



Sui Southern Gas Company Limited

Mr. Tahir Mahmood
Commissioner
Company Law Division and Information System
& Technology Division, Securities and Exchange
Commission of Pakistan
ISLAMABAD

SSGC

BS/HR/14
21 February 2014

Dear Sir,

**APPLICATION FOR EXTENSION IN THE PERIOD FOR
SUBMISSION OF HALF YEARLY ACCOUNTS OF THE COMPANY
FOR THE PERIOD ENDED 31 DECEMBER 2013**

We refer to our letter No. BS/AGM/13 dated 30 September 2013 (copy enclosed) and your approval letter No. EMD/233/415/2002-1276 dated 4 December 2013 (copy enclosed) granting us extension in the period of holding AGM and laying therein the annual audited accounts of the Company for the year ended 30 June 2013.

As informed earlier that despite our extreme efforts and follow up with OGRA, till date the determination of tariff in our case is pending with OGRA, while the Company submitted its tariff case to OGRA on due date i.e 15 August 2013. Without determination of revenue requirement by OGRA, our accounts for the year ended 30 June 2013 cannot be finalized and Audit of Accounts cannot be completed for the want of final revenue requirement. Accordingly the opening audited balances for preparation of half yearly accounts would not be available.

SECP and IAS-34 (Interim Financial Reporting) require that interim reports shall include interim financial statements (condensed or complete) and comparative figures of immediately preceding financial year be mentioned at appropriate place, which in our case are provisional and unaudited till date. Furthermore, if OGRA makes any change in its parameters to determine final tariff for the year 2013, it will have an impact on the half yearly accounts as well. In absence of final determination of tariff for FY 2012-13, the opening balance sheet figures for half yearly accounts ended 31 December 2013 would be based on provisional figures which can change materially, once the tariff is finalized by OGRA.

Apart from above mentioned reasons which makes the Company unable to finalize its accounts, another reason due to which half yearly accounts of the Company cannot be prepared is the fact that the Estimated Revenue Requirements (ERR) for FY 2013-14 issued by OGRA which forms the basis of Company's quarterly and half yearly financial statements, has not been issued by OGRA.

However, despite our efforts and follow up with OGRA, till date the determination of tariff in case of our Company i.e., ERR for FY 2013-14 and ERR for FY 2012-13 have not been announced by OGRA which has necessitated this application for extension in circulation of our half yearly accounts for the period ended 31 December 2013 for a period of one month i.e upto March 31, 2014 please.