



TIMELESS RELATIONSHIP OF GROWTH & PROSPERITY



noon 3RD QUARTER | 2024
SUGAR MILLS LTD. 30 JUNE

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CORPORATE INFORMATION

BOARD OF DIRECTORS	Mr. K. Iqbal Talib Lt Col Abdul Khaliq Khan (Retd) Mr. Saif Ullah Khan Noon Syed Ali Raza Mr. Irfan Ahmed Mr. Atta Ali Malik Ms. Maryam Mamdot	Chairman Chief Executive / Director (Executive Director) (Non- Executive Director) (Non- Executive Director) (Non- Executive / Independent Director) (Non- Executive / Independent Director)
AUDIT COMMITTEE	Mr. Atta Ali Malik Syed Ali Raza Ms. Maryam Mamdot	Chairman Member Member
HR & R COMMITTEE	Syed Ali Raza Mr. Saif Ullah Khan Noon Lt Col Abdul Khaliq Khan (Retd)	Chairman Member Member
TECHNICAL COMMITTEE	Mr. Irfan Ahmed Mr. Saif Ullah Khan Noon Lt Col Abdul Khaliq Khan (Retd)	Chairman Member Member
MANAGEMENT	Lt Col Abdul Khaliq Khan (Retd) Mr. Saif Ullah Khan Noon Syed Adeel Ahmed Mr. Rizwan Sohail (FCA)	Chief Executive Executive Director Chief Operating Officer Chief Financial Officer
COMPANY SECRETARY	Mr. Nasir Iqbal Ansari	
HEAD INTERNAL AUDIT	Muhammad Ashfaq (FCMA)	
AUDITORS	Shinewing Hameed Chaudhri & Co., Chartered Accountants	
LEGAL ADVISERS	Hassan & Hassan (Advocates)	
BANKERS	Al Baraka Bank (Pakistan) Limited Askari Bank Limited Bank Alfalah Limited – Islamic Banking Bank Islami Pakistan Limited Dubai Islamic Bank Pakistan Limited Faysal Bank Limited Habib Bank Limited – Islamic Banking MCB Bank Limited Meezan Bank Limited Mobilink Microfinance Bank National Bank of Pakistan Samba Bank Limited The Bank of Punjab United Bank Limited	

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MILLS

Bhalwal, District Sargodha.

WEBSITE

www.noonsugar.com

DIRECTORS' REVIEW

DEAR MEMBERS

The Directors of Noon Sugar Mills Limited are pleased to present the condensed interim financial statements of the Company for the nine months period ended on June 30th, 2024.

FINANCIAL RESULTS

A comparison of the financial results for the nine months period ended June 30th, 2024, as against June 30th, 2023, is as follows:

	Nine Months Period Ended June 30 th	
	2024	2023
	---Rupees in million---	
Net Sales	7,857	6,273
Gross profit	1,643	1,285
Earnings before tax	428	267
Taxation	(135)	(65)
Earnings after tax	293	203
	----Rupees----	
Basic Earnings per share	17.75	12.27

"Despite a reduced returns from the 3rd quarter of this year, mainly owing to a phenomenal rise in financial costs on carrying stocks in the hope of improvement in sugar & ethanol markets and the burden of other outstanding liabilities, there is a substantial improvement in the gross profit of 9 months period, ending June, 30th 2024, yielding a net profit of Rs.293 million, against Rs. 203 million, in the corresponding period last year, yielding a higher EPS of Rs.17.75, against Rs.12.27, earning per share, in the same period last year."

OPERATIONAL RESULTS

Sugar Division

The operational performance of the Sugar segment for the period under review, with comparative statistics of the corresponding period, are tabulated below:

		Nine Months Period Ended June 30 th	
		2024	2023
Operating Period	Days	98	101
Cane Crushed	M. Tons	712,164	807,367
Sugar Produced	M. Tons	73,597	75,717
Average Sucrose Recovery	%age	10.30	9.37
Molasses Recovery	%age	3.95	4.49
Molasses Produced	M. Tons	28,303	36,281

The current crushing season commenced on November 25, 2023. Your mills crushed 712,164 M.Tons of the sugarcane and produced 73,597 M. Tons sugar, with an average sucrose recovery of 10.30% in 98 days operation as compared to 807,367 M.Tons of the sugarcane crushed and 75,717 M.Tons of the sugar produced, with 9.37% sucrose recovery in 101 days operation of the last year.

A consistent support provided to sugarcane growers, through transfer improved field practices, provision of high yielding sugar rich varieties of cane and giving financial assistance by arranging loans for agricultural inputs at subsidized rates has begun to give dividends to the company in terms of improved sugar recovery. It gives great pleasure to inform you that your mill achieved the highest ever average sucrose recovery of 10.30% for the crushing season, Alhamdulillah.

The Punjab government had again increased the sugarcane support price to Rs. 400 per 40 kg for the current crushing season. This increase, along with historically high markup and tax rates, as well as other inflationary impacts, has significantly raised the cost of sugar production. A decline in sugar demand has further compounded the surplus stock situation and needs corrective steps by the govt. to allow further export of sugar for stabilizing the local market.

Distillery Division:

The operational performance of Distillery segment for the period under review with the comparative statistics of the comparative period is tabulated below:

		Nine Months Period Ended June 30th	
		2024	2023
Operating Period	Days	147	179
Molasses Processed	M. Tons	54,651	90,204
Ethanol Produced	M. Tons	10,076	17,848
Average Yield	Ltrs./ M .Ton	242	247

The Distillery plants processed 54,651 M.Tons of the molasses and produced 10,076 M.Tons of the ethanol with an average yield of 242 liters of the ethanol per M.Ton of the molasses in 147 days operation, as compared to 90,204 M.Tons of the molasses processed and 17,848 M.Tons production of the ethanol at an average yield of 247 liters of the ethanol per M.Ton of the molasses, in 179 days operation, during the corresponding period of the last year.

Procuring quality molasses from multiple sources to supplement the mills own production at a reasonable cost, remained a challenge during the reporting period. However, your management successfully secured a certain quantity of molasses at a reasonably good price. Ethanol prices in the international market remained under severe pressure due to the worldwide economic downturn. The Red Sea issue has further squeezed segment margins as buyers were reluctant to absorb the increased freight costs.

FUTURE OUTLOOK

Sugar Division

Countrywide sugar production in the last crushing season has surpassed initial estimates, resulting in a surplus stock of one million metric tons beyond annual consumption. Initial

sugarcane surveys are reporting a healthy increase of twenty percent in sugarcane sowing area for the upcoming crushing season. These factors have created tremendous pressure on sugar prices in the local market, leaving mills with no option but to incur huge losses.

The government has allowed the export of 150,000 metric tons of sugar and has expressed willingness to permit further quantities if local market prices remain stable. However, this small allowance is insufficient to mitigate the damage of a huge surplus of sugar with a high cost of production, carrying the burden of an unprecedented high borrowing cost against the collateral of stocks.

The sugar mills are repeatedly requesting the government to allow the export of surplus sugar stocks before the onset of the next crushing season. This would provide a critical lifeline for the ailing sugar industry, beside earning the valuable foreign exchange for the country.

Distillery Division

Ethanol prices in the international markets may remain under pressure until the Red Sea issue is resolved. Meanwhile, molasses is becoming a rare commodity in the local market due to the entry of various new players into ethanol production, making molasses procurement increasingly competitive in the coming years.

Your management is well aware of these upcoming challenges and has developed appropriate strategies to maximize shareholder returns from this sector.

ACKNOWLEDGEMENT

The Board is thankful to all of its stakeholders for their invaluable consistent support to the Company. The Board would also like to place on record its appreciation to all the employees of the Company for their dedication, diligence and hard work.

For and on behalf of the Board of Directors



Lt Col Abdul Khaliq Khan (Retd)
Chief Executive Officer / Director

Date: July 30, 2024



Saif Ullah Khan Noon
Director

CONDENSED INTERIM FINANCIAL STATEMENTS

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

		Un-Audited June 30, 2024	Audited September 30, 2023
Equity and Liabilities	Note	---- Rupees in '000 ----	
Share Capital and Reserves			
Authorised capital			
50,000,000 ordinary shares of Rs.10 each		500,000	500,000
Issued, subscribed and paid-up capital			
16,517,453 ordinary shares of Rs.10 each		165,175	165,175
Reserves		249,217	249,217
Unappropriated profit		1,898,455	1,671,259
		2,312,847	2,085,651
Non-current Liabilities			
Staff retirement benefits - gratuity		97,726	82,386
		97,726	82,386
Current Liabilities			
Trade and other payables	5	2,338,492	1,852,516
Contract liabilities		71,768	33,400
Accrued mark-up		538,813	70,857
Short term finances	6	6,996,757	1,871,842
Current portion of non current liabilities			643
Unclaimed dividends		5,100	5,053
Unpaid dividends		6,613	5,686
Provision for taxation		301,206	166,601
		10,258,749	4,006,598
		10,356,475	4,088,984
Contingencies and commitments	7	12,669,322	6,174,635

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


Lt Col Abdul Khaliq Khan (Retd)
 Chief Executive


Siaz Ullah Khan Noon
 Director


Rizwan Sohail
 Chief Financial Officer

AS AT JUNE 30, 2024

		Un-Audited June 30, 2024	Audited September 30, 2023
	Note	--- Rupees in '000 ---	
Assets			
Non-current Assets			
Property, plant and equipment	8	3,299,086	2,050,390
Loans and advances	9	20,489	8,992
Security deposits		14,546	14,321
		3,334,121	2,073,703
Current Assets			
Stores, spares and loose tools		185,950	130,382
Stock-in-trade	10	6,654,035	2,535,667
Trade debts		1,035,476	176,668
Loans and advances		726,350	775,275
Deposits and prepayments		10,951	4,067
Other receivables		134,215	164,847
Income tax refundable, advance income tax and tax deducted at source		339,613	204,149
Cash and bank balances		248,611	109,877
		9,335,201	4,100,932
		12,669,322	6,174,635

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


Lt Col Abdul Khaliq Khan (Retd)
 Chief Executive


Siaz Ullah Khan Noon
 Director


Rizwan Sohail
 Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)**
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED JUNE 30, 2024

		Quarter ended		Nine months period ended	
		June 30, 2024	June 30, 2023 Restated	June 30, 2024	June 30, 2023 Restated
	Note	----- Rupees in '000 -----			
Sales - net	11	2,785,250	2,692,080	7,857,429	6,272,589
Cost of sales		(2,221,302)	(2,139,201)	(6,214,457)	(4,987,463)
Gross profit		563,948	552,879	1,642,972	1,285,126
Distribution and marketing expenses		(49,717)	(95,233)	(153,885)	(189,465)
Administrative expenses		(86,783)	(78,022)	(276,735)	(222,113)
Other income		6,505	5,881	44,041	45,052
Other expenses		(4,854)	(7,058)	(32,404)	(21,441)
Profit from operations		429,099	378,447	1,223,989	897,159
Finance cost		(396,316)	(285,917)	(796,120)	(629,695)
Profit before revenue tax and income tax		32,783	92,530	427,869	267,464
Final taxes - levy		(21,236)	(23,708)	(83,396)	(64,866)
Profit before income tax		11,547	68,822	344,473	202,598
Income tax expense		(178)	-	(51,207)	
Profit for the period		11,369	45,114	293,266	202,598
Other comprehensive income					
Total comprehensive income for the period		11,369	68,822	293,266	202,598
----- Rupees -----					
Earnings per share - basic and diluted		0.69	4.17	17.75	12.27

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



Lt Col Abdul Khaliq Khan (Retd)
Chief Executive



Siaz Ullah Khan Noon
Director



Rizwan Sohail
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2024

	Nine months period ended	
	June 30, 2024	June 30, 2023
	-- Rupees in '000 --	
Cash flow from operating activities		
Profit for the period before taxation	427,869	267,464
Adjustments for non-cash charges and other items:		
Depreciation on property, plant & equipment	148,903	131,502
Gain on sale of operating fixed assets	(2,927)	(369)
Provision for staff retirement benefits - gratuity	22,497	16,982
Interest / mark-up income	(1,674)	(1,674)
Provision for slow moving stores and spares inventory		921
Finance cost	796,120	629,695
Profit before working capital changes	1,390,788	1,044,521
Increase in current assets:		
Stores, spares and loose tools	(55,568)	25,375
Stock-in-trade	(4,118,368)	(3,569,020)
Trade debts	(858,808)	(371,271)
Loans and advances	48,925	(82,909)
Deposits and prepayments	(6,884)	(6,254)
Other receivables	30,632	(29,315)
	(4,960,071)	(4,033,394)
Increase in current liabilities:		
Trade and other payables	485,976	1,415,989
Contract liabilities	38,368	17,407
	524,344	1,433,396
Cash used in operating activities	(3,044,939)	(1,555,477)
Income tax paid	(126,981)	(105,454)
Staff retirement benefits (gratuity) - paid	(7,157)	(9,322)
	(3,179,077)	(1,670,253)
Net cash used in operating activities		
Cash flow from investing activities		
Additions to property, plant and equipment	(1,402,844)	(162,794)
Addition to intangible assets	-	(190,000)
Sale proceeds of operating fixed assets	8,171	1,000
Security deposits - net	225	(8,874)
Interest / mark-up received	1,674	1,674
Loans and advances - net	(20,489)	(7,273)
	(1,413,263)	(366,267)
Net cash used in investing activities		
Cash flow from financing activities		
Long term finances repaid	-	(37,500)
Short term finances - net	5,124,915	2,524,805
Lease liabilities - net	(581)	(728)
Finance cost paid	(328,164)	(374,221)
Dividend paid	(65,096)	(65,185)
	4,731,074	2,047,171
Net cash generated from financing activities		
Net increase / (decrease) in cash and cash equivalent	138,734	10,651
Cash and cash equivalents - at beginning of the period	109,877	110,534
Cash and cash equivalents - at end of the period	248,611	121,185

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



Lt Col Abdul Khaliq Khan (Retd)
Chief Executive



Siaz Ullah Khan Noon
Director



Rizwan Sohail
Chief Financial Officer

**CONDENSED INTERIM
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**
FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2024

	Reserves					
	Capital	Revenue				Total
		Share premium	General	Un-appropriated profits	Sub-total	
	Share Capital					
	----- Rupees in '000 -----					
Balance as at October 01, 2022 (Audited)	165,175	119,217	130,000	1,318,552	1,567,769	1,732,944
Cash dividend at the rate of Rs.4 per ordinary share for the year ended September 30, 2022	-	-	-	(66,070)	(66,070)	(66,070)
Total comprehensive income for the period	-	-	-	202,598	202,598	202,598
Balance as at June 30, 2023 (Un-Audited)	165,175	119,217	130,000	1,455,080	1,704,297	1,869,472
Balance as at October 01, 2023 (Audited)	165,175	119,217	130,000	1,671,259	1,920,476	2,085,651
Cash dividend at the rate of Rs.4 per ordinary share for the year ended September 30, 2023	-	-	-	(66,070)	(66,070)	(66,070)
Total comprehensive income for the period	-	-	-	293,266	293,266	293,266
Balance as at June 30, 2024 (Un-Audited)	165,175	119,217	130,000	1,898,455	2,147,672	2,312,847

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

Lt Col Abdul Khaliq Khan (Retd)
Chief Executive

Siaz Ullah Khan Noon
Director

Rizwan Sohail
Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED JUNE 30, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

Noon Sugar Mills Limited (the Company) was incorporated in the year 1964 as a Public Company and its shares are quoted on the Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of white sugar and spirit.

1.1 Geographical location and addresses of major business units including mills / plant of the Company are as under:

Sargodha Bhalwal	Purpose Mills / Production plant
Lahore 66-Garden Block, New Garden Town, Lahore.	Head office
Karachi 1st Floor, P.I.I.A Building, Mulana Deen Muhammad Wafai Road,	Marketing office

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standards (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where 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.

2.1.2 These condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended September 30, 2023. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

- 2.2** New standards, amendments to approved accounting standards and interpretations that are effective during the period Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on October 01, 2023 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed financial statements.

2.3 Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of annual financial statements for the year ended September 30, 2023.

- 2.4** IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes (the Guidance) issued by ICAP The Institute of Chartered Accountants of Pakistan (ICAP) issued the aforementioned Guidance through Circular No. 07 / 2024 dated May 15, 2024. In light of the said Guidance, as the minimum taxes and final taxes are not calculated on the 'taxable income' as defined in IAS 12 (Income Taxes) but calculated on turnover or other basis (as per relevant sections of the Income Tax Ordinance, 2001 (the Ordinance); accordingly, minimum taxes and final taxes should be accounted for under IAS 37 (Provisions, Contingent Liabilities and Contingent Assets) / IFRIC 21 (Levies) as levies (though these are charged under tax law) and not under IAS 12 as income taxes. Based on the Guidance, the minimum taxes under the Ordinance are hybrid taxes, which comprise of a component within the scope of IAS 12 and a component within the scope of IFRIC 21.

The aforesaid Guidance has been applied retrospectively by the Company and the comparative information has been restated, which has not affected current period or prior periods' net sales, profit after taxes and levies, equity and cash flows. Impact as of October 01, 2022 is not material to these condensed interim financial statements. In the statement of profit or loss for the nine month period ended June 30, 2023, in terms of the requirements of IFRIC 21 / IAS 37, minimum tax and final tax aggregating Rs.64.866 million, which were previously presented as current taxation have now been reclassified as "final tax levies".

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements require management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended September 30, 2023.

4. SEASONALITY OF OPERATIONS

The Company is inter-alia engaged in manufacturing of sugar for which the season begins in November / December and ends in March / April. Therefore, majority of expenses are incurred and production activities are undertaken in the first half of the Company's financial year thus increasing volume of inventories, trade payables and borrowings at the end of first half.

5. TRADE AND OTHER PAYABLES

Balance as at June 30, 2024 mainly includes trade creditors aggregating Rs.1,888.495 million (September 30, 2023: Rs.1645.128 million).

6. SHORT TERM FINANCES

		Un-Audited June 30, 2024	Audited September 30, 2023
	Note	-- Rupees in '000 --	
From banking companies - secured	6.1	6,662,733	1,480,192
From a related party - unsecured	6.2	290,000	390,000
Temporary bank overdraft	6.3	44,024	1,650
		<u>6,996,757</u>	<u>1,871,842</u>

6.1 Short term finance facilities available from various commercial banks under mark-up arrangements aggregate to Rs.7.950 billion (September 30, 2023: Rs.6.200 billion). These finance facilities, during the period, carried mark-up at the rates ranging from 17.5 % to 26.11% (September 30, 2023: 10.00% to 26.11%) per annum. Facilities available for opening letters of credit and guarantees aggregate to Rs.130.82 million (September 30, 2023: Rs.380.82 million) of which facilities aggregating Rs.115.11 million (September 30, 2023: Rs.143.64) remained unutilised at the reporting date. The aggregate finance facility are secured against charge over plant & machinery, pledge of refined sugar in bags, charge over current assets of the Company and lien over import documents. These facilities are expiring on various dates by February, 2025.

6.2 The Company during the period obtained a short term loan amounted Rs.390 million from one of its related party Mr. Adnan Hayat Noon (sponsor) to meet its working capital requirements. This loan is interest free.

6.3 This has arisen due to issuance of cheques in excess of available balance with bank.

7. CONTINGENCIES AND COMMITMENTS

There has been no significant change in the status of contingencies as detailed in note 15 to the Company's annual audited financial statements for the year ended September 30, 2023.

		Un-Audited June 30 2024	Audited September 30, 2023
8. PROPERTY, PLANT AND EQUIPMENT	Note	-- Rupees in '000 --	
Operating fixed assets	8.1	1,726,377	1,823,960
Capital work-in-progress - at cost		1,571,993	224,926
Right-to-use assets	8.2	716	1,504
		<u>3,299,086</u>	<u>2,050,390</u>

8.1 Operating fixed assets

Book value at the beginning of the period / year		1,823,960	1,476,205
Additions during the period / year	8.1.1	55,777	537,985
Transfer from right of use to owned		506	-
Disposal of assets costing Rs.13.714 million (September 30, 2023: Rs.8.697 million) - at book value		(5,245)	(7,174)
Depreciation charge for the period / year		(148,621)	(183,056)
Book value at the end of the period / year		<u>1,726,377</u>	<u>1,823,960</u>

8.1.1 Additions to operating fixed assets, including

transfer from capital work-in-progress,
during the period / year:

Freehold land			
Buildings on freehold land		28	14,089
Plant and machinery			73,529
Laboratory equipment		8,512	370,135
Other equipment		1,100	992
Electric installations and fittings		16,239	1,665
Office equipment		1,951	33,116
Furniture and fixture		943	1,918
Vehicles - owned		24,985	1,617
Farm tractors		-	40,924
Farm equipment		2,019	0
		<u>55,777</u>	<u>537,985</u>

8.2 Right-to-use assets

Opening balance		1,504	2,005
Transfer to operating fixed assets - at book value		(506)	0
Depreciation for the period / year		(282)	(501)
		<u>716</u>	<u>1,504</u>

9. LOANS AND ADVANCES

These include Rs.8.000 million (September 2023: Rs.10.250 Million) advanced to from Mr. Rizwan Sohail who is the Chief Financial Officer of the Company.

10. STOCK-IN-TRADE

		Un-Audited June 30, 2024	Audited September 30, 2023
	Note	-- Rupees in '000 --	
Raw material - molasses		284,039	
Work-in-process		65,302	26,751
Finished goods	10.1	6,303,702	2,507,377
Other stocks - (fair price shop and depot)		992	1,539
		<u>6,654,035</u>	<u>2,535,667</u>

10.1 Finished goods inventory mainly includes sugar stock costing Rs.6,193.887 million (September 30, 2023: Rs. 2446.743 million).

11. SALES-Net

11.1 Detail of the Company's revenue from contract with customers is as follows:

	Quarter ended		Nine months period ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
	----- Rupees in '000 -----			
Local				
Sugar	1,587,978	1,038,902	5,936,659	2,837,949
Spirit	66,425	73,904	129,733	181,617
	1,654,403	1,112,806	6,066,392	3,019,566
Export				
Sugar	-	-	-	391,988
Spirit	1,130,847	1,579,274	1,791,037	2,861,035
	<u>2,785,250</u>	<u>2,692,080</u>	<u>7,857,429</u>	<u>6,272,589</u>

11.2 All the contracts were under one performance obligation and revenue has been recognised at the point of time when the goods have been transferred to the customers.

12. SEGMENT INFORMATION

The Company's reportable segments are Sugar and Distillery.

12.1 Segment revenues and results

	Sugar	Distillery	Elimination of inter segment transactions	Total
	----- Rupees in '000 -----			
For the Nine months period ended June 30, 2024 (Un-Audited)				
Sales - net	6,756,900	1,920,771	(820,241)	7,857,430
Cost of sales	(5,415,577)	(1,619,120)	820,241	(6,214,456)
Gross profit	1,341,323	301,651	-	1,642,974
Selling and distribution expenses	(18,119)	(135,767)	-	(153,886)
Administrative expenses	(210,059)	(66,677)	-	(276,736)
Profit before taxation and unallocated income and expenses	<u>1,113,145</u>	<u>99,207</u>	<u>-</u>	<u>1,212,352</u>
Unallocatable income and expenses:				
Other income				44,041
Other expenses				(32,404)
Finance cost				(796,120)
Taxes and final levies				(134,603)
Profit for the period				<u>293,266</u>

	Sugar	Distillery	Elimination of inter segment transactions	Total
----- Rupees in '000 -----				
For the Nine months period ended June 30, 2023 (Un-Audited)				
Sales - net	4,287,250	3,042,652	(1,057,313)	6,272,589
Cost of sales	(4,060,399)	(1,984,377)	1,057,313	(4,987,463)
Gross profit	226,851	1,058,275	-	1,285,126
Selling and distribution expenses	(13,742)	(175,723)	-	(189,465)
Administrative expenses	(162,954)	(59,159)	-	(222,113)
Profit before taxation and unallocated income and expenses	50,155	823,393	-	873,548

Unallocatable income and expenses:

Other income	45,052
Other expenses	(21,441)
Finance cost	(629,695)
Taxes and final levies	(64,866)
Profit for the period	202,598

12.2 Segment assets and liabilities

	Sugar	Distillery	Total
----- Rupees in '000 -----			
As at June 30, 2024 (Un-Audited)			
Segment assets	9,321,348	2,518,603	11,839,951
Unallocatable assets			829,371
Total assets as per statement of financial position			12,669,322
Segment liabilities	7,744,460	1,868,073	9,612,533
Unallocatable liabilities			743,942
Total liabilities as per statement of financial position			10,356,475
As at September 30, 2023 (Audited)			
Segment assets	4,507,889	930,996	5,438,885
Unallocatable assets			735,750
Total assets as per statement of financial position			6,174,635
Segment liabilities	1,936,359	1,378,435	3,314,794
Unallocatable liabilities			774,190
Total liabilities as per statement of financial position			4,088,984

12.3 Geographical information

All segments of the Company are managed on nation-wide basis and operate manufacturing facilities and sale offices in Pakistan.

13. TRANSACTIONS WITH RELATED PARTIES

The Company has related party relationship with its Associated Companies, associated persons, employee benefit plan, its directors and key management personnel. Transactions with related parties are carried-out on arm's length basis.

13.1 Aggregate transactions with related parties, during the current period, were as follows:

Relationship	Nature of transactions	Un-Audited Nine months period ended	
		June 30, 2024	June 30, 2023
		- - Rupees in '000 - -	
Associated persons	Consultancy paid	10,800	10,608
	Loan obtained		390,000
	Mark-up charged on loan		38,729
Directors and Key management personnel	Remuneration and other benefits	14,631	12,040
	Loan provided		12,500
	Loan recovered	2,250	1,750
		Un-Audited June 30, 2023	Audited September 30, 2022
13.2 Period / year end balances are as follows:		- - Rupees in '000 - -	
Receivable from related party:			
	Loans and advances	8,000	10,750
Payable to related party:			
	Short term borrowing including mark-up	290,000	428,729

14. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

There has been no change in the Company's sensitivity to these risks since September 30, 2022, except for the change in exposure from liquidity risks due to increase in borrowings and general exposure due to fluctuations in foreign currency and interest rates. There have been no change in risk management objectives and policies of the Company during the current period.

These condensed interim financial statements does not include all financial risk management information and disclosures as required in the audited annual financial statements and should be read in conjunction with the Company's annual audited financial statement as at September 30, 2023.

15. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Fair values categorised into different levels in a fair value hierarchy based on the inputs used in the valuation technique are as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

16. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended September 30, 2023, whereas, the condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the nine months period ended June 30, 2023.

17. GENERAL

17.1 These condensed interim financial statements have been authorised for issue by the Board of Directors of the Company on July 26, 2024.

17.2 Figures have been rounded off to the nearest thousand except stated otherwise.



Lt Col Abdul Khaliq Khan (Retd)
Chief Executive



Siaz Ullah Khan Noon
Director



Rizwan Sohail
Chief Financial Officer

مستقبل کی پیش گوئی چینی کا شعبہ

گزشتہ کرشنک سیزن میں ملک بھر میں چینی کی پیداوار ابتدائی تخمینوں سے بڑھ گئی ہے، جس کے نتیجے میں سالانہ کھپت سے زائد دس لاکھ میٹرک ٹن کا اضافی ذخیرہ موجود ہے۔ گنے کے ابتدائی سروے آنے والے کرشنک سیزن کے لیے گنے کی بوائی کے رقبے میں بیس فیصد کے صحت منداضافے کی اطلاع دے رہے ہیں۔ ان عوامل نے مقامی بازار میں چینی کی قیمتوں پر زبردست دباؤ پیدا کر دیا ہے جس سے ملوں کے پاس بھاری نقصان اٹھانے کے سوا کوئی چارہ نہیں بچا ہے۔

حکومت نے 150,000 میٹرک ٹن چینی کی برآمد کی اجازت دی ہے اور مقامی بازار کی قیمتیں مستحکم رہنے کی صورت میں مزید مقدار کی اجازت دینے پر آمادگی ظاہر کی ہے۔ تاہم، یہ چھوٹا لاؤنس پیداوار کی بڑھی ہوئی لاگت کے ساتھ چینی کے ایک بڑے اضافی ذخیرے کے نقصان کو کم کرنے کے لیے ناکافی ہے جو اشاک کی ضمانت کے مقابلے میں قرض لینے کی بے مثال اضافی لاگت کا بوجھ اٹھا رہا ہے۔ شوگر ملیں بار بار حکومت سے درخواست کر رہی ہیں کہ اگلے سیزن سے پہلے اضافی چینی کے ذخیرے کو برآمد کرنے کی اجازت دی جائے۔ یہ ملک کے لیے قیمتی زرمبادلہ کمانے کے علاوہ چینی کی بیمار صنعت کے لیے ایک اہم لائف لائن فراہم کرے گا۔

ڈسٹری کا شعبہ

بحیرہ احمر کا مسئلہ حل ہونے تک بین الاقوامی منڈیوں میں استھول کی قیمتیں دباؤ میں رہ سکتی ہیں۔ دریں اثنا، استھول کی پیداوار میں مختلف نئے کھلاڑیوں کے داخلے کی وجہ سے مقامی بازار میں شیرہ ایک نایاب شے بنتا جا رہا ہے، جس سے آنے والے سالوں میں شیرے کی خریداری تیزی سے مسابقتی ہو رہی ہے۔

آپ کی انتظامیہ آنے والے چیلنجوں سے بخوبی واقف ہے اور اس نے موجودہ حالات میں اس شعبے سے شیئر ہولڈروں کے لیے زیادہ سے زیادہ منافع حاصل کرنے کے لیے مناسب حکمت عملی تیار کی ہے۔

اعتراف

بورڈ کمپنی کے لیے مسلسل اور انمول تعاون کے لیے تمام وابستگان کا شکریہ ادا ہے۔ بورڈ کمپنی کے تمام ملازمین کی جانب سے لگن، توجہ اور محنت سے کی گئی ان کی تمام کاوشوں کے لیے اپنی ستائش کو بھی ریکارڈ پر لانا پسند کرتا ہے۔


 سیف اللہ خان نون
 ڈائریکٹر


 لیفٹیننٹ کرنل عبداللق خان (ریٹائرڈ)
 چیف ایگزیکٹو

مورخہ 30 جولائی، 2024

رواں کرشنگ سیزن کا آغاز 25 نومبر 2023 کو ہوا۔ آپ کی ملز نے 98 دنوں کے عرصہ میں 10.30 فیصد شرح کشید کے ساتھ 712,164 میٹرک ٹن گنا تیل کر 73,597 میٹرک ٹن چینی کی پیداوار حاصل کی جبکہ سابقہ سال 30 جون، 2023 تک کے تقابلی عرصہ میں 101 دنوں میں 9.37 فیصد شرح کشید کے ساتھ 807,367 میٹرک ٹن گنا تیل کر 75,717 میٹرک ٹن چینی کی پیداوار حاصل ہوئی تھی۔

گنے کے کاشتکاروں کو فراہم کی جانے والی مسلسل معاونت، کاشتکاری کے بہتر طریقوں پر راہنمائی کے ذریعے گنے کی زیادہ پیداوار دینے والی مٹھاس سے بھرپور اقسام کی فراہمی اور زرعی اخراجات کے لیے رعایتی نرخوں پر قرضوں کا بندوبست کر کے مالی امداد، چینی کی ریکوری کے معاملے میں کمپنی کو فائدہ پہنچانا شروع ہو گئی ہے۔ آپ کو یہ بتاتے ہوئے بہت مسرت ہو رہی ہے کہ، الحمد للہ، آپ کی مل نے کرشنگ سیزن کے لیے اب تک کی سب سے زیادہ اوسط سکروز ریکوری 10.30 فیصد کا حصول کیا ہے۔

پنجاب حکومت نے موجودہ سیزن کے لیے گنے کی امدادی قیمت دوبارہ بڑھا کر 400 روپے فی چالیس کلو کردی ہے۔ یہ اضافہ اور تاریخی طور پر بلند مارک اپ اور ٹیکس کی شرحوں کے ساتھ ساتھ دیگر افراط زر کے اثرات نے چینی کی پیداوار کی لاگت میں نمایاں اضافہ کیا ہے۔ مزید برآں چینی کی طلب توقع سے کم رہی ہے۔ چینی کی طلب میں کمی نے اضافی اسٹاک کی صورتحال کو مزید پیچیدہ کر دیا ہے جس کے لیے مقامی بازار کو مستحکم کرنے اور چینی کی مزید برآمد کی اجازت دینے کے لیے حکومت کی جانب سے اصلاحی اقدامات کی ضرورت ہے۔

ڈسٹری کا شعبہ

زیر جائزہ سال اور سابقہ سال کے عرصہ میں ڈسٹری کے شعبے میں پیداواری نتائج کے اعداد و شمار کا تقابلی گوشوارہ حسب ذیل ہے:

نومانی عرصہ 30 جون			
2023	2024		
179	147	دن	پیداواری عرصہ
90,204	54,651	میٹرک ٹن	شیرے کی کھپت
17,848	10,076	میٹرک ٹن	اتھنول کی پیداوار
247	242	لیٹر فی میٹرک ٹن	پیداواری اوسط

ڈسٹری پلانٹ نے 147 دنوں میں 242 لیٹر اتھنول فی میٹرک ٹن شیرہ کی اوسط پیداواری شرح سے 54,651 میٹرک ٹن شیرہ پراسس کر کے 10,076 میٹرک ٹن اتھنول پیدا کی جبکہ سابقہ سال کے اسی عرصہ کے دوران 179 دنوں میں 247 لیٹر اتھنول فی میٹرک ٹن شیرہ کی اوسط پیداواری شرح سے 90,204 میٹرک ٹن شیرہ پراسس کر کے 17,848 میٹرک ٹن اتھنول پیدا کی گئی تھی۔

رپورٹنگ کی مدت کے دوران، ملوں کی اپنی پیداوار کو پورا کرنے کے لیے متعدد ذرائع سے مناسب قیمت پر شیرے کا حصول ایک چیلنج رہا۔ تاہم آپ کی انتظامیہ نے کامیابی کے ساتھ مناسب قیمت پر ایک خاص مقدار میں شیرہ حاصل کر لیا۔ دنیا بھر میں معاشی بدحالی کی وجہ سے بین الاقوامی بازار میں اتھنول کی قیمتیں شدید دباؤ کا شکار رہیں۔ بحیرہ احمر کے مسئلے نے اس شعبے کے مارجن کو مزید کم کر دیا ہے کیونکہ خریدار مال برداری کے بڑھتے ہوئے اخراجات کو جذب کرنے سے گریزاں ہیں۔

جائزہ ازاں ڈائریکٹران

معزز ممبران،

نون شوگر ملز لمیٹڈ کے ڈائریکٹران 30 جون، 2024 کو مکمل ہونے والے نو ماہی عرصہ کے لیے غیر آڈٹ شدہ عبوری مالیاتی بیانات پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

مالیاتی نتائج

30 جون، 2023 کے مقابل 30 جون، 2024 کو مکمل ہونے والے نو ماہی عرصہ کے مالیاتی حسابات کا موازنہ حسب ذیل ہے:

نو ماہی عرصہ 30 جون		
2023	2024	
(ملین روپے)		
6,273	7,857	خالص فروخت
1,285	1,643	خام منافع
267	428	قبل از ٹیکس آمدنی
(65)	(135)	ٹیکس
203	293	بعد از ٹیکس آمدنی
(روپے)		
12.27	17.75	فی حصہ آمدن

سابقہ سال کے اسی عرصہ میں مصنوعات کی فروخت 6,273 ملین روپے کے مقابلے میں کمپنی نے زیر جائزہ عرصہ کے دوران 7,857 ملین روپے کی فروخت کی۔ گزشتہ سال کے تقابلی عرصہ میں حاصل کردہ 1,285 ملین روپے کے مقابلے میں خام منافع 1,643 ملین روپے رہا۔ زیر جائزہ مدت کے دوران مجموعی منافع میں نمایاں بہتری کی وجہ سے، بعد از ٹیکس منافع 293 ملین روپے تک پہنچ گیا، جو گزشتہ سال کی اسی مدت میں 203 ملین روپے تھا، جو گزشتہ سال کی اسی مدت میں 12.27 روپے فی حصہ کے مقابلے میں 17.75 روپے فی حصہ کی بہتر آمدنی کو ظاہر کرتا ہے۔

پیداواری نتائج

چینی کا شعبہ

زیر جائزہ سال اور سابقہ سال کے عرصہ میں چینی کے شعبے میں پیداواری نتائج کے اعداد و شمار کا تقابلی گوشوارہ حسب ذیل ہے:

نو ماہی عرصہ 30 جون		
2023	2024	
101	98	پیداواری عرصہ
807,367	712,164	گنا پیلے جانے کی مقدار
75,717	73,597	چینی کی پیداوار
9.37	10.30	رس سے چینی کی پیداواری اوسط
4.49	3.95	شیرے کی پیداواری شرح
36,281	28,303	شیرے کی پیداوار



Noon Sugar Mills Limited

66-67-A, Garden Block, New Garden Town, Lahore.