



CHASHMA SUGAR MILLS LIMITED

**CONDENSED INTERIM
UNCONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD
ENDED DECEMBER 31, 2024
(UN-AUDITED)**

CHASHMA SUGAR MILLS LIMITED

COMPANY INFORMATION

Board of Directors

Begum Laila Sarfaraz	Chief Executive
Mr. Abbas Sarfaraz Khan	Chairman
Ms. Zarmine Sarfaraz	Director
Mr. Iskander M. Khan	Director
Mr. Rizwan Ullah Khan	Independent Director
Ms. Samia Liaqat Ali Khan	Independent Director
Mr. Feisal Kemal Khan	Independent Director

Company Secretary

Mr. Mujahid Bashir

Chief Financial Officer

Mr. Saqib Khan

Head of Internal Audit

Mr. Zaheer Mir

Auditors

M/s. ShineWing Hameed Chaudhri & Co.,
Chartered Accountants

Tax Consultants

M/s. ShineWing Hameed Chaudhri & Co.,
Chartered Accountants

Legal Advisor

Mr. Tariq Mehmood Khokhar
Barrister-at-Law, Advocate

Shares Registrar

M/s. Hameed Majeed Associates (Pvt.) Limited,
H.M. House, 7-Bank Square, Lahore.
Phone No. : 042-37235081 Fax No. : 042-37235083

Bankers

Bank Al-Habib Limited	Habib Bank Limited
The Bank of Khyber	National Bank of Pakistan
MCB Bank Limited	Soneri Bank Limited
The Bank of Punjab	Askari Bank Limited
Bank Al-Falah Limited	United Bank Limited
Dubai Islamic Bank (Pakistan) Limited	Meezan Bank Limited
Al-Baraka Bank (Pakistan) Limited	Habib Metropolitan Bank Limited
Allied Bank Limited	Samba Bank Limited

CHASHMA SUGAR MILLS LIMITED

DIRECTORS' REVIEW REPORT

On behalf of the Board of Directors of Chashma Sugar Mills Limited, we are pleased to present the Directors' Review Report for the un-audited condensed interim financial information of the Company for the first quarter ended December 31, 2024 to the shareholders of the Company in compliance with Section 237 of the Companies Act, 2017 (the Act) and the rule book of the Pakistan Stock Exchange.

FINANCIAL PERFORMANCE

The company reported a net loss of Rs. 647.134 million for the three-month period ended December 31, 2024. This loss was primarily due to pre-season expenses, as significant costs were incurred in preparation for the upcoming production cycle.

OPERATIONAL HIGHLIGHTS

2024-2025

Date of Crushing Started	November 21, 2024
Date of Crushing Closed	Still in Progress
Crushing - M. Tons	1,362,637
Sucrose Recovery	9.54%
Sugar Production - M. Tons	129,956
Ethanol Fuel Plant Production-M. Tons	9,170

Unlike previous years, the Provincial Governments have not regulated sugarcane prices for this season.

SUGAR PRICES

Sugar market rates are improving but are still lower compared to the cost of production. With Ramadan approaching, under our corporate responsibility, we are going to offer sugar at special price at the designated stalls to our people.

The current policies are significant for the sustainability of challenges for the sugar industry. While a stable, market-driven pricing system is essential for the long-term growth, as the government interventions aimed at maintaining a low domestic sugar prices continue to strain mills financially. Without meaningful policy reforms, these financial pressures are likely to persist, threatening the industry's overall stability.

POTENTIAL RISK AND UNCERTAINTIES

The Company is exposed to the following risks and uncertainties:

- Sugarcane Availability on competitive prices
- Export Restrictions
- Price Control Regulatory Challenges

These risks may have a significant impact on the Company's performance and require careful management to mitigate potential negative effects.

FUTURE PROSPECTS

For the 2024/25 sugar season, the industry is facing challenges such as very high cost of production, less availability of sugarcane due to drop in per acre yield. Pakistan's sugar production is estimated to be approximately 6.0 million tons ±

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this quarterly condensed interim financial information are the same as applied in the preparation of the preceding annual financial statements of the Company.

ACKNOWLEDGEMENT

The Directors appreciate the good work done by the Company's staff at all levels.

FOR AND ON BEHALF OF THE BOARD



(ISKANDER M. KHAN)
Director



(BEGUM LAILA SARFRAZ)
Chief Executive

Mardan: February 25, 2025

چشمہ شوگر ملز لمیٹڈ

ڈائریکٹرز کی جائزہ رپورٹ

چشمہ شوگر ملز لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ہمیں کمپنیز ایکٹ 2017 کی دفعہ 237 اور پاکستان اسٹاک ایکچینج کی رولز آف کنڈکٹ کے مطابق 31 دسمبر 2024 کو ختم ہونے والی پہلی سہ ماہی کے لیے کمپنی کی غیر آڈٹ شدہ عبوری مالی معلومات کے لیے ڈائریکٹرز کی جائزہ رپورٹ کمپنی کے شیئر ہولڈرز کو پیش کرنے پر فخریہ ہے۔

مالی کارکردگی

کمپنی نے 31 دسمبر 2024 کو ختم ہونے والے تین ماہ کے دوران 647.134 ملین روپے کا خاص خسارہ ظاہر کیا۔ یہ نقصان بنیادی طور پر پری میژن اخراجات کی وجہ سے تھا، کیونکہ آنے والے پروڈکشن سائیکل کی تیزی میں نمایاں اخراجات آئے تھے۔

آپریٹیشن عملیات	2025-2024
کرٹنگ شروع ہونے کی تاریخ	21 نومبر 2024
کرٹنگ بند ہونے کی تاریخ	ابھی تک پیش رفت میں
کرٹنگ - ایم ٹن	1,362,637
سوکر ڈریجیٹوری	29.54
شوگر کی پیداوار - ایم ٹن	129,956
بہتصون نیل پلانٹ کی پیداوار - ایم ٹن	9,170

گزشتہ سالوں کے برعکس صوبائی حکومتوں نے اس میژن کے لئے گنے کی قیمتوں کو ریگولٹ نہیں کیا ہے۔
قیمتی کی قیمتیں

قیمتی مارکیٹ کے نرخ بہتر ہو رہے ہیں لیکن پیداواری لاگت کے مقابلے میں اب بھی کم ہیں۔ رمضان المبارک کے قریب آنے کے ساتھ ہی ہماری کارپوریٹ ڈیمنڈ ڈارائی کے تحت ہم اپنے لوگوں کو مقررہ ٹائپر خصوصی قیمت پر قیمتیں پیش کرنے جا رہے ہیں۔

موجودہ پالیسیاں شوگر انڈسٹری کے لئے چیلنجوں کی پائیداری کے لئے ہم ہیں۔ اگرچہ طویل مدتی ترقی کے لئے ایک مستحکم مارکیٹ پر قیمتی قیمتوں کا نظام ضروری ہے، کیونکہ گھریلو قیمتوں کی کم قیمتوں کو برقرار رکھنے کے مقصد سے حکومتی مداخلتوں کو مالی طور پر مبادا ڈال رہی ہے۔ بائیس ماہی اصلاحات کے بغیر، سرمایہ کاری مابذیر ترارہنے کا امکان ہے، جس سے صنعت کے مجموعی استحکام کو خطرہ ہے۔

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	Un-audited December 31, 2024	Audited September 30, 2024
	(Rupees in thousand)	
NON CURRENT ASSETS		
Property, plant and equipment	21,142,895	21,545,185
Right-of-use assets	348,063	295,474
Long term investments	1,652,823	1,652,823
Long term loans and deposits	15,343	15,343
	23,159,124	23,508,825
CURRENT ASSETS		
Stores and spares	711,030	732,276
Stock-in-trade	5,933,408	3,988,480
Trade debts	1,411,899	276,285
Loans and advances	3,917,452	1,771,110
Trade deposits and other receivables	87,436	74,078
Income tax refundable	526,981	395,063
Cash and bank balances	860,529	898,783
	13,448,735	8,136,075
TOTAL ASSETS	36,607,859	31,644,900
SHARE CAPITAL AND RESERVES		
Authorized capital	500,000	500,000
Issued, subscribed and paid-up capital	286,920	286,920
General reserve	327,000	327,000
Surplus on revaluation of property, plant and equipment	8,825,417	8,978,222
Unappropriated profits	3,055,767	3,550,096
Shareholders' equity	12,485,104	13,142,238
NON-CURRENT LIABILITIES		
Long term finances - secured	4,912,143	3,989,793
Loans from related parties - secured	115,597	126,222
Lease liabilities	164,536	143,011
Deferred liabilities		
-Deferred taxation	2,521,845	3,018,176
-Provision for gratuity	23,491	22,132
-Deferred government grant	43,922	49,695
	2,589,258	3,080,003
	7,781,534	7,349,029
CURRENT LIABILITIES		
Trade and other payables	3,370,548	1,483,125
Unclaimed dividend	15,679	15,679
Short term borrowings - secured	11,536,771	8,325,008
Current maturity of non-current liabilities	950,444	939,449
Provision for tax levies - net	457,779	390,372
	16,331,221	11,153,633
TOTAL LIABILITIES	24,112,755	18,502,662
Contingencies and commitments		
TOTAL EQUITY AND LIABILITIES	36,607,859	31,644,900

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


Saqib Khan
Chief Financial Officer


Begum Laila Sarfaraz
Chief Executive


Iskander M Khan
Director

طاقتور خطر سے اور غیر مبینہ صورتحال
کھینچ کر مندرجہ ذیل خطرات اور غیر مبینہ صورتحال کا سامنا ہے:

مساہتی قیمتوں پر گنے کی دستیابی

برآمدی پائیداریاں

قیمت کنٹرولوں، ریگولیٹری چیلنجز

ان خطرات کا کھینچ کر گارڈ کی بنیاد پر نمایاں اثر پڑ سکتا ہے اور ممکنہ معنی اثرات کو کم کرنے کے لئے محتاط انتظام کی ضرورت ہوتی ہے۔

مستقبل کے امکانات

مبینہ بیزنس 2024-25 کے لئے صنعت کو پیداواری آرگٹ بہت زیادہ فی ایکری پیداوار میں کمی کی وجہ سے گنے کی کم دستیابی جیسے چیلنجز کا سامنا ہے۔ پاکستان میں مبینہ کی پیداوار کا تخمینہ تقریباً 6.0 ملین ٹن۔

اکاؤنٹنگ پالیسیاں

اس سرمایہ کاری کی تیار میں اپنی گنی ایکاؤنٹنگ پالیسیاں دی ہیں جو مبینہ کے پچھلے سالوں میں اپنی تیار میں

لاگ رہتی ہیں۔

اعتراف

ڈائریکٹرز ہر سطح پر مبینہ کے عمل کے ذریعہ گنے کے اگلے کام کو سراہتے ہیں۔

بورڈ کے لئے اور اس کی طرف سے

ڈائریکٹر


(ساکبر محمد خان)

ڈائریکٹر

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ڈائریکٹر


(ساکبر محمد خان)

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CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	Note	Three month period ended	
		December 31, 2024	December 31, 2023
		(Rupees in thousand)	
Gross sales	21	5,935,955	6,993,502
Sales tax, other government levies and discounts		(544,827)	(726,501)
Sales - net	22	5,391,128	6,267,001
Cost of sales		(5,315,547)	(4,380,781)
Gross profit		75,581	1,886,220
Selling and distribution expenses		(270,518)	(236,323)
Administrative and general expenses		(317,460)	(299,744)
Other income		490,537	73,844
Other expenses		(6)	(54,179)
Operating (loss) / profit		(21,866)	1,369,818
Finance cost		(1,054,195)	(677,257)
(Loss) / profit before revenue tax and income tax		(1,076,061)	692,561
Minimum tax - levy		(67,406)	(22,469)
(Loss) / profit before income tax		(1,143,467)	670,092
Taxation (expense) / credit			
- Current		496,333	(108,851)
- Deferred		496,333	(13,316)
(Loss) / profit for the period		(647,134)	(122,167)
(Loss) / earnings per share - basic and diluted (Rs)		(22.55)	19.10

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


 Saqib Khan
 Chief Financial Officer


 Begum Laila Sarfaraz
 Chief Executive


 Iskander M Khan
 Director

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	Three month period ended	
	December 31, 2024	December 31, 2023
	(Rupees in thousand)	
(Loss) / profit for the period	(647,134)	547,925
Other comprehensive income / (loss)		
Total comprehensive (loss) / income for the period	(647,134)	547,925

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


 Saqib Khan
 Chief Financial Officer


 Begum Laila Sarfaraz
 Chief Executive


 Iskander M Khan
 Director

CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	December 31, 2024	December 31, 2023
	(Rupees in thousand)	
Cash flow from operating activities	(1,143,467)	670,092
(Loss) / profit for the period - before taxation	430,043	385,556
Adjustments for non-cash items:	(1,779)	(2,335)
Depreciation	(736)	(693)
Gain on sale of operating fixed assets	(34,573)	(29,919)
Profit on deposit accounts	(452,056)	(22,509)
Mark-up income on loan to a related party	1,054,195	677,257
Finance cost	2,146	2,070
Provision for gratuity	67,406	22,469
Minimum tax - levy	(78,821)	1,701,988
Changes in working capital		
Decrease / (increase) in stores and spares	21,246	(68,097)
stock-in-trade	(1,944,928)	(4,379,125)
trade debts	(1,135,814)	1,039,124
loans and advances	(2,146,342)	(3,478,180)
trade deposits and other receivables	(13,358)	22,105
Increase in trade and other payables	1,887,423	612,274
	(3,331,573)	(6,251,899)
Income tax / levies paid	(3,410,394)	(4,549,911)
Gratuity paid	(131,917)	(238,582)
	(787)	(1,770)
Net cash used in operating activities	(3,543,098)	(4,790,263)
Cash flow from investing activities		
Purchase of property, plant and equipment	(34,794)	(60,704)
Sale proceeds of operating fixed assets	7,934	10,222
Long term loans and deposits	-	(200)
Profits on bank deposits received	736	693
Interest income on loan provided to related party	34,573	29,919
Profits on term finance certificates	452,056	22,509
Net cash generated from investing activities	460,505	2,439
Cash flow from financing activities		
Long term finances - net	922,350	(93,683)
Short term borrowings obtained / (repaid)	(938,827)	3,801,105
Loan repaid to related party	-	(15,618)
Lease obligation repaid	(44,691)	(34,850)
Finance cost paid	(1,030,162)	(709,680)
	(1,091,330)	2,947,274
Net cash (used) / generated in financing activities	(4,173,923)	(1,840,550)
Net decrease in cash and cash equivalents	(2,127,991)	(2,610,917)
Cash and cash equivalents - at beginning of the period	(6,301,914)	(4,451,467)
Cash and cash equivalents - at end of the period	406,529	608,142
Bank balances	(6,708,443)	(5,059,609)
Short term running finance - secured	(6,301,914)	(4,451,467)
	18	

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


Saqib Khan
 Chief Financial Officer



Begum Laila Sarfaraz
 Chief Executive

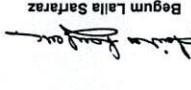

Iskander M Khan
 Director


CHASHMA SUGAR MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	October 01, 2023	December 31, 2023	September 30, 2024	December 31, 2024
Balance as at October 01, 2023	286,920	286,920	286,920	286,920
Total comprehensive income for the three month period ended December 31, 2023	327,000	327,000	327,000	327,000
Transfer on account of incremental depreciation (net of deferred taxation)	-	-	-	(152,271)
Income for the period	-	-	-	-
Other comprehensive income / (loss) for the period	-	-	-	-
Loss for the period	-	-	-	-
Other comprehensive income / (loss) for the period	-	-	-	-
Total comprehensive loss for the three month period ended December 31, 2024	-	-	-	(647,134)
Transfer on account of incremental depreciation (net of deferred taxation)	-	-	-	-
Balance as at September 30, 2024	286,920	286,920	286,920	286,920
Balance as at December 31, 2023	14,538,096	15,086,021	15,086,021	15,086,021
Transfer on account of incremental depreciation (net of deferred taxation)	-	-	-	-
Income for the period	-	-	-	-
Other comprehensive income / (loss) for the period	-	-	-	-
Loss for the period	-	-	-	-
Other comprehensive income / (loss) for the period	-	-	-	-
Total comprehensive loss for the three month period ended December 31, 2024	-	-	-	(647,134)
Balance as at December 31, 2024	14,538,096	14,538,096	14,538,096	14,538,096

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


Saqib Khan
 Chief Financial Officer


Begum Laila Sarfaraz
 Chief Executive


Iskander M Khan
 Director

CHASHMA SUGAR MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED) FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

- Legal status and operations**

Chashma Sugar Mills Limited (the Company) was incorporated in Pakistan on May 05, 1988 as a public limited company, under the repealed Companies Ordinance, 1984 (repealed upon enactment of the Companies Act, 2017 on May 30, 2017) and commenced its commercial production from October 01, 1992. The Company has its shares quoted on the Pakistan Stock Exchange Limited. The Company is principally engaged in manufacturing, production, processing, compounding, preparation and sale of sugar, other allied compound, intermediates and allied products. The Company is a subsidiary of The Premier Sugar Mills and Distillery Company Limited. The head office of the Company is situated at King's Arcade, 20-A, Markaz F-7, Islamabad and its manufacturing facilities are located at Dera Ismail Khan, Khyber Pakhtunkhwa.
- Statement of compliance**

These condensed interim financial statements for three month period ended December 31, 2024 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 in this condensed interim financial statements does not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended September 30, 2024.
- Significant Accounting Policies**

The Accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the audited financial statements for the year ended September 30, 2024.
- Financial risk management**

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited financial statements for the year ended September 30, 2024.
- Seasonality of operations**

Due to seasonal nature of sugar segment of the Company, operating results of the Company are expected to fluctuate in the second half of the year in comparison with the first six months of the year.

	Un-audited December 31, 2024	Audited September 30, 2024
	(Rupees in thousand)	
6. Property, plant and equipment		
Operating fixed assets	20,723,944	20,683,321
Capital work-in-progress	418,951	861,864
	<u>21,142,895</u>	<u>21,545,185</u>

	Un-audited December 31, 2024	Audited September 30, 2024
	(Rupees in thousand)	
6.1		
Operating fixed assets - at net book value		
Net book value at the beginning of the period / year	20,683,321	18,853,151
Add: Revaluation surplus during the period / year	-	2,494,915
Add: Additions during the period / year	450,339	877,907
Add: Transfers from right of use assets to owned	6,074	29,888
Less: Disposals during the period / year	(6,155)	(31,084)
Depreciation charged for the period / year	(409,635)	(1,541,456)
	<u>(415,790)</u>	<u>(1,572,540)</u>
Net book value at the end of the period / year	<u>20,723,944</u>	<u>20,683,321</u>
6.1.1		
Additions during the period / year		
Building and roads	18,104	731,044
Plant and machinery	339,790	74,513
Electric installations	83,151	8,259
Office equipment	5,545	16,812
Farm equipment	73	73
Furniture and fixtures	2,133	16,586
Vehicles	1,543	30,620
	<u>450,339</u>	<u>877,907</u>
6.2		
Capital work-in-progress		
At the beginning of the period / year	861,864	1,517,981
Add: Additions during the period / year	78,261	220,584
Less: Capitalized / adjusted during the period / year	(521,174)	(876,701)
Balance at the end of the period / year	<u>418,951</u>	<u>861,864</u>
6.2.1		
Additions during the period / year		
Land and building*	6,125	44,400
Plant and machinery	7,525	29,146
Electric installations	-	25,744
Vehicles - owned	1,057	6,914
Vehicles - leased	62,554	101,880
Advance payments against land and buildings	1,000	12,500
	<u>78,261</u>	<u>220,584</u>
7.		
Right of Use Assets		
Net book value at the beginning of the period / year	295,474	296,124
Add: Additions during the period / year	79,071	97,089
Less: Remeasurement during the period / year	-	6,081
Less: Transfers from right of use assets to owned	(6,074)	(29,888)
Less: Depreciation charge for the period / year	(20,408)	(73,932)
Net book value at the end of the period / year	<u>348,063</u>	<u>295,474</u>

	Un-audited December 31, 2024	Audited September 30, 2024
8. Long term investments		
Investment in shares of Whole Foods (Private) Limited (WFL) - at cost	100,000	100,000
Investment in shares of Ultimate Whole Foods (Private) Limited (UWFL) - at cost	1,029,000	1,029,000
Advance for equity contribution	619,466	619,466
Difference in fair value and present value on initial recognition of interest free loan	119,964	119,964
	<u>1,868,430</u>	<u>1,868,430</u>
9.		
Less: Impairment recognised on subsidiary - Whole Foods (Private) Limited	215,607	215,607
Balance as at end of the period / year	<u>1,652,823</u>	<u>1,652,823</u>
Stock-in-trade		
Finished goods		
- Sugar	4,038,883	1,787,519
- Molasses	1,206,225	1,117,556
- Ethanol	318,131	954,434
- Bagasse	166,557	107,203
	<u>5,729,796</u>	<u>3,966,712</u>
Work-in-process	203,612	21,768
	<u>5,933,408</u>	<u>3,988,480</u>
9.1		
Certain short term and long term borrowings of the Company are secured by way of collateral charge on stock-in-trade.		
10. Trade debts - unsecured		
Considered good	1,411,899	276,285
Considered doubtful	2,043	2,043
	<u>1,413,942</u>	<u>278,328</u>
Less: loss allowance	(2,043)	(2,043)
	<u>1,411,899</u>	<u>276,285</u>
11. Loans and advances		
Advances to:		
Employees - secured	33,335	11,851
Suppliers and contractors - unsecured	<u>2,275,888</u>	<u>1,032,368</u>
	2,309,223	1,044,219
11.1		
Due from related parties	1,492,337	717,094
Letters of credit - secured	145,635	39,540
	<u>3,947,195</u>	<u>1,800,853</u>
Less:		
- Provision for doubtful advances	(28,838)	(28,838)
- Loss allowance	(905)	(905)
	<u>3,917,452</u>	<u>1,771,110</u>
11.1		
This represents amounts due from the associated companies:		
Due from holding company:		
The Premier Sugar Mills and Distillery Company Limited	427,717	98,126
Due from subsidiary company		
Whole Foods (Private) Limited	15,491	-
Ultimate Whole Foods (Private) Limited	1,046,039	615,878
Premier Grain Ethanol Limited	3,090	3,090
	<u>1,492,337</u>	<u>717,094</u>

	Un-audited December 31, 2024	Audited September 30, 2024
12. Trade deposits and other receivables		
Prepayments	8,315	10,353
Export subsidy receivable	305,519	305,519
Accrued mark-up on term deposit receipts	74,053	50,801
Others	5,068	12,924
	<u>392,955</u>	<u>379,597</u>
Less: loss allowance	(305,519)	(305,519)
	<u>87,436</u>	<u>74,078</u>
13. Share Capital		
As at period end, the issued, subscribed and paid-up capital of the Company includes following share capital holdings by the related parties:		
	(Number of shares)	
Holding Company		
The Premier Sugar Mills & Distillery Co. Ltd.	13,751,000	13,751,000
Associated Companies		
Aztlak Enterprises (Pvt.) Ltd.	1,477,359	1,477,359
Phipson & Co. Pakistan (Pvt.) Ltd.	307,500	307,500
Syntronics Ltd.	3,590,475	3,590,475
	<u>19,126,334</u>	<u>19,126,334</u>
14. Long term finances - secured		
Bank Al-Habib Limited	733,479	727,707
Soneri Bank Limited	1,110,713	110,713
Al Baraka Bank (Pakistan) Limited	279,349	334,646
United Bank Limited	3,337,500	3,365,625
Total	5,461,041	4,538,691
14.1		
Accrued mark-up	217,487	217,749
	<u>5,678,528</u>	<u>4,750,440</u>
Less: amount payable within next 12 months		
Principal	(548,898)	(548,898)
Accrued mark-up	(217,487)	(217,749)
Amount due after December 31, 2025	<u>4,912,143</u>	<u>3,989,793</u>
14.1		
These represent term and demand finance obtained by the Company from the aforesaid banks and are repayable in 5-7 years with varied grace period. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2.65% per annum and SBP rate + 4%. These are secured against first / joint pari passu hypothecation charge over all present and future movable fixed assets of the Company and first / joint pari passu charge by way of equitable mortgage on all present and future immovable fixed assets of the Company, pledge of sugar stock and lien on export contract / LC.		

	Un-audited December 31, 2024	Audited September 30, 2024
	(Rupees in thousand)	
15. Loans from related parties - secured		
Associated Companies		
Premier Board Mills Limited	37,472	37,472
Arpak International Investments Limited	25,000	25,000
Azliak Enterprises (Private) Limited	85,000	85,000
Accrued mark-up	70,009	72,607
	<u>217,481</u>	<u>220,079</u>
Less: amount payable within next 12 months		
Principal	(31,875)	(21,250)
Accrued mark-up	(70,009)	(72,607)
Amount due after December 31, 2025	<u>115,597</u>	<u>126,222</u>
15.1	The long term finance facility had been renewed on August 2, 2024. The principal is repayable in 8 semi annual installments commencing from November 2028. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Company.	
15.2	The long term finance facility had been renewed on August 2, 2024. The principal is repayable in 8 semi annual installments commencing from November 2028. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Company.	
15.3	The long term finance facility has been renewed on January 3, 2022. The principal is repayable in 8 semi annual installments commencing from December 2024. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Company.	
16. Lease liabilities		
Balance at beginning of the period / year	227,956	225,593
Additions during the period / year	51,703	100,762
Unwinding of interest on lease liabilities	11,743	50,293
Payments made during the period / year	(44,691)	(154,773)
Remeasurement gain	-	6,081
Balance at end of the period / year	<u>246,711</u>	<u>227,956</u>
Less: current portion of long term lease liabilities	(82,175)	(84,945)
	<u>164,536</u>	<u>143,011</u>

	Un-audited December 31, 2024	Audited September 30, 2024
	(Rupees in thousand)	
17. Trade and other payables		
Creditors	2,046,492	331,480
Due to related parties	210,877	150,147
Accrued expenses	191,668	130,561
Retention money	16,433	16,072
Security deposits	1,649	1,299
Advance payments from customers - contract liability	429,468	179,205
Sales tax payable	69,858	344,116
Income tax deducted at source	245,928	194,989
Payable for workers' welfare fund	30,258	30,258
Payable to employees	98,168	84,812
Payable to provident fund	9,290	9,574
Others	20,459	10,612
	<u>3,370,548</u>	<u>1,483,125</u>
17.1	This represents amounts due to the following related parties and are interest free and payable on demand:	
Associated Companies		
Syntronics Limited	11,993	11,993
Syntron Limited	63,907	-
Azliak Enterprises (Private) Limited	34,977	38,154
Directors	100,000	100,000
	<u>210,877</u>	<u>150,147</u>
18. Short term borrowings - secured		
Cash / running finance	6,708,443	2,572,774
Export re finance	4,510,237	5,449,064
	<u>11,218,680</u>	<u>8,021,838</u>
Accrued mark-up	318,091	303,170
	<u>11,536,771</u>	<u>8,325,008</u>
18.1	These represent cash finance and export re-finance facilities and are repayable in six months to one year period. The rate of mark-up ranges from SBP Rate+1% per annum to KIBOR + 1.50% per annum and are secured against pledge of sugar stock with margin ranging from 10% to 25%, lien on export contracts / LCs and import documents.	
19. Current maturity of non-current liabilities		
Long term finances	766,385	760,647
Loans from related parties	101,884	93,857
Lease liabilities	82,175	84,945
	<u>950,444</u>	<u>939,449</u>

20. Contingencies and commitments

20.1 Contingencies

20.1.1 There has been no significant change in the status of contingencies as disclosed in note 26 to the audited financial statements of the Company for the year ended September 30, 2024.

20.2 Commitments

	Un-Audited December 31, 2024 (Rupees in thousand)	Audited September 30, 2024 (Rupees in thousand)
	43,481	140,663
- foreign letter of credit for purchase of plant and machinery	-	14,366
- capital expenditure other than for letter of credit	43,481	155,049

The Company has following commitments in respect of:

- foreign letter of credit for purchase of plant and machinery
- capital expenditure other than for letter of credit

	Un-Audited December 31, 2024 (Rupees in thousand)	Un-Audited December 31, 2023 (Rupees in thousand)
21. Gross sales		
Local	3,007,257	4,746,601
Export	2,928,698	2,246,901
	<u>5,935,955</u>	<u>6,993,502</u>
22. Sales tax, other government levies and discounts		
Indirect taxes	543,781	724,085
Discounts	1,046	2,416
	<u>544,827</u>	<u>726,501</u>

23. Segment operating results for the three month period ended December 31, 2024 (Un-audited)

	Sugar Division			Ethanol Division			Total	
	Three month period ended		December	Three month period ended		December	Three month period ended	
	December 31, 2024	31, 2023	31, 2024	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	
Sales	3,482,797	4,615,066	2,453,158	2,378,436	5,935,955	6,993,502		
- External Customers	211,875	311,387	-	-	211,875	311,387		
- Inter segment	3,694,672	4,926,453	2,453,158	2,378,436	6,147,830	7,304,889		
Less : sales tax & others	(509,783)	(706,436)	(35,044)	(20,065)	(544,827)	(726,501)		
Sales - net	3,184,889	4,220,017	2,418,114	2,358,371	5,603,003	6,578,388		
Segment expenses:								
Cost of Sales	(3,304,829)	(3,091,021)	(2,010,718)	(1,289,760)	(5,315,547)	(4,380,781)		
less: Inter segment cost	(3,304,829)	(3,091,021)	(2,222,593)	(1,601,147)	(5,527,422)	(4,692,168)		
Gross profit	(119,940)	1,128,996	195,521	757,224	75,981	1,886,220		
Selling and distribution expenses	(45,166)	(10,808)	(225,352)	(225,515)	(270,518)	(296,323)		
Administrative and general expenses	(199,276)	(211,723)	(118,084)	(88,021)	(317,460)	(299,744)		
	(244,542)	(222,531)	(343,436)	(313,536)	(587,978)	(596,067)		
(Loss) / profit from operations	(364,482)	906,465	(147,915)	443,688	(512,397)	1,350,153		
Other income	489,144	72,751	1,383	1,093	490,537	73,844		
Other expenses	(6)	(54,179)	-	-	(6)	(54,179)		
	489,138	18,572	1,383	1,093	490,531	19,665		
Segment results	124,656	925,037	(146,522)	444,781	(21,866)	1,369,818		
Finance cost					(1,064,198)	(677,257)		
(Loss) / profit before revenue tax and income tax					(1,076,061)	692,561		
Minimum tax - levy					(67,406)	(22,468)		
(Loss) / profit before income tax					(1,143,467)	670,092		
Taxation					486,333	(122,167)		
(Loss) / profit for the period					(647,134)	547,925		

23.1 Segment assets and liabilities

	Un-audited		Audited	
	December 31, 2024	September 30, 2024	December 31, 2024	September 30, 2024
	(Rupees in thousand)		(Rupees in thousand)	
	Assets	Liabilities	Assets	Liabilities
Sugar	28,527,210	13,828,571	25,346,055	8,339,215
Ethanol	8,080,649	6,193,093	6,298,845	6,122,538
Total for reportable segment	36,607,859	20,021,664	31,644,900	14,461,753
Others	-	4,091,091	-	4,040,909
Total assets / liabilities	36,607,859	24,112,755	31,644,900	18,502,662

24. Transactions with related parties

24.1 The Company has related party relationship, with its Holding Company, subsidiary companies and associated companies, its directors, key management personnel and employee benefit plan. The Company in the normal course of business carries out transactions with various related parties. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with the related parties during the period were as follows:

	Three month period ended December 31, 2024	December 31, 2023
	(Rupees in thousand)	
Holding Company		
Issuance of store items	4,023	54
Expenses paid on behalf of the Company	1,552	998
Expenses paid by the Company	27,092	7,088
Rent income	29	29
Subsidiary Companies		
Expenses paid by the Company	103,584	95,733
Markup charged by the Company	34,573	29,919
Associated Companies		
Services on behalf of the Company	17,611	13,236
Expenses paid on behalf of the Company	45	1,008
Purchase of goods	130,469	213,524
Markup charged to the Company	6,902	9,340
Post employment benefit		
Expense charged in respect of retirement benefit plan	10,638	9,496
Key management personnel / Directors		
Salaries and other benefits	76,070	71,212

25. Fair value of financial assets and liabilities

The carrying value of financial assets and liabilities reflected in financial statements approximate their respective fair value.

Fair value hierarchy

Certain property, plant and equipment of the Company was valued by independent valuer to determine the fair value of property, plant and equipment as at September 30, 2024. The revaluation surplus was credited to other comprehensive income and is shown as 'surplus on revaluation of property, plant and equipment'. The different levels have been defined as follows:

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

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

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

Level 2 fair value of certain property, plant and equipment has been derived using the comparison approach. Sales prices of comparable property, plant and equipment in identical circumstances or close proximity are adjusted for differences in key attributes such as property size, structure, location, capacity etc. The most significant inputs into this valuation approach are price per marfa, price per square feet, depreciated replacement cost etc.

26. General

26.1 Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of better presentation and / or to comply with requirements of accounting and reporting standards. These reclassifications have no effect on previously reported net income or shareholders' equity.

In the statement of profit or loss, the minimum tax and final tax previously presented as income taxes have now been reclassified as "final taxes - levy" under IAS 37 / IFRIC 21 amounting to Rs 22,469 thousand for the period ended December 31, 2023.

26.2 Figures in these condensed interim financial statements have been rounded-off to the nearest thousand Rupees.

27. Date of authorisation for issue

These Condensed interim financial statements were authorised for circulation to the shareholders by the Board of Directors of the Company on February 25, 2025.


Saqib Khan
Chief Financial Officer


Begum Laila Sarfaraz
Chief Executive


Iskander M Khan
Director



CHASHMA SUGAR MILLS LIMITED

**CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD
ENDED DECEMBER 31, 2024
(UN-AUDITED)**

CHASHMA SUGAR MILLS LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2024

	Note	Un-audited December 31, 2024	Audited September 30, 2024
NON CURRENT ASSETS			
Property, plant and equipment	6	25,213,682	25,693,313
Right-of-use assets	7	367,176	316,081
Long term deposits		15,343	15,343
Deferred tax assets		274,159	192,100
		<u>25,870,360</u>	<u>26,216,837</u>
CURRENT ASSETS			
Stores and spares	8	761,065	784,565
Stock-in-trade	9	7,169,213	4,751,694
Trade debts	10	1,653,850	440,419
Loans and advances	11	2,898,555	1,186,255
Trade deposits and other receivables		134,282	114,033
Income tax refundable		572,319	440,513
Prepaid asset - levy		-	2,219
Cash and bank balances		1,042,596	1,049,136
		<u>14,231,880</u>	<u>8,766,834</u>
		<u>40,102,240</u>	<u>34,985,671</u>
TOTAL ASSETS			
SHARE CAPITAL AND RESERVES			
Authorised capital		500,000	500,000
Issued, subscribed and paid-up capital	12	286,920	286,920
General reserve		327,000	327,000
Surplus on revaluation of property, plant and equipment		9,407,624	9,575,365
Unappropriated profits		1,728,097	2,398,917
Equity attributable to owners of the parent		<u>11,749,641</u>	<u>12,588,202</u>
Non-controlling interest		181,058	210,190
		<u>11,930,699</u>	<u>12,798,392</u>
NON-CURRENT LIABILITIES			
Long term finances secured	13	6,294,504	5,424,839
Loans from related parties - secured	14	137,472	148,097
Lease liabilities	15	180,835	159,979
Deferred liabilities			
-Deferred taxation		2,675,307	3,174,679
-Provision for gratuity		23,491	22,132
-Deferred government grant		43,922	49,695
		<u>2,742,720</u>	<u>3,246,506</u>
		<u>9,355,531</u>	<u>8,981,421</u>
CURRENT LIABILITIES			
Trade and other payables	16	3,706,404	1,875,443
Unclaimed dividend		15,679	15,679
Short term borrowings - secured	17	13,229,087	9,514,950
Current maturity of non-current liabilities	18	1,407,061	1,409,414
Provision for tax levies - net		457,779	390,372
		<u>18,816,010</u>	<u>13,205,858</u>
		<u>28,171,541</u>	<u>22,187,279</u>
TOTAL LIABILITIES			
Contingencies and commitments	19		
		<u>40,102,240</u>	<u>34,985,671</u>

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


Saqib Khan
Chief Financial Officer


Begum Laila Sarfaraz
Chief Executive


Iskander M Khan
Director

CHASHMA SUGAR MILLS LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	Note	Three month period ended December 31, 2024	December 31, 2023
(Rupees in thousand)			
Gross sales	20	7,508,983	8,844,179
Sales tax, other government levies and discounts	21	(546,098)	(775,533)
Sales - net		<u>6,962,885</u>	<u>8,068,646</u>
Cost of sales		(6,908,313)	(6,233,170)
Gross profit		<u>54,572</u>	<u>1,835,476</u>
Selling and distribution expenses		(300,437)	(236,323)
Administrative and general expenses		(394,990)	(363,063)
Other income		464,263	43,925
Other expenses		(6)	(54,179)
Operating (loss) / profit		<u>(176,598)</u>	<u>1,225,836</u>
Finance cost		(1,186,163)	(772,508)
(Loss) / profit before revenue tax and income tax		<u>(1,362,761)</u>	<u>453,328</u>
Minimum tax - levy		(71,336)	(26,973)
(Loss) / profit before income tax		<u>(1,434,097)</u>	<u>426,355</u>
Taxation (expense) / credit			
- Current		-	(108,851)
- Deferred		566,404	39,621
		<u>566,404</u>	<u>(69,230)</u>
(Loss) / profit for the period		<u>(867,693)</u>	<u>357,125</u>
Attributable to:			
Owners of the Parent Company		(838,561)	402,224
Non-controlling interest		(29,132)	(45,099)
		<u>(867,693)</u>	<u>357,125</u>
(Loss) / earnings per share attributable to owners of parent company - basic and diluted (Rs)		<u>(29.23)</u>	<u>14.02</u>

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


Saqib Khan
Chief Financial Officer


Begum Laila Sarfaraz
Chief Executive


Iskander M Khan
Director

CHASHMA SUGAR MILLS LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	Three month period ended December 31, 2024	December 31, 2023
(Loss) / profit for the period	(867,693)	357,125
Other comprehensive income / (loss)		
Total comprehensive (loss) / income for the period	(867,693)	357,125
Attributable to:		
Owners of the Parent Company	(838,561)	402,224
Non-controlling interest	(29,132)	(45,099)
	(867,693)	357,125

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


Saqib Khan
Chief Financial Officer


Begum Laila Sarfaraz
Chief Executive


Iskander M Khan
Director

CHASHMA SUGAR MILLS LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOW (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	Three month period ended December 31, 2024	December 31, 2023
Cash flow from operating activities	(1,434,097)	426,355
(Loss) / profit for the period - before taxation		
Adjustments for non-cash items:		
Depreciation	536,620	466,753
Gain on sale of operating fixed assets	(1,779)	(2,335)
Profit on deposit accounts	(9,317)	(693)
Mark-up earned on term depository receipts	(452,056)	(22,509)
Finance cost	1,186,163	772,508
Provision for gratuity	2,146	2,070
Minimum tax - levy	71,336	26,973
	(100,984)	1,669,122

Changes in working capital

Decrease / (increase) in stores and spares	23,500	(68,525)
stock-in-trade	(2,417,519)	(5,013,543)
trade debts	(1,213,431)	904,452
loans and advances	(1,712,300)	(3,319,676)
trade deposits and other receivables	1,830,961	16,911
Increase in trade and other payables	(3,509,038)	(6,556,224)
	(3,610,022)	(4,887,102)

Income tax / levies paid

Gratuity paid	(135,735)	(239,048)
	(787)	(1,093)
	(3,746,544)	(5,127,243)

Net cash used in operating activities

(3,746,544)

Cash flow from investing activities

Purchase of property, plant and equipment	(62,536)	(244,542)
Sale proceeds of operating fixed assets	7,934	10,222
Increase in long term security deposits	-	(200)
Profits on bank deposits received	9,317	693
Profits on term finance certificates	452,056	22,509
	406,771	(211,318)

Net cash generated / (used) in investing activities

406,771

Cash flow from financing activities

Long term finances - net	867,664	(103,341)
Short term borrowings (repaid) / obtained	(938,827)	3,801,105
Loan repaid to related party	-	(21,828)
Lease obligation repaid	(47,516)	(35,972)
Finance cost paid	(1,193,516)	(762,074)
	(1,312,195)	2,877,890

Net cash (used) / generated in financing activities

(1,312,195)

Net decrease in cash and cash equivalents

(3,103,288)

Cash and cash equivalents - at beginning of the period

(7,755,256)

Cash and cash equivalents - at end of the period

(5,183,705)

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


Saqib Khan
Chief Financial Officer


Begum Laila Sarfaraz
Chief Executive


Iskander M Khan
Director

CHASHMA SUGAR MILLS LIMITED

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

1. THE GROUP AND ITS OPERATIONS

1.1 Chashma Sugar Mills Limited (the Holding Company)

Chashma Sugar Mills Limited (the Company) was incorporated in Pakistan on May 05, 1988 as a public limited company, under the Companies Ordinance, 1984 (which is repealed on the promulgation of the Companies Act, 2017 on May 30, 2017) and commenced its commercial production from October 01, 1992. The Company has its shares quoted on the Pakistan Stock Exchange Limited. The Company is principally engaged in manufacturing, production, processing, compounding, preparation and sale of sugar, other allied compound, intermediates and by products. The Company is a subsidiary of Premier Sugar Mills and Distillery Company Limited. The head office of the Company is situated at King's Arcade, 20-A, Markaz F-7, Islamabad and its manufacturing facilities are located at Dera Ismail Khan, Khyber Pakhtunkhwa

1.2 Subsidiary Companies

(a) **Whole Foods (Private) Limited**
Whole Foods (Private) Limited (WFPL) - 100% owned subsidiary of the Company was incorporated in Pakistan as a Private Limited Company under Companies Act, 2017 on October 26, 2017. The principal activity of WFPL is to setup, manage, supervise and control the storage facilities for agricultural produce. The WFPL is yet to commence its operations.

(b) **Ultimate Whole Foods (Private) Limited**
Ultimate Whole Foods (Private) Limited ("the Subsidiary Company") was incorporated in Pakistan as a Private Limited Company under Companies Act, 2017 on May 17, 2021. The objective of UWFPL is to set up mills for milling wheat, gram, other grains and other allied products and by-products from flours. The operations of the UWFPL started from October 7, 2023. The Holding Company holds 84% shares of the Subsidiary Company

(c) Premier Grain Ethanol Limited

Premier Grain Ethanol Limited ("the Subsidiary Company"/ PGEEL) was incorporated in Pakistan on April 17, 2024 as a public limited company, under the Companies Act, 2017. The registered office of PGEEL is situated at King's Arcade, 20-A, Markaz F-7, Islamabad. The principal line of business of the PGEEL included manufacturing, production and sale of various grades of Ethanol. The Holding Company subscribed 50,000,000 ordinary shares of Rs 10 each aggregating to Rs. 500 million out of total proposed share capital of 65,002,000 ordinary shares of Rs. 10 each aggregating Rs. 650 million representing 76.92% subscription amount. However, the subscription money was not paid. PGEEL did not commence operations and subsequent to the period end, the Board of Directors of PGEEL passed a resolution for winding up of the Company on January 14, 2025 due to financial and operational difficulties in the business. The same has been communicated to Securities and Exchange Commission of Pakistan (SECP) by PGEEL. The management based on legal opinion obtained from its legal advisor are of the view that CSML has control over the composition of board of directors of PGEEL, accordingly it is a subsidiary of CSML for the purpose of consolidated financial statements. The amounts have been recognised accordingly in these consolidated financial statements.

For the purpose of these condensed interim consolidated financial statements, Chashma Sugar Mills Limited and its subsidiaries are referred to as the Group.

2. Statement of compliance

These condensed interim consolidated financial statements for three month period ended December 31, 2024 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 in this condensed interim consolidated financial statements does not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended September 30, 2024.

CHASHMA SUGAR MILLS LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTH PERIOD ENDED DECEMBER 31, 2024

	Rupees in thousand				
	Share capital	General reserve	Surplus on revaluation of property, plant and equipment	Unappropriated profits	Total
Balance as at October 01, 2023	286,920	327,000	8,382,950	5,426,972	14,423,842
Total comprehensive income for the three month period ended December 31, 2023	-	-	-	402,224	402,224
Income for the period	-	-	-	402,224	402,224
Transfer on account of incremental depreciation (net of deferred taxation)	-	-	(158,017)	402,224	244,207
Balance as at December 31, 2023	286,920	327,000	8,224,933	5,987,213	14,826,066
Balance as at September 30, 2024	286,920	327,000	9,575,365	2,398,917	12,588,202
Total comprehensive loss for the three month period ended December 31, 2024	-	-	-	(838,561)	(838,561)
Loss for the period	-	-	-	(838,561)	(838,561)
Other comprehensive income for the period	-	-	-	-	-
Transfer from revaluation surplus on property, plant and equipment (net of deferred taxation)	-	-	-	(838,561)	(838,561)
Transfer on account of incremental depreciation for the period	-	-	-	167,741	167,741
Income for the period	-	-	-	167,741	167,741
Balance as at December 31, 2024	286,920	327,000	9,407,624	1,728,097	11,749,641

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

Saqib Khan
Chief Financial Officer

Begum Laila Sarfaraz
Chief Executive

Iskander M Khan
Director

	Un-audited December 31, 2024 (Rupees in thousand)	Audited September 30, 2024 (Rupees in thousand)
3. Significant Accounting Policies		
The Accounting policies adopted in the preparation of these condensed interim consolidated financial statements are consistent with those followed in the preparation of the audited financial statements for the year ended September 30, 2024.		
4. Financial risk management		
The Company's financial risk management objectives and policies are consistent with those disclosed in the audited consolidated financial statements for the year ended September 30, 2024.		
5. Seasonality of operations		
Due to seasonal nature of sugar segment of the Group, operating results of the Group are expected to fluctuate in the second half of the year in comparison with the first six months of the year.		
6. Property, plant and equipment		
Operating fixed assets	24,805,089	24,853,179
Capital work-in-progress	408,593	840,134
	<u>25,213,682</u>	<u>25,693,313</u>
6.1 Operating fixed assets - at net book value		
Net book value at the beginning of the period / year	24,853,179	19,700,369
Add: Revaluation surplus during the period / year	-	3,161,518
Add: Additions during the period / year	466,709	3,849,987
Add: Transfers from right of use assets to owned	6,074	29,888
Less: Disposals during the period / year	(6,155)	(36,726)
Depreciation charged for the period / year	(514,718)	(1,851,857)
	<u>(520,873)</u>	<u>(1,888,583)</u>
Net book value at the end of the period / year	<u>24,805,089</u>	<u>24,853,179</u>
6.1.1 Additions during the period / year		
Building and roads	18,291	2,105,688
Plant and machinery	354,196	1,491,115
Electric installations	83,151	105,409
Office equipment	6,299	32,609
Farm equipment	73	73
Furniture and fixtures	2,889	23,466
Vehicles	1,543	65,138
Lab equipment	265	26,490
	<u>466,709</u>	<u>3,849,987</u>
6.2 Capital work-in-progress		
At the beginning of the period / year	840,134	4,083,102
Add: Additions during the period / year	89,633	896,337
Less: Capitalized during the period / year	(521,174)	(4,048,059)
Other adjustments	-	(93,245)
Balance at the end of the period / year	<u>408,593</u>	<u>840,134</u>

	Un-audited December 31, 2024 (Rupees in thousand)	Audited September 30, 2024 (Rupees in thousand)
6.2.1 Additions during the period / year		
Land and building	12,497	265,777
Plant and machinery	7,525	247,465
Electric installations	-	44,319
Vehicles - owned	1,057	6,914
Vehicles - leased	62,554	101,930
Capital stores	-	166,266
Advance payments to contractors	5,000	53,166
Advance payments against land - freehold and buildings	1,000	12,500
	<u>89,633</u>	<u>898,337</u>
7. Right of Use Assets		
Net book value at the beginning of the period / year	316,081	322,672
Add: Additions during the period / year	79,071	97,089
Less: Remeasurement during the period / year	-	6,081
Less: Transfers from right of use assets to owned	(6,074)	(29,888)
Less: Depreciation charge for the period / year	(21,902)	(79,873)
Net book value at the end of the period / year	<u>367,176</u>	<u>316,081</u>
8. Stock-in-trade		
Finished goods		
- Sugar	4,038,883	1,787,519
- Molasses	1,206,225	1,117,556
- Ethanol	318,131	954,434
- Bagasse	166,557	107,203
- Wheat flour	26,537	37,865
	<u>5,756,333</u>	<u>4,004,577</u>
Raw material		
- Wheat	1,214,960	1,010,091
Work-in-process	203,612	21,768
Write down to net realisable value	(5,692)	(284,742)
	<u>7,169,213</u>	<u>4,751,694</u>
8.1		
8.2		
8.1 This represent write down to net realisable value in respect of finished goods - wheat flour and raw material - wheat amounting to Rs 5,692 thousand (September 30, 2024: Rs 5,977 thousand and Rs Nil (September 30, 2024: Rs 278,765 thousand) respectively due to decline in selling prices.		
8.2 Certain short term and long term borrowings of the Group are secured by way of collateral charge on stock-in-trade.		
9. Trade debts - unsecured		
Considered good	1,672,819	459,388
Considered doubtful	2,043	2,043
	<u>1,674,862</u>	<u>461,431</u>
Less: loss allowance	(21,012)	(21,012)
	<u>1,653,850</u>	<u>440,419</u>

	Un-audited December 31, 2024 (Rupees in thousand)	Audited September 30, 2024 (Rupees in thousand)
10. Loans and advances		
Advances to:		
Employees - secured	37,131	15,471
Suppliers and contractors - unsecured	2,300,837	1,058,872
	2,337,968	1,074,343
Due from related parties		
The Premier Sugar Mills and Distillery Company Limited	427,717	98,126
Letters of credit	162,613	43,529
	2,928,298	1,215,998
Less:		
- Provision for doubtful advances	(28,838)	(28,838)
- Loss allowance	(905)	(905)
	2,898,555	1,186,255
11. Trade deposits and other receivables		
Deposits	17,515	17,515
Prepayments	14,681	12,015
Export subsidy receivable	305,519	305,519
Accrued mark-up on term deposit receipts	81,946	50,801
Guarantees issued	15,000	15,000
Others	5,140	18,702
	439,801	419,552
Less: loss allowance	(305,519)	(305,519)
	134,282	114,033
12. Share Capital		
As at period end, the issued, subscribed and paid-up capital of the Company includes following share capital holdings by the related parties:		
	(Number of shares)	
Holding Company	13,751,000	13,751,000
The Premier Sugar Mills & Distillery Co. Ltd.		
Associated Companies		
Azjak Enterprises (Pvt.) Ltd.	1,477,359	1,477,359
Phipson & Co. Pakistan (Pvt.) Ltd.	307,500	307,500
Syntronics Ltd.	3,590,475	3,590,475
	19,126,334	19,126,334

	Un-audited December 31, 2024 (Rupees in thousand)	Audited September 30, 2024 (Rupees in thousand)
13. Long term finances - secured		
Bank Al-Habib Limited	733,479	727,708
Soneri Bank Limited	1,662,071	684,550
MCB Islamic Bank Limited	21,038	23,391
MCB Bank Limited	485,155	519,299
Al Baraka Bank (Pakistan) Limited	279,349	334,646
The Bank of Khyber	316,625	325,157
United Bank Limited	3,739,424	3,754,726
Total	7,237,141	6,369,477
Accrued mark-up	262,097	270,836
	7,499,238	6,640,313
Less: amount payable within next 12 months		
Principal	(942,637)	(942,638)
Accrued mark-up	(262,097)	(270,836)
Amount due after December 31, 2025	6,294,504	5,426,839
13.1		
These represent term and demand finance obtained by the Group from the aforesaid banks and are repayable in 5-7 years with varied grace period. The rate of mark-up ranges from KIBOR + 1% per annum to KIBOR + 2.65% per annum and SBP rate + 4%. These are secured against first / joint pari passu hypothecation charge over all present and future movable fixed assets of the Group and first / joint pari passu charge by way of equitable mortgage on all present and future immovable fixed assets of the Group, pledge of sugar stock and lien on export contract / LC.		
14. Loans from related parties - secured		
Associated Companies		
Premier Board Mills Limited	14.1	62,472
Arpak International Investments Limited	14.2	25,000
Azjak Enterprises (Private) Limited	14.3	85,000
Accrued mark-up		80,596
		253,068
254,537		
Less: amount payable within next 12 months		
Principal	(35,000)	(24,375)
Accrued mark-up	(80,596)	(82,065)
Amount due after December 31, 2025	137,472	148,097
14.1		
This include long term finance facilities obtained by the Company and the Subsidiary.		
The long term finance facility obtained by the Company had been renewed on August 2, 2024. The principal is repayable in 8 semi annual installments commencing from November 2028. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Company.		
WFPL obtained long term finance facility amounting to Rs 25 million. The principal is repayable in 8 semi annual installments commencing from December 2022. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the WFPL.		

14.2 The long term finance facility had been renewed on August 2, 2024. The principal is repayable in 8 semi annual installments commencing from November 2028. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Group.

14.3 The long term finance facility has been renewed on January 3, 2022. The principal is repayable in 8 semi annual installments commencing from December 2024. The rate of mark-up is one month KIBOR + 1.25%, provided the mark up charged by the associated company is not less than the borrowing cost of the associated company. These loans are secured against promissory note from the Group.

	Un-Audited December 31, 2024	Audited September 30, 2024
	(Rupees in thousand)	
15. Lease liabilities		
Balance at beginning of the period / year	249,480	249,926
Additions during the period / year	51,703	100,762
Unwinding of interest on lease liabilities	13,899	54,717
Payments made during the period / year	(47,516)	(160,999)
Remeasurement of lease liabilities	-	6,074
Balance at end of the period / year	267,566	249,480
Less: current portion of long term lease liabilities	(86,731)	(89,501)
	<u>180,835</u>	<u>159,979</u>

16. Trade and other payables

Creditors	2,298,571	620,441
Due to related parties	210,877	150,147
Accrued expenses	214,706	149,144
Retention money	30,926	30,565
Security deposits	1,649	1,299
Advance payments from customers - contract liability	429,468	179,205
Sales tax payable	69,858	344,116
Income tax deducted at source	270,863	215,706
Payable for workers' welfare fund	30,258	30,258
Payable to employees	103,592	89,117
Payable to provident fund	9,290	9,574
Others	36,346	55,871
	<u>3,706,404</u>	<u>1,875,443</u>

16.1 This represents amounts due to the following related parties and are interest free and payable on demand:

Associated Companies	
Syntron Limited	63,907
Syntronics Limited	11,993
Aziak Enterprises (Private) Limited	34,977
Directors	100,000
	<u>210,877</u>
	<u>150,147</u>

	Note	Un-Audited December 31, 2024	Audited September 30, 2024
	(Rupees in thousand)		
17. Short term borrowings - secured			
Cash / running finance		6,343,852	3,698,424
Export re finance	17.1	4,510,237	5,449,064
		12,854,089	9,147,488
Accrued mark-up		374,998	367,462
		<u>13,229,087</u>	<u>9,514,950</u>

17.1 These represent cash finance and export re-finance facilities and are repayable in six months to one year period. The rate of mark-up ranges from SBP Raies+1% per annum to KIBOR + 1.50% per annum and are secured against pledge of sugar stock with margin ranging from 10% to 25%, lien on export contracts / LCs and import documents.

18. Current maturity of non-current liabilities

Long term finances	13	1,204,734	1,213,473
Loans from related parties	14	115,596	106,440
Lease liabilities	15	86,731	89,501
		<u>1,407,061</u>	<u>1,409,414</u>

19. Contingencies and commitments

19.1 Contingencies

19.1.1 There has been no significant change in the status of contingencies as disclosed in note 25 to the audited consolidated financial statements of the Group for the year ended September 30, 2024.

19.2 Commitments

The Group has following commitments in respect of:

- Foreign letter of credit for purchase of plant and machinery

- capital expenditure other than for letters of credit

	188,481	285,663
	11,130	25,515

	Un-Audited December 31, 2024	Un-Audited September 30, 2023
	(Rupees in thousand)	
Three month period ended		
	4,580,285	6,597,278
	2,928,698	2,246,901
	<u>7,508,983</u>	<u>8,844,179</u>

20. Gross sales

Local	543,781	724,085
Export	2,317	51,448
	<u>546,098</u>	<u>775,533</u>

21. Sales tax, other government levies and discounts

Indirect taxes	543,781	724,085
Discounts	2,317	51,448
	<u>546,098</u>	<u>775,533</u>

22. Segment operating results for the three month period ended December 31, 2024 (Un-audited)

	Sugar Division		Etanad Division		Wheat Division		Total	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
Sales	3,545,797	4,815,095	2,453,156	2,374,436	1,573,026	1,850,677	7,589,883	8,944,179
- External Customers	3,181,875	4,145,095	2,153,156	2,374,436	1,573,026	1,850,677	7,170,858	8,511,387
- Intra segment	363,922	669,999	300,000	0	0	0	363,922	669,999
Less: Sales tax and others	(599,783)	(706,439)	(55,044)	(20,065)	(1,271)	(49,032)	(654,098)	(775,533)
Sales - net	3,184,689	4,220,017	2,418,114	2,350,371	1,571,757	1,801,645	7,114,710	8,360,033
Segment expenses:								
Cost of sales	(3,304,829)	(3,091,021)	(2,010,716)	(1,268,760)	(1,592,766)	(1,852,359)	(6,904,313)	(8,233,170)
less: Intra segment cost	(119,840)	(1,128,996)	(1,501,474)	(1,501,474)	(1,592,766)	(1,852,359)	(7,120,188)	(8,541,474)
Gross profit	(230,140)	(871,004)	407,398	1,081,601	0	0	1,214,597	728,563
Selling and distribution expenses	(45,166)	(10,806)	(225,352)	(225,151)	(28,919)	(28,919)	(300,437)	(236,323)
Administrative and general expenses	(159,376)	(211,723)	(118,094)	(86,021)	(60,593)	(41,115)	(396,063)	(540,859)
Others	(544,540)	(222,151)	(343,436)	(313,536)	(60,513)	(41,115)	(665,421)	(595,304)
(Loss) / profit from operations	(849,122)	(1,315,684)	(281,984)	(543,163)	(150,025)	(111,149)	(1,546,532)	(2,475,020)
Other income	454,571	42,832	1,393	1,093	406	-	456,370	43,925
Finance cost	(6)	(54,179)	-	-	-	-	(406)	(54,179)
Segment results	50,083	855,118	(147,915)	(443,686)	(101,521)	(91,859)	(64,158)	(164,373)
Finance cost								
(Loss) / profit before revenue tax and income tax	50,083	855,118	(147,915)	(443,686)	(101,521)	(91,859)	(64,158)	(164,373)
Minimum tax - levy								
(Loss) / profit before income tax								
Taxation								
(Loss) / profit for the period								

22.1 Segment assets and liabilities

	Un-audited December 31, 2024		Audited September 30, 2024	
	Assets	Liabilities	Assets	Liabilities
Sugar	25,751,615	13,826,571	21,102,961	14,647,056
Ethanol	8,090,649	6,193,093	7,367,338	1,944,447
Wheat	5,393,951	3,778,118	4,768,089	6,040,982
Other	39,615	1,000,000	39,615	1,000,000
Total assets / liabilities	40,102,240	29,171,541	34,965,617	22,187,279

23. Transactions with related parties

23.1 The Group has related party relationship, with its Holding Company and associated companies, its directors, key management personnel and employee benefit plan. The Group in the normal course of business carries out transactions with various related parties. There were no transactions with key management personnel other than under the terms of employment. Aggregate transactions with the related parties during the period were as follows:

	Holding Company		Three month period ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
Issuance of store items			4,023	54
Expenses paid on behalf of the Group			1,552	998
Expenses paid by the Group			27,092	7,088
Rent income			29	29
Associated Companies				
Services on behalf of the Group			17,611	13,236
Expenses paid on behalf of the Group			45	1,008
Purchase of goods			130,469	213,524
Mark-up charged to the Group			8,003	10,821
Post employment benefit				
Expense charged in respect of retirement benefit plan			10,638	9,496
Key management personnel / Directors				
Salaries and other benefits			82,340	71,212

24. Fair value of financial assets and liabilities

The carrying value of financial assets and liabilities reflected in financial statements approximate their respective fair value.

Fair value hierarchy

Certain property, plant and equipment of the Group was valued by independent valuer to determine the fair value of property, plant and equipment as at September 30, 2024. The revaluation surplus was credited to other comprehensive income and is shown as 'surplus on revaluation of property, plant and equipment'. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
 - Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
 - Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).
- Level 2 fair value of certain property, plant and equipment has been derived using the comparison approach. Sales prices of comparable property, plant and equipment in identical circumstances or close proximity are adjusted for differences in key attributes such as property size, structure, location, capacity etc. The most significant inputs into this valuation approach are price per marla, price per square feet, depreciated replacement cost etc.

25. General

25.1 Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of better presentation and comparison; however, no material re-arrangements / re-classifications have been made in this condensed interim financial information.

In the statement of profit or loss, the minimum tax and final tax previously presented as income taxes have now been reclassified as "final taxes - levy" under IAS 37 / IFRIC 21 amounting to Rs 26,973 thousand for the period ended December 31, 2023.

25.2 Figures in these condensed interim consolidated financial statements have been rounded-off to the nearest thousand Rupees.

26. Date of authorisation for issue

These condensed interim financial statements were authorised for circulation to the shareholders by the Board of Directors of the Company on February 25, 2025.



Saqib Khan
Chief Financial Officer



Begum Laila Sarfaraz
Chief Executive



Iskander M Khan
Director