



Transcending
Boundaries

First Quarter Report 2026

Transcending Boundaries

In the ever-evolving landscape of the sugar industry, Jauharabad Sugar Mills Limited has embraced the philosophy of "Transcending Boundaries" as a guiding principle in our operations. This year, we have focused on breaking traditional barriers by integrating innovative technologies, enhancing sustainable practices, and fostering community engagement. Our commitment to excellence has propelled us to explore new markets and expand our product offerings, ensuring we meet the diverse needs of our stakeholders. By transcending boundaries, we not only aim to boost our operational efficiency but also contribute positively to the environment and the communities we serve, thereby setting new benchmarks for the industry.

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Corporate Information

Board of Directors

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

Chief Executive
Independent Director
Independent Director
Independent Director
CPL Nominee
CPL Nominee
CPL Nominee

Audit Committee

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

Chairman
Member
Member

Human Resource Committee

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

Chairman
Member
Member

Nomination Committee

Ms. Faiza Iftikhar
Mr. Ghias-Ui-Hasan

Chairperson
Member

Risk Management Committee

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

Chairman
Member

Chief Financial Officer

Mr. Syed Muhammad Usman Afzaal

Auditors

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

Head of Internal Audit

Mr. Kazim Ali

Company Secretary

Mr. Al-Yousuf

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.
PAIR Investment Company Ltd.
Samba Bank Ltd.
National Bank of Pakistan
Habib Metropolitan Bank Ltd.
Parwaaz Financial services Ltd.
Pak China Investment Compnay Ltd.

Soneri Bank Ltd.
MCB Bank Ltd.
Bank Alfalah Ltd.
United Bank Ltd.
Habib Bank Ltd.
FINCA Bank Ltd.
Allied Bank Ltd.

Islamic Bankers of the Company

AI 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







Directors' Report

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, 2025.

Sector Overview

The completion of the financial year 2024/25 for the sugar sector highlights significant challenges, despite the sector remaining one of the most rewarding industries for its stakeholders. It continues to benefit farmers through timely payments and contributes meaningfully to government revenues through taxation and foreign exchange earnings. Regulatory authorities have enforced rigorous oversight to monitor sector performance, while the increased adoption of track-and-trace and digital monitoring systems, including the Federal Board of Revenue's 24/7 electronic oversight introduced for the current season, demonstrates the industry's commitment to transparency, tax compliance, and its contribution to national economic growth.

In the first quarter of FY 2025/26, the crushing season commenced with limited carry-forward stock levels. Nonetheless, price fluctuations and supply shortages have still characterized the market. Over the past year, the government has gradually reduced its direct involvement in the sugarcane market, signaling a trend toward minimal intervention in price-setting, the government maintained its market-based policy stance by not announcing a Minimum Support Price for sugarcane, allowing prices to be set by fundamental economic forces and enabling improved realizations for farmers. The sector recorded a strong initial performance, particularly in Punjab, where crushing operations began in mid-November 2025. During the first 45 days, 41 mills were operational and produced approximately 1.36 million tons of sugar, supported by an improved recovery rate of around 9.43 percent.

During the year, adverse climatic developments, including widespread flood damage in major growing regions, negatively impacted overall sugarcane yields at the national level. This production shortfall is being partially compensated by increased cultivated areas in unaffected regions and strong initial output levels. As a result, overall sugar production is expected to remain sufficient to meet domestic consumption requirements and is anticipated to be slightly higher than last year. Evolving market conditions, including speculative activity and fluctuating global demand, have contributed to volatility in sugar prices. Nevertheless, improved early-season operational efficiencies and disciplined cost management during the current season are expected to support the sector in delivering favorable returns to stakeholders.

Operational Performance

The processing facility began operations on November 15, 2025, and remained operational for a total of 47 days during the quarter. Total crushing increased by 52.88 percent compared to the corresponding period of the previous year, mainly due to improved sugarcane availability and a smoother commencement of the crushing season. These favorable conditions enable the Company to produce 22,175 metric tons of white refined sugar, representing a 56.92 percent increase over the corresponding period.

The average sucrose recovery improved by 0.93 percent, reflecting the Company's continued focus on operational efficiency. Additionally, molasses yield increased by 2.64 percent, positively contributing to the overall contribution margin. Furthermore, in line with the Company's commitment to supporting the agricultural community, a strategy has been implemented to provide fertilizers to growers on a credit basis. This initiative has resulted in improved varietal cane supply at JSML's gate premises. By equipping growers with these inputs, the Company aims to enhance cane yields and support overall industry productivity.

Financial Performance

The Company recorded a 25.77 percent decline in revenue to Rs. 2,054 million (Q1 2025: Rs. 2,767 million), primarily due to the absence of export sugar sales during the current period. This decline was accompanied by a substantial reduction in cost of sales, which decreased from Rs. 2,581 million to Rs. 1,792 million, representing a decline of approximately 30.6 percent. Despite an increase in per-

unit sugarcane procurement costs, gross profit margin improved to 12.76 percent (Q1 2025: 6.74 percent), mainly due to a relatively higher increase in average sugar sale prices.

Moreover, Finance Costs increased from Rs 57 million to Rs 68 million, reflecting an approximate rise of 19.3 percent. This increase was primarily driven by elevated working capital requirements during the initial phase of the crushing season. Consequently, net profit declined from Rs 47 million to Rs 37 million. Despite this, the net profit margin improved slightly to 1.79 percent from 1.71 percent. The Company continues to maintain a strong financial position and remains compliant with its financial obligations. It remains committed to preserving strong relationships with financial institutions and stakeholders, while continuing to focus on improving inventory management, exercising cost control, and exploring financing strategies to enhance profitability for all stakeholders.

Acknowledgement

The Directors of the Company wish to express their gratitude to all stakeholders for their dedication and continued support towards the growth and prosperity of the Company.

For & on Behalf of Board



Syed Anwar Hussain Shahid
Chief Executive

منافع فراہم کرنے میں مدد فراہم کرے گا۔

آپریشنل کارکردگی

پروسینگ کی سہولت نے 15 نومبر 2025 کو آپریشن شروع کیا اور سہ ماہی کے دوران میں 47 دن تک فعال رہی۔ کل کرشنگ کی مقدار پچھلے سال کے مقابلے میں 52.88 فیصد بڑھ گئی، جو بنیادی طور پر بہتر گنے کی دستیابی اور کرشنگ کے موسم کی ہموار آغاز کی وجہ سے تھی۔ یہ سازگار حالات کمپنی کو 22,175 میٹر ٹن سفید ریفارینڈ چینی پیدا کرنے کے قابل بناتے ہیں، جو اسی مدت کے مقابلے میں 56.92 فیصد اضافہ ظاہر کرتا ہے۔

مالی کارکردگی

کمپنی کی آمدی میں 25.77 فیصد کی ریکارڈ کی گئی جس کی مالیت 2,054 ملین روپے ہوئی (2025 Q1: 2,767 ملین روپے)، بنیادی طور پر موجودہ مدت میں برآمدی چینی کی فروخت کی غیر موجودگی کی وجہ سے ہے۔ اس کی کے ساتھ ساتھ فروخت کی لگت میں بھی خاطر خواہ کی دیکھنے کو آئی، جو 2,581 ملین روپے سے کم ہو کر 1,792 ملین روپے ہو گئی، جو تقریباً 30.6 فیصد کی کمی نمائندگی کرتی ہے۔ فی یونٹ گنے کی خریداری کی لگت میں اضافہ کے باوجود، مجموعی منافع کا مارجن 12.76 فیصد تک بہتر ہوا (2025 Q1: 6.74 فیصد)، جو بنیادی طور پر اوسط چینی کی فروخت کی قیمتوں میں نسبتاً زیادہ اضافے کی وجہ سے ہے۔

مزید برآں، فناں اخراجات میں اضافہ ہوا اور یہ 57 ملین روپے سے بڑھ کر 68 ملین روپے تک پہنچ گئے، جو تقریباً 19.3 فیصد کے اضافے کی عکاسی کرتا ہے۔ اس اضافہ کی بنیادی وجہ کرشنگ سیزن کے ابتدائی مرحلے کے دوران بڑھتی ہوئی درکنگ کی پیٹل کی ضروریات تھیں۔ نتیجتاً خالص منافع 47 ملین روپے سے کم ہو کر 37 ملین روپے رہ گیا۔ اس کے باوجود، خالص منافع کا مارجن معمولی بہتری کے ساتھ 1.71 فیصد سے بڑھ کر 1.79 فیصد ہو گیا۔ کمپنی مالی طور پر مضبوط پوزیشن برقرار رکھے ہوئے ہے اور اپنے مالیاتی امور کی پابندی کر رہی ہے۔ یہ مالیاتی اداروں اور اسٹیک ہولڈرز کے ساتھ مضبوط تعلقات برقرار رکھنے کے لئے پر عزم ہے، جبکہ اسٹاک میجنٹ کو بہتر بنانے، لگت کو نظرول کرنے اور تمام اسٹیک ہولڈرز کے لیے منافع کو بڑھانے کے لیے مالیاتی حکمت عملیوں کو تلاش کرنے پر توجہ مرکوز رکھے ہوئے ہے۔

اعتراف

کمپنی کے ڈائریکٹرز تمام اسٹیک ہولڈرز کا شکریہ ادا کرنا چاہتے ہیں جنہوں نے کمپنی کی ترقی اور خوشحالی کے لیے اپنی محنت اور مسلسل تعاون فراہم کیا۔

من جانب بورڈ



سید انوار حسین شاہد
چیف ایگزیکیوٹو

ڈاٹریکٹر کی جائزہ رپورٹ

مکرم ارائیں، السلام علیکم

بورڈ آف ڈائریکٹر اور اپنی طرف سے، مجھے خوشی ہے کہ میں آپ کے سامنے کمپنی کے پہلے سہ ماہی کے غیر آڈٹ شدہ مالی گوشوارے پیش کر رہا ہوں جو 31 دسمبر 2025 کو ختم ہوئی۔

سیکٹر کا جائزہ

چینی کے شعبے کے لیے مالی سال 2024/25 کے اختتام پر نمایاں چیلنجز سامنے آئے ہیں، اگرچہ یہ شعبہ اپنے اسٹیک ہو لڈر ز کے لیے سب سے زیادہ منافع بخش صنعتوں میں سے ایک ہے۔ یہ کسانوں کو بروقت ادائیگی کے ذریعے فائدہ پہنچاتا رہتا ہے اور حکومت کی آمدنی میں محصول اور غیر ملکی زر مبادلہ کی آمدنی کے ذریعے اہم تعاون فراہم کرتا ہے۔ ریگولیٹری حکام نے شعبے کی کارکردگی کی نگرانی کے لیے سخت اقدامات نافذ کیے ہیں، جبکہ ٹریک اینڈ ٹریل مانیٹر نگ سسٹم کو اپنانے میں اضافہ، بشمول وفاقی بورڈ آف ریونیو کی طرف سے موجودہ سیزن کے لیے متعارف کرائی گئی 24/7 الیکٹرائیک نگرانی، صنعت کی شفافیت، ٹیکس کی تعمیل اور قومی اقتصادی ترقی میں اس کی شرکت کے عزم کو ظاہر کرتا ہے۔

مالی سال 2025/26 کی پہلی سہ ماہی میں کرشنگ کا موسم محدود کیری فارورڈ اسٹاک کی سطح کے ساتھ شروع ہوا۔ اس کے باوجود، قیمتوں میں اتار چڑھاؤ اور سپلائی کی قلت نے اب بھی مارکیٹ کی خصوصیت بنائی ہوئی ہے۔ پچھلے سال کے دوران، حکومت نے چینی کے بازار میں اپنی براہ راست مداخلت کو بتدریج کم کیا، جو قیمتوں کے تعین میں کم مداخلت کے رہنمائی نشاندہی کرتا ہے، حکومت نے چینی پر کم از کم امدادی قیمت کا اعلان نہ کر کے مارکیٹ پر منی پالیسی کے موقف کو برقرار رکھا، جس نے قیمتوں کو بنیادی اقتصادی عوامل کے مطابق مقرر ہونے کی اجازت دی اور کسانوں کے لیے بہتر آمدنی ممکن بنائی۔ اس شعبے نے ابتدائی طور پر مضبوط کارکردگی دکھائی، خاص طور پر پنجاب میں، جہاں کرشنگ سیزن نومبر 2025 کے وسط میں شروع ہوئے۔ پہلے 45 دنوں کے دوران 41 ملیں فعال رہیں اور تقریباً 1.36 ملیں ٹن چینی پیدا کی، جس کی حمایت تقریباً 9.43 فیصد کی بہتر بازیابی کی شرح نے کی۔

سال کے دوران، مسوی حالات میں منفی تبدیلوں، بشمول بڑی پیداوار کے علاقوں میں وسیع پیانا نے پر سیالی تھان، نے تو میں سطح پر گئے کی مجموعی پیداوار پر منفی اثر ڈالا۔ اس پیداوار کی کمی کو جزوی طور پر متاثرہ نہ ہونے والے علاقوں میں کاشت شدہ رقبے میں اضافے اور ابتدائی پیداوار کی مضبوط سطحوں کے ذریعے پورا کیا جا رہا ہے۔ نتیجتاً، مجموعی چینی کی پیداوار متوقع ہے کہ گھریلو ضروریات کو پورا کرنے کے لیے کافی رہے گی اور گزشتہ سال کے مقابلے میں تھوڑا ازیادہ ہوگی۔ بدلتے ہوئے مارکیٹ حالات، بشمول قیاسی سرگرمی اور عالمی طلب میں اتار چڑھاؤ، نے چینی کی قیمتوں میں اتار چڑھاؤ میں حصہ ڈالا ہے۔ بہر حال، موجودہ سیزن میں بہتر ابتدائی مسوی آپریشنل افادیت اور منضبط لائگت کے انتظام کی توقع ہے کہ یہ شعبے کو اسٹیک ہو لڈر ز کے لیے موافق

Jauharabad Sugar Mills Limited
Condensed Interim Statement of Financial Position
As at December 31, 2025

	Note	Un-audited Dec 31 2025	Audited Sep 30 2025		
		(Rupees in thousands)			
Assets					
Non-current assets					
Property, plant and equipment	5	11,476,233	11,483,850		
Intangible assets		21	23		
Long term deposits		5,257	5,257		
		<u>11,481,511</u>	<u>11,489,130</u>		
Current assets					
Stores, spare parts and loose tools		208,162	184,254		
Stock-in-trade		2,311,654	1,153,078		
Loans and advances		454,899	385,358		
Trade debts		975,529	1,237,405		
Trade deposits and short term prepayments		171,272	166,543		
Other receivables - unsecured considered good		19,691	19,691		
Tax refunds due from the government		262,507	235,573		
Short term investments		87,860	87,863		
Cash and bank balances		931,975	396,938		
		<u>5,423,549</u>	<u>3,866,703</u>		
Total Assets		<u>16,905,060</u>	<u>15,355,833</u>		

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

Lahore:
January 29, 2026



Chief Executive



Director



Chief Financial Officer

Jauharabad Sugar Mills Limited
Condensed Interim Statement of Financial Position
As at December 31, 2025

	Note	Un-audited Dec 31 2025	Audited Sep 30 2025
		(Rupees in thousands)	
Share capital and reserves			
Authorized share capital		700,000	700,000
Share capital		341,285	341,285
Capital reseves:		372,403	372,403
Share premium		1,510,007	1,447,721
Revenue reserves:		1,272,422	1,345,636
Accumulated profits		7,136,007	7,161,613
Loan from sponsors			
Revaluation surplus on property, plant and equipment - net of tax	6	10,632,124	10,668,658
Total Equity			
Non-current liabilities			
Liabilities against assets subject to lease-secured		78,740	82,500
Deferred liabilities		962,972	930,530
		1,041,712	1,013,030
Current liabilities			
Trade and other payables		525,990	541,247
Unclaimed dividend		1,784	1,784
<i>Current portion of:</i>			
- Liability against assets subject to finance lease		22,000	22,000
Accrued mark-up		64,507	98,681
Short term borrowings	7	4,413,154	2,843,205
Provision for taxation		203,789	167,228
		5,231,224	3,674,145
Contingencies and commitments	8	-	-
		16,905,060	15,355,833

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

Lahore:
January 29, 2026



Chief Executive



Director



Chief Financial Officer

Jauharabad Sugar Mills Limited
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the Quarter Ended December 31, 2025

	Note	Un-audited Dec 31 2025	Un-audited Dec 31 2024
		(Rupees in thousands)	
Sales - net	9	2,054,300	2,767,201
Cost of sales	10	(1,792,127)	(2,580,644)
Gross profit		262,173	186,557
Operating expenses:			
Administrative Expenses		79,245	55,515
Distribution Cost		5,980	3,546
		85,225	59,061
Operating profits		176,948	127,496
Finance cost		(68,020)	(56,764)
Other income		(3,244)	(4,841)
Profit before taxation and levy		105,684	65,891
Levy		(36,562)	(32,548)
Profit before taxation		69,122	33,343
Taxation	11	(32,442)	13,880
Profit after taxation		36,680	47,223
Earnings per share (rupees)			
Basic & diluted		1.07	1.38

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

Lahore:
January 29, 2026


Chief Executive


Director


Chief Financial Officer

Jauharabad Sugar Mills Limited
Condensed Interim Statement of Other Comprehensive Income (Un-audited)
For the Quarter Ended December 31, 2025

	Un-audited Dec 31 2025	Un-audited Dec 31 2024
(Rupees in thousands)		
Profit after taxation	36,680	47,223
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	36,680	47,223

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

Lahore:
January 29, 2026


Chief Executive


Director


Chief Financial Officer

Jauharabad Sugar Mills Limited
Condensed Interim Statement of Cash Flows (Un-audited)
For the Quarter Ended December 31, 2025

	Un-audited Dec 31 2025	Un-audited Dec 31 2024
(Rupees in thousands)		
Cash flow from operating activities		
Profit before taxation	105,684	65,891
Adjustments for:		
Depreciation	84,981	80,391
Amortization	2	3
Loss/(gain) on disposal of property, plant and equipment	(136)	-
Provision for WPPF	5,273	925
Finance cost	68,020	56,764
	158,140	138,083
Profit before working capital changes	<u>263,824</u>	<u>203,974</u>
Working capital changes		
Stores, spare parts and loose tools	(23,908)	11,006
Stock in trade	(1,158,576)	873,009
Loans and advances	(69,540)	(278,843)
Trade debts- unsecured considered good	261,876	(349,755)
Trade deposits and short term prepayments	(4,729)	15,231
Trade and other payables	(20,530)	(266,490)
	(1,015,407)	4,158
Cash used in operations	<u>(751,583)</u>	<u>208,132</u>
Finance cost paid	(102,194)	(138,249)
Taxes paid	(26,934)	(11,901)
Net cash used in operating activities	<u>(880,711)</u>	<u>57,982</u>

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

Lahore:
January 29, 2026



Chief Executive



Director



Chief Financial Officer

Jauharabad Sugar Mills Limited
Condensed Interim Statement of Cash Flows (Un-audited)
For the Quarter Ended December 31, 2025

	Un-audited Dec 31 2025	Un-audited Dec 31 2024
(Rupees in thousands)		
Cash flow from investing activities		
Addition to fixed assets	(77,384)	(75,147)
Proceeds from sale of fixed assets	155	-
Net cash generated (used in) investing activities	(77,229)	(75,147)
Cash flow from financing activities		
Lease rentals paid	(3,761)	(203)
Loan from associates	(73,214)	-
Net cash generated from financing activities	(76,975)	(203)
Net increase in cash and cash equivalents	(1,034,915)	(17,368)
Cash and cash equivalents at beginning of the period	(2,358,404)	(2,465,886)
Cash and cash equivalents at the end of the period	(3,393,319)	(2,483,254)
Cash and cash equivalents comprise of following statement of financial position amounts:		
- Short term investments	87,860	114,859
- Cash and bank balances	931,975	248,878
- Short term borrowings	(4,413,154)	(2,846,991)
	(3,393,319)	(2,483,254)

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

Lahore:
January 29, 2026


Chief Executive


Director


Chief Financial Officer

Jauharabad Sugar Mills Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the Quarter Ended December 31, 2025

	Share Capital	Share Premium	Accumulated profits	Revaluation Surplus	Loan from Sponsors	Total
(Rupees in thousands)						
Balance as at 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
Incremental depreciation for the period	-	-	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
Balance as on October 01, 2025	341,285	372,403	1,447,720	7,161,614	1,345,636	10,668,657
Transactions made during the year	-	-	-	7,161,614	(73,214)	-
Profit after taxation	-	-	36,680	-	-	36,680
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	36,680	-	-	36,680
Transfer of incremental depreciation (net of tax)	-	-	25,607	(25,607)	-	-
Balance as on December 31, 2025	341,285	372,403	1,510,007	7,136,007	1,272,422	10,632,123

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

Lahore:
January 29, 2026


Chief Executive


Director


Chief Financial Officer

Jauharabad Sugar Mills Limited

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

For the Quarter Ended December 31, 2025

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, 2025. 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, 2025, 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, 2024.

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.

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, 2025.

Jauharabad Sugar Mills Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

For the Quarter Ended December 31, 2025

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, 2025.

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	Audited
	Dec 31 2025	Sep 30 2025
(Rupees in thousands)		
5. Property, plant and equipment	5.1	11,474,440
Capital work-in-progress		1,793
		11,476,233
5.1 Property, plant and equipment		11,483,850
Balance at beginning of the period / year		11,482,057
Add: Additions during the period / year		77,384
Less: Book value of operating assets disposed - off during the period / year		(20)
		(33,392)
		11,559,421
Depreciation charged during the period / year		(84,981)
		11,474,440
		11,482,057
6. Revaluation surplus on property, plant and equipment - net of tax		
Land		5,218,288
Building		260,276
Plant and machinery		3,364,954
		8,843,518
Add: Addition in revaluation surplus		
Land		-
Buildings		-
Plant and machinery		1,105,476
		11,163
		2,148
		1,118,787

Jauharabad Sugar Mills Limited
Notes to the Condensed Interim Financial Statements (Un-audited)
For the Quarter Ended December 31, 2025

	Un-audited Dec 31 2025	Audited Sep 30 2025
	(Rupees in thousands)	
Less: Accumulated incremental depreciation	(920,516)	(875,385)
Less: Revaluation surplus on buildings disposed off	-	(9,065)
	<u>7,923,002</u>	<u>7,959,068</u>
Less: Deferred tax liability		
Opening balance	797,455	837,481
Addition during the period	-	3,860
Incremental depreciation for the period	(10,459)	(43,886)
	<u>786,996</u>	<u>797,455</u>
	<u>7,136,005</u>	<u>7,161,613</u>
Sanction limit	Un-audited Dec 31 2025	Audited Sep 30 2025
'Rupees in thousand' Note		(Rupees in thousands)

7. Short term borrowings - secured

Mark-up based borrowings				
from Conventional Banks	6,150,000	7.1	2,105,542	1,669,238
Islamic mode of financing	4,275,000	7.2	2,307,612	1,173,967
	<u>10,425,000</u>		<u>4,413,154</u>	<u>2,843,205</u>

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 rates ranging from 3-month KIBOR + 2.00% to 3-month KIBOR + 2.50% per annum payable quarterly, while certain facilities are subject to 1-month KIBOR + 2.50% per annum.

The aggregate available short term funded facilities amounts to Rs. 6.15 billion (2025: Rs. 5.85 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).

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.4.28 billion (2025: Rs. 3.32 billion).

Jauharabad Sugar Mills Limited
Notes to the Condensed Interim Financial Statements (Un-audited)

For the Quarter Ended December 31, 2025

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 2025.

8.2 Commitments

There are no known commitments as on December 31, 2025 (September 30, 2025: Nil).

	Un-audited Dec 31 2025	Un-audited Dec 31 2024
	(Rupees in thousands)	
9. Sales-net		
Local	2,448,763	2,301,780
Export	-	825,872
	<hr/>	<hr/>
	2,448,763	3,127,652
Less:		
Sales tax	(380,404)	(358,633)
Commission & Income tax	(14,059)	(1,818)
	<hr/>	<hr/>
	2,054,300	2,767,201
10. Cost of sales		
Raw material cane purchased and consumed	2,678,345	1,461,667
Salaries, wages and other benefits	69,727	51,964
Chemicals, fuel, lubes and packing material	51,876	41,478
Manufacturing expenses	67,473	73,741
Depreciation	83,281	78,783
Amortization	2	3
	<hr/>	<hr/>
	2,950,704	1,707,636
Work-in-process - Opening	4,768	5,035
Work-in-process - Closing	(144,901)	(119,372)
	<hr/>	<hr/>
Cost of goods manufactured	(140,133)	(114,337)
	<hr/>	<hr/>
	2,810,571	1,593,299
Opening stock of finished goods	1,148,310	2,897,254
	<hr/>	<hr/>
	3,958,881	4,490,553
Closing stock of finished goods	(2,166,754)	(1,909,909)
	<hr/>	<hr/>
Cost of sales	1,792,127	2,580,644

Jauharabad Sugar Mills Limited
Notes to the Condensed Interim Financial Statements (Un-audited)
For the Quarter Ended December 31, 2025

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:

Relationship	Nature of transaction	Un-audited 31-Dec 2025	Audited 30-Sep 2025
Post employment benefit plan	Provident fund contribution paid	(1,800)	(6,092)
Cane Processing (Pvt) Limited	Received/(paid) during the period/year	-	(300)
Loan from sponsors	Received/(paid) during the period/year	(73,214)	(37,900)

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 2025.

14. Date of authorization

These condensed interim financial information were authorized for issue on January 29, 2026 by the Board of Directors of the Company.

15. General

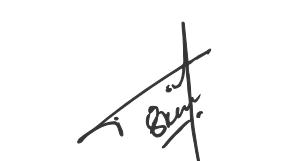
15.1 Figures of previous year have been re-arranged and reclassified wherever necessary for the purposes of comparison.

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

Lahore:
January 29, 2026


Chief Executive


Director


Chief Financial Officer

Jama Punji Information



www.jamapunji.pk

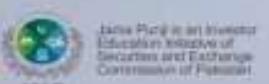
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The website link of Jama Punji is available at the website of Jauharabad Sugar Mills Limited for the convenience and facilitation of shareholders and investors.

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