

POWER HOLDING LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	Note	-----Pak Rupees-----	
NON - CURRENT ASSETS			
Property and equipment	4	4,097,099	4,831,556
Long term deposits		260,500	260,500
Deferred tax asset		201,472	201,472
Finance facilities - principal portion receivable	5	683,253,452,446	683,253,452,446
		683,258,011,517	683,258,745,974
CURRENT ASSETS			
Current portion of receivables	6	325,819,703,641	287,875,191,892
Prepayments - Insurance		156,625	87,877
Advance income tax		72,240,881	35,529,975
Cash and bank balances		552,806,445	380,864,214
		326,444,907,592	288,291,673,958
		1,009,702,919,109	971,550,419,932
SHARE CAPITAL AND RESERVES			
Authorized Capital		15,000,000	15,000,000
Issued, Subscribed and Paid up Capital		15,000,000	15,000,000
Accumulated profit		536,997,690	352,901,190
		551,997,690	367,901,190
NON - CURRENT LIABILITIES			
Long term financing	7	683,253,452,447	683,253,452,447
CURRENT LIABILITIES			
Current portion of long term financing	8	82,000,000,000	82,000,000,000
Markup accrued	9	122,631,178,101	108,215,082,878
Other payables	10	121,188,935,973	97,661,213,938
Provision for taxation		77,354,897	52,769,480
		325,897,468,971	287,929,066,296
		1,009,702,919,109	971,550,419,932
CONTINGENCIES AND COMMITMENTS	11	(0)	0

The annexed notes, from 1 to 17, form an integral part of these Interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

POWER HOLDING LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

		March 31, 2024 Un-audited	March 31, 2023 Un-audited
	Note	-----Pak Rupees-----	
Grant - from power sector, GOP through CPPA-G	12	154,400,257,998	114,505,114,323
Less: Utilized for			
- Finance cost	13	154,400,257,998	114,495,954,323
- Other expenses	14	-	9,160,000
		154,400,257,998	114,505,114,323
		(0)	-
Other income		281,144,548	191,402,076
Operating cost	15	14,403,523	15,340,059
Profit for the year - before taxation		266,741,024	176,062,017
Provision for taxation	16	(82,644,524)	(51,057,985)
Net profit for the period- after taxation		184,096,500	125,004,031
Earning Per Share	17	122.73	83.34

The annexed notes, from 1 to 17, form an integral part of these Interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

POWER HOLDING LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024	March 31, 2023
	Un-audited	Un-audited
	----- Pak Rupees -----	
Profit for the nine months period	184,096,500	125,004,031
Other comprehensive income for the three months period	-	-
Total comprehensive income for the nine months period	184,096,500	125,004,031

The annexed notes, from 1 to 17, form an integral part of these Interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

POWER HOLDING LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Share capital	Accumulated profit	Total
	-----Pak Rupees-----		
Balance as at July 01, 2022	15,000,000	223,868,238	238,868,238
Profit for the year ended June 30, 2023	-	129,032,952	129,032,952
Other comprehensive income for the year ended June 30, 2023			-
Total comprehensive income for the year ended June 30, 2023	-	129,032,952	129,032,952
Balance at June 30, 2023 (Audited)	15,000,000	352,901,190	367,901,190
Balance as at July 01, 2023	15,000,000	352,901,190	367,901,190
Profit for the nine months period ended March 31, 2024	-	184,096,500	184,096,500
Other comprehensive income for the three months period ended March 31, 2024		-	-
Total comprehensive income for the nine months period ended March 31, 2024	-	184,096,500	184,096,500
Balance as at March 31, 2024 (Un-audited)	15,000,000	536,997,690	551,997,690

The annexed notes, from 1 to 17, form an integral part of these Interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

POWER HOLDING LIMITED
STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024 Un-audited	March 31, 2023 Un-audited
Note	-----Pak Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax for the three months period	266,741,024	176,062,017
Adjustments for non-cash and other items:		
- Grant from power sector, GOP through CPPA-G against M-Up	(130,871,841,475)	(94,829,892,442)
- Grant from power sector, GOP through CPPA-G against LDs	(23,528,416,523)	(19,666,061,881)
- Grant from power sector, GOP through CPPA-G against Fees	-	(9,160,000)
- Other income	(281,144,548)	(191,402,076)
- Other charges	-	9,160,000
- Depreciation on property and equipment	734,457	923,281
- Finance cost	130,871,841,474	94,829,892,440
- Liquidated damages	23,528,416,523	19,666,061,881
	<u>(280,410,091)</u>	<u>(190,478,798)</u>
Loss for the three months period before working capital changes	(13,669,067)	(14,416,781)
Changes in working capital:		
- Short term prepayments	(68,748)	(9)
- Other payables	(694,488)	28,531,906
Net changes in working capital	(763,237)	28,531,897
Received from CPPA against markup	116,455,746,248	78,961,527,711
Received from FD against markup	-	(0)
Received from CPPA-G against arrangement / trustee fee	-	9,160,000
	<u>116,455,746,248</u>	<u>78,970,687,711</u>
Finance cost paid	(116,455,746,252)	(78,961,527,714)
Trustee, arrangement and legal fee paid	-	(9,160,000)
Interest on bank deposit	281,144,548	191,402,076
Income tax deducted / paid	(94,770,013)	(34,738,986)
	<u>(116,269,371,717)</u>	<u>(78,814,024,624)</u>
Net cash generated from operating activities	171,942,227	170,778,204
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	-	-
Net cash used in investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from Finance Division against principal settlement	0	35,000,000,000
Fresh facilities from banks	-	283,286,652,447
Principal repayments to the syndicate/ banks from fresh facility disbursement proceeds	-	(283,286,652,447)
Principal repayments to the syndicate/ banks from Finance Division releases	-	(35,000,000,000)
Net cash used from financing activities	0	(0)
Net (decrease) / increase in cash and cash equivalents	171,942,230	170,778,203
Cash and cash equivalents at beginning of the year	380,864,214	238,649,671
Cash and cash equivalents at end of the year	552,806,445	409,427,872

The annexed notes, from 1 to 17, form an integral part of these Interim financial statements.

CHIEF EXECUTIVE

DIRECTOR

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

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 NINE MONTHS PERIOD ENDED MARCH 31, 2024

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 NINE MONTHS PERIOD ENDED MARCH 31, 2024

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 NINE MONTHS PERIOD ENDED MARCH 31, 2024

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 operate any staff retirement scheme for its employees. All the employees of the company are contractual and/or hired on contingent 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 NINE MONTHS PERIOD ENDED MARCH 31, 2024

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 NINE MONTHS PERIOD ENDED MARCH 31, 2024

(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 NINE MONTHS PERIOD ENDED MARCH 31, 2024

4 PROPERTY AND EQUIPMENT

	COST				Rate	ACCUMULATED DEPRECIATION				WRITTEN DOWN VALUE
	As at 1st July	Additions	(Disposals)	As at 31 March		As at 1st July	Charge for the three months period	(Disposals)	As at 31 March	As at 31 March
	-----Pak Rupees-----				%	-----Pak Rupees-----				Pak Rupees
March 31, 2024										
Vehicles	6,881,820	-	-	6,881,820	20%	2,179,895	705,289	-	2,885,184	3,996,636
Office equipments	221,784	-	-	221,784	30%	185,033	8,269	-	193,302	28,482
Computer and equipments	771,414	-	-	771,414	30%	678,534	20,899	-	699,433	71,981
	7,875,018	-	-	7,875,018		3,043,462	734,457	-	3,777,920	4,097,099
June 30, 2023										
Vehicles	6,881,820	-	-	6,881,820	20%	1,004,413	1,175,482	-	2,179,895	4,701,925
Office equipments	221,784	-	-	221,784	30%	169,282	15,751	-	185,033	36,751
Computer and equipments	771,414	-	-	771,414	30%	638,727	39,807	-	678,534	92,880
	7,875,018	-	-	7,875,018		1,812,422	1,231,041	-	3,043,462	4,831,556

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
		-----Pak Rupees-----	
	Note		
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	483,286,652,446	483,286,652,446
		<u>683,253,452,446</u>	<u>683,253,452,446</u>
6	CURRENT PORTION OF RECEIVABLE		
	Current portion of Principal receivable - from Finance Division	82,000,000,000	82,000,000,000
	Mark-up receivable from power sector	122,631,178,106	108,215,082,879
	Liquidated Damages receivable from power sector	121,188,525,536	97,660,109,013
		<u>325,819,703,641</u>	<u>287,875,191,892</u>
7	LONG TERM FINANCING		
	Conventional facilities	224,196,561,206	224,196,561,206
	Islamic facilities	459,056,891,241	459,056,891,241
		<u>683,253,452,447</u>	<u>683,253,452,447</u>
7.1	Conventional facilities		
	From banking companies- secured:		
	Rs. 115.969 bln (Rs 103.046 bln - C) (31-03-23)	103,046,042,092	103,046,042,092
	Rs. 110.283 bln (76.617 bn C) (dd 31-03-23)	76,616,666,667	76,616,666,667
	Rs. 44.534 bln (dd 31-03-23)	44,533,852,446	44,533,852,446
		<u>224,196,561,206</u>	<u>224,196,561,206</u>
7.1.1	This represents conventional portion of Rs. 115.969 bln syndicated term finance facility for five (05) years, inclusive of grace period of twenty four (24) months from the date of first disbursement, on markup basis at daily average of three months KIBOR plus 1.20% prevailing on issue date for first installment period and subsequently one day prior to each installment period for the markup due to the end of that quarter. However, in case installment payments are made on due dates or maximum within 30 days after due date, then PHL would be given rebate of 0.60%. The financing is repayable by March, 2028 and is secured by unconditional, irrevocable first demand and continuing guarantee of the Government of Pakistan.		
	The facility is raised for purposes of funding repayment of liabilities of the DISCOs towards Central Power Purchasing Agency (CPPA) and disbursement proceeds from the subject facility is utilized for settlement of outstanding principal portion of Rs. 136.454 bln term finance facility, Rs. 50.00 bln (1st tranche) term finance facility and Rs. 50.00 bln (2nd tranche) term finance facility.		
7.1.2	This represents conventional portion of Rs. 110.283 bln syndicated term finance facility for five (05) years, inclusive of grace period of twenty four (24) months from the date of first disbursement, on markup basis at daily average of three months KIBOR plus 1.20% prevailing on issue date for first installment period and subsequently one day prior to each installment period for the markup due to the end of that quarter. However, in case installment payments are made on due dates or maximum within 30 days after due date, then PHL would be given rebate of 0.60%. The financing is repayable by March, 2028 and is secured by unconditional, irrevocable first demand and continuing guarantee of the Government of Pakistan.		
	The facility is raised for purposes of funding repayment of liabilities of the DISCOs towards Central Power Purchasing Agency (CPPA) and disbursement proceeds from the subject facility is utilized for settlement of outstanding principal portion of Rs. 80.00 bln term finance facility, Rs. 41.00 bln term finance facility, Rs. 30.95 bln term finance facility and Rs. 30.00 bln term finance facility.		
7.1.3	This represents conventional syndicated term finance facility for five (05) years, inclusive of grace period of twenty four (24) months from the date of first disbursement, on markup basis at daily average of three months KIBOR plus 1.20% prevailing on issue date for first installment period and subsequently one day prior to each installment period for the markup due to the end of that quarter. However, in case installment payments are made on due dates or maximum within 30 days after due date, then PHL would be given rebate of 0.60%. The financing is repayable by March, 2028 and is secured by unconditional, irrevocable first demand and continuing guarantee of the Government of Pakistan.		
	The facility is raised for purposes of funding repayment of liabilities of the DISCOs towards Central Power Purchasing Agency (CPPA) and disbursement proceeds from the subject facility is utilized for settlement of outstanding principal portion of Rs. 41.457.00 bln term finance facility, Rs. 35.806 bln term finance facility.		

March 31, 2024

June 30, 2023

POWER HOLDING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	(Un-audited)	(Audited)
		-----Pak Rupees-----	
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. 115.969 bln (Rs 12.923 bln - I) (31-03-23)	12,923,424,575	12,923,424,575
	Rs. 110.283 bln (33.667 bn I) (dd 31-03-23)	33,666,666,666	33,666,666,666
	Rs. 12.50 bln (I) (dd 31-03-23)	12,500,000,000	12,500,000,000
		459,056,891,241	459,056,891,240

7.2.1 This represents privately placed sukuk issued as a redeemable capital instrument under section 66 of the companies Act, 2017 based on Ijarah (sale and lease back arrangement) against unencumbered assets comprising of land in usable form owned by IESCO, LESCO, GEPCO, MEPCO, PESCO, FESCO, NPGCL, and CPGCL. The sukuk was issued for ten (10) years, redeemable in bullet at the expiry of the tenor on profit/rental basis at six months KIBOR plus 2.00% prevailing on issue date for first installment period and subsequently one day prior to each installment period for the profit due to the end of that semi-annual. However, in case profit payments are made on due dates or maximum within 30 days after due date, then PHL would be given rebate of 1.20%. The financing is repayable by March 2029 and is secured by unconditional, irrevocable first demand and continuing guarantee of the Government of Pakistan, creation of security interest/charge over the underlying transaction assets in favor of the Investors and tri-partite escrow arrangement between the PHL, Meezan Bank Limited and Central Power Purchasing Agency (Guarantee) Limited ("CPPA").

The sukuk is issued for funding repayment of liabilities of the distribution companies (DISCOs) towards Central Power Purchasing Agency (CPPA) for onward payment to Power Generation Companies (GENCOs) and Independent Power Producers (IPPs).

7.2.2 This represents privately placed sukuk issued as a redeemable capital instrument under section 66 of the companies act, 2017 based on Ijarah (sale and lease back arrangement) against unencumbered assets comprising of land in usable form owned by IESCO, LESCO, QESCO, GEPCO, HESCO, MEPCO, PESCO, FESCO, SEPCO, and TESCO. The sukuk was issued for ten (10) years, redeemable in bullet at the expiry of the tenor on profit/rental basis at six months KIBOR minus 0.10% prevailing on issue date for first installment period and subsequently one day prior to each installment period for the profit due to the end of that semi-annual. The financing is repayable by May 2030 and is secured by unconditional, irrevocable first demand and continuing guarantee of the Government of Pakistan, creation of security interest/charge over the underlying transaction assets in favor of the Investors and tri-partite escrow arrangement between the PHL, Meezan Bank Limited and Central Power Purchasing Agency (Guarantee) Limited ("CPPA").

The sukuk is issued for funding repayment of liabilities of the distribution companies (DISCOs) towards Central Power Purchasing Agency (CPPA) for onward payment to Power Generation Companies (GENCOs) and Independent Power Producers (IPPs).

7.2.3 This represents islamic portion of Rs. 115.969 bln syndicated term finance facility for five (05) years, inclusive of grace period of twenty four (24) months from the date of first disbursement, on markup basis at daily average of three months KIBOR plus 1.20% prevailing on issue date for first installment period and subsequently one day prior to each installment period for the markup due to the end of that quarter. However, in case installment payments are made on due dates or maximum within 30 days after due date, then PHL would be given rebate of 0.60%. The financing is repayable by March, 2028 and is secured by unconditional, irrevocable first demand and continuing guarantee of the Government of Pakistan.

The facility is raised for purposes of funding repayment of liabilities of the DISCOs towards Central Power Purchasing Agency (CPPA) and disbursement proceeds from the subject facility is utilized for settlement of outstanding principal portion of Rs. 136.454 bln term finance facility, Rs. 50.00 bln (1st tranche) term finance facility and Rs. 50.00 bln (2nd tranche) term finance facility.

7.2.4 This represents islamic portion of Rs. 110.283 bln syndicated term finance facility for five (05) years, inclusive of grace period of twenty four (24) months from the date of first disbursement, on markup basis at daily average of three months KIBOR plus 1.20% prevailing on issue date for first installment period and subsequently one day prior to each installment period for the markup due to the end of that quarter. However, in case installment payments are made on due dates or maximum within 30 days after due date, then PHL would be given rebate of 0.60%. The financing is repayable by March, 2028 and is secured by unconditional, irrevocable first demand and continuing guarantee of the Government of Pakistan.

The facility is raised for purposes of funding repayment of liabilities of the DISCOs towards Central Power Purchasing Agency (CPPA) and disbursement proceeds from the subject facility is utilized for settlement of outstanding principal portion of Rs. 80.00 bln term finance facility, Rs. 41.00 bln term finance facility, Rs. 30.95 bln term finance facility and Rs. 30.00 bln term finance facility.

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7.2.5 This represents syndicated term finance facility for five (05) years, inclusive of grace period of twenty four (24) months from the date of first disbursement, on markup basis at daily average of three months KIBOR plus 1.20% prevailing on issue date for first installment period and subsequently one day prior to each installment period for the markup due to the end of that quarter. However, in case installment payments are made on due dates or maximum within 30 days after due date, then PHL would be given rebate of 0.60%. The financing is repayable by March, 2028 and is secured by unconditional, irrevocable first demand and continuing guarantee of the Government of Pakistan.

The facility is raised for purposes of funding repayment of liabilities of the DISCOs towards Central Power Purchasing Agency (CPPA) and disbursement proceeds from the subject facility is utilized for settlement of outstanding principal portion of Rs. 25.00 bln term finance facility.

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	Note	-----Pak Rupees-----	
8	CURRENT PORTION OF LONG TERM FINANCING		
	Conventional facilities	82,000,000,000	82,000,000,000
	Islamic facilities	-	-
		82,000,000,000	82,000,000,000
8.1	Conventional facilities		
	From non-banking companies - secured		
	Rs 82.00 bln (dd: 10-09-12)	82,000,000,000	82,000,000,000
		82,000,000,000	82,000,000,000
9	MARKUP ACCRUED		
	Markup / interest accrued on conventional facilities	100,771,166,977	85,973,097,841
	Profit accrued on Islamic facilities	21,860,011,124	22,241,985,037
		122,631,178,101	108,215,082,878
9.1	Markup / interest accrued on conventional facilities		
	Rs. 115.969 bln (Rs 103.046 bln - C) (31-03-23)	5,715,880,415	5,867,385,173
	Rs. 110.283 bln (76.617 bn C) (dd 31-03-23)	4,249,864,388	4,362,511,018
	Rs 82.00 bln (dd: 10-09-12)	88,335,165,479	73,207,468,493
	Rs. 44.534 bln (dd 31-03-23)	2,470,256,695	2,535,733,156
		100,771,166,977	85,973,097,841
9.2	Profit accrued on Islamic facilities		
	Rs. 200.00 bln PES-I (dd: 01-03-19)	3,287,013,699	13,944,767,124
	Rs. 199.9668 bln PES-II (dd: 21-05-20)	15,287,763,181	4,932,660,495
	Rs. 115.969 bln (Rs 12.923 bln - I) (31-03-23)	716,851,884	735,852,714
	Rs. 110.283 bln (33.667 bn I) (dd 31-03-23)	1,867,462,698	1,916,961,552
	Rs. 12.50 bln (I) (dd 31-03-23)	700,919,662	711,743,151
		21,860,011,124	22,241,985,037
		March 31, 2024	June 30, 2023
		(Un-audited)	(Audited)
	Note	-----Pak Rupees-----	
10	OTHER PAYABLES		
	Liquidated damages on Interest - 82.00 bn	67,551,539,234	56,379,287,095
	Liquidated damages on Principal Amount - 82.00 bn	53,636,986,302	41,280,821,918
	Accrued liabilities	310,437	1,004,925
	Payable to CPPA-G against Pakistan Energy Sukuk - I CDC Security	100,000	100,000
		121,188,935,973	97,661,213,938
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.		
11	CONTINGENCIES AND COMMITMENTS		

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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 7.

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

		March 31, 2024	March 31, 2023
		Un-audited	Un-audited
-----Pak Rupees-----			
Grant against markup / profit on financing facilities		130,871,841,475	94,829,892,442
Grant against trustee fee, arrangement fee and legal		-	9,160,000
Grant against liquidated damages on Interest - Rs. 82.00 bn facility		11,172,252,139	8,893,733,115
Grant against liquidated damages on Principal Amount - Rs. 82.00 bn facility		12,356,164,384	10,772,328,766
		154,400,257,998	114,505,114,323
13 FINANCE COST			
Markup on conventional financing facilities	13.1	53,848,933,286	41,443,403,487
Profit on Islamic financing facilities	13.2	77,022,908,188	53,386,488,953
		130,871,841,474	94,829,892,440
Liquidated damages on Rs. 82.00 bln delayed interest payments		11,172,252,139	8,893,733,115
Liquidated damages on Rs. 82.00 bln delayed principal repayment		12,356,164,384	10,772,328,766
		154,400,257,997	114,495,954,323
13.1 Markup on conventional facilities:			
Rs. 136.4542 bln (dd: 30-09-19)		-	12,263,880,417
Rs. 115.969 bln (Rs 103.046 bln - C) (31-03-23)		17,797,196,014	63,747,387
Rs. 110.283 bln (76.617 bn C) (dd 31-03-23)		13,232,549,323	47,397,379
Rs 82.00 bln (dd: 10-09-12)		15,127,696,986	9,992,699,726
Rs. 80.00 bln (dd:30-03-2018)		-	2,111,890,414
Rs. 50.00 bln (1st tranche) / (45.55-C) (dd: 04-05-18)		-	1,602,690,267
Rs. 50.00 bln (2nd tranche) / (44.8748-C) (dd: 30-05-18)		-	1,691,056,636
Rs. 44.534 bln (dd 31-03-23)		7,691,490,963	27,549,983
Rs. 41.457 bln (dd: 30-09-19)		-	3,837,385,142
Rs. 41.00 bln / (24.00-C) (dd:21-05-20)		-	2,879,546,302
Rs. 35.806 bln (dd: 20-11-18)		-	2,041,157,820
Rs. 30.95 bln (dd 30-09-20)		-	3,842,997,903
Rs. 30.00 bln / (10.00-C) (dd: 20 -12-19)		-	1,041,404,110
		53,848,933,286	41,443,403,487
		March 31, 2024	March 31, 2023
		Un-audited	Un-audited
-----Pak Rupees-----			
13.2 Markup / interest on Islamic facilities:			
Rs. 200.00 bln PES-I (dd: 01-03-19)		34,317,917,809	24,224,219,179
Rs. 199.9668 bln PES-II (dd: 21-05-20)		32,491,920,514	22,882,063,960
Rs. 115.969 bln (Rs 12.923 bln - I) (31-03-23)		2,232,018,966	7,994,820
Rs. 110.283 bln (33.667 bn I) (dd 31-03-23)		5,814,607,265	20,827,215
Rs. 50.00 bln (1st tranche) / (4.45-I) (dd: 04-05-18)		-	156,574,572
Rs. 50.00 bln (2nd tranche) / (5.1252-I) (dd: 30-05-18)		-	193,137,428
Rs. 41.00 bln / (17.00-I) (dd: 21-05-20)		-	2,039,678,631
Rs. 30.00 bln / (20.00-I) (dd: 20 -12-19)		-	2,082,808,218
Rs. 25.00 bln (I) (dd: 15-03-19)		-	1,771,452,054
Rs. 12.50 bln (I) (dd 31-03-23)		2,166,443,634	7,732,877
		77,022,908,188	53,386,488,954

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14 OTHER EXPENSES

Trustee fee		-	9,160,000
		-	9,160,000

15 OPERATING COST

Salaries and other benefits	15.1	7,641,107	8,144,993
Legal and professional		567,000	897,000
Insurance		208,740	208,306
Travelling & conveyance		27,350	-
Vehicles' running and maintenance		1,199,238	817,929
Entertainment		52,182	55,890
Auditor's remuneration		-	507,674
Electricity		168,063	127,442
Communication		63,643	63,129
Printing and stationery		58,396	151,301
Fee and subscription		3,089,399	2,686,080
Director's fee		550,000	700,000
Advertisement		-	10,819
Repair & maintenance		33,740	29,470
Depreciation	4	734,457	923,281
Miscellaneous		10,208	16,745
		<u>14,403,523</u>	<u>15,340,059</u>

16 PROVISION FOR TAXATION

Current Year

Current		77,354,897	51,057,985
Prior Years		5,289,627	-
		<u>82,644,524</u>	<u>51,057,985</u>

17 EARNING PER SHARE (BASIC AND DILUTED)

Profit for the period (Rupees)		184,096,500	125,004,031
Shares outstanding during the period (Number)		1,500,000	1,500,000
Earnings per share (Rupees)		<u>122.73</u>	<u>83.34</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.

CHIEF EXECUTIVE OFFICER

DIRECTOR