

NISHAT POWER LIMITED



NPL/PSX/ 285

March 07, 2025

The General Manager
Pakistan Stock Exchange Ltd
Stock Exchange Building
Stock Exchange Road, Karachi.

PUCARS / TCS

Sub: Corrigendum to the Director's Report for the Half Year ended December 31, 2024

Dear Sir,

Please refer to our letter No. NPL-PSX/13 dated February 28, 2025, through which we have submitted Half Yearly Report for the half year ended December 31, 2024.

We in this respect would like to inform you that there is a typo error in in paragraph 5 of Directors' Report at page No. 5 of Half Yearly Report for the half year ended December 31, 2024 wherein the date mentioned in the text "*the outstanding dues as at 31 October 2024, are to be received by 14 April 2024*" **instead of 14 April 2025**, therefore all concerned are requested to read the date as **14 April 2025** in paragraph 5 of Directors' Report at page No. 5 of Half Yearly Report for the half year ended December 31, 2024.

Updated Director's Report is attached for circulation.

You are requested to please circulate for information of all the concerned.

Thanking you,


Khalid Mahmood Chohan
Company Secretary

Copy to: -

The Director / HOD,
Surveillance, Supervision and Enforcement Department,
Securities & Exchange Commission of Pakistan,
NIC Building, 63 Jinnah Avenue, Blue Area,
ISLAMABAD.

Fax No. (051) 9100440/TCS

DIRECTORS' REPORT

The Board of Directors of Nishat Power Limited (The Company) is pleased to present their report together with the Condensed Interim Financial Information for the half year ended December 31, 2024.

PRINCIPAL ACTIVITY:

The principal activity of the Company is to build, own, operate and maintain a fuel fired power plant based on Reciprocating Engine Technology having gross capacity of 200MW in Jamber Kalan, Tehsil Pattoki, District Kasur, Punjab, Pakistan.

FINANCIAL RESULTS:

On 4th December, 2024, the Board of Directors of the Company approved the execution of the Amendment Agreement with the Government of Pakistan ('GoP') and the Power Purchaser to implement the amendments in the existing tariff, after several rounds of discussions with the Task Force constituted by the Prime Minister of Pakistan (alongwith other IPPs). These amendments resulted in conversion of existing tariff to 'Hybrid Take and Pay' model, with effect from 1st November, 2024, as proposed by the Task Force. Subsequent to the reporting period, the Amendment Agreement has been formally executed. Please refer to Note 1.3 of the annexed condensed interim financial statements for further details.

During the period the Company had turnover of Rs 3,519 million (December 2023: Rs 12,221 million) against operating cost of Rs 1,851 million (December 2023: Rs 10,008 million) resulting in a gross profit of Rs 1,669 million (December 2023: Rs 2,213 million). Although the company earned an operating profit of Rs.2,189 million during the current period (December 2023: Rs. 2,379 million), however, due to adjustment in prior year earnings as per Amendment Agreement signed with Power Purchaser and GOP, there is a net loss after tax of Rs. 2,762 million resulting in loss per share of Rs 7.80 compared to previous period's profit after tax of Rs 2,316 million and earnings per share of Rs 6.54.

Pursuant to the Amendment Agreement, the Power Purchaser has agreed to pay overdue receivables within 90 days of Federal Cabinet's approval and the outstanding dues as at 31st October 2024, are to be received by 14 April 2025, which shall be full and final settlement of past payables and claims of the company.

Total billed receivables from Power Purchaser on December 31, 2024 stand at Rs 9,216 million (June 30, 2024: Rs. 14,425 million), out of which overdue receivables are Rs.8,853 million (June 30, 2024: Rs 9,984 million).

OPERATIONAL RESULTS:

During the period, the plant operated at an optimal efficiency with 3.51% (December 2023: 29.511%) average capacity factor and dispatched 30 GWh (December 2023: 255 GWh) of electricity to the Power Purchaser.

COMPOSITION OF BOARD:

Total number of Directors:	
(a) Male	6
(b) Female:	1
Composition:	
(i) Independent Directors	2
(ii) Other Non-executive Directors	3
(iii) Executive Directors	2

COMMITTEES OF THE BOARD:**Audit Committee of the Board:**

Sr. #	Name of Directors
1	Mr. Humayun Maqbool (Independent Director) -Chairman
2	Ms. Maleeha Humayun Bangash (Independent Director)
3	Mr. Muhammad Aqib Zulfiqar (Non-Executive Director)

Human Resource and Remuneration Committee:

Sr.#	Name of Directors
1	Ms. Maleeha Humayun Bangash (Independent Director)- Chairperson
2	Mian Hassan Mansha (Non-Executive Director)
3	Mr. Ghazanfar Hussain Mirza (Executive Director)

DIRECTORS' REMUNERATION:

The company does not pay remuneration to its non-executive directors including independent directors except for meeting fee. Aggregate amount of remuneration paid to executive and non-executive directors have been disclosed in note 12 of the annexed condensed interim financial statements.

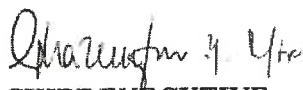
DIVIDEND:

The Board of Directors have approved an interim cash dividend of 20% i.e. Rupees 2.0 per share amounting to Rs 708.177 million for the period ended 31 December 2024.

ACKNOWLEDGEMENT:

The Board of Directors appreciates all its stakeholders for their trust and continued support to the Company. The Board also recognizes the contribution made by all the employees who served the Company with enthusiasm, and hope that the same spirit of devotion shall remain intact in the future ahead to the Company.

For and on behalf of Board of Directors


CHIEF EXECUTIVE
Lahore: February 27, 2025


DIRECTOR