

Continued Excellence





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.



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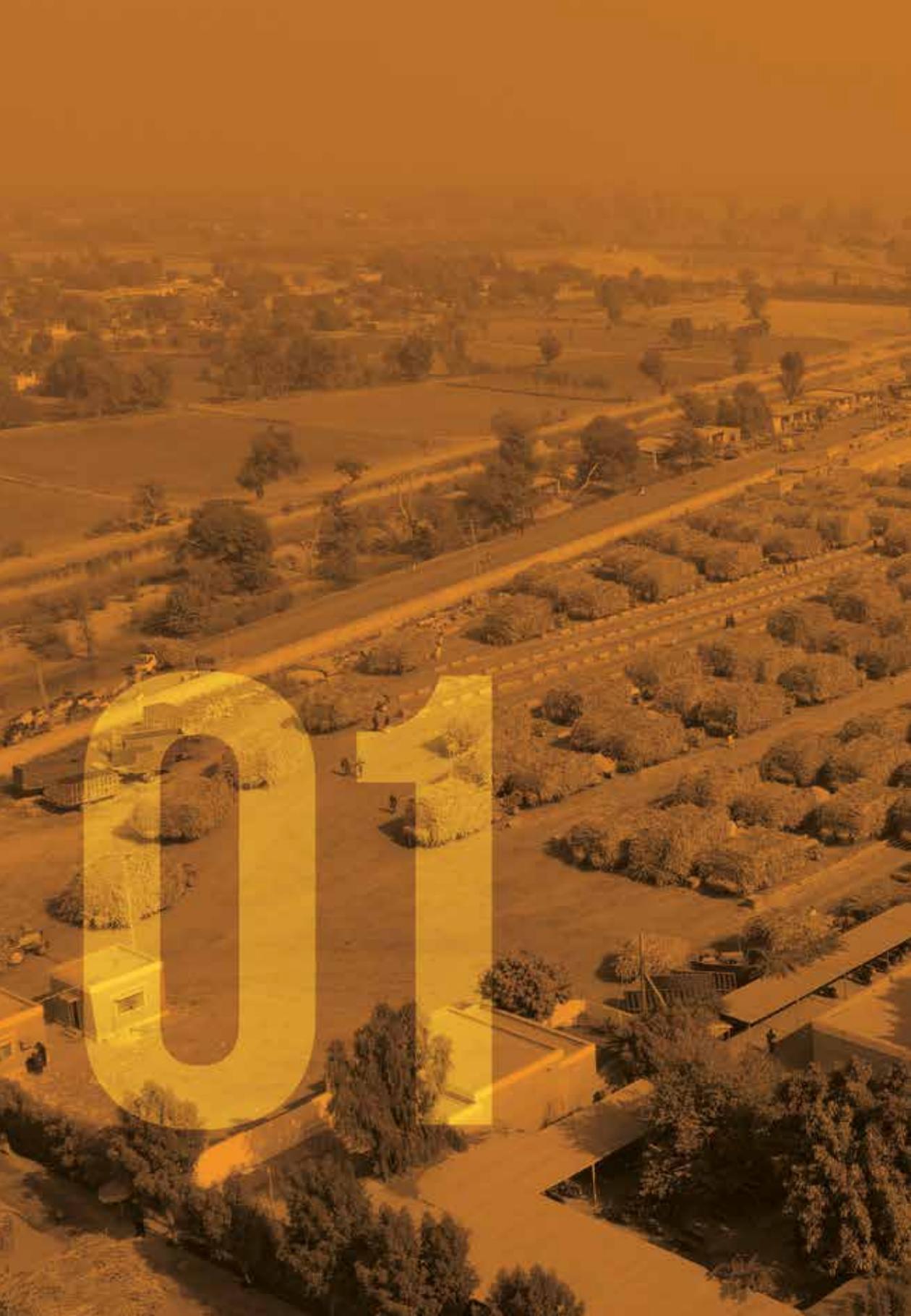
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An aerial photograph of an industrial complex, possibly a refinery or chemical plant, with several tall smokestacks emitting a light haze. In the foreground, there is a large, well-maintained area with many trees and some buildings. The entire image 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 Mehmud

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



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.



02

The image features a large, semi-transparent yellow '02' in the foreground. The background is a photograph of a building under construction, with its steel frame visible against a warm, orange-hued sky. The scene is captured during sunset or sunrise, with a soft, golden light. In the top right corner, there are dark silhouettes of tree leaves. The overall composition is clean and modern, with a strong color palette of yellows and oranges.



DIRECTORS' REVIEW

10 Directors' Review

DIRECTORS' REVIEW

The Directors of the Company are pleased to present the Company's un-audited accounts for the quarter ended 31st December, 2023.

The financial results of first quarter are never true representative of the overall yearly financial performance that Company will ultimately achieve but can give an idea of the trend. The main features of the operating and financial results are briefly explained in coming paragraphs.

During period under review, the company despite very heavy tax provisions and substantial increase in WPPF & WWF has earned net profit after tax amounting to Rs. 4,992 million as compared to Rs. 455 million in the corresponding period last year resultantly earnings per share of the Company have gone up from Rs. 7.61 to Rs. 86.40. Gross profit ratio has also improved substantially from 11% to 35%. 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 are briefly summarized below:

- i) There has been 89% increase in the gross turnover of the Company which has increased from Rs. 16.7 billion to Rs. 31.5 billion owing to sale of carry over sugar stocks at favorable sugar prices.
- ii) Increase in the sugarcane support prices by the provincial governments and better 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. 88 million to Rs. 760 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 89% increase in gross turnover of the company, the financial charges have come down by Rs.73 million compared to the similar period last year. The main reason for downward trend in the financial charges is the early repayment of entire long-term loans during the month of October, 2023 which otherwise were to be repaid over a period of 3 ½ years. The quarterly accounts under review are the first ever accounts of the company since 1992-93 in which long term loans of the company have become zero.

Deharki Sugar Mills (Pvt.) Limited (DSML), a 100% owned subsidiary of the Company has earned profit after tax amounting to Rs. 301 million as compared to profit after tax Rs. 107 million in the same period last year which is mainly attributable to sale of carry over sugar stocks at better sugar prices and significant saving in financial charges caused by early repayment of long-term debt.

Crushing season 2023-24 was started on 25 November 2023 in our all units of Punjab and Sindh and on Group basis up to 28 January 2024 sugar produced was 519,149 tons with average sucrose recovery of 9.93%. Whereas last year crushing season 2022-23 was also started on 25 November 2022 in our two units in Punjab and in Sindh DSML was started on 27 November 2022 and Unit III was started on 28 November 2022 and on Group basis up to 27 January, 2023, sugar produced was 509,567 tons with average sucrose recovery of 10.30%.

For ongoing crushing season 2023-24, notified support prices of sugarcane have again been enhanced to Rs. 400 from Rs. 300 per 40 kgs in Punjab and to Rs. 425 from Rs. 302 per 40 kgs in the Province of Sindh. The Company is purchasing sugarcane in Punjab at Rs. 425 per 40 kgs from start of the crushing season which is Rs.25 per 40 kgs above the support price whereas ultimate

average sugarcane prices to be achieved at the end of the season would be higher than Rs. 425 per 40 kgs. This increase in the prices of sugarcane will ultimately result 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. In ongoing crushing season 2023-24 entire industry is selling sugar at below cost and incurring heavy losses. Production cost is too high compared to prevailing sugar prices in the country. Also gap between imported sugar and local sugar prices is widening and at present its more than 100%. There is a need to rationalize sugar prices upward by taking appropriate measures to bridge this gap 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 Govt. has exercised better controls over smuggling of sugar but accumulated stock of this commodity in the country due to this measure is not being allowed for export resulting in surplus sugar stocks putting pressure on local sugar prices, making them financial unviable for the sugar industry.

Financial year 2023-24 seems to be more challenging due to prevailing economic conditions of the country, higher discount rate of SBP may cause drastic increase in finance cost and increase in sugarcane support prices by the provinces will result in higher production cost of sugar with no adequate corresponding increase in the sugar prices. Though growers are getting higher yield per acre compared to last year but sucrose recoveries are less and by the end of the current crushing season, our sucrose recovery is expected to be less by 50 bps as compared to last year which will result in increasing our production cost.

On 1st December, 2023 carryover sugar stocks were approx. 700,000 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 US \$ 750 per ton to US \$ 685 per ton causing loss to the sugar industry as well as to the country on account of foreign exchange. Poor decision making at Government level is not letting this industry to grow at its real potential.

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. 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.

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. Poor sucrose recoveries being achieved may also negatively affect profitability of the Company.

29 January 2024
Lahore

Chief Executive Officer

Director

اس اقدام کے باعث مذکورہ اس کموڈٹی کے زرخیرے کو برآمد کرنے کی اجازت نہ ہے جس کے باعث چین کی اضافی سٹاک موجود ہیں اور مقامی سطح پر چین کی قیمتوں پر دباؤ بڑھ رہا ہے جس سے چین کی صنعت مالیاتی لحاظ سے کمزور ہو رہی ہے۔

مالیاتی سال 2023-24 ملک کی عالیہ معاشی حالات کے باعث مشکلات سے دوچار نظر آ رہا ہے۔ اور SBP کی بلند شرح سود مالیاتی لاگت میں خطرناک حد تک اضافہ کر سکتا ہے اور صوبوں کی جانب سے سپورٹ پرائس میں اضافہ چین کی پیداواری لاگت میں اضافے کا باعث بنے گا جب کہ اس کی مناسبت سے چین کی قیمتوں میں اضافہ نہیں کیا جا رہا۔ اگرچہ کاشتکار گذشتہ برس کی نسبت فی ایکڑ بلند پیداوار حاصل کر رہے ہیں لیکن سکروز ریکوریز کم ہیں اور حالیہ کرشنگ سیزن کے اختتام پر ہماری سکروز ریکوری گذشتہ برس کی نسبت 50bps سے کم ہونے کی توقع ہے جس کے نتیجے میں ہماری پیداواری لاگت میں اضافہ ہوگا۔

کیم دسمبر 2023ء کو ملک بھر میں کیری اور شوگر سٹاکس تقریباً 700,000 ٹن تھے اور بین الاقوامی سطح پر چین کی قیمتیں 750 ڈالر فی ٹن تھیں لیکن وفاقی حکومت نے سرپلس چین کی کچھ مقدار کو برآمد کرنے کا بروقت فیصلہ نہیں کیا۔ نتیجتاً، اب بین الاقوامی قیمتیں 750 ڈالر فی ٹن سے کم ہو کر 685 ڈالر فی ٹن رہ گئی ہیں اور غیر ملکی شرح مبادلہ کے باعث ملک اور چین کی صنعت کو خسارہ برداشت کرنا پڑا۔ حکومت سطح پر ناقص فیصلہ سازی کے باعث یہ صنعت حقیقی استعداد کے مطابق ترقی نہیں کر رہی۔

معمول کے مطابق کاشتکاروں کی ادائیگیاں ہماری اولین ترجیح رہی ہیں جو ہماری کامیابی کی بنیادی خصوصیات میں سے ایک ہے۔ شوگر انڈسٹری کے لئے مشکل اور نامساعد حالات کے باوجود کمپنی نے ترجیحی بنیادوں پر کاشتکاروں کو ان کے بینک اکاؤنٹس میں ادائیگی کے لئے سال 2017-18 میں اقدامات کئے اور ہماری کاوشوں کو کاشتکاروں نے سراہا ہے۔ کمپنی باقاعدگی سے اپنے کاشتکاروں کو مالیاتی معاونت اور تکنیکی سپورٹ فراہم کر رہی ہے۔ ان پالیسیوں اور کاشتکاروں کے لئے ترجیحی رویہ کے باعث کمپنی نے ان کے ساتھ بہترین تعلقات قائم کر رکھے ہیں۔

اللہ تعالیٰ کے فضل و کرم سے ہم مسلسل اچھی کارکردگی دکھا رہے ہیں اور کمپنی ورکنگ کیٹیبل کی ضروریات کو اچھی طرح منبج کر کے مالیاتی اخراجات کو مزید کم کر رہی ہے لیکن اینٹی بینک آف پاکستان 22% کے بیس ریت کو برقرار رکھے ہوئے ہیں جب کہ اس میں کمی واقع نہیں ہو رہی جس سے کمپنی کی مالیاتی لاگت میں اضافہ ہوگا اور مستقبل میں کمپنی کے منافع کو بری طرح متاثر کرے گا۔ گئے اور دیگر ان پیس کی قیمتوں میں اضافے کے باعث کمپنی کے زیر کار سرمایہ کی ضروریات میں نمایاں اضافہ ہوا ہے۔ سکروز کی ناقص ریکوریز بھی کمپنی کے منافع کو بری طرح متاثر کر سکتی ہیں۔

ڈائریکٹر

چیف ایگزیکٹو آفیسر

۲۹ جنوری ۲۰۲۳

لاہور

ڈائریکٹرز کا جائزہ

کمپنی کے ڈائریکٹرز 31 دسمبر 2023ء کو اختتام پذیر سہ ماہی کے لئے کمپنی کے غیر پڑتال شدہ کھاتے از راہ سمرت پیش کرتے ہیں۔

پہلی سہ ماہی کے مالیاتی نتائج کمپنی کی ملکنہ سالانہ مجموعی مالیاتی کارکردگی کی درست نمائندگی نہیں کرتے لیکن رجحانات سے متعلق ایک تصور پیش کر سکتے ہیں۔ مندرجہ ذیل بیروں میں آپریٹنگ و مالیاتی نتائج کی اہم خصوصیات کی مختصر وضاحت کی گئی ہے۔

زیر جائزہ مدت کے دوران، عائد بھاری ٹیکسوں اور WPPF اور WWF میں خاطر خواہ اضافے کے باوجود کمپنی نے گزشتہ برس کے متعلقہ دورانیہ میں 455 ملین روپے کی نسبت 4,992 ملین روپے کا خالص منافع علاوہ ٹیکس درج کیا جس کے نتیجے میں کمپنی کی فی شخص آمدنی 7.61 روپے سے بڑھ کر 86.40 روپے ہو گئی۔ کل منافع کا تناسب بھی نمایاں طور پر 11% سے 35% تک بڑھ گیا۔ چینی، گنے کے کاروباری کھیتوں اور توانائی کی تقسیم جیسے تمام شعبوں نے کمپنی کے مجموعی منافع میں مثبت کردار ادا کیا۔ اس ریکارڈ منافع کی بنیادی وجوہات کا خلاصہ حسب ذیل ہے:

- (i) کمپنی کے کل ٹرن اور میں 89% اضافہ ہوا جو کیری اور شوگر سٹاکس کی معقول قیمتوں پر فروخت کے باعث 16.7 بلین روپے سے 31.5 بلین روپے تک بڑھا۔
- (ii) صوبائی حکومتوں کی جانب سے گنے کی سپورٹ پرائس میں اضافے اور گنے کی فی ایکڑ پیداوار میں بہتری نے اس مرتبہ گنے کے کارپوریٹ فارمنے ز منافع ریکارڈ کیا۔ ماضی میں گنے کی سپورٹ پرائس نے کاشتکاروں کی جانب سے گنے کی غیر روایتی کٹائی کے مقابلے میں پاکستان میں کارپوریٹ فارمنگ سٹرکچر کو کبھی سہارا نہیں دیا کیونکہ اس عمل پر بہت زیادہ اخراجات آتے تھے لہذا اسی وجہ سے ماضی میں بہتر مالیاتی نتائج ظاہر نہیں ہو سکے۔
- (iii) گنے کی فی ایکڑ پیداوار میں نمایاں اضافے اور گنے کی بلند سپورٹ پرائس کے باعث کٹائی کے وقت گنے کی فصل کی نیٹ فیوڈ ایبلٹی کی مدد سے دیگر آمدنی میں بھی 88 ملین روپے سے 760 ملین روپے کا واضح اضافہ دیکھا گیا۔
- (iv) کمپنی کے کل ٹرن اور میں 89% اضافے کے باوجود مالیاتی اخراجات میں گزشتہ برس کی اسی مدت کی نسبت 73 ملین روپے کی کمی واقع ہوئی۔ مالیاتی اخراجات میں کمی کے رجحان کی بنیادی وجہ اکتوبر 2023ء میں طویل مدتی قرضوں کی مکمل اوقفل از وقت ادائیگی ہے جسے سائز سے تین سال کی مدت میں ادا کرنا مقصود تھا۔ زیر جائزہ سہ ماہی کھاتے 93-1992 کے بعد کمپنی کے پہلے کھاتے ہیں جہاں کمپنی کے طویل مدتی قرضے صفر ہو گئے۔

کمپنی کی 100% ملکیتی ذیلی کمپنی ڈھر کی شوگر ملز (پرائیویٹ) لمیٹڈ (DSML) نے گزشتہ برس کی اسی مدت میں 107 ملین روپے علاوہ ٹیکس منافع کی نسبت 301 ملین روپے منافع علاوہ ٹیکس حاصل کیا جسے چینی کی بہتر قیمتوں پر کیری اور شوگر سٹاکس کی فروخت اور طویل مدتی قرضے کی قبل از وقت ادائیگی کے باعث مالیاتی اخراجات میں نمایاں بچت سے منسوب کیا جاتا ہے۔

پنجاب اور سندھ کے ہمارے تمام یونٹس میں کرشنگ سیزن 2023-24 کا آغاز 25 نومبر 2023ء کو ہوا اور گروپ کی سطح پر 28 جنوری 2024ء تک چینی کی پیداوار 519,149 ٹن جب کہ سکروڈ کی ریکوری 9.93% رہی۔ اس کے برعکس گزشتہ برس بھی پنجاب میں ہمارے دو یونٹس کے کرشنگ سیزن 2022-23 کا آغاز 25 نومبر 2022ء کو اور سندھ میں DSML کے کرشنگ سیزن کا آغاز 27 نومبر 2022ء کو ہوا جبکہ یونٹ III کی کرشنگ 28 نومبر 2022ء کو شروع ہوئی۔ گروپ کی سطح پر 27 جنوری 2023ء تک سکروڈ کی اوسط 10.30% ریکوری کے ساتھ چینی کی پیداوار 509,567 ٹن ہوئی۔

جاری کرشنگ سیزن 2023-24 کے لئے گنے کی مقررہ سپورٹ پرائس میں پنجاب میں 300 روپے سے 400 روپے فی من اور صوبہ سندھ میں 302 روپے سے 425 روپے فی من تک کر دیا گیا۔ کرشنگ سیزن کے آغاز سے کمپنی پنجاب میں 425 روپے فی من کی شرح سے گنا خرید کر رہی ہے جو سپورٹ پرائس سے 25 روپے فی من زیادہ ہے جب کہ سیزن کے اختتام پر گنے کی اوسط قیمتیں 425 روپے فی من ہو جائیں گی۔ گنے کی قیمتوں میں اس اضافے نے چینی کی پیداواری لاگت میں اضافہ کر دیا ہے۔ لاگت کا اہم ترین عنصر گنے کی قیمتیں ہیں جن کا تین ہرسال صوبائی حکومتیں کرتی ہیں جب کہ چینی کی قیمتوں کو منڈی کی طاقتوں اور خصوصاً پنجاب میں حکومتی انتظامیہ کے رحم و کرم پر چھوڑ دیا جاتا ہے جس نے شوگر انڈسٹری کو بڑے پیمانے پر خطرے سے دوچار کر دیا ہے۔ جاری کرشنگ سیزن 2023-24 میں انڈسٹری لاگت سے کم قیمت پر چینی فروخت اور بھاری خسارہ برداشت کر رہی ہے۔ ملک میں چینی کی حالیہ قیمتوں کے مقابلے میں پیداواری لاگت انتہائی بلند ہے۔ درآمدی چینی اور مقامی چینی کی قیمتوں میں فرق بڑھتا جا رہا ہے اور فی الوقت یہ 100% سے زائد ہے۔ اس فرق کو ختم کرنے کے لئے مناسب اقدامات کے ذریعے چینی کی قیمتوں میں ردوبدل کی ضرورت ہے تاکہ اس جس کی بین الاقوامی قیمتوں کے مطابق کاشتکار گنے کی مناسب قیمت حاصل کر سکیں۔ اس طرح چینی کی صنعت بچ سکتی ہے اور معقول منافع حاصل کر سکتی ہے۔ وفاقی حکومت نے چینی کی سگنگ پر بہتر کنٹرول وضع کئے ہیں لیکن ملک میں





CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

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

As at 31 December 2023

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital	6	577,766,610	577,766,610
Share premium reserve		678,316,928	678,316,928
Accumulated profit		19,727,164,202	14,735,295,329
		20,983,247,740	15,991,378,867
NON-CURRENT LIABILITIES			
Long term finances - secured	7	–	–
Lease liabilities	8	1,571,050,456	1,971,251,988
Deferred taxation		1,163,153,353	319,487,885
		2,734,203,809	2,290,739,873
CURRENT LIABILITIES			
Short term borrowings	9	17,867,291,082	7,192,529,027
Current portion of non-current liabilities		2,231,525,467	7,339,156,750
Trade and other payables	10	9,846,360,801	3,023,944,806
Advances from customers	11	19,932,251,809	15,335,981,447
Provision for taxation		1,679,863,807	–
Unclaimed dividend		52,850,040	52,850,040
Accrued profit / interest / mark-up		266,902,150	674,037,003
		51,877,045,156	33,618,499,073
CONTINGENCIES AND COMMITMENTS			
	12	75,594,496,705	51,900,617,813
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	13	19,928,867,552	19,512,840,544
Right-of-use assets	14	2,537,513,205	2,540,480,809
Investment property		317,840,212	317,840,212
Intangibles		608,310,693	608,650,648
Long term investments	15	1,049,752,500	1,049,752,500
Long term deposits		169,648,101	149,264,734
Retirement benefits		39,048,222	44,469,926
		24,650,980,485	24,223,299,373
CURRENT ASSETS			
Short term investments	15	1,067,680,059	1,067,680,059
Biological assets	16	3,218,424,293	3,605,862,039
Stores, spare parts and loose tools		2,727,463,615	2,428,431,679
Stock-in-trade	17	27,410,259,729	15,822,918,641
Trade receivables		4,079,726,483	3,177,651,602
Advances, deposits, prepayments and other receivables		988,161,998	1,237,415,156
Advance tax - net		–	178,768,184
Cash and bank balances	18	11,451,800,043	158,591,080
		50,943,516,220	27,677,318,440
		75,594,496,705	51,900,617,813

The annexed notes from 1 to 26 form an integral part of this condensed interim unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

	Note	31-Dec-23 Rupees	31-Dec-22 Rupees
Gross revenue		31,485,252,239	16,692,507,606
Sales tax and commission		(4,315,495,312)	(2,012,295,641)
Revenue from contracts with customers	19	27,169,756,927	14,680,211,965
Cost of revenue		(17,674,723,800)	(13,016,743,922)
Gross profit		9,495,033,127	1,663,468,043
Administrative expenses		(683,928,351)	(566,504,595)
Selling expenses		(18,414,828)	(15,606,260)
Other income	20	759,845,872	88,031,055
Other expenses	21	(604,356,276)	(13,616,095)
		(546,853,583)	(507,695,895)
Profit from operations		8,948,179,544	1,155,772,148
Finance cost		(825,814,820)	(898,685,758)
Profit before taxation		8,122,364,724	257,086,390
Taxation		(3,130,495,851)	197,765,282
Profit for the quarter		4,991,868,873	454,851,672
Earnings per share - basic and diluted		86.40	7.61

The annexed notes from 1 to 26 form an integral part of this condensed interim unconsolidated financial statements.

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

For the quarter ended 31 December 2023

	31-Dec-23 Rupees	31-Dec-22 Rupees
Profit for the quarter	4,991,868,873	454,851,672
Other comprehensive income for the quarter	–	–
Total comprehensive income for the quarter	4,991,868,873	454,851,672

The annexed notes from 1 to 26 form an integral part of this condensed interim unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

	Note	31-Dec-23 Rupees	31-Dec-22 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		8,122,364,724	257,086,390
Adjustments for non-cash income and expenses:			
Finance cost		825,814,820	897,031,593
Depreciation		708,045,563	592,775,800
Workers' Profit Participation Fund		436,336,050	13,535,124
Sugarcane roots written off		61,592,416	52,011,742
Staff retirement benefits		76,456,404	68,305,829
Workers' Welfare Fund		168,020,226	80,971
Amortization of transaction cost		-	1,654,165
Amortization of intangible assets		339,954	509,932
Gain on disposal of operating fixed assets		(45,231,540)	(11,182,309)
Interest income		(91,042,822)	(85,191,441)
Fair value (gain) / loss at point of harvest		(573,632,050)	44,019,250
		1,566,699,021	1,573,550,656
		9,689,063,745	1,830,637,046
Working capital changes:			
Stores, spare parts and loose tools		(299,031,936)	(532,922,706)
Stock-in-trade		(11,587,341,088)	(7,134,229,764)
Biological assets		961,069,796	283,644,200
Advances, deposits, prepayments and other receivables		249,253,158	169,781,513
Trade receivables		(816,295,231)	517,946,693
Trade and other payables		6,095,319,438	2,345,491,471
Advances from customers		4,596,270,362	5,550,052,912
		(800,755,501)	1,199,764,319
Cash generated from operations		8,888,308,244	3,030,401,365
Taxes paid		(430,873,931)	(207,390,212)
Staff retirement benefits paid		(92,877,904)	(74,236,541)
Long term deposits - net		28,769,054	(17,311,463)
Interest income received		5,263,172	10,627,774
Workers' Welfare Fund paid		(25,323,775)	-
		(515,043,384)	(288,310,442)
Net cash generated from operating activities		8,373,264,860	2,742,090,923
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of operating fixed assets		48,671,402	14,747,483
Capital expenditure		(813,571,168)	(371,154,602)
Net cash used in investing activities		(764,899,766)	(356,407,119)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term finances - net		(5,430,180,003)	(468,813,973)
Short term borrowings - net		11,101,881,709	4,853,133,769
Financial charges paid as:			
- finance cost		(1,109,441,222)	(1,243,942,253)
- Interest on lease liability		(123,508,448)	(78,467,279)
Principal portion of lease liability paid		(326,788,513)	(282,192,712)
Payment for own shares purchased for cancellation		-	(890,000,000)
Dividend paid		-	(29,682)
Net cash generated from financing activities		4,111,963,523	1,889,687,870
Net increase in cash and cash equivalents		11,720,328,617	4,275,371,674
Cash and cash equivalents at beginning of the quarter		(2,768,529,076)	(2,291,362,215)
Cash and cash equivalents at end of the quarter		8,951,799,541	1,984,009,459
Cash and cash equivalents comprise of the following:			
- Cash and bank balances	18	11,451,800,043	3,224,229,917
- Running finances and morabaha finances	9.2	(2,500,000,502)	(1,240,220,458)
		8,951,799,541	1,984,009,459

The annexed notes from 1 to 26 form an integral part of this condensed interim unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

	Revenue Reserves					Total equity Rupees
	Capital	Revenue	Reserve for	Total		
	Share premium	Accumulated profit	cancellation of own shares	reserves		
Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	
Balance as at 01 October 2022	678,316,928	15,628,973,589	–	–	16,307,290,517	16,905,057,127
Total comprehensive income for the quarter						
Profit for the quarter	–	454,851,672	–	–	454,851,672	454,851,672
Other comprehensive income for the quarter	–	–	–	–	–	–
Reserve for cancellation of own shares	–	454,851,672	–	–	454,851,672	454,851,672
	–	–	–	(890,000,000)	(890,000,000)	(890,000,000)
Balance as at 31 December 2022	678,316,928	16,083,825,261	–	(890,000,000)	15,872,142,189	16,469,908,799
Balance as at 01 October 2023	678,316,928	14,735,295,329	–	–	15,413,612,257	15,991,378,867
Total comprehensive income for the quarter						
Profit for the quarter	–	4,991,868,873	–	–	4,991,868,873	4,991,868,873
Other comprehensive income for the quarter	–	–	–	–	–	–
Balance as at 31 December 2023	678,316,928	19,727,164,202	–	–	20,405,481,130	20,983,247,740

The annexed notes from 1 to 26 form an integral part of this condensed interim unconsolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

1. CORPORATE AND GENERAL INFORMATION

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, mud, generation & 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 200,000-230,000 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.

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 December 2023 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 quarter ended 31 December 2023.

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.

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

For the quarter ended 31 December 2023

- 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 is 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 quarter ended 31 December 2022.
- 2.1.5** These condensed interim unconsolidated 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 unconsolidated financial statements are presented in Pakistani Rupees (Rs. / Rupees) which is the Company's functional and presentation currency.

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. STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

- 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** There are certain new standards and amendments to the approved accounting standards which became effective during the quarter but are considered not to be relevant or have any significant effect on the Company's operations and are, therefore, not disclosed.

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 April each year.

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
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6. SHARE CAPITAL

6.1	Authorized share capital		
	75,000,000 (30 September 2023: 75,000,000)	750,000,000	750,000,000
	voting ordinary shares of Rs. 10 each		
	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>
6.2	Issued, subscribed and paid up share capital		
	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 2,000,000 ordinary shares		
	having face value of Rs. 10 each	6.2.1	–
		<u>577,766,610</u>	<u>(20,000,000)</u>
			<u>577,766,610</u>

6.2.1 In pursuant of the special resolution passed by the shareholders of the Company at extraordinary general meeting held on November 03, 2022, authorizing the Company to buy-back the shares under Section 88 of the Companies Act, 2019 read in conjunction with the Listing Companies (Buy Back of Shares) Regulations, 2019. The Company with the approval of the shareholders accorded to buy back upto to a maximum of its 2,000,000 issued, subscribed and paid-up ordinary shares having face value Rs. 10 through the Pakistan Stock Exchange Limited at the spot/ current price prevailing during purchase period. The Company has bought back its all 2,000,000 ordinary shares from its shareholders till dated 02 January 2023. Consequently, paid up capital of the Company has been reduced to Rs. 577,766,610 divided into 57,776,661 ordinary shares of face value of Rs. 10 each.

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

For the quarter ended 31 December 2023

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
7. LONG TERM FINANCES - SECURED			
Mark-up bearing finances from conventional banks / financial institutions	7.1	1,000,000,000	6,430,180,003
Islamic mode of financing	7.2	–	–
		1,000,000,000	6,430,180,003
Less: Transaction cost			
Balance as at 01 October		–	(28,192,726)
Amortization of transaction cost		–	28,192,726
Balance at the end of the quarter / year		–	–
		1,000,000,000	6,430,180,003
Current maturity presented under current liabilities:			
Mark-up bearing finances from conventional banks / financial institutions		(1,000,000,000)	(6,430,180,003)
	7.3	–	–
		(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
7.1 Mark-up bearing finances from conventional banks / financial institutions			
Balance at beginning of the quarter / year		6,430,180,003	8,794,166,670
Finances received during the quarter / year		–	1,000,000,000
Repayments during the quarter / year		(5,430,180,003)	(3,363,986,667)
		1,000,000,000	6,430,180,003
7.2 Islamic mode of financing			
Balance at beginning of the quarter / year		–	520,435,905
Repayments during the quarter / year		–	(520,435,905)
		–	–

7.3 As at 31 December 2023, long term finances are secured against ranking / joint parri passu charge over all present and future fixed assets including land, building and plant and machinery of the Company amounting to Rs. 15,642 million (30 September 2023: Rs. 14,975 million) and personal guarantees of sponsor directors of the Company.

8. LEASE LIABILITIES

		31-Dec-23 (Un-Audited)			
		Land	Buildings	Vehicles	Total
	Note	Rupees	Rupees	Rupees	Rupees
Balance as at 01 October		2,088,136,103	108,680,696	683,411,936	2,880,228,735
Additions/modification/ remeasurement of lease		–	–	249,135,701	249,135,701
Finance cost regarding lease arrangement		79,816,134	4,614,088	39,078,226	123,508,448
Lease payments		(346,439,337)	(12,378,102)	(91,479,522)	(450,296,961)
	8.1	1,821,512,900	100,916,682	880,146,341	2,802,575,923
Less: Current maturity presented under current liabilities		(963,425,514)	(47,201,209)	(220,898,744)	(1,231,525,467)
Balance as at 31 December		858,087,386	53,715,473	659,247,597	1,571,050,456
		30-Sep-23 (Audited)			
		Land	Buildings	Vehicles	Total
		Rupees	Rupees	Rupees	Rupees
Balance as at 01 October		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
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)
Impact of early termination		(24,784,127)	–	–	(24,784,127)
	8.1	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)
Balance as at 30 September		1,403,280,786	60,855,158	507,116,044	1,971,251,988

8.1 This includes Rs. 708.75 million and Rs. 171.39 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.

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

For the quarter ended 31 December 2023

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
9. SHORT TERM BORROWINGS			
Mark-up based borrowings from conventional banks / financial institutions - secured			
Cash finances	9.1	5,462,036,421	2,095,363,687
Running finances	9.2	2,500,000,502	2,927,120,156
Finance against trust receipts	9.3	187,851,618	52,134,162
Agriculture finance facility	9.4	250,000,000	250,000,000
		8,399,888,541	5,324,618,005
Islamic mode of financing			
Sukuk finance - unsecured	9.5	8,000,000,000	–
Salam / Istisna / Musawamah / Tijarah finances - secured	9.6	1,417,402,541	667,911,022
Agriculture finance facility - secured	9.7	50,000,000	50,000,000
		9,467,402,541	717,911,022
Borrowings from related party - unsecured			
Deharki Sugar Mills (Private) Limited	9.8	–	1,150,000,000
		17,867,291,082	7,192,529,027

- 9.1** The Company has availed cash finance facilities from various banks aggregated to Rs. 22,850 million (30 September 2023: Rs. 15,400 million). The mark-up rates applicable during the quarter 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 quarter 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). 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 Company has obtained agriculture finance facility amounting to Rs. 250 million (30 September 2023: Rs. 250 million) for sugarcane growers to support crop cultivation. The mark-up rates applicable during the quarter is three months KIBOR plus 300 bps per annum (30 September 2023: three months KIBOR plus 300 bps per annum).
- 9.5** The Company has issued unsecured, privately placed short term Sukuk amounting to Rs. 8,000 million (30 September 2023: Rs. Nil) to meet the sugarcane procurement requirements of the Company. The mark-up rate applicable during the period is six months KIBOR plus 90 bps per annum (30 September 2023: Nil).
- 9.6** The Company has obtained Salam / Istisna / Musawamah / Tijarah financing facilities from various banks and financial institutions aggregating to Rs. 10,100 million (30 September 2023: Rs. 9,185 million). The mark-up rates applicable during the

quarter ranging from three to nine months KIBOR plus 50 to 75 bps per annum (30 September 2023: three to nine months KIBOR plus 50 to 150 bps per annum).

- 9.7** The Company has availed Diminishing Musharakah finance facility amounted to Rs. 50 million (30 September 2023: Rs. 50 million) for sugarcane growers to support crop cultivation. The mark-up rate applicable during the quarter is twelve months KIBOR plus 300 bps per annum (30 September 2023: twelve months KIBOR plus 300 bps per annum).
- 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 respective lender at 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. 4,650 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. 100 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.

10. TRADE AND OTHER PAYABLES

Balance as at 31 December 2023 mainly includes payable to trade creditors amounting to Rs. 1,163 million (30 September 2023: Rs. 1,103 million) and sales tax payable amounting to Rs. 1,784 million (30 September 2023: Rs. 587 million).

11. ADVANCES FROM CUSTOMERS

Balance as at 31 December 2023 mainly includes advances received from customers against sale of sugar aggregates to Rs. 13,451 million (30 September 2023: Rs. 15,276 million).

12. CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There is no material change in the status of other 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 amounts to Rs. 173 million (30 September 2023: Rs. 650 million).
- 12.1.2** 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.

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

For the quarter ended 31 December 2023

	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
12.2 Commitments		
12.2.1 Letters of credit for import of machinery and its related components	496,185,950	295,731,221

12.2.2 Commitments in respect of operation and maintenance cost of Co-Generation Power Plants contracted for but not incurred as at 31 December 2023 amounts to Rs. 26.73 million (30 September 2023: Rs. 35.64 million).

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
13. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	13.1	19,144,119,474	19,144,790,202
Capital work in progress	13.2	634,632,321	299,470,019
Stores, spare parts and loose tools held for capital expenditure		150,115,757	68,580,323
		<u>19,928,867,552</u>	<u>19,512,840,544</u>

13.1 Operating fixed assets			
Net book value at beginning of the quarter / year		19,144,790,202	19,068,801,186
Additions during the quarter / year		441,271,077	1,737,627,475
Transfer to investment property		-	(38,704,100)
Transfer from right-of-use assets			
- net book value		261,750	56,784,430
Disposals during the quarter / year			
- net book value		(65,032,278)	(209,869,788)
Depreciation charged during the quarter / year		(377,171,277)	(1,469,849,001)
Net book value at end of the quarter / year		<u>19,144,119,474</u>	<u>19,144,790,202</u>
13.2 Capital work in progress			
Opening balance		299,470,019	196,702,905
Additions during the quarter / year		430,095,354	1,453,437,328
Transfers made during the quarter / year		(94,933,052)	(1,350,670,214)
Closing balance		<u>634,632,321</u>	<u>299,470,019</u>

14. RIGHT-OF-USE ASSETS

	31-Dec-23 (Un-audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
Balance as at 01 October	1,707,454,719	100,111,151	732,914,939	2,540,480,809
Additions during the quarter	-	-	247,857,750	247,857,750
Transfer to operating fixed assets				
- net book value	-	-	(261,750)	(261,750)
Depreciation charged during the quarter	(196,364,961)	(10,692,612)	(43,506,031)	(250,563,604)
Deletions during the quarter	-	-	-	-
Balance as at 31 December	1,511,089,758	89,418,539	937,004,908	2,537,513,205

	30-Sep-23 (Audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
Balance as at 01 October	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
Transfer to operating fixed assets				
- net book value	-	-	(56,784,430)	(56,784,430)
Depreciation charged during the year	(751,877,005)	(47,983,325)	(127,896,627)	(927,756,957)
Deletions during the year	(22,850,106)	-	-	(22,850,106)
Balance as at 30 September	1,707,454,719	100,111,151	732,914,939	2,540,480,809

Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
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15. LONG TERM INVESTMENTS

Investment in subsidiary companies - unquoted	15.1	2,117,430,059	2,117,430,059
Investment in associated companies - unquoted	15.2	2,500	2,500
		2,117,432,559	2,117,432,559
Less: Classified under current assets as short term investments			
Faruki Pulp Mills Limited ("FPML")		(1,067,680,059)	(1,067,680,059)
Classified under non-current assets		1,049,752,500	1,049,752,500

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

For the quarter ended 31 December 2023

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
15.1 Investment in subsidiary companies - unquoted			
Deharki Sugar Mills (Private) Limited ("DSML")			
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
Faruki Pulp Mills Limited ("FPML")			
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
Accumulated impairment allowance		(2,086,746,324)	(2,086,746,324)
		1,067,680,059	1,067,680,059
Sadiqabad Power (Private) Limited ("SPL")			
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
Accumulated impairment allowance		(16,945,000)	(16,945,000)
		-	-
Ghotki Power (Private) Limited ("GPL")			
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
Accumulated impairment allowance		(17,315,000)	(17,315,000)
		-	-
		2,117,430,059	2,117,430,059
15.2 Investment in associated companies - unquoted			
Kathai-II Hydro (Private) Limited ("KHL")			
250 (30 September 2023: 250)			
fully paid shares of Rs. 10 each			
Equity held 20% (30 September 2023: 20%)	15.2.1	2,500	2,500

15.2.1 The KHL 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.

16. BIOLOGICAL ASSETS

The fair value of biological assets as at 31 December 2023 is Rs. 3,218 million (30 September 2023: Rs. 3,606 million). In absence of active market for standing sugarcane and other 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 by using income approach. 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 quarter which mainly include crop's expected yield. The expected cash flows are discounted using a risk adjusted discount rate.

	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
17. STOCK-IN-TRADE		
Sugar - finished goods	23,723,603,346	15,540,161,367
Molasses - by product	1,906,799,994	-
Bagasse - by product	521,784,194	231,921,750
Mud - by product	53,695,706	50,835,524
Sugar - work-in-process	943,160,006	-
Molasses - work-in-process	261,216,483	-
	<u>27,410,259,729</u>	<u>15,822,918,641</u>

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
18. CASH AND BANK BALANCES			
Current accounts			
Balance with conventional banks		2,127,620,613	97,120,944
Balance with Islamic banks		3,030,943,636	48,291,613
		<u>5,158,564,249</u>	<u>145,412,557</u>
Saving accounts			
Deposit with conventional banks	18.1	6,072,490,015	2,172,284
		<u>11,231,054,264</u>	<u>147,584,841</u>
Cash in hand			
		<u>220,745,779</u>	<u>11,006,239</u>
		<u>11,451,800,043</u>	<u>158,591,080</u>

18.1 The balances in savings accounts are placed under mark-up arrangements and bear mark-up of 20.50% (30 September 2023: 13.5% to 20.5%) per annum. It also includes TDRs of Rs. 4,250 million (30 September 2023: Rs. Nil) which carry's mark-up of 21.20% per annum.

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

For the quarter ended 31 December 2023

	Note	31-Dec-23 Rupees	31-Dec-22 Rupees
19. REVENUE FROM CONTRACTS WITH CUSTOMERS			
Disaggregation of revenue based on:			
19.1 Segments			
Sugar			
Sugar - local		23,281,463,537	10,743,061,549
Molasses - by product	19.1.1	1,332,200,833	1,619,348,975
Mud - by product		153,830,886	110,880,460
Bagasse - by product		28,133,718	324,606,602
Agri Inputs		1,847,170	370,450
		24,797,476,144	12,798,268,036
Co-Generation Power		999,906,520	1,209,058,077
Corporate Farms		1,372,374,263	672,885,852
	19.2	27,169,756,927	14,680,211,965
19.1.1 Molasses - by product			
Sales under DTRE (Duty & Tax Remission for Exporters)		1,075,096,969	1,610,413,015
Export	19.1.1.1	231,961,095	–
Local		25,142,769	8,935,960
		1,332,200,833	1,619,348,975
19.1.1.1 Geographic markets			
Europe		231,961,095	–
19.2 Timing of revenue recognition			
Products transferred at a point in time		26,169,850,407	13,471,153,888
Products transferred over time		999,906,520	1,209,058,077
		27,169,756,927	14,680,211,965

20. OTHER INCOME

This mainly includes fair value gain at the point of harvest of agricultural produce of Rs. 574 million (31 December 2022: loss of Rs. 44 million), mark-up on delayed payment from CPPA-G of Rs. 86 million (31 December 2022: Rs. 75 million).

21. OTHER EXPENSES

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

22. TRANSACTIONS WITH RELATED PARTIES

The 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 this condensed interim unconsolidated financial statements. Other significant transactions and balances with related parties except those disclosed elsewhere are as follows:

Name of Company	Relationship	Nature of Transactions	31-Dec-23 Rupees	31-Dec-22 Rupees
i) Deharki Sugar Mills (Pvt.) Limited	Subsidiary Company (Equity held 100 percent)	Sale of sugarcane	1,368,826,943	672,885,852
		Short term advances paid	2,100,000,000	-
		Short term advances received	950,000,000	1,630,000,000
		Purchase of bagasse	164,843,195	398,088,352
		Payment made against purchase of bagasse	340,048,951	127,000,000
		Markup payment on short term advances	192,815,899	19,467,525
		Sale of stores, spare parts and loose tools	20,075,215	-
		Reimbursement on use of the Company's aircraft	6,185,429	5,503,036
		Others	1,189,075	3,381,818
		ii) Shamim & Co. (Pvt.) Limited	Associated Company (Common directorship)	Sale of Sugar
Payment received against sale of sugar	156,240,000			-
iii) JDW Aviation (Pvt.) Limited	Associated Company (Common directorship)	Reimbursement of expenses	1,200,000	706,200
iv) Lahore Flying Club (Guarantee) Limited	Associated Company (Related party)	Services rendered against aircraft hangar	-	172,009
v) Post Employment Benefit Plans	Other related parties	Provident fund contribution	92,877,904	63,073,251
		Payment to recognized gratuity fund	-	214,715
vi) Key Management Personnel	Key management	Directors' remuneration and allowances	208,050,000	167,000,000
		Reimbursement of expenses	2,197,658	-

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

For the quarter ended 31 December 2023

23. 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 values of all financial assets and liabilities reflected in these condensed interim unconsolidated financial statements approximate their fair values except investment in subsidiary companies and associates are carried at cost less accumulated impairment loss (for details, refer to note 15).

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 quarter.

24. 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.

25. 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 January 2024.

26. CORRESPONDING FIGURES

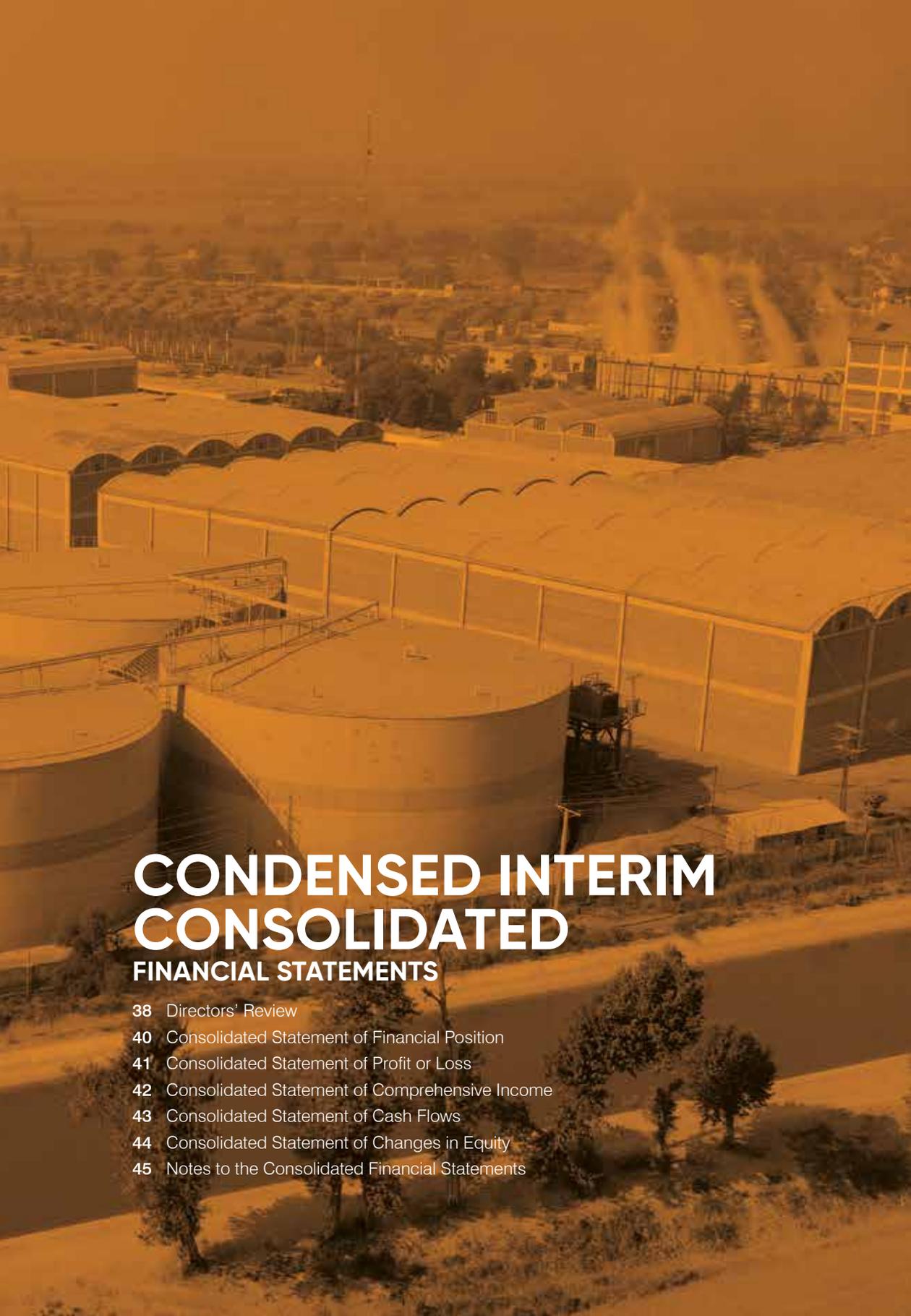
Corresponding figures have been re-arranged and re-classified, wherever considered necessary, for the purposes of comparison and better presentation to comply with the requirements of the accounting and reporting standards as applicable in Pakistan, however, no significant re-arrangements and reclassification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

Chief Financial Officer

Chief Executive Officer

Director





CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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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 quarter ended 31 December 2023.

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. 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 quarter ended 31 December 2023 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-Dec-23	31-Dec-22
	(Rs in million)	
Gross Revenue	33,804	22,656
Revenue from Contracts with Customers	29,013	19,761
Profit from Operations	9,340	1,497
Profit before Tax	8,536	450
Profit after Tax	5,377	559

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 January 2024
Lahore

Chief Executive Officer

Director

ڈائریکٹرز کا جائزہ

ڈائریکٹرز خوشی کے ساتھ جے ڈی ڈبلیو شوگر ملز اور اسکے زیریں ادارے ڈہرکی شوگر ملز پرائیویٹ لمیٹڈ، فاروقی پلپ ملز لمیٹڈ، صادق آباد پاور پرائیویٹ لمیٹڈ، گھوگی پاور پرائیویٹ لمیٹڈ اور منسلک ادارے کھٹائی ہائیڈرو-11 پرائیویٹ لمیٹڈ کی مالیاتی رپورٹ برائے پہلی سہ ماہی 31 دسمبر 2023 پیش کر رہے ہیں۔

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

فاروقی پلپ ملز لمیٹڈ کو پبلک لمیٹڈ کھپنی کے طور پر قائم کیا گیا تھا۔ اس ادارے کا بنیادی کام بیہی پلپ بنانا اور بیچنا ہے۔ کھپنی اب تک کاروباری سرگرمی شروع نہیں کر سکی ہے۔ اس ذیلی کھپنی کے 57.67 فیصد حصص جے ڈی ڈبلیو کے پاس ہیں۔ مالیاتی سال 2022-23 کے دوران اور 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 اثاثے جات یعنی عمارت، پلانٹ اور مشینری بلند ترین بولی دہندہ کو 1.6 بلین روپے (بشمول ٹیکس) میں فروخت کر دیا جو کئی اخباروں میں شائع ٹینڈر نوٹس کے جواب میں تھا۔ کامیاب بولی دہندہ کے ساتھ معاہدے پر عمل درآمد کیا گیا اور معاہدے کی مکمل رقم وصول کر لی گئی۔ یہ فنڈز منافع بخش چیک اکاؤنٹ میں جمع کر دیے گئے۔ FPML نے رواں مالیاتی سال کے دوران پروجیکٹ کی مکمل اراضی فروخت کرنے کا ارادہ کیا ہے۔

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

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

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

ہم اس بات کی تصدیق کرتے ہیں کہ ہماری بہتر معلومات کے مطابق یہ پہلی سہ ماہی مالیاتی رپورٹ برائے 31 دسمبر 2023 پاکستان میں منظور شدہ اکاؤنٹنگ سٹینڈرڈز 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:

	31 دسمبر 2022	31 دسمبر 2023	
	ملین روپے		
مجموعی فروخت	22,656	33,804	
خالص فروخت	19,761	29,013	
کارکردگی منافع	1,497	9,340	
قبل از ٹیکس منافع	450	8,536	
بعد از ٹیکس منافع	559	5,377	

ڈائریکٹرز نے اس جائزہ میں اپنے تمام مشیر 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 December 2023

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital	6	577,766,610	577,766,610
Share premium reserve		678,316,928	678,316,928
Accumulated profit		22,987,539,497	17,645,124,456
Equity attributable to owners of the Holding Company		24,243,623,035	18,901,207,994
Non-controlling interest		666,806,368	632,513,476
		24,910,429,403	19,533,721,470
NON-CURRENT LIABILITIES			
Long term finances - secured	7	–	–
Lease liabilities	8	1,571,435,060	1,971,856,431
Deferred taxation		1,570,570,476	715,499,312
		3,142,005,536	2,687,355,743
CURRENT LIABILITIES			
Short term borrowings	9	21,169,344,357	6,292,529,027
Current portion of non-current liabilities		2,233,994,868	7,341,833,125
Trade and other payables	10	10,953,393,077	3,494,399,904
Advances from customers	11	22,843,050,206	18,671,702,990
Unclaimed dividend		52,850,040	52,850,040
Provision for taxation		1,582,272,599	–
Accrued profit / interest / mark-up		304,282,778	576,851,539
		59,139,187,925	36,430,166,625
Liabilities classified as held for sale		127,386,885	220,158,975
		59,266,574,810	36,650,325,600
CONTINGENCIES AND COMMITMENTS			
	12	87,319,009,749	58,871,402,813
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	13	23,656,261,821	23,174,767,655
Right-of-use assets	14	2,539,721,700	2,543,162,549
Investment property		317,840,212	317,840,212
Intangibles		608,317,904	608,658,513
Long term investments	15	–	–
Long term deposits		169,967,101	149,583,734
Retirement benefits		39,048,222	44,469,926
		27,331,156,960	26,838,482,589
CURRENT ASSETS			
Biological assets	16	3,218,424,293	3,605,862,039
Stores, spare parts and loose tools		3,282,023,362	2,894,582,560
Stock-in-trade	17	33,897,804,288	18,325,999,039
Trade receivables		3,807,065,339	3,669,800,494
Advances, deposits, prepayments and other receivables		980,077,155	1,311,517,907
Advance tax - net		–	282,245,504
Cash and bank balances	18	13,052,671,544	183,791,476
		58,238,065,981	30,273,799,019
Assets classified as held for sale		1,749,786,808	1,759,121,205
		59,987,852,789	32,032,920,224
		87,319,009,749	58,871,402,813

The annexed notes from 1 to 27 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

	Note	31-Dec-23 Rupees	31-Dec-22 Rupees
Continuing Operations:			
Gross revenue		33,804,289,540	22,655,698,781
Sales tax and commission		(4,790,842,963)	(2,894,940,189)
Revenue from contracts with customers	19	29,013,446,577	19,760,758,592
Cost of revenue		(18,878,912,701)	(17,528,890,077)
Gross profit		10,134,533,876	2,231,868,515
Administrative expenses		(881,995,808)	(782,507,072)
Selling expenses		(21,027,545)	(17,732,206)
Other income	20	743,931,404	93,958,744
Other expenses	21	(635,043,244)	(28,253,449)
		(794,135,193)	(734,533,983)
Profit from operations		9,340,398,683	1,497,334,532
Share of loss of associate		–	–
Finance cost		(803,982,259)	(1,047,335,732)
Profit before taxation		8,536,416,424	449,998,800
Taxation		(3,243,146,185)	111,599,488
Profit from continuing operations		5,293,270,239	561,598,288
Discontinued Operations:			
Profit / (loss) from discontinued operations - net of tax		83,437,694	(2,252,131)
Profit for the quarter		5,376,707,933	559,346,157
Attributable to:			
Owners of the Holding Company		5,342,415,041	560,271,783
Non-controlling interest		34,292,892	(925,626)
		5,376,707,933	559,346,157
Earnings per share - basic & diluted			
Continuing operations		91.62	9.40
Discontinued operations		0.85	0.00
Attributable to owners of the Holding Company		92.47	9.40

The annexed notes from 1 to 27 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

	31-Dec-23 Rupees	31-Dec-22 Rupees
Profit for the quarter	5,376,707,933	559,346,157
Other comprehensive income for the quarter	–	–
Total comprehensive income for the quarter	5,376,707,933	559,346,157
Attributable to:		
Owners of the Holding Company	5,342,415,041	560,271,783
Non-controlling interest	34,292,892	(925,626)
	5,376,707,933	559,346,157

The annexed notes from 1 to 27 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

	Note	31-Dec-23 Rupees	31-Dec-22 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		8,536,416,424	449,998,800
Adjustments for non-cash income and expenses:			
Finance cost		803,982,259	1,045,681,568
Depreciation		747,432,354	635,857,066
Workers' Profit Participation Fund		458,572,983	23,912,612
Sugarcane roots written off		61,592,416	52,011,742
Staff retirement benefits		95,073,726	77,015,717
Workers' Welfare Fund		176,470,261	4,340,837
Amortization of transaction cost		-	2,077,826
Amortization of intangible assets		340,608	510,908
Gain on disposal of operating fixed assets		(45,231,540)	(11,182,309)
Interest income		(92,141,249)	(90,160,821)
Fair value (gain) / loss at the point of harvest		(573,632,050)	44,019,250
		1,632,459,768	1,784,084,396
		10,168,876,192	2,234,083,196
Working capital changes:			
Stores, spare parts and loose tools		(387,440,804)	(689,944,829)
Stock-in-trade		(15,571,805,248)	(6,361,564,000)
Biological assets		961,069,796	283,644,200
Advances, deposits, prepayments and other receivables		1,585,472,141	220,397,571
Trade receivables		(174,777,544)	716,071,390
Trade and other payables		6,731,911,549	3,030,584,110
Advances from customers		4,171,347,217	8,104,949,920
		(2,684,222,893)	5,304,138,362
Cash generated from operations			
		7,484,653,299	7,538,221,558
Taxes paid		(526,176,977)	(310,844,340)
Staff retirement benefits paid		(115,379,197)	(93,399,639)
Interest income received		6,361,599	15,597,154
Long term deposits - net		28,769,054	(17,631,963)
Workers' Welfare Fund paid		(25,323,775)	-
		(631,749,296)	(406,278,788)
Net cash generated from operating activities			
		6,852,904,003	7,131,942,770
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(839,549,318)	(374,065,316)
Proceeds from sale of operating fixed assets		48,671,402	14,747,483
Net cash used in investing activities			
		(790,877,916)	(359,317,833)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term finances - net		(5,430,180,003)	(592,808,974)
Short term borrowings - net		14,129,754,167	3,259,915,562
Financial charges paid as:			
- finance cost		(1,038,974,385)	(1,538,735,761)
- interest on lease liability		(124,018,448)	(79,479,011)
Principal portion of lease liability paid		(326,788,513)	(282,192,712)
Payment for own shares purchased for cancellation		-	(890,000,000)
Dividend paid		-	(29,682)
Net cash generated from / (used in) financing activities			
		7,209,792,818	(123,330,578)
Net increase in cash and cash equivalents			
		13,271,818,905	6,649,294,359
Cash and cash equivalents at beginning of the quarter			
		(2,743,328,680)	(2,200,970,839)
Cash and cash equivalents at end of the quarter			
		10,528,490,225	4,448,323,520
Cash and cash equivalents comprise of the following:			
- Cash and bank balances	18	13,052,671,544	5,688,543,978
- Running finances	9.2	(2,524,181,319)	(1,240,220,458)
		10,528,490,225	4,448,323,520

The annexed notes from 1 to 27 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

	Share capital Rupees	Share premium reserve Rupees	Revenue Reserves			Equity attributable to the owners of the Holding Company Rupees	Non-controlling interest Rupees	Total equity Rupees
			Accumulated profit Rupees	Reserve for cancellation of own shares Rupees	Net accumulated profit Rupees			
Balance as at 01 October 2022	597,766,610	678,316,928	17,521,680,614	-	17,521,680,614	18,797,764,152	374,672,247	19,172,436,399
Total comprehensive income / (loss) for the quarter								
Profit / (loss) for the quarter	-	-	560,271,783	-	560,271,783	560,271,783	(925,626)	559,346,157
Other comprehensive income for the quarter	-	-	-	-	-	-	-	-
Reserve for cancellation of own shares	-	-	560,271,783	-	560,271,783	560,271,783	(925,626)	559,346,157
	-	-	-	(890,000,000)	(890,000,000)	(890,000,000)	-	(890,000,000)
Balance as at 31 December 2022	597,766,610	678,316,928	18,081,952,397	(890,000,000)	17,191,952,397	18,468,035,935	373,746,621	18,841,782,556
Balance as at 01 October 2023	577,766,610	678,316,928	17,645,124,456	-	17,645,124,456	18,901,207,994	632,513,476	19,533,721,470
Total comprehensive income for the quarter								
Profit for the quarter	-	-	5,342,415,041	-	5,342,415,041	5,342,415,041	34,292,892	5,376,707,933
Other comprehensive income for the quarter	-	-	-	-	-	-	-	-
	-	-	5,342,415,041	-	5,342,415,041	5,342,415,041	34,292,892	5,376,707,933
Balance as at 31 December 2023	577,766,610	678,316,928	22,987,539,497	-	22,987,539,497	24,243,623,035	666,806,368	24,910,429,403

The annexed notes from 1 to 27 form an integral part of these condensed interim consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Director

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

For the quarter ended 31 December 2023

1. CORPORATE AND GENERAL INFORMATION

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

	(Un-audited) 31-Dec-23	(Audited) 30-Sep-23
	Holding percentage	
JDW Group		
Holding Company		
JDW Sugar Mills Limited		
Subsidiaries:		
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%
Associate:		
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 200,000-230,000 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.

- 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 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

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

For the quarter ended 31 December 2023

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 the condensed interim consolidated statement of financial position of the Group as at 31 December 2023 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 quarter ended 31 December 2023.

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:

- 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 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 quarter ended 31 December 2022.

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. STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

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 There are certain new standards and amendments to the approved accounting standards which became effective during the quarter but are considered not to be relevant or have any significant effect on the Group's operations and are, therefore, not disclosed.

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 April each year.

	(Un-audited)	(Audited)
	31-Dec-23	30-Sep-23
	Rupees	Rupees

6. SHARE CAPITAL

6.1 Authorized capital		
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
	1,000,000,000	1,000,000,000

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

For the quarter ended 31 December 2023

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
6.2 Issued, subscribed and paid-up capital			
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 2,000,000 ordinary shares having face value of Rs. 10 each		–	(20,000,000)
	6.2.1	577,766,610	577,766,610

6.2.1 In pursuant of the special resolution passed by the shareholders of the Holding Company at extraordinary general meeting held on November 03, 2022, authorizing the Holding Company to buy-back the shares under Section 88 of the Companies Act, 2017 read in conjunction with the Listing Companies (Buy Back of Shares) Regulations, 2019. The Holding Company with the approval of the shareholders accorded to buy back upto to a maximum of its 2,000,000 issued, subscribed and paid-up ordinary shares having face value Rs. 10 through the Pakistan Stock Exchange Limited at the spot/current price prevailing during purchase period. The Holding Company has bought back its all 2,000,000 ordinary shares from its shareholders till dated 02 January 2023. Consequently, paid up capital of the Holding Company has been reduced to Rs. 577,766,610 divided into 57,776,661 ordinary shares of face value of Rs. 10 each.

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
7. LONG TERM FINANCES - SECURED			
Mark-up bearing finances from conventional banks / financial institutions	7.1	1,000,000,000	6,430,180,003
Islamic mode of financing	7.2	–	–
		1,000,000,000	6,430,180,003
Less: Transaction cost			
Balance as at 01 October		–	(35,413,373)
Amortization of transaction cost		–	35,413,373
Balance at end of the quarter / year		–	–
		1,000,000,000	6,430,180,003
Current maturity presented under current liabilities:			
Mark-up bearing finances from conventional banks / financial institutions		(1,000,000,000)	(6,430,180,003)
	7.3	–	–

	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
7.1 Mark-up bearing finances from conventional banks / financial institutions		
Balance at beginning of the quarter / year	6,430,180,003	10,279,166,666
Finances received during the quarter / year	–	1,000,000,000
Repayments during the quarter / year	(5,430,180,003)	(4,848,986,663)
	<u>1,000,000,000</u>	<u>6,430,180,003</u>
7.2 Islamic mode of financing		
Balance at beginning of the quarter / year	–	1,051,685,905
Repayments during the quarter / 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. 19,243 million (30 September 2023: Rs 18,576 million) and personal guarantees of sponsor Directors of the Group.

8. LEASE LIABILITIES

	Note	31-Dec-23 (Un-audited)			
		Land	Buildings	Vehicles	Total
		Rupees	Rupees	Rupees	Rupees
Balance as at 01 October		2,088,136,103	111,961,514	683,411,936	2,883,509,553
Additions / modification / remeasurement of lease		–	–	249,135,701	249,135,701
Finance cost regarding lease arrangement		79,816,134	4,747,274	39,078,226	123,641,634
Lease payments		(346,439,337)	(12,939,102)	(91,479,522)	(450,857,961)
		<u>1,821,512,900</u>	<u>103,769,686</u>	<u>880,146,341</u>	<u>2,805,428,927</u>
Less: Current maturity presented under current liabilities		(963,425,514)	(49,669,609)	(220,898,744)	(1,233,993,867)
Balance as at 31 December	8.1	<u>858,087,386</u>	<u>54,100,077</u>	<u>659,247,597</u>	<u>1,571,435,060</u>

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

For the quarter ended 31 December 2023

	30-Sep-23 (Audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
Balance as at 01 October	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)
Balance as at 30 September	1,403,280,786	61,459,601	507,116,044	1,971,856,431

- 8.1** This includes Rs. 708.75 million and Rs. 171.39 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-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
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9. SHORT TERM BORROWINGS

Mark-up based borrowings from conventional banks / financial institutions - secured			
Cash finances	9.1	6,547,928,782	2,095,363,687
Running finances	9.2	2,524,181,319	2,927,120,156
Finance against trust receipts	9.3	197,553,901	52,134,162
Agriculture finance facility	9.4	500,000,000	500,000,000
		9,769,664,002	5,574,618,005
Islamic mode of financing			
Sukuk finance - unsecured	9.5	8,000,000,000	-
Salam / Istisna / Musawamah / Tijarah finances - secured	9.6	3,349,680,355	667,911,022
Agriculture finance facility - secured	9.7	50,000,000	50,000,000
		11,399,680,355	717,911,022
		21,169,344,357	6,292,529,027

- 9.1** The Group has availed cash finance facilities from various banks aggregated to Rs. 31,200 million (30 September 2023: Rs. 20,050 million). The mark-up rates applicable during the quarter ranges from one to three months KIBOR plus 20 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 quarter 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 has obtained agriculture finance facility amounting to Rs. 500 million (30 September 2023: Rs. 500 million) for sugarcane growers to support crop cultivation. The mark-up rates applicable during the quarter is three months KIBOR plus 300 bps per annum (30 September 2023: three months KIBOR plus 300 bps per annum).
- 9.5** The Holding Company has issued unsecured, privately placed short term Sukuk amounting to Rs. 8,000 million (30 September 2023: Rs. Nil) to meet the sugarcane procurement requirements of the Holding Company. The mark-up rate applicable during the period is six months KIBOR plus 90 bps per annum (30 September 2023: Nil).
- 9.6** The Group has obtained Salam / Istisna / Musawamah / Tjariah financing facilities from various banks and financial institutions aggregating to Rs. 12,700 million (30 September 2023: Rs. 11,285 million). The mark-up rates applicable during the quarter ranging from three to nine months KIBOR plus 50 to 75 bps per annum (30 September 2023: three to nine months KIBOR plus 50 to 150 bps per annum).
- 9.7** The Holding Company has availed Diminishing Musharakah finance facility amounted to Rs. 50 million (30 September 2023: Rs. 50 million) for sugarcane growers to support crop cultivation. The mark-up rate applicable during the quarter is twelve months KIBOR plus 300 bps per annum (30 September 2023: twelve months KIBOR plus 300 bps per annum).
- 9.8** The available facilities for opening letters of credit and guarantee as on the reporting date aggregate to Rs. 5,050 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. 100 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.

10 TRADE AND OTHER PAYABLES

Balance as at 31 December 2023 mainly includes payable to trade creditors amounting to Rs. 1,359 million (30 September 2023: Rs. 1,404 million) and sales tax payable amounting to Rs. 1,904 million (30 September 2023: Rs. 699 million) .

11. ADVANCES FROM CUSTOMERS

Balance as at 31 December 2023 mainly includes advances received from customers against sale of sugar aggregates to Rs. 14,978 million (30 September 2023: Rs. 18,597 million).

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

For the quarter ended 31 December 2023

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. 180.51 million (30 September 2023: Rs. 850 million).

12.1.2 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-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
12.2 Commitments		
12.2.1 Letters of credit for import of machinery and its related components		
Holding Company - JDWSML	496,185,950	295,731,221
Subsidiary Company - DSML	10,982,490	24,821,204
	507,168,440	320,552,425

12.2.2 Commitments in respect of operation and maintenance cost of Co - Generation Power Plants contracted for but not incurred as at 31 December 2023 amounts to Rs. 26.73 million (30 September 2023: Rs. 35.64 million).

Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
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13. PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	13.1	22,694,748,296	22,708,354,417
Capital work in progress	13.2	797,650,131	386,789,395
Stores, spare parts and loose tools held for capital expenditure		163,863,394	79,623,843
		23,656,261,821	23,174,767,655

	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
13.1 Operating fixed assets		
Net book value as at beginning of the quarter / year	22,708,354,417	22,595,408,838
Additions during the quarter / year	467,249,215	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
Deletions during the quarter / year - net book value	(65,032,266)	(210,213,720)
Depreciation charged for the quarter / year	(416,084,820)	(1,639,348,375)
Net book value at end of the quarter / year	22,694,748,296	22,708,354,417
13.2 Capital work in progress		
Opening balance	386,789,395	224,145,180
Additions during the quarter / year	505,793,788	1,551,215,349
Transfers made during the quarter / year	(94,933,052)	(1,388,571,134)
Closing balance	797,650,131	386,789,395

14. RIGHT-OF-USE ASSETS

	31-Dec-23 (Un-audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
Balance as at 01 October	1,707,454,719	103,452,427	732,255,403	2,543,162,549
Additions during the quarter	–	–	247,857,750	247,857,750
Deletions during the quarter	–	–	–	–
Transfer to operating fixed assets - net book value	–	–	(261,750)	(261,750)
Depreciation charged for the quarter	(196,364,961)	(11,165,857)	(43,506,031)	(251,036,849)
Balance as at 31 December	1,511,089,758	92,286,570	936,345,372	2,539,721,700
	30-Sep-23 (Audited)			
	Land	Buildings	Vehicles	Total
	Rupees	Rupees	Rupees	Rupees
Balance as at 01 October	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 charged for the year	(751,877,005)	(49,876,318)	(133,732,970)	(935,486,293)
Balance as at 30 September	1,707,454,719	103,452,427	732,255,403	2,543,162,549

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

For the quarter ended 31 December 2023

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
15. LONG TERM INVESTMENTS			
Kathai-II Hydro (Private) Limited (“KHL”)	15.1	–	–
15.1 Kathai-II Hydro (Private) Limited - (“KHL”)			
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)
Balance as at the end of the quarter / year	15.1.1	–	–

15.1.1 Equity method has been applied on unaudited financial statements for the quarter ended 31 December 2023 (30 September 2023). Post acquisition reserves restricted to the cost of investment, therefore share of loss amounted to Rs. 23,829 (30 September 2023: Rs.185,350) for the quarter has not taken under equity method.

16 BIOLOGICAL ASSETS

The fair value of biological assets as at 31 December 2023 is Rs. 3,218 million (30 September 2023: Rs. 3,606 million). In absence of active market for standing sugarcane and other 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 by using income approach. 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 quarter which mainly include crop’s expected yield. The expected cash flows are discounted using a risk adjusted discount rate.

	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
17. STOCK-IN-TRADE		
Sugar - finished goods	29,583,726,109	17,886,551,022
Molasses - by product	2,040,706,190	–
Bagasse - by product	778,638,179	387,111,246
Mud - by product	56,078,570	52,336,771
Sugar - work-in-process	1,123,621,975	–
Molasses - work-in-process	315,033,265	–
	33,897,804,288	18,325,999,039

	Note	(Un-audited) 31-Dec-23 Rupees	(Audited) 30-Sep-23 Rupees
18. CASH AND BANK BALANCES			
Current accounts			
Balance with conventional banks		2,402,088,332	118,075,364
Balance with islamic banks		3,040,769,117	51,247,017
		<u>5,442,857,449</u>	<u>169,322,381</u>
Saving accounts			
Deposits with conventional banks	18.1	7,313,708,217	2,184,595
		<u>12,756,565,666</u>	<u>171,506,976</u>
Cash in hand			
		296,105,878	12,284,500
		<u>13,052,671,544</u>	<u>183,791,476</u>

18.1 The balances in savings accounts are placed under mark-up arrangements and bear mark-up ranging from 20.50% to 21.00% per annum (30 September 2023: 13.5% to 20.5% per annum), further this also includes TDRs of Rs. 4,250 million (30 September 2023: Rs. nil) which carry's mark-up at 21.20% per annum.

	Note	31-Dec-23 Rupees	31-Dec-22 Rupees
19 REVENUE FROM CONTRACTS WITH CUSTOMERS			
Disaggregation of revenue based on:			
19.1 Segments			
Sugar			
Sugar - local		25,819,254,062	15,868,416,325
Molasses - by product	19.1.1	1,965,635,563	2,203,075,678
Mud - by product		195,119,224	155,231,460
Bagasse - by product		28,133,718	324,606,602
Agri Inputs		1,850,170	370,450
		<u>28,009,992,737</u>	<u>18,551,700,515</u>
Co-Generation Power		999,906,520	1,209,058,077
Corporate Farms		3,547,320	-
	19.2	<u>29,013,446,577</u>	<u>19,760,758,592</u>
19.1.1 Molasses - by product			
Sales under DTRE (Duty & Tax Remission for Exporters)			
Export	19.1.1.1	1,650,441,729	2,194,139,718
Local		83,232,739	8,935,960
		<u>1,965,635,563</u>	<u>2,203,075,678</u>
19.1.1.1 Geographic markets			
Europe		231,961,095	-
19.2 Timing of revenue recognition			
Products transferred at a point in time		28,013,540,057	18,551,700,515
Products transferred over time		999,906,520	1,209,058,077
		<u>29,013,446,577</u>	<u>19,760,758,592</u>

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

For the quarter ended 31 December 2023

20 OTHER INCOME

This mainly includes fair value gain at the point of harvest of agricultural produce of Rs. 574 million (31 December 2022: loss of Rs. 44 million), markup on delayed payment from CPPA-G of Rs. 86 million (31 December 2022: Rs. 75 million).

21 OTHER EXPENSES

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

22 BUSINESS SEGMENTS INFORMATION

22.1 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
Sugar	Production and sale of crystalline sugar and other related joint and by-products.
Co-Generation Power	Generation and sale of energy to Central Power Purchasing Agency (Guarantee) Limited.
Corporate Farms	Managing corporate farms for cultivation of sugarcane and small quantity of other crops.
Others	Project under construction for manufacture / generation and sale of ethanol and energy. However, operation of paper pulp classified as disposal group.

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

22.2.1 Segment revenues & results	Sugar		Co-Generation segment		Corporate Farms segment		Others		Inter Segment Reconciliation		Total	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Net external revenues	28,009,992,737	18,551,700,515	999,906,520	1,209,058,077	3,547,320	-	-	-	-	-	29,013,446,577	19,760,756,592
Inter - segment revenues	586,476,755	640,147,278	380,092,398	345,851,124	2,651,288,476	1,447,008,201	-	-	(3,617,857,539)	(2,433,006,603)	-	-
Reportable segment revenue	28,596,469,492	19,191,847,793	1,379,998,828	1,554,909,201	2,654,835,796	1,447,008,201	-	-	(3,617,857,539)	(2,433,006,603)	29,013,446,577	19,760,756,592
Segment profit / (loss) before tax	7,691,758,579	76,902,612	482,398,847	567,645,140	382,258,998	(194,548,952)	-	-	-	-	8,536,416,424	449,998,800

22.2.2 Inter - segment sales and purchases

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

22.2.3 Basis of inter - segment pricing

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

22.2.4 Segment assets & liabilities of continuing operations

Total assets for reportable segment	Sugar		Co-Generation segment		Corporate Farms segment		Others		Total	
	(Un-audited) 31-Dec-23	(Audited) 30-Sep-23	(Un-audited) 31-Dec-23	(Audited) 30-Sep-23	(Un-audited) 31-Dec-23	(Audited) 30-Sep-23	(Un-audited) 31-Dec-23	(Audited) 30-Sep-23	(Un-audited) 31-Dec-23	(Audited) 30-Sep-23
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Total assets for reportable segment	70,415,438,546	42,073,800,304	6,189,441,228	6,779,955,931	8,515,541,966	8,368,567,090	448,801,201	189,940,283	85,568,222,941	57,112,281,608
Total liabilities for reportable segment	59,694,729,290	36,340,662,310	192,017,854	318,846,350	2,243,286,068	2,452,206,214	19,161,259	5,809,484	62,281,193,461	39,117,522,368

22.3 Reconciliation of reportable segment profit or loss

Total profit before tax for reportable segments	85,36,416,424	449,998,800
Un-allocated corporate (expenses) / income	(3,243,146,185)	111,589,488
Consolidated profit after tax from continuing operations	5,233,270,239	561,588,288

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

For the quarter ended 31 December 2023

23 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-Dec-23 Rupees	31-Dec-22 Rupees
JDW Aviation (Pvt.) Limited	Associated Company (Common directorship)	Reimbursement of expenses -	1,200,000	706,200
Shamim & Co (Pvt.) Limited	Associated Company (Common directorship)	Sale of sugar Payment received against sale of sugar	161,392,000 156,240,000	-
Lahore Flying Club (Guarantee) Limited	Associated Company (Related party)	Services rendered against aircraft hangar	-	172,009
Post Employment Benefit Plans	Other Related Parties Payment to recognized gratuity fund	Provident fund contribution	115,379,197 -	78,586,034 214,715
Key Management Personnel	Key management	Directors' remuneration and allowances Reimbursement of expenses	308,050,000 2,197,658	267,000,000 -

24 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in these condensed interim consolidated financial statements approximate their fair values other than mentioned below. 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. Investment in associates are carried at cost (for details, refer to note 15).

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 quarter.

25 FINANCIAL RISK MANAGEMENT

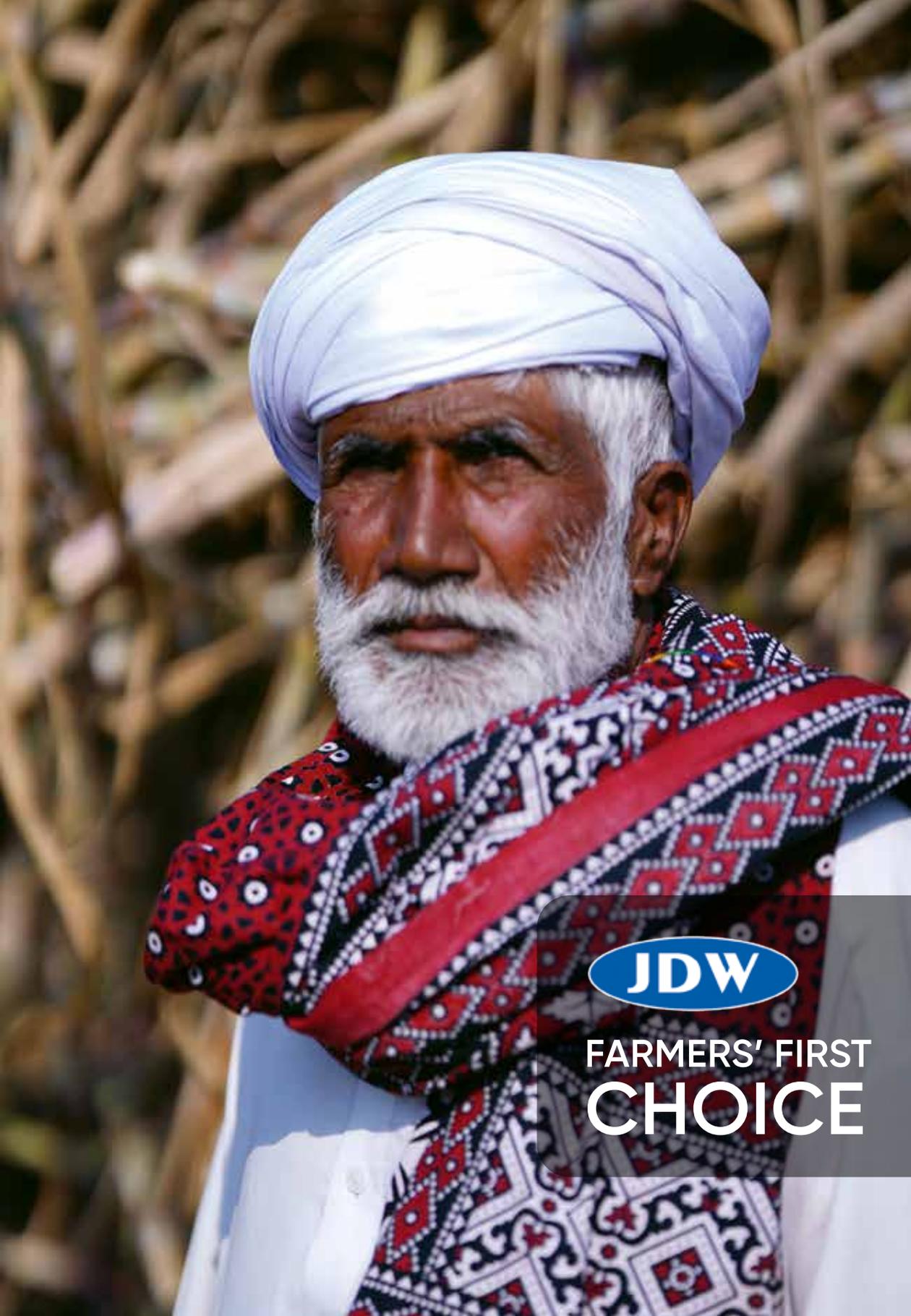
The Group's financial risk management objective and policies are consistent with that disclosed in the audited annual consolidated financial statements of the Group for the year ended 30 September 2023.

26 DATE OF AUTHORIZATION

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

27 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.



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