



DEWAN SUGAR MILLS LIMITED

CONTENTS

Company Information.....	4
Directors' Report.....	5
Condensed Interim Statement of Financial Position.....	7
Condensed Interim Statement of Profit or Loss.....	8
Condensed Interim Statement of Comprehensive Income.....	9
Condensed Interim Statement of Cash Flow.....	10
Condensed Interim Statement of Changes in Equity.....	11
Condensed Interim Segmentwise Operating Results.....	12
Condensed Interim Notes to the Accounts.....	13
Directors' Report in Urdu.....	19



YD | A YOUSUF DEWAN COMPANY

COMPANY INFORMATION

EXECUTIVE DIRECTORS

Muhammad Baqir Jafferi - Chief Executive Officer
Ghazanfar Baber Siddiqui

NON-EXECUTIVE DIRECTORS

Haroon Iqbal - Chairman Board of Director
Syed Muhammad Anwar
Syed Maqbool Ali
Muhammad Naeemuddin Malik

INDEPENDENT DIRECTOR

Aziz-ul-Haque

COMPANY SECRETARY

Muhammad Hanif German

CHIEF FINANCIAL OFFICER

Muhammad Ilyas Abdul Sattar

AUDITORS

Feroze Sharif Tariq & Co. - Chartered Accountants

TAX ADVISOR

Sharif & Company - Advocates

LEGAL ADVISOR

A.K. Brohi & Company Advocates

AUDIT COMMITTEE

Aziz-ul-Haque	Chairman
Haroon Iqbal	Member
Syed Muhammad Anwar	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE MEMBERS

Aziz-ul-Haque	Chairman
Haroon Iqbal	Member
Muhammad Baqir Jafferi	Member

BANKERS

National Bank of Pakistan	NIB Bank Limited
Summit Bank Limited	Meezan Bank Limited
Habib Bank Limited	Silk Bank Limited
Standard Chartered Bank Limited	Bank of Punjab Limited
Bank of Khyber Limited	

REGISTERED OFFICE:

Dewan Centre, 3-A Lalazar, Beach Hotel
Road, Karachi-74000, Pakistan.

CORPORATE OFFICE

Block-A, 2nd Floor
Finance & Trade Centre
Shahrah-e-Faisal, Karachi, Pakistan.

SHARE REGISTRAR / TRANSFER AGENT

BMF Consultants Pakistan (Pvt.) Limited
Annum Estate Building, Room No. 310 & 311,
3rd Floor, 49, Darul Aman Society.
Main Shahrah-e-Faisal, Adjacent Baloch Colony,
Karachi, Pakistan.

FACTORY

Jillaniabad, Budho Talpur,
Taluka: Mirpur Bathoro
District: Sujawal Sindh, Pakistan.

WEBSITE

www.yousufdewan.com

DEWAN SUGAR MILLS LIMITED

DIRECTORS' REPORT

IN THE NAME OF ALLAH; THE MOST GRACIOUS AND MERCIFUL
IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)

Dear Shareholder(s),

Assalam-o-Alaikum

Your Directors take pleasure in presenting you the unaudited condensed interim financial information of the Company for the period ended June 30, 2019.

Financial Results

The period under consideration, your Company has suffered after tax loss of Rs. 468.96 million, as compared to after tax loss of Rs. 615.97 million.

Performance Review

Sugar Segment

The plant started its crushing on 27th December, 2018 and operated for (73 days) till 9th March 2019 as compared to 121 days last season. The detail of operation is shown as under below with the comparison data of last corresponding period.

OPERATION

Operation	2019	2018
Sugarcane crushed in M. Tons	333,105	507,595
Sugar produced in M. Tons	35,485	53,360
Average Sugar recovery %	10.65%	10.52%

The sugar segment suffered operating loss of 420.168 million as compared to 476.218 million loss in the corresponding period. The main reason for this loss was due to decrease in crushing due to short availability of sugar cane and financial crunch faced by the Company due to unavailability of working capital limits. .

Distillery Segment

Distillery unit produced 22,897 tons of Alcohol during the period under review as compared to 24,418 tons in corresponding period. The operating profit of Rs. 4.156 million during the period under review as compared of Rs. 83.060 million in the corresponding period. Decline in profitability was due to increase in raw material cost which shot up to Rs. 12,000/- as compared to corresponding period last year which was Rs. 8000/-.



Chip Board Segment

Chip Board plant has produced 47,400 sheets as compared to 91,080 sheets in the corresponding period. The main reason for lower production was non availability of raw material due to short crushing by the Sugar unit. Management is planning to take necessary steps to produce value added products, which are well accepted in market and foresee that in coming year this segment will show reasonable return.

In conclusion, we bow, beg and pray to Almighty Allah, Rahman-o-Ar-Rahim, in the name of our beloved Prophet Muhammad (peace be upon him) for the continued showering of his blessings, guidance, strength, health, and prosperity to us, our company, country and nation; and also pray to Almighty Allah to bestow peace, harmony, brotherhood, and unity in true Islamic spirit to whole of the Muslim Ummah; Ameen; Summa Ameen.

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)

By and under Authority of the Board of Directors

Muhammad Baqir Jafferi
Chief Executive Officer

Haroon Iqbal
Chairman Board of Directors

Place : Karachi
Date : July 29, 2019

DEWAN SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION FOR THE NINE MONTH ENDED JUNE 30, 2019

		(Un-Audited) June-2019	(Audited) Sep-2018
		(Rupees in '000')	
ASSETS	Notes		
NON-CURRENT ASSETS			
Property, Plant and Equipment	4	5,223,151	5,467,732
CURRENT ASSETS			
Stores, Spares and Loose Tools		231,268	213,436
Stock-in-Trade		669,591	1,467,636
Trade Debts - Unsecured, Considered Good		26,948	32,774
Loans and Advances - Unsecured, Considered Good		331,824	309,334
Trade Deposits, Short-Term Prepayments and Current Balances with Statutory Authorities		11,584	12,004
Income Tax Refunds and Advances		117,548	80,012
Short Term Investment - Related Party	5	-	-
Cash and Bank Balances		17,340	90,588
		1,406,103	2,205,784
		6,629,254	7,673,516
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Capital			
1,300,000,000 (Sept 2018: 1,300,000,000) Ordinary Shares of Rs. 10/- each		1,300,000	1,300,000
Issued, Subscribed and Paid-up Capital		915,120	915,120
Reserves and Surplus		(2,825,429)	(2,528,757)
Surplus on Revaluation of Property, Plant & Equipment(Net)		2,555,814	2,691,495
		645,505	1,077,858
NON-CURRENT LIABILITIES			
Sponsors Loan - Unsecured	6	335,932	309,206
Long Term Finance (Secured)	7	-	139,348
Long Term Interest Payable	8	286,680	286,680
Liabilities Against Assets Subject to Finance Lease -Secured	9	2,899	6,283
Deferred Liabilities	10	578,698	682,423
CURRENT LIABILITIES			
Trade and Other Payables - Unsecured		2,038,634	2,653,531
Interest, Profit, Mark-up Accrued on Loans and Other Payables		5,693	3,715
Short Term Finances - Secured	11	226,562	202,727
Unclaimed Dividends		770	770
Current Portion of Non-Current Liabilities	7 & 9	2,357,181	2,222,275
Provision for Taxation		150,700	88,700
		4,779,540	5,171,718
CONTINGENCIES & COMMITMENTS			
	12	-	-
		6,629,254	7,673,516

The annexed notes form an integral part of this condensed interim financial information

Muhammad Baqir Jafferi
Chief Executive Officer

Muhammad Ilyas Abdul Sattar
Chief Financial Officer

Haroon Iqbal
Chairman Board of Directors



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTH ENDED JUNE 30, 2019**

	Half Year Ended		Quarter Ended	
	June-19	June-18	June-19	June-18
	(Rupees in '000')			
Sales	4,850,527	3,967,571	2,219,537	835,763
Cost of Sales	(4,960,275)	(4,193,970)	(2,228,890)	(1,044,673)
Gross (Loss)	(109,748)	(226,399)	(9,353)	(208,909)
Administrative and General Expenses	(77,243)	(92,404)	(19,148)	(30,845)
Distribution and Selling Costs	(251,483)	(91,648)	(123,737)	(22,032)
Other Operating Income/(charges)	4,456	(147,448)	1,338	(151,270)
(Loss) from Operations	(434,018)	(557,899)	(150,900)	(413,056)
Finance Cost	(39,411)	(73,290)	3,034	(30,672)
(Loss) before Income Tax	(473,429)	(631,189)	(147,866)	(443,728)
Taxation	4,464	15,214	(10,218)	16,894
(Loss) for the period (after Income Tax)	(468,965)	(615,975)	(158,084)	(426,834)
(Loss) per Share - Basic	(5.12)	(8.71)	(1.73)	(6.42)

The annexed notes form an integral part of this condensed interim financial information

Muhammad Baqir Jafferi
Chief Executive Officer

Muhammad Ilyas Abdul Sattar
Chief Financial Officer

Haroon Iqbal
Chairman Board of Directors

DEWAN SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTH ENDED JUNE 30, 2019

	Half Year Ended		Quarter Ended	
	June-19	June-18	June-19	June-18
	(Restated)		(Restated)	
	(Rs. in '000')		(Rs. in '000')	
(Loss) for the Period	(468,965)	(615,975)	(158,084)	(426,834)
Other comprehensive income				
Items that will not reclassify to profit or loss				
Surplus on revaluation of property, plant & equipment	-	2,310,940	-	-
Related Deferred tax	-	(665,671)	-	-
	-	1,645,269	-	-
Effect of change in tax rates on balance of revaluation of Property Plant & Equipment	36,612	-	-	-
Total Comprehensive Income for The Period	<u>(432,353)</u>	<u>1,029,294</u>	<u>(158,084)</u>	<u>(426,834)</u>

The annexed notes form an integral part of this condensed interim financial information



Muhammad Baqir Jafferi
Chief Executive Officer



Muhammad Ilyas Abdul Sattar
Chief Financial Officer



Haroon Iqbal
Chairman Board of Directors



YD | A YOUSUF DEWAN COMPANY

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTH ENDED JUNE 30, 2019**

	June-19	June-18
	(Rupees in '000')	
Cash Flow from Operating Activities		
(Loss) Before Taxation	(473,429)	(631,189)
Adjustment for Non-Cash and Other Items:		
Depreciation	323,500	306,340
Financial Charges	39,412	73,290
Amortization of Loan	(2,490)	149,503
	360,422	529,133
	(113,007)	(102,056)
Changes in Operating Assets and Liabilities		
(Increase) / Decrease in Current Assets		
Stores and Spares	(17,833)	16,043
Stock in Trade	798,046	14,246
Trade Debts	5,826	27,932
Loans and Advances	(22,490)	(6,318)
Trade Deposits, Prepayments & Other Balances	421	1,258
Increase / (Decrease) in Current Liabilities		
Trade and Other Payables	(614,897)	109,883
Short Term Finances	23,835	(4,086)
	172,908	158,958
Taxes Paid	(38,074)	(50,041)
Financial Charges Paid	(14,026)	(10,578)
Gratuity Paid	(111)	(1,336)
	(52,211)	(61,955)
Net Cash Flows from Operating Activities	7,690	(5,053)
Cash Flow from Investing Activities		
Fixed Capital Expenditure	(78,920)	(3,135)
Net Cash Out Flows from Investing Activities	(78,920)	(3,135)
Cash Flow from Financing Activities		
Sponsors Loan	5,807	6,800
Morabaha Payment	(4,505)	(2,914)
Lease Finance	(3,320)	(1,581)
Net Cash Out Flows from Financing Activities	(2,018)	2,305
Net (Decrease) in Cash and Bank Balances	(73,248)	(5,883)
Cash and Bank Balances at Beginning of the Period	90,588	31,535
Cash and Bank Balances at the End of the Period	17,340	25,652

The annexed notes form an integral part of this condensed interim financial information

Muhammad Baqir Jafferi
Chief Executive Officer

Muhammad Ilyas Abdul Sattar
Chief Financial Officer

Haroon Iqbal
Chairman Board of Directors

DEWAN SUGAR MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTH ENDED JUNE 30, 2019

	Issued, Subscribed & Paid-up Capital	General Reserve	Accumulated Profit/(Loss)	Revaluation Surplus on Property Plant & Equipment	Total
(Rupees in '000')					
Balance as on October 01, 2017 As reported	665,120	190,000	(1,642,050)	--	(786,930)
Effect of change in accounting policy of Investment in Associates	--	--	(502,456)	--	(502,456)
Effect of change in accounting policy of Surplus Revaluation of Property Plant & Equipment	--	--	--	1,220,154	1,220,154
Balance as on October 01, 2017 --Restated	665,120	190,000	(2,144,506)	1,220,154	(69,232)
Loss for the period	--	--	(615,975)	--	(615,975)
Rightshares issue from Sponsor loan	250,000	--	--	--	250,000
Revaluation during the period Net of tax	--	--	--	1,645,269	1,645,269
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax	--	--	150,517	(150,517)	--
Balance as on Jun-30, 2018 Restated	915,120	190,000	(2,609,964)	2,714,906	1,210,062
Balance as on October 01, 2017	915,120	190,000	(2,718,757)	2,691,495	1,077,858
Loss for the period	--	--	(468,965)	--	(468,965)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax	--	--	172,293	(172,293)	--
Effect of change in tax rate on balance of Revaluation on Property, Plant & Equipment	--	--	--	36,612	36,612
Balance as on Jun-30, 2019	915,120	190,000	(3,015,429)	2,555,814	645,505

The annexed notes form an integral part of this condensed interim financial information



Muhammad Baqir Jafferi
Chief Executive Officer



Muhammad Ilyas Abdul Sattar
Chief Financial Officer



Haroon Iqbal
Chairman Board of Directors



YD

A YOUSUF DEWAN COMPANY

CONDENSED INTERIM SEGMENTWISE OPERATING RESULTS FOR THE NINE MONTH ENDED JUNE 30, 2019

	Sugar Segment		Polypropylene Segment		Board and Panel Segment		Distillery Segment		Total	
	June-19	June-18	June-19	June-18	June-19	June-18	June-19	June-18	June-19	June-18
Gross Sales										
Local	2,844,186	2,537,386	-	-	43,727	81,169	76,173	63,648	2,964,086	2,682,203
Exports	-	-	-	-	-	-	2,282,816	1,623,613	2,282,816	1,623,613
	2,844,186	2,537,386	-	-	43,727	81,169	2,358,989	1,687,261	5,246,902	4,305,816
Sales Commission	781	2,584	-	-	-	-	11,973	8,701	12,754	11,285
Sales Tax /Special Excise Duty	367,945	307,011	-	-	7,280	12,960	8,396	6,989	383,621	326,960
	368,726	309,595	-	-	7,280	12,960	20,369	15,690	396,375	338,245
Net Sales	2,475,460	2,227,791	-	-	36,447	68,209	2,338,620	1,671,571	4,850,527	3,967,571
COST OF SALES										
Gross Profit / (Loss)	2,838,932	2,625,865	4,166	4,273	52,265	79,531	2,064,912	1,484,301	4,960,275	4,193,970
	(363,472)	(398,074)	(4,166)	(4,273)	(15,818)	(11,322)	273,708	187,270	(109,748)	(226,399)
Administrative Expenses	53,904	74,742	91	103	2,386	1,595	20,862	15,964	77,243	92,404
Selling and Distribution Costs	2,792	3,402	-	-	-	-	248,691	88,246	251,483	91,648
	56,696	78,144	91	103	2,386	1,595	269,553	104,210	328,726	184,052
Segment Results	(420,168)	(476,218)	(4,257)	(4,376)	(18,204)	(12,917)	4,155	83,060	(438,474)	(410,451)

(Rupees in '000')

Muhammad Baqir Jafferi
Chief Executive Officer

Muhammad Ilyas Abdul Sattar
Chief Financial Officer

Haroon Iqbal
Chairman Board of Directors

DEWAN SUGAR MILLS LIMITED

CONDENSED INTERIM NOTES TO THE ACCOUNTS (UN-AUDITED) FOR THE NINE MONTH ENDED JUNE 30, 2019

1 CORPORATE INFORMATION

Dewan Sugar Mills Limited (the Company) was incorporated in Pakistan, as a public limited company on June 27, 1982, under the Companies Act, 1913 and its shares are listed in Pakistan Stock Exchange Gurantee Limited.(formerly Karachi and Lahore Stock Exchange in Pakistan). The registered office of the company is situated at Dewan Centre, 3-A, Lalazar, Beach Hotel Road, Karachi-74000, Pakistan; while its manufacturing facilities are located at Jillaniabad, Budho Talpur, Taluka: Mirpur Bathoro, District: Thatta, Sindh, Pakistan, The Principal activity of the Company is production and sale of white crystal refined sugar, processing and trading of by-products, and other related activities and allied products.

2 STATEMENT OF COMPLIANCE

This condensed interim financial information has 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.

These financial information include the following :

Balance Sheet as at June 30, 2019 with comparative Balance Sheet as at September 30, 2018.

Profit and Loss Account and Comprehensive Income for the Quarter & Nine Months ended June 30, 2019 with comparable Profit and Loss account and Comprehensive Income for the comparable interim period ie Quarter & nine Months ended June 30,2018.

Cash flow statements and the statement of changes in equity cumulatively for the nine month ended june, 30 2019 with acomparable nine months ended June 30,2018.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and method of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Company for the preceding year ended September 30, 2018.



		June 30, 2019	September 30, 2018
		(Rupees in '000')	
4	PROPERTY, PLANT AND EQUIPMENTS	Note	
	Operating Property , Plant & Equipment	4.1	5,034,554
	Capital work-in-progress	4.2	188,597
			5,223,151
4.1	Written Down Value Opening		5,317,561
	Addition during the period		40,493
	Revaluation during the period	4.3	--
	Depreciation for the period		(323,500)
			5,034,554
4.2	Capital work-in-progress		150,171
	Addition during the period		57,205
	Transferred to Fixed Assets		(18,779)
			188,597
Fixed capital expenditure during the period amounted to Rs.40.493 million(September 30, 2018:Rs.5.959 million).			
4.3	Company had revalued its Factory Building and Plant and Machinery which arises amounting to Rs.2.311 on 17th January 2018 with a independent valuer M/s. Anderson 103, 1st Floor 16-C Rahat Commercial DHA Phase VI, Karachi. Valuation made on basis of Direct Method i-e. Physical inspection and allocating approximate fair value as per the inquiries conducted by the valuer from different sources and experience of such assignments. Forced sale value of these revalued assets as per report is 4.211 billion.		
5	SHORT TERM INVESTMENT - Related Party		
	Company held 13,650,000 including 650,000 bonus shares of Dewan Farooque Motors Ltd., available for sale. Previously these investment recorded as per prevailing market rate as on balance date and increased decrease in value of shares charged to comprehensive income. Recently from 30th September 2018 Company has changed its accounting policy as per (IAS) requirement and restated its accounts accordingly. Had the policy not been changed the Company's accumulated loss would have been lower by Rs.73.44 million (September 2018 Rs. 335.927) million and subsequently equity would have been higher for the same amount.		
6	SPONSORS LOAN - UNSECURED		
	Sponsors Loan	6.1	215,201
	Sponsors Loan obtained for payment of Term Loan	6.2	120,731
			335,932
6.1	Sponsors Loan		
	Opening Balance Original Loan amount		507,425
	Addition during the year		5,807
			513,232
	Right issue of paid up capital from sponsor loan		--
			513,232
	Less Present value adjustment		(311,933)
	Amortized Interest (Income) Reversal		(2,490)
	Add Amortization Discount Charged to P & L		16,392
			(298,031)
	Closing Balance		215,201

DEWAN SUGAR MILLS LIMITED

The Sponsors loan had been measured at amortized cost in accordance with International Accounting standard 39, Financial Instruments: Recognition and Measurement, and have been discounted using the weighted average interest rate of ranging 11.18% per annum. These interest free loans are payable in lump sum on September 30, 2027.

	June 30, 2019	September 30, 2018
	(Rupees in '000')	
6.2 Sponsors Loan		
Sponsors Loan obtained for payment of Term Loan	159,648	159,648
Less Present value adjustment	(45,934)	(54,660)
Add Amortization Discount Charged to P & L	7,017	8,726
	(38,917)	(45,934)
Closing Balance	120,731	113,714

This represents unsecured interest free loan payable to sponsor director. This liability has arisen on account of settlement of liabilities of the bank, which were settled by sponsor director. The terms of repayment of loan finalized after restructuring settlement made with the steering committee and as of that date payable in lumpsum on December 31, 2022. The amount of loan has been measured at amortized cost in accordance with International Accounting Standard 39, Financial Instruments: Recognition and Measurement, and have been discounted using the weighted average interest rate of ranging 8.1% per annum.

7 LONG TERM FINANCE (SECURED)			
Syndicate Term Finance	7.1	2,348,128	2,348,128
First National Bank Modaraba	7.2	9,068	13,474
		2,357,196	2,361,602
Less: Repayment during the period		4,505	4,406
		2,352,691	2,357,196
Classified as current portion			
Current Maturity		277,149	568,821
Overdue installments		2,075,542	1,649,027
Less : Current Maturity on Long Term Loan		2,352,691	2,217,848
		--	139,348

7.1 This amount represent outstanding balance of rescheduled settled amount as per compromising decree dated February 18, 2011 granted by Honourable High Court of Sindh at Karachi. As per terms 32 quarterly instalments of principal loan ranging from Rs.57.09 million to Rs. 143.858 million will be payable in ten years with one year grace period with no mark-up through out the repayment period. The repayments of loan had been started from March 30, 2012 and last payment will be made on December 30, 2020

7.2 This amount represents principal outstanding rescheduled amount approved by the management of First National Bank Modaraba on June 15, 2011. The Principal amount will be paid in 32 quarterly un-equal instalments of Rs. 0.558 million to 1.520 million repayable in 10 year including grace Period of one year instalments commencing from 16th June, 2012 and the last instalment will be paid on March 16, 2021. No mark up will be charged during the period of tenure.



		June 30, 2019	September 30, 2018
		(Rupees in '000')	
8	LONG TERM MARK UP PAYABLE		
	Mark-up payable on Reschedule Term Finance	8.1 284,801	284,801
	Mark-up payable (First National Bank Modaraba)	8.2 1,879	1,879
		286,680	286,680
8.1	Mark-up payable on Reschedule Term Finance : Opening	284,801	251,801
	Addition provision for the period	--	33,000
		284,801	284,801
This amount represents accumulated running balance of token mark up of Rs 425.051 million payable to Syndicated (Summit Bank & Other). This markup will be waived and provision of markup is not needed.			
8.2	Mark-up payable (First National Bank Modaraba): Opening	1,879	1,621
	Addition provision for the period	--	258
		1,879	1,879
This amount represents accumulated running balance of token mark up of Rs 2.525 million payable to First National Bank Modaraba. This markup will be waived and provision of mark up is not needed.			
9	LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE		
	Present value of minimum lease payment	7,390	10,710
	Current Maturity	(4,491)	(4,427)
		2,899	6,283
10	DEFERRED LIABILITIES		
	Deferred Tax Liability for Staff Gratuity (Provision)	10.1 5,971	6,082
	Deferred Income Tax Liability	572,727	676,341
		578,698	682,423
The Company discontinued its policy for staff retirement benefits plan for gratuity on March 31, 2007 and provision for all its outstanding liabilities had been made until March 31, 2007. This payable amount was to transfer to provident fund scheme, however the Board of Trustee has amended the said clause and now the Company opted to pay this liability to each employees at the time of their separation from the Company.			
11	SHORT TERM RUNNING FINANCES - SECURED		
	Short term running finances - Secured	11.1 192,196	192,196
	Book over draft	34,366	10,531
		226,562	202,727

This amount represent RF facility of Rs. 192.196 million sactioned by the lenders as per Court order/compromising decree. The facility is secured by the way of first charge over current assets of the Company with 20% margin. The mark-up of this facility is 3 month KIBOR plus 0.75% per annum payable quarterly basis.

DEWAN SUGAR MILLS LIMITED

12 CONTINGENCIES & COMMITMENTS

There is no significant changes in the status of contingencies and commitments during the period as those reported in last published financial statements.

	June 30, 2019	September 30, 2018
	(Rupees in '000')	
13 TRANSACTION WITH RELATED PARTIES		
Sale Commission	11,973	11,446
Provident fund contribution	4,045	5,146
Loan from Director	5,807	6,800
Amount of Right issue of share to Director	--	250,000

14 DATE OF AUTHORIZATION FOR ISSUE

These Financial Statements were authorized for issue on July 29, 2019 by the board of directors of the Company.

15 GENERAL

Figures have been rounded off to the nearest thousand rupees. Comparative rearranged, reclassified and restated where ever necessary as per requirement.



Muhammad Baqir Jafferi
Chief Executive Officer



Muhammad Ilyas Abdul Sattar
Chief Financial Officer



Haroon Iqbal
Chairman Board of Directors

**YD**

A YOUSUF DEWAN COMPANY

چپ بورڈ:

دوران مدت جائزے کے تحت چپ بورڈ پلانٹ نے 47,400 ٹینٹیں تیار کیں جس کا موازنہ گزشتہ سال 91,080 ٹینٹس سے کیا جاسکتا ہے۔ اس پیداوار میں کمی کی وجہ شکر پینٹ کی جانب سے مختصر کرشمک کی وجہ سے خام مال کی عدم دستیابی تھی۔ انتظامیہ اچھی اور معیاری مصنوعات کی تیاری پر توجہ مرکوز کئے ہوئے ہے۔ ہمیں یقین ہے کہ ہم آنے والے سال میں اس شعبہ کو نقصان سے مناسب منافع میں بدل دیں گے۔

اختتام پر اللہ پاک رحمن و رحیم کے حضور سجدہ ریز ہو کر دعا مانگتے ہیں ہمارے نبی سرکارِ دو عالم ﷺ کے وسیلے سے کہ اے اللہ ہماری رہنمائی کرے اور کمپنی قوم اور وطن عزیز کو اپنے حفظ و امان میں رکھے اور بھرپور ترقی کرنے کی توفیق عطا کرے۔ ساتھ ہی اللہ پاک سے دعا مانگتا ہوں کہ امت مسلمہ میں امن، چین اور بھائی چارہ پیدا کرے آمین۔

میرا پروردگار یقیناً ہماری دعاؤں کو سنتا ہے۔ (قرآن کریم)

بورڈ آف ڈائریکٹرز کی جانب سے



بارون اقبال

چیئرمین بورڈ آف ڈائریکٹرز



محمد باقر جعفری

چیف ایگزیکٹو آفیسر

کراچی؛
مورخہ: 29 جولائی 2019ء

DEWAN SUGAR MILLS LIMITED

ڈائریکٹرز رپورٹ

شروع کرتا ہوں اللہ تعالیٰ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے
اگر تم شکر ادا کرو گے تو میں تم پر (نعمتوں میں) ضرور اضافہ کروں گا (القرآن)

محترم حصص یافتگان،
السلام علیکم،

آپ کے ڈائریکٹرز 30 جون 2019ء کو ختم ہونے والی مدت کیلئے غیر محاسبی مالیاتی گوشوارے پیش کرتے ہوئے نہایت مسرت محسوس کر رہے ہیں۔

مالیاتی نتائج:

دوران مدت جائزے کے تحت آپ کی کمپنی کو بعد از ٹیکس مبلغ 468.965 ملین روپے کا خسارہ برداشت کرنا پڑا جس کا موازنہ اسی مدت کے پچھلے
خسارے مبلغ 615.97 ملین روپے سے کیا جاسکتا ہے۔

کارکردگی کا جائزہ:

شکر کا شعبہ:

پلانٹ نے اپنے کرشنگ کا آغاز مورخہ 27 دسمبر 2018ء کو کیا اور (73 دن) 9 مارچ 2019ء تک آپریٹ کیا گیا جس کا موازنہ گزشتہ سال کے
121 ایام سے کیا جاسکتا ہے۔ آپریشن کی تفصیلات بمعہ گزشتہ مدت کے اعداد و شمار کے ساتھ درج ذیل ہے:

آپریشن:

آپریشن	2019	2018
گنے کی کرشنگ میٹرک ٹن میں	333,105	507,595
چھنی کی پیداوار میٹرک ٹن میں	35,485	53,360
چھنی کی اوسط ریکوری فیصد میں	10.65%	10.52%

شکر کے شعبہ کو مبلغ 420.168 ملین روپے کے آپریٹنگ خسارہ کا سامنا کرنا پڑا جس کا موازنہ گزشتہ سال کی مدت کے خسارے مبلغ 476.218
ملین روپے سے کیا جاسکتا ہے۔ یہ خسارہ گنے کی کم دستیابی کے باعث کرشنگ میں کمی اور ورکنگ کیپٹل لمپس کی عدم دستیابی کے باعث کمپنی کو ہونے
والے مالی بحران کی وجہ سے ہوا۔

ڈسٹری کا شعبہ:

زیر نظر مدت کے دوران ڈسٹری کے شعبے نے 22,897 ٹن الکوحل تیار کیا جس کا موازنہ گزشتہ مدت کے دوران 24,418 ٹن الکوحل سے کیا جاسکتا
ہے۔ دوران مدت آپریٹنگ منافع مبلغ 4.156 ملین روپے تھا جو کہ گزشتہ مدت کے دوران مبلغ 83.060 ملین روپے تھا، منافع میں اس کمی کا سبب
خام مال کی قیمتوں میں اضافہ تھا جو کہ مبلغ -/12,000 روپے تک پہنچ گیا، جو کہ گزشتہ سال مبلغ -/8,000 روپے فی میٹرک ٹن تھا۔