



THE PREMIER SUGAR MILLS
& DISTILLERY COMPANY LIMITED.
MARDAN

QUARTERLY FINANCIAL STATEMENTS
(UN-AUDITED)
AS ON 30 JUNE, 2016

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

COMPANY INFORMATION

Board of Directors

Mr. Aziz Sarfaraz Khan
Chairman
Mr. Abbas Sarfaraz Khan
Chief Executive
Begum Laila Sarfaraz
Ms. Zarmin Sarfaraz
Ms. Najda Sarafaraz
Ms. Mahnaz Saigol
Mr. Iskander M. Khan
Mr. Baber Ali Khan
Mr. Abdul Qadar Khattak

Company Secretary

Mr. Mujahid Bashir

Chief Financial Officer

Mr. Rizwan Ullah Khan

Head of Internal Audit

Syed Naveed Ali

Auditors

ShineWing Hameed Chaudhri & Co., Chartered Accountants

Cost Auditors

M/s. Munawar Associates Chartered Accountants

Tax Consultants

ShineWing Hameed Chaudhri & Co., Chartered Accountants

Legal Advisor

Mr. Isaac Ali Qazi Advocate

Bankers

Bank Al-Habib Limited
The Bank of Khyber
MCB Bank Limited
United Bank Limited
Allied Bank Limited
The Bank of Punjab
Bank Al-Falah Limited
Faysal Bank Limited
Habib Bank Limited
National Bank of Pakistan
Soneri Bank Limited

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

DIRECTORS' REVIEW REPORT

The Interim financial statements for the nine months that ended on 30 June, 2016 are being presented to the shareholders in accordance with the requirements of the International Accounting Standard No. 34 "Interim Financial Reporting", under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of Pakistan Stock Exchange.

Sugarcane Season 2015-16

The sugarcane crushing season 2015-16 commenced on 11 November, 2015 and continued till 03 April, 2016. The Mills crushed 178,273 tons (2015: 95,526 tons) of sugarcane to produce 17,677 tons (2015: 9,019 tons) of sugar.

Financial performance

The Company suffered loss of Rs. 121.343 million during the past nine months due to the higher sugar cane cost.

Consolidated Financial Results

Consolidated financial statements are annexed with these financial statements as required under section 237 of the Companies Ordinance 1984.

Accounting Policies

The accounting policies adopted in the preparation of these quarterly financial statements are the same as applied in the preparation of the preceding annual financial statements of the Company.

Acknowledgement

The Directors appreciate the spirit of good work done by the Company's staff at all levels.

ON BEHALF OF THE BOARD



Mardan
27 July, 2016

CHIEF EXECUTIVE/DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM BALANCE SHEET AS AT 30 JUNE 2016 (UN-AUDITED)

		June 30, 2016	Sep. 30, 2015
	Note	Un-audited (Rupees in thousand)	Audited
Assets			
Non-current Assets			
Property, plant and equipment	5	950,841	1,015,942
Investment property	6	30,106	31,041
Investments in related parties		170,006	170,006
Long term loan to Subsidiary Company		279,500	279,500
Security deposits		1,258	1,030
		<u>1,431,711</u>	<u>1,497,519</u>
Current Assets			
Stores and spares		105,376	109,853
Stock-in-trade		214,452	582,721
Trade debts		153,810	27,396
Loans and advances		38,201	31,505
Trade deposits and short term prepayments		2,765	1,459
Accrued profit		5,592	32
Other receivables		9,307	13,307
Sales tax refundable		0	3,788
Income tax refundable, advance income tax and tax deducted at source		46,485	41,369
Bank balances	7	58,284	56,014
		<u>634,272</u>	<u>867,444</u>
Total Assets		<u>2,065,983</u>	<u>2,364,963</u>
Equity and Liabilities			
Share Capital and Reserves			
Authorised capital		57,500	57,500
Issued, subscribed and paid-up capital		37,500	37,500
Reserves		900,001	900,001
Accumulated loss		(244,506)	(149,666)
		<u>692,995</u>	<u>787,835</u>
Surplus on revaluation of Property, plant and equipment		530,512	564,515
Non-current Liabilities			
Long term finance		166,667	200,000
Liabilities against assets subject to finance lease		3,649	3,384
Deferred taxation		0	57,980
Staff retirement benefits - gratuity		14,748	13,764
		<u>185,064</u>	<u>275,128</u>
Current Liabilities			
Trade and other payables		109,727	48,594
Accrued mark-up on short term borrowings		16,607	18,642
Short term borrowings		490,017	668,000
Current portion of long term finances		33,333	0
Current portion of liabilities against assets subject to finance lease		3,383	2,249
Taxation	9	4,345	0
		<u>657,412</u>	<u>737,485</u>
Contingencies and Commitments	8		
		<u>2,065,983</u>	<u>2,364,963</u>

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

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.


DIRECTOR


DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS ENDED 30 JUNE, 2016

	Note	For the 3rd Quarter		Cumulative	
		April - June 2016	April - June 2015	Oct. - June 2016	Oct. - June 2015
		----- Rupees in thousand -----			
Turnover - local		1,154,425	119,869	1,473,016	156,605
- export		0	0	0	0
		<u>1,154,425</u>	<u>119,869</u>	<u>1,473,016</u>	<u>156,605</u>
Sales Tax		(85,731)	(4,668)	(109,402)	(7,600)
		<u>1,068,694</u>	<u>115,201</u>	<u>1,363,614</u>	<u>149,005</u>
Cost of Sales		(1,122,045)	(69,914)	(1,505,806)	(100,357)
Gross (Loss) / Profit		<u>(53,351)</u>	<u>45,287</u>	<u>(142,192)</u>	<u>48,648</u>
Distribution Cost		(11,703)	(134)	(18,422)	(660)
Administrative Expenses		(27,318)	(6,202)	(44,719)	(37,609)
Other Operating Expenses		(670)	(892)	(49)	(1,315)
		<u>(39,691)</u>	<u>(7,228)</u>	<u>(63,190)</u>	<u>(39,584)</u>
		<u>(93,042)</u>	<u>38,059</u>	<u>(205,382)</u>	<u>9,064</u>
Other Income		23,896	10,771	82,692	89,784
(Loss) / Profit from Operations		<u>(69,146)</u>	<u>48,830</u>	<u>(122,690)</u>	<u>98,848</u>
Finance Cost		(69,889)	(31,889)	(52,288)	(73,934)
(Loss) / Profit before Taxation		<u>(139,035)</u>	<u>16,941</u>	<u>(174,978)</u>	<u>24,914</u>
Taxation					
- Current	9	(3,911)	0	(4,345)	0
- Deferred		20,730	(13,765)	57,980	2,622
		<u>16,819</u>	<u>(13,765)</u>	<u>53,635</u>	<u>2,622</u>
(Loss) / Profit after Taxation		<u>(122,216)</u>	<u>3,176</u>	<u>(121,343)</u>	<u>27,536</u>
Other Comprehensive Income		0	0	0	0
Total Comprehensive (Loss) / Profit for the Period		<u>(122,216)</u>	<u>3,176</u>	<u>(121,343)</u>	<u>27,536</u>
		----- Rupees -----			
(Loss) / Earning per Share		<u>(32.59)</u>	<u>0.85</u>	<u>(32.36)</u>	<u>7.34</u>

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

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.


DIRECTOR


DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2016

	June 30, 2016	June 30, 2015
Cash flow from operating activities		
(Loss) / Profit for the period - before taxation	(174,978)	24,914
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets	71,264	78,225
Depreciation on investment property	935	1,021
Gain on sale of fixed assets	(586)	(35)
Uncollectible receivable balances written-off	49	4
Unclaimed payable balances written-back	(89)	(63)
Mark-up on loan to Subsidiary Company and profit / mark-up on bank deposits	(17,118)	(22,997)
Staff retirement benefits - gratuity (net)	984	842
Dividend income	(34,760)	
Finance cost	52,288	67,487
(Loss) / Profit before working capital changes	(102,011)	149,398
Effect on cash flow due to working capital changes		
(Increase) / Decrease in current assets:		
Stores and spares	4,477	(1,851)
Stock-in-trade	368,269	(516,007)
Trade debts	(126,463)	14,457
Loans and advances	(6,696)	12,056
Trade deposits and short term prepayments	(1,306)	(1,194)
Other receivables	4,000	1,980
Sales tax -net	3,788	(395)
Increase / (Decrease) in trade and other payables	61,222	(15,730)
	307,291	(506,684)
Cash generated from / (used in) operations	205,280	(357,286)
Income tax paid	(5,116)	(2,421)
Security deposits	(228)	0
Net cash generated from / (used in) operating activities	199,936	(359,707)
Cash flow from investing activities		
Additions to property, plant and equipment	(6,842)	(2,040)
Sale proceeds of fixed assets	1,265	1,040
Mark-up on loan to a Subsidiary Company and profit / mark-up on bank deposits received	11,558	39,235
Dividends received	34,760	0
Net cash generated from investing activities	40,741	38,235
Cash flow from financing activities		
Short term borrowings - net	(177,983)	383,029
Finance cost paid	(54,323)	(59,368)
Dividends paid	(7,500)	(17)
Lease finances - net	1,399	(125)
Net cash (used in) / generated from financing activities	(238,407)	323,519
Net increase in cash and cash equivalents	2,270	2,047
Cash and cash equivalents - at beginning of the period	56,014	57,717
Cash and cash equivalents - at end of the period	58,284	59,764

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DIRECTOR


DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2016

	Share capital	Reserves Capital Share Revenue redempt- ion General	Sub- total	Accumul- ated loss	Total
	----- Rupees in thousand -----				
Balance as at September 30, 2014	37,500	1 900,000	900,001	(216,306)	721,195
Total comprehensive income / (loss) for the period					
Income after taxation for the nine months ended June 30, 2015	0	0	0	0	27,536
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period -net of deferred taxation	0	0	0	0	35,826
Balance as at June 30, 2015	37,500	1 900,000	900,001	(152,944)	784,557
Total comprehensive income / (loss) for the period					
Loss for the period from 1st July to September 30, 2015	0	0	0	0	(10,767)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period -net of deferred taxation	0	0	0	0	14,242
Other comprehensive loss	0	0	0	0	(197)
Balance as at September 30, 2015	37,500	1 900,000	900,001	(149,666)	787,835
Total comprehensive loss for the period					
Loss after taxation for the nine months ended June 30, 2016	0	0	0	0	(121,343)
Cash dividend at the rate of Rs.2 per ordinary share for the year ended September 30, 2015	0	0	0	0	(7,500)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the period -net of deferred taxation	0	0	0	0	34,003
Balance as at June 30, 2016	37,500	1 900,000	900,001	(244,506)	692,995

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DIRECTOR


DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2016

1. Legal status and operations

The Premier Sugar Mills & Distillery Company Limited (the Company) was incorporated on July 24, 1944 as a Public Company and its shares are quoted on Pakistan Stock Exchange Limited. The Company is principally engaged in manufacture and sale of white sugar and spirit. The Company's Mills and Registered Office are located at Mardan (Khyber Pakhtunkhwa) whereas the Head Office is situated at King's Arcade, 20-A, Markaz F-7, Islamabad.

2. Basis of preparation

This condensed interim financial information is unaudited and is being submitted to the members in accordance with section 245 of the Companies Ordinance, 1984 (the Ordinance). It has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Ordinance. In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed. The figures for the half year ended March 31, 2016 have, however, been subjected to limited scope review by the external Auditors as required by the Code of Corporate Governance. This condensed interim financial information does not include all the information required for annual financial statements and, therefore, should be read in conjunction with the annual financial statements of the Company for the year ended September 30, 2015.

This condensed interim financial information is presented in Pak Rupee, which is also the Company's functional currency and all financial information presented has been rounded off to the nearest thousand, except otherwise stated.

3. Significant Accounting Policies

The accounting policies and methods of computation adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended September 30, 2015.

4. Accounting Estimates, Judgments and Financial Risk Management

The preparation of 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 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 recognised prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended September 30, 2015.

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 September 30, 2015.

5. Property, Plant and Equipment

	Un-audited June 30, 2016	Audited Sep. 30, 2015
	(Rupees in thousand)	
Operating fixed assets	5.1 950,841	1,015,338
Capital work-in-progress - advances	0	604
	950,841	1,015,942

5.1 Operating fixed assets - tangible

	1,015,338	1,118,281
Book value at the beginning of the period / year	1,015,338	1,118,281
Additions during the period / year :		
- plant and machinery	1,500	100
- furniture, fittings & office equipment	868	440
- vehicles	5,078	1,971
	7,446	2,511
Book value of assets disposed-off during the period / year	(679)	(1,036)
Depreciation charge for the period / year	(71,264)	(104,418)
Book value at the end of the period / year	950,841	1,015,338

6. Investment property

Opening book value	31,041	32,402
Depreciation charge for the period / year	935	1,361
Closing book value	30,106	31,041

7. Bank balances

7.1 Period-end bank balances include deposits aggregating Rs.39 million lying with Innovative Investment Bank Ltd. (IIBL), Islamabad carrying profit at the rate of 5% per annum. The maturity dates of these deposits fell between July 29, 2009 to July 29, 2012.

7.2 The realisability of these deposits aggregating Rs.39 million is doubtful of recovery as these could not be encashed on their respective maturity dates; further, period-end balance confirmation certificate from IIBL was also not received. The Securities and Exchange Commission of Pakistan (SECP), in exercise of its powers conferred under sections 282 E & F of the Companies Ordinance, 1984, had superseded the entire Board of Directors of IIBL and appointed an Administrator with effect from January 28, 2010. SECP had also instituted winding-up proceedings against IIBL in the Lahore High Court, Lahore (LHC). SECP had sought liquidation on a number of counts including violation of the Scheme of Amalgamation approved by SECP under which IIBL took over all the rights / liabilities of Crescent Standard Investment Bank Ltd.

The Company has sizeable investment in IIBL by virtue of which it is entitled to be heard. The Company, therefore, has filed a petition before the LHC under Civil Procedure Code 1908 to be made party in the winding-up proceedings.

The Company has not accrued profit on these deposits during the current period as well as preceding financial years.

7.3 There has been no change in the status of matter as reported in note 15.5 to the audited financial statements of the Company for the year ended September 30, 2015.

8. Contingencies and commitments

- 8.1 There has been no significant change in the status of contingencies as reported in the audited financial statements of the Company for the year ended September 30, 2015.
- 8.2 Guarantees given to Sui Northern Gas Pipelines Ltd. by a commercial bank on behalf of the Company outstanding as at June 30, 2016 were for Rs.10 million (September 30, 2015: Rs.10 million). These guarantees are valid upto May 26, 2016.

9. Taxation

- 9.1 Provision for minimum tax payable under section 113 of the Income Tax Ordinance, 2001 (the Ordinance) has not been made during the current period as the Company during the period has incurred gross loss before set-off of depreciation and other inadmissible expenses under the Ordinance. Expense for the current period represents tax payable under section 5 of the Ordinance (Tax on dividends).
- 9.2 Provision for minimum tax payable under section 113 of the Ordinance has not been made during the period as the Company has incurred gross loss before set-off of depreciation and other inadmissible expenses under the Ordinance.

10. Date of Authorisation for Issue

This condensed interim financial information was approved and authorised for issue by the Board of Directors of the Company on July 27, 2016.

11. Corresponding Figures

- 11.1 In order to comply with the requirements of IAS 34 'Interim financial reporting', the condensed interim balance sheet has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison; however, no significant re-classifications / re-statements have been made to this condensed interim financial information.

- 11.2 Figures in this condensed interim financial information has been rounded-off to the nearest thousand Rupees.

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.



DIRECTOR



DIRECTOR

CONDENSED INTERIM CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS (UN-AUDITED) AS ON 30 JUNE, 2016

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
DIRECTORS' REVIEW REPORT ON
CONSOLIDATED INTERIM FINANCIAL RESULTS

The directors are pleased to present the nine months consolidated financial statements for the period ended on 30 June, 2016 to the shareholders of the Company.

General Review

The Premier Sugar Mills & Distillery Company Limited's subsidiary company, Chashma Sugar Mills Limited has earned profit of Rs. 211.108 million and The Frontier Sugar Mills & Distillery Limited suffered loss of Rs. 46.053 million.

Review of Operations

The Director's Review Reports on the respective financial statements of the Holding Company and the Subsidiary Companies fully cover all the important events that took place during the period under review.

Crushing Season 2015-16

The total of 1,867,906 tons (2015: 1,683,752 tons) of sugarcane was crushed by the Sugar Mills of the Group Companies during the current season. The Frontier Sugar Mills & Distillery Limited could not operate and remained closed during the season due to the diversion of sugarcane towards tax free gur industry.

Customer's Support and Staff Relations

We thank our valued customers for their continued feedback and recognize the role they play in the success of the Group. We would also like to extend our appreciations to all the employees of the Group for their commitment and hard work.

Accounting Policies

The accounting policies adopted in the preparation of these quarterly financial statements are the same as applied in the preparation of the preceding annual financial statements of the Group Companies.

ON BEHALF OF THE BOARD



CHIEF EXECUTIVE/ DIRECTOR

Mardan
27 July, 2016

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED BALANCE SHEET (UN-AUDITED)
AS AT 30 JUNE, 2016

	Unaudited June 30, 2016	Audited Sep 30, 2015
	(Rupees in thousand)	
ASSETS		
Non-current Assets		
Property, plant and equipment	7,765,720	7,876,324
Intangible assets	571	983
Investment property	30,106	31,041
Long term investments	97,321	99,082
Security deposits	5,513	5,280
	<u>7,899,231</u>	<u>8,012,710</u>
Current Assets		
Stores and spares	422,159	410,209
Stock-in-trade	975,818	2,627,417
Trade debts	958,813	368,505
Loans and advances	262,458	245,827
Trade deposits, short term prepayments and other receivables	271,131	296,883
Accrued profit / mark-up on bank deposits	137	32
Sales tax refundable	916	115,414
Income tax refundable, advance income tax and tax deducted at source	452,201	202,054
Short term investments	19,484	0
Bank balances	189,457	199,424
	<u>3,552,574</u>	<u>4,465,765</u>
TOTAL ASSETS	<u>11,451,805</u>	<u>12,478,475</u>
Equity and Liabilities		
Share Capital and Reserves		
Authorised capital	57,500	57,500
Issued, subscribed and paid-up capital	37,500	37,500
Reserves	1,024,732	1,026,044
Unappropriated profit / (accumulated loss)	211,866	189,573
Equity Attributable to Equity Holders of the Parent Company	1,274,098	1,253,117
Non-controlling Interest	616,404	493,098
	<u>1,890,502</u>	<u>1,746,215</u>
Surplus on Revaluation of Property, Plant and Equipment	2,197,261	2,343,039
Non-current Liabilities		
Long term finances	2,496,727	1,965,383
Loans from Associated Companies	72,571	157,500
Liabilities against assets subject to finance lease	34,463	22,072
Deferred taxation	643,914	727,891
Staff retirement benefits - gratuity	17,163	16,103
	<u>3,264,838</u>	<u>2,888,949</u>
Current Liabilities		
Trade and other payables	957,398	394,072
Accrued mark-up	158,761	201,923
Short term borrowings	2,249,940	4,484,799
Current portion of non-current liabilities	665,907	415,526
Dividends payable to non-controlling interest	12,905	3,846
Taxation	54,293	107
	<u>4,099,204</u>	<u>5,500,273</u>
Contingencies and Commitments		
TOTAL EQUITY AND LIABILITIES	<u>11,451,805</u>	<u>12,478,475</u>

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

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.


DIRECTOR


DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

**CONDENSED INTERIM CONSOLIDATED
PROFIT AND LOSS ACCOUNT (UN-AUDITED)**

FOR THE PERIOD ENDED 30 JUNE, 2016

	Quarter ended		Nine months ended	
	June 30, 2016	June 30, 2015	June 30, 2016	June 30, 2015
	----- Rupees in thousand -----			
Sales (local and export)	5,743,172	3,645,119	12,948,179	5,947,349
Less: Sales Tax	(396,392)	(79,962)	(900,739)	(90,845)
Sales - net	5,346,780	3,565,157	12,047,440	5,856,504
Cost of Sales	(5,056,491)	(3,173,632)	(11,145,739)	(5,321,772)
Gross Profit	290,289	391,525	901,701	534,732
Distribution Cost	(71,445)	(7,954)	(210,631)	(29,475)
Administrative Expenses	(106,826)	(57,954)	(269,155)	(188,563)
Other Income	15,724	40,014	40,601	277,599
Other Expenses	(5,423)	(31)	(12,623)	(1,438)
Profit from Operations	122,319	365,600	449,893	592,855
Finance Cost	(138,068)	(151,648)	(435,917)	(358,356)
	(15,749)	213,952	13,976	234,499
Share of Profit / (Loss) from Associated Companies	302	54	67	(159)
Profit / (loss) before Taxation	(15,447)	214,006	14,043	234,340
Taxation				
Group				
- Current	(44,768)	0	(54,295)	0
- Deferred	36,713	(20,874)	83,977	45,803
	(8,055)	(20,874)	29,682	45,803
Associated Companies	5	(9)	(13)	(29)
	(8,050)	(20,883)	29,669	45,774
Profit / (loss) after Taxation	(23,497)	193,123	43,712	280,114
Other Comprehensive Income / (Loss)				
Fair value (loss) / gain on available-for-sale investments	2,365	634	(1,590)	5,968
Share of other comprehensive income / (loss) from Associated Companies	24	(16)	5	(6)
Total Comprehensive Income / (Loss)	(21,108)	193,741	42,127	286,076
Attributable to:				
- Equity holders of the Parent Company	(92,849)	97,889	(61,415)	156,250
- Non-controlling interest	71,741	95,852	103,542	129,826
	(21,108)	193,741	42,127	286,076
	----- Rupees -----			
Combined (Loss) / Earnings per Share	(25.40)	25.94	(15.95)	40.08

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

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DIRECTOR



DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

**CONDENSED INTERIM CONSOLIDATED
CASH FLOW STATEMENT (UN-AUDITED)**

FOR THE PERIOD ENDED 30 JUNE, 2016

	Nine months ended	
	June 30, 2016	June 30, 2015
	(Rupees in thousand)	
Cash flow from operating activities		
Profit / (loss) for the period - before taxation	14,043	234,340
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	447,811	344,038
Depreciation on investment property	935	1,021
Amortisation of intangible assets	412	412
Loss / (profit) from Associated Companies - net	(67)	159
Profit on bank deposits and saving accounts	(614)	(1,432)
Staff retirement benefits - gratuity (net)	1,060	768
Un-claimed payable balances written-back	(89)	(175)
Gain on sale of operating fixed assets -net	(1,640)	(922)
Gain on redemption of short term investments	0	(2,317)
Gain on re-measurement of short term investments to fair value	(484)	0
Uncollectible receivable balances written-off	49	4
Dividend income	(34,760)	0
Finance cost	435,917	358,356
Profit before working capital changes	862,573	934,252
Effect on cash flow due to working capital changes		
Decrease / (increase) in current assets		
Stores and spares	(11,950)	8,934
Stock-in-trade	1,651,599	(2,463,077)
Trade debts	(590,357)	(14,789)
Loans and advances	(16,631)	(85,172)
Trade deposits, short term prepayments and other receivables	25,752	(129,598)
Sales tax refundable-net	114,498	(14,169)
Increase / (Decrease) in current liabilities		
Trade and other payables	563,415	(5,765)
Advances against sale of land	0	10,353
	1,736,326	(2,693,283)
Cash generated from / (used in) operations	2,598,899	(1,759,031)
Income tax paid	(250,256)	(50,528)
Security deposits	(233)	(1)
Net cash generated from / (used in) operating activities	2,348,410	(1,809,560)
Cash flow from investing activities		
Additions to property, plant and equipment	(341,221)	(465,913)
Sale proceeds of vehicles	5,654	1,945
Intangible assets acquired	0	(1,300)
Short term investments -net	(19,000)	29,804
Dividends received	34,760	0
Profit on bank deposits and saving accounts received	509	1,273
Net cash used in investing activities	(319,298)	(434,191)
Cash flow from financing activities		
Long term finances - net	696,796	37,892
Lease finances - net	12,391	(4,555)
Short term borrowings - net	(2,234,859)	2,713,813
Finance cost paid	(479,079)	(311,295)
Dividend paid	(34,328)	0
Net cash (used in) / generated from financing activities	(2,039,079)	2,435,855
Net (decrease) / increase in cash and cash equivalents	(9,967)	192,104
Cash and cash equivalents - at beginning of the period	199,424	246,643
Cash and cash equivalents - at end of the period	189,457	438,747

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

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.



DIRECTOR



DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2016

	----- Attributable to equity holders of the Parent Company -----						Total	Non-controlling interest	Total equity
	Share capital	Reserves			Sub-total	(Accumulated Loss) / Unappropriated Profit			
		Share redemption	Capital	Revenue					
		General	Fair value reserve on available-for-sale investments						
Balance as at September 30, 2014	37,500	1	1,010,537	16,022	1,026,560	(53,792)	1,010,268	325,462	1,335,730
Total comprehensive income / (loss)									
Income for the period ended June 30, 2015	0	0	0	0	0	151,333	151,333	128,781	280,114
Other comprehensive income	0	0	0	4,923	4,923	(6)	4,917	1,045	5,962
	0	0	0	4,923	4,923	151,327	156,250	129,826	286,076
Effect of items directly credited in equity by Associated Companies	0	0	0	0	0	126	126	0	126
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the half year -net of deferred taxation	0	0	0	0	0	97,256	97,256	60,923	158,179
Balance as at June 30, 2015	37,500	1	1,010,537	20,945	1,031,483	194,917	1,263,900	516,211	1,780,111
Balance as at September 30, 2015 - audited	37,500	1	1,010,537	15,506	1,026,044	189,573	1,253,117	493,098	1,746,215
Total comprehensive (Loss) / Income									
Loss for the period ended June 30, 2016	0	0	0	0	0	(60,108)	(60,108)	103,820	43,712
Other comprehensive income / (loss)	0	0	0	(1,312)	(1,312)	5	(1,307)	(278)	(1,585)
	0	0	0	(1,312)	(1,312)	(60,103)	(61,415)	103,542	42,127
Effect of items directly credited in equity by Associated Companies	0	0	0	0	0	(230)	(230)	0	(230)
Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation for the half year -net of deferred tax	0	0	0	0	0	90,126	90,126	55,651	145,777
Cash dividend at the rate of Rs.2 per ordinary share paid by Parent for the year ended September 30, 2015	0	0	0	0	0	(7,500)	(7,500)	0	(7,500)
Cash dividend at the rate of Rs.2.5 per ordinary share paid by CSM other than to the Parent company for the year ended September 30, 2015	0	0	0	0	0	0	0	(35,887)	(35,887)
Balance as at June 30, 2016	37,500	1	1,010,537	14,194	1,024,732	211,866	1,274,098	616,404	1,890,502

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.


DIRECTOR


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THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
CONSOLIDATED FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2016

1. THE GROUP AND ITS OPERATIONS

1.1 The Premier Sugar Mills & Distillery Company Ltd. (the Parent Company)

The Parent Company was incorporated on July 24, 1944 as a Public Company and its shares are quoted on Pakistan Stock Exchange Ltd. The Parent Company is principally engaged in manufacture and sale of white sugar and spirit. The Parent Company's Mills and Registered Office are located at Mardan (Khyber Pakhtunkhwa) whereas the Head Office is situated at King's Arcade, 20-A, Markaz F-7, Islamabad.

1.2 Subsidiary Companies

(a) Chashma Sugar Mills Ltd. (CSM)

(i) CSM was incorporated on May 05, 1988 as a Public Company and it commenced commercial production from October 01, 1992. CSM is principally engaged in manufacture and sale of white sugar. Its shares are quoted on all the Stock Exchanges of Pakistan. The Head Office of CSM is situated at King's Arcade, 20-A, Markaz F-7, Islamabad and the Mills are located at Dera Ismail Khan.

(ii) The Parent Company directly and indirectly controls / beneficially owns more than fifty percent of the CSM's paid-up capital and also has the power to elect and appoint more than fifty percent of its directors; accordingly, CSM has been treated a Subsidiary with effect from the financial year ended September 30, 2010.

(b) The Frontier Sugar Mills and Distillery Ltd. (FSM)

(i) FSM was incorporated on March 31, 1938 as a Public Company and its shares were quoted on all the Stock Exchanges of Pakistan; FSM was delisted from the Stock Exchanges as detailed in note (iii). The principal activity of FSM is manufacturing and sale of white sugar and its Mills and Registered Office are located at Takht-i-Bhai, Mardan (Khyber Pakhtunkhwa).

(ii) FSM has been suffering losses over the years and during the current period and prior years had not carried-out manufacturing operations due to non-availability of raw materials.

(iii) Delisting of FSM

The Parent Company, the majority shareholder of FSM, had decided to purchase all the ordinary and preference shares of FSM held by Others. The shareholders of FSM had passed a special resolution for de-listing from the Stock Exchanges at the annual general meeting held on January 30, 2010. The shareholders had also passed a special resolution for purchase of 263,134 ordinary shares at a price of Rs.190.20 per share and 26,970 preference shares at a price of Rs.18.60 per share by the Parent Company in the extra ordinary general meeting held on June 10, 2010.

The purchase agent of the Parent Company (Invest Capital Investment Bank Ltd.) had completed the buying of 36,209 ordinary shares and 150 preference shares within the initial period of 60 days and after the submission of an undertaking to the Stock Exchanges to purchase the remaining shares upto August 26, 2011, FSM was de-listed from all the Stock Exchanges with effect from October 25, 2010. The purchase agent, during the financial year ended September 30, 2011, had further purchased 19,884 ordinary shares and 20,014 preference shares.

2. BASIS OF PREPARATION

This condensed interim consolidated financial information is unaudited and is being submitted to the members in accordance with section 245 of the Companies Ordinance, 1984 (the Ordinance). It has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Ordinance. In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed. This condensed interim consolidated financial information does not include all the information required for annual consolidated financial statements and, therefore, should be read in conjunction with the annual consolidated financial statements for the year ended September 30, 2015.

This condensed interim consolidated financial information is presented in Pak Rupees, which is also the Group's functional currency and all financial information presented has been rounded off to the nearest thousand, except otherwise stated.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim consolidated financial information are the same as those applied in the preparation of annual consolidated financial statements of the Group as at and for the year ended September 30, 2015.

4. ACCOUNTING ESTIMATES AND JUDGEMENT

The preparation of condensed interim consolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim consolidated financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements for the year ended September 30, 2015.

5. CHANGES IN ACCOUNTING STANDARDS AND INTERPRETATIONS

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on January 01, 2015, but are considered not to be relevant or to have any significant effect on the Group's operations and are, therefore, not detailed in this condensed interim consolidated financial information.

6. TAXATION

The Parent Company

Provision for minimum tax payable under section 113 of the Income Tax Ordinance, 2001 (the Ordinance) has not been made during the current period as the Company during the period has incurred gross loss before set-off of depreciation and other inadmissible expenses under the Ordinance. Expense for the current period represents tax payable under section 5 of the Ordinance (Tax on dividends).

CSM

There has been no significant change in the status of taxation matters as reported in note 24 to the preceding published financial statements of the Company for the year ended September 30, 2015.

The Company, for the current period, is mainly liable to pay tax due under sections 113 (minimum tax on turnover) and 154 (tax on export proceeds) of the Tax Ordinance.

FSM

There has been no significant change in the status of taxation matters as reported in note 30.14 to the consolidated financial statements of the Group for the year ended September 30, 2015.

7. CONTINGENCIES AND COMMITMENTS

There has been no significant change in the status of matters as reported in the preceding consolidated financial statements for the year ended September 30, 2015.

8. DATE OF AUTHORIZATION FOR ISSUE

These consolidated financial statements were authorised for issue on July 27, 2016 by the Board of Directors of the Parent Company.

9. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34 'Interim financial reporting', the condensed interim balance sheet has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison; however, no significant re-classifications / re-statements have been made to this condensed interim financial information.

The Chief Executive is out of Pakistan and in his absence this condensed interim financial information has been signed by two Directors as required under section 241(2) of the Companies Ordinance, 1984.



DIRECTOR



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