

**S.G POWER LIMITED**  
**CONDENSED INTERIM BALANCE SHEET**  
**AS AT MARCH 31, 2016**

	Un-audited MARCH 31, 2016	Audited June 30, 2015
	Note	
<b>NON CURRENT ASSETS</b>		
Property, plant and equipment	5	44,821,903
Long term deposit		46,608,325
		5,350,000
<b>CURRENT ASSETS</b>		
Current portion of long term receivable	6	-
Stores and spares		5,797,601
Trade debts	7	-
Accrued interest considered good	8	132,899
Cash and bank balances		479,689
		<u>6,410,188</u>
		<u>56,582,091</u>
		<u>6,410,189</u>
		<u>58,368,512</u>
<b>SHARE CAPITAL AND RESERVES</b>		
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
Share premium		89,116,330
Accumulated loss		(229,101,437)
		<u>38,347,563</u>
		<u>41,993,534</u>
<b>NON CURRENT LIABILITIES</b>		
Deferred liabilities		113,040
Due to associate undertaking		4,495,284
Loan from director		3,262
		<u>6,471,136</u>
		<u>4,611,586</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables		11,104,064
Provision for taxation		629,329
		<u>659,328</u>
		<u>11,763,392</u>
		<u>11,763,392</u>
<b>CONTINGENCIES AND COMMITMENTS</b>		
	9	
		<u>56,582,091</u>
		<u>58,368,512</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, 2016**

	Half Year Ended		Quarter ended	
	July to March 2016	January to March 31, 2016	July to March 2015	January to March 31, 2015
	-----Rupees-----		-----Rupees-----	
Sales	-	-	-	-
Generation cost	<u>(3,639,935)</u>	<u>(1,259,172)</u>	<u>(3,541,670)</u>	<u>(1,272,679)</u>
Gross loss	<b>(3,639,935)</b>	(1,259,172)	<b>(3,541,670)</b>	(1,272,679)
Administrative and selling expenses	<u>(6,036)</u>	<u>(2,012)</u>	<u>(157,546)</u>	<u>(152,515)</u>
Operating loss	<b>(3,645,972)</b>	(1,261,184)	<b>(3,699,215)</b>	(1,425,194)
Other comprehensive income	-	-	-	-
Finance charges				
Loss before taxation	<b>(3,645,972)</b>	(1,261,184)	<b>(3,699,215)</b>	(1,425,194)
Taxation	-	-	-	-
Loss after taxation	<u><b>(3,645,972)</b></u>	<u>(1,261,184)</u>	<u><b>(3,699,215)</b></u>	<u>(1,425,194)</u>
Total comprehensive income	<u><b>(3,645,972)</b></u>	<u>(1,261,184)</u>	<u><b>(3,699,215)</b></u>	<u>(1,425,194)</u>
Loss per share - basic and diluted	<b>(0.20)</b>	(0.07)	<b>(0.21)</b>	(0.08)

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, 2016**

	<b>Issued, subscribed and paid up capital</b>	<b>Share Premium</b>	<b>Accumulated profit/(loss)</b>	<b>Total</b>
	----- R u p e e s -----			
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	<b>178,332,670</b>	<b>89,116,330</b>	<b>(227,840,253)</b>	<b>39,608,747</b>
Balance as at July 01, 2015	178,332,670	89,116,330	(225,455,466)	41,993,534
Loss for the third quarter ended March 31, 2016	-	-	(3,645,972)	(3,645,972)
<b>Balance as at March 31, 2016</b>	<b>178,332,670</b>	<b>89,116,330</b>	<b>(229,101,437)</b>	<b>38,347,563</b>

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, 2016**

**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. 3,195,972 during third quarter (March 31, 2015: Rs. 3,699,215) and accumulated loss as at March 31, 2016 stood at Rs. 228,651,437 (June 30, 2015: Rs.225,455,466) 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, 2015. Comparative figures of the balance sheet are extracted from the audited annual financial statements for the year ended June 30, 2015 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, 2016..

**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.

**S.G. POWER LIMITED**

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)**

**FOR THE PERIOD ENDED MARCH 31, 2016**

Un-audited March 31 2016	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	(1,786,422)	(2,514,162)
	<u>44,821,903</u>	<u>46,608,325</u>

**6. LONG TERM RECEIVABLE**

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

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	<u>(94,036,243)</u>	<u>(94,036,243)</u>
	<u>-</u>	<u>-</u>

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

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**

**March 31**

**June 30**

	<b>2016</b>	<b>2015</b>
Rent of premises	<u>1,350,000</u>	<u>1,800,000</u>

**S.G. POWER LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2016**

**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.

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**CHIEF EXECUTIVE**