



# SUI NORTHERN GAS PIPELINES LIMITED

Form – 3

April 20, 2019

CA/PSX/

Thru: PUCARS / Courier

The General Manager,  
Pakistan Stock Exchange Limited (PSX),  
Stock Exchange Building,  
Stock Exchange Road,  
KARACHI.

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

## FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED JUNE 30, 2018

Dear Sir:

We wish to inform that the Board of Directors of our Company in their meeting held on April 20, 2019 at 02:00 p.m. at Lahore, recommended the following:-

**i. Cash Dividend:**

A final Cash Dividend for the year ended June 30, 2018 at Rs.5.55 per share i.e.55.5%. This is in addition to interim Cash Dividend already paid at Rs.1.50 per share i.e. 15% for the 1<sup>st</sup> Quarter ended September 30, 2017.

- |   |     |
|---|-----|
| ii. Bonus Shares:                             | NIL |
| iii. Right Shares:                            | NIL |
| iv. Any Other Entitlement / Corporate Action: | NIL |
| v. Any Other Price-Sensitive Information:     | NIL |

The financial results alongwith qualified opinion on financial statements are enclosed as **Annex-A**.

Further, the Auditors in their report to the members have stated “we draw attention to note 27.3 to the financial statements which explains the mechanism of settlement of certain amounts receivable from and payable to the Government of Pakistan and certain government owned and other entities. Our opinion is not modified in respect of this matter.”

The Annual General Meeting of the Company will be held on Thursday, May 23, 2019 at 11:00 a.m. at Lahore.

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on Wednesday, May 15, 2019.

Telephones Exch: { +(92-42)9082000  
+(92-42)9082006

Telephones: { 042-99201044,  
042-99083237

Fax: 042-99201369

www.sngpl.com.pk



OHSAS 18001 ISO 14001



# SUI NORTHERN GAS PIPELINES LIMITED

The Share Transfer Books of the Company will be closed from Thursday, May 16, 2019 to Thursday, May 23, 2019 (both days inclusive). Share transfers received in order at the office of our Shares Registrar, Central Depository Company of Pakistan Limited (CDC), Mezzanine Floor, South Tower, LSE Plaza, 19-Khayaban-e-Aiwan-e-Iqbal, Lahore or at the Registered Office of the Company, Gas House, 21-Kashmir Road, Lahore at the close of business on Wednesday, May 15, 2019 will be treated in time for the purpose of above entitlement to the transferees.

The Annual Report of the Company will be transmitted through PUCARS at least 21 days before holding of Annual General Meeting.

Thanks and regards,

Yours sincerely,  
**SUI NORTHERN GAS PIPELINES LIMITED**

  
(WAJHA ANWAR)  
Company Secretary  
Ph: 042-99201044  
Fax: 042-99201369

Encl: As above.

# SUI NORTHERN GAS PIPELINES LIMITED

Annex "A"

## STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
	(Rupees in thousand)	
Gas sales	446,765,837	319,696,374
Add: Differential margins	<u>57,016,553</u>	<u>26,611,910</u>
	503,782,390	346,308,284
Less: Cost of gas sales	<u>476,785,651</u>	<u>326,609,632</u>
Gross profit	26,996,739	19,698,652
Other income	<u>14,159,487</u>	<u>10,992,947</u>
	41,156,226	30,691,599
Less:		
Selling cost	<u>5,282,717</u>	<u>5,646,155</u>
Administrative expenses	6,965,835	6,426,006
Other operating expenses	<u>2,626,118</u>	<u>729,719</u>
	14,874,670	12,801,880
Operating profit	26,281,556	17,889,719
Less: Finance cost	<u>10,806,155</u>	<u>5,350,520</u>
Profit before taxation	15,475,401	12,539,199
Taxation	4,353,926	3,924,699
Profit for the year	<u>11,121,475</u>	<u>8,614,500</u>
Earnings per share		
- basic and diluted - (Rupees)	<u>17.54</u>	<u>13.58</u>

The auditors M/s A.F.Ferguson & Co. Chartered Accountants have qualified their opinion on financial statement as follows:

### "Quote"

The Company has recognized an aggregate net revenue of Rs 17,178 million on account of 'Take or Pay' arrangements with certain consumers. As more fully explained in note 32.1 to the financial statements, these amounts have been disagreed and disputed by the said consumers. The matter has been referred to an Expert for determination under the dispute resolution mechanism specified in the respective Gas Sales Agreements. Considering the nature of the issues involved and that the matter is pending decision of the Expert, it is not possible to determine at this stage, the associated economic benefits that may flow to the entity. Therefore the recognition of revenue is considered a departure from the accounting and reporting standards as applicable in Pakistan. Pending the decision of the Expert, due to the uncertainty in amount of benefits, if any, which may flow to the entity and the fact that the revenue requirements of the Company are determined by the Oil and Gas Regulatory Authority ('OGRA') based on the Company's actual financial results for the year, it is impractical to quantify the financial effect of this departure from the accounting and reporting standards as applicable in Pakistan on the financial statements for the year ended June 30, 2018.

### "Unquote"

However, In case of either decision, the Company may not have any material impact on its profit due to guaranteed return available under fixed rate regime.

