



VALLIBEL POWER ERATHNA PLC

INTERIM FINANCIAL STATEMENTS

Second Quarter

for the six months ended 30th September 2022

Consolidated Statement of Financial Position

As at	Group		Company	
	30.09.2022 Rs.	31.03.2022 Rs. (Audited)	30.09.2022 Rs.	31.03.2022 Rs. (Audited)
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	1,955,125,844	1,994,118,758	700,854,280	716,113,287
Right-to-use of Assets	36,429,210	39,412,512	2,236,732	3,004,397
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	49,597,891	54,918,537	4,767,470	4,909,782
Other non-current asset	4,500,000	4,500,000	-	-
	2,045,652,945	2,092,949,807	1,529,478,462	1,545,647,446
Current Assets				
Inventories	10,941,094	9,191,747	5,333,067	3,154,826
Trade & Other Receivables	1,161,625,407	789,437,277	340,878,340	186,976,860
Amounts Due from Related Parties	1,369,472	2,372,042	3,317,828	4,732,972
Cash and cash equivalents	280,888,300	155,986,053	67,362,000	103,027,542
	1,454,824,273	956,987,119	416,891,235	297,892,200
Total Assets	3,500,477,218	3,049,936,926	1,946,369,697	1,843,539,646
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	1,745,221,704	1,301,976,505	623,323,397	475,937,531
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	2,919,586,982	2,476,341,783	1,797,688,675	1,650,302,809
Non - Controlling Interest	279,756,923	235,675,553	-	-
Total Equity	3,199,343,905	2,712,017,336	1,797,688,675	1,650,302,809
Non-Current Liabilities				
Retirement Benefit Obligations	33,512,862	31,670,864	22,270,959	21,190,958
Deferred Tax Liability	125,503,321	127,487,877	94,021,072	96,253,848
Lease Liability	39,245,774	41,125,081	1,220,012	1,684,984
	198,261,957	200,283,822	117,512,043	119,129,790
Current Liabilities				
Accruals and other payables	34,656,808	35,197,357	13,021,626	15,668,552
Lease Liability	4,637,230	5,243,216	1,361,607	1,560,094
Current tax liabilities	63,577,318	97,195,195	16,785,746	56,878,401
	102,871,356	137,635,768	31,168,979	74,107,047
Total Equity and Liabilities	3,500,477,218	3,049,936,926	1,946,369,697	1,843,539,646
Net Asset Per Share	3.91	3.31	2.41	2.21

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

November 08, 2022 / Colombo

Sgd.

Russell De Silva
Jt.CEO

Sgd.

H. Somashantha
Director

Consolidated Statement of Profit or Loss

For the six months ended 30th September	Group						Company					
	Quarter			Six Months			Quarter			Six Months		
	2022 Rs.	2021 Rs.	Change %	2022 Rs.	2021 Rs.	Change %	2022 Rs.	2021 Rs.	Change %	2022 Rs.	2021 Rs.	Change %
Revenue from contracts with customers	325,482,279	418,436,318	(22)	697,357,169	793,806,436	(12)	107,015,052	126,906,207	(16)	218,426,307	228,451,600	(4)
Direct Costs	(38,612,302)	(42,267,790)	(9)	(78,431,319)	(81,687,400)	(4)	(12,837,310)	(14,826,391)	(13)	(26,082,124)	(28,373,544)	(8)
Gross Profit	286,869,977	376,168,528	(24)	618,925,850	712,119,036	(13)	94,177,742	112,079,816	(16)	192,344,183	200,078,056	(4)
Other Income	-	-	-	-	-	-	-	350,234,991	(100)	-	350,234,991	-
Administration Expenses	(27,991,062)	(24,624,689)	14	(58,064,052)	(50,956,825)	14	(12,012,516)	(10,504,014)	14	(26,156,297)	(22,048,383)	19
Other Operating Expenses	(269,240)	(21,956)	>999	(450,980)	(51,956)	768	(197,240)	(4,777)	>999	(316,730)	(24,777)	>999
Finance Cost	(1,051,315)	(1,102,235)	(5)	(2,121,051)	(2,285,706)	(7)	(54,788)	(79,030)	(31)	(118,278)	(163,091)	(27)
Finance Income	11,326,958	5,845,463	94	16,131,163	10,655,413	51	3,830,378	2,578,774	49	6,094,088	3,257,663	87
Profit Before Tax	268,885,318	356,265,111	(25)	574,420,930	669,479,962	(14)	85,743,576	454,305,761	(81)	171,846,966	531,334,459	(68)
Income Tax Expenses	(40,238,341)	(93,525,271)	(57)	(87,094,362)	(132,009,182)	(34)	(9,678,930)	(62,421,291)	(84)	(24,461,100)	(72,574,452)	(66)
Net Profit For the Period	228,646,977	262,739,840	(13)	487,326,569	537,470,780	(9)	76,064,646	391,884,470	(81)	147,385,866	458,760,007	(68)
Attributable to:												
Owners of Vallibel Power Erathna PLC	208,831,959	234,155,794	(11)	443,245,199	481,996,762	(8)	76,064,646	391,884,470	(81)	147,385,866	458,760,007	(68)
Non Controlling Interest	19,815,018	28,584,046	(31)	44,081,370	55,474,018	(21)	-	-	-	-	-	-
	228,646,977	262,739,840	(13)	487,326,569	537,470,780	(9)	76,064,646	391,884,470	(81)	147,385,866	458,760,007	(68)
Basic Earnings Per Share	0.28	0.31		0.59	0.64		0.10	0.52		0.20	0.61	

Consolidated Statement of Comprehensive Income

For the six months ended 30th September	Group						Company					
	Quarter			Six Months			Quarter			Six Months		
	2022 Rs.	2021 Rs.	Change %									
Net Profit for the Period	228,646,977	262,739,840	(13)	487,326,569	537,470,780	(9)	76,064,646	391,884,470	(81)	147,385,866	458,760,007	(68)
Total Other Comprehensive Income /(Loss)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the period, net of Tax	228,646,977	262,739,840	(13)	487,326,569	537,470,780	(9)	76,064,646	391,884,470	(81)	147,385,866	458,760,007	(68)
Attributable to:												
Owners of Vallibel Power Erathna PLC	208,831,961	234,155,794	(11)	443,245,198	481,996,762	(8)	76,064,646	391,884,470	(81)	147,385,866	458,760,007	(68)
Non Controlling Interest	19,815,016	28,584,046	(31)	44,081,370	55,474,018	(21)	-	-	-	-	-	-
	228,646,977	262,739,840	(13)	487,326,568	537,470,780	(9)	76,064,646	391,884,470	(81)	147,385,866	458,760,007	(68)

Consolidated Statement of Cash Flows

For the six months ended 30th September	Group		Company	
	2022 Rs.	2021 Rs.	2022 Rs.	2021 Rs.
Cash Flows from/(Used in) Operating Activities				
Net Profit Before Income Tax Expense	574,420,930	669,479,962	171,846,966	531,334,459
Adjustments for				
Amortization of Intangible Assets	5,320,646	5,320,646	142,313	142,313
Amortization of Right of Use Assets	2,983,301	3,038,751	767,665	767,665
Depreciation	39,779,952	39,790,443	15,705,107	15,681,297
Provision for Retirement Benefit Obligations	1,842,000	1,920,000	1,080,000	1,080,000
Profit/(loss) on disposal of Property, Plant & Equipment	7,300	-	7,300	-
Dividend Income and Interest classified as investing cash flows	-	-	-	(350,234,991)
Finance Income	(16,131,163)	(10,655,413)	(6,094,088)	(3,257,663)
Finance Cost	2,121,051	2,285,706	118,278	163,091
Operating Profit Before Working Capital Changes	610,344,017	711,180,095	183,573,541	195,676,171
(Increase)/ Decrease in Inventories	(1,749,347)	-	(2,178,241)	-
(Increase)/ Decrease in Trade and Other Receivables	(361,254,265)	(151,504,692)	(144,868,082)	60,813,423
(Increase)/ Decrease in Amounts Due from Related Parties	1,002,570	(1,480,487)	1,415,144	(4,388,260)
(Increase) / Decrease in Other Financial Assets at Amortised Cost	-	-	-	-
Increase / (Decrease) in Trade and Other Payables	(2,940,549)	(10,953,443)	(2,646,926)	1,386,089
Cash Generated from /(used in) Operating Activities	245,402,426	547,241,473	35,295,436	253,487,423
Finance Cost Paid	(152,502)	(256,897)	(54,914)	(91,025)
Finance Income Received	5,197,295	10,652,154	(2,939,311)	3,018,628
Retirement Benefit Obligations Paid	-	(903,735)	-	-
Taxes Paid	(122,696,797)	(111,353,581)	(66,786,531)	(60,954,485)
Net Cash from / (used in) Operating Activities	127,750,422	445,379,415	(34,485,320)	195,460,541
Cash Flows From / (Used in) Investing Activities				
Acquisitions of Property, Plant & Equipments	(794,333)	(351,000)	(453,400)	(144,500)
Interest Received on Financial Assets Held as Investments	-	-	-	-
Proceeds from disposal of property, plant & equipment	-	-	-	-
Dividend Received	-	-	-	350,234,991
Proceeds /(Investments) of Fixed Deposits (net)	-	-	-	-
Net Cash Flow from / (Used In) Investing Activities	(794,333)	(351,000)	(453,400)	350,090,491
Cash Flows from /(Used in) Financing Activities				
Principal Elements of Lease Payments	(2,053,842)	(1,949,452)	(726,822)	(690,711)
Dividends Paid	-	(574,366,821)	-	(522,976,812)
Net Cash Flows From / (Used In) Financing Activities	(2,053,842)	(576,316,273)	(726,822)	(523,667,523)
Net Increase / (Decrease) In Cash & Cash Equivalents	124,902,247	(131,287,859)	(35,665,542)	21,883,509
Cash and Cash Equivalents at the Beginning of the Period (Note A)	155,986,053	296,637,847	103,027,542	66,279,924
Cash and Cash Equivalents at the End of the Period (Note B)	280,888,300	165,349,989	67,362,000	88,163,433
Note A				
Cash and Cash Equivalents at the Beginning of the Period				
Cash in Hand & at Bank	17,344,886	20,634,361	14,270,461	19,273,877
Investments in short-term deposits (Maturity period < 3 months)	138,641,167	276,003,486	88,757,081	47,006,047
	155,986,053	296,637,847	103,027,542	66,279,924
Note B				
Cash and Cash Equivalents at the End of the Period				
Cash in Hand & at Bank	31,522,944	12,996,990	15,753,247	10,525,881
Investments in short-term deposits (Maturity period < 3 months)	249,365,356	152,352,999	51,608,753	77,637,552
	280,888,300	165,349,989	67,362,000	88,163,433

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 2021	1,174,365,278	1,313,301,901	224,789,541	2,712,456,720
Net Profit for the Period	-	481,996,762	55,474,018	537,470,780
Balance as at 30th September 2021	1,174,365,278	1,272,321,851	228,873,550	2,675,560,679
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	-	443,245,199	44,081,370	487,326,569
Balance as at 30th September 2022	1,174,365,278	1,745,221,704	279,756,923	3,199,343,905

Company

	Stated Capital Rs.	Accumulated Profit Rs.	Total Equity Rs.
Balance as at 01st April 2021	1,174,365,278	552,316,791	1,726,682,069
Net Profit for the Period	-	458,760,007	458,760,007
Balance as at 30th September 2021	1,174,365,278	488,099,985	1,662,465,263
Balance as at 01st April 2022	1,174,365,278	475,937,531	1,650,302,809
Net Profit for the Period	-	147,385,866	147,385,866
Balance as at 30th September 2022	1,174,365,278	623,323,397	1,797,688,675

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 six months ended 30th September 2022 were authorised for issue by the Board of Directors on 08th November 2022.
3. The financial statements for the period ended 30th September 2022, 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 2022 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 2022. 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 six months ended 30th September 2022

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	28,999,950	14,774,439	11,785,354	-	55,559,743
Revenue	Rs.	218,426,307	265,545,519	213,385,343	-	697,357,169
Gross Profit	Rs.	192,344,183	235,950,984	195,075,682	(4,445,000)	618,925,850
Profit After Tax	Rs.	147,385,866	184,700,747	159,684,956	(4,445,000)	487,326,569
Total Assets	Rs.	1,946,369,697	1,383,100,902	1,050,791,853	(879,785,234)	3,500,477,218
Total Liabilities	Rs.	148,681,022	114,922,270	134,167,382	(96,637,361)	301,133,313

For the six months ended 30th September 2021

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	31,181,683	16,627,435	12,894,884	-	60,704,002
Revenue	Rs.	228,451,600	318,609,281	246,745,555	-	793,806,436
Gross Profit	Rs.	200,078,056	288,662,970	227,823,010	(4,445,000)	712,119,036
Profit After Tax	Rs.	458,760,007	240,503,534	192,887,230	(354,679,991)	537,470,780
Total Assets	Rs.	1,869,469,763	1,075,707,806	870,407,671	(778,827,616)	3,036,757,624
Total Liabilities	Rs.	207,004,498	119,606,323	39,084,381	(4,498,257)	361,196,945

9. The age analysis of Trade Receivables which is due from Ceylon Electricity Board as at 30th September 2022.

As at	Company		Group	
	30.09.2022	31.03.2022 (Audited)	30.09.2022	31.03.2022 (Audited)
	Rs.	Rs.	Rs.	Rs.
Below 30 days	31,376,723	7,214,248	100,766,989	29,167,244
30 – 60 days	37,411,141	7,710,957	126,788,761	28,525,697
60 – 180 days	123,065,515	121,985,206	448,837,223	470,765,810
Over 180 days	140,156,060	42,666,644	462,592,847	246,385,019
Total	332,009,439	179,577,055	1,138,985,820	774,843,770

The group revenue made during the period was Rs. 697,357,169/- and settlements made during the period by Ceylon electricity board was Rs 333,215,119/- related for the months of August, September and October 2021. This has resulted receivable balance to rise during the reporting period to Rs. 1,138,985,820/- from Rs. 774,843,770/-. Further, the Group has also received Rs. 86,830,235/- subsequent to reporting date out of the receivables over 180 days.

10. Related Party Transactions with the Company

For the Period Ended	30-09-2022 Rs.	30-09-2021 Rs.
10.1 Key Management Personal (KMP)		
Directors Remuneration	(2,494,444)	(2,177,778)
Key Management Compensation	(4,630,134)	(4,209,212)
Close Family Members of KMP	Nil	Nil
10.2 Country Energy (Pvt) Ltd - Subsidiary		
Net operating expenses incurred on behalf of the Subsidiary	(14,815,355)	(13,296,746)
Reimbursement of operating expenses by the Subsidiary	15,294,360	10,276,686
10.3 Other Related companies		
10.3.1 Alternate Power Systems (Pvt) Ltd (APSL)		
Net operating expenses incurred on behalf of APSL	(9,488,103)	(8,170,386)
Reimbursement of operating expenses by APSL	10,422,262	6,802,187
10.3.2 Vallibel Finance PLC		
Investments in Fixed Deposit	(17,946,862)	(249,633,601)
Withdrawal of Fixed Deposit	59,095,190	192,000,000
FD Interest Recieved	662,881	734,636
10.3.3 Hayleys PLC		
Payment for rent and services	(4,300,560)	(2,918,151)
10.3.4 Hayleys Power Limited (HPL)		
Net operating expenses incurred on behalf of HPL	(1,551,492)	(1,064,792)
Reimbursement of operating expenses by HPL	1,553,472	1,064,792

11. Share Information

11.1. The public shareholding percentage as at 30th September 2022 was 59.9%, comprising of 7,223 shareholders.

11.2. The Float Adjusted Market Capitalization as at 30th September 2022 is Rs. 3,177,383,984/-. The Company complies with option 4 of the Listing Rules 7.14.1 (i) (a).

11.3. Market price per share

For the period ended	30-09-2022 Rs.	30-09-2021 Rs.
Market Price – Highest	7.60	9.60
Market Price – Lowest	6.70	7.90
Market Price – Last Traded	7.10	8.30

11.4. Directors' shareholding as at 30th September 2022

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

11.5 Major Shareholders as at 30th September 2022

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.H. Perera	18,750,000	2.510
6. Mr K.D.A. Perera	18,750,000	2.510
7. Employees Trust Fund Board	9,688,029	1.297
8. Ms K.D.C. Samanthi	9,375,000	1.255
9. Perera and Sons Bakers (Pvt) Limited	7,000,000	0.937
10. Mackenzie Capital Ltd	7,000,000	0.937
11. DFCC Bank PLC A/C 1	6,400,000	0.857
12. AIA Insurance Lanka Limited A/C No.07	6,004,463	0.804
13. Mr P.P. Subasinghe	4,803,190	0.643
14. Mr S.M. Jayasooriya	4,313,559	0.577
15. Mr M.F. Hashim	4,082,655	0.546
16. Mr D.D. Gunaratne	3,021,000	0.404
17. Mr B.C. Tay	3,000,000	0.402
18. Mr M.I.M. Shafie & Mrs F.R. Shafie	2,500,000	0.335
19. Mrs. M.P.B. Fernando	2,000,000	0.268
20. Mr Y S H R S Silva	2,000,000	0.268
21. AIA Insurance Lanka Limited A/C No. 06	1,685,680	0.226
22. Mrs A R N Perera	1,669,632	0.223

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

Auditors

PricewaterhouseCoopers
P. O. Box 918
100, Braybrooke Place,
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