Energy That Moves Life

Ref: SECK/AGM(107)/17/349
Date: 25 September 2017

Mr. Abid Hussain
Executive Director
Corporate Supervision Department (CSD)
Securities & Exchange Commission of Pakistan
NIC Building, Adjacent to Saudi Pak Tower
63 Jinnah Avenue, Blue Area, Islamabad.

Dear Sir,

Re: Extension in Time for holding Annual General Meeting (AGM) – FY 2017

We are enclosing the following documents requesting extension in time for holding AGM of the Company for the financial year ended 30 June 2017: -

(i) Application under section 132 of the Companies Act 2017.
(ii) Affidavit signed by Company Secretary.
(iii) Annual Report of the Company for the financial year ended 30 June 2016.
(iv) Auditor's Certificate.
(v) Original Receipted Challan dated 22 September 2017 for Rupees Fifteen Thousand only (Rs. 15,000) deposited in MCB for applicable fee.

We shall be very grateful for your kind approval for 30 days extension in time up to 27 November 2017 for holding the Company's Annual General Meeting.

Yours faithfully,

Muhammad Rizwan Dalia
Director Finance & Company Secretary

Encl. as above.

Energy That Moves Life

Application Under Section 132 of the Companies Act, 2017, And Rule 14 of the Companies (General Provisions and Forms) Rules, 1985

1.	Name and address	K-Electric Limited KE House, 39-B, Sunset Boulevard, DHA, Phase-II, Karachi
2.	Registration Number	0000002 dated 16.01.2014
3.	The date on which the last General Meeting was held and the financial year for which the Balance Sheet, Profit and Loss Account and other Statements and Reports relating to accounts were laid at such meeting.	The last Annual General Meeting was held on 19 September 2017 for approval of accounts for financial year ended 30 June 2016.
4.	The date upto which the Annual General Meeting is required to be held and for the purposes of the said sections and the date upto which the Balance Sheet and Profit and Loss Account, and other statements and reports relating to accounts are required to be laid therein.	Pursuant to the provisions of Section 132 of the Companies Act 2017, the Annual General Meeting is required to be held within 120 days from the close of FY, i.e. by 28 October 2017 for the approval of accounts for financial year ended 30 June 2017.
5.	Reasons for not being able to hold the Annual General Meeting, or laying the Balance Sheet and Profit and Loss Account at the general meeting by the date mentioned above and justification for extension in the period to the extent applied for.	The Multi Year Tariff (MYT) of the Company expired on 30 June 2016. The Company had filed petition with NEPRA in March 2016 for continuation of the Company's MYT for 10 years period starting from 01 July 2016. NEPRA finally determined integrated MYT in March 2017 for a seven (7) year period from 01 July 2016 to 30 June 2023. Due to serious reservations and fundamental disagreements over the said MYT determination by NEPRA, the Company filed review petition in March 2017, the public hearing of the said review petition was held on 13 and 14 July 2017, however, <u>NEPRA's decision on the review petition is still awaited</u>. Further, due to delay in convening AGM for FY 2016, the appointment of external auditors for FY 2017 could only be approved at the AGM held on 19 September 2017, in accordance with direction

issued by the Commission on the subject. The audit process has commenced, however the Commission would agree that finalization of accounts and completion of audit process is contingent upon NEPRA's final decision on KE's review petition on MYT. Moreover, it will be followed by a review by the Board Audit Committee and approval by the Board of Directors of the Company. Whereas Printing and dispatch of annual reports to shareholders and twenty-one (21) days statutory notice period will consume about a month.

Therefore, in view of the imminent issues as explained above, extension is sought for a period of 30 days, i.e. by 27 November 2017 to enable the Company to complete the audit process, necessary approval and other statutory requirements within the prescribed time limit.

6. When the delay is attributed to non-completion of Books of Accounts or non-finalisation of Audit, the exact state of books of accounts with reasons for non-completion of such books or for non-finalisation of the audit, as the case may be, such information being accompanied by a certificate of the company's auditor as to the state of its accounts, reasons for delay in completion of audit and the minimum time required for the purpose; and	The Auditors' certificate in support of our above explication is attached with the Application.
7. A copy of the last audited Balance Sheet and Profit and Loss Account.	Annual Report for the year ended 30 June 2016 is attached.

Date: 25 September 2017

Muhammad Rizwan Dalia
Director Finance & Company Secretary

100 Rupees ۱۰۰ روپیہ

MUHAMMAD ASHRAF GUJJAR STAMP VENDOR
Licence No. 48, House No. 1085 Street No. 1.
Liaquat Ashraf Colony No. 2, Mehmoodabad No. 6, Karachi

S. No. 6184 DATE
ISSUED TO WITH ADDRESS
THROUGH WITH ADDRESS
PURPOSE
VALUE Rs
STAMP VENDOR'S SIGNATURE

21 SEP 2017

RUPEES

MUHAMMAD SHAFIQ Advocate Notary Public KARACHI-PAKISTAN

AFFIDAVIT

I, **Muhammad Rizwan Dalia**, being the Company Secretary of K-Electric Limited, do hereby solemnly affirm that:

1. I am the Company Secretary of the K-Electric Limited (KE) and conversant with the affairs of the Company.

2. All the information contained in this application and annexed documents is true and correct.

3. What is stated above is true and correct to the best of my knowledge and belief.

DEPONENT

Muhammad Rizwan Dalia
Director Finance & Company Secretary

Date: 22 September 2017

ATTESTED
Muhammad Shafiq
Advocate
NOTARY PUBLIC
KARACHI-PAKISTAN

MUHAMMAD SHAFIQ Advocate Notary Public KARACHI-PAKISTAN

KPMG

KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2
Beaumont Road
Karachi, 75530 Pakistan

Telephone + 92 (21) 3568 5847
Fax + 92 (21) 3568 5095
Internet www.kpmg.com.pk

The Board of Directors
K-Electric Limited
KE House, 39/B
Phase II, D.H.A.
Karachi

Our ref KA-ZQ-367

Contact Mohammad Mahmood Hussain

25 September 2017

Dear Sirs,

AGM extension letter - Financial statements for the year ended 30 June 2017

As you are aware, the Multi Year Tariff (MYT) of K-Electric Limited (KE / Company) expired on 30 June 2016. New MYT for the seven year period starting from 01 July 2016 was determined by NEPRA on 20 March 2017. KE management filed review petition with NEPRA on 31 March 2017 while detailed arguments were filed on 20 April 2017. Public hearing on the said review petition was held on 13 and 14 July 2017. As per understanding given by management, the final decision from NEPRA is still awaited and therefore financial statements of the Company for the year ended 30 June 2017 cannot be finalized till the final decision by NEPRA.

In addition, due to delay in convening of AGM for approval of financial statements for the financial year 2016, our appointment as external auditors of the KE for the year ended 30 June 2017 was only approved by the shareholders in their Annual General Meeting held on 19 September 2017. As a result, commencement of our audit for the year ended 30 June 2017 was also delayed.

Management expects to have the final decision from NEPRA on MYT by October 2017 which in turn will affect finalization of financial statements for the year ended 30 June 2017. Accordingly, our audit finalization will also be delayed which is expected to be concluded in November 2017 depending upon finalization of financial statements by the management.

The letter is being issued on request of management of the Company.

Yours faithfully,

KPMG Taseer Hadi & Co.

SECP Challan M-2017-117471
07

Bank Branch	KARACHI, MCB - Uni Tower[1105]	Date	22-09-2017
Account Title	Securities and Exchange Commission of Pakistan	Account No.	0183089871000097
Name of Company	K-ELECTRIC LIMITED	Registration No.	0000002

Receipt under Companies Ordinance, 1984

Code No.	Head of Accounts	Amount (Rs)
61051	Registration Fee for New Incorporation	
61053	Filing Fee	
61055	Mortagages / Charge Registration	
61054	Additional Filing Fee	
61056	Availability of Name Fee	
61057	Copying Fee	
61058	Inspection Fee	
61059	License Fee - U/S 42 / Renewal Fee	
61060	Application Fee	
61063	Application for extention in AGM	15000.00
61062	Miscellaneous Fee (Pls. Specify)	
61052	Enhancement of Capital Fee (Form - 7)	
61061	Appeal/Complaint Fee	
61064	Application for Capital issue U/S 86	
61063	Application for extention in AGM	
24071	CLD Penalty	
24075	Penalty imposed by Enforcement	
52403	Bank Collection Charges (To Be Paid By Applicant)	25.00
	Total	15025.00

Payment Details	
Cheque No.	Cash
Drawn On	
Rupees (in words)	Fifteen Thousand Twenty Five Rupees Only
Name of Depositor	
Depositor Signature	Teller Signature & Bank Stamp

MCB BANK LIMITED
Uni Tower Branch Karachi
1105
22 SEP 2017
S.E.C.P. CHALLAN
RECEIVED CASH

Applicant Copy

MCB BANK LIMITED
Uni Tower Branch Karachi
1105
22 SEP 2017
S.E.C.P. CHALLAN
RECEIVED CASH

a. Payment may kindly be deposited in the bank within a month of the date appearing in date column of challan.
b. Photocopy of the challan shall not be entertained, kindly print separate challans for each company/ Form.
c. Cutting and erasing of any field on challan is not allowed.
d. Challan number and amount of money deposited must be clearly legible on a printed challan.
e. If system erroneously generates a challan without company name or challan No. then kindly do not deposit that challan into bank and contact concerned CRO.