



# **VALLIBEL POWER ERATHNA PLC**

## **INTERIM FINANCIAL STATEMENTS**

*Third Quarter*

*for the nine months ended 31<sup>st</sup> December 2023*

# Consolidated Statement of Financial Position

As at	Group		Company	
	31.12.2023 Rs.	31.03.2023 Rs. (Audited)	31.12.2023 Rs.	31.03.2023 Rs. (Audited)
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property, Plant & Equipment	1,856,538,071	1,915,445,832	661,727,346	685,133,083
Right-to-use of Assets	34,632,488	33,593,548	1,197,665	1,616,705
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	36,296,276	44,277,244	4,411,688	4,625,157
Other non-current asset	4,500,000	4,500,000	-	-
	1,931,966,835	1,997,816,624	1,488,956,679	1,512,994,925
<b>Current Assets</b>				
Inventories	17,308,017	15,901,645	4,214,329	3,569,002
Trade & Other Receivables	887,318,091	1,236,040,762	230,915,237	349,781,627
Amounts Due from Related Parties	1,975,742	1,749,477	4,752,817	4,115,550
Cash and cash equivalents	1,440,002,930	499,561,142	360,134,387	114,181,022
	2,346,604,780	1,753,253,027	600,016,770	471,647,203
<b>Total Assets</b>	<b>4,278,571,615</b>	<b>3,751,069,650</b>	<b>2,088,973,450</b>	<b>1,984,642,128</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity Attributable to Equity Holders of the Parent</b>				
Stated Capital	1,174,365,278	1,174,365,278	1,174,365,278	1,174,365,278
Accumulated Profit	2,268,609,851	1,866,790,688	642,335,365	558,865,571
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	3,442,975,129	3,041,155,966	1,816,700,643	1,733,230,849
Non - Controlling Interest	355,445,619	307,716,088	-	-
<b>Total Equity</b>	<b>3,798,420,748</b>	<b>3,348,872,054</b>	<b>1,816,700,643</b>	<b>1,733,230,849</b>
<b>Non-Current Liabilities</b>				
Retirement Benefit Obligations	34,365,543	32,375,039	22,466,363	21,486,364
Deferred Tax Liability	225,605,366	231,467,326	190,423,205	197,113,549
Lease Liability	41,973,526	38,951,582	1,638,081	1,462,195
	301,944,435	302,793,946	214,527,649	220,062,108
<b>Current Liabilities</b>				
Accruals and other payables	43,756,955	39,493,026	14,526,617	14,220,431
Lease Liability	1,275,488	2,345,432	-	422,771
Current tax liabilities	133,173,989	57,565,191	43,218,541	16,705,969
	178,206,432	99,403,650	57,745,158	31,349,171
<b>Total Equity and Liabilities</b>	<b>4,278,571,615</b>	<b>3,751,069,650</b>	<b>2,088,973,450</b>	<b>1,984,642,128</b>
<b>Net Asset Per Share</b>	<b>4.61</b>	<b>4.07</b>	<b>2.43</b>	<b>2.32</b>

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  
February 12, 2024 / Colombo

Sgd.

**Russell De Silva**  
Jt.CEO

Sgd.

**H. Somashantha**  
Director

# Consolidated Statement of Profit or Loss

For the nine months ended 31st December	Group						Company					
	Quarter			Nine Months			Quarter			Nine 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	583,445,020	322,836,675	81	1,310,251,176	1,020,193,843	28	113,650,301	83,451,363	36	304,861,078	301,877,670	1
Direct Costs	(41,406,404)	(40,060,387)	3	(128,679,628)	(118,491,706)	9	(14,821,558)	(13,962,624)	6	(44,696,138)	(40,044,748)	12
<b>Gross Profit</b>	542,038,616	282,776,288	92	1,181,571,548	901,702,137	31	98,828,743	69,488,739	42	260,164,940	261,832,922	(1)
Other Income	-	-	0	-	-	-	-	-	0	297,699,742	-	>999
Administration Expenses	(36,276,621)	(29,270,353)	24	(104,222,498)	(87,334,404)	19	(15,664,685)	(12,032,519)	30	(46,120,424)	(38,188,816)	21
Other Operating Expenses	(583,947)	(1,824,117)	(68)	(2,424,427)	(2,275,097)	7	(216,365)	(1,700,877)	(87)	(1,767,314)	(2,017,607)	(12)
Finance Cost	(1,096,914)	(1,037,727)	6	(3,222,477)	(3,158,778)	2	-	(51,061)	(100)	(135,950)	(169,339)	(20)
Finance Income	30,765,358	22,536,699	37	72,053,329	38,667,862	86	10,934,072	5,132,923	113	22,793,690	11,227,011	103
<b>Profit Before Tax</b>	534,846,492	273,180,790	96	1,143,755,475	847,601,720	35	93,881,764	60,837,206	54	532,634,684	232,684,171	129
Income Tax Expenses	(93,684,079)	(142,177,134)	(34)	(269,261,906)	(229,271,496)	17	(29,499,950)	(103,925,268)	(72)	(75,610,025)	(128,386,368)	(41)
<b>Net Profit For the Period</b>	441,162,413	131,003,656	237	874,493,569	618,330,224	41	64,381,814	(43,088,063)	249	457,024,659	104,297,803	338
<b>Attributable to:</b>												
Owners of Vallibel Power Erathna PLC	392,650,016	108,435,435	262	775,374,028	551,680,634	41	64,381,814	(43,088,063)	249	457,024,659	104,297,803	338
Non Controlling Interest	48,512,397	22,568,221	115	99,119,541	66,649,590	49	-	-	-	-	-	-
	441,162,413	131,003,656	237	874,493,569	618,330,224	41	64,381,814	(43,088,063)	249	457,024,659	104,297,803	338
<b>Basic Earnings Per Share</b>	0.52	0.14		1.04	0.74		0.09	(0.06)		0.61	0.14	

## Consolidated Statement of Comprehensive Income

For the nine months ended 31st December	Group						Company					
	Quarter			Nine Months			Quarter			Nine Months		
	2023 Rs.	2022 Rs.	Change %									
<b>Net Profit for the Period</b>	441,162,413	131,003,656	237	874,493,569	618,330,224	41	64,381,814	(43,088,063)	(249)	457,024,659	104,297,803	338
<b>Total Other Comprehensive Income /(Loss)</b>	-	(23,260,418)	-	-	(23,260,418)	-	-	(23,260,418)	-	-	(23,260,418)	-
<b>Total Comprehensive Income for the period, net of Tax</b>	441,162,413	107,743,238	309	874,493,569	595,069,806	47	64,381,814	(66,348,481)	(197)	457,024,659	81,037,385	464
<b>Attributable to:</b>												
Owners of Vallibel Power Erathna PLC	392,650,016	85,175,016	361	775,374,028	528,420,216	47	64,381,814	(66,348,481)	(197)	457,024,659	81,037,385	464
Non Controlling Interest	48,512,397	22,568,222	115	99,119,541	66,649,590	49	-	-	-	-	-	-
	441,162,413	107,743,238	309	874,493,569	595,069,806	47	64,381,814	(66,348,481)	(197)	457,024,659	81,037,385	464

# Consolidated Statement of Cash Flows

For the nine months ended 31st December	Group		Company	
	2023 Rs.	2022 Rs.	2023 Rs.	2022 Rs.
<b>Cash Flows from/(Used in) Operating Activities</b>				
Net Profit Before Income Tax Expense	1,143,755,475	847,601,720	532,634,684	232,684,171
Adjustments for				
Amortization of Intangible Assets	7,980,969	7,980,969	213,469	213,469
Amortization of Right of Use Assets	3,265,776	4,474,952	419,041	1,151,497
Depreciation	59,405,898	59,685,727	23,519,038	23,565,529
Provision for Retirement Benefit Obligations	2,285,000	2,763,000	980,000	1,620,000
Profit/(loss) on disposal of Property, Plant & Equipment	-	7,300	-	7,300
Dividend Income	-	-	(297,699,742)	-
Finance Income	(72,053,329)	(38,667,862)	(22,793,690)	(11,227,011)
Finance Cost	3,222,477	3,158,778	135,950	169,339
<b>Operating Profit Before Working Capital Changes</b>	<b>1,147,862,266</b>	<b>887,004,584</b>	<b>237,408,750</b>	<b>248,184,294</b>
( Increase)/ Decrease in Inventories	(1,406,371)	(4,058,875)	(645,326)	(414,176)
( Increase )/ Decrease in Trade and Other Receivables	345,068,127	(447,292,283)	120,863,910	(165,206,235)
( Increase )/ Decrease in Amounts Due from Related Parties	(226,265)	1,034,858	(637,267)	1,560,837
Increase / (Decrease ) in Trade and Other Payables	663,928	(550,076)	306,186	(881,646)
<b>Cash Generated from /(used in) Operating Activities</b>	<b>1,491,961,685</b>	<b>436,138,208</b>	<b>357,296,253</b>	<b>83,243,074</b>
Finance Cost Paid	(330,802)	(187,098)	(57,949)	(66,296)
Finance Income Received	75,707,874	20,212,922	20,796,171	(5,327,461)
Retirement Benefit Obligations Paid	(294,496)	-	-	-
Taxes Paid	(199,515,065)	(157,367,500)	(55,787,800)	(76,569,896)
<b>Net Cash from / (used in) Operating Activities</b>	<b>1,367,529,196</b>	<b>298,796,533</b>	<b>322,246,675</b>	<b>1,279,421</b>
<b>Cash Flows From / (Used in) Investing Activities</b>				
Acquisitions of Property, Plant & Equipments	(498,142)	(847,833)	(113,300)	(453,400)
Dividend Received	-	-	297,699,742	-
<b>Net Cash Flow from / (Used In) Investing Activities</b>	<b>(498,142)</b>	<b>(847,833)</b>	<b>297,586,442</b>	<b>(453,400)</b>
<b>Cash Flows from /(Used in) Financing Activities</b>				
Principal Elements of Lease Payments	(1,644,393)	(3,122,417)	(324,886)	(1,106,308)
Dividends Paid	(424,944,875)	-	(373,554,866)	-
<b>Net Cash Flows From / (Used In) Financing Activities</b>	<b>(426,589,268)</b>	<b>(3,122,417)</b>	<b>(373,879,752)</b>	<b>(1,106,308)</b>
Net Increase / (Decrease) In Cash & Cash Equivalents	940,441,786	294,826,283	245,953,365	(280,287)
<b>Cash and Cash Equivalents at the Beginning of the Period (Note A)</b>	<b>499,561,143</b>	<b>155,986,053</b>	<b>114,181,022</b>	<b>103,027,542</b>
<b>Cash and Cash Equivalents at the End of the Period (Note B)</b>	<b>1,440,002,929</b>	<b>450,812,336</b>	<b>360,134,387</b>	<b>102,747,255</b>
<b>Note A</b>				
<b>Cash and Cash Equivalents at the Beginning of the Period</b>				
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
<b>Note B</b>				
<b>Cash and Cash Equivalents at the End of the Period</b>				
Cash in Hand & at Bank	146,006,099	42,847,440	12,639,463	17,255,540
Investments in short-term deposits (Maturity period < 3 months)	1,293,996,830	407,964,896	347,494,924	85,491,715
	1,440,002,929	450,812,336	360,134,387	102,747,255

# Consolidated Statement of Changes in Equity

## Group

	Stated Capital Rs.	Accumulated Profit Rs.	Non Controlling Interest Rs.	Total Equity Rs.
<b>Balance as at 01st April 2022</b>	1,174,365,278	1,301,976,505	235,675,553	2,712,017,336
Net Profit for the Period	-	551,680,634	66,649,590	618,330,224
Other Comprehensive Income/(Loss)	-	(23,260,418)	-	(23,260,418)
<b>Balance as at 31st December 2022</b>	1,174,365,278	1,830,396,721	302,325,143	3,307,087,142
<b>Balance as at 01st April 2023</b>	1,174,365,278	1,866,790,688	307,716,088	3,348,872,054
Net Profit for the Period	-	775,374,028	99,119,541	874,493,569
Dividend	-	(373,554,866)	(51,390,009)	(424,944,875)
<b>Balance as at 31st December 2023</b>	1,174,365,278	2,268,609,851	355,445,619	3,798,420,748

## Company

	Stated Capital Rs.	Accumulated Profit Rs.	Total Equity Rs.
<b>Balance as at 01st April 2022</b>	1,174,365,278	475,937,531	1,650,302,809
Net Profit for the Period	-	104,297,803	104,297,803
Other Comprehensive Income/(Loss)	-	(23,260,418)	(23,260,418)
<b>Balance as at 31st December 2022</b>	1,174,365,278	556,974,916	1,731,340,194
<b>Balance as at 01st April 2023</b>	1,174,365,278	558,865,571	1,733,230,849
Net Profit for the Period	-	457,024,659	457,024,659
Dividend	-	(373,554,866)	(373,554,866)
<b>Balance as at 31st December 2023</b>	1,174,365,278	642,335,365	1,816,700,643

## 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 nine months ended 31<sup>st</sup> December 2023 were authorised for issue by the Board of Directors on 12<sup>th</sup> February 2024.
- The financial statements for the period ended 31<sup>st</sup> December 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 31<sup>st</sup> 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 31<sup>st</sup> 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 31<sup>st</sup> March 2023 in 20<sup>th</sup> 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 27<sup>th</sup> October 2023 to be effected from 1<sup>st</sup> 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

- 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 nine months ended 31<sup>st</sup> December 2023

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	39,100,781	24,303,078	13,944,783	-	77,348,642
Revenue	Rs.	304,861,078	648,487,107	356,902,991	-	1,310,251,176
Gross Profit	Rs.	260,164,940	602,514,092	325,560,014	(6,667,498)	1,181,571,548
Profit After Tax	Rs.	457,021,659	498,242,095	276,129,305	(356,899,490)	874,493,569
Total Assets	Rs.	2,088,973,450	1,870,419,214	1,210,033,439	(890,854,488)	4,278,571,615
Total Liabilities	Rs.	272,272,807	153,685,198	150,786,975	(96,594,113)	480,150,867

10. Operating Segment Information (Contd/-)

For the nine months ended 31<sup>st</sup> December 2022

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	39,894,384	22,823,701	16,896,362	-	79,614,447
Revenue	Rs.	301,877,670	411,961,595	306,354,578	-	1,020,193,843
Gross Profit	Rs.	261,832,922	368,012,961	278,523,754	(6,667,500)	901,702,137
Profit After Tax	Rs.	104,297,801	290,069,341	230,630,583	(6,667,500)	618,330,224
Total Assets	Rs.	1,999,389,008	1,495,866,300	1,127,921,806	(880,943,780)	3,742,233,334
Total Liabilities	Rs.	268,048,816	122,319,075	140,351,708	(95,573,407)	435,146,192

11. The age analysis of Trade Receivables which is due from Ceylon Electricity Board as at 31<sup>st</sup> December 2023.

As at	Company		Group	
	31.12.2023	31.03.2023 (Audited)	31.12.2023	31.03.2023 (Audited)
	Rs.	Rs.	Rs.	Rs.
Below 30 days	27,002,672	11,250,709	154,075,894	46,414,945
30 – 60 days	37,838,058	4,599,286	207,637,292	28,598,579
60 – 180 days	148,342,710	89,268,108	490,835,924	288,856,937
Over 180 days	-	233,351,518	-	842,759,463
<b>Total</b>	<b>213,183,439</b>	<b>338,469,622</b>	<b>852,549,111</b>	<b>1,206,629,925</b>

The group revenue made during the period was Rs. 1,310,251,176/- and settlements made during the period by Ceylon electricity board was Rs. 1,664,331,990/-. This has resulted to decrease the receivable balance during the reporting period to Rs. 851,549,111/- from Rs. 1,206,629,925/-. Further, the Group has also received Rs. 698,473,097/- subsequent to reporting date out of the receivables over 60 days.

12. Related Party Transactions with the Company

For the Period Ended	31-12-2023 Rs.	31-12-2022 Rs.
<b>12.1 Key Management Personal (KMP)</b>		
Directors Remuneration	(3,620,164)	(3,438,888)
Key Management Compensation	(9,805,760)	(6,945,201)
Close Family Members of KMP	Nil	Nil
<b>12.2 Country Energy (Pvt) Ltd - Subsidiary</b>		
Net operating expenses incurred on behalf of the Subsidiary	(26,666,368)	(22,146,317)
Reimbursement of operating expenses by the Subsidiary	26,245,629	22,746,062

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

### 12.3 Other Related companies

#### 12.3.1 Alternate Power Systems (Pvt) Ltd (APSL)

Period Ended	31-12-2023 Rs.	31-12-2022 Rs.
Net operating expenses incurred on behalf of APSL	(17,016,695)	(14,221,885)
Reimbursement of operating expenses by APSL	16,800,170	15,180,998

#### 12.3.2 Vallibel Finance PLC

Investments in Fixed Deposit	(32,097,509)	(19,619,961)
Withdrawal of Fixed Deposit	37,212,319	59,095,190
FD Interest Received	91,756	662,881

#### 12.3.3 Hayleys PLC

Payment for rent and services	(4,726,398)	(5,864,974)
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#### 12.3.4 Hayleys Power Limited (HPL)

Net operating expenses incurred on behalf of HPL	(915,883)	(2,109,659)
Reimbursement of operating expenses by HPL	1,252,605	2,111,639

## 13. Share Information

13.1. The public shareholding percentage as at 31<sup>st</sup> December 2023 was 59.9%, comprising of 6,827 shareholders.

13.2. The Float Adjusted Market Capitalization as at 31<sup>st</sup> December 2023 is Rs. 3,222,135,871.20. 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	31-12-2023 Rs.	31-12-2022 Rs.
Market Price – Highest	7.40	7.30
Market Price – Lowest	6.50	6.10
Market Price – Last Traded	7.20	6.30

### 13.4. Directors' shareholding as at 31st December 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 31st December 2023**

<b>Shareholder</b>	<b>No. of Shares</b>	<b>Percentage (%)</b>
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. Seylan Bank PLC/Senthilverl Holdings (Pvt) Ltd	8,989,216	1.203
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	5,157,746	0.690
14. Mr M.F. Hashim	4,758,414	0.637
15. Mr S.M. Jayasooriya	4,710,000	0.630
16. Mr D.D. Gunaratne	3,200,030	0.428
17. Mr B.C. Tay	3,000,000	0.402
18. Mr K.C. Vignarajah	2,823,601	0.378
19. Mr R.M. Sangani	2,651,581	0.355
20. Mr M.I.M. Shafie & Mrs F.R. Shafie	2,500,000	0.335
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  
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**

Deloitte Partners  
P. O. Box 918  
100, Braybrooke Place,  
Colombo 2  
Telephone : 011 771 9700  
Fax : 011 230 3197  
Web site : www.deloitte.com

## **Bankers**

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