

Price Sensitive Information (PSI)

This is to inform that due to prevalence of volatile foreign exchange situation resulting in steep devaluation of BDT against USD, coupled with delayed settlement of monthly bills by BPDB, the lone vendor, Summit Oil & Shipping Co. Ltd. (SOSCL), has been facing acute fund shortage for additional cost while settling its Letter of Credit (LC) obligations for import of Heavy Furnace Oil (HFO) and supply to power plants of Summit Power Limited (SPL) and its subsidiaries, namely, Summit Barisal Power Limited, Summit Narayanganj Power Unit II Limited, Ace Alliance Power Limited and Summit Gazipur II Power Limited. In order to keep the plants operative to ensure uninterrupted supply of electricity, SPL obtained shareholders' approval in its AGM held on 28th October 2022 for extending required fund support to SOSCL to meet the additional cost due to foreign exchange fluctuation.

This issue relating to foreign exchange cost was brought to the notice of BPDB and relevant ministry i.e. (MOPEMR) collectively with Bangladesh Independent Power Producers Association (BIPPA). Finally we received assurance from all concerned authorities for compensating power plants appropriately for exchange fluctuation between billing rate and the rate prevail on the date of payment by BPDB. Based on this assurance, SPL submitted supplementary bills for true-up amount. However, fact of the matter is that, the issue is yet to receive the approval of final authority in the process. We all appreciate that it is not expected to be resolved soon following the procedures involved in the process. In this situation now it is quite difficult to close the books and complete finalisation of the Annual Financial Statements for the year ended on 30th June 2023 that could be considered a true and fair view of Company's affairs based on International Financial Reporting Standards (IFRSs) before a clear indication of BPDB's decision on our claims is received.

Considering the facts as above, it will not be possible to meet the deadlines for the submission of Audited Financial Statements for the year ended on 30th June 2023 as well as for the Un-audited Financial Statements for the first quarter ended on 30th September 2023 following the regulatory provisions, as required.

We, in this connection would like to inform that Bangladesh Securities and Exchange Commission (BSEC) vide its letter under reference BSEC/Corp. Ref/243/2005/part-V/1635 dated 3rd October 2023 has given its consent extending the time up-to 31st December 2023 for submission of Audited Financial Statements for the year ended on 30th June 2023 (against the schedule date of 28th October 2023) and first quarterly Un-audited Financial Statements for the period ended on 30th September 2023 (against the schedule date of 14th November 2023).

We however are giving assurance that we will be able to prepare the set of Financial Statements for the year ended on 30th June 2023, including completion of audit therein, and for the first quarter ended on 30th September 2023 and submit and/or publish the same within extended timeframe of 31st December 2023, as approved by BSEC.

Dhaka, 15th Oct, 2023

For Summit Power Limited
s/d-
Swapon Kumar Pal, FCA
Company Secretary