



**SOWING PROGRESS
REAPING PROSPERITY**
FIRST QUARTER REPORT 2025



THE COVER STORY

The book illustrates the journey of our success beginning from very moment the farmer leaves his home to seeds his crop to the business avenues it opens to every achievement, at every step, a deep sense of responsibility has been reflected by our financial performance, manufacturing excellence, quality control measures and innovative approach to fuel the expectations of our stakeholders.



Table of Contents

Corporate Information	04
Financial Highlights	06
Directors' Report	08
Directors' Report (Urdu)	11
Condensed Interim Statement of Financial Position	12
Condensed Interim Statement of Comprehensive Income	14
Condensed Interim Statement of Other Comprehensive Income	15
Condensed Interim Statement of Cash Flows	16
Condensed Interim Statement of Changes in Equity	18
Notes to the Condensed Interim Financial Statements	19
Jama Punji Information	





Corporate Information

Board of Directors

Mr. Syed Anwar Hussain Shahid	Chief Executive
Mr. Muhammad Aamir Beg	Independent Director
Ms. Faiza Iftikhar	Independent Director
Mr. Jawad ur Rehman Khan	CPL Nominee
Mr. Ghias-ul-Hasan	CPL Nominee
Mr. Amjed Javed Aftab	CPL Nominee
Mr. Saif-ur-Rehman	CPL Nominee

Audit Committee

Mr. Jawad ur Rehman Khan	Chairman
Mr. Muhammad Aamir Beg	Member
Mr. Amjed Javed Aftab	Member

Human Resource Committee

Mr. Muhammad Aamir Beg	Chairman
Mr. Syed Anwar Hussain Shahid	Member
Mr. Ghias-ul-Hasan	Member

Nomination Committee

Ms. Faiza Iftikhar	Chairperson
Mr. Ghias-Ul-Hasan	Member

Risk Management Committee

Mr. Saif-ur-Rehman	Chairman
Mr. Amjed Javed Aftab	Member

Chief Financial Officer

Mr. Syed Muhammad Usman Afzaal

Company Secretary

Mr. Al-Yousuf

Head of Internal Audit

Mr. Kazim Ali

Auditors

UHY Hassan Naeem & Co.
(Chartered Accountants)
193-A, Shah Jamal
Lahore, Pakistan
Phone No. 042 35403550
Fax No. 042 35403599
E-mail: info@uhy-hnco.com

Legal Advisor

Siddiqui Bari Kasuri & Co.
Advocates & Corporate Legal Consultants
179/180-A, Scotch Corner, Upper Mall, Lahore
Phone No. 042-35758573-74, Fax No. 042-35758572

Share Registrar

Corplink (Pvt.) Ltd.
Wings Arcade, 1-K Commercial Model Town, Lahore
Phone No. 042 35916714, Fax No. 042 35869037
E-mail: shares@corplink.com.pk

Bankers of the Company

Askari Bank Ltd.	Soneri Bank Ltd.
PAIR Investment Company Ltd.	MCB Bank Ltd.
Samba Bank Ltd.	Bank Alfalah Ltd.
National Bank of Pakistan	United Bank Ltd.
Habib Metropolitan Bank Ltd.	Habib Bank Ltd.
Parwaaz Financial services Ltd.	FINCA Bank Ltd.
Pak China Investment Company Ltd.	Allied Bank Ltd.

Islamic Bankers of the Company

Al Baraka Bank (Pakistan) Ltd.
MCB Islamic Bank Ltd.
Saudi Pak Industrial & Agricultural Investment Co. Ltd.
Faysal Bank Ltd.

National Tax Number

0225972-9

Sales Tax Registration Number

0409170300137

Registered Address

125-B, Quaid-e-Azam Industrial Estate
Kot Lakhpat, Lahore, Punjab, Pakistan
Phone No. 042 35213491
Fax No. 042 35213490
E-mail: secretary@jsml.com.pk

Mills

Jauharabad, District Khushab,
Punjab, Pakistan
Phone No. 0454 720063-6,
Fax No. 0454 720880

Company Website

www.jsml.com.pk



Financial Highlights

Topline

**Rs. 2.77
Billion**

Bottom line

**Rs. 47.22
Million**

Gross Profit

6.74%

Net Profit

1.20%

Acid Test

**0.48
Times**

Market Value Per Share

RS. 22.50

Price Earning

**12.56
Times**

ROCE

**1.19
Perent**

Key Performance Indicators

**Rs. 2.77
Billion**

Sales

12.67%

**Rs. 187
Million**

Gross Profit

(10.10%)

**2.16
Times**

**Financial
Leverage**

(21.17%)

**Rs. 47.22
Millions**

**Profit
After Tax**

(16.32%)

Rs. 1.38

**Earning
Per Share**

(16.36%)

Rs. 95.33

**Breakup Value
Per Share**

2.35%

**Rs. 14.21
Billions**

**Total
Assets**

(0.91%)

**Rs. 57.98
Millions**

**Cash used in
Operating Activities**

(122.05%)

Directors' Report

Dear Members, Assalam-O-Alaikum

On behalf of the Board of Directors and myself, I am delighted to present before you the unaudited financial statements of the Company for the first quarter ended December 31, 2024.

Sector Overview

The closure of the financial year 2023-24 for the sugar sector underscores notable challenges, despite its position as one of the most rewarding industries for stakeholders, including farmers and government revenues through taxation. Regulatory authorities have implemented stringent measures to oversee the sector's performance, while the adoption of a track-and-trace system reflects the industry's dedication to transparency and its contribution to the nation's economic growth.

In the first quarter of FY2024/25, the sector began the crushing season with minimal stock levels. To facilitate sectoral growth, the government opted not to announce a Minimum Support Price (MSP) for sugarcane, allowing prices to be determined by core economic principles. Additionally, the sector maximized the export opportunities allocated to it, generating substantial contributions to the national exchequer after effectively meeting the domestic sugar demand. This year, changes in climatic conditions have adversely affected sugarcane yields. However, this shortfall is expected to be offset by the expansion of cultivated areas, ensuring sufficient sugar production to meet domestic consumption needs. The ever-evolving market dynamics, including speculative activities and fluctuating export demand, have contributed to volatility in sugar prices. However, reduced raw material and financial costs this season are expected to support the sector in generating favorable returns for stakeholders.

Operational Performance

The processing facility commenced operations on November 21, 2024, and operated for a total of 41 days during the quarter. Overall crushing recorded a decline of 25.91% compared to the corresponding period last year, primarily due to a shortage of sugarcane at the beginning of the crushing season. Despite these constraints, the Company produced 14,131 metric tons (MT) of white refined sugar, reflecting a 24.98% reduction compared to the previous year.

Notably, the average sucrose recovery improved by 0.24%, demonstrating the Company's focus on optimizing efficiencies. However, the yield of molasses decreased by 6.78%, which influenced the overall contribution margin, however total loss of sugar contents in by-product improved by 3.84 percent through efficient milling process. Further, in line with our commitment to supporting the agricultural community, the Company has implemented a strategy to provide fertilizers on credit to growers which has resulted in an improved varietal cane to JSML at gate premises. By empowering growers with these resources, we aim to boost cane yield and contribute to the overall productivity of the industry.

Financial Performance

The Company experienced a revenue growth, rising from Rs 2,456 million to Rs 2,767 million. However, this increase was accompanied by a substantial rise in the Cost of Sales, which grew from Rs 2,248 million to Rs 2,581 million, representing an approximate 14.77% increase. This surge was largely attributed to the higher value of opening stock compared to the previous year. Additionally, elevated stock levels and increased raw material costs further drove up the Cost of Sales. Consequently, gross profit growth fell short of expectations.

Furthermore, Finance Costs rose from Rs 53 million to Rs 57 million, reflecting an increase of approximately 5.7%. This was primarily driven by the extended retention of sugar stock for export purposes, resulting in a longer period of stock financing. As a result, the net profit declined from Rs 56 million to Rs 47 million.

Despite these challenges, the Company continues to maintain a robust financial position and remains in compliance with its financial obligations. We are committed to sustaining strong relationships with financial institutions and stakeholders while focusing on improving inventory management, controlling costs, and exploring financing strategies to enhance profitability for all its stakeholders.

Acknowledgement

The Directors of the Company would like to thank all stakeholders for their commitment and continued support for the betterment and prosperity of the Company.

For & on Behalf of Board



Syed Anwar Hussain Shahid
Chief Executive

خاص طور پر، اوسط سوکروز کی وصولی میں 0.24% کی بہتری آئی ہے، جس سے ظاہر ہوتا ہے کہ کمپنی کی کارکردگی کو بہتر بنانے پر توجہ دی گئی ہے۔ تاہم، مولیسس کی پیداوار میں 6.78 فیصد کمی واقع ہوئی، جس نے مجموعی شراکت کے مارجن کو متاثر کیا، تاہم موثر ملنگ کے عمل کے ذریعے نئی مصنوعات میں چینی کے مواد کے مجموعی نقصان میں 3.84 فیصد بہتری آئی۔ مزید برآں، زرعی برادری کو سپورٹ کرنے کے ہمارے عزم کے مطابق، کمپنی نے کاشتکاروں کو قرضے پر کھاد فراہم کرنے کی حکمت عملی پر عمل درآمد کیا ہے جس کے نتیجے میں گیٹ کے احاطے میں JSML کو بہتر قسم کی چھڑی ملی ہے۔ کاشتکاروں کو ان وسائل سے باختیار بنانے، ہمارا مقصد گنے کی پیداوار کو بڑھانا اور صنعت کی مجموعی پیداواری صلاحیت میں حصہ ڈالنا ہے۔

مالی کارکردگی

کمپنی نے آمدنی میں اضافہ کا تجربہ کیا، جو 2,456 ملین روپے سے بڑھ کر 2,767 ملین روپے تک پہنچ گئی۔ تاہم، اس اضافے کے ساتھ فروخت کی لاگت میں خاطر خواہ اضافہ ہوا، جو کہ 2,248 ملین روپے سے بڑھ کر 2,581 ملین روپے ہو گیا، جو کہ تقریباً 14.77 فیصد اضافے کی نمائندگی کرتا ہے۔ اس اضافے کی بڑی وجہ پچھلے سال کے مقابلے اوپننگ اسٹاک کی زیادہ قیمت تھی۔ مزید برآں، اسٹاک کی بلند سطح اور خام مال کی قیمتوں میں اضافے نے فروخت کی لاگت کو مزید بڑھا دیا۔ نتیجتاً، مجموعی منافع میں اضافہ توقعات سے کم رہا۔

مزید برآں، مالیاتی لاگت 53 ملین روپے سے بڑھ کر 57 ملین روپے تک پہنچ گئی، جو تقریباً 5.7 فیصد کے اضافے کو ظاہر کرتی ہے۔ یہ بنیادی طور پر برآمدی مقاصد کے لیے چینی کے اسٹاک کو برقرار رکھنے کی وجہ سے ہوا، جس کے نتیجے میں اسٹاک فنانسنگ کی طویل مدت ہوتی ہے۔ اس کے نتیجے میں خالص منافع 56 ملین روپے سے کم ہو کر 47 ملین روپے رہ گیا۔ ان چیلنجوں کے باوجود، کمپنی ایک مضبوط مالی پوزیشن کو برقرار رکھتی ہے اور اپنی مالی ذمہ داریوں کی تعمیل کرتی رہتی ہے۔ ہم مالیاتی اداروں اور اسٹیک ہولڈرز کے ساتھ مضبوط تعلقات کو برقرار رکھنے کے لیے پرعزم ہیں جبکہ انویسٹری کے انتظام کو بہتر بنانے، لاگت کو کنٹرول کرنے، اور اس کے تمام اسٹیک ہولڈرز کے لیے منافع کو بڑھانے کے لیے مالیاتی حکمت عملیوں کی تلاش پر توجہ مرکوز کرتے ہیں۔

اعتراف

کمپنی کے ڈائریکٹرز کمپنی کی بہتری اور خوشحالی کے لیے تمام اسٹیک ہولڈرز کے عزم اور مسلسل تعاون کا شکریہ ادا کرنا چاہیں گے۔

منجانب بورڈ



سید انوار حسین شاہد

چیف ایگزیکٹو

ڈائریکٹرز کی جائزہ رپورٹ

محترم ممبران، السلام علیکم

بورڈ آف ڈائریکٹرز اور اپنی طرف سے، مجھے آپ کے سامنے 31 دسمبر 2024 کو ختم ہونے والی پہلی سہ ماہی کے لیے کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوشی ہو رہی ہے۔

سیکٹر کا جائزہ

شوگر سیکٹر کے لیے مالی سال 2023-24 کی بندش قابل ذکر چیلنجوں کی نشاندہی کرتی ہے، اس کے باوجود کہ اس کی پوزیشن اسٹیک ہولڈرز کے لیے سب سے زیادہ فائدہ مند صنعتوں میں سے ایک ہے، بشمول کسانوں اور ٹیکس کے ذریعے حکومت کی آمدنی۔ ریگولیٹری حکام نے سیکٹر کی کارکردگی کی نگرانی کے لیے سخت اقدامات نافذ کیے ہیں، جبکہ ٹریک اینڈ ٹریس سسٹم کو اپنانا صنعت کی شفافیت کے لیے لگن اور ملک کی اقتصادی ترقی میں اس کے تعاون کی عکاسی کرتا ہے۔

مالی سال 2024/25 کی پہلی سہ ماہی میں، سیکٹر نے کم سے کم اسٹاک لیول کے ساتھ کرشنگ سیزن کا آغاز کیا۔ سیکٹر ترقی کو آسان بنانے کے لیے، حکومت نے گنے کے لیے کم از کم امدادی قیمت (MSP) کا اعلان نہ کرنے کا انتخاب کیا، جس سے قیمتوں کا تعین بنیادی اقتصادی اصولوں سے کیا جاسکتا ہے۔ مزید برآں، اس شعبے نے اپنے لیے مختص کیے گئے برآمدی مواقع کو زیادہ سے زیادہ بڑھایا، جس سے چینی کی ملکی طلب کو مؤثر طریقے سے پورا کرنے کے بعد قومی خزانے میں خاطر خواہ حصہ ڈالا گیا۔ اس سال موسمی حالات میں تبدیلی نے گنے کی پیداوار کو بری طرح متاثر کیا ہے۔ تاہم، توقع ہے کہ اس کمی کو کاشت شدہ علاقوں کی توسیع سے پورا کیا جائے گا، جس سے گھریلو استعمال کی ضروریات کو پورا کرنے کے لیے چینی کی کافی پیداوار کو یقینی بنایا جائے گا۔ قیاس آرائی پر مبنی سرگرمیاں اور برآمدی مانگ میں اتار چڑھاؤ سمیت مارکیٹ کی ابھرتی ہوئی حرکیات نے چینی کی قیمتوں میں اتار چڑھاؤ میں حصہ ڈالا ہے۔ تاہم، اس سیزن میں خام مال اور مالیاتی اخراجات میں کمی سے اسٹیک ہولڈرز کے لیے سازگار منافع پیدا کرنے میں سیکٹر کی مدد کی توقع ہے۔

آپرییشنل کارکردگی

پروسیڈنگ کی سہولت نے 21 نومبر 2024 کو کام شروع کیا، اور سہ ماہی کے دوران کل 41 دنوں تک کام کیا۔ مجموعی طور پر کرشنگ میں گزشتہ سال کی اسی مدت کے مقابلے میں 25.91 فیصد کی کمی ریکارڈ کی گئی، جس کی بنیادی وجہ کرشنگ سیزن کے آغاز میں گنے کی کمی تھی۔ ان رکاوٹوں کے باوجود، کمپنی نے 14,131 میٹرک ٹن (MT) سفید ریفائنڈ چینی پیدا کی، جو پچھلے سال کے مقابلے میں 24.98 فیصد کمی کو ظاہر کرتی ہے۔

Condensed Interim Statement of Financial Position (Un-audited)

As at December 31, 2024

	Note	Un-audited Dec 31 2024	Audited Sep 30 2024 (Rupees in thousands)
Assets			
Non-current assets			
Property, plant and equipment	5	10,266,993	10,272,237
Intangible assets		32	35
Long term deposits		5,257	5,257
		10,272,282	10,277,529
Current assets			
Stores, spare parts and loose tools		183,297	194,303
Stock-in-trade		2,029,281	2,902,290
Loans and advances		594,603	315,759
Trade debts- unsecured considered good		402,783	53,028
Trade deposits and short term prepayments		140,654	155,885
Other receivables		22,221	22,221
Tax refunds due from the government		198,712	186,811
Short term investments		114,859	14,862
Cash and bank balances		248,878	221,488
		3,935,288	4,066,648
Total Assets		14,207,570	14,344,177

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
January 29, 2025



Chief Executive



Director



Chief Financial Officer

Condensed Interim Statement of Financial Position (Un-audited)

As at December 31, 2024

	Note	Un-audited Dec 31 2024	Audited Sep 30 2024 (Rupees in thousands)
Share capital and reserves			
Authorized share capital		700,000	700,000
Share capital		341,285	341,285
Capital reserves:			
Share premium		372,403	372,403
Revenue reserves:			
Accumulated profits		1,155,865	1,081,199
Loan from sponsors		1,383,836	1,383,836
Revaluation surplus on property, plant and equipment	6	6,135,753	6,163,196
Total Equity		9,389,142	9,341,919
Non-current liabilities			
Liability against assets subject to finance lease		611	790
Deferred taxation		886,765	900,645
		887,376	901,435
Current liabilities			
Trade and other payables		911,780	1,177,345
Unclaimed dividend		1,797	1,797
Current portion of:			
- Liability against assets subject to finance lease		642	603
Accrued mark-up		36,339	117,886
Short term borrowings - secured	7	2,846,991	2,702,236
Provision for taxation		133,503	100,956
		3,931,052	4,100,823
Contingencies and commitments	8	-	-
		14,207,570	14,344,177

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
January 29, 2025


Chief Executive


Director


Chief Financial Officer

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the Quarter Ended December 31, 2024

	Note	Un-audited Dec 31 2024	Un-audited Dec 31 2023 (Rupees in thousands)
Sales - net	9	2,767,201	2,456,044
Cost of sales	10	(2,580,644)	(2,248,482)
Gross profit		186,557	207,562
Operating expenses:			
Administrative Expenses		55,515	55,097
Distribution Cost		3,546	3,660
		59,061	58,757
Operating profits		127,496	148,805
Finance cost		(56,764)	(53,200)
Other income		(4,841)	(2,911)
Profit before taxation and levy		65,891	92,694
Levy		(32,548)	(31,775)
Profit before taxation		33,343	60,919
Taxation	11	13,880	(4,488)
Profit after taxation		47,223	56,431
Earnings per share (rupees)			
Basic & diluted		1.38	1.65

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
January 29, 2025


Chief Executive


Director


Chief Financial Officer

Condensed Interim Statement of Other Comprehensive Income (Un-audited)
For the Quarter Ended December 31, 2024

	Un-audited Dec 31 2024	Un-audited Dec 31 2023 (Rupees in thousands)
Profit after taxation	47,223	56,431
Other comprehensive income for the period		
Items that will not be reclassified subsequently to profit and loss account:		
Gain on revaluation of land, building, plant & machinery - net of tax	-	-
Total comprehensive income for the period	47,223	56,431

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
January 29, 2025


Chief Executive


Director


Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

For the Quarter Ended December 31, 2024

	Un-audited Dec 31 2024	Un-audited Dec 31 2023
	(Rupees in thousands)	
Cash flow from operating activities		
Profit before taxation	65,891	92,694
Adjustments for:		
Depreciation	80,391	77,607
Amortization	3	4
Provision for WPPF	925	4,815
Finance cost	56,764	53,200
	138,083	135,626
Profit before working capital changes	203,974	228,320
Working capital changes		
Stores, spare parts and loose tools	11,006	(87,599)
Stock in trade	873,009	(282,742)
Loans and advances	(278,843)	(27,103)
Trade debts- unsecured considered good	(349,755)	(57,363)
Trade deposits and short term prepayments	15,231	69,379
Trade and other payables	(266,490)	61,651
	4,158	(323,777)
Cash used in operations	208,132	(95,457)
Finance cost paid	(138,249)	(121,535)
Taxes paid	(11,901)	(45,913)
Net cash used in operating activities	57,982	(262,905)

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
January 29, 2025


Chief Executive


Director


Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

For the Quarter Ended December 31, 2024

	Un-audited Dec 31 2024	Un-audited Dec 31 2023 (Rupees in thousands)
Cash flow from investing activities		
Addition to fixed assets	(75,147)	(147,721)
Net cash generated (used in) investing activities	(75,147)	(147,721)
Cash flow from financing activities		
Lease rentals paid	(203)	(346)
Net cash generated from financing activities	(203)	(346)
Net increase in cash and cash equivalents	(17,368)	(410,971)
Cash and cash equivalents at beginning of the period	(2,465,886)	(1,181,054)
Cash and cash equivalents at the end of the period	(2,483,254)	(1,592,025)
Cash and cash equivalents comprise of following statement of financial position amounts:		
- Short term investments	114,859	14,868
- Cash and bank balances	248,878	551,178
- Short term borrowings	(2,846,991)	(2,158,071)
	(2,483,254)	(1,592,025)

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
January 29, 2025


Chief Executive


Director


Chief Financial Officer

Condensed Interim Statement of Changes in Equity (Un-audited)

For the Quarter Ended December 31, 2024

	Share Capital	Share Premium	Accumulated profits	Revaluation Surplus	Loan from Sponsors	Total
	(Rupees in thousands)					
Balance as on October 01, 2023	341,285	372,403	1,000,143	6,276,500	874,597	8,864,928
Transactions made during the year	-	-	-	-	-	-
Profit after taxation	-	-	56,431	-	-	56,431
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	56,431	-	-	56,431
Incremental depreciation for the period	-	-	29,469	(29,469)	-	-
Balance as on December 31, 2023	341,285	372,403	1,086,043	6,247,031	874,597	8,921,359
Balance as on October 01, 2024	341,285	372,403	1,081,199	6,163,196	1,383,836	9,341,919
Transactions made during the year	-	-	-	-	-	-
Profit after taxation	-	-	47,223	-	-	47,223
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	47,223	-	-	47,223
Transfer of incremental depreciation (net of tax)	-	-	27,443	(27,443)	-	-
Balance as on December 31, 2024	341,285	372,403	1,155,865	6,135,753	1,383,836	9,389,142

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

Lahore:
January 29, 2025


Chief Executive


Director


Chief Financial Officer

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Quarter Ended December 31, 2024

1 Reporting entity

Jauharabad Sugar Mills Limited "the Company" (formerly known as Kohinoor Sugar Mills Limited) was incorporated in Pakistan in 1968 under the repealed Companies Act 1913 (now Companies Act, 2017). The shares of the Company are listed on the Pakistan Stock Exchange. The registered office of the Company is situated at 125-B, Quaid-e-Azam Industrial Estate, Gate No. 4, Kot Lakhpat, Lahore, and the mill is located at Jauharabad, District Khushab, Pakistan. The production plant is located at Industrial Area Jauharabad City District Khushab in the province of Punjab. The principal activity of the Company is manufacturing and sale of sugar and its by-products.

2 Basis of preparation

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34 "Interim Financial Reporting" issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

The disclosures made in these condensed interim financial statements of the Company has, however, been limited based on the requirements of the International Accounting Standard 34 - Interim Financial Reporting thus these do not include the statements reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended September 30, 2024. These condensed interim financial statements are un-audited and are being submitted to the shareholders as required by section 237 of the Companies Act, 2017 and Listing Regulations of Stock Exchange of Pakistan.

The comparative statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended September 30, 2024, whereas the comparative condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial statements for the quarter ended December 31, 2023.

2.2 Basis of measurement

These condensed interim financial statements has been prepared under the historical cost convention except for the Company's freehold land, building and plant & machinery which are stated at revalued amount.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees which is the functional and presentation currency of the Company.

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Quarter Ended December 31, 2024

2.4 Critical accounting estimates and judgments

Judgments and estimates made by management in the preparation of these condensed interim financial statements are the same as those applied to the preceding annual published financial statements of the Company for the year ended September 30, 2024.

3 Accounting policies and computation methods

3.1 The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Company for the year ended September 30, 2024.

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

4 Seasonality of operations

The Company is inter-alia, engaged in manufacturing of sugar for which the season begins in November / December and ends in March / April. Therefore, majority of the expenses are incurred and production activities are undertaken in first half of the Company's financial year thus increasing volume of inventories and current liabilities at the end of the six months.

	Note	Un-audited 31-Dec 2024	Audited 30-Sep 2024 (Rupees in thousands)
5 Property, plant and equipment	5.1	10,265,200	10,270,444
Capital work-in-progress		1,793	1,793
		10,266,993	10,272,237
5.1 Property, plant and equipment			
Balance at beginning of the period / year		10,270,444	9,813,103
Add: Additions during the period / year		75,147	768,575
Less: Book value of operating assets disposed - off during the period / year		-	(2,796)
		10,345,591	10,578,882
Depreciation charged during the period / year		(80,391)	(308,438)
		10,265,200	10,270,444

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Quarter Ended December 31, 2024

	Un-audited 31-Dec 2024	Audited 30-Sep 2024 (Rupees in thousands)
6 Revaluation surplus on property, plant and equipment		
Land	4,112,812	4,112,812
Building	249,113	249,113
Plant and machinery	3,362,806	3,362,806
	7,724,731	7,724,731
Less: Accumulated incremental depreciation	(762,707)	(724,055)
	6,962,024	7,000,676
Less: Deferred tax liability	837,481	883,760
Opening balance	(11,209)	(46,279)
Incremental depreciation for the period	826,272	837,481
	6,135,751	6,163,195

	Sanction limit 'Rupees in thousand'	Note	Un-audited 31-Dec 2024	Audited 30-Sep 2024 (Rupees in thousands)
7 Short term borrowings - secured				
Mark-up based borrowings from Conventional Banks	5,650,000	7.1	1,493,362	812,806
Islamic mode of financing	3,025,000	7.2	1,353,629	463,636
	8,675,000		2,846,991	1,276,442

7.1 These facilities have been obtained from various conventional banks to meet working capital requirements and are secured by charge over current and future assets (fixed and current) of the Company, pledge of sugar stock, lien over import documents and personal guarantees of sponsors and corporate guarantee of Cane Processing (Private) Limited (Holding Company).

These facilities carry mark-up at the rates ranging from 3 month KIBOR + 2.00% to 3 months KIBOR + 2.50% per annum payable quarterly.

The aggregate available short term funded facilities amounts to Rs. 5.65 billion (2024: Rs. 5.30 billion).

7.2 These facilities have been obtained from various Islamic banks to meet working capital requirements and are secured by charge over current and future assets (fixed and current) of the Company, pledge of sugar stock, pledge of share of company, lien over import documents, and personal guarantees of sponsors and corporate guarantee of Cane Processing (Private) Limited (Holding Company).

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Quarter Ended December 31, 2024

These facilities carry mark-up at the rates ranging from matching KIBOR + 1.75% per annum to matching KIBOR + 2.50% per annum.

The aggregate available short term funded facilities amount to Rs. 3.025 billion (2024: Rs. 2.725 billion).

7.3 The Loan from sponsors of the company are subordinated under subordination agreement.

8 Contingencies and commitments

8.1 Contingencies

There is no material change in contingencies from the preceding period audited financial statements of the Company for the year ended 30 September 2024.

8.2 Commitments

There are no known commitments as on December 31, 2024 (September 30, 2024: Nil).

	Un-audited Quarter Ended 31-Dec-24	Un-audited Quarter Ended 31-Dec-23 (Rupees in thousands)
9 Sales - net		
Local	2,301,780	2,883,810
Export	825,872	-
	3,127,652	2,883,810
Less:		
Sales tax	(358,633)	(425,708)
Commission	(1,818)	(2,058)
	2,767,201	2,456,044
10 Cost of sales		
Raw material cane purchased and consumed	1,461,667	2,291,734
Salaries, wages and other benefits	51,964	47,612
Chemicals, fuel, lubes and packing material	41,478	51,383
Manufacturing expenses	73,741	64,436
Depreciation	78,783	76,055
Amortization	3	4
	1,707,636	2,531,224
Work-in-process - Opening	5,035	5,414
Work-in-process - Closing	(119,372)	(160,201)
	(114,337)	(154,787)
Cost of goods manufactured	1,593,299	2,376,437
Opening stock of finished goods	2,897,254	1,519,281
	4,490,553	3,895,718
Closing stock of finished goods	(1,909,909)	(1,647,236)
Cost of sales	2,580,644	2,248,482

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Quarter Ended December 31, 2024

11 Taxation

Provision for taxation for the period has been calculated as per the requirements of Section 4 of Income Tax Ordinance, 2001.

12 Transactions with related parties

The related parties comprise directors of the Company, key employees, provident fund trust, associated undertakings and subsidiary company. Details of transactions with related parties, other than those which have been specially disclosed elsewhere in these financial statements are as follows:

		Un-audited 31-Dec 2024	Audited 30-Sep 2024
		(Rupees in thousands)	
Relationship	Nature of transaction		
Post employment benefit plan	Provident fund contribution paid	(1,810)	(5,948)
Cane Processing (Pvt.) Limited	Received/(paid) during the period/year	-	-
Loan from sponsors	Received/(paid) during the period/year	-	-

13 Financial Risk Management

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

The interim financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 30 September 2024.

14 Date of authorization

These condensed interim financial information were authorized for issue on January 29, 2025 by the Board of Directors of the Company.

15 General

15.1 Figures of previous year have been re-arranged and reclassified wherever necessary for the purposes of comparison.

15.2 Figures have been rounded off to the nearest thousand rupees.

Lahore:
January 29, 2025



Chief Executive



Director



Chief Financial Officer

Jama Punji Information

www.jamapunji.pk


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*Mobile apps are also available for download for android and ios devices

The website link of Jama Punji is available at the website of Jauharabad Sugar Mills Limited for the convenience and facilitation of shareholders and investors.



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