



PANASIAN POWER PLC

Reg No: PV 9959 PB/PQ

PR/PAP/19/006

Mr. Renuke Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
04 - 01, West Block
World Trade Centre
Echelon Square
Colombo 01

Tuesday, 31 December 2019

Dear Sir,

Subject: PANASIAN POWER PLC – CORPORATE DISCLOSURE – RELATED PARTY TRANSACTION

Pursuant to Section 9 of the Listing Rules, Panasian Power PLC wishes to disclose the following related party transactions which exceed 5% of total assets.

a) Date of Transactions:

Multiple transactions occurring during the period 01st April 2019 up to date.

b) Name of the relevant related party:

Panasian Investments (Pvt) Ltd

c) Relationship between the Company and the related party:

Panasian Investments (Pvt) Ltd is a wholly owned subsidiary of Panasian Power PLC

d) Details of the transactions:

Intercompany loans which in aggregate total Rs. 91.0 million. On 11th September 2019 Panasian Power PLC transferred Rs. 23.5 million to Panasian Investments (Pvt) Ltd. The intercompany loan balance increased to Rs. 89.4 million with this transaction.

Further transfers from Panasian Power PLC to Panasian Investments (Pvt) Ltd which in aggregate totalled Rs. 1.6 million resulted in an increase in the balance to Rs. 91.0 million as at 30 November 2019.

e) Rationale in entering into the transaction:

Funds utilised for construction of solar power projects

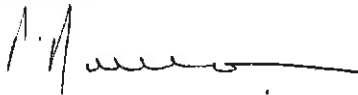
f) The Related Party Transactions Review Committee of Panasian Power PLC is of the view that the aforesaid transaction is on normal commercial terms, and is not prejudicial to the interests of the Company and its minority shareholders, and the Related Party Transactions Review Committee is not obtaining an opinion from an independent expert prior to forming its view on the transaction.

- g) The aggregate value of the related party transactions with Panasian Investments (Pvt) Ltd is Rs. 90,951,954/-.
- h) The aggregate value of all related party transactions of Panasian Power PLC is Rs. 171,294,093/-
- i) According to the latest audited financial statements of Panasian Power PLC, 10% of the equity is Rs. 94,851,670/- and 5% of the total assets is Rs. 77,473,023/-

This disclosure is made in accordance with Rule 9.3.1 of the Listing Rules of the Colombo Stock Exchange.

Yours Faithfully,

For and on behalf of **PANASIAN POWER PLC**



Dr P Ramunajam

CEO/Chairman