



AL-NOOR SUGAR MILLS LIMITED

3rd Quarterly Results for the period
1st October 2021 to 30th June, 2022

Company Information

BOARD OF DIRECTORS

MR. ZIA ZAKARIA
MR. YUSUF AYOOB
MR. SULEMAN AYOOB
MR. NOOR MOHAMMAD ZAKARIA
MS. MUNIFA
MR. SHAMIM AHMAD
MR. FARRUKH YASEEN

BOARD AUDIT COMMITTEE

MR. SHAMIM AHMAD
MR. ZIA ZAKARIA
MS. MUNIFA

HUMAN RESOURCE AND REMUNERATION COMMITTEE

MR. FARRUKH YASEEN
MR. SULEMAN AYOOB
MS. MUNIFA

REGISTERED OFFICE

96-A, Sindhi Muslim Society, Karachi-74400 Tel: 34550161-63 Fax: 34556675

CHIEF FINANCIAL OFFICER

MR. MUHAMMAD HANIF CHAMDIA

COMPANY SECRETARY

MR. MOHAMMAD YASIN MUGHAL
FCMA

AUDITORS

M/S KRESTON HYDER BHIMJI & CO.
Chartered Accountants

LEGAL ADVISOR

MR. IRFAN
Advocate

REGISTRAR & SHARES REGISTRATION OFFICE

C & K Management Associates (Pvt) Ltd.
404-Trade Tower,
Abdullah Haroon Road,
Near Metropole Hotel, Karachi - 75530
www.alnoorsugar.co

FACTORY

Shahpur Jahania, P.O. Noor Jahania,
Taluka Moro,
District Shaheed Benazir Bhutto Abad
(Nawabshah)

DIRECTORS' REPORT

Dear Members Asslamu-o- Alaikum

On behalf of Board of Directors' I am pleased to place before you the un-audited accounts of your company for the period ended June 30, 2022.

Salient features of production and Financial Statements are as under:

PRODUCTION DATA	June 30, 2022	June 30, 2021
Sugarcane crushed (M Tons)	940,764	677,781
Sugar produced (M Tons)	98,110	68,623
Sugar recovery percentage	10.43	10.12
Molasses produced (M Tons)	43,125	30,800
MDF Production (Cubic Meters)	58,084	65,714

FINANCIAL DATA	(Rupees in thousands)	
Sales revenue	7,345,343	7,863,208
Cost of sales	(6,175,044)	(6,550,458)
Gross profit	1,170,299	1,312,750
Distribution cost	(53,832)	(45,202)
Other operating expenses	(19,899)	(139,912)
Administrative expenses	(595,020)	(491,864)
Financial cost	(455,003)	(292,668)
Other income	15,351	33,077
Share of profit from associate	199,421	15,776
Profit before taxation	261,317	391,957
Provision for taxation	(106,406)	(183,115)
Profit after taxation	154,911	208,842
Earnings per share	Rs.7.57	Rs.10.20

Segment wise performance is elaborated as under:

SUGAR DIVISION

During the period under review, the sugarcane crop was better than last year's corresponding period. For the crushing season, the Government of Sindh notified a minimum support price of Sugarcane at Rs.250/- per forty kgs of cane as against Rs.202/- per forty kgs notified last year.

Alhamdulillah during the current crushing season, the cane crop was good and the mill crushed 940,764 metric tons of cane and produced 98,110 metric tons of sugar. During the same period last year, the mill crushed 677,781 metric tons of cane and produced 68,623 metric tons of sugar. Production during the current period is higher than last year by 29,487 metric tons or 42.97 percent. The increase in production of sugar was mainly due to higher crushing volume and improvement in recovery rate to 10.43 percent as against 10.12 percent achieved last year. The condition of crops in the country was good due to natural rainfalls

and higher rates paid to growers last season. As mentioned in the half-yearly report, the production of sugar of the country during the current year is approximately 8 million tons which is far greater than the requirement of the country and as result the price of sugar has declining trend in the domestic market.

MDF BOARD DIVISION

During the period under consideration the MDF Board division produced 58,084 cubic meters of board in various thickness as against 65,714 cubic meters produced in the same period last year. The production is lower than previous period by 7,630 cubic meters or 11.61 percent and it is expected that the efforts are on to increase the production during the remaining period of the year in order to meet the demand of the market.

FUTURE OUTLOOK

It is expected that during the next crushing season, the cane crop in the country would improve due to the higher prices and timely payment paid to growers during the current season. A recent good spell of natural rainfall will also enhance the availability of raw material during the coming crushing season and the availability of water through irrigation system would also be improved during the remaining period the season till the commencement of the crushing season. It is expected that the Government would take a timely decision to allow the export of sugar which would improve the liquidity crunch of sugar mills and would be beneficial for the timely startup of the next crushing season.

Future outlook of MDF division appears to be sustainable as the products of the division have established its acceptability in the domestic and international markets also.

BOARD OF DIRECTORS

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

The Board of Directors wishes to assure its respectable stakeholders that dedicated efforts are being taken to achieve better results in Shah Allah. We pray to Almighty Allah to guide and help us forward to achieve our desired goals. (Ameen)



YUSUF AYOOB
Chief Executive Officer



ZIA ZAKARIA
Director

Karachi: July 26, 2022

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2022

AS AT JUNE 30, 2022		Un-Audited June 2022	Audited September 2021
		(Rupees in thousand)	
Note			
ASSETS			
NON - CURRENT ASSETS			
	4	4,841,180	4,839,744
	5	5,223	10,605
	6	-	-
	7	918,849	729,327
		6,019	4,771
		5,568	4,268
		5,776,839	5,588,715
CURRENT ASSETS			
		605,007	491,515
		5,211,200	1,871,492
		752,703	390,866
		167,770	121,762
		7,366	6,772
		181,619	184,245
		284,819	213,560
		293,157	231,482
		7,503,641	3,511,694
		13,280,480	9,100,409
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
		500,000	500,000
		204,737	204,737
		1,000,000	1,000,000
		1,015,072	916,054
		(2,596)	(2,596)
		1,257,104	1,303,580
		3,474,317	3,421,775
NON-CURRENT LIABILITIES			
		2,500,422	2,001,907
		711	712
		610,320	609,631
		3,111,453	2,612,250
CURRENT LIABILITIES			
		1,741,678	946,429
		213,602	41,775
		3,938,632	1,364,840
		8,222	7,140
		791,902	701,667
		674	4,533
		6,694,710	3,066,384
CONTINGENCIES AND COMMITMENTS			
8		-	-
		13,280,480	9,100,409

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.


YUSUF AYOOB
Chief Executive Officer


ZIA ZAKARIA
Director


MUHAMMAD HANIF CHAUDHARY
Chief Finance Officer

**CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 30TH JUNE, 2022**

		For the Nine Months		For the quarter	
		October-June		April-June	
		2022	2021	2022	2021
		----- (Rupees in '000) -----			
Note					
Sales	9	7,345,343	7,863,208	2,395,409	3,380,866
Cost of sales		(6,175,044)	(6,550,458)	(2,171,180)	(2,896,259)
Gross profit		1,170,299	1,312,750	224,229	484,607
Profit from trading activities		4,739	1,032	-	-
		1,175,038	1,313,782	224,229	484,607
Distribution cost		(53,832)	(45,202)	(17,872)	(11,207)
Administrative expenses		(595,020)	(491,864)	(201,318)	(159,818)
Other operating expenses		(19,899)	(139,912)	14,377	(107,880)
		(668,751)	(676,978)	(204,813)	(278,905)
		506,287	636,804	19,416	205,702
Other income	10,612	32,045	3,007	11,728	
	516,899	668,849	22,423	217,430	
Finance cost	(455,003)	(292,668)	(233,241)	(112,080)	
	61,896	376,181	(210,818)	105,350	
Share of profit/(loss) from associates	199,421	15,776	128,246	(4,660)	
Profit/(loss) before taxation	261,317	391,957	(82,572)	100,690	
Taxation	(106,406)	(183,115)	88,627	(25,968)	
Profit after taxation	154,911	208,842	6,055	74,722	
Earning (loss) per share					
- Basic and diluted- (Rupees)	7.57	10.20	0.30	3.65	

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.


YUSUF AYOOB
Chief Executive Officer


ZIA ZAKARIA
Director


MUHAMMAD HANIF CHAUDHARY
Chief Finance Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED 30TH JUNE, 2022

	For the Nine Months		For the quarter	
	October-June		April-June	
	2022	2021	2022	2021
	----- (Rupees in '000) -----			
Profit after taxation	154,911	208,842	6,055	74,722
Other comprehensive income	-	-	-	-
Total Comprehensive income	154,911	208,842	6,055	74,722

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.



YUSUF AYOOB
Chief Executive Officer



ZIA ZAKARIA
Director



MUHAMMAD HANIF CHAMDIA
Chief Finance Officer

**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED 30TH JUNE, 2022**

	Note	June 2022	June 2021
(Rupees in thousand)			
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		261,317	391,957
Adjustments for:			
Depreciation of property, plant and equipment	4.1	260,552	212,874
Depreciation of right-of-use assets		5,382	5,382
Amortization of intangible assets		-	2,132
Gain on disposal of property, plant and equipment		(4,995)	(10,618)
Provision for obsolescence and slow moving items		10,232	10,551
Impairment allowance for receivable against export subsidy		-	100,000
Impairment allowance against trade debts		-	1,000
Finance cost		454,942	291,994
Interest on lease liability against right-of-use assets		61	674
Share of profit from associates		(199,421)	(15,776)
		526,753	598,213
Cash generated before working capital changes		788,070	990,170
(Increase) / decrease in current assets			
Stores, spare parts and loose tools		(123,724)	(64,367)
Stock in trade		(3,339,708)	(1,808,741)
Trade debts		(361,837)	29,231
Loans and advances		(46,008)	(57,067)
Trade deposits and short term prepayments		(594)	(8,841)
Other receivables		2,626	1,935
		(3,869,245)	(1,907,850)
Increase in current liabilities			
Trade and other payables		795,241	(60,966)
Short term borrowings		2,573,792	1,799,596
		3,369,033	1,738,630
Payments for			
Income tax		(176,967)	(159,670)
Finance cost		(283,176)	(267,130)
Long term loans-net		(1,248)	(3,713)
Long term deposits -net		(1,300)	-
		(462,691)	(430,513)
Net cash inflows from operating activities		(174,833)	390,437
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Addition in property, plant & equipment		(263,221)	(172,280)
Sale proceeds from disposal of property, plant and equipment		6,226	14,567
Dividend received		9,899	39,597
Net cash used in investing activities		(247,096)	(118,116)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long term financing		1,075,000	29,219
Repayment of long term financing		(486,250)	(289,375)
Payments for lease liability against right of use asset		(3,859)	(9,636)
Dividend paid		(101,287)	(60,694)
Net cash used in financing activities		483,604	(330,486)
Net increase in cash and cash equivalents		61,675	(58,165)
Cash and cash equivalents at the beginning of the period		231,482	387,058
Cash and cash equivalents at the end of the period		293,157	328,893

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.


YUSUF AYOOB
Chief Executive Officer


ZIA ZAKARIA
Director


MUHAMMAD HANIF CHAMDIA
Chief Finance Officer



AL-NOOR
SUGAR MILLS LTD.

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED 30TH JUNE, 2022

	Issued, Subscribed & paid up capital	General reserves	Un-appropriated profit	Capital Reserve - Revaluation surplus on property, plant and equipment	Share of associate's unrealized (loss) on remeasurement of investment at fair value through OCI	Total
	(Rupees in thousand)					
Balance as at October 1, 2020 - (Audited)	204,737	1,000,000	705,809	1,364,357	(2,714)	3,272,189
During the nine months ended June 30, 2021						
Transaction with owners						
Final dividend for the year ended September 30, 2020 @ Rs 3.00 per share	-	-	(61,421)	-	-	(61,421)
Total comprehensive income for the nine months ended June 30, 2021	-	-	208,842	-	-	208,842
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation net of deferred tax from:						
Company's Revaluation Surplus	-	-	36,217	(36,217)	-	-
Shares of associates incremental depreciation of revaluation surplus	-	-	9,433	(9,433)	-	-
	-	-	45,650	(45,650)	-	-
Balance as at June 30, 2021	204,737	1,000,000	898,880	1,318,707	(2,714)	3,419,610
Balance as at October 01, 2021 - (Audited)	204,737	1,000,000	916,054	1,303,580	(2,596)	3,421,775
During the half year ended March 31, 2022	-	-	-	-	-	-
Transaction with owners						
Final dividend for the year ended September 30, 2021 @ Rs 5 per share	-	-	(102,369)	-	-	(102,369)
Total comprehensive income for the nine months ended June 30, 2022	-	-	154,911	-	-	154,911
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation net of deferred tax from:						
Company's Revaluation Surplus	-	-	33,898	(33,898)	-	-
Shares of associates incremental depreciation of revaluation surplus	-	-	12,578	(12,578)	-	-
	-	-	46,476	(46,476)	-	-
Balance as at June 30, 2022	204,737	1,000,000	1,015,072	1,257,104	(2,596)	3,474,317

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.


YUSUF AYOOB
Chief Executive Officer


ZIA ZAKARIA
Director


MUHAMMAD HANIF CHAUDHARY
Chief Finance Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE NINE MONTHS PERIOD ENDED 30TH JUNE, 2022

1 The Company and its Operations

The Company was incorporated in Pakistan as public limited company on August 08, 1969 and its shares are quoted at the Pakistan Stock Exchange Limited. The registered office of the Company is located at 96-A, Sindhi Muslim Cooperative Housing Society, Karachi, Sindh.

The Company owns and operates sugar, medium density fiber (MDF) board manufacturing unit which are located at District Shaheed Benazirabad and Noushero Feroz in the province of Sindh. The total area of industry land which includes the main factory is spread over 207.25 acres.

2 Basis of Preparation

2.1 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 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 condensed interim financial statements does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the company's annual financial statements for the year ended September 30, 2021.

3 Significant accounting policies and disclosures

- 3.1 The accounting policies and methods of computation followed 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, 2021.
- 3.2 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.
- 3.3 Certain new IFRSs and amendments to existing IFRSs, effective for periods beginning on or after October 01, 2021, do not have any impact on the condensed interim financial statements, and are therefore not disclosed.
- 3.4 The preparation of these condensed interim financial statements requires management to make estimates, assumptions and use of judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision. Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to financial statements as at and for the year ended September 30, 2021.

	Note	Unaudited June 30, 2022	Audited September 30, 2021
		Rupees in '000	
4. PROPERTY PLANT AND EQUIPMENT			
Operating fixed Assets	4.1	4,633,760	4,794,225
Capital Work in Progress	4.2	207,420	45,519
		4,841,180	4,839,744
4.1 Operating Fixed Assets:			
Opening Net Book Value (NBV)		4,794,225	4,523,350
Direct Additions during the period/year			
Non-Factory Building		-	-
Plant and Machinery		50,746	33,838
Office Equipment		8,530	10,520
Vehicles		25,480	71,291
		84,756	115,649
Transfer from CWIP during the period/year			
Non-Factory Building		2,499	42,895
Power Plant		5,235	353,805
Office Equipment		8,830	-
Plant and Machinery		-	76,052
		16,564	472,752
Net Book Value of Asset disposed off during the period/year			
Vehicles		(1,233)	(6,056)
Depreciation Charged for the period/year		(260,552)	(311,469)
Closing Net Book Value		4,633,760	4,794,225
4.2 Capital Work in Progress			
Opening Balance		45,519	383,616
Addition during the period/year			
Civil Work		22,539	14,741
Plant and Machinery	4.2.1	155,926	119,914
		178,465	134,655
Capitalization during the period/year			
Civil Work		(2,499)	(42,895)
Plant & Machinery		(14,065)	(429,857)
		(16,564)	(472,752)
Closing Balance		207,420	45,519

4.2.1 Additions to plant and machinery under installation includes borrowing cost of Rs.Nil (2021:6.996 million).

	Unaudited June 30, 2022	Audited September 30, 2021
	Rupees in '000	
5. RIGHT-OF-USE ASSETS		
Opening Balance	10,605	17,781
Depreciation during the period/year	(5,382)	(7,176)
	5,223	10,605
6. INTANGIBLE ASSETS		
Opening Balance	-	2,839
Amortization during the period/year	-	(2,839)
	-	-
7. LONG TERM INVESTMENTS		

Investment in associated undertakings:-

	Shahmurad Sugar Mills Limited	Al Noor Modaraba Management (Pvt) Limited	Total June 30, 2022	Total September 30 2021
Opening balance	728,368	959	729,327	747,755
Share of profit of associate for the period / year	199,421	-	199,421	21,030
Shares of associate's unrealized (loss) on remeasurement of associate's investment at fair value through OCI	-	-	-	139
Dividend received during the period / year	(9,899)	-	(9,899)	(39,597)
	189,522	-	189,522	(18,428)
	917,890	959	918,849	729,327

The company holds 14.285% (September 2021:14.285%) interest in Al-Noor Modaraba Management (Pvt) Ltd, and holds 15.625% (September 2021:15.625%) interest in Shahmurad Sugar Mills Limited. Since the financial statements of Al Noor Modaraba Management (Pvt) Limited are not prepared except on year end June 30; and are not material hence no effect of results of Al-Noor Modaraba Management (Pvt) Ltd has been taken in this condensed interim financial statements, however in the case of Shahmurad Sugar Mills Ltd, the share of profit and other comprehensive income has been taken on the basis of its reviewed condensed interim financial statements for the half year ended June 30, 2022.

8. CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There is no material change in status of contingencies as disclosed in note No.24 (b) of the annual financial statement for the year ended September 30,2021.

8.1.1 During the period the Federal Board of Revenue (FBR) issued notices for conducting tax audits for multiple years commencing from 2016 to 2019 under section 177 of the Income Tax Ordinance,2001 and despite providing all records,submission of evidences and details, audit proceedings for the tax year 2016 were concluded by passing detrimental order under section 122(1)(5) of the Income Tax Ordinance 2001 whereby frivolous tax demand of Rs.8.857 billion for the year and no conclusion for other tax years has yet been made. The demand is based on arbitrary and illogical observations against which the company has preferred appeals to the Commissioner Inland Revenue (Appeal-II), Karachi which is pending for hearing. In the meanwhile, the Company also got stay orders from the Honorable Sindh High Court refraining the department to take coercive measures for recovery of the demand during the pendency of the Appeal. Since the demanded tax is not based on fact and records and in the view of tax advisor, favourable outcome is expected in the appeal,hence no provision has been made in the financial statements against said demands.

8.1.2 During the period the Assistant /Deputy Commissioner Inland Revenue issued show cause notice under section 161(1A) of the Income Tax Ordinance 2002 for the tax year 2016,2017 and 2019 and has passed order there under that the Company should have to charge and deposit tax u/s 236 H of the Income Tax Ordinance 2001 on the sale to unregistered buyers treating them as non-filers retailers instead of depositing tax u/s 236 G by treating unregistered buyers as whole sellers/distributors/dealers. The officer has created aggregate demand of Rs.76.314 million in respect of the above mentioned tax years. However the Company has filed Appeal before the Commissioner Inland Revenue Appeals (CIRA) but those appeals has dismissed and now the Company filed appeal in tribunal and we confident that the matter will be decided in favour of the Company hence no provision is made in this respect.

8.2 Commitments as on the balance sheet date

	Unaudited June 30, 2022	Audited September 30, 2021
	Rupees in '000	
Letters of credit		
Stores	40,522	33,149
Raw Material	108,107	185,890
Machinery	-	95,796
	148,629	314,835

	For Nine Months October-June		For the quarter April-June	
	2022	2021	2022	2021
	----- (Rupees in '000) -----			
9. COST OF SALES				
Opening stock of finished goods	1,213,057	776,628	5,358,704	3,956,576
Cost of goods manufactured	9,403,783	8,174,274	1,254,272	1,340,127
	10,616,840	8,950,902	6,612,976	5,296,703
Closing stock of finished goods	(4,441,796)	(2,400,444)	(4,441,796)	(2,400,444)
	6,175,044	6,550,458	2,171,180	2,896,259

9.1 Stock of refined sugar amounting of Rs.3,822.988 million (2021:Rs.2,661.500 Million) has been pledged against cash finance facilities and Murabaha/Istisna arrangements.

9.2 Stock in trade includes stocks costing of Rs. Nil (2021: Rs.336.986 million) written down to their net realizable value of Rs. Nil (2021: 61.601 million). Stock of molasses and bagasse valued at net realizable value of Rs.64.742 million. (2021: Rs.15.908 million)

10. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated entities, staff retirement funds, directors and key management personnel. The transaction and balances of related parties during the period/as at period end are given below:

		June 30, 2022	June 30, 2021
Transactions:			
Relationship with the Company	Nature of Transactions	(Rupees in thousand)	
Associates			
Shahmurad Sugar Mills Ltd	Sale of goods	899,730	596,741
	Dividend received	9,899	39,597
	Share of profit in associates	199,421	15,776
Reliance Insurance Compnay Ltd	Insurance premium paid	27,633	21,651
	Insurance claim received	3,917	6,189
	Insurance claim receivable	521	3,703
Other Related Parties			
Directors' and key management personnel	Director's remuneration	18,974	21,248
	Executives remuneration	97,262	80,365
	Directors meeting fee	230	256
Staff provident fund	Contribution made during period including directors	21,715	18,692
		June 30, 2022	September 30, 2021
Balances			
Relationship with the Company	Nature of Transactions	(Rupees in thousand)	
Associates			
Reliance Insurance Compnay Ltd	Trade & other payables	3,821	3,566
Staff provident fund	Trade & other payables	2,218	1,086
	Insurance claim receivable	521	2,741

11. RELATIONSHIP WITH THE ISLAMIC AND CONVENTIONAL FINANCIAL INSTITUTION

The Company in the normal course of business deals with sole Islamic financial institutions as well as the financial institution who operate both the conventional side and Islamic window. The details of segregation between Shariah complaints and conventional assets/liabilities and income/expenditure are given below:

	June 2022			September 2021		
	Rupees in thousand			Rupees in thousand		
	Islamic Mode	Conventional	Total	Islamic Mode	Conventional	Total
Long term financing-Musharka and others finance	1,607,500	892,922	2,500,422	1,553,750	448,157	2,001,907
Current portion of long term finance	435,000	356,902	791,902	435,000	266,667	701,667
	2,042,500	1,249,824	3,292,324	1,988,750	714,824	2,703,574
Accrued finance cost	127,246	86,356	213,602	14,388	27,387	41,775
Short term borrowings	2,100,000	1,838,632	3,938,632	500,000	864,840	1,364,840
Cash at bank accounts	(131,598)	(128,041)	(259,639)	(120,128)	(107,044)	(227,172)
	4,138,148	3,046,771	7,184,919	2,383,010	1,500,007	3,883,017

	June 2022			June 2021		
	Rupees in thousand			Rupees in thousand		
	Islamic Mode	Conventional	Total	Islamic Mode	Conventional	Total
Finance cost	205,875	249,128	455,003	144,131	148,537	292,668
Borrowing cost capitalized	-	-	-	-	6,996	6,996
Income on saving account	(4,617)	-	(4,617)	(18,550)	-	(18,550)
	201,258	249,128	450,386	125,581	155,533	281,114

12. SEGMENT INFORMATION

The Company's operations 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 June 30, 2022 and June 30, 2021 and assets and liabilities information regarding business segments as at June 30, 2022 and September 30, 2021:

	Sugar		MDF Board		Total	
	Nine months ended		Nine months ended		Nine months ended	
	June 30,		June 30,		June 30,	
	2022	2021	2022	2021	2022	2021
	----- (Rupees in '000) -----					
Revenue						
External Sales	2,969,101	3,404,210	4,376,242	4,458,998	7,345,343	7,863,208
External Sales of by-product	985,999	580,783	4,404	7,099	990,403	587,882
Inter-segment transfer- Electricity	97,691	117,065	-	-	97,691	117,065
Inter-segment transfer- Bagasse	64,147	113,142	-	-	64,147	113,142
	4,116,938	4,215,200	4,380,646	4,466,097	8,497,584	8,681,297

RESULTS

Profit from operation	292,603	208,466	213,684	428,339	506,287	636,805
Other Income	3,059	13,906	7,553	18,138	10,612	32,044
Finance cost					(455,003)	(292,668)
Share of profit from associates					199,421	15,776
Profit before tax					261,317	391,957
Taxation					(106,406)	(183,115)
Net profit after taxation for the period					154,911	208,842

OTHER INFORMATION

Capital expenditures	16,417	16,305	246,804	155,975	263,221	172,280
Depreciation	100,090	103,432	160,462	109,442	260,552	212,874
Depreciation on right-of-use assets	-	-	5,382	5,382	5,382	5,382
Amortization	-	941	-	1,191	-	2,132

	Sugar		MDF Board		Total	
	June 30, 2022	September 30, 2021	June 30, 2022	September 30, 2021	June 30, 2022	September 30, 2021
	(Rupees in '000)					
Statement of financial position						
Assets						
Segment assets	7,726,531	4,420,426	4,350,281	3,737,096	12,076,812	8,157,522
Investment in associates	918,849	729,327	-	-	918,849	729,327
Unallocated assets					284,819	213,560
Total assets					13,280,480	9,100,409
Liabilities						
Segment liabilities	8,478,125	4,903,278	1,294,542	724,431	9,772,667	5,627,709
Unallocated liabilities					33,496	50,925
					9,806,163	5,678,634

Geographical Information

All non-current assets of the Company are located in Pakistan. Company's local sales represent sales to various external customers in Pakistan whereas export sales of Rs.68.385 million (2021: 691.603 million) represent sales to customers in various countries of Asia as follows:

Pakistan	7,276,959	7,173,815
Afghanistan	42,573	642,355
Bahrain	25,811	33,432
Kuwait	-	13,606
	7,345,343	7,863,208

13. WORKER'S PROFIT PARTICIPATION FUND, WORKERS WELFARE FUND AND TAXATION

Allocation to the Worker's Profit participation Fund, Worker's Welfare Fund and provision for taxation are provisional, final liability would be determined on the basis of annual results.

14. FAIR VALUES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Company while assessing fair values uses calculation techniques that are appropriate in the circumstances using relevant observable data as far as possible and minimizing the use of unobservable inputs. Fair values are categorized into following three levels based on the input used in the valuation techniques:

Level 1: Quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.

Level 2: 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 3: Inputs are unobservable inputs for the asset or liability. Inputs for the asset or liability that are not based on observation market data (that is, unobservable inputs).

Financial assets and liabilities of the Company are either short term in nature or are repriced periodically therefore; their carrying amounts approximate their fair values.

15. AUTHORIZATION

These condensed interim financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on July 26, 2022.

16. GENERAL

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


YUSUF AYOOB
Chief Executive Officer
ZIA ZAKARIA
Director
MUHAMMAD HANIF CHAUDHARY
Chief Finance Officer





AL-NOOR
SUGAR MILLS LTD.

بورڈ آف ڈائریکٹرز:

زیر جائزہ مدت کے دوران بورڈ آف ڈائریکٹرز کی تشکیل میں کوئی تبدیلی نہیں ہوئی۔

بورڈ آف ڈائریکٹرز اپنے معزز اسٹیک ہولڈرز کو یقین دلانا چاہتا ہے کہ ان شاء اللہ بہتر نتائج کے حصول کے لیے سرشار کوششیں کی جارہی ہیں۔ اللہ تعالیٰ سے دعا ہے کہ وہ ہمارے مطلوبہ اہداف کے حصول میں ہماری رہنمائی اور مدد کرے۔ (آمین)


ضیاء زکریا
ڈائریکٹر


یوسف ایوب
چیف ایگزیکٹو آفیسر

کراچی: 26 جولائی 2022

شعبہ جات کی کارکردگی کو درج ذیل بیان کیا گیا ہے۔

شوگر ڈویژن:

زیر جائزہ مدت کے دوران کرشنگ میزن گنے کی فصل گزشتہ سال کی اسی مدت کے مقابلے بہتر رہی۔ حکومت سندھ نے گنے کی کم از کم امدادی قیمت 250/- روپے فی چالیں کلوگرام کے حساب سے مقرر کی ہے جو کہ گزشتہ سال مطلع شدہ 202/- روپے فی چالیں کلوگرام تھی۔ الحمد للہ موجودہ کرشنگ میزن کے دوران گنے کی فصل اچھی رہی اور مل نے 940,764 میٹرک ٹن گنے کی کرشنگ کی اور 98,110 میٹرک ٹن چینی پیدا کی۔ گزشتہ سال اسی عرصے کے دوران مل نے 677,781 میٹرک ٹن گنے کی پسانی کی اور 68,623 میٹرک ٹن چینی پیدا کی۔ موجودہ مدت کے دوران پیداوار گزشتہ سال کے مقابلے میں 29,487 میٹرک ٹن یا 42.97 فیصد زیادہ ہے۔ چینی کی پیداوار میں اضافہ بنیادی طور پر کرشنگ کے زیادہ حجم اور ریکوری ریٹ میں 10.43 فیصد بہتری کی وجہ سے ہوا جو گزشتہ سال 10.12 فیصد تھا۔ گزشتہ میزن میں قدرتی بارشوں اور کاشتکاروں کو زیادہ قیمت ادا کرنے کی وجہ سے ملک میں فصلوں کی حالت اچھی تھی۔ جیسا کہ ششماہی رپورٹ میں بتایا گیا ہے کہ رواں سال کے دوران ملک کی چینی کی پیداوار تقریباً 80 لاکھ ٹن رہی جو کہ ملک کی ضرورت سے کہیں زیادہ ہے جس کے نتیجے میں مقامی مارکیٹ میں چینی کی قیمت میں کمی کا رجحان ہے۔

ایم ڈی ایف بورڈ ڈویژن:

زیر غور مدت کے دوران MDF بورڈ ڈویژن نے مختلف موٹائی میں 58,084 کیوبک میٹر بورڈ کی پیداوار کی جو کہ گزشتہ سال کی اسی مدت میں 65,714 کیوبک میٹر پیدا کی گئی تھی۔ پیداوار گزشتہ مدت کے مقابلے میں 7,630 کیوبک میٹر یا 11.61 فیصد کم ہے اور توقع ہے کہ مارکیٹ کی طلب کو پورا کرنے کے لیے سال کے بقیہ عرصے میں پیداوار بڑھانے کے لیے کوششیں جاری ہیں۔

مستقبل کا جائزہ:

توقع ہے کہ اگلے کرشنگ میزن کے دوران ملک میں گنے کی فصل میں بہتری آئے گی کیونکہ موجودہ میزن کے دوران کاشتکاروں کو قیمتوں میں اضافہ اور بروقت ادائیگی کی جارہی ہے۔ قدرتی بارشوں کا حالیہ اچھا سلسلہ آنے والے کرشنگ میزن کے دوران خام مال کی دستیابی میں بھی اضافہ کرے گا اور کرشنگ میزن کے آغاز تک میزن کے بقیہ عرصے کے دوران آپاشی کے نظام کے ذریعے پانی کی دستیابی میں بھی بہتری آئے گی۔ توقع ہے کہ حکومت چینی کی برآمد کی اجازت دینے کا بروقت فیصلہ کرے گی جس سے شوگر ملوں کی لیکویٹی کی کمی میں بہتری آئے گی اور نئے کرشنگ میزن کے بروقت آغاز کے لیے فائدہ مند ثابت ہوگا۔

MDF ڈویژن کا مستقبل کا نقطہ نظر پائیدار معلوم ہوتا ہے کیونکہ ڈویژن کی مصنوعات نے ملکی اور بین الاقوامی منڈیوں میں بھی اپنی قابل قبولیت قائم کر لی ہے۔

ڈائریکٹرز کی رپورٹ

محترم ممبران السلام علیکم!

بورڈ آف ڈائریکٹرز کی جانب سے مجھے آپ کے سامنے 30 جون 2022 کو ختم ہونے والی مدت کے لیے آپ کی کمپنی کے غیر آڈٹ شدہ اکاؤنٹس پیش کرتے ہوئے خوشی ہو رہی ہے۔

پیداوار اور مالیاتی حسابات کی نمایاں خصوصیات درج ذیل ہیں:

30 جون 2021	30 جون 2022	معلومات بابت پیداوار
677,781	940,764	گنے کی پھائی (میٹرک ٹن)
68,623	98,110	پیداوار برائے چینی (میٹرک ٹن)
10.12	10.43	ریکوری برائے چینی (فیصد)
30,800	43,125	پیداوار برائے راب (میٹرک ٹن)
65,714	58,084	ایم ڈی ایف پیداوار (کیوبک میٹر)
(روپے ہزاروں میں)	(روپے ہزاروں میں)	مالیاتی معلومات
7,863,208	7,345,343	فروختگی
(6,550,458)	(6,175,044)	لاگت برائے فروختگی
1,312,750	1,170,299	خام منافع
(45,202)	(53,832)	اخراجات برائے ترسیل
(139,912)	(19,899)	دیگر آپریٹنگ لاگت
(491,864)	(595,020)	انتظامی اخراجات
(292,668)	(455,003)	مالیاتی اخراجات
33,077	15,351	دیگر آمدن
15,776	199,421	منافع کا حصہ ایسوسی ایٹ میں
391,957	261,317	منافع قبل از ٹیکس
(183,115)	(106,406)	ٹیکس کے لئے فراہمی
208,842	154,911	منافع بعد از ٹیکس
Rs.10.20	Rs.7.57	منافع فی حصص (بنیادی)



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