

TRANSKARACHI
(A COMPANY SET UP UNDER SECTION 42 OF THE COMPANIES ACT, 2017)
INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2022

		September 30, 2022 (Un-Audited) Rupees	June 30, 2022 (Audited) Rupees
ASSETS			
NON CURRENT ASSETS			
Property and equipment	5	4,859,421,348	4,789,270,357
CURRENT ASSETS			
Stores and consumable	6	1,115,449	-
Deposits and prepayments	7	3,998,855	4,255,039
Bank balances	8	79,631,307	82,486,706
		<u>84,745,611</u>	<u>86,741,745</u>
TOTAL ASSETS		<u>4,944,166,959</u>	<u>4,876,012,102</u>
FUNDS AND LIABILITIES			
Unrestricted funds		510,631	861,285
RESTRICTED FUNDS			
Deferred capital grant	9	4,842,056,554	4,785,572,560
CURRENT LIABILITIES			
Accrued and other liabilities	10	83,459,934	70,816,885
Provident fund payable	11	18,139,840	18,761,372
		101,599,774	89,578,257
TOTAL FUNDS AND LIABILITIES		<u>4,944,166,959</u>	<u>4,876,012,102</u>

The annexed notes from 1 to 13 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 SEPTEMBER 30, 2022

	2022			2021		
	Restricted	Un-restricted	Total	Restricted	Un-restricted	Total
Note	Rupees			Rupees		
INCOME						
Income recognized on deferred loan / restricted funds	58,358,003	-	58,358,003	34,126,123	-	34,126,123
	<u>58,358,003</u>	<u>-</u>	<u>58,358,003</u>	<u>34,126,123</u>	<u>-</u>	<u>34,126,123</u>
EXPENDITURE						
Staff salaries and other benefits	44,925,932	7,500	44,933,432	26,260,708	-	26,260,708
Legal and professional charges	184,000	66,000	250,000	36,000	-	36,000
Repairs and maintenance	353,851	-	353,851	3,069,216	-	3,069,216
Communication charges	20,320	-	20,320	84,216	-	84,216
Printing and stationary	231,695	-	231,695	146,914	-	146,914
Office expenses	660,259	-	660,259	-	-	-
Travelling, conveyance and entertainment	2,111,029	47,379	2,158,408	1,230,179	-	1,230,179
Insurance	2,338,731	-	2,338,731	1,098,523	-	1,098,523
IT expenses	72,592	-	72,592	163,144	-	163,144
Utilities	1,434,744	38,741	1,473,485	73,439	-	73,439
Office rent	1,155,000	-	1,155,000	1,040,568	-	1,040,568
Advertisement expense	659,377	191,034	850,411	60,253	-	60,253
Postage expenses	14,180	-	14,180	395,691	-	395,691
Directors' fee	-	-	-	220,000	-	220,000
Office supplies	-	-	-	23,039	-	23,039
Fees and subscription	574,500	-	574,500	-	-	-
Amortization	164,692	-	164,692	-	-	-
Depreciation	3,457,101	-	3,457,101	224,233	-	224,233
	<u>58,358,003</u>	<u>350,654</u>	<u>58,708,657</u>	<u>34,126,123</u>	<u>-</u>	<u>34,126,123</u>
SURPLUS/(DEFICIT) FOR THE YEAR	<u>-</u>	<u>(350,654)</u>	<u>(350,654)</u>	<u>-</u>	<u>-</u>	<u>-</u>

The annexed notes from 1 to 13 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 SEPTEMBER 30, 2022

	2022	2021
	Rupees	Rupees
Surplus/(Deficit) for the year	(350,654)	-
Other comprehensive income for the year	-	-
Total comprehensive income/(loss) for the year	<u>(350,654)</u>	<u>-</u>

The annexed notes from 1 to 13 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 SEPTEMBER 30, 2022

	Unrestricted Fund	Restricted Fund	
	General fund	Grant	Total
	Rupees		
Balance as at July 01, 2021	1,290,000	1,349,900,401	1,351,190,401
Surplus/(Deficit) transferred from income and expenditure account	(428,715)	-	(428,715)
Funds transferred from project design advance	-	60,410,839	60,410,839
Funds received during the year	-	3,564,184,034	3,564,184,034
Transferred to income and expenditure account	-	(188,922,714)	(188,922,714)
Balance as at June 30, 2022	861,285	4,785,572,560	4,786,433,845
Surplus/(Deficit) transferred from income and expenditure account	(350,654)	-	(350,654)
Funds transferred from project design advance	-	-	-
Funds received during the year	-	114,841,997	114,841,997
Transferred to income and expenditure account	-	(58,358,003)	(58,358,003)
Balance as at September 30, 2022	510,631	4,842,056,554	4,842,567,185

The annexed notes from 1 to 13 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 SEPTEMBER 30, 2022**

	September 30, 2022 Rupees	September 30, 2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus for the year	(350,654)	-
Adjustments for items not involving movement of funds:		
Depreciation & Amortization	3,621,793	224,233
Surplus before working capital changes	<u>3,271,139</u>	<u>224,233</u>
Increase in current assets		
Stores and consumable	(1,115,449)	-
Deposits and prepayments	256,184	555,929
Grant receivables	-	-
	(859,265)	555,929
Increase in current liabilities		
Accrued and other liabilities	12,643,049	1,593,313
Provident fund payable	(621,532)	2,762,796
	<u>12,021,517</u>	<u>4,356,109</u>
Net cash generated from operating activities	<u>14,433,391</u>	<u>5,136,271</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to operating fixed assets	(11,121,862)	(3,106,831)
Capital work in progress	(62,650,922)	-
Net cash used in investing activities	<u>(73,772,784)</u>	<u>(3,106,831)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Deferred capital grant	56,483,994	(34,126,123)
Net cash generated from financing activities	<u>56,483,994</u>	<u>(34,126,123)</u>
Net increase/(decrease) in cash and cash equivalents	(2,855,399)	(32,096,683)
Cash and cash equivalents at the beginning of the year	82,486,706	191,297,871
Cash and cash equivalents at the end of the year	<u><u>79,631,307</u></u>	<u><u>159,201,188</u></u>

The annexed notes from 1 to 13 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 SEPTEMBER 30, 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.

		September 30, 2022 (Un-Audited) Rupees	June 30, 2022 (Audited) Rupees
	Note		
5 PROPERTY AND EQUIPMENT			
Operating fixed assets - owned	5.1	68,072,364	60,572,295
Capital work in progress	5.2	4,791,348,984	4,728,698,062
		<u>4,859,421,348</u>	<u>4,789,270,357</u>

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

Office Equipments	-	6,935,082	
Motor Bike	-	276,000	
Computers & Equipments	2,047,002	11,114,748	
Vehicle	9,074,860	22,779,822	
Air Conditioner	-	2,622,623	
Furniture & Fixtures	-	14,814,866	
Generator	-	2,747,160	
Software	-	3,590,212	
		<u>11,121,862</u>	<u>64,880,513</u>

	Note	September 30, 2022 (Un-Audited) Rupees	June 30, 2022 (Audited) Rupees
5.2 Capital work in progress			
KBRT Redline Project Feasibility Analysis	5.2.1	1,224,787,514	1,224,787,514
Civil Works - Main corridor - - (24.2 Km) and 2 Depots	5.2.2	2,754,260,221	2,754,260,221
Relocation of utilities	5.2.3	590,000,000	590,000,000
Consultant - Project Management and - -Construction Supervision	5.2.4	186,830,858	114,519,936
Consultant - Project management -- -Co-ordination and Capacity building	5.2.5	35,470,391	35,470,391
Advance against vehicles		-	9,660,000
		<u>4,791,348,984</u>	<u>4,728,698,062</u>

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	1,281,846,532	1,281,846,532
CR3-AM Associates JV - Lot 2	5.2.2.2	1,472,413,689	1,472,413,689
		<u>2,754,260,221</u>	<u>2,754,260,221</u>

5.2.2.1 Mobilization advance is 10% of value of Rs. 12,818,465,318 against Phase-1 of BRT Corridor and Buildings Construction Lot-1: Malir Halt Depot to Mausmiyat .

5.2.2.2 Mobilization advance is 10% of value of Rs. 14,724,136,887 as per terms of the contract 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. 186.83 Million, equivalent to USD 926,782 (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.

		September 30, 2022 (Un-Audited) Rupees	June 30, 2022 (Audited) Rupees
6	STORES AND CONSUMABLE		
	Stationery and office items	1,115,449	-
7	DEPOSITS AND PREPAYMENTS		
	Security deposits	1,050,000	1,050,000
	Prepayments	1,009,892	2,900,414
	Advance tax	1,018,963	48,943
	Advances	920,000	255,682
		<u>3,998,855</u>	<u>4,255,039</u>
8	BANK BALANCES		
	Current accounts	8.1 79,631,307	82,486,706
8.1	Current accounts		
	Asian Development Bank - RFA account	8.1.1 79,434,766	81,625,421
	TransKarachi - Operations Account	8.1.2 196,541	861,285
		<u>79,631,307</u>	<u>82,486,706</u>

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

8.1.2 This represents unused portion of tender fees received against different tenders of the project and deposited in separate bank account of NBP.

		September 30, 2022 (Un-Audited) Rupees	June 30, 2022 (Audited) Rupees
9	DEFERRED CAPITAL GRANT		
	Deferred grant	9.1 3,615,145,040	3,558,661,046
	Deferred capital grant project design advance	9.2 1,226,911,514	1,226,911,514
		<u>4,842,056,554</u>	<u>4,785,572,560</u>

9.1 DEFERRED GRANT

Asian Development Bank	9.1.1	2,030,429,995	1,915,587,998
Asian Infrastructure Investment Bank	9.1.2	521,015,049	521,015,049
Agence Française de Développement	9.1.3	576,962,797	576,962,797
Government of Sindh	9.1.4	811,226,840	811,226,840
Opening fund utilized	9.1.5	(266,131,638)	(77,208,924)
Funds utilized during the period	9.1.5	<u>(58,358,003)</u>	<u>(188,922,714)</u>
		<u>3,615,145,040</u>	<u>3,558,661,046</u>

9.1.1 This includes the loan of Rs 2,030.43 Million equivalent to USD 11.34 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.

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

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

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

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

	Note	September 30, 2022 (Un-Audited) Rupees	June 30, 2022 (Audited) Rupees
9.2 Deferred grant project design advance (PDA)			
Asian Development Bank	9.2.1	1,132,087,037	1,132,087,037
Government of Sindh	9.2.2	94,824,477	94,824,477
		<u>1,226,911,514</u>	<u>1,226,911,514</u>

9.2.1 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.

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

9.3 GRANT RECONCILIATION

Asian Development Bank

Deferred capital grant	9.1.1	2,030,429,995	1,915,587,998
Project design grant	9.2.1	1,132,087,037	1,132,087,037
		3,162,517,032	3,047,675,035
Asian Infrastructure Investment Bank		521,015,049	521,015,049
Agence Française de Développement		576,962,797	576,962,797

Government of Sindh

Deferred capital grant	9.1.4	811,226,840	811,226,840
Project design grant	9.2.2	94,824,477	94,824,477
		906,051,317	906,051,317
Total grants		<u>5,166,546,195</u>	<u>5,051,704,198</u>

Utilization of grant

Funds utilized upto the period		(324,489,641)	(266,131,638)
Operating Fixed Assets	5.1	(68,072,364)	(60,572,295)
Capital Work in Progress	5.2	(4,791,348,984)	(4,728,698,062)
Stores and consumable	6	(1,115,449)	-
Deposits and Prepayments	7	(3,998,855)	(4,255,039)
Accrued and other liabilities	10	83,459,934	70,816,885
Provident fund payable	11	18,139,840	18,761,372
		(5,087,425,519)	(4,970,078,777)
Unrestricted fund - Tender Income		510,631	861,285
Un-utilized grant represented by bank		<u>79,631,307</u>	<u>82,486,706</u>

	September 30, 2022 (Un-Audited) Rupees	June 30, 2022 (Audited) Rupees
10 ACCRUED AND OTHER LIABILITIES		
Withholding tax payable	6,130,917	117,501
Payable against contract	70,662,775	62,887,413
Salaries payable	6,037	459,852
EOBI Payable	482,815	370,018
Compensation Payable to Displaced Persons	4,622,500	4,622,500
Accrued liabilities	1,254,890	2,059,601
Auditor's remuneration	300,000	300,000
	83,459,934	70,816,885
11 PROVIDENT FUND PAYABLE		
Provident fund payable	18,139,840	18,761,372

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

12 DATE OF AUTHORIZATION FOR ISSUE

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

13 GENERAL

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



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