



Imperial Sugar Limited



*Condensed Interim
Financial Information
For the Half Year Ended
March 31, 2018
(Un-Audited)*



Imperial Sugar Limited



CONTENTS

Corporate Information	3
Directors' Review	4
Auditors' Review Report to the Members on Review of Condensed Interim Financial Information	5
Condensed Interim Balance Sheet	6
Condensed Interim Profit and Loss Account	7
Condensed Interim Statement of Comprehensive Income	8
Condensed Interim Cash Flow Statement	9
Condensed Interim Statement of Changes in Equity	10
Selected Explanatory Notes to the Condensed Interim Financial Information	11
ڈائریکٹرز کی جائزہ رپورٹ	18



Corporate Information

Board of Directors	Mr. Naveed M. Sheikh Mr. Waqar Ibn Zahoor Bandey Mr. Muhammad Tariq Malik Sohail Ahmed Mr. Ahmed Haji Mussa Mr. Asad Ali Mr. Najam Faiz	- Chairman - Director/CEO - Director - Director - Director - Director - Director
Audit Committee	Mr. Najam Faiz Mr. Asad Ali Malik Sohail Ahmed	- Chairman - Member - Member
HR & Remuneration Committee	Mr. Najam Faiz Mr. Waqar Ibn Zahoor Bandey Malik Sohail Ahmed	- Chairman - Member - Member
Chief Financial Officer	Mr. Makhdoom Faisal Javed	
Head of Internal Audit	Ms. Eraj Batool	
Company Secretary	Mr. Mubashar Asif	
Financial Institutions	BankIslami Pakistan Limited Al Baraka Bank (Pakistan) Limited	
Auditors	Tariq Abdul Ghani Maqbool & Co. Chartered Accountants	
Legal Advisors	Ms. Aniqua Sheikh Advocate	
Registered Office	M. Ismail Aiwan - e - Science Building, 205 Ferozepur Road Lahore-54600 Ph # + 92 (042) 3575-8970 + 92 (042) 3575-1308 Fax # + 92 (042) 3576-3247	
Shares Registrar	Hameed Majeed Associates (Pvt) Limited H.M. House, 7-Bank Square, Lahore. Ph # + 92 (042) 3723-5081-2 Fax # + 92 (042) 3735-8817	
Production Facilities	Karmanwala, Tehsil Phalia Distt. Mandi Bahauddin Ph # + 92 (546) 541-151/54 Fax # + 92 (546) 541-162	



Imperial Sugar Limited

DIRECTORS' REVIEW

Dear Members

Interim condensed financial statements for the half-year ended March 31, 2018 are being presented in accordance with the requirements of International Accounting Standards, Companies Act, 2017 and Rule Book of Pakistan Stock Exchange Limited. The interim condensed financial information has also been reviewed by the statutory auditors of the company.

The production facility at Phalia remained close for asset sale purpose against which shareholders of the company had approved the asset sale / business plan. Various options are being exercised to find the potential buyers and any progress in the matter will be shared with the shareholders through the given mechanism. After making payments of certain liabilities out of the proceeds from sale of Mian Chanu unit, an accumulated amount of Rupees 3.075 billion is being kept in saving accounts at an average interest rate of 5.75 % per annum. The business plan as approved by the shareholders of the company will be materialized upon close of asset sale transaction.

Your company earned Rupees 98.00 million on account of other income attributed to profits on bank deposits. Resultantly, the net profit after tax comes at Rupees 9.89 million as compared to loss of Rupees 376 million last year in the corresponding period. Earning per share for the half year recorded at Rupees 0.10 (2017: Loss per share Rupees 3.79).

The Auditors of the Company have emphasized in their report regarding ability of the Company to run its business as going concern. It is stated that keeping in view business plan, Financial Statements of the Company have been prepared on the basis of estimated realizable / settlement values of the assets and liabilities respectively and also disclosed at Note 2 of the Financial Information.

For and on behalf of the Board

Waqar Ibn Zahoor Bandey
Director/Chief Executive

Muhammad Tariq
Director

Lahore
May 28, 2018

AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim balance sheet of "Imperial Sugar Limited" ("the Company") as at 31 March 2018 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the financial information for the six months period then ended (here-in-after referred to as the "condensed interim financial information"). Management of the Company is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed 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 31 March 2018 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended 31 March 2018.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity". A review of condensed interim financial information consists 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.


Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended 31 March 2018 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Emphasis of matter

As described in note No. 2 to the financial statements, which states that these financial statements have been prepared using the non-going concern basis of accounting on the basis of estimated realizable / settlement value of assets and liabilities respectively as the Company is no longer a going concern for the reasons stated in the aforesaid note. Our report is not modified on this matter.

Lahore
Date: 28 May 2018


Tariq Abdul Ghani Maqbool & Co.
Chartered Accountants
Shahid Mehmood



Imperial Sugar Limited

CONDENSED INTERIM BALANCE SHEET

AS AT MARCH 31, 2018

	Note	31-Mar-18 (Rupees in '000') Un-audited	30-Sep-17 (Rupees in '000') Audited
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
100,000,000 (30 September 2017: 100,000,000)		1,000,000	1,000,000
ordinary shares of Rupees 10/- each			
Issued, subscribed and paid up share capital	8	990,200	990,200
Surplus on revaluation of property, plant and equipment			
- net of deferred tax		5,466,889	5,466,889
Sponsors' loan	9	-	566,732
Unappropriated profit		3,838,134	3,828,249
		10,295,223	10,852,070
LIABILITIES			
Non-Current Liabilities			
Deferred liabilities		1,890,609	1,907,013
Long term financing	10	-	-
Current Liabilities			
Trade and other payables		819,155	972,668
Short term borrowings	11	-	278,496
Current maturity of long term loans	12	202,881	412,881
Liabilities against assets subject to Diminishing Musharaka	13	-	-
Accrued finance cost		23,056	63,864
Provision for taxation		49,727	49,726
		1,094,819	1,777,635
Contingencies and commitments	14	-	-
		13,280,651	14,536,718
ASSETS			
Non-Current Assets			
Property, plant and equipment	15	5,565	6,183
Current Assets			
Stores, spare and loose tools		262,106	262,106
Trade debts		8,802	9,111
Loan and advances		214,033	155,317
Trade deposits and other receivables	16	18,230	384,451
Tax refunds due from government		157,560	147,363
Cash and bank balances	17	3,104,140	4,061,972
		3,764,871	5,020,320
Non-current assets held for sale	18	9,510,215	9,510,215
		13,280,651	14,536,718

The annexed notes from 01 to 25 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



Imperial Sugar Limited

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Un-Audited)

FOR THE HALF YEAR ENDED MARCH 31, 2018

Note	Half year ended		Second quarter ended	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')
Profit and loss -				
continued operations :				
Sales - net	-	-	-	-
Cost of sales	-	-	-	-
Gross profit / (loss)	-	-	-	-
Operating expenses:				
Administrative expenses	-	-	-	-
Inoperative plant expenses	-	-	-	-
Distribution cost	-	-	-	-
Operating profit / (loss)	-	-	-	-
Other operating income / (loss)	-	-	-	-
Finance cost	-	-	-	-
Profit / (loss) before taxation	-	-	-	-
Taxation	-	-	-	-
Profit / (loss) after taxation -				
continued operations	-	-	-	-
Profit / (loss) after taxation -				
discontinued operations	19 9,885	(375,553)	36,299	(182,628)
Profit / (loss) after taxation	9,885	(375,553)	36,299	(182,628)
Earnings / (loss) per share - basic				
and diluted (Rupees)	0.10	(3.79)	0.37	(1.84)

The annexed notes from 01 to 25 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



Imperial Sugar Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-Audited)
FOR THE HALF YEAR ENDED MARCH 31, 2018

	Half year ended		Second quarter ended	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
Note	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')
Profit / (loss) for the year - continued operations	-	-	-	-
Profit / (loss) for the year - discontinued operations	9,885	(375,553)	36,299	(182,628)
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss)	9,885	(375,553)	36,299	(182,628)

The annexed notes from 01 to 25 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



CONDENSED INTERIM CASH FLOW STATEMENT (Un-Audited)

FOR THE HALF YEAR ENDED MARCH 31, 2018

	Note	31-Mar-18 (Rupees in '000')	31-Mar-17 (Rupees in '000')
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss for the period before taxation		-	-
Adjustments for:			
Finance cost		-	-
Depreciation of property, plant and equipment		-	-
Provision for staff retirement benefits - gratuity		-	-
Operating cash flows before working capital changes		-	-
Changes in working capital:			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		-	-
Stock in trade		-	-
Trade debts		-	-
Advances, deposits, prepayments and other receivables		-	-
Increase / (decrease) in current liabilities:			
Trade and other payables		-	-
Cash used in operating activities		-	-
Finance cost paid		-	-
Staff retirement benefits paid		-	-
Income tax received / (paid)		-	-
Net cash used in operating activities-continued operations		-	-
Net cash used in operating activities-discontinued operations	20.01	(1,024)	(29,084)
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash proceeds from disposal of fixed assets		-	-
Net cash generated from investing activities-continued operations		-	-
Net cash generated from investing activities-discontinued operations	20.02	98,420	830
CASH FLOWS FROM FINANCING ACTIVITIES			
Finances paid		-	-
Sponsor's loans received		-	-
Liabilities against assets subject to diminishing musharaka finance paid		-	-
Short term borrowings paid		-	-
Net cash (used in) / generated from financing activities-continued operations		-	-
Net cash (used in) / generated from financing activities-discontinued operations	20.03	(1,055,228)	35,770
Net (decrease) / increase in cash and cash equivalents		(957,832)	7,516
Cash and cash equivalents at beginning of the period		4,061,972	2,959
Cash and cash equivalents at end of the period		3,104,140	10,475

The annexed notes from 01 to 25 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-Audited)

FOR THE HALF YEAR ENDED MARCH 31, 2018

	(Rupees in '000')				
	Ordinary Share Capital	Revaluation surplus	Sponsors' loan	Unappropriated profit/(loss)	Total
Balance as at 01 October 2016 (audited)	990,200	9,075,042	332,330	17,418	10,414,990
Total comprehensive income:					
Profit / (loss) for the half year ended 31-Mar-17	-	-	-	(375,553)	-
Other comprehensive income	-	-	-	-	-
Sponsors' loan - net	-	-	36,019	(375,553)	(375,553)
Transfer from surplus on revaluation of property, plant and equipment on account of					
-Incremental depreciation - net of deferred tax	-	-	-	-	-
-Revaluation surplus on disposal of assets	-	-	-	-	-
-Related deferred taxation - transferred to retained earning	-	-	-	-	-
Balance as at 31 March 2017 (un-audited)	990,200	9,075,042	368,349	(358,135)	10,075,456
Total comprehensive income:					
Profit / (loss) for the half year ended 30-Sep-17	-	-	-	(459,264)	(459,264)
Other comprehensive income	-	-	-	-	-
Sponsors' loan - net	-	-	198,383	(459,264)	(459,264)
Transfer from surplus on revaluation of property, plant and equipment on account of					
-Incremental depreciation - net of deferred tax	-	(114,716)	-	114,716	-
-Revaluation surplus on disposal of assets	-	(4,530,932)	-	4,530,932	-
-Related deferred taxation - transferred to retained earning	-	1,037,495	-	-	1,037,495
Balance as at 30 September 2017 (audited)	990,200	5,466,889	566,732	3,828,249	10,852,070
Total comprehensive income:					
Profit / (loss) for the half year ended 31-Mar-18	-	-	-	9,885	9,885
Other comprehensive income	-	-	-	-	-
Sponsors' loan - net	-	-	(566,732)	9,885	9,885
Transfer from surplus on revaluation of property, plant and equipment on account of					
-Incremental depreciation - net of deferred tax	-	-	-	-	-
-Revaluation surplus on disposal of assets	-	-	-	-	-
-Related deferred taxation - transferred to retained earning	-	-	-	-	-
Balance as at 31 March 2018 (un-audited)	990,200	5,466,889	-	3,838,134	10,295,223

The annexed notes from 01 to 25 form an integral part of this condensed interim financial information.

Chief Executive Officer

Director

Chief Financial Officer



SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION(Un-Audited)

FOR THE HALF YEAR ENDED MARCH 31, 2018

1 LEGAL STATUS AND NATURE OF BUSINESS

Imperial Sugar Limited ("the Company") was incorporated in Pakistan on 09 May 2007 under the Companies Act, 2017 formerly known as Companies Ordinance, 1984. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The Company's registered office is situated in M. Ismail Aiwan-e-Science Building, 205 Ferozepur Road, Lahore and its manufacturing facility is located at Tehsil Phalia, District Mandi Bahauddin. The principal activity of the Company is manufacturing and sale of white refined sugar, ethanol and by products. During the period, the Company did not operate its production facility located at Tehsil Phalia, District Mandi Bahauddin. This facility comprises of sugar manufacturing plants and ethanol plant in Phalia.

2 GOING CONCERN ASSUMPTION

Shortage of working capital resulted in the closure of Company's operations since last year. The Company in its Annual General Meeting on January 31, 2017 decided to dispose off its land, building and plant and machinery. Whole of the land, building and plant and machinery located at Mian Channu was disposed off on August 21, 2017.

In view of the aforesaid reasons, the Company is not considered a going concern. This condensed interim financial information has been prepared using the non - going concern basis of accounting on the basis of estimated realizable / settlement values of the assets and liabilities respectively. Further, the carrying values of assets and liabilities under report approximate their realizable / settlement values.

3 STATEMENT OF COMPLIANCE

3.01 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 and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standards (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.

3.02 This condensed interim financial information is being submitted to the shareholders as required by the listing regulations of Pakistan Stock Exchange Limited and section 237 of the Companies Act, 2017.

3.03 The figures for the half year ended 31 March 2018 have, however, been subjected to limited scope review by the auditors as required by the Code of Corporate Governance. This condensed interim financial information does not include all of the information and disclosures required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended 30 September 2017.

3.04 Comparative condensed interim balance sheet is extracted from annual audited financial statements for the year ended 30 September 2017 and 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 are stated from un-audited condensed interim financial information for the half year ended 31 March 2017.

4 SEASONALITY OF OPERATION

The Company is inter alia, engaged in manufacturing of sugar for which the season begins in November and ends in April. Therefore, majority of the expenses are incurred and production activities are undertaken in first half of the Company's financial year.

5 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and method / basis of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the preceding year ended 30 September 2017 except for the change in accounting policy of accounting and reporting of surplus on revaluation of fixed assets as mentioned in note No. 23.



5.01 Changes in accounting standards and interpretations

There is no significant impact of new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of 01 July 2017, as mentioned in the financial statements for the year ended 30 September 2017.

6 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and the reported amounts of assets and liabilities and 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 this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended 30 September 2017.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 September 2017.

7 PRESENTATION AND FUNCTIONAL CURRENCY

The condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentation currency.

	Note	31-Mar-18 (Rupees in '000') Un-audited	30-Sep-17 (Rupees in '000') Audited
8 ISSUED, SUBSCRIBED AND PAID UP CAPITAL			
64,020,000 (30 September 2017: 64,020,000) ordinary shares of Rupees 10/- each fully paid in cash		640,200	640,200
35,000,000 (30 September 2017: 35,000,000) ordinary shares of Rupees 10/- each fully paid for consideration other than cash		350,000	350,000
		<u>990,200</u>	<u>990,200</u>
9 SPONSORS' LOAN			
Loan from sponsors		-	<u>566,732</u>
9.01	These are interest free loans from sponsors of the Company payable at the discretion of the Company. They do not pass the liability test and thus recorded as equity at the face value. They will not be re-measured subsequently. The decision by the Company at any time in future to deliver cash or any other financial assets to settle the sponsors' loan would be a direct debit to equity. The Company has applied TR-32 'Directors' Loan' issued by Institute of Chartered Accountants of Pakistan whose compliance is mandatory with effect from period beginning on or after 1 January 2016. However, this loan has been fully repaid during the period ended 31 March 2018 and has been debited to equity.		
10 LONG TERM FINANCING			
BankIslami Pakistan Limited (Formerly: KASB Bank Limited)		202,881	202,881
Habib Metropolitan Bank Limited		-	210,000
		<u>202,881</u>	<u>412,881</u>
Less : Current maturity of long term loans	12	<u>(202,881)</u>	<u>(412,881)</u>
		-	-
11 SHORT TERM BORROWINGS			
From Banking Companies -Secured:	Limited Sanctioned Rupees in million		
Al-Baraka Bank (Pakistan) Limited	325	-	<u>278,496</u>



	Note	31-Mar-18 (Rupees in '000') Un-audited	30-Sep-17 (Rupees in '000') Audited
12 CURRENT MATURITY OF LONG TERM LOANS			
BankIslami Pakistan Limited (Formerly KASB Bank Limited)		202,881	202,881
Habib Metropolitan Bank Limited		-	210,000
		<u>202,881</u>	<u>412,881</u>
13 LIABILITIES AGAINST ASSETS SUBJECT TO DIMINISHING MUSHARAKA FINANCE			
Opening Balance		-	1,413
Repayment during the period/year		-	(1,413)
		<u>-</u>	<u>-</u>
14 CONTINGENCIES AND COMMITMENTS			
There is no material change in status of contingencies as disclosed in note No. 19 of the financial statements for the year ended 30 September 2017.			
15 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - owned	15.01	<u>5,565</u>	<u>6,183</u>
15.01 Operating fixed assets - owned			
Opening book value		6,183	15,249,900
Additions during the period/year	15.02	-	111,331
Disposal during the period/year	15.03	-	(2,897)
Depreciation during the period/year		(618)	(215,684)
Re-classified to non - current assets held for sale			(15,136,467)
		<u>5,565</u>	<u>6,183</u>
15.02 Additions during the period/year - Cost			
Plant, machinery and equipment		-	110,021
Owened vehicles		-	1,310
		<u>-</u>	<u>111,331</u>
15.03 Disposals during the period/year - Net book value			
Musharaka vehicles		-	1,310
Owened vehicles		-	1,587
		<u>-</u>	<u>2,897</u>
16 TRADE DEPOSITS AND OTHER RECEIVABLES			
Security deposits		3,496	4,749
Other receivables		14,734	379,702
		<u>18,230</u>	<u>384,451</u>
17 CASH AND BANK BALANCES			
Cash in hand		4,189	-
Cash with banks:			
Current accounts:			
-Local		24,418	27,843
-Foreign		91	91
Saving accounts	17.01	3,075,442	4,034,038
		<u>3,104,140</u>	<u>4,061,972</u>



17.01 Cash with banks in saving accounts carry mark-up ranging from 5.5% to 5.9% (30 September 2017: 4.5% to 5%) per annum approximately.

	Note	31-Mar-18 (Rupees in '000') Un-audited	30-Sep-17 (Rupees in '000') Audited
18 NON-CURRENT ASSETS - HELD FOR SALE			
Opening balance		9,510,215	-
Transferred from operating fixed assets		-	15,136,467
Assets disposed off during the period/year		-	(5,626,252)
Closing balance	18.01	<u>9,510,215</u>	<u>9,510,215</u>
18.01 Freehold land		1,292,937	1,292,937
Building on freehold land		2,985,187	2,985,187
Plant and machinery		5,214,800	5,214,800
Furniture, fixture and equipment		17,291	17,291
		<u>9,510,215</u>	<u>9,510,215</u>

19 PROFIT AND LOSS - DISCONTINUED OPERATIONS

	Half year ended		Second quarter ended	
Note	31-Mar-18 (Rupees in '000')	31-Mar-17 (Rupees in '000')	31-Mar-18 (Rupees in '000')	31-Mar-17 (Rupees in '000')
Sales - net	-	-	-	-
Cost of sales	-	-	-	-
Gross profit	-	-	-	-
Operating expenses:				
Administrative expenses	20,282	22,893	9,994	10,037
Inoperative plant expenses	67,049	319,843	4,766	159,892
Distribution cost	-	729	-	32
	87,331	343,465	14,760	169,961
Operating loss	87,331	343,465	14,760	169,961
Other operating income	98,725	6,670	51,159	6,550
Profit / (loss) from operations	11,394	(336,795)	36,399	(163,411)
Finance cost	1,509	38,758	100	19,217
Profit / (loss) before taxation	9,885	(375,553)	36,299	(182,628)
Taxation	-	-	-	-
Profit / (loss) after taxation - discontinued operations	<u>9,885</u>	<u>(375,553)</u>	<u>36,299</u>	<u>(182,628)</u>



Half year ended

31-Mar-18 31-Mar-17

(Rupees in '000')

20 CASH FLOWS FROM DISCONTINUED OPERATIONS

20.01 Cash flows from operating activities - discontinued operations

Profit / (Loss) before taxation 9,885 (375,553)

Adjustments for:

Finance cost	1,277	38,758
Profit on saving accounts	(98,420)	-
Depreciation of property, plant and equipment	618	319,180
Provision for staff retirement benefits	-	256
	(96,525)	358,194

Operating loss before working capital changes (86,640) (17,359)

Changes in working capital:

(Increase) /decrease in current assets:

Trade debts	309	(494)
Loan and advances	(58,716)	(322,263)
Trade deposits and other receivables	366,221	361,711
	307,814	38,954

Increase / (decrease) in current liabilities:

Trade and other payables (153,513) (51,260)

Net working capital changes 154,301 (12,306)

Finance cost paid	(42,084)	(11,075)
Staff retirement benefits paid	(16,404)	(112)
Income tax (paid) / received	(10,197)	11,767
	(68,685)	580

Net cash used in operating activities (1,024) (29,084)

20.02 Cash flows from investing activities - discontinued operations

Cash proceeds from disposal of fixed assets	-	830
Profit on saving accounts	98,420	-
Net cash generated from investing activities	98,420	830

20.03 Cash flows from financing activities - discontinued operations

Long term finances paid	(210,000)	-
Short term finances paid	(278,496)	-
Sponsors' loans - net	(566,732)	36,019
Liabilities against assets subject to Diminishing Musharaka finance	-	(249)

Net cash (used in) / generated from financing activities (1,055,228) 35,770



21 BUSINESS SEGMENT INFORMATION

	Half year ended 31 March 2018			Half year ended 31 March 2017			Quarter ended 31 March 2018			Quarter ended 31 March 2017		
	Sugar	Ethanol	Total	Sugar	Ethanol	Total	Sugar	Ethanol	Total	Sugar	Ethanol	Total
	(Rupees in '000')			(Rupees in '000')			(Rupees in '000')			(Rupees in '000')		
Revenue												
Local and export	-	-	-	-	-	-	-	-	-	-	-	-
Inter-segment	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-
Segment expenses												
Cost of sales - Intersegment	-	-	-	-	-	-	-	-	-	-	-	-
- External	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-
Gross (loss)/profit												
	-	-	-	-	-	-	-	-	-	-	-	-
Administrative expenses	20,282	-	20,282	22,893	-	22,893	9,993	-	9,994	10,037	-	10,037
Inoperative plant expenses	60,344	6,705	67,049	193,921	125,922	319,843	4,289	4,766	9,055	96,942	62,950	159,892
Distribution and marketing expenses	-	-	-	129	600	729	-	-	-	32	-	32
Other operating income/(expense)	(88,853)	(9,873)	(98,725)	(6,003)	(667)	(6,670)	(46,043)	(5,116)	(51,159)	(5,895)	(655)	(6,550)
	(8,227)	(3,168)	(11,394)	210,940	125,855	336,795	(31,761)	(4,639)	(36,399)	101,116	62,295	163,411
Operating Profit / (loss)	(8,227)	(3,168)	(11,394)	(210,940)	(125,855)	(336,795)	31,761	4,639	36,399	(101,116)	(62,295)	(163,411)

22 SEGMENT ASSETS AND LIABILITIES

	As at March 31, 2018			As at September 30, 2017		
	Sugar	Ethanol	Total	Sugar	Ethanol	Total
	(Rupees in '000')			(Rupees in '000')		
Segment assets	9,296,455	3,984,195	13,280,651	10,175,703	4,361,015	14,536,718
Segment Liabilities	2,089,800	895,628	2,985,428	2,579,254	1,105,394	3,684,648
Depreciation of property, plant and equipment	433	185	618	150,979	64,705	215,684

23 CHANGE IN ACCOUNTING POLICY

23.01 Accounting and reporting of surplus on revaluation of fixed assets

As per circular No. 23 of 2017 of SECP, the Companies whose financial year closes after December 31, 2017 shall prepare their financial statements in accordance with the provisions of the Companies Act, 2017. Accordingly, section 235 of the repealed Companies Ordinance, 1984 has not been carried forward to the Companies Act, 2017, which used to restrict to classify surplus on revaluation of fixed assets in equity, which is, hereby, interpreted to be suspending the compliance of section 235 of the repealed Companies Ordinance, 1984.

Therefore, this change in accounting policy has been applied retrospectively in accordance with the provisions of the IAS 8 "Change in Accounting policies, errors and estimates" and comparative figures of equity has been rearranged/reclassified. As there is no change in comparative figures therefore prior year financial statements have not been restated. The effect of reclassification has been re-summarized below:

Reclassification from the caption component	Reclassification to the caption component	Amount (Rs.)
AFTER SHARE CAPITAL AND RESERVES	SHARE CAPITAL AND RESERVES	
Surplus on revaluation of property, plant and equipment - net of deferred tax	Surplus on revaluation of property, plant and equipment - net of deferred tax	5,466,889



Imperial Sugar Limited

24 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information was authorized for issue on May 28, 2018.

25 GENERAL

- Corresponding figures have been rearranged/reclassified wherever necessary to facilitate comparison.
- Figures in this condensed interim financial information have been rounded off to the nearest rupees in thousand except where stated otherwise.

Chief Executive Officer

Director

Chief Financial Officer



Imperial Sugar Limited

ڈائریکٹر رپورٹ

کمپنیز ایکٹ 2017 اور دیگر متعلقہ قوانین کے تحت ششماہی مالی حسابات برائے مدت ختمہ 31 مارچ 2018 بمعہ محاسب کی جائزہ شدہ رپورٹ پیش خدمت ہیں۔

حصص داران کے منظور کئے ہوئے کاروباری منصوبہ کے تحت اس زیر جائزہ مدت کے دوران کمپنی کی پیداواری سرگرمیاں اثاثہ جات کی فروخت کے سلسلے میں بند رہیں۔ کمپنی مناسب داموں پر اثاثہ جات کی فروخت کے لئے خریداروں کی تلاش میں سرگرداں ہے۔ اس سلسلے میں کسی بھی قسم کی پیش رفت کے بارے میں حصص داران کو واضح کردہ نظام کے تحت بروقت مطلع کیا جائے گا۔ میاں چنوں مل کی فروخت سے حاصل شدہ رقم سے مختلف قسم کی ادائیگیاں کی گئی ہیں۔ جبکہ باقی ماندہ رقم جو کہ تین ارب روپوں سے کچھ زیادہ ہے اس وقت 5.75 فیصد سالانہ شرح منافع پر بینکوں میں جمع ہے۔ اثاثہ جات کی مکمل فروخت کے بعد حصص داران کی طرف سے منظور شدہ کاروباری منصوبہ پر عمل درآمد شروع ہوگا۔

آپ کی کمپنی نے اس عرصہ میں 98.00 ملین روپوں کی آمدن ہوئی ہے جو کہ بینکوں سے حاصل کردہ منافع پر مشتمل ہے۔ خالص منافع مبلغ 9.89 ملین روپے رہا جبکہ پچھلے سال کمپنی کو 376 ملین روپوں کے نقصان کا سامنا تھا۔ اس ششماہی میں منافع فی حصہ مبلغ 0.10 روپے ہے جبکہ پچھلے سال نقصان فی حصہ 3.79 روپے تھا۔

مندرجہ بالا امور کو مد نظر رکھتے ہوئے کمپنی انتظامیہ نے مالی حسابات اثاثہ جات اور واجبات کی حقیقی تحلیلی مالیت کے اعتبار سے مرتب کئے ہیں۔ جس کی وجہ سے کمپنی محاسبان نے اپنی رپورٹ میں اس چیز کا ذکر کیا ہے۔ جس کی تفصیل مالی حسابات کے نوٹس (2) میں موجود ہے۔

بورڈ آف ڈائریکٹرز کی جانب سے

محمد طارق
ڈائریکٹر

وقار ابن ظہور ہانڈ
ڈائریکٹر / چیف ایگزیکٹو آفیسر

لاہور - 28 مئی 2018



Imperial Sugar Limited

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Imperial Sugar Limited

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