



VALLIBEL POWER ERATHNA PLC

INTERIM FINANCIAL STATEMENTS

Second Quarter

for the six months ended 30th September 2023

Consolidated Statement of Financial Position

As at	Group		Company	
	30.09.2023 Rs.	31.03.2023 Rs. (Audited)	30.09.2023 Rs.	31.03.2023 Rs. (Audited)
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	1,876,116,530	1,915,445,832	669,518,229	685,133,083
Right-to-use of Assets	35,487,383	33,593,548	1,197,665	1,616,705
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	38,956,599	44,277,244	4,482,844	4,625,157
Other non-current asset	4,500,000	4,500,000	-	-
	1,955,060,512	1,997,816,624	1,496,818,718	1,512,994,925
Current Assets				
Inventories	17,366,016	15,901,645	4,214,329	3,569,002
Trade & Other Receivables	992,028,315	1,236,040,762	262,910,369	349,781,627
Amounts Due from Related Parties	1,455,406	1,749,477	3,737,777	4,115,550
Cash and cash equivalents	829,158,055	499,561,142	246,683,165	114,181,022
	1,840,007,792	1,753,253,027	517,545,641	471,647,203
Total Assets	3,795,068,304	3,751,069,650	2,014,364,359	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	1,875,959,835	1,866,790,688	577,953,551	558,865,571
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	3,050,325,113	3,041,155,966	1,752,318,829	1,733,230,849
Non - Controlling Interest	306,933,222	307,716,088	-	-
Total Equity	3,357,258,335	3,348,872,054	1,752,318,829	1,733,230,849
Non-Current Liabilities				
Retirement Benefit Obligations	33,630,543	32,375,039	22,166,363	21,486,364
Deferred Tax Liability	227,302,737	231,467,326	192,335,335	197,113,549
Lease Liability	42,364,254	38,951,582	1,486,972	1,462,195
	303,297,534	302,793,946	215,988,671	220,062,108
Current Liabilities				
Accruals and other payables	42,419,923	39,493,026	14,748,405	14,220,431
Lease Liability	1,426,597	2,345,432	151,109	422,771
Current tax liabilities	90,665,915	57,565,191	31,157,345	16,705,969
	134,512,435	99,403,650	46,056,859	31,349,171
Total Equity and Liabilities	3,795,068,304	3,751,069,650	2,014,364,359	1,984,642,128
Net Asset Per Share	4.08	4.07	2.35	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

November 10, 2023 / 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		
	2023 Rs.	2022 Rs.	Change %	2023 Rs.	2022 Rs.	Change %	2023 Rs.	2022 Rs.	Change %	2023 Rs.	2022 Rs.	Change %
Revenue from contracts with customers	463,052,655	325,482,279	42	726,806,156	697,357,169	4	99,533,132	107,015,052	(7)	191,210,777	218,426,307	(12)
Direct Costs	(42,981,224)	(38,612,302)	11	(87,273,224)	(78,431,319)	11	(14,633,070)	(12,837,310)	14	(29,874,579)	(26,082,124)	15
Gross Profit	420,071,431	286,869,977	46	639,532,932	618,925,850	3	84,900,062	94,177,742	(10)	161,336,198	192,344,183	(16)
Other Income	-	-	0	-	-	-	297,699,742	-	>999	297,699,742	-	>999
Administration Expenses	(35,296,978)	(27,991,062)	26	(67,945,876)	(58,064,052)	17	(16,176,068)	(12,012,516)	35	(30,455,738)	(26,156,297)	16
Other Operating Expenses	(641,515)	(269,240)	138	(1,840,480)	(450,980)	308	(532,290)	(197,240)	170	(1,550,949)	(316,730)	390
Finance Cost	(1,092,990)	(1,051,315)	4	(2,125,564)	(2,121,051)	0	(45,507)	(54,788)	(17)	(135,950)	(118,278)	15
Finance Income	16,115,127	11,326,958	42	41,287,971	16,131,163	156	6,755,031	3,830,378	76	11,859,618	6,094,088	95
Profit Before Tax	399,155,076	268,885,318	48	608,908,983	574,420,930	6	372,600,970	85,743,577	335	438,752,921	171,846,966	155
Income Tax Expenses	(127,075,895)	(40,238,341)	216	(175,577,827)	(87,094,362)	102	(24,047,946)	(9,678,930)	148	(46,110,075)	(24,461,100)	89
Net Profit For the Period	272,079,182	228,646,977	19	433,331,156	487,326,568	(11)	348,553,024	76,064,647	358	392,642,846	147,385,866	166
Attributable to:												
Owners of Vallibel Power Erathna PLC	236,753,275	208,831,959	13	382,724,012	443,245,199	(14)	348,553,024	76,064,647	358	392,642,846	147,385,866	166
Non Controlling Interest	35,325,907	19,815,018	78	50,607,144	44,081,369	15	-	-	-	-	-	-
	272,079,182	228,646,977	19	433,331,156	487,326,568	(11)	348,553,024	76,064,647	358	392,642,846	147,385,866	166
Basic Earnings Per Share	0.32	0.28		0.51	0.59		0.47	0.10		0.52	0.20	

Consolidated Statement of Comprehensive Income

For the six months ended 30th September	Group						Company					
	Quarter			Six Months			Quarter			Six Months		
	2023 Rs.	2022 Rs.	Change %									
Net Profit for the Period	272,079,182	228,646,977	19	433,331,156	487,326,568	(11)	348,553,024	76,064,646	358	392,642,846	147,385,866	166
Total Other Comprehensive Income /(Loss)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the period, net of Tax	272,079,182	228,646,977	19	433,331,156	487,326,568	(11)	348,553,024	76,064,646	358	392,642,846	147,385,866	166
Attributable to:												
Owners of Vallibel Power Erathna PLC	236,753,275	208,831,959	13	382,724,012	443,245,199	(14)	348,553,024	76,064,646	358	392,642,846	147,385,866	166
Non Controlling Interest	35,325,907	19,815,018	78	50,607,144	44,081,369	15	-	-	-	-	-	-
	272,079,182	228,646,977	19	433,331,156	487,326,568	(11)	348,553,024	76,064,646	358	392,642,846	147,385,866	166

Consolidated Statement of Cash Flows

For the six months ended 30th September	Group		Company	
	2023 Rs.	2022 Rs.	2023 Rs.	2022 Rs.
Cash Flows from/(Used in) Operating Activities				
Net Profit Before Income Tax Expense	608,908,983	574,420,930	438,752,921	171,846,966
Adjustments for				
Amortization of Intangible Assets	5,320,646	5,320,646	142,313	142,313
Amortization of Right of Use Assets	2,410,881	2,983,301	419,041	767,665
Depreciation	39,611,998	39,779,952	15,688,255	15,705,107
Provision for Retirement Benefit Obligations	1,550,000	1,842,000	680,000	1,080,000
Profit/(loss) on disposal of Property, Plant & Equipment	-	7,300	-	7,300
Dividend Income	-	-	(297,699,742)	-
Finance Income	(41,287,971)	(16,131,163)	(11,859,618)	(6,094,088)
Finance Cost	2,125,564	2,121,051	135,950	118,278
Operating Profit Before Working Capital Changes	618,640,100	610,344,017	146,259,119	183,573,541
(Increase)/ Decrease in Inventories	(1,464,370)	(1,749,347)	(645,326)	(2,178,241)
(Increase)/ Decrease in Trade and Other Receivables	238,015,515	(361,254,266)	86,656,259	(144,868,082)
(Increase)/ Decrease in Amounts Due from Related Parties	294,071	1,002,570	377,774	1,415,144
Increase / (Decrease) in Trade and Other Payables	526,897	(2,940,549)	527,974	(2,646,926)
Cash Generated from /(used in) Operating Activities	856,012,213	245,402,425	233,175,799	35,295,436
Finance Cost Paid	(330,802)	(152,502)	(57,949)	(54,914)
Finance Income Received	47,284,904	5,197,295	12,074,617	(2,939,311)
Retirement Benefit Obligations Paid	(294,496)	-	-	-
Taxes Paid	(146,641,688)	(122,696,797)	(36,436,915)	(66,786,531)
Net Cash from / (used in) Operating Activities	756,030,130	127,750,422	208,755,553	(34,485,320)
Cash Flows From / (Used in) Investing Activities				
Acquisitions of Property, Plant & Equipments	(282,700)	(794,333)	(73,400)	(453,400)
Dividend Received	-	-	297,699,742	-
Proceeds from Disposal of Investment (AFS)	-	-	-	-
Net Cash Flow from / (Used In) Investing Activities	(282,700)	(794,333)	297,626,342	(453,400)
Cash Flows from /(Used in) Financing Activities				
Principal Elements of Lease Payments	(1,205,643)	(2,053,842)	(324,886)	(726,822)
Dividends Paid	(424,944,875)	-	(373,554,866)	-
Net Cash Flows From / (Used In) Financing Activities	(426,150,518)	(2,053,842)	(373,879,752)	(726,822)
Net Increase / (Decrease) In Cash & Cash Equivalents	329,596,912	124,902,247	132,502,143	(35,665,542)
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)	829,158,055	280,888,300	246,683,165	67,362,000
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	6,128,710	31,522,944	1,513,788	15,753,247
Investments in short-term deposits (Maturity period < 3 months)	823,029,345	249,365,356	245,169,377	51,608,753
	829,158,055	280,888,300	246,683,165	67,362,000

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	-	443,245,199	44,081,369	487,326,568
Balance as at 30th September 2022	1,174,365,278	1,745,221,704	279,756,922	3,199,343,904
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	-	382,724,012	50,607,144	433,331,156
Dividend	-	(373,554,866)	(51,390,009)	(424,944,875)
Balance as at 30th September 2023	1,174,365,278	1,875,959,835	306,933,222	3,357,258,335

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	-	147,385,866	147,385,866
Balance as at 30th September 2022	1,174,365,278	623,323,397	1,797,688,675
Balance as at 01st April 2023	1,174,365,278	558,865,571	1,733,230,849
Net Profit for the Period	-	392,642,846	392,642,846
Dividend	-	(373,554,866)	(373,554,866)
Balance as at 30th September 2023	1,174,365,278	577,953,551	1,752,318,829

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 six months ended 30th September 2023 were authorised for issue by the Board of Directors on 10th November 2023.
- The financial statements for the period ended 30th September 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 paid Fifty Cents (Rs. 0.50) per share as Final Dividend for the year ended 31st March 2023 in 20th July 2023.
- The Group had no significant contingent liabilities outstanding as at the reporting date.
- Avoided Cost Based Tariff for the year 2023 was revised as below on 27th October 2023 to be effected from 1st January 2023.

Dry Season (February 01 – April 30)	Rs. 28.46/kWh
Wet Season (January 01 – 31 and May 01 – December 31)	Rs. 25.09/kWh

Therefore revenues of Denawaka Ganga MHP and Kiriwaneliya MHP for the period ended 30th September 2023 have been adjusted accordingly.

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

10. Operating Segment Information

For the six months ended 30th September 2023

		Erathna MHP	Denawaka Ganga MHP	Kiriwaneliya MHP	Group Adjustments	Group
Power Generation	kWh	24,678,154	12,723,955	6,799,525	-	44,201,634
Revenue	Rs.	191,210,777	357,966,911	177,628,468	-	726,806,156
Gross Profit	Rs.	161,336,198	326,676,733	155,965,000	(4,445,000)	639,532,932
Profit After Tax	Rs.	392,642,846	266,290,486	129,077,814	(354,679,991)	433,331,156
Total Assets	Rs.	2,014,364,359	1,620,768,571	1,047,951,889	(888,016,515)	3,795,068,304
Total Liabilities	Rs.	262,045,530	135,986,164	135,756,916	(95,978,641)	437,809,969

10. Operating Segment Information (Contd/-)

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

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

As at	Company		Group	
	30.09.2023	31.03.2023 (Audited)	30.09.2023	31.03.2023 (Audited)
	Rs.	Rs.	Rs.	Rs.
Below 30 days	51,051,021	11,250,709	193,814,802	46,414,945
30 – 60 days	12,686,800	4,599,286	39,493,859	28,598,579
60 – 180 days	127,472,956	89,268,108	455,047,105	288,856,937
Over 180 days	59,702,277	233,351,518	275,685,749	842,759,463
Total	250,913,054	338,469,622	964,041,515	1,206,629,925

The group revenue made during the period was Rs. 726,806,156/- and settlements made during the period by Ceylon electricity board was Rs. 969,394,565/-. This has resulted to decrease the receivable balance during the reporting period to Rs. 964,041,523/- from Rs. 1,206,629,925/-. Further, the Group has also received Rs. 156,526,912 /- subsequent to reporting date out of the receivables over 180 days.

12. Related Party Transactions with the Company

For the Period Ended	30-09-2023 Rs.	30-09-2022 Rs.
12.1 Key Management Personal (KMP)		
Directors Remuneration	(1,888,888)	(2,494,444)
Key Management Compensation	(6,469,972)	(4,630,134)
Close Family Members of KMP	Nil	Nil
12.2 Country Energy (Pvt) Ltd - Subsidiary		
Net operating expenses incurred on behalf of the Subsidiary	(17,463,117)	(14,815,355)
Reimbursement of operating expenses by the Subsidiary	17,576,831	15,294,360

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

12.3 Other Related companies

12.3.1 Alternate Power Systems (Pvt) Ltd (APSL)

Period Ended	30-09-2023 Rs.	30-09-2022 Rs.
Net operating expenses incurred on behalf of APSL	(11,038,152)	(9,488,103)
Reimbursement of operating expenses by APSL	11,329,353	10,422,262

12.3.2 Vallibel Finance PLC

Investments in Fixed Deposit	(32,097,509)	(17,946,862)
Withdrawal of Fixed Deposit	37,212,319	59,095,190
FD Interest Recieved	91,756	662,881

12.3.3 Hayleys PLC

Payment for rent and services	(3,189,635)	(4,300,560)
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12.3.4 Hayleys Power Limited (HPL)

Net operating expenses incurred on behalf of HPL	(613,473)	(1,551,492)
Reimbursement of operating expenses by HPL	654,697	1,553,472

13. Share Information

13.1. The public shareholding percentage as at 30th September 2023 was 59.9%, comprising of 6,858 shareholders.

13.2. The Float Adjusted Market Capitalization as at 30th September 2023 is Rs. 3,087,880,209.90. The Company complies with option 4 of the Listing Rules 7.13.1 (i) (a).

13.3. Market price per share

For the period ended	30-09-2023 Rs.	30-09-2022 Rs.
Market Price – Highest	7.20	7.60
Market Price – Lowest	6.50	6.70
Market Price – Last Traded	6.90	7.10

13.4. Directors' shareholding as at 30th September 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

13. Share Information (Contd/-)

13.5 Major Shareholders as at 30th September 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.H. Perera	18,750,000	2.510
6. Mr K.D.A. 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. Perera and Sons Bakers (Pvt) Limited	7,000,000	0.937
11. Mackenzie Capital Ltd	7,000,000	0.937
12. DFCC Bank PLC A/C 1	6,400,000	0.857
13. Mr P.P. Subasinghe	5,156,743	0.690
14. Mr S.M. Jayasooriya	4,510,000	0.604
15. Mr M.F. Hashim	4,450,000	0.596
16. Mr K.C. Vignarajah	3,228,600	0.432
17. Mr D.D. Gunaratne	3,160,000	0.423
18. Mr B.C. Tay	3,000,000	0.402
19. Mr M.I.M. Shafie & Mrs F.R. Shafie	2,500,000	0.335
20. Mrs M.P.B. Fernando	2,000,000	0.268
21. Sampath Bank PLC/Dr.Mayuramana Dewolage	1,697,649	0.227

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