

# Half Yearly Report

for the period ended 31 March 2024 (Un-audited)

## Continued Excellence



JDW Sugar Mills Limited



# OUR VISION IS

## to Create Opportunities for the Future.

Before bringing life to a vision we have to see it first and for that we need people who specialize in seeing the impossible. Here at JDW, we are proud of the visionary people we have who take up the responsibility of creating opportunities for the future, not only for our Company but for the whole community we operate in.

We believe life is about the betterment of the human condition; it's about social awareness, and random acts of kindness that weave the soul of humanity. Together, we all participate in weaving the social fabric; we should all therefore be patching the fabric when it develops holes. The change has begun, here at JDW, as we have started to unpack the challenges that encounter us, realizing that we each have a role that requires us to change and become more responsible for shaping our community and creating magic under JDW's vision. A vision in which everyone is benefited, be it our shareholders, the farmers or you.





# CONTENTS

## 01

### Company Review

06 Corporate Information

## 02

### Director's Review

10 Director's Review

# 03

## Condensed Interim Unconsolidated Financial Statements

- 18 Independent Auditors' Review Report to the Members
- 19 Unconsolidated Statement of Financial Position
- 20 Unconsolidated Statement of Profit or Loss
- 21 Unconsolidated Statement of Comprehensive Income
- 22 Unconsolidated Statement of Cash Flows
- 23 Unconsolidated Statement of Changes in Equity
- 24 Notes to the Unconsolidated Financial Statements

# 04

## Condensed Interim Consolidated Financial Statements

- 44 Directors' Review
- 46 Consolidated Statement of Financial Position
- 47 Consolidated Statement of Profit or Loss
- 48 Consolidated Statement of Comprehensive Income
- 49 Consolidated Statement of Cash Flows
- 50 Consolidated Statement of Changes in Equity
- 51 Notes to the Consolidated Financial Statements



An aerial photograph of an industrial complex, likely a steel mill, with several tall smokestacks emitting a light haze. In the foreground, there is a large, well-maintained area with many trees and some buildings. The entire image has a warm, golden-orange color cast.

# COMPANY REVIEW

06 Corporate Information



# CORPORATE INFORMATION

## Board of Directors

Mr. Jahangir Khan Tareen  
Director

Makhdoom Syed Ahmad Mahmud  
Director / Chairman

Mr. Raheel Masud  
Chief Executive Officer

Mrs. Samira Mahmud  
Syed Mustafa Mahmud

Mr. Ijaz Ahmed

Mr. Asim Nisar Bajwa

Mr. Zafar Iqbal

## Chief Operating Officer

Rana Nasim Ahmed

## Group Director (Finance) & CFO

Mr. Muhammad Rafique

## Company Secretary & Legal Head

Mr. Maqsood Ahmad Malhi

## Audit Committee

Mr. Zafar Iqbal  
Chairman / Member

Mrs. Samira Mahmud  
Member

Mr. Ijaz Ahmed  
Member

## HR & R Committee

Mr. Asim Nisar Bajwa  
Chairman / Member

Mrs. Samira Mahmud  
Member

Mr. Ijaz Ahmed  
Member

## Nomination Committee

Mr. Jahangir Khan Tareen  
Chairman / Member

Mr. Asim Nisar Bajwa  
Member

## Risk Management Committee

Mr. Jahangir Khan Tareen  
Chairman / Member

Mr. Asim Nisar Bajwa  
Member

## Corporate Social Responsibility Committee

Mr. Ijaz Ahmed  
Chairman / Member

Mr. Zafar Iqbal  
Member

## Share's Registrar

Corplink (Pvt.) Limited



## Banks & Financial Institutions

### Conventional

The Bank of Punjab  
Pak Kuwait Investment Company Limited  
Askari Bank Limited  
National Bank of Pakistan  
Allied Bank Limited  
MCB Bank Limited

Habib Bank Limited  
Pak Brunei Investment Company Limited  
Soneri Bank Limited  
United Bank Limited  
Standard Chartered Bank (Pakistan) Limited

### Islamic

Dubai Islamic Bank Pakistan Limited  
MCB Islamic Bank Limited  
Bank Alfalah Limited  
BankIslami (Pakistan) Limited  
Askari Bank Limited  
National Bank of Pakistan



#### Auditors

Riaz Ahmad, Saqib, Gohar & Co.  
Chartered Accountants



#### Legal Advisor

Cornelius, Lane & Mufti



#### Web Presence

[www.jdw-group.com](http://www.jdw-group.com)



#### Registered Office

17-Abid Majeed Road, Lahore  
Cantonment, Lahore, Pakistan



#### Mills

**Unit-I:** Mauza Shirin, Jamal  
Din Wali, District  
Rahim Yar Khan.

**Unit-II:** Machi Goth,  
Sadiqabad. District  
Rahim Yar Khan.

**Unit-III:** Mauza Lahuwali,  
Near Village  
Islamabad,  
District Ghotki.

**DSML:** Mauza Kamoo  
Shaheed,  
Taluka Ubauro,  
District Ghotki.

A large, semi-transparent yellow '02' is overlaid on a background of a building under construction at sunset. The building's steel frame is visible against the orange and yellow sky. The foreground is a dark, flat surface, possibly a road or parking lot. The overall mood is warm and industrial.

02



# DIRECTORS' REVIEW

10 Directors' Review



# DIRECTORS' REVIEW

## Dear Shareholders,

We, on behalf of the Board of Directors of JDW Sugar Mills Limited, are pleased to present the condensed interim financial statements of the Company for the half year ended on March 31, 2024 which has been duly reviewed by the external Auditors.

During the period under review, the Company has earned net profit after tax amounting to Rs. 7,887 million as compared to Rs. 1,155 million in the corresponding period last year resultantly earnings per share of the Company have gone up from Rs. 19.65 to Rs. 136.51. Gross profit ratio has also improved from 14% to 24%. All segments i.e., sugar, corporate sugarcane farms & power division have contributed positively in the overall profitability of the Company. Main reasons for this record profitability in the first half of the accounting year are briefly summarized below:

- I. There has been 64% increase in the gross turnover of the Company which has increased from Rs. 40 billion to Rs. 66 billion mainly owing to sale of carry over sugar stocks at favorable sugar prices.
- II. Substantial increase in the sugarcane support prices by the provincial governments and highest ever sugarcane yield per acre have made the Sugarcane Corporate Farms profitable this time. Previously sugarcane support prices never supported the corporate farming structure in Pakistan as in comparison to informal cultivation of sugarcane by the growers its operations always remained more expensive and that is why was unable to show better financial results in the past.
- III. Other income has also substantially increased from Rs. 411 million to Rs. 2,486 million mainly due to net fair value gain of sugarcane crop at the point of harvest caused by significant increase in yield per acre and higher sugarcane support prices.
- IV. Despite substantial increase in working capital and higher discount rate of SBP @ 22% in current period as compared to 20% in the corresponding period, the financial charges have increased just by Rs. 620 million compared to the similar period last year mainly due to early repayment of entire long-term loans during the month of October, 2023 which otherwise were to be repaid over a period of 3 years. The half yearly accounts under review are the first ever accounts of the company since 1992-93 in which long term loans of the company have become fully settled.

Daharki Sugar Mills (Pvt.) Limited (DSML), a 100% owned subsidiary of the Company has earned profit after tax amounting to Rs. 563 million as compared to profit after tax Rs. 354 million in the same period last year which is mainly attributable to sale of carry over sugar stocks at better sugar prices and saving in financial charges caused by early repayment of long-term debt.

Other salient features of the period under review are summarized below:

- For the crushing season 2023-24 which concluded on different dates for all the units, the following operating results were achieved:

## Operating Results

		2023 -24				2022-23			
		JDW-I	JDW-II	JDW-III	COMBINED	JDW-I	JDW-II	JDW-III	COMBINED
Sugarcane Crushed	M.Tons	2,791,792	2,190,916	2,136,832	7,119,540	2,698,673	2,003,727	1,724,264	6,426,664
Sugar Production	M.Tons	292,721	225,211	225,866	743,798	303,372	212,016	179,585	694,973
Sucrose Recovery	%Age	10.49	10.28	10.57	10.45	11.24	10.58	10.41	10.81
Molasses Production	M.Tons	117,431	94,120	91,930	303,481	118,684	93,780	77,347	289,811
Molasses Recovery	%Age	4.21	4.30	4.30	4.26	4.40	4.68	4.49	4.51

The Crushing season 2023-24 was started on 25 November 2023 in our units in Punjab and Sindh (Comparatively in 2022-23: crushing season was started in Punjab Units on 25 November 2022 and in Sindh Unit III on 28 November 2022). Sugarcane crushed this time by the Company was 11% higher than last crushing season whereas increase in sugar production was 7% caused by to 36 bps decrease in the sucrose recovery this time. Area under sugarcane cultivation for crushing season 2023-24 was lessor but due to increase in yield per acre the country was able to produce 6.8 million tons (against federal government target of 5.8 million tons) of sugar in the current season as compared to 6.7 million tons last crushing season.

DSML being wholly owned subsidiary of the Company has achieved the following operating results during crushing season 2023-24.

		2023-24	2022-23
Sugarcane Crushed	M.Tons	1,694,259	1,585,515
Sugar Production	M.Tons	177,720	165,410
Sucrose Recovery	%Age	10.49	10.43
Molasses Production	M.Tons	72,589	72,025
Molasses Recovery	%Age	4.28	4.54

For DSML, this time crushing season was started on 25 November 2023 (Comparatively in 2022-23: crushing season was started on 27 Nov 2022) and there has been 7% increase in the sugarcane crushing whereas increase in sugar production was also 7% due to 6 bps increase in the sucrose recovery.

For crushing season 2023-24, notified support prices of sugarcane have again been enhanced to Rs. 400 from Rs. 300 per 40 kgs in Punjab (33.33 % increase) and to Rs. 425 from Rs. 302 per 40 kgs in the Province of Sindh (40.72% increase). The Company purchased sugarcane in Punjab at Rs. 425 per 40 kgs from start of the crushing season which was Rs. 25 per 40 kgs above the support price whereas ultimate average sugarcane cost of the Company was achieved at the end of the crushing season 2023-24 was Rs. 430 per 40 kgs. This increase in the cost of sugarcane ultimately resulted in increasing the production cost of sugar. Prices of sugarcane which is a major cost component are determined by the Provincial Governments every year whereas prices of sugar are left on the market forces and at the mercy of Government administration especially in the province of Punjab causing big challenge and risk for the sugar industry. During crushing season 2023-24 majority of the sugar mills sold sugar at below cost and incurred losses. Production cost is too high compared to prevailing sugar prices in the country. Also, there is a gap between imported and local sugar prices and at present its approx. 80%. Also prevailing retail prices in the country net of sales tax are the lowest in the world. Lowest compared to Brazil as well the largest sugar producer in the world. There is a need to rationalize sugar prices upward by taking appropriate measures to bridge these gaps so that growers can get better prices of sugarcane based on international prices of this commodity and also sugar industry can survive and make reasonable profits. Federal Government has exercised better controls over smuggling of sugar but accumulation of this commodity in the country due to this measure is not being allowed for export resulting in surplus sugar stocks of approx. 1.5 million tons by 30th November, 2024 which have currently depressed local sugar prices, making them financial unviable for the sugar industry.

On 1st December, 2023 carryover sugar stocks were approx. 0.7 million tons available in the country and international sugar prices were around USD 750 per ton but Federal Government has not taken timely decisions to export some quantity out of this surplus. Consequently, international prices now have dropped from USD 750 per ton to USD 529 per ton causing foreign exchange loss of approx. 200 USD per ton to the country and sugar industry has been deprived from making profits.

### Other Salient Features:

- The balance sheet size has increased to Rs. 109 billion from Rs. 52 billion. Accumulated reserves are approximately 39 times of the paid-up capital of the Company.
- The Company is fulfilling its all financial obligations on time and enjoys cordial relationship with all the financial institutions it's dealing with.
- As usual growers' payment has remained our top priority being one of the main keys of our success. Despite difficult and most un-favorable circumstances for the sugar industry, the Company had taken the initiative in year 2017-18 for making growers' payments on priority basis through their bank accounts and our efforts are very well appreciated by the growers. The Company also regularly provides financial assistance and technical support to its growers. Due to these policies and preferential treatment to growers, the Company enjoys excellent relationship with them.
- Alhamdulillah, VIS Credit Rating Company Limited (VIS) has upgraded the entity ratings of JDW Sugar Mills Limited (JDWS) at 'AA-/A-1' (Double A Minus/A-One) on 13 May 2024. The medium to long-term rating of 'AA-' denotes good credit quality coupled with adequate protection factors. Moreover, risk factors may vary with possible changes in the economy. The short-term rating of 'A-1' denotes high certainty of timely payment, excellent liquidity factors and supported by good fundamental protection factors. Outlook on the assigned ratings is 'Stable'. This is another milestone for JDW Group to achieve the highest credit ratings in the sugar Industry.
- In view of better profitability, the Board of Directors is pleased to announce interim cash dividend of Rs. 20 per share i.e., 200% (31 March 23: Rs. 10 per share i.e., 100%) for the half year ended 31 March 2024.
- On Group basis an amount of Rs. 405 million is also due from the Government of Sindh on account of subsidy for sugar exports made in the year 2017-18. Sugar Mills in Sindh province has filed a petition in Sindh High Court for recovery of this amount from the Sindh Government. Approx. Rs. 3 billion of all sugar mills in Sindh is stuck up causing liquidity issues for the mills. Federal Government and Government of Punjab have already released their share of export subsidies almost five (05) years ago. Sugar mills in Sindh filed a writ petition in the Sindh High Court for recovery of this amount and Honorable Sindh High Court has ordered the Sindh Government for release of these funds during the first quarter of the financial year 2023-24 which has not been complied by the Sindh Government so far.
- Financial year 2023-24 seems to be more challenging due to prevailing economic conditions of the country, increase in discount rate by SBP is causing drastic increase in the finance cost of the Company, higher inflation and increase in sugarcane support prices by the provinces have substantially increased the production cost of sugar with no adequate corresponding increase in the sugar prices.
- With the grace of Allah, we are maintaining continued good performance and want to focus more on further reduction of the financial cost of the company by efficiently managing the working capital requirements but the State Bank of Pakistan is continuing to maintain base rate at 22% and not reducing it which will result in increasing the financial cost of the Company and may adversely affect the profitability of the Company in future. Due to increase in sugarcane prices and prices of other inputs the working capital requirements of the Company has increased substantially which may negatively affect the profitability of the Company due to higher financial charges.

29 May 2024  
Lahore

Chief Executive Officer

Director



- الحمد للہ، VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ (VIS) نے 13 مئی 2024ء کو JDW شوگر ملز لمیٹڈ (JDWS) کی ادارہ بندی کو 'AA-/A-1' (ڈبیل اے ماہنس/اے ون) پر اپ گریڈ کیا ہے۔ 'AA-' کی وسط سے طویل مدتی درجہ بندی اچھی کریڈٹ کوالٹی کو ظاہر کرتی ہے جو بہتر حفاظتی عوامل میں سے ایک ہے۔ مزید برآں، خطرناک عوامل معیشت میں کمزور تبدیلی کے باعث تبدیل ہو سکتے ہیں۔ 'A-1' کی قلیل مدتی درجہ بندی بروقت ادائیگی میں بلند یقین، بہترین کیویٹیڈی عوامل اور بنیادی حفاظتی عوامل کو ظاہر کرتی ہے۔ مقررہ درجہ بندی پر مستقبل کا منظر نامہ "مستحکم" قرار دیا گیا ہے۔ چینی کی صنعت میں بلند ترین کریڈٹ ریٹنگ حاصل کرنا JDW گروپ کے لئے ایک اور سنگ میل عبور کرنے کے مساوی ہے۔
- بہتر منافع کی روشنی میں، بورڈ آف ڈائریکٹرز 31 مارچ 2024ء کو اختتام پذیر نصف سال کے لئے 20 روپے فی حصص یعنی 200% (31 مارچ 2023ء: 10 روپے فی حصص یعنی 100%) عبوری منافع منقسمہ کا ازارہ مسرت اعلان کرتے ہیں۔
- گروپ کی بنیاد پر سال 18-2017 میں برآمدگی چینی کے لئے سسڈی کی بابت حکومت سندھ سے 405 ملین روپے کی رقم واجب الوصول ہے۔ صوبہ سندھ کی شوگر ملوں نے حکومت سندھ سے اس رقم کے حصول کے لئے سندھ ہائی کورٹ میں درخواست دائر کر رکھی ہے۔ تمام شوگر ملوں کے تقریباً 3 بلین روپے چھٹے ہوئے ہیں جس سے وہ کیویٹیڈی مسائل کا شکار رہی۔ وفاقی حکومت اور حکومت پنجاب نے تقریباً پانچ (05) قبل برآمدی سسڈی کی بابت اپنا حصہ پہلے ہی ادا کر دیا ہے۔ سندھ کی شوگر ملوں نے اس رقم کے حصول کے لئے سندھ ہائی کورٹ میں رٹ پیشین دائر کی ہے اور فاضل سندھ ہائی کورٹ نے حکومت سندھ کو مالیاتی سال 24-2023 کی پہلی سہ ماہی میں یہ رقم جاری کرنے کا حکم دیا ہے لیکن تا حال حکومت سندھ نے اس پر عمل نہیں کیا ہے۔
- مالیاتی سال 24-2023 ملک میں جاری معاشی حالات اور SBP کی جانب سے ڈسکاؤنٹ ریٹ میں اضافہ کے باعث مزید مشکل دکھائی دے رہا ہے جس سے کمپنی کی قرضوں پر لاگت، مہنگائی اور وصولیوں کی جانب سے چینی کی اسپورٹ پرائس میں بے انتہا اضافہ ہوا ہے جس نے چینی کی پیداواری لاگت میں اضافہ کیا لیکن اس نسبت سے چینی کی قیمتوں میں اضافہ نہیں کیا گیا۔
- الحمد للہ، ہم لگاتار اچھی کارکردگی دکھا رہے ہیں اور سرمایہ زیر کار کی ضروریات کو مناسب انداز میں منظم کر کے کمپنی کی قرضوں کی لاگت میں مزید کمی پر توجہ دینا چاہتے ہیں لیکن اسٹیٹ بینک آف پاکستان نے 22% کا میں ریٹ برقرار رکھا ہوا ہے اور اس میں کمی نہیں کر رہا جس سے کمپنی کی قرضوں کی لاگت میں اضافہ ہوگا اور مستقبل میں کمپنی کے منافع پر منفی اثرات مرتب ہوں گے۔ گئے کی قیمت اور دیگر پیداواری عناصر کی قیمتوں میں اضافے کے باعث کمپنی کے زیر کار سرمایہ کی ضروریات میں نمایاں اضافہ ہوا ہے جو قرضوں پر بلند لاگت کے باعث کمپنی کے منافع پر منفی اثرات کر سکتا ہے۔

لاہور

ڈائریکٹر

چیف ایگزیکٹو

29 مئی 2024ء

باعث گذشتہ کرشنگ سیزن میں 6.7 ملین ٹن کی نسبت حالیہ سیزن میں ملک بھر میں چینی کی پیداوار 6.8 ملین ٹن رہی (وفاقی حکومت کے 5.8 ملین ٹن ہدف کے مقابلے میں)۔

کمپنی کی کل ملکیتی ذیلی کمپنی DSML نے کرشنگ سیزن 2023-24 میں مندرجہ ذیل آپریٹنگ نتائج حاصل کئے:

2022-23	2023-24		
1,585,515	1,694,259	میٹرک ٹن	گنے کی پہائی
165,410	177,720	میٹرک ٹن	چینی کی پیداوار
10.43	10.49	فیصد%	چینی کی پیداواری تناسب
72,025	72,589	میٹرک ٹن	راب کی پیداوار
4.54	4.28	فیصد%	راب کی پیداواری تناسب

DSML کے لئے اس مرتبہ کرشنگ سیزن کا آغاز نومبر 2023 کو ہوا (2022-23 کی نسبت)؛ کرشنگ سیزن کا آغاز 27 نومبر 2022 کو ہوا اور گنے کی کرشنگ میں 7% اضافہ ریکارڈ ہوا جب کہ سکروریکوری میں 6bps اضافے کے باعث چینی کی پیداواری بھی 7% اضافہ ہوا۔

کرشنگ سیزن 2023-24 کے لئے گنے کی مقرر کردہ سپورٹ پرائس میں پنجاب میں دوبارہ 300 روپے سے 400 روپے فی من اضافہ (33.33% اضافہ) کر دیا گیا جب کہ صوبہ سندھ میں 302 سے 425 روپے فی من اضافہ (40.72% اضافہ) ہوا۔ کمپنی نے کرشنگ سیزن کے آغاز سے سپورٹ پرائس سے 25 روپے فی من زائد پر 425 روپے فی من کی شرح سے گنا خرید کیا جب کہ کرشنگ سیزن کے اختتام پر کمپنی نے گنے کی اوسط لاگت 430 روپے فی من برداشت کی۔ گنے کی لاگت میں اس اضافے نے چینی کی قیمت میں اضافے کو ہوا دی۔ لاگت کے بنیادی جزو گنے کی قیمتوں کا تعین ہر سال صوبائی حکومتیں کرتی ہیں جب کہ چینی کی قیمتوں کو منڈی کے عوامل اور خصوصاً صوبہ پنجاب میں حکومتی انتظامیہ پر چھوڑ دیا جاتا ہے جس کے باعث چینی کی صنعت کو بڑے چیلنج اور خطرات کا سامنا کرنا پڑتا ہے۔ کرشنگ سیزن 2023-24 کے دوران چینی کی زیادہ تر صنعتوں نے چینی لاگت سے کم قیمت پر فروخت کی اور نقصان برداشت کیا۔ ملک میں رائج چینی کی قیمتوں کے مقابلے میں پیداواری لاگت بہت زیادہ ہے۔ اور فی الوقت درآمدی اور ملکی چینی کی قیمت میں تقریباً 80% کا فرق ہے۔ ملک میں حالیہ ریشیل پرائس بھی دنیا بھر میں کم ترین سطح پر ہے۔ جو دنیا میں چینی کی سب سے زیادہ پیداوار کے حامل ملک برازیل کے مقابلے میں بھی کم ترین ہے۔ اس غلاء کو پر کرنے کے لئے چینی کی قیمت میں اضافے کے لئے مناسب اقدامات کی ضرورت ہے تاکہ کاشتکار اس جنس کی بین الاقوامی قیمتوں کے مطابق گنے کی بہتر قیمت حاصل کر سکیں اور چینی کی صنعت بچ جائے اور معقول منافع حاصل کرے۔ وفاقی حکومت نے چینی کی سگلائنگ پروگرام کو روٹائی کی ہے لیکن اس اقدام کے باعث ملک میں جمع کی گئی چینی کو برآمد کرنے کی اجازت نہیں دی جارہی جس کے نتیجے میں 30 نومبر 2024 تک چینی کے تقریباً 1.5 ملین ٹن کے اضافی ذخائر موجود ہوں گے جس کے باعث ملکی سطح پر چینی کی قیمتوں میں کمی واقع ہوئی ہے جو مالیاتی لحاظ سے چینی کی صنعت کے لئے بالکل مناسب نہیں۔

یکم دسمبر 2023ء کو ملک میں اضافی چینی کے ذخائر تقریباً 0.7 ملین ٹن تھے اور چینی کی بین الاقوامی قیمت 750 ڈالر فی ٹن تھی لیکن وفاقی حکومت نے اضافی چینی سے کچھ مقدار برآمد کرنے کا بروقت فیصلہ نہیں لیا۔ جس کے نتیجے میں، اب بین الاقوامی قیمتیں 750 ڈالر فی ٹن سے کم ہو کر 529 ڈالر فی ٹن ہو گئی ہیں جسے کے باعث ملک کو تقریباً 200 ڈالر فی ٹن کا زرمبادلہ کا نقصان ہوا اور چینی کی صنعت منافع حاصل کرنے سے محروم رہی۔

## دیگر نمایاں خصوصیات

- ٹیلیس شیٹ کا سائز 52 ملین روپے سے 109 ملین روپے تک بڑھ گیا۔ مجموعی ذخائر کمپنی کے ادا شدہ سرمایہ سے تقریباً 39% گنا زائد ہیں۔
- کمپنی اپنے مالیاتی فرائض بروقت ادا کرتی ہے اور مالیاتی اداروں کے ساتھ اچھے تعلقات قائم رکھے ہیں۔
- حسب معمول کاشتکاروں کی ادائیگی ہماری اولین ترجیح رہی ہے جو ہمارے پرائسز کے بنیادی جزو میں سے ایک ہیں۔ چینی کی صنعت کے لئے مشکل ترین اور نامساعد حالات کے باوجود کمپنی نے سال 2017-18 میں بینک اکاؤنٹس کے ذریعے کاشتکاروں کو ترجیحی بنیادوں پر ادائیگی کے احسن اقدام اٹھایا اور کاشتکاروں ہماری اس کاوش کو بہت سراہا۔ کمپنی اپنے کاشتکاروں کو مالیاتی معاونت اور تکنیکی سپورٹ بھی باقاعدگی سے مہیا کرتی ہے۔ ان پالیسیوں اور کاشتکاروں کے ساتھ ترجیحی سلوک کے باعث ان کے ساتھ کمپنی کے مضبوط تعلقات ہیں۔

# ڈائریکٹرز کا جائزہ

## عزیزہ حصص داران،

JDW شوگر ملز لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ہم 31 مارچ 2024ء کو اختتام پذیر نصف سال کے لئے بیرونی آڈیٹرز کے باقاعدہ جائزے کے بعد کمپنی کی تجدیدوری مالیاتی اسٹیٹمنٹس اذراہ سرت پیش کرتے ہیں۔

زیر جائزہ دورانیہ میں کمپنی نے گزشتہ برس کی اسی مدت میں 1,155 ملین روپے کی نسبت 7,887 ملین روپے کا خالص منافع علاوہ ٹیکس حاصل کیا جس کے نتیجے میں کمپنی کی فی حصص آمدنی 19.65 روپے سے بڑھ کر 136.51 روپے ہو گئی۔ مجموعی منافع کے تناسب میں بھی 14% سے 24% بہتری ہوئی۔ چینی، گنے کے کاروباری فارمز اور پارڈویشن جیسے تمام شعبوں نے چینی کے مجموعی منافع میں مثبت کردار ادا کیا۔ مالیاتی سال کے پہلے نصف حصے میں اس ریکارڈ منافع کی بنیادی وجوہات کا خلاصہ حسب ذیل ہے:

- I. کمپنی کے مجموعی ٹرن اور میں 64% اضافہ ہوا جو چینی کی سازگار قیمتوں پر چینی کے پچھلے سال کے ذخائر کی فروخت کے باعث 40 ملین روپے سے بڑھ کر 66 ملین روپے ہو گیا۔
- II. صوبائی حکومت کی جانب سے گنے کی سپورٹ پرائس میں نمایاں اضافہ اور گنے کی پیداوار میں تاریخی فی ایکڑ پیداوار سے اس مرتبہ گنے کے کاروباری فارمز کو منافع بخش بنایا۔ ماضی میں گنے کی سپورٹ پرائس نے کاشتکاروں کی جانب سے گنے کی رقمی کٹائی کے مقابلے میں کبھی پاکستان میں کاروباری فارمز تک ڈھانچے کو سہارا نہیں دیا کیونکہ روایتی طریقوں میں لاگت بہت زیادہ ہوتی ہے اور یہی وجہ ہے کہ ماضی میں ہمیں بہتر مالیاتی نتائج نظر نہیں آئے۔
- III. گنے کی فی ایکڑ پیداوار میں نمایاں اضافہ اور گنے کی بلند سپورٹ پرائس کے باعث کٹائی کے موقع پر گنے کی فصل میں خالص فیور ویلیو آمدنی کی وجہ سے دیگر آمدنی میں بھی 411 ملین روپے سے بڑھ کر 2,486 ملین روپے ہو گئی۔
- IV. زیر کار سرمایہ میں واضح اضافہ اور گزشتہ مدت میں 20% کے مقابلے میں حالیہ مدت کے دوران SBP کی 22% شرح سود کے باوجود، اکتوبر 2023ء میں طویل مدتی قرضوں کی مکمل اور قبل از وقت ادائیگی (جنہیں 3 سال کی مدت میں ادا کرنا تھا) کے باعث مالیاتی اخراجات میں گزشتہ برس کی اسی مدت کی نسبت 620 ملین روپے کا اضافہ ریکارڈ ہوا۔ زیر جائزہ نصف سال کا 2023-23 کے بعد کمپنی کے بہترین کھاتے ہیں جس میں کمپنی کے طویل مدتی قرضہ جات مکمل طور پر ادا کر دیئے گئے۔

کمپنی کی 100% ملکیتی و پلی کمپنی ڈسٹر کی شوگر ملز (پرائیویٹ) لمیٹڈ (DSML) نے گزشتہ برس کی اسی مدت میں 354 ملین روپے منافع علاوہ ٹیکس کی نسبت 563 ملین روپے منافع علاوہ ٹیکس حاصل کیا جسے چینی کے پچھلے سال کے، بہتر قیمت پر فروخت اور طویل مدتی قرضے کی قبل از وقت ادائیگی کے باعث، مالیاتی اخراجات میں بچت سے منسوب کیا جاتا ہے۔

- کرشنگ بیزن 2023-24 کے لئے، جو تمام پٹنٹس میں مختلف تاریخوں میں واقع ہوا، مندرجہ ذیل آپریٹنگ نتائج حاصل کئے گئے:

## آپریٹنگ نتائج

مجموعہ	2022-23				2023-24				
	JDW-3	JDW-2	JDW-1	مجموعہ	JDW-3	JDW-2	JDW-1		
کٹنے کی کرشنگ (پہاٹی)	6,426,664	1,724,264	2,003,727	2,698,673	7,119,540	2,136,832	2,190,916	2,791,792	بیمزکن
چینی کی پیداوار	694,973	179,585	212,016	303,372	743,798	225,866	225,211	292,721	بیمزکن
چینی کی پیداواری تناسب	10.81	10.41	10.58	11.24	10.45	10.57	10.28	10.49	بیسڈ%
راب کی پیداوار	289,811	77,347	93,780	118,684	303,481	91,930	94,120	117,431	بیمزکن
راب کی پیداواری تناسب	4.51	4.49	4.68	4.40	4.26	4.30	4.30	4.21	بیسڈ%

پنجاب اور سندھ کے ہمارے پٹنٹس میں کرشنگ بیزن 2023-24 کا آغاز 25 نومبر 2023ء کو ہوا (سال 2022-23 میں پنجاب میں کرشنگ بیزن کا آغاز 25 نومبر 2022ء اور سندھ کے پٹنٹ III میں 28 نومبر 2022ء کو آغاز ہوا)۔ کمپنی کی طرف سے اس بار گنے کی کرشنگ گزشتہ بیزن کے مقابلے میں 11% زیادہ تھی جبکہ چینی کی پیداوار میں 7% اضافہ ہوا جبکہ سکروڈ کی ریکوری میں 36bps تک کمی ہوئی۔ کرشنگ بیزن 2023-24 کے لئے گنے کا زیر کاشت رقبہ تقسیم تھا لیکن فی ایکڑ پیداوار میں اضافے کے







# CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

- 18 Independent Auditors' Review Report to the Members
- 19 Unconsolidated Statement of Financial Position
- 20 Unconsolidated Statement of Profit or Loss
- 21 Unconsolidated Statement of Comprehensive Income
- 22 Unconsolidated Statement of Cash Flows
- 23 Unconsolidated Statement of Changes in Equity
- 24 Notes to the Unconsolidated Financial Statements

## INDEPENDENT AUDITORS'

### Review Report to the Members of JDW Sugar Mills Limited Report on Review of Condensed Interim Unconsolidated Financial Statements

#### Introduction

We have reviewed the accompanying condensed interim unconsolidated statement of financial position of **JDW Sugar Mills Limited** as at 31 March 2024 and the related condensed interim unconsolidated statement of profit or loss, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of changes in equity, and condensed interim unconsolidated statement of cash flows, and notes to the condensed interim unconsolidated financial statements for the half year then ended (here-in-after referred to as "condensed interim unconsolidated financial statements"). Management is responsible for the preparation and presentation of these condensed interim unconsolidated 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 condensed interim unconsolidated financial statements based on our review.

The figures of the condensed interim unconsolidated statement of profit or loss and condensed interim unconsolidated statement of comprehensive income for the quarters ended 31 March 2024 and 31 March 2023 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 March 2024.

#### 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 condensed interim unconsolidated 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 condensed interim unconsolidated financial statements are not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Muhammad Ali Rafique.

*Riaz Ahmad, Saqib, Gohar & Co.*

29 May 2024  
Lahore

Riaz Ahmad, Saqib, Gohar & Company  
Chartered Accountants

UDIN: RR202410098jUhtLDQYF

**RIAZ AHMAD, SAQIB, GOHAR & CO.**  
Chartered Accountants

Building No.35 - D / E, Ali Block, New Garden Town, Lahore.  
Tel: (92-42) 35940246-7, Fax: (92-42) 35940248  
Email: rasg@rasgco.com, Website: www.rasgco.com  
Corporate Office at Karachi & Regional Office at Islamabad.

A member of **agn**  
INTERNATIONAL

# CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

As at 31 March 2024

	Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital	6	577,766,610	577,766,610
Share premium reserve		678,316,928	678,316,928
Accumulated profit		21,755,941,340	14,735,295,329
		<u>23,012,024,878</u>	<u>15,991,378,867</u>
<b>NON-CURRENT LIABILITIES</b>			
Long term finances - secured	7	-	-
Lease liabilities	8	1,605,501,884	1,971,251,988
Deferred taxation		1,217,475,087	319,487,885
		<u>2,822,976,971</u>	<u>2,290,739,873</u>
<b>CURRENT LIABILITIES</b>			
Short term borrowings	9	48,830,503,052	7,192,529,027
Current portion of non-current liabilities		1,376,188,268	7,339,156,750
Trade and other payables	10	4,390,061,916	3,023,944,806
Advances from customers	11	25,588,651,698	15,335,981,447
Unclaimed dividend		54,303,759	52,850,040
Accrued profit / interest / mark-up		1,954,003,071	674,037,003
Provision for taxation		1,398,519,760	-
		<u>83,592,231,524</u>	<u>33,618,499,073</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	12	<u>109,427,233,373</u>	<u>51,900,617,813</u>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	13	20,267,426,652	19,512,840,544
Right-of-use assets	14	2,466,254,755	2,540,480,809
Investment property	15	317,840,212	317,840,212
Intangibles		608,310,693	608,650,648
Long term investments	16	1,049,752,500	1,049,752,500
Long term deposits		232,036,476	149,264,734
Retirement benefits		33,562,078	44,469,926
		<u>24,975,183,366</u>	<u>24,223,299,373</u>
<b>CURRENT ASSETS</b>			
Short term investments	17	4,817,680,059	1,067,680,059
Biological assets	18	947,044,644	3,605,862,039
Stores, spare parts and loose tools		2,862,754,256	2,428,431,679
Stock-in-trade	19	62,624,515,948	15,822,918,641
Trade receivables		6,666,138,036	3,177,651,602
Advances, deposits, prepayments and other receivables	20	1,139,310,088	1,237,415,156
Advance tax - net		-	178,768,184
Cash and bank balances	21	5,394,606,976	158,591,080
		<u>84,452,050,007</u>	<u>27,677,318,440</u>
		<u>109,427,233,373</u>	<u>51,900,617,813</u>

The annexed notes from 1 to 31 form an integral part of this condensed interim unconsolidated financial statements.

Chief Financial Officer

Chief Executive

Director



# CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the half year and quarter ended 31 March 2024

	Note	Six months ended		Three months ended	
		31-Mar-24 Rupees	31-Mar-23 Rupees	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>Gross revenue</b>		66,166,130,774	40,318,859,466	34,680,878,535	23,626,351,860
Sales tax and others		(7,796,473,331)	(3,872,447,956)	(3,480,978,019)	(1,860,152,315)
<b>Revenue from contracts with customers</b>	22	58,369,657,443	36,446,411,510	31,199,900,516	21,766,199,545
Cost of revenue		(44,342,547,109)	(31,428,089,612)	(26,667,823,309)	(18,411,345,690)
<b>Gross profit</b>		14,027,110,334	5,018,321,898	4,532,077,207	3,354,853,855
Administrative expenses		(1,613,936,133)	(1,339,321,093)	(930,007,782)	(772,816,498)
Selling expenses		(45,139,262)	(43,915,548)	(26,724,434)	(28,309,288)
Other income	23	2,486,468,444	410,872,822	1,726,622,572	322,841,767
Other expenses	24	(773,585,790)	(87,171,480)	(169,229,514)	(73,555,385)
		53,807,259	(1,059,535,299)	600,660,842	(551,839,404)
<b>Profit from operations</b>		14,080,917,593	3,958,786,599	5,132,738,049	2,803,014,451
Finance cost		(3,029,646,485)	(2,409,542,973)	(2,203,831,665)	(1,510,857,215)
<b>Profit before taxation</b>		11,051,271,108	1,549,243,626	2,928,906,384	1,292,157,236
Taxation		(3,163,975,182)	(394,402,053)	(33,479,331)	(592,167,335)
<b>Profit for the period</b>		7,887,295,926	1,154,841,573	2,895,427,053	699,989,901
<b>Earnings per share - basic and diluted</b>	25	136.51	19.65	50.11	12.11

The annexed notes from 1 to 31 form an integral part of this condensed interim unconsolidated financial statements.

Chief Financial Officer

Chief Executive

Director

## CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For the half year and quarter ended 31 March 2024

	Six months ended		Three months ended	
	31-Mar-24 Rupees	31-Mar-23 Rupees	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>Profit for the period</b>	7,887,295,926	1,154,841,573	2,895,427,053	699,989,901
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>7,887,295,926</b>	<b>1,154,841,573</b>	<b>2,895,427,053</b>	<b>699,989,901</b>

The annexed notes from 1 to 31 form an integral part of this condensed interim unconsolidated financial statements.

# CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)

For the half year ended 31 March 2024

	Note	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		11,051,271,108	1,549,243,626
<b>Adjustments for non-cash income and expenses:</b>			
Finance cost		3,029,646,485	2,406,270,601
Depreciation of operating fixed assets		1,036,948,064	914,767,050
Depreciation of right-of-use assets		879,445,951	713,915,208
Workers' Profit Participation Fund		590,573,674	81,820,755
Staff retirement benefits		192,507,441	143,435,189
Sugarcane roots written off		195,770,168	185,609,872
Workers' Welfare Fund		169,628,697	5,350,725
Foreign exchange loss / (gain)		13,383,419	(26,904,469)
Amortization of intangible assets		339,955	1,019,865
Assets written off		3,723	-
Gain on disposal of operating fixed assets		(46,365,109)	(15,933,910)
Net fair value gain on biological assets		(106,575,538)	(118,115,944)
Dividend income recognized		(262,500,000)	-
Interest income		(500,543,347)	(171,635,959)
Amortization of transaction cost		-	3,272,372
Reversal of impairment loss in FPML investment		-	(358,931,954)
		5,192,263,583	3,763,939,401
		16,243,534,691	5,313,183,027
<b>Working capital changes:</b>			
Advances from customers		10,252,670,251	15,008,814,128
Biological assets		2,142,498,563	1,588,504,971
Trade and other payables		952,393,459	2,139,428,925
Advances, deposits, prepayments and other receivables		290,973,792	(75,219,039)
Stores, spare parts and loose tools		(434,322,577)	(992,852,638)
Trade receivables		(3,384,632,229)	(2,021,251,607)
Stock-in-trade		(46,801,597,307)	(28,390,090,706)
		(36,982,016,048)	(12,742,665,966)
<b>Cash used in operations</b>		(20,738,481,357)	(7,429,482,939)
Taxes paid		(805,378,310)	(399,850,030)
Staff retirement benefits paid		(186,304,639)	(166,712,952)
Interest income received		307,115,273	15,752,101
Workers' Welfare Fund paid		(25,323,775)	-
Workers' Profit Participation Fund paid		(316,449,899)	(447,169,345)
		(1,026,341,350)	(997,980,226)
<b>Net cash used in operating activities</b>		(21,764,822,707)	(8,427,463,165)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure		(1,707,224,717)	(2,019,991,355)
Right-of-use assets		2,423,963	(15,550,216)
Proceeds from disposal of operating fixed assets		50,540,095	23,294,083
Long term deposits - net		(82,771,742)	(27,062,073)
Payment for acquisition of investment property		-	(93,282,100)
Dividend income received		262,500,000	-
Investment made in term deposit receipts		(3,750,000,000)	-
<b>Net cash used in investing activities</b>		(5,224,532,401)	(2,132,591,661)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term finances - net		(5,930,180,004)	(903,105,576)
Short term borrowings - net		42,024,347,057	17,370,507,707
Financial charges paid as:			
- finance cost		(1,477,965,199)	(1,999,448,848)
- Interest on lease liabilities		(271,715,218)	(154,783,660)
Principal portion of lease liabilities paid		(867,546,404)	(581,396,479)
Payment for own shares purchased for cancellation		-	(892,206,128)
Dividend paid		(865,196,196)	(718,895,060)
<b>Net cash generated from financing activities</b>		32,611,744,036	12,120,671,956
<b>Net increase in cash and cash equivalents</b>		5,622,388,928	1,560,617,130
<b>Cash and cash equivalents at beginning of the period</b>		(2,768,529,076)	(2,291,362,215)
<b>Cash and cash equivalents at end of the period</b>		2,853,859,852	(730,745,085)
<b>Cash and cash equivalents comprise of the following:</b>			
- Cash and bank balances	21	5,394,606,976	533,239,815
- Running finances	9.2	(2,540,747,124)	(1,263,984,900)
		2,853,859,852	(730,745,085)

The annexed notes from 1 to 31 form an integral part of this condensed interim unconsolidated financial statements.

Chief Financial Officer

Chief Executive

Director

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

For the half year ended 31 March 2024

	Revenue Reserves						Total equity Rupees
	Capital		Revenue		Total reserves		
	Share premium Rupees	Rupees	Accumulated profit Rupees	Rupees	Rupees	Rupees	
<b>Balance as at 01 October 2022 (audited)</b>		678,316,928	15,628,973,589		16,307,290,517	16,905,057,127	
<b>Total comprehensive income for the period</b>							
Profit for the period		–	1,154,841,573		1,154,841,573	1,154,841,573	
Other comprehensive income for the period		–	–		–	–	
		–	1,154,841,573		1,154,841,573	1,154,841,573	
<b>Transaction with owners of the Company recognised directly into equity</b>							
Final cash dividend @ Rs. 12.50 per share for the year ended 30 September 2022		–	(722,208,263)		(722,208,263)	(722,208,263)	
Own shares purchased and cancelled during the period		(20,000,000)	(872,206,128)		(872,206,128)	(892,206,128)	
		(20,000,000)	(1,594,414,391)		(1,594,414,391)	(1,614,414,391)	
<b>Balance as at 31 March 2023 (un-audited)</b>		678,316,928	15,189,400,771		15,867,717,699	16,445,484,309	
<b>Balance as at 01 October 2023 (audited)</b>		678,316,928	14,735,295,329		15,413,612,257	15,991,378,867	
<b>Total comprehensive income for the period</b>							
Profit for the period		–	7,887,295,926		7,887,295,926	7,887,295,926	
Other comprehensive income for the period		–	–		–	–	
		–	7,887,295,926		7,887,295,926	7,887,295,926	
<b>Transaction with owners of the Company recognised directly into equity</b>							
Final cash dividend @ Rs. 15 per share for the year ended 30 September 2023		–	(866,649,915)		(866,649,915)	(866,649,915)	
<b>Balance as at 31 March 2024 (un-audited)</b>		678,316,928	21,755,941,340		22,434,266,268	23,012,024,878	

The annexed notes from 1 to 31 form an integral part of this condensed interim unconsolidated financial statements.

Chief Financial Officer

Chief Executive

Director



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

For the half year ended 31 March 2024

## 1. REPORTING ENTITY

JDW Sugar Mills Limited ("the Company") 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. Shares of the Company are listed on the Pakistan Stock Exchange Limited. The principal activities of the Company are production and sale of crystalline sugar including its by-products i.e. molasses, bagasse and mud, generation and sale of energy and managing corporate farms.

The Board of Directors of the Company has resolved to set-up a state-of-the-art distillery project with initial capacity of 230,000 liters per day (the "Distillery/Ethanol Project"). The Distillery/Ethanol Project will produce best quality exportable Ethanol from molasses, which is Sugar's by-product. During the period, the Company entered into Agreements with financial institutions for obtaining long term financing of Rs. 9,000 million to finance the construction and commissioning of the Ethanol Project and short term financing of Rs. 3,750 million to support the working capital requirements of the Ethanol Project.

The geographical locations and addresses of the Company's business units, including production facilities are as under:

- Head office and registered office: 17 - Abid Majeed Road, Lahore Cantonment, Lahore, Pakistan
- Unit-I: Mauza Sharin, Jamal Din Wali, District Rahim Yar Khan, Punjab
- Unit-II: Machi Goth, Sadiqabad, District Rahim Yar Khan, Punjab
- Unit-III: Mauza Lалуwali, Near Village Islamabad, District Ghotki, Sindh
- Corporate farms - Punjab Zone
- Corporate farms - Sindh Zone

## 2. BASIS OF PREPARATION

### 2.1 Basis of accounting

**2.1.1** These condensed interim unconsolidated financial statements comprise of the condensed interim unconsolidated statement of financial position of the Company as at 31 March 2024 and the related condensed interim unconsolidated statement of profit or loss, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of changes in equity and condensed interim unconsolidated statement of cash flows and together with the notes forming part thereof for the half year ended 31 March 2024.

**2.1.2** These condensed interim unconsolidated 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 comprises of:

- International Accounting Standard (IAS) 34, "Interim Financial Reporting," issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34 or IFAS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.1.3** These condensed interim unconsolidated financial statements do not include all of the information and disclosures required for full annual financial statements and should be read in conjunction with the annual audited financial statements for the year ended 30 September 2023.
- 2.1.4** Comparative unconsolidated statement of financial position numbers are extracted from the annual audited unconsolidated financial statements of the Company for the year ended 30 September 2023, whereas comparative figures of unconsolidated statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows are stated from unaudited condensed interim financial statements of the Company for the half year ended 31 March 2023.
- 2.1.5** These condensed interim unconsolidated financial statements are unaudited, however, have been subjected to limited scope review by the external auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and section 237 of the Companies Act, 2017.
- 2.1.6** These condensed interim unconsolidated financial statements are presented in Pakistani Rupees (Rs. / Rupees) which is the Company's functional and presentation currency.
- 2.1.7** These condensed interim unconsolidated financial statements are separate condensed interim financial statements of the Company in which investments in subsidiaries and associates have been accounted for at cost less accumulated impairment losses, if any.

### 3. USE OF ESTIMATES AND JUDGMENTS

The preparation of the condensed interim unconsolidated 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 judgments, estimates and assumptions.

In preparing these condensed interim unconsolidated financial statements, the significant judgments made by the management in applying accounting policies and the key source of estimation uncertainty are the same as those applied in the preparation of audited unconsolidated financial statements for the year ended 30 September 2023.

### 4. MATERIAL ACCOUNTING POLICIES INFORMATION

**4.1** The accounting policies and the methods of computation adopted in the preparation of these condensed interim unconsolidated financial statements are same as those applied in the preparation of the audited unconsolidated financial statements for the year ended 30 September 2023.

#### **4.2 Change in accounting standards, interpretations and amendments to published accounting and reporting standards**

##### **4.2.1 Amendments to published accounting and reporting standards which became effective during the period:**

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim unconsolidated financial statements.

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

For the half year ended 31 March 2024

## 4.2.2 Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after October 01, 2023. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim unconsolidated financial statements.

## 5. SEASONALITY OF OPERATIONS

Due to seasonal nature of sugar and corporate farms segments, operating results of sugar and co-generation power are expected to fluctuate in the second half of the year. The sugarcane crushing season normally starts from November and lasts till March each year.

	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>6. SHARE CAPITAL</b>		
<b>6.1 Authorized share capital</b>		
75,000,000 (30 September 2023: 75,000,000) voting ordinary shares of Rs. 10 each	750,000,000	750,000,000
25,000,000 (30 September 2023: 25,000,000) preference shares of Rs. 10 each	250,000,000	250,000,000
	<u>1,000,000,000</u>	<u>1,000,000,000</u>
<b>6.2 Issued, subscribed and paid up share capital</b>		
30,145,725 (30 September 2023: 32,145,725) voting ordinary shares of Rs. 10 each fully paid in cash	301,457,250	321,457,250
27,630,936 (30 September 2023: 27,630,936) voting bonus shares of Rs. 10 each fully paid	276,309,360	276,309,360
Buy back of Nil (30 September 2023: 2,000,000) ordinary shares having face value of Rs. 10 each	-	(20,000,000)
	<u>577,766,610</u>	<u>577,766,610</u>

	Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>7. LONG TERM FINANCES - SECURED</b>			
Mark-up bearing finances from conventional banks / financial institutions	7.1	499,999,999	6,430,180,003
Islamic mode of financing	7.2	–	–
		499,999,999	6,430,180,003
<b>Less: Transaction cost</b>			
Balance at beginning of the period / year		–	(28,192,726)
Amortization of transaction cost		–	28,192,726
Balance at the end of the period / year	7.3	499,999,999	6,430,180,003
<b>Current maturity presented under current liabilities:</b>			
Mark-up bearing finances from conventional banks / financial institutions		(499,999,999)	(6,430,180,003)
Islamic mode of financing		–	–
		(499,999,999)	(6,430,180,003)
		–	–
<b>7.1 Mark-up bearing finances from conventional banks / financial institutions</b>			
Balance at beginning of the period / year		6,430,180,003	8,794,166,670
Finances received during the period / year		–	1,000,000,000
Repayments during the period / year		(5,930,180,004)	(3,363,986,667)
		499,999,999	6,430,180,003
<b>7.2 Islamic mode of financing</b>			
Balance at beginning of the period / year		–	520,435,905
Repayments during the period / year		–	(520,435,905)
		–	–

**7.3** As at 31 March 2024, long term finances are secured against ranking / joint pari passu charge over all present and future fixed assets including land, building and plant and machinery of the Company amounting to Rs. 27,642 million (30 September 2023: Rs. 14,975 million) and personal guarantees of sponsor directors of the Company.



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

For the half year ended 31 March 2024

## 8. LEASE LIABILITIES

	31-Mar-24 (Un-audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
<b>Balance as at 01 October</b>	2,088,136,103	108,680,696	683,411,936	2,880,228,735
Additions / modification/				
remeasurement of lease	141,150,722	24,206,138	303,650,962	469,007,822
Finance cost regarding lease arrangement	183,874,291	10,102,664	77,738,263	271,715,218
Lease payments	(903,087,202)	(52,471,105)	(183,703,315)	(1,139,261,622)
	1,510,073,914	90,518,393	881,097,846	2,481,690,153
Less: Current maturity presented				
under current liabilities	(620,570,662)	(32,762,956)	(222,854,651)	(876,188,269)
<b>Balance as at 31 March</b>	889,503,252	57,755,437	658,243,195	1,605,501,884
	30-Sep-23 (Audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
<b>Balance as at 01 October</b>	2,126,843,322	61,404,595	412,239,314	2,600,487,231
Additions / modification/				
remeasurement of lease	668,998,594	92,254,073	440,095,236	1,201,347,903
Impact of early termination	(24,784,127)	-	-	(24,784,127)
Finance cost regarding lease arrangement	269,672,379	11,101,205	91,057,476	371,831,060
Exchange difference	-	5,746,280	-	5,746,280
Lease payments	(952,594,065)	(61,825,457)	(259,980,090)	(1,274,399,612)
	2,088,136,103	108,680,696	683,411,936	2,880,228,735
Less: Current maturity presented				
under current liabilities	(684,855,317)	(47,825,538)	(176,295,892)	(908,976,747)
<b>Balance as at 30 September</b>	1,403,280,786	60,855,158	507,116,044	1,971,251,988

**8.1** These includes Rs. 720.48 million and Rs. 162.99 million (30 September 2023: Rs. 603.69 million and Rs. 79.45 million) outstanding under Diminishing Musharakah financing arrangement and conventional banks for lease of vehicles respectively.

	Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>9. SHORT TERM BORROWINGS</b>			
<b>Mark-up based borrowings from conventional banks / financial institutions - secured</b>			
- Cash finances	9.1	21,509,679,615	2,095,363,687
- Running finances	9.2	2,540,747,124	2,927,120,156
- Finance against trust receipts	9.3	137,335,990	52,134,162
- Agriculture finance facility	9.4	–	250,000,000
		<b>24,187,762,729</b>	<b>5,324,618,005</b>
<b>Islamic mode of financing</b>			
<b>Secured:</b>			
- Salam / Istisna / Musawamah / Tijarah finances	9.5	11,092,985,162	667,911,022
- Agriculture finance facility	9.6	549,755,161	50,000,000
<b>Unsecured:</b>			
- Sukuk finances	9.7	13,000,000,000	–
		<b>24,642,740,323</b>	<b>717,911,022</b>
<b>Borrowings from related party - unsecured</b>			
- Deharki Sugar Mills (Private) Limited	9.8	–	1,150,000,000
		<b>48,830,503,052</b>	<b>7,192,529,027</b>

- 9.1** The Company has availed cash finance facilities from various banks aggregated to Rs. 23,600 million (30 September 2023: Rs. 15,400 million). The mark-up rates applicable during the period ranges from one to three months KIBOR plus 50 to 100 bps per annum (30 September 2023: one to three months KIBOR plus 50 to 100 bps per annum) on utilized limits.
- 9.2** The Company has obtained running finance facilities aggregating to Rs. 4,271 million (30 September 2023: Rs. 3,271 million). The mark-up rates applicable during the period ranges from one to three months KIBOR plus 75 to 100 bps per annum (30 September 2023: one to three months KIBOR plus 75 to 100 bps per annum).
- 9.3** The limit of finance against trust receipt facility is Rs. 530 million (30 September 2023: Rs. 530 million). The mark-up applicable during the period ranges from one to six months KIBOR plus 100 to 250 bps per annum (30 September 2023: one to six months KIBOR plus 100 to 250 bps per annum).
- 9.4** The Company had obtained agriculture finance facility amounted to Rs. Nil (30 September 2023: Rs. 250 million) for sugarcane growers to support crop cultivation. The mark-up rates applicable during the period was three months KIBOR plus 300 bps per annum (30 September 2023: three months KIBOR plus 300 bps per annum). This is fully repaid during the period.
- 9.5** The Company has obtained Salam / Istisna / Musawamah / Tijarah financing facilities from various banks aggregated to Rs. 11,100 million (30 September 2023: Rs. 9,185 million). The mark-up rates applicable during the period ranging from three to nine months KIBOR plus 50 to 90 bps per annum (30 September 2023: three to nine months KIBOR plus 50 to 150 bps per annum).

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

For the half year ended 31 March 2024

- 9.6** The Company has availed Diminishing Musharakah finance facilities amounted to Rs. 550 million (30 September 2023: Rs. 50 million) for sugarcane growers to support crop cultivation for upcoming crushing season. The mark-up rate applicable during the period six to twelve months KIBOR plus 100 to 300 bps per annum (30 September 2023: twelve months KIBOR plus 300 bps per annum).
- 9.7** During the period, the Company issued privately placed unsecured Sukuk Certificates 2 & 3 having face value of Rs. 1 million each aggregating to Rs. 8,000 million and Rs. 5,000 million at a mark-up of six-months KIBOR plus 90 bps & 80 bps per annum respectively. The mark-up and principal on the Sukuk certificates is payable at the time of redemption which will fall due six months from issue date.
- 9.8** The Company has entered into agreements with the Deharki Sugar Mills (Private) Limited, a wholly owned subsidiary, to obtain the short term advance/loan up to aggregate amount to Rs. 5 billion (30 September 2023: Rs. 4.5 billion), for period of one year respectively. Mark up is payable on quarterly basis at the average borrowing rate of the Deharki Sugar Mills (Private) Limited or KIBOR for relevant period, whichever is higher. The effective rate charged during the period is 23.54% per annum (30 September 2023: 16.68 % to 23.82 % per annum) respectively.
- 9.9** The available facilities for opening letters of credit and guarantee as on the reporting date aggregate to Rs. 4,750 million (30 September 2023: Rs. 1,650 million) which includes Rs. 530 million (30 September 2023: Rs. 530 million) sub-limit of FATR facility. Further, facilities of amounting Rs. 80 million (30 September 2023: Rs. 100 million) remain unutilized as on reporting date.
- 9.10** The securities offered are the same as disclosed in the audited unconsolidated financial statements of the Company for the year ended 30 September 2023. However, charged on current assets has been increased by Rs. 7,334 million.

## 10. TRADE AND OTHER PAYABLES

Balance as at 31 March 2024, mainly includes payable to trade creditors for goods, sales tax payable and provision for workers profit participation fund aggregates to Rs. 1,158 million, Rs. 1,422 million and Rs. 591 million (30 September 2023: Rs. 988 million, Rs. 587 million and Rs. 162 million) respectively.

## 11. ADVANCES FROM CUSTOMERS

Balance as at 31 March 2024 mainly includes advances received from customers against sale of sugar aggregates to Rs. 23,030 million (30 September 2023: Rs. 15,276 million).

## 12. CONTINGENCIES AND COMMITMENTS

### 12.1 Contingencies

There is no material change in the status of contingencies from the preceding audited unconsolidated financial statements of the Company for the year ended 30 September 2023, except as disclosed below:

- 12.1.1** Guarantees issued by the banks on behalf of the Company in favor of various parties as at the reporting date aggregate amounts to Rs. 550 million (30 September 2023: Rs. 650 million).
- 12.1.2** The Company has availed growers financing facilities from various banks aggregated to Rs. 950 million (30 September 2023: Rs. 3,343 million). The mark-up rates applicable during the period is six to twelve month KIBOR plus 100 to 300

bps per annum (30 September 2023: three to twelve month KIBOR plus 225 to 300 bps per annum). The Company has provided counter guarantees to various banks against growers financing facilities as at the reporting date amounts to Rs. 900 million (30 September 2023: Rs. 4,490 million) and personal guarantees of sponsor Directors of the Company.

- 12.1.3** The Company has issued cross corporate guarantees of Rs. 2,430 million (30 September 2023: Rs. Nil) on behalf of Deharki Sugar Mills (Private) Limited - wholly owned subsidiary, to secure the obligations of subsidiary company towards their lenders.

	<b>(Un-audited) 31-Mar-24 Rupees</b>	<b>(Audited) 30-Sep-23 Rupees</b>
<b>12.2 Commitments</b>		
<b>12.2.1</b> Letters of credit for import of machinery and its related components	754,384,729	295,731,221
<b>12.2.2</b> Commitments in respect of operation and maintenance cost of Co - Generation Power Plants contracted for but not incurred as at 31 March 2024 amounts to Rs. 17.82 million (30 September 2023: Rs. 35.64 million).		
<b>12.2.3</b> At 31 March 2024, the Company has committed to leases for vehicles amounting to Rs. 23.7 million (30 September 2023: Rs. 135.23 million) which has not yet commenced.		
<b>12.2.4</b> At 31 March 2024, the Company has committed for construction and commissioning of a new ethanol distillery plant amounting to Rs. 152 million which has not yet commenced.		

	<b>Note</b>	<b>(Un-audited) 31-Mar-24 Rupees</b>	<b>(Audited) 30-Sep-23 Rupees</b>
<b>13. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	13.1	19,071,582,582	19,144,790,202
Capital work in progress	13.2	1,052,137,410	299,470,019
Stores, spare parts and loose tools held for capital expenditure		143,706,660	68,580,323
		<u>20,267,426,652</u>	<u>19,512,840,544</u>

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

For the half year ended 31 March 2024

	Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>13.1 Operating fixed assets</b>			
Net book value at beginning of the period / year		19,144,790,202	19,068,801,186
Additions during the period / year	13.1.1	879,169,239	1,737,627,475
Transfer to investment property		–	(38,704,100)
Transfer from right-of-use assets - net book value	14	261,750	56,784,430
Disposals / adjustments during the period / year - net book value		(199,948,877)	(209,869,788)
Depreciation charged / capitalized during the period / year		(752,689,732)	(1,469,849,001)
<b>Net book value at end of the period / year</b>		<b>19,071,582,582</b>	<b>19,144,790,202</b>
<b>13.1.1 Additions during the period / year</b>			
Free hold land		452,309,810	159,166,058
Solar systems		142,847,444	34,796,620
Plant and machinery		127,738,517	370,605,824
Motor vehicles		104,606,809	124,028,205
Sugarcane roots		–	851,050,763
Factory building on free hold land		10,033,500	116,471,917
Others items of operating fixed assets		41,633,159	81,508,088
		<b>879,169,239</b>	<b>1,737,627,475</b>
<b>13.2 Capital work in progress</b>			
Opening balance		299,470,019	196,702,905
Additions during the period / year	13.2.1	1,254,739,736	1,453,437,328
Transfers made during the period / year		(502,072,345)	(1,350,670,214)
<b>Closing balance</b>		<b>1,052,137,410</b>	<b>299,470,019</b>

**13.2.1** Additions during the period mainly due to addition of sugarcane roots amounting to Rs. 585 million (30 September 2023: Rs. 851 million).



	31-Mar-24 (Un-audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
<b>14. RIGHT-OF-USE ASSETS</b>				
<b>Balance as at 01 October</b>	1,707,454,719	100,111,151	732,914,939	2,540,480,809
Additions during the period	141,150,721	24,206,138	301,488,750	466,845,609
Transfer to operating fixed assets - net book value	–	–	(261,750)	(261,750)
Depreciation for the period	(419,968,830)	(26,986,218)	(93,854,865)	(540,809,913)
<b>Balance as at 31 March</b>	<b>1,428,636,610</b>	<b>97,331,071</b>	<b>940,287,074</b>	<b>2,466,254,755</b>
<b>Useful life (rate) / lease term</b>	<b>2 to 10 years</b>	<b>3 to 5 years</b>	<b>20%</b>	
	30-Sep-23 (Audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
<b>Balance as at 01 October</b>	1,813,183,236	55,796,647	460,168,274	2,329,148,157
Additions during the year	668,998,594	92,297,829	457,427,722	1,218,724,145
Deletions during the year	(22,850,106)	–	–	(22,850,106)
Transfer to operating fixed assets - net book value	–	–	(56,784,430)	(56,784,430)
Depreciation for the year	(751,877,005)	(47,983,325)	(127,896,627)	(927,756,957)
<b>Balance as at 30 September</b>	<b>1,707,454,719</b>	<b>100,111,151</b>	<b>732,914,939</b>	<b>2,540,480,809</b>
<b>Useful life (rate) / lease term</b>	<b>2 to 10 years</b>	<b>3 to 5 years</b>	<b>20%</b>	

**14.1** Right-of-use assets for land includes Rs. 0.11 million (30 September 2023: Rs. 4.67 million) towards Deharki Sugar Mills (Private) Limited, a wholly owned subsidiary of the Company.

	Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>15. INVESTMENT PROPERTY</b>			
Opening balance		317,840,212	185,854,012
Additions during the period / year		–	93,282,100
Transfer from operating fixed assets during the period / year	13.1	–	38,704,100
<b>Closing balance</b>		<b>317,840,212</b>	<b>317,840,212</b>

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

For the half year ended 31 March 2024

	Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>16. LONG TERM INVESTMENTS</b>			
Investment in subsidiary companies - unquoted	16.1	2,117,430,059	2,117,430,059
Investment in associated companies - unquoted	16.2	2,500	2,500
		<u>2,117,432,559</u>	<u>2,117,432,559</u>
<b>Less: Classified under current assets as short term investments</b>			
Faruki Pulp Mills Limited	17	(1,067,680,059)	(1,067,680,059)
<b>Classified under non-current assets</b>			
		<u>1,049,752,500</u>	<u>1,049,752,500</u>
<b>16.1 Investment in subsidiary companies - unquoted</b>			
<b>Deharki Sugar Mills (Private) Limited ("DSML")</b>			
104,975,000 (30 September 2023: 104,975,000) fully paid shares of Rs. 10 each			
Equity held 100% (30 September 2023: 100%)		1,049,750,000	1,049,750,000
<b>Faruki Pulp Mills Limited ("FPML")</b>			
310,892,638 (30 September 2023: 310,892,638) fully paid ordinary shares of Rs. 10 each			
Equity held 57.67% (30 September 2023: 57.67%)		3,154,426,383	3,154,426,383
Less: Accumulated impairment allowance		(2,086,746,324)	(2,086,746,324)
		1,067,680,059	1,067,680,059
<b>Sadiqabad Power (Private) Limited ("SPL")</b>			
1,694,500 (30 September 2023: 1,694,500) fully paid shares of Rs. 10 each			
Equity held 100% (30 September 2023: 100%)		16,945,000	16,945,000
Less: Accumulated impairment allowance		(16,945,000)	(16,945,000)
		-	-
<b>Ghotki Power (Private) Limited ("GPL")</b>			
1,731,500 (30 September 2023: 1,731,500) fully paid shares of Rs. 10 each			
Equity held 100% (30 September 2023: 100%)		17,315,000	17,315,000
Less: Accumulated impairment allowance		(17,315,000)	(17,315,000)
		-	-
		<u>2,117,430,059</u>	<u>2,117,430,059</u>
<b>16.1.1 Less: Accumulated impairment allowance</b>			
Opening balance		2,121,006,324	2,502,431,892
Impairment allowance for the year		-	34,260,000
Reversal of prior periods impairment loss		-	(415,685,568)
<b>Closing balance</b>		<u>2,121,006,324</u>	<u>2,121,006,324</u>

	<b>(Un-audited) 31-Mar-24 Rupees</b>	<b>(Audited) 30-Sep-23 Rupees</b>
<b>16.2 Investment in associated companies - unquoted</b>		
<b>Kathai-II Hydro (Private) Limited ("KHL")</b>		
250 (30 September 2023: 250)		
fully paid shares of Rs. 10 each		
Equity held 20% (30 September 2023: 20%)	2,500	2,500

	<b>Note</b>	<b>(Un-audited) 31-Mar-24 Rupees</b>	<b>(Audited) 30-Sep-23 Rupees</b>
--	-------------	--	---

## 17. SHORT TERM INVESTMENTS

Faruki Pulp Mills Limited	16	1,067,680,059	1,067,680,059
Term Deposit Receipts	17.1	3,750,000,000	-
		<u>4,817,680,059</u>	<u>1,067,680,059</u>

**17.1** This represents investment made in Term Deposit Receipts (TDRs) with various banks having face value of Rs. 3,750 million (30 September 2023: Rs. Nil). These TDRs carried profit at the rates ranging from 20.75% to 21.90% (30 September 2023: Nil) per annum receivable on maturity and have maturity less than one year.

## 18. BIOLOGICAL ASSETS

The fair value of standing sugarcane other than wheat and mustard crop (other crops) is carried at the accumulated costs amounting to Rs. 740 million (31 March 2023: Rs. 718 million), which approximate the fair value since little biological transformation has taken place due to the seasonal nature of the crop and the impact of the transformation on price is not expected to be material. While in absence of active market for wheat and mustard crops, the fair value measurement for the standing crop has been categorized as Level 3 fair value based on the inputs to the valuation techniques used. Fair value has been determined on the basis of a discounted cash flow model. The valuation model considers the present value of net cash flows expected to be generated by the plantation. The cash flow projections include specific estimates for next period which mainly include crop's expected yield and price. The expected cash flows are discounted using a risk adjusted discount rate. The valuation technique and significant unobservable inputs include valued plantation, estimated yield per acre, estimated production costs and costs to sell and risk adjusted discount rate. Due to seasonal nature of sugarcane and other crops, a transfer out of sugarcane amounting to Rs. 3,596 million from level 3 and transfer in of other crops amounting to Rs. 207 million into Level 3 has been made during the period respectively (31 March 2023: Rs. 2,853 million and Rs. 167.5 million).

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

For the half year ended 31 March 2024

## 18.1 Valuation techniques and significant unobservable inputs

The key variables, assumptions and the impact of changes in those is given below:

	Unit	31 Mar 2024		31 Mar 2023	
		Wheat	Mustard	Wheat	Mustard
<b>Valued plantations (Actual)</b>					
- Punjab Zone	Acres	235	331	217	237
- Sindh Zone	Acres	1,077	265	811	129
<b>Estimated future production costs and costs to sell</b>					
- Punjab Zone	Rs. per Acre	10,000	4,500	7,000	4,316
- Sindh Zone	Rs. per Acre	10,000	6,000	5,000	-
<b>Estimated yield per acre</b>					
- Punjab Zone	Maunds	35	12	35	13
- Sindh Zone	Maunds	35	10	35	8
<b>Harvest age</b>					
	Months	5-6	5-6	5-6	5-6
<b>Estimated future market price per maund</b>					
- Punjab Zone	Rupees	3,900	6,500	3,900	8,000
- Sindh Zone	Rupees	4,000	6,500	4,000	7,500
<b>Risk - adjusted discount rate</b>					
	% per month	1.09%	1.09%	0.89%	0.89%

## 18.2 Sensitivity analysis

Impact of changes in key subjective assumptions on fair value of biological assets is given below:

	31-Mar-24		31-Mar-23	
	Rupees	Rupees	Rupees	Rupees
Decrease of 10% in expected average yield per acre / average selling price per maund	(18,085,334)	(4,465,972)	(14,205,936)	(3,198,632)
Increase of 10% in discount rate	(166,330)	(39,127)	(135,642)	(30,771)
Increase of 10% in estimated further production cost	(1,297,626)	(304,327)	(553,191)	(101,466)

	<b>(Un-audited) 31-Mar-24 Rupees</b>	<b>(Audited) 30-Sep-23 Rupees</b>
<b>19. STOCK-IN-TRADE</b>		
Sugar - finished goods	58,372,348,061	15,540,161,367
Molasses - by product	2,780,783,133	–
Bagasse - by product	1,438,705,700	231,921,750
Mud - by product	32,679,054	50,835,524
	<u>62,624,515,948</u>	<u>15,822,918,641</u>

## 20. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

It includes, the Company's share amounting to Rs. 367 million (30 September 2023: Rs. 250.323 million) under group taxation, as explained in note 4.9.3 to the audited unconsolidated financial statements for the year ended 30 September 2023, after netting of advance tax as receivable from the wholly own Subsidiary Company - Deharki Sugar Mills (Pvt.) Limited.

	<b>Note</b>	<b>(Un-audited) 31-Mar-24 Rupees</b>	<b>(Audited) 30-Sep-23 Rupees</b>
<b>21. CASH AND BANK BALANCES</b>			
<b>Current accounts</b>			
Balance with conventional banks		416,237,518	97,120,944
Balance with islamic banks		184,593,387	48,291,613
		<u>600,830,905</u>	<u>145,412,557</u>
<b>Saving accounts</b>			
Deposit with conventional banks	21.1	4,756,736,431	2,172,284
		<u>5,357,567,336</u>	<u>147,584,841</u>
<b>Cash in hand</b>			
		37,039,640	11,006,239
		<u>5,394,606,976</u>	<u>158,591,080</u>

**21.1** The balances in saving accounts are placed under mark-up arrangements and bear mark-up ranging from 20.5 % to 20.75 % per annum (30 September 2023: 13.5% to 20.5 % per annum).



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

For the half year ended 31 March 2024

## 22. REVENUE FROM CONTRACTS WITH CUSTOMERS

Disaggregation of revenue based on:

	Note	Six months ended		Three months ended	
		31-Mar-24 Rupees	31-Mar-23 Rupees	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>22.1 Segments</b>					
<b>Sugar</b>					
Sugar	22.1.1	39,699,236,586	22,365,952,158	16,417,773,049	11,622,876,564
Molasses - by product	22.1.2	6,782,188,635	6,065,170,028	5,449,987,802	4,445,835,099
Agri Inputs		4,335,295,405	2,994,325,825	4,333,448,235	2,993,955,370
Mud - by product		595,143,004	410,187,424	441,312,118	299,306,965
Bagasse - by product		59,552,146	475,954,801	31,418,428	151,348,203
		51,471,415,776	32,311,590,236	26,673,939,632	19,513,322,201
<b>Co-Generation Power</b>	22.2	2,330,329,337	2,265,033,837	1,330,422,817	1,055,975,759
<b>Corporate Farms</b>		4,567,912,330	1,869,787,437	3,195,538,067	1,196,901,585
		58,369,657,443	36,446,411,510	31,199,900,516	21,766,199,545
<b>22.1.1 Sugar</b>					
Local		39,699,236,586	20,153,746,318	16,417,773,049	9,410,670,724
Export	22.1.1.1	–	2,212,205,840	–	2,212,205,840
		39,699,236,586	22,365,952,158	16,417,773,049	11,622,876,564
<b>22.1.1.1 Geographic markets</b>					
Asia		–	1,930,324,240	–	1,930,324,240
Africa		–	281,881,600	–	281,881,600
		–	2,212,205,840	–	2,212,205,840
<b>22.1.2 Molasses - by product</b>					
Sale under DTRE (Duty & Tax Remission for Exporters)		5,940,852,373	6,002,946,311	4,865,755,404	4,392,533,296
Export	22.1.2.1	644,454,152	–	412,493,057	–
Others		196,882,110	62,223,717	171,739,341	53,301,803
		6,782,188,635	6,065,170,028	5,449,987,802	4,445,835,099
<b>22.1.2.1 Geographic markets</b>					
Europe		398,863,360	–	166,902,265	–
Africa		245,590,792	–	245,590,792	–
		644,454,152	–	412,493,057	–

	Six months ended		Three months ended	
	31-Mar-24 Rupees	31-Mar-23 Rupees	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>22.2 Co-Generation Power</b>				
Variable energy price	1,204,901,080	1,269,383,098	722,328,515	638,683,595
Fixed energy price	1,125,428,257	995,650,739	608,094,302	417,292,164
	2,330,329,337	2,265,033,837	1,330,422,817	1,055,975,759
<b>22.3 Timing of revenue recognition</b>				
Products transferred at a point in time	56,039,328,106	34,181,377,673	29,869,477,699	20,710,223,786
Products transferred over time	2,330,329,337	2,265,033,837	1,330,422,817	1,055,975,759
	58,369,657,443	36,446,411,510	31,199,900,516	21,766,199,545

## 23. OTHER INCOME

This mainly includes fair value gain on initial recognition of agricultural produce of Rs. 1,394 million (31 March 2023: loss of Rs. 495 million), net fair value gain on biological assets of Rs. 106 million (31 March 2023: Rs. 118 million), markup on delayed payment from CPPA-G of Rs. 156 million (31 March 2023: Rs. 156 million), reversal of impairment loss on FPML of Rs. nil (31 March 2023: Rs. 359 million), scrap sale of Rs. 9 million (31 March 2023: Rs. 161 million), dividend income of Rs. 263 million (31 March 2023: Rs. Nil) earned from Deharki Sugar Mills (Private) Limited, a wholly owned subsidiary of the Company and gain on disposal of operating fixed assets of Rs. 46 million (31 March 2023: Rs. 16 million).

## 24. OTHER EXPENSES

This mainly includes provision for Workers' Profit Participation Fund and Workers' Welfare Fund.

## 25. EARNINGS PER SHARE - BASIC AND DILUTED

	Six months ended		Three months ended	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
<b>25.1 Basic earnings per share</b>				
Profit for the period (Rupees)	7,887,295,926	1,154,841,573	2,895,427,053	699,989,901
Weighted average number of ordinary shares (Numbers)	57,776,661	58,782,861	57,776,661	57,794,261
<b>Basic earnings per share - (Rupees)</b>	136.51	19.65	50.11	12.11

**25.2** A diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at 31 March 2024 and 2023 which would have any effect on the profit per share if the option to convert is exercised.

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

For the half year ended 31 March 2024

## 26. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiary companies, associated companies, other related companies, entities under common directorship, key management personnel and post employment benefit plans. Amounts due from and due to related parties are shown under respective notes to these condensed interim unconsolidated financial statements. Other significant transactions with related parties except those disclosed elsewhere are as follows:

Name of Company	Relationship	Nature of Transactions	31-Mar-24 Rupees	31-Mar-23 Rupees
i) <b>Deharki Sugar Mills (Pvt.) Limited</b>	<b>Subsidiary Company</b> (Equity held 100 percent)	Sale of sugarcane	4,531,056,300	1,864,713,977
		Short term advances paid	2,100,000,000	1,315,700,000
		Short term advances received	950,000,000	3,815,700,000
		Markup expense on short term advances	88,784,496	126,569,314
		Markup paid on short term advances	192,815,899	126,569,314
		Purchase of bagasse	164,843,195	398,088,352
		Payment made against purchase of bagasse	340,048,979	605,417,914
		Sale of stores, spare parts and loose tools	114,367,986	7,836,042
		Purchase of stores, spare parts and loose tools	3,473,634	-
		Reimbursement on use of the Company's aircraft	9,760,767	12,698,405
		Rent on land acquired on lease	4,539,526	4,033,464
		Dividend income received	262,500,000	-
		Others	1,712,829	1,557,241
		ii) <b>JDW Aviation (Pvt.) Limited</b>	<b>Associated Company</b> (Common directorship)	Reimbursement of expenses
iii) <b>Lahore Flying Club (Guarantee) Limited</b>	<b>Associated Company</b> (Related party)	Services rendered against aircraft hangar	-	172,009
iv) <b>Shamim &amp; Co. (Pvt.) Limited</b>	<b>Associated Company</b> (Common directorship)	Sale of sugar	161,392,000	-
v) <b>Post Employment Benefits Plans</b>	<b>Related parties</b>	Provident fund contribution	186,170,753	128,156,748
		Payment to recognised gratuity fund	133,886	38,556,204
		Short term advances received	550,000,000	85,326,192
		Short term advances paid	550,000,000	-
		Markup paid	5,178,640	-
vi) <b>Key Management Personnel</b>	<b>Key management</b>	Directors' remuneration and allowances	535,450,000	429,666,670
		Dividend paid	82,040,715	68,367,263
		Reimbursement of expenses	4,257,825	3,532,856

## 27. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The carrying amounts of all the financial instruments reflected in these condensed interim unconsolidated financial statements are a reasonable approximate their fair value largely due to the short-term maturities of these instruments. Long & short term investments are carried at cost less accumulated impairment loss and biological assets are measured at fair value less costs to sell (for details, refer to note 16 & 18).

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3:** Unobservable inputs for the asset or liability.

There were no transfers amongst levels during the period except as disclosed in note 18.

## 28. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the audited annual unconsolidated financial statements of the Company for the year ended 30 September 2023.

## 29. DATE OF AUTHORIZATION

These condensed interim unconsolidated financial statements have been approved by the Board of Directors of the Company and authorized for issue on 29 May 2024.

## 30. CORRESPONDING FIGURES

Corresponding figures have been re-arranged and re-classified, wherever considered necessary, for the purposes of comparison and better presentation to comply with the requirements of the accounting and reporting standards as applicable in Pakistan, however, no significant re-arrangements and reclassification have been made during the period.

## 31. EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

The Board of Directors of the Company in its meeting held on 29 May 2024 declared interim cash dividend of Rs. 20 (200%) per share for the half year ended 31 March 2024 (31 March 23: Rs. 10 (100%) per share).







# CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

- 44 Directors' Review
- 46 Consolidated Statement of Financial Position
- 47 Consolidated Statement of Profit or Loss
- 48 Consolidated Statement of Comprehensive Income
- 49 Consolidated Statement of Cash Flows
- 50 Consolidated Statement of Changes in Equity
- 51 Notes to the Consolidated Financial Statements

# DIRECTORS' REVIEW

## on Condensed Interim Consolidated Financial Statements

The Directors are pleased to present the Condensed Interim Consolidated Financial Statements of JDW Sugar Mills Limited ("the Holding Company"), its Subsidiary Companies; Deharki Sugar Mills (Private) Limited, Faruki Pulp Mills Limited, Sadiqabad Power (Private) Limited and Ghotki Power (Private) Limited ("the Group") and its Associated Company; Kathai-II Hydro (Private) Limited for the half year ended 31 March 2024.

Deharki Sugar Mills (Private) Limited ("DSML") was incorporated as a Private Limited Company. The Principal activity of Subsidiary Company is production and sale of crystalline sugar. The Holding Company holds 100% shares of the Subsidiary Company.

Faruki Pulp Mills Limited ("FPML") was incorporated as a Public Limited Company, with the primary objective to manufacture and sale of paper pulp. The Holding Company holds 57.67% shares of the Subsidiary Company. Further FPML has been, for the considerable number of years, unable to commence its commercial operations and considering this fact management of subsidiary company has principally decided not to inject further funds in the company as significant capital expenditure are required. Moreover, keeping in view commercial viability of the plant as well as the substantial accumulated losses the management of the Subsidiary Company has determined that the company might not be able to realize its assets and discharge its liabilities in the normal course of business. During the financial year 2022-23 and after obtaining member's approvals of Faruki Pulp Mills Limited ("FPML") dated December 13, 2021 and January 23, 2023, the FPML has sold its entire assets i.e. Building, Plant & Machinery except land to the highest bidder in response to the tender notice published in nationwide newspapers for Rs. 1.6 billion (inclusive of taxes). The contract signed with the successful bidder has been fully executed and total contract amount has been received. These funds have been kept in the profit bearing bank accounts & mutual funds. FPML also planned to sell the entire project land in the current financial year.

Ghotki Power (Private) Limited ("GPL") was incorporated on 15 December 2016. The Subsidiary Company will be engaged in the production of energy under the expansion program of the Holding Company's existing bagasse based Co-Generation Power Plants. The Holding Company holds 100% shares of the Subsidiary Company.

Sadiqabad Power (Private) Limited ("SPL") was incorporated on 16 December 2016. The Subsidiary Company will be engaged in the production of energy under the expansion program of the Holding Company's existing bagasse based Co-Generation Power Plants. The Holding Company holds 100% shares of the Subsidiary Company.

The Holding Company acquired the 20% shareholding in Kathai-II Hydro (Private) Limited ("the Associate") on 12 November 2019. The Associate is a private limited company incorporated in Pakistan on 27 August 2012 under the repealed Companies Ordinance, 1984. The principal activity of the associate is to generate, distribute and sell energy.

It is being confirmed that to the best of our knowledge, these condensed interim consolidated financial statements for the half year ended 31 March 2024 give a true and fair view of the assets, liabilities, financial position and financial results of the Group and are in conformity with approved accounting standards as applicable in Pakistan.

### Financial Overview

The consolidated financial results are as follows:

	31-Mar-24	31-Mar-23
	(Rs in million)	
Gross Revenue	72,941	52,500
Revenue from Contracts with Customers	63,794	46,885
Profit from Operations	15,002	4,522
Profit before Tax	11,585	1,738
Profit after Tax	8,349	1,673

Directors have given their detailed report of affairs of the Holding Company, Subsidiary Companies as well as Associated Companies in Directors' review report to the shareholders of the Holding Company.

29 May 2024  
Lahore

Chief Executive Officer

Director

## ڈائریکٹرز کا جائزہ

ڈائریکٹرز خوشی کے ساتھ ہے ڈی ڈبلیو شوگر ملز اور اسکے زیریں ادارے ڈہرکی شوگر ملز پرائیویٹ لمیٹڈ، فاروقی پلپ ملز لمیٹڈ، صادق آباد پاور پرائیویٹ لمیٹڈ، گھوٹکی پاور پرائیویٹ لمیٹڈ اور منسلک ادارے کٹھالی ہائیڈرو-11 پرائیویٹ لمیٹڈ کی مالیاتی رپورٹ برائے پہلی چھ ماہی 31 مارچ 2024 پیش کر رہے ہیں۔

ڈہرکی شوگر ملز پرائیویٹ لمیٹڈ کمپنی ایک پرائیویٹ لمیٹڈ کمپنی کے طور پر قائم کیا گیا تھا۔ اس ذیلی ادارے کا بنیادی کام گنے سے چینی بنانا اور بیچنا ہے۔ اس ذیلی کمپنی کے 100 فیصد حصص ڈی ڈبلیو کے پاس ہیں۔

فاروقی پلپ ملز لمیٹڈ کو پبلک لمیٹڈ کمپنی کے طور پر قائم کیا گیا تھا۔ اس ادارے کا بنیادی کام بیچر پلپ بنانا اور بیچنا ہے۔ کمپنی اب تک کاروباری سرگرمی شروع نہیں کر سکی ہے۔ اس ذیلی کمپنی کے 57.67 فیصد حصص ڈی ڈبلیو کے پاس ہیں۔ مالیاتی سال 2022-23 کے دوران 13 دسمبر 2021ء اور 23 جنوری 2023ء کو فاروقی پلپ ملز لمیٹڈ ("FPML") کے اراکین سے منظوری حاصل کرنے کے بعد FPML نے اراضی کے علاوہ اپنے تمام اثاثہ جات یعنی عمارت، پلانٹ اور مشینری بلندی ترین بولی دہندہ کو 1.6 بلین روپے (بشمول ٹیکس) میں فروخت کر دیا جو ٹیکس افساروں میں شائع ٹینڈر نوٹس کے جواب میں تھا۔ کامیاب بولی دہندہ کے ساتھ معاہدے پر مکمل عمل درآمد کیا گیا اور معاہدے کی مکمل رقم وصول کر لی گئی۔ یہ فنڈز منافع بخش بینک اکاؤنٹ اور میوچل فنڈز میں جمع کر دیئے گئے۔ FPML نے رواں مالیاتی سال کے دوران پروجیکٹ کی مکمل اراضی فروخت کرنے کا ارادہ کیا ہے۔

گھوٹکی پاور پرائیویٹ لمیٹڈ کمپنی کو ایک پرائیویٹ لمیٹڈ کمپنی کے طور پر قائم کیا گیا تھا۔ اس ادارے کا بنیادی کام بجلی پیدا کرنا اور بیچنا ہوگا۔ اس ذیلی کمپنی کے 100 فیصد حصص ڈی ڈبلیو کے پاس ہیں۔

صادق آباد پاور پرائیویٹ لمیٹڈ کمپنی کو ایک پرائیویٹ لمیٹڈ کمپنی کے طور پر قائم کیا گیا تھا۔ اس ادارے کا بنیادی کام بجلی پیدا کرنا اور بیچنا ہوگا۔ اس ذیلی کمپنی کے 100 فیصد حصص ڈی ڈبلیو کے پاس ہیں۔

کٹھالی ہائیڈرو-11 پرائیویٹ لمیٹڈ کمپنی کو ایک پرائیویٹ لمیٹڈ کمپنی کے طور پر قائم کیا گیا تھا۔ اس ادارے کا بنیادی کام بجلی پیدا کرنا اور بیچنا ہے۔ اس کمپنی کے 20 فیصد حصص ڈی ڈبلیو کے پاس ہیں جو کمپنی نے 12 نومبر 2019 کو حاصل کیے تھے۔

ہم اس بات کی تصدیق کرتے ہیں کہ ہماری بہترین معلومات کے مطابق یہ پہلی چھ ماہی مالیاتی رپورٹ برائے 31 مارچ 2024 پاکستان میں منظور شدہ اکاؤنٹنگ سٹنڈرڈ کے مطابق ہے اور اپنے تمام اثاثوں، واجبات اور مالیاتی پوزیشن کی سچی اور منصفانہ تصویر پیش کر رہی ہے۔

مالیاتی نتائج مندرجہ ذیل ہیں:

2023	2024	
431	431	ملین روپے
52,500	72,941	مجموعی فروخت
46,885	63,794	خالص فروخت
4,522	15,002	کارکردگی منافع
1,738	11,585	قبل از ٹیکس منافع
1,673	8,349	بعد از ٹیکس منافع

ڈائریکٹرز نے اس جائزہ میں اپنے تمام ممبر شئیر ہولڈرز کو ہولڈنگ ادارے اور اسکی تمام ذیلی اور منسلک اداروں کی تفصیلی امور سے آگاہ کیا ہے۔

# CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

As at 31 March 2024

	Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital	6	577,766,610	577,766,610
Share premium reserve		678,316,928	678,316,928
Accumulated profit		25,061,265,335	17,645,124,456
Equity attributable to owners of the Holding Company		26,317,348,873	18,901,207,994
Non-controlling interest		699,163,018	632,513,476
		27,016,511,891	19,533,721,470
<b>NON-CURRENT LIABILITIES</b>			
Long term finances - secured	7	–	–
Lease liabilities	8	1,606,043,070	1,971,856,431
Deferred taxation		1,654,680,989	715,499,312
		3,260,724,059	2,687,355,743
<b>CURRENT LIABILITIES</b>			
Short term borrowings	9	59,533,691,427	6,292,529,027
Current portion of non-current liabilities		1,378,039,568	7,341,833,125
Trade and other payables	10	5,433,545,001	3,494,399,904
Advances from customers	11	28,081,420,490	18,671,702,990
Unclaimed dividend		54,303,759	52,850,040
Provision for taxation		1,411,383,958	–
Accrued profit / interest / mark-up		2,369,246,946	576,851,539
		98,261,631,149	36,430,166,625
Liabilities classified as held for sale		115,815,045	220,158,975
		98,377,446,194	36,650,325,600
<b>CONTINGENCIES AND COMMITMENTS</b>			
	12		
		128,654,682,144	58,871,402,813
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	13	23,965,995,191	23,174,767,655
Right-of-use assets	14	2,467,989,999	2,543,162,549
Investment property		317,840,212	317,840,212
Intangibles		608,317,260	608,658,513
Long term investments	15	–	–
Long term deposits		232,355,476	149,583,734
Retirement benefits		33,562,078	44,469,926
		27,626,060,216	26,838,482,589
<b>CURRENT ASSETS</b>			
Short term investments	16	3,750,000,000	–
Biological assets	17	947,044,644	3,605,862,039
Stores, spare parts and loose tools		3,354,274,540	2,894,582,560
Stock-in-trade	18	76,806,949,706	18,325,999,039
Trade receivables		7,302,337,355	3,669,800,494
Advances, deposits, prepayments and other receivables		1,153,169,437	1,311,517,907
Advance tax - net		–	282,245,504
Cash and bank balances	19	5,897,904,637	183,791,476
		99,211,680,319	30,273,799,019
Assets classified as held for sale		1,816,941,609	1,759,121,205
		101,028,621,928	32,032,920,224
		128,654,682,144	58,871,402,813

The annexed notes from 1 to 30 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

# CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the half year and quarter ended 31 March 2024

	Note	Six months ended		Three months ended	
		31-Mar-24 Rupees	31-Mar-23 Rupees	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>Continuing Operations:</b>					
<b>Gross revenue</b>		72,941,335,925	52,499,881,763	39,137,046,385	29,844,182,982
Sales tax and others		(9,147,393,145)	(5,614,896,934)	(4,356,550,182)	(2,719,956,745)
<b>Revenue from contracts with customers</b>	20	63,793,942,780	46,884,984,829	34,780,496,203	27,124,226,237
Cost of revenue		(47,938,477,293)	(40,413,594,625)	(29,059,564,592)	(22,884,704,548)
<b>Gross profit</b>		15,855,465,487	6,471,390,204	5,720,931,611	4,239,521,689
Administrative expenses		(2,118,203,061)	(1,848,287,350)	(1,236,207,253)	(1,065,780,278)
Selling expenses		(51,117,994)	(50,198,094)	(30,090,449)	(32,465,888)
Other income	21	2,148,184,490	78,325,042	1,404,253,086	(15,633,702)
Other expenses	22	(832,621,902)	(128,922,653)	(197,578,658)	(100,669,204)
		(853,758,467)	(1,949,083,055)	(59,623,274)	(1,214,549,072)
<b>Profit from operations</b>		15,001,707,020	4,522,307,149	5,661,308,337	3,024,972,617
Share of loss of associate		-	-	-	-
Finance cost		(3,416,536,924)	(2,784,268,269)	(2,612,554,665)	(1,736,932,537)
<b>Profit before taxation</b>		11,585,170,096	1,738,038,880	3,048,753,672	1,288,040,080
Taxation		(3,397,894,095)	(595,479,825)	(154,747,910)	(707,079,313)
<b>Profit from continuing operations</b>		8,187,276,001	1,142,559,055	2,894,005,762	580,960,767
<b>Discontinued Operations:</b>					
Profit from discontinued operations - net of tax		162,164,335	530,634,582	78,726,641	532,886,713
<b>Profit for the period</b>		8,349,440,336	1,673,193,637	2,972,732,403	1,113,847,480
<b>Attributable to:</b>					
Owners of the Holding Company		8,282,790,794	1,455,102,824	2,940,375,753	894,831,041
Non-controlling interest		66,649,542	218,090,813	32,356,650	219,016,439
		8,349,440,336	1,673,193,637	2,972,732,403	1,113,847,480
<b>Earnings per share - basic &amp; diluted</b>					
Continuing operations		141.71	19.44	50.09	10.05
Discontinued operations		1.65	5.31	0.80	5.43
<b>Attributable to owners of the Holding Company</b>	23	143.36	24.75	50.89	15.48

The annexed notes from 1 to 30 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director



## CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For the half year and quarter ended 31 March 2024

	Six months ended		Three months ended	
	31-Mar-24 Rupees	31-Mar-23 Rupees	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>Profit for the period</b>	8,349,440,336	1,673,193,637	2,972,732,403	1,113,847,480
Other comprehensive income for the period	–	–	–	–
<b>Total comprehensive income for the period</b>	<b>8,349,440,336</b>	<b>1,673,193,637</b>	<b>2,972,732,403</b>	<b>1,113,847,480</b>
<b>Attributable to:</b>				
Owners of the Holding Company	8,282,790,794	1,455,102,824	2,940,375,753	894,831,041
Non-controlling interest	66,649,542	218,090,813	32,356,650	219,016,439
	<b>8,349,440,336</b>	<b>1,673,193,637</b>	<b>2,972,732,403</b>	<b>1,113,847,480</b>

The annexed notes from 1 to 30 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

# CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)

For the half year ended 31 March 2024

	Note	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		11,585,170,096	1,738,038,880
<b>Adjustments for non-cash income and expenses:</b>			
Finance cost		3,416,536,924	2,780,157,785
Depreciation of operating fixed assets		1,123,021,569	1,278,419,184
Depreciation of right-of-use assets		880,392,447	437,710,525
Workers' Profit Participation Fund		633,353,465	111,685,472
Staff retirement benefits		229,710,407	160,440,987
Sugarcane roots written off		195,770,168	185,609,872
Workers' Welfare Fund		185,885,018	17,237,181
Foreign exchange loss / (gain)		13,383,419	(26,904,469)
Amortization of intangible assets		341,253	1,021,797
Assets written off		3,723	-
Gain on disposal of operating fixed assets		(46,365,109)	(15,933,910)
Net fair value gain on biological assets		(106,575,538)	(118,115,944)
Interest income		(532,825,461)	(196,719,629)
Amortization of transaction cost		-	4,110,484
		5,992,632,285	4,618,719,335
		17,577,802,381	6,356,758,215
<b>Working capital changes:</b>			
Advances from customers		9,409,717,501	17,407,773,703
Biological assets		2,142,498,563	1,588,504,971
Advances, deposits, prepayments and other receivables		1,605,248,583	(153,435,649)
Trade and other payables		1,369,630,423	2,472,167,251
Stores, spare parts and loose tools		(459,691,981)	(1,184,015,618)
Trade receivables		(3,353,476,871)	(1,951,950,029)
Stock-in-trade		(58,480,950,666)	(31,352,323,507)
		(47,767,024,448)	(13,173,278,878)
<b>Cash used in operations</b>		(30,189,222,067)	(6,816,520,663)
Interest income received		339,397,387	40,835,771
Workers' Welfare Fund paid		(25,323,775)	(10,155,396)
Staff retirement benefits paid		(208,805,932)	(185,807,047)
Workers' Profit Participation Fund paid		(371,163,208)	(457,342,712)
Taxes paid		(900,681,356)	(525,529,723)
		(1,166,576,884)	(1,137,999,107)
<b>Net cash used in operating activities</b>		(31,355,798,951)	(7,954,519,770)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure		(1,858,006,018)	(2,062,506,787)
Proceeds from disposal of operating fixed assets		50,540,095	23,294,083
Right-of-use assets		2,423,963	(15,550,216)
Long term deposits - net		(82,771,742)	(27,382,573)
Investment made in term deposit receipts		(3,750,000,000)	-
Investment property		-	(93,282,100)
<b>Net cash used in investing activities</b>		(5,637,813,702)	(2,175,427,593)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term finances - net		(5,930,180,004)	(1,151,095,577)
Short term borrowings - net		52,372,628,419	17,699,784,868
Financial charges paid as:			
- finance cost		(1,447,761,743)	(2,335,991,182)
- interest on lease liabilities		(271,863,886)	(154,783,660)
Principal portion of lease liabilities paid		(868,434,736)	(585,373,918)
Payment for own shares purchased for cancellation		-	(892,206,128)
Dividend paid		(865,196,196)	(718,895,060)
<b>Net cash generated from financing activities</b>		42,989,191,854	11,861,439,343
<b>Net increase in cash and cash equivalents</b>		5,995,579,201	1,731,491,980
<b>Cash and cash equivalents at beginning of the period</b>		(2,743,328,680)	(2,200,970,839)
<b>Cash and cash equivalents at end of the period</b>		3,252,250,521	(469,478,859)
<b>Cash and cash equivalents comprise of the following:</b>			
- Cash and bank balances	19	5,897,904,637	812,708,896
- Running finances	9.2	(2,645,654,116)	(1,282,187,755)
		3,252,250,521	(469,478,859)

The annexed notes from 1 to 30 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

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

For the half year ended 31 March 2024

	Reserves				Equity attributable to the owners of the Holding Company	Non-controlling Interest	Total Equity		
	Capital		Revenue					Total reserves	Rupees
	Share premium	Rupees	Accumulated profit	Rupees					
Share capital									
Rupees									
<b>Balance as at 01 October 2022 (audited)</b>	597,766,610	678,316,928	17,521,680,614	18,199,997,542	18,797,764,152	374,672,247	19,172,436,399		
<b>Total comprehensive income for the period</b>									
Profit for the period	-	-	1,455,102,824	1,455,102,824	1,455,102,824	218,090,813	1,673,193,637		
Other comprehensive income for the period	-	-	-	-	-	-	-		
<b>Transaction with owners of the Holding Company</b>									
Final cash dividend @ Rs. 12.50 per share for the year ended 30 September 2022	(20,000,000)	-	(722,208,263)	(722,208,263)	(722,208,263)	-	(722,208,263)		
Own shares purchased and cancelled during the period	(20,000,000)	-	(872,206,128)	(872,206,128)	(892,206,128)	-	(892,206,128)		
			(1,594,414,390)	(1,594,414,390)	(1,614,414,390)	-	(1,614,414,390)		
<b>Balance as at 31 March 2023 (un-audited)</b>	577,766,610	678,316,928	17,382,369,048	18,060,685,976	18,638,452,586	592,763,060	19,231,215,646		
<b>Balance as at 01 October 2023 (audited)</b>	577,766,610	678,316,928	17,645,124,456	18,323,441,384	18,901,207,994	632,513,476	19,533,721,470		
<b>Total comprehensive income for the period</b>									
Profit for the period	-	-	8,282,790,794	8,282,790,794	8,282,790,794	66,649,542	8,349,440,336		
Other comprehensive income for the period	-	-	-	-	-	-	-		
<b>Transaction with owners of the Holding Company</b>									
Final cash dividend @ Rs. 15 per share for the year ended 30 September 2023	-	-	(866,649,915)	(866,649,915)	(866,649,915)	-	(866,649,915)		
<b>Balance as at 31 March 2024 (un-audited)</b>	577,766,610	678,316,928	25,061,265,335	25,739,582,263	26,317,348,873	699,163,018	27,016,511,891		

The annexed notes from 1 to 30 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive

Director

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

For the half year ended 31 March 2024

## 1. CORPORATE AND GENERAL INFORMATION

### 1.1 The Group consist of the Holding Company and its Subsidiaries Companies:

	(Un-audited) 31-Mar-24	(Audited) 30-Sep-23
	Holding percentage	
<b>JDW Group</b>		
<b>Holding Company</b>		
JDW Sugar Mills Limited		
<b>Subsidiaries:</b>		
Deharki Sugar Mills (Private) Limited - ("DSML")	100%	100%
Sadiqabad Power (Private) Limited - ("SPL")	100%	100%
Ghotki Power (Private) Limited - ("GPL")	100%	100%
Faruki Pulp Mills Limited - ("FPML")	57.67%	57.67%
<b>Associate:</b>		
Kathai-II Hydro (Private) Limited - ("KHL")	20%	20%

- 1.2** JDW Sugar Mills Limited ("the Holding Company") 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. Shares of the Holding Company are listed on the Pakistan Stock Exchange Limited. The registered office of Holding Company is situated at 17-Abid Majeed Road, Lahore Cantonment, Lahore, Pakistan. The principal activity of the Holding Company is production and sale of crystalline sugar including its by-products i.e. molasses, bagasse, mud, generation & sale of energy and managing corporate farms.

The Board of Directors of the Holding Company has resolved to set-up a state-of-the-art distillery project with initial capacity of 230,000 liters per day (the "Distillery/Ethanol Project"). The Distillery/Ethanol Project will produce best quality exportable Ethanol from molasses, which is Sugar's by-product. During the period, the Holding Company entered into Agreements with financial institutions for obtaining long term financing of Rs. 9,000 million to finance the construction and commissioning of the Ethanol Project and short term financing of Rs. 3,750 million to support the working capital requirements of the Ethanol Project.

- 1.3** Deharki Sugar Mills (Private) Limited - "DSML" ("the Subsidiary Company") was incorporated in Pakistan on 14 July 2010 as a private limited company. The registered office of DSML is situated at 17-Abid Majeed Road, Lahore Cantonment, Lahore, Pakistan. The principal activity of DSML is manufacturing and sale of crystalline sugar including its by-products i.e. molasses, bagasse and mud.
- 1.4** Faruki Pulp Mills Limited – "FPML" ("the Subsidiary Company") was incorporated in Pakistan on 20 October 1991 as a Public Limited Company. FPML will be engaged in the manufacture and sale of paper pulp. The production facility is situated at 20 km from Gujrat and the registered office is situated at 14/4-Abid Majeed road, Lahore Cantonment, Lahore, Pakistan. FPML has been unable to commence its commercial operations till date. The trial runs conducted over the years, identified significant additional capital expenditure requirements to make the plant commercially viable. Keeping in view the commercial viability of the plant and substantial accumulated losses, the management of FPML believes that it may not be able to realize its assets and discharge its liabilities in the normal course of business, and there does not exist any realistic basis to prepare these financial statements on a going concern basis. Accordingly, separate financial statements of FPML have been prepared on non-going concern basis. During the financial year 2022-23 and after obtaining member's approvals of FPML dated

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

For the half year ended 31 March 2024

December 13, 2021 and January 23, 2023, the FPML has sold its entire assets i.e. Building, Plant & Machinery except land to the highest bidder in response to the tender notice published in nationwide newspapers for Rs. 1.6 billion (inclusive of taxes). As a result, the Group's operations have been divided into Continuing and Discontinued operations in accordance with the requirements of International Financial Reporting Standard (IFRS) 5, "Non-current Assets Held for Sale and Discontinued Operations". Paper Pulp business have been classified as Discontinued operations. Continuing operations include Sugar, Co-Generation Power and Corporate Farms business.

- 1.5 "Sadiqabad Power (Private) Limited - "SPL" ("the Subsidiary Company") was incorporated in Pakistan on 16 December 2016. SPL will be engaged in the production of electricity under the expansion program of the Holding Company's existing bagasse based Co-Generation Power Plants. The registered office of SPL is situated at 17-Abid Majeed Road, Lahore Cantonment, Lahore, Pakistan.
- 1.6 Ghotki Power (Private) Limited - "GPL" ("the Subsidiary Company") was incorporated in Pakistan on 15 December 2016. GPL will be engaged in the production of electricity under the expansion program of the Holding Company's existing bagasse based Co-Generation Power Plants. The registered office of GPL is situated at 17-Abid Majeed Road, Lahore Cantonment, Lahore, Pakistan.
- 1.7 Kathai-II Hydro (Private) Limited - "KHL" ("the associate") was incorporated in Pakistan on 27 August 2012 under the repealed Companies Ordinance, 1984. The principal activity of KHL is to generate, distribute and sell electricity. The registered office of KHL is situated at 300 Main Boulevard, Phase 6, DHA, Lahore.

## 2. BASIS OF PREPARATION

### 2.1 Basis of accounting

2.1.1 These condensed interim consolidated financial statements comprises of the condensed interim consolidated statement of financial position of the Group as at 31 March 2024 and the related condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of cash flows and condensed interim consolidated statement of changes in equity together with the notes forming part thereof for the period ended 31 March 2024.

2.1.2 These condensed interim consolidated 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 comprises of:

- issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34 or IFAS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.3 These condensed interim consolidated financial statements does not include all of the information and disclosures required for full annual audited consolidated

financial statements and should be read in conjunction with the annual audited consolidated financial statements for the year ended 30 September 2023.

- 2.1.4** Comparative consolidated statement of financial position numbers are extracted from the annual audited consolidated financial statements of the Group for the year ended 30 September 2023, whereas comparative figures of statement of profit or loss, statement of comprehensive income, statement of cash flows and statement of changes in equity are stated from unaudited condensed interim consolidated financial statements of the Group for the period ended 31 March 2023.
- 2.1.5** These condensed interim consolidated financial statements are unaudited and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and section 237 of the Companies Act, 2017.
- 2.1.6** These condensed interim consolidated financial statements are presented in Pakistani Rupees (Rs. / Rupees) which is the Group's functional and presentation currency.

### 3. USE OF ESTIMATES AND JUDGMENTS

The preparation of these condensed interim consolidated financial statements requires 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 judgments, estimates and assumptions.

In preparing these condensed interim consolidated financial statements, the significant judgments made by the management in applying accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of audited consolidated financial statements for the year ended 30 September 2023.

### 4. MATERIAL ACCOUNTING POLICIES INFORMATION

**4.1** The accounting policies and the methods of computation adopted in the preparation of these condensed interim consolidated financial statements are same as those applied in the preparation of the audited consolidated financial statements for the year ended 30 September 2023.

#### **4.2 Change in accounting standards, interpretations and amendments to published accounting and reporting standards**

##### **4.2.1 Amendments to published accounting and reporting standards which became effective during the period:**

There were certain amendments to accounting and reporting standards which became mandatory for the Group during the period. However, the amendments did 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.

##### **4.2.2 Amendments to published accounting and reporting standards that are not yet effective:**

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, 2023. 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.



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

For the half year ended 31 March 2024

## 5. SEASONALITY OF OPERATIONS

Due to seasonal nature of sugar and corporate farms segments, operating results of sugar and co-generation power are expected to fluctuate in the second half of the year. The sugarcane crushing season normally starts from November and lasts till March each year.

	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>6. SHARE CAPITAL</b>		
<b>6.1 Authorized capital</b>		
75,000,000 (30 September 2023: 75,000,000) voting ordinary shares of Rs. 10 each	750,000,000	750,000,000
25,000,000 (30 September 2023: 25,000,000) preference shares of Rs. 10 each	250,000,000	250,000,000
	<u>1,000,000,000</u>	<u>1,000,000,000</u>
<b>6.2 Issued, subscribed and paid-up capital</b>		
30,145,725 (30 September 2023: 32,145,725) voting ordinary shares of Rs. 10 each fully paid in cash	301,457,250	321,457,250
27,630,936 (30 September 2023: 27,630,936) voting bonus shares of Rs. 10 each fully paid	276,309,360	276,309,360
Buy back of Nil (30 September 2023: 2,000,000) ordinary shares having face value of Rs. 10 each	–	(20,000,000)
	<u>577,766,610</u>	<u>577,766,610</u>
<b>Note</b>	<b>(Un-audited) 31-Mar-24 Rupees</b>	<b>(Audited) 30-Sep-23 Rupees</b>

## 7. LONG TERM FINANCES - SECURED

Mark-up bearing finances from conventional banks / financial institutions	7.1	499,999,999	6,430,180,003
Islamic mode of financing	7.2	–	–
		<u>499,999,999</u>	<u>6,430,180,003</u>
<b>Less: Transaction cost</b>			
Balance as at 01 October		–	(35,413,373)
Amortization of transaction cost		–	35,413,373
Balance at end of the period / year		–	–
		<u>499,999,999</u>	<u>6,430,180,003</u>
<b>Current maturity presented under current liabilities:</b>			
Mark-up bearing finances from conventional banks / financial institutions		(499,999,999)	(6,430,180,003)
Islamic mode of financing		–	–
		<u>(499,999,999)</u>	<u>(6,430,180,003)</u>
	7.3	–	–

	<b>(Un-audited) 31-Mar-24 Rupees</b>	<b>(Audited) 30-Sep-23 Rupees</b>
<b>7.1 Mark-up bearing finances from conventional banks / financial institutions</b>		
Balance at beginning of the period / year	6,430,180,003	10,279,166,666
Finances received during the period / year	–	1,000,000,000
Repayments during the period / year	(5,930,180,004)	(4,848,986,663)
	<u>499,999,999</u>	<u>6,430,180,003</u>
<b>7.2 Islamic mode of financing</b>		
Balance at beginning of the period / year	–	1,051,685,905
Repayments during the period / year	–	(1,051,685,905)
	<u>–</u>	<u>–</u>

- 7.3** Long term finances are secured against ranking / joint parri passu charge over all present and future fixed assets including land, building, plant and machinery of the Group amounting to Rs. 31,243 million (30 September 2023: Rs 18,576 million) and personal guarantees of sponsor Directors of the Group.

## 8. LEASE LIABILITIES

	<b>31-Mar-24 (Un-audited)</b>			
	<b>Land</b>	<b>Buildings</b>	<b>Vehicles</b>	<b>Total</b>
	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
<b>Balance as at 01 October</b>	2,088,136,103	111,961,514	683,411,936	2,883,509,553
Additions / modification / remeasurement of lease	141,150,722	24,206,138	303,650,962	469,007,822
Finance cost regarding lease arrangement	183,874,291	10,251,332	77,738,263	271,863,886
Lease payments	(903,087,202)	(53,508,105)	(183,703,315)	(1,140,298,622)
	<u>1,510,073,914</u>	<u>92,910,879</u>	<u>881,097,846</u>	<u>2,484,082,639</u>
Less: Current maturity presented under current liabilities	(620,570,662)	(34,614,256)	(222,854,651)	(878,039,569)
<b>Balance as at 31 March</b>	<u>889,503,252</u>	<u>58,296,623</u>	<u>658,243,195</u>	<u>1,606,043,070</u>

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

For the half year ended 31 March 2024

	30-Sep-23 (Audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
<b>Balance as at 01 October</b>	2,126,843,322	66,255,567	429,799,494	2,622,898,383
Additions / modification /				
remeasurement of lease	668,998,594	92,254,073	471,402,736	1,232,655,403
Impact of early termination	(24,784,127)	-	-	(24,784,127)
Finance cost regarding lease arrangement	269,672,379	11,571,051	96,356,705	377,600,135
Exchange difference	-	5,746,280	-	5,746,280
Lease payments	(952,594,065)	(63,865,457)	(314,146,999)	(1,330,606,521)
	2,088,136,103	111,961,514	683,411,936	2,883,509,553
Less: Current maturity presented				
under current liabilities	(684,855,317)	(50,501,913)	(176,295,892)	(911,653,122)
<b>Balance as at 30 September</b>	1,403,280,786	61,459,601	507,116,044	1,971,856,431

- 8.1** This includes Rs. 720.48 million and Rs. 162.99 million (30 September 2023: Rs. 603.64 million and Rs. 79.45 million) outstanding under Diminishing Musharakah financing arrangement and conventional banks for lease of vehicles respectively.

Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
------	-------------------------------------	----------------------------------

## 9. SHORT TERM BORROWINGS

Mark-up based borrowings from conventional banks / financial institutions - secured			
- Cash finances	9.1	28,859,679,615	2,095,363,687
- Running finances	9.2	2,645,654,116	2,927,120,156
- Finance against trust receipts	9.3	137,336,011	52,134,162
- Agriculture finance facility	9.4	-	500,000,000
		31,642,669,742	5,574,618,005
Islamic mode of financing			
Secured:			
- Salam / Istisna / Musawamah / Tijarah finances	9.5	14,092,985,162	667,911,022
- Agriculture finance facility	9.6	798,036,523	50,000,000
Unsecured:			
- Sukuk finances	9.7	13,000,000,000	-
		27,891,021,685	717,911,022
		59,533,691,427	6,292,529,027

- 9.1** The Group has availed cash finance facilities from various banks aggregated to Rs. 31,950 million (30 September 2023: Rs. 20,050 million). The mark-up rates applicable during the period ranges from one to three months KIBOR plus 50 to 100 bps per annum (30 September 2023: one to three months KIBOR plus 20 to 100 bps per annum) on utilized limits.

- 9.2** The Group has obtained running finance facilities aggregating to Rs. 4,421 million (30 September 2023: Rs. 3,421 million). The mark-up rates applicable during the period ranges from one to three months KIBOR plus 75 to 100 bps per annum (30 September 2023: one to three months KIBOR plus 75 to 100 bps per annum).

- 9.3** The limit of finance against trust receipt facility is Rs. 630 million (30 September 2023: Rs. 630 million). It carries mark-up ranging from one to six months KIBOR plus 100 to 250 bps per annum (30 September 2023: one to six months KIBOR plus 100 to 250 bps per annum).
- 9.4** The Group had obtained agriculture finance facility amounted to Rs. Nil (30 September 2023: Rs. 500 million) for sugarcane growers to support crop cultivation. The mark-up rates applicable during the period is three months KIBOR plus 300 bps per annum (30 September 2023: three months KIBOR plus 300 bps per annum).
- 9.5** The Group has obtained Salam / Istisna / Musawamah / Tjarah financing facilities from various banks and financial institutions aggregating to Rs. 14,100 million (30 September 2023: Rs. 11,285 million). The mark-up rates applicable during the period ranging from three to nine months KIBOR plus 50 to 95 bps per annum (30 September 2023: three to nine months KIBOR plus 50 to 150 bps per annum).
- 9.6** The Group has availed Diminishing Musharakah finance facilities amounted to Rs. 800 million (30 September 2023: Rs. 50 million) for sugarcane growers to support crop cultivation for upcoming crushing season. The mark-up rate applicable during the period ranging from six to twelve months KIBOR plus 100 to 300 bps per annum (30 September 2023: twelve months KIBOR plus 300 bps per annum).
- 9.7** During the period, the Holding Company issued privately placed unsecured Sukuk Certificates 2 & 3 having face value of Rs. 1 million each aggregating to Rs. 8,000 million and Rs. 5,000 million at a mark-up of six-months KIBOR plus 90 bps & 80 bps per annum respectively. The mark-up and principal on the Sukuk certificates is payable at the time of redemption which will fall due six months from issue date.
- 9.8** The available facilities for opening letters of credit and guarantee as on the reporting date aggregate to Rs. 5,150 million (30 September 2023: Rs. 2,050 million) which includes Rs. 630 million (30 September 2023: Rs. 630 million) sublimit of FATR facility and bank guarantee. Further, facilities of amounting Rs. 80 million (30 September 2023: Rs. 100 million) remain unutilized as on reporting date.
- 9.9** The securities offered are the same as disclosed in the audited consolidated financial statements of the Group for the year ended 30 September 2023. However, charged on current assets has been increased by Rs. 7,666 million.

## 10. TRADE AND OTHER PAYABLES

Balance as at 31 March 2024 mainly includes payable to trade creditors for goods aggregates to Rs. 1,529 million (30 September 2023: Rs. 1,274 million), sales tax payable amounting to Rs. 1,759 million (30 September 2023: Rs. 699 million) and provision for workers profit participation fund amounting to Rs. 684 million (30 September 2023: Rs. 258 million).

## 11. ADVANCES FROM CUSTOMERS

Balance as at 31 March 2024 mainly includes advances received from customers against sale of sugar aggregates to Rs. 25,513 million (30 September 2023: Rs. 18,597 million).

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

For the half year ended 31 March 2024

## 12. CONTINGENCIES AND COMMITMENTS

### 12.1 Contingencies

There is no material change in the status of contingencies from the preceding audited consolidated financial statements of the Group for the year ended 30 September 2023, except for the guarantees and commitments as disclosed below:

- 12.1.1** Guarantees issued by the banks on behalf of the Group in favor of various parties as at the reporting date amounts to Rs. 750 million (30 September 2023: Rs. 850 million).
- 12.1.2** The Group has availed growers financing facilities from various banks aggregated to Rs. 1,550 million (30 September 2023: Rs. 3,694 million). The mark-up rates applicable during the period is six to twelve month KIBOR plus 100 to 300 bps per annum (30 September 2023: three to twelve month KIBOR plus 225 to 300 bps per annum). The Group has provided counter guarantees to various banks against growers financing facilities as at the reporting date amounts to Rs. 1,510 million (30 September 2023: Rs. 4,850 million) and personal guarantees of sponsor Directors of the Group.
- 12.1.3** The Holding Company has issued cross corporate guarantees of Rs. 2,430 million (30 September 2023: Rs. Nil) on behalf of Deharki Sugar Mills (Private) Limited - wholly owned subsidiary, to secure the obligations of subsidiary company towards their lenders.

	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>12.2 Commitments</b>		
<b>12.2.1 Letters of credit for import of machinery and its related components</b>		
Holding Company - JDWSML	754,384,729	295,731,221
Subsidiary Company - DSML	10,832,941	24,821,204
	<u>765,217,670</u>	<u>320,552,425</u>

- 12.2.2** Commitments in respect of operation and maintenance cost of Co - Generation Power Plants contracted for but not incurred as at 31 March 2024 amounts to Rs. 17.82 million (30 September 2023: Rs. 35.64 million).
- 12.2.3** At 31 March 2024, the Holding Company has committed to leases for vehicles amounting to Rs. 23.7 million (30 September 2023: Rs. 135.23 million) which has not yet commenced.
- 12.2.4** At 31 March 2024, the Holding Company has committed for construction and commissioning of a new ethanol distillery plant amounting to Rs. 152 million which has not yet commenced.

	Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
<b>13. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	13.1	22,699,854,593	22,708,354,417
Capital work in progress	13.2	1,112,023,635	386,789,395
Stores, spare parts and loose tools held for capital expenditure		154,116,963	79,623,843
		<u>23,965,995,191</u>	<u>23,174,767,655</u>
<b>13.1 Operating fixed assets</b>			
Net book value as at beginning of the period / year		22,708,354,417	22,595,408,838
Additions during the period / year	13.1.1	1,029,950,540	1,897,771,321
Transfer to investment property		–	(38,704,100)
Transfer from right-of-use asset			
- net book value		261,750	103,440,453
Disposals during the period / year			
- net book value		(199,948,877)	(210,213,720)
Depreciation charged / capitalized during the period / year		(838,763,237)	(1,639,348,375)
<b>Net book value at end of the period / year</b>		<u>22,699,854,593</u>	<u>22,708,354,417</u>
<b>13.1.1 Additions during the period / year</b>			
Free hold land		452,309,810	232,482,070
Solar systems		228,935,207	34,796,620
Plant and machinery		166,221,676	429,111,541
Motor vehicles		110,195,209	147,056,307
Sugarcane roots		–	851,050,763
Factory building on free hold land		14,400,653	118,841,310
Others items of operating fixed assets		57,887,985	84,432,710
		<u>1,029,950,540</u>	<u>1,897,771,321</u>
<b>13.2 Capital work in progress</b>			
Opening balance		386,789,395	224,145,180
Additions during the period / year	13.2.1	1,346,948,386	1,551,215,349
Transfers made during the period / year		(621,714,146)	(1,388,571,134)
<b>Closing balance</b>		<u>1,112,023,635</u>	<u>386,789,395</u>

**13.2.1** Additions during the period mainly due to addition of sugarcane roots amounting to Rs. 585 million (30 September 2023: Rs. 851 million).



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

For the half year ended 31 March 2024

## 14. RIGHT-OF-USE ASSETS

	31-Mar-24 (Un-audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
<b>Balance as at 01 October</b>	1,707,454,719	103,452,427	732,255,403	2,543,162,549
Additions during the period	141,150,721	24,206,138	301,488,750	466,845,609
Transfer to operating fixed assets - net book value	-	-	(261,750)	(261,750)
Depreciation for the period	(419,968,830)	(27,932,714)	(93,854,865)	(541,756,409)
<b>Balance as at 31 March</b>	<b>1,428,636,610</b>	<b>99,725,851</b>	<b>939,627,538</b>	<b>2,467,989,999</b>
<b>Useful life (rate) / lease term</b>	2 to 10 years	3 to 5 years	20%	-

	30-Sep-23 (Audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
<b>Balance as at 01 October</b>	1,813,183,236	61,030,916	479,786,028	2,354,000,180
Additions during the year	668,998,594	92,297,829	489,642,798	1,250,939,221
Deletions during the year	(22,850,106)	-	-	(22,850,106)
Transfer to operating fixed assets - net book value	-	-	(103,440,453)	(103,440,453)
Depreciation for the year	(751,877,005)	(49,876,318)	(133,732,970)	(935,486,293)
<b>Balance as at 30 September</b>	<b>1,707,454,719</b>	<b>103,452,427</b>	<b>732,255,403</b>	<b>2,543,162,549</b>
<b>Useful life (rate) / lease term</b>	2 to 10 years	3 to 5 years	20%	-

Note	(Un-audited) 31-Mar-24 Rupees	(Audited) 30-Sep-23 Rupees
------	-------------------------------------	----------------------------------

## 15. LONG TERM INVESTMENTS

<b>Kathai-II Hydro (Private) Limited ("KHL")</b>	15.1	-	-
<b>15.1 Khatai-II Hydro (Private) Limited - ("KHL")</b>			
250 (30 September 2023: 250)			
fully paid shares of Rs. 10 each			
Equity held 20% (30 September 2023: 20%)		2,500	2,500
Share of post acquisition reserve		(2,500)	(2,500)
<b>Balance as at the end of the period / year</b>	15.1.1	-	-

15.1.1 Equity method has been applied on unaudited financial statements for the period ended 31 March 2024 (30 September 2023). Post acquisition reserves restricted to the cost of investment, therefore share of loss amounted to Rs. 34,674 (30 September 2023: Rs. 185,350) for the period has not taken under equity method.

## 16. SHORT TERM INVESTMENTS

This represents investment made in Term Deposit Receipts (TDRs) with various banks having face value of Rs. 3,750 million (30 September 30, 2023: Rs. Nil) by the Holding Company. These TDRs carried profit at the rates ranging from 20.75% to 21.90% (30 September, 2023: Nil) per annum receivable on maturity and have maturity less than one year.

## 17. BIOLOGICAL ASSETS

The fair value of standing sugarcane other than wheat and mustard crop (other crops) is carried at the accumulated costs amounting to Rs. 740 million (31 March 2023: Rs. 718 million), which approximate the fair value since little biological transformation has taken place due to the seasonal nature of the crop and the impact of the transformation on price is not expected to be material. While in absence of active market for wheat and mustard crops, the fair value measurement for the standing crop has been categorized as Level 3 fair value based on the inputs to the valuation techniques used. Fair value has been determined on the basis of a discounted cash flow model. The valuation model considers the present value of net cash flows expected to be generated by the plantation. The cash flow projections include specific estimates for next period which mainly include crop's expected yield and price. The expected cash flows are discounted using a risk adjusted discount rate. The valuation technique and significant unobservable inputs include valued plantation, estimated yield per acre, estimated production costs and costs to sell and risk adjusted discount rate. Due to seasonal nature of sugarcane and other crops, a transfer out of sugarcane amounting to Rs. 3,596 million from level 3 and transfer in of other crops amounting to Rs. 207 million into Level 3 has been made during the period respectively (31 March 2023: Rs. 2,853 million and Rs. 167.5 million).

### 17.1 Valuation techniques and significant unobservable inputs

The key variables, assumptions and the impact of changes in those is given below:

	Unit	31 Mar 2024		31 Mar 2023	
		Wheat	Mustard	Wheat	Mustard
<b>Valued plantations (Actual)</b>					
- Punjab Zone	Acres	235	331	217	237
- Sindh Zone	Acres	1,077	265	811	129
<b>Estimated future production costs and costs to sell</b>					
- Punjab Zone	Rs. per Acre	10,000	4,500	7,000	4,316
- Sindh Zone	Rs. per Acre	10,000	6,000	5,000	-
<b>Estimated yield per acre</b>					
- Punjab Zone	Maunds	35	12	35	13
- Sindh Zone	Maunds	35	10	35	8
<b>Harvest age</b>	Months	5-6	5-6	5-6	5-6
<b>Estimated future market price per maund</b>					
- Punjab Zone	Rupees	3,900	6,500	3,900	8,000
- Sindh Zone	Rupees	4,000	6,500	4,000	7,500
<b>Risk - adjusted dicount rate</b>					
	% per month	1.09%	1.09%	0.89%	0.89%

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

For the half year ended 31 March 2024

## 17.2 Sensitivity analysis

Impact of changes in key subjective assumptions on fair value of biological assets is given below:

	31-Mar-24		31-Mar-23	
	Rupees	Rupees	Rupees	Rupees
Decrease of 10% in expected average yield per acre	(18,085,334)	(4,465,972)	(14,205,936)	(3,198,632)
Increase of 10% in discount rate	(166,330)	(39,127)	(135,642)	(30,771)
Increase of 10% in estimated further production cost	(1,297,626)	(304,327)	(553,191)	(101,466)

**(Un-audited)**  
**31-Mar-24**  
**Rupees**

**(Audited)**  
**30-Sep-23**  
**Rupees**

## 18. STOCK-IN-TRADE

Sugar - finished goods	71,400,405,060	17,886,551,022
Molasses - by product	3,092,431,133	–
Bagasse - by product	2,279,933,212	387,111,246
Mud - by product	34,180,301	52,336,771
	<b>76,806,949,706</b>	<b>18,325,999,039</b>

**Note**

**(Un-audited)**  
**31-Mar-24**  
**Rupees**

**(Audited)**  
**30-Sep-23**  
**Rupees**

## 19. CASH AND BANK BALANCES

<b>Current accounts</b>			
Balance with conventional banks		488,303,084	118,075,364
Balance with islamic banks		232,906,864	51,247,017
		<b>721,209,948</b>	<b>169,322,381</b>
<b>Saving accounts</b>			
Deposits with conventional banks	19.1	5,122,639,817	2,184,595
		<b>5,843,849,765</b>	<b>171,506,976</b>
<b>Cash in hand</b>			
		<b>54,054,872</b>	<b>12,284,500</b>
		<b>5,897,904,637</b>	<b>183,791,476</b>

**19.1** The balances in saving accounts are placed under mark-up arrangements and bear mark-up ranging from 20.5 % to 21.50 % per annum (30 September 2023: 13.5% to 20.5% per annum).

## 20. REVENUE FROM CONTRACTS WITH CUSTOMERS

### Disaggregation of revenue based on:

	Note	Six months ended		Three months ended	
		31-Mar-24 Rupees	31-Mar-23 Rupees	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>20.1 Segments</b>					
<b>Sugar</b>					
Sugar	20.1.1	46,681,969,194	32,340,193,759	20,862,715,132	16,471,777,434
Molasses – by product	20.1.2	8,767,038,635	7,645,926,853	6,801,403,072	5,442,851,175
Agri Inputs		5,179,431,711	3,620,779,900	5,177,581,541	3,620,409,451
Mud – by product		738,765,727	532,022,219	543,646,503	376,790,759
Bagasse – by product		59,552,146	475,954,801	31,418,428	151,348,199
		61,426,757,413	44,614,877,532	33,416,764,676	26,063,177,018
<b>Co-Generation Power</b>	20.2	2,330,329,337	2,265,033,837	1,330,422,817	1,055,975,759
<b>Corporate Farms</b>		36,856,030	5,073,460	33,308,710	5,073,460
		63,793,942,780	46,884,984,829	34,780,496,203	27,124,226,237
<b>20.1.1 Sugar</b>					
Local		46,681,969,194	30,103,968,319	20,862,715,132	14,235,551,994
Export	20.1.1.1	–	2,236,225,440	–	2,236,225,440
		46,681,969,194	32,340,193,759	20,862,715,132	16,471,777,434
<b>20.1.1.1 Geographic markets</b>					
Asia		–	1,954,343,840	–	1,954,343,840
Africa		–	281,881,600	–	281,881,600
		–	2,236,225,440	–	2,236,225,440
<b>20.1.2 Molasses – by product</b>					
Sales under DTRE (Duty & Tax Remission for Exporters)		7,739,702,373	7,580,446,311	6,089,260,644	5,386,306,593
Export	20.1.2.1	644,454,152	–	412,493,057	–
Local		382,882,110	65,480,542	299,649,371	56,544,582
		8,767,038,635	7,645,926,853	6,801,403,072	5,442,851,175

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

For the half year ended 31 March 2024

	Six months ended		Three months ended	
	31-Mar-24 Rupees	31-Mar-23 Rupees	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>20.1.2.1 Geographic markets</b>				
Europe	398,863,360	–	166,902,265	–
Africa	245,590,792	–	245,590,792	–
	644,454,152	–	412,493,057	–
<b>20.2 Co-Generation Power</b>				
Variable energy price	1,204,901,080	1,269,383,098	722,328,515	638,683,595
Fixed energy price	1,125,428,257	995,650,739	608,094,302	417,292,164
	2,330,329,337	2,265,033,837	1,330,422,817	1,055,975,759
<b>20.3 Timing of revenue recognition</b>				
Products transferred at a point in time	61,463,613,443	44,619,950,992	33,450,073,386	26,068,250,478
Products transferred over time	2,330,329,337	2,265,033,837	1,330,422,817	1,055,975,759
	63,793,942,780	46,884,984,829	34,780,496,203	27,124,226,237

## 21. OTHER INCOME

This mainly includes fair value gain on initial recognition of agricultural produce of Rs. 1,394 million (31 March 2023: loss of Rs. 495 million), net fair value gain on biological assets of Rs. 106 million (31 March 2023: Rs. 118 million), markup on delayed payment from CPPA-G of Rs. 156 million (31 March 2023: Rs. 156 million), scrap sale of Rs. 9 million (31 March 2023: Rs. 162 million) and gain on disposal of operating fixed assets of Rs. 46 million (31 March 2023: Rs. 16 million).

## 22. OTHER EXPENSES

This mainly includes provision for Workers' Profit Participation Fund and Workers' Welfare Fund.

## 23. EARNINGS PER SHARE - BASIC AND DILUTED

	Six months ended		Three months ended	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
<b>Profit from continuing operations (Rupees)</b>	8,187,276,001	1,142,559,055	2,894,005,762	580,960,767
Weighted average number of ordinary shares (Number)	57,776,661	58,782,861	57,776,661	57,794,261
<b>Basic earnings per share (Rupees)</b>	141.71	19.44	50.09	10.05

	Six months ended		Three months ended	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
<b>Profit from discontinued operations (Rupees)</b>	95,514,793	312,543,769	46,369,991	313,870,274
Weighted average number of ordinary shares (Number)	57,776,661	58,782,861	57,776,661	57,794,261
<b>Basic earnings per share (Rupees)</b>	1.65	5.31	0.80	5.43

**23.1** A diluted earnings per share has not been presented as the Holding Company does not have any convertible instruments in issue as at 31 March 2024 and 2023 which would have any effect on the profit per share if the option to convert is exercised.

## 24. BUSINESS SEGMENTS INFORMATION

**24.1** The Group has four reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different products and services, and are managed separately because they require different technology and marketing strategies. Information reported to the Group's chief operating decision maker for the purpose of resource allocation and assessment of segment performance is focused on type of goods supplied. In addition to actual expenses incurred in operating segments, un-allocated expenses have been allocated to operating segments on net sales proportionate basis. The following summary describes the operations in each of the Group's reportable segments that is submitted to chief operating decision maker: "

Reportable Segment	Operations
<b>Sugar</b>	Production and sale of crystalline sugar and other related joint and by-products.
<b>Co-Generation Power</b>	Generation and sale of energy to Central Power Purchasing Agency (Guarantee) Limited.
<b>Corporate Farms</b>	Managing corporate farms for cultivation of sugarcane and small quantity of other crops.
<b>Others</b>	Project under construction for manufacture / generation and sale of ethanol and energy. However, operation of paper pulp classified as disposal group.



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

For the half year ended 31 March 2024

24.2 Information regarding the Group's reportable segments from continuing operations are presented below:

24.2.1 Segment revenues & results	Sugar		Co-Generation segment		Corporate Farms segment		Others		Inter Segment Reconciliation		Total	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Net external revenues	61,426,757,413	44,614,877,532	2,330,329,337	2,265,033,837	36,856,030	5,073,460	-	-	-	-	63,793,942,780	46,894,984,829
Inter - segment revenues	1,310,228,233	1,354,009,584	1,112,293,584	980,822,691	7,847,784,792	3,963,242,674	-	-	(10,270,305,609)	(6,238,074,949)	-	-
Reportable segment revenue	62,736,985,646	45,968,887,116	3,442,622,921	3,245,856,528	7,884,640,822	3,968,316,134	-	-	(10,270,305,609)	(6,238,074,949)	63,793,942,780	46,894,984,829
Segment profit / (loss) before tax	9,295,473,530	1,192,880,719	1,505,907,933	1,325,428,588	783,949,363	(780,151,267)	(160,730)	-	-	-	11,895,170,096	1,738,038,880

24.2.2 Inter - segment sales and purchases

Inter-segment sales and purchases have been eliminated from total figures.

24.2.3 Basis of inter - segment pricing

Inter-segment pricing is determined on an arm's length basis.

24.2.4 Segment assets & liabilities of continuing operations

	Sugar		Co-Generation segment		Corporate Farms segment		Others		Total	
	(Un-audited) 31-Mar-24	(Audited) 30-Sep-23	(Un-audited) 31-Mar-24	(Audited) 30-Sep-23	(Un-audited) 31-Mar-24	(Audited) 30-Sep-23	(Un-audited) 31-Mar-24	(Audited) 30-Sep-23	(Un-audited) 31-Mar-24	(Audited) 30-Sep-23
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Total assets for reportable segment	113,601,923,115	42,073,800,304	6,258,431,937	6,479,953,931	6,281,632,409	8,368,567,090	686,353,074	189,940,283	126,837,740,535	57,112,281,608
Total liabilities for reportable segment	99,126,784,515	36,340,662,310	192,579,239	318,846,350	1,981,846,450	2,452,205,214	261,146,004	5,809,484	101,922,355,208	39,117,522,368

24.3 Reconciliation of reportable segment profit or loss

Total profit before tax for reportable segments	11,565,170,066	1,738,038,880
Un-allocated corporate expenses	6,397,894,095	(695,479,829)
Consolidated profit after tax from continuing operations	8,167,276,001	1,142,559,055

## 25. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, other related companies, Directors of the Group and entities under common directorship and post employment benefit plans. Amounts due from and due to related parties are shown under respective notes to these condensed interim consolidated financial statements. Other significant transactions with related parties except those disclosed elsewhere are as follows:

Name of Company	Relationship	Nature of Transactions	31-Mar-24 Rupees	31-Mar-23 Rupees
<b>JDW Aviation (Pvt.) Limited</b>	<b>Associated Company</b> (Common directorship)	Reimbursement of expenses	2,400,000	1,765,500
<b>Shamim &amp; Co (Pvt.) Limited</b>	<b>Associated Company</b> (Common directorship)	Sale of sugar	161,392,000	-
<b>Lahore Flying Club (Guarantee) Limited</b>	<b>Associated Company</b> (Related party)	Services rendered against aircraft hangar	-	172,009
<b>Post Employment Benefit Plans</b>	<b>Other Related Parties</b>	Provident fund contribution	230,717,288	166,519,545
		Payment to recognized gratuity fund	133,886	38,556,204
		Short term advances received	550,000,000	85,326,192
		Short term advances paid	550,000,000	-
		Markup paid	5,178,640	-
<b>Key Management Personnel</b>	<b>Key management</b>	Directors' remuneration and allowances	793,783,335	688,000,005
		Dividend paid	82,040,715	68,367,263
		Reimbursement of expenses	4,257,825	3,532,856

## 26. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The carrying amounts of all the financial instruments reflected in these condensed interim consolidated financial statements are a reasonable approximate their fair value largely due to the short-term maturities of these instruments. Long & short term investments are carried at cost less accumulated impairment loss and biological assets are measured at fair value less costs to sell (for details, refer to note 15 & 17).

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

**Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

**Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3:** Unobservable inputs for the asset or liability.

There were no transfers amongst levels during the period except as disclosed in note 17.

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

For the half year ended 31 March 2024

## 27. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objective and policies are consistent with that disclosed in the audited annual consolidated financial statements of the Group for the year ended 30 September 2023.

## 28. DATE OF AUTHORIZATION

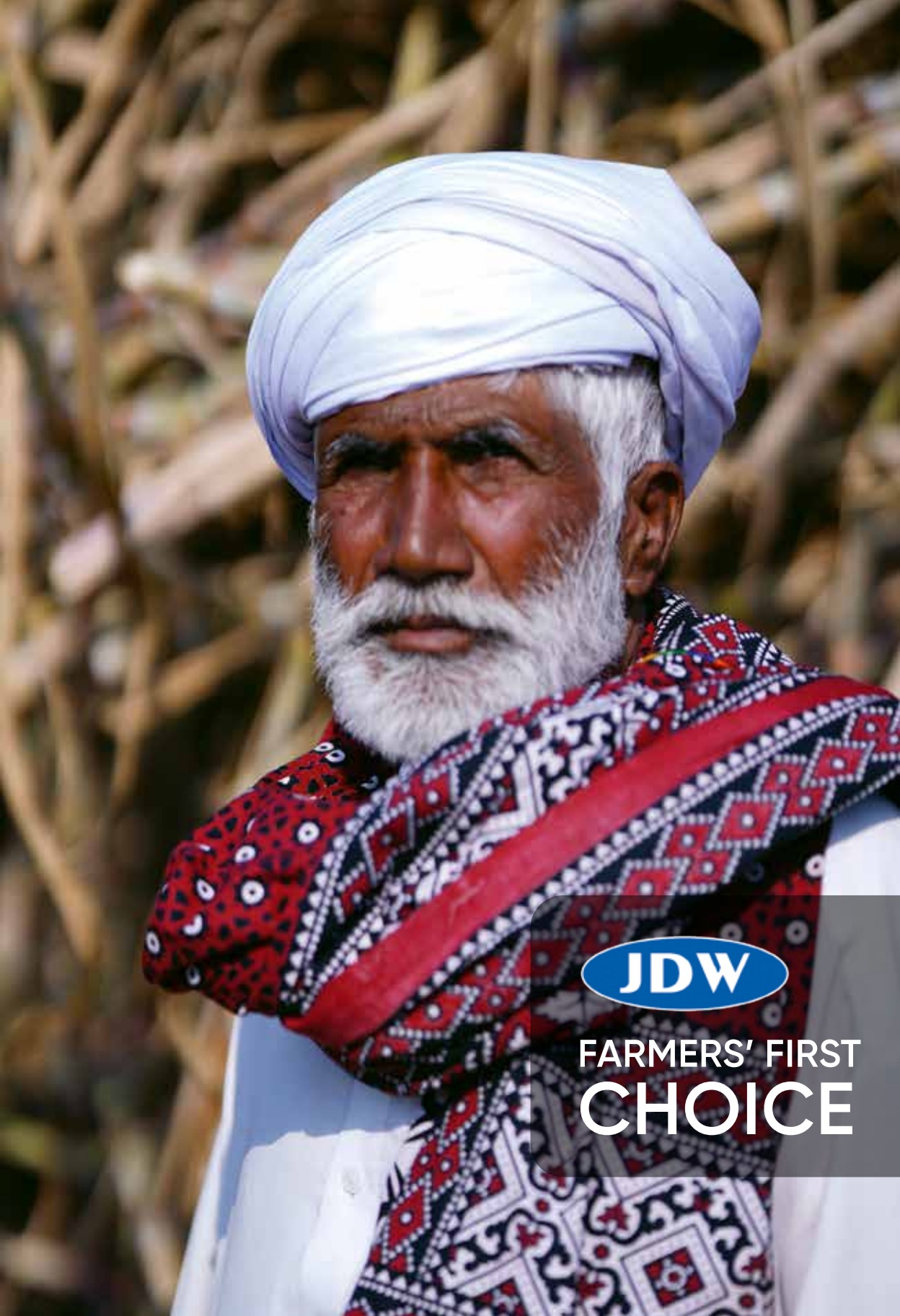
These condensed interim consolidated financial statements have been approved by the Board of Directors and authorized for issue on 29 May 2024.

## 29. CORRESPONDING FIGURES

Corresponding figures have been re-arranged and re-classified, wherever considered necessary, for the purposes of comparison and better presentation to comply with the requirements of the accounting and reporting standards as applicable in Pakistan, however, no significant re-arrangements and reclassification have been made.

## 30. EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

The Board of Directors of the Holding Company in its meeting held on 29 May 2024 declared interim cash dividend of Rs. 20 (200%) per share for the half year ended 31 March 2024 (31 March 23: Rs. 10 (100%) per share).



**JDW**

FARMERS' FIRST  
**CHOICE**

[www.jdw-group.com](http://www.jdw-group.com)



JDW Sugar Mills Limited  
Head Office: 17-Abid Majeed Road,  
Lahore Cantonment, Lahore Pakistan.