



TANDLIANWALA
Sugar Mills Limited

Quarterly
REPORT
Dec. 31, 2023

 www.tsmlgroup.com

TANDLIANWALA SUGAR MILLS LTD.

Directors' Review

In the name of Allah, The Most Gracious and The Most Merciful

Dear shareholders,

The Directors of the company are pleased to present their report and the unaudited condensed interim financial statements of the company for the first quarter ended December 31, 2023.

The crushing season 2023-24 began in the last week of November 2023 and the first quarter was again very challenging and turned out to be pretty tough for sugarcane procurement, as has been witnessed during this first quarter of the financial year.

This first quarter also gives a reasonable idea of the overall direction and trend of the sugarcane procurement during remaining part of the season.

The estimates for the availability of sugarcane crop suggests that sugar production during the season shall remain more or less the same as was during the the last season, although there has been a significant decrease in the area under cultivation, which initiated the cane war amongst the millers and resulted in an initial increase in sugarcane prices from the very start of crushing. The increase in yield per acre and of recoveries, however will help to make the production at par with that of last year.

Due to a significant increase in minimum support price to Rs 400/- per 40 Kg, the average sugarcane procurement cost for the quarter ended December 31, 2023 has further increased, but we are putting our best efforts into procuring the maximum sugarcane at reasonable rates.

Our ethanol division, as always is maintaining the best financial results & contribut substantially towards the overall financial results of the company.

The directors place on record their appreciation of the diligence and devotion of duty of the officers, its members and the workers of all categories

On behalf of the Board of Directors.

Akbar Khan
(Chief Executive Officer)
29 January, 2024

ڈائریکٹرز کی رپورٹ

اللہ کے نام سے جو بڑا مہربان اور رحم کرنے والا ہے

پیارے شیئر ہولڈرز،

تانڈلیانوالا شوگر ملز لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ہمیں 31 دسمبر 2023 کو ختم ہونے والی پہلی سہ ماہی کے لئے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے پیش کرنے پر خوشی ہو رہی ہے۔

کرشنگ سیزن 2023-24 نومبر 2023 کے آخری ہفتے میں شروع ہوا اور پہلی سہ ماہی ایک بار پھر بہت چیلنجنگ تھی اور گنے کی خریداری کے لئے کافی مشکل پیش آئی جیسا کہ مالی سال کی اس پہلی سہ ماہی میں دیکھا گیا ہے۔

یہ پہلی سہ ماہی سیزن کے بقیہ حصے کے دوران گنے کی خریداری کی مجموعی سمت اور رجحان کا بھی معقول اندازہ دیتی ہے۔

گنے کی فصل کی دستیابی کے تخمینے بتاتے ہیں کہ سیزن کے دوران چینی کی پیداوار کم و بیش وہی رہے گی جو پچھلے سیزن کے دوران تھی، حالانکہ زیر کاشت رقبہ میں نمایاں کمی واقع ہوئی ہے، جس نے ملز کے درمیان گنے کی جنگ شروع کر دی۔ اور اس کے نتیجے میں کرشنگ کے آغاز سے ہی گنے کی قیمتوں میں اضافہ ہوا۔ تاہم فی ایکڑ پیداوار اور ریکوری میں اضافے سے پیداوار کو پچھلے سال کے برابر کرنے میں مدد ملے گی۔

کم از کم امدادی قیمت میں 400 روپے فی 40 کلوگرام تک نمایاں اضافے کی وجہ سے 31 دسمبر 2023 کو ختم ہونے والی سہ ماہی کے لئے گنے کی اوسط خریداری لاگت میں مزید اضافہ ہوا ہے، لیکن ہم مناسب نرخوں پر زیادہ سے زیادہ گنے کی خریداری کے لئے اپنی پوری کوشش کر رہے ہیں۔

ہمارا انتہول ڈویژن ہمیشہ کی طرح بہترین مالیاتی نتائج کو برقرار رکھے ہوئے ہے اور کمپنی کے مجموعی مالیاتی نتائج میں خاطر خواہ حصہ ڈال رہا ہے۔

بورڈ، عملے اور انتظامی ٹیم کے اراکین کی محنت، ہمتی اور لگن کے لئے اپنی تعریف ریکارڈ کرنا چاہے گا۔

بورڈ آف ڈائریکٹرز کی جانب سے:

اکبر خان

چیف ایگزیکٹو آفیسر

29 جنوری 2024

TANDLIANWALA SUGAR MILLS LTD.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

EQUITY AND LIABILITIES	(Un-Audited)	(Audited)
	31 December 2023 Rupees	30 Septemeber 2023 Rupees
SHARE CAPITAL AND RESERVES		
Authorised share capital 120,000,000 (September 2023: 120,000,000) ordinary shares of Rs. 10 each	1,200,000,000	1,200,000,000
Issued, subscribed and paid-up share capital	1,177,063,000	1,177,063,000
Share Premium	290,741,640	290,741,640
Un-appropriated profits	7,950,476,666	7,495,117,955
Loan from sponsors - <i>unsecured</i>	3,514,144,956	3,635,214,057
TOTAL EQUITY	12,932,426,262	12,598,136,652
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term finances - <i>secured</i>	-	-
Liabilities against assets subject to finance lease - <i>secured</i>	431,040,301	314,238,148
Deferred liabilities	886,197,471	886,288,209
- <i>Staff retirement benefits</i>	-	-
- <i>Deferred taxation</i>	-	-
	1,317,237,772	1,200,526,357
CURRENT LIABILITIES		
Short term borrowings - <i>secured</i>	12,033,612,812	8,433,218,407
Current portion of non-current liabilities	411,285,774	761,092,236
Trade and other payables	15,283,353,230	6,664,033,363
Interest and mark-up accrued	491,992,991	359,291,779
Provision for taxation	77,072,126	790,976,460
	28,297,316,933	17,008,612,245
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	42,546,980,967	30,807,275,254

The annexed notes from 1-7 form an integral part of these condensed interim financial statements.

Lahore
January 29, 2024

Chief Financial Officer

Chief Executive Officer

TANDLIANWALA SUGAR MILLS LTD.

AS AT DECEMBER 31, 2023

ASSETS	(Un-Audited)	(Audited)
	31 December 2023 Rupees	30 September 2023 Rupees
NON-CURRENT ASSETS		
Property, plant and equipment	14,874,940,226	14,972,450,176
Long term deposits	313,120,922	289,409,122
	15,188,061,148	15,261,859,298
CURRENT ASSETS		
Stores, spare parts and loose tools	1,810,348,254	1,735,372,446
Stock-in-trade	16,083,230,460	5,131,402,809
Trade debts - considered good	4,722,990	3,843,118
Advances, deposits, prepayments and other receivables	7,130,130,355	6,873,082,982
Tax refunds due from Government - net	940,364,399	791,721,744
Cash and bank balances	1,390,123,361	1,009,992,857
	27,358,919,819	15,545,415,956
TOTAL ASSETS	42,546,980,967	30,807,275,254
		Director



TANDLIANWALA SUGAR MILLS LTD.

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) For the quarter ended December 31, 2023

	December 31 2023 Rupees	December 31 2022 Rupees
Sales - <i>net</i>	6,673,654,603	8,500,738,049
Cost of sales	<u>(5,539,955,119)</u>	<u>(7,527,867,911)</u>
Gross profit	1,133,699,484	972,870,138
Administrative expenses	(195,626,411)	(150,804,109)
Distribution expenses	(17,924,479)	(19,857,948)
Other income	<u>48,316,099</u>	<u>335,541</u>
Profit from operations	968,464,693	802,543,622
Finance cost	(421,080,622)	(379,090,845)
Other expenses	<u>(14,953,234)</u>	<u>(4,027,218)</u>
Profit before Taxation	532,430,837	419,425,559
Taxation	(77,072,126)	(118,529,701)
Profit after taxation	<u><u>455,358,711</u></u>	<u><u>300,895,858</u></u>
Earning per share - basic and diluted	3.87	2.56

The annexed notes from 1-7 form an integral part of these condensed interim financial statements.

Lahore
January 29, 2024

Chief Financial Officer

Chief Executive Officer

Director

TANDLIANWALA SUGAR MILLS LTD.

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME / (LOSS) (UN-AUDITED)

For the quarter ended December 31, 2023

	31 December 2023	31 December 2022
	Rupees	Rupees
Profit after taxation	455,358,711	300,895,858
Other comprehensive Income for the quarter	-	-
Total comprehensive income for the year	455,358,711	300,895,858

Statement of Changes in Equity (Un-Audited)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the quarter ended December 31, 2023

	Reserves							
	Share capital	Capital		Revenue	Total reserves		Loan from Sponsors	Total
		Share premium	Un-appropriated profits					
Rupees								
All Units								
Balance as at October 01, 2022	1,177,063,000	290,741,640	5,963,048,710	6,253,790,350	3,635,214,057	11,066,067,407		
Transactions with owners of the Company								
Loan received during the period	-	-	-	-	-	-		
Total comprehensive income for the year:								
Profit for the year ended September 30, 2023	-	-	1,509,217,017	1,509,217,017	-	1,509,217,017		
Other comprehensive Income for the year ended September 30, 2023 - net of tax	-	-	22,852,228	22,852,228	-	22,852,228		
	-	-	1,532,069,245	1,532,069,245	-	1,532,069,245		
Balance as at September 30, 2023	1,177,063,000	290,741,640	7,495,117,955	7,785,859,595	3,635,214,057	12,598,136,652		
Balance as at October 01, 2023	1,177,063,000	290,741,640	7,495,117,955	7,785,859,595	3,635,214,057	12,598,136,652		
Transactions with owners of the Company								
Loan paid during the period	-	-	-	-	(121,069,100)	(121,069,100)		
Total comprehensive income for the Period:								
Profit for the quarter ended December 31, 2023	-	-	455,358,711	455,358,711	-	455,358,711		
Other comprehensive Profit for the quarter ended December 31, 2023 - net of tax	-	-	-	-	-	-		
	-	-	455,358,711	455,358,711	-	455,358,711		
Balance as at December 31, 2023	1,177,063,000	290,741,640	7,950,476,666	8,241,218,306	3,514,144,956	12,932,426,263		

The annexed notes from 1-7 form an integral part of these condensed interim financial statements.

Lahore

January 29, 2024

Chief Financial Officer

Chief Executive Officer

Director

TANDLIANWALA SUGAR MILLS LTD.

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

For the quarter ended December 31, 2023

	December 31, 2023	December 31, 2022
	Rupees	Rupees
Cash flows from operating activities :		
Profit before taxation	532,430,837	419,425,559
<i>Adjustments for non-cash and other items:</i>		
Depreciation on property, plant and equipment	191,743,691	194,721,328
(Gain) / loss on disposal of property, plant and equipment	-	-
Finance cost	621,080,622	379,090,845
Provision for staff retirement benefits	-	-
Return on bank deposits	(48,268,037)	(300,694)
Grant Income	-	-
Worker's Profit Participation Fund	12,233,202	-
	776,789,478	573,511,479
Operating profit before working capital changes	1,309,220,315	992,937,038
<i>(Increase) / decrease in current assets:</i>		
Stores, spare parts and loose tools	(74,975,808)	(53,466,873)
Stock-in-trade	(10,951,827,651)	(189,272,721)
Advances, deposits, prepayments and other receivables	(257,047,375)	1,418,714,191
Trade debts - <i>considered good</i>	(879,872)	8,613,388
	(11,284,730,706)	1,184,587,985
<i>Increase / (decrease) in current liabilities:</i>		
Trade and other payables	8,619,319,867	1,308,957,429
Cash generated from operations	(1,356,190,524)	3,486,482,452
Finance cost paid	(488,379,410)	(373,048,445)
Staff retirement benefits paid	(90,738)	(1,529,218)
Taxes paid	(939,619,115)	(314,614,410)
Worker's Profit Participation Fund paid	(12,233,202)	-
	(1,440,322,465)	(689,192,073)
Net cash generated from operating activities	(2,796,512,989)	2,797,290,379
Cash flows from investing activities		
Capital expenditure	(94,233,739)	(28,182,083)
Proceeds from disposal of property, plant and equipment	-	-
Long term deposits	(23,711,800)	(40,324,020)
Income received from bank deposits	48,268,037	300,694
Net cash (used in) investing activities	(69,677,502)	(68,205,409)
Cash flows from financing activities		
Long term finances repaid	(349,806,462)	(189,406,512)
Long term finances obtained	-	196,413,217
Loan from sponsors	(121,069,100)	-
Finance lease liabilities - <i>net</i>	116,802,153	-
Short term borrowings - <i>net</i>	3,600,394,404	(3,280,925,978)
Net cash (used in) financing activities	3,246,320,995	(3,273,919,273)
Net increase / (decrease) in cash and cash equivalents	380,130,504	(544,834,303)
Cash and cash equivalents at the beginning of the year	1,009,992,857	644,777,345
Cash and cash equivalents at the end of the year	1,390,123,361	99,943,042
The annexed notes from 1-7 form an integral part of these condensed interim financial statements.		
Lahore January 29, 2024	_____ Chief Financial Officer	_____ Chief Executive Officer
		_____ Director

TANDLIANWALA SUGAR MILLS LTD.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the quarter ended December 31, 2023

1. These financial statements have been prepared in accordance with the requirement of International Accounting Standard-34 (IAS-34) "Interim Financial Reporting."
2. The accounting policies adopted for the preparation of these accounts are same as those applied in the preceding year ended 30th September 2023
3. Provision in respect of taxation and workers profit participation fund are estimated only and financial liabilities will be determined on the basis of annual results.
4. Sugar cane crushing season commences from November till March each year.
5. **Contingencies and commitments**
 - 5.1 **Contingencies**

There are no other significant changes, other those already reported in contingencies as at September 30, 2023 which require disclosure in the condensed interim financial statements.
6. These financial statements were authorized for issue by the Board of Directors of the Company on January 29, 2024
7. Figures in these accounts have been rounded off to the nearest rupee.

Lahore
January 29, 2024

Chief Financial Officer

Chief Executive Officer

Director

TANGLIANWALA SUGAR MILLS LTD.

COMPANY INFORMATION

Board of Directors	Mr. Ghazi Khan Mr. Akbar Khan Mr. Humayun Akhtar Khan Mr. Haroon Khan Mrs. Rasheeda Begum Mrs. Mobina Akbar Khan Mr. Tahir Farooq Malik	(Chairman) (Chief Executive)
Company Secretary and Chief Financial Officer	Mr. Ahmad Jehanzeb Khan	
Bankers	Conventional National Bank of Pakistan Limited MCB Bank Limited United Bank Limited Allied Bank Limited Habib Bank Limited The Bank of Punjab Soneri Bank Limited Sindh Bank Limited Faysal Bank Limited	Conventional Meezan Bank Limited Askari Bank Limited Samba Bank Limited The Bank of Khyber Pair Investment Company Ltd. Pak Oman Investment Co Ltd. Pak Libya Holding Co (Pvt) Ltd. Pak Brunei Investment Co. Ltd. Islamic Dubai Islamic Bank Al Baraka Bank (Pakistan) Ltd.
Legal Advisors	1. Bandial & Associates 35-A, Luqman Street, Zahoor Afridi Road, Lahore Cantt.	2. Ali Sibtain Fazli & Associates The Mall Mansion 30 The Mall, Lahore
Audit Committee	Mr. Humayun Akhtar Khan Mr. Tahir Farooq Malik Mr. Ghazi Khan Mr. Khalid Siddique	(Chairman) (Member) (Member) (Secretary)
Auditors	UHY Hassan Naeem & Co. Chartered Accountants	
Share Registrar	Corplink (Private) Limited 1-K, Commercial, Model Town, Lahore	
<u>Sugar Mills:</u>		
Unit 1	Kanjwani, Tehsil Tandlianwala, District, Faisalabad	
Unit 2	Taunsa Road, Indus Highway, District, Dera Ismail Khan	
Unit 3	Shah Jamal Road, District Muzaffargarh	
<u>Distillery:</u>		
Unit 1	Kanjwani, Tehsil Tandlianwala, District, Faisalabad	
Unit 2	Shah Jamal Road, District, Muzaffargarh	
<u>Top Gas:</u>	Kanjwani, Tehsil Tandlianwala, District, Faisalabad	
Registered & Corporate Office	66-L, Gulberg-II, Lahore-54660, Pakistan Phones : 042-35712901, 35763115, 35754701, 35761124 Email : ttmlho@ttmlgroup.com Website: ttmlgroup.com	

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