

Islamabad Electric Supply Company Limited

Balance Sheet

As at 30 June 2011

	Note	2011 Rupees	2010 Rupees Restated	2009 Rupees Restated
EQUITY AND LIABILITIES				
SHARE CAPITAL AND RESERVES				
<i>Authorized:</i>				
5,000,000,000 ordinary shares of Rupees 10 each		50,000,000,000	50,000,000,000	50,000,000,000
Issued, subscribed and paid up share capital	4	5,798,253,342	5,798,253,342	5,798,253,342
Accumulated profit / (loss)		6,137,789,662	5,218,386,118	(27,812,759)
Shareholders' equity		11,936,043,004	11,016,639,460	5,770,440,583
Surplus on revaluation of property, plant and equipment - net of tax	5	11,257,545,937	11,510,219,904	11,765,196,063
NON-CURRENT LIABILITIES				
Long term loans - secured	6	3,122,209,047	2,869,024,951	10,060,834,083
Long term security deposits	7	2,493,663,292	2,120,541,003	1,779,558,057
Deferred liabilities				
Staff retirement benefits	8	5,064,211,276	4,450,460,001	4,017,079,146
Deferred tax liability	9	2,807,182,821	2,943,238,034	3,080,532,889
Deferred credit	10	15,035,459,377	12,372,881,094	9,399,588,034
		22,906,853,474	19,766,579,129	16,497,200,069
TOTAL NON-CURRENT LIABILITIES		28,522,725,813	24,756,145,083	28,337,592,209
CURRENT LIABILITIES				
Trade and other payables	11	25,898,139,234	19,266,820,926	11,586,549,436
Accrued markup		781,205,626	337,801,248	634,559,499
Current maturity of long term loans		862,640,764	421,778,968	4,614,468,864
		27,541,985,624	20,026,401,142	16,835,577,799
		79,258,300,378	67,309,405,589	62,708,806,654

ASSETS

NON-CURRENT ASSETS

Property, plant and equipment	13	48,564,776,931	43,765,499,157	39,604,681,299
Long term loans - considered good	14	28,338,396	18,209,408	10,835,167
Long term deposits		125,830	125,830	125,830
TOTAL NON-CURRENT ASSETS		48,593,241,157	43,783,834,395	39,615,642,296

CURRENT ASSETS

Stores, spare parts and loose tools	15	2,613,168,094	3,148,167,635	2,270,096,240
Trade debts	16	18,184,868,890	11,125,836,106	7,930,344,511
Loans and advances - considered good	17	301,167,953	506,835,109	564,261,044
Prepayments		10,000	2,951,501	2,824,006
Interest accrued		29,009,646	28,491,303	16,227,805
Advance income tax		79,147,387	55,308,828	47,622,823
Other receivables	18	6,860,269,581	5,332,330,112	5,112,709,645
Receivable from Government (Ministry of Finance)	19	-	958,029,840	3,026,344,152
Cash and bank balances	20	2,597,417,670	2,367,620,760	4,122,734,132
		30,665,059,221	23,525,571,194	23,093,164,358

CONTINGENCIES AND COMMITMENTS 12

The annexed notes 1 to 32 form an integral part of these financial statements.

CHIEF EXECUTIVE

CHAIRMAN

Islamabad Electric Supply Company Limited
Profit and Loss Account
For the year ended 30 June 2011

	Note	2011 Rupees	2010 Rupees Restated
Sale of electricity	21	57,386,072,089	50,219,235,669
Agriculture tube well subsidy		-	10,637,422
Subsidy from Government of Pakistan on sale of electricity		10,744,000,785	15,805,758,117
		<u>68,130,072,874</u>	<u>66,035,631,208</u>
Rental and service income	22	27,298,134	26,125,367
		<u>68,157,371,008</u>	<u>66,061,756,575</u>
Amortization of deferred credit	10	700,935,908	583,212,912
		<u>68,858,306,916</u>	<u>66,644,969,487</u>
OPERATING COST			
Cost of electricity	23	(63,027,738,855)	(57,429,090,973)
Other operating cost excluding depreciation	24	(5,199,751,854)	(4,047,900,418)
Depreciation on property, plant and equipment	13.1.1	(1,286,714,496)	(1,084,562,795)
		<u>(69,514,205,205)</u>	<u>(62,561,554,186)</u>
		<u>(655,898,289)</u>	<u>4,083,415,301</u>
Other income	25	1,410,139,400	1,112,161,140
		<u>754,241,111</u>	<u>5,195,576,441</u>
Financial charges	26	(195,636,517)	(77,954,141)
Workers' Profit Participation Fund (WPPF)		(27,930,230)	(263,694,437)
Net profit before taxation		<u>530,674,364</u>	<u>4,853,927,863</u>
Taxation - deferred	28	136,055,213	137,294,855
Net profit after taxation		<u><u>666,729,577</u></u>	<u><u>4,991,222,718</u></u>

WMM/22

The annexed notes 1 to 32 form an integral part of these financial statements.


CHIEF EXECUTIVE


CHAIRMAN

Islamabad Electric Supply Company Limited

Cash Flow Statement

For the year ended 30 June 2011

	Note	2011 Rupees	2010 Rupees Restated
CASH FLOW FROM OPERATING ACTIVITIES			
Net profit before taxation		530,674,364	4,853,927,863
Adjustments for non-cash charges and other items:			
Depreciation	13.1.1	1,286,714,496	1,084,562,795
Provision for staff retirement benefits	8.2	955,775,736	738,507,848
Amortization of deferred credit	10	(700,935,908)	(583,212,912)
Items of property, plant and equipment written off	13.1	988,213	-
Financial charges	26	195,636,517	77,954,141
		1,738,179,054	1,317,811,872
Cash flow from operations before working capital changes		2,268,853,418	6,171,739,735
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		534,999,541	(878,071,395)
Trade debts		(7,059,032,784)	(3,436,035,522)
Loans and advances		205,667,156	57,425,935
Prepayments		2,941,501	(127,495)
Interest accrued		(518,343)	(12,263,498)
Other receivables		(1,527,939,468)	(219,620,467)
Receivable from Government (Ministry of Finance)		958,029,840	2,068,314,312
		(6,885,852,557)	(2,420,378,130)
Increase in trade and other payables		9,994,832,499	11,477,321,390
Cash flows from operations		5,377,833,360	15,228,682,995
Retirement benefits paid		(342,024,461)	(305,126,993)
Taxation		(23,838,559)	(7,686,006)
Financial charges paid (including Rs. 447.65 million (2010: Rs. 251.84 million) capitalised during the year)		(199,886,581)	(626,555,632)
Net cash generated from operating activities		4,812,083,759	14,289,314,364
CASH FLOW FROM INVESTING ACTIVITIES			
Capital expenditure incurred during the year		(5,639,326,042)	(4,993,537,413)
Long term loans repaid during the year		(10,128,988)	(7,374,241)
Net cash used in investing activities		(5,649,455,030)	(5,000,911,654)
CASH FLOW FROM FINANCING ACTIVITIES			
Security deposits received		373,122,289	340,982,946
Repayment of long term loans		(363,636,364)	(11,865,301,363)
Proceeds from long term loans		1,057,682,256	480,802,335
Net cash generated from / (used in) financing activities		1,067,168,181	(11,043,516,082)
Net increase / (decrease) in cash and cash equivalents		229,796,910	(1,755,113,372)
Cash and cash equivalents at beginning of the year		2,367,620,760	4,122,734,132
Cash and cash equivalents at end of the year	20	2,597,417,670	2,367,620,760

The annexed notes 1 to 32 form an integral part of these financial statements.

CHIEF EXECUTIVE

CHAIRMAN