

POWER HOLDING LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2020

		September 30, 2020	June 30, 2020
		Un-audited	Audited
Note		-----Pak Rupees-----	
NON - CURRENT ASSETS			
	Property and equipment	4 539,912	595,930
	Long term deposits	260,500	260,500
	Deferred tax asset	34,188	34,188
	Finance facilities - principal portion receivable	5 821,682,836,593	832,525,003,260
		821,683,671,193	832,525,893,878
CURRENT ASSETS			
	Current portion of finance facilities - receivable	6 301,806,924,922	330,411,549,121
	Income tax withheld	9,894,227	20,472,750
	Cash and bank balances	227,156,750	842,615,780
		302,043,975,899	331,274,637,651
		1,123,727,647,093	1,163,800,531,529
SHARE CAPITAL AND RESERVES			
	Authorized Capital	15,000,000	15,000,000
	1,500,000 (2020: 1,500,000) ordinary shares of Rs. 10 each.		
	Issued, Subscribed and Paid up Capital		
	1,500,000 (2020: 1,500,000) ordinary shares of Rs. 10 each fully paid in cash.	15,000,000	15,000,000
	Accumulated profit	163,809,998	120,530,805
		178,809,998	135,530,805
NON - CURRENT LIABILITIES			
	Long term financing	7 821,682,836,595	832,525,003,261
CURRENT LIABILITIES			
	Current portion of long term financing	8 180,951,499,998	171,357,166,665
	Markup accrued	9 64,653,123,029	68,234,101,835
	Bridge borrowing from CPPA - for MOF markup settlement	23,181,653,926	25,471,771,159
	Other payables	10 33,061,175,318	66,047,876,021
	Provision for taxation	18,548,226	29,081,786
		301,866,000,500	331,139,997,463
		1,123,727,647,092	1,163,800,531,529
CONTINGENCIES AND COMMITMENTS			
		11 (0)	0

The annexed notes, from 1 to 18, form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

POWER HOLDING LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

		September 30, 2020	September 30, 2019
		Un-audited	Un-audited
	Note	-----Pak Rupees-----	
Grant - from power sector, GOP through CPPA-G	12	26,063,268,196	34,171,007,992
Less: Utilized for			
- Finance cost	13	25,966,968,196	34,047,989,809
- Other expenses	14	96,300,000	123,018,183
		26,063,268,196	34,171,007,992
		(0)	-
Other income		66,325,281	50,161,512
Operating cost	15	4,497,861	3,565,671
Profit for the year - before taxation		61,827,420	46,595,841
Provision for taxation	16	(18,548,226)	(7,270,447)
Net profit for the year - after taxation		43,279,194	39,325,395
Earning Per Share	17	28.85	26.22

The annexed notes, from 1 to 18, form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

POWER HOLDING LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

	September 30, 2020 Un-audited	September 30, 2019 Un-audited
	-----Pak Rupees-----	
Profit for the year	43,279,194	39,325,395
Other comprehensive income	-	-
Total comprehensive income for the period	43,279,194	39,325,395

The annexed notes, from 1 to 18, form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

POWER HOLDING LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

	Share capital	Accumulated profit	Total
	-----Pak Rupees-----		
Balance as at July 01, 2019	15,000,000	49,282,607	64,282,607
Profit for the year ended June 30, 2020	-	71,248,198	71,248,198
Balance as at June 30, 2020 (Audited)	15,000,000	120,530,805	135,530,805
Balance as at July 01, 2020	15,000,000	120,530,805	135,530,805
Profit for the period ended September 30, 2020		43,279,194	43,279,194
Balance as at September 30, 2020 (Un-audited)	15,000,000	163,809,998	178,809,998

The annexed notes, from 1 to 18, form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

POWER HOLDING LIMITED
STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

	September 30, 2020 Un-audited	September 30, 2019 Un-audited
Note	-----Pak Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax for the period	61,827,420	46,595,841
Adjustments for non-cash and other items:		
- Grant from power sector, GOP through CPPA-G against M-Up	(23,951,900,189)	(28,353,128,352)
- Grant from power sector, GOP through CPPA-G against LDs	(2,015,068,006)	(5,694,861,457)
- Grant from power sector, GOP through CPPA-G against Fees	(96,300,000)	(123,018,183)
- Other income	(66,325,281)	(50,161,512)
- Other charges	96,300,000	123,018,183
- Depreciation on property and equipment	56,018	3,361,526
- Finance cost	23,951,900,190	28,353,128,352
- Liquidated damages	2,015,068,006	5,694,861,457
	(66,269,263)	(46,799,986)
	(4,441,843)	(204,145)
Loss for the year before working capital changes		
Changes in working capital:		
- Other payables	(124,874)	(103,257)
Net changes in working capital	(124,874)	(103,257)
Received from CPPA against markup	30,998,706,116	26,058,525,309
Received from CPPA-G against arrangement / trustee fee	96,300,000	123,018,183
	31,095,006,116	26,181,543,492
Finance cost paid	(27,532,878,990)	(26,058,525,309)
Trustee, arrangement and legal fee paid	(96,300,000)	(123,018,183)
Interest on bank deposit	66,325,281	50,161,512
Income tax deducted / paid	(18,503,263)	(7,524,227)
	(27,581,356,972)	(26,138,906,207)
Net cash generated from operating activities	3,509,082,427	42,329,883
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	-	-
Long term deposits adjusted / paid	-	-
Net cash used in investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from Finance Division for onward payment to Banks	-	623,916,667
Fresh financing during the period	30,950,000,000	-
Repayments to banks out of loan proceeds	(30,950,000,000)	-
Adjustment of bridge Borrowing	(2,876,708,127)	(425,800,984)
Repayments to the banks during the year against principal portion	(1,247,833,333)	(623,916,667)
Net cash used from financing activities	(4,124,541,460)	(425,800,984)
Net (decrease) / increase in cash and cash equivalents	(615,459,030)	(383,471,101)
Cash and cash equivalents at beginning of the year	842,615,780	1,160,380,191
Cash and cash equivalents at end of the year	227,156,750	776,909,093
	0	

The annexed notes, from 1 to 18, form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

1 LEGAL STATUS AND OPERATIONS

Power Holding Limited ("the Company") was incorporated in Pakistan on June 24, 2009, as a private limited company under the Companies Ordinance, 1984 (now Companies Act, 2017). The company is established under the administrative control of Ministry of Energy (Power Division) and is wholly owned by the Government of Pakistan. The registered office of the company is situated at Room # 602, Shaheed-e-Millat Secretariat, Jinnah Avenue, Blue Area, Islamabad. The status of the company was converted from private limited to public limited with effect from April 01, 2019.

The company was incorporated as a result of decision by Ministry of Finance in the meeting held on May 21, 2009 under the Chairmanship of the then Advisor to the Prime Minister on Finance to remove the bank borrowings of the power sector companies (National Transmission and Despatch Company Limited (NTDC), Water and Power Development Authority (WAPDA) and Power Distribution Companies (DISCOs)) alongwith mark-up as a consequence of unpaid subsidies by the Government of Pakistan. The, then Prime Minister of Pakistan also granted approval for the establishment of the company solely for the purpose of facilitation and not to earn profits or undertake any other business. Thus, the company, although public limited, functions as a not for profit entity.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards, as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of :

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the 'Act'); and
- Provisions of and directives issued under the Act.

Where provisions of and directives issued under the Act differ from IFRS, the provisions of and directives issued under the Act have been followed.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention.

2.3 Functional and presentational currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates. The financial statements are presented in Pak Rupees, which is the Company's functional and presentational currency.

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

2.4 Significant accounting estimates

The preparation of financial statements in conformity with approved Accounting and Financial Reporting Standard requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, results of which form the basis of making judgment about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which estimates are revised, if the revision affects only that period, or in the period of revision and future periods, if revision affects current period and future periods.

Significant areas requiring the use of management estimates in the financial statements relate to property & equipment and provision for taxation.

a) Property and equipment

The company reviews useful lives and residual value of property and equipment on regular basis. Any change in estimates in future years might effect the carrying amounts of the respective items of property and equipment with a corresponding effect on the depreciation charge and impairment.

b) Impairment of assets

The carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. Any change in estimates in future years might effect the carrying amounts of the respective assets with a corresponding effect on depreciation/ amortization charge and impairment

c) Provisions

Provisions are recognized when the Company has a present, legal or constructive obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. However, provisions are reviewed at each year end date and adjusted to reflect the current best estimates.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently in the preparation of these financial statements:

3.1 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of cash flow statement, cash and cash equivalents comprise cash in hand, balances with bank that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in values.

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

3.2 Property and equipment

Property and equipment are stated at cost less accumulated depreciation and accumulated impairment loss, if any. Cost signifies historical cost, directly attributable cost of bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the management.

Depreciation

Depreciation is charged to statement of profit or loss applying the reducing balance method at the rates specified in note 5 to these financial statements, so as to write off the cost less residual value of assets over their estimated useful lives. Full month's depreciation is charged in the month of purchase and no depreciation is charged in the month of disposal.

Subsequent costs are included in the asset's carrying amount when it is probable that future economic benefits associated with the item will flow to the Company and the cost of item can be measured reliably. Carrying amount of the replaced asset is derecognized. All other repair and maintenance, if any, is charged to statement of profit or loss during the period. The gain or loss on disposal or retirement of assets represented by the difference between the sale proceeds and the carrying amount of the asset is recognized in statement of profit or loss.

Assets are derecognized when disposed off or when no future economic benefits are expected to flow from its use. Gains or losses on disposal of an item of Property and equipment are determined by comparing the proceeds from disposal with the carrying amount of Property and equipment, and are recognized net within "other income" in statement of profit or loss.

3.3 Impairment

The Company assesses at each statement of financial position date whether there is any indication that assets may be impaired. If such indication exists, the carrying amounts of such assets are reviewed to assess whether they are recorded in excess of their recoverable amounts. Where carrying values exceed the respective recoverable amount, assets are written down to their recoverable amounts and the resulting impairment loss is recognized in statement of profit or loss. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Where impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the extent of the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognized for the asset in prior years. Reversal of impairment loss is charged to income.

The gain or loss on disposal or retirement of an asset represented by the difference between the sale proceeds and the carrying amount of the asset is recognized as an income or expense.

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

3.4 Taxation

Current

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax payable or receivable is the best estimate of the tax amount expected to be paid or received that reflects uncertainty related to income taxes, if any. It is measured using tax rates enacted or substantially enacted at the reporting date.

Deferred

Deferred income tax is provided using the liability method for all temporary differences arising at the statement of financial position date between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences and deferred income tax assets are recognized for all deductible temporary differences and carry forward of unused tax losses, if any, to the extent that it is probable that taxable profit will be available against which such deductible temporary differences and tax losses can be utilized. Deferred tax assets and liabilities are measured at the tax rate that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates that have been enacted or substantively enacted at the statement of financial position date.

3.5 Staff retirement benefits

The Company does not operates any staff retirement scheme for its employees. All the employees of the company are contractual and/or hired on contingrnt basis. No provision for gratuity has been made by the company as at year end and therefore IAS 19 is not applicable.

3.6 Financial instruments

(i) Recognition and initial measurement

All financial assets and liabilities are recognized in the statement of financial position when the Company becomes a party to the contractual provisions of an instrument.

A financial asset (unless it is a trade debt without significant financing component) or financial liability is initially measured at fair value, plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.

(ii) Classification and subsequent measurement

(a) Financial assets

On initial recognition, a financial asset is classified and measured at amortized cost, FVTOCI or FVTPL.

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in business model.

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest of the principal amount outstanding.

Financial assets at amortized cost are subsequently measured using the effective interest method. The amortized cost is reduced by impairment losses. Foreign exchange gains and losses and impairment are recognized in profit or loss.

(b) Financial assets

The Company classified its financial assets into one or more of the following categories:

- FVTPL
- Loans and receivables

Loans and receivables and held to maturity financial assets were subsequently measured at amortized cost using effective interest method.

Financial liabilities-Classification and subsequent measurement

Financial liabilities are measured at amortized cost or FVTPL. A Financial liability is classified as FVTPL if it is classified as held-for-trading, it is derivative or it is designated as such on initial recognition. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in profit or loss.

(iii) Derecognition

(a) Financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

(b) Financial liabilities

The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled, or expired. The Company also derecognizes a financial liability when its terms are modified and the cash flows of modified liability are substantially different, in which case a new financial liability is recognized at the fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid is recognized in profit or loss.

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

(iv) Off-setting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position, if the Company has a legally enforceable right to offset the recognized amounts and intends either to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

3.7 Receivables

Receivable from the Finance Division, GOP / power sector, GOP through CPPA-G is recognized on the basis of finance facilities availed by the Company for the purposes of funding of the repayment liabilities of the DISCOs. Other receivables are carried at original invoice amount less impairment, if any.

3.8 Other payables

Liabilities for amounts payable are measured at cost which is the fair value of the consideration to be paid in the future for goods and services received whether billed to the company or not.

3.9 Grant from power sector, GOP through CPPA-G/ Finance Division, GOP

Grant/receipts from the power sector, GOP through CPPA-G and Finance Division, GOP is recognized when the related markup on term finance facilities is recognized. The grant is charged to statement of profit or loss as and when due, whether received or not.

3.10 Other income

Profit on bank deposits is recognized on time proportion basis taking into account principal outstanding and rates of profit applicable thereon.

3.11 Transactions with related parties

Transactions with related parties are carried out on commercial terms and conditions.

3.12 Provisions

Provisions are recognized when the Company has a present, legal or constructive obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. However, provisions are reviewed at each year end date and adjusted to reflect the current best estimates.

3.13 Borrowing costs

All borrowing costs are charged to profit or loss in the period in which they are incurred.

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

4 PROPERTY AND EQUIPMENT

	COST					ACCUMULATED DEPRECIATION				WRITTEN DOWN VALUE
	As at 1st July	Additions	(Disposals)	As at 31st March	Rate	As at 1st July	Charge for the year	(Disposals)	As at 31st March	As at 31st March
	-----Pak Rupees-----				%	-----Pak Rupees-----				Pak Rupees
Vehicles	3,008,140	-	-	3,008,140	20%	2,688,286	24,198	-	2,712,484	295,656
Office equipments	221,784	-	-	221,784	30%	112,380	9,784	-	122,164	99,620
Computer and equipments	671,514	-	-	671,514	30%	504,842	22,036	-	526,878	144,636
	3,901,438	-	-	3,901,438		3,305,508	56,018	-	3,361,526	539,912

SEPTEMBER 30, 2020

	As at 1st July	Additions	(Disposals)	As at 30 June	Rate	As at 1st July	Charge for the year	(Disposals)	As at 30 June	As at 30 June
	-----Pak Rupees-----				%	-----Pak Rupees-----				Pak Rupees
Vehicles	3,008,140	-	-	3,008,140	20%	2,608,322	79,964	-	2,688,286	319,854
Office equipments	111,644	110,140	-	221,784	30%	89,094	23,285	-	112,379	109,405
Computer and equipments	571,714	99,800	-	671,514	30%	444,106	60,737	-	504,843	166,671
	3,691,498	209,940	-	3,901,438		3,141,522	163,986	-	3,305,508	595,930

"June 30, 2020

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

	Note	September 30, 2020 Un-audited	June 30, 2020 Audited
-----Pak Rupees-----			
5	FINANCE FACILITIES PRINCIPAL PORTION RECEIVABLE - NON CURRENT		
From Power Sector, GOP through CPPA		199,966,800,000	199,966,800,000
From Finance Division, GOP		621,716,036,593	632,558,203,260
		821,682,836,593	832,525,003,260

6	CURRENT PORTION OF RECEIVABLE		
Current portion of Principal receivable - from Finance Division		186,566,749,997	175,724,583,334
Mark-up receivable		81,592,050,223	88,638,856,149
Liquidated Damages receivable		33,056,914,809	66,043,490,638
Receivable from Finance Division against fee settlements by CPPA		591,209,894	4,619,000
		301,806,924,922	330,411,549,121

7	LONG TERM FINANCING				
		Opening balance as at 01-07-2020	Transferred to current portion	Fresh Facility obtained during the year	Closing balance as at 30-09-2020
-----Pak Rupees-----					
Conventional facilities	7.1	364,174,736,594	32,660,900,000	30,950,000,000	362,463,836,594
Islamic facilities	7.2	468,350,266,667	9,131,266,667	-	459,219,000,001
		832,525,003,261	41,792,166,667	30,950,000,000	821,682,836,595

7.1 Conventional facilities

From banking companies- secured:

Rs. 136.4542 bln (dd: 30-09-19)	136,454,200,000	-	-	136,454,200,000
Rs. 80.00 bln (dd:30-03-2018)	46,666,666,666	6,666,666,667	-	40,000,000,001
Rs. 50.00 bln (1st tranche) / (45.55-C) (dd: 04-05-18)	30,366,666,666	3,795,833,333	-	26,570,833,332
Rs. 50.00 bln (2nd tranche) / (44.8748-C) (dd: 30-05-18)	29,916,533,333	3,739,566,667	-	26,176,966,667
Rs. 41.457 bln (dd: 30-09-19)	41,457,336,595	-	-	41,457,336,595
Rs. 41.00 bln / (24.00-C) (dd:21-05-20)	24,000,000,000	-	-	24,000,000,000
Rs. 35.806 bln (dd: 20-11-18)	29,838,333,333	2,983,833,333	-	26,854,500,000
Rs. 30.00 bln / (10.00-C) (dd: 20 -12-19)	10,000,000,000	-	-	10,000,000,000
	348,699,736,594	17,185,900,000	-	331,513,836,595
Rs. 30.95 bln (dd: 09-11-17)	15,475,000,000	15,475,000,000	-	0
Rs. 30.95 bln (dd 30-09-20)	-	-	30,950,000,000	30,950,000,000
	364,174,736,594	32,660,900,000	30,950,000,000	362,463,836,594

7.2 Islamic facilities from banking companies - secured

Rs. 200.00 bln PES-I (dd: 01-03-19)	200,000,000,000	-	-	200,000,000,000
Rs. 199.9668 bln PES-II (dd: 21-05-20)	199,966,800,000	-	-	199,966,800,000
Rs. 50.00 bln (1st tranche) / (4.45-I) (dd: 04-05-18)	2,966,666,667	370,833,333	-	2,595,833,333
Rs. 50.00 bln (2nd tranche) / (5.1252-I) (dd: 30-05-18)	3,416,800,000	427,100,000	-	2,989,700,000
Rs. 41.00 bln / (17.00-I) (dd: 21-05-20)	17,000,000,000	-	-	17,000,000,000
Rs. 30.00 bln / (20.00-I) (dd: 20 -12-19)	20,000,000,000	-	-	20,000,000,000
Rs. 25.00 bln (I) (dd: 15-03-19)	25,000,000,000	8,333,333,333	-	16,666,666,667
	468,350,266,667	9,131,266,667	-	459,219,000,001

8 CURRENT PORTION OF LONG TERM FINANCING

		Opening balance as at 01-07-2020	Transferred to current portion	Fresh Facility obtained during the year	Closing balance as at 30-09-2020
-----Pak Rupees-----					
Conventional facilities	8.1	168,165,433,333	32,660,900,000	32,197,833,333	168,628,499,998
Islamic Facilities	8.2	3,191,733,332	9,131,266,667	-	12,323,000,000
		171,357,166,665	41,792,166,667	32,197,833,333	180,951,499,998

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

	Opening balance as at 01-07-2020	Transferred to current portion	Fresh Facility obtained during the year	Closing balance as at 30-09-2020
Note -----Pak Rupees-----				
8.1 Conventional facilities				
Rs. 136.4542 bln (dd: 30-09-19)	-	-	-	-
Rs. 80.00 bln (dd:30-03-2018)	33,333,333,334	6,666,666,665	-	39,999,999,998
Rs. 50.00 bln (1st tranche) / (45.55-C) (dd: 04-05-18)	15,183,333,333	3,795,833,335	-	18,979,166,669
Rs. 50.00 bln (2nd tranche) / (44.8748-C) (dd: 30-05-18)	14,958,266,667	3,739,566,668	-	18,697,833,334
Rs. 41.457 bln (dd: 30-09-19)	-	-	-	-
Rs. 35.806 bln (dd: 20-11-18)	5,967,666,667	2,983,833,332	-	8,951,499,999
Rs. 30.00 bln / (10.00-C) (dd: 20 -12-19)	-	-	-	-
Rs. 7.487 bln (dd: 02-07-15)	1,247,833,333	-	1,247,833,333	(1)
Rs. 30.95 bln (dd: 09-11-17)	15,475,000,000	15,475,000,000	30,950,000,000	(0)
	86,165,433,333	32,660,900,000	32,197,833,333	86,628,499,998
From non-banking companies - secured				
Rs 82.00 bln (dd: 10-09-12)	82,000,000,000	-	-	82,000,000,000
	168,165,433,333	32,660,900,000	32,197,833,333	168,628,499,998
8.2 Islamic Facilities				
Rs. 50.00 bln (1st tranche) / (4.45-I) (dd: 04-05-18)	1,483,333,333	370,833,333	-	1,854,166,667
Rs. 50.00 bln (2nd tranche) / (5.1252-I) (dd: 30-05-18)	1,708,400,000	427,100,000	-	2,135,500,000
Rs. 30.00 bln / (20.00-I) (dd: 20 -12-19)	-	-	-	-
Rs. 25.00 bln (I) (dd: 15-03-19)	-	8,333,333,333	-	8,333,333,333
	3,191,733,332	9,131,266,667	-	12,323,000,000
			September 30, 2020	June 30, 2020
			Un-audited	Audited
Note -----Pak Rupees-----				
9 MARKUP ACCRUED				
Markup / interest accrued on conventional facilities	9.1	54,612,885,593		54,179,539,733
Profit accrued on Islamic facilities	9.2	10,040,237,437		14,054,562,102
		64,653,123,029		68,234,101,835
9.1 Markup / interest accrued on conventional facilities				
Rs. 136.4542 bln (dd: 30-09-19)		3,211,982,330		4,541,943,470
Rs 82.00 bln (dd: 10-09-12)		45,529,615,342		42,985,818,083
Rs. 80.00 bln (dd:30-03-2018)		1,622,509,590		2,429,106,849
Rs. 50.00 bln (1st tranche) / (45.55-C) (dd: 04-05-18)		563,846,603		642,017,891
Rs. 50.00 bln (2nd tranche) / (44.8748-C) (dd: 30-05-18)		311,197,518		348,179,270
Rs. 41.457 bln (dd: 30-09-19)		966,478,419		1,384,470,595
Rs. 41.00 bln / (24.00-C) (dd:21-05-20)		751,213,149		231,576,986
Rs. 35.806 bln (dd: 20-11-18)		335,379,596		378,229,078
Rs. 30.95 bln (dd: 09-11-17)		1,064,747,836		391,886,356
Rs. 30.95 bln (dd 30-09-20)		6,741,163		-
Rs. 30.00 bln / (10.00-C) (dd: 20 -12-19)		236,194,521		734,663,014
Rs. 7.487 bln (dd: 02-07-15)		12,979,526		111,648,139
		54,612,885,593		54,179,539,733
Rs. 200.00 bln PES-I (dd: 01-03-19)		1,323,287,671		9,526,027,397
Rs. 199.9668 bln PES-II (dd: 21-05-20)		5,843,742,108		1,801,454,333
Rs. 50.00 bln (1st tranche) / (4.45-I) (dd: 04-05-18)		55,084,904		62,721,834
Rs. 50.00 bln (2nd tranche) / (44.8748-C) (dd: 30-05-18)		35,542,208		39,765,935
Rs. 41.00 bln / (17.00-I) (dd: 21-05-20)		532,109,315		164,033,699
Rs. 30.00 bln / (20.00-I) (dd: 20 -12-19)		472,389,040		1,469,326,027
Rs. 25.00 bln (I) (dd: 15-03-19)		1,778,082,192		991,232,877
		10,040,237,437		14,054,562,102
10 OTHER PAYABLES				
Liquidated damages on Interest - 82.00 bn	15.1	33,056,914,809		24,728,970,090
Liquidated damages on Principal Amount - 82.00 bn	15.1	-		41,314,520,548
Accrued liabilities		173,643		298,517
Payable to CPPA-G against Pakistan Energy Sukuk - I CDC Security		100,000		100,000
Payable to CPPA-G against excess mark-up receipts		3,986,866		3,986,866
		33,061,175,318		66,047,876,021
10.1	This represents additional amount payable at the rate of 20% per annum on the amounts not paid after 15 days from the due date in respect of the financing facility availed by the company from OGDCL amounting to Rs. 82.00 bn.			

POWER HOLDING LIMITED
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FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

11 CONTINGENCIES AND COMMITMENTS

There are no other contingencies and commitments at the date of statement of financial position except guarantees from Government of Pakistan furnished to the financial institutions from whom financing facilities have been raised as explained in note 12.

12 GRANT - FROM POWER SECTOR, GOP THROUGH CPPA-G

This represents grant from Power sector, Government of Pakistan through Central Power Purchasing Agency Guarantee Limited (CPPA-G) for repayment of markup/profit, trustee fee, arrangement fee, legal charges, liquidated damages and other incidental charges in respect of power sector's obligation component of financing facilities availed by the company from banking companies/Oil and Gas Development Company (OGDCL)/Sukuk Investors.

		September 30, 2020 Un-audited	September 30, 2019 Un-audited
	Note	-----Pak Rupees-----	
Grant against markup / profit on financing facilities		23,951,900,189	28,353,128,352
Grant against trustee fee, arrangement fee and legal		96,300,000	123,018,183
Grant against liquidated damages on Interest - Rs. 82.00 bn facility		2,015,068,006	1,704,382,005
Grant against liquidated damages on Principal Amount - Rs. 82.00 bn facility		-	3,990,479,452
		26,063,268,196	34,171,007,992
13 FINANCE COST			
Markup on conventional financing facilities	13.1	11,966,407,982	18,385,846,708
Profit on Islamic financing facilities	13.2	11,985,492,207	9,967,281,644
		23,951,900,190	28,353,128,352
Liquidated damages on Rs. 82.00 bln delayed interest payments		2,015,068,006	1,704,382,005
Liquidated damages on Rs. 82.00 bln delayed principal repayment		-	3,990,479,452
		25,966,968,196	34,047,989,809
13.1 Markup on conventional facilities:			
Rs. 136.4542 bln (dd: 29-12-16)		-	1,188,964,699
Rs. 136.4542 bln (dd: 30-09-19)		2,840,901,675	3,649,841,426
Rs 82.00 bln (dd: 10-09-12)		2,543,797,260	2,866,068,493
Rs. 80.00 bln (dd:30-03-2018)		1,605,063,014	2,724,460,274
Rs. 50.00 bln (1st tranche) / (45.55-C) (dd: 04-05-18)		940,201,916	1,506,226,185
Rs. 50.00 bln (2nd tranche) / (44.8748-C) (dd: 30-05-18)		964,033,649	1,547,854,797
Rs. 41.457 bln (dd: 30-09-19)		863,119,033	1,110,025,866
Rs. 41.00 bln / (24.00-C) (dd: 22-06-17)		-	744,803,836
Rs. 41.00 bln / (24.00-C) (dd:21-05-20)		519,636,164	57,894,247
Rs. 40.00 bln (dd: 30-01-15)		-	174,571,233
Rs. 35.806 bln (dd: 20-11-18)		785,652,310	1,236,749,050
Rs. 30.95 bln (dd: 09-11-17)		672,861,480	975,599,116
Rs. 30.95 bln (dd 30-09-20)		6,741,163	-
Rs. 30.00 bln / (10.00-C) (dd: 08-03-17)		-	158,526,027
Rs. 30.00 bln / (10.00-C) (dd: 20 -12-19)		210,969,862	183,665,753
Rs. 25.00 bln (dd: 31-12-14)		-	90,701,341
Rs. 15.00 bln (dd:08-11-12)		-	57,311,301
Rs. 7.487 bln (dd: 02-07-15)		13,430,456	82,298,210
Rs. 6.069 bln BFF (dd 13-03-12) TF (15-07-13)		-	30,284,854
		11,966,407,982	18,385,846,708
13.2 Markup / interest on Islamic facilities:			
Rs. 200.00 bln PES-I (dd: 01-03-19)		6,164,383,562	7,079,917,809
Rs. 199.9668 bln PES-II (dd: 21-05-20)		4,042,287,773	450,363,583
Rs. 50.00 bln (1st tranche) / (4.45-I) (dd: 04-05-18)		91,852,879	147,150,527
Rs. 50.00 bln (2nd tranche) / (5.1252-I) (dd: 30-05-18)		110,103,338	176,782,190
Rs. 41.00 bln / (17.00-I) (dd: 22-06-17)		-	527,569,383
Rs. 41.00 bln / (17.00-I) (dd: 21-05-20)		368,075,616	41,008,425
Rs. 30.00 bln / (20.00-I) (dd: 08-03-17)		-	317,052,055
Rs. 30.00 bln / (20.00-I) (dd: 20 -12-19)		421,939,726	367,331,507
Rs. 25.00 bln (I) (dd: 15-03-19)		786,849,314	860,106,165
		11,985,492,207	9,967,281,644
14 OTHER EXPENSES			
Participation and advisory fee		93,510,000	118,499,433
Trustee fee		2,290,000	4,018,750
Legal Council fee		500,000	500,000
		96,300,000	123,018,183

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		September 30, 2020 Un-audited	September 30, 2019 Un-audited
	Note	-----Pak Rupees-----	
15 OPERATING COST			
Salaries		2,118,532	2,149,006
Legal and professional		249,600	763,394
Insurance		-	12,014
Vehicles' running and maintenance		225,784	225,148
Entertainment		29,998	11,946
Auditors' remuneration		40,754	40,754
Electricity		77,523	-
Communication		28,623	28,846
Printing and stationery		29,218	23,851
Repair and maintenance		13,960	7,517
Fee and subscription		1,319,167	5,115
Director's fee		-	183,750
Advertisement		301,684	39,101
Depreciation		56,018	40,997
Bank charges and commission		2,152	28,416
Miscellaneous		4,850	5,819
		<u>4,497,861</u>	<u>3,565,671</u>
16 PROVISION FOR TAXATION			
Current Year			
Current		18,548,226	7,270,447
Deferred		-	-
		<u>18,548,226</u>	<u>7,270,447</u>
Prior Years		-	-
		<u>18,548,226</u>	<u>7,270,447</u>
17 EARNING PER SHARE (BASIC AND DILUTED)			
Profit for the year (Rupees)		43,279,194	39,325,395
Shares outstanding during the year (Number)		1,500,000	1,500,000
Earnings per share (Rupees)		<u>28.85</u>	<u>26.22</u>

No figures for diluted earnings per share has been presented as the company has not issued any instruments carrying options which would have an impact on earnings per share when exercised.

18 FIGURES

Figures have been rounded off to the nearest rupee unless otherwise stated.

CHIEF EXECUTIVE

DIRECTOR