



**THE PREMIER SUGAR MILLS
& DISTILLERY COMPANY LIMITED.
MARDAN**

**QUARTERLY FINANCIAL STATEMENTS
(UN-AUDITED)
AS ON 30 JUNE, 2013**

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

CHAIRMAN Khan Aziz Sarfaraz Khan

CHIEF EXECUTIVE Mr. Abbas Sarfaraz Khan

DIRECTORS Begum Laila Sarfaraz

Ms. Zarmine Sarfaraz

Ms. Najda Sarfaraz

Ms. Mahnaz Saigol

Mr. Iskander M. Khan

Mr. Babar Ali Khan

Mr. Abdul Qadar Khattak

BOARD AUDIT COMMITTEE Khan Aziz Sarfaraz Khan Chairman

Ms. Najda Sarfaraz Member

Mr. Babar Ali Khan Member

COMPANY SECRETARY Mr. Mujahid Bashir

CHIEF FINANCIAL OFFICER Mr. Rizwan Ullah Khan

AUDITORS Messrs Hameed Chaudhri & Co.,
Chartered Accountants

COST AUDITORS Messrs Munawar Associates,
Chartered Accountants.

TAX CONSULTANTS Messrs Hameed Chaudhri & Co.,
Chartered Accountants

LEGAL ADVISORS Mr. Qazi Muhammad Anwar Advocate

SHARES REGISTRAR Messrs Hameed Majeed Associates, (Pvt.) Limited,
H.M House, 7-bank Square, Lahore

BANKERS National Bank of Pakistan

Habib Bank Limited

MCB Bank Limited

United Bank Limited

Allied Bank Limited

The Bank of Khyber

PICIC Commercial Bank Limited

Innovative Investment Bank Limited

The Bank Of Punjab

Bank Alfalah Limited

Faysal Bank Limited

REGISTERED OFFICE Mardan (khyber Pakhtoonkhawa)

Phones: (0937) 862051-862052

Fax: (0937) 862989

FACTORY Mardan

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

DIRECTORS' REVIEW REPORT

The Interim financial statements for the nine months ended 30 June, 2013 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 the Karachi and Islamabad Stock Exchanges.

Sugarcane Season 2012-13

The sugarcane crushing season 2012-13 commenced on 12 November, 2012, and continued till 02 April, 2013. The Mills crushed 222,121 tons (2012: 249,062 tons) of sugarcane to produce 20,246 tons (2012: 24,290 tons) of sugar.

Financial performance

During the past nine months, the Company has earned a profit of Rs. 22.265 million.

Sugarbeet Season 2013

The sugarbeet slicing season started on 23 May, 2013 and ended on 25 June, 2013. The Mills sliced 47,379.495 tons (2012: 43,125 tons) of sugar beet and produced 4,600.55 tons (2012: 4,592.50 tons) of sugar at an average recovery of 9.71% (2012: 10.65 %). This year recovery from beet slicing dropped as the crop got damaged due to the prolonged heat spell in the month of June 2013. The Company is considering not to distribute the Sugar Beet seed next year as the high cost of fuel renders this campaign unfeasible.

Distillery

399,590 Gallons of Industrial Alcohol (2012: 610,980 Gallons) was produced during the period ended 30 June, 2013.

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.

Mardan

26 July, 2013

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM BALANCE SHEET AS AT 30 JUNE ,2013 (UN-AUDITED)

	Note	Un-audited 30 June, 2013 (Rupees in thousand)	Audited Sep. 30, 2012
Assets			
Non-current Assets			
Property, plant and equipment	4	688,921	640,566
Investment property	5	34,296	35,298
Investments		170,006	170,006
Long term loan to Subsidiary Company		241,875	302,500
Security deposits		568	568
		<u>1,135,666</u>	<u>1,148,938</u>
Current Assets			
Stores and spares		126,199	117,978
Stock-in-trade		762,385	614,293
Trade debts		111,567	108,951
Loans and advances		33,071	15,594
Trade deposits and short term prepayments		166	1,784
Accrued profit on bank deposits		8,425	70
Other receivables		3,836	6,478
Sales tax refundable		0	8,594
Income tax refundable, advance income tax and tax deducted at source		45,031	38,593
Current portion of long term loan to Subsidiary Company		37,625	0
Short term investments		0	65,749
Bank balances	6	127,470	83,000
		<u>1,255,775</u>	<u>1,061,084</u>
Total Assets		<u>2,391,441</u>	<u>2,210,022</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		(107,129)	(150,672)
		<u>830,372</u>	<u>786,829</u>
Surplus on revaluation of property, plant and equipment		336,230	357,508
Non-current Liabilities			
Deferred taxation		0	4,569
Staff retirement benefits - gratuity		9,668	26,776
		<u>9,668</u>	<u>31,345</u>
Current Liabilities			
Trade and other payables		606,162	189,630
Accrued mark-up on short term borrowings		15,717	26,975
Short term borrowings		558,983	815,754
Sales tax payable		17,203	0
Taxation	8	17,106	1,981
		<u>1,215,171</u>	<u>1,034,340</u>
Contingencies and Commitments			
	9		
		<u>2,391,441</u>	<u>2,210,022</u>

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

CHIEF EXECUTIVE

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, 2013

	Note	For the 3rd Quarter		Cumulative	
		April - June 2013	April - June 2012	Oct. - June 2013	Oct. - June 2012
		----- Rupees in thousand -----			
Turnover - local		475,771	352,990	1,441,056	1,325,763
- export		109,189	77,290	131,532	90,430
		<u>584,960</u>	430,280	<u>1,572,588</u>	1,416,193
Less : Sales Tax		38,214	15,353	111,931	93,754
		<u>546,746</u>	414,927	<u>1,460,657</u>	1,322,439
Cost of Sales		495,185	464,133	1,430,440	1,423,942
Gross Profit / (loss)		<u>51,561</u>	(49,206)	<u>30,217</u>	(101,503)
Distribution Cost		2,167	1,628	6,259	9,900
Administrative Expenses		16,071	17,523	51,896	50,371
Other Operating Expenses		1,727	3	1,727	234
		<u>19,965</u>	19,154	<u>59,882</u>	60,505
		<u>31,596</u>	(68,360)	<u>(29,665)</u>	(162,008)
Other Operating Income		62,237	21,831	121,989	79,795
Profit / (loss) from Operations		<u>93,833</u>	(46,529)	<u>92,324</u>	(82,213)
Finance Cost		17,744	21,077	59,503	62,939
Profit / (loss) before Taxation		<u>76,089</u>	(67,606)	<u>32,821</u>	(145,152)
Taxation					
- Current	8	14,490	841	15,125	2,349
- Deferred		(6,546)	(23,704)	(4,569)	(60,227)
		<u>7,944</u>	(22,863)	<u>10,556</u>	(57,878)
Profit / (loss) after Taxation		<u>68,145</u>	(44,743)	<u>22,265</u>	(87,274)
Other Comprehensive Income		0	0	0	0
Total Comprehensive Profit / (loss) for the Period		<u>68,145</u>	<u>(44,743)</u>	<u>22,265</u>	<u>(87,274)</u>
		----- Rupees -----			
Earning / (loss) per Share		<u>18.17</u>	<u>(11.93)</u>	<u>5.94</u>	<u>(23.27)</u>

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

CHIEF EXECUTIVE

DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2013

	30 June, 2013	30 June, 2012
	(Rupees in thousand)	
Cash flow from operating activities		
Profit / (loss) for the period - before taxation	32,821	(145,152)
Adjustments for non-cash charges and other items:		
Depreciation on Property, Plant and Equipment	43,424	47,144
Depreciation on investment property	1,217	1,326
(Gain) / loss on sale of a vehicle	(423)	120
Gain on sale of free-hold land	(29,997)	0
Uncollectible receivable balances written-off	0	114
Unclaimed payable balances written-back	0	(311)
Mark-up on loan to Subsidiary Company and profit / mark-up on bank deposits	(29,086)	(34,867)
Staff retirement benefits - gratuity (net)	(17,108)	1,440
Fair value Gain on re-measurement of short term investments	0	(4,811)
Reversal of provision for workers' welfare fund	0	-581
Finance cost	54,517	62,939
Profit / (loss) before working capital changes	55,365	(72,639)
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets:		
Stores and spares	(8,221)	5,561
Stock-in-trade	(148,092)	(200,360)
Trade debts	(2,616)	18,042
Loans and advances	(17,477)	(4,971)
Trade deposits and short term prepayments	1,618	1,485
Other receivables	2,642	35
Sales tax- net	25,797	19,736
Increase in trade and other payables	416,546	343,541
	270,197	183,069
Cash generated from operations	325,562	110,430
Taxes paid	(6,438)	(21,318)
Security deposits	0	(1)
Net cash generated from operating activities	319,124	89,111
Cash flow from investing activities		
Additions to property, plant and equipment	(92,024)	(7,862)
Sale proceeds of a vehicle	450	153
Sale proceeds of free-hold land	30,000	0
Mark-up on loan to a Subsidiary Company and profit / mark-up on bank deposits received	20,731	34,965
Balance of long term loan received-back from Subsidiary Company	23,000	0
Short term investments net	65,749	119,259
Net cash generated from investing activities	47,906	146,515
Cash flow from financing activities		
Short term borrowings - net	(256,771)	(68,144)
Finance cost paid	(65,775)	(73,758)
Dividends paid	(14)	(21)
Net cash used in financing activities	(322,560)	(141,923)
Net increase in cash and cash equivalents	44,470	93,703
Cash and cash equivalents - at beginning of the period	83,000	49,281
Cash and cash equivalents - at end of the period	127,470	142,984

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

CHIEF EXECUTIVE

DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2013

	Share capital	Reserves		Accumulated loss	Total	
		Capital Share redemption	Revenue General			Sub-total
Rupees in thousand						
Balance as at September 30, 2011	37,500	1	900,000	900,001	(22,501)	915,000
Total comprehensive loss for the period						
Loss after taxation for the nine months ended 30 June, 2012	0	0	0	0	(87,274)	(87,274)
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	23,532	23,532
Balance as at 30 June, 2012	37,500	1	900,000	900,001	(86,243)	851,258
Total comprehensive loss for the period						
Loss for the period from 1st July to 30 September, 2012	0	0	0	0	(72,272)	(72,272)
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	7,843	7,843
Balance as at 30 September, 2012	37,500	1	900,000	900,001	(150,672)	786,829
Total comprehensive Income for the period						
Income after taxation for the nine months ended 30 June, 2013	0	0	0	0	22,265	22,265
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	21,278	21,278
Balance as at 30 June, 2013	37,500	1	900,000	900,001	(107,129)	830,372

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

CHIEF EXECUTIVE

DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2013

1. CORPORATE INFORMATION

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 Islamabad and Karachi Stock Exchanges. 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 un-audited; it has been prepared and is being submitted to the members in accordance with the requirements of section 245 of the Companies Ordinance, 1984 and International Accounting Standard (IAS) 34 (Interim Financial Reporting). The figures for the nine months ended 30 June, 2013 have, however been prepared as required by the Code of Corporate Governance. This condensed interim financial information does not include all the information required for full annual financial statements and therefore should be read in conjunction with the annual published financial statements of the Company for the year ended 30 September, 2012.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation of balances adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of annual published financial statements of the Company for the year ended 30 September, 2012.

Amendments to certain existing standards and new interpretations on approved accounting standards effective during the current period were not relevant to the Company's operations and did not have any impact on the accounting policies of the Company.

4. PROPERTY, PLANT AND EQUIPMENT

	Un-audited	Audited
	Period ended	Year ended
	June 30,	Sep. 30,
	2013	2012
Note	(Rupees in thousand)	
Operating fixed assets	4.1 585,775	619,135
Capital work-in-progress	4.2 103,146	21,431
	688,921	640,566

Un-audited	Audited
Period ended	Year ended
June 30,	Sep. 30,
2013	2012
(Rupees in thousand)	

4.1 Operating fixed assets

Book value at the beginning of the period / year	619,135	673,845
Additions during the period / year :		
-freehold land	0	6,986
-buildings on freehold land	2,224	0
-furniture, fittings & office equipment	2,573	720
- railway rolling stock and vehicles	5,297	754
	10,094	8,460
Book value of assets disposed-off during the period / year	(30)	(273)
Depreciation charge for the period / year	(43,424)	(62,897)
Book value at the end of the period / year	585,775	619,135

4.2 Capital work-in-progress

Buildings on freehold land	1,252	0
Plant and machinery	92,802	21,431
Furniture, fittings & office equipment	9,092	0
	103,146	21,431

4.3 There has been no change in the status of matter as reported in note 15.5 to the preceding published financial statements of the Company for the year ended September 30, 2012.

5. INVESTMENT PROPERTY

Opening book value	35,298	37,066
Addition during the period / year	215	0
Depreciation charge for the period / year	1,217	1,768
Closing book value	34,296	35,298

6. BANK BALANCES

The status of the matter, as detailed in note 26.4 & 26.5 to the Company's published financial statements for the year ended 30 September, 2012, has remained unchanged during the current period.

7. SHORT TERM BORROWINGS - Secured

Cash and running finance facility available from commercial banks under mark-up arrangement aggregate to Rs.1.150 billion (30 September, 2012: 1.0 billion). The facilities during the period carried mark-up at the rates ranging from 10.52% to 11.02% (30 September, 2012: 11.00% to 15.96%).

8. TAXATION

Provision made during the period mainly represents tax payable on profit on bank deposits under section 151, export sales under section 154 and minimum tax under section 113 of the Income Tax Ordinance, 2001.

9. CONTINGENCIES AND COMMITMENTS

9.1 Guarantees given to Sui Northern Gas Pipelines Ltd. by various commercial banks on behalf of the Company outstanding as at 30 June, 2013 were for Rs.92.072 million (30 September, 2012: Rs.10 million).These guarantees are valid upto 26 May, 2014.

9.2 Bank Al-Habib Ltd., on behalf of the Company, has issued a guarantee for Rs.12.989 million in favour of Trading Corporation of Pakistan (Pvt.) Ltd. to ensure due performance of the contract for supply of 4,920 metric tons of sugar. This guarantee will expire on 21 January, 2014.

9.3 There has been no significant change in the status of contingencies as reported in the preceding published financial statements of the Company for the year ended 30 September 2012.

10. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on 26 July, 2013 by the Board of Directors of the Company.

11. GENERAL

11.1 Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purpose of better presentation and comparison; however, no material re-arrangements / re-classifications have been made in this condensed interim financial information.

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

CHIEF EXECUTIVE

DIRECTOR

**CONDENSED INTERIM CONSOLIDATED
QUARTERLY FINANCIAL STATEMENTS
(UN-AUDITED)
AS ON 30 JUNE, 2013**

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, 2013 to the shareholders of the Company.

General Review

The Premier Sugar Mills & Distillery Company Limited's subsidiary company, Chashma Sugar Mills Limited has earned net profit of Rs. 30.273 million and The Frontier Sugar Mills & Distillery Limited suffered loss of Rs. 6.908 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.

Current Season 2012-13

The total of 1,549,026 tons (2012; 1,445,264 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 gu 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 commitments 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.

Mardan
26 July, 2013

CHIEF EXECUTIVE

DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED BALANCE SHEET (UN-AUDITED)
AS AT 30 JUNE ,2013

Note	Unaudited	Audited	Unaudited	Audited
	30 June 2013	30 Sep. 2012		30 June 2013
	Rupees in thousand		Rupees in thousand	
EQUITY AND LIABILITIES				
CAPITAL AND RESERVES				
Authorised capital				
5,750,000 ordinary shares of Rs.10 each	57,500	57,500		
Issued, subscribed and paid-up capital	37,500	37,500		
Reserves	1,023,255	1,022,291		
Unappropriated profit / (Accumulated loss)	17,857	(67,444)		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	1,078,612	992,347		
NON-CONTROLLING INTEREST	288,603	242,360		
	1,367,215	1,234,707		
SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	1,339,049	1,425,199		
NON-CURRENT LIABILITIES				
Long term finances	638,403	544,578		
Loans from Associated Companies	112,500	157,500		
Liabilities against assets subject to finance lease	8,498	9,304		
Deferred liabilities: - deferred taxation - staff retirement benefits - gratuity	423,597	462,512		
	13,048	30,148		
	1,196,046	1,204,042		
CURRENT LIABILITIES				
Trade and other payables	1,368,568	1,006,555		
Accrued mark-up	164,122	125,813		
Short term borrowings	4,260,983	2,525,759		
Current portion of non-current liabilities	330,067	303,140		
Dividends payable to non-controlling interest	3,851	3,855		
Taxation	98,010	32,800		
	6,225,601	3,997,922		
CONTINGENCIES AND COMMITMENTS				
	10,127,911	7,861,870		
			4,334,953	4,020,253
ASSETS				
NON-CURRENT ASSETS				
Property, plant and equipment			4,225,036	3,909,986
Intangible assets			25	100
Investment property			34,296	35,298
Investments			71,002	70,275
Security deposits			4,594	4,594
			4,334,953	4,020,253
CURRENT ASSETS				
Stores and spares			304,979	327,725
Stock-in-trade			3,482,523	1,961,956
Trade debts			1,209,801	790,611
Loans and advances			140,397	140,032
Trade deposits and short term prepayments			37,378	4,643
Accrued profit / mark-up on bank deposits			9,398	1,043
Other receivables			3,846	12,472
Sales tax refundable			7,805	0
Income tax refundable, advance income tax and tax deducted at source			140,300	102,709
Short term investments			249,223	308,298
Cash and bank balances			207,308	192,128
			5,792,958	3,841,617

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

CHIEF EXECUTIVE

DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

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

FOR THE PERIOD ENDED 30 JUNE, 2013

	For the 3rd Quarter		Cumulative	
	April - June 2013	April - June 2012	Oct. - June, 2013	Oct. - June, 2012
	-----Rupees in thousand-----			
Turnover - local	1,077,739	694,817	4,763,711	6,859,908
- export	1,228,834	90,430	2,200,038	90,430
	2,306,573	785,247	6,963,749	6,950,338
Less: Sales Tax and Federal Excise Duty	85,961	39,797	350,515	489,788
	2,220,612	745,450	6,613,234	6,460,550
Cost of Sales	1,981,407	819,689	6,097,108	6,417,224
Gross Profit / (Loss)	239,205	(74,239)	516,126	43,326
Distribution Cost	33,243	2,449	71,171	23,340
Administrative Expenses	46,988	45,500	175,177	149,773
Other Operating Expenses	2,478	916	4,190	1,894
	82,709	48,865	250,538	175,007
	156,496	(123,104)	265,588	(131,681)
Other Operating Income	70,356	25,590	158,643	81,808
Profit / (Loss) from Operations	226,852	(97,514)	424,231	(49,873)
Finance Cost	142,123	102,283	351,991	261,668
	84,729	(199,797)	72,240	(311,541)
Share of Profit from Associated Companies - Net	183	89	1,088	837
Loss before Taxation	84,912	-199,708	73,328	(310,704)
TAXATION				
Group				
- current	39,900	(21,226)	65,524	29,260
- prior years'	0	68	0	68
- deferred	(17,994)	(36,424)	(38,914)	(98,388)
	21,906	(57,582)	26,610	(69,060)
Associated Companies	19	4	1,560	1,360
	21,925	(57,578)	28,170	(67,700)
Profit / (Loss) after Taxation	62,987	(142,130)	45,158	(243,004)
Other Comprehensive Income / (Loss) for the Period				
Fair value gain on available-for-sale investment	2,029	3,936	1,169	6,326
Share from Associated Companies	0	(11)	23	21
Total Comprehensive Income / (Loss) for the Period	65,016	(138,205)	46,350	(236,657)
Attributable to:				
- Equity holders of the parent	66,431	(82,944)	32,209	(161,110)
- Non-controlling interest	(1,415)	(55,261)	14,141	(75,547)
	65,016	(138,205)	46,350	(236,657)
	----- Rupees-----			
Combined Earning / (Loss) Per Share	17.17	(23.17)	8.27	(44.66)

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

CHIEF EXECUTIVE

DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED

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

FOR THE PERIOD ENDED 30 JUNE, 2013

	30 June, 2013	30 June, 2012
	Rupees in thousand	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) for the period - before taxation	73,328	(310,704)
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets & investment property	242,423	265,935
Amortisation of intangible assets	75	75
Profit from Associated Companies -net	(1,088)	(837)
Profit / mark-up on bank deposits	(8,976)	(5,145)
Staff retirement benefits - gratuity (net)	(17,292)	1,034
Unclaimed payable balances written-back	0	(535)
Gain on sale of vehicles	(787)	(428)
Gain on sale of free-hold land	(29,997)	0
Uncollectible receivable balances written-off	0	738
Gain on re-measurement of short term investments to fair value	(10,949)	(22,914)
Gain on redemption of short term investments	(1,698)	(24,377)
Dividend income	(1,826)	(1,315)
Finance cost	351,991	261,668
Profit before working capital changes	595,204	163,195
Effect on cash flow due to working capital changes		
Decrease / (Increase) in current assets:		
Stores and spares	22,746	(76,115)
Stock-in-trade	(1,520,567)	(288,684)
Trade debts	(419,190)	20,905
Loans and advances	(365)	(13,921)
Trade deposits and short term prepayments	(32,735)	1,826
Other receivables	8,626	(5,748)
Sales tax and federal excise duty - net	(7,805)	609
Increase / (decrease) in Trade and other payables	362,219	686,133
	(1,587,071)	325,005
CASH (USED IN) / GENERATED FROM OPERATIONS	(991,867)	488,200
Income taxes paid	(37,905)	(94,901)
Security deposits	0	-1
NET CASH (USED IN) / GENERATED FROM OPERATING ACTIVITIES	(1,029,772)	393,298
CASH FLOW FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(558,176)	(142,762)
Sale proceeds of vehicles	2,489	1,053
Sale proceeds of fee-hold land	30,000	0
Profit / mark-up on bank deposits received	621	5,242
Short term investments - net	71,722	95,897
Dividends received	1,826	1,315
NET CASH USED IN INVESTING ACTIVITIES	(451,518)	(39,255)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term finances -net	77,067	162,868
Loan from related parties repaid	(2,358)	0
Lease finance - net	237	6,033
Short term finances - net	1,735,224	(107,344)
Dividend paid	(18)	(13,805)
Finance cost paid	(313,682)	(318,141)
NET CASH GENERATED FROM / (USED IN) FINANCING ACTIVITIES	1,496,470	(270,389)
NET INCREASE IN CASH AND CASH EQUIVALENTS	15,180	83,654
CASH AND CASH EQUIVALENTS - At beginning of the period	192,128	153,669
CASH AND CASH EQUIVALENTS - At end of the period	207,308	237,323

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

CHIEF EXECUTIVE

DIRECTOR

THE PREMIER SUGAR MILLS & DISTILLERY COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED 30 JUNE, 2013

	----- Attributable to equity holders of the Parent -----							Non-controlling interest	Total equity
	Share capital	Reserves			Unappropriated profit	Total	Sub-total		
		Share redemption	Capital	Revenue					
		General	Fair value reserve on available-for-sale investments						
Rupees in thousand									
Balance as at 30 September, 2011	37,500	1	1,010,537	6,840	1,017,378	138,714	1,193,592	318,924	1,512,516
Transactions with owners:									
Final cash dividend for the year ended 30 September, 2011 at the rate of Re.1 per share	0	0	0	0	0	0	0	(14,355)	(14,355)
Total comprehensive income for the period ended 30 June, 2012									
- loss for the period	0	0	0	0	0	(167,457)	(167,457)	(75,547)	(243,004)
- other comprehensive income	0	0	0	5,218	5,218	21	5,239	1,108	6,347
	0	0	0	5,218	5,218	(167,436)	(162,218)	(74,439)	(236,657)
Indirect share of Parent Company in dividend paid by CSM to Azlak Enterprises (Pvt.) Ltd.	0	0	0	0	0	(586)	(586)	0	(586)
Effect of items directly credited in equity by Associated Companies	0	0	0	0	0	125	125	0	125
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	0	59,943	59,943	35,669	95,612
Balance as at 30 June, 2012	37,500	1	1,010,537	12,058	1,022,596	30,760	1,090,856	265,799	1,356,655
Balance as at 30 September, 2012	37,500	1	1,010,537	11,753	1,022,291	(67,444)	992,347	242,360	1,234,707
Total comprehensive income for the period ended 30 June, 2013									
- income for the period	0	0	0	0	0	31,222	31,222	13,936	45,158
- other comprehensive income	0	0	0	964	964	23	987	205	1,192
	0	0	0	964	964	31,245	32,209	14,141	46,350
Effect of items directly credited in equity by Associated Companies	0	0	0	0	0	8	8	0	8
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	0	54,048	54,048	32,102	86,150
Balance as at 30 June, 2013	37,500	1	1,010,537	12,717	1,023,255	17,857	1,078,612	288,603	1,367,215

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

CHIEF EXECUTIVE

DIRECTOR

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, 2013

1. THE GROUP AND ITS OPERATIONS

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

The Parent Company was incorporated on 24 July, 1944 as a Public Company and its shares are quoted on Islamabad and Karachi Stock Exchanges. 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 05 May, 1988 as a Public Company and it commenced commercial production from 01 October, 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.

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

- (i) FSM was incorporated on 31 March, 1938 as a Public Company and its shares were quoted on all the Stock Exchanges of Pakistan; FSM, as at 30 September, 2010, was complying with the relevant requirements for delisting 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 had 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) **De-listing 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 passed a special resolution for de-listing from the Stock Exchanges at the annual general meeting held on 30 January, 2010. The shareholders 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 10 June, 2010.

The purchase agent of the Parent Company (Invest Capital Investment Bank Ltd.) has 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 26 August, 2011, FSM has been de-listed from all the Stock Exchanges with effect from 25 October, 2010. The purchase agent during, the financial year ended 30 September, 2011, had further purchased 19,884 ordinary shares and 20,014 preference shares.

2. This condensed interim financial information has been presented in condensed form in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting and is being submitted to the shareholders in accordance with the requirements of section 245 of the Companies Ordinance, 1984. This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the audited annual consolidated financial statements of the Company as at and for the year ended 30 September, 2012.
3. The accounting policies and methods of computation adopted for the preparation of this condensed interim consolidated financial information are the same as those applied in the preparation of audited annual consolidated financial statements of the Company for the preceding year ended 30 September, 2012.
4. Amendments to certain existing standards and new interpretation on approved accounting standards effective during the current period were not relevant to the Group's operations and did not have any impact on the accounting policies of the Group.

5. TAXATION

Provision for the current period represents tax payable under sections 5 (Tax on Dividends), 113 (Minimum Tax on Income) and 154 (Exports) of the Income Tax Ordinance, 2001.

6. CONTINGENCIES AND COMMITMENTS

- 6.1 There has been no significant change in the status of contingencies as reported in the audited consolidated financial statements of the Group for the year ended 30 September, 2012.
- 6.2 Various commercial banks, on behalf of the Group, have issued guarantees aggregating Rs.53.893 million (September 30, 2012: Rs.102.817 million) in favour of Trading Corporation of Pakistan (Pvt.) Ltd to ensure due performance of the contracts for supply of 20,670 (September 30, 2012: 44,010) metric tons of sugar. These guarantees will expire on various dates by January 21, 2014.
- 6.3 Guarantee given to Sui Northern Gas Pipelines Ltd. by various commercial banks on behalf of the Parent Company outstanding as at 30 June, 2013 were for Rs.92.072 million (30 September, 2012: Rs.10 million).These guarantees are valid upto 26 May, 2014.
- 6.4 Commitments for irrevocable letters of credit outstanding as at 30 June, 2013 were for Rs.386.339 million (September 30, 2012: Rs.10.420 million).

7. DATE OF AUTHORIZATION FOR ISSUE

These consolidated financial statements were authorised for issue on 26 July, 2013 by the Board of Directors of the Parent Company.

8. CORRESPONDING FIGURES

Figures in the financial statements have been rounded-off to the nearest Thousand Rupees except stated otherwise and corresponding figures have been re-arranged wherever necessary.

CHIEF EXECUTIVE

DIRECTOR