



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 **December 31, 2024**.

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. 25.014 million, whereas, net loss reported Rs. 82,466 in current period December 31, 2024 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. 82,466 whereas, for the corresponding period the loss was Rs. 714,775. The accumulated loss as on December 31, 2024 stood at Rs. 780.386 million.

FUTURE OUTLOOK

Alhamdulillah Sale in December 2023 was 27,387,476 while in December 2024 its 43,269,914 showing an increase of 57.99% while other income in December 2023 was 40,463,870 while in December 2024 its 49,334,352 showing an increase of 21.92%. 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 31,506,480.06 compared to Gross Profit of 19,487,986 in December 2023. Depreciation Amount is 9,560,291.

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 **February 28, 2025**

On behalf of the Board of Directors

Sohail Ahmed
Chief Executive



**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF SG ALLIED BUSINESSES LIMITED
REPORT ON THE CONDENSED INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **SG Allied Businesses Limited** ("the Company") as at **December 31, 2024**, and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows, and notes to the financial statements for the half year then ended (here-in-after referred to as the "condensed interim financial statements"). Management of the company is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income and related notes for the quarter ended December 31, 2024, have not been reviewed, as we are only required to review the cumulative figures for the half year ended December 31, 2024.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting

Material Uncertainty Relating to Going Concern

We draw attention to note 1.2 of the condensed interim financial statements, which indicates that accumulated loss of the Company has reached to Rs. 780.386 million as at December 31, 2024 (June 2024: 782.2 million). The current liabilities have exceeded to current assets of the Company by Rs. 209.046 million (June 2024: 214.91 million). These conditions indicate the existence of material uncertainty that may cast significant doubt about the 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. The management of the Company has prepared these financial statements on a going concern basis as disclosed in note 1.2 to the financial statements. Our conclusion is not modified in this matter.

SMSCO

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Other Matters

The condensed interim financial statements for the half year ended December 31, 2023, and annual financial statements for the year ended June 30, 2024, were reviewed and audited by another firm of chartered accountants who have expressed qualified conclusions and qualified opinions in the reports dated 28 February 2024 and 07 October 2024 respectively, that the Company has not complied with IAS 41 – Agriculture in relation to the biological assets held by the Company.

We draw attention to note 1.1 of the condensed interim financial statements that disclose the nature of business of the Company engaged therein. The principal activities of the Company are warehousing, cold storage, and farming of mushrooms and herbs. The Company has not engaged in agriculture harvesting, no tree plantation, nor living plants, and has no biological assets. Mushrooms and herbs are neither tree plants, nor living animals, no agriculture cropping and no biological assets are there. They are consumed in one season and have no future economic benefits. They are a type of tiny herbs or fungus with soft non-woody stems and non-agricultural produce. They grow easily from seeds, complete their life cycle in only one season that lasts for two or three months, and have no branches. Accordingly, the Company's business activities fall outside the scope of IAS 41 which is not applicable to the Company. Our conclusion is not modified with respect to this matter.

The engagement partners on this engagement resulting in this independent auditors' review report are S.M. Suhail, FCA and Mashkooor Ahmed FCA.

S. M. Suhail ECo

S.M. Suhail & Co.
Chartered Accountants
Karachi

Our Ref: SMS-A-08452025
Date: February 28, 2025


UDIN: RR2024101973tE7lsBWl

SG ALLIED BUSINESSES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2024


ASSETS		(Un-audited) December 31, 2024	Audited June 30, 2024
NON-CURRENT ASSETS	Note	(all amounts in PKR)	
Property, plant and equipment	5	1,408,593,559	1,413,770,629
Investment property	6	60,346,305	61,893,646
Long term deposits		95,714	95,714
Total Non-Current Assets		1,469,035,578	1,475,759,989
CURRENT ASSETS			
Stock in trade	7	4,834,103	1,554,082
Loans, advances, prepayments and other receivables	8	51,992,000	41,206,868
Cash and bank balances	9	452,519	19,513
Total Current Assets		57,278,622	42,780,463
Total Assets		1,526,314,200	1,518,540,452
EQUITY AND LIABILITIES			
Equity			
Authorized share capital			
15,000,000 Ordinary shares of Rs. 10 each		150,000,000	150,000,000
Share capital			
Issued, subscribed and paid-up capital		150,000,000	150,000,000
Capital Reserves			
Share premium		337,400,000	337,400,000
Surplus on revaluation of fixed assets	10	1,229,213,750	1,231,111,655
Revenue Reserves			
Accumulated loss		(780,386,853)	(782,202,292)
Total Equity		936,226,897	936,309,363
Loan from directors (subordinated loan)	11	261,574,406	261,574,406
NON CURRENT LIABILITIES			
Deferred liabilities	12	62,187,787	62,962,987
Total Non Current Liabilities		62,187,787	62,962,987
CURRENT LIABILITIES			
Creditors, accrued and other liabilities	13	116,313,470	114,387,035
Interest on short term and long term loan	14	20,617,394	20,617,394
Loan from associated undertaking	15	71,422,097	71,422,097
Loan from Directors		56,908,274	49,514,068
Provision for taxation		1,063,875	1,753,101
Total Current Liabilities		266,325,110	257,693,696
TOTAL EQUITY AND LIABILITIES		1,526,314,200	1,518,540,452

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

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Chief Executive


Director

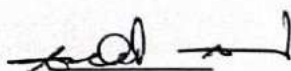

Chief Financial Officer


SG ALLIED BUSINESSES LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

TURNOVER	Note	Six Months Ended		Quarter Ended	
		Dec 31, 2024	Dec 31, 2023	Dec 31, 2024	Dec 31, 2023
		(all amounts in PKR)			
Sales	17	43,269,914	27,387,476	22,485,498	15,115,641
Less: Cost of sales		(18,255,452)	(7,899,490)	(15,000,176)	(3,858,337)
Gross Profit		25,014,462	19,487,986	7,485,321	11,257,305
OPERATING EXPENSES					
Administrative and selling expenses		(73,960,151)	(61,164,881)	(33,752,316)	(28,251,354)
Operating loss		(48,945,689)	(41,676,895)	(26,266,995)	(16,994,049)
Other income		49,334,352	40,463,870	24,762,224	20,672,239
Financial charges		(88,777)	(10,401)	(73,522)	(6,912)
(Loss)/ Profit before Levy and Taxation		299,886	(1,223,426)	(1,578,292)	3,671,278
Levy					
Levy	18	(1,157,552)	-	(590,597)	-
(Loss)/ Profit before taxation		(857,666)	(1,223,426)	(2,168,889)	3,671,278
Taxation					
Current	19	-	(342,344)	-	(188,945)
Deferred		775,200	850,995	775,200	850,995
Total Taxation		775,200	508,651	775,200	662,050
(Loss)/ Profit After Taxation		(82,466)	(714,775)	(1,393,689)	4,333,328
OTHER COMPREHENSIVE INCOME					
Net (Loss)/ Profit for the six months		(82,466)	(714,775)	(1,393,689)	4,333,328
Other comprehensive income		-	-	-	-
Total Comprehensive Loss/ (Income) For The Period		(82,466)	(714,775)	(1,393,689)	4,333,328
Loss Per Share - Basic and Diluted	20	(0.01)	(0.05)	(0.11)	0.28

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

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Chief Executive


Director

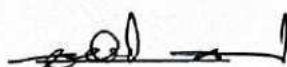

Chief Financial Officer

SG ALLIED BUSINESSES LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

CASH FLOWS FROM OPERATING ACTIVITIES	Un-audited Dec 31, 2024	Un-audited Dec 31, 2023
	(all amounts in PKR)	
Profit/(Loss) before taxation	299,886	(1,223,426)
Adjustment for:		
Depreciation	7,850,072	5,425,952
CWIP write off	-	245,281
Bad debt expense	64,000	-
Operating profit Before Working Capital Changes	8,213,958	4,447,807
Changes in working capital		
(Increase) / decrease in current assets		
Stock in trade	(3,280,021)	(117,867)
Loans, advances, prepayments and other receivables	(10,785,132)	(9,246,064)
Increase / (decrease) in current liabilities		
Creditors, accrued and other liabilities	1,216,965	(3,304,432)
Total Changes In Working Capital	(12,848,188)	(12,668,363)
Income tax paid	(1,201,309)	(3,195,924)
Total	(14,049,497)	(15,864,287)
Net Cash (Outflow) From Operating Activities	(5,835,539)	(11,416,479)
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure	(1,125,663)	(75,470)
Net Cash (Outflow) From Investing Activities	(1,125,663)	(75,470)
CASH FLOW FROM FINANCING ACTIVITIES		
Loan paid during the period	(15,672,616)	(5,615,715)
Loan received during the period	23,066,824	11,945,070
Net cash inflow from financing activities	7,394,208	6,329,355
Net increase/(decrease) in cash and cash equivalents during the period	433,006	(5,162,594)
Cash and cash equivalents at the beginning of the period	19,513	8,489,329
Cash and cash equivalents at the end of the period	452,519	3,326,735

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

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Chief Executive


Director


Chief Financial Officer

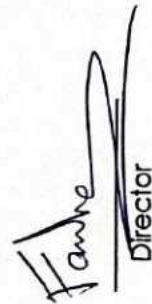
SG ALLIED BUSINESSES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

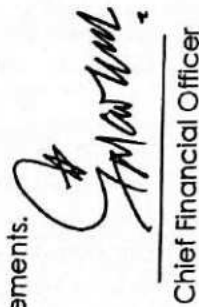
Particulars	Share Capital		Capital Reserves		Revenue Reserve	Total
	Issued, Subscribed and Paid-up capital	Share Premium	Revaluation Surplus	Accumulated loss		
	(all amounts in PKR)					
Balance as at July 01, 2023	150,000,000	337,400,000	1,236,418,858	(772,107,516)		951,711,342
Comprehensive Income for the Period						
Loss for the half year ended December 31, 2023	-	-	-	(714,775)		(714,775)
Other comprehensive Income	-	-	-	-		-
Total comprehensive loss for the period ended December 31, 2023	-	-	-	(714,775)		(714,775)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-		(2,083,470)	2,083,470		-
Balance as at December 31, 2023	150,000,000	337,400,000	1,234,335,388	(770,738,821)		950,996,567
Balance as at July 01, 2024	150,000,000	337,400,000	1,231,111,655	(782,202,292)		936,309,363
Comprehensive Income for the Period						
Loss for the half year ended December 31, 2024	-	-	-	(82,466)		(82,466)
Other comprehensive Income	-	-	-	-		-
Total comprehensive loss for the period ended December 31, 2024	-	-	-	(82,466)		(82,466)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of deferred tax	-		(1,897,904)	1,897,904		-
Balance as at December 31, 2024	150,000,000	337,400,000	1,229,213,751	(780,386,853)		936,226,897

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

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Chief Executive


Director


Chief Financial Officer

SG ALLIED BUSINESSES LIMITED**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

Note	LEGAL STATUS AND BUSINESS ACTIVITY OF THE COMPANY			
1				
1.1	<p>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 the Companies Act, 2017). The shares of the company are listed on Pakistan Stock Exchange Limited.</p> <p>The principal activities of the company are warehousing, cold storage, farming of mushrooms and herbs. (The Company have no agriculture harvesting, no tree plantation, no living plant, and no biological assets.)</p> <p>Mushrooms and herbs are neither a tree plant nor living animal, nor agriculture cropping and neither biological assets. They are consumed in one season and have no future economic benefits.</p> <p>Mushrooms and herbs are a type of tiny herbs or fungus with soft non-woody stems and not agriculture produce. They grow easily from seeds, complete their life cycle in only one seasons that last for two to three months and have no branches.</p> <p>Geographical location and addresses of major business units are as under :</p> <table><tr><td>Address : B-40, S.I.T.E., Karachi</td><td>Purpose : The registered office and rental purpose of cold storage and farming</td></tr></table>		Address : B-40, S.I.T.E., Karachi	Purpose : The registered office and rental purpose of cold storage and farming
Address : B-40, S.I.T.E., Karachi	Purpose : The registered office and rental purpose of cold storage and farming			
1.2	<p>Going Concern:</p> <p>The accumulated loss of the Company has reached to Rs. 780.386 million as at December 31, 2024 (2024: 782.2 million). Moreover, the reported current liabilities of the Company have exceeded its current assets by Rs. 209.046 million (2024: 214.91 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, it may be unable to realize its assets and discharge its liabilities in the normal course of business. The management has taken initiatives for the revival of the Company and developed new diversified business strategy, extended its business activities , providing cold storage facility and dealing in mushrooms and herbs produces. The management believes that with the improvement in the economic condition of the country, the Company's business will accelerate and generate enough funds to discharge the liabilities. Moreover, the sponsoring Directors will provide the finance to the Company as and when needed. Thus, these financial statements have been prepared under the going concern assumptions.</p>			

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note	
2	BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES
2.1	Statement of compliance
	<p>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:</p> <ul style="list-style-type: none"> - 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. <p>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.</p> <p>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, 2024.</p>
2.2	Basis Of Measurement
	These financial statements have been prepared under the historical cost convention and on an accrual basis of accounting except as otherwise stated in the respective policies and notes given thereunder.
2.3	Functional and presentation currency
	Items included in the financial statement of the Company are measured using the currency of the primary economic environment in which the Company operates (the functional currency). These financial statements are presented in Pakistani Rupee (PKR), which is the Company's functional and presentation currency.
Note	Change in accounting standards, interpretations and amendments to published
3	accounting and reporting standards
3.1	Amendments to approved accounting and reporting standards which are effective durin
	There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.
3.2	Amendments to accounting and reporting standards that are not yet effective
	There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2024. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note 4	SUMMARY OF MATERIAL 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, 2024.
4.1	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, 2024. 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, 2024.

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note	PROPERTY, PLANT & EQUIPMENT	(Un-audited)	
		Dec 31, 2024	(Audited) June 30, 2024
5		(Amounts in PKR)	
	Property Plant & Equipment	1,408,593,559	1,413,770,630
	Total Property, Plant & Equipment	1,408,593,559	1,413,770,630

Note	PROPERTY, PLANT & EQUIPMENT	COST		DEPRECIATION			Rate %
		As at July 1, 2024	Addition During the period	As at Dec 31, 2024	As at July 1, 2024	Charge for the Period	
5.1	Particulars						
	Leasehold land	1,168,960,000	-	1,168,960,000	-	-	-
	Building on leasehold land	273,190,195	-	273,190,195	161,680,526	2,787,742	5
	Cold storage	25,531,932	-	25,531,932	4,798,952	518,325	5
	Vertical Farm	108,268,487	513,201	108,781,688	1,292,759	2,687,223	5
	Plant and machinery	715,112	-	715,112	550,733	4,109	5
	Factory equipment	10,303,720	-	10,303,720	9,440,434	43,164	10
	Office equipment	19,773,852	315,162	20,089,014	18,060,760	101,413	10
	Motor vehicles	13,035,155	-	13,035,155	12,968,845	6,631	20
	Furniture and fixtures	3,126,566	13,000	3,139,566	2,886,219	12,667	10
	Trolleys and fork lifters	4,242,562	-	4,242,562	4,073,584	8,449	10
	K-Electric sub station	2,732,827	284,300	3,017,127	516,358	125,038	10
	OTIS lifts	1,326,982	-	1,326,982	1,167,593	7,969	10
	December 31, 2024	1,631,207,390	1,125,663	1,632,333,053	217,436,763	6,302,731	
	June 30, 2024	1,524,444,990	106,762,400	1,631,207,390	209,842,641	7,594,122	

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note	BREAKUP OF DEPRECIATION EXPENSE	(Un-audited) Dec 31, 2024	(Audited) Jun 30, 2024
5.2		(Amounts in PKR)	
	Cost of good sold	945,410	1,139,118
	Administrative and selling expenses	5,357,321	6,455,004
	Total of depreciation expense	6,302,731	7,594,122

Note	INVESTMENT PROPERTY	COST		DEPRECIATION			Rate %
		As at July 1, 2024	Addition During the period	As at Dec 31, 2024	Charge for the Period	As at Dec 31, 2024	
6	Particulars						
	Building	194,310,081	-	194,310,081	1,547,341	133,963,776	5%
	December 31, 2024	194,310,081	-	194,310,081	1,547,341	133,963,776	
	June 30, 2024	194,310,081	-	194,310,081	3,257,560	132,416,435	
6.1	This represents building owned by the company. The fair value of the investment property is Rs. 130,787 million. Forced sale value of the investment property assessed at Rs. 91.55 million.						

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SG ALLIED BUSINESSES LIMITED**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)****FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

Note	STOCK IN TRADE	(Un-audited)	(Audited)
		Dec-24	Jun-24
7		(all amounts in PKR)	
	Raw material- Mushrooms	4,322,940	699,074
	Other material	382,182	486,224
	Diesel	128,980	91,178
	Packing materials	-	277,606
	Total Stock In Trade	4,834,103	1,554,082
Note 8	LOAN, ADVANCES, PREPAYMENTS AND OTHER RECEIVABLES		
	Loans and Advances 8.1	34,193,757	28,828,152
	Prepayments 8.2	14,844,773	9,425,247
	Other receivables 8.3	2,953,470	2,953,470
	Total	51,992,000	41,206,868
8.1	Loans and Advances		
	Loan to staff	457,505	529,505
	Account receivables- Cold storage	2,249,050	2,110,414
	Account receivables- Warehouse	4,427,672	4,935,448
	Account receivables- others	6,598,756	4,211,011
	Advance income tax- net	17,759,071	14,964,115
	Income tax refundable-net	2,701,704	2,077,659
	Total Loans And Advances	34,193,757	28,828,152
8.2	Prepayments		
	Margin- Letter of credit	150,000	150,000
	Sales tax claim receivable-net	14,694,773	9,275,248
	Total Prepayments	14,844,773	9,425,248
8.3	Others		
	Other receivables	11,453,241	11,453,241
	Less: Provision for irrecoverable rent	(8,496,312)	(8,496,312)
	Less: Provision for doubtful debts	(3,459)	(3,459)
	Total Others	2,953,470	2,953,470
Note 9	CASH AND BANK BALANCES		
	Cash in hand	46,113	11,355
	Cash at bank- Current accounts	406,406	8,158
	Total Cash And Bank Balances	452,519	19,513

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note	REVALUATION SURPLUS ON PROPERTY, PLANT AND EQUIPMENT	(Un-audited)	(Audited)
		Dec-24	Jun-24
10		(all amounts in PKR)	
	Opening Balance	1,283,003,331	1,290,478,265
	Less: Transferred to unappropriated profit on account of:		
	- Incremental depreciation for the period	(2,673,105)	(7,474,934)
	Total	1,280,330,226	1,283,003,331
	Related deferred tax of:		
	Balance at beginning of the period/year	51,891,677	54,059,408
	Incremental depreciation for the period/year	(775,200)	(2,167,731)
	Total	51,116,477	51,891,677
	Balance at end of the period/year	1,229,213,750	1,231,111,655
Note 11	LOAN FROM DIRECTOR- SUB ORDINATED LOAN		
	Loan from directors (subordinated loan) 11.1	261,574,406	261,574,406
11.1	This represents interest free loan from sponsoring directors which is repayable at the discretion of the company.		
Note 12	DEFERRED LIABILITIES		
	Staff retirement benefit-Gratuity	11,071,310	11,071,310
	Deferred tax liability attributable to Revaluation Surplus	51,116,477	51,891,677
	Total Deferred Liabilities	62,187,787	62,962,987
Note 13	CREDITOR, ACCRUED AND OTHER LIABILITIES	Note	
	Trade creditors	2,489,194	1,339,066
	Earnest money	189,006	189,006
	Security deposit payable	25,623,266	23,166,029
	Electricity bill Payable	5,259,629	6,551,126
	Provision for sale tax liability 13.1	908,906	1,857,546
	Others 13.2	7,306,111	6,746,905
	Total	41,776,112	39,849,677
	Due to associated undertaking 13.3	74,537,358	74,537,358
	Total Creditor, Accrued And Other Liabilities	116,313,470	114,387,035
13.1	This represent provision for sale tax liability on Income from cold storage.		
13.2	This represents advance received from scrap buyers.		
13.3	These are unsecured and the late payment surcharge has been waived by the associated undertaking S.G. Power Limited.		
Note 14	INTEREST ON SHORT TERM AND LONG TERM LOAN		
	Accrued financial charges on loan from directors	9,963,151	9,963,151
	Accrued interest on long term loan to S.G. Power Limited	10,654,243	10,654,243
	Total Interest On Short Term And Long Term Loan	20,617,394	20,617,394
14.1	Earlier in the year ended 30 June 2019, the Board of Directors had decided in their meeting to charge the interest on outstanding balance of loan from directors from the beginning of the financial year. Therefore, an interest amounting to Rs. 9,963,151 was charged for three quarters. However, considering the financial position of the company, the directors forfeited the interest thereafter.		
Note 15	LOAN FROM ASSOCIATED COMPANY		
	S.G Power Limited 15.1	71,422,097	71,422,097
	Total Loan From Associated Company	71,422,097	71,422,097
15.1	This represents loan from S.G Power Limited (the associated undertaking) which is repayable on demand.		

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

CONTINGENCIES AND COMMITMENTS			
Note			
16			
16.1	CONTINGENCIES		
S.NO.	WRIT PETITION	FORUM	ISSUE INVOLVED
1			Legal claim filed against the company from suppliers were not acknowledged as debts amounting to Rs.0.418million (2020:0.418million)
2	Suite no 10 of 2000 Suite no 129% of 2003	Sindh High Court	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. 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.

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

S.NO.	WRIT PETITION	FORUM	ISSUE INVOLVED	STATUS
2			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.	
3	Special sales tax appeal No. 97 of 2004	Customs Appellate Tribunal, Bench, Karachi	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. One appeal filed against the order of the Custom Appellate Tribunal before the High Court of Sindh 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.	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 file before Appellate bench SECP and is pending adjudication. We are hopeful of favourable 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 favourable verdict in these matters.				
16.2	Commitments			
	There are no commitments as at December 31, 2024 (June 30, 2024: nil)			

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note	SALES	(Un-audited) Dec-24	(Un-audited) Dec-23
17		(all amounts in PKR)	
	Sales of mushrooms and herbs	38,075,382	23,979,398
	Service income form cold storage	5,194,533	3,408,078
	Total Sales	43,269,914	27,387,476
Note 18	LEVY		
	Levy	1,157,552	-
	Total Levy	1,157,552	-
18.1	This is provision for minimum tax under section 113 of Income Tax Ordinance 2001 representing levy in terms of IFRIC 21/IAS 37. The related corresponding effect is not restated retrospectively due to the consequential impacts being immaterial.		
Note 19	TAXATION		
	Current 19.1	-	(342,344)
	Deferred	775,200	850,995
	Total Taxation	775,200	508,651
19.1	The income tax is computed under the minimum tax which is classied as levy under note 18, therefore no provision for curent taxation is required for the half year period.		
Note 20	LOSS PER SHARE - BASIC AND DILUTED		
	Loss after taxation for the period	(82,466)	(714,775)
	Weighted average number of Ordinary Shares	15,000,000	15,000,000
	Total Loss Per Share- Basic and Diluted	(0.01)	(0.05)
Note 21	TRANSACTION WITH RELATED PARTIES	(Un-audited) Dec 31, 2024	(Audited) Jun 30, 2024
		(Amounts in PKR)	
	Balances		
	Loan from directors	261,574,406	261,574,406
	S.G. Power Limited	74,537,358	74,537,358
		(Un-audited) Dec 31, 2024	(Un-audited) Dec 31, 2023
		(Amounts in PKR)	
	Repayment of loan from directors	15,672,616	526,921,547
	Loan received from director	23,066,824	11,945,070
	Purchase of electricity from S.G. Power Limited	5,028,996	7,710,590
	Directors' remuneration	3,030,000	2,735,000

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SG ALLIED BUSINESSES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note	
22	FAIRVALUE OF FINANCIAL ASSETS AND 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 at the measurement date.
	The carrying values of all financial assets and liabilities reflected in these interim financial statements approximate their fair values.

Note	
23	SEGEMENT REPORTING DISCLOSURE
	For the half year ended December 31, 2024
	2024
	Mushroom and Others Cold Storage Rentals Total
	Turnover 38,075,382 5,194,533 49,334,352 92,604,266
	Cost of Sales and Services (7,505,953) (1,024,019) (9,725,480) (18,255,452)
	Gross Profit 30,569,428 4,170,513 39,608,872 74,348,814
	Adminstractive and Selling Expenses (30,409,625) (4,148,712) (39,401,814) (73,960,151)
	Other Income - - - -
	Operating profit / (loss) 159,804 21,802 207,058 388,663
	Financails Costs (36,502) (4,980) (47,295) (88,777)
	profit / (loss) before levy and tax 123,302 16,822 159,763 299,886
	Levy (475,942) (64,932) (616,679) (1,157,552)
	profit / (loss) before taxation (352,640) (48,110) (456,916) (857,666)
	Taxation - - 775,200 775,200
	profit / (loss) after taxation (352,640) (48,110) 318,284 (82,465)
	OTHER INFORMATION
	Segment Assets 213,683,902 20,214,656 60,346,305 294,244,863
	Unallocated Assets - - - 1,232,069,337
	213,683,902 20,214,656 60,346,305 1,526,314,200
	Segment Liabilities 114,979,514 49,276,935 131,405,159 295,661,607
	Unallocated Liabilities - - - 32,851,290
	Total Liabilities 114,979,514 49,276,935 131,405,159 328,512,897
	Capital Expenditure 513,201 - - 513,201
	Unallocated Capital Expenditure - - - 612,462
	Total Capital Expenditure - - - 1,125,663
	Depreciation 5,784,407 518,325 1,547,341 7,850,072

Note	
24	GENERAL

Figures have been rounded off to the nearest of a Pak Rupee, unless otherwise stated.

Note	
25	DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved and authorized for issue in the Board of Directors' meeting held _____.

5/15/24


Chief Executive


Director


Chief Financial Officer