



VALLIBEL POWER ERATHNA PLC

INTERIM FINANCIAL STATEMENTS

First Quarter

for the three months ended 30th June 2023

Consolidated Statement of Financial Position

As at	Group		Company	
	30.06.2023 Rs.	31.03.2023 Rs. (Audited)	30.06.2023 Rs.	31.03.2023 Rs. (Audited)
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	1,895,645,516	1,915,445,832	677,300,978	685,133,083
Right-to-use of Assets	32,101,897	33,593,548	1,232,873	1,616,705
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	41,616,922	44,277,244	4,554,001	4,625,157
Other non-current asset	4,500,000	4,500,000	-	-
	1,973,864,335	1,997,816,624	1,504,707,832	1,512,994,925
Current Assets				
Inventories	15,939,036	15,901,645	4,033,829	3,569,002
Trade & Other Receivables	1,191,393,326	1,236,040,762	356,900,410	349,781,627
Amounts Due from Related Parties	1,856,941	1,749,477	5,307,180	4,115,550
Cash and cash equivalents	727,601,821	499,561,142	163,173,211	114,181,022
	1,936,791,124	1,753,253,027	529,414,630	471,647,203
Total Assets	3,910,655,459	3,751,069,650	2,034,122,462	1,984,642,128
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	2,012,761,426	1,866,790,688	602,955,393	558,865,571
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	3,187,126,704	3,041,155,966	1,777,320,671	1,733,230,849
Non - Controlling Interest	322,997,324	307,716,088	-	-
Total Equity	3,510,124,028	3,348,872,054	1,777,320,671	1,733,230,849
Non-Current Liabilities				
Retirement Benefit Obligations	33,190,042	32,375,039	21,866,363	21,486,364
Deferred Tax Liability	229,618,868	231,467,326	194,951,335	197,113,549
Lease Liability	38,689,133	38,951,582	1,494,689	1,462,195
	301,498,043	302,793,946	218,312,387	220,062,108
Current Liabilities				
Accruals and other payables	41,099,722	39,493,026	14,472,697	14,220,431
Lease Liability	1,373,373	2,345,432	97,885	422,771
Current tax liabilities	56,560,293	57,565,191	23,918,822	16,705,969
	99,033,388	99,403,650	38,489,404	31,349,171
Total Equity and Liabilities	3,910,655,459	3,751,069,650	2,034,122,462	1,984,642,128
Net Asset Per Share	4.27	4.07	2.38	2.32

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
Chairman

August 07, 2023 / Colombo

Sgd.

Russell De Silva
Jt.CEO

Sgd.

H. Somashantha
Director

Consolidated Statement of Profit or Loss

For the three months ended 30th June	Group			Company		
	Three Months			Three Months		
	2023 Rs.	2022 Rs.	Change %	2023 Rs.	2022 Rs.	Change %
Revenue from contracts with customers	263,753,500	371,874,889	(29)	91,677,645	111,411,255	(18)
Direct Costs	(44,292,000)	(39,819,017)	11	(15,241,509)	(13,244,814)	15
Gross Profit	219,461,500	332,055,872	(34)	76,436,136	98,166,441	(22)
Other Income	-	-	-	-	-	-
Administration Expenses	(32,648,899)	(30,072,990)	9	(14,279,670)	(14,143,781)	1
Other Operating Expenses	(1,198,965)	(181,740)	560	(1,018,659)	(119,490)	753
Finance Cost	(1,032,574)	(1,069,735)	(3)	(90,443)	(63,490)	42
Finance Income	25,172,844	4,804,205	424	5,104,587	2,263,710	125
Profit Before Tax	209,753,906	305,535,611	(31)	66,151,951	86,103,390	(23)
Income Tax Expenses	(48,501,932)	(46,856,021)	4	(22,062,129)	(14,782,170)	49
Net Profit For the Period	161,251,974	258,679,590	(38)	44,089,822	71,321,220	(38)
Attributable to:						
Owners of Vallibel Power Erathna PLC	145,970,738	234,413,239	(38)	44,089,822	71,321,220	(38)
Non Controlling Interest	15,281,236	24,266,351	(37)	-	-	-
	161,251,974	258,679,590	(38)	44,089,822	71,321,220	(38)
Basic Earnings Per Share	0.19	0.31		0.06	0.10	

Consolidated Statement of Comprehensive Income

For the three months ended 30th June	Group			Company		
	Three Months			Three Months		
	2023 Rs.	2022 Rs.	Change %	2023 Rs.	2022 Rs.	Change %
Net Profit for the Period	161,251,974	258,679,590	(38)	44,089,822	71,321,220	(38)
Total Other Comprehensive Income /(Loss)	-	-	-	-	-	-
Total Comprehensive Income for the period, net of Tax	161,251,974	258,679,590	(38)	44,089,822	71,321,220	(38)
Attributable to:						
Owners of Vallibel Power Erathna PLC	145,970,738	234,413,239	(38)	44,089,822	71,321,220	(38)
Non Controlling Interest	15,281,236	24,266,351	(37)	-	-	-
	161,251,974	258,679,590	(38)	44,089,822	71,321,220	(38)

Consolidated Statement of Cash Flows

For the three months ended 30th June	Group		Company	
	2023 Rs.	2022 Rs.	2023 Rs.	2022 Rs.
Cash Flows from/(Used in) Operating Activities				
Net Profit Before Income Tax Expense	209,753,906	305,535,611	66,151,951	86,103,390
Adjustments for				
Amortization of Intangible Assets	2,660,323	2,660,323	71,156	71,156
Amortization of Right of Use Assets	1,491,651	1,491,651	383,832	383,832
Depreciation	19,818,812	19,877,962	7,850,606	7,842,144
Provision for Retirement Benefit Obligations	815,001	921,000	380,000	540,000
Profit/(loss) on disposal of Property, Plant & Equipment	-	7,300	-	7,300
Finance Income	(25,172,844)	(4,804,205)	(5,104,587)	(2,263,710)
Finance Cost	1,032,574	1,069,735	90,443	63,490
Operating Profit Before Working Capital Changes	210,399,423	326,759,377	69,823,401	92,747,602
(Increase)/ Decrease in Inventories	(37,390)	368,488	(464,826)	-
(Increase)/ Decrease in Trade and Other Receivables	40,242,299	(259,967,750)	(8,495,530)	(94,772,881)
(Increase)/ Decrease in Amounts Due from Related Parties	(107,465)	1,154,144	(1,191,629)	1,760,279
Increase / (Decrease) in Trade and Other Payables	406,696	(2,136,700)	252,266	(2,155,481)
Cash Generated from /(used in) Operating Activities	250,903,561	66,177,559	59,923,682	(2,420,481)
Finance Cost Paid	(330,802)	(77,485)	(57,949)	(27,457)
Finance Income Received	29,577,988	1,903,217	6,481,335	2,200,665
Retirement Benefit Obligations Paid	-	-	-	-
Taxes Paid	(51,355,286)	(51,325,711)	(17,011,493)	(26,824,548)
Net Cash from / (used in) Operating Activities	228,795,461	16,677,581	49,335,575	(27,071,822)
Cash Flows From / (Used in) Investing Activities				
Acquisitions of Property, Plant & Equipments	(18,500)	(663,933)	(18,500)	(348,500)
Net Cash Flow from / (Used In) Investing Activities	(18,500)	(663,933)	(18,500)	(348,500)
Cash Flows from /(Used in) Financing Activities				
Principal Elements of Lease Payments	(736,282)	(1,025,681)	(324,886)	(363,411)
Dividends Paid	-	-	-	-
Net Cash Flows From / (Used In) Financing Activities	(736,283)	(1,025,681)	(324,886)	(363,411)
Net Increase / (Decrease) In Cash & Cash Equivalents	228,040,678	14,987,967	48,992,189	(27,783,733)
Cash and Cash Equivalents at the Beginning of the Period (Note A)	499,561,143	155,986,053	114,181,022	103,027,542
Cash and Cash Equivalents at the End of the Period (Note B)	727,601,821	170,974,020	163,173,211	75,243,809
Note A				
Cash and Cash Equivalents at the Beginning of the Period				
Cash in Hand & at Bank	5,722,104	17,344,886	200,730	14,270,461
Investments in short-term deposits (Maturity period < 3 months)	493,839,039	138,641,167	113,980,292	88,757,081
	499,561,143	155,986,053	114,181,022	103,027,542
Note B				
Cash and Cash Equivalents at the End of the Period				
Cash in Hand & at Bank	3,710,019	32,332,853	1,388,224	9,543,014
Investments in short-term deposits (Maturity period < 3 months)	723,891,802	138,641,167	161,784,987	65,700,795
	727,601,821	170,974,020	163,173,211	75,243,809

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 2022	1,174,365,278	1,301,976,505	235,675,553	2,712,017,336
Net Profit for the Period	-	234,413,239	24,266,351	258,679,590
Balance as at 30th June 2022	1,174,365,278	1,536,389,744	259,941,904	2,970,696,926
Balance as at 01st April 2023	1,174,365,278	1,866,790,688	307,716,088	3,348,872,054
Net Profit for the Period	-	145,970,738	15,281,236	161,251,974
Balance as at 30th June 2023	1,174,365,278	2,012,761,426	322,997,324	3,510,124,028

Company

	Stated Capital Rs.	Accumulated Profit Rs.	Total Equity Rs.
Balance as at 01st April 2022	1,174,365,278	475,937,531	1,650,302,809
Net Profit for the Period	-	71,321,220	71,321,220
Balance as at 30th June 2022	1,174,365,278	547,258,751	1,721,624,029
Balance as at 01st April 2023	1,174,365,278	558,865,571	1,733,230,849
Net Profit for the Period	-	44,089,822	44,089,822
Balance as at 30th June 2023	1,174,365,278	602,955,393	1,777,320,671

Notes to the Interim Financial Statements

- The above figures are provisional & subject to audit unless otherwise stated.
- The interim financial statements of the Group and the Company for the three months ended 30th June 2023 were authorised for issue by the Board of Directors on 07th August 2023.
- The financial statements for the period ended 30th June 2023, 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.
- 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 2023 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 2023. They also provide the information required by the Colombo Stock Exchange and LKAS 34.
- The number of shares representing the stated capital is 747,109,731.
- The Company has announced a final Dividend of Fifty Cents (Rs. 0.50) per share for the year ended 31st March 2023 in 16th June 2023 to be paid on 20th July 2023.
- The Group had no significant contingent liabilities outstanding as at the reporting date.
- No other circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the Financial Statements.
- Operating Segment Information**

For the three months ended 30th June 2023

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	11,968,361	6,703,131	2,699,616	-	21,371,108
Revenue	Rs.	91,677,645	122,787,240	49,288,616	-	263,753,500
Gross Profit	Rs.	76,436,136	107,474,969	37,772,895	(2,222,500)	219,461,500
Profit After Tax	Rs.	44,089,822	87,451,110	31,933,542	(2,222,500)	161,251,974
Total Assets	Rs.	2,034,122,462	1,617,005,387	1,146,747,934	(887,220,324)	3,910,655,459
Total Liabilities	Rs.	256,801,791	116,509,104	124,625,484	(97,404,949)	400,531,430

9. Operating Segment Information (Contd/-)

For the three months ended 30th June 2022

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	14,974,631	8,178,876	5,222,206	-	28,375,713
Revenue	Rs.	111,411,255	159,603,400	100,830,234	-	371,874,889
Gross Profit	Rs.	98,166,441	144,359,336	91,752,596	(2,222,500)	332,055,872
Profit After Tax	Rs.	71,321,220	115,509,063	74,071,808	(2,222,500)	258,679,591
Total Assets	Rs.	1,900,875,629	1,320,651,894	958,533,089	(877,162,923)	3,302,897,689
Total Liabilities	Rs.	179,251,601	121,664,947	127,521,767	(96,237,553)	332,200,762

10. The age analysis of Trade Receivables which is due from Ceylon Electricity Board as at 30th June 2023.

As at	Company		Group	
	30.06.2023	31.03.2023 (Audited)	30.06.2023	31.03.2023 (Audited)
	Rs.	Rs.	Rs.	Rs.
Below 30 days	50,091,567	11,250,709	125,449,317	46,414,945
30 – 60 days	30,931,172	4,599,286	87,201,992	28,598,579
60 – 180 days	32,321,646	89,268,108	153,477,387	288,856,937
Over 180 days	228,837,011	233,351,518	788,021,225	842,759,463
Total	342,181,396	338,469,622	1,154,149,921	1,206,629,925

The group revenue made during the period was Rs. 263,753,500/- and settlements made during the period by Ceylon electricity board was Rs 316,233,504/-. This has resulted to decrease the receivable balance during the reporting period to Rs. 1,154,149,921/- from Rs. 1,206,629,925/-. Further, the Group has also received Rs. 237,628,788/- subsequent to reporting date out of the receivables over 180 days.

11. Related Party Transactions with the Company

For the Period Ended	30-06-2023 Rs.	30-06-2022 Rs.
11.1 Key Management Personal (KMP)		
Directors Remuneration	(944,444)	(1,500,000)
Key Management Compensation	(2,546,574)	(2,315,067)
Close Family Members of KMP	Nil	Nil
11.2 Country Energy (Pvt) Ltd - Subsidiary		
Net operating expenses incurred on behalf of the Subsidiary	(10,320,339)	(8,802,093)
Reimbursement of operating expenses by the Subsidiary	9,179,275	9,450,587

11. Related Party Transactions with the Company (Contd/-)

11.3 Other Related companies

11.3.1 Alternate Power Systems (Pvt) Ltd (APSL)

Period Ended	30-06-2023 Rs.	30-06-2022 Rs.
Net operating expenses incurred on behalf of APSL	(6,467,380)	(5,616,774)
Reimbursement of operating expenses by APSL	6,749,733	6,726,579

11.3.2 Vallibel Finance PLC

Investments in Fixed Deposit	(22,097,509)	(16,545,111)
Withdrawal of Fixed Deposit	37,212,319	30,601,397
FD Interest Received	91,756	443,720

11.3.3 Hayleys PLC

Payment for rent and services	(1,582,470)	(2,717,877)
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11.3.4 Hayleys Power Limited (HPL)

Net operating expenses incurred on behalf of HPL	(308,335)	(979,080)
Reimbursement of operating expenses by HPL	43,782	981,060

12. Share Information

12.1. The public shareholding percentage as at 30th June 2023 was 59.9%, comprising of 6,972 shareholders.

12.2. The Float Adjusted Market Capitalization as at 30th June 2023 is Rs. 2,953,624,548.60. The Company complies with option 4 of the Listing Rules 7.14.1 (i) (a).

12.3. Market price per share

For the period ended	30-06-2023 Rs.	30-06-2022 Rs.
Market Price – Highest	7.10	8.20
Market Price – Lowest	6.30	6.20
Market Price – Last Traded	6.60	6.80

12.4. Directors' shareholding as at 30th June 2023

Director	No. of Shares
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

12. Share Information (Contd/-)

12.5 Major Shareholders as at 30th June 2023

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	28,994,243	3.881
4. Sri Lanka Insurance Corporation Ltd-General Fund	26,450,000	3.540
5. Mr K.D.A. Perera	18,750,000	2.510
6. Mr K.D.H. Perera	18,750,000	2.510
7. Seylan Bank PLC / Senthilverl Holdings (Pvt) Ltd	9,989,216	1.337
8. Employees Trust Fund Board	9,688,029	1.297
9. Ms K.D.C. Samanthi	9,375,000	1.255
10. Mackenzie Capital Ltd	7,000,000	0.937
11. Perera and Sons Bakers Pvt Limited	7,000,000	0.937
12. DFCC Bank PLC A/C 1	6,400,000	0.857
13. Mr P.P. Subasinghe	5,010,540	0.671
14. Mr S.M. Jayasooriya	4,436,909	0.594
15. Mr M.F. Hashin	4,330,000	0.580
16. Mr D.D. Gunaratne	3,160,000	0.423
17. Mr B.C. Tay	3,000,000	0.402
18. Dr T. Senthilverl	2,633,474	0.352
19. Mr M.I.M. Shafie & Mrs F.R. Shafie	2,500,000	0.335
20. Mr K.C. Vignarajah	2,477,870	0.332
21. Mrs M.P.B. Fernando	2,000,000	0.268

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. S H Amarasekera - 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
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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,
Colombo 08.
Telephone:011- 4640360
Fax :011- 4740588
E-mail :pwcs@pwcs.lk

Auditors

PricewaterhouseCoopers
P. O. Box 918
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Colombo 2
Telephone : 011 771 9700
Fax : 011 230 3197
Web site : www.pwc.com/lk

Bankers

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