



VALLIBEL POWER ERATHNA PLC

INTERIM FINANCIAL STATEMENTS

First Quarter

for the three months ended 30th June 2021

Statement of Financial Position

As at	Group		Company	
	30.06.2021 Rs.	31.03.2021 Rs. (Audited)	30.06.2021 Rs.	31.03.2021 Rs. (Audited)
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	2,053,180,083	2,072,808,765	739,239,416	746,936,516
Right-to-use of Assets	44,118,506	45,637,882	4,155,894	4,539,727
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	62,899,506	65,559,829	5,123,251	5,194,407
Other non-current asset	4,500,000	4,500,000	-	-
	2,164,698,095	2,188,506,476	1,570,138,541	1,578,290,630
Current Assets				
Trade & Other Receivables	662,795,155	576,713,645	321,093,369	273,153,349
Amounts Due from Related Parties	1,213,864	997,913	3,757,305	2,495,254
Cash and cash equivalents	472,212,392	296,637,846	51,449,121	66,279,924
	1,136,221,411	874,349,404	376,299,795	341,928,527
Total Assets	3,300,919,506	3,062,855,880	1,946,438,336	1,920,219,157
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	1,561,142,870	1,313,301,901	619,192,330	552,316,791
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	2,735,508,148	2,487,667,179	1,793,557,608	1,726,682,069
Non - Controlling Interest	251,679,512	224,789,541	-	-
Total Equity	2,987,187,660	2,712,456,720	1,793,557,608	1,726,682,069
Non-Current Liabilities				
Retirement Benefit Obligations	42,122,030	41,162,030	27,404,212	26,864,212
Deferred Tax Liability	130,347,011	131,524,504	98,631,450	99,781,158
Lease Liability	45,228,032	46,368,298	2,917,701	3,245,078
	217,697,073	219,054,832	128,953,363	129,890,448
Current Liabilities				
Accruals and other payables	43,353,778	41,697,493	11,227,307	10,481,119
Lease Liability	4,931,004	4,910,439	1,489,813	1,469,243
Current tax liabilities	47,749,991	84,736,396	11,210,245	51,696,278
	96,034,773	131,344,328	23,927,365	63,646,640
Total Equity and Liabilities	3,300,919,506	3,062,855,880	1,946,438,336	1,920,219,157
Net Asset Per Share	3.66	3.33	2.40	2.31

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

Sgd.

Sajithra Thanoj
Accountant

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.

S. H. Amarasekara
Deputy Chairman

August 06, 2021 / Colombo

Sgd.

Russell De Silva
Jt.CEO

Sgd.

H. Somashantha
Director

Statement of Profit or Loss

For the three months ended 30th June	Group			Company		
	Three Months			Three Months		
	2021 Rs.	2020 Rs.	Change %	2021 Rs.	2020 Rs.	Change %
Revenue	375,370,118	244,239,519	54	101,545,393	73,565,416	38
Cost of Sales	(39,419,610)	(36,440,920)	8	(13,547,153)	(11,996,250)	13
Gross Profit	335,950,508	207,798,599	62	87,998,240	61,569,166	43
Other Operating Income	-	-	-	-	439,739,489	(100)
Administration Expenses	(26,332,135)	(25,162,320)	5	(11,544,368)	(11,805,283)	(2)
Other Operating Expenses	(30,000)	(97,300)	(69)	(20,000)	-	>999
Finance Cost	(1,183,471)	(1,036,087)	14	(84,061)	(37,565)	124
Finance Income	4,809,950	16,137,362	(70)	678,889	5,855,782	(88)
Profit Before Tax	313,214,852	197,640,255	58	77,028,700	495,321,590	(84)
Income Tax Expenses	(38,483,912)	(94,798,960)	(59)	(10,153,161)	(71,189,108)	(86)
Net Profit For the Period	274,730,940	102,841,295	167	66,875,539	424,132,482	(84)
Attributable to:						
Owners of Vallibel Power Erathna PLC	247,840,969	87,395,432	184	66,875,539	424,132,482	(84)
Non Controlling Interest	26,889,971	15,445,863	74	-	-	-
	274,730,940	102,841,295	167	66,875,539	424,132,482	(84)
Basic Earnings Per Share	0.33	0.12		0.09	0.57	

Statement of Comprehensive Income

For the three months ended 30th June	Group			Company		
	Three Months			Three Months		
	2021 Rs.	2020 Rs.	Change %	2021 Rs.	2020 Rs.	Change %
Net Profit for the Period	274,730,940	102,841,295	167	66,875,539	424,132,482	(84)
Other Comprehensive Income /(Loss)	-	-	-	-	-	-
Total Comprehensive Income for the period, net of Tax	274,730,940	102,841,295	167	66,875,539	424,132,482	(84)
Attributable to:						
Owners of Vallibel Power Erathna PLC	247,840,969	87,395,432	184	66,875,538	424,132,482	(84)
Non Controlling Interest	26,889,971	15,445,863	74	-	-	-
	274,730,940	102,841,295	167	66,875,538	424,132,482	(84)

Statement of Cash Flows

For the three months ended 30th June	Group		Company	
	2021 Rs.	2020 Rs.	2021 Rs.	2020 Rs.
Cash Flows from/(Used in) Operating Activities				
Net Profit Before Income Tax Expense	313,214,852	197,640,255	77,028,700	495,321,590
Adjustments for				
Amortization of Intangible Assets	2,660,323	2,660,323	71,156	71,156
Amortization of Right of Use Assets	1,519,376	558,896	383,832	27,827
Depreciation	19,892,081	19,898,786	7,841,600	7,837,037
Provision for Retirement Benefit Obligations	960,000	1,317,499	540,000	904,999
Dividend Income and Interest classified as investing cash flows	-	(2,808,249)	-	(442,065,523)
Finance Income	(4,809,950)	(13,329,113)	(678,889)	(3,529,748)
Finance Cost	1,183,471	1,036,087.00	84,061	37,565
Operating Profit Before Working Capital Changes	334,620,153	206,974,484	85,270,460	58,604,902
(Increase)/ Decrease in Trade and Other Receivables	(84,972,597)	(48,128,157)	(47,943,743)	(76,813,342)
(Increase)/ Decrease in Amounts Due from Related Parties	(215,951)	(1,273,227)	(1,262,051)	(3,977,649)
Increase / (Decrease) in Trade and Other Payables	456,285	194,491	746,188	439,335
Cash Generated from /(used in) Operating Activities	249,887,890	157,767,592	36,810,854	(21,746,754)
Finance Cost Paid	(148,916)	-	(48,028)	-
Finance Income Received	3,701,036	17,420,270	682,612	2,115,616
Retirement Benefit Obligations Paid	-	(444,044)	-	(251,118)
Taxes Paid	(76,647,810)	(42,728,418)	(51,788,901)	(22,118,538)
Net Cash from / (used in) Operating Activities	176,792,200	132,015,400	(14,343,463)	(42,000,794)
Cash Flows From / (Used in) Investing Activities				
Acquisitions of Property, Plant & Equipments	(263,400)	(136,500)	(144,500)	-
Interest Received on Financial Assets Held as Investments	-	2,808,249	-	2,326,034
Dividend Received	-	-	-	439,739,489
Proceeds /(Investments) of Fixed Deposits (net)	-	257,531,391	-	(102,059,930)
Net Cash Flow from / (Used In) Investing Activities	(263,400)	260,203,140	(144,500)	340,005,593
Cash Flows from /(Used in) Financing Activities				
Principal Elements of Lease Payments	(954,255)	-	(342,840)	-
Dividends Paid	-	(363,366,904)	-	(298,843,892)
Net Cash Flows From / (Used In) Financing Activities	(954,255)	(363,366,904)	(342,840)	(298,843,892)
Net Increase / (Decrease) In Cash & Cash Equivalents	175,574,545	28,851,636	(14,830,803)	(839,093)
Cash and Cash Equivalents at the Beginning of the Period (Note A)	296,637,847	32,112,619	66,279,924	16,982,505
Cash and Cash Equivalents at the End of the Period (Note B)	472,212,392	60,964,255	51,449,121	16,143,412
Note A				
Cash and Cash Equivalents at the Beginning of the Period				
Cash in Hand & at Bank	276,003,486	17,082,427	19,273,877	14,982,505
Investments in short-term deposits (Maturity period < 3 months)	20,634,361	15,030,192	47,006,047	2,000,000
	296,637,847	32,112,619	66,279,924	16,982,505
Note B				
Cash and Cash Equivalents at the End of the Period				
Cash in Hand & at Bank	53,732,985	13,250,572	21,196,215	10,143,412
Investments in short-term deposits (Maturity period < 3 months)	418,479,407	47,713,683	30,252,906	6,000,000
	472,212,392	60,964,255	51,449,121	16,143,412

Statement of Changes in Equity

Group

	Stated Capital Rs.	Accumulated Profit Rs.	Non Controlling Interest Rs.	Total Equity Rs.
Balance as at 01st April 2020	1,174,365,278	1,809,412,628	268,079,882	3,251,857,788
Net Profit for the Period	-	87,395,432	15,445,863	102,841,295
Dividend	-	(298,843,892)	(64,523,011)	(363,366,903)
Balance as at 30th June 2020	1,174,365,278	1,597,964,168	219,002,734	2,991,332,180
Balance as at 1st April 2021	1,174,365,278	1,313,301,901	224,789,541	2,712,456,720
Net Profit for the Period	-	247,840,969	26,889,971	274,730,940
Balance as at 30th June 2021	1,174,365,278	1,561,142,870	251,679,512	2,987,187,660

Company

	Stated Capital Rs.	Accumulated Profit Rs.	Total Equity Rs.
Balance as at 01st April 2020	1,174,365,278	744,312,848	1,918,678,126
Net Profit for the Period	-	424,132,482	424,132,482
Dividend	-	(298,843,892)	(298,843,892)
Balance as at 30th June 2020	1,174,365,278	869,601,437	2,043,966,715
Balance as at 01st April 2021	1,174,365,278	552,316,791	1,726,682,069
Net Profit for the Period	-	66,875,539	66,875,539
Balance as at 30th June 2021	1,174,365,278	619,192,330	1,793,557,608

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 three months ended 30th June 2021 were authorised for issue by the Board of Directors on 06th August 2021.
3. The financial statements for the period ended 30th June 2021, 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 2021 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 2021. 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. The Group had no significant contingent liabilities outstanding as at the reporting date.
7. No other circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the Financial Statements.

8. Operating Segment Information

For the three months ended 30th June 2021

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group
Power Generation	kWh	14,045,006	8,466,980	5,302,267	27,814,253
Revenue	Rs.	101,545,393	169,232,936	104,591,789	375,370,118
Gross Profit	Rs.	87,998,240	155,591,833	94,582,935	335,950,508
Profit After Tax	Rs.	66,875,539	130,943,852	79,134,049	274,730,940
Total Assets	Rs.	1,946,438,336	1,242,767,815	885,627,744	3,300,919,506
Total Liabilities	Rs.	152,880,728	131,297,498	31,432,635	313,731,846

For the three months ended 30th June 2020

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group
Power Generation	kWh	11,459,135	5,769,800	3,670,772	20,899,707
Revenue	Rs.	73,565,416	105,102,269	65,571,834	244,239,519
Gross Profit	Rs.	61,569,166	92,164,418	56,287,515	207,798,599
Profit After Tax	Rs.	424,132,482	74,515,985	46,154,816	102,841,295
Total Assets	Rs.	2,271,212,857	1,092,967,002	753,705,034	3,346,475,015
Total Liabilities	Rs.	227,246,141	110,407,766	25,753,432	355,142,837

9. Related Party Transactions with the Company

For the Period Ended	30-06-2021 Rs.	30-06-2020 Rs.
9.1 Key Management Personal (KMP)		
Directors Remuneration	(1,094,444)	(1,600,000)
Key Management Compensation	(2,104,606)	(1,913,278)
Close Family Members of KMP	Nil	Nil
9.2 Country Energy (Pvt) Ltd - Subsidiary		
Net operating expenses incurred on behalf of the Subsidiary	(8,021,623)	(8,942,403)
Reimbursement of operating expenses by the Subsidiary	6,876,617	6,389,834
9.3 Other Related companies		
9.3.1 Alternate Power Systems (Pvt) Ltd (APSL)		
Net operating expenses incurred on behalf of APSL	(4,836,652)	(5,549,689)
Reimbursement of operating expenses by APSL	4,764,578	4,020,248
9.3.2 Vallibel Finance PLC		
Investments in Fixed Deposit	(15,252,900)	(460,848,372)
Withdrawal of Fixed Deposit	25,000,000	279,406,194
FD Interest Recieved	152,753	439,150
9.3.3 Hayleys PLC		
Payment for rent and services	(1,405,890)	Nil
9.3.4 Hayleys Power Limited (HPL)		
Net operating expenses incurred on behalf of HPL	(522,551)	Nil
Reimbursement of operating expenses by HPL	477,580	Nil

10. Share Information

- 10.1. The public shareholding percentage as at 30th June 2021 was 40.517%, comprising of 6,439 shareholders.
- 10.2. The Float Adjusted Market Capitalization as at 30th June 2021 is Rs. 2,451,923,832.60. The Company complies with option 5 of the Listing Rules 7.13.1 (a) – Less than Rs.2.5 Bn Float Adjusted Market Capitalization.

10.3. Market price per share

For the period ended	30-06-2021 Rs.	30-06-2020 Rs.
Market Price – Highest	8.30	6.20
Market Price – Lowest	7.30	4.80
Market Price – Last Traded	8.10	5.70

10.4. Directors' shareholding as 30th June 2021

Director	No. of Shares
Mr. K D.D Perera	144,812,225
Mr. S H Amarasekera	30
Mr. P K Sumanasekera	150,000
Mr. H Somashantha	15,000
Mr. S Shanmuganathan	Nil
Mr. C V Cabraal	Nil
Ms. Y Bhaskaran	Nil

10.5. Major Shareholders as at 30th June 2021

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	33,296,740	4.457
4. Sri Lanka Insurance Corporation Ltd-General Fund	27,500,000	3.681
5. Mr K.D.H. Perera	18,750,000	2.510
6. Mr K.D.A. Perera	18,750,000	2.510
7. Ms K.D.C. Samanthi	9,375,000	1.255
8. Employees Trust Fund Board	8,931,225	1.195
9. DFCC Bank PLC A/C 1	6,400,000	0.857
10. Mr. K C C Perera	6,000,000	0.803
11. HSBC Bank PLC-McKinley Capital Measa Fund Oeic Limited	5,846,105	0.782
12. Mr P.P. Subasinghe	5,023,190	0.672
13. Perera and Sons Bakers Pvt Limited	4,500,000	0.602
14. Mr B.C. Tay	3,000,000	0.402
15. AIA Insurance Lanka Limited A/C No. 07	2,750,000	0.368
16. Mr M.F. Hashim	2,669,489	0.357
17. Mr. S M Jayasooriya	2,635,000	0.353
18. Sampath Bank PLC/Mr.Arunasalam Sithampalam	2,500,000	0.335
19. Hatton National Bank PLC/Yonmeregna Simon Hewage Rushanka Sulakshana Silva	2,500,000	0.335
20. Mr D D Gunaratne	2,403,000	0.322

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. K D D Perera – Chairman
Mr. S H Amarasekera - Deputy Chairman
Mr. P K Sumanasekera
Mr. H Somashantha
Mr. S Shanmuganathan
Mr. C V Cabraal
Ms. Y Bhaskaran

Registered Office

27-2, East Tower, World Trade Center
Echelon Square, Colombo 01.
E-mail: energy@vallibel.com
Web Site: www.vallibel-hydro.com

Business Office

No. 25, Foster Lane, Colombo 10
Telephone: 011 2381111
Fax: 011 2381115

Subsidiary Company

Country Energy (Pvt) Ltd. (unquoted)

Company Secretaries

P W Corporate Secretarial (Pvt) Limited
No.3/17, Kynsey Road,
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Telephone:011- 4640360
Fax :011- 4740588
E-mail : pwcs@pwcs.lk

Auditors

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Bankers

Commercial Bank of Ceylon PLC
Hatton National Bank PLC
Pan Asia Banking Corporation PLC