

35 Years of Continued Excellence



JDW Sugar Mills Limited
Corporate Briefing Session
28 January 2025



JDW Group

JDW Group is the progressive industrial house of the country. Sugar manufacturing & sale is the core business of the Group and is also renowned for support of innovative Farming techniques which augment the core business. Further, in 2014 the Company has also entered into renewable energy projects for generation & sale of electricity.

JDW Sugar Mills Limited was incorporated in Pakistan on 31 May 1990 as a private limited company and was subsequently converted into a public limited company on 24 August 1991. The Company has three business segments.



Sugar

Co-Generation
Power

Corporate
Farms

Sugar

The JDW Sugar Segment comprises of three Sugar Mills, one 100% subsidiary company (DSML) and becomes the Largest Group which Contributes Approximately 13% of Country's Sugar Production. The Mills are located across the belt where Sucrose Recovery is highest in the Country.

JDW Unit-I

- Incorporated in May 1990
- Sugar Production Season 2023-24: 292,721 Tons
- Located at Rahim Yar Khan, Punjab

JDW Unit-II

- Acquired by JDW in Nov. 2005
- Sugar Production Season 2023-24: 225,211 Tons
- Located at Rahim Yar Khan, Punjab

JDW Unit-III

- Incorporated in Jun. 2006
- Sugar Production Season 2023-24: 225,866 Tons
- Located at Ghotki, Sindh

DSML

- Incorporated in Jul. 2010
- Sugar Production Season 2023-24: 177,720 Tons
- Located at Ghotki, Sindh

Sugarcane Corporate Farms

JDW Group is managing the largest Sugarcane Corporate Farms in the Country. JDW's unique farming techniques have also led to the capacity building of existing farmers thereby resulting in improved and reliable cane supply to JDW Group.

Punjab

12,759 Acres

Sindh

13,621 Acres

Total

26,380 Acres

Corporate Farms play a vital role in the development of sugarcane in the area and uninterrupted sugarcane supply during the crushing season and contribute annually 7% - 10% of the total sugarcane requirement of the Group.

Co-Gen Power Plants

JDW Commissioned two Co-Generation Bagasse Based Power Plants in the year 2014, which is a **value addition** to sugar manufacturing process. Electricity is being produced and exported it to National Grid by using **Bagasse as fuel** which is the by product of sugar process.

JDW II

26.6 MW

JDW III

26.8 MW

Total

53.4 MW

JDW's initiative in bagasse based Co-Gen is serving as a catalyst for the realization of the sugar industry's 2,500 MW Power Generation Potential.

Distillery Plant in Progress

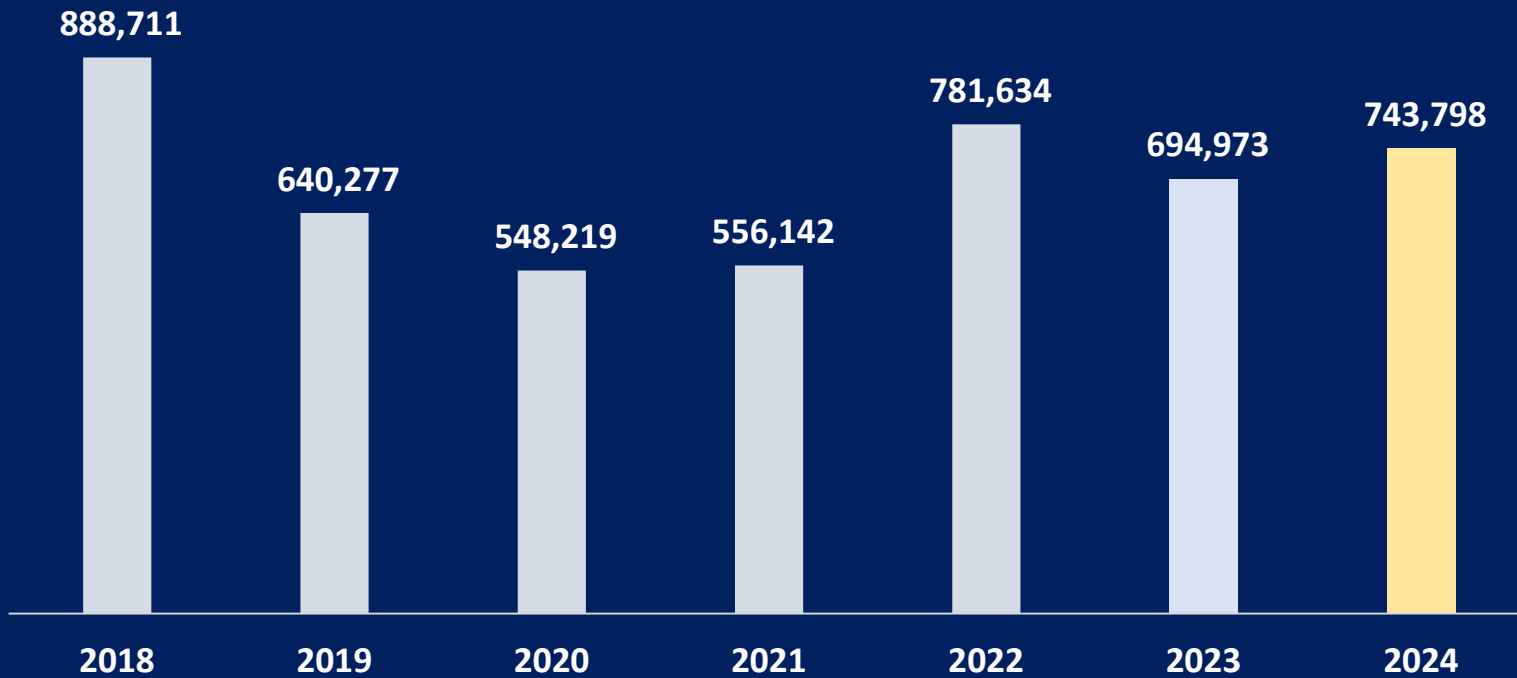
JDW has initiated the process to set up a distillery plant to produce Ethanol (ENA grade) which is a **value addition** to sugar manufacturing process. Ethanol is being produced from **Molasses** which is the by product of sugar process.

Plant Capacity 230,000 Ltrs. Per Day

Project will be commissioned during the **2nd quarter of current year i.e., 2025.**

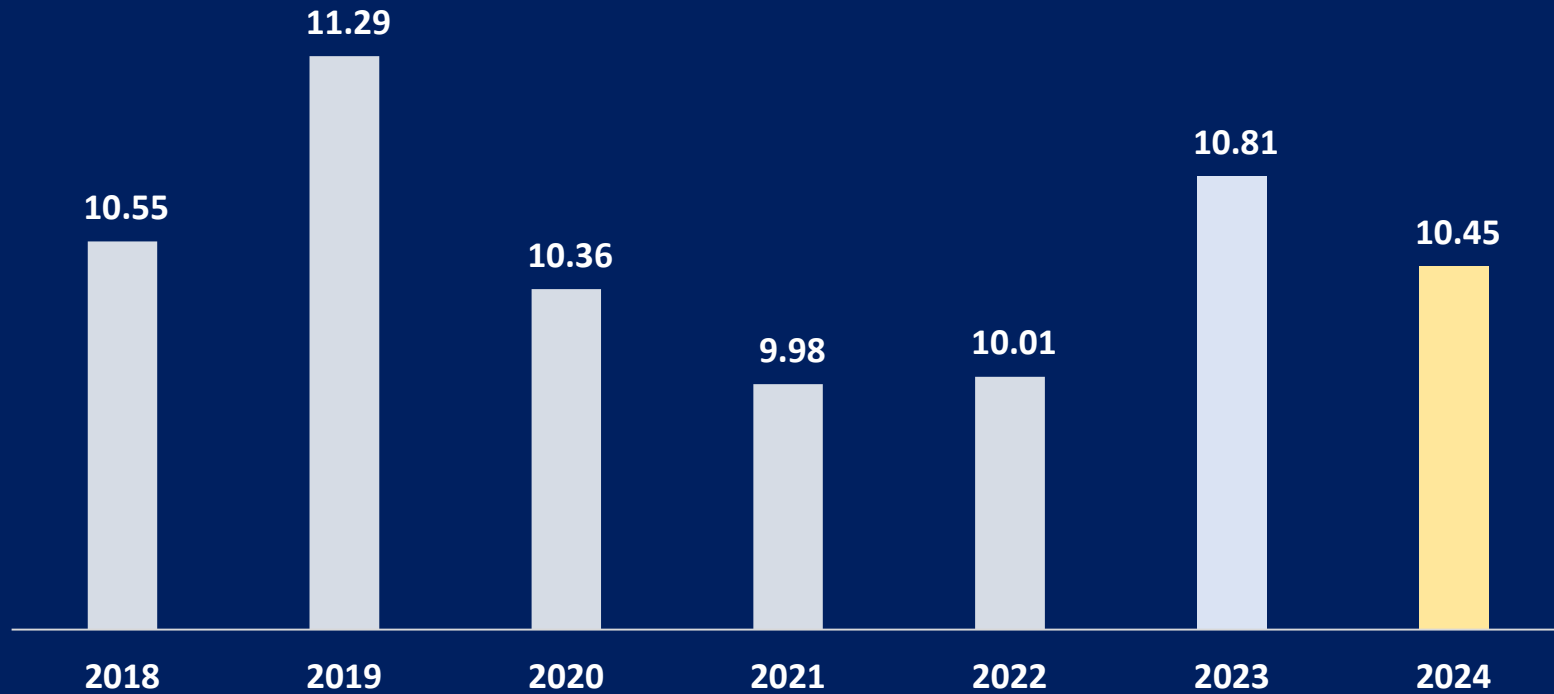
Operational Data

Sugar Production (M.Tons)



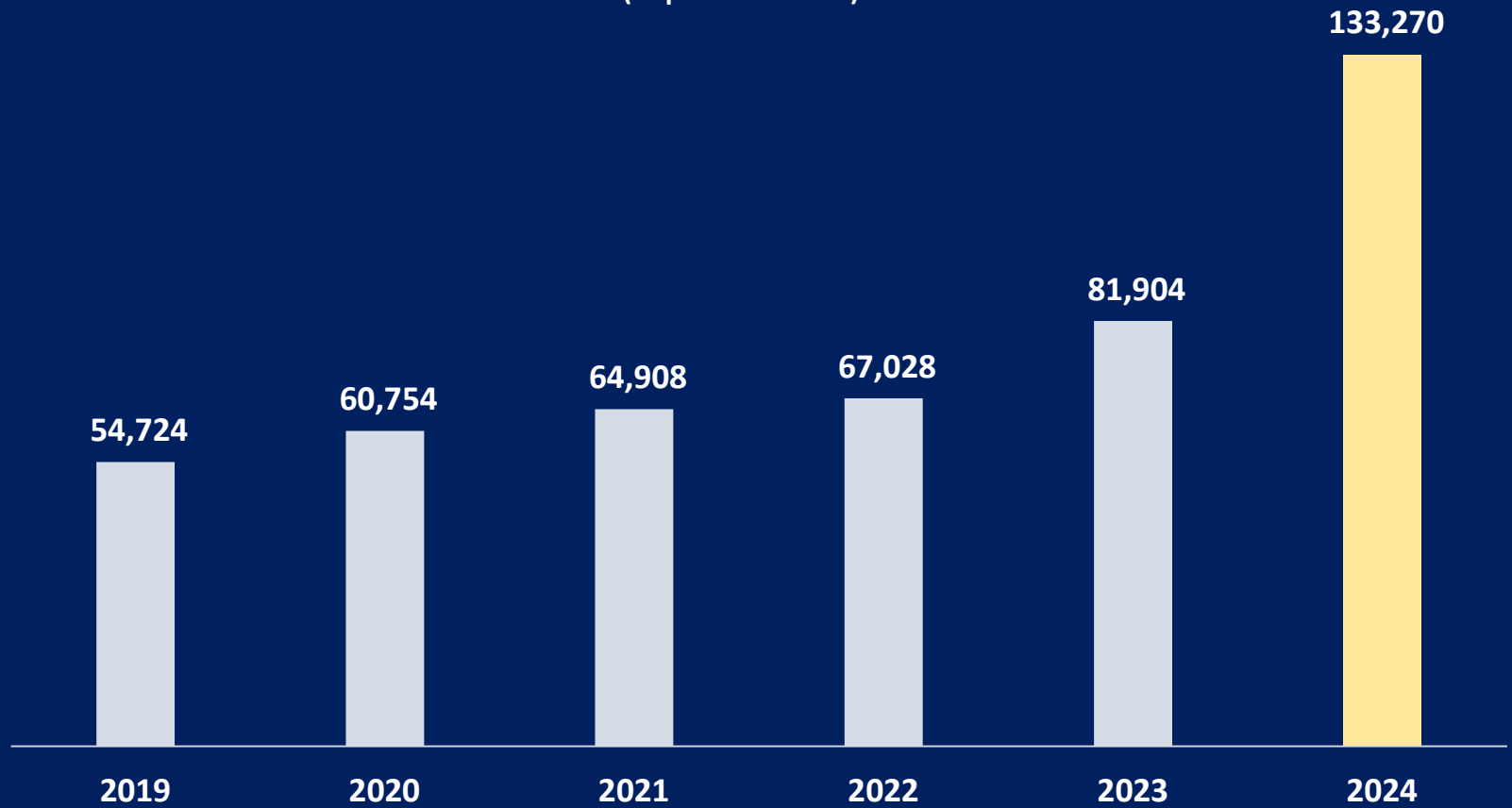
Operational Data

Sucrose Recovery (%age)



Financial Highlights

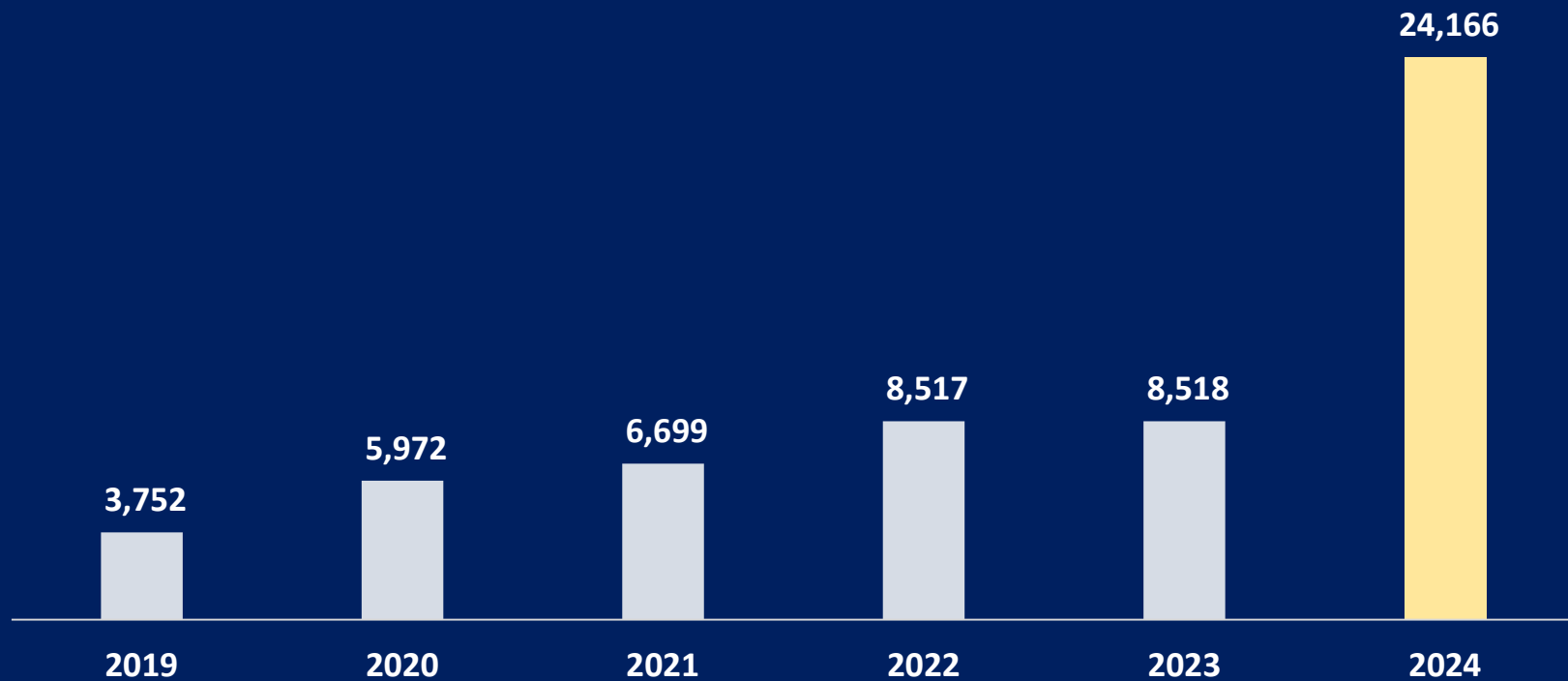
Gross Revenue (Rupees in Million)



Financial Highlights

Profit from Operations

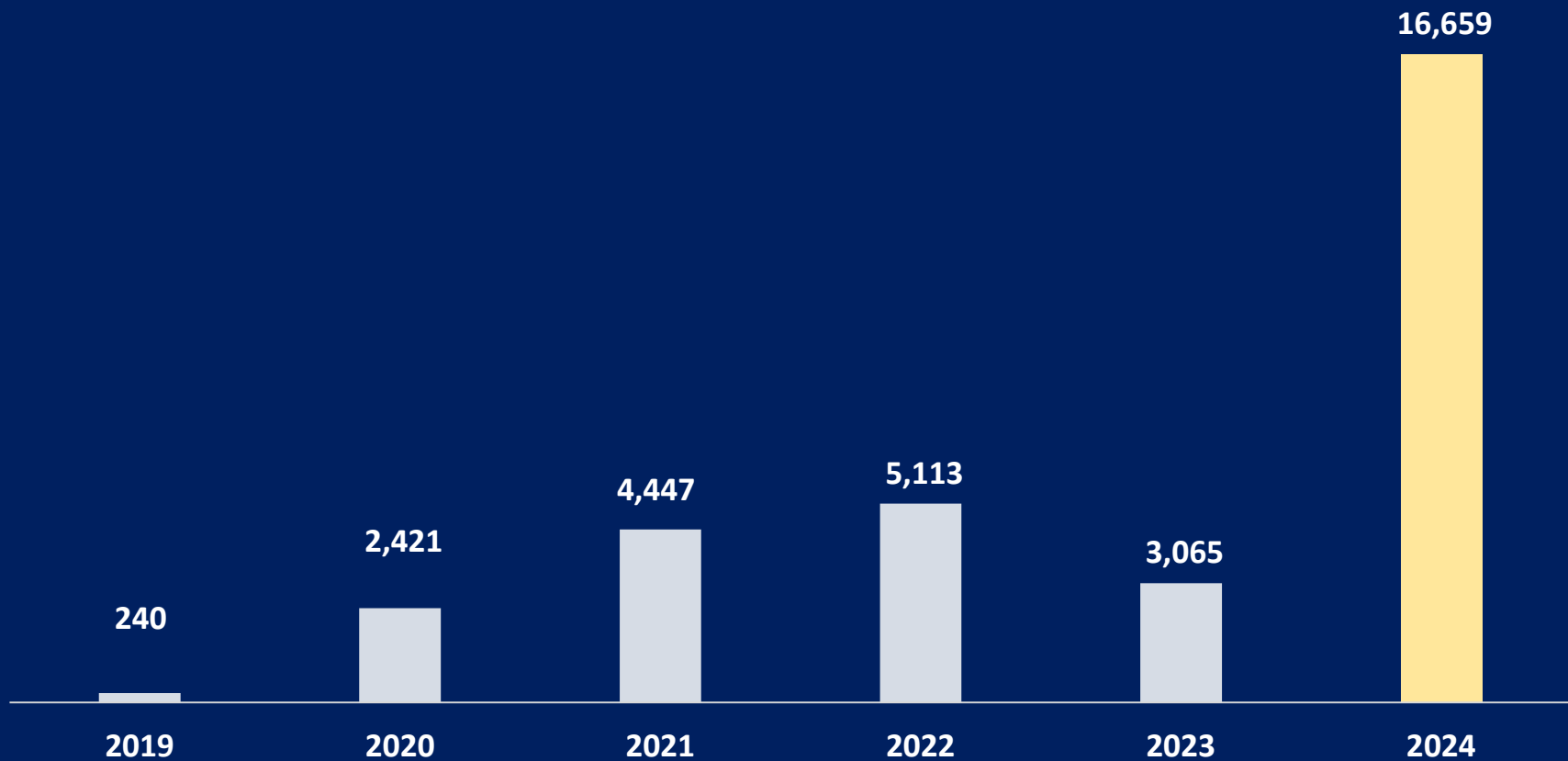
(Rupees in Million)



Financial Highlights

Profit before tax and levy

(Rupees in Million)



Dividend Payouts

- JDWSML paid its first ever Dividend in year 2000-01.
- Since 2000-01 the Company is making regular dividend payment except for three years.
- **Final cash dividend @ Rs. 30 per share (300%)** is being recommended by the Board of Directors in addition to Interim cash dividend of Rs. 20 per share (200%) already disbursed, **totaling to Rs. 50 per share (500%)** which is the highest ever. Last highest was Rs. 40 per share (400%) related to last year i.e. 2022-23.
- Paid up Capital of the Company is Rs. 578 Million. The Company **has so far paid dividend of Rs. 11.4 billion i.e., 20 times of paid up capital** has been returned to the shareholders.

Future Outlook

- Financial year 2024-25 seems to be a **favourable year for the Company**. Finance cost will be **reduced due to reduction in discount rates**, sucrose recovery may be **slightly better than last year and sugar prices are expected to remain favourable**. These few factors will have positive impact on profitability whereas, income from exports will be taxed under Normal Tax Regime instead of Final Tax Regime (FTR) which will have adverse impact on profitability of the Company.
- As a first step towards de-regulation of sugar industry for ongoing crushing season 2024-25, **the Provincial Governments have not notified support prices of sugarcane** for the crushing season 2024-25 and left the sugarcane prices at market forces. **Our Group is procuring sugarcane at the prevailing market prices at its all four sugar production units.**

Future Outlook

- Crushing season 2024-25 was started on 21 November 2024 in our all units of Punjab and Sindh and **on Group basis up to 25 January 2025 sugar produced was 507,715 tons with average sucrose recovery of 10.04%.**
- There has been **some increase in area under sugarcane cultivation for year 2024-25** but based on the crushing made so far it has been **observed that there has been 10% to 15 % decrease in yield per acre and sucrose recovery being achieved is also not better than last year.** There has been declining trend both in yield per acre and sucrose recovery so target production of 6.6 million tons fixed by the Federal Government will be difficult to achieve this year.

Questions & Answers

Thank You