

Tri-Star Power Ltd.



**UN-AUDITED ACCOUNTS
FOR THE THIRD QUARTER
ENDED 31ST MARCH, 2022**

Company Information

Board of Directors:	Ms. Shamima Begum	Non-Executive Chairperson
	Mr. Asad Ahmad	Chief Executive
	Mr. Jawed Ahmed Siddiqui	Non-Executive Director
	Mr. Mohammad Zameer	Non-Executive Director
	Mr. M. Haroon Saeed	Non-Executive Director
	Mr. Tanvir Hasan	Non-Executive Director
	Mr. Syed Imran	Independent Director

Auditors:	M/s. Ghalib & Co. Chartered Accountants
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Audit Committee:	Mr. Syed Imran	Chairman
	Mr. Jawed Ahmed Siddiqui	Member
	Mr. M. Haroon Saeed	Member

Bankers:	Bank Al-Habib Ltd.
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Registered Office:	A/33, Central Commercial Area, Block 7/8, Main Shahrah-e-Faisal, KCHSU, Karachi - 75350.
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Shares Registrar / Transfer Agent:	Hameed Majeed Associates (Pvt) Ltd. 4th Floor, Karachi Chambers, Hasrat Mohani Road, Karachi.
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Plant:	F/538, S.I.T.E., Karachi-75700
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Directors' Report

For the quarter ended March 31, 2022

The accounts of Tri-Star Power Ltd., for the quarter ended March 31, 2022 are presented herewith.

Your Company has rented out the machinery to its customers and now generating revenue through lease rentals.

On behalf of the Board

Asad Ahmad
Chief Executive

Shamima Begum
Director

Place: Karachi.

Dated: April 28, 2022

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT MARCH 31, 2022

	Notes	Mar 31, 2022	June 30, 2021
		(Rupees)	
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL & RESERVES</u>			
<u>Authorized Capital</u>			
15,000,000 (2021: 15,000,000) Ordinary Shares of Rs. 10/- each		150,000,000	150,000,000
Issued, Subscribed and Paid-up Capital		150,000,000	150,000,000
<u>Capital Reserve</u>			
Capital Reserve - (a Share Premium account)		70,000,000	70,000,000
<u>Revenue Reserve</u>			
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	6.1	(525,750)	1,366,950
Accumulated (Loss)		(28,258,240)	(37,679,567)
Shareholders Equity		191,216,010	183,687,383
<u>CURRENT LIABILITIES</u>			
Trade and Other Payables		1,341,470	2,088,809
Unclaimed Dividend		5,025,285	5,025,285
Provision for taxation		-	-
		6,366,755	7,114,094
Contingencies and Commitments			
		197,582,765	190,801,477
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
<u>Tangible Fixed Assets</u>			
Property, Plant and Equipments		3,633,665	3,928,347
Long Term Investments	6	77,779,095	79,671,795
Long term Loan From Related Party	7	20,000,000	20,000,000
<u>CURRENT ASSETS</u>			
Stores, Spares and Loose Tools		1,452,549	1,995,549
Trade Debtors - unsecured		36,565,930	26,760,930
Interest Receivable from Related Party		1,512,329	13,669,041
Trade Deposits - Considered good		11,075,000	75,000
Income Tax Refunds and Advances		2,241,185	190,829
Cash and Bank Balances		43,323,012	44,509,985
		96,170,005	87,201,334
		197,582,765	190,801,477

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2022

		Cumulative upto March 2022	Cumulative upto March 2021	Quarter Jan. - Mar. 2022	Quarter Jan. - Mar. 2021
	Notes	Rupees	Rupees	Rupees	Rupees
Lease Rental	8	10,305,000	10,760,000	3,435,000	3,520,000
Cost of Sales		(2,034,026)	(7,974,387)	(632,675)	(2,459,329)
Gross Profit		8,270,974	2,785,613	2,802,325	1,060,671
<u>Operating Expenses</u>					
Administrative and General Expenses		(361,783)	(12,553)	(1,601)	(6,818)
		7,909,190	2,773,060	2,800,724	1,053,853
Financial Expenses		(190)	(170)	-	(85)
		7,909,000	2,772,890	2,800,723.67	1,053,768
Other Income		1,512,329	1,571,470	504,110	563,251
Net Profit for the year		9,421,329	4,344,360	3,304,833	1,617,019
Earning Per Share - Basic		0.63	0.29	0.22	0.11

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Nine months ended		Quarter ended	
	Mar 31, 2022	Mar 31, 2021	Mar 31, 2022	Mar 31, 2021
	(Rupees)		(Rupees)	
Profit for the Year	9,421,329	4,344,360	3,304,833	1,617,019
Other comprehensive Income:				
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	(1,892,700)	2,796,990	(1,437,050)	-
Total comprehensive Income for the period	7,528,629	7,141,350	1,867,783	1,617,019

The annexed notes form an integral part of this condensed interim financial information.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2022

	March 2022	March 2021
	(Rupees)	
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/(Loss) before Taxation	9,421,329	4,344,360
<u>Adjustment for Non-Cash and Other Items:</u>		
Depreciation	294,682	327,440
Financial Expenses	190	170
	294,872	327,610
	9,716,201	4,671,970
<u>Working Capital Changes</u>		
<i>(Increase) / Decrease in Current Assets</i>		
Stores and Spares	543,000	539,000
Trade debtors	(9,805,000)	(10,660,000)
Interest Receivable from Related Party	12,156,712	(1,501,370)
Trade Deposits	(11,000,000)	--
<i>Increase / (Decrease) in Current Liabilities</i>		
Trade and Other Payables	(747,339)	(253,863)
	(8,852,627)	(11,876,233)
Taxes Paid	(2,050,356)	(11,992)
Financial charges Paid	(190)	(170)
	(2,050,546)	(12,162)
<i>Net Cash Inflow/ (Outflow) from Operating Activities</i>	(10,903,173)	(11,888,395)
CASH FLOW FROM FINANCING ACTIVITIES		
Loan recovered from Related Party	--	--
Net Increase in Cash and Cash Equivalents	(1,186,972)	(7,216,425)
Cash and Cash Equivalents at the Beginning	44,509,984	53,715,045
Cash and Cash Equivalents at the End	43,323,012	46,498,620

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2022

	Share Capital	Capital Reserve	Reveue Reserve	Total
			Unrealized gain / (loss) due to change in fair value of investment through other Comprehanssive Income	
			Unappropriated Profit/Accumulated (Loss)	
Balance as on June 30, 2020	150,000,000	70,000,000	(1,402,000)	175,582,430
Net Profit for the year ended March 2021	--	--	--	4,344,360
Other Comprehanssive income	--	--	2,796,990	-
Total Comprehanssive income	--	--	2,796,990	4,344,360
Balance as on March 31, 2021	150,000,000	70,000,000	1,394,990	(38,671,210)
Balance as on June 30, 2021	150,000,000	70,000,000	1,366,950	(37,679,568)
Net Profit for the year ended March 2022	--	--	--	9,421,329
Other Comprehanssive income	--	--	(1,892,700)	-
Total Comprehanssive income	--	--	(1,892,700)	9,421,329
Balance as on March 31, 2022	150,000,000	70,000,000	(525,750)	(28,258,240)

*The annexed notes form an integral part of these accounts.*Asad Ahmad
Chief ExecutiveShamima Begum
DirectorMohammad Zameer
Chief Financial Officer

CONDENSED INTERIM NOTES TO THE ACCOUNTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2022

1 CORPORATE INFORMATION

Tri-Star Power Limited (the Company) was incorporated in Pakistan, as a public limited company on September 27, 1993 under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017) and its shares are listed in the Pakistan Stock Exchange in Pakistan. The Principal activity of the Company is to generate, distribution and Supply of Electricity and lease of power generating plant to customers.

The geographical Location and address of the company's business units, including mill/plant are as under:

The registered office of the company is located at A/33, Central Commercial Area, Block 7/8, KCHSU, Main Shahrah-e-Faisal, Karachi, Pakistan.

The Generation/manufacturing facility is located at F/538, S.I.T.E., Karachi - 75700, Pakistan, which is not the property of the company the same premises obtained from related party of the Company to install the Plant.

2 BASIS OF PREPARATION

These condensed interim financial statements of the Company for the half year ended 31 December 2021 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and requirements of the Trust Deed and provisions of and directives issued under the Companies Act, 2017. Where provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies and methods of computation adopted and applied in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended

4 Application of new and revised International Financial Reporting Standards Standards, amendments to standards and interpretations becoming effective

There are certain new standards, amendments to existing standards and new interpretations on approved accounting standards that became effective during the period and are mandatory for accounting periods of the Company beginning on or after July 01, 2021

5 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets. Judgements and estimates made by management in the preparation of these condensed interim financial informations are the same as those that were applied to the financial statements as at and for the year ended June 30, 2021.

The Company's financial risk management objectives and policies are consistent with those objectives and policies which were disclosed in the financial statements of the Company for the year ended June 30, 2021

6 INVESTMENTS

Related Parties - at fair value through other Comprehensive income

		Mar 31, 2022	June 30, 2021
			(RUPEES)
- Quoted equity securities - regular market trade	6.1	43,184,250	45,076,950
Others marketable securities - At Cost	6.2	34,594,845	34,594,845
		<u>77,779,095</u>	<u>79,671,795</u>

6.1	Related Parties - at fair value through other Comprehensive income		
	Cost	43,710,000	43,710,000
	Unrealized Gain/(Loss) due to Change in the value	(525,750)	1,366,950
		<u>43,184,250</u>	<u>45,076,950</u>
6.2	Others marketable securities - At Cost		
	N.I.T. units	34,594,845	34,594,845
		<u>34,594,845</u>	<u>34,594,845</u>

In, September 1996, the Income Tax Authorities raided the Company's premises and took away, by force, all the records, documents, and valuable securities, including FEBC's/Bearer NIT units of all the Group companies, which included the bearer NIT units of the company; without lawful authority and without making any inventory. This raid caused a serious disruption in the company's business. The company has filed a suit against the Income Tax Authorities in the Honorable High Court of Sind, challenging the said act as being illegal. The Honorable High Court of Sind, vide its Order dated July 31, 1998, held that the presence of irregularities and malafides in the act of the Income Tax Department cannot be ruled out. Further, the remaining two ingredients namely balance of convenience and causing irreparable loss and injury, also exists in favor of the company. Further, the Income Tax Department was directed to submit their report keeping in view the provisions of Section 146(c) of The Income Tax Ordinance, 1979, declaring how much more time they would need to return the impounded documents and records. The matter is now in evidence stage.

The above investment of the company was illegally removed by the officials of the Income tax department at the time of conducting raid at the company's premises which has not yet been returned. Consequently the same remain to be updated and could also not be made available to the auditors for physical verification.

7	Loan to Related Pary	<u>20,000,000</u>	<u>20,000,000</u>
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As per the Agreement the above loan are unsecured and interest bearing @ 10% (2021:12%) per approx annum. The above loans give the Related Parties to meet the working Capital requirements of the Related Party.

Mar 31, 2022 Mar 31, 2021
(RUPEES)

8	Rental Income	8.1	<u>10,305,000</u>	<u>10,760,000</u>
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8.1 The Company has not filed Sindh Sales tax Retuns as the company is in the process of registration with Sindh Revenue Board.

9 **CORRESPONDING FIGURES**

In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", statement of financial position has been compared with the balances of annual financial statements, whereas statement of profit or loss, statement of comprehensive income, statement of cash flows and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

10 **Date of Authorization for issue**

These financial statements were authorized for issue on April 28, 2022 by the Board of Directors of the Company.

11 **General**

Figures have been rounded off to the nearest Rupee unless otherwise specified.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer