
PANGRIO

SUGAR

MILLS

LIMITED

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED
MARCH 31, 2014
(REVIEWED)**

COMPANY PROFILE

BOARD OF DIRECTORS:

MR. AFTAB AHMAD - Chairman & Chief Executive
BEGUM AKHTAR ABID
MS. NAHEED ZAFFAR MIRZA
MR. ABBAS ALLY AGHA
MR. ALI GHAZI MIRZA
MR. ABDULLAH KAMRAN SOOMRO
MR. ASIF SAEED
MR. AKBER ALI MIRZA
MR. MUHAMMAD ASIF (NIT)

AUDIT COMMITTEE:

MS. NAHEED ZAFFAR MIRZA - Chairperson
MR. AKBER ALI MIRZA - Member
MR. ABDULLAH KAMRAN SOOMRO - Member

HR & R COMMITTEE:

MR. ABDULLAH KAMRAN SOOMRO - Chairman
MR. AFTAB AHMAD - Member
MR. AKBER ALI MIRZA - Member

CHIEF FINANCIAL OFFICER:

MR. TAHIR MAHMOOD

COMPANY SECRETARY:

MR. MUHAMMAD YUNUS ANSARI

LEGAL ADVISOR:

MR. GHULAM QADIR ZARGAR

AUDITORS:

M/S. ASLAM MALIK & CO.
(CHARTERED ACCOUNTANTS)

BANKERS TO THE COMPANY:

BANKERS EQUITY LIMITED - (Under Liquidation)
NATIONAL BANK OF PAKISTAN
HABIB BANK LIMITED
UNITED BANK LIMITED
MCB BANK LIMITED.
ALLIED BANK LIMITED

SHARES REGISTRAR:

M/S. TECHNOLOGY TRADE (PVT.) LIMITED
DAGIA HOUSE, 241-C,
BLOCK-2, P.E.C.H.S.,
OFF: SHAHRAH-E-QUAIDEEN,
KARACHI. TEL: 021-34391316-7

REGISTERED OFFICE:

10TH FLOOR, BUILDING NO. 1,
LAKSON SQUARE,
SARWAR SHAHEED ROAD,
KARACHI.

MILLS:

DEH RAJAURI II,
TALUKA TANDO BAGO,
DISTRICT BADIN, SINDH.

E-MAIL ADDRESS:

pmsml@hotmail.com

WEBSITE:

www.pangriosugar.com

DIRECTORS' REPORT

The Directors are pleased to present the half yearly accounts duly reviewed by the auditors along with company's activities for the half-year ended on March 31, 2014.

General

Sugarcane situation is worsening day-by-day in the lower part of Sindh and district Badin, where our mill is situated, is the worst affected area. Cane situation in PSML's zone area is more alarming. High sugarcane support price and un-matching depressed price of sugar in the market has made sugar-manufacturing very uneconomical and unviable thus our mill is suffering heavy operational losses. Other mills in the vicinity are equally affected.

During the Crushing Season 2012-13, being surrounded by the above situations, only 1,688 metric tons of sugar could be produced within a period of 30 odd days' operation; thus we were compelled to stop crushing to avoid further losses, which badly affected our cash flow position and we are facing serious financial constraints.

We approached various financial institutions for working capital finance but no positive response was received. However, we have been managing the affairs entirely from our own resources and kept the mill operational and forced to make disparate sale of sugar to meet the day-to-day expenses. We also approached Sindh Bank to obtain financing under their scheme for revival of sick industrial units, but our request was turned down.

On account of financial constraints and shortage of working capital, the mill preparation work could not be undertaken properly and repair of certain machineries could not be done in time. On the other hand sugarcane situation during Crushing Season 2013-14 remained the same as previous. Government of Sindh kept the sugarcane support price at the level of previous year, but the depressed sugar price in the market did not match the cost of production.

In view of the unsatisfactory mill preparation and repair / maintenance of machineries, coupled with other factors as stated above, the management was compelled not to operate the mill during the Season 2013-14.

Operating Results

As the mill did not operate during Crushing Season 2013-14, there is no operational activity during the period ended March 31, 2014 :

<u>Particulars</u>	<u>2013-2014</u> <u>Full Season &</u> <u>March 31, 2014</u>	<u>2012-2013</u> <u>Full Season &</u> <u>March 31, 2013</u>
Season started	-	11-01-2013
Season closed	-	09-02-2013
Days worked	-	30
Sugarcane crushing (Tons)	-	20,431
“ “ (Maunds)	-	510,774
Sugar recovery (%)	-	8,611
Sugar production (Tons)	-	1,688
Molasses recovery (%)	-	4,679
Molasses production (Tons)	-	930

Financial Results

The Company suffered a gross loss of Rs. 8.965 million during the period under review compared to a gross loss of Rs.63.097 million during the half year last season. Net loss during the period under review was Rs. 18.926 million compared to a net loss of Rs.79.488 million for the corresponding period last year.

Auditor's Review Report

The Auditors have given adverse opinion in their Review Report for the half year ended March 31, 2014. Their concern is addressed as under to mitigate the matter and its impact.

The factors responsible for the unsatisfactory financial position of the Company and non-operation of mill during the period under review are exogenous and beyond control of the management, which are briefly given in Note No.1.2 to the accounts and also discussed in detail in the Directors' Report for the half year ended March 31, 2014. However, due to non-operation of mill, the loss for the period under review has considerably reduced in comparison to the loss for the corresponding period last year.

The management is, however, very keen and hopeful to get the mill operational; hence the financial statements for the period under review have been prepared on going concern basis.

As regards default in payment of installments to financial institution, we have requested NBP for allowing moratorium and the matter is under their consideration for which negotiation is going on; hence the deferred liabilities have not been classified as current liabilities. As regards settlement/payment of dues to BEL, the matter is pending adjudication in the court of law and on the other hand BEL being under liquidation, they have to meet various legal procedural formalities for reaching any settlement with debtors or creditors. This is the reason that we could not still reach any settlement with BEL for repayment of their dues; however, we are in constant touch with them.

In response to the concern of auditors regarding non-receipt of response to their letter confirming loan balances outstanding against financial institutions, it is clarified that as the matter is under litigation in the court of law, they might have preferred not to respond for confirmation of the outstanding balances as asked for by auditors.

Future Prospects

In the current scenario future prospects do not look satisfactory. However, it will depend on various factors like sugarcane crop position, fixation of sugarcane support price by the Government, sugar price in the market as well as availability of working capital finance. However, the management will do every thing possible in the best interest of the company.

NAHEED ZAFFAR MIRZA
Director

ABBAS ALLY AGHA
Director

May 26, 2014

Note: The Chief Executive being presently out of station, the Directors Report is signed by two directors.

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

Introduction

We have reviewed the accompanying condensed interim balance sheet of **Pangrio Sugar Mills Limited** as at **March 31, 2014** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement 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, 2014 and 2013 have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2014.

Scope of 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 Adverse conclusion

- a) As disclosed in note 1.2 to the financial statements, during the period the operations of the Company remained closed and Company incurred loss of Rs.18.926 million (2013: Loss Rs.79.488 million). As of the reporting date, company's equity is negative by Rs.840.816 million (2013: Rs.821.890 million), its accumulated loss amounted to Rs.949.316 million (2013: Rs. 930.390 million) and its current liabilities exceeded its current assets by Rs.519.164 million (2013: Rs.499.6 million). The company is also facing recovery proceedings filed by the financial institutions. These conditions indicate a material uncertainty which may cast significant doubt on the company's ability to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of its business. The financial statements have been prepared on going concern basis by the management.
- b) The company has defaulted in payment to the financial institution but has not reclassified deferred liabilities as current liability. We also did not receive responses to our letter confirming loan balances outstanding against financial institutions. We could not satisfy ourselves as to the accuracy and completeness of the balances appearing in the Company's books against them through alternative audit procedures.

Other Matter

The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended March 31, 2014 and 2013 have not been reviewed, as we are required to review only the cumulative figures for the half year ended March 31, 2014.

Conclusion

Based on our review, because of the pervasive effects on the financial statements of matters highlighted in paragraph a and b, the accompanying condensed interim financial information as at March 31, 2014 is not prepared fairly, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan.

Dated: May 26, 2014

Karachi.

ASLAM MALIK & CO

Chartered Accountants

Engagement Partner: Mian Ahmed Hussain

**CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2014**

	Notes	Unaudited March 31, 2014 Rupees	Audited September 30, 2013 Rupees
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	5	42,635,669	45,070,997
Long term deposits		58,000	58,000
CURRENT ASSETS			
Stores, spares and loose tools		22,771,487	22,771,487
Stock in trade		7,520,289	7,520,289
Loans and advances		11,028,164	12,366,320
Trade deposits and short term prepayments		3,740,756	4,590,903
Other receivables		30,565	30,565
Cash and bank balances		826,397	917,138
		<u>45,917,658</u>	<u>48,196,702</u>
TOTAL ASSETS		<u>88,611,327</u>	<u>93,325,699</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
12,000,000 Ordinary shares of Rs. 10/- each		<u>120,000,000</u>	<u>120,000,000</u>
Issued, Subscribed And Paid Up Capital		<u>108,500,000</u>	<u>108,500,000</u>
10,850,000(2013:10,850,000) shares fully paid in cash		<u>(949,316,343)</u>	<u>(930,390,297)</u>
Accumulated loss		<u>(840,816,343)</u>	<u>(821,890,297)</u>
NON-CURRENT LIABILITIES			
Long term financing from:			
- Banks and financial institutions		2,934,675	6,005,827
- Related parties-insecured-interest free		70,000,000	70,000,000
Deffered liabilities		291,411,300	291,411,300
CURRENT LIABILITIES			
Current portion of long term financing		118,005,677	114,284,576
Short term borrowings		22,595,369	22,595,369
Trade and other payables		373,317,732	359,756,007
Accrued markup on loans		48,568,662	48,568,662
Provision for taxation		2,594,255	2,594,255
		<u>565,081,695</u>	<u>547,798,869</u>
TOTAL EQUITY AND LIABILITIES		<u>88,611,327</u>	<u>93,325,699</u>
CONTINGENCIES AND COMMITMENTS			
	7	-	-

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

The Chief Executive Officer presently being out of station, the condensed interim financial statements has been signed by two directors to comply with the requirements of section 241 of the Companies Ordinance, 1984.

Director

Director

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR & QUARTER ENDED MARCH 31, 2014**

	Note	Half year ended		Quarter ended	
		March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
		Rupees		Rupees	
Sales - net		-	111,845,695	-	70,594,473
Cost of sales	9	(8,965,322)	(174,943,289)	(1,300,741)	(105,985,885)
Gross loss		(8,965,322)	(63,097,594)	(1,300,741)	(35,391,412)
Operating expenses					
Distribution		-	(841,732)	-	(681,862)
Administrative expense		(9,301,470)	(15,731,204)	(4,960,565)	(6,672,913)
		(9,301,470)	(16,572,936)	(4,960,565)	(7,354,775)
Operating loss		(18,266,792)	(79,670,530)	(6,261,306)	(42,746,187)
Finance costs		(659,254)	(1,219,548)	(298,944)	(1,152,305)
Other income		-	1,401,949	-	587,999
		(659,254)	182,401	(298,944)	(564,306)
Net loss before taxation		(18,926,046)	(79,488,129)	(6,560,250)	(43,310,493)
Taxation		-	-	-	-
Net loss after taxation		(18,926,046)	(79,488,129)	(6,560,250)	(43,310,493)
Earning per share - basic & diluted		(1.74)	(7.33)	(0.60)	(3.99)

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

Director

Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(UN-AUDITED) FOR THE HALF YEAR & QUARTER
ENDED MARCH 31, 2014**

	For the half year ended		For the quarter ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
	Rupees			
Net loss for the period after taxation	(18,926,046)	(79,488,129)	(6,560,250)	(43,310,493)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period transferred to equity	<u>(18,926,046)</u>	<u>(79,488,129)</u>	<u>(6,560,250)</u>	<u>(43,310,493)</u>

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

Director

Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
(UN-AUDITED) FOR THE HALF YEAR ENDED MARCH 31, 2014**

	Share Capital <u>Rupees</u>	Accumulated Loss <u>Rupees</u>	Total <u>Rupees</u>
Balance as at October 1, 2012	108,500,000	(817,740,266)	(709,240,266)
Loss for the period	-	(79,488,128)	(79,488,128)
Balance as at March 31, 2013	<u>108,500,000</u>	<u>(897,228,394)</u>	<u>(788,728,394)</u>
Loss for the period	-	(33,161,903)	(33,161,903)
Balance as at September 30, 2013	<u>108,500,000</u>	<u>(930,390,297)</u>	<u>(821,890,297)</u>
Loss for the period	-	(18,926,046)	(18,926,046)
Balance as at March 31, 2014	<u><u>108,500,000</u></u>	<u><u>(949,316,343)</u></u>	<u><u>(840,816,343)</u></u>

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

Director

Director

**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED MARCH 31, 2014**

	March 31, 2014 Rupees	March 31, 2013 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	(18,926,046)	(79,488,128)
Adjustments for :		
Depreciation on property, plant and equipment	2,333,595	2,702,571
Financial cost	659,254	1,219,548
Loss on sale of vehicles	5,355	-
Reversal of long term liabilities	-	-
Reversal of deferred liabilities	-	(1,394,074)
	2,998,204	2,528,044
Operating cash flow before movement in working capital	(15,927,842)	(76,960,084)
Changes in working capital		
Stores, spares and loose tools	-	930,448
Stock in trade	-	27,980,735
Loans and advances	1,338,156	979,628
Trade deposits and short term prepayments	850,147	1,632,201
Trade and other payables	13,561,725	48,477,276
	15,750,028	80,000,287
Cash generated by operations	(177,814)	3,040,204
Financial charges paid	(9,306)	(321,364)
Income tax paid	-	(986,239)
	(9,306)	(1,307,603)
Net cash inflow from operating activities	(187,120)	1,732,601
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	-	-
Proceeds from disposal of Property, plant and equipmnet	96,379	-
Net cash Inflow from investing activities	96,379	-
C. CASH FROM FINANCING ACTIVITIES		
Repayment of long term loans	-	(2,087,916)
Dividend paid	-	-
Net cash Inflow/(outflow) from financing activities	-	(2,087,916)
(Decrease) in cash and cash equivalent(A+B+C)	(90,741)	(355,315)
Cash and cash equivalent at October 01	917,138	2,110,977
Cash and bank balances at end of the period	826,397	1,755,662

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

Director

Director

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED MARCH 31, 2014

1 THE COMPANY AND ITS OPERATION

- 1.1 The company was incorporated in Pakistan on June 12, 1984, as a public limited company and listed on Karachi and Lahore Stock Exchanges. The principal business of the company is to manufacture and sell white sugar. The Mills is located at District Badin in the Province of Sindh.
- 1.2 During the period the company incurred a loss of Rs.18.926 million (2013: Loss Rs.79.488 million). As of the reporting date, company's equity is negative by Rs.840.816 million (2013: Rs.821.890 million), its accumulated loss amounted to Rs.949.316 million (2013: Rs. 930.390 million) and its current liabilities exceeded its current assets by Rs.519.164 million (2013: Rs.499.6 million). During the period there has been no operational activity as the management believes it is not feasible to continue operations because of high prices and unavailability of sugar cane, poor market price of sugar and other factors beyond the control of management as given in detail in Directors' Report. Non-operation of mill resulted in a reduced gross loss of Rs. 8.96 million as compared to a gross loss of Rs. 63.09 million during the corresponding period.

The Company's borrowings matured several years ago. As regards matter of settlement of liability of BEL which is pending and currently contested in court whereby proceedings of recovery suit filed by BEL are continuing (for detail refer note 6).

These conditions indicate existence of material uncertainty which may cast significant doubt about the ability of the Company to continue as a going concern and therefore it may be unable to realize its assets and discharge its liabilities in the normal course of business.

However, these financial statements have been prepared on going concern basis.

2 STATEMENT OF COMPLIANCE

- 2.1 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 and the requirements under section 245 of the Companies Ordinance 1984. 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, 2013. The figures for the half year ended March 31, 2014 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, 2014 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, 2014 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, 2013 has been extracted from the annual audited financial statements of the Company for the year ended September 30, 2013 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, 2013 have been extracted from the condensed interim financial information for the half year ended March 31, 2013 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, 2013 included in this condensed interim financial report was not subject to a review.

3 SIGNIFICANT ACCOUNTING POLICIES

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, 2013.

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, 2013.

	March 31,2014	Sept. 30,2013
	————— Rupees —————	
5 PROPERTY, PLANT & EQUIPMENT		
Opening WDV	45,070,998	50,452,986
Addition to Property Plant and Equipment during the period		
Furniture and Fixture	-	-
Office equipment	-	-
Computer	-	-
Plant and machinery	-	-
Vehicles	-	72,000
Disposal in Property, Plant and Equipment		
Vehicles	(101,734)	(47,630)
Depreciation for the period	(2,333,595)	(5,406,358)
Closing WDV	<u>42,635,669</u>	<u>45,070,998</u>

6 LONG TERM FINANCING

This represents the amount of proportionate share of the BEL for settlement based on the forced sale value of the fixed assets of the company of Rs. 215.770 million approved in October 2004 by the SBP Committee in terms of the Circular 29 in year 2004. The remaining balance of Rs.85.6 million is reflected under deferred liabilities, pending recognition as income since final settlement with BEL is presently subject to litigation in High Court between the parties. BEL is under liquidation and the official liquidator of BEL had in 2011 filed an application with High Court for settlement at Rs.102 million in 24 quarterly installments which was not acceded to and decreed on 22nd November 2011 by High Court for recovery of Rs.188 million by sale of company's fixed assets. The order was subsequently suspended by divisional bench vide order dated 21 February 2012.

7 CONTINGENCIES & COMMITMENTS

CONTINGENCIES

The status of contingencies is the same as have been reported in the financial statements for the year ended September 30, 2013.

8 COST OF SALES

	Half Year ended		Quarter ended	
	March, 31 2014	March, 31 2013	March, 31 2014	March, 31 2013
Sugar cane consumed	-	90,705,452	-	90,686,252
Packing material	-	759,786	-	759,786
Salaries, wages and benefits	4,118,478	29,905,214	81,841	16,027,906
Fuel and power	526,642	5,552,362	-	4,469,345
Chemicals	-	1,079,644	-	1,072,206
Oil & Lubricants	-	1,311,576	-	520,032
Stores and spares consumed	451,677	6,365,088	451,677	2,446,993
Repairs and maintenance	-	153,850	-	53,300
Insurance	1,998,642	2,326,363	-	1,217,423
Traveling	2,020	1,248,328	-	636,869
Telephone and postage	9,676	88,123	-	45,708
Vehicles running	297,231	2,398,237	7,786	1,977,103
Depreciation	1,517,872	1,699,546	758,936	849,773
Freight, handling and mud removal	-	2,097,913	-	1,726,593
Others	43,084	1,271,073	501	870,501
Cost of goods manufactured	8,965,322	146,962,554	1,300,741	123,359,790
Add: Opening Stock				
Sugar	-	57,396,991	-	12,042,351
Sugar in Process	7,520,289	3,200,149	7,520,289	3,200,149
Molasses	-	-	-	-
	7,520,289	60,597,140	7,520,289	15,242,500
Less: Closing Stock				
Sugar	-	(25,096,116)	-	(25,096,116)
Sugar in Process	(7,520,289)	(7,520,289)	(7,520,289)	(7,520,289)
Molasses	-	-	-	-
	(7,520,289)	(32,616,405)	(7,520,289)	(32,616,405)
	8,965,322	174,943,289	1,300,741	105,985,885

9 RELATED PARTY TRANSACTIONS

Half year ended
March 31, 2014 March 31, 2013
 ----- Rupees -----

Significant transactions with the related parties during the half year ended are as follows:

Contribution to Provident fund trust	216,392	1,055,829
Chief executive and directors' remuneration	2,155,578	2,579,028

Balances with related parties at the end of the period are as follows:

March 31, 2014 Sept. 30, 2013
 ----- Rupees -----

(Receivable) / Payable to Provident fund trust	2,944,483	2,576,059
Loan from related party	70,000,000	70,000,000

10 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES:

Financial risk management objectives and policies used to meet these objectives were same as being followed as at September 30, 2013.

11 AUTHORIZATION FOR ISSUE

These condensed interim financial information have been authorized by the Board of Directors of the Company for issue on May 26, 2014.

12 GENERAL

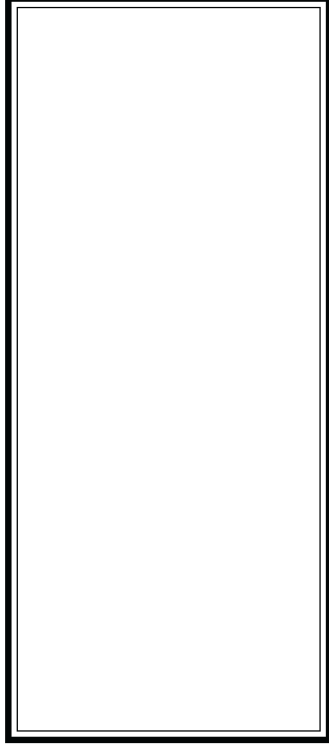
Figures have been rounded off to the nearest rupee.

Director

Director

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