

FFBL Power Company Limited Directors' Report

The Board of Directors' is pleased to present Operational and Financial overview of the FFBL Power Company Limited (FPCL) for the half year ended June 30, 2017.

Operational Highlights

The Company successfully achieved Commercial Operations on May 19, 2017. For the period between commercial operations and June 30, 2017, the Company has delivered Electricity of 12,763 MWh to Fauji Fertilizer Bin Qasim Limited and 52,799 MWh to K-Electric respectively. Further the Company has also delivered 182,726 Metric Tons of Steam to Fauji Fertilizer Bin Qasim Limited.

Financial Highlights

Company recorded Revenue amounting to Rs. 1,510.19 million, Cost of Sales Rs. 898.43 million and Profit after Taxation amounting to Rs. 356.13 million for the period Jan – June 2017.

Increase in Operating Fixed Assets of Rs. 26,016.84 million mainly attributable to transfer of property plant equipment from Capital Work in progress.

Further additions in Capital Work in Progress amounts to Rs. 3,511.76 million mainly represents additions relating to plant and machinery.

Current assets mainly comprises of Stock-in-Trade amounting to Rs. 387.69 million, Sales tax refundable Rs. 489.92 million, Trade Receivable from FFBL and K – Electric Rs. 1,258.95 million, Short Term Investments of Rs. 1,450 million and cash and bank balances stood at Rs. 669.14 million.

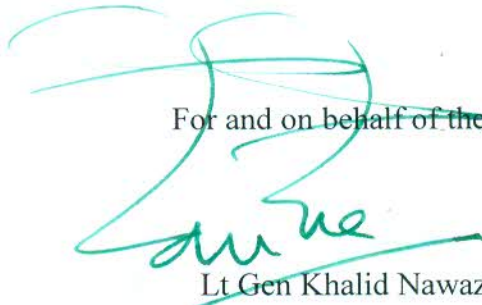
Current Liabilities mainly comprises of Retention money payable amounting to Rs. 1,164.21 million, Payable to Coal Supplier Rs. 505.08 million and Rs. 1,529.70 million being the current portion of Long Term Finance Facilities.

The first principal repayment under the Long Term Finance Facilities amounting to Rs. 364.11 million has been paid on June 30, 2017. Outstanding Long Term Finance Facilities as at June 30, 2017 amount to Rs. 19,968.68 million.

Acknowledgements

The Board acknowledges and appreciates with great thanks the continued efforts and contributions of all stakeholders in the successful completion of the project and expects the same to continue in the future.

For and on behalf of the Board

A handwritten signature in blue ink, appearing to read 'Lt Gen Khalid Nawaz Khan', is written over the printed name below.

Lt Gen Khalid Nawaz Khan,
HI (M), Sitara-i-Esar, (Retd)

Chairman