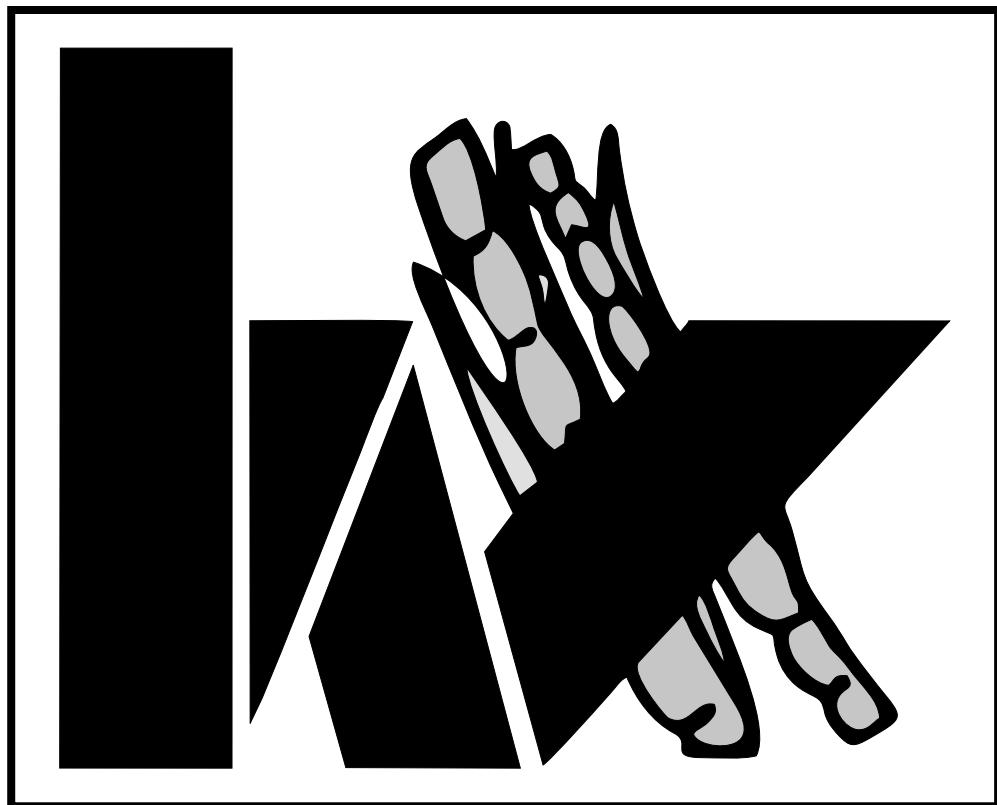


# Annual Report 2025



**HASEEB WAQAS SUGAR MILLS LIMITED**



## **CONTENTS**

## **PAGE**

<b>1. Company's Vision &amp; Mission Statements</b>	<b>01</b>
<b>2. Company Information</b>	<b>02</b>
<b>3. Notice of Annual General Meeting</b>	<b>03 - 04</b>
<b>4. Chairman's Review</b>	<b>05 - 08</b>
<b>5. Directors' Report</b>	<b>09 - 17</b>
<b>6. Six Years Review at a Glance</b>	<b>18</b>
<b>7. Statement of Compliance with the Best Practice of Code of Corporate Governance</b>	<b>19 - 21</b>
<b>8. Independent Auditor's Report</b>	<b>22 - 28</b>
<b>9. Balance Sheet</b>	<b>29</b>
<b>10. Profit &amp; Loss Account</b>	<b>30</b>
<b>11. Statement of Comprehensive Income</b>	<b>31</b>
<b>12. Statement of Changes in Equity</b>	<b>32</b>
<b>13. Statement of Cash Flows</b>	<b>33</b>
<b>14. Notes of the Financial Statement</b>	<b>34 - 61</b>
<b>Proxy Form</b>	<b>62</b>



## Vision & Mission Statements

### THE VISION

To be the leader in Sugar Industry by building the Companys' image through quality improvement, customers' satisfaction and by maintaining a high level of Ethical and Professional Standards through the Optimum use of Resources.

### THE MISSION

- Endeavoring to be the market leader by enhancing market share and to conduct business in the best possible manner by using high level of Ethical and Professional Standards.
- Seeking long term and good trading relations with customers and suppliers with fair, honest and mutually profitable dealings.
- Building an excellent repute of our organization and to maintain high professional and ethical standards with eyes on the future.
- Offering high quality products according to the highest international standards.
- Continuous enhancement in shareholders' value through teamwork and constant improvement in performance in all operating areas in a competitive business environment.
- Providing congenial work environment, where employees are treated with respect and dignity and work as a team for common goals.
- Contributing to the national economy by uplifting and skills diversification of the people through fulfillment of our social responsibilities.



## Company Information

### Board of Directors

1. Mr. Raza Mustafa
2. Mr. Abdullah Ilyas
3. Mian Waqas Riaz
4. Mrs. Yasmin Riaz
5. Mrs. Zainab Waqas
6. Mrs. Shahzadi Ilyas
7. Mrs. Zakia Ilyas
8. Mian Abubakar Ijaz

Chairman

Director/Chief Executive

Director

Director

Director

Director

Director

Director

### Audit Committee

1. Mian Waqas Riaz (Chairman)
2. Mrs. Zakia Ilyas (Member)
3. Mrs. Yasmin Riaz (Member)

### Human Resource Committee

1. Mian Waqas Riaz (Chairman)
2. Mrs. Zainab Waqas (Member)
3. Mrs. Zakia Ilyas (Member)

### Risk Management Committee

1. Mr. Raza Mustafa (Chairman)
2. Mrs. Yasmin Riaz

### Nomination Committee

1. Mrs. Yasmin Riaz
2. Mrs. Zainab Waqas

### Company Secretary

Mr. Ansar Ahmed, FCA

Tel: 042-35917313

Email: [cs@hwgc.com.pk](mailto:cs@hwgc.com.pk)

### Chief Financial Officer

Syed Mubashar Hussain Bukhari

Tel: 042-35917313

Email: [hwgc@hwgc.com.pk](mailto:hwgc@hwgc.com.pk)

### Auditors

M/s Saeed Ul Hassan & Company  
Chartered Accountants  
27-C, TAMC Building, 1<sup>st</sup> floor, M.M.  
Alam Road, Lahore

### Registrar

Hameed Majeed Associates (Pvt.) Limited  
H. M. House, 7-Bank Square, Lahore

### Mills

Mouza Jagmal, Tehsil Jattoi  
District. Muzaffargarh

### Registered Office

06-F, Model Town, Lahore

Tel: 042-35917321-23

Fax: 042-35917317

Website: [www.hwgc.com.pk](http://www.hwgc.com.pk)

### Bankers

National Bank of Pakistan  
Sindh Bank Limited  
The Bank of Punjab

### Legal Advisor

Muhammad Ahsan Khan  
(Advocate)



## HASEEB WAQAS SUGAR MILLS LIMITED NOTICE OF 34<sup>TH</sup> ANNUAL GENERAL MEETING

Notice is hereby given that the 34<sup>th</sup> Annual General Meeting of Haseeb Waqas Sugar Mills Limited will be held at its Registered Office, 06-F, Model Town, Lahore on Wednesday, 28 January 2026 at 09:00 a.m. to transact the following business:-

1. To confirm the minutes of the 33<sup>rd</sup> Annual General Meeting held on 25 January 2025.
2. To receive, consider and adopt the Annual Audited Accounts of the Company for the year ended 30 September 2025 together with Directors' and Auditors' Report thereon.
3. To appoint Auditors of the Company for the year ending 30 September 2026 and to fix their remuneration. The retiring auditors M/S Saeed Ul Hassan & Company, Chartered Accountants, being eligible, have offered themselves for re-appointment.
4. To transact any other business with the permission of the Chair.

By Order of the Board

Place:Lahore

(ANSAR AHMED)

Dated:08 January 2026

Company Secretary

### Notes:

1. The Members Register will remain closed from 21 January 2026 to 28 January 2026 (both days inclusive). Transfers received at Hameed Majeed Associates (Pvt.) Limited, H.M. House, 7-Bank Square, Lahore, the Registrar and Shares Transfer Office of the Company, by the close of business on 20 January 2026 will be treated in time for the purpose of Annual General Meeting.
2. A member eligible to attend and vote at the meeting may appoint another member as proxy to attend and vote in the meeting. Proxies in order to be effective must be received by the company not later than 48 hours before the time for holding the meeting.
3. In order to valid, an instrument of proxy and the power of attorney or other authority (if any) under which it is signed, or a notarially certified copy of such power of attorney, must be deposited at the Company's Registered Office, 06-F Model Town, Lahore not less than 48 hours before the time of the meeting.
4. Notice of Annual General Meeting has been placed on the Company's website: [www.hwgc.com.pk](http://www.hwgc.com.pk)
5. (a) individual beneficial owners of CDC entitled to attend and vote at the meeting must bring his/her participant ID and account/sub-account number along with original CNIC or passport to authenticate his/her identity. In case of Corporate entity, resolution of the Board of Directors/Power of Attorney with specimen signatures of nominees shall be produced (unless provided earlier) at the time of meeting.
- b) For appointing of proxies, the individual beneficial owners of CDC shall submit the proxy form as per above requirement along with participant ID and account/sub account number together with attested copy of their CNIC or Passport. The proxy form shall be witnessed by two witnesses with their names, addresses and CNIC numbers. The proxy shall produce his/her original CNIC or Passport at the time of meeting. In case of Corporate entity, resolution of the Board of Director/Power of Attorney along with specimen signatures shall be submitted (unless submitted earlier) along with the proxy form.
6. Members are requested to notify any change in their registered address immediately.

حیب و قاص شوگر مژ لمید | 34 ویں سالانہ جذر میٹنگ کا نوٹس

نہیں ہے مگر ایک 34 ایکڑ کا مکان 28 جولائی 2025 کو 00:00 تک پورے 24 گھنٹے کے سچے واس کو کردار ادا کیا جائے گا۔ اس مکان کے متعلق 00:00 تک 11 ایکڑ کا مکان 28 جولائی 2025 کو 00:00 تک پورے 24 گھنٹے کے سچے واس کو کردار ادا کیا جائے گا۔

30 جنوری 2028 کو تاج اور ڈسے والے سال کے لئے کام کے امور کا انتظام کیا جائے گا اور ان کا سامانہ فراہم کر دیا جائے گا۔ اس سال کی ہماری 90 فری بکٹری کے لئے جو کوئی تغیری ہو گی تو اس سال کی اپنی ہماری کوئی تغیری نہ ہو۔

میراث اسلام

卷之二

四百四

卷之三

2020.5.206.5.20

فهرستی نوشت

3-2601 میں سے سوتھیت کے لئے یہ آسی تاریخ 1949 پاکستانی اداری اور گورنمنٹ (اکریلیک) میں کے حصے ہیں۔  
جہاد کے لئے ہیں، اسکی پاکستانی اداری کی کوئی خدش تصدیق نہیں کیا، میاں کے مقصود یہ اوسی 1949 کے پہنچ  
کی کے تاریخ 1949-1950ء کا ہے۔ لامساں میں کیا جائے۔

میراث دینی اسلامی www.mirat-e-dini.com

وہ سلسلہ انتظامی (CDC) کے ادارہ ہی مالا ان ہر بیان کاٹ میں حرکت بجھوٹ میں سید کے حکماء ہیں، لیکن یہاں مددگاری کے نئے املاک پر سید اُنکی رائی، اُن کا سند، اُن کا سبب اُن کا عمل اُن کی کامیابی اُن کا سامنہ سا ہو گیں۔

کاریج، سندھ اور سیف میں، جہاں آئیں اور کامروں کی ترقی کر دیا۔ پہنچانے والے ایک ایسا بیل میں وہ روانہ ہوئے جو اس کے ساتھ سیف کے متحصلیں کر دیں گے لائٹنی پلے سچ دکرانے کے لئے ہیں۔ (ب) پہاڑ (ب) پہاڑ کی ترقی کرنے والے کسی ایسی

سے کے الباردی مالکانہ ملکہ والا طریقہ راستے کے ساتھ پہاڑی کی قدر میں کس کے کے اس میں دلی کامیابی کو حاصل کرنے کے لئے اپنے ایک ایسا کامیابی کا اعلان کیا۔ اس کی خبر اپنے دو کروڑ لے کے ۱۸۷۰ء میں پہنچی۔ اسی کامیابی کا اعلان کرنے کے لئے اپنے ایک

آپنے بزرگی کے ساتھ اسی سے آپ کو بھرپور ایجاد کرے گا۔ اسی وجہ سے اس کے لئے ایک بڑا ایجاد کیا گی۔

کاریں کر کے اپنے خانہ میں لے کر ملک کے سارے علاقوں پر پھیلائیں۔



## HASEEB WAQAS SUGAR MILLS LIMITED Chairman's Review

A Review Report by the Chairman on Board's overall performance and effectiveness of role played by the Board in achieving the Company's objectives u/s 192 of the Companies Act 2017.

As required under the Code of Corporate Governance, an annual evaluation of the Board of Directors (the "Board") of Haseeb Waqas Sugar Mills Limited (the "Company") is carried out. The purpose of this evaluation is to ensure that the Board's overall performance and effectiveness is measured and benchmarked against expectations in the context of objectives set for the Company. Areas where improvements are required are duly considered and action plans are framed.

I am pleased to present the Annual Review for the year ended 30 September 2025:

- The Board of Directors ("the Board") of Haseeb Waqas Sugar Mills Limited, has performed their duties diligently in upholding the best interest of shareholders' of the Company and has managed the affairs of the Company in an effective and efficient manner.
- The Board of Haseeb Waqas Sugar Mills Limited is highly professional and experienced people. They bring a vast experience including the independent director. All board members are well aware of their responsibilities and fulfilling these diligently.
- The Board has adequate representation of non-executive and independent directors on the Board and its committees as required under the Code and that members of the Board and its respective committees has adequate skill experience and knowledge to manage the affairs of the Company;
- The Board has ensured that the directors are provided with orientation courses to enable them to perform their duties in an effective manner. The Board unable arranged Directors Training Program for our Directors Mr. Abdullah Ilyas and Mian Abubakar Ijaz and the remaining directors meet the qualification and experience criteria of the Code.
- The Board has formed an Audit and Human Resource and Remuneration Committee and has approved their respective terms of references and has assigned adequate resources so that the committees perform their responsibilities diligently.



- The Board has ensured that the meetings of the Board and that of its committee were held with the requisite quorum, all the decision making were taken through Board resolution and that the minutes of all the meetings (including committees) are appropriately recorded and maintained.
- The Board has actively participated in strategic planning process enterprise risk management system, policy development, and financial structure, monitoring and approval. All the significant issues throughout the year were presented before the Board or its committees to strengthen and formalize the corporate decision making process.
- All the significant issues throughout the year were presented before the Board or its committees to strengthen and formalize the corporate decision making process and particularly all the related party transactions executed by the Company were approved by the Board on the recommendation of the Audit Committee.
- The Board has ensured that the adequate system of internal control is in place and its regular assessment through self-assessment mechanism and /or internal audit activities.
- The Board has prepared and approved the director's report and has ensured that the director report is published with the quarterly and annual financial statement of the Company and the content of the director's report are in accordance with the requirement of applicable laws and regulation.
- The Board has exercised its powers in light of the power assigned to the Board in accordance with the relevant laws and regulation applicable on the Company and the Board has always prioritized the Compliance with all the applicable laws and regulation in terms of their conduct as directors and exercising their powers and decision making.
- The Board has ensured the hiring, evaluation and compensation of the Chief Executive and other key executives including Chief Financial Officer, Company Secretary, and Head of internal Audit.
- The Board has ensured that adequate information is shared among its members in a timely manner and the Board members are kept abreast of developments between meetings.

I would like to place on record with thanks and appreciation to my fellow directors, shareholders, management and staff for their continued support in very challenging operating conditions. I look forward for more future success for the Company.

Raza Mustafa  
Chairman

Lahore  
08 January 2026



حسیب وقار شوگر ملز لمیٹڈ

چیئرمین کا جائزہ

بورڈ کی مجموعی کارکردگی اور کمپنیز ایکٹ 2017 کے تحت کمپنی کے 192 مقاصد کے حصول میں بورڈ کی طرف سے ادا کیے گئے کردار کے بارے میں چیئرمین کی جائزہ رپورٹ۔

جیسا کہ کوڈ آف کارپوریٹ گورننس کے تحت ضرورت ہے، حسیب وقار شوگر ملز لمیٹڈ ("کمپنی") کے بورڈ آف ڈائیریکٹرز ("بورڈ") کا سالانہ جائزہ لیا جاتا ہے۔ اس تجزیے کا مقصد اس بات کو یقینی بنانا ہے کہ بورڈ کی مجموعی کارکردگی اور تاثیر کو کمپنی کے لیے مقرر کردہ مقاصد کے تنازعہ میں توقعات کے خلاف مایا اور بینج مارک کیا جائے۔ جن شعبوں میں بہتری کی ضرورت ہے ان پر مناسب غور کیا جاتا ہے اور ایکشن پلان بنایا جاتا ہے۔

مجھے 30 ستمبر 2025 کو ختم ہونے والے سال کا سالانہ جائزہ پیش کرتے ہوئے خوشی ہو رہی ہے

حسیب وقار شوگر ملز لمیٹڈ کے بورڈ آف ڈائیریکٹرز ("بورڈ") نے کمپنی کے حصص یافتگان کے بہترین مفاد کو برقرار رکھنے کے لیے تندیبی سے اپنی ذمہ داریاں نبھائی ہیں اور کمپنی کے معاملات کو موثر اور موثر انداز میں چلایا ہے۔

حسیب وقار شوگر ملز لمیٹڈ کا بورڈ انتہائی پیشہ ور اور تجربہ کار افراد پر مشتمل ہے۔ وہ آزاد ڈائیریکٹر سمیت ایک وسیع تجربہ لاتے ہیں۔ بورڈ کے تمام ممبران اپنی ذمہ داریوں سے بخوبی واقف ہیں اور ان کو تندیبی سے پورا کر رہے ہیں۔

بورڈ کے پاس بورڈ اور اس کی کمیٹیوں میں غیر ایگزیکٹو اور آزاد ڈائیریکٹرز کی مناسب نمائندگی ہے جیسا کہ ضابطہ کے تحت مطلوب ہے اور بورڈ کے ممبران اور اس کی متعلقہ کمیٹیوں کے پاس کمپنی کے معاملات کو منظم کرنے کے لیے کافی مہارت کا تجربہ اور علم ہے؛

بورڈ نے اس بات کو یقینی بنایا ہے کہ ڈائیریکٹرز کو اورینٹیشن کورسز فرائیم کیے جائیں تاکہ وہ اپنے فرائض کو مؤثر طریقے سے انجام دے سکیں۔ بورڈ نے ہمارے ڈائیریکٹرز جناب عبداللہ الیاس اور میاں ابوبکر اعجاز کے لیے ڈائیریکٹرز کے تربیتی پروگرام کا اپتکام نہیں کیا اور باقی ڈائیریکٹرز ضابطہ کی اپلیت اور تجربے کے معیار پر پورا اترتے ہیں۔

بورڈ نے ایک آڈٹ اور انسانی وسائل اور معاوضہ کی کمیٹی تشکیل دی ہے اور اس نے اپنے متعلقہ شرائط کی منظوری دی ہے اور مناسب وسائل تفویض کیے ہیں تاکہ کمیٹیاں اپنی ذمہ داریاں پوری تندیبی سے انجام دیں۔

بورڈ نے اس بات کو یقینی بنایا ہے کہ بورڈ اور اس کی کمیٹی کی میٹنگیں مطلوبہ کورم کے ساتھ ہوئیں، تمام فیصلے بورڈ کی قرارداد کے ذریع کیے گئے اور تمام میٹنگز (بشملوں کمیٹیوں) کے منسوس کو مناسب طریقے سے ریکارڈ اور برقرار رکھا گیا ہے۔

بورڈ نے اسٹریچک پلاننگ کے عمل انٹرپرائائز رسک مینجمنٹ سسٹم، پالیسی ڈویلپمنٹ، اور مالیاتی ڈھانچہ، نگرانی اور منظوری میں فعال طور پر حصہ لیا ہے۔ کارپوریٹ فیصلہ سازی کے عمل کو مضبوط اور باضابطہ بنانے کے لیے سال بھر کے تمام اپم مسائل بورڈ یا اس کی کمیٹیوں کے سامنے پیش کیے گئے۔

کارپوریٹ فیصلہ سازی کے عمل کو مضبوط اور باضابطہ بنانے کے لیے سال بھر کے تمام اپم امور بورڈ یا اس کی کمیٹیوں کے سامنے پیش کیے گئے تھے اور خاص طور پر کمپنی کے ذریع کیے گئے تمام متعلقہ فریق لین دین کو آڈٹ کمیٹی کی سفارش پر بورڈ نے منظور کیا تھا۔



بورڈ نے اس بات کو یقینی بنایا ہے کہ داخلی کنٹرول کا مناسب نظام موجود ہے اور خود تشخیصی طریقہ کار اور/یا اندرونی آڈٹ سرگرمیوں کے ذریعے اس کا باقاعدہ جائزہ لیا جاتا ہے۔

بورڈ نے ڈائیریکٹر کی رپورٹ تیار اور منظور کر لی ہے اور اس بات کو یقینی بنایا ہے کہ ڈائیریکٹر کی رپورٹ کمپنی کے سہ مہینے اور سالانہ مالیاتی بیان کے ساتھ شائع کی جائے اور ڈائیریکٹر کی رپورٹ کا مواد قابل اطلاق قوانین اور ضابطوں کے تقاضوں کے مطابق ہو۔

بورڈ نے کمپنی پر لاگو متعلقہ قوانین اور ضابطوں کے مطابق بورڈ کو تفویض کرده اختیارات کی روشنی میں اپنے اختیارات کا استعمال کیا ہے اور بورڈ نے بطور ڈائیریکٹر اپنے طرز عمل اور اپنے اختیارات اور فیصلہ سازی کے استعمال کے لحاظ سے تمام قابل اطلاق قوانین اور ضابطوں کی تعمیل کو ہمیشہ ترجیح دی ہے۔

بورڈ نے چیف ایگزیکٹو اور دیگر اپیم ایگزیکٹو بشمول چیف فناشل آفیسر، کمپنی سیکرٹری، اور پیڈ آف انٹرنس آڈٹ کی خدمات حاصل کرنے، تشخیص اور معاوضہ کو یقینی بنایا ہے۔

بورڈ نے اس بات کو یقینی بنایا ہے کہ اس کے درمیان بروقت مناسب معلومات کا اشتراک کیا جائے اور بورڈ کے اراکین کو میئنگوں کے درمیان ہونے والی پیش رفت سے باخبر رکھا جائے۔ میں اپنے ساتھی ڈائیریکٹر، شیئر پولڈر، انتظامیہ اور عملی کا شکریہ اور تعریف کے ساتھ ریکارڈ پر رکھنا چاہیوں گا کہ انہوں نے انتہائی مشکل آپریٹنگ حالات میں مسلسل تعاون کیا۔ میں کمپنی کے لیے مستقبل میں مزید کامیابیوں کا منظر ہوں۔

رضا مصطفیٰ  
چیرمن

لائبور

08 جنوری 2026



## DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2025

The Directors of your Company take pleasure in presenting the Company's 34<sup>th</sup> Annual Report and Audited Financial Statements for the year ended 30 September 2025 together with the Auditors' Report thereon.

### FINANCIAL INDICATORS

The financial results of your company for the year ended 30 September 2025 are summarized as follows:

	For the year ended 30 September 2025 (Rupees)	
	2025	2024
Net Sales	-	-
Gross Profit/ (Loss)	(300,282,852)	(348,552,182)
Net Profit / (Loss) before tax	(315,644,611)	(370,452,717)
Net Profit (Loss) after tax	(245,105,056)	(296,846,127)
Basic Earning	(7.56)	(9.16)

The financial statements of the Company indicate that during the year, the Company incurred gross loss amounting to Rs.300.283 million accumulated losses amounting to Rs.(5,719.686) million, and its current assets by Rs.162.466 million. Furthermore, there has been no production activity in the company over the past few years. These conditions, alongwith other matters indicate the existence of a material uncertainty that may cast significant doubt on the company ability to continue as a going concern.

### Audit Reports Observations

Management would like to submit that we are in the process of arranging funds to run the mills in the coming season & all audit observations would be resolved once mills are operational.

However our response to the audit observations is as under:

- The Company' plant and machinery, with carrying value of Rs.4.895 billion (representing 84% of total assets.), has been idle since operations ceased on September 30, 2018. Although the last revaluation was conducted in 2023, the company has not performed an annual impairment test or calculated the "value in use" as required by IAS 36. In the absence of current impairment assessment, we were unable to determine the extent of any further write-downs required to reflect the recoverable amount of these assets. We have provided evaluation of assets of company by approved PBA Evaluators, however, auditors of the company did not accept the same. When the mills are operational this issue will be resolved.
- Gratuity Payable Rs.17.728 Million. Actuarial valuation not provided to support this balance. Since unit is not in operation & few employees are working in the organization therefore did not carry out the valuation. Once we are in operations will carry out the valuation.
- Since Mills were closed for the last 6-7 years therefore could not pay the sales tax liability. We will pay the same before running the mills and will be on active Tax Payer List before start of coming season.



- Alhamdulillah, Sindh Bank Limited and United Bank Limited (formerly Silk Bank Limited) approved rescheduling/ restructuring of unit & we will comply the same. We are in the process of getting approval of Rescheduling/Restricting of loans from National Bank as well & hope to get it done. Regarding PAIR Investment & First national Bank Modaraba we have approached them for settlement as well & hopeful of getting it done.
- Trade & other Payables, confirmation letters were circulated to various parties but response was poor. However we are taking up the matter & would try to get response from the parties to confirm the balances.
- Regarding unclaimed dividend, will resolve the same, once mills are in operations
- Advances, deposits and prepayments mainly consist of Advance Income Tax which will be adjusted once the assessment is finalized.
- The company's stores, spares, and loose tools were not supported by sufficient audit evidence. In the absence of audited stock sheets, valuations reports, and aging analysis, we were unable to verify the physical existence, condition, or potential obsolescence of these items. Consequently, we were unable to determine whether any adjustments to these balances were necessary. When the mills are operational this issue will be resolved.

The projected financial statements prepared by the management to support its going concern assessment is based on following assumptions:

	Projected		
	2026	2027	2028
Sugar Cane crushing M.T	800,000	810,000	815,000
Sugar Cane rate	425	430	435
Sugar Price per kg	150	155	160

However, it is believed that considering the mitigating factors set out in the preceding paragraphs, the going concern assumption is appropriate and has, as such, prepared these financial statements on a going concern basis.

## CHANGES ON THE BOARD OF DIRECTORS

There is no change in the Board of Directors since the last Annual General Meeting.

## FUTURE OUTLOOK

Management of the company is hopeful of catching the crushing season 2026-27 and optimistic of doing the crushing at its maximum level.

## DIVIDEND

As the Company is in the phase of heavy losses, therefore, no dividend is being declared.

## AUDITORS

The present auditors M/s Saeed Ul Hassan & Co., Chartered Accountants, are retiring and being eligible, have offered themselves for re-appointment for the ensuing year. The Audit Committee has recommended the re-appointment of M/s Saeed Ul Hassan & Co., Chartered Accountants, as auditors of the Company for year ending 30 September 2026.



## CODE OF CORPORATE GOVERNANCE

The Company has fully complied with requirements of the Listed Companies (Code of Corporate Governance) Regulations, 2019. A Statement of Compliance is provided under the relevant section of the report.

### STATEMENT ON CORPORATE AND FINANCIAL REPORTING FRAMEWORK:

The following statements are a manifestation of its commitment towards compliance with best practices of Code of Corporate Governance:-

- The financial statements, prepared by the management of the Company, present fairly its state of affairs, the results of its operations, cash flows and changes in equity.
- Proper books of accounts have been maintained.
- Appropriate accounting policies have been consistently applied in preparation of financial statements. Accounting estimates are based on reasonable and prudent judgment.
- International Accounting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and departure there from, if any, has been adequately disclosed.
- The system of internal control is sound in design and has been effectively implemented by the management and monitored by internal and external Auditors as well as Audit Committee. The Board reviews the effectiveness of established internal control through Audit Committee and further improvement in the internal control systems, wherever required.
- There are no doubts upon the Company's ability to continue as a going concern. The Company has adequate resources to continue in operation for the foreseeable future.
- There has been no material departure from the best practices of the Corporate Governance as detailed in the Listing Regulations.
- Key operating and financial data of last six years, in summarized form, is annexed.
- Information about outstanding taxes and other government levies are given in related note(s) to the accounts.
- The company strictly complies with the standard of safety rules & regulations. It also follows environmental friendly policies.
- During the year under review, Four (04) meetings of the Board of Directors were held. The attendance by each Director is as follows:

<i>Sr#.</i>	<i>Name of Directors</i>	<i>Attendance</i>
1.	Mr. Raza Mustafa	04
2.	Mr. Abdullah Ilyas (CEO)	04
3.	Mian Waqas Riaz	04
4.	Mrs. Zainab Waqas	04
5.	Mrs. Shahzadi Ilyas	04
6.	Mrs. Zakia Ilyas	04
7.	Mrs. Yasmin Riaz	04
8.	Mian Abubakar Ijaz	04

- The Statement of Code of Ethics and Business Practices has been developed and duly signed by the directors and employees of the Company in acknowledgement thereof.



- The Board has constituted an Audit Committee in compliance with the Code of Corporate Governance. It comprises of the following three (3) members who are Non-Executive Directors;

<i>Sr. No.</i>	<i>Designation</i>
1. Mian Waqas Riaz	Chairman
2. Mrs. Zakia Ilyas	Member
3. Mrs. Yasmin Riaz	Member

- A statement of the pattern of shareholdings and additional information as at 30 September 2025 is annexed.
- During the year under review, no shares were traded by Board of Directors, Chief Financial Officer, Company Secretary, their spouses and minor children other than mentioned below:
- All the major decisions relating to investment or disinvestment of funds, changes in significant policies and overall corporate strategies, appointment, remuneration and terms & conditions of appointment of Chief Executive Officer and Executive Directors are taken over by the Board of Directors.

## **ACKNOWLEDGEMENT:**

The Board expresses sincere appreciation to sugarcane growers, valuable customers, regulatory departments of the Government, financial institution and acknowledges the continued interest and support of esteemed shareholders and extremely grateful for their trust and confidence.

The directors deeply appreciate devotion, loyalty hard work and the laudable services rendered by the executives, all the employees and workers of the Company at its various divisions which enable us to pursue our corporate objectives with the renewed vigor.

**On behalf of the Board**

**(ABDULLAH ILYAS)**  
**Chief Executive**

**Lahore**  
**08 January 2026**



## ڈائئریکٹرز کی رپورٹ

30 ستمبر 2025 کو ختم ہونے والے سال کے لیے

آپ کی کمپنی کے ڈائئریکٹرز کمپنی کی 34 سالانہ رپورٹ پیش کرنے میں خوشی محسوس کرتے ہیں۔

اور 30 ستمبر 2025 کو ختم ہونے والے سال کے آڈٹ شدہ مالیاتی گوشواروں کے ساتھ

اس پر آڈیٹرز کی رپورٹ۔

### مالیاتی اشارے

30 ستمبر 2025 کو ختم ہونے والے سال کے لیے آپ کی کمپنی کے مالی نتائج کا خلاصہ یہ ہے۔

### مندرجہ ذیل

30 ستمبر 2025 کو ختم

بونے والے سال کے لیے  
(روپے)

2024

2025

		نیٹ سیلز
		مجموعی منافع / (نقصان)
(348,552,182)	(300,282,852)	ٹیکس سے پہلے خالص منافع / (نقصان)
(370,452,717)	(315,644,611)	ٹیکس کے بعد خالص منافع (نقصان)
(296,846,127)	(245,105,056)	بنیادی کمائی
(9.16)	(7.56)	

کمپنی کے مالی بیانات سے ظاہر ہوتا ہے کہ سال کے دوران، کمپنی کو مجموعی طور پر 300.283 ملین روپے (5,719.686) ملین روپے کا مجموعی نقصان ہوا، اور اس کے موجودہ اثاثوں میں 162.466 ملین روپے کا اضافہ ہوا۔ مزید برآں، پچھلے کچھ سالوں میں کمپنی میں کوئی بیداواری سرگرمی نہیں ہوئی ہے۔ یہ شرائط، دیگر معاملات کے ساتھ ایک مادی غیر یقینی صورتحال کی موجودگی کی نشاندہی کرتی ہیں جو کمپنی کو جاری تشویش کے طور پر جاری رکھنے کی صلاحیت پر اہم شکوک پیدا کر سکتی ہے۔

### آڈٹ رپورٹ کے مشاہدات

انتظامیہ یہ عرض کرنا چاہیے گی کہ ہم آنے والے سیزون میں ملوں کو چلانے کے لیے فنڈز کا بندوبست کرنے کے عمل میں ہیں اور ملز کے کام کرنے کے بعد تمام آڈٹ مشاہدات کو حل کر دیا جائے گا۔

تاہم آڈٹ مشاہدات پر پیمارا جواب حسب ذیل ہے

کمپنی کا پلانٹ اور مشینری، جس کی مالیت 4.895 بلین روپے ہے (جو کل اثاثوں کا 84% ہے)، 30 ستمبر 2018 کو کام بند ہونے کے بعد سے بے کار ہے۔ اگرچہ آخری جائزہ 2023 میں کیا گیا تھا، لیکن کمپنی نے سالانہ خرابی کا ٹیسٹ نہیں کرایا، کے حساب سے استعمال نہیں کیا ہے۔ موجودہ خرابی کی تشخیص کے بارے میں AS3 کے استعمال میں مطلوبہ 16 ہے یا ہم ان اثاثوں کی قابل بازیافت رقم کی عکاسی کرنے کے لیے درکار مزید تحریروں کی حد کا تعین کرنے سے قاصر تھے۔ ہم نے منظور شدہ پی بی اے ایولیوئٹرز کے ذریعہ کمپنی کے اثاثوں کی تشخیص فرائیم کی ہے، تاہم، کمپنی کے آڈیٹرز نے اسے قبول نہیں کیا۔ جب ملیں چلیں گی تو یہ مسئلہ حل ہو جائے گا۔

قابل ادائیگی 17.728 ملین روپے۔ اس بیلنس کو سپورٹ کرنے کے لیے ایکچوریل ویلیوایشن فرائیم نہیں کی گئی ہے۔ چونکہ یونٹ کام نہیں کر رہا ہے اور ادارے میں چند ملازمین کام کر رہے ہیں اس لیے قیمت کا تعین نہیں کیا۔ ہم آپریشن میں ہیں ایک بار تشخیص باہر لے جائے گا۔



چونکہ ملز پچھلے 6-7 سالوں سے بند تھیں اس لیے سیلز ٹیکس کی ذمہ داری ادا نہیں کر سکیں۔ پم ملوں کو چلانے سے پہلے وہی ادائیگی کریں گے اور آذے والے سیزن کے آغاز سے پہلے فعال ٹیکس ادا کرنے والوں کی فہرست میں شامل ہوں گے۔

الحمد لله، سندھ بینک لمیٹڈ اور یونائیٹڈ بینک لمیٹڈ (سابقہ سلک بینک لمیٹڈ) ۔

یونٹ کی ری شیڈولنگ / ری اسٹرکچرنگ کی منظوری دی گئی اور ہم اس کی تعمیل کریں گے۔ پم نیشنل بینک سے بھی قرضوں کی ری شیڈولنگ/ریسٹریکٹنگ کی منظوری حاصل کرنے کے عمل میں ہیں اور امید کرتے ہیں کہ یہ ہو جائے گا۔ پیئر انویسٹمنٹ اور فرسٹ نیشنل بینک مضاربہ کے حوالے سے ہم نے ان سے بھی تصفیہ کے لیے رابطہ کیا ہے اور امید ہے کہ یہ ہو جائے گا۔

تجارت اور دیگر قابل ادائیگی، تصدیقی خطوط مختلف جماعتوں کو بھیجے گئے لیکن جواب ناقص تھا۔ تاہم ہم اس معاملے کو اٹھا رہے ہیں اور بیلنس کی تصدیق کے لیے فریقین سے جواب حاصل کرنے کی کوشش کریں گے۔

غیر دعوی شدہ ڈیویڈنڈ کے بارے میں، ملوں کے کام کرنے کے بعد، اسی کو حل کریں گے۔

ایڈوانس، ڈپازٹس اور قبل از ادائیگی بنیادی طور پر ایڈوانس انکم ٹیکس پر مشتمل ہے جو تشخیص کو حتمی شکل دینے کے بعد ایڈجسٹ کیا جائے گا۔

کمپنی کے اسٹورز، اسپیئرز، اور ڈھیلے ٹولز کو کافی آڈٹ شواپ سے تعاون حاصل نہیں تھا۔ آڈٹ شدہ اسٹاک شیٹس، ویلیویشن رپورٹس، اور عمر بڑھنے کے تجزیے کی عدم موجودگی میں، ہم ان اشیاء کے جسمانی وجود، حالت، یا ممکنہ متروک ہونے کی تصدیق کرنے سے قاصر تھے۔ نتیجتاً، ہم اس بات کا تعین کرنے سے قاصر تھے کہ آیا ان بیلنس میں کوئی ایڈجسٹمنٹ ضروری ہے۔ جب ملیں چلیں گی تو یہ مسئلہ حل ہو جائے گا۔ انتظامیہ کی طرف سے اس کے جاری تشویش کے جائزے کی حمایت کے لیے تیار کردہ متوقع مالی بیانات درج ذیل مفروضوں پر مبنی ہیں

متوقع				گنے کی کرشنگ M.T
2026	2027	2028		
800,000	810,000	815,000		
435	430	425		گنے کا ریٹ
160	155	150		چیفی کی قیمت فی کلو

تاہم، یہ خیال کیا جاتا ہے کہ پچھلے پیراگراف میں بیان کردہ تخفیف کرنے والے عوامل پر غور کرتے ہوئے، تشویش کا مفروضہ مناسب ہے اور اس طرح، اس نے ان مالی بیانات کو جاری تشویش کی بنیاد پر تیار کیا ہے۔

بورڈ آف ڈائیریکٹرز میں تبدیلیاں

گزشتہ سالانہ جنرل میٹنگ کے بعد بورڈ آف ڈائیریکٹرز میں کوئی تبدیلی نہیں ہوئی ہے۔

مستقبل کا آؤٹ لک



کمپنی کی انتظامیہ کرشنگ سین 2026-27 کو پکڑنے کے لیے پرامید ہے اور اپنی زیادہ سے زیادہ سطح برکشنگ کرنے کے لیے پرامید ہے۔

ڈی آئی ڈینڈ

چونکہ کمپنی بھاری خسارے کے مرحلے میں ہے، اس لیے کسی ڈیویڈنڈ کا اعلان نہیں کیا جا رہا ہے۔

آڈیٹرز

موجودہ آڈیٹرز میسرز سعید الحسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، ریٹائرڈ پوری ہیں اور اپل بیں، نے خود کو آئندہ سال کے دوبارہ تقری کے لیے پیش کیا ہے۔ آڈٹ کمیٹی نے میسرز سعید الحسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کو 30 ستمبر کو ختم ہونے والے سال کے لیے کمپنی کے آڈیٹرز کے طور پر دوبارہ تعینات کرنے کی سفارش کی ہے۔ 2026

کوڈ آف کارپوریٹ گورننس

کمپنی نے لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کے تقاضوں کی مکمل تعامل کی ہے۔ رپورٹ کے متعلقہ حصے کے تحت تعامل کا بیان دیا گیا ہے۔

کارپوریٹ اور مالیاتی رپورٹنگ فریم ورک پر بیان

- مندرجہ ذیل بیانات کارپوریٹ گورننس کے کوڈ کے بہترین طریقوں کی تعامل کے تئیں اس کے عزم کا مظہر ہیں

کمپنی کی انتظامیہ کی طرف سے تیار کردہ مالیاتی بیانات، اس کی حالت، اس کے کاموں کے نتائج، نقد بہاؤ اور ایکوئیٹی میں ہونے والی تبدیلیوں کو کافی حد تک پیش کرتے ہیں۔

کھاتوں کی مناسب کتابیں برقرار رکھی گئی ہیں۔

مالیاتی بیانات کی تیاری میں مناسب اکاؤنٹنگ پالیسیوں کا مسلسل اطلاق کیا گیا ہے۔ اکاؤنٹنگ تخمینے معقول اور دانشمندانہ فیصلے پر مبنی ہونے ہیں۔

بین الاقوامی اکاؤنٹنگ معیارات، جیسا کہ پاکستان میں لاگو ہوتا ہے، مالیاتی گوشواروں کی تیاری میں پیروی کی گئی ہے۔ اور وہاں سے روانگی، اگر کوئی ہے، مناسب طور پر ظاہر کی گئی ہے۔

اندرونی کنٹرول کا نظام ڈیزائین میں درست ہے اور اسے مؤثر طریقے سے نافذ کیا گیا ہے۔

اندرونی اور بیرونی آڈیٹرز کے ساتھ ساتھ آڈٹ کمیٹی کے ذریعہ انتظام اور نگرانی۔ دی

بورڈ آڈٹ کمیٹی کے ذریعہ قائم کردہ اندرونی کنٹرول کی تاثیر کا جائزہ لیتا ہے اور جہاں بھی ضرورت ہو، اندرونی کنٹرول کے نظام میں مزید بہتری لاتا ہے۔

ایک جاری تشویش کے طور پر جاری رکھنے کی کمپنی کی صلاحیت پر کوئی شک نہیں ہے۔ کمپنی مستقبل قریب میں آپریشن جاری رکھنے کے لیے کافی وسائل ہیں۔

کارپوریٹ گورننس کے بہترین طریقوں سے کوئی مادی رخصتی نہیں ہوئی ہے۔

فہرست سازی کے ضوابط میں تفصیلی ہے۔



پچھلے چھ سالوں کا کلیدی آپریٹنگ اور مالیاتی ڈینا، خلاصہ شکل میں، منسلک ہے۔  
 بقايا ٹیکسوس اور دیگر سرکاری محصولات کے بارے میں معلومات اکاؤنٹنگ کے متعلقہ نوٹ (نوٹوں) میں دی گئی ہیں۔  
 کمپنی حفاظتی قواعد و ضوابط کے معیار کی سختی سے تعمیل کرتی ہے۔ یہ بھی پیروی کرتا ہے۔  
 ماحول دوست پالیسیاں  
 زیر جائزہ سال کے دوران، بورڈ آف ڈائئریکٹرز کے چار (04) اجلاس منعقد ہوئے۔ دی  
 ہبہ ڈائئریکٹر کی حاضری حسب ذیل ہے:

حاضری	ڈائئریکٹر کے نام	Sr#
04	جناب رضا مصطفیٰ	.1
04	جناب عبدالله الیاس (CEO)	.2
04	میان وقارص ریاض	.3
04	محترمہ زینب وقارص	.4
04	مسز شہزادی الیاس	.5
04	مسز ذکیہ الیاس	.6
04	مسز یاسمین ریاض	.7
04	میان ابوبکر اعجاز	.8

ضابطہ اخلاق اور کاروباری طرز عمل کا بیان تیار کیا گیا ہے اور کمپنی کے ڈائئریکٹر اور ملازمین نے اس کے اعتراف میں  
 دستخط کیے ہیں۔

بورڈ نے کوڈ آف کارپوریٹ کی تعمیل میں ایک آڈٹ کمیٹی تشکیل دی ہے۔  
 گورننس، یہ مندرجہ ذیل تین (3) اراکین پر مشتمل ہے جو غیر ایگزیکٹو ڈائئریکٹر ہیں؛

نمبر نمبر	عہدہ
1.	میان وقارص ریاض
2.	مسز ذکیہ الیاس
3.	مسز یاسمین ریاض

30 ستمبر 2025 کو شیئر پولڈنگ کے پیئن اور اضافی معلومات کا بیان منسلک ہے۔  
 زیر جائزہ سال کے دوران، بورڈ آف ڈائئریکٹر، چیف فناشل کے ذریعہ کسی حصص کی تجارت نہیں ہوئی۔  
 افسر، کمپنی سکریٹری، ان کی شریک حیات اور نابالغ بچوں کے علاوہ جن کا ذکر ذیل میں کیا گیا ہے  
 فنڈز کی سرمایہ کاری یا انویسٹمنٹ سے متعلق تمام اپم فیصلے، اپم تبدیلیاں  
 پالیسیاں اور مجموعی کارپوریٹ حکمت عملی، تقری، معاوضہ اور شرائط و ضوابط



چیف ایگزیکٹیو آفیسر اور ایگزیکٹو ڈائیریکٹر کی تقری بورڈ کے ذریعہ کی جاتی ہے۔

اعتراف:

بورڈ گنے کے کاشتکاروں، قابل قدر صارفین، ریگولیٹری کے لیے مخلصانہ تعریف کا اظہار کرتا ہے۔

حکومت کے محکموں، مالیاتی ادارے اور معزز شیئر ہولڈرز کی مسلسل دلچسپی اور حمایت کو تسلیم کرتے ہیں اور ان کے اعتماد اور اعتماد کے لیے بے حد مشکور ہیں۔

ڈائیریکٹر لگن، وفاداری کی محنت اور کمپنی کے مختلف ڈویژنز میں ایگزیکٹو، تمام ملازمین اور ورکرز کی جانب سے پیش کی جانے والی قابل تعریف خدمات کی دل کی گھرائیوں سے تعریف کرنے ہیں جو ہمیں نئے جوش کے ساتھ اپنے کارپوریٹ مقاصد کو حاصل کرنے کے قابل بناتے ہیں۔

**بورڈ کی جانب سے**

(عبدالله الیاس)  
چیف ایگزیکٹو

لابور  
2026 جنوری 08



## SIX YEARS AT A GLANCE

(Rs. (000)

	2025	2024	2023	2022	2021	2020
Operating Results	Rupees in Thousand					
Sales – Net	-	-	-	-	-	-
Gross profit/ (loss)	<b>300,283</b>	(348,552)	(305,040)	(150,782)	(160,043)	(164,405)
Operating profit/(loss)	<b>(315,637)</b>	(370,374)	(352,711.0)	(30,020)	(171,620)	(180,649)
Profit/(loss) before tax	<b>(315,645)</b>	(370,453)	(477,936.0)	(214,710)	(339,340)	(411,016)
Profit/((loss) after tax	<b>245,105</b>	(246,846)	(466,345.0)	(184,955)	(308,817)	(362,123)

## FINANCIAL POSITION

Fixed assets – net	<b>5,590,405</b>	5,863,625	6,152,109	2,827,514	2,976,625	3,135,643
Paid up capital	<b>324,000</b>	324,000	324,000	324,000	324,000	324,000
Shareholder's equity	<b>(282,055)</b>	(502,587)	(766,179)	(1,489,546)	(1,593,470)	(1,284,865)
Long term liabilities	<b>1,435,630</b>	1,483,187	1,426,794	534,670	564,480	595,026
Current assets	<b>162,466</b>	110,417	107,409	101,853	106,831	119,835
Current liabilities	<b>4,133,656</b>	4,100,738	4,067,036	3,884,732	4,112,937	3,945,318
Breakup value per share (Rs)	<b>(7.12)</b>	(9.16)	(14.39)	(5.71)	(9.53)	(11.18)

## STATISTICS

No. of employees	<b>28</b>	37	85	28	29	22
Sugar produced (M. Tons)			-	-	-	-
Crushing period (days)			-	-	-	-



## STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019) FOR THE YEAR ENDED 30 SEPTEMBER 2025

The Company has complied with the requirements of the Regulations in the following manner:

1	The total number of Directors are eight as per the following:	
a.	Male	04
b.	Female	04
2.	The composition of Board is as follows:	
a.	Independent Directors (*)	Mr. Raza Mustafa Mian Waqas Riaz
b.	Executive Director (**)	Mr. Abdullah Ilyas
c.	Non-Executive Directors	Mrs. Yasmin Riaz Mrs. Shahzadi Ilyas Mrs. Zainab Waqas Mrs. Zakia Ilyas Mian Abubakar Ijaz
(*)	The Board of Directors are of the view that the expertise and experience of 02 independent Directors are sufficient to perform their relevant role & responsibilities required under the provision of Code of Corporate Governance and law, therefore rounding up is not needed.	
(**)	Currently, one Director of the Company devotes their whole or substantially the whole time, therefore is categorized as Executive Director.	
3.	The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this company.	
4.	The company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.	
5.	The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. The Board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the company.	
6.	All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by board/shareholders as empowered by the relevant provisions of the Act and these Regulations.	
7.	The meetings of the Board were presided over by the Chairman and, in his absence, by a Director elected by the Board for this purpose. The Board has complied with the	



	requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
8.	The Board of Directors has a formal policy and transparent procedures for remuneration of Directors in accordance with the Act and these Regulations.
9.	The Board did not arrange any Director's program during the year. On overall basis, our directors taken as a whole are compliant as of 30 September 2025 with the requirements of the Director's Training Program contained in the regulations. The Board unable to arranged Directors Training Program for our Director Mr. Abdullah Ilyas and Mian Abubakar Ijaz.
10.	The Board has approved appointment of Chief Financial Officer, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
11.	CFO and CEO duly endorsed the financial statements before approval of the Board.
12.	The Board has formed committee comprising of members given below:
a.	Audit Committee Mian Waqas Riaz (Chairman) Mrs. Zakia Ilyas (Member) Mrs. Yasmin Riaz (Member)
b.	HR and Remuneration Committee Mian Waqas Riaz (Chairman) Mrs. Zainab Waqas (Member) Mrs. Zakia Ilyas (Member)
c.	Risk Management Committee Mr. Raza Mustafa (Chairman) Mrs. Yasmin Riaz (Member)
d.	Nomination Committee Mrs. Yasmin Riaz (Chairperson) Mrs. Zainab Waqas (Member)
13.	The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.
14.	The frequency of meetings (quarterly/half yearly/yearly) of the committee were as following:
a.	Audit Committee 04
b.	HR and Remuneration Committee 01
c.	Nomination Committee Nil
d.	Risk Management Committee 01
15.	The Board has set up an effective internal audit function that is considered suitably qualified and experienced for the purpose and is conversant with the policies and procedures of the company.
16.	The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firms involved in the audit are not a close relatives (spouse, parent, dependent and non-dependent children) of the Chief Executive Officer, Chief Financial Officer, Head of Internal Audit, Company Secretary or any Director of the Company.



17.	The Statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.		
18.	We confirm that all other requirements of the Regulations have been complied with.		
19.	We confirm that all requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with.		
20.	Explanation for non-compliance with requirements, other than regulation 3, 6, 7, 8, 37,32, 33 and 36 are below:		
Regulation	Requirement	Explanation	
Regulation 19 (2)	Mr. Abdullah Ilyas, and Mian Abubakar Ijaz, Director on the Board may acquire, the directors training program certification within a period of one year from the date of appointment as a director on the Board.	The Directors Training Program of Mr. Abdullah Ilyas, and Mian Abubakar Ijaz, is in process of acquiring the certification to comply the regulation.	

**On behalf of the Board**

**Abdullah Ilyas**  
Chief Executive

**Raza Mustafa**  
Chairman

Place: Lahore  
Dated: 08 January 2026



### INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF HASEEB WAQAS SUGAR MILLS LIMITED

#### REVIEW REPORT ON THE STATEMENT OF COMPLIANCE CONTAINED IN THE LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations), prepared by the Board of Directors of Haseeb Waqas Sugar Mills Limited (the Company) for the year ended September 30, 2025, to comply with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and to report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

No information for the purpose of review was provided to us accordingly, we do not express our conclusion as to whether Statement of Compliance appropriately reflects the Company's compliance in all material respects, with the requirements contained in the Regulations as applicable to the Company for year ended September 30, 2025.

SAEED UL HASSAN & COMPANY  
CHARTERED ACCOUNTANTS  
Engagement Partner: SAEED UL HASSAN (FCA)  
Lahore



Date: January 06, 2026



### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF HASEEB WAQAS SUGAR MILLS LIMITED

#### Report on the Audit of the Financial Statements

##### Qualified Opinion

We have audited the annexed financial statements of HASEEB WAQAS SUGAR MILLS LIMITED ("the company"), which comprise the statement of financial position as of September 30, 2025, and the statement of profit or loss, the statement of other comprehensive income or loss, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, we necessary for purpose of the audit.

In our opinion, except for the possible effect of matter described in the Basis for Qualified Opinion section of our report, the annexed financial statements of the Company, which comprise the statement of financial position as at 30 September 2025, and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including significant accounting policies and other explanatory information, conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017, in the manner so required and give a true and fair view, in all material respects, of the state of the Company's affairs as at September 30, 2025 and of its profit, other comprehensive income, changes in equity and its cash flows for the year then ended.

##### Basis for Qualified Opinion

During our audit, we identified the following matters that form the basis for our qualified opinion:

- a) The Company's plant and machinery, with a carrying value of Rs. 4.895 billion (representing 84% of total assets), has been idle since operations ceased on September 30, 2018. Although the last revaluation was conducted in 2023, the Company has not performed an annual impairment test or calculated the "value in use" as required by IAS 36. In the absence of a current impairment assessment, we were unable to determine the extent of any further write-downs required to reflect the recoverable amount of these assets.
- b) The Gratuity Payable balance amounting to Rs. 40.710 million has not been confirmed by management, and no actuarial valuation report was provided to support this balance. As a result, we were unable to verify the accuracy and completeness of this liability through alternative audit procedures or any other satisfactory evidence. Consequently, we are unable to determine whether any adjustments are necessary to this balance as reported in the financial statements.



- c) The company's sales tax status has been blacklisted by the Federal Board of Revenue (FBR) due to non-payment of outstanding sales tax liabilities amounting to Rs. 195.721 million, as disclosed in Note 10 and Note 14.2 of the financial statements. The blacklisted status indicates non-compliance with tax regulations, which may have material implications for the company's financial position. Furthermore, we were unable to obtain sufficient appropriate audit evidence to verify the completeness and accuracy of the outstanding sales tax liabilities.
- d) As disclosed in the note 13 & 11, balance payable to various banks in respect of current portion of long-term loans and lease liabilities amounting to Rs. 1,367.188 million, and mark up on loans and other payables amounting to Rs. 1,183.696 million respectively, remains unpaid and unconfirmed. All the balances payable are in litigation. We were also unable to satisfy ourselves as to the correctness, the terms and conditions and the Cost of funds of the reported balances by performing other alternative procedures.
- e) In the course of our audit, we noted that the trade and other payable balance of Rs. 626.746 million, as disclosed in Note 10 to the financial statements, could not be confirmed due to the unavailability of addresses for certain parties. Furthermore, due to the long outstanding nature of these balances, we were unable to verify the amounts through alternative procedures or obtain other corroborative evidence. As a result, we were unable to determine whether any adjustments might be necessary to these payables and their impact on the financial statements.
- f) The Company has not complied with Section 244 of the Companies Act, 2017, regarding unclaimed dividends of Rs. 1.444 million (Note 14.4). These long outstanding amounts have not been deposited into the Federal Government Treasury, nor have the required shareholder notifications been issued. Consequently, we were unable to determine the extent of adjustments or potential penalties required in the financial statements.
- g) Advances, deposits, prepayments, and other receivables amounting to Rs. 103.399 million (Note 20) remain long outstanding. We were unable to obtain direct confirmations or perform alternative audit procedures to verify their existence and accuracy. Furthermore, no provision for doubtful balances has been recognized despite uncertainty over their recoverability. Consequently, assets and profit for the year are overstated, and we are unable to determine the extent of adjustments required.
- h) The Company's stores, spares, and loose tools amounting to Rs. 56.408 million (Note 18) were not supported by sufficient audit evidence. In the absence of audited stock sheets, valuation reports, and aging analysis, we were unable to verify the physical existence, condition, or potential obsolescence of these items. Consequently, we were unable to determine whether any adjustments to these balances were necessary.



The above issues indicate limitations in the scope of our audit procedures, preventing us from obtaining sufficient and appropriate audit evidence to conclude that the financial statements are free from material misstatement in these areas.

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

#### **Material Uncertainty Related to Going Concern**

We draw attention to Note 2.5 in the accompanying financial statements, which indicates that as of September 30, 2025, the Company has a net loss of Rs. 315.295 million accumulated losses amounting to Rs. 5,719.336 million, and its current liabilities exceed its current assets by Rs. 3,970.840 million. Furthermore, there has been no production activity in the Company over the past few years. These conditions, along with other matters as outlined in Note 2.5, indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

#### **Key Audit Matter**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the year ended September 30, 2025. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the matters described in the 'Basis for Qualified Opinion' and 'Material Uncertainty relating to Going Concern' of our report, we have determined the matters described below to be the key audit matters to be communicated in our report:

Key Audit Matter	How the Matter Was Addressed in the Audit
<p><b>1. <u>Deferred Tax Liabilities:</u></b>            (Refer to note no. 9 to the financial statements)</p> <p>The company has recorded a deferred tax liability of Rs. 1,264.919 million.</p> <p>The recognition and measurement of deferred tax liabilities involve significant management judgment and</p>	<ul style="list-style-type: none"> <li>a. reviewed the assumptions underlying the recognition of the deferred tax liability, including management's projections of future taxable profits.</li> <li>b. Evaluated the consistency and reasonableness of the assumptions used by management in determining the deferred tax liability against historical performance and the Company's future business plans.</li> </ul>



estimates. Changes in tax regulations, tax rates, and assumptions about future taxable profits add complexity and uncertainty. There is also a risk that deferred tax liabilities are misstated due to errors or inappropriate assumptions.

c. We also evaluated the appropriateness of management's disclosures in accordance with IAS-12 in the financial statements.

#### **Information Other than the Financial Statements and Auditors' Report Thereon**

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Responsibilities of Management and Board of Directors for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so.

The board of directors is responsible for overseeing the Company's financial reporting process.

#### **Auditors' Responsibilities for the audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material statements, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not to express an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



## Report on Other Legal and Regulatory Requirements

Based on our audit, except for the matters discussed in the basis for qualified opinion section of our report, we further report that in our opinion:

- (a) Proper books of accounts have been kept except for Fixed Asset register by the company as required by the Companies Act, 2017 (XIX of 2017).
- (b) The statement of financial position, the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity, and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and agree with the books of account and returns;
- (c) Investments made, expenditures incurred, and guarantees extended during the year were for the purpose of the Company's business; and
- (d) No Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.

The engagement partner on the audit resulting in this independent auditor's report is Saeed Ul Hassan, FCA.

SAEED-UL-HASSAN & Co.  
Chartered Accountants



Place: Lahore

Dated: January 06, 2026

UDIN: AR202510617ilqULSFjx



## HASEEB WAQAS SUGAR MILLS LIMITED

## STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

	Note	2025	2024
		Rupees	
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
Authorized capital			
35,000,000 (2024: 35,000,000) ordinary shares of Rs. 10 each		<u>350,000,000</u>	<u>350,000,000</u>
Issued, subscribed and paid up capital	4	324,000,000	324,000,000
Loan from directors and sponsors	5	1,283,018,319	1,258,445,119
<b>Capital Reserves</b>			
Surplus on revaluation of property, plant and equipment	6	4,394,722,370	4,549,877,439
<b>Revenue reserves</b>			
Accumulated profit/(loss)		<u>(5,719,685,670)</u>	<u>(5,629,735,684)</u>
		282,055,019	502,586,874
<b>Non Current Liabilities</b>			
Long term financing	7	-	-
Deferred liabilities	8	170,710,443	170,710,443
Deferred taxation	9	1,264,919,378	1,335,458,933
		1,435,629,821	1,506,169,376
<b>Current Liabilities</b>			
Trade and other payables	10	828,973,901	830,358,502
Markup on loans and other payables	11	1,183,695,578	1,183,695,578
Short term borrowings	12	752,354,725	752,088,315
Unclaimed dividend		1,443,972	1,443,972
Current portion of non current liabilities	13	1,367,187,642	1,367,187,642
		4,133,655,818	4,134,774,008
<b>Contingencies and Commitments</b>	14	-	-
		<u>5,851,340,658</u>	<u>6,143,530,258</u>
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	15	5,590,405,003	5,863,625,134
Long term deposits	16	470,000	470,000
		<u>5,590,875,003</u>	<u>5,864,095,134</u>
<b>Deferred cost</b>	17	98,000,000	112,000,000
<b>Current Assets</b>			
Stores, spares and loose tools	18	56,407,829	56,407,829
Stock in trade	19	-	-
Advances, deposits, prepayments and other receivables	20	103,397,890	102,394,410
Cash and bank balances	21	2,659,936	8,632,885
		162,465,655	167,435,124
		<u>5,851,340,658</u>	<u>6,143,530,258</u>

The annexed notes from 1 to 36 form an integral part of these financial statements.

  
CHIEF EXECUTIVE

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER



## HASEEB WAQAS SUGAR MILLS LIMITED STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Note	2025	2024
		Rupees	
Sales - Net	22		
Cost of goods sold	23	(300,282,852)	(348,552,182)
<b>Gross (loss)</b>		<b>(300,282,852)</b>	<b>(348,552,182)</b>
Operating expenses:			
- Administrative and general expenses	24	(14,753,999)	(21,571,843)
- Other operating charges	25	(600,000)	(250,000)
<b>Loss from operations</b>		<b>(315,636,851)</b>	<b>(370,374,025)</b>
Finance cost	26	(7,760)	(78,692)
<b>Loss before taxation</b>		<b>(315,644,611)</b>	<b>(370,452,717)</b>
Taxation	27	70,539,555	73,606,590
<b>Loss after taxation</b>		<b>(245,105,056)</b>	<b>(296,846,127)</b>
Earning per share - basic	28	(7.56)	(9.16)

*The annexed notes from 1 to 36 form an integral part of these financial statements.*

  
CHIEF EXECUTIVE

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER



**HASEEB WAQAS SUGAR MILLS LIMITED**  
**STATEMENT OF OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	<b>Note</b>	<b>2025</b>	<b>2024</b>
			<b>Rupees</b>
(Loss) after taxation		(245,105,056)	(296,846,127)
Other comprehensive income			
Impact of deferred tax on revaluation surplus		-	-
		-	-
Total comprehensive loss for the year		<b>(245,105,056)</b>	<b>(296,846,127)</b>

*The annexed notes from 1 to 36 form an integral part of these financial statements.*

**CHIEF EXECUTIVE**

*Riaz Waqas*  
**DIRECTOR**

*Ali*  
**CHIEF FINANCIAL OFFICER**

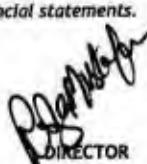


HASEEB WAQAS SUGAR MILLS LIMITED  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Issued, subscribed and paid up capital	Loan from directors	Surplus on Revaluation of Property, Plant & equipment Rupees	Accumulated (loss) / profit	Total
Balance as at October 01, 2023	324,000,000	1,225,190,739	4,713,414,891	(5,496,427,007)	766,178,623
Net (loss) for the year ended September 30, 2024	-	-	-	(296,846,127)	(296,846,127)
Other comprehensive income / (loss) for the year	-	-	-	-	-
Increase in directors' / Sponsors loan during the year	-	33,254,380	-	-	33,254,380
Revaluation surplus arise during the year	-	-	-	-	-
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation - net of tax	-	-	(163,537,450)	163,537,450	-
Balance as at September 30, 2024	324,000,000	1,258,445,119	4,549,877,441	(5,629,735,684)	502,586,876
Net (loss) for the year ended September 30, 2024	-	-	-	(245,105,056)	(245,105,056)
Other comprehensive income / (loss) for the year	-	-	-	-	-
Total comprehensive income/(loss) for the year	-	-	-	(245,105,056)	(245,105,056)
Transaction with owners:					
Increase in sponsors and directors' loan during the year	-	24,573,200	-	-	24,573,200
Surplus on revaluation of fixed assets transferred to retained earnings in respect of incremental depreciation - net of tax	-	-	(155,155,069)	155,155,069	-
Balance as at September 30, 2025	324,000,000	1,283,018,319	4,394,722,372	(5,719,685,670)	282,055,020

The annexed notes from 1 to 36 form an integral part of these financial statements.

  
CHIEF EXECUTIVE

  
DIRECTOR

  
CHIEF FINANCIAL OFFICER



## HASEEB WAQAS SUGAR MILLS LIMITED

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2025

		2025	2024
	Note	Rupees	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
(Loss) before taxation		(315,644,611)	(370,452,717)
Adjustments for:			
Depreciation	15.02	273,220,131	288,484,099
Amortization of Deferred Cost		14,000,000	18,000,000
Finance cost	26	7,760	78,692
		287,227,891	306,562,791
Operating profit/(loss) before working capital changes		(28,416,720)	(63,889,926)
(Increase) / decrease in current assets:			
Stores, spares and loose tools		-	4,902,402
Stock in trade		-	(300,467)
Advances, deposits, prepayments and other receivables		(461,446)	
Increase / (decrease) in current liabilities:			
Trade and other payables		(1,384,601)	(45,139,095)
		(1,846,047)	(40,537,160)
Cash generated from operations		(30,262,767)	(104,427,086)
Income tax paid / deducted		(542,032)	(948,935)
Gratuity paid			
Finance cost paid		(7,760)	(78,692)
Net cash generated from / (used in) operating activities		(30,812,559)	(105,454,713)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Long term deposits		-	20,000
Net cash generated from / (used in) investing activities		-	20,000
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds / (Repayment) from directors'/ sponsor loan - Net		24,573,200	33,254,380
Proceeds / (Repayment) of Long Term Loans		-	-
Proceeds / (Repayment) of related parties		266,410	78,841,383
Net cash generated from / (used in) financing activities		24,839,610	112,095,763
Net increase / (decrease) in cash and cash equivalents		(5,972,949)	6,661,050
Cash and cash equivalents at the beginning of the year		8,632,885	1,971,835
Cash and cash equivalents at the end of the year	21	2,659,936	8,632,885

*The annexed notes from 1 to 36 form an integral part of these financial statements.*

CHIEF EXECUTIVE

DIRECTOR

CHIEF FINANCIAL OFFICER



## HASEEB WAQAS SUGAR MILLS LIMITED.

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2025

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## 1 Corporate and General Operation

### 1.1 Legal Status and operations

Haseeb Waqas Sugar Mills Limited ("the Company") was incorporated in Pakistan on 13 January 1992 as a Public Limited Company under the repealed Companies Ordinance, 1984 (now the Companies Act 2017). The Company's registered office is situated at 6-F Model Town, Lahore. The mill is situated at Tehsil Jatoi Distt. Muzaffargarh. The Company is listed on Pakistan Stock Exchange. The principal activity of the Company is manufacture and sale of refined sugar and its by-products.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act 2017 and provisions of and directives issued under the Companies Act 2017. Where provisions of and directives issued under the Companies Act 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act 2017 have been followed.

### 2.2 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain financial instruments at fair value and certain items of property, plant and equipment that are stated at revalued amounts. In these financial statements, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

### 2.3 Initial application of a standard, amendments or an understanding to an existing standard

#### 2.3.1 Amendments to published accounting and reporting standards which are effective for the year ended September 30, 2025

There were certain amendments to accounting and reporting standards which became effective for the company for the current year. However, these amendments are considered not to be relevant or to have any significant impact on Company's financial reporting and, therefore, have not been disclosed in these financial statements.

#### 2.4 Standards, amendments to published accounting and reporting standards and interpretations that are not yet effective and have not been early adopted by the Company as at September 30, 2025.

There are certain other new standards and amendments to the approved accounting standards that will be mandatory for the Company's annual accounting periods beginning on or after October 1, 2024. However, these standards and amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these financial statements.



## 2.5 Going concern assumption

The financial statements of the Company indicate that the Company incurred gross loss amounting to Rs: 300,282,852 (2024: 348,552,182) and net loss from operations amounting to Rs. 315,644,611 (2024: 370,452,717) and accumulated losses Rs. 5,719,685,670 (2024: 5,629,735,684). Moreover, the current liabilities exceed current assets by Rs. 3,971,190,163 (2024: 3,967,338,883).

### Operational measures

In view of above issues Company has already taken following mitigating steps:

- i- Restructuring of loan from Sindh Bank Limited amounting to Rs. 500 million has been renegotiated and rescheduled.
- ii- Restructuring of loan from United Bank Ltd (Previously Silk Bank Limited) amounting to Rs. 390 million was in process but is now finalized and rescheduled by the bank on November 05, 2025.
- iii- Shifting of mill to Alipur Jatoi, Muzaffargarh has been completed where sugar cane availability and sugar recovery are better.
- iv- BMR has been done and we will see impact of this BMR in the financials of coming crushing season.

The management foresees positive cash flow from future operations in expectation of better availability of sugar cane and sugar prices in coming season, since sugar dynamics are good and rising.

The projected financial statements prepared by the management to support its going concern assessment is based on following assumptions.

	Projected		
	2026	2027	2028
Sugar Cane Crushing M.T	800,000	810,000	820,000
Sugar cane rate	425	430	435
Sugar price per Kg	150	155	160

However, it is believed that considering the mitigating factors set out in the preceding paragraphs, the going concern assumption is appropriate and has, as such, prepared these financial statements on a going concern basis.

## 2.6 Judgment, estimates and assumptions

The preparation of financial statements in conformity with IASs requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and related assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. The estimates and related assumptions are reviewed on an ongoing basis. Accounting estimates are revised in the period in which such revisions are made and in any future periods affected.

Significant management estimates in these financial statements relate to the useful life of property, plant and equipment, provisions for doubtful receivables, slow moving inventory and taxation. However, the management believes that the change in outcome of estimates would not have a material effect on the amounts disclosed in the financial statements.

Judgment made by management in the application of accounting and reporting standards that have significant effect on the financial statements and estimates with a risk of material adjustment in subsequent year are as follows;



## **2.5.1 Depreciation method, rates and useful lives of property, plant and equipment**

The management of the Company reassesses useful lives, depreciation method and rates for each item of property, plant and equipment annually by considering expected pattern of economic benefits that the Company expects to derive from that item.

## **2.5.2 Recoverable amount of assets/ cash generating units**

The management of the Company reviews carrying amounts of its assets and cash generating units for possible impairment and makes formal estimates of recoverable amount if there is any such indication.

## **2.5.3 Fair value of financial instruments having no active market**

Fair value of financial instruments having no active market is determined using discount cash flow analysis after incorporating all factors that market participants would consider in setting a price and using inputs that reasonably represent market expectations and measures of the risk-return factors inherent in the financial instrument.

## **2.5.4 Taxation**

The Company takes into account income tax law and decisions taken by appellate authorities. Instances where the Company's view differs from the view taken by tax department at the assessment stage and where the Company considers that its view of items of material nature is in accordance with law, the amounts are shown as contingent liabilities.

## **2.5.5 Provisions**

Provisions are based on best estimate of the expenditure required to settle the present obligation at the reporting date, that is, the amount that the Company would rationally pay to settle the obligation at the reporting date or to transfer it to a third party.

## **2.5.6 Revaluation of property, plant and equipment**

Revaluation of property, plant and equipment is carried out by independent professional valuer. Revalued amounts of non-depreciable items are determined by reference to local market values and that of depreciable items are determined by reference to present depreciated replacement values.

## **2.7 Functional currency**

These financial statements are prepared in Pak Rupees which is the Company's functional and presentation currency.

## **3 MATERIAL ACCOUNTING POLICIES**

The accounting policies set out below have been applied consistently to all periods presented in the financial statements.

### **3.1 Ordinary share capital**

Ordinary share capital is recognized as equity. Incremental costs directly attributable to the issue of ordinary shares are recognized as deduction from equity.

### **3.2 Surplus / deficit arising on revaluation of property, plant and equipment**

Surplus arising on revaluation of property, plant and equipment is recognized, in other comprehensive income and accumulated in reserves in shareholders' equity and is shown in equity. Revaluation is carried out with sufficient regularity to ensure that the carrying amounts of the assets does not differ materially from the fair value. Accumulated depreciation at the date of revaluation is eliminated against the cost of the asset and net amount is restated to the revalued amount of the asset.

The surplus on revaluation of property, plant and equipment to the extent of incremental depreciation charged on the related property, plant and equipment during the year is part of statement of changes in equity.



### 3.3 Employee benefits

#### Short-term employee benefits

The Company recognizes the undiscounted amount of short term employee benefits to be paid in exchange for services rendered by employees as a liability after deducting amount already paid and as an expense in profit or loss unless it is included in the cost of inventories or property, plant and equipment as permitted or required by the approved accounting standards. If the amount paid exceeds the discounted amount of benefits, the excess is recognized as an asset to the extent that the prepayment would lead to a reduction in future payments or cash refund.

The Company provides for compensated absences of its employees on unavailed balance of leaves in the period in which the leaves are earned.

#### Defined benefit plan

The Company operates an unfunded gratuity scheme covering its permanent employees. Employees are eligible for benefits under this scheme after the completion of a prescribed qualifying period of service. The latest actuarial valuation was carried out as at September 30, 2018. No charge and valuation is made during the year because of ceased operations. The following significant assumptions were used in the latest actuarial valuation:

	2025	2024
Discount rate	0.00%	0.00%
Expected rate of salary increase in future years	0.00%	0.00%
Average expected remaining working life time of employees	-	-
Actuarial valuation method	Projected unit credit method	

### 3.4 Borrowings

These are recognized initially at fair value less attributable transaction cost. Subsequent to initial recognition, these are stated at amortized cost with any difference between cost and redemption value being recognized in the profit and loss over the period of the borrowings on an effective interest basis.

### 3.5 Provisions

A provision is recognized in the balance sheet when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

### 3.6 Taxation

Income tax expense comprises current tax and deferred tax. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

#### Current

Current tax is the amount of tax payable on taxable income for the year, using tax rates enacted or substantively enacted by the reporting date, and any adjustment to the tax payable in respect of previous years. Provision for current tax is based on the taxable income at current rates of taxation in Pakistan after taking into account tax credits, rebates and exemptions available. However, for income covered under final tax regime, taxation is based on applicable tax rates under such regime. The amount of unpaid income tax in respect of the current or prior periods is recognized as a liability. Any excess paid over what is due in respect of the current or prior periods is recognized as an asset.



## **Deferred**

Deferred tax is accounted for using the balance sheet liability method providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for tax purposes. In this regard, the effects on deferred taxation of the portion of income that is subject to final tax regime is also considered in accordance with the requirement of "Technical Release - 27" of the Institute of Chartered Accountants of Pakistan. Deferred tax is measured at rates that are expected to be applied to the temporary differences when they reverse, based on laws that have been enacted or substantively enacted by the reporting date. A deferred tax liability is recognized for all taxable temporary differences. A deferred tax asset is recognized for deductible temporary differences to the extent that future taxable profits will be available against which temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred tax is not recognized for timing differences that are not expected to reverse and for the temporary differences arising from the initial recognition of goodwill and initial recognition of assets and liabilities in a transaction that is not a business combination and that at the time of transaction affects neither the accounting nor the taxable profit.

### **3.7 Trade and other payables**

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Company.

### **3.8 Trade and other receivables**

Trade and other receivables are recognized initially at fair value and subsequently measured at amortized cost less impairment loss, if any.

### **3.9 Property, plant and equipment**

Property, plant and equipment are stated at cost less accumulated depreciation except freehold land that is stated at revalued amount. Buildings, plant and machinery and grid station and generators are stated at revalued amounts less accumulated depreciation. Cost of property, plant and equipment consists of historical cost, revalued amount, borrowing costs pertaining to the erection / construction period and other directly attributable costs incurred to bring the assets to their working condition.

The management reviews the market value of revalued assets at each balance sheet date to ascertain whether the fair value of revalued assets have differed materially from the carrying value of such assets, thus necessitating further revaluation.

Depreciation on property, plant and equipment has been provided for using the reducing balance method at the rates specified in respective note. Depreciation on additions is charged from the month in which the asset was available for use up to the month in which the asset was disposed off.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalized. Gain or loss on disposal of property, plant and equipment, if any, is shown in the profit and loss account.

### **3.10 Impairment**

Carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated and impairment loss is recognized in the profit and loss account.



## CASH AND CASH EQUIVALENTS

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents comprise cash in hand and cash with banks in current and saving accounts.

### 3.12 Stores, spares and loose tools

These are generally held for internal use and are valued at lower of cost and net realizable value. Cost is determined on the basis of moving average except for items in transit, which are valued at invoice price plus related expenses incurred up to the reporting date. For items identified as slow moving, a provision is made for excess of carrying amount over estimated net realizable value which signifies the estimated selling price in the ordinary course of business less estimated costs of completion and estimated cost necessary to make the sale.

### 3.13 Stock in trade

These are valued at lower of cost and net realizable value. Cost is determined using the following basis:

Work in process      Average manufacturing cost

Finished goods      Average manufacturing cost

By-products      Net realizable value, where costs are not ascertainable.

Average manufacturing cost in relation to work in process and finished goods consists of direct material, labor and a proportion of appropriate manufacturing overheads.

Net realizable value signifies the estimated selling price in the ordinary course of business less estimated costs of completion and estimated costs necessary to make the sale.

### 3.14 Financial instruments

#### Financial assets

The Company classifies its financial assets in the following categories: at fair value through statement of profit or loss, fair value through other comprehensive income and amortized cost. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition. All the financial assets of the Company as at statement of financial position date are carried at amortized cost.

A financial asset is measured at amortized cost if it meets both the following conditions and is not designated as at fair value through statement of profit or loss:

- (i) it is held with in a business model whose objective is to hold assets to collect contractual cash flows; and
- (ii) its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Company recognizes loss allowance for Expected Credit Losses (ECLs) on financial assets measured at amortized cost and contract assets. The Company measures loss allowance at an amount equal to lifetime ECLs.

Lifetime ECLs are those that result from all possible default events over the expected life of a financial instrument. The maximum period considered when estimating ECLs is the maximum contractual period over which the Company is exposed to credit risk.

At each reporting date, the Company assesses whether the financial assets carried at amortized cost are credit-impaired. A financial asset is credit-impaired when one or more events that have detrimental impact on the estimated future cash flows of the financial assets have occurred. Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets. The gross carrying amount of a financial asset is written off when the Company has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.



## **Financial liabilities**

All financial liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities at amortized costs are initially measured at fair value minus transaction costs. Financial liabilities at fair value through profit or loss are initially recognized at fair value and transaction costs are expensed in the profit or loss. Financial liabilities, other than those at fair value through profit or loss, are subsequently measured at amortized cost using the effective yield method. A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange and modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in respective carrying amounts is recognized in the profit or loss.

## **Off-setting of financial assets and financial liabilities**

A financial asset and financial liability is offset and the net amount is reported in the statement of financial position if the Company has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

## **3.15 Related party transactions**

All transactions with related parties are carried out by the company at arms' length price with the exception of loan taken from related parties which is interest / mark up free. Prices for these transactions are determined on the basis of comparable uncontrolled price method, which sets the price by reference to comparable goods and services sold in an economically comparable market to a buyer unrelated to the seller.

Components purchased by the Company from related party are priced at cost plus margin.

## **3.16 Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable, net of returns allowances, trade discounts and rebates, and represents amounts received or receivable for goods and services provided and other operating income earned in the normal course of business. Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the Company, and the amount of revenue and the associated costs incurred or to be incurred can be measured reliably.

Revenue from different sources is recognized as follows:

Revenue from sale of goods is recognized when risk and rewards incidental to the ownership of goods are transferred.

Interest on saving accounts is recognized as and when accrued on time proportion basis.

## **3.17 Borrowing costs**

Borrowing costs are charged to expense as and when incurred except to the extent of costs directly attributable to the acquisition, construction or production of qualifying assets that are capitalized as part of the cost of asset.

## **3.18 Dividends**

Dividend is recognized as a liability in the period in which it is declared.

## **3.19 Accounting for finance lease**

IFRS 16 supersedes IAS 17 'Leases', IFRIC 4 'Determining whether an arrangement contains a Lease', SIC 15 'Operating leases - incentives' and SIC 27 'Evaluating the substance of transactions involving the legal form of a lease'. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for most leases under a single on-balance sheet model.



The Company adopted IFRS 16 using the modified retrospective method of adoption with the date of initial application of July 01, 2019. Under this method, the standard is applied retrospectively with cumulative effect of initially applying standard recognized at the date of initial application and accordingly the Company is not required to restate prior year results. The Company also elected to use the recognition exception for lease contracts that, at the commencement date, have a lease term of twelve months or less and do not contain a purchase option (short term leases).

Adoption of IFRS 16 does not have any material impact on financial statements except reclassification of 'Leased assets' as 'Right-of-use assets' and 'Liabilities against assets subject to finance lease' as 'Lease Liabilities'.

The Company has lease contracts for vehicles and plant and machinery. Before the adoption of IFRS 16, the Company classified each of its leases (as lessee) at the inception date as either a finance lease or an operating lease. A lease was classified as a finance lease if it transferred substantially all of the risks and rewards incidental to ownership of the leased asset to the Company; otherwise it was classified as an operating lease. Finance leases were capitalized at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments were apportioned between interest (recognized as finance costs) and reduction of the lease liability. In an operating lease, the leased property was not capitalized and the lease payments were recognized as rent expense in profit or loss on a straight-line basis over the lease term. Any prepaid rent and accrued rent were recognized under Prepayments and Trade and other payables, respectively.

Upon adoption of IFRS 16, the Company applied a single recognition and measurement approach for all leases, except for short-term leases. The standard provides specific transition requirements and practical expedients, which has been applied by the Company.

The Company did not change the initial carrying amounts of recognized assets and liabilities at the date of initial application for leases previously classified as finance leases (i.e., the right-of-use assets and lease liabilities equal the lease assets and liabilities recognized under IAS 17).

As a result of adoption of IFRS 16, the Company has adopted following new accounting policy:

A contract is, or contains a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration. The Company mainly leases plant and machinery for its operations. The Company recognizes a right-of-use asset and lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, comprising the following:

- The amount of the initial measurement of lease liability;
- Any lease payments made at or before the commencement date less any lease incentives received;
- The initial direct costs; and
- Restoration cost (if any).

Subsequently, right-of-use assets are recognized at cost less any accumulated depreciation and impairment losses if any, and adjusted for certain re-measurements of the lease liability. The right-of-use asset is depreciated using the reducing balance method over the asset's useful life. The estimated useful lives of assets are determined on the same basis as that for owned assets.



### 3.20 Earning per share (EPS)

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

Diluted EPS is calculated by adjusting basic EPS by the weighted average number of ordinary shares that would be issued on conversion of all dilutive potential ordinary shares into ordinary shares and post-tax effect of changes in profit or loss attributable to ordinary shareholders of the Company that would result from conversion of all dilutive potential ordinary shares into ordinary shares.



		2025	2024
	Note	Rupees	
4	Ordinary shares of Rs. 10 each: 27,000,000 (2024: 27,000,000) shares issued for cash. 5,400,000 (2024: 5,400,000) shares issued as fully paid bonus shares.	270,000,000 54,000,000 <u>324,000,000</u>	270,000,000 54,000,000 <u>324,000,000</u>

All ordinary shareholders have same rights regarding voting, board selection, right of first refusal and block voting.

#### 5 LOAN FROM DIRECTORS AND SPONSORS

Loan from directors and sponsors	<u>1,283,018,319</u>	<u>1,258,445,119</u>
	<u>1,283,018,319</u>	<u>1,258,445,119</u>

These loan has been obtained from Sponsors and Members of the Company, and is interest free. There is no fixed tenor or schedule for repayment of this loan. According to the loan agreement, the lenders shall not demand repayment and the same is entirely at the Company's option. Further, directors' loan is subordinated to National Bank of Pakistan, Sindh Bank Limited and Silk Bank Ltd.

These loans are accounted for under Technical Release - 32 "Accounting Directors' Loan" issued by the Institute of Chartered Accountants of Pakistan effective for the financial statements for the period beginning on or after January 01, 2016 with earlier application permitted.

#### 6 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT

As at beginning of the year	<u>4,549,877,439</u>	<u>4,713,414,889</u>
Revaluation surplus arise during the year	-	-
Revaluation surplus transferred to unappropriated profit on account of Incremental depreciation (net of tax)	<u>(155,155,069)</u>	<u>(163,537,450)</u>
	<u>4,394,722,370</u>	<u>4,549,877,439</u>

6.1 The revaluation surplus on property, plant and equipment is a capital reserve, and is not available for distribution to the shareholders in accordance with section 241 of the Companies Act, 2017.

#### 7 LONG TERM FINANCING

Loan from Banking Companies - secured	7.1	-	-
7.1.1 Loan from banking companies and other financial institutions - secured			
National Bank of Pakistan			
Demand Finance I	7.1.1	220,000,000	220,000,000
Demand Finance II	7.1.2	160,000,000	160,000,000
Sindh Bank Limited			
Demand Finance	7.1.3	500,000,000	500,000,000
PAIR			
Demand Finance	7.1.4	70,000,000	70,000,000
United Bank Ltd (Previously Silk Bank Ltd)	7.1.5	390,000,000	390,000,000
Demand Finance			
		<u>1,340,000,000</u>	<u>1,340,000,000</u>



Less: current portion shown under current liabilities				
NBP - Demand Finance - I	7.1.1	(220,000,000)	(220,000,000)	
NBP - Demand Finance - II	7.1.2	(160,000,000)	(160,000,000)	
Sindh Bank - Demand Finance	7.1.3	(500,000,000)	(500,000,000)	
Demand Finance - PAIR	7.1.4	(70,000,000)	(70,000,000)	
Demand Finance - United Bank Ltd - Previously Silk Bank Ltd	7.1.5	(390,000,000)	(390,000,000)	
		(1,340,000,000)	(1,340,000,000)	

## Non current portion

7.1.1 The finance is secured by 1st PP charge of Rs. 293.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup @ 3 months KIBOR + 2.5% per annum. This loan is payable in ten bi-annual installments ending on 21 March 2020, within a period of 5 years excluding 1 year grace period.

7.1.2 The finance is secured by 1st PP charge of Rs. 213.334 million on fixed assets of the Company and personal guarantees of sponsoring directors of the Company. It carries markup @ 3 months KIBOR + 2.5% per annum. This loan is payable in twelve equal quarterly installments ending on 30 September 2018, within a period of 3 years excluding 1 year grace period.

7.1.3 This finance has been obtained from Sindh Bank Limited under demand finance arrangement. The finance is secured by ranking charge over all present and future fixed assets of the Company and personal guarantees of directors of the Company. It carries markup @ 3 months KIBOR + 5% per annum. This loan is payable in twelve quarterly installments ending on 09 June 2020.

7.1.4 This finance has been obtained from PAIR Investment Company Limited. The finance is secured by pari passu charges over the present and future fixed assets of the Company, with a margin of 33% above the financing amount. Pari passu charge by way of creation of mortgage over the land and building of the Company and personal guarantees of directors of the Company. It carries markup 3 months KIBOR +350 bps per annum. This loan is rescheduled and payable in eighteen monthly installments.

7.1.5 This finance has been obtained from United Bank Ltd (Previously Silk Bank Limited) under demand finance arrangement. The finance is secured by Pari passu charge over all present and future fixed assets of the Company and corporate guarantee of Abdullah Sugar Mills Limited and personal guarantees of directors of the Company. It carries markup @ 1 Year KIBOR + 2% per annum. This loan is payable in twenty Bi-annually installments ending on 21 February 2025.

## 8 DEFERRED LIABILITIES

Employee retirement benefits	8.01	40,710,443	40,710,443
Regularization Charges	8.03	130,000,000	130,000,000
		<u>170,710,443</u>	<u>170,710,443</u>



## 8.01 EMPLOYEES RETIREMENT BENEFITS

*The amounts recognized in the Statement of Financial Position are as follows :*

Present value of defined benefit obligation

<b>40,710,443</b>	<b>40,710,443</b>
-------------------	-------------------

*the Statement of Financial Position liability*

Opening balance

<b>40,710,443</b>	<b>40,710,443</b>
-------------------	-------------------

Amount recognized during the year

<b>-</b>	<b>-</b>
----------	----------

Remeasurements

<b>40,710,443</b>	<b>40,710,443</b>
-------------------	-------------------

Payable to outgoing employees

<b>-</b>	<b>-</b>
----------	----------

Benefits paid during the year

<b>-</b>	<b>-</b>
----------	----------

Closing balance

<b>40,710,443</b>	<b>40,710,443</b>
-------------------	-------------------

*Charge for the defined benefit plan*

Service cost

<b>-</b>	<b>-</b>
----------	----------

Interest cost

<b>-</b>	<b>-</b>
----------	----------

<b>-</b>	<b>-</b>
----------	----------

8.02 The scheme provides for terminal benefits for all its permanent employees who attain the minimum qualifying period at varying percentages of last drawn basic salary up to the year ended September 30, 2023. The percentage depends on the number of service years with the Company. No provision is made for the current and prior years, since the Company was not operational and it is not financially feasible for the Company to carry out actuarial valuation.

## 8.03 REGULARIZATION CHARGES

<b>130,000,000</b>	<b>130,000,000</b>
--------------------	--------------------

The Ministry of Industry Punjab has approved the regularization / Shift in of the Mill from Nankana to Jatoi (District Muzaffargarh) vide order No. PPS/Haseeb Waqas/S.M/ 2023 dated 06-02-2023 subject of submission of Rs. 140 million requital amount . Rs.10 million has already been paid to Ministry of Industry Punjab.

## 9 DEFERRED TAXATION

<b>(70,539,555)</b>	<b>(73,606,590)</b>
---------------------	---------------------

Deferred tax liability on taxable temporary differences

<b>(73,778,668)</b>	<b>(3,239,113)</b>
---------------------	--------------------

Accelerated tax depreciation

<b>1,477,391,421</b>	<b>1,477,391,421</b>
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Related to surplus on revaluation

<b>1,403,612,753</b>	<b>1,474,152,308</b>
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Deferred tax asset on deductible temporary differences

<b>(11,806,028)</b>	<b>(11,806,028)</b>
---------------------	---------------------

Employees retirement benefits

<b>(7,884,419)</b>	<b>(7,884,419)</b>
--------------------	--------------------

Finance lease

<b>(119,002,928)</b>	<b>(119,002,928)</b>
----------------------	----------------------

Unused tax losses

<b>(138,693,375)</b>	<b>(138,693,375)</b>
----------------------	----------------------

<b>1,264,919,378</b>	<b>1,335,458,933</b>
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Deferred tax assets of Rs. 848 million (2024: 860 million) on deductible temporary differences have not been recognized due to unpredictability of adjustable in future periods.



## 10 TRADE AND OTHER PAYABLES

Trade creditors		310,433,993	311,528,356
Advances from Customers -Unsecured		185,794,429	185,794,429
Accrued liabilities		60,406,122	59,261,048
Sales tax payable	10.1	195,721,256	197,106,921
Other payables		76,618,102	76,667,748
		<u>828,973,901</u>	<u>830,358,502</u>

30 The provision for the Audit Oversight Board amounting to Rs. 300,000 (2024: Rs. 250,000) is included within "Other Payable".

10.1 Other payables include an amount of Rs. 30,564,611 of penalty imposed by Trading Corporation of Pakistan (TCP). The Company is defending a suit filed by TCP for recovery before Honorable Sindh High Courts, and the case still pending. TCP has requested NAB to take up the case, so case is in NAB now and NAB summoned the authorized representative of the Company and proceedings are in progress.

## 11 MARKUP ON LOANS AND OTHER PAYABLES

Long term financing	11.01	1,162,877,952	1,162,877,952
Finance lease		954,816	954,816
Others	11.02 & 11.03	19,862,810	19,862,810
		<u>1,183,695,578</u>	<u>1,183,695,578</u>

11.01 This includes markup accrued on short term borrowings which was rescheduled as long term.

11.02 This represents markup accrued on return of funds to TCP as disclosed in note 10.1

11.03 As the balm are in litigation and the Management decided not to Charge Markup for the year and cost of funds will be charged as per decision of Court.

## 12 SHORT TERM BORROWINGS

Loan from related parties		750,150,661	606,147,753
Abdullah Sugar Mills Limited		2,204,064	2,204,064
Haseeb Waqas Trading (Private) Limited		-	143,736,498
Haseeb Waqas Engineering Ltd		<u>752,354,725</u>	<u>752,088,315</u>

These are unsecured, interest free and payable on demand of the related parties and for the purpose of working capital of the Company; and be adjusted against sale of goods etc.

## 13 CURRENT PORTION OF NON CURRENT LIABILITIES

Long term financing	7.1	1,340,000,000	1,340,000,000
Finance lease		27,187,642	27,187,642
		<u>1,367,187,642</u>	<u>1,367,187,642</u>



## 14 CONTINGENCIES AND COMMITMENTS

14.1 The collector of Sales Tax And Central Excise (Adjudication) Lahore has issued a show cause notice to the Company for the further tax amounting to Rs. 47 million up to the tax period September 2002 on the grounds that it charged sales tax at the rate of 15 % on its sales to persons liable to be registered.

14.2 The Federal Board of Revenue has blacklisted the Sales Tax status of the Company on 8th March 2018 due to non compliance of the Sales Tax Act, 1990 and the rules made thereunder including not discharging of sales tax liability as outstanding in note # 10. However, the Company will further proceed to regularize the sales tax status after starting of crushing.

14.3 Company has made defaults in repayment of installments of long term loans from financial institutions and bank. As a result, the Company's name has been included in CIB report of State Bank of Pakistan. The detail of the cases are as:

Sr. #	Name of the Court	Date Instituted	Principal parties	Description of factual basis of the proceedings	Relief sought
1	Lahore High Court	03-May-17	Sindh Bank Limited	Default in repayment of principal amount of long term loan along with markup	rescheduling of loan
2	Lahore High Court	22-Sep-16	National Bank Of Pakistan	Default in repayment of principal amount of long term loan along with markup	rescheduling of loan
3	Lahore High Court	08-Jun-20	Silk Bank Limited	Default in repayment of principal amount of long term loan along with markup	rescheduling of loan
4	Lahore High Court	31-Mar-17	First National Bank Modaraba	Default in repayment of principal amount of long term loan along with markup	rescheduling of loan
5	Banking Court	20-Apr-18	PAIR Investment Company Limited	Default in repayment of principal amount of long term loan along with markup	rescheduling of loan

14.4 The Company has not complied with the section 244 of Companies Act, 2017 with respect to unclaimed dividend but it is not expected to have any legal consequences.

14.5 Pakistan Stock Exchange Limited has placed the Company in Defaulters Segment due to disclaimer of opinion on the annual report of the Company for the year ended September 30, 2019. However, suspension order regarding trading of shares of company has been revoked by the Pakistan Stock Exchange.

### Commitments

No major commitments were outstanding as at September 30, 2025.



"RUPEES"

Particulars	Cost / Revalued Amount			Depreciation			Book Value as at September 30, 2025		
	As at October 01, 2024	Additions/ (Deletions)	Revaluations	As at September 30, 2025	Rate %	As at October 01, 2024	Adjustment	For the Year	
<b>Owned</b>									
Land - freehold	549,737,500	-		549,737,500	-				549,737,500
Buildings on freehold land	324,732,226	-		324,732,226	10%	228,747,335		238,345,824	86,386,402
- Factory	91,438,630	-		91,438,630	5%	42,571,658		2,443,349	46,423,623
- Non-factory	6,678,456,008	-		6,678,456,008	5%	1,563,607,732		255,742,414	4,859,105,862
Plant and machinery	624,971	-		624,971	10%	360,235		26,474	318,262
Electric equipment	57,469,483	-		57,469,483	10%	49,743,348		772,593	6,953,342
Furniture and fixtures	24,985,116	-		24,985,116	20%	24,813,816		34,260	24,846,076
Vehicles									137,040
<b>Total</b>	<b>7,727,443,934</b>			<b>7,727,443,934</b>		<b>1,909,844,323</b>		<b>2,178,461,903</b>	<b>5,548,982,031</b>
<b>Right of use assets</b>									
Plant and machinery	139,500,000	-		139,500,000	10%	93,474,476		4,602,552	98,077,028
<b>Total</b>	<b>139,500,000</b>			<b>139,500,000</b>		<b>93,474,476</b>		<b>4,602,552</b>	<b>98,077,028</b>
<b>Grand total 2025</b>	<b>7,866,943,934</b>			<b>7,866,943,934</b>		<b>2,003,318,799</b>		<b>273,220,131</b>	<b>2,276,538,931</b>
									<b>5,590,405,003</b>
<b>"RUPEES"</b>									
Particulars	Cost / Revalued Amount			Depreciation			Book Value as at September 30, 2024		
	As at October 01, 2023	Additions/ (Deletions)	Revaluations	As at September 30, 2024	Rate %	As at October 01, 2023		Adjustment	For the Year
<b>Owned</b>									
Land - freehold	549,737,500	-		549,737,500	-				549,737,500
Buildings on freehold land	324,732,226	-		324,732,226	10%	218,082,348		228,747,334,80	95,984,891
- Factory	91,438,630	-		91,438,630	5%	39,999,712		2,571,946	48,866,972
- Non-factory	6,678,456,008	-		6,678,456,008	5%	1,294,405,191		269,202,541	5,114,848,276
Plant and machinery	624,971	-		624,971	10%	330,820		29,415	360,235
Electric equipment	57,469,483	-		57,469,483	10%	48,885,111		858,437	49,743,548
Furniture and fixtures	24,985,116	-		24,985,116	20%	24,770,991		42,825	24,813,816
Vehicles									171,300
<b>Total</b>	<b>7,727,443,934</b>			<b>7,727,443,934</b>		<b>1,626,474,173</b>		<b>283,370,152</b>	<b>1,909,844,324</b>
<b>Right of use assets</b>									
Plant and machinery	139,500,000	-		139,500,000	10%	88,360,529		5,113,947	93,474,476
<b>Total</b>	<b>139,500,000</b>			<b>139,500,000</b>		<b>88,360,529</b>		<b>5,113,947</b>	<b>93,474,476</b>
<b>Grand total 2024</b>	<b>7,866,943,934</b>			<b>7,866,943,934</b>		<b>1,714,834,702</b>		<b>288,484,099</b>	<b>2,003,318,800</b>
									<b>5,863,675,134</b>



## 15.01 Particulars of immovable property (i.e. land and building on land) are as follows:

Location / address	Usage of immovable property	Total area (Acres)	Approx. covered area (Acres)
Noza Jarserai, Ali Pur Jatoi Road, Tehsil Jatoi, Distt. Muzaffargarh	Current Production Unit	72.05	55%
4 Km, Nankana Bouchekti Road, Nankana Sahib	Land Area	72.81	0%

## 15.02 The depreciation charged for the year has been allocated as under:

	Note	2025	Ruppes
Cost of sales	23	269,943,455	284,981,476
Administrative expenses	24	3,276,676	3,507,623
		<u>273,220,131</u>	<u>288,484,099</u>

## 15.03 Revalued land, building and plant and machinery:

Last revaluation has been carried out by an independent valuer Medallion Services (Private) Limited on 18th May 2023. The fair value of land, building and plant and machinery as per evaluation report was 6,213 millions.

The surplus on revaluation of property, plant and equipment is not available for distribution to the shareholders in accordance with section 241 of the Companies Act, 2017. The activity in the property markets in which these assets are located provides observable market data on which reliable fair value estimates can be derived. In determining the valuation, the valuer refers to current market conditions and recent sales transactions of similar properties for land; class and type of construction; quality of material used; standard of workmanship and finish for building; and contacted to supplier and different sugar plan manufacturing consultants in the Country or abroad for plant and machinery. In estimating the fair value of the property, the highest and best use of the property is their current use.

The carrying values of the land, buildings and plant and machinery would have been Rs. 96 million, Rs. 134.25 million and Rs. 606.55 million under the cost model.

The forced sale value of the revalued of land, buildings and plant and machinery was assessed at the discount of 15 % of the value of revaluation at the date of revaluation.



	Note	2025	2024
		Rupees	Rupees
<b>16 LONG TERM DEPOSITS</b>		<b>470,000</b>	<b>470,000</b>
These mainly comprise of security deposits with Central Depository Company and Sui Northern Gas Pipeline Limited and other security receivables at factory location.			
<b>17 DEFERRED COST</b>			
Total Cost		112,000,000	130,000,000
Amortized during the year		(14,000,000)	(18,000,000)
Balance		<b>98,000,000</b>	<b>112,000,000</b>
Regularization Charges as per Note No 8.03 As the company amortizes this cost amounting to Rs. 140 million on a straight-line basis over a period of ten (10) years, which is the estimated useful life of this regulatory permission. Amortization is charged to the Statement of Profit or Loss to reflect the systematic consumption of the asset's economic benefits. (2024: 18 million)			
<b>18 STORES, SPARES AND LOOSE TOOLS</b>			
Stores		56,244,432	56,244,432
Lose Tools and Spares		163,397	163,397
		<b>56,407,829</b>	<b>56,407,829</b>
18.1 No identifiable store and spare are held for specific capitalization.			
<b>19 STOCK IN TRADE</b>			
Work in process			
Sugar			
Molasses			
Finished goods			
Sugar			
<b>20 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES - considered good</b>			
Advances to employees against purchases		1,856,888	1,829,987
Advances to employees against salary	19.01	1,012,535	915,535
Advance income tax		35,653,518	35,111,484
Deposits	19.02	8,712,721	8,712,721
Advance to suppliers		56,162,228	55,824,683
		<b>103,397,890</b>	<b>102,394,410</b>

19.01 These are interest free amounts advanced to staff against future salaries and retirement benefits and are in accordance with the Company policy.

19.02 These represent interest free unsecured deposit with TCP and will likely be set off against the liability as mentioned in note # 11.1.



21 CASH AND BANK BALANCES			
Cash in hand		1,437,761	7,408,688
Cash with banks - in current accounts		1,222,175	1,224,197
		<u>2,659,936</u>	<u>8,632,885</u>
22 SALES - NET			
Sugar - Local		-	-
Molasses		-	-
Mud		-	-
Less: Sales tax and federal excise duty		-	-
		<u>-</u>	<u>-</u>
23 COST OF GOODS SOLD			
Salaries, wages and other benefits	23.01	9,490,783	30,533,685
Repair and maintenance		6,117,196	13,186,402
Regularization Charges- Amortization	23.02	14,000,000	18,000,000
Freight and Octroi		124,850	282,490
Miscellaneous Expenses		606,568	1,568,129
Depreciation	15.02	<u>269,943,455</u>	<u>284,981,476</u>
		<u>300,282,852</u>	<u>348,552,182</u>
Opening work in process		<div style="border: 1px solid black; width: 100px; height: 20px; display: flex; align-items: center; justify-content: center;">-</div>	<div style="border: 1px solid black; width: 100px; height: 20px; display: flex; align-items: center; justify-content: center;">-</div>
Closing work in process		<div style="border: 1px solid black; width: 100px; height: 20px; display: flex; align-items: center; justify-content: center;">-</div>	<div style="border: 1px solid black; width: 100px; height: 20px; display: flex; align-items: center; justify-content: center;">-</div>
Cost of goods manufactured		<u>300,282,852</u>	<u>348,552,182</u>
Opening finished goods		<div style="border: 1px solid black; width: 100px; height: 20px; display: flex; align-items: center; justify-content: center;">-</div>	<div style="border: 1px solid black; width: 100px; height: 20px; display: flex; align-items: center; justify-content: center;">-</div>
Closing finished goods		<div style="border: 1px solid black; width: 100px; height: 20px; display: flex; align-items: center; justify-content: center;">-</div>	<div style="border: 1px solid black; width: 100px; height: 20px; display: flex; align-items: center; justify-content: center;">-</div>
		<u>300,282,852</u>	<u>348,552,182</u>

23.01 Salaries and benefits include Rs. Nil (2024: Rs. Nil million) on account of employees' retirement benefits.

23.02 The Ministry of Industry Punjab has approved the regularization / Shifting of the Mill from Nankana to Jatoi (District Muzaffargarh) vide order No. PPS/Haseeb Waqas/S.M/ 2023 dated 06-02-2023 subject of submission of Rs. 140 million requital amount . Rs. 10 million has already been paid to Ministry of Industry Punjab. The company amortizes this cost on a straight-line basis over a period of ten (10) years, which is the estimated useful life of this regulatory permission.



<b>24</b>	<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
	Salaries, wages and other benefits	24.01	6,092,415	10,162,400
	Traveling and conveyance		454,933	343,669
	Repairs and maintenance		8,903	72,595
	Fees and subscription		620,665	3,252,700
	Vehicle running and maintenance		351,450	573,168
	Printing and stationery		218,238	218,774
	Telephone and postage		82,130	159,395
	Advertisement		76,600	36,000
	Entertainment		1,667,932	1,267,005
	Legal and professional charges		8,500	298,460
	Depreciation	15.02	3,276,676	3,502,623
	Miscellaneous		1,895,557	1,685,054
			<b>14,753,999</b>	<b>21,571,843</b>

**24.01** Salaries and benefits include Rs. Nil (2024: Rs. Nil million) on account of employees' retirement benefits.

## 25 OTHER OPERATING CHARGES

Auditors' remuneration			
Statutory audit		420,000	175,000
Half year review		72,000	30,000
Review and certifications		48,000	20,000
Out of pocket		60,000	25,000
		<b>600,000</b>	<b>250,000</b>

## 26 FINANCE COST

Interest / mark up expense			
Bank charges and commission		7,760	78,692
		<b>7,760</b>	<b>78,692</b>

**26.01** As the balm are in litigation and the Management decided not to Charge Markup for the year and cost of funds will be charged as per decision of Court

## 27 TAXATION

Current tax			
For the year		-	-
Prior years		-	-
Deferred tax		(70,539,555)	(73,606,590)
		<b>(70,539,555)</b>	<b>(73,606,590)</b>

**27.01** No tax reconciliation between applicable tax rate and average tax rate is shown because the company's current tax liability is Nil during the year.



<b>28 EARNING PER SHARE - Basic</b> (Loss) after taxation for the year	<b>RUPEES</b>	<b>(245,105,056)</b>	<b>(296,846,127)</b>
Outstanding weighted average ordinary shares	<b>NUMBERS</b>	<b>32,400,000</b>	<b>32,400,000</b>
Earnings per share - Basic and diluted	<b>RUPEES</b>	<b>(7.56)</b>	<b>(9.16)</b>

#### 28.1 Diluted earnings per share

There is no dilution effect on the basic earnings per share of the Company as the Company has no such commitments.

#### 29 PLANT CAPACITY AND PRODUCTION

<b>Processed cane</b>		
Installed capacity (tons)	<b>1,820,000</b>	<b>1,820,000</b>
Installed capacity (days)	<b>14,000</b>	<b>14,000</b>
Actual crushing (tons)	-	-
Actual crushing (days)	-	-
Actual production (percentage of actual capacity in tons)	<b>0.00%</b>	<b>0.00%</b>

<b>Sugar</b>		
Installed capacity (tons)	<b>163,800</b>	<b>163,800</b>
Installed capacity (days)	<b>1,260</b>	<b>1,260</b>
Actual production (tons)	-	-
Actual production (days)	-	-
Actual production (percentage of actual capacity in tons)	-	-
Cane sugar recovery	-	-

#### 30 FINANCIAL INSTRUMENTS BY CATEGORY

-As at Statement of Financial Position at amortized cost:

##### Financial assets

Long term deposits	<b>470,000</b>	<b>470,000</b>
Advances, deposits and other receivables	<b>64,874,949</b>	<b>64,537,404</b>
Cash and bank balances	<b>2,659,936</b>	<b>8,632,885</b>
	<b>68,004,885</b>	<b>73,640,289</b>

##### Financial liabilities

Trade and other payables	<b>447,458,217</b>	<b>447,457,152</b>
Loan from directors and sponsors	<b>1,283,018,319</b>	<b>1,258,445,119</b>
Loan from financial institution	<b>1,367,187,642</b>	<b>1,367,187,642</b>
Accrued interest / mark-up	<b>1,183,695,578</b>	<b>1,183,695,578</b>
Unclaimed dividend	<b>1,443,972</b>	<b>1,443,972</b>
Short term borrowings	<b>752,354,725</b>	<b>752,088,315</b>
	<b>5,035,158,453</b>	<b>5,010,317,779</b>

##### 30.01 Fair values of financial assets and liabilities

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arms length transaction.

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



## 31 FINANCIAL INSTRUMENTS

### 31.01 Fair value and risk management

Fair value is the amount that would be received on sale of an asset or paid on transfer of a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and fair value estimates. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Company is current bid price. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).

Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).

Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).



**31.02** The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. However, fair values are not disclosed as carrying values are reasonable approximation of their net fair value.

On-SOPF financial Instruments	Carrying amount				Fair Value			
	Fair Value through Profit or Loss	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>As at 30 September, 2025</b>								
<b>Financial Assets not measured at fair value</b>								
Advances, deposits, prepayments and other receivables	-	8,712,721	-	8,712,721	-	-	-	-
Long Term Deposits	-	470,000	-	470,000	-	-	-	-
Cash and bank balances	-	2,659,936	-	2,659,936	-	-	-	-
	-	11,842,657	-	11,842,657	-	-	-	-
<b>Financial Liabilities not measured at fair value</b>								
Loan from banking companies	-	-	1,367,187,642	1,367,187,642	-	-	-	-
Trade and other payables	-	-	447,458,217	447,458,217	-	-	-	-
Accrued Markup	-	-	1,183,695,578	1,183,695,578	-	-	-	-
Unclaimed Dividend	-	-	1,443,972	1,443,972	-	-	-	-
Loan from related parties	-	-	752,354,725	752,354,725	-	-	-	-
	-	-	3,752,140,133	3,752,140,133	-	-	-	-
<b>As at 30 September, 2024</b>								
<b>Financial Assets not measured at fair value</b>								
Advances, deposits, prepayments and other receivables	-	8,712,721	-	8,712,721	-	-	-	-
Long Term Deposits	-	470,000	-	470,000	-	-	-	-
Cash and bank balances	-	8,632,885	-	8,632,885	-	-	-	-
	-	17,815,606	-	17,815,606	-	-	-	-
<b>Financial Liabilities not measured at fair value</b>								
Loan from banking companies	-	-	1,367,187,642	1,367,187,642	-	-	-	-
Trade and other payables	-	-	447,457,152	447,457,152	-	-	-	-
Accrued Markup	-	-	1,183,695,578	1,183,695,578	-	-	-	-
Unclaimed Dividend	-	-	1,443,972	1,443,972	-	-	-	-
Loan from related parties	-	-	752,088,315	752,088,315	-	-	-	-
	-	-	3,751,872,659	3,751,872,659	-	-	-	-

### 31.03 Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefit for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. There were no changes to Company's approach to capital management during the year. The Company is not subject to any externally imposed Capital requirements.

The Company manages its capital structure and makes adjustment to it in the light of changes in economic conditions. To maintain or adjust the capital structure, the Company may issue right shares or negotiate with banks for new financing or restructure existing financing.

	2025	2024
	Rupees	
Long term financing	1,367,187,642	1,367,187,642
Short term financing	752,354,725	752,088,315
Total debt	2,119,542,367	2,119,275,957
Total Equity	282,055,019	502,586,874
Capital employed	2,401,597,386	2,621,862,831
 Gearing ratio	 12%	 19%



## 31.04 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk. The Company's overall risk management programme focuses on having cost effective funding as well as to manage financial risk to minimize earnings volatility and provide maximum return to shareholders.

Risk management is carried out by the Company's finance department under policies approved by the Board of Directors.

### (a) Market risk

#### (i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As the Company has no significant interest-bearing assets, the Company's income and resultantly operating cash flows are substantially independent of changes in market interest rates.

At the reporting date, the interest rate profile of the company's significant interest bearing financial instruments was as follows:

#### Financial liabilities

	2025	2024	2025	2024
	Percentage		Rupees	
Long term financing	3Mk +1.25% to 3Mk+5%	3Mk +1.25% to 3Mk+5%	1,340,000,000	1,340,000,000
Total yield / markup rate risk sensitivity gap			<u>1,340,000,000</u>	<u>1,340,000,000</u>

#### Fair value sensitivity analysis for fixed rate instruments:

The company does not account for any fixed rate financial assets and liabilities at fair value through profit and loss. Therefore, a change in interest rates at the reporting date would not affect profit and loss account.

#### Cash flow sensitivity analysis for variable rate instruments:

	Effect on Profit and Loss 1% rate	
	Increase	Decrease
<b>As at September 30, 2025</b>		
Cash flow sensitivity - variable rate financial liabilities	<u>13,400,000</u>	<u>(13,400,000)</u>
<b>As at September 30, 2024</b>		
Cash flow sensitivity - variable rate financial liabilities	<u>13,400,000</u>	<u>(13,400,000)</u>



**(ii) Other price risk**

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from currency risk or interest rate risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Company is not exposed to equity securities price risk as there is no investment in listed securities.

**(iii) Foreign currency risk**

The Company does not have any commitment or balance in foreign currency as at financial position date which result in foreign currency risk.

**(b) Credit risk**

Credit risk represents the risk of financial loss being caused if counter parties fail to discharge an obligation.

Credit risk arises from deposits with banks, trade debts, loans and advances, deposits and other receivables. The company seeks to minimize the credit risk exposure through having exposures only to customers considered credit worthy and obtaining securities where applicable. Where considered necessary, advance payments are obtained from certain parties. The maximum exposure to credit risk is equal to carrying amount of financial assets. Out of total financial assets of Rs. 105,090,065 (2024: Rs. 104,088,606) the financial assets exposed to credit risk amount to Rs. 105,090,065 (2024 : 104,088,606).

The Company monitors the credit quality of its financial assets with reference to historical performance of such assets and available external credit ratings. The carrying values of financial assets which have not impaired are as under:

	2025	2024
	Rupees	
Long term deposits	470,000	470,000
Advances, deposits, prepayments and other receivables	103,397,890	102,394,410
Bank balances	1,222,175	1,224,197
	<b>105,090,065</b>	<b>104,088,607</b>

The credit quality of receivables can be assessed with reference to their historical performance with no or some defaults in recent history, however, no losses. The credit quality of Company's bank balances can be assessed with reference to external credit.

Bank	Date	Rating agency	Short Term Borrowings	Long Term Loans
United Bank Limited	26-Jun-24	JCR-VIS	A-1+	AAA
The Bank of Punjab	30-Jun-25	PACRA	A1+	AA+
Sindh Bank Limited	1-Dec-25	JCR-VIS	A1+	AA
MCB Bank Limited	23-Jun-25	PACRA	A1+	AAA
National Bank of Pakistan	30-Jun-25	PACRA	A1+	AAA

Geographically, there is no concentration of credit risk.



## (c) Liquidity risk

Liquidity risk represents the risk that the Company will encounter difficulties in meeting obligations associated with financial liabilities. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate committed credit facilities and directors and sponsor of the Company.

The table shows analyses how management monitors net liquidity based on details of the remaining contractual maturities of financial assets and liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

2025

	Carrying Amount	Contractual cash flows	Up to twelve months	Two to five years
<b>Financial Liabilities</b>				
Loan from banking companies	1,367,187,642	1,367,187,642	1,367,187,642	-
Trade and other payables	447,458,217	447,458,217	447,458,217	-
Accrued Markup	1,183,695,578	1,183,695,578	1,183,695,578	-
Unclaimed Dividend	1,443,972	1,443,972	1,443,972	-
Loan from related parties	752,354,725	752,354,725	752,354,725	-
	3,752,140,134	3,752,140,134	3,752,140,134	-

2024

	Carrying Amount	Contractual cash flows	Up to twelve months	Two to five years
<b>Financial Liabilities</b>				
Loan from banking companies	1,367,187,642	1,367,187,642	1,367,187,642	-
Trade and other payables	447,457,152	447,457,152	447,457,152	-
Accrued Markup	1,183,695,578	1,183,695,578	1,183,695,578	-
Unclaimed Dividend	1,443,972	1,443,972	1,443,972	-
Loan from related parties	752,088,315	752,088,315	752,088,315	-
	3,751,872,659	3,751,872,659	3,751,872,659	-



## 32 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties comprise holding company, subsidiaries and associated undertakings, other related group companies, key management personnel including Chief executive, Directors and Executives and Post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Details of related party transactions and balances are as follows:

The Company during the year entered into transactions with the following related parties:

Name of Related Party	Nature of relationship	% of Shareholding
Abdullah Sugar Mills Limited	Associate (common management/directorship)	8.952
Haseeb Waqas Trading (Private) Limited	Associate (common management/directorship)	-
Mian Waqas Riaz	Director	2.37
Mrs. Shehzadi Ilyas	Director	7.42
Mrs. Zainab Waqas	Director	1.029
Mian Haseeb Ilyas	Sponsor Director	6.832
Mian Abdullah Ilyas	Chief Executive / Director	9.218
Key Management Personnel	Employer - Employee	-

### 32.1 Details of related party transactions other than those with key management personnel

The Company during the year entered into following transactions with related parties other than key management personnel:

	2025	2024
<b>32.1.1 Transactions with related parties</b>		<b>Rupees</b>
(Repayment) / Obtain loan (to) / from - net:		
Abdullah Sugar Mills Limited	144,002,908	79,010,162
Haseeb Waqas Engineering Ltd	(143,736,498)	-
Mrs. Shehzadi Ilyas	2,000,000	5,034,880
Mian Haseeb Ilyas	5,000,000	7,000,000
Mian Waqas Riaz	15,000,000	6,200,000
Mian Muhammad Ilyas Mehraj	2,573,200	15,019,500

### 32.1.2 Payments against balances due to related parties were made partially in cash and partially by paying for expenses on behalf of related parties and vice versa.

### 32.2 Details of related party balances are as follows:

	2025	2024
<b>32.2.1 Balances payable to related parties</b>		<b>Rupees</b>
Haseeb Waqas Trading (Private) Limited	2,204,064	2,204,064
Haseeb Waqas Engineering Ltd	-	143,736,498
Abdullah Sugar Mills Limited	750,150,661	606,147,753
Mian Muhammad Ilyas Mehraj	165,794,000	163,220,800
Mian Ijaz Mehraj	72,121,650	72,121,650
Mrs. Yasmeen Riaz	74,421,650	74,421,650
Mian Waqas Riaz	30,597,680	15,597,680
Mrs. Shehzadi Ilyas	456,874,636	454,874,636
Mrs. Zainab Waqas	117,500,100	117,500,100
Mian Haseeb Ilyas	269,557,150	264,557,150
Mian Abdullah Ilyas	95,914,953	95,914,953
Rent Payable to the Director	4,800,000	4,800,000



## 32.3 Compensation of directors, chief executive and executives

	Year ended 30 September 2025		
	Chief Executive	Directors	Executives
Remuneration	-	-	3,000,000
Other benefits	-	-	-
	-	-	3,000,000
<b>No. of persons</b>	<b>-</b>	<b>-</b>	<b>1</b>

	Year ended 30 September 2024		
	Chief Executive	Directors	Executives
Remuneration	-	-	3,000,000
Other benefits	-	-	-
	-	-	3,000,000
<b>No. of persons</b>	<b>-</b>	<b>-</b>	<b>1</b>

Due to the negative cash flows, the Chief Executive and all the Directors of the Company have waived their right to receive Directors' remuneration and meeting fee. Additionally, Chief Executive and one Director are provided with free use of cellular phones and Company maintained cars.

## 33 ENTITY WIDE INFORMATION

The Company constitutes of a single reportable segment, the principal product is refined white sugar.

### Information about geographical areas

The Company does not hold non-current assets in any foreign country. Revenues from customers attributed to foreign countries is nil during the current year.

### Information about major customers

The Company does not have transactions with any external customer which amount to 10 percent or more of its revenues.

## 34 NUMBER OF EMPLOYEES

	Number of employees
Average number of employees during the year	28
Number of employees as at September 30, 2025	37

## 35 AUTHORIZATION OF FINANCIAL STATEMENTS

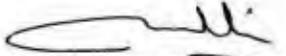
These financial statements have been authorized for issue by the Board of Directors of the Company on January 06, 2026.



## 36 GENERAL

Figures have been rounded off to the nearest of Pakistani Rupees,  
Corresponding figures has been re-arranged and reclassified where necessary for better presentation. However,  
followings are significant re-arrangement and change in nomenclature that has been made:

Account head	Previous Classification/Nomenclature	Current Classifications/Nomenclature
Employee retirement benefits Haseeb Waqas Engineering Ltd	Accrued liabilities Abdullah Sugar Mills Limited	Deferred Liabilities Short Term Borrowings
Advance to suppliers	Trade creditors	Advances, Deposits, Prepayments And Other Receivables - Considered Good
Advances to employees against purchases	Advances to employees against purchases	Other payables
Advances to employees against salary	Advances to employees against salary	Other payables
Provision for Audit Oversight Board	Trade creditors	Other payables

  
CHIEF EXECUTIVE  
DIRECTOR  
CHIEF FINANCIAL OFFICER



## FORM OF PROXY

The Company Secretary  
Haseeb Waqas Sugar Mills Limited  
06-F, Model Town,  
Lahore.

I / We \_\_\_\_\_  
of \_\_\_\_\_ being member(s) of Haseeb Waqas Sugar Mills Limited  
holding \_\_\_\_\_ ordinary Shares as per Share Register Folio No./CDC Participant I.D. No.  
\_\_\_\_\_ hereby appoints Mr/Mrs/Miss \_\_\_\_\_ of \_\_\_\_\_ who is also a  
member of the Company, Folio No./CDC Participant I.D. No. \_\_\_\_\_ or failing  
him/her \_\_\_\_\_ of \_\_\_\_\_ Folio No./ CDC Participant I.D. No.  
another member of the Company as my / our Proxy in my / our absence to attend and vote for me/us  
and on my/our behalf at the 3rth Annual General Meeting of the Company to be held on 28 January  
2026 at 09:00 a.m. at the Registered Office of the Company.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2026

Please affix  
Revenue Stamp

**Signature of Member**  
(The Signature should agree with the  
specimen registered with the Company.)

**Witness:**

Signature: \_\_\_\_\_  
Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
NIC No: \_\_\_\_\_

**Witness:**

Signature: \_\_\_\_\_  
Name: \_\_\_\_\_  
Address \_\_\_\_\_  
NIC No: \_\_\_\_\_

**Notes**

1. This proxy form, duly completed and signed, must be received at the Registered Office of the Company, 6-F, Model Town, Lahore, not less than 48 hours before the time of holding the meeting.
2. If a member appoints more than one proxy and more than one instruments of proxies are deposited by a member with the company, all such instruments of proxy shall be rendered invalid.
3. No person can act as proxy unless he / she is member of the Company, except that a corporation may appoint a person who is not a member.

**For CDC Account Holders / Corporate Entities.**

In addition to the above, the following requirements have to be met.

- i. The proxy form shall be witnessed by two persons whose names, addresses and CNIC number shall be mentioned on the form.
- ii. Attested copies of CNIC or Passport of the beneficial owners and the proxy shall be provided with the proxy form.
- iii. The proxy shall produce his **original CNIC or Passport** at the time of attending the meeting.
- iv. In case of corporate entity, the Board of Directors' Resolution / Power of Attorney with specimen signature shall be submitted (unless it has been provided earlier) alongwith proxy form to the Company.