



## **DIRECTOR'S REPORT**

The Board of Directors of SG Allied Businesses Limited is pleased to present the Statements of the Company for the period ended March 31, 2025.

### **FINANCIAL RESULTS**

The performance of the company during the year under review has been on track of growth. The Company has reported the gross profit of Rs. 46.135 million, whereas, net loss reported Rs. 5,109,865 in current period March 31, 2025 as business activities of SG Allied Businesses Limited is growing, management is hopeful of increased sale of the company in future.

During the period, under review, the Company has suffered a loss of Rs. 5,109,865 whereas, for the corresponding period the loss was Rs.14, 629,352. The accumulated loss as on March 31, 2025 stood at Rs. 782.758 million.

### **FUTURE OUTLOOK**

Alhamdulillah Sale in March 2024 was 40,272,622 while in March 2025 its 63,447,488 showing an increase of 57.55% while other income in March 2024 was 59,506,541 while in March 2025 its 74,324,748 showing an increase of 24.90%. The Company is further expanding its market size and introducing our Fresh Mushrooms to users of Canned Mushroom as Fresh Mushroom has more health benefits as well as much better in taste. Company shows Gross profit of 46,135,832 compared to Gross Profit of 30,366,817 in March 2024. Depreciation Amount is 9,514,047.

Unfortunately, in August/September 2024 Import Valuation of Canned Mushroom was reduced to 0.85 USD per kg whereas the Import value of Canned Mushroom is 1.4 USD per kg. As stated earlier Company is introducing our Fresh Mushroom to user of Canned Mushroom mainly Restaurants, Marts, Big Pizza Chains etc. and therefore the selling price had to be reduced because of Introduction as well as this downward revision in Import Valuation.

Alhamdulillah in December the value was revised to 1.25 USD per kg; however it is still much lower than the real import value of 1.4 USD per kg. It could be worth mentioning that since 2013 Import Ruling of Canned Mushroom was fixed at 0.75 USD per kg and Company along with other producers of Fresh Mushroom presented a case in FBR which showed some partial success.

Company continuous to fight for right import ruling of Imported Canned Mushroom. If correct value of Imported Canned Mushroom is not fixed which will means that Company has to sell its products at a lower price. Canned Mushroom mostly comes from China where electricity rates are much lower and in producing Fresh Mushroom electricity rates play a very important role. Everyday Company is introducing new products in the Market therefore; in future Inshaa Allah Company will be also producing Medicinal Mushrooms as well as new products in Vertical Farming. Inshaa Allah with increased volumes and with effect of higher import ruling of Imported Canned Mushroom the company's profitability will improve in coming months.

### **ACKNOWLEDGEMENT.**

The directors of your Company offer their sincere gratitude to the shareholders for their support and assistance. The directors also thank employees of the Company for their dedication and hard work and hope to get the same cooperation from them in future.

Karachi April 29, 2025

On behalf of the Board of Directors

Sohail Ahmed  
Chief Executive

**SG ALLIED BUSINESSES LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2025**

	Note	Un-audited March 31, 2025 <i>Rupees</i>	Audited June 30, 2024 <i>Rupees</i>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	1,406,430,668	1,413,770,629
Investment property	5	60,346,305	61,893,646
Long term deposits		95,714	95,714
<b>CURRENT ASSETS</b>			
Inventories		3,950,252	1,554,082
Loans, advances, prepayments and other receivables	6	52,732,875	41,206,869
Cash and bank balances	7	137,968	19,513
		56,821,095	42,780,464
		<u>1,523,693,781</u>	<u>1,518,540,453</u>
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital 15,000,000 Ordinary shares of Rs. 10 each		150,000,000	150,000,000
Issued, subscribed and paid-up capital		150,000,000	150,000,000
Share premium		337,400,000	337,400,000
		487,400,000	487,400,000
<b>Capital Reserves</b>			
Surplus on revaluation of fixed assets	8	1,228,142,710	1,231,111,655
<b>Revenue Reserves</b>			
Accumulated loss		(782,758,099)	(782,202,292)
		932,784,611	936,309,363
Loan from directors	9	261,574,406	261,574,406
<b>NON CURRENT LIABILITIES</b>			
Deferred liabilities		63,254,487	62,962,987
<b>CURRENT LIABILITIES</b>			
Creditors, accrued and other liabilities	10	115,257,610	114,387,035
Interest on short term and long term loan	11	20,617,394	20,617,394
Loan from associated undertaking	12	71,422,097	71,422,097
Loan from directors		57,243,976	49,514,068
Provision for taxation		1,539,201	1,753,101
		266,080,278	257,693,695
<b>CONTINGENCIES AND COMMITMENTS</b>			
	13	<u>1,523,693,781</u>	<u>1,518,540,450</u>

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

  
**CHIEF FINANCIAL OFFICER**

**SG ALLIED BUSINESSES LIMITED**
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2025**

		Nine Months ended			
	Note	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
Sales		<b>63,447,488</b>	40,272,622	<b>20,177,574</b>	12,885,146
Cost of sales		<b>(17,311,655)</b>	(9,905,806)	<b>(5,548,221)</b>	(2,006,316)
Gross profit		<b>46,135,832</b>	30,366,817	<b>14,629,352</b>	10,878,830
Administrative and selling expenses		<b>(123,868,847)</b>	(95,729,844)	<b>(37,323,377)</b>	(34,633,431)
Operating loss		<b>(77,733,015)</b>	(65,363,027)	<b>(22,694,024)</b>	(23,754,601)
Other income	14	<b>74,324,748</b>	59,506,541	<b>24,990,396</b>	19,042,672
		<b>(3,408,267)</b>	(5,856,486)	<b>2,296,372</b>	(4,711,929)
Financial charges		<b>(162,398)</b>	(19,231)	<b>(73,621)</b>	(8,830)
Loss before taxation		<b>(3,570,664)</b>	(5,875,717)	<b>2,222,751</b>	(4,720,760)
<b>Taxation</b>					
Current		<b>(1,539,201)</b>	(1,145,322)	<b>(890,152)</b>	(734,510)
Prior year			1,054,034	-	-
Deferred		<b>(1,539,201)</b>	(91,288)	<b>(890,152)</b>	319,524
Loss after taxation		<b>(5,109,865)</b>	(5,967,005)	<b>1,332,599</b>	(4,401,236)
Other comprehensive income		-	-	-	-
Total comprehensive loss for the period		<b>(5,109,865)</b>	<b>(5,967,005)</b>	<b>1,332,599</b>	<b>(4,401,236)</b>
Loss per share - basic and diluted	15	<b>(0.34)</b>	<b>(0.40)</b>	<b>0.09</b>	<b>(0.29)</b>


**CHIEF EXECUTIVE**

**DIRECTOR**
**CHIEF FINANCIAL OFFICER**

**SG ALLIED BUSINESSES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2025**

	<b>Un-audited Marh 31, 2025</b>	<b>Un-audited March 31, 2024</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	<b>(3,570,664)</b>	(5,875,717)
Adjustment for:		
Depreciation	<b>9,634,281</b>	6,466,541
CWIP write off	<b>-</b>	-
	<b>9,634,281</b>	6,466,541
	<b>6,063,617</b>	590,824
<b>(Increase) / decrease in current assets</b>		
Loans, advances, prepayments and other receivables	<b>(8,060,309)</b>	(429,453)
Advance for packing material	<b>(2,396,170)</b>	(8,789,127)
Inventory-	<b>(10,456,478)</b>	(9,218,580)
<b>Increase / (decrease) in current liabilities</b>		
Creditors, accrued and other liabilities	<b>870,575</b>	4,642,829
<b>Cash out flow from operations</b>	<b>(3,522,287)</b>	(3,984,927)
Income tax paid	<b>(5,004,898)</b>	(4,232,200)
<b>Net cash outflow from operating activities</b>	<b>(8,527,185)</b>	(8,217,127)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition of Fixed assets		
Capital expenditure	<b>2,174,088</b>	(15,470)
<b>Net cash outflows from investing activities</b>	<b>2,174,088</b>	(15,470)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Loan paid during the period	<b>(7,505,435)</b>	(5,806,249)
Loan received during the period	<b>7,886,650</b>	3,147,400
<b>Net cash inflows from financing activities</b>	<b>381,215</b>	(2,658,849)
<b>Net increase in cash and cash equivalents during the period</b>	<b>(5,971,882)</b>	(8,126,057)
<b>Cash and cash equivalents at the beginning of the period</b>	<b>6,109,849</b>	8,473,200
<b>Cash and cash equivalents at the end of the period</b>	<b>137,968</b>	347,144

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

**CHIEF FINANCIAL OFFICER**

**SG ALLIED BUSINESSES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2025**

	Share Capital	Capital Reserves		Revenue Reserve	
	Issued subscribed and paid up capital	Share Premium	Revaluation Surplus	Accumulated loss	Total
	----- R u p e e s -----				
Balance as at July 01, 2023	150,000,000	337,400,000	1,236,418,858	(772,107,516)	951,711,342
<b>Comprehensive income for the period</b>					
Gain for the Period ended March 31, 2024	-	-	-	(5,967,005)	(5,967,005)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period ended March 31, 2024	-	-	-	(5,967,005)	(5,967,005)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-		(3,125,205)	3,125,205	-
<b>Balance as at March 31, 2024</b>	<b>150,000,000</b>	<b>337,400,000</b>	<b>1,233,293,653</b>	<b>(774,949,316)</b>	<b>945,744,337</b>
Balance as at July 01, 2024	150,000,000	337,400,000	1,231,111,655	(782,202,292)	936,309,363
<b>Comprehensive income for the period</b>					
Gain for the Period ended March 31, 2025	-	-	-	(5,109,865)	(5,109,865)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period ended March 31, 2025	-	-	-	(5,109,865)	(5,109,865)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-		(2,968,945)	2,968,945	-
<b>Balance as at March 31, 2025</b>	<b>150,000,000</b>	<b>337,400,000</b>	<b>1,228,142,710</b>	<b>(784,343,212)</b>	<b>931,199,498</b>

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**

**CHIEF FINANCIAL OFFICER**

**SG ALLIED BUSINESSES LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2025**

**1. LEGAL STATUS AND OPERATIONS**

- 1.1** S.G Allied Businesses Limited (the company) is a public limited company incorporated in the year 1957 under the repealed Companies Act, 1913 (repealed with the enactment of the Companies Ordinance, 1984, and thereafter, with the enactment of the Companies Act, 2017). The shares of the company are listed on Pakistan Stock Exchange Limited.

The principal activities of the company are warehouse, cold Storage and vertical Farming.

Geographical location and addresses of major business units including mills/plants of the Company are as under:

**Karachi**  
B-40, S.I.T.E., Karachi.□

**Purpose**  
The registered office and rental purpose for cold storage and vertical farming.

**1.2 GOING CONCERN**

The accumulated loss of the Company has reached to Rs. 776.483 million as at December 31, 2022 (2022: 770.515 million). Moreover, the reported current liabilities have exceeded to current assets of the Company by Rs. 196.644 million (2022: 206.651 million). These conditions indicate the existence of a material uncertainty that may cast significant doubt on Company's ability to continue as a going concern and, therefore, that it may be unable to realize its assets and discharge its liabilities in the normal course of business. In the recent years the company has diversified its line of businesses from the production of polyester filament yarn to other line of businesses, as the filament yarn industry is still in crises. Further, the management of the Company has taken initiatives for the revival of the Company and developed new diversified business strategy, henceforth, the Company has extended its business activities after getting itself restyled as SG Allied Businesses Limited on 24th August, 2017. Primarily, the Company started the activities of cold storage facility and dealing in various agriculture produces. Moreover, the Directors will provide the finance to the Company as and when needed.

**2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Statement of compliance**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2** These condensed interim financial statements do not include all the information and disclosures required in an annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2021.

**2.3 New standards, amendments to approved accounting standards and new interpretations**

**2.3.1 Amendments to approved accounting standards which are effective during the year ending June 30, 2023**

There are certain amendments to approved accounting standards which are mandatory for accounting periods beginning on or after July 1, 2022 but are considered not to be relevant or have any significant effect on the Company's financial reporting.

**2.3.2 New standards and amendments to approved accounting standards that are effective for the Company's accounting periods beginning on or after July 1, 2022.**

There is a new standard and certain amendments to approved accounting standards that will be mandatory for accounting periods beginning on or after July 1, 2022 but are considered not to be relevant or expected to have any significant effect on the Company's financial reporting.

**2.4 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2022.

**3. ACCOUNTING ESTIMATES AND JUDGEMENTS AND FINANCIAL RISK MANAGEMENT**

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from judgements, estimates and assumptions

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are same as those applied in the annual audited financial statements of the company for the year ended June 30, 2022.

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2022.

<b>4</b>	<b>PROPERTY AND EQUIPMENT</b>	<b>NOTE</b>	<b>2025</b>	<b>2024</b>
	Operating fixed assets	4.1	1,406,430,668	1,308,929,339
	Capital work in progress	4.7	-	105,669,911
			<b>1,406,430,668</b>	<b>1,414,599,250</b>

**4.1 Statement of operating fixed assets-2025**

Particulars	Cost					Rate %	Depreciation				Written-down value
	As on July 01, 2024	Addition / Transfer/ (disposal)	Transferred to investment property	Revaluation Surplus / (Deficit)	As at Mar 31, 2025		As on July 01, 2024	For the year / (adjustment for disposal)	Transferred to investment property	As at Mar 31, 2025	As at Mar 31, 2025
Rupees						Rupees				Rupees	
Owned assets:											
Leasehold land	1,168,960,000	-	-	-	1,168,960,000	-	-	-	-	1,168,960,000	
Building on leasehold land	273,190,195	-	-	-	273,190,195	5%	161,680,526	4,181,613	-	165,862,139	107,328,056
Cold storage	25,531,932	-	-	-	25,531,932	5%	4,798,952	777,487	-	5,576,439	19,955,493
Vertical farm	108,268,487	891,406	-	-	109,159,893	5%	1,292,759	4,045,018	-	5,337,777	103,822,116
Plant and machinery	715,112	120,000	-	-	835,112	5%	550,733	10,664	-	561,397	273,715
Factory equipment	10,303,720	-	-	-	10,303,720	10%	9,440,434	64,746	-	9,505,180	798,540
Office equipment	19,773,852	362,862	-	-	20,136,714	10%	18,060,760	155,697	-	18,216,457	1,920,257
Motor vehicles	13,035,155	-	-	-	13,035,155	20%	12,968,845	9,947	-	12,978,792	56,363
Furniture and fixtures	3,126,566	13,000	-	-	3,139,566	10%	2,886,219	19,001	-	2,905,220	234,346
Trollies and fork lifters	4,242,562	-	-	-	4,242,562	10%	4,073,584	12,673	-	4,086,257	156,305
K-Electric Sub Station	2,732,827	486,820	-	-	3,219,647	10%	516,358	202,747	-	719,105	2,500,542
OTIS lifts	1,326,982	300,000	-	-	1,626,982	10%	1,167,593	34,454	-	1,202,047	424,935
Total owned assets	1,631,207,390	2,174,088	-	-	1,633,381,478		217,436,763	9,514,047	-	226,950,810	1,406,430,668

**4.2 Particulars of immovable property (i.e. land and building) in the name of the Company are as follows:**

	Location	Usage of Immovable Property	Total Area (Square feet)
a) Lease hold	B-40, SITE, Karachi	Rental purpose	4.669 acres
b) Building	B-40, SITE, Karachi	Rental purpose	4.669 acres

**4.3** During the year ended June 30, 2017, the Company transferred a portion of building to the investment property as 48.35% of the total space which has been leased out on rent.

**4.4 Forced sale value of revalued land and building**

Asset class	Forced sale value
Lease hold land	719,360,000
Building	-
<b>Total</b>	<b>719,360,000</b>

**4.5** The revaluation of land and building were performed by Mesers. Amir Evaluators & Consultants who are independant valuer not related to the company. M/S Amir Evaluators & Consultants have appropriate qualifications and eperience in the fair value of

	2025 RUPEES	2024 RUPEES
Administrative and selling expenses	8,086,940	4,837,761
	<b>9,514,047</b>	<b>5,691,483</b>

0.2 Had there been no revaluation the related figures of leasehold land and buildings would have been as mentioned in note 12.2.

Particulars	Cost					Rate %	Depreciation				Written-down value
	As on July 01, 2023	Addition / Transfer/ (disposal)	Transferred to investment property	Revaluation Surplus / (Deficit)	As at Mar 31, 2024		As on July 01, 2023	For the year / (adjustment for disposal)	Transferred to investment property	As at Mar 31, 2024	As at Mar 31, 2024
-----Rupees-----   -----Rupees-----  Rupees											
Owned assets:											
Leasehold land	1,168,960,000	-		-	1,168,960,000	-	-	-	-		1,168,960,000
Building on leasehold land	273,190,195	-	-	-	273,190,195	5%	155,811,596	4,401,697	-	160,213,293	112,976,902
Cold storage	21,431,852	-			21,431,852	5%	3,923,536	656,562	-	4,580,098	16,851,754
Vertical farm	5,714,637	-			5,714,637	5%	1,060,029	174,548	-	1,234,577	4,480,060
Plant and machinery	715,112			-	715,112	5%	542,081	6,489	-	548,570	166,542
Factory equipment	10,270,720	-		-	10,270,720	10%	9,347,871	69,214	-	9,417,085	853,635
Office equipment	19,773,852	-		-	19,773,852	10%	17,870,416	142,758	-	18,013,174	1,760,678
Motor vehicles	13,035,155	-		-	13,035,155	20%	12,952,267	12,433	-	12,964,700	70,455
Furniture and fixtures	3,126,566	-		-	3,126,566	10%	2,859,514	20,029	-	2,879,543	247,023
Trolleys and fork lifters	4,242,562	-		-	4,242,562	10%	4,051,809	14,306	-	4,066,115	176,447
K-Electric Sub Station	2,717,357	15,470		-	2,732,827	10%	270,082	184,706	-	454,788	2,278,039
OTIS lifts	1,266,982	-		-	1,266,982	10%	1,150,437	8,741	-	1,159,178	107,804
Total owned assets	1,524,444,990	15,470	-	-	1,524,460,460		209,839,638	5,691,483	-	215,531,121	1,308,929,339



	March 31, 2025	June 30, 2024
Note	Rupees	
<b>4 PROPERTY, PLANT AND EQUIPMENT</b>		
Operating Fixed Assets	<b>1,307,838,778</b>	1,313,751,630
Capital Work-in Progress	<b>105,424,630</b>	105,424,630
	<b>1,413,263,408</b>	1,419,176,260
<b>4.1 Operating Fixed Assets</b>		
Opening written down value	<b>1,313,751,630</b>	1,316,558,020
Addition/(Deletion/Transfer)	<b>2,174,088</b>	3,467,007
Depreciation	<b>(8,086,940)</b>	(6,273,397)
Closing written down value	<b>1,307,838,778</b>	1,313,751,630
<b>4.2 Capital Work-in Progress</b>		
Opening balance	<b>105,424,630</b>	105,424,630
Capital expenditure write off during the period	-	-
Closing balance	<b>105,424,630</b>	105,424,630
<b>5 INVESTMENT PROPERTY</b>		
Opening		
COST	<b>194,310,081</b>	194,310,081
Less: Accumulated depreciation and impairment	<b>(132,416,435)</b>	(129,158,875)
Carrying amount as at 1 July	<b>61,893,646</b>	65,151,206
Additions through new purchases	-	-
Depreciation charge for the year	<b>(1,547,341)</b>	(3,257,560)
Transfer (to)/from property, plant and equipment	-	-
Carrying amount as at 31 March	<b>60,346,305</b>	61,893,646
Rate of depreciation (%)	<b>5%</b>	5%
<b>5.1 Reconciliation of carrying amount</b>		
COST		
As on 1 July	<b>194,310,081</b>	194,310,081
Reclassification from property, plant and equipment	-	-
As at 31, March	<b>194,310,081</b>	194,310,081
DEPRECIATION		
As on 1 July	<b>(132,416,435)</b>	(129,158,875)
Reclassification from property, plant and equipment	-	-
For the period	<b>(1,547,341)</b>	(3,257,560)
As at 31, March	<b>(133,963,776)</b>	(132,416,435)
Written down value as at March 31	<b>60,346,305</b>	61,893,646
		5%
<b>5.2</b> This represents building owned by the company. The fair value of the investment property is Rs. 125.729 million. Forced sale value of the investment property assessed at Rs. 97.89 million.		
<b>6 LOANS, ADVANCES, PREPAYMENTS &amp; OTHER RECEIVABLES</b>		
<b>Loans and advances</b>		
Loan to Staff	<b>469,505</b>	529,505
Account receivables-cold storage	<b>1,430,023</b>	2,110,414
Account receivables-ware house	<b>6,145,132</b>	4,935,448
Account receivables-vertical farm	<b>6,178,517</b>	4,211,011
Advance income tax	<b>18,429,813</b>	14,964,115
Income tax refundable	<b>13,084,992</b>	11,180,753
Less: provision against income tax refundable	<b>(9,903,094)</b>	(9,903,094)
	<b>35,834,888</b>	28,028,152
<b>Prepayments and other receivables</b>		
Margin - Letter of credit	<b>150,000</b>	150,000
Sales tax claim receivable	<b>36,746,793</b>	9,275,248
Less: Provision against sales tax claims receivable	<b>(21,070,506)</b>	-
	<b>15,826,287</b>	9,425,248
Other receivables	<b>9,571,471</b>	11,453,241
Less:provision for irrecoverable rent	<b>(8,496,312)</b>	(8,496,312)
Less:provision for doubtful debts	<b>(3,459)</b>	(3,459)
	<b>1,071,700</b>	2,953,470
	<b>52,732,875</b>	41,206,869
<b>7 CASH AND BANK BALANCES</b>		
Cash on hand	<b>32,383</b>	11,355
Cash with banks - current account	<b>105,585</b>	8,158
	<b>137,968</b>	19,513

	March 31, 2025	June 30, 2024
<b>Note</b>	<b>----- R u p e e s -----</b>	
<b>8 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT</b>		
<b>Opening balance</b>	<b>1,283,003,331</b>	1,290,478,265
Surplus arisen on revaluation carried out during the period/year	-	-
- freehold land	-	-
- building on freehold land	-	-
- plant and machinery including generators	-	-
	<b>1,283,003,331</b>	1,290,478,265
<b>Less: Transferred to unappropriated profit on account of:</b>		
- incremental depreciation for the period	<b>(4,181,613)</b>	(7,474,934)
- realized on disposal of plant & machinery	-	-
	<b>1,278,821,718</b>	1,283,003,331
Related deferred tax of:		
- balance at beginning of the period/year	<b>51,891,677</b>	54,059,408
- surplus arising during the period/ year	-	-
- incremental depreciation for the period/year	<b>(1,212,668)</b>	(2,167,731)
- effect of change in tax rate	-	-
- balance at year end	<b>50,679,009</b>	51,891,677
Balance at end of the period/year	<b>1,228,142,709</b>	1,231,111,655

During the financial year ended June 30, 2020 the Company revalued its leasehold land and buildings on leasehold land to re depreciated market values. The revaluation was carried-out on June 30, 2020 by an independent qualified valuers namely M/s revaluations aggregates to Rs. 587.156 million.

Previously, the revaluation of its leasehold land and buildings on leasehold land was carried out on June 26, 2015 by the sa surplus arisen on these revaluations aggregates to Rs. 533.242 million.

The surplus on revaluation of fixed assets is not available for distribution to the shareholders in accordance with section 241 of

<b>9 LOAN FROM DIRECTORS</b>		
Opening balance	<b>9.1 318,437,167</b>	261,574,406
Loan received during the year	<b>7,886,650</b>	-
Repayment of loan during the year	<b>(7,505,435)</b>	-
Closing Balance	<b>318,818,382</b>	261,574,406

**9.1** This represents interest free loan from sponsoring directors which is repayable at the discretion of the company.

<b>10 CREDITORS, ACCRUED AND OTHER LIABILITIES</b>		
Trade creditors	<b>2,497,805</b>	1,339,066
Accrued liabilities	<b>4,431,386</b>	-
Audit Fees	-	-
Earnest money	<b>189,006</b>	189,006
Security deposit payable	<b>24,162,955</b>	23,166,029
Electricity bill Payable	<b>5,250,662</b>	6,551,126
Income Tax Payable	-	-
Provision for sale tax liability	<b>10.1 908,906</b>	1,857,546
Others	<b>10.2 3,279,532</b>	6,746,905
	<b>40,720,252</b>	39,849,678
Due to associated undertaking	<b>10.3 74,537,358</b>	74,537,358
	<b>115,257,610</b>	114,387,036

**10.1** This represent provision for sale tax liability on income from cold storage.

**10.2** This represents advance received from scrap buyers.

**10.3** These are unsecured and the late payment surcharge has been waived by the associated undertaking S.G. Power Lim

<b>11 INTEREST ON SHORT AND LONG TERM LOANS</b>		
Accrued financial charges on loan from directors	<b>9,963,151</b>	9,963,151
Accrued interest on long term loan to S.G. Power Limited	<b>10,654,243</b>	10,654,243
	<b>20,617,394</b>	20,617,394

**11** Earlier the year ended 30 June 2019, the Board of Directors had decided in their meeting to charge the interest on outstanding year. Therefore, an interest amounting to Rs. 9,963,151 was charged for three quarters. However, considering the financial po

<b>12 LOAN FROM ASSOCIATED COMPANY</b>		
SG Power Limited	<b>12.1 71,422,097</b>	71,422,097

**12** This represents loan from S.G Power Limited ( the associated undertaking ) which is repayable on demand.

### 13 CONTINGENCIES AND COMMITMENTS

#### 13.1 Contingencies

S.NO.	WRIT PETITION	FORUM	ISSUE INVOLVED	STATUS
1			Legal claim filed against the company from suppliers were not acknowledged as debts amounting to Rs.0.418million (2020:0.418million)	Pending
2	Suite no 10 of 2000 Suite no 1296 of 2003	Sindh High Court	<p>A dispute is persisting between the company and National Bank of Pakistan regarding the alleged "Buy Back Agreement" and declaration of dividend. Brief facts of the dispute are that underwriting of public floatation of the shares of the company was jointly undertaken by National Bank of Pakistan and Allied Bank of Pakistan. National Bank of Pakistan agreed to underwrite 3,851,200 shares of Rs 10 each at a premium of Rs. 48.50 per share. However the Bank insisted to impose a condition on the sponsors to enter into a "Buy Back Agreement" in respect of the share underwritten by them. Corporate Law Authority (Securities and Exchange Commission of Pakistan) desired with their letter dated September 18, 1995 to furnish an unqualified underwriting commitment without any "Buy Back Agreement" and the NBP vide its letter dated October 27, 1994 confirmed that this condition will be deleted. The Corporate Law Authority through its various letter emphasized for unconditional arrangement.</p> <p>National Bank of Pakistan vide its letter No. CCD: BE 096/48 dated March 01, 1995 confirmed that they have no objection to the publication of the prospectus of the company in the newspaper also mentioning in the said letter that Bank has not made any buy back agreement with the sponsors or any other person. The prospectus of the Company published in the newspaper also contained this fact that "their underwriter has not entered any buy back/ repurchase agreement with the sponsors or any other person". After public floatation, National Bank of Pakistan imposed the alleged condition of declaration of dividend at the rate of 15 to 16 percent and the undertaking from the sponsors to buy back the shares of the Company after 3 years within a period of one year was also obtained by the bank. The Company declared dividend for 1996,1997 and 1998 at 15 percent, 20 percent and 16 percent respectively. However, In this matter issues have been settled by the court and now the matter is at the stage of evidence of the parties. The management believes that, the company has a good arguable case and a decree is likely to be passed in its favour and as such there is no likelihood of unfavourable outcome or any potential loss on account of this litigation.</p> <p>Subsequent to filing of the above suit, National Bank of Pakistan also filed a Suit No. 1296 of 2003 in the High Court of Sindh against the company and the sponsors seeking enforcement of "Buy Back Agreement" and payment of resultant amount with profit at 18 percent per annum from the date of suit till the payment by the company and a direction that shares of the company be sold in the market and the net sale proceeds be applied towards the adjustment of the decretal amount. In this suit, National Bank of Pakistan before the high court of Sindh for recovery of Rs. 288,466,438 and sale of 3,754,900 shares in the market at the risk of the defendants. This matter has been settled by the court and now the matter is at the stage of evidence of the parties. The company has reasonable defence in the matter and in our view, a favourable outcome is expected and there is less likelihood of any potential loss being suffered by the company on account of the above litigation. However, final outcome would depend on conclusion of the evidence led by respective parties in support of their case and the sponsors are confident that they will succeed in their case in view of their sound legal position.</p>	Pending
3	Special sales tax appeal No. 97 of 2004	Customs Appellate Tribunal, Bench, Karachi	<p>Two appeals bearing no. K-137/2008 and K-138/2008 both dated March 18, 2008 passed by the Collector of Sales Tax and Federal Excise (Appeals) Karachi is pending before the Customs Appellate Tribunal, Bench, Karachi.</p> <p>One appeal filled against the order of the Custom Appellate Tribunal before the High Court of Sind at Karachi for refund of sales tax along with additional tax that was deposited by the company under protest with Custom and Sales tax Appellate Tribunal. The matter is at the stage of hearing of cases. The management believes that, the company has a good arguable case and an there is no likelihood of unfavourable outcome of this litigation.</p>	Pending
4	Appeal under section 33	Appellate bench SECP Islamabad	Appeal u/s 33 of the SECP Act 1997, Directors-S.G. Allied Businesses Limited against the order dated March 19, 2021 of Additional Director, Adjudication Department-1, SECP, Islamabad, has been fikle before Appelate bench SECP and is pending adjudication. We are hopeful of favourablen decision in favour of the company.	Pending

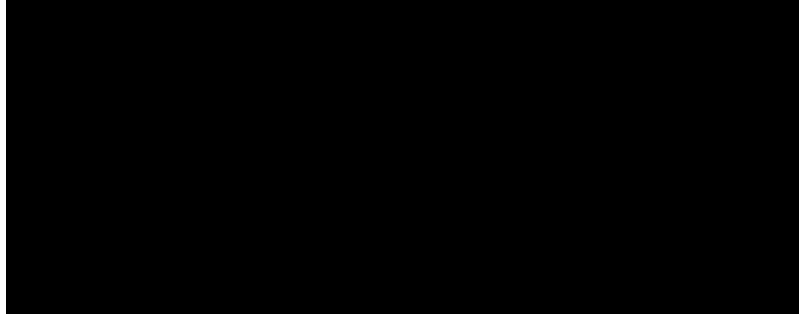
The management is of view that the aforesaid cases involve certain law points and there is every likelihood of having a favorable verdict in these matters.

#### 13.2 Commitments

There are no commitments as at December 31, 2022 ( June 30, 2022: nil)

	March 31, 2025	March 31, 2024
	----- R u p e e s -----	
<b>14 OTHER INCOME</b>		
Rental income	<u>74,324,748</u>	<u>77,065,700</u>
	<u><b>74,324,748</b></u>	<u><b>77,065,700</b></u>

15



**16 TRANSACTIONS WITH ASSOCIATED UNDERTAKINGS**

The related parties comprise of associated companies, staff retirement funds, directors and key management personnel. Transactions and the related price is determined in accordance with the Comparable Uncontrolled Price Method. Significant transactions with related parties have been specifically disclosed elsewhere in these condensed interim financial statements are given below.

	2025	2024
Staff retirement benefit-gratuity	8,623,975	8,623,975
Deferred Karachi Electric Supply Corporation bill	-	-
Deferred taxation	<u>54,059,408</u>	<u>54,059,408</u>
	<u><b>62,683,383</b></u>	<u><b>62,683,383</b></u>

March 31,  
2025

March 31,  
2024

----- R u p e e s -----

**TRANSACTIONS:**

Repayment of loan from directors	<u>7,505,435</u>	
Loan received from director	<u>7,886,650</u>	
Purchase of electricity from S.G. Power Limited		
Directors' remuneration	<u>-</u>	

March 31,  
2025

June 30,  
2024

----- R u p e e s -----

**BALANCES:**

Loan from directors	<u>318,818,382</u>	<u>261,574,406</u>
S.G. Power Limited	<u><b>74,537,358</b></u>	<u><b>74,537,358</b></u>

**17 FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants.

The carrying values of all financial assets and liabilities reflected in these interim financial statements approximate their fair values.

**Fair value hierarchy;**

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value and are categorized into the fair value hierarchy.

- Level 1: fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable (i.e. derived from prices).
- Level 3: fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not observable.

As at December 31, 2022 the Company has no financial instruments that falls into any of the above category.

**18 DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial statements were approved and authorized for issue in the Board of Directors' meeting held on 14th March 2025.

**19 GENERAL**

Figures have been rounded off to the nearest rupee, unless otherwise stated.

**NOTE**

The position of CFO is currently lying vacant.





CHIEF EXECUTIVE                      DIRECTOR                      CHIEF FINANCIAL OFFICER