

S.G POWER LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT DECEMBER 31, 2015

	Note	Un-audited December 31, 2015	Audited June 30, 2015
NON CURRENT ASSETS			
Property, plant and equipment	5	45,417,377	46,608,325
Long term deposit		5,350,000	5,350,000
CURRENT ASSETS			
Current portion of long term receivable	6	-	-
Stores and spares		5,797,601	5,797,601
Trade debts	7	-	-
Accrued interest considered good	8	132,899	132,899
Cash and bank balances		479,689	479,689
		6,410,188	6,410,189
		57,177,564	58,368,512
SHARE CAPITAL AND RESERVES			
Authorised			
20,000,000 Ordinary shares of Rs. 10 each		200,000,000	200,000,000
Issued, subscribed and paid up		178,332,670	178,332,670
Share premium		89,116,330	89,116,330
Accumulated loss		(227,840,253)	(225,455,466)
		39,608,747	41,993,534
NON CURRENT LIABILITIES			
Deferred liabilities		113,040	113,040
Due to associate undertaking		5,689,124	4,495,284
Loan from director		3,262	3,262
		5,805,426	4,611,586
CURRENT LIABILITIES			
Trade and other payables		11,104,064	11,134,063
Provision for taxation		659,328	629,329
		11,763,392	11,763,392
CONTINGENCIES AND COMMITMENTS	9	57,177,564	58,368,512

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

CHIEF EXECUTIVE

DIRECTOR

S.G POWER LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2015

	Half Year Ended		Quarter ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	-----Rupees-----		-----Rupees-----	
Sales	-	-	-	-
Generation cost	<u>(2,380,763)</u>	<u>(2,268,991)</u>	<u>(1,034,245)</u>	<u>(1,346,519)</u>
Gross loss	(2,380,763)	(2,268,991)	(1,034,245)	(1,346,519)
Administrative and selling expenses	<u>(4,024)</u>	<u>(5,030)</u>	<u>(110,352)</u>	<u>106,328</u>
Operating loss	(2,384,788)	(2,274,021)	(1,144,596)	(1,240,191)
Other comprehensive income	-	-	-	-
Finance charges	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Loss before taxation	(2,384,788)	(2,274,021)	(1,144,596)	(1,240,191)
Taxation	-	-	-	-
Loss after taxation	<u>(2,384,788)</u>	<u>(2,274,021)</u>	<u>(1,144,596)</u>	<u>(1,240,191)</u>
Total comprehensive income	<u>(2,384,788)</u>	<u>(2,274,021)</u>	<u>(1,144,596)</u>	<u>(1,240,191)</u>
Loss per share - basic and diluted	(0.13)	(0.13)	(0.06)	(0.07)

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

CHIEF EXECUTIVE

DIRECTOR

S.G POWER LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2015

	Issued, subscribed and paid up capital	Share Premium	Accumulated profit/(loss)	Total
	----- R u p e e s -----			
Balance as at July 01, 2014	178,332,670	89,116,330	(220,557,622)	46,891,378
Loss for the half year ended December 31, 2014	-	-	(2,274,021)	(2,274,021)
Balance as at December 31, 2014	178,332,670	89,116,330	(222,831,643)	44,617,357
Balance as at July 01, 2015	178,332,670	89,116,330	(225,455,466)	41,993,534
Loss for the half year ended December 31, 2015	-	-	(2,384,788)	(2,384,788)
Balance as at December 31, 2015	178,332,670	89,116,330	(227,840,253)	39,608,747

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

CHIEF EXECUTIVE

DIRECTOR

S.G. POWER LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2015

1. STATUS AND ACTIVITIES

1.1 The Company is limited by shares and was incorporated in Pakistan on February 10, 1994 under the Companies Ordinance, 1984 and is listed on Karachi and Islamabad Stock Exchanges. The business of the Company is generation and supply of the electric power to its associated company, S.G. Fibre Limited. The registered office of the company and the captive power plant is located at B-40, S.I.T.E, Karachi in the province of Sindh.

1.2 GOING CONCERN

The company has suffered loss of Rs. 2,384,788 during the half year (December 31, 2014: Rs. 2,274,021) and accumulated loss as at December 31, 2015 stood at Rs. 227,840,253 (June 30, 2014: Rs.222,831,643) and the company was supplying electricity only to S.G Fibre Limited as an associate company. Due to existence of adverse situation in the Fibre industry, their production was stopped during the year 2008. Due to this reason, the company has discontinued its electricity steam supplies. As a result, the revenue generating activities were stopped. However, the company is planning to restart the power generating activities and negotiating with Karachi Electric Supply Company Limited to supply electricity to them.

2. BASIS OF PREPARATION

This condensed interim financial information is un-audited and are being submitted to the shareholders in accordance with the requirements of Section 245 of the Companies Ordinance, 1984. This condensed interim financial information is presented in condensed form in accordance with the requirements of International Accounting Standard 34 "Interim Financial Reporting". This does not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company as at and for the year ended June 30, 2014. Comparative figures of the balance sheet are extracted from the audited annual financial statements for the year ended June 30, 2014 whereas comparative profit and loss account, statement of changes in equity and statement of cash flows are stated from un-audited condensed interim financial information for the year ended December 31, 2015..

3. ACCOUNTING POLICIES

The accounting policies and method of computation followed for the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the year ended June 30, 2014.

Standards, amendments to published approved accounting standards and interpretations effective from July 01,2015.

There are certain new standards,amendments and international Financial Reporting Interpretation Committee (IFRIC) interpretations that become effective during the period and mandatory for accounting period on or after July 01, 2015 but are considering not be relevant or have significant effect on the company's operations are,therefore,not disclosed in this condensed interim financial information.

Standards, amendments to published approved accounting standards and interpretations as adopted in Pakistan,that are not yet effective.

There are other amendments to the standards and new interpretations that are mandatory for accounting periods on or after July 01, 2015 but are considered not be relevant or do not have any significant effect on company's operations and are,therefore,not detailed in this condensed interim financial information.

4. ESTIMATES

The Preparation of condensed interim financial information require management to make judgments, estimates and assumption that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates

In preparing this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key resources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2015.

4 OPERATING ASSET - OWNED

----- Cost -----					----- Depreciation -----				----- WDV -----	
Particulars	As on July 01, 2015	Addition / (Disposal)	Disposals	As on Dec 31, 2015	Rate %	As on July 01, 2015	Adjustments	For the year	As on Dec 31, 2015	As on Dec 31, 2015
	Rupees					Rupees				Rupees
Generators	189,522,178	-	-	189,522,178	5%	143,862,950	-	1,141,481	145,004,431	44,517,747
Air Handling Unit	475,420	-	-	475,420	10%	417,617	-	2,890	420,507	54,913
Electric fitting	531,990	-	-	531,990	10%	421,325	-	5,533	426,858	105,132
Gas installation	1,101,542	-	-	1,101,542	10%	967,621	-	6,696	974,317	127,225
Equipment	2,533,157	-	-	2,533,157	10%	1,926,692	-	30,323	1,957,015	576,142
Vehicles	1,782,700	-	-	1,782,700	20%	1,742,457	-	4,024	1,746,482	36,218
Total Owned Asset:	195,946,987	-	-	195,946,987		149,338,661	-	1,190,948	150,529,610	45,417,377

The land on which the project is setup, has been obtained on rent from S.G Fibre Limited, an associated company.

Depreciation for the year ended has been allocated as under:

	2015	2014
	December	December
Generation Cost	1,186,923	1,252,051
Administration Expenses	4,024	5,030
	1,190,948	1,257,081

----- Cost -----					Rate %	----- Depreciation -----				----- WDV-----
Particulars	As on July 01, 2014	Addition / (Disposal)	Disposals	As on Dec 31, 2014		As on July 01, 2014	Adjustments	For the year	As on Dec 31, 2014	As on Dec 31, 2014
	Rupees					Rupees				Rupees
Generators	189,522,178	-	-	189,522,178	5%	141,459,833	-	1,201,559	142,661,392	46,860,786
Air Handling Unit	475,420	-	-	475,420	10%	411,194	-	3,211	414,406	61,014
Electric fitting	531,990	-	-	531,990	10%	409,029	-	6,148	415,177	116,813
Gas installation	1,101,542	-	-	1,101,542	10%	952,741	-	7,440	960,181	141,361
Equipment	2,533,157	-	-	2,533,157	10%	1,859,307	-	33,693	1,892,999	640,158
Vehicles	1,782,700	-	-	1,782,700	20%	1,732,397	-	5,030	1,737,427	45,273
Total Owned Asset:	195,946,987	-	-	195,946,987		146,824,499	-	1,257,081	148,081,581	47,865,406

The land on which the project is setup, has been obtained on rent from S.G Fibre Limited, an associated company.

Depreciation for the year ended has been allocated as under:

	2014	2013
	December	December
Generation Cost	1,252,051	1,320,901
Administration Expenses	5,030	6,288
	1,257,081	1,327,189

S.G. POWER LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2015

	Un-audited December 31 2015	Audited June 30 2015
R u p e e s		

5. PROPERTY, PLANT AND EQUIPMENT

Opening written down value	46,608,325	49,122,487
Addition	-	
Deletion	-	
Depreciation	(1,190,948)	(2,514,162)
	45,417,377	46,608,325

6. LONG TERM RECEIVABLE

Unsecured- considered good	65,588,037	65,588,037
Associated Company- S.G. Fibre Limited	(65,588,037)	(65,588,037)
Less : Provision for doubtful debt	-	-
	-	-

6.1 SECP vide order dated 19th July, 2013 directed the Company to make provision against the receivable from the associated understating being doubtful of recovery. Accordingly the same has been provided for during the year ended June 30, 2013.

7. TRADE DEBTS

Unsecured- considered good		
Associated Company- S.G. Fibre Limited	94,036,243	94,036,243
Less : Provision for doubtful debt	(94,036,243)	(94,036,243)
	-	-

7.1 SECP vide order dated 19th July, 2013 directed the Company to make provision against the receivable from the associated understating being doubtful of recovery. Accordingly the same has been provided for during the year ended June 30, 2013.

8. ACCRUED INTEREST CONSIDERED GOOD

		132,899	132,899
Interest on loan to associated Company - S.G. Fibre Limited	8.1	10,654,243	10,654,243
withholding on TDR		(10,654,243)	(10,654,243)
		-	-
		132,899	132,899

8.1 This represents interest accrued on long term receivable from an associated company charged as per the direction issued by SECP vide order date April 6, 2006. The SECP vide order dated 19th July, 2013 directed the Company to make provision against the receivable from the associated understating being doubtful of recovery. Accordingly the same has been provided for during the year ended June 30, 2013.

9. CONTINGENCIES AND COMMITMENTS

There is no change in the status of contingencies and commitments as disclosed in the last published annual financial statements for the year ended June 30, 2013.

10. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties are carried out on an arm's length basis and the related price is determined in accordance with the Comparable Uncontrolled Price Method. The significant transactions with associated undertakings and related parties other than those which have been specifically disclosed elsewhere in this interim financial statements are given below.

S.G. Fibre Limited - Associated undertaking

	December 31 2015	June 30 2015
Rent of premises	900,000	1,800,000

S.G. POWER LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2015

11. DATE OF AUTHORIZATION

This condensed interim financial information was authorized for issue on _____ by the Board of Directors of the Company.

12. GENERAL

Figures have been rounded off to the nearest rupee.

CHIEF EXECUTIVE