

S.G POWER LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2014

	Un-audited March 31, 2014	Audited June 30, 2013
Note	----- Rupees -----	
NON CURRENT ASSETS		
Property, plant and equipment	49,786,081	51,776,864
Long term deposit	5,350,000	5,350,000
CURRENT ASSETS		
Current portion of long term receivable	-	-
Stores and spares	5,797,601	5,797,601
Trade debts	-	-
Accrued interest considered good	132,899	133,195
Cash and bank balances	6,928	67,700
	<u>5,937,428</u>	<u>5,998,496</u>
	<u>61,073,508</u>	<u>63,125,360</u>
SHARE CAPITAL AND RESERVES		
Authorised		
20,000,000 Ordinary shares of Rs. 10 each	<u>200,000,000</u>	<u>200,000,000</u>
Issued, subscribed and paid up	178,332,670	178,332,670
Share premium	89,116,330	89,116,330
Accumulated loss	(219,631,637)	(216,203,333)
	47,817,363	51,245,667
NON CURRENT LIABILITIES		
Deferred liabilities	113,040	113,040
Loan from director	3,262	3,262
	116,302	116,302
CURRENT LIABILITIES		
Trade and other payables	11,060,513	11,134,062
Due to associate undertaking	1,450,000	-
Provision for taxation	629,329	629,329
	13,139,842	11,763,391
CONTINGENCIES AND COMMITMENTS	-	-
	<u>61,073,508</u>	<u>63,125,360</u>

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 PERIOD ENDED MARCH 31, 2014

	July to Mar 2014 Rupees	Jan to Mar 2014 Rupees	July to Mar 2013 Rupees	Jan to Mar 2013 Rupees
Sales	-	-	-	-
Generation cost	<u>(3,673,748)</u>	<u>(1,202,420)</u>	<u>(4,656,576)</u>	<u>(1,579,874)</u>
Gross loss	(3,673,748)	(1,202,420)	(4,656,576)	(1,579,874)
Administrative and selling expenses	<u>(220,932)</u>	<u>(3,144)</u>	<u>(329,504)</u>	<u>(95,687)</u>
Operating loss	<u>(3,894,680)</u>	<u>(1,205,564)</u>	<u>(4,986,080)</u>	<u>(1,675,561)</u>
Other comprehensive income	518,527	-	521,490	-
Finance charges	<u>-</u>	<u>-</u>	<u>(272)</u>	<u>(232)</u>
Loss before taxation	<u>(3,376,153)</u>	<u>(1,205,564)</u>	<u>(4,464,861)</u>	<u>(1,675,793)</u>
Taxation	-	-	-	-
Loss after taxation	<u>(3,376,153)</u>	<u>(2,696,921)</u>	<u>(4,464,861)</u>	<u>(1,675,793)</u>
Total comprehensive income	<u><u>(3,376,153)</u></u>	<u><u>(2,696,921)</u></u>	<u><u>(4,464,861)</u></u>	<u><u>(1,675,793)</u></u>
Loss per share - basic and diluted	(0.19)	(0.15)	(0.25)	(0.09)

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

CHIEF EXECUTIVE

DIRECTOR

S.G POWER LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

	March 31, 2014	March 31, 2013
	-----Rupees-----	
CASH FLOW FROM OPERATION ACTIVITIES		
Loss before taxation	(3,376,153)	(2,696,921)
Adjustment for:		
Depreciation	1,990,783	2,064,771
Finance charges	-	41
	1,990,783	2,064,811
Cash flow from operating activity before working capital changes	(1,385,370)	(632,110)
Changes in working capital		
Decrease in current assets		
Trade debts	-	863,530
Interest accrued	(51,854)	(52,149)
	(51,854)	811,381.12
Increase in current liabilities		
Trade and other payables	1,376,451	(25,499)
	(60,772)	153,773
Finance charges paid	-	(41)
Net Cash used in operating activities	(60,772)	153,732
CASH FLOW FROM INVESTING ACTIVITIES		
Net cash from investing activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Loan from directors	-	-
Repayment during the period	-	-
Net cash from financing activities	-	-
Net decrease in cash and cash equivalents	(60,772)	153,732
Cash and cash equivalents at the beginning of the period	67,700	412
Cash and cash equivalents at the end of the period	6,928	154,144

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 PERIOD ENDED MARCH 31, 2014

	Issued, subscribed and paid up capital	Share Premium	Accumulated profit/(loss)	Total
	----- R u p e e s -----			
Balance as at July 01, 2011	178,332,670	89,116,330	(6,750,547)	260,698,453
Loss for the half year ended December 31, 2011	-	-	(10,030,358)	(10,030,358)
Balance as at December 31, 2011	178,332,670	89,116,330	(16,780,905)	250,668,095
Balance as at July 01, 2012	178,332,670	89,116,330	(15,861,079)	251,587,921
Loss for the half year ended December 31, 2012	-	-	(3,376,153)	(3,376,153)
Balance as at December 31, 2012	178,332,670	89,116,330	(19,237,232)	248,211,769
Balance as at July 01, 2013	178,332,670	89,116,330	(216,255,484)	51,193,516
Loss for the half year ended December 31, 2013	-	-	(3,376,153)	(3,376,153)
Balance as at March 31, 2014	178,332,670	89,116,330	(219,631,637)	47,817,363

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 MARCH 31, 2014

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. 3,376,153 for the period ended March 31, 2014 (March 31, 2013: Rs. 2,696,921) and accumulated loss as at March 31, 2014 stood at Rs. 219,631,637 (June 30, 2013: Rs.216,203,333) 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, 2013. Comparative figures of the balance sheet are extracted from the audited annual financial statements for the year ended June 30, 2013 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 period ended March 31, 2014..

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, 2013.

Standards, amendments to published approved accounting standards and interpretations effective from July 01,2013.

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, 2013 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, 2013 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, 2013.

S.G. POWER LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

	Un-audited December 31 2013	Audited June 30 2013
	----- Rupees -----	
5. PROPERTY, PLANT AND EQUIPMENT		
Opening written down value	51,776,864	81,108,323
Addition	-	-
Deletion	-	(25,413,697)
Depreciation	(1,990,783)	(3,917,761)
	<u>49,786,081</u>	<u>51,776,864</u>
6. TRADE DEBTS		
Unsecured- considered good Associated Company- S.G. Fibre Limited	94,036,243	94,036,243
Less : Provision for doubtful debt	<u>(94,036,243)</u>	<u>(94,036,243)</u>
	<u>-</u>	<u>-</u>
7. ACCRUED INTEREST CONSIDERED GOOD		
Interst on TDR Receivable	132,899	133,195
Interest on loan to associated Company - S.G. Fibre Limited withholding on TDR	7.1 <u>-</u>	<u>10,654,243</u>
	<u>-</u>	<u>(10,654,243)</u>
	<u>132,899</u>	<u>133,195</u>

7.1 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

8. 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, 2011.

9. 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, 2013	June 30 2013
Rent of premises	1,350,000	900,000
Interest received during period	-	-
Trade debts received		

S.G. POWER LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2014

10. DATE OF AUTHORIZATION

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

11. GENERAL

Figures have been rounded off to the nearest rupee.

CHIEF EXECUTIVE