



SAIF POWER LIMITED

A Saif Group Company

Condensed Interim Financial Information

For Nine Months Ended
September 30, 2024

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Board of Directors

Mr. Javed Saifullah Khan	Chairman
Mr. Osman Saifullah Khan	Director
Mrs. Hoor Yousafzai	Director
Mr. Assad Saifullah Khan	Director
Mr. Asif Saifullah Khan	Director
Miss. Saima Akbar Khattak	Independent Director
Mr. Rashid Ibrahim	Independent Director

Audit Committee

Mr. Rashid Ibrahim	Chairman
Mr. Osman Saifullah Khan	Member
Mr. Asif Saifullah Khan	Member

Human Resource and Remuneration Committee

Miss. Saima Akbar Khattak	Chairperson
Mrs. Hoor Yousafzai	Member
Mr. Assad Saifullah Khan	Member

Management

Mr. Sohail H. Hydari
Chief Executive Officer

Mr. Muhammad Shakeel
Chief Financial Officer

Mr. Ghias Ul Hassan
GM Power Plant

Mr. Waseemullah
Company Secretary

Auditors

Grant Thornton Anjum Rahman
302 B, 3rd Floor, Evacuee Trust Complex,
Aga Khan Road, F-5/1, Islamabad, Pakistan.
Tel: +92 51 2271906, Fax: +92 51 2273874

Legal Advisors

Mr. Muhammad Naeem Amer (MNA) Rehan
Advocate High Court

Registered/ Head Office

1st Floor, Kashmir Commercial Complex,
Fazal-ul-Haq Road Block E, Blue Area,
Islamabad, Pakistan.
Tel: +92-51-2271378-83
Fax: +92-51-2277670
Email: info.spl@saifgroup.com

Website

<http://www.saifpower.com>

Share Registrar

THK Associates (Private) Ltd.
Plot No. 32-C, Jami Commercial
Street 2, DHA Phase VII, Karachi.
Tel: +92-21- 111 000 322,
Email: sfc@thk.com.pk

Banks & Financial Institutions

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Limited
Faysal Bank Limited
First Habib Modaraba
Habib Bank Limited
Habib Metropolitan Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Soneri Bank Limited
Bank Makramah Limited (formaly Summit Bank)
The Bank of Punjab
United Bank Limited

Plant Location

Chak 56/5L, Qadarabad,
Multan Road, District Sahiwal,
Punjab, Pakistan.

DIRECTORS' REVIEW REPORT TO THE SHAREHOLDERS

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

The Board of Directors is pleased to present a concise review of Saif Power Limited's "the Company" financial and operational performance on the condensed interim financial statements for the nine months period ended September 30, 2024.

SUMMARY OF FINANCIAL PERFORMANCE

Turnover of the Company was Rs. 8,146 million as compared to Rs. 17,602 million for the same period last year. Dispatch level was 9.88% as compared to 31.01% during the same period last year. Net profit during the period amounts to Rs. 1,054 million as against net loss of Rs. 25 million for the comparable period of 2023 (as explained in earlier reports, it was actually not a loss but reserve creation for major overhauling). Earning per share for the period is Rs. 2.73 as compared to loss per share of Rs. 0.07 during the same period last year.

PENDING ISSUES

(a) In the case against M/s Sui Northern Gas Pipelines Limited (SNGPL), after the arbitration award in Company's favor for an amount of Rs. 270.66 million (disputed amount of Rs. 239.68 million & related costs of Rs. 30.98 million), the Company filed a petition in the Civil Court Lahore to obtain the enforcement Decree in lieu of the Arbitration award. The Company has already adjusted the awarded amount as above against payables to SNGPL.

SNGPL enforced another arbitration saying that Company could not adjust without a decree from the court. The arbitration tribunal has agreed with SNGPL in its decision dated April 22, 2022. SNGPL has filed a petition in the Lahore High Court. During the year 2023, Civil Court Lahore issued decree in favor of the Company. The Honorable Court, whilst making the Award a rule of Court, modified the Award to the extent that the interest awarded by the Arbitrator would not run from August 18, 2014 and the date of Award, respectively, but from the date of Honorable Court's Order date. This modification was upheld by Lahore High Court. This modification of interest date in Award made is against the arbitration rules. The Company has challenged this modification in Supreme Court of Pakistan which is pending adjudication. Company is confident that ultimately the money will be retained by the Company.

(b) In the matters of 'Period Weighing Factors' (PWF) and 'Heat Rate Correction Factor' with Central Power Purchasing Agency (Guarantee) Limited "Power Purchaser", the Company and the Power Purchaser have mutually resolved the matter. The Power Purchaser has made full payment on account of Heat Rate Corrector Factor amounting to Rs. 344 million while the Company has agreed to forgo its claim on 'loss due to application of PWF'. Accordingly, revenue for the previous period has been adjusted with disputed amount of Rs. 97 million on account of PWF. Arbitration and litigation in this regard have been withdrawn by both parties.

KEY OPERATIONAL AND FINANCIAL DATA (STANDALONE)

	Nine Months ended (unaudited)	
	Sep 30, 2024	Sep 30, 2023
	Rupees in Million	
Turnover	8,146	17,602
Net profit / (loss)	1,054	(25)
Earnings / (loss) per share	2.73	(0.07)
Dispatch level	9.88%	31.01%
Capacity made available – GWHs	1,344	1,337
	Sep 30, 2024	December 31, 2023 (Audited)
	Rupees in Million	
Property, plant and equipment	10,372	10,863
Loan to associated company	2,480	492
Net worth	12,157	12,166
Short term borrowings	7,231	11,669

KEY FINANCIAL HIGHLIGHTS DATA CONSOLIDATED

	Nine Months ended (unaudited)	
	Sep 30, 2024	Sep 30, 2023
	Rupees in Million	
Turnover	8,146	17,602
Net profit	1,129	194
	Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)
	Rupees in Million	
Property, plant and equipment	10,371	10,863
Net worth	12,730	12,664

RECEIVABLES FROM POWER PURCHASER

The Company's total receivables are Rs. 8.250 billion (December 31, 2023: Rs. 9.159 billion) at the period end.

INVESTMENTS

In 2023, the sale transaction of assets of Saif Cement Limited ('SCL') has been completed and sale proceeds were transferred to SCL's bank account. The Board of Directors of the Company had recommended the voluntary winding up of SCL. After the approval from shareholders of SCL, during the period, the funds were transferred to the Company, which are payable on demand, subject to the condition that the tax amount will be settled / adjusted upon winding up of the Company.

LOAN TO SAIF TEXTILE MILLS LIMITED, an associated company

(a) In 2023, the Board of Directors of the Company recommended long term loan maximum up to Rs. 1 (one) billion in compliance with requirements of section 199 of the Companies Act 2017 on as and when required basis. The same was approved by the shareholders in their Extraordinary General Meeting held on September 11, 2023. At the period end, the outstanding amount of long-term loan amounts to Rs. 999.98 million (December 31, 2023: Rs. 492.30 million.)

(b) During the period, the Board of Directors of the Company recommended unsecured running finance facility up to Rs. 1,500 million in compliance with requirements of section 199 of the Companies Act 2017. The same was approved by the shareholders of the Company in their Extra Ordinary General Meeting held on April 15, 2024. At the end of the period, the outstanding amount of running finance facility amounts to Rs. 1,480 million.

ACKNOWLEDGEMENTS

Directors of the Company would like to show their appreciation to CPPA / NTDC, suppliers, financial institutions, regulators and to all other stakeholders for their cooperation and support during the period.

Directors would also like to express their deep appreciation for the services, loyalty and efforts being continuously rendered by the employees of the Company and hope that they will continue to do so in the future.

On behalf of the Board,


Javed Saifullah Khan
Director

Islamabad
October 29, 2024

بورڈ آف ڈائریکٹرز کی 30 ستمبر 2024 کو ختم ہونے والی مدت کے لیے ملخص عبوری مالیاتی بیانات پر کسپنی کی مالیاتی اور آپریشنل کارکردگی کا ایک جامع جائزہ پیش کرنے پر خوشی ہے۔

مالیاتی کارکردگی کا خلاصہ:

کسپنی کا کاروبار 8,146 ملین روپے کے متبادلے میں گزشتہ سال اسی مدت کے لیے 17,602 ملین روپے تھا۔ ڈسپینج کی سطح 9.88 فیصد رہی جو پچھلے سال کی اسی مدت کے دوران 31.01 فیصد تھی۔ اس مدت کے دوران حناصل منافع 1,054 ملین روپے ہے۔ جو کہ 2023 کی تیسراہلی مدت کے متبادلے میں حناصل نقصان 25 ملین روپے تھا (جیسا کہ اس سے قبل کی رپورٹس میں وضاحت کی گئی ہے، یہ درحقیقت نقصان نہیں تھا بلکہ بڑی اور ہانگ کے لیے ریزرو تشکیل تھا)۔ اس مدت کے لیے فی حصص آمدنی 2.73 روپے فی شیئر ہے، جو کہ گزشتہ سال کی اسی مدت کے دوران فی حصص نقصان 0.07 روپے فی شیئر تھا۔

مالیاتی جھلیاں: (غیر مستحکم):

نومبے کے اختتام پر (غیر آڈیٹ) 31 دسمبر 2023ء		نومبے کے اختتام پر (غیر آڈیٹ) 30 ستمبر 2024ء	
(روپے ملین میں)			
10,863	10,372	10,863	10,372
492	2,480	492	2,480
12,166	12,157	12,166	12,157
11,669	7,231	11,669	7,231

مالیاتی جھلیاں: (مستحکم):

نومبے کے اختتام پر (غیر آڈیٹ) 30 ستمبر 2023ء		نومبے کے اختتام پر (غیر آڈیٹ) 30 ستمبر 2024ء	
(روپے ملین میں)			
17,602	8,146	17,602	8,146
194	1,129	194	1,129
31 دسمبر (آڈیٹ) 2023ء	30 ستمبر (غیر آڈیٹ) 2024ء	31 دسمبر (آڈیٹ) 2023ء	30 ستمبر (غیر آڈیٹ) 2024ء
10,863	10,371	10,863	10,371
12,664	12,730	12,664	12,730

زیر التوا مسائل:

(a) میسرز سوئی ناردرن گیس پائپ لائنز لمیٹڈ (SNGPL) کے حناصل متبادلے میں، کسپنی کے حق میں باقی کے فیصلے کے بعد 270.66 ملین روپے کی رقم (مستازعہ رقم 239.68 ملین روپے اور متعلقہ حناصل 30.98 ملین روپے)۔ کسپنی نے باقی کے ایوارڈ کے عوض متبادلے نافذ حکم نامہ حاصل کرنے کے لیے سول کورٹ لاہور میں درخواست بھی درج کر رکھی ہے۔ کسپنی نے سوئی ناردرن گیس پائپ لائنز کو متبادل ادا رقم کے معاملے میں یہ رقم پہلے ہی بڑھ کر کوئی ہے۔

سوئی ناردرن گیس پائپ لائنز لمیٹڈ (SNGPL) نے باقی نافذ کرتے ہوئے کہا کہ کسپنی عدالت کے حکم نامے کے بغیر ایڈجسٹ نہیں کر سکتی۔ باقی ٹریوئل نے 22 اپریل 2022 کے اپنے فیصلے میں سوئی ناردرن گیس پائپ لائنز لمیٹڈ سے اتفاق کیا ہے۔ سوئی ناردرن گیس پائپ لائنز لمیٹڈ نے لاہور ہائی کورٹ میں درخواست دائر کی ہے۔ سال 2023 کے دوران سول کورٹ لاہور نے کسپنی کے حق میں حکم نامہ جاری کیا۔ معزز عدالت نے، ایوارڈ کو عدالت کا اصول بناتے ہوئے، ایوارڈ میں اس حد تک ترمیم کی کہ شارٹ کی طرف سے دیا جانے والا سود باسٹرتیب 18 اگست 2014 اور ایوارڈ کی تاریخ سے نہیں چلے معزز عدالت کے حکم کی تاریخ سے چلے گا۔ سوئی ناردرن گیس پائپ لائنز کی جانب سے برتارار کھی گئی تھی۔ یہ تبدیلی باقی کے قوانین کے خلاف ہے۔ کسپنی نے اس تبدیلی کو سپریم کورٹ آف پاکستان میں چیلنج کیا ہے۔ جو ابھی تک زیر التوا ہے۔ کسپنی کو یقین ہے کہ بالآخر رستم کسپنی کے پاس ہی رہے گی۔

(b) سنٹرل پاور پراجیکٹس ایجنسی (گلارٹی) لمیٹڈ "پاور پراجیکٹرز" کے ساتھ "پیسریو ڈیجنگ فیکٹری (PWF) اور ہیٹ ریف کریکشن فیکٹری" کے معاملات میں، کسپنی اور پاور پراجیکٹرز نے باہمی طور پر معاملہ حل کر لیا ہے۔ پاور پراجیکٹرز نے ہیٹ ریف کریکشن فیکٹری کے حساب سے 344 ملین روپے کی مکمل ادائیگی کی ہے۔ جبکہ کسپنی نے PWF کی درخواست کی وجہ سے ہونے والے نقصان پر اپنا دعویٰ ترک کرنے پر رضامندی ظاہر کی ہے۔ اس کے مطابق، گزشتہ مدت کے لیے آمدنی کو 97 ملین روپے کی مستازعہ رقم کے ساتھ PWF کے اکاؤنٹ پر ایڈجسٹ کیا گیا ہے۔ اس سلسلے میں باقی اور فٹوٹی چہاہ جوئی دونوں مشرقین نے واپس لے لی ہے۔

مالیاتی جھلیاں: (غیر مستحکم):

نومبے کے اختتام پر (غیر آڈیٹ) 30 ستمبر 2023ء		نومبے کے اختتام پر (غیر آڈیٹ) 30 ستمبر 2024ء	
(روپے ملین میں)			
17,602	8,146	17,602	8,146
(25)	1,054	(25)	1,054
(0.07)	2.73	(0.07)	2.73
31.01 فیصد	9.88 فیصد	31.01 فیصد	9.88 فیصد
1,337	1,344	1,337	1,344
31 دسمبر (آڈیٹ) 2023ء	30 ستمبر (غیر آڈیٹ) 2024ء	31 دسمبر (آڈیٹ) 2023ء	30 ستمبر (غیر آڈیٹ) 2024ء

مجملی حشریہ اہل کی طرف سے وصول:

کسپنی کی کل وصولی مدت کے اختتام پر 8.250 ارب روپے (31 دسمبر 2023 9.159 ارب روپے) ہے۔

سرمایہ کاری:

2023 میں، سیف پاور لمیٹڈ (SCL) کے اثاثوں کی فروخت کا لین دین مکمل ہو چکا ہے اور فروخت کے رقم SCL کے بینک اکاؤنٹ میں منتقل کر دی گئی ہے۔ کسپنی کے بورڈ آف ڈائریکٹرز نے SCL کو رضا کارانہ طور پر ختم کرنے کی سفارش کی تھی۔ SCL کے شیئر ہولڈرز سے منظوری کے بعد، مدت کے دوران، فنڈز کسپنی کو منتقل کر دیے گئے، جو کہ ڈیٹا پورٹل پر متبادل ادائیگی ہیں، اس شرط کے ساتھ کہ کسپنی کے ختم ہونے پر رقم کا نصف / ایڈجسٹ کیا جانے لگاؤں کی رقم کی ادائیگی کے بعد۔

سیف ایکٹائل ملز لمیٹڈ کسپنی کو متعرض:

(a) کسپنی کے بورڈ آف ڈائریکٹرز نے ستمبر 2017 کے سیکشن 199 کے تحت ضوں کے تعین کے مطابق ضرورت کے حساب سے زیادہ سے زیادہ 1 (ایک) ارب روپے تک طویل مدتی متعرض کی سفارش کی۔ 11 ستمبر 2023 کو حصص یافتگان نے اپنی غیر معمولی جنرل میٹنگ میں اس کی منظوری دی۔ مدت کے اختتام پر، طویل مدتی متعرض کی بقا یا رستم 999.98 ملین روپے (31 دسمبر 2023 492.30 ملین روپے) ہے۔

(b) اس مدت کے دوران، کسپنی کے بورڈ آف ڈائریکٹرز نے ستمبر 2017 کے سیکشن 199 کے تحت ضوں کی تعین کے مطابق 1,500 ملین روپے تک غیر محفوظ ریسک فنانس سہولت کی سفارش کی۔ کسپنی کے شیئر ہولڈرز نے 15 اپریل 2024 کو ہونے والی اپنی ایکسٹرا آڈیٹسری میٹنگ میں اس کی منظوری دی تھی۔ مدت کے اختتام پر، ریسک فنانس کی اس سہولت کی استعمال شدہ رقم 1,480 ملین روپے ہے۔

اعتراضات:

آپ کی کسپنی کے ڈائریکٹرز سے پی پی اے / این ڈی سی، سیلابز، مالیاتی اداروں، ریگولیشنز اور دیگر تمام اسٹیک ہولڈرز کو اس مدت کے دوران تعاون اور مدد کے لیے آپ کی تعریف کا اظہار کرنا چاہتا ہوں۔

ڈائریکٹرز کسپنی کے ملازمین کی خدمات، ہفت اداری اور کوششوں کی مسلسل تعریف کرنا چاہتا ہوں اور امید کرتے ہیں کہ وہ مستقبل میں بھی ایسا کرتے رہیں گے۔

بورڈ آف ڈائریکٹرز کی جگہ اور بورڈ کی نیہرے سے:

(دستخط)

حبابہ سیف اللہ خان
چیئر مین

اسلام آباد
29 اکتوبر 2024


**UNCONSOLIDATED CONDENSED
INTERIM FINANCIAL STATEMENTS**
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2024

SAIF POWER LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2024

	Note	Un-audited September 30, 2024	Audited December 31, 2023
		(Rupees)	
Share capital and reserves			
Share capital		3,864,717,790	3,864,717,790
Unappropriated profit - revenue reserve		8,001,717,784	8,087,810,847
Maintenance reserve		291,196,994	213,728,363
Total equity	5	12,157,632,568	12,166,257,000
Liabilities			
Lease liabilities		24,441,214	9,436,235
Non-current liabilities		24,441,214	9,436,235
Trade and other payables	6	2,284,909,686	411,968,780
Short term borrowings		7,231,058,328	11,669,326,413
Sub-ordinated loan	7	479,294,725	730,519,567
Markup accrued	8	1,325,087,678	1,390,558,249
Unclaimed dividend		26,934,538	118,163,748
Current portion of lease liabilities		11,570,991	6,801,757
Current liabilities		11,358,855,946	14,327,338,514
Total liabilities		11,383,297,160	14,336,774,749
Total equity and liabilities		23,540,929,728	26,503,031,749
Contingencies and commitments			
	9		
Assets			
Property, plant and equipment	10	10,371,850,669	10,862,567,248
Right of use assets		40,897,847	24,098,636
Loan to associated company	11	999,981,000	492,300,000
Non-current assets		11,412,729,516	11,378,965,884
Loan to associated company	11	1,480,441,705	-
Stock in trade - HSD		399,899,817	399,899,817
Trade debts	12	8,250,334,048	9,159,264,055
Other receivables	13	933,375,507	678,076,008
Advances		6,823,743	1,923,347
Advance income tax		20,037,654	9,771,832
Trade deposits and prepayments		213,842,640	128,239,903
Short term investments		31,127,052	3,956,220,043
Bank balances		3,139,406	1,492,220
		11,339,021,572	14,334,887,225
Assets classified as held for sale	14	789,178,640	789,178,640
Current assets		12,128,200,212	15,124,065,865
Total assets		23,540,929,728	26,503,031,749

The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	Note	Unaudited			
		Three months ended		Nine months ended	
		September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
		(Rupees)			
Turnover - net	15	4,492,066,660	7,392,666,035	8,146,122,543	17,602,393,038
Cost of sales		(3,614,468,639)	(6,008,578,797)	(5,816,215,069)	(15,647,754,082)
Gross profit		877,598,021	1,384,087,238	2,329,907,474	1,954,638,956
Other income		1,681,877	1,497,017	5,150,199	10,604,922
Administrative expenses		(92,586,123)	(59,175,564)	(238,752,615)	(164,113,866)
Finance cost		(251,320,285)	(609,319,038)	(1,042,135,847)	(1,826,491,456)
Net profit / (loss) for the period		535,373,490	717,089,653	1,054,169,211	(25,361,444)
Earning / (loss) per share - basic and diluted	16	1.39	1.86	2.73	(0.07)

The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	Unaudited			
	Three months ended		Nine months ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	(Rupees)			
Profit / (loss) for the period	535,373,490	717,089,653	1,054,169,211	(25,361,444)
Other comprehensive income for the period	-	-	-	-
Total comprehensive profit / (loss) for the period	535,373,490	717,089,653	1,054,169,211	(25,361,444)

The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	September 30, 2024	September 30, 2023
Note	(Rupees)	
Cash flows from operating activities		
Profit / (loss) for the period	1,054,169,211	(25,361,444)
Adjustments for non-cash income and expenses:		
Provision for staff retirement benefits - gratuity	29,772,499	8,437,086
Depreciation - property, plant and equipment	479,923,770	475,445,672
Depreciation - right of use assets	12,906,979	11,235,145
Finance cost	1,042,135,847	1,826,491,456
Gain on disposal of property, plant and equipment	(489,387)	(63,000)
Profit on deposit accounts	(146,374)	(772,178)
Return on investments	(4,514,438)	-
	2,613,758,107	2,295,412,737
Changes in working capital:		
Stock in trade	-	311,734
Trade debts	908,930,007	175,342,298
Other receivable	(255,299,499)	(72,560,598)
Advances	(4,900,396)	(1,915,162)
Trade deposits and prepayments	(85,602,737)	(133,994,017)
Trade and other payables	1,841,177,737	289,786,748
Cash generated from operations	5,018,063,219	2,552,383,740
Income taxes paid	(10,265,822)	(1,052,307)
Finance cost paid	(1,107,606,418)	(1,396,990,448)
Staff retirement benefits paid	(3,884,204)	(6,805,257)
Net cash generated from operating activities	3,896,306,775	1,147,535,728
Cash flows from investing activities		
Acquisition of property, plant and equipment	(4,849,595)	424,000
Acquisition of right of use assets	(34,601,412)	-
Loan to associated company	(1,988,122,705)	(8,015,497)
Markup received on loan to associated company	41,913,851	-
Proceeds from sale of property, plant and equipment	7,041,360	-
Gain on disposal of property, plant and equipment	489,387	63,000
Profit on deposit accounts	146,374	772,178
Return on investments - receipt	4,514,438	-
Net cash (used in) investing activities	(1,973,468,302)	(6,756,319)
Cash flows from financing activities		
Repayment of sub-ordinated loan	(241,696,522)	(230,558,562)
Dividend paid	(1,154,022,853)	(1,504,698,917)
Short term borrowings - net	(4,438,268,085)	(6,607,271,195)
Lease liabilities paid	(12,296,818)	(15,948,165)
Net cash used in financing activities	(5,846,284,278)	(8,358,476,839)
Net decrease in cash and cash equivalents	(3,923,445,805)	(7,217,697,430)
Cash and cash equivalents at beginning of the period	3,957,712,263	7,246,040,901
Cash and cash equivalents at end of the period	34,266,458	28,343,471

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The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

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

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	Share capital	Unappropriated profit-revenue reserve	Maintenance reserve	Total equity
	(Rupees)			
Balance as at January 1, 2023 (Audited)	3,864,717,790	9,001,248,625	1,001,140,025	13,867,106,440
Loss for the period	-	(25,361,444)	-	(25,361,444)
Other comprehensive income /(loss) for the period	-	-	-	-
Total comprehensive loss for the period	-	(25,361,444)	-	(25,361,444)
Transaction with owners of the Company				
Distributions				
Final dividend - 2022 @ Rs. 2.50 per share	-	(966,179,448)	-	(966,179,448)
1st Interim dividend - 2023 @ Rs. 1.29 per share	-	(498,548,594)	-	(498,548,594)
	-	(1,464,728,042)	-	(1,464,728,042)
Transfer from unappropriated profit to maintenance reserve	-	(499,009,785)	499,009,785	-
Charged to unappropriated profits from maintenance reserve	-	1,281,350,696	(1,281,350,696)	-
	-	782,340,911	(782,340,911)	-
Balance as at September 30, 2023 - (Un- audited)	3,864,717,790	8,293,500,050	218,799,114	12,377,016,954
Balance as at January 1, 2024 - (Audited)	3,864,717,790	8,087,810,847	213,728,363	12,166,257,000
Profit for the period	-	1,054,169,211	-	1,054,169,211
Other comprehensive income /(loss) for the period	-	-	-	-
Total comprehensive income for the period	-	1,054,169,211	-	1,054,169,211
Transaction with owners of the Company				
Distributions				
Final dividend - 2023 @ Rs. 1.50 per share	-	(579,703,919)	-	(579,703,919)
1st Interim dividend - 2024 @ Rs. 1.25 per share	-	(483,089,724)	-	(483,089,724)
	-	(1,062,793,643)	-	(1,062,793,643)
Transfer from unappropriated profit to maintenance reserve	-	(77,468,631)	77,468,631	-
	-	-	-	-
Balance as at September 30, 2024 - (Un- audited)	3,864,717,790	8,001,717,784	291,196,994	12,157,632,568

The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

1 REPORTING ENTITY

Saif Power Limited (“the Company”) was incorporated in Pakistan on November 11, 2004 as a public limited company under the repealed Companies Ordinance, 1984 (which has now been replaced by the Companies Act, 2017) and commenced operations from April 30, 2010. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The principal activities of the Company are to own, operate and maintain a combined cycle power plant having nameplate capacity of 225 MW (ISO) and sell the electricity to Central Power Purchasing Agency Guarantee Limited (CPPA-G). The Company has amended its Implementation Agreement on February 11, 2021 whereby National Transmission and Dispatch Company (NTDC) has been replaced with CPPA-G as Power Purchaser. Saif Holdings Limited, major share holder of the Company, holds 23.01% shareholding of the Company.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3 BASIS OF PREPARATION

These condensed interim financial statements do not include all the information required in the annual financial statements prepared in accordance with the approved accounting and reporting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant in understanding of the changes in the Company’s financial positing and performance since the last annual financial statements. These condensed financial statements should be read in conjunction with the Company’s annual financial statements for the year ended December 31, 2023.

These condensed interim unconsolidated financial statements are unaudited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

3.1 Exemptions from applicability of accounting and reporting requirements

3.2.1 IFRS 9 “Financial Instruments”

Securities and Exchange Commission of Pakistan (“SECP”) through S.R.O 67(I)/2023 dated January 20, 2023 has notified that in respect of companies holding financial assets due from the Government of Pakistan (GoP), the requirements contained in IFRS-9 with respect to application of expected credit loss (ECL) model shall not be applicable till December 31, 2024 provided that such companies shall follow relevant requirements of IAS-39 ‘Financial Instruments Recognition and measurement’ in respect of above referred financial assets during the exemption period.

3.2.2 IFRS 16 “Leases”

Control of the Company’s plant due to purchase of total output by CPPA-G and other arrangement under the Power Purchase Agreement (PPA) was classified as a lease under IFRIC 4 “Determining whether an Arrangement Contains a Lease” which due to exemption available to the Company were not accounted for as a lease in prior years. After applicability of IFRS-16, the Company’s arrangement with CPPA-G falls under the definition of a lease as defined in IFRS-16, however, the SECP through S.R.O 986(1)/2019 dated September 02, 2019 has extended the earlier exemption from IFRIC-4 to all companies, which have entered into power purchase arrangements before January 01, 2019. The Company signed its PPA with CPPA-G on April 30, 2007, accordingly, requirement of lease accounting relating to the Company’s arrangement with CPPA-G are not applicable to the Company.

4 MATERIAL ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES

The accounting policies and the methods of computations adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company’s audited financial statements for the year ended December 31, 2023.

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

Company's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience including expectations of future events that are believed to be reasonable under the circumstances.

Estimates and judgements made by the management in the preparation of these condensed interim financial statements are the same as those used in the preparation of the Company's audited financial statements for the year ended December 31, 2023.

5 MAINTENANCE RESERVE

Overhauls of the complex are at certain intervals based on Factored Fired Hours (operating hours) as per terms and details of the O&M Agreement. The amount of such overhauls has been calculated on the basis of operating hours and such amount has been appropriated to Maintenance Reserve through statement of changes in equity. After completion of specific operating hours, the amount is transferred from maintenance reserve and the same amount is charged to cost of sales. Resultantly, appropriation made in prior, current and subsequent years will be netted off in the year payment is made on account of this overhaul. Thus, it is just a replacement in the years only and has zero effect in actual on the company.

6 TRADE AND OTHER PAYABLES

6.1 Creditors includes amounts due to related party, M/S Sui Northern Gas Pipelines Limited (SNGPL), amounting to Rs. 295.8 million (December 31, 2023: Rs. 9 million) on account of procurement of supplies.

6.2 Other payables includes an amount of Rs. 1,353.5 million (December 31, 2023: Nil) on account of fund transferred from related party which is in process of liquidation. These funds are payable on demand.

7 SUBORDINATED LOAN - UNSECURED

	Un-audited September 30, 2024	Audited December 31, 2023
Balance at January 01	730,519,567	586,951,826
Exchange (gain) / loss capitalised during the period / year	(9,528,320)	195,147,385
Repayment during the period / year	(241,696,522)	(51,579,644)
	<u>479,294,725</u>	<u>730,519,567</u>

7.1 Terms and conditions of the above loan are same as disclosed in financial statements for the year ended December 31, 2023.

	Un-audited September 30, 2024	Audited December 31, 2023
Markup on sub-ordinated loan	938,092,676	922,460,244
Markup on short term financing	386,995,002	468,098,005
	<u>1,325,087,678</u>	<u>1,390,558,249</u>

8 MARKUP ACCRUED

	Un-audited September 30, 2024	Audited December 31, 2023
Markup on sub-ordinated loan	938,092,676	922,460,244
Markup on short term financing	386,995,002	468,098,005
	<u>1,325,087,678</u>	<u>1,390,558,249</u>

9 CONTINGENCIES AND COMMITMENTS

There is no significant change in the status of contingencies and commitments from the preceeding annual financial statements of the Company for the year ended December 31, 2023 except for the following:

- In respect of SNGPL's claim on account of late payment by the Company against invoices of Regasified Liquefied Natural Gas (RLNG) has increased to Rs. 128.79 million (December 31, 2023: Rs. 124.52 million).

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

		Un-audited September 30, 2024	Audited December 31, 2023
		Rupees	
10	PROPERTY, PLANT AND EQUIPMENT		
	Balance at January 01	10,862,567,248	11,302,149,549
	Additions during the period / year	4,849,595	736,000
	Net book value of assets disposed off	(6,114,272)	(157,223)
	Depreciation for the period / year	(479,923,770)	(635,308,463)
	Capitalization of exchange (gain) / loss	(9,528,132)	195,147,385
	Balance at September 30 / December 31	10,371,850,669	10,862,567,248
11	LOAN TO ASSOCIATED COMPANY		
	Long Term Loan	999,981,000	492,300,000
	Running Finance Facility	1,480,441,705	-

11.1 Details of long term loan provided are same as disclosed in the annual financial statements of the Company for the year ended December 31, 2023.

11.2 During the period, the Board of Directors of the Company in their meeting held on March 21, 2024 recommended to the shareholders for their approval to provide an unsecured running finance facility, in favor of Saif Textile Mills Limited of Rs. 1.5 billion, which was approved by the shareholders of the Company in their Extra Ordinary General Meeting held on April 15, 2024. The loan carries markup, payable on quarterly basis, at the rate of 0.1% above the Company's average borrowing cost or KIBOR for the relevant period whichever is higher. The running finance facility is renewable every year by mutual consent and approval of the shareholders.

		Un-audited September 30, 2024	Audited December 31, 2023
		Rupees	
12	TRADE DEBTS - secured		
	Considered good	8,250,334,048	9,159,264,055

12.1 Trade debts, including delayed payment charges, are secured by a guarantee from the Government of Pakistan under the Implementation Agreement and as such are considered good.

Apart from the information already disclosed in financial statements for the year ended December 31, 2023, following is the major event or transaction pertaining to trade debts:

- Trade debts include unbilled receivable amount of Rs. 0.918 billion (December 31, 2023: Rs. 0.989 billion) at the period end.

12.2 The aging of trade debts at the reporting date was:

	Un-audited September 30, 2024	Audited December 31, 2023
		Rupees
Not past due	1,620,425,286	1,764,730,961
Past due 0 - 60 days	3,743,359,233	1,242,667,845
Past due 61 - 120 days	2,735,368,263	2,831,143,177
Past due 121 - 180 days	151,181,266	3,320,722,072
181 days and above	-	-
	8,250,334,048	9,159,264,055

13 OTHER RECEIVABLES

13.1 Other receivable includes Rs. 218.02 million (December 31, 2023: Rs. 13.80 million) receivable from Saif Textile Mills Limited, a related party, on account of interest accrued on long term loan and running finance facility.

13.2 This also includes amounts due from related parties amounting to Rs. 21.37 million (December 31, 2023: Rs. 0.68 million) on account of payments of shared expenses on behalf of these related parties.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

14 ASSETS CLASSIFIED AS HELD FOR SALE

During the year ended December 31, 2023, sale transaction of assets of Saif Cement Limited ('SCL') has been completed and sale proceeds were transferred to SCL's bank account. The Board of Directors of the Company has recommended the voluntary winding up of SCL which is in process.

	Un-audited Three months ended		Un-audited Nine months ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
15 TURNOVER - NET	(Rupees)			
Gross Energy Purchase Price	3,703,676,541	6,662,708,521	4,883,230,440	15,504,250,571
Less: Sales Tax	(603,829,715)	(1,010,153,532)	(788,043,967)	(2,353,694,315)
	<u>3,099,846,826</u>	<u>5,652,554,989</u>	<u>4,095,186,473</u>	<u>13,150,556,256</u>
Capacity Purchase Price	1,392,219,834	1,740,111,046	4,050,936,070	4,451,836,782
	<u>4,492,066,660</u>	<u>7,392,666,035</u>	<u>8,146,122,543</u>	<u>17,602,393,038</u>

16 EARNING PER SHARE

There is no dilutive effect on the basic earnings per share of the Company, which is based on:

	Un-audited Three months ended		Un-audited Nine months ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	(Rupees)			
Profit / (loss) for the period	535,373,490	717,089,653	1,054,169,211	(25,361,444)
Weighted average number of ordinary shares - numbers	<u>386,471,779</u>	<u>386,471,779</u>	<u>386,471,779</u>	<u>386,471,779</u>
Earning / (loss) per share - basic and diluted - rupees	<u>1.39</u>	<u>1.86</u>	<u>2.73</u>	<u>(0.07)</u>

17 CASH AND CASH EQUIVALENTS

	Un-audited September 30, 2024	Un-audited September 30, 2023
	(Rupees)	
Short term investments	31,127,052	25,894,751
Bank balances	3,139,406	2,448,720
Cash and cash equivalents in the statement of cash flows	<u>34,266,458</u>	<u>28,343,471</u>

18 DISCLOSURE REQUIREMENT FOR SHARIAH COMPLIANT COMPANIES

As per the requirements of the fourth schedule to the Companies Act 2017, information is disclosed resultant of Company being shariah compliant as per Islamic Index;

	Un-audited September 30, 2024	Audited December 31, 2023
	(Rupees)	
Short term running finance facilities - as per islamic mode	2,990,926,754	5,199,139,517
Finance cost on islamic mode of financing	520,643,496	875,789,409

The Company maintains bank accounts with Meezan Bank Limited, Faysal Bank Limited, Dubai Islamic Bank Limited, Bank Islami Pakistan Limited and Bank Alfalah (Islamic) Limited.

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

19 FAIR VALUE MEASUREMENT

The Company's financial risk management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended December 31, 2023. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended December 31, 2023.

The carrying amounts of all financial assets and financial liabilities are estimated to approximate their fair values.

20 RELATED PARTY TRANSACTIONS

Details of transactions with related parties during the period, other than those which have been disclosed in note 6, 7, 8, 9, 11, 13 and 14 of these unconsolidated condensed interim financial statements, are as follows:

Nature of relationship	Nature of transaction	Un-audited September 30, 2024	Un-audited September 30, 2023
		Rupees	
Associated companies / Related Parties	- Reimbursement of expenses incurred by the company	316,463	-
	- Procurement of supplies	4,608,938,678	-
	- Donations	6,300,000	7,965,000
	- Disbursement of long term loan	507,681,000	8,000,000
	- Utilization of running finance facility	1,480,441,705	-
	- Markup accrued on long term loan and running finance facility	259,951,187	15,947
	- Interest received on long term loan	41,913,851	-
	- Dividend paid	587,468,376	585,949,378
	- Contribution paid to Saif Power - Gratuity Fund	3,884,204	6,805,257
	- Remuneration and reimbursable expenses	22,827,239	21,658,237
Key management	- Dividend paid to directors	141,406,617	168,371,185
	- Directors' fee	875,000	875,000
	- Managerial remunerations and other benefits	68,243,380	65,556,049

21 CORRESPONDING FIGURES

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

22 DATE OF APPROVAL OF FINANCIAL STATEMENTS

These condensed interim financial statements were approved and authorized for issue by the Board of Directors in their meeting held on October 29, 2024.


Chief Financial Officer


Chief Executive Officer


Director

**CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS**
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2024

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2024

	Note	Un-audited September 30, 2024	Audited December 31, 2023
		(Rupees)	
Share capital and reserves			
Share capital		3,864,717,790	3,864,717,790
Unappropriated profit - revenue reserve		8,525,794,265	8,539,475,369
Maintenance reserve		291,196,994	213,728,363
Equity attributable to the owners of the Company		12,681,709,049	12,617,921,522
Non controlling interest		48,811,499	46,099,525
Total equity		12,730,520,548	12,664,021,047
Liabilities			
Lease liabilities		24,441,214	9,436,235
Non-current liabilities		24,441,214	9,436,235
Trade and other payables	6	931,409,686	411,968,780
Short term borrowings		7,231,058,328	11,669,326,413
Sub-ordinated loan	7	479,294,725	730,519,567
Markup accrued	8	1,325,087,678	1,390,558,249
Unclaimed dividend		26,934,538	118,163,748
Current portion of lease liabilities		11,570,991	6,801,757
		10,005,355,946	14,327,338,514
Liabilities directly associated with the asset held for sale	9	40,362,421	92,702,974
Current liabilities		10,045,718,367	14,420,041,488
Total liabilities		10,070,159,581	14,429,477,723
Total equity and liabilities		22,800,680,129	27,093,498,770
Contingencies and commitments			
	10		
Assets			
Property, plant and equipment	11	10,371,850,669	10,862,567,248
Right of use assets		40,897,847	24,098,636
Loan to associated company	12	999,981,000	492,300,000
Non-current assets		11,412,729,516	11,378,965,884
Loan to associated company	12	1,480,441,705	-
Stock in trade - HSD		399,899,817	399,899,817
Trade debts	13	8,250,334,048	9,159,264,055
Other receivables	14	933,375,507	678,076,008
Advances		6,823,743	1,923,347
Advance income tax		20,037,654	9,771,832
Trade deposits and prepayments		213,842,640	128,239,903
Short term investments		31,127,052	3,956,220,043
Bank balances		3,139,406	1,492,220
		11,339,021,572	14,334,887,225
Assets directly associated with the asset held for sale	9	48,929,041	1,379,645,661
Current assets		11,387,950,613	15,714,532,886
Total assets		22,800,680,129	27,093,498,770

The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	Note	Three months ended		Nine months ended	
		September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
(Rupees)					
Continuing operations					
Turnover - net	15	4,492,066,660	7,392,666,035	8,146,122,543	17,602,393,038
Cost of sales		(3,614,468,639)	(6,008,578,797)	(5,816,215,069)	(15,647,754,082)
Gross profit		877,598,021	1,384,087,238	2,329,907,474	1,954,638,956
Other income		1,681,877	1,497,017	5,150,199	10,604,922
Administrative expenses		(92,586,123)	(59,175,564)	(238,752,615)	(164,113,866)
Finance cost		(251,320,285)	(609,319,038)	(1,042,135,847)	(1,826,491,456)
Net profit / (loss) for the period		535,373,490	717,089,653	1,054,169,211	(25,361,444)
Discontinued operations					
(Loss) / profit for the period		(322,710)	47,942,444	75,123,933	219,740,061
Profit for the period		535,050,780	765,032,097	1,129,293,144	194,378,617
Profit / (loss) for the period:					
- Owners of the Company		535,373,490	717,089,653	1,054,169,211	(25,361,444)
(Loss) / profit for the period:					
- Owners of the Company		(311,060)	46,209,585	72,411,959	213,554,632
- Non controlling interest		(11,650)	1,732,859	2,711,974	6,185,429
		(322,710)	47,942,444	75,123,933	219,740,061
		535,050,780	765,032,097	1,129,293,144	194,378,617
Earnings / (loss) per share - basic and diluted					
- from continuing operations	16	1.384	1.975	2.915	0.487
- from discontinued operations		(0.00003)	0.004	0.007	0.016
		1.38	1.98	2.92	0.50

The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	Three months ended		Nine months ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	(Rupees)			
Profit for the period	535,050,780	765,032,097	1,129,293,144	194,378,617
Other comprehensive income for the period	-	-	-	-
Total comprehensive profit / (loss) for the period	535,050,780	765,032,097	1,129,293,144	194,378,617
Total comprehensive income / (loss) attributable to:				
- Owners of the Company	535,062,430	763,299,238	1,126,581,170	188,193,188
- Non-controlling interests	(11,650)	1,732,859	2,711,974	6,185,429
	535,050,780	765,032,097	1,129,293,144	194,378,617
Total comprehensive income / (loss) income arises from:				
- Continuing operations	535,373,490	717,089,653	1,054,169,211	(25,361,444)
- Discontinued operations	(322,710)	47,942,444	75,123,933	219,740,061
	535,050,780	765,032,097	1,129,293,144	194,378,617

The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	September 30, 2024	September 30, 2023
Note	(Rupees)	
Cash flows from operating activities		
Profit / (loss) for the period	1,054,169,211	(25,361,444)
Adjustments for non-cash income and expenses:		
Provision for staff retirement benefits - gratuity	29,772,499	8,437,086
Depreciation - property, plant and equipment	479,923,770	475,445,672
Depreciation - right of use assets	12,906,979	11,235,145
Finance cost	1,042,135,847	1,826,491,456
Gain on disposal of property, plant and equipment	(489,387)	(63,000)
Profit on deposit accounts	(146,374)	(772,178)
Return on investments	(4,514,438)	-
	2,613,758,107	2,295,412,737
Changes in working capital:		
Stock in trade	-	311,734
Trade debts	908,930,007	175,342,298
Other receivable	(255,299,499)	(72,560,598)
Advances	(4,900,396)	(1,915,162)
Trade deposits and prepayments	(85,602,737)	(133,994,017)
Trade and other payables	1,841,177,736	289,786,748
Discontinued operations	(1,292,922,231)	(22,930,063)
	1,111,382,880	234,040,940
Cash generated from operations	3,725,140,987	2,529,453,677
Income taxes paid	(10,265,822)	(1,052,307)
Finance cost paid	(1,107,606,418)	(1,396,990,448)
Staff retirement benefits paid	(3,884,204)	(6,805,257)
Net cash generated from operating activities	2,603,384,543	1,124,605,665
Cash flows from investing activities		
Acquisition of property, plant and equipment	(4,849,595)	424,000
Acquisition of right of use assets	(34,601,412)	-
Loan to associated company	(1,988,122,705)	(8,015,497)
Markup received on loan to associated company	41,913,851	-
Proceeds from sale of property, plant and equipment	7,041,360	-
Gain on disposal of property, plant and equipment	489,387	63,000
Profit on deposit accounts	146,374	772,178
Return on investments - receipt	4,514,438	-
Discontinued operations	-	654,106,975
Net cash (used in) / generated from investing activities	(1,973,468,302)	647,350,656
Cash flows from financing activities		
Repayment of sub-ordinated loan	(241,696,522)	(230,558,562)
Dividend paid	(1,154,022,853)	(1,504,698,917)
Short term borrowings - net	(4,438,268,085)	(6,607,271,195)
Lease liabilities paid	(12,296,818)	(15,948,165)
Discontinued operations	-	(42,710,884)
Net cash used in financing activities	(5,846,284,278)	(8,401,187,723)
Net decrease in cash and cash equivalents	(5,216,368,037)	(6,629,231,402)
Cash and cash equivalents at beginning of the period	5,250,649,676	7,908,335,920
Cash and cash equivalents at end of the period	34,281,639	1,279,104,518

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The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

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

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	Share capital	Unappropriated profit-revenue reserve	Maintenance reserve	Non-Controlling interest	Total equity
	(Rupees)				
Balance as at January 1, 2023 (Audited)	3,864,717,790	9,199,811,049	1,001,140,025	36,608,196	14,102,277,060
Loss for the period	-	188,193,188	-	6,185,429	194,378,617
Other comprehensive income/(loss) for the period	-	-	-	-	-
Total comprehensive loss for the period	-	188,193,188	-	6,185,429	194,378,617
Transaction with owners of the Company					
Distributions					
Final dividend - 2022 @ Rs. 2.50 per share	-	(966,179,448)	-	-	(966,179,448)
1st Interim dividend - 2023 @ Rs. 1.29 per share	-	(498,548,594)	-	-	(498,548,594)
	-	(1,464,728,042)	-	-	(1,464,728,042)
Transfer from unappropriated profit to maintenance reserve	-	(499,009,785)	499,009,785	-	-
Charged to unappropriated profits from maintenance reserve	-	1,281,350,696	(1,281,350,696)	-	-
	-	782,340,911	(782,340,911)	-	-
Balance as at September 30, 2023 - (Un-audited)	3,864,717,790	8,705,617,106	218,799,114	42,793,625	12,831,927,635
Balance as at January 1, 2024 - (Audited)	3,864,717,790	8,539,475,369	213,728,363	46,099,525	12,664,021,047
Profit for the period	-	1,126,581,170	-	2,711,974	1,129,293,144
Other comprehensive income/(loss) for the period	-	-	-	-	-
Total comprehensive income for the period	-	1,126,581,170	-	2,711,974	1,129,293,144
Transaction with owners of the Company					
Distributions					
Final dividend - 2023 @ Rs. 1.50 per share	-	(579,703,919)	-	-	(579,703,919)
1st Interim dividend - 2024 @ Rs. 1.25 per share	-	(483,089,724)	-	-	(483,089,724)
	-	(1,062,793,643)	-	-	(1,062,793,643)
Transfer from unappropriated profit to maintenance reserve	-	(77,468,631)	77,468,631	-	-
Balance as at September 30, 2024 - (Un-audited)	3,864,717,790	8,525,794,265	291,196,994	48,811,499	12,730,520,548

The annexed notes 1 to 22 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

1 REPORTING ENTITY

The Group consists of Saif Power Limited (the Company) and Saif Cement Limited (the Subsidiary Company).

Parent:

Saif Power Limited (“the Company”) was incorporated in Pakistan on November 11, 2004 as a public limited company under the repealed Companies Ordinance, 1984 (which has now been replaced by the Companies Act, 2017) and commenced operations from April 30, 2010. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The principal activities of the Company are to own, operate and maintain a combined cycle power plant having nameplate capacity of 225 MW (ISO) and sell the electricity to Central Power Purchasing Agency Guarantee Limited (CPPA-G).

Subsidiary:

The Subsidiary Company is a public limited company incorporated in Pakistan on January 13, 2017 under the repealed Companies Ordinance, 1984 (which has now been replaced by the Companies Act, 2017).

2 STATEMENT OF COMPLIANCE

These consolidated condensed interim financial statements include the financial statements of the Company and its Subsidiary (collectively “the Group”). The financial statements of the Subsidiary are prepared for the same reporting period as the Holding Company, using consistent accounting policies. These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3 BASIS OF PREPARATION

These consolidated condensed interim financial statements do not include all the information required in the annual financial statements prepared in accordance with the approved accounting and reporting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant in understanding of the changes in the Company’s financial positing and performance since the last annual consolidated financial statements. These consolidated condensed interim financial statements should be read in conjunction with the Company’s latest consolidated annual financial statements as at and for the year ended December 31, 2023.

These consolidated condensed interim financial statements are unaudited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

3.1 Exemptions from applicability of accounting and reporting requirements

3.2.1 IFRS 9 “Financial Instruments”

Securities and Exchange Commission of Pakistan (“SECP”) through S.R.O 67(I)/2023 dated January 20, 2023 has notified that in respect of companies holding financial assets due from the Government of Pakistan (GoP), the requirements contained in IFRS-9 with respect to application of expected credit loss (ECL) model shall not be applicable till December 31, 2024 provided that such companies shall follow relevant requirements of IAS-39 ‘Financial Instruments Recognition and measurement’ in respect of above referred financial assets during the exemption period.

3.2.2 IFRS 16 “Leases”

Control of the Company’s plant due to purchase of total output by CPPA-G and other arrangement under the Power Purchase Agreement (PPA) was classified as a lease under IFRIC 4 “Determining whether an Arrangement Contains a Lease” which due to

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

exemption available to the Company were not accounted for as a lease in prior years. After applicability of IFRS-16, the Company's arrangement with CPPA-G falls under the definition of a lease as defined in IFRS-16, however, the SECP through S.R.O 986(1)/2019 dated September 02, 2019 has extended the earlier exemption from IFRIC-4 to all companies, which have entered into power purchase arrangements before January 01, 2019. The Company signed its PPA with CPPA-G on April 30, 2007, accordingly, requirement of lease accounting relating to the Company's arrangement with CPPA-G are not applicable to the Company.

4 MATERIAL ACCOUNTING POLICIES, JUDGMENTS AND ESTIMATES

The accounting policies and the methods of computations adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's audited financial statements for the year ended December 31, 2023.

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience including expectations of future events that are believed to be reasonable under the circumstances.

Estimates and judgements made by the management in the preparation of these condensed interim financial statements are the same as those used in the preparation of the Company's audited financial statements for the year ended December 31, 2023.

5 MAINTENANCE RESERVE

Overhauls of the complex are at certain intervals based on Factored Fired Hours (operating hours) as per terms and details of the O&M Agreement. The amount of such overhauls has been calculated on the basis of operating hours and such amount has been appropriated to Maintenance Reserve through statement of changes in equity. After completion of specific operating hours, the amount is transferred from maintenance reserve and the same amount is charged to cost of sales. Resultantly, appropriation made in prior, current and subsequent years will be netted off in the year payment is made on account of this overhaul. Thus, it is just a replacement in the years only and has zero effect in actual on the company.

6 TRADE AND OTHER PAYABLES

- 6.1 Creditors includes amounts due to related party, M/S Sui Northern Gas Pipelines Limited (SNGPL), amounting to Rs. 295.8 million (December 31, 2023: Rs. 9 million) on account of procurement of supplies.

7 SUBORDINATED LOAN - UNSECURED

Balance at January 01
Exchange (gain) / loss capitalised during the period / year
Repayment during the period / year

Un-audited September 30, 2024	Audited December 31, 2023
(Rupees)	

730,519,567	586,951,826
(9,528,320)	195,147,385
(241,696,522)	(51,579,644)
<u>479,294,725</u>	<u>730,519,567</u>

- 7.1 Terms and conditions of the above loan are same as disclosed in financial statements for the year ended December 31, 2023.

8 MARKUP ACCRUED

Markup on sub-ordinated loan
Markup on short term financing

Un-audited September 30, 2024	Audited December 31, 2023
(Rupees)	

938,092,676	922,460,244
386,995,002	468,098,005
<u>1,325,087,678</u>	<u>1,390,558,249</u>

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

9 DISCONTINUED OPERATIONS

During the year ended December 31, 2023, sale transaction of assets of Saif Cement Limited ('SCL') has been completed and sale proceeds have been transferred to SCL's bank account. The Board of Directors of the Company has recommended the voluntary winding up of SCL. Once liquidation is completed after approval of shareholders, proceeds from liquidation will be used to payback to the Company and other sponsors according to their investment.

	Un-audited September 30, 2024	Audited December 31, 2023
	(Rupees)	
Liabilities directly associated with asset held for sale;		
Trade and other payables	585,000	-
Provision for taxation	39,777,421	92,702,974
	40,362,421	92,702,974
Assets held for sale;		
Advance tax	37,382,942	75,177,330
Short term investment	-	1,292,161,647
Cash and bank balances	15,181	775,766
Goodwill	11,530,918	11,530,918
	48,929,041	1,379,645,661
	Un-audited September 30, 2024	Audited December 31, 2023
	(Rupees)	
Profit for the period;		
Other income	90,318,119	312,527,033
Administrative expenses	(1,643,622)	(13,839,392)
Finance cost	-	(5,789,997)
Provision for taxation	(13,547,215)	(73,157,584)
Profit for the year	75,127,282	219,740,060
Other comprehensive income for the period:		
Profit for the period	75,127,282	219,740,060
Remeasurement of defined benefit liability	-	-
	75,127,282	219,740,060
Cash flows generated from / (used in):		
Net cash used in operating activities	(1,292,922,231)	(22,930,063)
Net cash generated from / (used in) investing activities	-	654,106,975
Net cash generated from / (used in) financing activities	-	(42,710,884)
Net cashflows for the period	(1,292,922,231)	588,466,028

10 CONTINGENCIES AND COMMITMENTS

There is no significant change in the status of contingencies and commitments from the preceeding annual financial statements of the Company for the year ended December 31, 2023 except for the following:

- In respect of SNGPL's claim on account of late payment by the Company against invoices of Regasified Liquefied Natural Gas (RLNG) has increased to Rs. 128.79 million (December 31, 2023: Rs. 124.52 million).

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

		Un-audited September 30, 2024	Audited December 31, 2023
		(Rupees)	
11	PROPERTY, PLANT AND EQUIPMENT		
	Balance at January 01	10,862,567,248	11,302,149,549
	Additions during the period / year	4,849,595	736,000
	Net book value of assets disposed off	(6,114,272)	(157,223)
	Depreciation for the period / year	(479,923,770)	(635,308,463)
	Capitalization of exchange (gain) / loss	(9,528,132)	195,147,385
	Balance at September 30 / December 31	<u>10,371,850,669</u>	<u>10,862,567,248</u>
12	LOAN TO ASSOCIATED COMPANY		
	Long Term Loan	12.1 <u>999,981,000</u>	<u>492,300,000</u>
	Running Finance Facility	12.2 <u>1,480,441,705</u>	<u>-</u>

12.1 Details of long term loan provided are same as disclosed in the annual financial statements of the Company for the year ended December 31, 2023.

12.2 During the period, the Board of Directors of the Company in their meeting held on March 21, 2024 recommended to the shareholders for their approval to provide an unsecured running finance facility, in favor of Saif Textile Mills Limited of Rs. 1.5 billion, which was approved by the shareholders of the Company in their Extra Ordinary General Meeting held on April 15, 2024. The loan carries markup, payable on quarterly basis, at the rate of 0.1% above the Company's average borrowing cost or KIBOR for the relevant period whichever is higher. The running finance facility is renewable every year by mutual consent and approval of the shareholders.

		Un-audited September 30, 2024	Audited December 31, 2023
		(Rupees)	
13	TRADE DEBTS - secured		
	Considered good	13.1 <u>8,250,334,048</u>	<u>9,159,264,055</u>

13.1 Trade debts, including delayed payment charges, are secured by a guarantee from the Government of Pakistan under the Implementation Agreement and as such are considered good.

Apart from the information already disclosed in financial statements for the year ended December 31, 2023, following is the major event or transaction pertaining to trade debts:

- Trade debts include unbilled receivable amount of Rs. 0.918 billion (December 31, 2023: Rs. 0.989 billion) at the period end.

13.2 The aging of trade debts at the reporting date was:

	Un-audited September 30, 2024	Audited December 31, 2023
		(Rupees)
Not past due	1,620,425,286	1,764,730,961
Past due 0 - 60 days	3,743,359,233	1,242,667,845
Past due 61 - 120 days	2,735,368,263	2,831,143,177
Past due 121 - 180 days	151,181,266	3,320,722,072
181 days and above	-	-
	<u>8,250,334,048</u>	<u>9,159,264,055</u>

14 OTHER RECEIVABLES

14.1 Other receivable includes Rs. 218.02 million (December 31, 2023: Rs. 13.80 million) receivable from Saif Textile Mills Limited, a related party, on account of interest accrued on long term loan and running finance facility.

14.2 This also includes amounts due from related parties amounting to Rs. 21.37 million (December 31, 2023: Rs. 0.68 million) on account of payments of shared expenses on behalf of these related parties.

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

	Un-audited Three months ended		Un-audited Nine months ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
15 TURNOVER - NET	(Rupees)			
Gross Energy Purchase Price	3,703,676,541	6,662,708,521	4,883,230,440	15,504,250,571
Less: Sales Tax	(603,829,715)	(1,010,153,532)	(788,043,967)	(2,353,694,315)
	3,099,846,826	5,652,554,989	4,095,186,473	13,150,556,256
Capacity Purchase Price	1,392,219,834	1,740,111,046	4,050,936,070	4,451,836,782
	4,492,066,660	7,392,666,035	8,146,122,543	17,602,393,038

16 EARNING PER SHARE

There is no dilutive effect on the basic earnings per share of the Company, which is based on:

	Un-audited Three months ended		Un-audited Nine months ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	(Rupees)			
Profit / (loss) for the period				
- continuing operations	535,062,430	763,299,238	1,126,581,170	188,193,188
- discontinued operations	(11,650)	1,732,859	2,711,974	6,185,429
	535,050,780	765,032,097	1,129,293,144	194,378,617
Weighted average number of ordinary shares - numbers	386,471,779	386,471,779	386,471,779	386,471,779
Earning per share - basic and diluted - rupees				
- continuing operations	1.38	1.98	2.92	0.49
- discontinued operations	(0.00003)	0.004	0.01	0.02
	1.38	1.98	2.92	0.50

17 CASH AND CASH EQUIVALENTS

	Un-audited September 30, 2024	Un-audited September 30, 2023
	(Rupees)	
Short term investments	31,127,052	1,259,504,604
Bank balances	3,154,587	19,599,914
Cash and cash equivalents in the statement of cash flows	34,281,639	1,279,104,518

18 DISCLOSURE REQUIREMENT FOR SHARIAH COMPLIANT COMPANIES

As per the requirements of the fourth schedule to the Companies Act 2017, information is disclosed resultant of Company being shariah compliant as per Islamic Index;

	Un-audited September 30, 2024	Un-audited September 30, 2023
	(Rupees)	
Short term running finance facilities - as per islamic mode	2,990,926,754	5,199,139,517
Finance cost on islamic mode of financing	520,643,496	875,789,409

The Company maintains bank accounts with Meezan Bank Limited, Faysal Bank Limited, Dubai Islamic Bank Limited, Bank Islami Pakistan Limited and Bank Alfalah (Islamic) Limited.

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

19 FAIR VALUE MEASUREMENT

The Company's financial risk management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended December 31, 2023. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended December 31, 2023.

The carrying amounts of all financial assets and financial liabilities are estimated to approximate their fair values.

20 RELATED PARTY TRANSACTIONS

Details of transactions with related parties during the period, other than those which have been disclosed in note 6, 7, 8, 9, 10, 12 and 14 of these unconsolidated condensed interim financial statements, are as follows:

Nature of relationship	Nature of transaction	Un-audited September 30, 2024	Un-audited September 30, 2023	
		Rupees		
Associated companies / Related Parties	- Reimbursement of expenses incurred by the company	316,463	-	
	- Procurement of supplies	4,608,938,678	-	
	- Funds received	1,353,500,000	-	
	- Donations	6,300,000	7,965,000	
	- Disbursement of long term loan	507,681,000	8,000,000	
	- Utilization of running finance facility	1,480,441,705	-	
	- Markup accrued on long term loan and running finance facility	259,951,187	15,947	
	- Interest received on long term loan	41,913,851	-	
	- Dividend paid	587,468,376	585,949,378	
	- Contribution paid to Saif Power - Gratuity Fund	3,884,204	6,805,257	
	- Remuneration and reimbursable expenses	22,827,239	21,658,237	
	Key management	- Dividend paid to directors	141,406,617	168,371,185
		- Directors' fee	875,000	875,000
- Managerial remunerations and other benefits		68,243,380	65,556,049	
Transactions during the period by subsidiary company:				
<i>- with Saif Holdings Limited, an associated company</i>				
- Loan received		-	21,000,000	
- Interest accrued on loan		-	9,907,809	
- Repayment of principal and interest		-	73,595,909	
<i>- with Saif Power Limited, an associated company</i>				
- Funds transferred, payable on demand		1,353,500,000	-	

21 CORRESPONDING FIGURES

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

22 DATE OF APPROVAL OF FINANCIAL STATEMENTS

These condensed interim financial statements were approved and authorized for issue by the Board of Directors in their meeting held on October 29, 2024.



Chief Financial Officer



Chief Executive Officer



Director



Saif Group



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