



## **DIRECTOR'S REPORT**

The Board of Directors of SG Power Limited is pleased to present the Statements of the Company for the period ended March 31, 2025.

S.G Power Limited is a public limited company incorporated in Pakistan on February 10, 1994, under the repealed companies Ordinance, 1984 (repealed with the enactment of the Companies Act, 2017). The shares of the company are listed on Pakistan Stock Exchange Limited.

The principal activities of the company is generation of the electric power and supply to its associated company, SG Allied Business Limited.

In July company got bill from SSGC which was a big shock for us as they were billing us on average amount and the difference between average and actual was charged in July-24 and this bill was amounted to Rs. 3,084,030/-.

Every month we adjust Electricity charges rate based on SSGC rate at as Gas rate is increasing day by day, Oct- 23 Gas rate was Rs. 1875.87/- per MMBTU, Feb-24 was Rs. 3100.56/- per MMBTU and Jan-25 is Rs. 3259.99/- per MMBTU. Cost of power generation is becoming more expensive because of ever rising Natural Gas rates.

There was also some speculation that Government will disconnect gas supply to Captive power plants and even as on today K.E rate is lower than SG Power Rate because special winter rates has been introduced by Government this year.

Associated Company SG Allied Businesses Limited can only buy a limited quantity if he charges them rate higher than K.Electric.

### **FINANCIAL RESULTS**

The performance of the company during the Quarter ended March 31, 2025 account under review has been on turmoil . The Company has reported the loss in current period as business activities of SG Power Limited is growing, management is hopeful of increased sale of the company in future for other Energy sources like solar system.

During the period, under review, the Company has suffered a loss of Rs. 1.501 million whereas, for the corresponding period the Loss was Rs.199,724 . The accumulated loss as on March 31, 2025 stood at Rs. 262.147 million.

### **FUTURE OUTLOOK**

Company is studying carrying out the feasibility of doing Power Generation based on other Energy Resources. Associated company's power demand is increasing and sales can be increased by installing solar system. Exploring alternative energy resources like solar power sounds like a smart move! Solar systems can not only help meet the increasing power demand but also potentially reduce energy costs and contribute to environmental sustainability.

### **ACKNOWLEDGEMENT.**

The directors of your Company offer their sincere gratitude to the shareholders for their support and assistance. The directors also thank employees of the Company for their dedication and hard work and hope to get the same cooperation from them in future.

Karachi April 29, 2025

On behalf of the Board of Director

Sohail Ahmed  
Chief Executive

**S.G POWER LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT Mar 31, 2025**

	Note	Un-audited March 31, 2025 <i>Rupees</i>	Audited June 30, 2024 <i>Rupees</i>
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised Capital			
20,000,000 Ordinary shares of Rs. 10 each		200,000,000	200,000,000
Issued, subscribed and paid up capital		178,332,670	178,332,670
<b>Capital Reserves</b>			
Share premium		89,116,330	89,116,330
<b>Revenue Reserves</b>			
Accumulated loss		(262,147,186)	(258,373,532)
		5,301,814	9,075,468
<b>NON CURRENT LIABILITIES</b>			
Deferred liabilities		-	-
<b>CURRENT LIABILITIES</b>			
Trade and other payables		2,462,276	3,985,057
Loan from director		1,913,262	593,262
Unclaimed dividend		1,297,283	1,297,283
Due to associate undertaking		4,906,746	2,953,470
Sales Tax Payable		864,069	528,688
		11,443,637	9,357,760
<b>CONTINGENCIES AND COMMITMENTS</b>			
	4	16,745,451	18,433,228
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	5	6,085,696	6,579,568
Long term deposit		5,300,000	5,300,000
<b>CURRENT ASSETS</b>			
Trade debts	7	5,356,518.46	-
Receivable from associated company	8	-	6,551,126.00
Sales tax refundable		-	-
Cash and bank balances		3,236.98	2,536.00
		5,359,755	6,553,662
		16,745,451	18,433,228



**CHIEF EXECUTIVE**



**DIRECTOR**

**CHIEF FINANCIAL OFFICER**

**S.G POWER LIMITED****CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-  
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2025**


		<b>Nine Months ended</b>	<b>March 31,</b>	<b>Quarter ended</b>	<b>March 31,</b>
		<b>March 31, 2025</b>	<b>2024</b>	<b>March 31, 2025</b>	<b>March 31, 2024</b>
	<b>Note</b>	<b>-----Rupees-----</b>		<b>-----Rupees-----</b>	
Sales		<b>4,709,400</b>	11,327,810	<b>447,520</b>	3,617,220
Generation cost		<b>(6,210,651)</b>	(8,075,058)	<b>(647,244)</b>	(2,395,820)
Gross loss		<b>(1,501,251)</b>	3,252,752	<b>(199,724)</b>	1,221,400
Administrative and selling expenses		<b>(2,269,814)</b>	(176,964)	<b>(2,092,894)</b>	(176,964)
Operating loss		<b>(3,771,065)</b>	3,075,788	<b>(2,292,618)</b>	1,044,436
Other income		-	-	-	-
Finance charges		<b>(2,589)</b>	(1,637)	<b>(1,209)</b>	(678)
Loss before taxation		<b>(3,773,654)</b>	3,074,151	<b>(2,293,827)</b>	1,043,758
Taxation		-	-	-	-
Loss after taxation		<b>(3,773,654)</b>	3,074,151	<b>(2,293,827)</b>	1,043,758
Other comprehensive income		-	-	-	-
Total comprehensive loss		<b>(3,773,654)</b>	3,074,151	<b>(2,293,827)</b>	229,930
Loss per share - basic and diluted	9	<b>(0.21)</b>	0.17	<b>(0.13)</b>	0.01


**CHIEF EXECUTIVE**

**DIRECTOR****CHIEF FINANCIAL OFFICER**

**S.G POWER LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT MARCH 31, 2025**

	Un-audited March 31, 2025 -----Rupees-----	March 31, 2024
<b>CASH FLOW FROM OPERATION ACTIVITIES</b>		
Loss before taxation	(3,773,654)	3,074,151
Adjustment for:		
Depreciation	493,062	548,863
Finance charges	-	-
Loss on sale of property, plant and equipment		
	<u>493,062</u>	
<b>Cash flow from operating activity before working capital changes</b>	<b>(3,280,592)</b>	<b>3,632,004</b>
<b>Changes in working capital</b>		
(Increase) / decrease in current assets		
Bill receivable		
Trade debts	(530,145)	(2,923,908)
	<u>(3,810,737)</u>	<u>708,096</u>
Increase (decrease) in current liabilities		
Due to associated undertaking	1,953,276	-
Accrued Liabilities	-	-
Trade and other payables	1,522,781	(737,046)
Sales tax payable	335,381	
Finance charges paid	-	28,950
<b>Net Cash used in operating activities</b>	<b>701</b>	<b>(8,990)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>	-	-
<b>Net cash from investing activities</b>	-	-
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>	-	-
<b>Net cash from financing activities</b>	-	-
Net decrease in cash and cash equivalents	<u>701</u>	<u>(8,990)</u>
Cash and cash equivalents at the beginning of the period	2,536	11,974
<b>Cash and cash equivalents at the end of the period</b>	<b><u>3,237</u></b>	<b><u>2,984</u></b>

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**


  
**CHIEF FINANCIAL OFFICER**

**S.G POWER LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE SIX MONTH PERIOD ENDED March 31, 2025**

	Issued, subscribed and paid up capital	Capital Reserve	March 31, 2025	March 31, 2024
	----- Rupees -----			
Balance as at July 01, 2024	178,332,670	89,116,330	(260,041,052)	7,407,948
Loss for the Third Quarterly ended Mar 31, 2024	-	-	3,074,151	3,074,151
	-	-	-	-
Total comprehensive loss for the period ended MAR 31, 2024	-	-	3,074,151	3,074,151
<b>Balance as at MAR 31, 2024</b>	<b>178,332,670</b>	<b>89,116,330</b>	<b>(256,966,901)</b>	<b>10,482,099</b>
Balance as at July 01, 2024	178,332,670	89,116,330	(258,373,532)	9,075,468
Loss for the Third Quarterly ended Mar 31, 2025	-	-	(3,773,654)	(3,773,654)
	-	-	-	-
Total comprehensive loss for the period ended MAR 31, 2025	-	-	(3,773,654)	(3,773,654)
<b>Balance as at MAR 31, 2025</b>	<b>178,332,670</b>	<b>89,116,330</b>	<b>(262,147,186)</b>	<b>5,301,814</b>



CHIEF EXECUTIVE



DIRECTOR

CHIEF FINANCIAL OFFICER

**S.G. POWER LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTH PERIOD ENDED MAR 31, 2025**

**1. THE COMPANY AND ITS OPERATIONS**

- 1.1** S.G Power Limited (the company) is a public limited company incorporated in Pakistan on February 10, 1994, under the repealed Companies Ordinance, 1984 (repealed with the enactment of the Companies Act, 2017). The shares of the company are listed on Pakistan Stock Exchange Limited.

The principal activities of the company is generation and supply of the electric power to its associated company, S.G Allied Businesses Limited.

Geographical location and addresses of major business units including mills/plants of the Company are as under:

**KARACHI**

B-40, S.I.T.E., Karachi

**Purpose**

**1.2 GOING CONCERN**

The Company's accumulated loss as at March 31, 2023 stood at Rs.258.002 million (July 01,2022: Rs.257.136 million). This condition indicates the existence of a material uncertainty that may cast significant doubt on Company's ability to continue as a going concern and, therefore, it may be unable to realize its assets and discharge its liabilities in the normal course of business.

In 2017, the associated Company, SG Allied Businesses Limited (Formerly, SG. Fibre Limited started new line of business activities and the Company acquired new generators and w.e.f May 2017 has restarted to supply electricity to its associated Company. Moreover, the directors and its associated Company will provide the finance to the Company as and when needed. Based on the above facts, management expect that company will be able to continue as a going concern and will be realised its assets and discharge its liabilities in the normal course of business.

**2. BASIS OF PREPARATION**

**2.1 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; 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 an annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2022.

**2.3 New standards, amendments to approved accounting standards and new interpretations**

**2.3.1 Amendments to approved accounting standards which are effective during the year ending June 30, 2023**

There are certain amendments to approved accounting standards which are mandatory for accounting periods beginning on or after July 1, 2022 but are considered not to be relevant or have any significant effect on the Company's financial reporting.

### **2.3.2 New standards and amendments to approved accounting standards that are effective for the Company's accounting periods beginning on or after July 1, 2022.**

There is a new standard and certain amendments to approved accounting standards that will be mandatory for accounting periods beginning on or after July 1, 2022 but are considered not to be relevant or expected to have any significant effect on the Company's financial reporting.

### **2.4 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2022.

## **3 ACCOUNTING ESTIMATES AND JUDGEMENTS AND FINANCIAL RISK MANAGEMENT**

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from judgements, estimates and assumptions

Judgments and estimates made by the management in the preparation of these condensed interim financial statements are same as those applied in the annual audited financial statements of the company for the year ended June 30, 2022.

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2022.

## 4 CONTINGENCIES AND COMMITMENTS

### 4.1 Contingencies

S.NO.	FORUM	ISSUE INVOLVED	STATUS
1	Sindh High Court	Based on the legal opinion in respect of non applicability of Worker's Profit Participation Act.1968, on the company, provision made to workers profit participation, fund and interest thereon amounting Rs. 20,711,654/- up to June 30, 2002 has been transferred back to shareholder's equity in the accounts for the year ended 30, June 2003. No provision has been made thereafter from the financial year ended June 30, 2003 to June 30, 2006 for an amount of Rs.12,685,253. The contention of the company is that since there are no workers as defined in the Act, and accordingly the said Act does not apply to the company. No provision is being made under this head since the year 2002-2003. The Company has filed petition before High Court of Sindh, Karachi challenging the levy in this respect. The management is confident that no liability will arise on this account. However, in the Finance Act, 2006 amendments have been made in the Act which is effective from July 01, 2006. These changes may require the company to pay 5% of its profits to the fund from the Fiscal year beginning July 01, 2006. However in these years the Company has incurred losses.	Pending
2	Sales Tax Appellate Tribunal	The collectorate of Sales Tax and Central Excise (west) Karachi has served a show cause notice requiring the repayment of inaccurate input tax adjustments and additional tax amounting to Rs.13,247,743/ and Rs.3,248,501/ - respectively, in respect of financial years ended June 30, 2000 and 2001.The Company has filed an appeal against such order in the Sales Tax Appellate Tribunal. The management of the company expects a favorable outcome and no provision has been made in these financial statements.	Pending

### 4.2 Commitments

There were no commitments as at period end (June 30, 2022:Nil)

**Un-audited**  
**Mar 31**  
**2025**  
**----- R u p e e s -----**

## 5 PROPERTY, PLANT AND EQUIPMENT

Opening written down value	<b>6,579,568</b>	7,311,381
Addition	-	-
Deletion	-	-
Impairment	-	-
Depreciation	<b>(493,872)</b>	(731,813)
	<b><u>6,085,696</u></b>	<b><u>6,579,568</u></b>

## 6 LONG TERM RECEIVABLE

### Unsecured- considered good

### Associated Company- SG Allied Businesses Limited

### Less : Allowance for expected credit loss

<b>65,287,512</b>	65,287,512
<b><u>(65,287,512)</u></b>	<b><u>(65,287,512)</u></b>
<b><u>-</u></b>	<b><u>-</u></b>

SECP vide order dated 19th July, 2013 directed the Company to make provision against the receivable from the associated understating being doubtful of recovery. Accordingly the same has been provided for during the year ended June 30, 2013.

## 7 TRADE DEBTS

### Unsecured considered good

### Electricity bill receivable

### Associated Company-SG Allied Businesses Ltd

### Less: Allowance for expected credit loss

7.1

5,356,518	
<b>94,036,243</b>	94,036,243
<b><u>(94,036,243)</u></b>	<b><u>(94,036,243)</u></b>
<b><u>5,356,518</u></b>	<b><u>-</u></b>



SECP vide order dated 19th July, 2013 directed the Company to make provision against the receivable from the associated understating being doubtful of recovery. Accordingly the same has been provided for during the year ended June 30, 2013.

## 8 ACCRUED INTEREST CONSIDERED GOOD

Interest on TDR Receivable

Interest on Loan to associated company - SG Allied **8.1**  
Businesses Limited(formally, SG Fibre Limited)

Less: Provision for doubtful debts

	-	-
	<b>10,654,243</b>	10,654,243
	<b>(10,654,243)</b>	(10,654,243)
	-	-

This represents interest accrued on long term receivable from the associated company, SG Allied Businesses Limited (Formerly, S.G. Fibre Limited), charged as per the direction issued by SECP vide order date April 6, 2006. During the year ended June 30, 2013 SECP vide order dated 19th July, 2013 directed the Company to make provision against the receivable from the associated understating being doubtful of recovery. Accordingly the same has been provided for.

## 9 LOSS PER SHARE - BASIC AND DILUTED

	<u>For Nine month ended</u>		<u>For the quarter ended</u>	
	<b>MARCH 31, 2025</b>	<b>MARCH 31, 2024</b>	<b>MARCH 31, 2025</b>	<b>MARCH 31, 2024</b>
	-----Rupees -----			
	<b>(3,773,654)</b>	<b>3,074,151</b>	<b>(2,293,827)</b>	229,930
Weighted average number of ordinary shares outstanding during the period	17,833,267	17,833,267	<b>17,833,267</b>	17,833,267
Loss earnings per share - basic & dilutive	<b>(0.21)</b>	<b>0.17</b>	<b>(0.13)</b>	0.01

There are no dilutive potential ordinary shares outstanding as at March 31, 2025 and 2024.

## 13 OPERATING ASSET - OWNED

2025

Cost					Rate %	Depreciation				WDV	
Particulars	As on July 01, 2024	Addition / (Disposal)	Disposal	As on Mar 31, 2025		As on July 01, 2024	Disposal	For the year	Impairment	As on Mar 31, 2025	As on Mar 31, 2025
	Rupees					Rupees				Rupees	
Generators	194,705,828	-	-	194,705,828	10%	188,483,770	-	466,654	-	188,950,424	5,755,404
Air Handling Unit	475,420	-	-	475,420	10%	453,026	-	1,680	-	454,706	20,714
Electric fitting	531,990	-	-	531,990	10%	489,117	-	3,215	-	492,332	39,658
Gas installation	1,101,542	-	-	1,101,542	10%	1,049,659	-	3,891	-	1,053,550	47,992
Equipment	2,533,157	-	-	2,533,157	10%	2,298,199	-	17,622	-	2,315,821	217,336
Vehicles	1,782,700	-	-	1,782,700	20%	1,777,299	-	810	-	1,778,109	4,591
Total Owned Assets	201,130,637	-	-	201,130,637		194,551,070	-	493,872	-	195,044,942	6,085,695

The land on which the project is setup, has been obtained on rent from SG Allied Businesses Limited, an associated company.

Depreciation for the year ended has been allocated as under:

	Note	2025	2024
Generation cost	20	493,062	547,848
Administration	21	810	1,013
		493,872	548,861

2024

Cost					Rate %	Depreciation				WDV	
Particulars	As on July 01, 2024	Addition / (Disposal)	Disposal	As on Mar 30, 2024		As on July 01, 2024	Disposal	For the year	Impairment	As on Mar 30, 2024	As on Mar 30, 2024
	Rupees					Rupees				Rupees	
Generators	194,705,828	-	-	194,705,828	10%	187,792,430	-	518,505	-	188,310,935	6,394,893
Air Handling Unit	475,420	-	-	475,420	10%	450,538	-	1,866	-	452,404	23,016
Electric fitting	531,990	-	-	531,990	10%	484,353	-	3,573	-	487,926	44,064
Gas installation	1,101,542	-	-	1,101,542	10%	1,043,894	-	4,324	-	1,048,218	53,324
Equipment	2,533,157	-	-	2,533,157	10%	2,272,093	-	19,580	-	2,291,673	241,484
Vehicles	1,782,700	-	-	1,782,700	20%	1,775,949	-	1,013	-	1,776,962	5,738
Total Owned Assets	201,130,637	-	-	201,130,637		193,819,257	-	548,861	-	194,368,118	6,762,520

The land on which the project is setup, has been obtained on rent from SG Allied Businesses Limited, an associated company.

Depreciation for the year ended has been allocated as under:

	Note	2024	2021
Generation cost	20	547,848	479,238
Administration	21	1,013	2,637
		548,861	481,875

During the year no assets were disposed-off to Chief Executive , Director, Executive or a Shareholder not less than ten percent of the voting shares of the Company or any related party.

## TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties are carried out on an arm's length basis and the related price is determined in accordance with the Comparable Uncontrolled Price Method. The significant transactions with associated undertakings and related parties other than those which have been specifically disclosed elsewhere in this interim financial statements are given below.

NAME OF THE RELATED PARTY	RELATIONSHIP WITH THE COMPANY	NATURE OF TRANSACTION S / BALANCES	Un-audited March 31 2025	Audited June 30 2024
<b>TRANSACTIONS:</b>			----- R u p e e s -----	
SG Allied Businesses Ltd. (Formerly, S.G. Fibre Ltd)	Associated Company	Electricity sales	<u>4,709,400</u>	<u>17,302,191</u>
SG Allied Businesses Ltd. (Formerly, S.G. Fibre Ltd)	Associated Company	Amount received	<u>1,194,608</u>	<u>11,444,726</u>
			Un-audited March 31 2025	Audited June 30 2024
			----- R u p e e s -----	
<b>BALANCES:</b>				
S.G.Allied Businesses Limited	Associated Company	Payable	<u>4,906,746</u>	<u>1,071,700</u>
			Un-audited Mar 31 2025	Audited June 30 2024
<b>CASH &amp; BANK BALANCE</b>				
Cash in hand			<u>400</u>	<u>400</u>
Cash at bank-current			<u>2,837</u>	<u>20,891</u>
			<u>3,237</u>	<u>21,291</u>

## SALES

Sales -electricity	4,709,400	17,302,191
	-	-
	<u>4,709,400</u>	<u>17,302,191</u>

## GENERATION COST

Gas consumed	5,717,589	14,241,206
Repair and Maintenance	-	-
Depreciation	493,062	730,463
	<u>6,210,651</u>	<u>14,971,669</u>

## ADMINISTRATION & SELLING EXPENSES

Fuel Expense	369,755	
Legal and professional	140,728	258,750
Bank Charges	2,589	2,315
Auditor remuneration	175,000	277,000
Depreciation	810	1,350
Repair and Maintenance	205,434	
Rent, rates and taxes	400,000	-
Salaries & Allowances	976,087	
Miscellaneous Tools & Supplies	2,000	
	<u>2,272,403</u>	<u>539,415</u>

## Other loss

-	-
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## FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The carrying values of all financial assets and liabilities reflected in these interim financial statements approximate their fair values.

### Fair value hierarchy;

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

- Level 1: fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at March 31, 2025 the Company has no financial instruments that falls into any of the above category.

## DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved and authorized for issue in the Board of Directors' meeting held 29-04-2025 .

## GENERAL

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

## NOTE

The position of CFO is currently lying vacant



CHIEF EXECUTIVE



DIRECTOR

CHIEF FINANCIAL OFFICER