comprehensive income (100%)	124,902	1,282,346
Company's share of total comprehensive income	65,440	671,821

The above figures (adjusted with the top up effect of revaluation surplus) are based on un-audited financial statements as of the same period.

11.1.3 Investments with face value of Rs. 550 million (30 September 2018: Rs. 550 million) are pledged as security against short term borrowings.

11.1.4 Investment in SFPL is treated as joint venture in these financial statements due to joint control over SFPL as a result of the shareholders' agreement dated 12 April 2008.

11.2 Available for sale

a) Equity accounted investment / Related companies

Quoted - related party

Crescent Steel and Allied Products Limited:

180,000 fully paid ordinary shares of Rs. 10 each
Equity held: 0.23% (30 September 2018: 0.23%)
Market value - Rs. 6.98 million
(30 September 2018: Rs. 13.77 million)

	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
	15,921	15,921

	Note	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
<u>Unquoted - associated company</u>			
<i>Crescent Standard Telecommunications Limited:</i>			
300,000 (30 September 2018: 300,000) fully paid ordinary shares of Rs. 10 each		3,000	3,000
b) Others			
<u>Unquoted</u>			
<i>Crescent Group Services (Private) Limited</i>			
220,000 (30 September 2018: 220,000) fully paid ordinary shares of Rs. 10 each		2,200	2,200
<i>Innovative Investment Bank Limited</i>			
51,351 (30 September 2018: 51,351) fully paid ordinary shares of Rs 10 each		-	-
		21,121	21,121
Cumulative fair value reserve	11.2.1	(8,939)	(2,147)
Cumulative impairment losses recognized	11.2.2	(5,200)	(5,200)
Fair value (loss)		(14,139)	(7,347)
		6,982	13,774
11.2.1 Cumulative fair value reserve			
As at 01 October		(2,147)	12,553
Fair value adjustment during the period / year		(6,792)	(14,700)
As at period / year end		(8,939)	(2,147)
11.2.2 Cumulative impairment losses recognized			
As at 01 October		5,200	5,200
As at period / year end		5,200	5,200
12. Stock-in-trade			
Raw materials		44,221	29,820
Work-in-process		21,698	7,958
Finished goods		1,113,194	990,533
		1,179,113	1,028,311
12.1	The amount charged to profit and loss account on account of write down of finished goods to net realizable value amount to Rs. 2.64 million (30 September 2018: Rs. 28.80 million).		

15. Fair value measurement of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels::

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount				Fair value				
	Available for sale	Trade and other receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	T o t a l
	----- Rupees in thousands -----								
112	6,982	-	-	-	6,982	6,982	-	-	6,982
151	-	36,044	-	-	36,044	-	12,712	23,332	36,044
	6,982	36,044	-	-	43,026	6,982	12,712	23,332	43,026
151	-	34,001	-	-	34,001	-	-	-	-
111	-	1,990,231	-	-	1,990,231	-	-	-	-
151	-	370,989	-	-	370,989	-	-	-	-
151	-	(168,270)	-	-	(168,270)	-	-	-	-
151	-	-	79,129	-	79,129	-	-	-	-
	-	2,226,951	79,129	-	2,306,080	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
151	-	-	-	501,325	501,325	-	501,325	-	501,325
151	-	-	-	2,184,012	2,184,012	-	2,184,012	-	2,184,012
151	-	-	-	1,791,087	1,791,087	-	-	-	-
151	-	-	-	67,297	67,297	-	-	-	-
	-	-	-	4,543,721	4,543,721	-	2,685,337	-	2,685,337

Note

On-Balance sheet financial instruments

31 March 2019 - (Un-audited)

Financial assets - measured at fair value

Available for sale investments
Biological assets

Financial assets - not measured at fair value

Long term deposits
Investments - related parties
Trade debts - unsecured, considered good
Advances, deposits, prepayments and other receivables
Cash and bank balances

Financial liabilities - measured at fair value

Financial liabilities - not measured at fair value

Long term loans
Short term borrowing
Trade and other payables
Accrued mark up

	Carrying amount				Fair value				
	Available for sale	Trade and other receivables	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	T o t a l
----- Rupees in thousands -----									
13,774	-	-	-	-	13,774	13,774	-	-	13,774
-	31,275	-	-	-	31,275	-	11,558	19,717	31,275
13,774	31,275	-	-	-	45,049	13,774	11,558	19,717	45,049
-	33,986	-	-	-	33,986	-	-	-	-
-	1,924,791	-	-	-	1,924,791	-	-	-	-
-	39,431	-	-	-	39,431	-	-	-	-
-	25,317	-	-	-	25,317	-	-	-	-
-	-	28,271	-	-	28,271	-	-	-	-
-	2,023,525	28,271	-	-	2,051,796	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	540,406	-	540,406	-	540,406	-	540,406
-	-	-	2,243,284	-	2,243,284	-	2,243,284	-	2,243,284
-	-	-	958,057	-	958,057	-	-	-	-
-	-	-	45,711	-	45,711	-	-	-	-
-	-	-	3,787,458	-	3,787,458	-	2,783,690	-	2,783,690

Note

30 September 2018 - (Audited)

Financial assets - measured at fair value

Available for sale investments
Biological assets

Financial assets - not measured at fair value

Long term deposits
Investments - related parties
Trade debts - unsecured, considered good
Advances, deposits, prepayments and other receivables
Cash and Bank balances

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Financial liabilities - measured at fair value

Financial liabilities - not measured at fair value

Long term loans
Short term borrowings
Trade and other payables
Accrued mark-up

15.1 The Company has not disclosed the fair values of these financial assets and liabilities as these are for short term or reprice over short term. Therefore, their carrying amounts are reasonable approximation of fair value.

16. Cash generated from operating activities

	Half year ended	
	31 March 2019 (Un-audited) (Rupees in thousand)	31 March 2018 (Audited)
Profit before taxation	(43,493)	92,433
<i>Adjustments for:</i>		
Depreciation on operating fixed assets	307,698	248,390
Gain on sale of property, plant and equipment	(4,221)	(373)
Share of profit from equity accounted investments	(98,718)	(168,735)
Fair value gain on livestock	(1,753)	2,367
Finance cost	155,590	78,355
Dividend income	(180)	(405)
Employees' retirement benefits	-	11,441
	358,416	171,040
Profit before working capital changes	314,923	263,473
Effect on cash flow due to working capital changes (Increase) / decrease in current assets:		
Stock-in-trade	(150,802)	(119,438)
Trade debts	(331,558)	(150,281)
Stores and spares	(33,566)	(16,920)
Other receivables	75,011	(339,817)
Biological assets	(4,769)	(4,921)
Increase in current liabilities:		
Trade and other payables	498,368	606,416
	52,684	(24,961)
Cash generated from operations	367,607	238,512

17. Transactions with related parties

The related parties comprise subsidiaries, associated undertakings, other related group companies, directors of the Company, key management personnel and post employment benefit plans. The company in the normal course of business carries out transactions with various related parties. Significant transactions with related parties are as follows:

Relationship with the company	Nature of transactions	Half year ended	
		31 March 2019 (Rupees in thousand)	31 March 2018
i. Associated / Related undertakings			
Crescent Steel & Allied Products Limited (CSAPL) (Associate due to shareholding by CSAPL in SL of 21.93%)	Purchase of goods Common expenses Dividend income	1,537 1,428 180	582 2,090 405
Shakarganj Engineering (Division of CSAPL)	Purchase of goods	-	140
Shakarganj Food Products Limited (Common CEO - 52.39% (2018: 52.39%) of shareholding.)	Sale of goods Salary expense and other common expenses Sale of fixed assets Sale of bagasse and water	150,534 800 4,965 171,778	74,161 1,020 - 247,229

Relationship with the company	Nature of transactions	Half year ended	
		31 March 2019 (Rupees in thousand)	31 March 2018
CS Energy (Private) Limited (formerly : Shakarganj Energy (Private) Limited) (associated undertaking of CSAPL)	Purchase of electricity and steam	191,289	267,593
	Common expenses (Salary)	5,245	5,112
Crescent Hadeed (Private) Limited (associated undertaking of CSAPL and common directorship).	Rendering of services	1,792	-
	Sale of material	-	400
Premier Insurance Limited (common directorship)	Insurance expenses	4,987	5,373
ii. Post employment benefit plans	Expense charged in respect of retirement benefit plans	5,878	11,441
	Transactions with gratuity and pension fund account		
	- Funds received	411,911	393,550
	- Funds repaid	411,911	393,550
iii. Key Management Personnel	- Markup expense	21,894	14,271
	Salaries and other employee benefits	67,649	61,215

Period / year end balances	31 March 2019 (Un-audited) (Rupees in thousand)	30 September 2018 (Audited)
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Receivable / (Payable) to Associated/ Related undertakings:

Crescent Steel & Allied Products Limited (CSAPL) (CSAPL holds 21.93% (30 September 2018: 21.93%) in the Company)	(5,109)	(2,062)
Shakarganj Food Products Limited (Equity Held: 52.39% (30 September 2018: 52.39%))	32,950	(10,696)
CS Energy (Private) Limited (formerly : Shakarganj Energy (Private) Limited) associated undertaking of CSAPL (Subsidiary of CSAPL)	(10,942)	1,840
Crescent Hadeed (Private) Limited associated undertaking of CSAPL (Common directorship and subsidiary of CSAPL)	2,637	1,062
Post employment benefit plans	11,948	11,948

18. Financial risk management

The Company's financial risk management objective and policies are consistent with that disclosed in the annual financial statements of the Company for the year ended 30 September 2018.

19. Date of authorization for issue

This condensed interim financial information was authorized for issue on 29 May 2019 by the Board of Directors of the Company.

20. Events after the balance sheet date

There are no material subsequent events occurred after the date of statement of financial position.


Chief Executive


Director


Chief Financial Officer

ڈائریکٹرز کا جائزہ

میں 31 مارچ 2019ء کو ختم ہونے والی ششماہی کے لئے کمپنی کی غیر نظر ثانی شدہ منجمد عبوری مالیاتی معلومات بخوشی پیش کر رہا ہوں۔ یہ منجمد عبوری مالیاتی معلومات ایکسٹرنل آڈیٹر، KPMG تاثیر ہادی اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کی طرف سے محدود اسکوپ جائزہ کے حوالہ سے ہیں، آڈیٹر کی جائزہ رپورٹ ان عبوری منجمد مالیاتی معلومات سے لف ہے۔

مالی اور آپریشنل کارکردگی:

آپریٹنگ کارکردگی کا خلاصہ:

شکر گنج نے اپنی کرشنگ مہم کا آغاز 30 دسمبر 2018ء کو کیا جو 22 مارچ 2019ء کو ختم ہو گئی نتیجتاً یہ سیزن بڑا ہی مختصر رہا ہے۔ شوگر مل مالکان کرشنگ سیزن شروع کرنے سے ہچکچاتے تھے اور پنجاب میں کوئی بھی شوگر مل دسمبر 2018ء کے وسط تک کرشنگ شروع نہیں کر سکی تھی۔ چینی کی برآمدات سے متعلق حکومت کی ناقابل اعتماد اور غیر متوقع پالیسیوں نے شوگر ملوں اور کسانوں کے لئے مشکلات پیدا کر دیں۔ تاہم، بعد میں چینی کی قیمتوں میں بہتری ہوئی لیکن گنے کی فی ایکڑ پیداوار کم ہونے کے باعث سیزن کم صلاحیتی استعمالات کے ساتھ جلدی ختم ہو گیا، تاہم، شوگر کی ریکوری بہتر ہوئی جس سے شوگر کاروبار میں نقصان قدرے کم ہوا ہے۔

ہمارے بائیوفیول کاروبار کی کارکردگی مولاس قیمتوں کی وجہ سے متاثر ہوئی جو تیزی سے بڑھیں جنہوں نے بائیوفیول کاروبار کو مزید فروغ نہیں پانے دیا کیونکہ خام مال کی قیمت میں تقریباً سو فیصد اضافہ دیکھا گیا۔ تاہم، کمپنی کی بائیوفیول کی برآمد، دستیاب اوپننگ اسٹاک کے باعث بہتر ہوئی۔

کاروبار کے تمام شعبوں میں کم آپریشنل سرگرمیوں کے باعث، کمپنی کو گزشتہ سال کی اسی مدت کے دوران 92.43 ملین روپے ٹیکس سے قبل منافع کے مقابلے 43.49 ملین روپے ٹیکس سے قبل نقصان ہوا۔ اسی طرح، کمپنی کو گزشتہ سال کی اسی مدت میں 21.13 ملین روپے ٹیکس کے بعد منافع کے مقابلے 86.6 ملین روپے ٹیکس کے بعد مجموعی نقصان ہوا ہے۔

کاروباری شعبہ جات:

شوگر ڈویژن

جیسا کہ اوپر بیان کیا گیا، کرشنگ مہم 30 دسمبر 2018 کو بہت تاخیر سے شروع ہوئی اور چینی کی پیداوار بھی نمایاں طور پر کم ہوئی۔ شوگر ڈویژن نے 49,016 میٹرک ٹن (HYFY18: 59,128 میٹرک ٹن) چینی بنانے کے لئے چینی کی پیداوار میں 17 فیصد کمی کے نتیجے میں 10.03 فیصد (HYFY 18: 9.20 فیصد) کی اوسط ریکوری پر 484,762 میٹرک ٹن (HYFY18: 657,386 میٹرک ٹن) گنا کرشن کیا۔

بائیو فیول ڈویژن:

اس ڈویژن کی پیداوار 14.44 ملین لیٹرز (HYFY18: 26.51 ملین لیٹرز) کم ہوئی۔ زیرِ جائزہ مدت کے دوران، بائیو فیول ڈویژن کی کارکردگی خام مال کی قیمتوں میں نمایاں اضافہ کی وجہ سے متاثر ہوئی۔

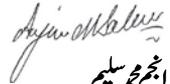
یکسٹائل ڈویژن

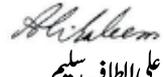
یارن کی پیداوار 2.29 ملین کلوگرام (HYFY18: 1.85 ملین کلوگرام) تک بڑھ گئی۔ اس ڈویژن کی کارکردگی خام مال کی قیمتوں، بجلی کی فی یونٹ قیمت میں نمایاں اضافہ اور صلاحیت میں اضافہ کی بدولت اضافی مرمت اور بحالی کی وجہ سے متاثر ہوئی۔

مستقبل کا نقطہ نظر:

جیسا کہ ہمارے گزشتہ عبوری جائزہ میں گنے کی آؤٹ پٹ میں متوقع کمی کے بارے میں بیان کیا گیا کہ، گنے کی مختصر فصل نے زیرِ جائزہ مدت کے سیزن میں ہماری بنیادی آپریشنل سرگرمیوں کو متاثر کیا ہے۔ مختصر سیزن اور موزوں قیمت پر مولاس کی عدم دستیابی کی وجہ سے، مالی سال 2019 کی دوسری ششماہی میں بائیو فیول کاروبار بند ہو گیا ہے۔ ٹیکسٹائل ڈویژن کی کارکردگی پیداوار میں اضافہ کی بدولت بہتر ہونے کی توقع ہے۔ کمپنی اپنی بہترین کوششوں کے لئے پُر عزم اور اگلا سیزن بہتر ہونے کے لئے پُر امید ہے۔ ہم تمام اسٹیک ہولڈرز کا ان کی سرپرستی اور حمایت کے لئے شکریہ ادا کرتے ہیں۔

منجانب بورڈ


انجم محمد سلیم
چیف ایگزیکٹو آفیسر


علی الطاف سلیم
ڈائریکٹر

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