

CHASHMA SUGAR MILLS LIMITED
BALANCE SHEET AS AT 31 DECEMBER, 2008

	Note	Un-audited 31 Dec, 2008 (Rupees in thousand)	Audited 30 September, 2008
Assets			
Non-current assets			
Property, plant and equipment		2,683,719	2,719,575
Intangible assets		872	787
Deposits		3,413	3,413
		<u>2,688,004</u>	<u>2,723,775</u>
Current assets			
Stores and spares		142,414	137,444
Stock-in-trade		791,394	1,438,063
Trade debts - unsecured - considered good		273,467	19,373
Loans and advances		81,108	48,092
Deposits and prepayments		4,839	4,911
Accrued interest		6,411	0
Income tax refundable		37,365	37,365
Advance income tax and tax deducted at source		55,034	53,898
Bank balances		580,218	46,318
		<u>1,972,250</u>	<u>1,785,464</u>
		<u>4,660,254</u>	<u>4,509,239</u>
Equity and liabilities			
Share capital and reserves			
Authorised capital		220,000	220,000
Issued, subscribed and paid-up capital		286,920	286,920
General reserve		327,000	327,000
Accumulated loss		(487,204)	(410,482)
Shareholders' equity		<u>126,716</u>	<u>203,438</u>
Surplus on revaluation of property, plant & equipment		894,677	914,973
Non-current liabilities			
Term and demand finances		911,666	928,333
Loans from Associated Companies		535,833	535,833
		<u>1,447,499</u>	<u>1,464,166</u>
Current liabilities			
Current portion of:			
- long term finances		170,833	170,833
-loan from Associated		16,667	16,667
-assets on lease		211	415
Short term finances		1,051,631	1,411,256
Trade and other payables		726,831	197,431
Accrued mark-up and interest		187,659	112,432
Sales tax and excise duty payable		25,325	5,423
Taxation	3	12,205	12,205
		<u>2,191,362</u>	<u>1,926,662</u>
Contingencies and commitments		<u>4,660,254</u>	<u>4,509,239</u>

The annexed notes form an integral part of this financial information.

CHIEF EXECUTIVE

DIRECTOR

CHASHMA SUGAR MILLS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE IST QUARTER ENDED ON 31 DECEMBER, 2008 (UN-AUDITED)

	Oct. - Dec. 2008	Oct. - Dec. 2007
	Rupees in thousands	
Sales - net	1,674,495	424,535
Cost of sales	1,635,636	403,406
Gross (loss) / profit	38,859	21,129
Administrative expenses	18,220	11,603
Distribution cost	2,082	1,977
Other operating expenses	2,775	30
	23,077	13,610
	15,782	7,519
Other operating income	7,739	274
	23,521	7,793
Finance cost	120,539	81,931
Loss before taxation	(97,018)	(74,138)
Taxation:		
- current	0	1,862
(Loss) / profit after taxation	(97,018)	(76,000)
	Rupees	
(Loss) / earnings per share	(3.38)	(3.97)

The annexed notes form an integral part of this financial information.

CHIEF EXECUTIVE

DIRECTOR

CHASHMA SUGAR MILLS LIMITED
CASH FLOW STATEMENT
FOR THE 1ST QUARTER ENDED 31 DECEMBER, 2008 (UN-AUDITED)

	31 Dec, 2008	31 Dec, 2007
Cash flow from operating activities	(Rupees in thousand)	
Loss for the period - before taxation	(97,018)	(74,138)
Adjustments for non-cash charges and other items:		
Depreciation	39,128	45,814
Amortisation on intangible assets	115	275
Profit on bank deposits - net	(7,739)	(119)
Finance cost	120,539	81,626
Cash inflow from operating activities		
- before working capital changes	55,025	53,458
(Increase) / decrease in current assets:		
Stores and spares	(4,970)	(10,371)
Stock-in-trade	646,669	(66,994)
Trade debts	(254,094)	74,260
Loans and advances	(33,016)	3,165
Deposits and prepayments	72	2,004
Increase / (decrease) in current liabilities:		
Trade and other payables	529,400	374,563
Sales tax and excise duty payable	19,902	(17,180)
	903,963	359,447
Cash inflow from operating activities - before taxation	958,988	412,905
Taxes paid	(1,136)	(2,132)
Net cash inflow from operating activities - after taxation	957,852	410,773
Cash flow from investing activities		
Property, plant and equipment acquired	(3,272)	(31,557)
Intangible Assets	(200)	0
Profit on bank deposits	1,328	119
Net cash outflow from investing activities	(2,144)	(31,438)
Cash flow from financing activities		
Long term finances	(16,667)	(30,000)
Lease finances - net	(204)	(620)
Short term finances - net	(359,625)	(271,010)
Finance cost paid	(45,312)	(99,772)
Net cash (outflow) / inflow from financing activities	(421,808)	(401,402)
Net increase/(decrease)in cash and cash equivalents	533,900	(22,067)
Cash and cash equivalents - at the beginning of the period	46,318	42,590
Cash and cash equivalents - at the end of the period	580,218	20,523

The annexed notes form an integral part of this financial information.

CHIEF EXECUTIVE

DIRECTOR

CHASHMA SUGAR MILLS LIMITED
CASH FLOW STATEMENT
FOR THE 1ST QUARTER ENDED 31 DECEMBER, 2008 (UN-AUDITED)

	Share capital	General reserve	Accumu- lated loss	Total
	----- Rupees in thousand -----			
Balance as at 30 September, 2007	191,280	327,000	(390,048)	128,232
Nominal value of ordinary right shares	95,640			95,640
Loss for the year ended 30 September, 2008	0	0	(63,163)	(63,163)
Transfer from surplus on revaluation	0	0	42,729	42,729
Balance as at 30 September, 2008	286,920	327,000	(410,482)	203,438
Loss for the period ended 31 December, 2008	0	0	(97,018)	(97,018)
Transfer from surplus on revaluation			20,296	20,296
Balance as at 31 December, 2008	286,920	327,000	(487,204)	126,716

The annexed notes form an integral part of this financial information.

CHIEF EXECUTIVE

DIRECTOR

CHASHMA SUGAR MILLS LIMITED
SELECTED NOTES TO THE FINANCIAL INFORMATION
FOR THE 1ST QUARTER ENDED 31 DECEMBER, 2008 (UN-AUDITED)

1. COMPLIANCE WITH INTERNATIONAL ACCOUNTING STANDARDS

These accounts are prepared in accordance with International Accounting Standard No.34 "Interim Financial Reporting" wherever applicable and are being presented to the shareholders in compliance with section 246 on the Companies Ordinance, 1984.

2. ACCOUNTING POLICIES

The accounting policies adopted are the same as applied in the preparation of the preceding annual published accounts of the Company

3. TAXATION

The status of pending tax cases as stated in notes 15.1 and 15.9, has not changed since the date of preceding published annual financial statements for the year ended 30 September, 2008.

4. DATE OF AUTHORISATION FOR ISSUE

This financial information was authorised for issue by the Board of Directors of the Company in its meeting held on 24 January, 2009.

5. GENERAL

- Figures in the financial statements have been rounded-off to the nearest thousand Rupees except stated otherwise.
- Corresponding figures have neither been re-arranged nor re-classified.

CHIEF EXECUTIVE

DIRECTOR