



**Sui Southern Gas
Company Limited**

SSGC/CS/2021-57
22 February, 2021

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

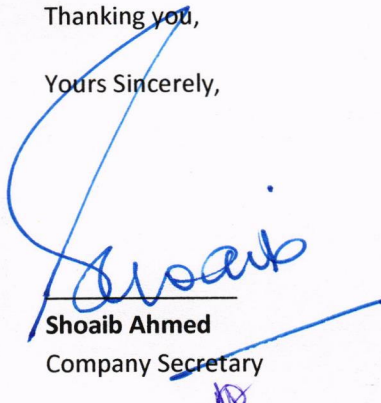
Dear Sir,

SUBJECT: EXTENSION IN PERIOD OF HOLDING OF ANNUAL GENERAL MEETING (AGM) FOR THE FY 2018-19 AND LAYING OF ACCOUNTS THEREIN UNDER SECTIONS 132 & 223 READ WITH SECTION 147 OF THE COMPANIES ACT, 2017

With reference to above subject, please find attached SSGC letter No. MD/SECP/06/2021 dated 17 February, 2021 to Securities and Exchange Commission of Pakistan, the content of which is self-explanatory.

Thanking you,

Yours Sincerely,


Shoaib Ahmed
Company Secretary

Encl: aa

cc: **The Registrar of Companies**
Securities and Exchange Commission of
Pakistan
State Life Building No.2
Wallace Road,
Karachi.

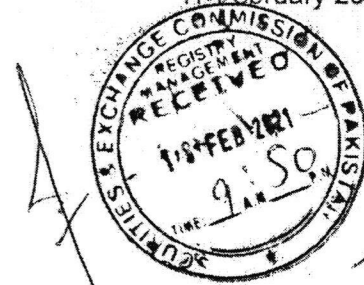
The Director / HOD
Surveillance, Supervision & Enforcement of
Department,
Securities and Exchange Commission of
Pakistan,
NIC Building, 63 Jinnah Avenue, Blue Area,
Islamabad



Sui Southern Gas Company Limited

Ref: MD/SEGP/06/2021
17 February 2021

The Commissioner
Company Law Division and
Information System & Technology Division
Securities & Exchange Commission of Pakistan,
NIC Building, Jinnah Avenue,
Blue Area,
Islamabad



Subject: Extension in period of Holding of Annual General Meeting (AGM) for the FY 2018-19 and Laying of Accounts therein under Section 132 & 223 Read with Section 147 of the Companies Act, 2017

Dear Sir,

SECP vide its letter No. EMD/233/415/2002-422 dated 18 December 2020 (**Annexure A**) directed SSGC under section 147 of the Companies Act, 2017, to convene its AGM for the year ended 30 June, 2019 by 5 March, 2021 and lay therein Financial Statements for the year ending 30 June, 2019. Through this letter we are providing the latest update on finalization of Financial Statements for the year ended 30 June, 2019.

At the outset, it is to resubmit that non-implementation of ECC Guidelines on RLNG Pricing by OGRA has delayed the whole process of finalization of Financial Statements since FY of 2016-17. This non-implementation has significant impact on the Financial Statements of SSGC. To avoid persistent delay in submission of Financial Statements, the BOD of SSGC decided to finalize all pending Accounts and the issue of non-implementation will be dealt at Ministry / ECC level separately.

OGRA has issued its decision on Final Revenue Requirement (FRR) of FY 2017-18 on 23 April 2020 again without implementing the ECC Policy Guidelines on RLNG pricing. After issuance of FRR, in order to avoid any further delay, SSGC finalized its Financial Statements for FY 2017-18 which were approved by the Board of Directors (BOD) in its meeting held on 20 June, 2020 and subsequently the AGM for FY 2017-18 was convened on 05 August, 2020 and appointment of External Auditors was approved for FY 2018-19 by the shareholders.

Now the latest position is that Petition for FRR for FY 2018-19 along with Draft Financial Statements duly initiated by the Statutory Auditors has been submitted to OGRA on 19 October 2020. However, from 2018, OGRA further requires Audit Report of the Key Monitoring Indicators (KMIs) achievement for determination of FRR. For the purpose of KMI Audit, M/s KPMG have been engaged through tendering process under the PPRA Rules. M/s KPMG have provided their Report on KMIs on 12 February 2021, which has been submitted to OGRA on 15 February 2021. After OGRA decision on FRR, Financial Statements for FY 2018-19 would be finalized and submitted for consideration of the Board.

Based on foregoing, following is the revised expected timelines for finalization of Financial Statements and holding of AGM for FY 2018-19:

Financial Year	Activity	Expected Timelines
2018-19	Finalization of KMI Audit by KPMG and Submission KMI Audit Report to OGRA	15 February 2021
	Expected decision on FRR from OGRA	8 March 2021
	Finalization of duly Audited Financial Statements and its approval from BOD	27 March 2021
	Holding of AGM and appointment of External Auditor for FY 2019-20	4 May 2021

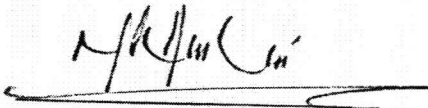
Keeping in view of above, you are requested to kindly grant us extension up to 4 May 2021 by issuance of directions under section 147 of the Companies Act, 2017 for holding of AGM of the Company and laying of Audited Financial Statements for the year ended 30 June 2019 before the shareholders of the Company.

Moreover, we would like to draw your attention on the sub-rule (1) of Rule 24 of the Public Sector Companies (Corporate Governance) Rules, 2013, which requires that every public sector company shall publish and circulate a Statement of Compliance along with its annual report to set out the status of its compliance with the Rules, and shall also file Statement of Compliance with the Commission and the Registrar concerned along with its annual report. Therefore, the Statement of Compliance for the year ended 30 June, 2019 under Rule 24 of the Public Sector Companies (Corporate Governance) Rules, 2013, will also be submitted along with Annual Report.

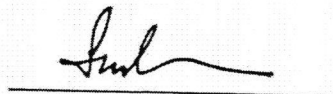
The above is submitted for the favourable consideration of the Commission.

With regards,

Yours sincerely,



M. Amin Rajput
DMD (F&A) / CFO



M. Imran Maniar
Managing Director

CC:

- Registrar of Companies
Securities & Exchange Commission
of Pakistan
State Life Building No. 2
Wallace Road, Karachi
- President
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Off I.I. Chundrigar Road, Karachi

Encl. as above