



**KOHINOOR**  
**ENERGY LIMITED**



Quarterly **Report**

**2024**

July-March (Un-Audited)



# CONTENTS

CORPORATE INFORMATION	02
DIRECTOR'S REVIEW	03
BALANCE SHEET	04
PROFIT AND LOSS ACCOUNT	06
STATEMENT OF COMPREHENSIVE INCOME	07
STATEMENT OF CHANGES IN EQUITY	08
CASH FLOW STATEMENT	09
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION	10

## CORPORATE INFORMATION

### Board of Directors

Mr. M. Naseem Saigol  
Chairman / Non-Executive  
Mr. Muhammad Zeid Yousuf Saigol  
Chief Executive Officer  
Mr. Muhammad Murad Saigol  
Executive  
Syed Manzar Hassan  
Non-Executive  
Mr. Muhammad Omer Farooq  
Independent  
Ms. Sadaf Kashif  
Independent  
Mr. Faisal Riaz  
Independent

### Company Secretary

Khawaja Safee Sultan

### Audit Committee

Mr. Muhammad Omer Farooq  
Chairman  
Syed Manzar Hassan  
Ms. Sadaf Kashif

### HR & Remuneration Committee

Mr. Faisal Riaz  
Chairman  
Mr. Muhammad Zeid Yousuf Saigol  
Syed Manzar Hassan

### Management

Mr. Muhammad Zeid Yousuf Saigol  
Chief Executive Officer  
Mr. Ghazanfar Ali Zaidi  
General Manager Technical  
Mr. Muhammad Ashraf  
Chief Financial Officer

### Auditors

A. F. Ferguson & Co.  
Chartered Accountants

### Legal Advisor

LMA | Ebrahim Hosain

### Bankers

Bank Alfalah Limited  
Askari Bank Limited  
AL Baraka Bank (Pakistan) Limited  
Habib Bank Limited  
MCB Bank Limited  
Faysal Bank Limited  
National Bank of Pakistan  
Dubai Islamic Bank Pakistan Limited

### Registered Office

301, 3RD Floor, Green Trust Tower,  
Blue Area Islamabad, Pakistan.  
Tel : +92-51-2813021-2  
Fax : +92-51-2813023

### Project/Head Office

Post Office Raja Jang, Near Tablighi Ijtima,  
Raiwind Bypass, Lahore, Pakistan.  
Tel : +92-42-35392317  
Fax : +92-42-35393415-7

### Shares Registrar

M/S. Corplink (Pvt.) Ltd.  
Wings Arcade, 1-K, Commercial, Model Town, Lahore,  
Pakistan.  
Tel : +92-42-35839182, 35887262, 35916719  
Fax : +92-42-35869037

### Lahore Office

PEL Factory, 14-KM Ferozepur Road,  
Lahore, Postcode 54760, Pakistan.  
Tel : +92-42-35920117-8

### Company Registration No.

0032461 of 1993-94

### Company NTN

0656788-6

### Website

[www.kel.com.pk](http://www.kel.com.pk)

## DIRECTORS' REVIEW

The Board of Directors takes pleasure to present you the review report on financial and operational performance and interim accounts of Kohinoor Energy Limited (the Company) for the 3rd quarter ended March 31, 2024.

The Company is engaged in electricity generation from a furnace oil fired power plant having a net capacity of 124 MW. The Company has an exclusive power purchase agreement with the Central Power Purchase Agency (Guarantee) Limited (the CPPA) for the sale of electricity being generated at the power plant. The demand for electricity from the CPPA decreased as compared with the corresponding period of three quarters. During the period of nine months, the power plant operated at 19.87% capacity factor and delivered 162,645 MWh of electricity to WAPDA, while during the corresponding period of nine months, the plant operated at 27.46% capacity and delivered 223,887 MWh of electricity.

The sales revenue of the Company for the 3rd quarter stood at Rs. 2.593 billion as compared to Rs. 2.185 billion for the corresponding 3rd quarter of the last year. In aggregate, the sales of the Company for nine months of the current financial year remained at Rs. 7.743 billion as compared to Rs. 9.224 billion in the corresponding period of the previous FY. During the quarter under review the Company posted net profit after tax of Rs. 442 million as compared to Rs. 415 million posted during the corresponding quarter of the previous FY. The Company overall earned Rs. 1.199 billion net profit after tax and demonstrated earnings per share (EPS) of Rs. 7.08 during the period of the current nine months as compared to Rs. 1.192 billion earned with an EPS of Rs. 7.03 during the corresponding period of nine months. Due to the lower demand of the power purchaser, the impact of the reduction in dispatch offset by the increase in capacity payment due to the increase in the US Dollar's exchange rate and US CPI.

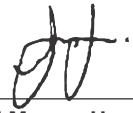
During the period under review 03 engines have been overhauled under 8k maintenance program while during the corresponding period 01 engine was partial dealt under 8k major maintenance program. We are pleased to report that all the DG sets and their respective auxiliary equipment are in good condition for safe and reliable operations.

The Board extends its appreciation to the CPPA, financial institutions, Pakistan State Oil Company, Wartsila and other suppliers as well as the valued shareholders of the Company for their consistent support that resulted in successful and smooth operations. The Board also appreciates the hard work and dedication of the management and employees of the Company which resulted in the safe, efficient and smooth operations of the power complex and the Board is confident for their continued efforts in the future.

For and on behalf of the Board



**M. Zeid Yousuf Saigol**  
Chief Executive Officer



**Syed Manzar Hassan**  
Director

**Lahore:**  
**April 25, 2024**

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

		March 2024	June 2023
	Note	(Rupees in thousand)	
<b>EQUITY AND LIABILITIES</b>			
<b>CAPITAL AND RESERVES</b>			
Authorized capital 170,000,000 (June 2023: 170,000,000) ordinary shares of Rs. 10 each		1,700,000	1,700,000
Issued, subscribed and paid up capital 169,458,614 (June 2023: 169,458,614) ordinary shares of Rs. 10 each		1,694,586	1,694,586
Unappropriated profit		3,277,833	3,688,506
		4,972,419	5,383,092
<b>CURRENT LIABILITIES</b>			
Employee benefits		299	9,473
Short term finances - secured	8.	1,714,179	998,481
Trade and other payables		282,914	550,831
Accrued Finance Cost		97,759	112,768
Dividend Liability		62,345	31,526
Provision for taxation - net		32,534	48,398
		2,190,030	1,751,477
<b>CONTINGENCIES AND COMMITMENTS</b>	9.	-	-
		7,162,449	7,134,569

The annexed notes 1 to 17 form an integral part of these financial statements.



Chief Executive Officer



Director

## AS AT MARCH 31, 2024 (Un-Audited)

		March 2024	June 2023
	Note	(Rupees in thousand)	
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	10.	2,481,622	2,363,748
Intangible assets		1,699	2,080
Long term loans and deposits		144	144
		<u>2,483,465</u>	<u>2,365,972</u>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		377,155	339,645
Stock-in-trade		752,957	984,130
Trade debts		2,952,905	2,320,379
Loans, advances, deposits, prepayments and other receivables		372,648	903,426
Cash & Bank balances		223,319	221,017
		<u>4,678,984</u>	<u>4,768,597</u>
		<u>7,162,449</u>	<u>7,134,569</u>



Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE QUARTER & NINE MONTHS ENDED MARCH 31, 2024 (Un-Audited)

	Note	January to March		July to March	
		2024	2023	2024	2023
(Rupees in thousand)					
Sales		2,593,313	2,185,474	7,743,197	9,224,454
Cost of sales	11	(1,940,203)	(1,614,393)	(6,053,241)	(7,452,264)
<b>Gross profit</b>		653,110	571,081	1,689,956	1,772,190
Administration and general expenses		(105,460)	(71,546)	(271,125)	(210,694)
Other operating income		4,051	13,089	9,234	5,744
<b>Profit from operations</b>		551,701	512,624	1,428,065	1,567,240
Finance costs		(109,333)	(96,825)	(227,446)	(374,072)
<b>Profit before tax</b>		442,368	415,799	1,200,619	1,193,168
Taxation		(476)	(431)	(1,435)	(1,214)
<b>Profit for the period</b>		441,892	415,368	1,199,184	1,191,954
Earnings per share - basic and diluted <b>Rupees</b>		2.61	2.45	7.08	7.03

The annexed notes 1 to 17 form an integral part of these financial statements.



Chief Executive Officer



Director



Chief Financial Officer



## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER & NINE MONTHS ENDED MARCH 31, 2024 (Un-Audited)

Note	January to March		July to March	
	2024	2023	2024	2023
	(Rupees in thousand)			
Profit after taxation	441,892	415,368	1,199,184	1,191,954
Other Comprehensive Income	-	-	-	-
Items that will not be 'reclassified to profit or loss	-	-	-	-
Items that may be subsequently reclassified to profit and loss	-	-	-	-
	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>441,892</b>	<b>415,368</b>	<b>1,199,184</b>	<b>1,191,954</b>

The annexed notes 1 to 17 form an integral part of these financial statements.



Chief Executive Officer



Director



Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS ENDED MARCH 31, 2024 (Un-Audited)

(Rupees in thousand)

	Share capital	Un-appro- riated profit	Total
<b>Balance as on July 1, 2022</b>	1,694,586	3,216,520	4,911,106
1st Interim dividend for the year ending June 30, 2023 at the rate of Rs 1.5 per share		(254,188)	(254,188)
2nd Interim dividend for the year ending June 30, 2023 at the rate of Rs 3.00 per share		(508,376)	(508,376)
Total comprehensive income / (loss) for the period		1,191,954	1,191,954
<b>Balance as on March 31, 2023</b>	1,694,586	3,645,910	5,340,496
Total comprehensive income for the period		381,513	381,513
<b>Balance as on June 30, 2023</b>	1,694,586	3,688,506	5,383,092
1st Interim dividend for the year ending June 30, 2024 at the rate of Rs 4.0 per share		(677,834)	(677,834)
2nd Interim dividend for the year ending June 30, 2024 at the rate of Rs 5.5 per share		(932,022)	(932,022)
Profit for the Period		1,199,183	1,199,183
Other comprehensive income		-	-
Total comprehensive income for the period		1,199,183	1,199,183
<b>Balance as on March 31, 2024</b>	1,694,586	3,277,833	4,972,419

The annexed notes 1 to 17 form an integral part of these financial statements.



Chief Executive Officer



Director



Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF CASHFLOWS

FOR THE NINE MONTHS ENDED MARCH 31, 2024 (Un-Audited)

	Note	July to March	
		2024	2023
		(Rupees in thousand)	
<b>Cash flows from operating activities</b>			
Cash generated from operations	13	1,598,758	2,281,144
Employee benefits paid		(26,450)	(24,919)
Finance costs paid		(240,725)	(392,452)
Taxes paid		(17,299)	(4,970)
<b>Net cash from operating activities</b>		<b>1,314,284</b>	<b>1,858,803</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(461,816)	(96,131)
Interest/mark-up income received		4,142	3,904
Net decrease in long term loans, advances and deposits		-	180
Sale proceeds of property, plant and equipment		9,032	3,658
<b>Net cash (used in)/from investing activities</b>		<b>(448,642)</b>	<b>(88,389)</b>
<b>Cash flows from financing activities</b>			
Repayment of long term loan		-	(28,700)
Dividend paid		(1,579,037)	(752,393)
<b>Net cash used in financing activities</b>		<b>(1,579,037)</b>	<b>(781,093)</b>
<b>Net (decrease) in cash and cash equivalents</b>		<b>(713,396)</b>	<b>989,321</b>
<b>Cash and cash equivalents at beginning of the period</b>		<b>(777,464)</b>	<b>(3,227,427)</b>
<b>Cash and cash equivalents at the end of the period</b>	14	<b>(1,490,860)</b>	<b>(2,238,106)</b>

The annexed notes 1 to 17 form an integral part of these financial statements.



Chief Executive Officer



Director



Chief Financial Officer

# SELECTED NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2024 (Un-Audited)

## 1. Legal status and nature of business

Kohinoor Energy Limited (the 'Company') was incorporated in Pakistan on April 26, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (the Ordinance) repealed with the enactment of the Companies Act, 2017 on May 30, 2017. The Company is listed on the Pakistan Stock Exchange. The principal activities of the Company are to own, operate and maintain a power plant of 124 MW capacity in Lahore and to sell the electricity produced therefrom to a sole customer, the Water and Power Development Authority (WAPDA) under a Power Purchase Agreement (PPA), for a term of 30 years which commenced from June 19, 1997. Subsequently, WAPDA has irrevocably transferred all of its rights, obligations and liabilities under the PPA to Central Power Purchasing Agency Guarantee Limited (CPPA-G) (Power Purchaser) thereunder via Novation Agreement and Amendment Agreement to the Implementation Agreement which became effective on February 11, 2021 after approval from the relevant authorities.

The address of the registered office of the Company is 301, 3rd Floor, Green Trust Tower, Blue Area, Islamabad and the Company's power plant has been set up at Post Office Raja Jang, Near Tablighi Ijtima, Raiwind Bypass, Lahore

## 2. Statement of Compliance

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.

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

3.1 These condensed interim financial statements are un-audited. These condensed interim financial statements do not include all the information and disclosures required in an audited financial statements and therefore should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2023.

3.2 These condensed interim financial statements are prepared in Pak Rupees, which is the functional currency of the Company. Figures have been rounded off to the nearest thousand rupee unless otherwise specified.

3.3 Standards, interpretations and amendments to published approved accounting standards that became effective during the year but are not relevant

There were certain new standards, amendments to the approved accounting standards and new interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC). The amendments and Interpretations which became effective during the current period are considered not to be relevant to the Company's operations and therefore are not detailed in these condensed interim financial statements.

#### 4. Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, modified by capitalization of exchange differences in previous years, except for revaluation of certain financial instruments at fair value and recognition of certain employee retirement benefits as well as long term loan at present value.

#### 5. Functional and presentation currency

The condensed interim financial statements are presented in Pak Rupees which is the Company's functional and presentation currency.

#### 6. Summary of significant accounting policies

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are same as those applied in the preparation of the preceding annual audited financial statements of the Company for the year ended June 30, 2023.

#### 7. Accounting estimates and judgments

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, incomes and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation are the same as those that applied to the annual audited financial statements for the year ended June 30, 2023.

#### 8. Short term finances - secured

- Under mark up arrangements note 8.1
- Under arrangements permissible under Shariah note 8.1

Un-audited March 31, 2024	Audited June 30, 2023
(Rupees in thousand)	

	575,266	498,481
	1,138,914	500,000
	1,714,179	998,481

**8.1** Short term finances available from commercial banks under mark up arrangements amount to Rs. 7,150 million (June 30, 2023: Rs. 7,150 million), out of which finances available from Islamic banks under Islamic arrangements amount to Rs. 3,150 million (June 30, 2023: Rs. 3,150 million). The rates of mark up / profit for finances under mark up arrangement ranged from 21.96% to 23.66% per annum (June 30, 2023: 12.64% to 21.98% per annum) and for finances under arrangement permissible under Shariah ranged from 20.96% to 23.64% per annum (June 30, 2023 : 14.40% to 21.98% per annum) on the balances outstanding. The security and other agreements, negotiable instruments and documents to be executed by the Company in favor of the bank shall be in the form and substance satisfactory to the bank. The Company shall execute or cause to be executed all such instruments, deeds or documents, which the bank may in its sole discretion require. The aggregate running finances availed by the Company, of Rs. 7,150 million (June 30, 2023: Rs. 7,150 million) are secured by joint pari passu charge.

**8.2** Of the aggregate facility of Rs. 1,075 million (June 30, 2023: Rs. 975 million) for opening letters of credit and Rs. 10 million (June 30, 2023: Rs. 10 million) for guarantees, the amount utilized as at March 31, 2024 was Rs. 220.00 million (June 30, 2023: Rs. 158.68 million) and Rs.6.46 million (June 30, 2023: Rs. 6.46 million) respectively.

## 9. Contingencies and commitments

There is no change in contingencies & commitments from the preceding published financial statements of the company for the year ended June 30, 2023 except the following:

- 9.1 Commitment regarding letter of credit / bank contract other than capital expenditure Rs. 25.00 million (June 30, 2023: Rs. 40.34 million)
- 9.2 Commitment regarding capital expenditures is 195.00 million (June 30, 2023: Rs. 118.34 million)

	Note	March 2024	June 2023
(Rupees in thousand)			
<b>10. Property, plant and equipment</b>			
Operating fixed assets	10.1	2,219,315	2,290,383
Stores held for capitalisation		262,307	73,365
		<b>2,481,622</b>	<b>2,363,748</b>
<b>10.1 Operating fixed assets</b>			
Opening book value		2,290,383	2,624,932
<b>Add:</b> Additions during the period		272,874	93,197
		2,563,257	2,718,129
Less: Disposals during the period (at book value)		4,782	4,742
Depreciation charged during the period		339,160	423,004
		343,942	427,746
		<b>2,219,315</b>	<b>2,290,383</b>

## 11 Cost of sales

	January to March		July to March	
	2024	2023	2024	2023
	(Rupees in thousand)		(Rupees in thousand)	
Raw material consumed	1,640,080	1,361,723	5,083,869	6,719,033
Salaries, wages and benefits	80,948	60,832	186,297	174,040
Stores and spares consumed	21,148	24,874	216,447	75,898
Electricity consumed	16,919	12,061	49,712	34,215
Depreciation	116,000	103,951	331,784	309,511
Insurance	34,561	25,623	104,584	78,007
Travelling, conveyance & entertainment	10,338	8,195	29,442	23,811
Repairs and maintenance	3,047	9,204	11,471	14,713
Miscellaneous expenses	17,162	7,930	39,635	23,037
	<u>1,940,203</u>	<u>1,614,393</u>	<u>6,053,241</u>	<u>7,452,264</u>

## 12 Transactions with related parties

Relationship with the company	Nature of transactions	July to March	
		2024	2023
		(Rupees in thousand)	
i. Associated undertakings and other related parties	Purchase of goods / services	554	13,273
	Dividend paid	939,118	519,287
ii. Key management personnel	Salaries and other employee benefits	101,357	80,010
	Dividend paid	60,011	28,543
iii. Post employment	Expense charged	10,240	10,785
<b>Period end balances</b>		<b>March 2024</b>	<b>June 2023</b>
		(Rupees in thousand)	
Payable to related parties		-	-

	<b>July to March</b>	
	<b>2024</b>	<b>2023</b>
	<b>(Rupees in thousand)</b>	
<b>13 Cash generated from operations</b>		
Profit before tax	1,200,618	1,193,168
Adjustments for:		
Depreciation/amortization	339,541	316,962
Loss on disposal of property, plant and equipment	(4,250)	(1,361)
Interest income	(4,142)	(4,185)
Staff retirement benefits	17,277	17,276
Finance cost	225,716	373,831
<b>Profit before working capital changes</b>	<b>1,774,760</b>	<b>1,895,693</b>
Effect on cash flow due to working capital changes		
(Increase) / Decrease in Stores and spares	(37,510)	(97,041)
(Increase) / Decrease in Stock in trade	231,173	(427,367)
Decrease in Trade debts	(632,526)	964,272
Decrease / (Increase) in Advances deposits prepayments & other receivables	530,778	213,248
Decrease in Creditors, accrued and other liabilities	(267,917)	(267,661)
	(176,002)	385,451
	<b>1,598,758</b>	<b>2,281,144</b>
<b>14 Cash and cash equivalents</b>		
Cash and bank balances	223,319	533,668
Finances under mark-up arrangements - Secured	(1,714,179)	(2,771,774)
	<b>(1,490,860)</b>	<b>(2,238,106)</b>

### 15 Date of authorization for issue

These financial statements were authorized for issue on April 25, 2024 by the Board of Directors of the company.

### 16 Event after the reporting date

The Board of Directors have approved an interim cash dividend for the period ended March 31, 2024 of Rs 5.00 per share, amounting to Rs 847.293 millions at their meeting held on April 25, 2024. These condensed interim financial statements do not include the effect of the above dividend which will be accounted for in the period in which it is approved.



## 17 Corresponding figures

Corresponding figures have been re-arranged, where necessary, for better and fair presentation. However no significant reclassification / re-arrangements were made during the period.



Chief Executive Officer



Director



Chief Financial Officer



**“ SAY NO TO CORRUPTION ”**

**Contribution to Social Welfare**

[www.kel.com.pk](http://www.kel.com.pk)

