UN-AUDITED
CONDENSED INTERIM
FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND QUARTER ENDED
JUNE 30, 2026

SAKRAND SUGAR MILLS LIMITED

COMPANY PROFILE

BOARD OF DIRECTORS	Mr. Saleem Zamindar	Chairman / Director
	Mr. Dinshaw H. Anklesaria	Director (Resigned on July 22, 2026)
	Mr. Mansoor Afzal Subzwari	Director
	Miss. Sadia Moin	Director
	Mr. Muhammad Saleem Mangrio	Director
	Mr. Abdul Qayyum Khan Abbasi	Director
	Mr. Ahsan Mukhtar	Director (Appointed on July 29, 2026)
	Mr. Muhammad Omar Arshid	Director
AUDIT COMMITTEE	Miss. Sadia Moin	Chairperson
	Mr. Saleem Zamindar	Member
	Mr. Muhammad Omar Arshid	Member
HR COMMITEE	Mr. Abdul Qayyum Khan Abbasi	Chairman
	Mr. Muhammad Omar Arshid	Member
	Mr. Mansoor Afzal Subzwari	Member
CHIEF EXECUTIVE OFFICER	Mr. Mansoor Afzal Subzwari	
CHIEF FINANCIAL OFFICER	Mr. Zameer Haider Jaffri	
COMPANY SECRETARY	Mr. Muhammad Imran Akber	
BANKERS	Allied Bank Limited Bank Al Habib Limited Bank Alfalah Limited Habib Bank Limited Meezan Bank Limited MCB Bank Limited National Bank Of Pakistan Soneri Bank Limited Sindh Bank Limited Bank Al Makrama Limited United Bank Limited	
AUDITORS	Parker Russell-A.J.S. Chartered Accountants	
LEGAL ADVISOR	Mr. Muhammad Jameel Choudhry	
REGISTRAR	M/s JWAFFS Registrar Services (Pvt.) Ltd. Office No. 20, 5th Floor, Arkay Square Extention Shahrah-e-Iraq, Saddar Karachi-74400	
REGISTERED OFFICE	41-K, Block-6, P.E.C.H.S., Karachi Phone. 0092-21-35303291-2 www.sakrandsugar.com	
FACTORY ADDRESS	Deh Tharo Unar,Taluka Sakrand District Shaheed Benazir Abad, Sindh.	

Directors' Report to Members

On behalf of the Board, we are pleased to present the un-audited Condensed Interim Financial statements of the Company for the period ended June 30, 2026.

Operational Result

The operational performance for the period under review as compared with that of last year is tabulated hereunder.

		Season	
		2025-26	**2024-25**
Start of Season		Dec 01, 2025	Nov 21, 2024
Operational Days		78	85
Sugarcane crushed	M. Tons	199,765	289,400
Average Per / day	M. Tons	2,561	3,405
Production			
Sugar	M. Tons	21,339	27,994
Molasses	M. Tons	10,155	13,470
Recovery			
Sugar	%	10.702	9.819
Molasses	%	5.085	4.669

The 2025–26 sugarcane crushing season witnessed delays across Pakistan, especially in Sindh, as a result of ongoing disputes between growers and sugar mills regarding cane procurement rates. Consequently, crushing volumes declined to 21,339 metric tons from 27,994 metric tons in the corresponding period last year. Despite these challenges, the Company focused on procuring quality sugarcane and improving operational efficiency, resulting in an increase in the sucrose recovery ratio from 9.819% to 10.702% and an improved contribution margin compared to the corresponding period last year.

Financial Result

The Financial Result for the period under review is tabulated hereunder.

		Rupees in Millions	
		Oct – June	**Oct – June**
		2026	**2025**
Sales – net		2,430.38	3,759.70
Gross profit		435.26	209.99
Profit before taxation and levy		346.67	123.26
Profit after taxation		287.73	77.91
Earnings per Share	Rs.	6.45	1.75

As highlighted in the Half-Yearly Report, the Company's net sales remained lower than the corresponding period last year due to the delayed commencement of the crushing season. However, improved cost management and procurement strategies significantly enhanced the contribution margin and overall profitability. Consequently, profit after taxation increased to Rs. 287.73 million from Rs. 77.91 million in the corresponding period last year. Despite this operational improvement, ex-mill sugar prices remained subdued due to uncertainty surrounding the Government's decision on the export of surplus sugar. The domestic sugar market continued to face an oversupply situation.

The outlook for the sugar industry in Sindh remains cautiously optimistic, supported by improved sugarcane availability and higher recovery levels. However, the industry continues to face challenges, including volatile sugar prices, rising production costs, and uncertainty regarding Government policies on sugar exports. Timely policy decisions and a stable regulatory environment will be essential for the sustainable growth of the sector. The Company remains committed to implementing its Revival Plan, with a focus on improving operational efficiency and strengthening its financial position to support sustainable long-term growth.

Acknowledgement

The Directors would like to thank all the government functionaries, banking and financial institutions, suppliers and shareholders for their continued support and cooperation for the betterment and prosperity of the Company.

On behalf of the Board of Directors

Saleem Zamindar

Chairman / Director

Chief Executive Officer

Karachi
July 29, 2026

ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے، کمپنی کے غیرآڈٹ شدہ مالیاتی حسابات برائے سہ ماہی 30 جون 2026 پیش خدمت ہیں۔

آپریٹنگ نتائج

زیر جائزہ مدت کی آپریشنل کارکردگی کا گزشتہ سال کی مدت سے مختصر موازنہ مندرجہ ذیل ہے۔

		Season	
		2025-26	**2024-25**
Start of Season		Dec 01, 2025	Nov 21, 2024
Crushing Days		78	85
Sugarcane crushed	M. Tons	199,765	289,400
Average Per/Day	M. Tons	2,561	3,405
Production			
Sugar	M. Tons	21,339	27,994
Molasses		10,155	13,470
Recovery			
Sugar	%	10.702	9.819
Molasses	%	5.085	4.669

مالی سال 2025-26 کے دوران ملک بھر میں، بالخصوص صوبہ سندھ میں، گنے کی خریداری کی قیمتوں پر کاشتکاروں اور شوگر ملوں کے درمیان جاری اختلافات کے باعث کرشنگ سیزن تاخیر کا شکار رہا۔ اس کے نتیجے میں کمپنی کی کرشنگ گزشتہ سال کے اسی عرصے کے 27,994 میٹرک ٹن کے مقابلے میں کم ہو کر 21,339 میٹرک ٹن رہی۔ ان چیلنجز کے باوجود کمپنی نے معیاری گنے کی خریداری اور آپریشنل کارکردگی کو بہتر بنانے پر خصوصی توجہ دی، جس کے نتیجے میں سکروز ریکوری کی شرح گزشتہ سال کے 9.819 فیصد سے بڑھ کر 10.702 فیصد ہوگئی، جبکہ گزشتہ سال کے اسی عرصے کے مقابلے میں کنٹری بیوشن مارجن میں بھی بہتری ریکارڈ کی گئی۔

مالیاتی نتائج

زیر جائزہ مدت کے مالیاتی نتائج کا گزشتہ سال کی مدت سے مختصر موازنہ مندرجہ ذیل ہے۔

		Rupees in Millions	
		Oct – June	**Oct – June**
		2026	**2025**
Sales – net		2,430.38	3,759.70
Gross profit		435.26	209.99
Profit before taxation and levy		346.67	123.26
Profit after taxation		287.73	77.91
Earnings per Share	Rs.	6.45	1.75

جیسا کہ 31 مارچ 2026 کو ختم ہونے والی ششماہی رپورٹ میں بھی اجاگر کیا گیا تھا، کرشنگ سیزن کے تاخیر سے آغاز کے باعث کمپنی کی فروخت گزشتہ سال کے اسی عرصے کے مقابلے میں کم رہی۔ تاہم،کارآمد لاگت کے انتظام اور بہتر خریداری حکمتِ عملی کے نتیجے میں کنٹری بیوشن مارجن اور مجموعی منافع میں نمایاں بہتری آئی۔ اس کے نتیجے میں بعد از ٹیکس منافع گزشتہ سال کے اسی عرصے کے 77.91 ملین روپے کے مقابلے میں بڑھ کر 287.73 ملین روپے ہو گیا۔ اگرچہ آپریشنل کارکردگی میں نمایاں بہتری ریکارڈ کی گئی، تاہم اضافی چینی کی برآمد سے متعلق حکومتی فیصلے میں غیر یقینی صورتحال کے باعث ایکس مل شوگر کی قیمتیں دباؤ کا شکار رہیں، جبکہ ملکی چینی کی مارکیٹ میں رسد کی فاضل مقدار برقرار رہی۔

پاکستان کی شوگر انڈسٹری، بالخصوص صوبہ سندھ میں، مستقبل کے امکانات محتاط انداز میں حوصلہ افزا دکھائی دیتے ہیں، جن کی بنیاد گنے کی بہتر دستیابی اور سکروز ریکوری کی شرح میں بہتری ہے۔ تاہم، صنعت کو اب بھی چینی کی قیمتوں میں اتار چڑھاؤ، بڑھتی ہوئی پیداواری لاگت اور چینی کی برآمد سے متعلق حکومتی پالیسیوں میں غیر یقینی صورتحال جیسے چیلنجز کا سامنا ہے۔ شعبے کی پائیدار ترقی کے لیے بروقت پالیسی فیصلے اور مستحکم ریگولیٹری ماحول ناگزیر ہیں۔ کمپنی اپنے بحالی منصوبے پر عملدرآمد کے لیے پُرعزم ہے اور آپریشنل کارکردگی میں بہتری اور مالی استحکام کو مزید مضبوط بنا کر طویل المدتی پائیدار ترقی کے حصول کے لیے اپنی کوششیں جاری رکھے ہوئے ہے۔

اظہار تشکر

کمپنی کے ڈائریکٹرز تمام گورنمنٹ کے اداروں، بینک اور مالیاتی اداروں، بزنس پارٹنرز اور کھاتے داروں کا تہہ دل سے شکریہ ادا کرتے ہیں کہ جنہوں نے کمپنی کے بہترین مفاد کے لیے کمپنی کا ساتھ دیا۔

منجانب

بورڈ ممبران

سکرنڈ شوگر ملز لمیٹڈ

Saleem Zamindar

چیئرمین / ڈائریکٹر | **چیف ایگزیکٹو**

کراچی: 29 جولائی 2026

Condensed Interim Statement of Financial Position
As at June 30, 2026

	Un-audited June 30, 2026	Audited September 30, 2025
	……….Rupees in '000'……….	
ASSETS		
Non-Current Assets		
Property, plant and equipment	**3,851,511**	3,886,561
Intangible asset	**511**	680
Long-term loans	**1,807**	775
Long-term deposits	**2,860**	2,860
	3,856,689	3,890,876
Current Assets		
Stores, spares and loose tools	**107,855**	110,079
Stock-in-trade	**567,159**	41,764
Trade debts	**13,796**	19,285
Loans and advances	**35,181**	27,179
Deposit, prepayments and other receivables	**8,961**	10,234
Short term investment	**-**	6,198
Cash and bank balances	**41,026**	18,214
	773,978	232,953
Total Assets	**4,630,667**	4,123,829
EQUITY AND LIABILITIES		
Share Capital and Reserves		
Authorized share capital		
60,000,000 ordinary shares of Rs. 10 each	**600,000**	600,000
Share capital		
Issued, subscribed and paid-up capital	**446,160**	446,160
Revenue reserves		
Accumulated loss	**(1,552,538)**	(1,863,786)
Capital reserves		
Surplus on revaluation of property, plant and equipment-net of deferred tax	**2,035,966**	2,059,481
Directors'/Sponsors' subordinated loan	**92,767**	92,767
	1,022,355	734,622
Non-Current Liabilities		
Long term financing - secured	**508,874**	573,673
Deferred liabilities	**72,172**	70,692
	581,046	644,365
Current Liabilities		
Trade and other payables	**2,162,045**	1,931,258
Unclaimed dividend	**6,206**	6,206
Accrued mark-up	**498,438**	504,901
Current maturity of long-term financing	**263,418**	249,018
Taxation - net	**97,159**	53,459
	3,027,266	2,744,842
Total Equity and Liabilities	**4,630,667**	4,123,829

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

Chief Executive Officer　　Chief Financial Officer　　Director

Condensed Interim Statement of Profit or Loss

For the Nine months and Quarter ended June 30, 2026 (Un-Audited)

		Nine Months ended		Quarter ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	Notes	........................……Rupees in '000'…........................			
Sales - net		2,430,377	3,759,703	694,247	208,806
Cost of sales		(1,995,120)	(3,549,716)	(676,320)	(243,620)
Gross profit / (loss)		435,256	209,987	17,927	(34,814)
Operating expenses					
Administrative expenses		(121,684)	(125,556)	(33,283)	(33,126)
Selling and distribution cost		(1,898)	(3,286)	(214)	(189)
		(123,582)	(128,843)	(33,497)	(33,315)
Operating profit / (loss)		311,676	81,144	(15,571)	(68,129)
Finance cost		3,060	(21,587)	5,467	(7,808)
Other charges		(44,682)	(20,505)	(345)	-
Other income		76,621	84,212	15,109	37,381
		35,000	42,120	20,230	29,573
Profit / (loss) before taxation and levy		346,675	123,264	4,659	(38,557)
Levy		(58,941)	(45,353)	(792)	(2,632)
Profit / (loss) before taxation		287,734	77,911	3,867	(41,189)
Taxation		-	-	-	-
Profit / (loss) after taxation		287,734	77,911	3,867	(41,189)
Earning / (Loss) per share - Basic and diluted		6.45	1.75	0.09	(0.92)

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

Chief Executive Officer

Chief Financial Officer

Director

Condensed Interim Statement of Other Comprehensive Income
For the Nine months and Quarter ended June 30, 2026 (Un-Audited)

	Nine Months ended		Quarter ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	…..........................…Rupees in '000'……….................			
Profit / (loss) after taxation	287,734	77,911	3,867	(41,189)
Other comprehensive income for the period - net of tax	-	-	-	-
Total comprehensive income / (loss) for the period	287,734	77,911	3,867	(41,189)

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

Chief Executive Officer	Chief Financial Officer	Director

Condensed Interim Statement of Cash Flows
For the Nine month and Quarter ended June 30, 2026 (Un-Audited)

		June 30, 2026	June 30, 2025
		……….Rupees in '000'……….	
A.	**CASH FLOWS FROM OPERATING ACTIVITIES**		
	Profit before taxation	346,675	123,264
	Adjustments for non cash charges and other items :		
	Depreciation	54,749	63,733
	Amortisation	168	251
	Reversal of Provision for doubtful debts	(62,368)	(46,500)
	Finance cost	(3,060)	15,778
	Provision for gratuity	1,481	1,611
	Loss on sale of fixed assets	191	112
	Cash generated from operation before working capital changes	337,836	158,249
	Working capital changes		
	(Increase) / decrease in current assets		
	Stores, spares and loose tools	2,224	(15,168)
	Stock-in-trade	(525,394)	(85,295)
	Trade debts	67,857	48,022
	Loans and advances	(8,002)	46,116
	Prepayments and other receivables	1,273	56,383
		(462,041)	50,059
	Increase / (decrease) in current liabilities		
	Trade and other payables	230,787	(92,669)
	Cash generated from operations	106,582	115,640
	Taxes paid	(15,242)	(29,356)
	Finance cost paid	(3,403)	(7,962)
	Net cash generated from operating activities	87,937	78,322
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**		
	Purchase of property, plant and equipment	(26,508)	(61,300)
	Sale proceed from disposal of property, plant and equipment	6,618	119
	Short term investment	6,198	-
	Net cash used in investing activities	(13,693)	(61,181)
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**		
	Long term financing - secured	(50,400)	(51,000)
	Long term loans to employees	(1,033)	236
	Net cash used in financing activities	(51,433)	(50,764)
	Net increase / (decrease) in cash and cash equivalents	22,811	(33,622)
	Cash and cash equivalents at the beginning of the period	18,214	55,647
	Cash and cash equivalents at the end of the period	41,026	22,025

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

Chief Executive Officer　　Chief Financial Officer　　Director

Condensed Interim Statement of Changes in Equity
For the Nine months and Quarter ended June 30, 2026 (Un-Audited)

	Issued, subscribed & paid-up capital	Un-appropriated profit / Accumulated loss	Surplus on revaluation of property, plant and equipment	Directors' / sponsors' subordinated loan	Total
	……………………………..….Rupees in '000'……………………………..….				
Balance as at October 01, 2024	446,160	(1,883,598)	2,095,281	92,767	750,610
Profit after taxation	-	77,911	-	-	77,911
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	77,911	-	-	77,911
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation- net of tax	-	26,947	(26,947)	-	-
Balance as at June 30, 2025	446,160	(1,778,739)	2,068,334	92,767	828,521
Balance as at October 01, 2025	446,160	(1,863,786)	2,059,481	92,767	734,621
Profit after taxation	-	287,734	-	-	287,734
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	287,734	-	-	287,734
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation- net of tax	-	23,515	(23,515)	-	-
Balance as at June 30, 2026	446,160	(1,552,538)	2,035,966	92,767	1,022,355

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

Condensed notes to the financial statements
For the Nine months and Quarter ended June 30, 2026

1. These financial statements are unaudited and are being submitted to the shareholders as required by the Securities and Exchange Commission of Pakistan.

2. These financial statements have been prepared in compliance with the requirements of International Accounting Standards-34 "Interim financial reporting" as adopted by the Institute of Chartered Accountants of Pakistan which are applicable to the Company.

3. The accounting policies and method of computation allowed for the preparation of these accounts are same as those applied in the preparation of the preceding annual accounts of the Company for the year ended September 30, 2025.

4. These condensed interim financial information have been authorized for issue on July 29, 2026 by the Board of Directors of the Company.

5. Figures have been rounded off to the nearest thousand rupees.

Chief Executive Officer | **Chief Financial Officer** | Director