

SG POWER LIMITED

B-40, S.I.T.E, KARACHI, PAKISTAN

1. REASON OF NON-COMPLIANCES

- Non reliable Gas supply which is most essential in Power Generation.
- Our only sole customer is SG Allied Businesses Limited and its operations were shut down, so there was no revenue.

- Very poor law and order situation in SITE Karachi.
- As our sole customer operations were shut down there was no cash flow and losses, and all the staff had to be released which resulted in these non-compliances.

2. STEPS TAKEN BY THE COMPANY FOR RECTIFICATION OF NON-COMPLIANCES AND TO ENSURE THAT SUCH NON-COMPLIANCES DO NOT OCCUR IN FUTURE

- The main issue was to make company profitable so that staff can be hired to make sure there are no non-compliances.
- Alhamdulillah Company is now in profit as our sole customer is further expanding its operations and Inshaa Allah with the result we see that all non-compliances will be met.

3. REASONS FOR NON-OPERATION OF THE COMPANY AND THE STEPS TAKEN BY THE COMPANY FOR ITS REVIVAL

- As explained earlier the only customer of SG Power Limited is SG Fibre Limited (now SG Allied Businesses Limited).
- As Polyester yarn manufacturing facility of SG Fibre Limited were discontinued, therefore SG Power Limited was not able to generate any revenue.

4. REASONS FOR NON-DECLARATION OF ANY CORPORATE ENTITLEMENT TO ITS SHAREHOLDERS SINCE PAST MANY YEARS

- There was no operation and profit in the company therefore there was non-declaration of any corporate entitlement.

5. STRATEGY FOR RESTORATION OF OPERATIONS OF THE COMPANY AND TO SAFEGUARD THE INTEREST OF MINORITY SHAREHOLDERS

- Strategy is there and Alhamdulillah our sole customer is expanding its operations by adding new lines of businesses which includes Cold storage, Vertical Farming and Mushroom Production etc.
- As our customer is expanding, we are also increasing our power generation capacity to meet our customer power consumption demand.

- Joint Strategy was made with SG Allied Businesses Limited with the result that Sales of SG Power Limited are gradually increasing.

PROJECTED PROFIT AND LOSS

Profit & Loss Projection	Jun-20	Jun-21	Jun-22	Jun-23	Jun-24
Sales	8,998,660	15,259,046	27,924,054	30,716,460	33,788,106
Generation cost	(6,662,672)	(9,303,046)	(17,024,574)	(18,727,032)	(20,599,735)
Gross profit	2,335,988	5,956,000	10,899,480	11,989,428	13,188,371
Administrative and selling expenses	(153,297)	(25,917)	(47,428)	(52,171)	(57,388)
Operating profit	2,182,691	5,930,083	10,852,052	11,937,257	13,130,983
Other income	-	-	-	-	-
Finance charges	-	-	-	-	-
Profit before taxation	2,182,691	5,930,083	10,852,052	11,937,257	13,130,983
Taxation	-	-	-	-	-
Profit after taxation	2,182,691	5,930,083	10,852,052	11,937,257	13,130,983
Other comprehensive income	-	-	-	-	-
Total comprehensive income	2,182,691	5,930,083	10,852,052	11,937,257	13,130,983

GENERATOR PICTURES





THANK YOU