MACCA GROUP

ABDULLAH SHAH GHAZI
SUGAR MILLS LIMITED

3rd 2026

QUARTER REPORT

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CORPORATE INFORMATION

Board of Directors

Muhammad Dawood (Chief Executive/Director)
Yasir Iqbal (Chairman)
Muhammad Nawaz
Muhammad Rasheed Rana
Atif Butt
Muhammad Talib
Amjad Abbas

Audit Committee

Muhammad Nawaz (Chairman/Member)
Atif Butt (Member)
Amjad Abbas (Member)

Chief Financial Officer

Sohail Azam Khan

Company Secretary

Saleem Abbas

Internal Auditors'

Mamoon Ahmad Moon

Auditors'
Zahid Jamil & Co.
Chartered Accountants

Registrar

CDC Shares Registrar Services Limited,
CDC House, 99-B, Block-B, S.M.C.H.S.,
Main Shahrah-e-Faisal, Karachi, Pakistan

Registered Office

7/10, A-2 Arkay Square
Shahrah-e-Liaqat, New Challi, Karachi

Mills

Abdullah Shah Ghaziabad, Garho,District
Thatta, Sindh

Bankers

Bank Islami Pakistan Limited
Bank Al-Falah Limited
Silk Bank Limited
MCB Bank Limited
Meezan Bank Limited
Habib Metropolitan Bank Limited
United Bank Limited
Allied Bank Limited

Web Presence:
www.asgsml.com

MISSION STATEMENT

To be the premier sugar and allied product’s manufacturer while providing our clients with flexibility, on-time delivery, and consistent quality and to achieve sustainable and equitable expansion and growth through efficient and effective resources and at the same time developing a corporate business environment most suited to all the employees and people Concerned.

VISION STATEMENT

To transform the Company into a market leader for the Quality Sugar Manufacturing, while keeping our focus on the growing customer base, be characterized by a high degree of professionalism and is accountable for the successful fulfillment of the company’s mission, and to play a meaningful role in the economy of Pakistan

DIRECTORS REVIEW REPORT

The Directors are pleased to present the un-audited condensed interim financial information of the Company for the nine months' period ended on June 30, 2026. This condensed interim financial information is presented to the shareholders of the Company in compliance with the International Accounting Standard No. 34 “Interim Financial Reporting”, the Code of Corporate Governance, under Section 237 of the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019. The enclosed financial information has been reviewed by the external auditors, as required by the Code of Corporate Governance.

OPERATIONAL PERFORMANCE

During the crushing season 2025-26, unfortunately, the operations had to be closed for the season due to serious technical problems in one of mills boiler and power turbine.

FINANCIAL PERFORMANCE

The Company suffered loss after taxation of Rs.192.084 million (2025: loss Rs.175.896 million) during the nine months' period ended on June 30, 2026 due to closure of operations of the mills during the crushing season 2025-26.

ECONOMICAL CHALLENGES

Currently, Pakistan's domestic sugar prices are almost half of the world prices, as many countries protect their sugar industries, resulting in higher domestic prices. This makes sugar in Pakistan one of the cheapest in the world. Given that sugarcane prices have been increasing by 20-25% annually over the past few years, it is logical that sugar prices should also rise similarly. It is essential for sugarcane prices to continue increasing to prevent farmers from switching to other crops, as sugarcane is already planted on less than 5% of the country's agricultural land. Government needs to stabilize sugar prices by taking various measures to reduce the gap between imported and local sugar prices so that growers can get better prices of their produce according to the international prices of the commodity and sugar industry can make reasonable profits.

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this half yearly 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 spirit of good work done by the Company's staff at all levels and valuable support of our Bankers.

ON BEHALF OF THE BOARD

Chief Executive/Director

Director

Lahore
July 27, 2026

ڈائریکٹرز کی رپورٹ

ڈائریکٹرز کو یہ پیش کرتے ہوئے خوشی ہو رہی ہے کہ 30 جون 2026 کو ختم ہونے والے نو ماہ کے عرصہ کی کمپنی کی غیر آڈٹ شدہ مختصر عبوری مالی معلومات پیش کی جا رہی ہیں۔ یہ عبوری مالی معلومات بین الاقوامی اکاؤنٹنگ معیار نمبر34 ، کمپنیز ایکٹ 2017 کی دفعہ237 ، کارپوریٹ گورننس کوڈ اور لسٹڈ کمپنیز) کوڈ آف کارپوریٹ گونس (ریگولیشنز 2019 کے مطابق شیئر ہولڈرز کے سامنے پیش کی جا رہی ہیں۔ مذکورہ مالی معلومات کا ضابطہ کارپوریٹ گونس کے مطابق بیرونی آڈیٹرز نے جائزہ لیا ہے۔

آپریشنل کارکردگی

کرشنگ سیزن 26-2025 کے دوران بدقسمتی سے مل کے ایک بوائلر اور پاور ٹربائن میں سنگین تکنیکی خرابی پیدا ہونے کے باعث سیزن کے دوران مل کی کارروائیاں بند کرنا پڑیں۔

مالی کارکردگی

کمپنی کو 30 جون 2026 کو ختم ہونے والے نو ماہ کے عرصہ میں بعد از ٹیکس 192.084 ملین روپے کا نقصان ہوا، جبکہ گزشتہ سال اسی عرصہ میں نقصان 175.896 ملین روپے تھا۔ یہ نقصان کرشنگ سیزن 26-2025 کے دوران مل کی بندش کے باعث ہوا۔

معاشی چیلنجز

اس وقت پاکستان میں چینی کی مقامی قیمتیں عالمی قیمتوں کے مقابلے میں تقریباً نصف ہیں کیونکہ متعدد ممالک اپنی شوگر انڈسٹری کو تحفظ فراہم کرتے ہیں۔ گزشتہ چند برسوں میں گنے کی قیمتوں میں سالانہ 20 تا 25 فیصد اضافہ ہوا ہے، لہٰذا چینی کی قیمتوں میں بھی اسی تناسب سے اضافہ ہونا چاہیے۔ حکومت کو چاہیے کہ درآمدی اور مقامی چینی کی قیمتوں کے فرق کو کم کرنے کے لیے مؤثر اقدامات کرے تاکہ کاشتکاروں کو عالمی منڈی کے مطابق مناسب قیمت مل سکے اور شوگرانڈسٹری بھی معقول منافع کما سکے۔

اکاؤنٹنگ پالیسیاں

اس ششماہی مختصر عبوری مالی معلومات کی تیاری میں وہی اکاؤنٹنگ پالیسیاں اختیار کی گئی ہیں جو کمپنی کے گزشتہ سالانہ مالی بیانات کی تیاری میں استعمال کی گئی تھیں۔

اظہارِ تشکر

ڈائریکٹرز کمپنی کے تمام ملازمین کی محنت اور لگن نیز بینکاروں کے مسلسل تعاون کو سراہتے ہیں۔

بذریعہ بورڈ

چیف ایگزیکٹو / ڈائریکٹر

ڈائریکٹر

لاہور

27جولائی2026

CONDENSED INTERIM BALANCE SHEET
AS AT JUNE 30, 2026

	Notes	(Un-Audited) June 30, 2026	(Audited) September 30, 2025
		RUPEES	
LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
100,000,000 (2025:100,000,000) ordinary shares of Rs. 10/- each		**1,000,000,000**	1,000,000,000
Issued, subscribed and paid-up capital	5	**792,616,660**	**792,616,660**
Surplus in revaluation of property, plant and equipment		**999,242,855**	**1,053,387,494**
Accumulated loss		**(2,940,173,006)**	**(2,802,233,637)**
		(1,148,313,491)	**(956,229,483)**
NON-CURRENT LIABILITIES			
Long term loans - Unsecured	6.1	**1,050,067,753**	**856,803,592**
Long term loans - Secured	6.2	**200,000,000**	**222,000,000**
Deferred Liabilities		**63,003,178**	**136,641,125**
		1,313,070,931	**1,215,444,717**
CURRENT LIABILITIES			
Trade and other payables		**2,241,696,080**	**2,300,794,169**
Finance cost payable		**799,674,719**	**698,194,512**
Short term borrowings - Secured		**18,973,000**	**18,973,000**
Current portion of long term loan from bank		**25,000,000**	**15,000,000**
Current tax liability		**--**	**3,421,420**
		3,085,343,799	**3,036,383,101**
CONTINGENCIES		**--**	--
		3,250,101,239	**3,295,598,335**
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipments		3,106,269,040	3,209,662,254
CURRENT ASSETS			
Stores and spares		**54,687,789**	47,540,969
Stock in trade		**3,885,126**	3,885,126
Advances		**30,883,067**	13,690,722
Other Receivables		**302,735**	**302,735**
Tax Refunds due from government		**30,150,895**	16,028,186
Cash and bank balances		**23,922,588**	4,488,343
		143,832,199	85,936,081
		3,250,101,239	3,295,598,335

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

CHIEF EXECUTIVE OFFICER **DIRECTOR** **CHIEF FINANCIAL OFFICER**

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS ENDED JUNE 30, 2026

	9 monhts		3 months	
	Oct 2025 to Jun 2026	Oct 2024 to Jun 2025	Apr 2026 to Jun 2026	Apr 2025 to Jun 2025
	RUPEES		RUPEES	
Sales		260,873,065		140,829,394
Cost of Sales	(162,406,875)	(457,212,462)	(51,030,516)	(183,797,733)
Gross Profit/(Loss)	(162,406,875)	(196,339,397)	(51,030,516)	(42,968,339)
OPERATING EXPENSES				
Administrative & general expenses	(12,011,416)	(11,349,281)	(3,230,134)	(3,310,745)
	(12,011,416)	(11,349,281)	(3,230,134)	(3,310,745)
Operating Profit/(Loss)	(174,418,291)	(207,688,678)	(54,260,650)	(46,279,084)
Other Income	10,179,202	19,299,151	-	-
Profit/(Loss) for the 3rd quarter	(164,239,089)	(188,389,527)	(54,260,650)	(46,279,084)
Finance Cost	(101,482,867)	(100,348,373)	(37,112,147)	(32,297,666)
Profit before taxation	(265,721,956)	(288,737,900)	(91,372,797)	(78,576,750)
Taxation	73,637,948	112,842,026	48,440,181	21,200,368
Profit after taxation	(192,084,008)	(175,895,874)	(42,932,616)	(57,376,382)
Earning Per Share- Basic and diluted	(2.42)	(2.22)	(0.54)	(0.72)

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

CHIEF EXECUTIVE OFFICER	DIRECTOR	CHIEF FINANCIAL OFFICER

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS ENDED JUNE 30, 2026

	9 months		3 months	
	Oct 2025 to Jun 2026	Oct 2024 to Jun 2025	Apr 2026 to Jun 2026	Apr 2025 to Jun 2025
	RUPEES		RUPEES	
Profit/(Loss) for the period	(192,084,008)	(175,895,874)	(42,932,616)	(57,376,382)
Other Comprehensive income:				
Transfer from surplus on revalution of property, plant and equipment	-	-	-	-
Related deferred tax	-	-	-	-
	-	-	-	-
Total comprehensive income Profit/ (loss) for the period	(192,084,008)	(175,895,874)	(42,932,616)	(57,376,382)

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

CHIEF EXECUTIVE OFFICER	DIRECTOR	CHIEF FINANCIAL OFFICER

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED JUNE 30, 2026

	Jun 2026 RUPEES	Jun 2025 RUPEES
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(265,721,956)	(288,737,900)
Adjustments for non cash and other items:		
Depreciation	118,034,143	124,356,990
Financial charges	101,482,867	100,348,373
Prior year adjusment	(10,179,202)	(19,299,151)
	209,337,808	205,406,213
Cash flow before working capital changes	(56,384,147)	(83,331,688)
Changes in working capital		
(Increase) / decrease in current assets:		
Stores and spares	(7,146,819)	6,575,637
Stock in trade	0	(19,475,034)
Advances, deposits and prepayments	(24,349,450)	4,956,339
Increase / (decrease) in current liabilities:		
Trade and other payables	(48,918,886)	(5,146,934)
	(80,415,155)	(13,089,991)
Cash (used) in operations	(136,799,302)	(96,421,679)
Payments for:		
Taxes	(10,387,025)	--
Financial charges	(2,659)	(54,281)
	(10,389,684)	(54,281)
Net cash used from operating activities	(147,188,986)	(96,475,960)
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(14,640,930)	(134,230,480)
Net cash used in investing activities	(14,640,930)	(134,230,480)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans - Net	(12,000,000)	(8,000,000)
Long term loan from related party - unsecured	193,264,161	245,696,191
Net cash generated from financing activities	181,264,161	237,696,191
Net decrease in cash and cash equivalent	19,434,245	6,989,752
Cash and bank balances at the beginning of the period	4,488,343	1,292,593
Cash and bank balances at the end of the period	23,922,588	8,282,345

The annexed notes form an integral part of the interim condensed financial information.

CHIEF EXECUTIVE OFFICER **DIRECTOR** **CHIEF FINANCIAL OFFICER**

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED JUNE 30, 2026

	Share capital	Accumulated Surplus on revaluation of property plant and equipment-net	Un-appropriated Profit	Total
		RUPEES		
Balance as at October 01, 2024	792,616,660	1,110,654,739	(2,548,814,371)	(645,542,972)
Total comprehensive income for the year	--	-	(175,895,874)	(175,895,874)
Transfer from surplus on revaluation of property, plant and equipments in respect of Incremental depreciation - Net of tax	--	(57,267,245)	57,267,245	-
	--	(57,267,245)	(118,628,629)	(175,895,874)
Balance as at June 30, 2025	**792,616,660**	**1,053,387,494**	**(2,667,443,000)**	**(821,438,847)**
Balance as at October 01, 2025	792,616,660	1,053,387,494	(2,802,233,637)	(956,229,483)
Total comprehensive income for the period	--	-	(192,084,008)	(192,084,008)
Transfer from surplus on revaluation of property, plant and equipments in respect of Incremental depreciation - Net of tax	--	(54,144,639)	54,144,639	-
	--	(54,144,639)	(137,939,369)	(192,084,008)
Balance as at June 30, 2026	**792,616,660**	**999,242,855**	**(2,940,173,006)**	**(1,148,313,491)**

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

CHIEF EXECUTIVE OFFICER **DIRECTOR** **CHIEF FINANCIAL OFFICER**

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JUNE 30, 2026

1) STATUES AND NATURE OF COMPANY

The Company was incorporated in Pakistan on February 25, 1984 as a Private Limited Company and was subsequently converted into a Public Limited Company on February 11, 1990. The Company is listed in Pakistan Stock Exchange. The principal business of the Company is manufacturing and selling of refined sugar and by products.

2) BASIS OF PREPARATION

2.1) Statement of Compliance

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) and Islamic Financial Accounting Standars (IFAS) issued by the Institute ofChartered Accountants of pakistan as are notified under the Companies Ordinance, 1984, the requirements of the Companies Ordinance, 1984 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Companies Ordinance, 1984, or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Companies Ordinance 1984 or the said directives issued by the SECP prevail.

2.2) Accounting Convention

These financial statements have been prepared under the “historical cost convention” except of certain classes of property, plant and equipments which are stated at revalued amount and employee retirement benefits which are stated at fair value.

3) SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company’s accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors involving a higher degree of expectations of future events that are believed to be reasonable under the circumstances.

3.1) Employee Benefits

The cost of defined benefit retirement plan (gratuity) is determined using actuarial valuations (projected unit credit method) performed by independent actuaries. The actuarial valuation involves making assumptions about discount rates, future salary increases, and mortality rates. All assumptions are reviewed at each reporting date.

3.2) Taxation

In making the estimate for income tax payable by the Company, the Company takes into account the applicable tax laws and the decision by appellate authorities on certain issues in the past.

3.3) Property, Plant and Equipment

The Company reviews appropriateness of the rate of depreciation and useful life used in the calculation of depreciation. Further, where applicable, an estimate of the recoverable amount of assets is made for possible impairment on an annual basis. In making these estimates, the Company uses the technical resources available with the Company. Any change in the estimates in the future might affect the carrying amount of respective item of property, plant and equipment, with corresponding effects on the depreciation charge and impairment.

3.4) **Inventories**

The Company reviews the net realizable value of stock in trade and stores and spare parts to assess any diminution in the respective carrying values. Net realizable value is estimated with reference to the estimated selling price in the ordinary course of business less the estimated cost necessary to make the sale.

3.5) **Impairement**

The management of the company reviews carrying amounts of its assets including receiveables and advances and cash generating units for possible impairement makes formal estimates of recoverable amiounts if there is such indication.

3.6) **Provisions and Contigencies**

The company reviews the status of all pending litigations and claims against the company. Based on its judgement and the advice of the legal advisdors for the estimated financial outcome, appropriate disclosure or provision is made. The actual outcome of those litigation and claims can have an effect on the carrying amounts of the liabilities recognised at the balance sheet date.

4) GOING CONCERN ASSUMPTION

The interim condensed financial statements of the company for the Nine Months Period ended June 30, 2026 reflect that company has sustained a net loss after taxation of Rs. Rs. 192.084/- million and as of that date it has accumulated losses of Rs.2,940.173/- million (Sep 2025: Rs.2,802.234/- million) and its current liabilities exceeded its current assets by Rs. 2,941.512 million (Sep 2025: Rs. 2,950.447 million). These conditions indicate that the material uncertainty exist ,which may cast significant doubts on the company's ability to continue as going concern and therefore the company may not be able to realize its assets and discharge its liabilities in the normal course of business. However management has taken the following significant measures to improve the operational performance and liquidity of the company:

a) Unfavorable business conditions are temporary and cyclical in nature and would reverse in future;
b) Arbitration efforts that have been undertaken to resolve dispute with TCP will be successful and the Company will be able to settle the subject amount in a convenient and sustainable manner;
c) Negotiations with all the secured creditors and financial institutions to restructure the liabilities on long-term basis are underway and some financial institutions have restructured their facilities and management expects that the remaining will alsol turnout successful; and
d) There will be a persistent financial support from sponsors to enable Company to survive as a ‘going concern’.
e) Further, the management is actively pursuing a plan to reduce cost and to increase the efficiency of mills.

Accordingly the going concern assumption used in preparation of these financial statements is justified.

	Un - Audited June 30, 2026 Rupees	Audited September 30, 2025 Rupees
5) ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
79,261,666 (2025: 79,261,666) Ordinary shares of Rs.10/- each fully paid in cash	792,616,660	792,616,660

5.1) 62,215,609 (2025:62,215,609) shares are held by Haq Bahu Sugar Mills (Private) Limited (holding company) representing 78.49% (2025 : 78.49%) shareholding in the company.

			Un - Audited	Audited
			June 30,	September 30,
			2026	2025
6)	**LONG TERM LOANS:**		**Rupees**	Rupees
	Subordinated loan from holding Company - Unsecured	6.1	1,050,067,753	856,803,592
	Long term loan from bank - Secured	6.2	200,000,000	222,000,000
			1,250,067,753	**1,078,803,592**

6.1) The loan has been advanced by M/s. Haq Bahu Sugar Mills (Pvt.) Ltd. which carries mark-up @ 3 months KIBOR plus 1% (2023: @ 3 months KIBOR plus 1%) payable half yearly. Since the loan will not be repayable within next twelve months therefore the same has been classified as long term liability. The loan is subordinated to certain short term finance facility obtained by the company and is subject to BOD resolution/approval.

6.2) The Bank Islami Limited had filed a recovery suit for Rs. 360,907,225/- on account of loan recovery against the Company. On May 2021, the learned court has reserved its judgment on this issue. Although, the case would be discharged from the court once the loan matures and NOC issued by the bank is filed with the court, but both the Company and the bank have mutually agreed to restructure the financing arrangement. Under the restructured financing arrangement, the Company shall pay principal amount of Rs. 275 Million, mark-up amount of Rs. 36.444 Million and an estimated additional rental / future profit of Rs. 126.358 Million to the bank by June 30, 2032, with markup payments starting from September 2028. All the agreed payments have been discounted and appropriately accounted and disclosed for.

7) TRADE AND OTHER PAYABLES

This includes advances from customers aggregating Rs.708.633 million (Year ended September 2025 Rs.680.987 million)

8) SHORT TERM BORROWINGS - Secured

Others - Unsecured, interest free	8.1	18,973,000	18,973,000
		18,973,000	18,973,000

8.1) This loan is interest free and unsecured and is payable with the mutual consent.

9) CONTINGENCIES AND COMMITMENTS

9.1) **Contingencies**

a) The Company received advances from Trading Corporation of Pakistan (TCP) under four different sugar supply agreements. The Company has disputed the supply of sugar under the said agreements contending that TCP made numerous breaches of the agreements causing enormous losses to the Company and has filed a civil suit in court of Honorable Civil Judge, Lahore praying to refer the dispute for arbitration under the terms of the agreements. The Court has initiated exparte proceedings against TCP and matter is a pending adjudication.

b) During the previous year under consideration TCP filed a complaint with National Accountability Bureau (NAB), Sindh for recovery of the amount advanced by it as referred in preceding paragraph. Total amount claimed by TCP is Rs.1,311.528 million being principle amount of Rs.570.913 million plus Rs.740.615 million being penalty, markup and other incident charges. The matter is pending with NAB for disposal and the management expects that outcome will be in its favor and penalty, markup and other incidental charges of Rs.740.615 million would not be payable, hence no provision there against has been made in these financial statements. During the year TCP has encashed Margin on Gaurantee deposited by the company with the banks and therefore the pinciple amount claimed has been reduced to 521.165 million.

10) CORRESPONDENDING FIGURES

The corresponding figures have been rearranged and reclassified for the purpose of comparison and better presentation however there has been no significant reclassification.

11) DATE OF AUTHORIZATION FOR ISSUE

The financial statements were approved by the board of directors and authorized for issue on July 27, 2026

12) GENERAL

Figures have been rounded off to the nearest rupee.

CHIEF EXECUTIVE OFFICER	DIRECTOR	CHIEF FINANCIAL OFFICER

GET IN TOUCH

www.asgsml.com

Abdullah Shah Ghazi Abad,
P.O. Garho, District Thatta