

TRANSKARACHI**(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)****INTERIM STATEMENT OF FINANCIAL POSITION****AS AT DECEMBER 31, 2022**

		December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
	Notes	Rupees in "000"	
ASSETS			
NON CURRENT ASSETS			
Property and equipment	5	5,678,361	4,785,997
Intangible	6	2,941	3,273
		<u>5,681,302</u>	<u>4,789,270</u>
CURRENT ASSETS			
Stores and consumable	7	287	-
Deposits and prepayments	8	5,719	4,255
Bank balances	9	1,059,789	82,486
		<u>1,065,795</u>	<u>86,741</u>
TOTAL ASSETS		<u><u>6,747,097</u></u>	<u><u>4,876,011</u></u>
FUNDS AND LIABILITIES			
Unrestricted funds		-	861
RESTRICTED FUNDS			
Deferred capital grant	10	6,386,347	4,785,573
CURRENT LIABILITIES			
Accrued and other liabilities	11	360,420	70,816
Provident fund payable	12	330	18,761
		<u>360,750</u>	<u>89,577</u>
TOTAL FUNDS AND LIABILITIES		<u><u>6,747,097</u></u>	<u><u>4,876,011</u></u>

The annexed notes from 1 to 14 form an integral part of the financial statements.

CHIEF EXECUTIVE OFFICER**CHIEF FINANCIAL OFFICER**

TRANSKARACHI
(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
CONDENSED INTERIM STATEMENT OF INCOME AND EXPENDITURE (UN-AUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022

	Six months period ended Dec 31, 2022			Six months period ended Dec 31, 2021			Quarter ended Dec 31, 2022			Quarter ended Dec 31, 2021		
	Restricted	Un-restricted	Total	Restricted	Un-restricted	Total	Restricted	Un-restricted	Total	Restricted	Un-restricted	Total
INCOME												
Income recognized on deferred loan / restricted funds	127,215	-	127,215	75,984	-	75,984	69,179	-	69,179	41,859	-	41,859
	127,215	-	127,215	75,984	-	75,984	69,179	-	69,179	41,859	-	41,859
EXPENDITURE												
Staff salaries and other benefits	95,078	71	95,149	55,379	-	55,379	50,152	63	50,215	29,117	-	29,117
Legal and professional charges	2,154	-	2,154	792	-	792	1,904	-	1,904	756	-	756
Repairs and maintenance	467	104	571	5,890	-	5,890	220	-	220	2,821	-	2,821
Communication charges	221	-	221	100	-	100	200	-	200	16	-	16
Printing and stationery	1,159	-	1,159	630	-	630	928	-	928	484	-	484
Office expenses	1,850	56	1,906	843	-	843	1,321	92	1,413	819	-	819
Travelling, conveyance and entertainment	4,973	172	5,145	1,589	-	1,589	2,972	17	2,989	937	-	937
Insurance	3,507	-	3,507	1,555	-	1,555	1,168	-	1,168	456	-	456
IT expenses	416	-	416	345	-	345	343	-	343	182	-	182
Utilities	2,292	311	2,603	150	-	150	1,133	-	1,133	77	-	77
Office rent	2,310	-	2,310	1,922	-	1,922	1,155	-	1,155	882	-	882
Advertisement expense	1,367	46	1,413	554	-	554	562	-	562	494	-	494
Postage expenses	30	-	30	420	-	420	17	-	17	24	-	24
Consultancy charges	595	-	595	-	-	-	595	-	595	-	-	-
Directors' fee	1,281	-	1,281	3,860	-	3,860	1,281	-	1,281	3,640	-	3,640
Car rental	-	-	-	1,000	-	1,000	-	-	-	423	-	423
Security Services	318	-	318	50	-	50	159	-	159	50	-	50
Compensation to Displaced Person	1,040	-	1,040	-	-	-	1,040	-	1,040	-	-	-
Fees and subscription	712	101	813	-	-	-	204	35	239	-	-	-
Amortization	330	-	330	-	-	-	165	-	165	-	-	-
Depreciation	7,115	-	7,115	905	-	905	3,660	-	3,660	681	-	681
	127,215	861	128,076	75,984	-	75,984	69,179	207	69,386	41,859	-	41,859
(DEFICIT) FOR THE YEAR	-	(861)	(861)	-	-	-	-	(207)	(207)	-	-	-

The annexed notes from 1 to 14 form an integral part of the financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

TRANSKARACHI
(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022

	2022	2021
	Rupees in "000"	
(Deficit) for the year	(861)	-
Other comprehensive income for the year	-	-
Total comprehensive (loss) for the year	<u>(861)</u>	<u>-</u>

The annexed notes from 1 to 14 form an integral part of the financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

TRANSKARACHI**(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Unrestricted Fund	Restricted Fund	
	General fund	Grant	Total
	----- Rupees in "000" -----		
Balance as at July 01, 2022	861	4,785,573	4,786,434
(Deficit) transferred from income and expenditure account	(351)	-	(351)
Funds received during the period	-	114,842	114,842
Transferred to income and expenditure account	-	(58,358)	(58,358)
Balance as at Sep 30, 2022	510	4,842,057	4,842,567
(Deficit) transferred from income and expenditure account	(510)	-	(510)
Funds received during the period	-	1,613,147	1,613,147
Transferred to income and expenditure account	-	(68,857)	(68,857)
Balance as at December 31, 2022	-	6,386,347	6,386,347

The annexed notes from 1 to 14 form an integral part of the financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER

TRANSKARACHI**(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)****CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)****FOR THE QUARTER ENDED DECEMBER 31, 2022**

	Dec 31, 2022	Dec 31, 2021
	Rupees in "000"	
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus for the year	(861)	-
Adjustments for items not involving movement of funds:		
Depreciation & Amortization	7,413	905
Surplus before working capital changes	<u>6,552</u>	<u>905</u>
Increase in current assets		
Stores and consumable	(287)	-
Deposits and prepayments	(1,464)	556
Grant receivables	-	-
	<u>(1,751)</u>	<u>556</u>
Increase in current liabilities		
Accrued and other liabilities	289,604	84,538
Provident fund payable	(18,431)	13,245
	<u>271,173</u>	<u>97,783</u>
Net cash generated from operating activities	<u>275,974</u>	<u>99,244</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to operating fixed assets	(11,918)	(17,871)
Capital work in progress	(887,527)	(1,314,112)
Net cash used in investing activities	<u>(899,445)</u>	<u>(1,331,983)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Deferred capital grant	1,600,774	1,115,835
Net cash generated from financing activities	<u>1,600,774</u>	<u>1,115,835</u>
Net increase/(decrease) in cash and cash equivalents	977,303	(116,904)
Cash and cash equivalents at the beginning of the year	82,486	191,298
Cash and cash equivalents at the end of the year	<u><u>1,059,789</u></u>	<u><u>74,394</u></u>

The annexed notes from 1 to 14 form an integral part of the financial statements.

**CHIEF EXECUTIVE OFFICER****CHIEF FINANCIAL OFFICER**

(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2022

1 NATURE AND STATUS OF BUSINESS

TransKarachi "the Company" was incorporated on October 11, 2018 as a company limited by guarantee under section 42 of the Companies Act 2017. The primary objective is to carry out the project implementation, management and maintenance of Karachi Bus Rapid Transit Red Line Project assigned by Sindh Mass Transit Authority (SMTA) for the benefit of public at large.

The company is wholly owned by the Government of Sindh.

The registered office of the Company is situated at C-89, Block 2 , Clifton, Karachi.

2 BASIS OF PREPARATION

2.1 This condensed interim financial information of the Company for the 1st quarter ended September 30, 2022 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting where provisions of and directives issued under the Companies Act, 2017.

In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information does not include all the information required for the full financial statements and therefore should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2022.

2.2 These condensed interim financial statements are presented in Pak Rupees which is the Company's functional and Presentation currency. Amounts presented in the financial statements have been rounded off to the nearest of Rupees, unless otherwise stated.

2.3 This condensed interim financial information is un-audited and all relevant compliance with Companies Act, 2017 has been made accordingly.

The comparative condensed statement of financial position presented has been extracted from annual financial statements for the year ended June 30, 2022; the comparative condensed statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity of the Company have been extracted from the condensed interim financial statements (un-audited) for the 1st quarter ended September 30, 2022.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1 The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial position and the significant judgements made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2022.

Certain new IFRSs and amendments to existing IFRSs are effective for periods beginning on or after July 1, 2022, which do not have any impact on this condensed interim financial information.

4 FINANCIAL RISK MANAGEMENT

- 4.1 The Company's financial risk objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2022.

		December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
	Note	Rupees in "000"	
5 PROPERTY AND EQUIPMENT			
Operating fixed assets - owned	5.1	62,136	57,299
Capital work in progress	5.2	5,616,225	4,728,698
		<u>5,678,361</u>	<u>4,785,997</u>

- 5.1 Details of additions and disposals to operating fixed assets are as under:

Office Equipments	116	6,931
Motor Bike	-	276
Computers & Equipments	2,050	11,112
Vehicle	9,752	22,780
Air Conditioner	-	2,622
Furniture & Fixtures	-	14,815
Generator	-	2,747
Software	-	3,591
	<u>11,918</u>	<u>64,874</u>

		December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
	Note	Rupees in "000"	
5.2 Capital work in progress			
KBRT Redline Project Feasibility Analysis	5.2.1	1,224,786	1,224,788
Civil Works - Main corridor - - (24.2 Km) and 2 Depots	5.2.2	3,519,650	2,754,260
Relocation of utilities	5.2.3	590,000	590,000
Consultant - Project Management and - -Construction Supervision	5.2.4	246,319	114,520
Consultant - Project management -- -Co-ordination and Capacity building	5.2.5	35,470	35,470
Advance against vehicles		-	9,660
		5,616,225	4,728,698

5.2.1 This represents cost incurred on BRT Project Feasibility financed by Asian Development Bank as Project Design Advance (PDA) Loan.

**5.2.2 Civil Works - Main corridor -
- (24.2 Km) and 2 Depots**

Zahir Khan & Brothers - Lot 1	5.2.2.1	1,504,395	1,281,846
CR3-AM Associates JV - Lot 2	5.2.2.2	2,015,255	1,472,414
		3,519,650	2,754,260

5.2.2.1 This represents Mobilization advance of Rs 1,281.85 Million and Rs. 222.55 Million , inclusive of taxes, against 1st IPC against Phase-1 of BRT Corridor and Buildings Construction Lot-1: Malir Halt Depot to Mausmiyat .

5.2.2.2 This represents Mobilization advance of Rs. 1,472.41 Million and Rs. 542.84 Million , inclusive of taxes, against 1st IPC against Phase-1 of BRT Corridor and Buildings Construction Lot-2: Mausmiyat to Numaish.

5.2.3 This is in relation to payment for relocation of utilities so that respective utility providers can start their own procurement process.

5.2.4 This represents payment of Rs. 246.32 Million, equivalent to USD 1,194,545 (June 2022: Rs. 114.520 Million, equivalent to USD 614,186) against Project Management & Construction Supervision (PMCS) contract.

5.2.5 This represents payment of Rs. 35.47 Million (Equivalent to USD 201,206) against Project Management, Co-ordination and Capacity Building (PMCCB) contract.

		December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
	Note	Rupees in "000"	
6	INTANGIBLE		
	Intangible	2,941	3,273
7	STORES AND CONSUMABLE		
	Stationery and office items	287	-
8	DEPOSITS AND PREPAYMENTS		
	Security deposits	2,533	1,050
	Prepayments	1,085	2,901
	Advance tax	1,569	49
	Advances	532	255
		<u>5,719</u>	<u>4,255</u>
9	BANK BALANCES		
	Current accounts	9.1 <u>1,059,789</u>	<u>82,486</u>
9.1	Current accounts		
	Asian Development Bank - RFA account	9.1.1 37,089	81,625
	Government of Sindh - Assignment Account	9.1.2 1,021,300	-
	TransKarachi - Operations Account	9.1.3 1,400	861
		<u>1,059,789</u>	<u>82,486</u>

9.1.1 This is Revolving Fund Account (RFA) maintained with National Bank of Pakistan (NBP).

9.1.2 During the period Rs. 1,161.03 were received, out of which Rs. 5.10 Million paid to displaced persons, Rs. 133.22 Million paid against taxes and Rs. 1.4 Million paid against members' deposits.

9.1.3 This represents deposits against seven members of TransKarachi Rs. 200,000 each to comply with the requirement of Companies Act 2017.

		December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
	Note	Rupees in "000"	
10 DEFERRED CAPITAL GRANT			
Deferred grant	10.1	5,159,435	3,558,661
Deferred capital grant project design advance	10.2	1,226,912	1,226,912
		<u>6,386,347</u>	<u>4,785,573</u>
10.1 DEFERRED GRANT			
Asian Development Bank	10.1.1	2,482,549	1,915,588
Asian Infrastructure Investment Bank	10.1.2	521,015	521,015
Agence Française de Développement	10.1.3	576,963	576,963
Government of Sindh	10.1.4	1,972,255	811,227
Opening fund utilized	10.1.5	(266,132)	(77,209)
Funds utilized during the period	10.1.5	<u>(127,215)</u>	<u>(188,923)</u>
		<u>5,159,435</u>	<u>3,558,661</u>

10.1.1 This includes the loan of Rs 2,482.55 Million equivalent to USD 13.63 Million (June 30, 2022: Rs 1,915.59 Million equivalent to USD 10.20 Million) from Asian Development Bank (ADB) against Loan no. 3799-PAK dated June 19, 2020.

10.1.2 This represents loan of Rupees 521.01 Million (Equivalent to USD 2.85 Million) from Asian Infrastructure Investment Bank (AIIB) against Loan No 8368/L0162A dated February 24, 2021.

10.1.3 This represents loan of Rupees 576.96 Million (Equivalent to USD 3.25 Million) from Agence Française de Développement (AFD) against loan No 8366/CPK105101V dated March 15, 2021.

10.1.4 This represents the grant received from the Government of Sindh.

10.1.5 This represents the amount spent on operational and administrative expenses of the Company.

	Note	December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
Rupees in "000"			
10.2 Deferred grant project design advance (PDA)			
Asian Development Bank	10.2.1	1,132,087	1,132,087
Government of Sindh	10.2.2	94,825	94,825
		1,226,912	1,226,912

10.2.1 This represents the loan received from Asian Development Bank (ADB) equivalent to USD 8,331,147 against Project Design Advance incurred by Project Implementation Unit (PIU) i.e. Sindh Mass Transit Authority which was later on handed over to TransKarachi on August 08, 2020.

10.2.2 This represents the expenses incurred and taxes paid by Government of Sindh on Project Design.

10.3 GRANT RECONCILIATION

Asian Development Bank

Deferred capital grant	10.1.1	2,482,549	1,915,588
Project design grant	10.2.1	1,132,087	1,132,087
		3,614,636	3,047,675

Asian Infrastructure Investment Bank

Agence Française de Développement

		521,015	521,015
		576,963	576,963

Government of Sindh

Deferred capital grant	10.1.4	1,972,255	811,227
Project design grant	10.2.2	94,825	94,825
		2,067,080	906,052
Total grants		6,779,694	5,051,705

Utilization of grant

Funds utilized upto the period		(393,347)	(266,132)
Operating Fixed Assets	5.1	(62,136)	(57,299)
Capital Work in Progress	5.2	(5,616,225)	(4,728,698)
Intangible assets	6	(2,941)	(3,273)
Stores and consumable	7	(287)	-
Deposits and Prepayments	7	(5,719)	(4,255)
Accrued and other liabilities	11	360,420	70,816
Provident fund payable	12	330	18,761
		(5,719,905)	(4,970,080)

Unrestricted fund - Tender Income		-	861
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Un-utilized grant represented by bank		1,059,789	82,486
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Note	December 31, 2022 (Un-Audited)	June 30, 2022 (Audited)
	Rupees in "000"	

11 ACCRUED AND OTHER LIABILITIES

Withholding tax payable	107,616	117
Payable against contract	250,737	62,887
Salaries payable	71	460
EOBI Payable	63	370
Compensation Payable to Displaced Persons	558	4,622
Accrued liabilities	1,375	2,060
Auditor's remuneration	-	300
	<u>360,420</u>	<u>70,816</u>

12 PROVIDENT FUND PAYABLE

Provident fund payable	<u>330</u>	<u>18,761</u>
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The Company has contributory provident fund scheme for benefit of all its permanent employees under the title of "TRANSKARACHI- Employees Provident Fund". The Fund is maintained by Trustee and all decisions regarding investments and distribution of income etc. are made by the Trustee independent of the Company

13 DATE OF AUTHORIZATION FOR ISSUE

The Board of Directors of the TransKarachi authorized these financial statements for issue on _____.

14 GENERAL

Figures have been rounded off to the nearest thousand rupee unless otherwise stated.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER