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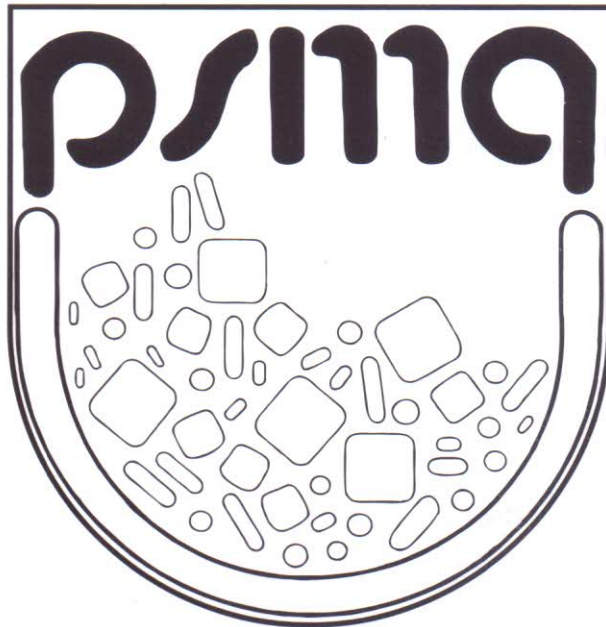
**ANNUAL REPORT  
2019**



**PAKISTAN SUGAR MILLS ASSOCIATION  
ISLAMABAD**

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ISLAMABAD**

MANAGEMENT OF  
PAKISTAN SUGAR MILLS ASSOCIATION  
2019-20

Executive Committee

1. Mr. Aslam Faruque	Chairman
2. Mr. Javed A. Kayani	Senior Vice Chairman
3. Mr. Nauman A. Khan	Vice Chairman
4. Dr. Tara Chand	Vice Chairman
5. Mr. Iskander M. Khan	Vice Chairman
6. Mr. Sheikh Ahsan Latif	Member
7. Mr. Ikram ul Haq	Member
8. Mr. Muhammad Rafique	Member
9. Mr. Ahmed A. Bawany	Member
10. Mr. Zaid Zakria	Member
11. Mr. Muhammad Munir	Member
12. Mr. Muhammad Wasif	Member

Secretariat

Mr. Inayatullah Khan  
Secretary General

Office 102, Gulistan Khan House,  
Fazl-e-Haq Road, Blue Area, Islamabad  
Phone: 051-2150073-5  
Fax: 051-2150076

Website: [www.psmacentre.com](http://www.psmacentre.com)  
E- mail: [psma.centre@gmail.com](mailto:psma.centre@gmail.com)

**ZONAL COMMITTEES  
2019-20**

**Zonal Committee Punjab**

- |                           |          |
|---------------------------|----------|
| 1. Mr. Nauman A. Khan     | Chairman |
| 2. Mr. Sheikh Ahsan Latif | Member   |
| 3. Mr. Ikram Ul Haq       | Member   |
| 4. Mr. Muhammad Rafique   | Member   |

**Zonal Secretariat**

Mr. Muhammad Arif  
Unit No. 2. Happy Homes  
38-A, Main Gulberg,  
Lahore

Acting Secretary  
Tel: 042- 111-207-207  
Fax: 042-357522940  
Email: info@psma.pk

**Zonal Committee Sindh**

- |                        |          |
|------------------------|----------|
| 1. Dr. Tara Chand      | Chairman |
| 2. Mr. Ahmed A. Bawany | Member   |
| 3. Mr. Zaid Zakria     | Member   |

**Zonal Secretariat**

Mr. Muhammad Yasin Tola  
1<sup>st</sup> Floor Modern Motors House,  
Beaumont Road,  
Karachi

Acting Secretary  
Tel: 021-35686526  
Fax: 021-35680344  
Email: psma\_sz@ymail.com

**Zonal Committee Khyber Pakhtunkhwa**

- |                            |          |
|----------------------------|----------|
| 1. Mr. Iskander M. Khan    | Chairman |
| 2. Mr. Abdul Qadar Khattak | Member   |
| 3. Mr. Mirza Nadeem        | Member   |

**Zonal Secretariat**

Mr. Wasiullah  
Premier Sugar Mills &  
Distillery Co. Ltd,  
Mardan

Acting Secretary  
Tel: 0937-862051-2  
Fax: 0937-862989  
Email: psmdn@premiergroup.pk

**Annual Review**  
**54<sup>th</sup> Annual General Meeting**  
**Karachi December 18, 2019**

**Distinguished Members of Pakistan Sugar Mills Association**

I would like to begin by acknowledging the tremendous efforts of Zonal Representatives of PSMA in efficaciously defending a counter narrative of Pakistan's sugar economy. I am honored to present the Annual Review of PSMA at the 54th Annual General Meeting for the session ending September 30, 2019. Bumper sugarcane crop (83mln tonnes), record sugar production (6.6mln tonnes) for 2017-18, and inadequate water supply down casted sugarcane plantation and per acre yield for 2018-19. There was 18% decline in area planted and 19% decline in sugarcane produced for 2018-19. From 2010-11 to 2018-19, Pakistan's sugar production has been, on average, 14% more than domestic consumption, putting a downward pressure on sugar price. The year 2019-20 could potentially face about 4% decline in area of sugarcane plantation on account of water constraint for sugarcane crop compared to other competing crops like, Maize, Rice and Cotton (Table-1).

**Table-1**

<b>Final Estimate of Sugarcane Crop Area and Production 2017-18</b>			
	<b>Area (Ha)</b>	<b>Production (T)</b>	<b>Yield (T/Ha)</b>
<b>Punjab</b>	859,130	55,067,490	64.1
<b>Sindh</b>	333,262	20,611,878	61.85
<b>KP</b>	148,534	7,609,972	51.23
<b>Total</b>	<b>1,340,926</b>	<b>83,289,340</b>	<b>62.11</b>
<b>Final Estimate of Sugarcane Crop Area and Production 2018-19</b>			
	<b>Area (Ha)</b>	<b>Production (T)</b>	<b>Yield (T/Ha)</b>
<b>Punjab</b>	710,610	44,906,310	63.19
<b>Sindh</b>	279,472	16,691,323	59.72
<b>KP</b>	110,991	5,532,012	49.84
<b>Total</b>	<b>1,101,073</b>	<b>67,129,645</b>	<b>60.97</b>

Sugar production in 2018-19 was 5.3mln tonnes. Supplemented by carry forward from 2017-18 season of 2.4 mln tonnes, total availability in the country was 7.7 mln tonnes (Table-2).

**Table-2 Sugar Production for 2018-19**

		“000” hectares, “000”tonnes(est.)
Sugarcane plantation	=	11,010
Sugarcane produced	=	67,130
Sugarcane crushed	=	49,768
Utilization by mill	=	74.3
Sugar produced from cane	=	5211
Sugar produced from beet	=	57
Sugar refined from raw	=	----
Total Sugar Produced	=	5,268
Carryover stocks 2017-18	=	2,425
Sugar availability for 2018-19		7,693
Export (Source: MOC)	=	★1,100
Domestic consumption 2018-19	=	5196
Carry forward for 2019-20	=	1,397

\* Export allowed 1.1 mln tonnes was not totally utilized and the leftover unutilized export quota may push upward the carry forward for 2019-20.

### Price of Sugar & Sugarcane 2018-19

Due to surplus supply in the pipeline for the first two & half quarters of the year, sugar ex-mill price during the year remained moderately depressed, even below its cost of production. In the absence of a mechanism for matching the cost of production with selling price of sugar, sugar industry incurred losses.

The average retail price of sugar during calendar year 2017 was Rs. 57.71/kg and dropped to Rs. 53.85/kg in calendar year 2018. Given the cost of production of Rs. 63.52/kg and sugarcane indicative price of Rs. 180/40kg for Punjab, KPK and Rs. 182/40 Kg for Sindh for the year 2018-19, losses to sugar millers were inevitable.

However, in late 2019 price structure improved after export. The average month wise ex-mill rate of sugar in Punjab and Sindh during the start of the sugar year (Oct-2018) was Rs. 48.9/kg and ended at Rs. 69.26/kg by Sep-2019, up by 41.64%. Similarly the whole sale price improved from Rs. 51.41 to Rs. 70.91, a 37.91% increase. The year average ex-mill price of sugar in 2018-19 was Rs. 59.05/kg, average whole sale price was Rs. 60.94/kg and average retail price was Rs. 64.27/kg. Table 3 & 4.

