

## **FFBL Power Company Limited Directors' Report**

The Board of Directors is pleased to present project update and financial overview of the FFBL Power Company Limited (FPCL) for the first quarter ended March 31, 2017.

### ***Project Update***

Engineering, procurement and construction activities have been concluded and the project has entered into testing and commissioning phase. The Power Plant was inaugurated by the Honorable President of the Islamic Republic of Pakistan, Mr. Mamnoon Hussain on February 06, 2017.

For the period ended March 31, 2017 the Company has delivered 134,709 Metric Tons of Steam and 2,490.28 MWh of Electricity to Fauji Fertilizer Bin Qasim Limited. The Company is planning to commence its testing and commissioning activities with K-Electric in April 2017 and is expected to achieve commercial operations soon.

### ***Financial Highlights***

Since FPCL has not yet commenced its Commercial Operations, there is a pre-commercial net loss after taxation amounting to Rs. 21.02 million for the first quarter ended March 31, 2017. During the period under reference, FPCL has earned Rs. 34.67 million on account of interest on bank deposits and short term investments.


Increase in capital work in progress of Rs. 1,913.5 million mainly attributes to additions in plant and machinery for the Project.

Current assets comprise mainly of stock-in-trade i.e. Coal to the tune of Rs. 730.86 million, an amount of Rs. 487.62 million as sales tax refundable, Rs. 196.92 million as receivable from FFBL on account of revenue during testing, and short term investments aggregating to Rs. 1700.00 million. Other items under the current assets include advances to suppliers and custom authorities, income tax refundable, margin against letter of credit, interest income receivable and pre-payments. Further, cash and bank balance stood at Rs. 386.10 million.

On the liabilities side, there is a major increase in Creditors which stand at Rs. 579.02 million. Current portion of long term liabilities and accrued mark-up have been recorded at 1,503.90 million and Rs. 291.09 million respectively.

*Acknowledgements*

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



For and on behalf of the Board



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

Chairman