Habib Sugar Mills Limited

3RD/4TH FLOOR, IMPERIAL COURT, DR. ZIAUDDIN AHMED ROAD, KARACHI-75530 (PAKISTAN)

Ref: HSM/SD/1000 /2020

July 29, 2020

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Through PUCARS also

Dear Sir,

CONDENSED INTERIM FINANCIAL RESULTS (UNCONSOLIDATED AND CONSOLIDATED)
FOR THE QUARTER AND CUMULATIVE FOR THREE QUARTERS ENDED JUNE 30, 2020 (UNAUDITED)

We wish to inform you that the Board of Directors of the Company in their meeting held on Wednesday, July 29, 2020 at 12:00 noon at 4th Floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi, approved the unaudited condensed interim financial results of the Company (unconsolidated and consolidated) for the quarter and cumulative for three quarters ended June 30, 2020 and recommended the following :

(i)	**Cash Dividend**	**N I L**
(ii)	**Bonus Shares**	**N I L**
(iii)	**Right Shares**	**N I L**
(iv)	**Any Other Entitlement/Corporate Action**	**N I L**
(v)	**Any Other Price-Sensitive Information**	**N I L**

The unaudited condensed interim financial results (unconsolidated and consolidated) approved by the Board of Directors of the Company is appended in Annexures A & B respectively.

The Report of the Company for the quarter and cumulative for three quarters ended June 30, 2020 will be transmitted through PUCARS separately, within the specified time.

The Bagasse Based project of the Company was on hold for a long time, due to non-clarity on the policy of the Government for bagasse based energy projects. The Board members reviewed the present situation of these projects and after considering the uncertainty regarding the tariff and dispute over the power purchasing terms with CPPA, have decided to discontinue the project and wind up the HSM Energy Limited.

Yours faithfully

AMIR BASHIR AHMED
Chief Financial Officer

KHURSHEED ANWER JAMAL
Company Secretary

Encl: *As above.*

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Annexure-A

HABIB SUGAR MILLS LIMITED

Unconsolidated Condensed Interim Financial Results for the Quarter and Cumulative for three quarters ended June 30, 2020 (Unaudited)

		Three quarters ended		Quarter ended	
		June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
		(Rupees in thousands)			
Segment operating results					
Net sales and services		7,943,231	6,485,170	3,586,177	3,366,741
Cost of sales		(6,903,552)	(5,331,741)	(2,960,294)	(2,853,400)
Gross Profit		1,039,679	1,153,429	625,883	513,341
Selling and distribution expenses		(182,297)	(232,492)	(77,222)	(108,615)
Administrative expenses		(145,349)	(132,687)	(46,593)	(42,231)
Other operating expenses		(61,819)	(58,982)	(32,307)	(25,063)
Impairment on long-term investments - available for sale		-	(76,698)	-	(46,119)
Other income		132,682	293,720	1,014	135,915
		(256,783)	(207,139)	(155,108)	(86,113)
Operating profit		782,896	946,290	470,775	427,228
Finance income - net		194,728	54,375	55,514	8,984
Profit before taxation		977,624	1,000,665	526,289	436,212
Taxation		(130,000)	(105,000)	(65,000)	(55,000)
Profit after taxation		847,624	895,665	461,289	381,212
Earnings per share - Basic and diluted	Rs.	5.65	5.97	3.08	2.54

AMIR BASHIR AHMED
Chief Financial Officer

KHURSHEED ANWER JAMAL
Company Secretary

Annexure-B

HABIB SUGAR MILLS LIMITED

Consolidated Condensed Interim Financial Results for the Quarter and Cumulative for three quarters ended June 30, 2020 (Unaudited)

	Three quarters ended		Quarter ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
	(Rupees in thousands)			
Segment operating results				
Net sales and services	7,943,231	6,485,170	3,586,177	3,366,741
Cost of sales	(6,903,552)	(5,331,741)	(2,960,294)	(2,853,400)
Gross Profit	1,039,679	1,153,429	625,883	513,341
Selling and distribution expenses	(182,297)	(232,492)	(77,222)	(108,615)
Administrative expenses	(145,927)	(137,008)	(46,636)	(43,635)
Other operating expenses	(61,819)	(58,982)	(32,307)	(25,063)
Impairment on long-term investments - available for sale	-	(76,698)	-	(46,119)
Other income	132,682	293,719	1,014	135,914
	(257,361)	(211,461)	(155,151)	(87,518)
Operating profit	782,318	941,968	470,732	425,823
Finance income - net	194,739	54,370	55,534	8,984
Profit before taxation	977,057	996,338	526,266	434,807
Taxation	(130,013)	(105,000)	(65,005)	(55,000)
Profit after taxation	847,044	891,338	461,261	379,807
Earnings per share - Basic and diluted Rs.	5.65	5.94	3.08	2.53

AMIR BASHIR AHMED
Chief Financial Officer

KHURSHEED ANWER JAMAL
Company Secretary