



**HALF YEARLY
UNAUDITED ACCOUNTS
31ST MARCH, 2011**

SAKRAND SUGAR MILLS LIMITED



COMPANY PROFILE

BOARD OF DIRECTORS	Mr. Dinshaw H. Anklesaria Mr. Jamil Akbari Syed Abid Hussain Mr. Abdul Naeem Quraishi Mr. Neville Mehta Mrs. Fatma Gulamali Mrs. Roxanne Mehta	Chief Executive/ Director Director Director Director Director Director Director
AUDIT COMMITTEE	Mr. Dinshaw H. Anklesaria Mr. Jamil Akbari Mr. Neville Mehta Mr. Ahsan Mukhtar	Chariman Member Member Secretary
CHIEF FINANCIAL OFFICER	Mr. Ahsan Mukhtar (ACMA)	
COMPANY SECRETARY	Mr. Mustafa Kanani	
BANKERS	Habib Bank Limited MCB Bank Limited National Bank of Pakistan	
AUDITORS	M/s. Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants	
LEGAL ADVISOR	Mr. Abdul Naeem Quraishi	
REGISTRAR	Noble Computer Service (Pvt.) Limited Mezzanine Floor, House of Habib Building (Siddiqsons Tower), 3- Jinnah C.H. Society, Main Shahrah-e-Faisal, Karachi-75350	
REGISTERED OFFICE	41-K, Block 6, P.E.C.H.S., Karachi. Fax: 021-34546456 http:// www.sakrandsugar.com	
FACTORY	Deh Tharo Unar, Taluka Sakrand, District Nawabshah, Sindh.	



DIRECTORS' REPORT

On behalf of the Board of Directors, it is my privilege to present to you the unaudited interim condensed financial statements of the Company for the half year ended March 31, 2011.

The Company's overall performance can be seen from the following comparative statistics.

		2010-2011	2009-2010
OPERATING RESULTS			
Season started		29-10-2010	13-11-2009
Season closed		26-03-2011	05-03-2010
Duration of season		149	114
Sugarcane crushed	Tonnes	615,017	543,353
Sugar produced	Tonnes	53,250	49,703
Sugar recovery	%	8.660	9.155
Molasses produced	Tonnes	25,766	23,628
Molasses recovery	%	4.193	4.351

The Mill started crushing season on October 29, 2010 and closed on March 26, 2011 and achieved crushing of sugarcane of 615,017 MT as compared to 543,353 MT during the corresponding period 2009-10. Continuing its strive for achieving optimum capacity, the Management succeeded in surpassing sugarcane crushing as compared to last year, however, faced decline in recovery percentage of sucrose which was deteriorated in the crop due to Piralla attack on more than 50 percent area adjoining and the devastating flood in the country. Nevertheless, the Company succeeded in producing 53,250 MT of sugar as compared to 49,703 MT of sugar in the corresponding season.

The Government of Sindh vide Notification dated October 20, 2010 fixed sugarcane minimum price for the season 2010-11 at Rs. 127 per 40 kg and Rs. 0.50 per 40 kg for each 0.1 percent of excess sucrose recovery above 8.7 percent as quality premium. The price has been increased from Rs. 102 per 40 kg thereby demonstrating an increase of 25 percent in the basic raw material cost. It is unfortunate that the Government is adopting the policy of continuous increase in the minimum price of sugarcane to support the growers, instead of framing a policy for improving the yield. Ironically, the prices of sugar do not show a proportional trend causing huge impact on the profitability of the mills.

Despite having procured sugarcane at much more rates than the minimum price fixed, the mills operated at under capacity due to the shortage of crop availability and supply. As regards the supply of sugar, the carryover stocks from the previous year coupled with the current year's production, match the demand position for the entire year in Pakistan. Following the law of demand, the prices of sugar have therefore shown a downward trend, which will ultimately have negative impact on the mills as far as the stocks in hand are concerned.

In spite of constraints being faced, we are endeavoured and making every effort to streamline the operations and get Company out of crises.

(DINSHAW HOSHANG ANKLESARIA)
Chief Executive

Dated: May 23, 2011



REVIEW REPORT TO THE MEMBERS

Introduction

We have reviewed the accompanying condensed interim balance sheet of SAKRAND Sugar Mills Limited (“the Company”) as at March 31, 2011 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 for the half year then ended together with the notes forming part thereof (here-in-after referred to as the “interim financial information”). Management is responsible for the preparation and presentation of the interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on the interim financial information based on our review. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended March 31, 2011 and 2010 have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2011.

Scope of the Review

We conducted our review in accordance with International Standards on Review Engagements 2410, ‘Review of Interim Financial Information Performed by the Independent Auditor of the Entity’. A review of interim financial information consist 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 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.

Basis for Qualified Conclusion

1. We refer to our qualified audit opinion on the financial statements for the year ended September 30, 2010 that was modified because the company had prematurely derecognized bank liabilities amounting to Rs.241.815 million and transferred that to income for the year ended on September 30, 2009 which constitutes departure from International Financial Reporting Standards. As a result of the above departure, the amount of the bank liabilities and accumulated loss continue to be understated by Rs.241.815 million both for the current and comparative period presented in these financial information.
2. In respect of trade debts of Rs.241.46 million (September 30, 2010: Rs. 300.410 million) the company has not made provision in this financial information due to the reason stated in note 6. However, the amount is unsecured and overdue therefore we were unable to satisfy ourselves as to the extent of recoverability of this trade debt due to the Company.

Qualified Conclusion

Based on our review, with the exception of the matters described in the preceding paragraphs 1 & 2, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at March 31, 2011 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Rahman Sarfaraz Rahim Iqbal Rafiq

Chartered Accountants

ngagement Partner: Muhammad Waseem Shafi

Karachi:

Dated: May 23, 2011



**CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2011**

		Unaudited March 31, 2011 Rupees	Audited September 30, 2010 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	1,208,709,259	1,225,657,147
Long term investments		84,612,649	79,766,813
Long term loans		161,522	147,645
Long term deposits		663,859	663,859
CURRENT ASSETS			
Stores, spares and loose tools		27,634,800	29,894,430
Stock in trade		910,696,819	99,076,420
Trade debts - unsecured (considered good)		244,546,635	300,919,876
Loans and advances		36,983,498	20,000,118
Prepayments and other receivables		11,449,623	9,987,390
Cash and bank balances		32,826,444	24,742,324
		<u>1,264,137,819</u>	<u>484,620,558</u>
TOTAL ASSETS		<u>2,558,285,108</u>	<u>1,790,856,022</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
25,000,000 (September 30, 2010: 25,000,000)			
Ordinary shares of Rs. 10/- each			
		<u>250,000,000</u>	<u>250,000,000</u>
Issued, subscribed and paid-up capital		223,080,000	223,080,000
Accumulated loss		(57,646,009)	(76,323,503)
		<u>165,433,991</u>	<u>146,756,497</u>
Surplus on revaluation of fixed assets		422,008,468	432,576,653
LIABILITIES			
NON CURRENT LIABILITIES			
Deferred liabilities		239,927,410	243,663,548
Long term finance - secured			
Markup bearing		413,694,878	418,518,456
Markup free		4,082,711	3,954,209
		<u>417,777,589</u>	<u>422,472,665</u>
Provision for gratuity		5,354,812	5,266,458
CURRENT LIABILITIES			
Trade and other payables		832,422,838	280,489,037
Current portion of non current liabilities		78,851,585	81,309,968
Short term borrowings	7	335,000,000	125,000,000
Mark up accrued		35,658,237	35,844,877
Taxation		25,850,178	17,476,319
		<u>1,307,782,838</u>	<u>540,120,201</u>
CONTINGENCIES AND COMMITMENTS	8	<u>-</u>	<u>-</u>
		<u>2,558,285,108</u>	<u>1,790,856,022</u>

The annexed notes form an integral part of these financial information.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR



**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2011**

	For the Half Year		For the Quarter Ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
(Rupees)				
Sales - Net	2,540,483,165	2,128,532,706	1,894,291,652	1,662,891,885
Cost of sales	(2,427,902,812)	(1,996,686,368)	(1,823,390,977)	(1,609,023,744)
Gross profit / (loss)	112,580,353	131,846,338	70,900,675	53,868,141
Operating expenses				
Administrative expenses	47,613,068	43,667,466	25,304,506	23,885,002
Distribution cost	2,416,144	1,785,864	1,720,592	1,346,721
	50,029,212	45,453,330	27,025,098	25,231,723
Operating profit	62,551,141	86,393,008	43,875,577	28,636,418
Finance costs				
Finance costs	37,490,870	36,087,161	19,695,350	18,231,179
Other charges	71,571	404,340	38,571	304,340
Income on long term investment	(4,845,835)	-	(4,845,835)	-
Other income	15,979	(15,280)	20,079	(14,200)
	32,732,585	36,476,221	14,908,165	18,521,319
Profit before taxation	29,818,556	49,916,787	28,967,412	10,115,099
Taxation				
- Current	(25,405,029)	(10,642,740)	(18,943,073)	(8,314,530)
- Prior	(40,363)	-	(40,363)	-
- Deferred	(1,954,423)	-	4,940,011	-
	(27,399,815)	(10,642,740)	(14,043,425)	(8,314,530)
Profit after taxation	2,418,741	39,274,047	14,923,987	1,800,569
Earnings per share	Rs.0.11	Rs.1.76	Rs.0.67	Rs.0.08

The annexed notes form an integral part of these financial information

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR



**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER & HALF YEAR ENDED MARCH 31, 2011**

	For the Half Year		For the Quarter Ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	(Rupees)			
Profit for the period	2,418,741	39,274,047	14,923,987	1,800,569
Other comprehensive income				
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation net of deferred tax	16,258,753	17,496,350	8,123,903	8,748,175
Total comprehensive income for the period transferred to equity	<u>18,677,494</u>	<u>56,770,397</u>	<u>23,047,890</u>	<u>10,548,744</u>

The annexed notes form an integral part of these financial information.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR



**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2011**

	March 31, 2011 Rupees	March 31, 2010 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	29,818,556	49,916,787
Adjustments for:		
Depreciation	33,299,891	33,497,516
Financial cost	37,490,870	36,087,161
Income on long term investment	(4,845,835)	-
Loss on disposal of vehicle	55,385	-
Provision for gratuity	569,822	384,354
	66,570,133	69,969,031
Operating profit before working capital changes	96,388,689	119,885,818
Changes in working capital		
(Increase)/Decrease in current assets		
Stores, spares and loose tools	2,259,630	3,665,764
Stock in trade	(811,620,399)	(762,493,806)
Trade debts	56,373,241	(255,173,025)
Loans and advances	(16,983,380)	(3,509,806)
Prepayments and other receivables	(1,462,233)	1,563,584
	(771,433,141)	(1,015,947,289)
	(675,044,452)	(896,061,471)
Increase/(Decrease) in current liabilities		
Trade and other payables	551,933,801	450,108,673
Cash used in operating activities	(123,110,651)	(445,952,798)
Taxes paid	(17,071,533)	(6,880,717)
Financial cost paid	(36,497,623)	(25,567,789)
Gratuity paid	(481,468)	(1,161,959)
	(54,050,624)	(33,610,465)
Net cash used in operating activities	(177,161,275)	(479,563,263)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(22,121,894)	(1,022,909)
Proceed from disposal of vehicle	715,000	-
Transfer from capital work in progress	4,999,500	-
Long term investments	-	(35,500,000)
Long term loans	(13,877)	35,476
Net cash used in investing activities	(16,421,271)	(36,487,433)



	March 31, 2011 Rupees	March 31, 2010 Rupees
CASH FLOW FROM FINANCING ACTIVITIES		
(Repayment of) / Proceeds from long term finance	<u>(8,333,334)</u>	200,000,000
NET DECREASE IN CASH AND CASH EQUIVALENTS	(201,915,880)	(316,050,696)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	(100,257,676)	1,786,788
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>(302,173,556)</u>	<u>(314,263,908)</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		
Short term borrowing	(335,000,000)	(335,000,000)
Cash and bank	<u>32,826,444</u>	20,736,092
	<u>(302,173,556)</u>	<u>(314,263,908)</u>

The annexed notes form an integral part of these financial information

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2011**

	SHARE CAPITAL	ACCUMULATED LOSS	TOTAL
	(Rupees)		
Balance as at October 1, 2009	223,080,000	(157,608,824)	65,471,176
Total comprehensive income for the half year	-	56,770,397	56,770,397
Balance as at March 31, 2010	<u>223,080,000</u>	<u>(100,838,427)</u>	<u>122,241,573</u>
Balance as at April 1, 2010	223,080,000	(100,838,427)	122,241,573
Total comprehensive income for the half year	-	24,514,924	24,514,924
Balance as at September 30, 2010 (Audited)	<u>223,080,000</u>	<u>(76,323,503)</u>	<u>146,756,497</u>
Balance as at October 1, 2010	223,080,000	(76,323,503)	146,756,497
Total comprehensive income for the half year	-	18,677,494	18,677,494
Balance as at March 31, 2011	<u>223,080,000</u>	<u>(57,646,009)</u>	<u>165,433,991</u>

The annexed notes form an integral part of these financial information.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR



CONDENSED INTERIM NOTES TO THE ACCOUNTS (UNAUDITED) FOR THE HALF YEAR ENDED MARCH 31, 2011

1 THE COMPANY AND ITS OPERATIONS

Sakrand Sugar Mills Limited (the Company) was incorporated in Pakistan on March 02, 1989, as a public limited company. The Company is listed on Karachi and Lahore Stock Exchanges. The principal business of the Company is to manufacture and sell white sugar. The manufacturing facilities of the Company including mill are located at Deh Tharo Unar, Taluka Sakrand, District Nawabshah, Sindh.

2 STATEMENT OF COMPLIANCE

- 2.1 The condensed interim financial information are un-audited and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi and Lahore Stock Exchanges. The condensed interim financial information have been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan. The condensed interim financial information do 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, 2010. The figures for the half year ended March 31, 2011 have been subjected to limited scope review by the auditors as required by the Code of Corporate Governance.
- 2.2 This condensed interim financial information comprises of the condensed interim balance sheet as at March 31, 2011 and the condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and the condensed interim cash flow statement for the half year then ended which have been subjected to a review but not audited. This condensed interim financial information also includes the condensed interim profit and loss account for the quarter ended March 31, 2011 which is not subject to a review.
- 2.3 The comparative condensed balance sheet, presented in this condensed interim financial information, as at September 30, 2010 has been extracted from the annual audited financial statements of the Company for the year ended September 30, 2010 whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement for the half year ended March 31, 2010 have been extracted from the condensed interim financial information for the half year ended March 31, 2010 which were subjected to a review but not audited. The comparative condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarter ended March 31, 2010 included in this condensed interim financial report was not subject to a review.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and method of computation followed for the preparation of this condensed interim financial information are the same as those applied in preparing the preceding published annual financial statements of the Company.



- 3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended September 30, 2010.

IFRS 5 - Non-Current Assets Held for Sale and Discontinued Operations
IFRS 8 Operating Segments
IAS 1 - Presentation of Financial Statements
IAS 7 - Statement of Cash Flows
IAS 17 - Leases
IAS 36 - Impairment of Assets
IAS 39 - Financial Instruments: Recognition and measurement

The adoption of the above standards, amendments / improvements and interpretations did not have any material effect on the condensed interim financial information of the Company.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed interim financial information in conformity with approved accounting standards require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Estimates, assumptions and judgments 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.

In preparing the condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the preceding published annual financial statements of the Company as at and for the year ended September 30, 2010.

5. PROPERTY, PLANT & EQUIPMENT

	<u>March 31, 2011</u>		<u>September 30, 2010</u>	
	<u>Additions</u>	<u>Disposals</u>	<u>Additions</u>	<u>Disposals</u>
	(Rupees)			
Plant and Machinery	10,000,000	-	46,119,619	-
Office equipment & others	423,675	-	141,852	-
Furniture and fixture	39,902	-	235,549	-
Vehicles	10,847,385	(810,932)	1,711,429	-
	<u>21,310,962</u>	<u>(810,932)</u>	<u>48,208,449</u>	<u>-</u>



6 TRADE DEBTS

This includes trade debts due from a customer amounting to Rs.241.46 million against sale of molasses. The terms of sales stipulated payment against delivery based on which the amount is overdue and balance remained outstanding till period end. The management considers the amount as good since the customer has a good record of payment in the past as it has made part payment during the current period. The management expects to recover the amount in full in due course of time. The customer is expected to pay the amount in piecemeal.

7 SHORT TERM FINANCES

		March 31, 2011 Rupees	September 30, 2010 Rupees
National Bank of Pakistan			
- Running Finance	7.1	125,000,000	125,000,000
- Cash Finance	7.2	125,000,000	-
		250,000,000	125,000,000
Summit Bank Limited			
- Running Finance	7.3	85,000,000	-
		335,000,000	125,000,000

7.1 Running Finance Facility:

Purpose:

To finance the working capital requirements of the Company and for procurement of sugarcane.

Mark up rate:

Base rate + 2.0% p.a.

Security:

- 1- Ranking hypothecation charge over plant, machinery & equipment of the Company with 25% margin.
- 2- Ranking equitable mortgage over land and building of the Company with 25% margin.
- 3- Personal guarantees of the directors of the Company.

7.2 Cash Finance Facility:

Purpose:

To finance the working capital requirements of the Company and for procurement of sugarcane.

Mark up rate:

Base rate + 2.0% p.a.

Security:

- 1- Pledge of refined sugar stock with 25% margin.
- 2- Personal guarantees of the directors of the Company.



7.3 Summit Bank Limited - Running Finance Facility:

Purpose:

To finance the Company for procurement of sugarcane and raw sugar.

Mark up rate:

3 month KIBOR (ask) + 3.5% p.a.

Security:

- 1- Pledge of refined sugar stock with 25% margin.
- 2- Personal guarantees of the directors of the Company.

8 CONTINGENCIES AND COMMITMENTS

CONTINGENCIES

The status of contingencies are same as that in annual audited accounts for the year ended September 30, 2010. Except as under.

In respect of restructured loan amounting to Rs.130 million of Industrial Development Bank of Pakistan the Company filed a suit in the High Court of Sindh, Karachi seeking settlement of the liability at an amount of Rs. 101.61 million on the ground that the restructured loan includes markup on the capitalized markup amounting to Rs. 29 million which is not permissible under the law. The Honorable Court has stayed recovery proceedings till further order. Accordingly, the Company has not charged markup of Rs. 9.658 million on the outstanding balance as per rescheduling package of IDBP and expects to reverse the amount of Rs. 29 million as a result of Court proceedings on merit, since it expects for favorable outcome on merit leading ultimately to reversal of liability higher than the amount of mark up not accrued.

COMMITMENTS

During the period the Company has outstanding unlifted delivery orders quantity to 7,280 M.T valuing to Rs. 447.56 Million.



9 COST OF SALES

		Half year ended		Quarter ended	
		March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
		(Rupees)			
Sugarcane consumed		3,093,475,205	2,623,104,147	2,300,454,362	2,086,122,285
Manufacturing expenses	8.1	146,048,006	136,076,153	92,565,941	90,800,807
		3,239,523,211	2,759,180,300	2,393,020,303	2,176,923,092
Sugar in process					
- opening		3,728,996	821,778	64,761,545	40,275,454
- closing		(4,752,619)	(3,761,144)	(4,752,619)	(3,761,144)
		(1,023,623)	(2,939,366)	60,008,926	36,514,310
Sugar					
- opening		42,879,624	-	180,704,148	156,697,758
- closing	8.2	(784,191,450)	(854,779,366)	(784,191,450)	(854,779,366)
		(741,311,826)	(854,779,366)	(603,487,302)	(698,081,608)
Molasses					
- opening		52,467,800	262,187,100	95,601,800	260,630,250
- closing		(121,752,750)	(166,962,300)	(121,752,750)	(166,962,300)
		(69,284,950)	95,224,800	(26,150,950)	93,667,950
		2,427,902,812	1,996,686,368	1,823,390,977	1,609,023,744
9.1 Manufacturing expenses					
Stores and spares consumed		32,762,521	30,272,922	24,134,642	21,204,061
Fuel and power		9,579,562	6,902,306	4,031,843	3,784,981
Salaries, wages including bonus and staff amenities		35,356,000	30,169,598	22,870,380	19,408,790
Repair and maintenance		35,998,051	38,730,072	24,765,123	31,192,486
Vehical maintenance		786,482	624,194	467,061	266,422
Insurance		2,579,660	2,065,383	1,450,958	1,031,731
Depreciation		24,409,674	24,234,350	12,204,837	12,117,175
Others		4,576,056	3,077,328	2,641,097	1,795,161
		146,048,006	136,076,153	92,565,941	90,800,807



9.2 The stock of finished goods is valued at net realizable value as of March 31, 2011.

10 RELATED PARTY TRANSACTIONS

The related parties comprise of directors, key management personnel and retirement benefits plan established for the benefits of the employees. There have been no transactions with related parties except for the following:

	HALF YEAR ENDED	
	March 31, 2011 Rupees	March 31, 2010 Rupees
Significant transactions with the related parties during the half year ended are as follows:		
Chief Executive and Directors' remuneration	7,042,314	4,790,645

11 AUTHORIZATION FOR ISSUE

These condensed interim financial information have been authorized for issue on May 23, 2011 by the Board of Directors of the Company.

12 GENERAL

Figures have been rounded off to the nearest rupee.

DINSHAW H. ANKLESARIA
CHIEF EXECUTIVE/DIRECTOR

SYED ABID HUSSAIN
DIRECTOR

BOOK POST

UNDER POSTAL CERTIFICATE



SAKRAND SUGAR MILLS LIMITED

41-K, BLOCK-6, P.E.C.H.S, KARACHI-75400, PAKISTAN.

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