



THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

**CONDENSED INTERIM  
CONSOLIDATED FINANCIAL INFORMATION  
FOR THE NINE MONTHS PERIOD  
ENDED JUNE 30, 2025  
(UN-AUDITED)**

# THE PREMIER SUGAR MILLS & DISTILLERY CO., LIMITED

## COMPANY INFORMATION

### **Board of Directors**

Abbas Sarfaraz Khan  
Ms. Najda Sarfaraz  
Ms. Zarmine Sarfaraz  
Mr. Iskander M. Khan  
Mr. Nusrat Ali Khan  
Mr. Shahbaz Haider Agha  
Ms. Shahida Ahmad

Chief Executive  
Chairperson  
Director  
Director  
Director  
Independent Director  
Independent Director

### **Company Secretary**

Mr. Mujahid Bashir

### **Chief Financial Officer**

Mr. Rizwan Ullah Khan

### **Head of Internal Audit**

Mr. Zaheer Mir

### **Auditors**

M/s. Shinewing Hameed Chaudhri & Co.  
Chartered Accountants

### **Tax Consultants**

M/s. Shinewing Hameed Chaudhri & Co.  
Chartered Accountants

### **Legal Advisors**

Mr. Ishaq Ali Qazi  
Advocate

### **Share Registrar**

M/s. Hameed Majeed Associates (Pvt.) Limited  
H.M. House, 7- Bank Square, Lahore  
Phone No.: 042-37235081 Fax No : 042-37235083

### **Bankers**

Bank Al- Habib Limited  
MCB Bank Limited  
Allied Bank Limited  
Bank Al Falah Limited  
Habib Bank Limited

The Bank of Khyber  
United Bank Limited  
The Bank of Punjab  
Faysal Bank Limited  
National Bank of Pakistan

# THE PREMIER SUGAR MILLS & DISTILLERY CO., LIMITED

## DIRECTORS' REVIEW REPORT

The Directors are pleased to present the un-audited condensed interim financial information of the Company for the nine months' period that ended on June 30, 2025. This condensed interim financial information is presented to the shareholders of the Company in compliance with the International Accounting Standard No. 34 "Interim Financial Reporting", the Code of Corporate Governance, under Section 237 of the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019.

### FINANCIAL PERFORMANCE

The Company incurred a loss after taxation of Rs. 322.871 million for the nine-month period ended June 30, 2025, compared to a profit of Rs. 134.966 million in the same period last year. Despite a significant rise in net sales to Rs. 1.442 billion from Rs. 527 million in the previous year, the Company's profitability continued to decline due to ongoing operational and cost challenges. The increase in sales was mainly driven by the Ethanol Division, which contributed a large portion of the revenue and partially reduced the overall impact of losses from the Sugar Division.

### OPERATIONAL PERFORMANCE

#### DISTILLERY DIVISION

During the reporting period, the Ethanol Division outperformed expectations, producing 8,321 metric tons of ethanol. It recorded total sales of Rs. 1.268 billion, with Rs. 1.101 billion generated from exports and Rs. 166 million from local sales. The division posted a healthy gross profit and segment operating profit, reflecting the successful operation of the upgraded ethanol plant and improved access to international markets, which played a key role in this strong performance.

#### SUGAR DIVISION

The company is facing tough competition from the tax-free commercial gur manufacturing, causing sugarcane prices in the area to be 30% higher than in other regions, coupled with the reduced sugarcane availability compared to previous years. The management has decided to close the sugar operations to prepare for the next crushing season.

### FUTURE OUTLOOK/ECONOMICAL CHALLENGES

- The European Commission has suspended Pakistan's Generalized Scheme of Preferences Plus (GSP+) status for ethanol imports, effective June 20, 2025. The suspension follows a request submitted in May 2024 by six EU member states, citing concerns over Pakistan's ethanol exports disrupting the EU market since 2022. This development is expected to adversely affect

the Company's ethanol sales to the European market and may lead to pressure on margins and a potential decline in profitability in the upcoming periods.

**ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of this quarterly condensed interim financial information are the same as applied in the preparation of the preceding annual financial statements of the Company.

**ACKNOWLEDGEMENT**

The Directors appreciate the spirit of good work done by the Company's staff at all levels.

**FOR AND ON BEHALF OF THE BOARD**



**(ABBAS SARFARAZ KHAN)**  
Chief Executive



**(ISKANDER M. KHAN)**  
Director

**Mardan:**  
July 28, 2025

# دی پرنیمیر شوگر ملز اینڈ ڈسٹری کمپنی لمیٹڈ

## ڈائریکٹرز کی جائزہ رپورٹ

ڈائریکٹرز 30 جون 2025 کو ختم ہونے والی نو ماہ کی مدت کے لئے کمپنی کی غیر آڈٹ شدہ عبوری مالی معلومات پیش کرنے پر خوش ہیں۔ کمپنی ایکٹ 2017 کی دفعہ 237 اور لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کے تحت کارپوریٹ گورننس کوڈ، انٹرنیشنل اکاؤنٹنگ اسٹینڈرڈ نمبر 34 "عبوری مالیاتی رپورٹنگ"، کوڈ آف کارپوریٹ گورننس کی تعمیل میں کمپنی کے شیئر ہولڈرز کو یہ مختصر عبوری مالی معلومات پیش کی جاتی ہیں۔

### مالی کارکردگی

کمپنی کو 30 جون 2025ء کو ختم ہونے والے نو ماہ کی مدت کے دوران 322.871 ملین روپے کے بعد از ٹیکس خسارے کا سامنا کرنا پڑا جو گزشتہ سال کے اسی عرصے میں 134.966 ملین روپے کے منافع کے مقابلے میں گزشتہ سال کے 527 ملین روپے سے بڑھ کر 1.442 ارب روپے تک پہنچ گیا تھا، جاری آپریشن اور لاگت کے چیلنجز کے باعث کمپنی کے منافع میں مسلسل کمی جاری رہی۔ فروخت میں اضافہ بنیادی طور پر ایتھنول ڈویژن کی طرف سے کیا گیا تھا، جس نے آمدنی کا ایک بڑا حصہ ڈالا اور شوگر ڈویژن سے نقصانات کے مجموعی اثرات کو جزوی طور پر کم کر دیا۔

### آپریشنل کارکردگی

#### ڈسٹیلری ڈویژن

ریپورٹنگ کی مدت کے دوران، ایتھنول ڈویژن نے توقعات سے بہتر کارکردگی کا مظاہرہ کرتے ہوئے 8,321 میٹرک ٹن ایتھنول پیدا کیا۔ اس کی مجموعی فروخت 1.268 ارب روپے ریکارڈ کی گئی جس میں سے 1.101 ارب روپے برآمدات اور 166 ملین روپے مقامی فروخت سے حاصل ہوئے۔ ڈویژن نے ایک صحت مند مجموعی منافع اور سیگمنٹ آپرینٹنگ منافع حاصل کیا، جو اپ گریڈ شدہ ایتھنول پلانٹ کے کامیاب آپریشن اور بین الاقوامی مارکیٹوں تک بہتر رسائی کی عکاسی کرتا ہے، جس نے اس مضبوط کارکردگی میں کلیدی کردار ادا کیا۔

#### شوگر ڈویژن

کمپنی کو ٹیکس فری کمرشل گوڈ مینوفیکچرنگ سے سخت مقابلے کا سامنا ہے جس کی وجہ سے علاقے میں گنے کی قیمتیں دیگر علاقوں کے مقابلے میں 30 فیصد زیادہ ہیں اور اس کے ساتھ ساتھ پچھلے سالوں کے مقابلے میں گنے کی دستیابی میں کمی واقع ہوئی ہے۔ انتظامیہ نے اگلے کرشنگ سیزن کی تیاری کے لیے شوگر آپریشن بند کرنے کا فیصلہ کیا ہے۔

### مستقبل کا نقطہ نظر / معاشی چیلنجز

یورپی کمیشن نے پاکستان کی ایتھنول درآمدات کے لیے جزیلائزڈ اسکیم آف پریفرنسز۔ پلس (جی ایس پی پلس) کا درجہ معطل کر دیا ہے جس کا اطلاق 20 جون 2025 سے ہوگا۔ یہ معطلی یورپی یونین کے چھرکن ممالک کی جانب سے مئی 2024 میں جمع کرائی گئی درخواست کے بعد کی گئی تھی، جس میں پاکستان کی ایتھنول کی درآمدات سے 2022 کے بعد سے یورپی یونین کی ملکیت میں خلل پڑنے پر خدشات کا اظہار کیا گیا تھا۔ توقع ہے کہ اس پیش رفت سے یورپی ملکیت میں کمپنی کی ایتھنول کی فروخت پر منفی اثر پڑے گا اور اے والے ادوار میں ملجن پر دباؤ اور منافع میں ممکنہ کمی ہوسکتی ہے۔

## اکاؤنٹنگ پالیسیاں

اس سہ ماہی عبوری مالی معلومات کی تیاری میں اختیار کی جانے والی اکاؤنٹنگ پالیسیاں وہی ہیں جو کمپنی کے پچھلے سالانہ مالی بیانات کی تیاری میں لاگو ہوتی ہیں۔

## اعتراف

ڈائریکٹرز ہر سطح پر کمپنی کے عملے کی جانب سے کیے گئے اچھے کام کے جذبے کو سراہتے ہیں۔

بورڈ کے لئے اور اس کی طرف سے



(اسکندر ایم خان)  
ڈائریکٹر



(عباس سرفراز خان)  
چیف ایگزیکٹو

مردان:  
28 جولائی، 2025

**The Premier Sugar Mills & Distillery Company Limited**  
**Unconsolidated Condensed Interim Statement of Financial Position as At June 30, 2025**

		Un-audited June 30, 2025	Audited Sep. 30, 2024
		(Rupees in thousand)	
<b>Assets</b>	<b>Note</b>		
<b>Non-current Assets</b>			
Property, plant and equipment	5	3,466,260	3,405,361
Investment property		19,442	19,633
Long term investments	6	170,006	170,006
Security deposits		2,059	1,809
		3,657,767	3,596,809
<b>Current Assets</b>			
Stores and spares		186,246	131,585
Stock-in-trade	7	751,766	240,950
Trade debts, unsecured-considered good		76,015	29
Advances	8	40,176	33,669
Trade deposits and short-term prepayments	9	6,160	5,119
Other receivables	10	13,303	6,924
Sales tax refundable		278,611	0
Income tax refundable, advance tax and tax deducted at source		48,329	19,166
Bank balances	11	86,789	62,217
		1,487,395	499,659
<b>Total Assets</b>		<b>5,145,162</b>	<b>4,096,468</b>
<b>Equity and Liabilities</b>			
<b>Share Capital and Reserves</b>			
Authorised capital		57,500	57,500
Issued, subscribed and paid-up capital		37,500	37,500
Capital reserves			
- share redemption		1	1
- revaluation surplus on property, plant and equipment		1,338,783	1,439,748
General revenue reserve		900,000	900,000
Accumulated loss		(731,186)	(509,280)
<b>Shareholders' Equity</b>		<b>1,545,098</b>	<b>1,867,969</b>
<b>Non-current Liabilities</b>			
Long term finances		856,532	839,102
Lease liabilities		5,954	5,835
Staff retirement benefits - gratuity		38,605	43,345
Deferred taxation		10,376	95,603
		911,467	983,885
<b>Current Liabilities</b>			
Trade and other payables	12	643,957	407,485
Contract liabilities		228,005	36,538
Unclaimed dividends		7,470	7,470
Accrued mark-up		122,375	93,881
Loan from subsidiary company		350,000	0
Short term borrowings		1,112,851	524,323
Current portion of non-current liabilities		177,106	147,015
Taxation		46,833	27,902
		2,688,597	1,244,614
<b>Total Liabilities</b>		<b>3,600,064</b>	<b>2,228,499</b>
<b>Contingencies and Commitments</b>	13		
<b>Total Equity and Liabilities</b>		<b>5,145,162</b>	<b>4,096,468</b>

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



Chief Executive



Director



Chief Financial Officer

The Premier Sugar Mills & Distillery Company Limited  
Unconsolidated Condensed Interim Statement of Profit  
or Loss and Other Comprehensive Income (Un-audited)  
For the Quarter and Nine Months Period Ended June 30, 2025

	Note	For the Quarter		Nine Months Ended	
		April-June 2025	April-June 2024	Oct.-June 2025	Oct.-June 2024
----- Rupees in thousand -----					
Sales	14	946,054	110,612	1,497,666	622,144
Less: sales tax		(32,197)	(16,873)	(55,778)	(94,903)
Sales - net		913,857	93,739	1,441,888	527,241
Cost of sales		(775,487)	(215,262)	(1,425,283)	(939,377)
Gross profit / (loss)		138,371	(121,523)	16,606	(412,136)
Distribution cost		(110,831)	(383)	(162,388)	(2,899)
Administrative expenses		(34,906)	(30,316)	(95,934)	(104,481)
Other income	15	10,572	588,358	77,033	681,275
Other expenses	16	7	(4)	(787)	(4)
Profit / (loss) from operations		3,212	436,133	(165,471)	161,756
Finance cost		(96,326)	(62,280)	(223,695)	(184,547)
(Loss) / profit before taxation		(93,114)	373,853	(389,166)	(22,791)
Taxation	17	73,332	173,504	66,295	157,756
(Loss)/ profit after taxation		(19,782)	547,358	(322,871)	134,966
Other comprehensive income		0	0	0	0
Total comprehensive (loss)/ profit		(19,782)	547,358	(322,871)	134,966
----- Rupees -----					
(Loss)/ earning per share		(5)	146	(86)	36

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

  
Chief Executive

  
Director

  
Chief Financial Officer

**The Premier Sugar Mills & Distillery Company Limited**  
**Unconsolidated Condensed Interim Statement of Cash Flows (Un-audited)**  
**For The Nine Months Ended June 30, 2025**

	<b>Nine Months Ended</b>	
	<b>June 30,</b>	<b>June 30,</b>
	<b>2025</b>	<b>2024</b>
	<b>(Rupees in thousand)</b>	
<b>Cash flows from operating activities</b>		
Profit / (loss) for the period - before taxation	(389,166)	(22,791)
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	221,772	170,671
Depreciation on investment property	191	201
Unclaimed payable balances written-back	0	(525)
Profit on bank deposits	(5,827)	(4,054)
Gain on sale of vehicles	(35)	(586,208)
Staff retirement benefits - gratuity (net)	(4,740)	5,231
Dividends from Subsidiary Company and Associated Company	0	(68,755)
Finance cost	223,695	184,547
<b>(Loss) / profit before working capital changes</b>	<b>45,891</b>	<b>(321,683)</b>
<b>Effect on cash flows due to working capital changes</b>		
Decrease / (increase) in current assets:		
Stores and spares	(54,661)	(7,810)
Stock-in-trade	(510,816)	(1,174,187)
Trade debts	(75,986)	(69,641)
Advances	(6,507)	141,362
Trade deposits and short term prepayments	(1,041)	(1,868)
Other receivables	(6,379)	3,472
Sales tax refundable	(278,611)	(45,174)
Increase / (decrease) in trade and other payables	427,939	120,794
	<b>(506,062)</b>	<b>(1,033,051)</b>
<b>Net Cash generated from / (used in) operations</b>	<b>(460,171)</b>	<b>(1,354,735)</b>
Income tax paid	(250)	(0)
Income tax paid	(29,163)	(21,499)
<b>Net cash generated from/ (used in) operating activities</b>	<b>(489,585)</b>	<b>(1,376,234)</b>
<b>Cash flows from investing activities</b>		
Additions to property, plant and equipment	(282,673)	(802,512)
Sale proceeds of vehicles	36	590,850
Advance received against non-current assets classified as held for sale	0	(539,965)
Dividends received	0	68,755
Profit received bank deposits	5,827	4,054
<b>Net cash generated from / (used in) investing activities</b>	<b>(276,810)</b>	<b>(678,818)</b>
<b>Cash flows from financing activities</b>		
Long term finances obtained	47,521	702,899
Loan from a subsidiary company	350,000	0
Lease finances - net	119	4,466
Short term borrowings - net	588,528	1,329,965
Finance cost paid	(195,201)	(92,136)
<b>Net cash (used in) / generated from financing activities</b>	<b>790,966</b>	<b>1,945,194</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>24,572</b>	<b>(109,857)</b>
<b>Cash and cash equivalents - at beginning of the period</b>	<b>62,217</b>	<b>120,095</b>
<b>Cash and cash equivalents - at end of the period</b>	<b>86,789</b>	<b>10,238</b>

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



Chief Executive



Director



Chief Financial Officer

**THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED**  
**Unconsolidated Condensed Interim Statement Of Changes In Equity (Un-Audited)**  
**FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2025**

Share capital	Reserves			Sub-total	Revaluation surplus on Property, plant and equipment	Accumulated loss	Total
	Capital	Revenue	General				
	Share redemption						

----- Rupees in thousand -----

Balance as at September 30, 2023	37,500	1	900,000	900,001	1,634,949	(532,693)	2,039,757
<b>Total comprehensive income / (loss) for the period</b>							
Profit after taxation for the nine months ended June 30, 2024	0	0	0	0	0	134,966	134,966
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period							
-net of deferred taxation	0	0	0	0	(100,965)	100,965	0
Balance as at June 30, 2024	37,500	1	900,000	900,001	1,533,984	(296,762)	2,174,723
<b>Total comprehensive income / (loss) for the period</b>							
Loss after taxation for the three months ended Sep 30, 2024	0	0	0	0	0	(308,077)	(308,077)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period							
-net of deferred taxation	0	0	0	0	(94,236)	94,236	0
Other comprehensive income	0	0	0	0	0	1,323	1,323
Balance as at September 30, 2024	37,500	1	900,000	900,001	1,439,748	(509,280)	1,867,969
<b>Total comprehensive loss for the period</b>							
Loss after taxation for the nine months ended June 30, 2025	0	0	0	0		(322,871)	(322,871)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period							
-net of deferred taxation	0	0	0	0	(100,965)	100,965	0
<b>Balance as at June 30, 2025</b>	<b>37,500</b>	<b>1</b>	<b>900,000</b>	<b>900,001</b>	<b>1,338,783</b>	<b>(731,186)</b>	<b>1,545,098</b>

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



Chief Executive



Director



Chief Financial Officer

**The Premier Sugar Mills & Distillery Company Limited**  
**Notes to the unconsolidated condensed interim financial statements (Un-audited)**  
**For the Nine Months Period Ended June 30, 2025**

**1. Legal status and nature of business**

The Premier Sugar Mills & Distillery Company Limited (the Company) was incorporated on July 24, 1944 as a Public Company and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of white sugar and spirit. The Company's Mills and Registered Office are located at Mardan (Khyber Pakhtunkhwa) whereas the Head Office is situated at King's Arcade, 20-A, Markaz F-7, Islamabad. The Company has shifted its distillery from Mardan to Ramak Dera Ismail Khan during the financial year ended September 30, 2020.

**2. Basis of preparation**

**2.1 Statement of Compliance**

These unconsolidated 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 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; 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 IFRS standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**2.2** These interim financial statements do not include all the information required for full annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended September 30, 2024.

**2.3** The comparative unconsolidated condensed interim statement of financial position presented in these interim financial statements has been extracted from the audited financial statements of the Company for the year ended September 30, 2024, whereas the unconsolidated condensed comparative interim statement of profit or loss & other comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended June 30, 2024.

**2.4** These interim financial statements are un-audited and are being submitted to the shareholders as required by the listing regulations of Pakistan Stock Exchange Ltd. vide section 237 of the Companies Act, 2017.

**2.5 Basis of measurement**

These interim financial statements have been prepared under the historical cost convention except for the Company's liability under defined benefit plan (gratuity), which is determined on the present value of defined benefit obligations determined by an independent actuary, liabilities against assets subject to finance lease at present value of minimum lease payments and property, plant and equipment at revalued amounts assessed by an independent valuer.

**2.6 Functional and presentation currency**

These condensed interim financial statements are presented in Pak Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

**3. Significant accounting policies**

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Company as at ended September 30, 2024.

### 3.1 Changes in accounting standards, interpretations and pronouncements

#### a) Standards and amendments to approved accounting and reporting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards, which are mandatory for the Company's annual accounting period commenced on October 01, 2022. However, these do not have any significant impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

#### b) Standards and amendments to approved accounting and reporting standards that are not yet effective

There are certain amendments and interpretations to the accounting and reporting standards, that will be mandatory for the Company's annual accounting periods commencing on or after January 01, 2021. However, these will not have any material impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

### 4. Accounting estimates, judgments and financial risk management

4.1 The preparation of condensed interim financial statements in conformity with accounting and reporting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

4.2 The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the annual audited financial statements of the Company as at and for the year ended September 30, 2024.

4.3 The Company's financial risk management objectives and policies are consistent with those disclosed in the audited annual financial statements as at and for the year ended September 30, 2024.

4.4 The Company follows the practice of conducting actuarial valuation annually at the year-end. Hence, the impact of remeasurement of staff retirement benefits - gratuity has not been incorporated in these condensed interim financial statements.

### 5. Property, plant and equipment

**Un-audited**  
**Note June 30, 2025**  
**(Rupees in**  
**thousand)**

Operating fixed assets	5.1	3,318,846
Capital work in process		147,413
		<u>3,466,260</u>

#### 5.1 Operating fixed assets

Book value at beginning of the period - audited	2,191,100
Additions during the period	
- furniture, fittings & offices equipment	1,491
- Vehicles (right of use assets)	4,612
- plant and machinery	1,340,205
- buildings on freehold land	3,005
- vehicles disposal	(116)
- Railway rolling stock and vehicles	323
Depreciation charge for the period	(221,772)
Book value at end of the period - un-audited	<u>3,318,846</u>

**6. Long term investments**

Market values of the Company's quoted investments in Chashma Sugar Mills Ltd. (a Subsidiary Company) and Arpak International Investments Ltd. (an Associated Company) at period-end were Rs.839.636 million (September 30, 2024: Rs.825.060 million) and Rs.13.164 million (September 30, 2024: Rs.11.782 million) respectively.

**7. Stock-in-trade**

	Note	Un-audited June 30, 2025 (Rupees in thousand)	Audited Sep 30, 2024
In-process			
- sugar		23,432	23,432
- molasses		<u>3,597</u>	<u>3,948</u>
		<u>27,029</u>	27,380
Finished goods:			
- sugar		0	139,132
- molasses		402,536	74,438
- ethanol		322,201	
		<u>724,737</u>	213,570
		<u>751,766</u>	<u>240,950</u>
<b>8. Advances - Considered good</b>			
Suppliers and contractors		34,435	27,500
Employees		5,742	6,169
		<u>40,176</u>	<u>33,669</u>
<b>9. Trade deposits and short term prepayments</b>			
Excise duty deposit		136	136
Short term prepayments		3,162	2,121
Deposits against decretal amounts	9.1	2,862	2,862
		<u>6,160</u>	<u>5,119</u>
<b>9.1</b>	These have been deposited with the Commissioner for Workers' Compensation and Authority under the Payment of Wages Act, 2013 for Mardan.		
<b>10. Other receivables</b>			
	Note	Un-audited June 30, 2025 (Rupees in thousand)	Audited Sep. 30, 2024
Sugar export subsidy		2,991	2,991
Gas infrastructure development cess paid under protest – refundable		3,018	3,018
Others		7,294	915
		<u>13,303</u>	<u>6,924</u>

**11. Bank balances**

Cash at banks on:

- PLS accounts		<b>11,565</b>	981
- current accounts		<b>71,490</b>	57,502
- deposit accounts	<b>11.1</b>	<b>8,734</b>	8,734
		<u><b>91,789</b></u>	<u>67,217</u>
Less: provision for doubtful bank balance		<b>5,000</b>	5,000
		<u><b>86,789</b></u>	<u>62,217</u>

**11.1** These include deposits amounting Rs.3.734 million (September 30, 2024: Rs.3.734 million), which are under lien of a bank against guarantees issued by it in favor of Sui Northern Gas Pipelines Ltd. on behalf of the Company.

**11.2** The Company has not accrued profit on these deposits during the current period and preceding financial years.

**12. Trade and other payables**

	<b>Un-audited June 30, 2025 (Rupees in thousand)</b>	<b>Audited Sep 30, 2024</b>
Due to related parties:		
- Chashma Sugar Mills Ltd. (Subsidiary Company)	<b>208,564</b>	98,126
- The Frontier Sugar Mills & Distillery Ltd.(Subsidiary Company)	<b>1,411</b>	8
- Azlak Enterprises (Pvt) Ltd. (Associated Company)	<b>30,338</b>	21,529
- Syntron Ltd. (Associated Company)	<b>14,927</b>	14,927
- Syntronics Ltd. (Associated Company)	<b>157</b>	157
- Ultimate Whole Food (Private) Limited	<b>4,087</b>	
Creditors	<b>262,113</b>	145,066
Accrued expenses	<b>47,739</b>	55,654
Due to employees	<b>6,985</b>	4,560
Deposits from contractors and others	<b>11,080</b>	1,031
Income tax deducted at source	<b>41,522</b>	22,704
Sales tax payable	<b>0</b>	29,448
Gratuity payable to ex-employees	<b>5,816</b>	5,816
Employees' provident fund payable	<b>8,747</b>	7,791
Others	<b>470</b>	668
	<u><b>643,957</b></u>	<u>407,485</u>

**13. Contingencies and commitments****13.1**

There has been no significant change in the status of contingencies as disclosed in note 25 to the financial statements of the Company for the year ended September 30, 2024.

**13.2** The Company's appeal filed before the Peshawar High Court (PHC) against order of the Customs; Sales Tax & Central Excise Appellate Tribunal is still pending adjudication. The Department, during the financial year ended September 30, 2001, had raised sales tax demand aggregating Rs.4.336 million along with additional tax. The Company, however, during the financial year ended September 30, 2005, had paid sales tax amounting Rs.2.123 million along with additional tax amounting Rs.0.658 million as per the requirements of S.R.O. 247(I) / 2004 dated May 05, 2004.

**13.3** Petitions filed before the Supreme Court of Pakistan (SCP) against imposition of Gas Infrastructure Development Cess (GIDC) were dismissed vide judgment dated August 13, 2020 in 2-1 ratio. The SCP's judgment stated that the cess under GIDC Act, 2015 was levied on those consumers of natural gas which on account of their industrial or commercial dealings had passed on GIDC burden to their customers. The SCP's judgment stated that no late payment surcharge would be collected while the GIDC amount that had become due upto July 31, 2020 would be recovered in 24 equal monthly instalments. Based on this judgment, the Company has filed the a writ petition before the PHC challenging the demand of GIDC arrears amounting Rs. 29.936 million on the ground that the Company has not passed on GIDC burden to its customers. The PHC, vide its order dated September 19, 2021, has granted interim relief.

**13.4** The Company's petition filed before the PHC, against the Government of Khyber Pakhtunkhwa's notification dated August 12, 2015 in which minimum wages for unskilled workers was fixed at Rs.12,000 per month with effect from July 01, 2014 was dismissed by the PHC vide its judgment dated April 02, 2019. The Company has filed a review petition before the PHC against the said judgment; the additional wage liabilities aggregate Rs.2.359 million approximately.

**13.5** The sales tax appeal filed before the Appellate Tribunal Inland Revenue (ATIR), Peshawar against ex-parte order passed by the CIR(A) was succeeded vide order dated March 29, 2018. The assessment order dated June 23, 2016 was passed by the DCIR, Peshawar in violation of SRO 488(I)/2004 dated June 12, 2014; the Company claimed input tax to the tune of Rs.41.672 million against the supplies to unregistered persons. A withdrawal application has been filed before the ATIR, Peshawar in pursuance of the aforesaid rectification order.

**13.6** The DCIR for the tax year 2013 initially has held the Company as taxpayer-in-default for non-deduction of tax on certain supplies / services and tax demand was raised at Rs.77.750 million under section 161 (Failure to pay tax collected or deducted) along with default surcharge of Rs.4.730 million under section 205 (Default surcharge) of the Income Tax Ordinance, 2001 (the Ordinance). The Company filed rectification application under section 221 of the Ordinance and the demand was reduced to Rs.237,360. Against the said demand, the Company has filed an appeal before the CIR(A), who dismissed the Company's appeal. Presently, the Company's appeal against the CIR(A)'s order is pending before the ATIR, Peshawar.

**13.7** The Company has filed a writ petition before the PHC challenging Federal Government Order No.1(1) 2020 ROP dated July 16, 2021 and Provincial Government Order No.13/12-Sugar /IND / Vol-V / 7862 dated July 16, 2021 issued under section 6 of the Price Control and Prevention of Profiteering and Hoarding Act ,1977 whereby the retail price of sugar at the rate of Rs.88.24 per kilo gram was fixed. The PHC, vide its order dated July 30, 2021, has allowed interim relief and ordered that in the meanwhile status que be maintained.

Various cases have been filed against the Company by some former employees. Based on legal advice, no provision has been made in the books of account.

Guarantees given to Sui Northern Gas Pipelines Ltd. by commercial banks on behalf of the Company outstanding as at June 30, 2024 were for Rs.37.340 million (September 2024: Rs.37.340 million).

**14. Sales - Net**

	Quarter ended		Nine Months Ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
<b>Sales</b>	----- Rupees in thousand -----			
Local	<b>202,933</b>	110,612	<b>357,523</b>	622,144
Export	<b>743,122</b>	0	<b>1,140,144</b>	0
	<b>946,054</b>	110,612	<b>1,497,666</b>	622,144



## 18.2 Segment assets and liabilities

	Un-audited Nine Months Ended	
	June 30, 2025	June 30, 2025
<b>Sugar</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Ethanol</b>	3,421,140	3,357,071
<b>Total for reportable segment</b>	1,724,022	242,990
	<u>5,145,162</u>	<u>3,600,064</u>

## 19. Transactions with related parties

### 19.1

The Company has related party relationship with its Subsidiary and Associated Companies, employee benefit plans, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with Subsidiary and Associated Companies during the period were as follows:

	Un-audited nine months ended	
	June 30, 2025	June 30, 2024
<b>Subsidiary Companies:</b>	<b>(Rupees in thousand)</b>	
- purchase of store items	24,197	3,839
- markup on loan from Subsidiary Company	29,833	0
- temporary loan from Subsidiary Company	350,000	0
- receipt against sale of building	0	50,885
- dividend	0	68,755
- rent expense	86	86
- Expenses paid by the Company	7,775	3,489
- Expenses paid on behalf of the Company	172,476	40,678
<b>Associated Companies:</b>		
- purchase of store items	5,710	14,927

19.2 Receivables from and payables to Subsidiary and Associated Companies have been disclosed in notes 10 and 14 respectively to these unconsolidated condensed interim financial statements.

19.3 Return has not been charged on the current account balances of Subsidiary and Associated Companies as these have arisen due to normal trade dealings.

## 20. Corresponding figures

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison; however, no significant re-classifications / re-statements have been made to these condensed interim financial statements.

## 21. Date of authorization for issue

These unconsolidated condensed interim financial statements were approved and authorized for issue by the Board of Directors of the Company on July 28, 2025.



Chief Executive



Director



Chief Financial Officer



THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

**CONDENSED INTERIM  
UNCONSOLIDATED FINANCIAL INFORMATION  
FOR THE NINE MONTHS PERIOD  
ENDED JUNE 30, 2025  
(UN-AUDITED)**

**The Premier Sugar Mills & Distillery Company Limited**  
**Condensed Interim Consolidated Statement of Financial Position As At June 30, 2025**

	Note	Un-audited June 30, 2025 (Rupees in thousand)	Audited Sep. 30, 2024
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	7	25,155,865	29,649,297
Right-of-use assets	8	365,859	326,003
Investment property		19,442	19,633
Long term investments	9	179,726	203,917
Security deposits		17,495	17,244
Deferred tax asset		487,647	192,100
		<u>26,226,034</u>	<u>30,408,194</u>
<b>Current assets</b>			
Stores and spares	10	891,165	913,342
Stock-in-trade	11	14,106,956	4,986,667
Trade debts	12	1,430,940	440,448
Loans and advances	13	1,397,287	1,121,798
Trade deposits, short term prepayments and other receivables	14	288,152	126,370
Tax refunds due from the Government		270,928	466,899
Income tax refundable		845,662	0
Short term investments	15	82	78
Bank balances	16	1,389,664	1,114,598
		<u>20,620,836</u>	<u>9,170,200</u>
<b>Total assets</b>		<u><b>46,846,869</b></u>	<u><b>39,578,394</b></u>
<b>Equity and liabilities</b>			
<b>Share capital and reserves</b>			
Authorised capital		<u>57,500</u>	<u>57,500</u>
Issued, subscribed and paid-up capital		<u>37,500</u>	<u>37,500</u>
Capital reserves			
- share redemption		1	1
- revaluation surplus on property, plant and equipment		4,556,716	5,929,257
General revenue reserve		1,010,537	1,010,537
Unappropriated profit		<u>1,642,424</u>	<u>285,358</u>
<b>Equity attributable to equity holders of the Holding Company</b>		<u><b>7,247,178</b></u>	<u><b>7,262,653</b></u>
<b>Non-controlling interest</b>		<u><b>6,836,193</b></u>	<u><b>8,017,411</b></u>
		<u><b>14,083,371</b></u>	<u><b>15,280,064</b></u>
<b>Non-current liabilities</b>			
Long term finances	17	3,504,442	6,265,941
Loans from related parties	18	137,472	153,547
Lease liabilities	19	196,656	165,814
Government Grant		32,973	49,696
Deferred liabilities	20	1,115,955	3,306,111
		<u>4,987,498</u>	<u>9,941,109</u>
<b>Current liabilities</b>			
Trade and other payables	21	4,148,049	2,188,735
Contract Liabilities		228,005	36,538
Unclaimed dividends		23,547	23,149
Accrued mark-up		991,658	461,443
Short term borrowings	22	20,426,076	9,671,811
Current portion of non-current liabilities	23	1,323,605	1,556,429
Dividends payable to non-controlling interest		0	572
Taxation		635,061	418,544
		<u>27,776,000</u>	<u>14,357,221</u>
<b>Total liabilities</b>		<u><b>32,763,498</b></u>	<u><b>24,298,330</b></u>
<b>Contingencies and commitments</b>	24		
<b>Total equity and liabilities</b>		<u><b>46,846,869</b></u>	<u><b>39,578,394</b></u>

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

  
Chief Executive

  
Director

  
Chief Financial Officer

**The Premier Sugar Mills & Distillery Company Limited**  
**Condensed Interim Consolidated Statement of Profit or Loss**  
**For The Quarter And Nine Month Period Ended June 30, 2025**

	Note	Quarter ended		Nine month period ended	
		June 30 2025	June 30 2024	June 30 2025	June 30 2024
----- Rupees in thousand -----					
<b>Sales</b>					
- local		5,635,470	11,252,907	15,642,265	22,645,189
- export		2,521,615	1,533,573	7,183,842	5,540,412
		<u>8,157,084</u>	<u>12,786,480</u>	<u>22,826,106</u>	<u>28,185,601</u>
<b>Less: sales tax, other government levies and discounts</b>		<u>-777,625</u>	<u>-1,467,498</u>	<u>-2,094,965</u>	<u>-2,998,329</u>
<b>Sales - net</b>		<u>7,379,459</u>	<u>11,318,982</u>	<u>20,731,141</u>	<u>25,187,272</u>
<b>Cost of sales</b>		<u>-6,137,888</u>	<u>-11,453,218</u>	<u>(19,382,093)</u>	<u>(22,581,654)</u>
<b>Gross profit/ (loss)</b>		<u>1,241,572</u>	<u>-134,236</u>	<u>1,349,049</u>	<u>2,605,618</u>
<b>Selling and distribution expenses</b>		<u>-411,158</u>	<u>-240,313</u>	<u>-1,092,596</u>	<u>-720,290</u>
<b>Administrative and general expenses</b>		<u>-481,422</u>	<u>-469,806</u>	<u>-1,380,427</u>	<u>-1,220,602</u>
<b>Net impairment losses on financial assets</b>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Other income</b>		<u>51,015</u>	<u>32,242</u>	<u>669,627</u>	<u>170,069</u>
<b>Other expenses</b>		<u>(2,059)</u>	<u>13,290</u>	<u>-4,811</u>	<u>3,172</u>
<b>Profit/ (loss) from operations</b>		<u>397,948</u>	<u>-798,824</u>	<u>-459,158</u>	<u>837,967</u>
<b>Finance cost</b>		<u>-1,053,534</u>	<u>-1,553,887</u>	<u>-3,246,205</u>	<u>-3,806,593</u>
		<u>-655,586</u>	<u>-2,352,711</u>	<u>-3,705,363</u>	<u>-2,968,627</u>
<b>Share of profit / (loss) from Associated Companies</b>	9	<u>-6,154</u>	<u>789</u>	<u>-11,819</u>	<u>-11,819</u>
<b>(Loss) before income tax, minimum tax and final levies</b>		<u>-661,740</u>	<u>-2,351,922</u>	<u>-3,717,182</u>	<u>-2,980,446</u>
<b>Final taxes- levy</b>		<u>0</u>	<u>0</u>	<u>-203,304</u>	<u>(55,404)</u>
<b>(Loss) before income tax</b>		<u>-661,740</u>	<u>-2,351,922</u>	<u>-3,920,486</u>	<u>-3,035,850</u>
<b>Taxation</b>					
Group					
- current		<u>-18,932</u>	<u>-175,526</u>	<u>-18,932</u>	<u>-233,025</u>
- prior year		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
- deferred		<u>311,514</u>	<u>470,976</u>	<u>1,507,604</u>	<u>741,977</u>
		<u>292,582</u>	<u>295,450</u>	<u>1,488,672</u>	<u>508,952</u>
Associated Companies	9	<u>-74</u>	<u>-23</u>	<u>-77</u>	<u>-77</u>
		<u>292,508</u>	<u>295,427</u>	<u>1,488,595</u>	<u>508,875</u>
<b>(Loss) after taxation</b>		<u>-369,232</u>	<u>-2,056,495</u>	<u>-2,431,891</u>	<u>-2,526,975</u>
<b>Attributable to :</b>					
- Equity Holders of the Holding Company		<u>-187,858</u>	<u>-1,122,551</u>	<u>-1,343,211</u>	<u>-1,493,259</u>
- Non-controlling interest		<u>-181,374</u>	<u>-933,944</u>	<u>-1,088,680</u>	<u>-1,033,716</u>
		<u>-369,232</u>	<u>-2,056,495</u>	<u>-2,431,891</u>	<u>-2,526,975</u>
----- Rupees -----					
<b>Combined (loss) per share</b>		<u>-50.10</u>	<u>-299.35</u>	<u>-358.19</u>	<u>-398.20</u>

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



Chief Executive



Director



Chief Financial Officer

**The Premier Sugar Mills & Distillery Company Limited**  
**Condensed Interim Consolidated Statement of Other Comprehensive Income (Un-audited)**  
**For The Quarter And Nine Month Period Ended June 30, 2025**

	Quarter ended		Nine month period ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	----- Rupees in thousand -----			
<b>Profit after taxation</b>	<b>-369,232</b>	-2,056,495	<b>-2,431,891</b>	-2,526,975
<b>Other comprehensive income</b>				
Item that may be reclassified subsequently to profit or loss:			<b>1,318,586</b>	-391,319
Share of other comprehensive income from Associated Companies	<b>6,530</b>	6,530	<b>7,402</b>	7,402
<b>Total comprehensive income/ (loss)</b>	<b>-362,702</b>	-2,049,964	<b>-1,105,903</b>	-2,910,891
<b>Attributable to:</b>				
- Equity holders of the Holding Company	<b>731,474</b>	-1,010,752	<b>-17,223</b>	-1,877,175
- Non-controlling interest	<b>-1,094,176</b>	-1,039,212	<b>-1,088,680</b>	-1,033,716
	<b>-362,702</b>	-2,049,964	<b>-1,105,903</b>	-2,910,891

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



**Chief Executive**



**Director**



**Chief Financial Officer**

**The Premier Sugar Mills & Distillery Company Limited**  
**Condensed Interim Consolidated Statement of Changes in Equity (Un-audited)**  
**For The Nine Month Period Ended June 30, 2025**

	----- Attributable to equity holders of the Holding Company -----						Non-controlling interest	Total equity
	Share capital	Reserves				Total		
		Share redemption	Revaluation surplus on property, plant and equipment	General revenue	Unappropriated profit/(Loss)			
----- Rupees in thousand -----								
Balance as at September 30, 2023	37,500	1	5,804,999	1,010,537	2,342,927	9,195,965	8,608,832	17,804,797
Transaction with owners:								
- Cash dividend at the rate of Rs.5.00 per ordinary share for the year ended September 30, 2023	0	0	0	0	-143,460	-143,460		-143,460
Total comprehensive income:								
Profit for the nine month period ended June 30, 2024	0	0	0	0	-1,493,259	-1,493,259	-1,033,716	-2,526,975
Other comprehensive income	0	0	0	0	-383,917	-383,917	0	-383,917
Effect of items directly credited in equity by Associated Companies	0	0	0	0	-1,877,175	-1,877,175	-1,033,716	(2,910,891)
Transfer from revaluation surplus on property, plant and equipment (net of deferred taxation)	0	0	0	0	0	0	90,558	90,558
- on account of incremental depreciation	0	0	-501,660	0	501,660	0	0	0
<b>Balance as at June 30, 2024</b>	<b>37,500</b>	<b>1</b>	<b>5,303,339</b>	<b>1,010,537</b>	<b>461,342</b>	<b>7,314,379</b>	<b>7,665,674</b>	<b>14,836,593</b>
Balance as at September 30, 2024	37,500	1	5,929,257	1,010,537	285,358	7,262,653	8,017,411	15,280,064
Transaction with owners:								
- Cash dividend at the rate of Rs.5.00 per ordinary share for the year ended September 30, 2024	0	0	0	0	0	0		0
Total comprehensive income:								
Loss for the nine month period ended June 30, 2025	0	0	0	0	-1,343,211	-1,343,211	-1,088,680	-2,431,891
Other comprehensive loss	0	0	0	0	1,325,988	1,325,988	0	1,325,988
Effect of items directly credited in equity by Associated Companies	0	0	0	0	1,748	1,748	0	1,748
Transfer from revaluation surplus on property, plant and equipment (net of deferred taxation)	0	0	480,259	0	-480,259	0	0	0
Disposal			-1,167,459		1,167,459			
- on account of incremental depreciation	0	0	-685,341	0	685,341	0	-92,538	-92,538
<b>Balance as at June 30, 2025</b>	<b>37,500</b>	<b>1</b>	<b>4,556,716</b>	<b>1,010,537</b>	<b>1,642,424</b>	<b>7,247,178</b>	<b>6,836,193</b>	<b>14,083,371</b>

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

  
Chief Executive

  
Director

  
Chief Financial Officer

**The Premier Sugar Mills & Distillery Company Limited**  
**Condensed Interim Consolidated Statement of Cash Flows (Un-audited)**  
**For The Quarter And Nine Month Period Ended June 30, 2025**

**Nine month period ended**  
**June 30,**                      **June 30,**  
**2025**                              **2024**  
**(Rupees in thousand)**

**Cash flows from operating activities**

Profit/ (loss) for the period - before taxation	<b>-3,920,486</b>	(3,035,850)
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	<b>1,776,331</b>	1,531,863
Depreciation on right-of-use assets	<b>73,156</b>	64,953
Depreciation on investment property	<b>191</b>	4,843
Loss from Associated Companies	<b>11,819</b>	11,819
Mark-up / profit on bank deposits and saving accounts	<b>-486,714</b>	0
Un-claimed payable balances written-back	<b>0</b>	0
Gain on sale of operating fixed assets	<b>-16,342</b>	0
Gain on redemption and re-measurement of short term investments to fair value	<b>-4</b>	(568)
Reversal of impairment loss for doubtful debts	<b>0</b>	0
Finance cost	<b>3,246,205</b>	3,806,593
	<b>684,156</b>	2,383,654

**Profit before working capital changes**

**Effect on cash flows due to working capital changes**

**(Increase) / decrease in current assets**

Stores and spares	<b>22,177</b>	66,929
Stock-in-trade	<b>-9,120,289</b>	-10,589,128
Trade debts	<b>-990,492</b>	75,972
Loans and advances	<b>-275,489</b>	-749,225
Trade deposits, short term prepayments and other receivables	<b>-161,782</b>	-18,472
Sales tax refundable -net	<b>0</b>	0
Increase in trade and other payables	<b>2,150,781</b>	-184,516
	<b>-8,375,094</b>	-11,398,440

**Cash used in operations**

Taxation - net	<b>-452,107</b>	-452,915
Security deposits	<b>-251</b>	-260
Staff retirement benefits - gratuity (net)	<b>-3,743</b>	9,466
	<b>-8,147,038</b>	-9,458,495

**Net cash used in operating activities**

**Cash flows from investing activities**

Additions to property, plant and equipment	<b>-365,253</b>	-1,410,395
Sale proceeds of operating fixed assets	<b>3,699,117</b>	47,045
Dividend received	<b>0</b>	0
Short term investments - made	<b>0</b>	0
- redeemed	<b>0</b>	9,301
Mark-up / profit received on bank deposits and saving accounts	<b>486,714</b>	0
	<b>3,820,578</b>	-1,354,049

**Net cash used in investing activities**

**Cash flows from financing activities**

Long term finances and loans from related parties - net	<b>-3,173,868</b>	688,158
Lease liabilities - net	<b>-145,733</b>	-116,023
Government grant	<b>32,974</b>	56,077
Short term borrowings - net	<b>10,343,965</b>	12,832,851
Finance cost paid	<b>-2,455,637</b>	-2,668,755
Dividends paid	<b>-174</b>	-72,491

**Net cash generated from financing activities**

**Net increase in cash and cash equivalents**

**Cash and cash equivalents - at beginning of the period**

**Cash and cash equivalents - at end of the period**

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



**Chief Executive**



**Director**



**Chief Financial Officer**

**The Premier Sugar Mills & Distillery Company Limited**  
**Notes To The Condensed Interim Consolidated Financial Statements (Un-audited)**  
**For The Nine Month Period Ended June 30, 2025**

**1. The Group and its operations**

**1.1 The Premier Sugar Mills & Distillery Company Ltd. (the Holding Company)**

The Holding Company was incorporated on July 24, 1944 as a Public Company and its shares are quoted on Pakistan Stock Exchange Ltd. The Holding Company is principally engaged in manufacture and sale of white sugar and spirit. The Holding Company's Mills and Registered Office are located at Mardan (Khyber Pakhtunkhwa) whereas the Head Office is situated at King's Arcade, 20-A, Markaz F-7, Islamabad. The Holding Company has shifted its distillery from Mardan to Ramak, Dera Ismail Khan during the financial year ended September 30, 2020.

**1.2 Subsidiary Companies and Sub-subsidiary Companies**

**(a) Chashma Sugar Mills Ltd. (CSML)**

CSML was incorporated in Pakistan on May 05, 1988 as a Public Limited Company, under the repealed Companies Ordinance, 1984 (repealed upon enactment of the Companies Act, 2017 on May 30, 2017) and commenced its commercial production from October 01, 1992. CSML has its shares quoted on the Pakistan Stock Exchange Ltd. CSML is principally engaged in manufacturing, production, processing, compounding, preparation and sale of sugar, other allied compound, intermediates and allied products. CSML is a Subsidiary of The Premier Sugar Mills & Distillery Company Ltd. The head office of CSML is situated at King's Arcade, 20-A, Markaz F-7, Islamabad and its manufacturing facilities are located at Dera Ismail Khan, Khyber Pakhtunkhwa.

The Holding Company directly and indirectly controls / beneficially owns more than fifty percent of CSML's paid-up capital and also has the power to elect and appoint more than fifty percent of its directors; accordingly, CSML has been treated a Subsidiary with effect from the financial year ended September 30, 2010.

**(b) Whole Foods (Pvt.) Ltd. (WFPL)**

WFPL - 100% owned Subsidiary of CSML was incorporated in Pakistan as a Private Limited Company under the Companies Act, 2017 on October 26, 2017. The principal activity of WFPL is to set-up, manage, supervise and control the storage facilities for agricultural produce.

**(c) Ultimate Whole Foods (Pvt.) Ltd. (UWFPL)**

UWFPL (Subsidiary of CSML) was incorporated in Pakistan as a Private Limited Company under the Companies Act, 2017 on May 17, 2021. The objective of UWFPL is to set-up mills for milling wheat, gram, other grains and other allied products and by-products from flours. The operations of UWFPL have not yet been started. CSML holds 72% shares of UWFPL.

**(d) The Frontier Sugar Mills and Distillery Ltd. (FSM)**

FSM was incorporated on March 31, 1938 as a Public Company and its shares were quoted on all the Stock Exchanges of Pakistan; FSM was delisted from the Stock Exchanges as detailed in paragraph 1.2(c) to the consolidated financial statements for the year ended September 30, 2022. The principal activity of FSM was manufacturing and sale of white sugar and its Mills and Registered Office are located at Takht-I-Bhai, Mardan (Khyber Pakhtunkhwa). FSM is a Subsidiary of The Premier Sugar Mills & Distillery Company Ltd.

### **Going concern basis**

The financial statements of FSM have been prepared on going concern basis despite the uncertainties detailed below that may cast doubt about FSM's ability to continue as a going concern:

- FSM's production facilities are closed since the year 2008 due to diversion of entire sugarcane crop to Gur making;
- the small size of the plant is not economical to run; and
- FSM has been suffering losses over the years; accumulated loss as at June 30, 2025 aggregated Rs.151.067 million.

The financial statements of FSM have been prepared on going concern basis as the management is exploring different avenues / options for future purposes, which include but are not limited to flour mills and other industrial / commercial projects. The management is of the view that with the start of these projects, FSM will be able to cover losses and continue as a going concern. FSM is in possession of property, plant and equipment having carrying values of Rs.1.146 billion at the reporting date, which may be utilised for proposed future projects. Further, being part of Premier Group of Companies, FSM also enjoys financial backing from the Group.

1.3

For the purpose of these condensed interim consolidated financial statements, the Holding Company, CSML and its Subsidiaries and FSM are referred to as the Group.

## **2. Basis of preparation**

### **2.1 Statement of compliance**

These condensed interim consolidated financial statements (the interim consolidated financial statements) for nine month period ended June 30, 2025 have 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; 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, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These interim consolidated financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the audited consolidated financial statements of the Group as at and for the year ended September 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Group's financial position and performance since the last annual audited consolidated financial statements.

2.3 These interim consolidated financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017.

### **2.4 Basis of measurement**

These interim consolidated financial statements have been prepared under the historical cost convention except for the Group's liability under defined benefit plans (gratuity), which is determined on the present value of defined benefit obligations determined by

independent actuaries, liabilities against assets subject to finance lease at present value of minimum lease payments and property, plant and equipment at revalued amounts assessed by independent Valuers.

**2.5 Functional and presentation currency**

These condensed interim consolidated financial statements are presented in Pak Rupees, which is also the Group's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

**3. Significant accounting policies**

The accounting policies adopted for the preparation of these interim consolidated financial statements are the same as those applied in the preparation of audited consolidated financial statements of the Group as at and for the year ended September 30, 2024.

**3.1 Initial application of standards, amendments or an interpretation to existing standards**

**a) Standards, amendments and interpretations to accounting standards that are effective in the current period**

There were certain amendments to accounting and reporting standards which became mandatory for the Group during the period. However, these do not have any significant impact on the Group's financial reporting and, therefore, have not been detailed in these condensed interim consolidated financial statements.

**b) Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Group**

There are certain amendments to the accounting and reporting standards that will be mandatory for the Group's annual accounting periods beginning on or after October 01, 2024. However, these amendments will not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these condensed interim consolidated financial statements.

**4. Accounting estimates and judgements**

**4.1** The preparation of these interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

**4.2** In preparing these interim consolidated financial statements, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements for the year ended September 30, 2024.

**4.3** The Holding Company follows the practice of conducting actuarial valuation annually at the year-end; hence, the impact of remeasurement of staff retirement benefits - gratuity has not been incorporated in the books of account of the Holding Company.

## 5. Principles of consolidation

These interim consolidated financial statements have been prepared under the historical cost convention except as otherwise stated .

These interim consolidated financial statements include the financial statements of the Holding Company, consolidated financial statements of CSML and the financial statements of FSM as at and for the nine month period ended June 30, 2025. The Holding Company's direct interest, as at June 30, 2025 and September 30, 2024, in CSML was 47.93% and in FSM was 82.49%.

Investments in Associated Companies, as defined in the Companies Act, 2017, are accounted for by the equity method.

Non-controlling interest is calculated on the basis of their proportionate share in the net assets of the Subsidiary Companies.

Subsidiary is fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

All significant inter-company transactions, balances, income and expenses on transactions between Group Companies are eliminated. Profits and losses resulting from inter-company transactions that are recognised in assets are also eliminated.

## 6. Seasonality of operations

Due to seasonal nature of sugar segment of the Group, operating results of the Group are expected to fluctuate in the second half of the year in comparison with the first six month of the year.

## 7. Property, plant and equipment

	Note	Un-audited June 30, 2025 (Rupees in thousand)	Audited Sep. 30, 2024
Operating fixed assets	7.1	24,694,086	27,594,903
Capital work-in-progress	7.2	461,779	2,053,939
Advance against leased vehicle		0	455
		<b>25,155,865</b>	<b>29,649,297</b>

### 7.1 Operating fixed assets

Book value as at September 30, 2024 - audited	28,191,031
<b>Additions during the period:</b>	
- Freehold land	1,560
- buildings and roads	58,420
- plant and machinery	1,718,039
- electric installations	96,392
- office equipment	21,304
- furniture and fixtures	12,645
- vehicles	8,111
- Transferred from right of use assets owned	45,689
	<b>1,962,160</b>
Book value of operating fixed assets disposed-off during the period	<b>-3,682,774</b>
Depreciation charge for the period	<b>-1,776,331</b>
Book value as at June 30, 2025- un-audited	<b>24,694,086</b>

	Note	Un-audited June 30, 2025 Rupees in thousand
<b>7.2 Capital work-in-progress</b>		
At beginning of the period		840,134
Add: additions during the period	7.3	399,569
Less: capitalised / adjusted during the period		-777,924
Balance at end of the period		<u>461,779</u>
<b>7.3 Additions during the period</b>		
- land and building		57,842
- plant and machinery		173,913
- electric installations		11,996
- office equipment		0
- vehicles - owned		2,677
- leased		144,381
- capital stores		0
- advance payments to contractors		6,260
- advance payments against freehold land and buildings		2,500
		<u>399,569</u>
<b>8. Right-of-use assets</b>		
Book value at beginning of the period - <b>audited</b>		316,081
Additions during the period		168,623
Transfer from right of use assets to owned		-45,689
Depreciation charge for the period		-73,156
Book value at end of the period - <b>un-audited</b>		<u>365,859</u>
<b>9. Long term investments</b>		
<b>Investments in equity instruments of Associated Companies</b>		
Balance at beginning of the period - <b>cost</b>		5,638
Add: post acquisition profit brought forward		176,833
		<u>182,471</u>
Add: share for the period:		
- loss		-11,819
- other comprehensive income		7,402
- items directly credited in equity		1,748
Less: taxation		-77
		<u>-2,745</u>
Balance at end of the period - <b>un-audited</b>		<u>179,726</u>

**10. Stores and spares**

**10.1** FSM has not carried-out manufacturing operations during the current period and prior years. The management, during the financial year ended September 30, 2021, had carried out a detailed exercise to identify obsolete / damaged stores and spares inventory. Carrying values of the stores and spares inventory were adjusted accordingly as at September 30, 2021.

**10.2** Stores and spares include items which may result in fixed capital expenditure but are not distinguishable.

**11. Stock-in-trade**

	Note	Un-audited June 30, 2025 (Rupees in thousand)	Audited Sep. 30, 2024
Finished goods:			
- sugar		8,628,538	1,917,574
- molasses	11.1	3,734,274	1,117,556
- ethanol		638,791	1,028,872
- bagasse	11.1	146,361	107,203
- wheat flour- UWFPL		19,154	37,865
		<b>13,167,118</b>	4,209,070
Work-in-process		53,673	52,248
Raw Material-wheat (UWFPL)		886,165	725,349
		<b>14,106,956</b>	4,986,667

**11.1** Molasses and bagasse are used both for internal consumption as well as for sales to external parties.

**11.2** Certain short term and long term borrowings of the Group are secured by way of collateral charge on stock-in-trade.

**12. Trade debts - unsecured**

Considered good	1,430,940	459,417
Considered doubtful	21,574	2,043
	<b>1,452,514</b>	461,460
Less: loss allowance	21,574	21,012
	<b>1,430,940</b>	440,448

**13. Loans and advances**

Advances to:

- employees - secured	25,525	21,640
- suppliers and contractors - unsecured	1,369,747	1,086,372

Letters of credit

31,758      43,529

Due from relative of director

0                      0

**1,427,030**      1,151,541

Less:

- provision for doubtful advances	29,743	28,838
- loss allowance	-	905

**29,743**      29,743

**1,397,287**      1,121,798

	Un-audited June 30, 2025	Audited Sep. 30, 2024
	(Rupees in thousand)	
<b>14. Trade deposits, short term prepayments and other receivables</b>		
Sugar export subsidy receivable	305,519	308,510
Prepayments	7,622	14,136
Excise duty deposits	136	136
Gas infrastructure development cess paid under protest - refundable		3,018
Accrued markup	29,833	
Retention money-leasehold land	200,000	
Guarantees issued	15,000	15,000
Trade deposits	28,402	0
Sales tax	0	0
Deposits against decretal amounts	2,862	20,377
Other receivables	4,297	70,712
	<u>593,671</u>	<u>431,889</u>
Less: loss allowance	-305,519	-305,519
	<u>288,152</u>	<u>126,370</u>
<b>15. Short term investments - At fair value through profit or loss</b>		
<b>First Habib Cash Fund</b>		
Opening balance - 726 Units (2024: 100,402 Units)	78	10,305
Investment made during the period	0	0
Gain on redemption / re-measurement to fair value	4	574
Bonus received during the period / year - Nil Units (2024: 26,752 Units)	0	0
Units redeemed during the period / year - Nil Units (2024: 105,520 Units)	0	-10,801
Closing balance - 807 Units (2024: 726 Units)	<u>82</u>	<u>78</u>
<b>16. Bank balances</b>		
<b>16.1</b> Bank balances include deposits amounting Rs.3.734 million (September 30, 2024: Rs.3.734 million), which are under lien of a bank against guarantees issued in favour of Sui Northern Gas Pipelines Ltd. on behalf of the Holding Company.		
<b>16.2</b> The Securities and Exchange Commission of Pakistan winding-up petition filed against Innovative Investment Bank Ltd. was decided by the Lahore High Court, Lahore (LHC) and LHC appointed Joint Official Liquidators (JOLs). The LHC, vide its order dated April 14, 2018 had approved release of payment upto Rs.20 million in respect of principal amounts only. The Group, during July, 2020, had received second tranche of Rs.22 million vide the LHC's order dated June 12, 2020. The Group, during November, 2020, had received the third tranche of Rs.24 million from JOLs as per the LHC's order dated October 01, 2020. The management, for the release of balance amounts of Rs.12 million, anticipates that JOLs will intimate in due course of time; no provision, therefore, for the remaining deposits		

balance amounting Rs.12 million has been made in the books of account of the Holding Company and FSM.

The Holding Company and FSM have not accrued profit on these deposits during the current period and preceding financial years.

- 16.3** There is no significant change in the status of matter as disclosed in note 17.6 to the audited consolidated financial statements of the Group for the year ended September 30, 2024. The appeal filed by State Bank Pakistan was remanded-back to Additional District Judge, Peshawar. The appeal was disposed-off vide judgment dated November 29, 2019. The judgment states that the Holding Company is entitled to recover Rs.5 million with profit at the rate of 12.5% per annum from National Bank of Pakistan from the year 1999. The said execution petition is pending adjudication. Full provision for the said deposit amounting Rs.5 million exists in the books of account of the Holding Company.

17. Long term finances - secured CSML and its Subsidiaries	Note	Un-audited	Audited
		June 30, 2025	Sep. 30, 2024
		(Rupees in thousand)	
Bank Al-Habib Ltd.		637,117	727,708
Soneri Bank Ltd.		1,846,334	1,091,993
Dubai Islamic Bank Pakistan Ltd.		0	0
MCB Bank Ltd.		428,859	519,299
MCB Islamic Bank Ltd.		19,017	23,391
Al-Baraka Bank (Pakistan) Ltd.		223,832	334,646
The Bank of Khyber		305,486	325,157
United Bank Ltd.		892,131	4,330,841
	17.1	4,352,776	7,353,035
Less:			
Amounts payable within next 12 months grouped under current liabilities - Principal		848,334	1,087,094
Amount due after June 30, 2024		3,504,442	6,265,941

- 17.1** These represent term and demand finance obtained by CSML and its Subsidiaries from the aforesaid banks and are repayable in 3-5 years with varied grace period. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2.10% per annum and SBP rate + 1%. These are secured against first / joint pari passu hypothecation charge over all present and future movable fixed assets of CSML and its Subsidiaries and first / joint pari passu charge by way of equitable mortgage on all present and future immovable fixed assets of CSML and its Subsidiaries, pledge of sugar stock and lien on export contract / LC.

18. Loans from related parties - secured	Note	Un-audited	Audited
		June 30, 2025	Sep. 30, 2024
		(Rupees in thousand)	
Premier Board Mills Ltd.	18.1	62,472	67,922
Arpak International Investments Ltd.	18.2	25,000	25,000
Azlak Enterprises (Pvt.) Ltd.	18.3	74,375	85,000
		161,847	177,922

Less: amount payable within next twelve months	<b>24,375</b>	24,375
	<b>137,472</b>	<b>153,547</b>

**18.1** This includes long term finance facilities obtained by CSML and its Subsidiary.

The long term finance facility was renewed on November 04, 2019. The principal is repayable in 7 semi annual instalments commenced from November, 2022. The rate of mark-up is one month KIBOR + 1.25%, provided the mark-up charged by the associated company is not less than the borrowing cost of the associated company. This loan is secured against promissory note from CSML.

Long term finance facility amounting to Rs. 25 million was obtained by the Subsidiary of CSML. The principal is repayable in 8 semi annual instalments commenced from December, 2022. The rate of mark-up is one month KIBOR + 1.25%, provided the mark-up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Subsidiary of CSML.

**18.2** The long term finance facility was renewed on November 04, 2019. The principal is repayable in 7 semi annual instalments commenced from November, 2022. The rate of mark-up is one month KIBOR + 1.25%, provided the mark-up charged by the associated company is not less than the borrowing cost of the associated company. This loan is secured against promissory note from CSML.

**18.3** The long term finance facility has been renewed on January 03, 2022. The principal is repayable in 8 semi annual instalments commencing from December, 2024. The rate of mark-up is one month KIBOR + 1.25%, provided the mark-up charged by the associated company is not less than the borrowing cost of the associated company. This loan is secured against promissory note from CSML.

<b>19. Lease liabilities - secured</b>		<b>Un-audited June 30,2025 Rupees in thousand</b>	
<b>Balance at beginning of the period - audited</b>		<b>249,480</b>	
Additions during the period		<b>133,179</b>	
Unwinding of interest on lease liabilities		<b>38,154</b>	
Payments / adjustments made during the period		<b>-145,733</b>	
<b>Balance at end of the period -un-audited</b>		<b>275,080</b>	
Less: current portion grouped under current liabilities		<b>-78,424</b>	
		<b>196,656</b>	
<b>20. Deferred liabilities</b>		<b>Un-audited</b>	<b>Audited</b>
<b>Deferred taxation</b>		<b>June 30, 2025</b>	<b>Sep. 30, 2024</b>
	<b>Note</b>	<b>(Rupees in thousand)</b>	
- The Holding Company		<b>10,376</b>	95,603
- FSM		<b>0</b>	0
- CSML		<b>1,043,779</b>	3,144,965
<b>Staff retirement benefits - gratuity</b>		<b>1,054,155</b>	3,240,568
- The Holding Company		<b>38,605</b>	43,345

- FSM	66	66
- CSML	23,129	22,132
	61,800	65,543
<b>Government grant</b>	32,973	0
	<b>1,115,955</b>	<b>3,306,111</b>

**21. Trade and other payables**

Creditors	969,247	765,631
Due to related parties	449,999	186,760
Accrued expenses	178,234	206,716
Retention money	30,926	30,565
Security deposits	1,320	2,351
Advance payments from customers	1,681,101	0
Income tax deducted at source	412,032	238,454
Sales tax payable	205,051	373,564
Gratuity payable to ex-employees	7,619	7,619
Advance received against sale of scrap	0	0
Workers profit participation fund-allocation for the year(the Holding Company)	0	0
Payable for workers' welfare obligations	30,258	30,258
Payable to provident fund	17,601	17,365
Payable to employees	137,521	93,677
Deposit form contractors and others	11,080	0
Others	16,060	235,775
	<b>4,148,049</b>	<b>2,188,735</b>

<b>Un-audited</b>	<b>Audited</b>
<b>June 30,</b>	<b>Sep. 30,</b>
<b>2025</b>	<b>2024</b>

**22. Short term borrowings**

**Note**

**(Rupees in thousand)**

**The Holding Company :**

Secured	1,112,851	497,000
Temporary Bank overdraft-unsecured	0	27,323

**CSML :**

- Cash / running finances - secured	22.1	15,517,880	9,147,488
- Export refinances - secured	22.1	3,795,345	0
		<b>20,426,076</b>	<b>9,671,811</b>

**22.1** These cash, running and export re-finance facilities are repayable in six months to one year period. The rate of mark-up ranges from SBP Rate+1% per annum to KIBOR + 1.75% per annum and are secured against pledge of sugar stock with margin ranging from 10% to 25%, lien on export contracts / LCs and import documents.

**23. Current portion of non-current liabilities**

Long term finances - the Holding Company	23.1	0	0
Long term finances - CSML & its Subsidiaries	17	967,561	1,357,929
Loans from related parties	18	100,514	106,440

Lease liabilities	19	255,530	92,060
Government grant		0	0
		<u>1,323,605</u>	<u>1,556,429</u>

**23.1** These finances were obtained during the financial year ended September 30, 2020 from Bank Al-Habib Ltd. under Refinance Scheme against a facility amount of Rs.50 million for payment of salaries and wages to workers and employees of the Holding Company to dampen the effect of COVID-19. The finance facility carried profit at SBP rate + 3%; the effective mark-up rate during the period was 3% per annum. This finance facility was repayable in 8 equal quarterly instalments commenced from January, 2021 and was secured against first exclusive registered charge over the Holding Company's head office second and third floors (without land) located at King's Arcade, Markaz F-7, Islamabad through token registered mortgage of Rs.0.500 million and remaining through equitable mortgage of Rs.580 million. The outstanding balance of this finance facility was fully repaid during the period.

**24. Contingencies and commitments**

**The Holding Company**

- 24.1** No commitments were outstanding as at June 30, 2025 and September 30, 2024.
- 24.2** The Holding Company's appeal filed before the Peshawar High Court (PHC) against order of the Customs, Sales Tax & Central Excise Appellate Tribunal is still pending adjudication. The Department, during the financial year ended September 30, 2001, had raised sales tax demand aggregating Rs.4.336 million along with additional tax. The Holding Company, however, during the financial year ended September 30, 2005, had paid sales tax amounting Rs.2.123 million along with additional tax amounting Rs.0.658 million as per the requirements of S.R.O. 247(I) / 2004 dated May 05, 2004.
- 24.3** Petitions filed before the Supreme Court of Pakistan (SCP) against imposition of Gas Infrastructure Development Cess (GIDC) were dismissed vide judgment dated August 13, 2020. The SCP's judgment states that the cess under GIDC Act, 2015 was levied on those consumers of natural gas which on account of their industrial or commercial dealings had passed on GIDC burden to their customers. The SCP's judgment states that no late payment surcharge would be collected while the GIDC amount that had become due up to July 31, 2020 would be recovered in 24 equal monthly instalments. Based on this judgment, the Holding Company had filed a writ petition before the PHC challenging the demand of GIDC arrears amounting Rs.29.936 million on the ground that the Holding Company had not passed on GIDC burden to its customers. The PHC, vide its order dated September 19, 2021, has granted interim relief.
- 24.4** The Holding Company's petition filed before the PHC, against the Government of Khyber Pakhtunkhwa's notification dated August 12, 2015 in which minimum wages for unskilled workers was fixed at Rs.12,000 per month with effect from July 01, 2014 was dismissed by the PHC vide its judgment dated April 02, 2019. The Holding Company has filed a review petition before the PHC against the said judgment, which was also dismissed. The additional wage liabilities aggregate Rs.2.359 million approximately.
- 24.5** The sales tax appeal filed before the Appellate Tribunal Inland Revenue (ATIR), Peshawar against ex-parte order passed by the Commissioner Inland Revenue (Appeals) {CIR(A)} was succeeded vide order dated June 29, 2018. The assessment order dated June 23, 2016 was passed by the Deputy Commissioner Inland Revenue (DCIR), Peshawar in violation of SRO 488(I)/2004 dated June 12, 2014; the Holding Company claimed input tax to the tune of Rs.41.672 million against the supplies to unregistered persons. A withdrawal application has been filed before the ATIR, Peshawar in pursuance of the aforesaid rectification order.

**24.6** The DCIR for the tax year 2013 initially has held the Holding Company as taxpayer-in-default for non-deduction of tax on certain supplies / services and tax demand was raised at Rs.77.750 million under section 161 (Failure to pay tax collected or deducted) along with default surcharge of Rs.4.730 million under section 205 (Default surcharge) of the Income Tax Ordinance, 2001 (the Ordinance). The Holding Company filed rectification application under section 221 of the Ordinance and the demand was reduced to Rs.237,360. Against the said demand, the Holding Company has filed an appeal before the CIR(A), who dismissed the Holding Company's appeal. Presently, the

**24.7** Holding Company's appeal against the CIR(A)'s order is pending before the ATIR, Peshawar. The Holding Company has filed a writ petition before the PHC challenging Federal Government Order No.1(1) 2020 ROP dated July 16, 2021 and Provincial Government Order No.13/12-Sugar /IND / Vol-V / 7862 dated July 16, 2021 issued under section 6 of the Price Control and Prevention of Profiteering and Hoarding Act ,1977 whereby the retail price of sugar at the rate of Rs.88.24 per kilo gram was fixed. The PHC, vide its order dated July 30, 2021, has allowed interim relief and ordered that in the meanwhile status que be maintained.

**24.80** Various cases have been filed against the Holding Company by some former employees.

**24.90** Based on legal advice, no provision has been made in the books of account. Guarantees given to Sui Northern Gas Pipelines Ltd. by commercial banks on behalf of the Holding Company outstanding as at June 30, 2025 were for Rs.37.340 million (September 30, 2024: Rs.37.340 million).

**24.10 FSM**

There has been no significant change in the status of contingencies as disclosed in notes 30.10 to 30.12 to the audited consolidated financial statements of the Group for the year ended September 30, 2024.

**24.11 CSML and its Subsidiaries**

There has been no significant change in the status of contingencies as disclosed in notes 30.14 to 30.16 to the audited consolidated financial statements of the Group for the year ended September 30, 2024.

**24.12 In case of CSML, commitments in respect of :**

	Un-audited June 30, 2025 (Rupees in thousand)	Audited Sep. 30, 2024
- foreign letters of credit for purchase of plant & machinery	0	285,663
- local letters of credit for purchase of plant & machinery	0	0
- capital expenditure other than for letters of credit	0	25,515

**25. Operating segment**

The Holding Company's reportable segments are as follows:

- Sugar
- Distillery

**25.1 Segment operating results of the Holding Company for the nine month period ended June 30, 2025**

	Sugar Division June 30, 2025	Ethanol Division June 30, 2025	Total
<b>Sales</b>			
- Local	191,290	166,233	357,523
- Export	38,747	1,101,397	1,140,144
	<u>230,037</u>	<u>1,267,629</u>	<u>1,497,666</u>
Less: sales tax	(30,421)	(25,358)	(55,778)
<b>Sales – net</b>	199,617	1,242,272	1,441,888
<b>Cost of sales</b>	<u>(451,823)</u>	<u>(973,460)</u>	<u>(1,425,283)</u>
<b>Gross (loss) / profit</b>	(252,206)	268,812	16,606
<b>Distribution cost</b>	(1,951)	(160,438)	(162,388)
<b>Other Expenses</b>	-	(787)	(787)
<b>Administrative expenses</b>	(93,759)	(2,175)	(95,934)
	(95,709)	(163,400)	(259,110)
<b>(Loss) / profit from operations (segment results)</b>	<u>(347,915)</u>	<u>105,411</u>	<u>(242,504)</u>
<b>Other income</b>			<u>77,033</u>
			<u>(165,471)</u>
<b>Finance cost</b>			<u>(223,695)</u>
<b>Loss before taxation</b>			(389,166)
<b>Taxation</b>			66,295
<b>Loss after taxation</b>			<u>(322,871)</u>

25.1 Segment operating results of the CSML for the nine month period ended on June 30, 2025

	Sugar Division			Ethanol Division			Total					
	Three month period ended	Nine month period ended	Three month period ended	Nine month period ended	Three month period ended	Nine month period ended	Three month period ended	Nine month period ended				
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024				
<b>Sales</b>												
- External Customers	4,273,956	8,767,300	11,764,305	17,626,042	1,944,191	2,893,291	5,707,466	7,425,234	6,218,147	11,660,591	17,471,771	25,051,276
- Inter segment	136,179	-	719,291	876,583	-	-	-	-	136,179	-	719,291	876,583
	4,410,135	8,767,300	12,483,596	18,502,625	1,944,191	2,893,291	5,707,466	7,425,234	6,354,326	11,660,591	18,191,062	25,927,859
Less : sales tax & others	(709,099)	(1,243,211)	(1,959,970)	(2,615,911)	(25,579)	(207,414)	(75,444)	(287,515)	(734,678)	(1,450,625)	(2,035,414)	(2,903,426)
Sales - net	3,701,036	7,524,089	10,523,626	15,886,714	1,918,612	2,685,877	5,632,022	7,137,719	5,619,648	10,209,966	16,155,648	23,024,433
<b>Segment expenses:</b>												
Cost of Sales	(3,419,714)	(7,630,433)	(10,335,799)	(14,244,359)	(1,004,205)	(2,432,085)	(3,696,112)	(4,897,906)	(4,423,919)	(10,062,518)	(14,031,911)	(19,142,265)
Less: inter segment cost	-	-	-	-	(136,179)	-	(719,291)	(876,583)	(136,179)	-	(719,291)	(876,583)
Gross profit / (loss)	281,322	(106,344)	187,827	1,642,355	778,228	253,792	1,216,619	1,363,230	1,059,550	147,448	1,404,446	3,005,585
Selling and distribution expenses	(6,073)	(10,148)	(140,793)	(37,586)	(239,172)	(212,569)	(673,280)	(651,725)	(245,245)	(222,717)	(814,073)	(689,311)
Administrative and general expenses	(262,461)	(251,515)	(698,696)	(676,273)	(120,204)	(53,121)	(351,230)	(226,551)	(382,665)	(304,636)	(1,049,926)	(902,824)
	(268,534)	(261,663)	(839,489)	(713,859)	(359,376)	(265,690)	(1,024,510)	(878,276)	(627,910)	(527,353)	(1,863,999)	(1,592,135)
(Loss) / profit from operations	12,788	(368,007)	(651,662)	928,496	418,852	(11,898)	192,109	484,954	431,640	(379,905)	(459,553)	1,413,450
Other income	79,773	32,945	711,449	195,401	1,307	561	5,278	4,489	81,080	33,506	716,727	199,890
Other expenses - net	(2,009)	13,293	(4,024)	3,175	-	-	-	-	(2,009)	13,293	(4,024)	3,175
	77,764	46,238	707,425	198,576	1,307	561	5,278	4,489	79,071	46,799	712,703	203,065
Segment results	90,552	(321,769)	55,763	1,127,072	420,159	(11,337)	197,387	489,443	510,711	(333,106)	253,150	1,616,515
Finance cost									(828,958)	(1,315,196)	(2,663,468)	(3,250,148)
Loss before revenue tax and income tax									(318,247)	(1,648,302)	(2,410,318)	(1,633,633)
Final / minimum tax - levy									(68,594)	(15,336)	(193,672)	(55,404)
Loss before income tax									(386,841)	(1,663,638)	(2,603,990)	(1,689,037)
Income taxation									147,285	133,793	1,122,017	203,943
Loss for the period									(239,556)	(1,529,845)	(1,481,973)	(1,485,094)

**26. Transactions with related parties**

The Group has related party relationship with its Associated Companies, employee benefit plans, directors and key management personnel. Transactions with related parties are carried-out on arm's length basis. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with related parties during the period were as follows:

	Un-audited	
	Nine month period ended	June 30,
	June 30,	June 30,
	2025	2024
	(Rupees in thousand)	
<b>Associated Companies</b>		
Purchase of store items	5,710	0
Rental income	0	0
Expenses paid on behalf of the Holding Company	7,775	0
<b>Key management personnel</b>		
Salaries and other benefits	0	0
<b>CSML</b>		
<b>Associated Undertakings</b>		
Services	44,697	27,505
Expenses paid by Associated Companies	8,194	1,355
Purchase of goods	264,125	257,828
Dividend paid	0	0
Mark-up charged	18,774	26,655
<b>Post employment benefit</b>		
Expense charged in respect of retirement benefit plan	325,529	23,372
<b>Key management personnel / Directors</b>		
Salaries and other benefits	245,979	190,500
Dividend paid	0	0

**27. Financial risk management****Financial risk factors**

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

These interim consolidated financial statements do not include all financial risk management information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual financial statements as at and for the year ended September 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended September 30, 2024.

**Fair value estimation**

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Group's financial assets and financial liabilities. Further, there were no reclassifications of financial assets.

**28. Corresponding figures**

The comparative condensed interim consolidated statement of financial position presented in these interim consolidated financial statements has been extracted from the audited consolidated financial statements of the Group for the year ended September 30, 2024, whereas the comparative condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of other comprehensive income, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flows have been extracted from the un-audited condensed interim consolidated financial statements for the period ended June 30, 2024.

**29. Date of authorization for issue**

These condensed interim consolidated financial statements have been authorized for issue by the Board of Directors of the Holding Company on July 28, 2025.



**Chief Executive**



**Director**



**Chief Financial Officer**