

Tri-Star Power Ltd.



**UN-AUDITED ACCOUNTS
FOR THE NINE MONTHS
ENDED 31ST MARCH, 2023**

Company Information

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

Auditors: M/s. Feroze Sharif Tariq & Co.
Chartered Accountants

Audit Committee:

Mr. Syed Imran	Chairman
Mr. Jawed Ahmed Siddiqui	Member
Mr. M. Haroon Saeed	Member

Bankers: Bank Al-Habib Ltd.

Registered Office: A/33, Central Commercial Area,
Block 7/8, Main Shahrah-e-Faisal,
KCHSU, Karachi - 75350.

**Shares Registrar /
Transfer Agent:** Hameed Majeed Associates (Pvt) Ltd.
4th Floor, Karachi Chambers,
Hasrat Mohani Road, Karachi.

Plant: F/538, S.I.T.E.,
Karachi-75700

Directors' Report

For the nine months ended March 31, 2023

The accounts of Tri-Star Power Ltd., for the nine months ended March 31, 2023 are presented herewith.

The suspension of gas supply continued during the quarter January – March 2023 and the situation has not improved till our writing this report. This has resulted in no revenue for the Company during the period under review.

On behalf of the Board

Asad Ahmad
Chief Executive

Shamima Begum
Director

Place: Karachi.

Dated: April 28, 2023

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT MARCH 31, 2023

	Notes	Mar 31, 2023	June 30, 2022
		(Rupees)	
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL & RESERVES</u>			
<u>Authorized Capital</u>			
15,000,000 (2022: 15,000,000) Ordinary Shares of Rs. 10/- each		150,000,000	150,000,000
Issued, Subscribed and Paid-up Capital		150,000,000	150,000,000
<u>Capital Reserve</u>			
Capital Reserve - (a Share Premium account)		70,000,000	70,000,000
<u>Revenue Reserve</u>			
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income		280,400	(1,402,000)
Accumulated (Loss)		(27,110,796)	(31,696,200)
Shareholders Equity		193,169,604	186,901,800
<u>CURRENT LIABILITIES</u>			
Trade and Other Payables		4,595,193	4,770,253
Unclaimed Dividend		5,025,285	5,025,285
Provision for taxation		3,000,090	4,357,850
		12,620,568	14,153,388
Contingencies and Commitments			
		205,790,173	201,055,188
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
Tangible Fixed Assets			
Property, Plant and Equipments		3,270,236	3,535,438
Long Term Investments	5	78,585,245	76,902,845
Long term Loan to Related Party	6	20,000,000	20,000,000
<u>CURRENT ASSETS</u>			
Stores, Spares and Loose Tools		70,649	356,349
Trade Debtors - unsecured		45,570,930	40,000,930
Interest Receivable from Related Party		3,495,890	2,000,000
Advance Deposits and Prepayments - Considered good		11,075,000	11,495,600
Income Tax Refunds and Advances		190,829	2,241,185
Cash and Bank Balances		43,531,393	44,522,840
		103,934,692	100,616,904
		205,790,172	201,055,187

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

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

FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Jul-2022 to Mar-2023 Rupees	Jul-2021 to Mar-2022 Rupees	Jan-2023 to Mar-2023 Rupees	Jan-2022 to Mar-2022 Rupees
Lease Rental	6,079,644	10,305,000	-	3,435,000
Cost of Sales	(1,067,832)	(2,034,026)	(87,261)	(632,675)
Gross Profit	<u>5,011,812</u>	<u>8,270,974</u>	<u>(87,261)</u>	<u>2,802,325</u>
<u>Operating Expenses</u>				
Administrative and General Expenses	(343,911)	(361,783)	(137,500)	(1,601)
	<u>4,667,902</u>	<u>7,909,190</u>	<u>(224,761)</u>	<u>2,800,724</u>
Financial Expenses	(440)	(190)	(85)	-
	<u>4,667,462</u>	<u>7,909,000</u>	<u>(224,845.83)</u>	<u>2,800,724</u>
Other Income	<u>1,495,890</u>	<u>1,512,329</u>	<u>493,151</u>	<u>504,110</u>
	6,163,352	9,421,329	268,305	3,304,833
Taxation	(1,577,947)	(2,520,459)	(159,178)	(2,520,459)
Net Profit for the year	<u><u>4,585,405</u></u>	<u><u>6,900,869</u></u>	<u><u>109,127</u></u>	<u><u>784,374</u></u>
Earning Per Share - basic & diluted	<u><u>0.31</u></u>	<u><u>0.46</u></u>	<u><u>0.01</u></u>	<u><u>0.05</u></u>

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Nine months ended		Quarter ended	
	Mar 31, 2023	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
	(Rupees)		(Rupees)	
Profit for the Year	4,585,405	6,900,869	109,127	784,374
Other comprehensive Income:				
Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	1,682,400	(1,892,700)	-	(1,437,050)
Total comprehensive Income for the period	6,267,805	5,008,169	109,127	(652,676)

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

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2023

	March 31, 2023	March 31, 2022
	(Rupees)	
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/(Loss) before Taxation	6,163,352	9,421,329
<u>Adjustment for Non-Cash and Other Items:</u>		
Depreciation	265,202	294,682
Financial Expenses	440	190
	265,642	294,872
	6,428,994	9,716,201
<u>Working Capital Changes</u>		
<i>(Increase) / Decrease in Current Assets</i>		
Stores and Spares	285,700	543,000
Trade debtors	(5,570,000)	(9,805,000)
Advances, Deposits and Prepayments	420,600	--
Interest Receivable from Related Party	(1,495,890)	12,156,712
Trade Deposits		(11,000,000)
<i>Increase / (Decrease) in Current Liabilities</i>		
Trade and Other Payables	(175,060)	(747,339)
	(6,534,650)	(8,852,627)
Taxes Paid	(885,351)	(2,050,356)
Financial charges Paid	(440)	(190)
	(885,791)	(2,050,546)
<i>Net Cash Inflow/ (Outflow) from Operating Activities</i>	(991,447)	(1,186,972)
CASH FLOW FROM FINANCING ACTIVITIES		
Loan recovered from Related Party	--	--
Net Increase in Cash and Cash Equivalents	(991,447)	(1,186,972)
Cash and Cash Equivalents at the Beginning	44,522,841	44,509,984
Cash and Cash Equivalents at the End	43,531,394	43,323,012

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

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

FOR THE NINE MONTHS ENDED MARCH 31, 2023

	Capital Reserve		Revenue Reserve		Total
	Share Capital	Capital Reserve	Unrealized gain / (loss) due to change in fair value of investment through other Comprehensive Income	Unappropriated Profit/Accumulated (Loss)	
Balance as on June 30, 2021	150,000,000	70,000,000	1,366,950	(37,679,568)	183,687,383
Net Profit for the year ended March 2022	--	--	--	9,421,329	9,421,329
Other Comprehensive income	--	--	(1,366,950)	--	(1,366,950)
Total Comprehensive income	--	--	(1,366,950)	9,421,329	8,054,379
Balance as on March 31, 2022	150,000,000	70,000,000	-	(28,258,240)	191,741,761
Balance as on June 30, 2022	150,000,000	70,000,000	(1,402,000)	(31,696,200)	186,901,800
Net Profit for the year ended March 2023	--	--	--	4,585,405	4,585,405
Other Comprehensive income	--	--	1,682,400	--	1,682,400
Total Comprehensive income	--	--	1,682,400	4,585,405	6,267,805
Balance as on March 31, 2023	150,000,000	70,000,000	280,400	(27,110,796)	193,169,604

The annexed notes form an integral part of these accounts.

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer

CONDENSED INTERIM NOTES TO THE ACCOUNTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2023

1 Corporate Information

Tri-Star Power Limited (the Company) was incorporated in Pakistan, as a public limited company on September 27, 1993, under the Companies Ordinance, 1984 and its shares are listed on the Pakistan Stock Exchange Limited. The registered office of the company is located at A/33, Central Commercial Area, Block 7/8, Main Shahrah-e-Faisal, KCHSU, Karachi, Pakistan. The principal activity of the Company is to generate, distribution and Supply of Electricity.

2 Statement of Compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of the Companies Act, 2017. Approved accounting standards comprise of such International Accounting Standards as notified under the provisions of the Companies Act 2017. Wherever, the requirements of the Companies Act 2017, or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Companies Ordinance, 1984, or the requirements of such directives take precedence.

3 Basic of Preparation

These financial statements are presented in Pakistani Rupees, rounded off to the nearest Rupee. The financial statements have primarily been prepared on the historical cost basis, unless an accounting policy herein states otherwise. The financial statements, except for the cash flow statement, have been prepared under the accrual basis of accounting.

4 Significant Accounting Policies

The accounting policies applied for the preparation of these condensed interim financial statements are same as those applied in preparation of the annual audited financial statements of the company for the year ended 30th June, 2022.

These condensed financial statements are being submitted to the shareholders as required by the Companies Act, 2017.

		Mar 31, 2023	June 30, 2022
		(RUPEES)	
5	INVESTMENTS		
	Related Parties - at fair value through other Comprehensive income		
	- Quoted equity securities - regular market trade 5.1	43,990,400	42,308,000
	Others marketable securities - At Cost 5.2	34,594,845	34,594,845
		<u>78,585,245</u>	<u>76,902,845</u>
5.1	Related Parties - at fair value through other Comprehensive income		
	Cost	43,710,000	43,710,000
	Unrealized Gain/(Loss) due to Change in the value	280,400	1,402,000
		<u>43,990,400</u>	<u>45,112,000</u>
5.2	Others marketable securities - At Cost		
	N.I.T. units	34,594,845	34,594,845
		<u>34,594,845</u>	<u>34,594,845</u>

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

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

6 **Loan to Related Pary** 20,000,000 20,000,000

As per the Agreement the above loan are unsecured and interest bearing @ 10% (2022:12%) per approx annum. The above loans give the Related Parties to meet the working Capital requirements of the Related Party.

	Mar 31, 2023	Mar 31, 2022
	(RUPEES)	
7 Rental Income on Generator	6,870,000	10,305,000
Less: Sales Tax	(790,356)	-
7.1	<u>6,079,644</u>	<u>10,305,000</u>

7.1 The Company has not filed Sindh Sales tax Retuns as the company is in the process of registration with Sindh Revenue Board.

8 **CORRESPONDING FIGURES**

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

9 **Date of Authorization for issue**

These financial statements were authorized for issue on April 28, 2023 by the Board of Directors of the Company.

10 **General**

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

Asad Ahmad
Chief Executive

Shamima Begum
Director

Mohammad Zameer
Chief Financial Officer