

LALPIR POWER LIMITED
CONDENSED INTERIM BALANCE SHEET AS AT 31 MARCH 2013 (UN-AUDITED)

Notes	Un-audited 31 March 2013 (Rupees in thousand)	Audited 31 December 2012 (Rupees in thousand)
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital 500,000,000 (2012: 500,000,000) ordinary shares of Rupees 10 each	5,000,000	5,000,000
Issued, subscribed and paid up share capital	3,798,387	3,453,079
Capital reserve	107,004	107,004
Revenue Reserves	8,250,862	8,644,601
Total equity	12,156,253	12,204,684
LIABILITIES		
NON-CURRENT LIABILITIES		
Deferred liabilities	17,269	13,620
CURRENT LIABILITIES		
Trade and other payables	766,377	917,879
Interest accrued on short-term borrowings	242,871	259,612
Short-term borrowings-Secured	9,238,005	9,437,779
	10,247,253	10,615,270
Total liabilities	10,264,522	10,628,890
CONTINGENCIES AND COMMITMENTS		
5		
TOTAL EQUITY AND LIABILITIES	22,420,775	22,833,574

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


DIRECTOR

ASSETS

NON-CURRENT ASSETS

Notes	Un-audited 31 March 2013 (Rupees in thousand)	Audited 31 December 2012 (Rupees in thousand)
Property, plant and equipment	8,303,760	8,352,537
Long-term loans	70,093	41,356
	8,373,853	8,393,893

CURRENT ASSETS

Stores, spare parts and other consumables	673,668	696,820
Fuel stock	326,052	363,927
Trade debts	10,664,640	10,590,535
Advances and short-term prepayments	482,367	595,791
Other receivables	368,727	368,874
Sales tax recoverable	1,212,631	1,137,993
Cash and bank balances	318,837	685,741
	14,046,922	14,439,681

TOTAL ASSETS

22,420,775	22,833,574
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DIRECTOR

LALPIR POWER LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE
INCOME (UN-AUDITED)
FOR THE PERIOD ENDED 31 MARCH 2013

	Note	Quarter Ended	
		31 March 2013	31 March 2012
(Rupees in thousand)			
Revenue		8,076,031	8,394,863
Cost of sales	7	(7,455,710)	(7,713,107)
Gross profit		620,321	681,756
Administrative expenses		(34,309)	(22,942)
Other operating expenses		(1,368)	(886)
		584,644	657,928
Other operating income		7,792	1,057
Profit from operations		592,436	658,985
Finance cost		(261,028)	(200,312)
Profit before taxation		331,408	458,673
Provision for Taxation		-	-
Profit after taxation		331,408	458,673
Other comprehensive income		-	-
Total comprehensive income for the year		331,408	458,673
Earnings per share - basic and diluted (Rupees)		0.87	1.21

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



 DIRECTOR



 DIRECTOR

LALPIR POWER LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE FIRST QUARTER ENDED 31 MARCH 2013

	Note	31 March 2013	31 March 2012
		(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	8	533,295	1,608,707
Finance cost paid		(277,769)	(212,016)
Interest income received		7,359	-
Income tax paid		(5,510)	-
Gratuity received		1,628	1,997
		259,003	1,398,688
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(52,091)	(56,606)
Proceeds from sale of property, plant and equipment		-	502
Long-term loans		(28,737)	(18,734)
Net cash used in investing activities		(80,828)	(74,838)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(345,305)	(517,962)
Net Cash used in financing activities		(167,130)	805,888
Cash and cash equivalents at beginning of the year		(8,752,038)	(5,471,126)
Cash and cash equivalents at end of the year		(8,919,168)	(4,665,238)
CASH AND CASH EQUIVALENTS			
Cash in hand		398	343
Cash at banks		318,439	886,761
Short-term borrowings		(9,238,005)	(5,552,342)
		(8,919,168)	(4,665,238)

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



 DIRECTOR



 DIRECTOR

LALPIR POWER LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN- AUDITED)
FOR THE FIRST QUARTER ENDED 31 MARCH 2013

SHARE CAPITAL	RESERVES			TOTAL EQUITY
	Capital	Revenue		
	Retained payments reserve	Reserve for issuance of bonus shares	Un-appropriated profit	

(-----Rupees in thousand-----)

Balance as at 01 January 2012 - (Audited)	3,453,079	107,004	-	8,406,921	11,967,004
Final dividend for the year ended 31 December 2011 @1.5 Rupees per share	-	-	-	(517,962)	(517,962)
Total comprehensive income for the period	-	-	-	458,673	458,673
Balance as at 31 March 2012 - (un-audited)	<u>3,453,079</u>	<u>107,004</u>	<u>-</u>	<u>8,347,632</u>	<u>11,907,715</u>
Balance as at 01 January 2012 - (Audited)	3,453,079	107,004	345,308	8,299,293	12,204,684
Bonus shares issued	345,308	-	(345,308)	-	-
Final dividend for the year ended 31 December 2012@1 Rupee per share	-	-	-	(379,839)	(379,839)
Total comprehensive income for the period	-	-	-	331,408	331,408
Balance as at 31 March 2013 - (un-audited)	<u>3,798,387</u>	<u>107,004</u>	<u>-</u>	<u>8,250,862</u>	<u>12,156,253</u>

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



 DIRECTOR



 DIRECTOR

LALPIR POWER LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN - AUDITED)
FOR THE FIRST QUARTER ENDED 31 MARCH 2013

1. THE COMPANY AND ITS OPERATIONS

Lalpir Power Limited ("the Company") was incorporated in Pakistan on 08 May 1994 under the Companies Ordinance, 1984. The registered office of the Company is situated at 53-A, Lawrence Road, Lahore. The principal activities of the Company are to own, operate and maintain an oil fired power station ("the Complex") having gross capacity of 362 MW in Mehmood Kot, Muzaffargarh, Punjab, Pakistan.

2. BASIS OF PREPARATION

This condensed interim financial information is unaudited and is being submitted to shareholders as required by the Section 245 of the Companies Ordinance, 1984. This condensed interim financial information has been prepared in accordance with the International Accounting Standards (IAS) 34 " Interim Financial Reporting" as applicable in Pakistan and notified by the Securities and Exchange Commission of Pakistan (SECP). This condensed interim financial information does not include all of the information required for full annual financial statements, and should be read in conjunction with the annual financial statements for the year ended 31st December, 2012.

3. ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of this condensed interim financial information are same as applied in the preparation of the preceding annual financial statements of the Company for the year ended 31 December 2012.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual financial statements of the Company for the year ended 31 December 2012.

5. CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

There is no change in the contingencies disclosed in the preceding audited annual published financial statements of the Company for the year ended 31 December 2012.

5.2 Commitment

5.2.1 The Company has entered into a contract for a period of thirty years for purchase of fuel from Pakistan State Oil Company Limited (PSO). Under the terms of Fuel Supply Agreement (FSA), the Company is not required to buy any minimum quantity of fuel from PSO.

5.2.2 Commitments for capital expenditure as at reporting date are amounting to Rupees 2,156 million (31 Dec 2012: Rupees 2,073 million).

	31 March 2013	31 March 2012
	(Rupees in thousand)	
8. CASH GENERATED FROM OPERATIONS		
Profit before taxation	331,408	458,673
Adjustment for non cash charges and other items:		
Depreciation	100,868	96,994
Provision for gratuity	2,021	1,625
Gain on disposal of property, plant and equipment	-	(480)
Interest income	(7,359)	-
Finance cost	261,028	198,965
Cash flows from operating activities before working capital changes	<u>687,966</u>	<u>755,777</u>
(Increase) / decrease in current assets:		
Stores, spare parts and other consumables	23,152	(59,791)
Fuel stock	37,875	333,864
Trade debts	(74,105)	323,437
Advances and short-term prepayments	118,934	(20,696)
Other receivables	147	69
Sales tax recoverable	(74,638)	34,396
	31,365	611,279
Increase / (decrease) trade and other payables	(186,036)	241,651
	<u>533,295</u>	<u>1,608,707</u>

9. TRANSACTIONS WITH RELATED PARTIES

The related parties of the Company comprise of associated undertakings, other related group companies, key management personnel and staff retirement benefit plans. Transactions with related parties include expenses charged between these companies. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

		Quarter Ended	
		31 March 2013	31 March 2012
Associated company	Nature of transaction	(Rupees in thousand)	
Nishat Mills Limited	Dividend	110,498	-
Adamjee Insurance Company Limited	Dividend	27,625	-
	Insurance premium	118,621	71,907
Security General Insurance Company Limited	Dividend	6,906	-
D G Khan Cement Company Limited	Purchase of cement	-	1,247
Stanhope Investments	Dividend	103,592	-
Engen (Private) Limited	Dividend	69,061	-
Pakgen Power Limited	Share of expenses	50,714	54,256
	Share of rental income	388	388
Pakistan Aviators and	Flying services	1,132	-
Staff retirement benefit plans	Contribution made to provident fund	2,745	5,071
	Contribution made to gratuity fund	2,021	3,900

9.1 The Company shares premises, employees and other common costs with its associated company, Pakgen Power Limited (formerly AES Pak Gen (Private) Company) on fifty-fifty basis in accordance with "Shared Facilities Agreement".

10. **DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorized for issue by the Board of Directors on _____

11. **GENERAL**

Figures have been rounded off to the nearest thousand Rupees.



DIRECTOR



DIRECTOR