

PAKGEN POWER LIMITED



STOCKEXC/

April 28, 2023

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
KARACHI.

SUB: TRANSMISSION OF QUARTERLY REPORT FOR THE PERIOD ENDED 31-03-2023

Dear Sir,

We have to inform you the Quarterly Report of Pakgen Power Limited for the period ended March 31, 2023 have been transmitted through PUCARS and is also available on Company's website.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

Thanking you,

Yours truly,

KHALID MAHMOOD CHOCHAN
COMPANY SECRETARY

HEAD OFFICE

: 1-B, AZIZ AVENUE, CANAL BANK, GULBERG V, LAHORE. TEL: +92-42-35717090-96, 35717159-63, FAX: 92-42-35717239, WEBSITE: www.pakgenpower.com, E-MAIL: pakgen@lalpir.com

REGISTERED OFFICE

: NISHAT HOUSE, 53/A, LAWRANCE ROAD, LAHORE. TEL: 111-113-333 FAX: +92-42-36367414

POWER STATIONS

: LALPIR THERMAL POWER STATIONS, P.O. BOX NO. 89, MUZAFFARGARH. PC-34200, PAKISTAN. TEL: 92-66-2300030, FAX: 92-66-2300260, www.pakgenpower.com



NISHAT

PAKGEN POWER LIMITED

FIRST QUARTERLY REPORT
FOR THE PERIOD ENDED
MARCH 31, 2023

A NEW VISION FOR CONTINUED
GROWTH

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COMPANY PROFILE

THE COMPANY	Pakgen Power Limited (“the Company”) was incorporated in Pakistan on 22 June 1995 under the repealed Companies Ordinance, 1984 now the Companies Act, 2017. The registered office is situated at 53-A, Lawrence Road, Lahore. The principal activities of the Company are to own, operate and maintain an oil fired power station (“the Complex”) having gross capacity of 365 MW in Mehmood Kot, Muzaffargarh, Punjab, Pakistan.	
BOARD OF DIRECTORS	Dr. Arif Bashir Mrs. Sadia Younas Mansha Mr. Samir Mustapha Chinoy Mr. Shahid Malik Mr. Ghazanfar Hussain Mirza Mr. Farrukh Ifzal Mr. Amir Mahmood	Chairman
CHIEF EXECUTIVE OFFICER	Mian Hassan Mansha	
AUDIT COMMITTEE	Mr. Farrukh Ifzal Dr. Arif Bashir Mr. Shahid Malik	Chairman
HUMAN RESOURCE & REMUNERATION(HR &R) COMMITTEE	Mr. Samir Mustapha Chinoy Mian Hassan Mansha Mr. Ghazanfar Hussain Mirza	Chairman
CHIEF FINANCIAL OFFICER	Mr. Tanvir Khalid	
COMPANY SECRETARY	Mr. Khalid Mahmood Chohan	
BANKERS OF THE COMPANY	Habib Bank Limited The Bank of Punjab Silk Bank Limited United Bank Limited Allied Bank Limited National Bank of Pakistan Bank Alfalah Limited Faysal Bank Limited Askari Bank Limited Habib Metropolitan Bank Limited MCB Bank Limited Bank Islamic Pakistan Limited Bank Al-Habib Limited Al Baraka Bank (Pakistan) Limited	
AUDITOR OF THE COMPANY	Riaz Ahmad & Co. Chartered Accountants	
LEGAL ADVISOR OF THE COMPANY	Mr. M. Aurangzeb Khan Advocate High Court	
REGISTERED OFFICE	53-A, Lawrence Road, Lahore-Pakistan UAN: +92 42-111-11-33-33 Fax: +92 42 36367414	

HEAD OFFICE

1-B, Aziz Avenue, Gulberg-V,
Lahore- Pakistan
Tel: + 92 42-35717090-96
Fax: +92 42-35717239

SHARE REGISTRAR

CDC Share Registrar Services Limited
CDC House,99-B, Block-B, S.M.C.H.S
Shahra-e-Faisal, Karachi – 74400
Tel: (92-21) 111-111-500
Fax: (92-21) 34326053

PLANT

Mehmood Kot, Muzaffargarh,
Punjab – Pakistan.

DIRECTORS' REPORT

The Directors of **Pakgen Power Limited "the Company"** are pleased to present their report together with the Condensed Interim Financial Information for the first quarter ended March 31, 2023.

We report that during the period under review power plant dispatched 31,893 MWh of electricity as compared with 354,999 MWh dispatched during the corresponding period of the previous financial year.

Operational Financial Results:

The financial results of the Company for period ended March 31, 2023 are as follows:

Financial Highlights	PERIOD ENDED	
	31 March 2023	31 March 2022
Revenue (Rs '000')	3,761,067	10,353,693
Gross profit (Rs '000')	1,750,653	880,344
After tax profit (Rs '000')	1,697,445	936,239
Earnings per share (Rs)	4.56	2.52

The Company has posted after tax profit of Rs.1,697.445 million as against Rs.936.239 million earned in the comparative period. The net profits of the Company demonstrated the Earning per Share of Rs.4.56 as against Rs.2.52 per share earned in the comparable previous period.

Our sole customer Central Power Purchasing Agency (Guarantee) Limited (CPPA-G) remains unable to meet its obligations in accordance with the Power Purchase Agreement (PPA) which are secured under a sovereign guarantee of Government of Pakistan. As on March 31, 2023, an amount of Rs.13.469 billion was receivable from CPPA-G.

COMPOSITION OF BOARD:

Total number of Directors:	
(a) Male	7
(b) Female:	1
Composition:	
(i) Independent Directors	2
(ii) Non-executive Directors	5
(iii) Executive Director - (Chief Executive Officer)	1

COMMITTEES OF THE BOARD:

Audit Committee of the Board:

Sr. #	Name of Members	
1	Mr. Farrukh Ifzal	(Member/ Chairman)
2	Mr. Arif Bashir	(Member)
3	Mr. Shahid Malik	(Member)

Human Resource & Remuneration (HR&R) Committee:

Sr. #	Name of Members	
1	Mr. Samir Mustapha Chinoy	Member/Chairman
2	Mian Hassan Mansha	Member
3	Mr. Ghazanfar Hussain Mirza	Member

DIRECTORS' REMUNERATION:

The company does not pay remuneration to its non-executive directors including independent directors except for meeting fee. Aggregate amount of remuneration paid to executive and non-executive directors have been disclosed in Note 8 of the annexed financial statements.

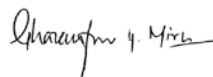
ACKNOWLEDGEMENT:

The board appreciates the management for establishing a modern and motivating working climate and promoting high levels of performance in all areas of the power plant. We also appreciate the efforts of the company's workforce for delivering remarkable results and we wish for their long relationship with the Company.

For and on behalf of the Board of Directors



Mian Hassan Mansha
Chief Executive Officer
Lahore: 27 April 2023



Mr. Ghazanfar Hussain Mirza
Director

ڈائریکٹرز رپورٹ پاک جن پاور لمیٹڈ

پاک جن پاور لمیٹڈ "دی کمپنی" کے ڈائریکٹرز 31 مارچ 2023 بختہ مدت کے لئے محمد عبوری مالیاتی معلومات پر مشتمل اپنی رپورٹ پیش کرتے ہوئے خوش محسوس کر رہے ہیں۔

ہم بیان کرتے ہیں کہ زبرجائزہ مدت کے دوران پاور پلانٹ نے گزشتہ مالی سال کی اسی مدت کے دوران 354,999 MWh ترسیل کے مقابلہ میں 31,893 MWh بجلی ترسیل کی۔

آپریشنل مالیاتی نتائج:

31 مارچ 2023 کو ختم ہونے والی مدت کے لئے کمپنی کے مالیاتی نتائج مندرجہ ذیل ہیں:

مالی بھٹکیاں	31 مارچ 2023 بختہ سہ ماہی	31 مارچ 2022 بختہ سہ ماہی
محصولات (000 روپے)	3,761,067	10,353,693
مجموعی منافع (000 روپے)	1,750,653	880,344
بعد از ٹیکس منافع (000 روپے)	1,697,445	936,239
آمدن فی حصص (روپے)	4.56	2.52

کمپنی نے ٹیکس کے بعد منافع 1,697.445 ملین روپے درج کیا جبکہ تقابلی مدت میں 936.239 ملین روپے منافع حاصل ہوا تھا۔ کمپنی کے خالص منافع نے گزشتہ مدت میں 2.52 روپے فی حصص منافع کے مقابلے 4.56 روپے فی حصص منافع ظاہر کیا ہے۔

ہماری واحد صارف سنٹرل پاور پراجیکٹ ایجنسی (گارٹی) لمیٹڈ (CPPA-G) بجلی کی خریداری کے معاہدے (PPA) جو حکومت پاکستان کی ایک خود مختار ضمانت کے تحت حاصل کیا گیا، کے مطابق اپنی ذمہ داریوں کو پورا کرنے کے قابل نہیں رہا۔ 31 مارچ 2023 کے مطابق سنٹرل پاور پراجیکٹ ایجنسی (گارٹی) لمیٹڈ (CPPA-G) کے ذمہ بقایا رقم 13,469 ملین روپے تھی۔

بورڈ کی تشکیل:

ڈائریکٹرز کی کل تعداد	
(a) مرد	7
(b) خاتون	1
تشکیل	
(i) آزاد ڈائریکٹرز	2
(ii) نان ایگزیکٹو ڈائریکٹرز	5
(iii) ایگزیکٹو ڈائریکٹرز	1

بورڈ کی کمیٹیاں:
بورڈ کی آڈٹ کمیٹی:

نمبر شمار	نام رکن
1	جناب فرخ افضل (رکن / چیئر مین)
2	جناب عارف بشیر (رکن)
3	جناب شاہد ملک (رکن)

ہیومن ریسورس اینڈ ریٹرنیشن (HR&R) کمیٹی:

نمبر شمار	نام رکن
1	جناب سمیر مصطفیٰ چنائے (رکن / چیئر مین)
2	میاں حسن منشاء (رکن)
3	جناب غضنفر حسین مرزا (رکن)

ڈائریکٹرز کا مشاہرہ:

کمپنی اپنے آزاد ڈائریکٹرز سمیت نان ایگزیکٹو ڈائریکٹرز کو اجلاس فیس کے علاوہ کوئی مشاہرہ ادا نہیں کرتی ہے۔ ایگزیکٹو اور نان ایگزیکٹو ڈائریکٹرز کو ادا کئے جانے والے مشاہرہ کی مجموعی رقم منسلکہ مالی حسابات کے نوٹ 8 میں منکشف ہے۔

اظہار تشکر

ہم، ایک جدید اور حوصلہ افزاء کام کے ماحول کے قیام اور پاور پلانٹ کے تمام شعبوں میں اعلیٰ سطح کی کارکردگی کو فروغ دینے کے لئے انتظامیہ کی تعریف کرتے ہیں۔ ہم قابل ذکر نتائج کی فراہمی کے لئے کمیٹی کے تمام عملہ کی مسلسل حمایت، سخت محنت اور عزم کو بھی سراہتے ہیں اور ہم کمیٹی کے ساتھ ان کے طویل تعلقات چاہتے ہیں۔

مخانیب مجلس نظماء

Ghazanfar Hussain Mirza
غضنفر حسین مرزا
ڈائریکٹر

Hasan Mansha

میاں حسن منشاء
چیف ایگزیکٹو آفیسر

لاہور: 27 اپریل 2023ء

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

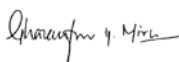
As at 31 March 2023

	Note	Un-audited 31 March 2023 (Rupees in thousand)	Audited 31 December 2022
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
400,000,000 (31 December 2022: 400,000,000) ordinary shares of Rupees 10 each		4,000,000	4,000,000
Issued, subscribed and paid up share capital 372,081,591 (31 December 2022: 372,081,591) ordinary shares of Rupees 10 each		3,720,816	3,720,816
Capital reserve		116,959	116,959
Revenue reserve - un-appropriated profit		23,009,099	21,311,654
Total equity		26,846,874	25,149,429
LIABILITIES			
NON-CURRENT LIABILITIES			
Employee benefit - gratuity		549	4,574
CURRENT LIABILITIES			
Trade and other payables		471,528	613,121
Accrued mark-up / profit		2,443	34,078
Short-term borrowings		11	697,303
Unclaimed dividend		6,597	7,852
		480,579	1,352,354
Total liabilities		480,579	1,352,354
CONTINGENCIES AND COMMITMENTS	4		
TOTAL EQUITY AND LIABILITIES		27,328,002	26,506,357

The annexed notes form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR




CHIEF FINANCIAL OFFICER

	Note	Un-audited 31 March 2023 (Rupees in thousand)	Audited 31 December 2022
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	5	4,330,832	4,498,749
Long-term loans to employees		17,867	20,322
Long-term security deposit		1,774	1,774
		<u>4,350,473</u>	<u>4,520,845</u>
CURRENT ASSETS			
Stores, spare parts and other consumables		760,534	761,789
Fuel stock		2,482,182	2,855,639
Trade debts		13,468,914	14,717,477
Short term investment		1,403,762	5,116
Loans, advances and short-term prepayments		65,159	784,486
Other receivables		386,970	439,439
Advance income tax		285,676	282,864
Sales tax recoverable		2,097,320	2,132,720
Cash and bank balances		2,027,012	5,982
		<u>22,977,529</u>	<u>21,985,512</u>
TOTAL ASSETS		<u><u>27,328,002</u></u>	<u><u>26,506,357</u></u>



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER


**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**
FOR THE QUARTER ENDED 31 MARCH 2023 (UN-AUDITED)

	Note	Quarter Ended	
		31 March 2023 (Rupees in thousand)	31 March 2022
REVENUE FROM CONTRACT WITH CUSTOMER		3,761,067	10,353,693
COST OF SALES	6	(2,010,414)	(9,473,349)
GROSS PROFIT		1,750,653	880,344
ADMINISTRATIVE EXPENSES		(84,227)	(69,998)
OTHER EXPENSES		(2,582)	(942)
OTHER INCOME		36,535	132,160
PROFIT FROM OPERATIONS		1,700,379	941,564
FINANCE COST		(2,934)	(5,325)
PROFIT BEFORE TAXATION		1,697,445	936,239
TAXATION		-	-
PROFIT AFTER TAXATION		1,697,445	936,239
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		1,697,445	936,239
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)		4.56	2.52

The annexed notes form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF
CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2023 (UN-AUDITED)**

	RESERVES			TOTAL EQUITY
	Capital	Revenue		
	Retained payments reserve	Un- appropriated profit		
(----- Rupees in thousand -----)				
Balance as at 31 December 2021 - audited	3,720,816	116,959	18,726,612	22,564,387
Profit for the quarter ended 31 March 2022	-	-	936,239	936,239
Other Comprehensive income for the quarter ended 31 March 2022	-	-	-	-
Total comprehensive income for the quarter ended 31 March 2022	-	-	936,239	936,239
Balance as at 31 March 2022- un-audited	3,720,816	116,959	19,662,851	23,500,626
Balance as at 31 December 2022 - audited	3,720,816	116,959	21,311,654	25,149,429
Profit for the quarter ended 31 March 2023	-	-	1,697,445	1,697,445
Other Comprehensive income for the quarter ended 31 March 2023	-	-	-	-
Total comprehensive income for the quarter ended 31 March 2023	-	-	1,697,445	1,697,445
Balance as at 31 March 2023 - un-audited	3,720,816	116,959	23,009,099	26,846,874

The annexed notes form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



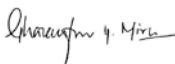
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2023 (UN-AUDITED)

	Note	Quarter Ended	
		31 March 2023 (Rupees in thousand)	31 March 2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	7	4,192,622	(3,000,736)
Finance cost paid		(34,569)	(24,261)
Net decrease / (increase) in long term loans to employees		2,455	(569)
Income tax paid		(2,812)	(21,703)
Net cash generated from/ (used in) operating activities		4,150,837	(3,047,269)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on fixed assets		(68,069)	(331)
Interest received		35,455	135,131
Disposal proceed		-	144
Net cash (used in) / generated from investing activities		(32,614)	134,944
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term finance repaid		-	(12,491)
Dividend paid		(1,255)	(511)
Net cash used in financing activities		(1,255)	(13,002)
Net increase/ (decrease) in cash and cash equivalents		4,116,968	(2,925,327)
Cash and cash equivalents at beginning of the period		(686,205)	6,963,626
Cash and cash equivalents at end of the period		3,430,763	4,038,299
CASH AND CASH EQUIVALENTS			
Cash in hand		284	275
Cash at banks		2,026,728	4,038,293
Short-term investments		1,403,762	-
Short-term borrowings		(11)	(269)
		3,430,763	4,038,299

The annexed notes form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 31 MARCH 2023 (UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

Pakgen Power Limited (“the Company”) was incorporated in Pakistan on 22 June 1995 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of the Company is situated at 53-A, Lawrence Road, Lahore. Head office of the Company is situated at 1-B, Aziz Avenue, Canal Road, Gulberg V, Lahore. The ordinary shares of the Company are listed on Pakistan Stock Exchange Limited. The principal activities of the Company are to own, operate and maintain a fuel fired power station (“the Complex”) having gross capacity of 365 MW in Mehmood Kot, Muzaffargarh, Punjab, Pakistan. The Company has a Power Purchase Agreement (PPA) with its sole customer, Central Power Purchasing Agency (Guarantee) Limited (CPPA-G) for 30 years which commenced from 01 February 1998.

2. BASIS OF PREPARATION

2.1 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; 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.

2.2 These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 31 December 2022. These condensed interim financial statements are un-audited and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these condensed interim financial statements are same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 31 December 2022.

3.1 Critical accounting estimates and judgments

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company’s accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 31 December 2022.

4. CONTINGENCIES AND COMMITMENTS

4.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Company for the year ended 31 December 2022 except for the following:

4.1.1 On 28 April 2022, Deputy Commissioner Inland Revenue (DCIR) passed an order under section 11 of Sales Tax Act, 1990 for tax periods from July 2021 to November 2021 raising a demand of Rupees 129.110 million on account of inadmissible input sales tax on various goods and services along with default surcharge and penalty against the Company. Being aggrieved with the order of DCIR, the Company has filed an appeal before the CIR(A). On 24 November 2022, CIR(A) passed an order whereby partial relief was granted to the Company. Against the CIR(A)'s order, both parties have preferred an appeal before ATIR which is pending adjudication. Based on the tax advisor's opinion, the management is of the view that there are meritorious grounds available to defend the disallowance of input sales tax. Consequently, no provision for such disallowance has been made in these financial statements.

4.1.2 The banks of the Company have issued letters of guarantee in favour of Pakistan State Oil Company Limited (PSO) - fuel supplier for an amount of Rupees Nil (31 December 2022: Rupees 550 million).

4.2 Commitments

4.2.1 Commitments in respect of other than capital expenditure

Un-audited 31 March 2023 (Rupees in thousand)	Audited 31 December 2022
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446,474	239,606
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5. FIXED ASSETS

Operating fixed assets (Note 5.1)
Capital Work in Progress (Note 5.2)

4,196,916	4,362,263
133,916	136,486

4,330,832	4,498,749
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5.1 Operating fixed assets

Opening book value
Add: Cost of additions during the period / year (Note 5.1.1)
Less: Book value of deletion during the period / year (Note 5.1.2)
Less: Depreciation charged during the period / year

4,362,263	5,266,482
70,641	25,993
(1,323)	(166)
(234,664)	(930,046)

Closing book value

4,196,916	4,362,263
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	Un-audited 31 March 2023 (Rupees in thousand)	Audited 31 December 2022
5.1.1 Cost of additions		
Plant and machinery	68,636	-
Vehicles	-	21,335
Office equipment	1,794	3,127
Furniture and fittings	-	175
Electric equipment and appliances	211	1,356
	<u>70,641</u>	<u>25,993</u>
5.1.2 Book value of deletion		
Cost	18,841	323
Less: Accumulated depreciation	(17,517)	(157)
	<u>1,323</u>	<u>166</u>
5.2 Capital work in process		
Plant and machinery	<u>133,916</u>	<u>136,486</u>
6. COST OF SALES		
Fuel consumed	1,347,242	8,893,397
Operation and maintenance costs	161,059	166,347
Insurance	282,349	194,856
Depreciation	219,764	218,749
	<u>2,010,414</u>	<u>9,473,349</u>

	Quarter Ended	
	31 March 2023 (Rupees in thousand)	31 March 2022
7. CASH GENERATED FROM OPERATIONS		
Profit before taxation	1,697,445	936,239
Adjustment for non-cash charges and other items:		
Depreciation	234,664	232,277
Loss on disposal / derecognition of fixed assets	1,323	-
Provision for gratuity	2,834	2,755
Amortization of deferred income - Government grant	-	(470)
Interest income	(35,456)	(131,340)
Finance cost	2,934	5,325
Cash flows from operating activities before working capital changes	1,903,744	1,044,786
(Increase) / decrease in current assets:		
Stores, spare parts and other consumables	1,255	(18,861)
Fuel stock	373,457	1,773,142
Trade debts	1,248,563	(4,973,190)
Advances and short-term prepayments	719,327	32,017
Other receivables	52,469	221,349
Sales tax recoverable	35,400	254,734
	2,430,471	(2,710,809)
Decrease in trade and other payables	(141,593)	(1,334,713)
	4,192,622	(3,000,736)

8. TRANSACTIONS WITH RELATED PARTIES

The related parties of the Company comprise of associated undertakings, other related group companies and key management personnel. Transactions with related parties include expenses charged between these companies. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

Associated company	Nature of transaction	Quarter Ended	
		31 March 2023 (Rupees in thousand)	31 March 2022
Adamjee Insurance Company Limited	Insurance premium	4,352	757
	Insurance claim received	101	74
Security General Insurance Company Limited	Insurance premium	280,247	192,926
D.G.Khan Cement Company Limited	Purchase of goods	-	106
Hyundai Nishat motor (pvt) ltd	Reimbursement of expenses	-	1,562
Nishat Hotels and Properties Limited	Interest charged	-	9,813
Pakistan Aviators and Aviation (Private) Limited	Flying services	32,546	22,177
Adamjee Life Assurance Co Ltd	Insurance premium	1,374	1,555
MCB Bank Limited	Mark up on long term borrowings	-	232
	Long term loan repaid	-	12,409
	Profit on bank deposits received	6,762	121,526
STAFF RETIREMENT BENEFIT PLANS			
Provident fund	Contribution made	4,564	4,044
KEY MANAGEMENT PERSONNEL			
	Remuneration	6,776	5,948

9. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Certain financial assets and financial liabilities are not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts. Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company classify its financial instruments into the following three levels. However, as at the reporting date, the Company has no such type of financial instruments which are required to be grouped into these levels. These levels are explained as under:

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

10. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 31 December 2022.

11. CORRESPONDING FIGURES

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

Corresponding figures have been re-arranged and reclassified, wherever necessary for the purpose of comparison, however, no significant re-arrangements and reclassifications have been made in these condensed interim financial statements.

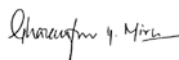
12. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue on 27th April 2023 by the Board of Directors of the Company.

13. GENERAL

Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

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