



VALLIBEL POWER ERATHNA PLC

INTERIM FINANCIAL STATEMENTS

Third Quarter

for the period ended 31st December 2025

Consolidated Statement of Financial Position

As at	Group		Company	
	31.12.2025 Rs.	31.03.2025 Rs. (Audited)	31.12.2025 Rs.	31.03.2025 Rs. (Audited)
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	3,577,757,559	1,913,794,778	2,475,396,372	777,874,682
Capital Work-in Progress	2,912,120	103,595,309	2,912,120	103,595,309
Right-to-use of Assets	27,284,278	30,296,321	1,029,475	1,135,973
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	15,052,582	22,994,661	3,842,438	4,055,907
Other non-current asset	4,500,000	4,500,000	-	-
Deferred Tax Asset	272,459,840	-	272,459,840	-
	3,899,966,380	2,075,181,069	3,577,260,225	1,708,281,851
Current Assets				
Inventories	32,209,945	26,597,627	5,646,556	6,626,822
Trade & Other Receivables	461,594,926	102,936,184	233,861,571	25,658,858
Amounts Due from Related Parties	2,026,228	2,746,067	5,218,836	6,219,012
Cash and cash equivalents	1,050,486,822	931,760,488	288,606,440	542,980,238
	1,546,317,921	1,064,040,367	533,333,403	581,484,929
Total Assets	5,446,284,301	3,139,221,436	4,110,593,628	2,289,766,780
EQUITY AND LIABILITIES				
Equity Attributable to Equity Holders of the Parent				
Stated Capital	1,174,365,278	1,174,365,278	1,174,365,278	1,174,365,278
Accumulated Profit	2,496,607,321	1,252,560,268	1,574,470,634	842,895,543
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	3,670,972,599	2,426,925,546	2,748,835,912	2,017,260,821
Non - Controlling Interest	254,823,771	178,619,814	-	-
Total Equity	3,925,796,370	2,605,545,360	2,748,835,912	2,017,260,821
Non-Current Liabilities				
Retirement Benefit Obligations	83,287,659	77,946,485	56,471,377	53,471,376
Deferred Tax Liability	32,916,015	203,555,606	-	169,140,104
Interest Bearing Borrowings	1,035,449,023	-	1,035,449,023	-
Lease Liability	35,840,518	38,804,799	1,607,708	1,461,100
	1,187,493,215	320,306,890	1,093,528,108	224,072,580
Current Liabilities				
Accruals and other payables	197,216,062	128,452,725	188,426,636	27,465,241
Interest Bearing Borrowings	79,649,925	-	79,649,925	-
Lease Liability	1,580,768	1,452,300	153,048	176,812
Current tax liabilities	54,547,961	83,464,161	-	20,791,326
	332,994,716	213,369,186	268,229,608	48,433,379
Total Equity and Liabilities	5,446,284,301	3,139,221,436	4,110,593,628	2,289,766,780
Net Asset Per Share	4.91	3.25	3.68	2.70

These Financial Statements are in compliance with the requirements of the Companies Act, No. 7 of 2007.

Sgd.
Sajithra Thanoj
Accountant

Sgd.
Russell De Silva
Jt.CEO

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Signed for and on behalf of the Board by.

Sgd.
Harsha Amarasekera
Chairman
February 12, 2026 / Colombo

Sgd.
Devika Weerasinghe
Director

Consolidated Statement of Profit or Loss

For the nine months ended 31st December	Group						Company					
	Quarter			Nine Months			Quarter			Nine Months		
	2025 Rs.	2024 Rs.	Change %	2025 Rs.	2024 Rs.	Change %	2025 Rs.	2024 Rs.	Change %	2025 Rs.	2024 Rs.	Change %
Revenue from contracts with customers	544,995,434	430,171,847	27	1,321,464,943	1,249,614,012	6	237,960,724	103,176,085	131	473,028,734	316,826,278	49
Direct Costs	(82,966,342)	(45,728,058)	81	(179,683,381)	(137,007,147)	31	(51,173,307)	(16,875,026)	203	(84,211,080)	(48,158,024)	75
Gross Profit	462,029,092	384,443,789	20	1,141,781,562	1,112,606,865	3	186,787,417	86,301,059	116	388,817,654	268,668,254	45
Other Income	785,217	4,152,494	(81)	785,217	478,690,191	(100)	281,519	-	100	281,519	488,747,916	(100)
Administration Expenses	(53,594,602)	(46,744,874)	15	(150,228,566)	(128,547,477)	17	(26,999,344)	(20,734,941)	30	(76,458,194)	(59,136,639)	29
Other Operating Expenses	(1,551,916)	(3,070,277)	(49)	(3,671,213)	(11,260,190)	(67)	(1,238,826)	(2,428,035)	(49)	(3,024,938)	(5,496,479)	(45)
Finance Cost	(29,896,068)	(1,067,230)	>999	(31,819,047)	(3,239,327)	882	(29,896,068)	(44,203)	-	(29,977,963)	(132,609)	>999
Finance Income	16,470,004	18,234,892	(10)	37,506,527	59,436,900	(37)	5,263,716	6,309,326	(17)	14,767,241	22,664,005	(35)
Profit Before Tax	394,241,728	355,948,796	11	994,354,480	1,507,686,964	(34)	134,198,413	69,403,206	93	294,405,319	715,314,448	(59)
Income Tax Expenses	451,468,955	(70,520,609)	(740)	325,896,530	(360,325,622)	(190)	492,868,687	(25,192,530)	>999	437,169,772	(117,164,529)	(473)
Net Profit For the Period	845,710,683	285,428,188	196	1,320,251,010	1,147,361,342	15	627,067,101	44,210,676	>999	731,575,091	598,149,919	22
Attributable to:												
Owners of Vallibel Power Erathna PLC	817,439,825	254,267,867	221	1,244,047,053	1,022,412,745	22	627,067,101	44,210,676	>999	731,575,091	598,149,919	22
Non Controlling Interest	28,270,859	31,160,321	(9)	76,203,958	124,948,597	(39)	-	-	-	-	-	-
	845,710,683	285,428,188	196	1,320,251,010	1,147,361,342	15	627,067,101	44,210,676	>999	731,575,091	598,149,919	22
Basic Earnings Per Share	1.09	0.34		1.66	1.36		0.84	0.06		0.98	0.80	

Consolidated Statement of Comprehensive Income

For the nine months ended 31st December	Group						Company					
	Quarter			Nine Months			Quarter			Nine Months		
	2025 Rs.	2024 Rs.	Change %	2025 Rs.	2024 Rs.	Change %	2025 Rs.	2024 Rs.	Change %	2025 Rs.	2024 Rs.	Change %
Net Profit for the Period	845,710,683	285,428,188	196	1,320,251,010	1,147,361,342	15	626,785,582	44,210,676	>999	731,575,091	598,149,919	22
Total Other Comprehensive Income /(Loss)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the period, net of Tax	845,710,683	285,428,188	196	1,320,251,010	1,147,361,342	15	626,785,582	44,210,676	>999	731,575,091	598,149,919	22
Attributable to:												
Owners of Vallibel Power Erathna PLC	769,506,726	254,267,867	203	1,244,047,053	1,022,412,745	22	627,067,101	44,210,676	>999	731,575,091	598,149,919	22
Non Controlling Interest	76,203,958	31,160,321	145	76,203,958	124,948,597	(39)	-	-	-	-	-	-
	845,710,683	285,428,188	196	1,320,251,010	1,147,361,342	15	627,067,101	44,210,676	>999	731,575,091	598,149,919	22

Consolidated Statement of Cash Flows

For the nine months ended 31st December	Group		Company	
	2025 Rs.	2024 Rs.	2025 Rs.	2024 Rs.
Cash Flows from/(Used in) Operating Activities				
Net Profit Before Income Tax Expense	994,354,480	1,507,686,964	294,405,319	715,314,448
Adjustments for				
Amortization of Intangible Assets	7,942,080	7,980,969	213,469	213,469
Amortization of Right of Use Assets	2,605,531	2,671,183	106,498	106,498
Depreciation	86,738,778	59,322,921	52,689,596	23,514,167
Provision for Retirement Benefit Obligations	5,341,174	2,234,223	3,000,000	900,000
Profit/(loss) on disposal of Property, Plant & Equipment	-	32,025	-	32,025
Adjustment for Right of Use Assets	406,511	-	-	-
Dividend Income	-	-	-	(357,239,691)
Finance Income	(37,506,527)	(59,436,900)	(14,767,241)	(22,664,005)
Finance Cost	31,819,047	3,239,327	29,977,963	132,609
Operating Profit Before Working Capital Changes	1,091,701,075	1,523,730,711	365,625,603	360,309,519
(Increase)/ Decrease in Inventories	(5,612,318)	(5,092,009)	980,265	(2,412,493)
(Increase)/ Decrease in Trade and Other Receivables	(345,666,547)	(61,352,273)	(195,295,042)	(50,279,499)
(Increase)/ Decrease in Amounts Due from Related Parties	719,839	(725,503)	1,000,176	(1,498,272)
Increase / (Decrease) in Trade and Other Payables	66,363,337	(264,818,205)	160,961,395	(34,166,786)
Cash Generated from /(used in) Operating Activities	807,505,386	1,191,742,721	333,272,397	271,952,470
Finance Cost Paid	(29,945,168)	(273,658)	(29,855,120)	-
Finance Income Received	38,757,274	58,949,426	16,102,490	24,807,442
Retirement Benefit Obligations Paid	-	(1,931,664)	-	(612,862)
Taxes Paid	(160,362,043)	(314,488,874)	(39,464,417)	(87,071,559)
Net Cash from / (used in) Operating Activities	655,955,450	933,997,949	280,055,350	209,075,491
Cash Flows From / (Used in) Investing Activities				
Acquisitions of Property, Plant & Equipments	(1,650,018,370)	(732,830)	(1,649,528,096)	(401,560)
Dividend Received	-	-	-	357,239,691
Proceeds /(Investments) of Fixed Deposits (net)	-	-	-	-
Proceeds from Disposal of Investment (AFS)	-	-	-	-
Net Cash Flow from / (Used In) Investing Activities	(1,650,018,370)	(732,830)	(1,649,528,096)	356,838,131
Cash Flows from /(Used in) Financing Activities				
Proceeds from Interest Bearing Borrowings	1,115,098,948	-	1,115,098,948	-
Principal Elements of Lease Payments	(2,309,693)	(1,042,592)	-	-
Dividends Paid	-	(622,000,309)	-	(560,332,298)
Net Cash Flows From / (Used In) Financing Activities	1,112,789,255	(623,042,901)	1,115,098,948	(560,332,298)
Net Increase / (Decrease) In Cash & Cash Equivalents	118,726,335	310,222,218	(254,373,797)	5,581,323
Cash and Cash Equivalents at the Beginning of the Period (Note A)	931,760,488	873,886,218	542,980,238	354,470,664
Cash and Cash Equivalents at the End of the Period (Note B)	1,050,486,822	1,184,108,436	288,606,441	360,051,987
Note A				
Cash and Cash Equivalents at the Beginning of the Period				
Cash in Hand & at Bank	77,631,269	15,680,449	74,245,309	10,478,331
Investments in short-term deposits (Maturity period < 3 months)	854,129,219	858,205,769	468,734,929	343,992,333
	931,760,488	873,886,218	542,980,238	354,470,664
Note B				
Cash and Cash Equivalents at the End of the Period				
Cash in Hand & at Bank	29,447,076	64,910,068	22,087,326	42,957,033
Investments in short-term deposits (Maturity period < 3 months)	1,021,039,746	1,119,198,368	266,519,114	317,094,954
	1,050,486,822	1,184,108,437	288,606,440	360,051,987

Consolidated Statement of Changes in Equity

Group

	Stated Capital Rs.	Accumulated Profit Rs.	Non Controlling Interest Rs.	Total Equity Rs.
Balance as at 01st April 2024	1,174,365,278	846,060,244	184,256,307	2,204,681,829
Net Profit for the Period	-	1,022,412,745	124,948,597	1,147,361,342
Dividend		(560,332,298)	(61,668,011)	(622,000,309)
Balance as at 31st December 2024	1,174,365,278	1,308,140,691	247,536,893	2,730,042,862
Balance as at 01st April 2025	1,174,365,278	1,252,560,268	178,619,814	2,605,545,360
Net Profit for the Period	-	1,244,047,053	76,203,958	1,320,251,010
Balance as at 31st December 2025	1,174,365,278	2,496,607,321	254,823,771	3,925,796,370

Company

	Stated Capital Rs.	Accumulated Profit Rs.	Total Equity Rs.
Balance as at 01st April 2024	1,174,365,278	388,735,215	1,563,100,493
Net Profit for the Period	-	598,149,919	598,149,919
Dividend	-	(560,332,298)	(560,332,298)
Balance as at 31st December 2024	1,174,365,278	426,552,836	1,600,918,114
Balance as at 01st April 2025	1,174,365,278	842,895,543	2,017,260,821
Net Profit for the Period	-	731,575,091	731,575,091
Balance as at 31st December 2025	1,174,365,278	1,574,470,634	2,748,835,912

Notes to the Interim Financial Statements

1. The above figures are provisional & subject to audit unless otherwise stated.
2. The interim financial statements of the Group and the Company for the nine months ended 31st December 2025 were authorised for issue by the Board of Directors on 12th February 2026.
3. The financial statements for the period ended 31st December 2025, includes “the Company” referring to Vallibel Power Erathna PLC as the Holding Company and “the Subsidiary” referring to Country Energy (Private) Limited whose accounts have been consolidated therein.
4. The Interim Financial Statements have been prepared in accordance with the accounting policies set out in the Annual report for the year ended 31st March 2025 and comply with the Sri Lanka Accounting Standards (SLFRS/LKAS). These Interim Financial Statements should be read in conjunction with the annual financial statements for the year ended 31st March 2025. They also provide the information required by the Colombo Stock Exchange and LKAS 34.
5. The number of shares representing the stated capital is 747,109,731.
6. **Financial Impact of Commissioning of Ground-Mounted Solar PV Project:**
 - During the period, two 5 MW ground-mounted Solar PV projects, namely Dolahena I and Dolahena II located in Matara, were connected to the National Grid on 10 September 2025. Accordingly, the Capital Work-in-Progress amounting to Rs. 1,747,596,108/- was capitalised under Property, Plant and Equipment with effect from the date the assets were available for their intended use.
 - To finance the above investment, the Company obtained a term loan facility of Rs. 1,372,000,000/- repayable over a period of 84 months following a one-year grace period. The facility is secured by a floating primary mortgage of Rs. 472,000,000/- over the project land and Rs. 900,000,000/- over the project's movable assets.
 - Following the commencement of commercial operations, the solar projects contributed revenue of Rs. 138.9 million to the Company during the period.
 - In addition, a deferred tax reversal gain of Rs. 441.6 million, arising from enhanced capital allowance benefits recognised upon capitalisation of the Solar PV project as an expansion under the Company's BOI Agreement, has been recognised in the Statement of Profit or Loss. Accordingly, a deferred tax asset of Rs. 272.4 million has been recognised in the Statement of Financial Position.

7. **Contingent Liability**

As at 31st December 2025, the Group has contingent liabilities arising from bank guarantees totaling Rs. 651,700,000/-, issued in favour of Sri Lanka Customs in relation to the Bonding Warehouse facility obtained for the importation of goods for the Dolahena I & II Ground-Mounted Solar PV Projects.

Additionally, the company has provided two bank guarantees amounting to Rs. 50 million as proposal security for the purpose of the CEB tender.

8. Operating Segment Information

For the nine months ended 31st December 2025

		Dolahena Estate GMSP	Erathna MHP	Denawaka Ganga MHP	Kiriwaneliya MHP	Group Adjustments	Group
Power Generation	MWh (Units in Thousand)	5,452	40,490	21,374	12,136	-	79,452
Revenue	Rs.'000	138,912	334,116	541,741	306,694	-	1,321,465
Gross Profit	Rs.'000	106,556	282,261	484,994	274,638	(6,668)	1,141,782
Profit After Tax	Rs.'000	508,345	223,229	379,039	216,304	(6,668)	1,320,251
Total Assets	Rs.'000	1,996,274	2,114,319	1,374,896	869,708	(908,912)	5,446,284
Total Liabilities	Rs.'000	1,277,363	84,394	116,500	139,103	(96,872)	1,520,488

For the nine months ended 31st December 2024

		Dolahena Estate GMSP	Erathna MHP	Denawaka Ganga MHP	Kiriwaneliya MHP	Group Adjustments	Group
Power Generation	MWh (Units in Thousand)	Nil	39,451	23,431	13,493	-	76,374
Revenue	Rs.'000	Nil	316,826	593,969	338,819	-	1,249,614
Gross Profit	Rs.'000	Nil	268,668	543,287	307,319	(6,668)	1,112,607
Profit After Tax	Rs.'000	Nil	598,150	618,619	357,542	(426,949)	1,147,361
Total Assets	Rs.'000	Nil	1,896,209	1,374,440	850,950	(900,169)	3,221,429
Total Liabilities	Rs.'000	Nil	295,291	141,315	151,799	(97,019)	491,386

9. The age analysis of Trade Receivables which is due from Ceylon Electricity Board as at 31st December 2025.

As at	Company		Group	
	31.12.2025	31.03.2025 (Audited)	31.12.2025	31.03.2025 (Audited)
	Rs.	Rs.	Rs.	Rs.
Below 30 days	58,764,602	8,877,684	151,081,660	48,973,644
30 – 60 days	111,998,737	3,268,110	226,624,584	21,962,635
60 – 180 days	23,514,601	-	23,514,601	-
Over 180 days	-	-	-	-
Total	194,277,940	12,145,794	401,220,845	70,936,279

Outstanding amounts over 30 days have been collected after the reporting date.

10. Related Party Transactions

10.1 Related Party Transactions with the Company - Recurrent

For the Period Ended	31-12-2025 Rs.	31-12-2024 Rs.
10.1.1 Key Management Personal (KMP)		
Directors Remuneration	(5,008,681)	(4,261,306)
Key Management Compensation	(13,475,271)	(12,363,018)
Close Family Members of KMP	Nil	Nil
10.1.2 Country Energy (Pvt) Ltd - Subsidiary		
Net operating expenses incurred on behalf of the Subsidiary	(12,130,688)	(34,629,305)
Reimbursement of operating expenses by the Subsidiary	12,124,037	33,858,969

10.1.3 Other Related companies

10.1.3.1 Alternate Power Systems (Pvt) Ltd (APSL)

For the Period Ended	31-12-2025 Rs.	31-12-2024 Rs.
Net operating expenses incurred on behalf of APSL	(7,565,654)	(22,713,675)
Reimbursement of operating expenses by APSL	7,463,733	21,985,738
10.1.3.2 Vallibel Finance PLC		
Investments in Fixed Deposit	(36,000,000)	(194,105,122)
Withdrawal of Fixed Deposit	Nil	Nil
FD Interest Received	Nil	Nil
10.1.3.3 Hayleys PLC		
Payment for rent and services	(222,775)	(5,868,399)

10.2 Related Party Transactions with the Company – Non-Recurrent

During the previous year ended 31st March 2025, the Company entered into a non-recurrent related party transaction agreement with Nex-Gen Engineering PTE Ltd, fully owned subsidiary of Hayleys Fentons Ltd which is a related party to Vallibel Power Erathna PLC, awarding an EPC contract for the construction of the Dolahena I & II Ground-Mounted Solar PV Projects.

Total contract value (Negotiated)	Rs. 1,588,233,182/- (Initial contract value: Rs. 1,667,919,441/-)
Amount paid during the period ended 31 st December 2025	Rs. 1,432,572,281/-

The balance amount will be settled based on project milestones in line with the EPC agreement.

11. Events After the Reporting Date

No other circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the Financial Statements.

12. Share Information

12.1. The public shareholding percentage as at 31st December 2025 was 40.517%, comprising of 7,790 shareholders.

12.2. The Float Adjusted Market Capitalization as at 31st December 2025 is Rs.4,480,058,361/-. The Company complies with option 4 of the Listing Rules 7.13.1 (i) (a).

12.3. Market price per share

For the period ended	31-12-2025 Rs.	31-12-2024 Rs.
Market Price – Highest	18.40	11.70
Market Price – Lowest	13.90	8.90
Market Price – Last Traded	14.80	11.50

12.4. Directors' shareholding as at 31st December 2025

Director	No. of Shares
Mr. Harsha Amarasekera	30
Mr. Prabodha Sumanasekera	150,000
Mr. Haresh Somashantha	15,000
Ms. Dinusha Bhaskaran	Nil
Ms. Devika Weerasinghe	Nil
Mr. Dinesh Mendis	Nil
Mr. Gamini Gunaratne	Nil

12.5 Major Shareholders as at 31st December 2025

Shareholder	No. of Shares	Percentage (%)
1. Vallibel Power Limited	299,425,830	40.078
2. Mr. K.D.D. Perera	144,812,225	19.383
3. Sri Lanka Insurance Corporation Ltd-Life Fund	25,922,543	3.470
4. Mr K.D.H. Perera	18,750,000	2.510
5. Mr K.D.A. Perera	18,750,000	2.510
6. Mr. P.P. Subasinghe	15,365,638	2.057
7. Mackenzie Capital Ltd	15,075,000	2.018
8. Sri Lanka Insurance Corporation Ltd-General Fund	12,081,306	1.617
9. Perera And Sons Bakers Pvt Limited	10,000,000	1.338
10. Ms K.D.C. Samanthi	9,375,000	1.255
11. DFCC Bank Plc A/C 1	9,325,256	1.248
12. N P Capital Ltd	8,600,000	1.151
13. Employees Trust Fund Board	7,482,091	1.001
14. Mr. S.M. Jayasooriya	5,399,354	0.723
15. Mr. M.F. Hashim	5,196,857	0.696
16. Dr. S.P. Jayawardena	3,498,945	0.468
17. Mr. D.D. Gunaratne	3,300,000	0.442
18. Sampath Bank PLC/Dr.Mayuramana Dewolage	3,210,000	0.430
19. Mr. B.C. Tay	3,000,000	0.402
20. Mr.D.D.K.Rajapaksha	2,606,358	0.349
21. Peoples Leasing and Finance PLC/L.K.N.K.Kulawardena	2,453,246	0.328
Total Major Shareholding	623,629,649	83.1%
Other shareholding	123,480,082	16.9%
Total Shareholding	747,109,731	100.0%

Corporate Information

Name of Company

Vallibel Power Erathna PLC

Legal Form

A Public quoted company with limited liability incorporated under the Provisions of the Companies Act, No. 07 of 2007.

Date of Incorporation

07th November 2001

Company Registration Number

P.Q. 103

Nature of the Business

Generate and Supply Electric Power to the National Grid.

Board of Directors

Mr. Harsha Amarasekera - Chairman

Mr. Prabodha Sumanasekera

Mr. Haresh Somashantha

Ms. Dinusha Bhaskaran

Ms. Devika Weerasinghe

Mr. Dinesh Mendis

Mr. Gamini Gunaratne

Registered Office

No. 25, Foster Lane, Colombo 10

Telephone: 011 2381111

Fax: 011 2381115

E-mail: energy@vallibel.com

Web Site: www.vallibel-hydro.com

Subsidiary Company

Country Energy (Pvt) Ltd. (unquoted)

Company Secretaries

P W Corporate Secretarial (Pvt) Limited

No.3/17, Kynsey Road,

Colombo 08.

Telephone:011- 4640360

Fax :011- 4740588

E-mail : pwcs@pwcs.lk

Auditors

Deloitte Partners

P. O. Box 918

100, Braybrooke Place,

Colombo 2

Telephone : 011 771 9700

Fax : 011 230 3197

Web site : www.deloitte.com

Bankers

Commercial Bank of Ceylon PLC

Pan Asia Banking Corporation PLC

Hatton National Bank PLC