



**Building a better
working world**

AUDITORS' REPORT ON THE FINANCIAL STATEMENTS OF

JAMSHORO POWER COMPANY LIMITED

FOR THE YEAR ENDED 30 JUNE 2020

EY Ford Rhodes
Chartered Accountants
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530
Pakistan

UAN: +9221 111 11 39 37 (EYFR)
Tel: +9221 3565 0007-11
Fax: +9221 3568 1965
ey.khi@pk.ey.com
ey.com/pk

Jamshoro Power Company Limited
Statement of Financial Position
As at 30 June 2020

	Note	2020 ----- Rupees -----	2019
NON CURRENT ASSETS			
Property, plant and equipment	4	22,691,513,899	13,448,053,978
Long term loans	5	59,854,752	43,687,956
		<u>22,751,368,651</u>	<u>13,491,741,934</u>
CURRENT ASSETS			
Stores, spares and loose tools	6	470,258,248	722,146,865
Fuel stock	7	2,969,059,298	2,287,026,519
Trade debt	8	3,636,773,562	6,109,647,741
Loans and advances	9	449,360,440	90,735,054
Other receivables	10	4,924,323,407	5,844,729,653
Taxation - net		230,155,866	19,360,205
Bank balances	11	296,682,665	159,500,842
		<u>12,976,613,486</u>	<u>15,233,146,879</u>
TOTAL ASSETS		<u><u>35,727,982,137</u></u>	<u><u>28,724,888,813</u></u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
5,000,000,000 (2019: 5,000,000,000) ordinary shares of Rs. 10 each		<u>50,000,000,000</u>	<u>50,000,000,000</u>
Share capital			
Issued, subscribed and paid up capital	12	8,128,537,210	8,128,537,210
Revenue reserve			
Accumulated losses		<u>(16,900,635,122)</u>	<u>(15,534,619,849)</u>
		<u>(8,772,097,912)</u>	<u>(7,406,082,639)</u>
NON CURRENT LIABILITIES			
Long term loans	13	66,139,792	10,854,954,815
Deferred income - government grants	14	-	108,219,446
Deferred liabilities - employees' benefits	15	14,916,159,585	14,254,940,573
		<u>14,982,299,377</u>	<u>25,218,114,834</u>
CURRENT LIABILITIES			
Trade and other payables	16	10,531,558,407	9,859,792,718
Accrued mark-up	17	1,870,679,408	1,034,527,808
Current portion of long term loans	13	17,115,542,857	18,536,092
		<u>29,517,780,672</u>	<u>10,912,856,618</u>
CONTINGENCIES AND COMMITMENTS	18		
TOTAL EQUITY AND LIABILITIES		<u><u>35,727,982,137</u></u>	<u><u>28,724,888,813</u></u>

The annexed notes 1 to 33 form an integral part of these financial statements.



CHIEF EXECUTIVE


DIRECTOR

Jamshoro Power Company Limited
Statement of Profit or Loss
For the year ended 30 June 2020

	Note	2020 ----- Rupees -----	2019 -----
Revenue from contract with customer - net	19	8,757,029,495	17,138,891,009
Cost of sales	20	(8,383,833,712)	(17,756,109,112)
Gross profit / (loss)		<u>373,195,783</u>	<u>(617,218,103)</u>
Administrative and general expenses	21	(1,360,673,644)	(1,055,821,985)
Operating loss		<u>(987,477,861)</u>	<u>(1,673,040,088)</u>
Finance costs	23	(19,978,170)	(36,612,503)
Other income	24	137,865,552	314,949,069
Provision for impairment / Allowance for expected credit losses	22	(1,825,515,128)	-
Loss before tax		<u>(2,695,105,607)</u>	<u>(1,394,703,522)</u>
Taxation	25	(130,786,231)	(218,242,019)
Reimbursement of income tax		130,786,231	218,242,019
Net loss for the year		<u><u>(2,695,105,607)</u></u>	<u><u>(1,394,703,522)</u></u>

The annexed notes 1 to 33 form an integral part of these financial statements.

LT



CHIEF EXECUTIVE


DIRECTOR

Jamshoro Power Company Limited
Statement of Comprehensive Income
For the year ended 30 June 2020

	2020	2019
	----- Rupees -----	
Net loss for the year	(2,695,105,607)	(1,394,703,522)
Other comprehensive income		
Items that may not be reclassified subsequently to statement of profit or loss		
Actuarial gain on defined benefit plan	1,329,090,334	359,856,059
Total comprehensive loss for the year	<u>(1,366,015,273)</u>	<u>(1,034,847,463)</u>

The annexed notes 1 to 33 form an integral part of these financial statements.

5/1/20




 CHIEF EXECUTIVE


 DIRECTOR

Jamshoro Power Company Limited
Statement of Changes in Equity
For the year ended 30 June 2020

	Share capital Issued, subscribed and paid-up	Revenue reserve Accumulated losses (Rupees)	Total
Balances as at 30 June 2018	8,128,537,210	(14,499,772,386)	(6,371,235,176)
Net loss for the year	-	(1,394,703,522)	(1,394,703,522)
Other comprehensive income for the year	-	359,856,059	359,856,059
Total comprehensive loss for the year	-	(1,034,847,463)	(1,034,847,463)
Balances as at 30 June 2019	8,128,537,210	(15,534,619,849)	(7,406,082,639)
Net loss for the year	-	(2,695,105,607)	(2,695,105,607)
Other comprehensive income for the year	-	1,329,090,334	1,329,090,334
Total comprehensive loss for the year	-	(1,366,015,273)	(1,366,015,273)
Balances as at 30 June 2020	8,128,537,210	(16,900,635,122)	(8,772,097,912)

The annexed notes 1 to 33 form an integral part of these financial statements.

CEMPL

[Signature]

[Signature]
CHIEF EXECUTIVE

[Signature]
DIRECTOR

Jamshoro Power Company Limited
Statement of Cash Flows
For the year ended 30 June 2020

	2020	2019
	----- Rupees -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before tax	(2,695,105,607)	(1,394,703,522)
Adjustments for:		
Depreciation	152,762,555	509,686,068
Amortisation of deferred income	(108,219,446)	(248,272,264)
Return on bank deposits	(14,806,874)	(27,632,267)
Provision for deferred liabilities - employees' benefits	2,452,130,482	1,595,718,157
Provision for impairment / Allowance for expected credit losses	1,825,515,128	-
Provision for slow moving and obsolete items	219,506,667	11,435,667
Provision for dead stock of furnace oil	174,621,431	-
Unrealised exchange loss	44,767,728	-
Finance costs	19,978,170	36,612,503
	2,071,150,234	482,844,342
Decrease in current assets		
Stores, spares and loose tools	32,381,950	54,780,735
Fuel stock	(856,654,210)	1,683,404,877
Trade debt	2,159,304,797	9,342,748,798
Loans and advances	(360,276,429)	(36,525,849)
Other receivables	(586,595,557)	(66,412,304)
	388,160,551	10,977,996,257
	2,459,310,785	11,460,840,599
Increase in current liabilities		
Trade and other payables	716,533,417	(10,516,472,435)
Cash generated from operations	3,175,844,202	944,368,164
Employees' benefits paid	(461,821,136)	(406,197,884)
Taxes paid	(210,795,661)	(5,983,714)
Finance costs paid	(19,512,938)	(21,852,513)
Return on bank deposits received	14,730,608	27,516,954
Net cash generated from operating activities	2,498,445,075	537,851,007
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure	(5,695,516,971)	(1,901,215,956)
Sale proceed from disposal of property, plant and equipment	-	-
Long term loans (given to) / received from employees	(19,383,430)	10,749,942
Net cash used in investing activities	(5,714,900,401)	(1,890,466,014)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans - net	3,353,637,149	1,062,271,928
Net cash generated from financing activities	3,353,637,149	1,062,271,928
Net increase / (decrease) in bank balances	137,181,823	(290,343,079)
Bank balances at beginning of the year	159,500,842	449,843,921
Bank balances at end of the year	296,682,665	159,500,842

The annexed notes 1 to 33 form an integral part of these financial statements



 CHIEF EXECUTIVE



 DIRECTOR