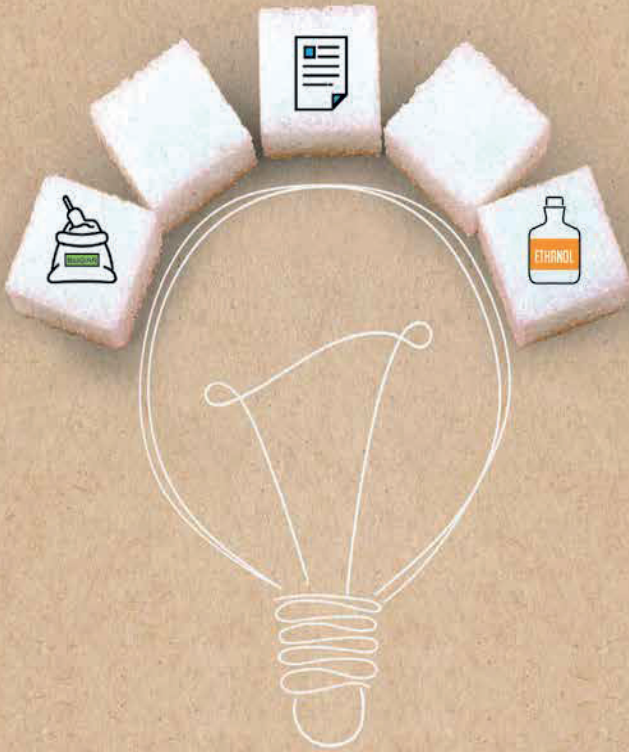




Mirpurkhas Sugar Mills Limited



Energising DIVERSITY

1st
Quarter Accounts
(Unaudited)
December 31,
2 0 2 4

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Company Information

Board of Directors

Mr. Arif Faruque	Chairman
Mr. Aslam Faruque	Chief Executive
Mr. Amer Faruque	Director
Ms. Farzana Faruque	Director
Mr. Wasif Khalid	Director
Mr. Hasan Reza Ur Rahim	Director
Mr. Abdul Shakoor Shaikh	Director

Audit Committee

Mr. Hasan Reza Ur Rahim	Chairman
Mr. Arif Faruque	Member
Mr. Amer Faruque	Member

Human Resource and Remuneration Committee

Mr. Abdul Shakoor Shaikh	Chairman
Mr. Aslam Faruque	Member
Ms. Farzana Faruque	Member

Chief Operating Officer & Chief Financial Officer

Mr. Wasif Khalid

Company Secretary

Mr. Asim H. Akhund

Head of Internal Audit

Mr. Aamir Saleem

Share Registrar

CDC Share Registrar Services Limited
CDC House, 99 - B, Block - B, S.M.C.H.S.
Main Shahrah-e-Faisal Karachi – 74400
Tel: 0800-23275 UAN: 111-111-500
Email: info@cdcsrsl.com

Bankers (Islamic)

Askari Bank Ltd.
Al Baraka Bank (Pakistan) Ltd.
Bank Alfalah Ltd.
Bank Islami Pakistan Ltd.
Dubai Islamic Bank Pakistan Ltd.
Faysal Bank Ltd.
Meezan Bank Ltd.
MCB Islamic Bank Ltd.

Credit Rating

Long-term rating: A-
Short-term rating: A2
by The Pakistan Credit Rating Agency Limited (PACRA)

Bankers (Conventional)

Allied Bank Ltd.
Bank Al Habib Ltd.
Bank Alfalah Ltd.
Habib Bank Ltd.
Habib Metropolitan Bank Ltd.
MCB Bank Ltd.
National Bank of Pakistan
Samba Bank Ltd.
Soneri Bank Ltd.
United Bank Ltd.
The Bank of Punjab

Registered Office / Factory

Sub Post Office Sugar Mill
Jamrao, Umerkot Road
Mirpurkhas, Sindh

Head Office

Modern Motors House
Beaumont Road
Karachi-75530 Pakistan
UAN: +92 - 21-111- 354 -111
Fax: + 92 - 21- 35688036
Web: www.gfg.com.pk/msm/

External Auditors

Kreston Hyder Bhimji & Co.
Chartered Accountants

Cost Auditors

UHY Hassan Naeem & Co.
Chartered Accountants

Legal Advisor

K.M.S. Law Associates

Directors' Review

The Board of Directors presents the un-audited financial results of Mirpurkhas Sugar Mills Limited ("Company") for the first quarter ended December 31, 2024.

Sugar Division

The 2024/25 crushing season commenced on November 21, 2024, operating for 41 days compared to 47 days in the prior year. This season started with challenges of lesser sugarcane yields across Pakistan, lower sucrose content and depressed sugar prices. The Sindh Government did not announce a minimum support price for sugarcane, unlike the Rs. 425 per maund announced in the previous season. The International Monetary Fund (IMF) has asked Pakistan to remove minimum support prices (MSPs) for sugarcane and other agricultural commodities. The IMF's goal is to reduce government spending and limit provincial control over subsidies.

During this period, 207,834 metric tons of sugarcane were crushed, resulting in 19,557 metric tons of sugar production. This represents a significant decrease compared to the prior year's 337,963 metric tons of sugarcane crushed and 33,805 metric tons of sugar produced. The 38.50% reduction in sugarcane crushed is primarily attributed to delayed harvesting due to the absence of a minimum support price.

Sucrose recovery declined to 9.92% from 10.26% in the previous year. Lower yields and sucrose recovery are anticipated across Pakistan due to delayed summer onset and water shortages, particularly in Sindh. Molasses production also decreased to 9,025 metric tons from 15,630 metric tons in the same period last year.

Paper and Board Division

The Company produced 11,565 metric tons of paper during the quarter, an increase from 8,499 metric tons in the previous year. While the division is operating efficiently, meeting operational parameters and customer production requirements, the commercial environment continues to be difficult.

The Management is actively pursuing strategies to increase revenue and expand the customer base in a highly competitive market. The Company faces challenges from the unregistered sector, rising costs of key raw materials like old corrugated cartons, and the impact of selling on credit.

Financial Performance

Despite reduced borrowing rates, the challenging operating environment persists due to depressed selling prices for both sugar and paper, coupled with increased input costs.

During the quarter, the Company sold 14,161 metric tons of sugar, including 5,003 metric tons for export, compared to 15,364 metric tons in the prior year. Paper sales reached 11,670 metric tons, up from 8,207 metric tons in the previous year.

	December 2024	December 2023
	(Rupees in million)	
Net Sales	3,193.42	2,795.11
Cost of Sales	(2,747.04)	(2,379.56)
Gross Profit	446.38	415.55
Other Income	22.01	17.31
Share of profit in associate	3.49	10.77
Other expenses & taxes	(531.60)	(575.89)
Net (loss)	(59.72)	(132.26)

Future Prospects

The Company is cautiously optimistic that the economic outlook of the country will improve as the Government continues the implementation of reforms aimed at maintaining fiscal discipline, political stability and foreign economic assistance and is hopeful to improve the growth trajectory of the economy in the coming years. However, the country's higher debt servicing costs and external repayments continue to pose significant challenges. Given the difficult operating environment, the Company remains focused on minimizing the negative impacts while maximizing shareholder value by spreading its borrowings amongst different banks, reducing inventory and managing trade debts, amongst other measures.

With a cumulative cut of 900 basis points of the policy rate to date, the monetary easing is expected to continue, driven by a high base effect stable exchange rate and improved supply of foreign exchange, Management is hopeful this will favorably impact the Company in the foreseeable future.

Acknowledgment

The Management extends its sincere gratitude to all the staff, shareholders, financial institutions and the other stakeholders of the Company for their continued support and cooperation.

On behalf of the Board of Directors



Arif Faruque
Chairman



Aslam Faruque
Chief Executive

Karachi, January 27, 2025

Condensed Interim Statement of Financial Position

As at December 31, 2024

	Note	December 31, 2024 (Unaudited)	September 30, 2024 (Audited)
(Rupees '000)			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	6,676,905	6,633,113
Long-term investments		1,452,709	1,436,726
Long-term loans and deposits		5,644	6,168
Deferred tax asset-net		209,515	209,515
		8,344,773	8,285,522
CURRENT ASSETS			
Stores, spare parts and loose tools		665,136	794,827
Stock-in-trade		2,742,268	2,180,809
Trade debts		1,749,766	1,421,583
Loans and advances		295,303	171,452
Trade deposits and short-term prepayments		46,947	22,155
Other receivables		223,532	223,532
Short-term investments		804,024	468,152
Tax refunds due from the Government		165,024	159,795
Cash and bank balances		62,926	55,069
		6,754,926	5,497,374
TOTAL ASSETS		<u>15,099,699</u>	<u>13,782,896</u>
EQUITY AND LIABILITIES			
EQUITY			
Share capital	7	665,579	665,579
Reserves		1,456,944	1,170,158
Surplus on revaluation of property, plant & equipment		661,496	661,496
		2,784,019	2,497,233
NON-CURRENT LIABILITIES			
Long-term financing		2,382,129	2,458,619
Long-term lease liabilities		17,911	11,111
Deferred liabilities		651,281	646,878
Government grant		170,493	184,823
		3,221,814	3,301,431
CURRENT LIABILITIES			
Trade and other payables		1,741,721	1,373,974
Accrued mark-up		197,270	334,316
Short-term borrowings		6,670,218	5,777,970
Current portion of long-term financing		403,018	424,446
Current portion of long-term lease liabilities		13,896	4,014
Current portion of government grant		60,030	61,799
Unclaimed dividend		7,713	7,713
		9,093,866	7,984,232
CONTINGENCIES AND COMMITMENTS	8		
TOTAL EQUITY AND LIABILITIES		<u>15,099,699</u>	<u>13,782,896</u>

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


Aslam Faruque
 Chief Executive


Hasan Reza Ur Rahim
 Director


Wasif Khalid
 Director & Chief Financial Officer

December 31, 2024 | 05

Condensed Interim Statement of Profit or Loss (Unaudited)

For the Quarter Ended December 31, 2024

	Note	December 31, 2024	December 31, 2023 (Re-stated)
		(Rupees '000)	
Turnover - net		3,193,420	2,795,111
Cost of sales		(2,747,041)	(2,379,558)
Gross profit		446,379	415,553
Distribution cost		(111,560)	(87,756)
Administrative expenses		(85,482)	(83,281)
Other operating expenses		(357)	(559)
		(197,399)	(171,596)
Other income		22,013	17,306
Operating profit		270,993	261,263
Finance cost		(290,280)	(362,024)
		(19,287)	(100,761)
Share of profit in associates - net		3,486	10,773
Loss before levies and taxation		(15,801)	(89,988)
Levies		(43,923)	(42,273)
Loss before taxation		(59,724)	(132,261)
Taxation		-	-
Loss after taxation		(59,724)	(132,261)
			(Re-stated)
Loss per share - basic & diluted (Rupees)	10	(0.90)	(2.59)

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


Aslam Faruque
 Chief Executive


Hasan Reza Ur Rahim
 Director


Wasif Khalid
 Director & Chief Financial Officer

Condensed Interim Statement of Comprehensive Income (Unaudited)

For the Quarter Ended December 31, 2024

	December 31, 2024	December 31, 2023 (Re-stated)
	(Rupees '000)	
Loss after taxation	(59,724)	(132,261)
Other Comprehensive income		
Items that will not be subsequently reclassified to statement of profit or loss:		
Unrealised gain on remeasurement of equity investment at fair value through other comprehensive income	346,510	150,093
Total comprehensive income	286,786	17,832

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



Aslam Faruque
Chief Executive



Hasan Reza Ur Rahim
Director



Wasif Khalid
Director & Chief Financial Officer

Condensed Interim Statement of Cash Flows (Unaudited)

For the Quarter Ended December 31, 2024

	December 31, 2024	December 31, 2023
(Rupees '000)		
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before levies and taxation	(15,801)	(89,988)
Adjustments for :		
Depreciation	90,369	92,979
Depreciation on right-of-use asset	3,055	2,014
Provision for market committee fee	2,078	3,380
Accrued profit term deposit	(1,858)	-
Dividend income from related parties	(19,521)	(13,117)
Share of profit in associates	(3,486)	(10,773)
(Gain) / loss on disposal of property, plant and equipment	(28)	132
Provision of deferred liabilities-net	2,325	5,824
Finance cost on lease liabilities	1,283	923
Finance cost	288,997	361,101
	<u>363,214</u>	<u>442,463</u>
	347,413	352,475
Working capital changes		
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	129,691	(123,899)
Stock-in-trade	(561,459)	(2,041,209)
Trade debts	(328,183)	(325,770)
Loans and advances	(123,851)	(135,082)
Trade deposits and Short-term prepayments	(24,792)	(20,364)
Other receivables	-	19,891
	<u>(908,594)</u>	<u>(2,626,433)</u>
Increase in current liabilities:		
Trade and other payables	367,747	484,520
Cash used in operations	<u>(193,434)</u>	<u>(1,789,438)</u>
Long-term loans and deposits-net	524	21,772
Income tax paid	(49,153)	(37,593)
	<u>(48,629)</u>	<u>(15,821)</u>
Net cash used in operating activities	<u>(242,063)</u>	<u>(1,805,259)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(120,269)	(35,613)
Sale proceeds of property, plant and equipment	35	501
Dividend received from related parties	19,521	13,117
Net cash used in investing activities	<u>(100,713)</u>	<u>(21,995)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Finance cost paid	(426,043)	(403,776)
Short-term borrowings-net	892,248	2,358,852
Long-term financing-net	(114,017)	(76,733)
Payment of lease liability-net	(1,555)	(2,965)
Payment of dividend	-	(36)
Net cash generated from financing activities	<u>350,633</u>	<u>1,875,342</u>
Net increase in cash and cash equivalents	7,857	48,088
Cash and cash equivalents at the beginning of the period	<u>55,069</u>	<u>34,879</u>
Cash and cash equivalents at the end of the period	<u><u>62,926</u></u>	<u><u>82,967</u></u>

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



Aslam Faruque
Chief Executive



Hasan Reza Ur Rahim
Director



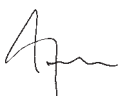
Wasif Khalid
Director & Chief Financial Officer

Condensed Interim Statement of Changes In Equity

For the Quarter Ended December 31, 2024

Description	Issued, subscribed and paid-up capital	Reserves					Total reserves	Surplus on Revaluation of property, plant and equipment	Total
		General reserves	Unappropriated profit	Share premium	Actuarial gain / (loss) on defined benefit plan net-off tax	Unrealised/ realised gain / (loss) on investment at fair value through other comp. income			
(Rupees '000)									
Balance as at October 01, 2023 (Audited)	465,579	34,250	2,392,086	-	58,320	480,282	2,964,938	661,496	4,092,013
Loss after taxation	-	-	(132,261)	-	-	-	(132,261)	-	(132,261)
Other comprehensive income	-	-	-	-	-	150,093	150,093	-	150,093
Total comprehensive (loss) / income	-	-	(132,261)	-	-	150,093	17,832	-	17,832
Balance as at December 31, 2023 (Un-audited)	465,579	34,250	2,259,825	-	58,320	630,375	2,982,770	661,496	4,109,845
Balance as at October 01, 2024 (Audited)	665,579	34,250	170,638	289,523	26,328	649,419	1,170,158	661,496	2,497,233
Loss after taxation	-	-	(59,724)	-	-	-	(59,724)	-	(59,724)
Other comprehensive income	-	-	-	-	-	346,510	346,510	-	346,510
Total comprehensive (loss) / income	-	-	(59,724)	-	-	346,510	286,786	-	286,786
Balance as at December 31, 2024 (Un-audited)	665,579	34,250	110,914	289,523	26,328	995,929	1,456,944	661,496	2,784,019

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



Aslam Faruque
Chief Executive



Hasan Reza Ur Rahim
Director



Wasif Khalid
Director & Chief Financial Officer

Notes to the Condensed Interim Financial Statements (Unaudited)

For the Quarter Ended December 31, 2024

1. STATUS AND NATURE OF BUSINESS

- 1.1 The Company was incorporated in Pakistan on May 27, 1964 as a public limited company and its shares are quoted at Pakistan Stock Exchange. Principal activity of the Company is manufacturing and selling of sugar and paper.

The geographical location and addresses of the Company's business units / immovable assets are as under:

Business Unit	Address
Head Office	Modern Motors House, Beaumont Road, Karachi.
Registered Office / Factory Sugar and Paper Division (Immovable assets)	Sub Post Office Sugar Mill Jamrao, Umerkot Road, Mirpurkhas Sindh. (Land measuring 619.60 acres and covered area 723,139 sq.ft)
Land for drainage (Immovable assets)	Deh 245, Tapo Butto Kot. Taluqa Shujaabad, Mirpurkhas. (Land measuring 1.49 acres)

2. STATEMENT OF COMPLIANCE

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 & 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
- Islamic Financial Accounting standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are 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.

3. BASIS OF PRESENTATION

These condensed interim financial statements are un-audited and are being submitted to the shareholders as required by the listing regulation of Pakistan Stock Exchange Limited and Section 237 of the Companies Act, 2017. These condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements for the year ended September 30, 2024.

4. ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements for the year ended September 30, 2024.

The Company reclassified the final taxes under the levy within the scope of IFRIC 21/IAS 37 in the statement of profit or loss account as per the IAS-12 application guidance issued by Institute of Chartered Accountants of Pakistan (ICAP) dated May 15, 2024. Consequently, there is no change in profit after tax due to this reclassification, the three column impact, in the context of restatement in the Company's financial statements, is not material.

5. SIGNIFICANT ACCOUNTING ESTIMATES & JUDGEMENTS

The preparation of these condensed interim financial statements in conformity with the approved accounting standards as applicable in Pakistan for interim reporting requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on the historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied to annual financial statements as at and for the year ended September 30, 2024.

6. PROPERTY, PLANT AND EQUIPMENT

	Note	December 31, 2024 (Unaudited)	September 30, 2023 (Audited)
(Rupees '000)			
Opening book value		6,526,839	6,670,357
Additions / transfers during the period / year	6.1	136,544	234,016
		<u>6,663,383</u>	<u>6,904,373</u>
Disposals during the period / year at book value	6.1	(8)	(867)
Depreciation charged during the period / year		(90,369)	(376,667)
		<u>6,573,006</u>	<u>6,526,839</u>
Opening: Capital work in progress		95,274	156,679
Addition to capital work in progress / advance made during the period / year		8,132	118,598
Transferred to property plant & equipment during the period / year		(24,407)	(180,003)
Closing: Capital work in progress	6.2	78,999	95,274
Right-of-use asset - net	6.3	24,900	11,000
		<u>6,676,905</u>	<u>6,633,113</u>

6.1 Additions & disposals in property, plant and equipment

	Additions at cost		Disposals at book value	
	December 31, 2024 (Unaudited)	September 30, 2024 (Audited)	December 31, 2024 (Unaudited)	September 30, 2024 (Audited)
(Rupees '000)				
Free hold land	-	8,740	-	-
Building on free hold land - factory	-	15,712	-	-
Building on free hold land - Non factory	-	1,933	-	-
Plant and machinery	134,976	195,840	-	-
Vehicles	702	6,233	8	827
Office and other equipment	636	3,457	-	-
Computers & accessories	230	2,101	-	40
	<u>136,544</u>	<u>234,016</u>	<u>8</u>	<u>867</u>

6.2 Capital work in progress:

	December 31, 2024 (Unaudited)	September 30, 2024 (Audited)
(Rupees '000)		
Plant and machinery	75,132	76,795
Civil Works	3,867	18,479
	<u>78,999</u>	<u>95,274</u>

6.3 Right-of-use asset

The Company has recognized a right-of-use asset in respect of head office and godown for OCC under rental agreement.

7. SHARE CAPITAL

7.1 Authorized capital

December 31, 2024 (Unaudited)	September 30, 2024 (Audited)		December 31, 2024 (Unaudited)	September 30, 2024 (Audited)
Number of shares			(Rupees '000)	
150,000,000	150,000,000	Ordinary shares of Rs.10/- each	1,500,000	1,500,000

7.2 Issued subscribed and paid-up capital

December 31, 2024 (Unaudited)	September 30, 2024 (Audited)			
Number of shares				
Fully paid ordinary shares of Rs. 10/- each				
1,770,000	1,770,000	Issued for cash	17,700	17,700
44,787,891	44,787,891	Issued as fully paid bonus shares	447,879	447,879
20,000,000	20,000,000	Issued as right shares	200,000	200,000
<u>66,557,891</u>	<u>66,557,891</u>		<u>665,579</u>	<u>665,579</u>

8. CONTINGENCIES AND COMMITMENTS

	December 31, 2024 (Unaudited)	September 30, 2024 (Audited)
Commitments against LCs		
Other Commitments	<u>272,631</u>	<u>133,061</u>
Letter of guarantee issued by commercial bank for Excise & Taxation office	<u>40,000</u>	<u>40,000</u>
Commitments for lease rentals under ijarah contracts	<u>26,876</u>	<u>28,520</u>

8.1 The status of contingencies as at December 31, 2024 is the same as reported in the annual financial statements for the year ended September 30, 2024.

9. SEASONAL PRODUCTION - SUGAR

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

10. EARNINGS PER SHARE- Basic & Diluted

	Quarter ended	
	December 31, 2024	December 31, 2023
Loss after taxation (Rupees in '000)	(59,724)	(132,261)
Weighted average no. of ordinary shares in issue during the year (Number of Shares)	66,557,891	51,099,480
		(Re-stated)
		(Re-stated)
Loss per share - basic (Rupees)	(0.90)	(2.59)

There is no dilutive effect on basic earnings per share of the Company

11. SEGMENT REPORTING

Segment information is presented in respect of Company's business. The primary format and business segment are based on the Company's management reporting structure.

Type of segment	Nature of Business
Sugar Division	Sugar manufacturing
Paper and Board Division	Paper manufacturing

11.1 Segment analysis and reconciliation:

	Sugar division		Paper division		Total	
	December 31,		December 31,		December 31,	
	2024	2023	2024	2023	2024	2023
	Rs in '000					
Turnover- net	1,859,037	1,676,224	1,334,383	1,118,887	3,193,420	2,795,111
Cost of sales	(1,489,332)	(1,397,440)	(1,169,789)	(892,348)	(2,659,121)	(2,289,788)
Distribution cost	(12,959)	(11,157)	(98,453)	(76,470)	(111,412)	(87,627)
Depreciation and amortisation	(30,844)	(30,660)	(62,580)	(64,333)	(93,424)	(94,993)
Profit before tax and unallocated expenses	325,902	236,967	3,561	85,736	329,463	322,703
Unallocated income and expenses:						
Administrative expenses					(80,126)	(78,187)
Other operating expenses					(357)	(559)
Other income					22,013	17,306
Finance cost					(290,280)	(362,024)
Share of profit in associates - net					3,486	10,773
Loss before taxation and levy					(15,801)	(89,988)
Levy					(43,923)	(42,273)
Loss before taxation					(59,724)	(132,261)
Taxation					-	-
Loss after taxation					(59,724)	(132,261)

11.2 Segment asset and liabilities:

	Sugar division		Paper division		Total	
	December 31, 2024	September 30, 2024	December 31, 2024	September 30, 2024	December 31, 2024	September 30, 2024
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	Rs in '000					
Segment assets- allocated	7,870,829	6,971,725	6,523,175	6,264,254	14,394,004	13,235,979
Segment assets- unallocated					705,695	546,917
Total assets					<u>15,099,699</u>	<u>13,782,896</u>
Segment liabilities- allocated	1,180,544	1,188,930	2,462,034	2,493,866	3,642,578	3,682,796
Segment liabilities- unallocated					8,673,102	7,602,867
Total liabilities					<u>12,315,680</u>	<u>11,285,663</u>

12. FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

These condensed interim financial statements do not include all financial risk management information and disclosures which are 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, 2024. There have been no changes in any risk management policies since the year end.

The carrying values of all financial and non-financial assets and liabilities measured at other than amortized cost in these condensed interim financial statements approximate their fair values.

13. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiary companies, related group companies, associated companies, key management personnel and staff retirement funds. The Company in the normal course of business carries out transactions with various related parties.

Relationship	Nature of Transaction	December 31, 2024	December 31, 2023
		(Rupees in' 000)	
Group companies / (Common directorship)	Goods purchased	21,523	2,565
	Services received	10,110	6,386
	Dividend received	19,521	13,117
Associated Company	Sales made	212,864	414,898
Other related parties	Charge for staff provident and gratuity funds	4,569	4,193
Key management personnel	Remuneration	41,771	34,465

In addition, certain actual administrative expenses are being shared amongst the group companies. Transactions with related parties are based on the policy that all transactions between the Company and the related parties are carried out at arm's length.

Following are the related parties with whom the Company has entered into transaction or have arrangement / agreement in place.

Name	Basis of association	Aggregate % of Shareholding
Faruque (Pvt) Ltd.	Common directorship	-
Cherat Cement Company Ltd.	Common directorship / Share holding	1.41
Greaves Pakistan (Pvt) Ltd.	Common directorship	-
Cherat Packaging Ltd.	Common directorship / Share holding	4.97
Greaves Engineering Services (Pvt) Ltd.	Common directorship	-
Greaves Airconditioning (Pvt) Ltd.	Common directorship	-
Unicol Ltd.	Associated Company	33.33
UniEnergy Ltd.	Associated Company	7.69
Zensoft (Pvt) Ltd.	Group Company	-
Mirpurkhas Sugar Mills Limited- Employee Provident Fund	Retirement Benefit fund	-
Mirpurkhas Sugar Mills Limited Paper & Board division- Staff Provident Fund	Retirement Benefit fund	-
Mirpurkhas Sugar Mills Limited- Employee Gratuity Fund	Retirement Benefit fund	-

Outstanding balances, as at the reporting date, are disclosed as follows:

	December 31, 2024 (Unaudited)	September 30, 2023 (Audited)
	(Rupees '000)	
Associated Company		
Trade and other payables	163,620	12,757
Loans advances	837	48

14. DATE OF AUTHORIZATION

These condensed interim financial statements have been authorized for issue on January 27, 2025 by the Board of Directors of the Company.

15. GENERAL

Figures presented in these condensed interim financial statements have been rounded off to the nearest thousand rupees, unless otherwise stated. Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purpose of comparison and better presentation.



Aslam Faruque
Chief Executive



Hasan Reza Ur Rahim
Director



Wasif Khalid
Director & Chief Financial Officer



**GHULAM FARUQUE
GROUP**



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