



VALLIBEL POWER ERATHNA PLC

INTERIM FINANCIAL STATEMENTS

Second Quarter

for the period ended 30th September 2025

Consolidated Statement of Financial Position

As at	Group		Company	
	30.09.2025 Rs.	31.03.2025 Rs. (Audited)	30.09.2025 Rs.	31.03.2025 Rs. (Audited)
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	1,876,532,564	1,913,794,778	763,209,854	777,874,682
Capital Work-in Progress	1,173,147,595	103,595,309	1,173,147,595	103,595,309
Right-to-use of Assets	27,319,778	30,296,321	1,064,975	1,135,973
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	17,674,015	22,994,661	3,913,594	4,055,907
Other non-current asset	4,500,000	4,500,000	-	-
	3,099,173,952	2,075,181,069	2,762,955,998	1,708,281,851
Current Assets				
Inventories	28,178,418	26,597,627	5,768,366	6,626,822
Trade & Other Receivables	258,592,486	102,936,184	84,411,171	25,658,858
Amounts Due from Related Parties	1,924,308	2,746,067	5,110,264	6,219,012
Cash and cash equivalents	837,116,243	931,760,488	263,639,548	542,980,238
	1,125,811,455	1,064,040,367	358,929,349	581,484,929
Total Assets	4,224,985,407	3,139,221,436	3,121,885,347	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	1,679,142,581	1,252,560,268	947,378,619	842,895,543
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	2,853,507,859	2,426,925,546	2,121,743,897	2,017,260,821
Non - Controlling Interest	226,552,912	178,619,814	-	-
Total Equity	3,080,060,772	2,605,545,360	2,121,743,897	2,017,260,821
Non-Current Liabilities				
Retirement Benefit Obligations	81,552,364	77,946,485	55,471,377	53,471,376
Deferred Tax Liability	197,218,293	203,555,606	163,809,052	169,140,104
Interest Bearing Borrowings	700,433,741	-	700,433,741	-
Lease Liability	35,795,988	38,804,799	1,563,178	1,461,100
	1,015,000,386	320,306,890	921,277,347	224,072,580
Current Liabilities				
Accruals and other payables	33,835,804	128,452,725	27,822,121	27,465,241
Interest Bearing Borrowings	8,438,455	-	8,438,455	-
Lease Liability	1,584,350	1,452,300	156,630	176,812
Current tax liabilities	86,065,641	83,464,161	42,446,897	20,791,326
	129,924,249	213,369,186	78,864,103	48,433,379
Total Equity and Liabilities	4,224,985,407	3,139,221,436	3,121,885,347	2,289,766,780
Net Asset Per Share	3.82	3.25	2.84	2.70

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.

Harsha Amarasekera
Chairman

November 10, 2025 / Colombo

Sgd.

Russell De Silva
Jt.CEO

Sgd.

Devika Weerasinghe
Director

Consolidated Statement of Profit or Loss

For the six months ended 30th September	Group						Company					
	Quarter			Six Months			Quarter			Six 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	352,330,324	474,048,927	(26)	776,469,509	819,442,165	(5)	113,386,462	126,473,469	(10)	235,068,010	213,650,193	10
Direct Costs	(49,887,542)	(44,710,410)	12	(96,717,039)	(91,279,089)	6	(16,796,531)	(15,095,686)	11	(33,037,773)	(31,282,998)	6
Gross Profit	302,442,782	429,338,518	(30)	679,752,470	728,163,076	(7)	96,589,932	111,377,784	(13)	202,030,237	182,367,195	11
Other Income	-	6,600	(100)	-	474,537,697	(100)	-	357,239,691	-	-	488,747,916	(100)
Administration Expenses	(46,746,112)	(40,717,894)	15	(96,633,965)	(81,802,603)	18	(23,771,243)	(18,435,185)	29	(49,458,849)	(38,401,698)	29
Other Operating Expenses	(1,316,879)	(7,130,390)	(82)	(2,119,297)	(8,189,915)	(74)	(1,289,879)	(2,586,890)	(50)	(1,786,112)	(3,068,444)	(42)
Finance Cost	(916,466)	(1,080,128)	(15)	(1,922,980)	(2,172,097)	(11)	(40,948)	(44,203)	-	(81,896)	(88,406)	(7)
Finance Income	10,839,495	20,373,017	(47)	21,011,608	41,202,008	(49)	3,866,258	7,098,756	(46)	9,478,610	16,354,679	(42)
Profit Before Tax	264,302,821	400,789,723	(34)	600,087,838	1,151,738,167	(48)	75,354,120	454,649,953	(83)	160,181,991	645,911,243	(75)
Income Tax Expenses	(57,794,426)	(99,861,597)	(42)	(125,572,425)	(289,805,013)	(57)	(26,542,809)	(41,000,874)	(35)	(55,698,915)	(91,971,999)	(39)
Net Profit For the Period	206,508,395	300,928,126	(31)	474,515,413	861,933,154	(45)	48,811,311	413,649,079	(88)	104,483,076	553,939,244	(81)
Attributable to:												
Owners of Vallibel Power Erathna PLC	186,038,688	261,275,833	(29)	426,582,313	768,144,878	(44)	48,811,311	413,649,079	(88)	104,483,076	553,939,244	(81)
Non Controlling Interest	20,469,707	39,652,293	(48)	47,933,099	93,788,275	(49)	-	-	-	-	-	-
	206,508,395	300,928,126	(31)	474,515,413	861,933,154	(45)	48,811,311	413,649,079	(88)	104,483,076	553,939,244	(81)
Basic Earnings Per Share	0.25	0.35		0.57	1.03		0.07	0.55		0.14	0.74	

Consolidated Statement of Comprehensive Income

For the six months ended 30th September	Group						Company					
	Quarter			Six Months			Quarter			Six Months		
	2025 Rs.	2024 Rs.	Change %									
Net Profit for the Period	206,508,395	300,928,126	(31)	474,515,413	861,933,154	(45)	48,811,311	413,649,079	(88)	104,483,076	553,939,244	(81)
Total Other Comprehensive Income /(Loss)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the period, net of Tax	206,508,395	300,928,126	(31)	474,515,413	861,933,154	(45)	48,811,311	413,649,079	(88)	104,483,076	553,939,244	(81)
Attributable to:												
Owners of Vallibel Power Erathna PLC	158,575,296	261,275,833	(39)	426,582,313	768,144,878	(44)	48,811,311	413,649,079	(88)	104,483,076	553,939,244	(81)
Non Controlling Interest	47,933,099	39,652,293	21	47,933,099	93,788,275	(49)	-	-	-	-	-	-
	206,508,395	300,928,126	(31)	474,515,413	861,933,154	(45)	48,811,311	413,649,079	(88)	104,483,076	553,939,244	(81)

Consolidated Statement of Cash Flows

For the six months ended 30th September	Group		Company	
	2025 Rs.	2024 Rs.	2025 Rs.	2024 Rs.
Cash Flows from/(Used in) Operating Activities				
Net Profit Before Income Tax Expense	600,087,838	1,151,738,167	160,181,991	645,911,243
Adjustments for				
Amortization of Intangible Assets	5,320,646	5,320,646	142,313	142,313
Amortization of Right of Use Assets	2,570,032	1,780,789	70,999	70,998
Depreciation	38,411,200	39,563,927	15,699,474	15,675,815
Provision for Retirement Benefit Obligations	3,605,880	671,636	2,000,000	600,000
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	(21,011,608)	(41,202,008)	(9,478,610)	(16,354,679)
Finance Cost	1,922,980	2,172,097	81,896	88,406
Operating Profit Before Working Capital Changes	631,313,479	1,160,077,277	168,698,062	288,926,431
(Increase)/ Decrease in Inventories	(1,580,791)	(5,754,144)	858,455	(2,412,493)
(Increase)/ Decrease in Trade and Other Receivables	(157,789,908)	(377,067,146)	(60,626,632)	(118,893,882)
(Increase)/ Decrease in Amounts Due from Related Parties	821,759	(865,881)	1,108,748	(1,717,968)
Increase / (Decrease) in Trade and Other Payables	(97,016,922)	(145,919,410)	356,880	(3,701,758)
Cash Generated from /(used in) Operating Activities	375,747,617	630,470,697	110,395,513	162,200,330
Finance Cost Paid	(90,048)	(273,658)	-	-
Finance Income Received	23,145,236	44,330,531	11,352,929	19,168,390
Retirement Benefit Obligations Paid	-	(427,455)	-	(132,959)
Taxes Paid	(129,308,281)	(239,443,687)	(39,374,396)	(53,845,261)
Net Cash from / (used in) Operating Activities	269,494,525	434,656,428	82,374,046	127,390,500
Cash Flows From / (Used in) Investing Activities				
Acquisitions of Property, Plant & Equipments	(1,070,701,272)	(555,540)	(1,070,586,932)	(298,540)
Net Cash Flow from / (Used In) Investing Activities	(1,070,701,272)	(555,540)	(1,070,586,932)	356,941,151
Cash Flows from /(Used in) Financing Activities				
Proceeds from Interest Bearing Borrowings	708,872,196	-	708,872,196	-
Principal Elements of Lease Payments	(2,309,693)	(603,842)	-	-
Net Cash Flows From / (Used In) Financing Activities	706,562,502	(622,604,151)	708,872,196	(560,332,298)
Net Increase / (Decrease) In Cash & Cash Equivalents	(94,644,245)	(188,503,263)	(279,340,690)	(76,000,647)
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)	837,116,243	685,382,955	263,639,548	278,470,017
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	28,246,722	38,328,920	20,772,707	32,870,415
Investments in short-term deposits (Maturity period < 3 months)	808,869,521	647,054,035	242,866,840	245,599,602
	837,116,243	685,382,955	263,639,548	278,470,017

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	-	768,144,878	93,788,275	861,933,154
Dividend		(560,332,298)	(61,668,011)	(622,000,309)
Balance as at 30th Sep 2024	1,174,365,278	1,053,872,824	216,376,571	2,444,614,676
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	-	426,582,313	47,933,099	474,515,413
Balance as at 30th Sep 2025	1,174,365,278	1,679,142,581	226,552,913	3,080,060,772

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	-	553,939,244	553,939,244
Dividend	-	(560,332,298)	(560,332,298)
Balance as at 30th Sep 2024	1,174,365,278	382,342,161	1,556,707,439
Balance as at 01st April 2025	1,174,365,278	842,895,543	2,017,260,821
Net Profit for the Period	-	104,483,076	104,483,076
Balance as at 30th Sep 2025	1,174,365,278	947,378,619	2,121,743,897

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 2025 were authorised for issue by the Board of Directors on 10th November 2025.
3. The financial statements for the period ended 30th September 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. During the corresponding period of the previous year ended 30th September 2024, the Company and its subsidiary received Rs. 131,508,226/- and Rs. 343,022,871/-, respectively, totaling Rs. 474,531,097/- from the Ceylon Electricity Board as interest on delayed payments. Accordingly, the Group’s profit for the period ended 30th September 2025 has recorded a decline compared to the corresponding period of the previous year.
7. The Capital Work-in-Progress amounting to Rs. 1,173,147,595/- represents the expenditure incurred for the construction of two 5MW Ground-Mounted Solar PV Projects, Dolahena I & II, located in Matara. The projects are already connected to the National Grid, and upon completion of the Addendum to the Standardized Power Purchase Agreements (SPPAs), which is expected shortly, the balance under Capital Work-in-Progress will be transferred to the respective asset categories.

Subsequent to the reporting date, an additional amount of Rs. 147,895,003/- has been capitalized under Capital Work-in-Progress. Furthermore, the Company has an estimated remaining capital expenditure commitment of approximately Rs. 445 million for the completion of the ongoing construction work related to these projects.

8. Term Loan Facility – Dolahena I & II Ground-Mounted Solar PV Projects

The Company entered into a term loan facility agreement with Commercial Bank of Ceylon PLC on 5th February 2025 for a total amount of Rs. 1,372,000,000/-, with a repayment period of 84 months, after a one-year grace period.

The interest rate applicable is as follows:

- 11% per annum (fixed) for the first five years
- AWPLR + 0.5% per annum for the remaining three years

During the reporting period, a sum of Rs. 708,872,196/- was disbursed under this facility to finance the construction of the Dolahena I & II Ground-Mounted Solar PV Projects. The loan is secured by:

- A floating primary mortgage of Rs. 472,000,000/- over the project land (immovable assets)
- A floating primary mortgage of Rs. 900,000,000/- over the project's movable assets

Subsequent to the reporting date, an additional Rs. 143,863,553/- was disbursed under the same facility.

The first capital repayment, amounting to Rs. 16,334,000/-, is scheduled to commence on 10th July 2026.

9. **Contingent Liability**

As at 30th September 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.

10. **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.

11. **Operating Segment Information**

For the Six months ended 30th September 2025

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	28,628,758	12,811,776	8,461,333	-	49,901,867
Revenue	Rs.	235,068,010	326,892,423	214,509,077	-	776,469,509
Gross Profit	Rs.	202,030,237	289,266,528	192,900,706	(4,445,000)	679,752,470
Profit After Tax	Rs.	104,483,076	221,946,879	152,530,458	(4,445,500)	474,515,413
Total Assets	Rs.	3,121,885,347	1,204,809,944	804,973,371	(906,683,255)	4,224,985,407
Total Liabilities	Rs.	1,000,141,450	103,506,164	138,142,404	(96,865,383)	1,144,924,635

11. Operating Segment Information (Contd/-)

For the Six months ended 30th September 2024

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	26,729,037	15,358,465	8,531,974	-	50,619,476
Revenue	Rs.	213,650,193	391,437,406	214,354,566	(4,445,000)	819,442,165
Gross Profit	Rs.	182,367,195	356,981,401	193,259,480	(424,726,988)	728,163,076
Profit After Tax	Rs.	553,939,244	465,901,076	266,819,822	-	861,933,154
Total Assets	Rs.	1,890,632,554	1,284,431,117	781,699,335	(898,025,935)	3,058,737,071
Total Liabilities	Rs.	333,925,115	204,023,987	173,271,358	(97,098,064)	614,122,396

12. The age analysis of Trade Receivables which is due from Ceylon Electricity Board as at 30th September 2025.

As at	Company		Group	
	30.09.2025	31.03.2025 (Audited)	30.09.2025	31.03.2025 (Audited)
	Rs.	Rs.	Rs.	Rs.
Below 30 days	36,555,624	8,877,684	113,290,704	48,973,644
30 – 60 days	35,515,420	3,268,110	110,125,051	21,962,635
60 – 180 days	-	-	-	-
Over 180 days	-	-	-	-
Total	72,071,044	12,145,794	223,415,755	70,936,279

13. Related Party Transactions

13.1 Related Party Transactions with the Company - Recurrent

For the Period Ended	30-09-2025 Rs.	30-09-2024 Rs.
13.1.1 Key Management Personal (KMP)		
Directors Remuneration	(1,692,708)	(2,823,509)
Key Management Compensation	(8,983,514)	(8,242,012)
Close Family Members of KMP	Nil	Nil
13.1.2 Country Energy (Pvt) Ltd - Subsidiary		
Net operating expenses incurred on behalf of the Subsidiary	(9,630,772)	(22,950,890)
Reimbursement of operating expenses by the Subsidiary	9,692,538	21,804,380

13. Related Party Transactions (Contd/-)

13.1.3 Other Related companies

13.1.3.1 Alternate Power Systems (Pvt) Ltd (APSL)

For the Period Ended	30-09-2025 Rs.	30-09-2024 Rs.
Net operating expenses incurred on behalf of APSL	(5,899,288)	(14,070,206)
Reimbursement of operating expenses by APSL	5,982,876	13,201,892
13.1.3.2 Vallibel Finance PLC		
Investments in Fixed Deposit	Nil	(135,672,270)
Withdrawal of Fixed Deposit	Nil	Nil
FD Interest Received	Nil	Nil
13.1.3.3 Hayleys PLC		
Payment for rent and services	(939,897)	(564,405)

13.2 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 30th September 2025	Rs. 1,026,345,529/-

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

14. Share Information

14.1. The public shareholding percentage as at 30th September 2025 was 40.517%, comprising of 7,571 shareholders.

14.2. The Float Adjusted Market Capitalization as at 30th September 2025 is Rs. 5,206,554,311.20. The Company complies with option 4 of the Listing Rules 7.13.1 (i) (a).

14. Share Information (Contd/-)

14.3. Market price per share

For the period ended	30-09-2025 Rs.	30-09-2024 Rs.
Market Price – Highest	18.20	9.30
Market Price – Lowest	13.50	8.10
Market Price – Last Traded	17.10	9.10

14.4. Directors' shareholding as at 30th September 2025

Director	No. of Shares
Mr. S H Amarasekera	30
Mr. P K Sumanasekera	150,000
Mr. H Somashantha	15,000
Ms. Y Bhaskaran	Nil
Ms. Devika Weerasinghe	Nil
Mr. Dinesh Mendis	Nil
Mr. Gamini Gunaratne	Nil

14.5 Major Shareholders as at 30th September 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. Mackenzie Capital Ltd	15,000,000	2.008
7. Mr. P.P. Subasinghe	12,997,893	1.740
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	8,200,000	1.098
13. Employees Trust Fund Board	7,508,550	1.005
14. Mr. S.M. Jayasooriya	5,217,099	0.698
15. Mr. M.F. Hashim	5,196,857	0.696
16. EST.Of Lat K.C. Vignarajah	3,542,275	0.474
17. Dr. S.P. Jayawardena	3,488,945	0.467
18. Mr. D.D. Gunaratne	3,330,000	0.446
19. Mr. B.C. Tay	3,000,000	0.402
20. Sampath Bank PLC/Dr.Mayuramana Dewolage	2,570,000	0.344
21. Mr. D.D.K. Rajapaksa	2,251,358	0.341
Total Major Shareholding	621,045,127	83.1%
Other shareholding	126,064,594	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. S H Amarasekera - Chairman

Mr. P K Sumanasekera

Mr. H Somashantha

Ms. Y Bhaskaran

Ms. Devika Weerasinghe

Mr. Dinesh Mendis

Mr. Gamini Gunaratne

Registered Office

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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

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Bankers

Commercial Bank of Ceylon PLC

Pan Asia Banking Corporation PLC

Hatton National Bank PLC