

noon
SUGAR MILLS LTD.

Condensed Interim
Financial Statements
for the Half Year Ended

31 March, 2021
(Un-Audited)

2021



Noon Sugar Mills Limited
66 - Garden Block, New Garden Town, Lahore.

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CORPORATE INFORMATION

BOARD OF DIRECTORS	Mr. K. Iqbal Talib Lt Col Abdul Khaliq Khan (Retd) Mr. Salman Hayat Noon Mr. Saif Ullah Khan Noon Mr. Irfan Ahmed Syed Ali Raza Ms. Maryam Mamdot	Chairman Chief Executive / Director (Non- Executive Director) (Non- Executive Director) (Non- Executive Director) (Non- Executive / Independent Director) (Non- Executive / Independent Director)
AUDIT COMMITTEE	Syed Ali Raza Mr. Salman Hayat Noon Mr. Saif Ullah Khan Noon Ms. Maryam Mamdot	Chairman Member Member Member
HR & R COMMITTEE	Syed Ali Raza Mr. Salman Hayat Noon Mr. Saif Ullah Khan Noon Lt Col Abdul Khaliq Khan (Retd)	Chairman Member Member Member
TECHNICAL COMMITTEE	Mr. Salman Hayat Noon Mr. Saif Ullah Khan Noon Lt Col Abdul Khaliq Khan (Retd) Mr. Irfan Ahmed	Chairman Member Member Member
MANAGEMENT	Lt Col Abdul Khaliq Khan (Retd) Mr. Rizwan Sohail (FCA)	Chief Executive Chief Financial Officer
COMPANY SECRETARY	Mr. Nasir Iqbal Ansari	
HEAD INTERNAL AUDIT	Muhammad Ashfaq (FCMA)	
AUDITORS	Shinewing Hameed Chaudhri & Co., Chartered Accountants	
LEGAL ADVISERS	Hassan & Hassan (Advocates)	
BANKERS	Al Baraka Bank (Pakistan) Limited Askari Bank Limited Bank Alfalah Limited – Islamic Banking Bank Islami Pakistan Limited Dubai Islamic Bank Pakistan Limited JS Bank Limited MCB Bank Limited Meezan Bank Limited Standard Chartered Bank (Pakistan) Limited United Bank Limited	

REGISTERED / HEAD OFFICE

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SHARES REGISTRAR

Corplink (Pvt.) Limited
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MILLS

Bhalwal, District Sargodha.

WEBSITE

www.noonsugar.com

DIRECTORS' REVIEW

DEAR MEMBERS

The Directors of Noon Sugar Mills Limited are pleased to present the condensed interim financial statements of the Company for the half year ended on March 31st, 2021.

FINANCIAL RESULTS

A comparison of the financial results for the half year ended March 31st, 2021, as against March 31st, 2020, is as follows:

	Half Year Ended March 31 st	
	2021	2020
	Rupees in million	
Net sales	4,236	2,354
Gross profit	453	459
Earnings before tax	159	125
Taxation	(57)	(32)
Earnings after tax	102	93
	Rupees	
Basic earnings per share	6.20	5.61

During the reporting period, the sales revenue of the Company was Rs.4,236 million as compared to Rs. 2,354 million for the corresponding period of the last year. Gross profit was Rs.453 million as compared to Rs.459 million in the corresponding period. Profit after taxation, for the period, is Rs. 102 million against Rs.93 million of the same period of last year and earnings per share is Rs.6.20, as compared to the earnings of Rs.5.61 per share in the corresponding period of the last year.

OPERATIONAL RESULTS

Sugar Division

The operational performance of the Sugar segment for the period under review, with comparative statistics of the corresponding period are tabulated below:

		Half Year Ended March 31 st	
		2021	2020
Operating Period	Days	121	105
Cane Crushed	M. Tons	863,552	543,477
Sugar Produced	M. Tons	82,710	52,788
Average Sucrose Recovery	%age	9.60	9.71
Molasses Recovery	%age	4.30	4.48
Molasses Produced	M. Tons	37,033	24,341

The current crushing season commenced on November 15, 2020. Your mills crushed 863,552 M.Tons of the sugarcane and produced 82,710 M.Tons sugar, with an average sucrose recovery of 9.60% in the 121 days operation as compared to 543,477 M.Tons of the sugarcane crushed and 52,788 M.Tons of the sugar production with 9.71% sucrose recovery in 105 days' operation, in the corresponding period of the last year.

During the current crushing season, we were successful in ensuring a consistent supply of sugarcane which resulted in a significantly increased sugar production as compared to the previous year. However, a vigorous competition for procurement of sugarcane caused a persistent price war amongst the sugar mills. A slight reduction in sucrose recovery has also been observed due to climate changes, premature harvesting of sugarcane crop and procurement of cane from distant areas to supplement the gate supply.

Distillery Division:

The operational performance of Distillery segment for the period under review with the comparative statistics of the comparative period is tabulated below:

		Half Year Ended March 31 st	
		2021	2020
Operating Period	Days	119	175
Molasses Processed	M.Tons	57,515	48,217
Ethanol Produced	M.Tons	11,364	9,629
Average Yield	Ltrs./ M .Ton	247	250

The Distillery plants processed 57,515 M.Tons of the molasses and produced 11,364 M.Tons of the ethanol with an average yield of 247 liters of the ethanol per M.Ton of the molasses in 119 days operation, as compared to 48,217 M.Tons of the molasses processed and 9,629 M.Tons production of the ethanol at an average yield of 250 liters of the ethanol per M.Ton of the molasses, in 175 days operation, during the corresponding period of the last year. Due to procurement of a larger quantity of the molasses from multiple sources with varying qualities, the yield of the ethanol is marginally low, as compared to the same period of last year.

FUTURE OUTLOOK

Sugar Division

Increased procurement prices of sugarcane during current crushing season have attracted the growers towards this cash crop. Initial sugarcane surveys have reported a considerable increase in fresh sowing of the sugarcane.

However, after the reporting period, sugar prices have come under pressure due to strict regulations introduced by Govt. of Punjab for controlling in sugar supply chain.

Your management is actively working on the sugarcane development area with special emphasis on improving both quality of sugarcane and yield per acre. We are facilitating growers by providing agricultural inputs, & field supportive services through Agri-appliances and on field training, to increase the return of the cane growers as their business partners.

Distillery Division:

Ethanol prices in the international markets are under pressure due to Covid-19 related restrictions worldwide. Your management has however remained successful in procuring increased quantity of the Molasses, and with help of increased production, the bottom line of distillery segment will remain healthy despite its reduced margins.

ACKNOWLEDGEMENT

The Board is thankful to all of its stakeholders for their invaluable consistent support to the Company. The Board would also like to place on record its appreciation to all the employees of the Company for their dedication, diligence and hard work.

For and on behalf of the Board of Directors



Lt Col Abdul Khaliq Khan (Retd)
Chief Executive



Salman Hayat Noon
Director

Lahore: May 25, 2021

INDEPENDENT AUDITORS' REVIEW REPORT

To the Members of Noon Sugar Mills Limited
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Noon Sugar Mills Limited** (the Company) as at March 31, 2021 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six months 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 interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and other comprehensive income for the quarters ended March 31, 2021 and 2020 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended March 31, 2021.

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.

The engagement partner on the review resulting in this independent auditors' review report is Mr. Osman Hameed Chaudhri.

Lahore: May 25, 2021

Shinewing Hameed Chaudhri & Co.
SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

		Un-Audited March 31, 2021	Audited September 30, 2020
		----- Rupees in '000 -----	
Equity and Liabilities			
Share Capital and Reserves			
Authorised capital 20,000,000 ordinary shares of Rs.10 each		200,000	200,000
Issued, subscribed and paid-up capital 16,517,453 ordinary shares of Rs.10 each		165,175	165,175
Reserves		249,217	249,217
Unappropriated profit		763,284	718,618
		1,177,676	1,133,010
Non-current Liabilities			
Long term finance		112,500	150,000
Lease liabilities		2,084	3,258
Staff retirement benefits - gratuity		59,271	55,582
		173,855	208,840
Current Liabilities			
Trade and other payables	5	391,853	318,282
Contract liabilities		854,702	122,445
Accrued mark-up		78,824	46,673
Short term finances	6	5,095,730	2,277,596
Current portion of non current liabilities		79,501	43,991
Unclaimed dividends		5,100	5,100
Unpaid dividends		4,662	3,658
Provision for taxation		140,838	113,796
		6,651,210	2,931,541
		6,825,065	3,140,381
Contingencies and commitments	7		
		8,002,741	4,273,391

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

Lt Col ABDUL KHALIQ KHAN (Retd)
Chief Executive

AS AT MARCH 31, 2021

		Un-Audited March 31, 2021	Audited September 30, 2020
	Note	- - - Rupees in '000 - - -	
Assets			
Non-current Assets			
Property, plant and equipment	8	1,521,701	1,521,246
Investment property		16,313	7,763
Loans and advances		2,547	1,856
Security Deposits		3,654	3,654
		1,544,215	1,534,519
Current Assets			
Stores, spares and loose tools		88,770	76,203
Stock-in-trade	9	4,970,929	1,006,162
Trade debts		466,840	677,173
Loans and advances		317,526	587,660
Short term prepayments		7,761	5,314
Other receivables		225,049	194,778
Income tax refundable, advance income tax and tax deducted at source		164,622	140,056
Cash and Bank balances		217,029	51,526
		6,458,526	2,738,872
		8,002,741	4,273,391

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



SALMAN HAYAT NOON
Director



RIZWAN SOHAIL
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER AND SIX MONTHS PERIOD ENDED MARCH 31, 2021

	Note	Quarter ended		Six months period ended	
		March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
----- Rupees in '000 -----					
Sales - net	10	2,968,279	989,849	4,236,162	2,353,866
Cost of sales		(2,702,765)	(762,386)	(3,782,867)	(1,894,827)
Gross profit		265,514	227,463	453,295	459,039
Distribution and marketing expenses		(70,007)	(19,708)	(99,708)	(69,680)
Administrative expenses		(57,446)	(49,260)	(108,743)	(92,235)
Other income		47,357	4,264	48,553	4,481
Other expenses		(8,079)	(2,603)	(11,990)	(6,279)
Profit from operations		177,339	160,156	281,407	295,326
Finance cost		(93,910)	(106,898)	(122,411)	(170,353)
Profit before taxation		83,429	53,258	158,996	124,973
Taxation	11	(38,822)	(12,363)	(56,519)	(32,253)
Profit after taxation		44,607	40,895	102,477	92,720
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		44,607	40,895	102,477	92,720
----- Rupees -----					
Earnings per share - basic and diluted		2.70	2.48	6.20	5.61

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


Lt Col ABDUL KHALIQ KHAN (Retd)
Chief Executive


SALMAN HAYAT NOON
Director


RIZWAN SOHAIL
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2021

	Six months period ended	
	March 31, 2021	March 31, 2020
	-- Rupees in '000 --	
Cash flow from operating activities		
Profit for the period before taxation	158,996	124,973
Adjustments for non-cash charges and other items:		
Depreciation on property, plant & equipment and investment property	74,353	78,614
Gain on sale of operating fixed assets	(743)	-
Provision for staff retirement benefits - gratuity	6,806	6,024
Interest / mark-up income	(741)	(1,019)
Provision for slow moving stores and spares inventory	-	356
Finance cost	122,411	170,353
Profit before working capital changes	361,082	379,301
Decrease / (increase) in current assets:		
Stores, spares and loose tools	(12,567)	25,410
Stock-in-trade	(3,964,767)	(2,796,977)
Trade debts	210,333	204,467
Loans and advances	270,134	210,783
Short term prepayments	(2,447)	(2,985)
Other receivables	(30,271)	(62,682)
	(3,529,585)	(2,421,984)
Increase in current liabilities:		
Trade and other payables	73,571	422,155
Contract liabilities	732,257	207,288
	805,828	629,443
Cash used in operating activities	(2,362,675)	(1,413,240)
Income tax paid	(54,043)	(39,676)
Staff retirement benefits (gratuity) - paid	(3,117)	(1,253)
Net cash used in operating activities	(2,419,835)	(1,454,169)
Cash flow from investing activities		
Additions to property, plant and equipment	(76,608)	(99,091)
Additions to Investment property	(8,576)	-
Sale proceeds of operating fixed assets	2,569	225
Interest / mark-up received	741	1,019
Loans and advances - net	(691)	(477)
Net cash used in investing activities	(82,565)	(98,324)
Cash flow from financing activities		
Long term finance repaid	-	(49,500)
Short term finances - net	2,818,134	1,872,353
Lease liabilities - net	(3,164)	(2,644)
Finance cost paid	(90,260)	(153,025)
Dividend paid	(56,807)	(48,648)
Net cash generated from financing activities	2,667,903	1,618,536
Net increase in cash and cash equivalent	165,503	66,043
Cash and cash equivalents - at beginning of the period	51,526	58,606
Cash and cash equivalents - at end of the period	217,029	124,649

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



Lt Col ABDUL KHALIQ KHAN (Retd)
Chief Executive



SALMAN HAYAT NOON
Director



RIZWAN SOHAIL
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2021

	Reserves					Total
	Share Capital	Capital	Revenue			
		Share premium	General	Un- appropriated profits	Sub-total	
----- Rupees in '000 -----						
Balance as at October 01, 2019 (Audited)	165,175	119,217	130,000	514,449	763,666	928,841
Cash dividend at the rate of Rs.3.00 per ordinary share for the year ended September 30, 2019	-	-	-	(49,552)	(49,552)	(49,552)
Total comprehensive income for the period	-	-	-	92,720	92,720	92,720
Balance as at March 31, 2020 (Un-Audited)	165,175	119,217	130,000	557,617	806,834	972,009
Balance as at October 01, 2020 (Audited)	165,175	119,217	130,000	718,618	967,835	1,133,010
Cash dividend at the rate of Rs.3.50 per ordinary share for the year ended September 30, 2020	-	-	-	(57,811)	(57,811)	(57,811)
Total comprehensive income for the period	-	-	-	102,477	102,477	102,477
Balance as at March 31, 2021 (Un-Audited)	165,175	119,217	130,000	763,284	1,012,501	1,177,676

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


Lt Col ABDUL KHALIQ KHAN (Retd)
Chief Executive


SALMAN HAYAT NOON
Director


RIZWAN SOHAIL
Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2021

I. LEGAL STATUS AND NATURE OF BUSINESS

Noon Sugar Mills Limited (the Company) was incorporated in the year 1964 as a Public Company and its shares are quoted on the Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of white sugar and spirit.

I.1 Geographical location and addresses of major business units including mills / plant of the Company are as under:

Sargodha	Purpose
Bhalwal	Mills / Production plant
Lahore 66-Garden Block, New Garden Town, Lahore.	Head office
Karachi 1st Floor, P.I.I.A Building, Mulana Deen Muhammad Wafai Road,	Marketing office

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standards (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 provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.2 These condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended September 30, 2020. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2 New standards, amendments to approved accounting standards and interpretations that are effective during the period

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on October 01, 2020 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed financial statements.

2.3 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of annual financial statements for the year ended September 30, 2020.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

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 expenses. Actual results may differ from these estimates.

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended September 30, 2020.

4. SEASONALITY OF OPERATIONS

The Company is inter-alia engaged in manufacturing of sugar for which the season begins in November / December and ends in March / April. Therefore, majority of expenses are incurred and production activities are undertaken in the first half of the Company's financial year thus increasing volume of inventories, trade payables and borrowings at the end of first half.

5. TRADE AND OTHER PAYABLES

Balance as at March 31, 2021 mainly includes trade creditors aggregating Rs.292.627 million (September 30, 2020: Rs. 173.042 million).

		Un-Audited March 31, 2021	Audited September 30, 2020
6. SHORT TERM FINANCES	Note	- - Rupees in thousand - -	
From banking companies - secured	6.1	4,646,583	1,831,549
From a related party - unsecured	6.2	433,500	433,500
Temporary bank overdraft	6.3	15,647	12,547
		<u>5,095,730</u>	<u>2,277,596</u>

6.1 Short term finance facilities available from various commercial banks under mark-up arrangements aggregate to Rs.5.075 billion (September 30, 2020: Rs.4.250 billion). These finance facilities, during the current period, carried mark-up at the rates ranging from 3.00% to 10.91% (September 30, 2020: 3.00% to 16.80%) per annum. The aggregate finance facilities are secured against charge over plant & machinery, pledge of refined sugar in bags, charge over current assets, lien over import & export documents. These facilities are expiring on various dates by February, 2022.

6.2 The Company has obtained this short term loan from one of its related party Mr. Adnan Hayat Noon (sponsor) to meet its working capital requirements. This loan is interest free and is payable by the Company upon availability of funds.

6.3 This has arisen due to issuance of cheques in excess of available balance with bank.

7. CONTINGENCIES AND COMMITMENTS

There has been no significant change in the status of contingencies as detailed in note 14 to the Company's annual audited financial statements for the year ended September 30, 2020.

Aggregate commitments for rentals under Ijarah arrangement as at reporting date are as follows:

	Un-Audited March 31, 2021	Audited September 30, 2020
	- - Rupees in '000 - -	
Not later than one year	1,590	3,226
Later than one year but not later than five years	320	1,091
	<u>1,910</u>	<u>4,317</u>

		Un-Audited March 31, 2021	Audited September 30, 2020
	Note	- - Rupees in '000 - -	
8. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	8.1	1,296,900	1,355,615
Capital work-in-progress - at cost		213,142	152,307
Right-of-use assets	8.2	11,659	13,324
		<u>1,521,701</u>	<u>1,521,246</u>
8.1 Operating fixed assets			
Book value at the beginning of the period / year		1,355,615	1,452,618
Additions during the period / year	8.1.1	15,773	76,004
Disposal of assets costing Rs.3.792 million (September 30, 2020: Rs.Nil) - at book value		(1,826)	-
Reclassification due to adoption of IFRS 16 - at book value		-	(17,766)
Depreciation charge for the period / year		(72,662)	(155,241)
Book value at the end of the period / year		<u>1,296,900</u>	<u>1,355,615</u>
8.1.1 Additions to operating fixed assets, including transfer from capital work-in-progress, during the period / year:			
Plant and machinery		-	24,812
Laboratory equipment		480	3,307
Other equipment		-	1,480
Electric installations and fittings		4,597	7,430
Tubewell		1,348	258
Office equipment		1,341	1,301
Furniture and fixture		1,537	150
Vehicles - owned		6,170	13,289
Farm tractors		-	9,379
Farm equipment		300	14,598
		<u>15,773</u>	<u>76,004</u>

		Un-Audited March 31, 2021	Audited September 30, 2020
8.2 Right-to-use assets	Note	- - Rupees in '000 - -	
Opening balance		13,324	-
Transfer from operating fixed assets - at book value		-	17,766
Depreciation for the period / year		(1,665)	(4,442)
		11,659	13,324
9. STOCK-IN-TRADE			
Raw material - molasses		861,793	-
Work-in-process		34,934	34,269
Finished goods	9.1	4,073,076	971,349
Other stocks - (fair price shop and depot)		1,126	544
		4,970,929	1,006,162

9.1 Finished goods inventory mainly includes sugar stock costing Rs.3,937.922 million (September 30,2020:Rs.733.673 million).

10. SALES - Net

10.1 Detail of the Company's revenue from contract with customers is as follows:

	<u>Quarter ended</u>		<u>Six months period ended</u>	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
----- Rupees in '000 -----				
Local				
Sugar	1,660,782	365,657	2,648,486	1,521,153
Spirit	69,292	221,898	85,126	316,397
	1,730,074	587,555	2,733,612	1,837,550
Export				
Spirit	1,238,205	402,294	1,502,550	516,316
	2,968,279	989,849	4,236,162	2,353,866

- 10.2 All the contracts were under one performance obligation and revenue has been recognised at the point of time when the goods have been transferred to the customers.

11. TAXATION

Provision for taxation, made during the current period, represent minimum tax payable under section 113 and final tax deducted at source on realisation of foreign exchange proceeds under section 154 of the Income Tax Ordinance, 2001.

12. SEGMENT INFORMATION

The Company's reportable segments are Sugar and Distillery.

12.1 Segment revenues and results

	Sugar	Distillery	Elimination of inter segment transactions	Total
----- Rupees in '000 -----				
For the Six months period ended				
March 31, 2021 (Un-Audited)				
Sales - net	3,361,786	1,587,676	(713,300)	4,236,162
Cost of sales	(3,120,853)	(1,375,314)	713,300	(3,782,867)
Gross profit	240,933	212,362	-	453,295
Selling and distribution expenses	(6,265)	(93,443)	-	(99,708)
Administrative expenses	(80,052)	(28,691)	-	(108,743)
Profit before taxation and unallocated income and expenses	154,616	90,228	-	244,844
Unallocatable income and expenses:				
Other income				48,553
Other expenses				(11,990)
Finance cost				(122,411)
Taxation				(56,519)
Profit for the period				102,477

	Sugar	Distillery	Elimination of inter segment transactions	Total
----- Rupees in '000 -----				
For the Six months period ended March 31, 2020 (Un-Audited)				
Sales - net	1,874,098	832,713	(352,945)	2,353,866
Cost of sales	(1,629,468)	(618,304)	352,945	(1,894,827)
Gross profit	244,630	214,409	-	459,039
Selling and distribution expenses	(19,444)	(50,236)	-	(69,680)
Administrative expenses	(67,947)	(24,288)	-	(92,235)
Profit before taxation and unallocated income and expenses	157,239	139,885	-	297,124
Unallocatable income and expenses:				
Other income				4,481
Other expenses				(6,279)
Finance cost				(170,353)
Taxation				(32,253)
Profit for the period				92,720

12.2 Segment assets and liabilities

	Sugar	Distillery	Total
----- Rupees in '000 -----			
As at March 31, 2021 (Un-Audited)			
Segment assets	5,426,649	2,072,727	7,499,376
Unallocatable assets			503,365
Total assets as per statement of financial position			8,002,741
Segment liabilities	1,087,051	107,345	1,194,396
Unallocatable liabilities			5,630,669
Total liabilities as per statement of financial position			6,825,065
As at September 30, 2020 (Audited)			
Segment assets	2,472,337	1,522,315	3,994,652
Unallocatable assets			278,739
Total assets as per statement of financial position			4,273,391
Segment liabilities	461,861	33,042	494,903
Unallocatable liabilities			2,645,478
Total liabilities as per statement of financial position			3,140,381

12.3 Geographical information

All segments of the Company are managed on nation-wide basis and operate manufacturing facilities and sale offices in Pakistan.

13. TRANSACTIONS WITH RELATED PARTIES

The Company has related party relationship with its Associated Companies, associated persons, employee benefit plan, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis.

13.1 Aggregate transactions with related parties, during the current period, were as follows:

		Un-Audited Six months period ended	
		March 31, 2021	March 31, 2020
		-- Rupees in '000 --	
Relationship	Nature of transactions		
Associated Company	Sales of sugar	35,902	24,932
Relative of director	Interest free loan obtained	-	450,000
	Consultancy paid	5,100	4,634
Directors and Key management personnel	Remuneration and other benefits	20,131	12,156

13.2 Period / year end balances are as follows:

	Un-Audited March 31, 2021	Audited September 30, 2020
	-- Rupees in '000 --	
Trade debts	9,739	12,280

14. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

There has been no change in the Company's sensitivity to these risks since September 30, 2020, except for the change in exposure from liquidity risks due to increase in borrowings and general exposure due to fluctuations in foreign currency and interest rates. There have been no change in risk management objectives and policies of the Company during the current period.

These condensed interim financial statements does not include all financial risk management information and disclosures as required in the audited annual financial

statements and should be read in conjunction with the Company's annual audited financial statement as at September 30, 2020.

15. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received upon sale of an asset or paid upon transfer of 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 operation or to undertake a transaction on adverse terms.

Fair values categorised into different levels in a fair value hierarchy based on the inputs used in the valuation technique are as follows:

- 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 or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

16. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended September 30, 2020, whereas, the condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the six months period ended March 31, 2020.

17. GENERAL

17.1 These condensed interim financial statements have been authorised for issue by the Board of Directors of the Company on May 25, 2021.

17.2 Figures have been rounded off to the nearest thousand except stated otherwise.



Lt Col ABDUL KHALIQ KHAN (Retd)
Chief Executive



SALMAN HAYAT NOON
Director



RIZWAN SOHAIL
Chief Financial Officer

شیرہ کی اوسط پیداواری شرح سے 48,217 میٹرک ٹن شیرہ پراسس کر کے 9,629 میٹرک ٹن ایتھنول پیدا کی گئی تھی۔ متعدد ذرائع سے مختلف خصوصیات کے حامل شیرے کی بڑی مقدار کی خریداری کی وجہ سے اس عرصہ میں ایتھنول کی پیداواری اوسط گزشتہ سال کے تقابلی عرصہ کے دوران کی اوسط سے قدرے کم ہے۔

مستقبل کی پیش گوئی

چینی کا شعبہ

رواں کرنتک سیزن کے دوران گنے کی قیمتوں میں اضافے نے کاشتکاروں کو اس نقد آمد و فصل کی جانب راغب کیا ہے۔ گنے کی فصل کے ابتدائی سروے کے مطابق گنے کی فصل کی تازہ ہوائی میں کافی اضافہ ہوا ہے۔

تاہم، رپورٹنگ کی مدت کے بعد، چینی کی سپلائی چین کو کنٹرول کرنے کے لیے حکومت پنجاب کے سخت قواعد کی وجہ سے چینی کی قیمتیں دباؤ میں آئیں۔


آپ کی انتظامیہ گنے کی نشوونما کے شعبے میں گنے کی فی ایکڑ پیداوار اور اس کے معیار دونوں کو بہتر بنانے کے لیے خصوصی توجہ کے ساتھ سرگرمی سے کام کر رہی ہے۔ ہم بطور کاروباری شراکت دار گنے کے کاشتکاروں کے منافع میں اضافہ کرنے کے لیے انہیں زرعی آلات کی فراہمی اور فیلڈ ٹریٹنگ کے ذریعے گنے کی فصل کے اخراجات اور دوران کاشت معاونت کی فراہمی کے ذریعے انہیں سہولیات فراہم کر رہے ہیں۔


ڈسٹری کا شعبہ

بین الاقوامی منڈیوں میں ایتھنول کی قیمتیں کوویڈ-19 سے متعلق پابندیوں کی وجہ سے دنیا بھر میں دباؤ میں ہیں۔ تاہم آپ کی انتظامیہ شیرے کی اضافی مقدار کے حصول میں کامیاب رہی اور اضافی پیداوار کی مدد سے کم منافع کے باوجود ڈسٹری کے شعبہ میں منافع کی صحت مند شرح برقرار رہے گی۔

اعتراف

بورڈ کمپنی کے لیے مسلسل اور انمول تعاون کے لیے تمام وابستگان کا شکریہ ادا ہے۔ بورڈ کمپنی کے تمام ملازمین کی جانب سے لگن، توجہ اور محنت سے کی گئی ان کی تمام کاوشوں کے لیے اپنی ستائش کو بھی ریکارڈ پر لانا پسند کرتا ہے۔


سلمان حیات نون
ڈائریکٹر


لیفٹیننٹ کرٹل عبدالحق خان (ریٹائرڈ)
چیف ایگزیکٹو

لاہور : 25 مئی 2021

ششماہی عرصہ 31 مارچ 2020	ششماہی عرصہ 31 مارچ 2021		
105	121	دن	پیداواری عرصہ
543,477	863,552	میٹرک ٹن	گنا بیلے جانے کی مقدار
52,788	82,710	میٹرک ٹن	چینی کی پیداوار
9.71	9.60	شرح فیصد	رک سے چینی کی پیداواری اوسط
4.48	4.30	شرح فیصد	شیرے کی پیداواری شرح
24,341	37,033	میٹرک ٹن	شیرے کی پیداوار

رواں کرٹنگ سیزن کا آغاز 15 نومبر 2020 کو ہوا۔ آپ کی ملز نے 121 دنوں کے عرصہ میں 9.60 فیصد شرح کشید کے ساتھ 863,552 میٹرک ٹن گنا نیل کر 82,710 میٹرک ٹن چینی پیدا کی جبکہ سابقہ سال 105 دنوں تک 9.71 فیصد شرح کشید کے ساتھ 543,477 میٹرک ٹن گنا نیل کر 52,788 میٹرک ٹن چینی پیدا ہوئی تھی۔

موجودہ کرٹنگ سیزن کے دوران ہم گنے کی مستقل فراہمی کو یقینی بنانے میں کامیاب رہے جس کے نتیجے میں پچھلے سال کے مقابلے میں چینی کی پیداوار میں نمایاں اضافہ ہوا۔ تاہم گنے کی خریداری کے لیے بھرپور مقابلہ چینی کی ملوں کے مابین قیمتوں کی مستقل جنگ کا باعث بنا۔ موسمی تبدیلیوں، گنے کی پختگی سے پہلے ہی اس کی کٹائی اور گیٹ کی سپلائی میں اضافے کے لیے در دراز کے علاقوں سے گنے کی فراہمی کی وجہ سے سکروز کی بازیابی میں معمولی کمی دیکھی گئی ہے۔

ڈسٹری کا شعبہ

زیر جائزہ سال اور سابقہ سال کے عرصہ میں ڈسٹری کے شعبے میں پیداواری نتائج کے اعداد و شمار کا تقابلی گوشوارہ حسب ذیل ہے:

ششماہی عرصہ 31 مارچ 2020	ششماہی عرصہ 31 مارچ 2021		
175	119	دن	پیداواری عرصہ
48,217	57,515	میٹرک ٹن	شیرے کی پیداوار
9,629	11,364	میٹرک ٹن	لیٹھنول کی پیداوار
250	247	لیٹھنول میٹرک ٹن	پیداواری اوسط

ڈسٹری پلانٹ نے 119 دنوں میں 247 لیٹھنول فی میٹرک ٹن شیرہ کی اوسط پیداواری شرح سے 57,515 میٹرک ٹن شیرہ پراسس کر کے 11,364 میٹرک ٹن لیٹھنول پیدا کی جبکہ سابقہ سال کے اسی عرصہ کے دوران 175 دنوں میں 250 لیٹھنول فی میٹرک ٹن

جائزہ ازاں ڈائریکٹران

معزز ممبران،

نون شوگر ملز لمیٹڈ کے ڈائریکٹران 31 مارچ 2021 کو اختتام پذیر ہونے والے نصف سالہ عرصہ کے لیے غیر آڈٹ شدہ عبوری مالیاتی بیانات پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

مالیاتی نتائج

31 مارچ 2020 کے مقابل 31 مارچ 2021 کو اختتام پذیر ہونے والے نصف سالہ عرصہ کے غیر آڈٹ شدہ مالیاتی بیانات کا موازنہ حسب ذیل ہے:

ششماہی عرصہ 31 مارچ 2020 (ملین روپے)	ششماہی عرصہ 31 مارچ 2021 (ملین روپے)	
2,354	4,236	پیداواری فروخت سے حاصل شدہ کل رقم
459	453	خام منافع
125	159	قبل از ٹیکس آمدنی
(32)	(57)	ٹیکس
93	102	بعد از ٹیکس آمدنی
5.61	6.20	فی حصہ آمدن (روپے)

سابقہ سال کے اسی عرصہ میں مصنوعات کی فروخت سے حاصل شدہ کل رقم 2,354 ملین روپے کے مقابلے میں کمپنی نے زیر جائزہ عرصہ کے دوران 4,236 ملین روپے کا حصول کیا۔ گزشتہ سال کے تقابلی عرصہ میں حاصل کردہ 459 ملین روپے کے مقابلے میں خام منافع 453 ملین روپے رہا۔ رپورٹنگ کے عرصہ کے دوران بعد از ٹیکس منافع گزشتہ سال کے 93 ملین روپے کے مقابلے میں 102 ملین روپے رہا اور فی حصہ منافع 6.20 روپے رہا جو گزشتہ سال کے اسی عرصہ میں 5.61 روپے فی حصہ تھا۔

پیداواری نتائج

چینی کا شعبہ

زیر جائزہ سال اور سابقہ سال کے عرصہ میں چینی کے شعبے میں پیداواری نتائج کے اعداد و شمار کا تقابلی گوشوارہ حسب ذیل ہے: