



# **PANASIAN POWER PLC**

## **INTERIM FINANCIAL STATEMENTS**

**SECOND QUARTER 2016/2017**

**PANASIAN POWER PLC**  
**INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2016/2017**  
**PROVISIONAL FINANCIAL STATEMENTS**

**STATEMENT OF FINANCIAL POSITION**

ASSETS	Group			Company		
	Six months ended 30 September		As at 31 March 2016 Audited	Six months ended 30 September		As at 31 March 2016 Audited
	2016	2015		2016	2015	
	Rs	Rs	Rs	Rs	Rs	
<b>Non - Current Assets</b>						
Property, plant and equipment	505,509,308	507,236,590	507,272,237	214,381,057	221,001,910	217,310,713
Intangible assets	467,379,521	469,050,258	468,214,884	3,075,217	4,317,379	3,696,297
Investment in subsidiaries	-	-	-	1,142,177,694	1,142,177,694	1,142,177,694
Capital work in progress	773,646,241	695,177,475	710,653,427	-	-	-
	<b>1,746,535,070</b>	<b>1,671,464,322</b>	<b>1,686,140,548</b>	<b>1,359,633,968</b>	<b>1,367,496,984</b>	<b>1,363,184,704</b>
<b>Current Assets</b>						
Trade and other receivables	57,670,179	62,689,947	55,367,035	26,514,991	48,814,293	11,651,132
Due from related parties	-	-	-	370,916,164	306,668,730	330,569,731
Financial Assets	-	-	65,705,848	-	-	20,217,184
Cash and cash equivalents	10,991,808	108,603,747	39,174,987	6,263,635	33,868,409	11,332,808
	<b>68,661,987</b>	<b>171,293,694</b>	<b>160,247,870</b>	<b>403,694,790</b>	<b>389,351,432</b>	<b>373,770,855</b>
<b>TOTAL ASSETS</b>	<b>1,815,197,057</b>	<b>1,842,758,017</b>	<b>1,846,388,418</b>	<b>1,763,328,758</b>	<b>1,756,848,415</b>	<b>1,736,955,559</b>
<b>EQUITY AND LIABILITIES</b>						
Equity						
Stated capital	630,000,000	630,000,000	630,000,000	630,000,000	630,000,000	630,000,000
Revaluation reserves	88,024,541	88,024,541	88,024,541	59,079,041	59,079,041	59,079,041
Retained earnings	351,541,033	402,949,602	400,581,182	223,783,198	293,644,779	272,372,871
Equity attributable to equity holders of the parent	<b>1,069,565,574</b>	<b>1,120,974,143</b>	<b>1,118,605,723</b>	<b>912,862,239</b>	<b>982,723,820</b>	<b>961,451,912</b>
Non controlling interest	38,543,572	39,417,041	39,082,878	-	-	-
<b>Total Equity</b>	<b>1,108,109,146</b>	<b>1,160,391,184</b>	<b>1,157,688,601</b>	<b>912,862,239</b>	<b>982,723,820</b>	<b>961,451,912</b>
<b>Non-Current Liabilities</b>						
Retirement benefit obligations	3,502,078	2,865,586	3,502,078	3,194,597	2,571,913	3,194,597
Finance lease obligations	3,400,070	-	-	-	-	-
Interest bearing loans	638,790,770	635,000,000	639,104,245	635,000,000	635,000,000	635,000,000
Deferred tax liabilities	35,771,322	30,584,999	35,771,324	14,032,618	11,275,802	14,032,620
	<b>681,464,241</b>	<b>668,450,585</b>	<b>678,377,647</b>	<b>652,227,215</b>	<b>648,847,715</b>	<b>652,227,217</b>
<b>Current Liabilities</b>						
Accruals and other payables	10,551,473	11,121,649	5,168,928	2,210,060	7,226,460	1,809,655
Finance lease obligations	603,133	-	-	-	-	-
Interest bearing loans	827,734	1,271,076	775,913	-	1,271,076	-
Due to related parties	-	-	568,281	186,851,026	116,375,068	120,824,454
Income tax payable	(554,297)	1,523,523	3,809,048	336,263	404,276	642,321
Bank Overdraft	14,195,627	-	-	8,841,955	-	-
	<b>25,623,670</b>	<b>13,916,248</b>	<b>10,322,170</b>	<b>198,239,304</b>	<b>125,276,880</b>	<b>123,276,430</b>
<b>Total Liabilities</b>	<b>707,087,911</b>	<b>682,366,833</b>	<b>688,699,817</b>	<b>850,466,519</b>	<b>774,124,595</b>	<b>775,503,647</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,815,197,056</b>	<b>1,842,758,017</b>	<b>1,846,388,418</b>	<b>1,763,328,758</b>	<b>1,756,848,415</b>	<b>1,736,955,559</b>
<b>Net asset per share</b>	<b>2.14</b>	<b>2.24</b>	<b>2.24</b>	<b>1.83</b>	<b>1.97</b>	<b>1.92</b>

Above figures are provisional and subject to audit

These financial statements are in compliance with the requirements of the Companies Act. No 7 of 2007

Sgd  
**Ms Koshala Kalaichelvan**  
 Financial Controller

The Board of Directors are responsible for the preparation and presentation of these Financial Statements

Signed for and on behalf of the Board by,

Sgd  
**Dr Prathap Ramanujam**  
 Chairman / Chief Executive Officer  
 11.Nov.16

Sgd  
**Mr D Sooriyaarachchi**  
 Director

# PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2016/2017

PROVISIONAL FINANCIAL STATEMENTS

## STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 30 September				Six months ended 30 September			
	Group		Company		Group		Company	
	2016	2015	2016	2015	2016	2015	2016	2015
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue	32,668,540	49,139,432	32,238,269	46,967,772	101,099,154	135,085,780	84,643,634	95,486,109
Cost of electricity Generated	(8,065,938)	(14,782,106)	(3,878,528)	(9,703,099)	(17,604,413)	(24,049,854)	(9,412,178)	(14,756,242)
Gross profit	24,602,602	34,357,325	28,359,741	37,264,674	83,494,741	111,035,926	75,231,456	80,729,867
Administrative expenses	(10,569,278)	(11,307,549)	(4,386,296)	(8,261,892)	(23,939,316)	(19,850,299)	(12,869,309)	(14,488,015)
Other operating income	-	-	-	-	-	-	-	-
Operating profit	14,033,324	23,049,776	23,973,445	29,002,781	59,555,424	91,185,627	62,362,147	66,241,852
Finance cost	(19,769,751)	(12,362,181)	(20,679,389)	(12,713,208)	(34,134,879)	(24,699,408)	(35,951,820)	(25,397,117)
Profit / (Loss) before taxation	(5,736,428)	10,687,596	3,294,056	16,289,573	25,420,545	66,486,219	26,410,327	40,844,735
Income tax expense	-	(1,042,624)	-	(384,105)	-	(3,745,796)	-	(768,210)
Profit / (Loss) for the period	(5,736,428)	9,644,972	3,294,056	15,905,468	25,420,545	62,740,423	26,410,327	40,076,525
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income / (expense) for the period	(5,736,428)	9,644,972	3,294,056	15,905,468	25,420,545	62,740,423	26,410,327	40,076,525
Attributable to:								
Owners of the parent	(5,214,249)	9,684,213	3,294,056	15,905,468	25,959,851	62,774,679	26,410,327	40,076,525
Non-controlling interest	(522,179)	(39,241)	-	-	(539,305)	(34,255)	-	-
	(5,736,428)	9,644,972	3,294,056	15,905,468	25,420,545	62,740,423	26,410,327	40,076,525
EPS	(0.01)	0.02	0.01	0.03	0.05	0.13	0.05	0.08

Above figures are provisional and subject to audit

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**STATEMENT OF CHANGES IN EQUITY**

Group	Stated Capital				Total Rs.
	Ordinary Shares Rs.	Revaluation Reserves Rs.	Retained Earnings Rs.	Non-Controlling Interest	
<b>Balance as at 01 April 2015</b>	630,000,000	88,024,541	490,174,886	39,451,297	1,247,650,723
Non Controlling Interest	-	-	-	-	-
Transactions with the owners recorded directly in equity					
- Dividends paid	-	-	(150,000,000)	-	(150,000,000)
Total comprehensive income for the period					
- Profit for the period	-	-	62,774,679	(34,255)	62,740,423
- Other comprehensive income	-	-	-	-	-
<b>Balance as at 30 September 2015</b>	<b>630,000,000</b>	<b>88,024,541</b>	<b>402,949,564</b>	<b>39,417,041</b>	<b>1,160,391,147</b>
<b>Balance as at 01 April 2016</b>	630,000,000	88,024,541	400,581,182	39,082,878	1,157,688,601
Non Controlling Interest	-	-	-	-	-
Transactions with the owners recorded directly in equity					
- Dividends paid	-	-	(75,000,000)	-	(75,000,000)
Total comprehensive income for the period					
- Profit for the period	-	-	25,959,851	(539,305)	25,420,545
- Other comprehensive income	-	-	-	-	-
<b>Balance as at 30 September 2016</b>	<b>630,000,000</b>	<b>88,024,541</b>	<b>351,541,033</b>	<b>38,543,573</b>	<b>1,108,109,146</b>

Company	Stated Capital			Total Rs.
	Ordinary Shares Rs.	Revaluation Reserves Rs.	Retained Earnings Rs.	
<b>Balance as at 01 April 2015</b>	630,000,000	59,079,041	403,568,247	1,092,647,288
Transactions with the owners recorded directly in equity				
- Dividends paid	-	-	(150,000,000)	(150,000,000)
Total comprehensive income for the period				
- Profit for the period	-	-	40,076,525	40,076,525
- Other comprehensive income	-	-	-	-
<b>Balance as at 30 September 2015</b>	<b>630,000,000</b>	<b>59,079,041</b>	<b>293,644,772</b>	<b>982,723,813</b>
<b>Balance as at 01 April 2016</b>	630,000,000	59,079,041	272,372,871	961,451,912
Transactions with the owners recorded directly in equity				
- Dividends paid	-	-	(75,000,000)	(75,000,000)
Total comprehensive income for the period				
- Profit for the period	-	-	26,410,327	26,410,327
- Other comprehensive income	-	-	-	-
<b>Balance as at 30 September 2016</b>	<b>630,000,000</b>	<b>59,079,041</b>	<b>223,783,198</b>	<b>912,862,239</b>

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**STATEMENT OF CASHFLOW**

For the six months ended 30 September,

	Group		Company	
	2016	2015	2016	2015
	Rs	Rs	Rs	Rs
<b>Cash flows from operating activities</b>				
Profit before taxation	25,420,545	66,486,219	26,410,327	40,844,735
Adjustments for:				
Depreciation on property, plant and equipment	9,371,477	8,721,262	4,001,374	4,726,328
Amortization of intangible asset	835,364	1,149,541	621,080	899,543
Interest income	(3,070,745)	(1,332,047)	(841,429)	(634,337)
Interest expense	37,205,624	26,041,310	36,793,249	26,041,310
<b>Cash flow from operating activities before working capital changes</b>	<b>69,762,266</b>	<b>101,066,285</b>	<b>66,984,601</b>	<b>71,877,579</b>
(Increase) / Decrease in receivables	(2,303,144)	27,290,393	(14,863,859)	(19,676,360)
(Increase) / Decrease in related company receivables	-	-	(40,346,433)	(14,739,693)
Increase / (Decrease) in related company payables	(568,281)	(378,854)	66,026,572	67,242,475
Increase / (Decrease) in payables	5,382,545	(11,878,711)	400,405	2,146,662
<b>Cash flow from operating activities</b>	<b>72,273,386</b>	<b>116,099,113</b>	<b>78,201,286</b>	<b>106,850,663</b>
Interest paid	(37,100,425)	(26,041,310)	(36,793,249)	(26,041,310)
Income tax paid	(4,363,345)	(6,357,578)	(306,058)	(138,203)
<b>Net cash flow from operating activities</b>	<b>30,809,615</b>	<b>83,700,224</b>	<b>41,101,979</b>	<b>80,671,150</b>
<b>Cash flows used in investing activities</b>				
Purchase of property, plant and equipment and investment in capital work in progress	(70,601,364)	(20,458,049)	(1,071,720)	(6,029,849)
Investment in intangible assets	-	-	-	-
Investment in subsidiaries	-	-	-	-
Dividend received	-	-	-	-
Interest received	3,070,745	1,332,047	841,429	634,337
<b>Net cash flows (used in) investing activities</b>	<b>(67,530,619)</b>	<b>(19,126,002)</b>	<b>(230,291)</b>	<b>(5,395,512)</b>
<b>Cash flows used in financing activities</b>				
Proceeds from finance lease	4,095,000	-	-	-
Repayment of short term loan	(261,654)	-	-	-
Dividend paid	(75,000,000)	(150,000,000)	(75,000,000)	(150,000,000)
Repayment of term loan	-	(812,660)	-	(812,660)
Payment of finance lease obligation	(196,996)	-	-	-
<b>Net cash flows from financing activities</b>	<b>(71,363,650)</b>	<b>(150,812,660)</b>	<b>(75,000,000)</b>	<b>(150,812,660)</b>
Net decrease in cash and cash equivalents	(108,084,654)	(86,238,438)	(34,128,312)	(75,537,022)
Cash and cash equivalents at the beginning of the year	104,880,835	194,891,682	31,549,992	109,394,267
<b>Cash and cash equivalents at the end of the period</b>	<b>(3,203,819)</b>	<b>108,653,244</b>	<b>(2,578,320)</b>	<b>33,857,245</b>
<b>Analysis of cash and cash equivalents</b>				
Cash in hand and cash at bank	10,991,808	108,603,747	6,263,635	33,868,409
Bank overdraft	(14,195,627)	-	(8,841,955)	-
	<b>(3,203,819)</b>	<b>108,603,747</b>	<b>(2,578,320)</b>	<b>33,868,409</b>

Above figures are provisional and subject to audit

# PANASIAN POWER PLC

## INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2016/2017 PROVISIONAL FINANCIAL STATEMENTS

### EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

1 The Interim Financial Statements of the Company and the Group have been prepared in accordance with Sri Lanka Accounting Standards that came to effect from 01 January 2012 (SLFRS/LKAS). There were no changes to the Accounting Policies and methods of computation since the publication of Annual Report for the financial year ended 2015/16. These Interim Financial Statements have been prepared in compliance with the requirements of Sri Lanka Accounting Standard 34 **"Interim Financial Reporting"**. The presentation and classification of the financial statement of the previous period have been adjusted where relevant for better presentation and to be comparable with period end reporting.

2 The interim financial statements for the period ended 30 September 2016 includes "the Company" referring to Panasian Power PLC and "the Group" comprises the Company and its fully owned subsidiaries Manelwala Hydropower (Pvt) Limited, Panasian Investments (Pvt) Limited and Padiyapelella Hydropower Limited with 90% stake

3 The Consolidated Financial Statements were authorised for issue by the Board of Directors on 11 November 2016

4 The increase in finance cost is due to the loan from Sampath Bank PLC for Rs 635,000,000 for the acquisition and construction work of Padiyapelella Hydropower Limited

5 The group had no significant contingent liabilities outstanding as at the Balance Sheet date.

6 The following capital expenditure approved by the Board as at 30 September 2016 have not been provided for in financial statements

Amount approved but not contracted for	Rs 20,290,276
Amount contracted for but not incurred	Rs 45,649,663

7 No Circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the financial statements.

8 The number of shares representing the stated capital is 500,000,000 ordinary shares amounting to Rs 630,000,000

9 Shares of the Company were listed on the Colombo Stock Exchange on 07 January 2011

10 The Company paid dividends of Rs.0.15 per share amounting to Rs 75,000,000 on 28 September 2016

11 Market value per share as at 30 September	2016 Rs	2015 Rs
Highest	3.50	3.90
Lowest	3.10	3.30
Closing	3.10	3.40

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## EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS (Contd)

12 The Public Share Holding Percentage as at 30 September 2016 was 32.20%

### Subsidiary Companies or Associate Companies

Resus Energy PLC		111,500,000	
Subsidiaries or Associate Companies of Parent Company		-	

### Indirect Holding

Almar Trading Co (Pvt) Ltd	364,632		
Pan Asia Banking Corporation / Almar International (Pvt) Ltd	2,437,517	2,802,149	

### Directors' holding

Dr P Ramanujam	2,350,000		
Mr H A S Madanayake	400,000		
Mr S M Farook	175,000	2,925,000	

### Holding of 10% or more

Amana Bank Limited / Vidullanka PLC	41,124,330		
Vidullanka PLC	19,302,819		
Weswin Power (Private) Limited	58,562,660		
Omega Group (Private) Limited	24,700,000		
Power Hub Green Energy (Private) Limited	16,118,250		
Mr. Farook Mohamed Firdouse'	10,000,855		
Seylan Bank PLC / Dr.T. Senthilverl	44,613,281		
Sampath Bank PLC / Dr.T. Senthilverl	6,750,000	221,172,195	

Spouses and children under 18 of Directors

Total		605,000	
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Public holding		339,004,344	67.80%
Stated Capital		160,995,656	32.20%
		<b>500,000,000</b>	<b>100%</b>

The number of shareholders representing the public holding was 6,117

13 Twenty major shareholders of the Company as at 30 September 2016

Name	No of Shares	%
Resus Energy PLC	111,500,000	22.30
Weswin Power (Pvt) Limited	58,562,660	11.71
Seylan Bank PLC / Dr Thirugnanasambandar Senthilverl	44,613,281	8.92
Amana Banl Ltd / Vidullanka PLC	41,124,330	8.22
Omega Group (Pvt) Limited	24,700,000	4.94
Vudillanka PLC	19,302,819	3.86
Power Hub Green Energy (Pvt) Limited	16,118,250	3.22
Global Rubber Industries Private Limited	14,742,000	2.95
Commercial Bank of Ceylon PLC / A.K Pathirage	11,000,000	2.20
Mr Farook Mohamed Firdouse	10,000,855	2.00
Sampath Bank PLC / Dr Thirugnanasambandar Senthilverl	6,750,000	1.35
Mr Subasinghe Prabash	5,809,650	1.16
Dr Thahir Zulficar Ahamed Mohamed	5,500,000	1.10
Asian Alliance Insurance PLC - A/C 02 (Life Fund)	3,090,000	0.62
Mr Weeraratne Pattiyapawulage Don Raj Rohitha	2,800,000	0.56
Mr Beruwalage Herbert	2,764,200	0.55
Mr Sammoon Mohamed Arnil Najmul	2,500,000	0.50
Pan Asia Banking Corporation / Almar International (Pvt) Ltd	2,437,517	0.49
Seylan Bank PLC / Jayantha Dewage	2,426,000	0.49
Cocoshell Activated Carbon Company Limited	2,400,089	0.48
	<b>388,141,651</b>	<b>77.62</b>

# **PANASIAN POWER PLC**

**INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2016/2017**  
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## **Corporate Information**

### **Name of the Company**

Panasian Power PLC

### **Legal Form**

A Public Quoted Company with limited liability incorporated under the Provision of the Companies Act No 07 of 2007. The Company has been registered under Section 17(2) of the BOI Law No 4 of 1978 on 26 November 2008.

### **Date of incorporation**

22 April, 2002

### **Company Registration Number**

PV 9959 PB/PQ

### **Accounting Year End**

31, March

### **Registered Office and Head Office**

No. 03, Elibank Road, Colombo 05

### **Subsidiary Companies**

Manelwala Hydropower (Pvt) Limited

Panasian Investments (Pvt) Limited

Padiyapelella Hydropower Limited

### **Nature of business**

Generate and supply hydro power to the National Grid

### **Directors**

Dr Prathap Ramanujam

Mr Deepal Sooriyaarachchi

Mr Godakande Aratchige Kishantha Nanayakkara - Resigned wef 24 October 2016

Mr Thirunavukarasu Someswaran

Mr Mahmud Riad Ameen

Mr H A Suren Madanayake

Mr Riyaz Sangani

Mr S M Farook

Mr A L Weerasinghe



**Audit Committee**

Mr Thirunavukarasu Someswaran (Chairman)

Mr Deepal Sooriyaarachchi

Mr A L Weerasinghe

**Remuneration Committee**

Mr Deepal Sooriyaarachchi (Chairman)

Mr Thirunavukarasu Someswaran

Mr Mahmud Riad Ameen

**Related Party Transactions Review Committee**

Mr Thirunavukarasu Someswaran (Chairman)

Mr Deepal Sooriyaarachchi

Mr Mahmud Riad Ameen

**Secretaries and Registrars**

S S P Corporate Services (Pvt) Limited

No 101, Inner Flower Road

Colombo 3

Tel: +94112573894

**Auditors**

Ms KPMG

Chartered Accountants

32A, Sir Mohamed Macan Marker Mawatha

Colombo 3

Tel: +94112426301

**Bankers**

Sampath Bank PLC

110, Sir James Peiris Mawatha

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Tel: +94112303050

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