

**ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED**  
**CONDENSED INTERIM BALANCE SHEET**  
**As at December 31, 2016**

		(Un-Audited) December 31, 2016	(Audited) September 30, 2016
<u>LIABILITIES</u>	Notes	<u>RUPEES</u>	
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital 100,000,000 (2011:100,000,000) ordinary shares of Rs. 10/- each		<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, subscribed and paid-up capital		<u>792,616,660</u>	<u>792,616,660</u>
Accumulated loss		<u>(1,268,788,821)</u>	<u>(1,430,699,306)</u>
		(476,172,161)	(638,082,646)
Surplus on revaluation of property, plant and equipment		523,581,630	545,718,064
<b>NON-CURRENT LIABILITIES</b>			
Long term loans - Unsecured	5	123,416,314	123,416,314
Long term loans - Secured		18,750,000	18,750,000
Retirement benefit obligations		5,737,928	4,338,633
Deferred taxation		--	237,732,442
<b>CURRENT LIABILITIES</b>			
Trade and other payables		<u>2,034,355,318</u>	<u>2,198,744,096</u>
Finance cost payable		<u>139,310,501</u>	<u>142,193,704</u>
Short term borrowings - Secured		<u>357,810,164</u>	<u>361,255,634</u>
Current portion of long term loan from bank		<u>56,250,000</u>	<u>56,250,000</u>
Provision for taxation - net		--	--
		2,587,725,983	2,758,443,434
<b>CONTINGENCIES</b>			
	6	--	--
		<u>2,783,039,694</u>	<u>3,050,316,241</u>
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipments		2,635,565,906	2,638,978,078
Long term deposits		1,326,165	1,326,165
<b>CURRENT ASSETS</b>			
Stores and spares		<u>57,399,667</u>	<u>41,879,406</u>
Stock in trade		--	246,734,092
Trade debts - Unsecured - Considered good		--	2,279,739
Advances, deposits and prepayments		<u>62,459,404</u>	<u>105,809,369</u>
Advance income tax - net		<u>10,668,328</u>	<u>10,494,977</u>
Cash and bank balances		<u>15,620,224</u>	<u>2,814,415</u>
		146,147,623	410,011,998
		<u>2,783,039,694</u>	<u>3,050,316,241</u>

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



**CHIEF EXECUTIVE**



**DIRECTOR**

**ABDULLAH SHAH GHAZI SUGAR MILLS LTD**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**For the First Quarter Ended December 31, 2016**

	December 31, 2016	December 31, 2015
RUPEES		
Sales	216,216,000	49,518,519
Cost of Sales	303,467,978	177,153,691
Gross loss	(87,251,978)	(127,635,172)
<b>OPERATING EXPENSES</b>		
Administrative and general expenses	6,633,738	7,695,509
Distribution expense	285,000	305,410
	6,918,738	8,000,919
<b>Operating loss</b>	<b>(94,170,716)</b>	<b>(135,636,091)</b>
Finance cost	13,487,370	10,694,667
<b>Profit for the 1st quarter</b>	<b>(107,658,086)</b>	<b>(146,330,758)</b>
Other Income	-	-
Loss before taxation	(107,658,086)	(146,330,758)
Provision for taxation		
Current	-	-
Deferred	(230,063,655)	171,203,213
Prior	26,332	-
	(230,037,323)	171,203,213
<b>Profit / (loss) after taxation</b>	<b>122,379,237</b>	<b>24,872,455</b>
Earning Per Share- Basic and diluted	<b>1.54</b>	<b>0.31</b>

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**CHIEF EXECUTIVE**



**DIRECTOR**

**ABDULLAH SHAH GHAZI SUGAR MILLS LTD**  
**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**For The First Quarter Ended December 31, 2016**

	December 31, 2016	December 31, 2015
RUPEES		
Profit for the period	122,379,237	24,873,480
Other Comprehensive income:		
Transfer from surplus on revaluation of property, plant and equipment	-	-
Related deferred tax	-	-
	-	-
Total comprehensive income for the 1st Quarter	122,379,237	24,873,480

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**CHIEF EXECUTIVE**



**DIRECTOR**

**ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**For The First Quarter Ended December 31, 2015**

	December 31, 2016	December 31, 2015
<b>RUPEES</b>		
<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Loss before taxation	(107,658,086)	(146,329,733)
<b>Adjustments for non cash and other items:</b>		
Depreciation	20,014,938	19,867,234
Financial charges	13,487,370	10,694,667
Workers' welfare fund	5,805,004	
Prior Year Adjustment	9,699,694	--
Provision for gratuity	1,399,295	--
	50,406,301	30,561,901
<b>Cash flow before working capital changes</b>	<b>(57,251,785)</b>	<b>(115,767,832)</b>
<b>Changes in working capital</b>		
<b>(Increase) / decrease in current assets:</b>		
Stores and spares	(15,520,261)	(5,486,991)
Stock in trade	246,734,092	2,814,462
Trade debts	2,279,739	--
Advances, deposits and prepayments	43,349,965	3,319,554
	276,843,535	647,025
<b>Increase / (decrease) in current liabilities:</b>		
Trade and other payables	(170,193,782)	115,564,087
	106,649,753	116,211,112
Cash (used) in operations	49,397,968	443,280
<b>Payments for:</b>		
Taxes	(173,351)	(5,237,294)
Financial charges	(16,370,573)	(27,346)
Gratuity	--	(655,150)
	(16,543,924)	(5,919,790)
<b>Net cash used from operating activities</b>	<b>32,854,044</b>	<b>(5,476,510)</b>
<b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
Fixed capital expenditure	(16,602,765)	(2,373,132)
<b>Net cash used in investing activities</b>	<b>(16,602,765)</b>	<b>(2,373,132)</b>
<b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Short term borrowings - Net	(3,445,470)	7,937
<b>Net cash generated from financing activities</b>	<b>(3,445,470)</b>	<b>7,937</b>
	--	--
<b>Net decrease in cash and cash equivalent</b>	<b>12,805,809</b>	<b>(7,841,705)</b>
Cash and bank balances at the beginning of the period	2,814,415	10,172,929
<b>Cash and bank balances at the end of the period</b>	<b>15,620,224</b>	<b>2,331,224</b>

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

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

**ABDULLAH SHAH GHAZI SUGAR MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**For The First Quarter Ended December 31, 2016**

	Share capital	Accumulated Loss	Total
	RUPEES		
Balance as at October 01, 2015	792,616,660	(664,080,843)	128,535,817
Total comprehensive income for the year	--	32,581,886	32,581,886
<b>Balance as at December 31, 2015</b>	<b>792,616,660</b>	<b>(631,498,957)</b>	<b>161,117,703</b>
Balance as at October 01, 2016	792,616,660	(1,430,699,306)	(638,082,646)
Total comprehensive income for the period	--	161,910,485	161,910,485
<b>Balance as at December 31, 2016</b>	<b>792,616,660</b>	<b>(1,268,788,821)</b>	<b>(476,172,161)</b>

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

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

**ABDULLAH SHAH GHAZI SUGAR MILLS LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For The First Quarter Ended December 31, 2016**

**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, 2016.

**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 Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Ordinance, 1984, the requirements of the Companies Ordinance, 1984 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Companies Ordinance, 1984, or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Companies Ordinance 1984 or the said directives issued by the SECP prevail.

**4) PROPERTY PLANT AND EQUIPMENTS**

Fixed capital expenditure during the period is amounting to Rs.16,602,765 and no fixed assets disposed off during the period.

**5) LONG TERM LOANS:**

	<b>Un - Audited December 31, 2016 Rupees</b>	<b>Audited September 30, 2014 Rupees</b>
Subordinated loan from holding Company - Unsecured	5.1 <b>123,416,314</b>	123,416,314
Long term loan from bank - Secured	5.2 <b>18,750,000</b>	56,250,000
	<b><u>142,166,314</u></b>	<b><u>179,666,314</u></b>

5.1 The loan has been advanced by M/s. Haq Bahu Sugar Mills (Pvt.) Ltd which carries markup @ six months KIBOR plus 1% (2015: @ six 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.

5.2 The facility has been obtained from Summit Bank Limited and amounting to Rs. 75 million. The facility carries markup @ 3 months KIBOR plus 1% per annum payable quarterly in arrears. The facility is secured against first pari passu charge over present and future fixed assets of the company amounting to Rs. 66.70 million and personal guarantees of all sponsoring directors.

**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, 2016**

**7) CORRESPONDENDING 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 Feb 14, 2017.

**9) GENERAL**

Figures have been rounded off to the nearest rupee.



**CHIEF EXECUTIVE**



**DIRECTOR**