



AL-NOOR SUGAR MILLS LIMITED

Half Yearly Results for the period
1st October 2011 to 31st March, 2012

AL-NOOR SUGAR MILLS LTD.

BOARD OF DIRECTORS

MR. ISMAIL H. ZAKARIA	Chairman & Managing Director
MR. YUSUF AYOOB	
MR. SULEMAN AYOOB	Resident Director
MR. A. AZIZ AYOOB	Marketing Director
MR. NOOR MOHAMMAD ZAKARIA	
MR. ZIA ZAKARIA	
MR. SALIM AYOOB	
MR. ZOHAIR ZAKARIA	
MR. SHAMIM AHMAD	(N.I.T. Nominee)
MR. MUHAMMAD ASIF	(N.I.T. Nominee)

BOARD AUDIT COMMITTEE

MR. A. AZIZ AYOOB	Chairman
MR. ZIA ZAKARIA	Member
MR. MUHAMMAD ASIF	Member

CHIEF FINANCIAL OFFICER

MR. ZOHAIR ZAKARIA

COMPANY SECRETARY

MR. MOHAMMAD YASIN MUGHAL
FCMA

AUDITORS

HYDER BHIMJI & CO.
Chartered Accountants

LEGAL ADVISOR

MR. ABDUL SATTAR PINGAR

REGISTERED OFFICE

96-A, SINDHI MUSLIM SOCIETY,
KARACHI-74400
Tel: 34550161-63 Fax: 34556675

FACTORY

SHAHPUR JAHANIA, P.O. NOOR JAHANIA, TALUKA MORO,
DISTRICT SHAHEED BENAZIR BHUTTO ABAD (NAWABSHAH)

REGISTRAR & SHARE REGISTRATION OFFICE

C & K MANAGEMENT ASSOCIATES (PVT) LTD.
404-TRADE TOWER,
ABDULLAH HAROON ROAD,
NEAR METROPOLE HOTEL,
KARACHI - 75530

WEBSITE

www.alnoorsugar.co

DIRECTORS' REPORT

Dear Members - Assalam-o-Alaikum:

On behalf of the Board of Directors, it is my privilege to present to you the Un-audited Financial Statements of your Company for the period ended March 31, 2012. The auditors have reviewed these financial statements as required under the Code of Corporate Governance issued by the Securities and Exchange Commission of Pakistan.

Salient features of the Financial Statements are as under:

PRODUCTION DATA

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Crushing commenced on	16-12-2011	29-10-2010
Crushing upto	31-03-2012	19-03-2011
Duration of crushing (days)	107	142
Sugarcane crushed (M. Tons)	882,086	888,736
Sugar produced (M. Tons)	87,095	71,655
Sugar recovery rate	9.95%	8.05%
Molasses produced (M. Tons)	40,300	43,070
MDF Production (M. Tons)	20,098	19,667

FINANCIAL DATA

(Rupees in thousand)

Sales	2,836,987	3,243,396
Cost of Sales	(2,299,255)	(2,755,888)
Gross Profit	537,732	487,508
Administrative Expenses	(172,760)	(137,800)
Financial cost	(178,354)	(146,798)
Profit Before Taxation	176,416	200,924
Provision for Taxation	(62,571)	(38,903)
Profit after taxation	113,845	162,021
Earnings per share	Rs.6.13	Rs.8.72

SUGAR DIVISION:

During the period under review, the sugarcane crop was better than the preceding year which resulted in a stable and good supply of the raw material to your mills. Accordingly, in 107 days of crushing, your mills crushed almost the same amount it crushed in 142 days in the preceding year. Additionally, the recovery rate has improved to 9.95% as against 8.05% achieved last year. The production of sugar has also increased over previous year's production by 15,440 metric ton or 22% mainly due to this improvement in the recovery percentage.

During the current crushing season the production of sugar on overall country basis is expected to be at a historic high as close to 5.00 million metric tons which has kept significant pressure on the sugar mills. The international production of sugar and its availability has been ample this year keeping world markets under pressure as well.

MDF BOARD DIVISION:

During the period under review the MDF Board Division produced 20,098 metric tons of final products in various thicknesses / sizes as against 19,667 metric tons produced in the same period of last year. The Division has started facing raw material shortages as other producers are coming on line and the corresponding plantation is unable to keep pace resultantly the production has been reduced during the period.

CHANGES IN THE COMPOSITION OF BOARD OF DIRECTORS:

There has been no change in the composition in the Board of Directors during the period under review.

Board of Directors wish to assure to respectable stakeholders for dedicated efforts to achieve the success with better planning to overcome, Insha Allah, the difficult situation presently being faced by the sugar industry. Please pray to Almighty Allah to guide / help us to achieve the desired goals (Ameen).

Karachi:
Dated: 29th May, 2012



ISMAIL H. ZAKARIA
CHAIRMAN & MANAGING DIRECTOR

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS ON
REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION**

INTRODUCTION:

We have reviewed the accompanying condensed interim balance sheet of **AL NOOR SUGAR MILLS LIMITED ("the Company")** as at March 31, 2012, and the related condensed interim profit and loss account, condensed interim statement of comprehensive income condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof (hereinafter referred to as the "interim financial information") for the half year then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with the approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

SCOPE OF REVIEW:

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim condensed financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing as applicable in Pakistan and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information of and for the half year ended on March 31, 2012, is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

OTHER MATTER:

The figures for quarters ended March 31, 2012 and March 31, 2011 in the interim financial information have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended March 31, 2012.

Karachi:
Dated: 29th May, 2012

Hyder Bhimji & Co.
HYDER BHIMI & CO.
CHARTERED ACCOUNTANTS
Engagement Partner: SHAIKH MOHAMMAD TANVIR

AL-NOOR SUGAR MILLS LTD.

**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2012**

	Note	Un-Audited March 2012	Audited September 2011 Restated
(Rupees in '000)			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital 20,000,000 ordinary shares of Rs.10/- each		200,000	200,000
Issued, subscribed and paid-up capital		185,703	185,703
Unrealised loss on remeasurement of investment		(1,137)	(1,137)
Unappropriated profit		1,068,823	988,736
		1,253,389	1,173,302
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT		638,535	660,487
NON-CURRENT LIABILITIES			
Long term financing		531,667	299,166
Liabilities against assets subject to finance lease		143,822	158,283
Long term deposits		5,761	334
Deferred liabilities		485,781	453,761
		1,167,031	911,544
CURRENT LIABILITIES			
Trade and other payables		2,578,075	970,668
Interest / mark-up accrued		74,093	85,568
Short term borrowings		2,479,556	1,839,204
Current portion of long term financing & finance lease		200,548	220,378
Provision for income tax - net of payments		11,587	26,466
		5,343,859	3,142,284
CONTINGENCIES AND COMMITMENTS	2	-	-
		8,402,814	5,887,617
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	3	2,751,275	2,830,921
Intangible Assets		4,176	4,860
Long-term investments	4	166,579	154,020
Long-term deposits		41,702	42,375
Long-term Loans		2,559	5,032
		2,966,291	3,037,208
CURRENT ASSETS			
Stores, spares and loose tools		249,127	267,992
Stock-in-trade		4,718,224	2,422,829
Trade debts			
Unsecured - considered good		219,521	7,843
Current maturity of long term loans		2,425	5,439
Short term loans and advances		198,367	72,916
Short term trade deposits and prepayments		8,903	7,771
Other receivables		3,376	22,303
Cash and bank balances		36,580	43,316
		5,436,523	2,850,409
		8,402,814	5,887,617

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.


ISMAIL H. ZAKARIA
Chief Executive Officer


SULEMAN AYOB
Director

AL-NOOR SUGAR MILLS LTD.

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2012**

	Note	For the half year		For the quarter	
		October-March		Jan-March	
		2012	2011	2012	2011
(Rupees in '000)					
Sales		2,836,987	3,243,396	836,158	1,186,688
Cost of sales	5	(2,299,255)	(2,755,888)	(306,285)	(1,071,406)
Gross profit		537,732	487,508	529,873	115,282
Profit from trading activities		1,587	950	252	337
Other operating income		2,831	8,220	1,796	6,735
		4,418	9,170	2,048	7,072
		542,150	496,678	531,921	122,354
Administration expenses		(172,760)	(137,800)	(95,288)	(72,863)
Selling and Distribution expenses		(20,190)	(11,305)	(14,426)	(6,610)
Other operating expenses		(10,289)	(13,945)	(10,289)	4,529
Finance cost		(178,354)	(146,798)	(88,808)	(108,777)
Share of Profit of Investment in associate		15,859	14,094	29,889	11,701
		(365,734)	(295,754)	(178,922)	(172,020)
Profit/(Loss) before taxation		176,416	200,924	352,999	(49,666)
Taxation		(62,571)	(38,903)	(109,968)	26,079
Profit / (Loss) for the half year after taxation		113,845	162,021	243,031	(23,587)
Earnings per share					
- Basic and diluted- (Rupees)		6.13	8.72	13.09	(1.27)

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.


ISMAIL H. ZAKARIA
Chief Executive Officer


SULEMAN AYOOB
Director

**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2012**

	<u>For the half year</u>		<u>For the quarter</u>	
	<u>October-March</u>		<u>Jan-March</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
	----- (Rupees in '000) -----			
Profit / (Loss) for the half year after taxation	113,845	162,021	243,031	(23,587)
Other Comprehensive Income				
Share of associate's un-realized profit on revaluation of investment	-	-	-	-
Total Comprehensive Income/(Loss) for the half year	<u>113,845</u>	<u>162,021</u>	<u>243,031</u>	<u>(23,587)</u>

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.



ISMAIL H. ZAKARIA
Chief Executive Officer



SULEMAN AYOOB
Director

AL-NOOR SUGAR MILLS LTD.

**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED MARCH 31, 2012**

**March 31, March 31,
2012 2011**

Rupees in '000

A. CASH FLOWS FROM OPERATING ACTIVITIES

Profit before taxation	176,416	200,924
Adjustments for non cash charges & other items:		
Depreciation	111,750	101,594
Gain on disposal of property, plant and equipment	(1,198)	(1,424)
Finance cost	178,354	146,798
Share of profit of investment in associate	(15,859)	(14,094)
	<u>273,047</u>	<u>232,874</u>
Operating cash flows before movement in working capital	449,463	433,798
(Increase) / decrease in current assets		
Stores, spares and loose tools	18,865	(38,769)
Stock in trade	(2,295,395)	(2,774,265)
Trade debts	(211,678)	(209,397)
Loans and advances	(122,437)	(188,317)
Trade deposits and short term prepayments	(1,132)	1,707
Other receivables	18,927	(6,240)
	<u>(2,592,850)</u>	<u>(3,215,281)</u>
Increase in current liabilities		
Trade and other payables	1,609,467	540,552
Short term bank borrowings	640,352	2,699,116
	<u>2,249,819</u>	<u>3,239,668</u>
Cash generated from operations	106,432	458,185
Taxes paid	(45,429)	(24,310)
Gratuity paid	(1,700)	(11,467)
Finance cost paid	(189,829)	(88,135)
	<u>(236,958)</u>	<u>(123,912)</u>
Net cash flows from operating activities	<u>(130,526)</u>	<u>334,273</u>

B. CASH FLOWS FROM INVESTING ACTIVITIES

Addition in Property, Plant & Equipment	(31,647)	(202,327)
Long term loans	2,473	963
Long term Deposit	6,070	5,808
Sale proceeds from disposal of property, plant and equipment	1,425	2,360
Dividend received	2,970	3,300
	<u>(18,709)</u>	<u>(189,896)</u>

C. CASH FLOWS FROM FINANCING ACTIVITIES

Increase in long term financing	300,000	100,000
Repayment of liabilities against assets subject to finance lease	(13,457)	(7,786)
Repayment of long term financing	(88,333)	(69,166)
Dividend paid	(55,711)	(92,851)
	<u>142,499</u>	<u>(69,803)</u>
Net cash flow from financing activities	142,499	(69,803)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(6,736)	74,574
Cash and cash equivalents at the beginning of the period	43,316	140,429
Cash and cash equivalents at the end of the period	<u>36,580</u>	<u>215,003</u>

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.


ISMAIL H. ZAKARIA
Chief Executive Officer


SULEMAN AYOOB
Director

AL-NOOR SUGAR MILLS LTD.

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2012**

	Issued, Subscribed & paid up capital	General revenue reserve	Unrealised loss on remeasurement of investments	Unappro- priated profit	Total
	-----Rupees in '000-----				
Balance as at October 1, 2010	185,703	-	6	928,842	1,114,551
Final dividend for the year ended September 30, 2010 @ Rs. 5 per share	-	-	-	(92,851)	(92,851)
Incremental depreciation arising due to surplus on revaluation of fixed assets - net of deferred tax	-	-	-	23,151	23,151
Share of associate's transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation.	-	-	-	1,696	1,696
Total Comprehensive Income for the half year ended 31-March-2011	-	-	-	162,021	162,021
Balance as at March 31, 2011	185,703	-	6	1,022,859	1,208,568
Incremental depreciation arising due to surplus on revaluation of fixed assets - net of deferred tax	-	-	-	21,736	21,736
Share of associate's transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation.	-	-	-	1,697	1,697
Total Comprehensive Income for the year ended -30-September-2011	-	-	(1,143)	(57,556)	(58,699)
Balances as at September 30, 2011	185,703	-	(1,137)	988,736	1,173,302
Final dividend for the year ended September 30, 2011 @ Rs. 3 per share	-	-	-	(55,711)	(55,711)
Incremental depreciation arising due to surplus on revaluation of fixed assets - net of deferred tax	-	-	-	20,351	20,351
Share of associate's transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation.	-	-	-	1,602	1,602
Total Comprehensive Income for the half year ended 31-March-2012	-	-	-	113,845	113,845
Balance as at March 31, 2012	185,703	-	(1,137)	1,068,823	1,253,389

The annexed notes from 1 to 9 form an integral part of these condensed interim financial statements.


ISMAIL H. ZAKARIA
Chief Executive Officer


SULEMAN AYOOB
Director

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED MARCH 31, 2012**

1 SELECTED EXPLANATORY NOTES TO THE ACCOUNTS

1.1 The Company and its Operations

The Company was incorporated in Pakistan under the repealed Companies Act, 1913 (now companies Ordinance, 1984) as a public limited company. Its shares are listed in Karachi and Lahore stock Exchanges. The principal activities of the Company is manufacturing sugar, medium density fiber (MDF) board, power generation and its sale. The registered office of the company is situated at 96-A, Sindhi Muslim Society, Karachi and the manufacturing facilities are located at Shahpur Jahania, District Shaheed Benazir Bhutto Abad (Nawabshah) in the province of Sindh.

1.2 Accounting Convention

These financial statements have been prepared under the "Historical cost convention" as modified by the revaluation of certain property, plant and equipments, and long term investments, which is stated at fair value and stock in trade was valued at net realizable value. The Financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency.

1.3 Basis of Preparation

These financial statements are unaudited and are being submitted to the shareholders as required under section 245 of Companies Ordinance, 1984 and have been prepared in accordance with the requirements of the International Accounting Standard-34 "Interim Financial Reporting" as applicable in Pakistan.

These interim financial statements are in condensed form and should be read in conjunction with the annual financial statements of the company for the year ended September 30, 2011.

1.4 Accounting Policies

The accounting policies and basis for accounting estimates adopted for the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the company's annual financial statements for the year ended September 30,2011.

1.5 Due to the seasonal availability of sugarcane, the manufacture of sugar is carried out during the period of availability of sugarcane and costs incurred/accrued upto the reporting date have been accounted for. Accordingly, the costs incurred/accrued after the reporting date will be reported in the subsequent interim and annual financial statements.

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2. CONTINGENCIES AND COMMITMENTS

2.1 Contingencies

There is no material change in the status of contingencies as disclosed in the published annual audited financial statements for the year ended September 30, 2011.

**Unaudited
March 31,
2012** **Audited
September 30,
2011**
Rupees in '000

2.2 Commitments

Letters of credit	6,528	3,934
Stores		
Raw Material	155,803	3,675

3. ADDITIONS AND DISPOSAL IN PROPERTY, PLANT & EQUIPMENT

	March 31, 2012			March 31, 2011		
	Direct Additions	Transfer from CWIP	TOTAL	Direct Additions	Transfer from CWIP	TOTAL
----- Rupees in '000 -----						
Operating assets						
Owned						
Plant and machinery	4,605	10,689	15,294	-	154,697	154,697
Building on free hold land	3,064	3,064	1414	-	35,901	37,315
Residential Quarters		406	406			-
Furniture and fixture	38		38	130	-	130
Office equipment	362		362	3469	-	3,469
Vehicle	1,839		1,839	10337	-	10,337
Intangible asset	46		46	6300		6,300
	6,890	14,159	21,049	21,650	190,598	212,248
Disposal of Assets (WDV)			(227)			(938)
	Unaudited March 31, 2012			Unaudited March 31, 2012		
Capital work in progress						
Civil	5,201			60,185		
Plant & Machinery	13,135			104,430		
	18,336			164,615		
Addition during the half year						
Civil	22,765			-		
Plant & Machinery	1,992			180,680		
	24,757			180,680		
Capitalization during the half year						
Civil	3,470			35,901		
Plant & Machinery	10,689			154,697		
	14,159			190,598		
Closing Balance						
Civil	24,496			24,284		
Plant & Machinery	4,438			130,413		
	28,934			154,697		

AL-NOOR SUGAR MILLS LTD.

4. Long Term Investment

Investment in associated undertakings:-

	Shahmurad Sugar Mills Limited	Al Noor Management Modaraba (Pvt) Limited	Total 2012	Total 2011
Opening balance	151,111	2,909	154,020	144,169
Share of profit of associate	15,859	-	15,859	14,294
Share of unrealised gain / (loss) on remeasurement of securities	-	-	-	(1,143)
Share of dividend of associate	(3,300)	-	(3,300)	(3,300)
	12,559	-	12,559	9,851
	<u>163,670</u>	<u>2,909</u>	<u>166,579</u>	<u>154,020</u>

The company holds 14.285% (September 2011:14.285%) interest in Al-Noor Modaraba Management (Pvt) Ltd, and holds 15.625% (September 2011:15.625%) interest in Shahmurad Sugar Mills Limited, since financial statement of Al Noor Modaraba Management (Pvt) Limited (Associate) are neither prepared except on year end June 30 hence the value of investment in Al Noor Modaraba Management (Pvt) Ltd. (Associate) has been taken on the basis of financial statement for that year, however in the case of investment in Shahmurad Sugar Mills Ltd, the shares of profit has been taken on the basis of half yearly financial statement of the investee company for the half year ended March 31, 2012.

		For the half year October-March		For the quarter Jan-March	
		2012	2011 (Rupees in '000)	2012	2011
5. COST OF GOODS SOLD					
Cost of goods manufactured	5.1	4,515,109	5,486,145	3,489,675	3,772,674
Finished goods					
Opening stock		2,010,613	653,094	1,043,077	682,083
Closing stock	5.2	(4,226,467)	(3,383,351)	(4,226,467)	(3,383,351)
		<u>(2,215,854)</u>	<u>(2,730,257)</u>	<u>(3,183,390)</u>	<u>(2,701,268)</u>
		<u>2,299,255</u>	<u>2,755,888</u>	<u>306,285</u>	<u>1,071,406</u>
5.1 Cost of goods manufactured					
Raw material consumed		4,133,746	5,046,480	3,290,780	3,398,385
Salaries, wages and benefits		81,013	69,776	49,579	36,554
Stores and spares consumed		85,645	79,434	46,166	37,783
Process Chemical consumed		26,644	17,506	24,471	10,109
Packing materials		34,141	25,335	30,455	18,182
Fuel and oil		110,527	257,406	30,970	152,445
Power and water		78,380	74,702	20,514	35,485
Repair and maintenance		54,401	67,927	29,415	35,184
Insurance		7,066	7,463	1,839	4,342
Other manufacturing expenses		35,089	30,820	20,861	17,412
Provision for obsolete stores and spare items		1,000	-	1,000	-
Cane development cess and surcharge		4,886	5,557	4,143	5,557
Depreciation		97,610	87,393	48,986	44,570
		<u>4,750,148</u>	<u>5,769,799</u>	<u>3,599,179</u>	<u>3,796,008</u>
Less: by product/power generation sale					
Molasses		(99,332)	(129,973)	(41,278)	(38,281)
Power Generation		(106,898)	(155,531)	(99,898)	(115,696)
Sander dust		(1,752)	(3,041)	(1,503)	(1,461)
		<u>(207,982)</u>	<u>(288,545)</u>	<u>(142,679)</u>	<u>(155,438)</u>
Work-in-process					
Opening stock		4,317	8,891	64,549	136,104
Closing stock		(31,374)	(4,000)	(31,374)	(4,000)
		<u>(27,057)</u>	<u>4,891</u>	<u>33,175</u>	<u>132,104</u>
		<u>4,515,109</u>	<u>5,486,145</u>	<u>3,489,675</u>	<u>3,772,674</u>

AL-NOOR SUGAR MILLS LTD.

5.2 It includes stock of refined sugar and molasses at the half year ended valued at net realisable value amounting of RS. 4,226,467.

6. TRANSACTIONS WITH ASSOCIATED UNDERTAKINGS AND RELATED PARTIES

"The associated undertaking and related party comprises associated companies, staff retirement funds, directors and key management personnel.

The transaction with related parties and associated undertakings are carried out in the normal course of business."

	March 31, 2012	March 31, 2011
Rupees in '000		
Associates		
Sale of molasses	99,349	129,973
Insurance premium paid	28,309	8,344
Insurance expenses during the year	10,147	8,548
Insurance claim received	-	3,436
Key management personnel		
Director's remuneration	21,634	16,003
Directors meeting fee	120	105
Executives remuneration	29,159	22,515
Contribution made to provident fund	4,175	1,173

7. SEGMENT INFORMATION

The Company's operating businesses are organized and managed separately according to the nature of products produced with each segment representing a strategic business unit that offers different products and serves different markets. The sugar segment is the manufacturer of sugar and board segment is a manufacturer of Medium Density Fiber (MDF) board. The following tables represent revenue and profit information regarding business segment for the period ended March 31, 2012 and March 31, 2011 and assets and liabilities information regarding business segments as at March 31, 2012 and September 30, 2011:

	Sugar		MDF Board		Total	
	Half year ended		Half year ended		Half year ended	
	March 31, 2012		March 31, 2011		March 31, 2011	
	------(Rupees in '000)-----					
Segment Revenue	1,677,307	1,905,593	1,159,680	1,337,803	2,836,987	3,243,396
Segment Results	325,680	270,491	23,520	77,082	349,200	347,573

UNALLOCATED ITEMS

Other operating expenses		(10,289)	(13,945)
Finance charges		(178,354)	(146,798)
Share of profit from associated undertaking		15,859	14,094
Profit before taxation		176,416	200,924
Provision for taxation		(62,571)	(38,903)
Profit after taxation		<u>113,845</u>	<u>162,021</u>

OTHER INFORMATION

Capital expenditure	22,710	97,398	8,937	104,929	31,647	202,327
Depreciation	46,692	46,463	65,058	55,131	111,750	101,594

AL-NOOR SUGAR MILLS LTD.

Sugar		MDF Board		Total	
March 31, 2012	September 30, 2011	March 31, 2012	September 30, 2011	March 31, 2012	September 30, 2011

----- (Rupees in '000) -----

BALANCE SHEET

Assets

Segment assets	5,863,243	3,401,788	2,372,992	2,331,809	8,236,235	5,733,597
Investment in associates			-	-	166,579	154,020

Total assets

8,402,814 5,887,617

Liabilities

Segment liabilities	5,537,903	3,176,264	961,400	851,098	6,499,303	4,027,362
Unallocated liabilities					11,587	26,466

6,510,890 4,053,828

8. GENERAL

8.1 Amounts have been rounded off to the nearest thousand rupee unless otherwise stated.

8.2 Restatement

Comparative Corresponding figure of Long Term Investment and surplus on revaluation of Property Plant and Equipments has been restated as a consequence of correction of error in recording investee's surplus on revaluation of property, plant and equipment which has been rectified retrospectively having impact only in corresponding year's figures only however the same do not effect figures of the profit and loss account of the corresponding period.

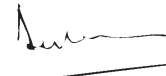
8.3 Comparative figure of tangible assets of Property Plant & Equipment and intangible assests has been seprately disclosed for better presentation.

9. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorized for issue on May 29, 2012 by the Board of Directors of the Company.



ISMAIL H. ZAKARIA
Chief Executive Officer



SULEMAN AYOOB
Director

Lasari
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