



PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS

FOURTH QUARTER 2016/2017

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

STATEMENT OF FINANCIAL POSITION

	Group		Company	
	As at 31 March		As at 31 March	
	2017	2016 Audited	2017	2016 Audited
ASSETS				
	Rs	Rs	Rs	Rs
Non - Current Assets				
Property, plant and equipment	1,397,781,764	507,272,237	211,603,788	217,310,713
Intangible assets	466,544,157	468,214,884	2,454,137	3,696,297
Other investments	-	-	-	-
Investment in subsidiaries	-	-	1,142,177,694	1,142,177,694
Capital work in progress	-	710,653,427	-	-
	1,864,325,920	1,686,140,548	1,356,235,620	1,363,184,704
Current Assets				
Trade and other receivables	88,445,052	55,367,035	11,705,427	11,651,132
Due from related parties	-	-	440,165,442	330,569,731
Financial Assets	878,393	65,705,848	878,393	20,217,184
Cash and cash equivalents	5,156,403	39,174,987	402,791	11,332,808
	94,479,848	160,247,870	453,152,053	373,770,855
TOTAL ASSETS	1,958,805,768	1,846,388,418	1,809,387,672	1,736,955,559
EQUITY AND LIABILITIES				
Equity				
Stated capital	630,000,000	630,000,000	630,000,000	630,000,000
Revaluation reserves	88,024,541	88,024,541	59,079,041	59,079,041
Retained earnings	358,634,560	400,581,182	195,213,385	272,372,871
Equity attributable to equity holders of the parent	1,076,659,101	1,118,605,723	884,292,426	961,451,912
Non controlling interest	40,337,187	39,082,878	-	-
Total Equity	1,116,996,288	1,157,688,601	884,292,426	961,451,912
Non-Current Liabilities				
Retirement benefit obligations	4,979,027	3,502,078	4,493,782	3,194,597
Finance lease obligations	3,095,167	-	-	-
Interest bearing loans	703,259,314	639,104,245	700,000,000	635,000,000
Deferred tax liabilities	39,603,475	35,771,324	16,554,119	14,032,620
	750,936,983	678,377,647	721,047,901	652,227,217
Current Liabilities				
Accruals and other payables	28,146,397	5,168,928	10,548,978	1,809,655
Finance lease obligations	618,713	-	-	-
Interest bearing loans	25,845,666	775,913	-	-
Due to related parties	-	568,281	181,107,764	120,824,454
Income tax payable	(554,297)	3,809,048	336,263	642,321
Bank Over Draft	36,816,018	-	12,054,341	-
	90,872,498	10,322,170	204,047,345	123,276,430
Total Liabilities	841,809,481	688,699,817	925,095,246	775,503,647
TOTAL EQUITY AND LIABILITIES	1,958,805,769	1,846,388,418	1,809,387,672	1,736,955,559
Net asset per share	2.23	2.24	1.77	1.92

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
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
Dr Prathap Ramanujam
Chairman / Chief Executive Officer
24.May.17

Sgd
Mr D Pushparajah
Director

PANASIAN POWER PLC

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STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 31 March				Year ended 31 March			
	Group		Company		Group		Company	
	2017	2016	2017	2016	2017	2016 Audited	2017	2016 Audited
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue	58,868,759	58,256,664	3,707,838	21,703,216	204,567,314	287,187,421	125,395,386	166,548,590
Cost of electricity Generated	(13,087,570)	(12,008,670)	(4,669,858)	(6,749,044)	(40,765,723)	(47,277,087)	(19,612,767)	(27,883,311)
Gross profit	45,781,189	46,247,994	(962,020)	14,954,172	163,801,591	239,910,334	105,782,619	138,665,279
Administrative expenses	(12,854,717)	(12,739,333)	(6,699,622)	(6,944,445)	(48,902,943)	(42,536,064)	(27,498,729)	(28,550,140)
Other operating income	-	2,792,793	-	2,792,793	2,150,000	2,792,793	2,150,000	38,949,183
Operating profit	32,926,472	36,301,454	(7,661,642)	10,802,520	117,048,649	200,167,063	80,433,890	149,064,322
Finance cost	(23,645,599)	(12,899,536)	(23,344,101)	(13,435,529)	(78,553,985)	(50,039,682)	(79,772,727)	(51,622,337)
Profit before taxation	9,280,873	23,401,919	(31,005,743)	(2,633,010)	38,494,664	150,127,381	661,163	97,441,985
Income tax expense	-	(6,220,552)	-	(2,982,290)	(3,832,153)	(15,220,196)	(2,521,501)	(3,750,500)
(Loss) / Profit for the period	9,280,873	17,181,367	(31,005,743)	(5,615,300)	34,662,510	134,907,185	(1,860,338)	93,691,485
Other comprehensive income for the Year								
- Actuarial gain/(loss) on defined benefit obligation	(394,248)	(105,763)	(332,386)	(125,710)	(394,248)	145,657	(332,386)	125,710
- Deferred tax effect on actuarial gain or loss	39,425	10,576	33,238	12,571	39,425	(14,965)	33,238	(12,571)
Total comprehensive (expense) / income for the period	8,926,050	17,086,180	(31,304,891)	(5,728,439)	34,307,687	135,037,877	(2,159,486)	93,804,624
Attributable to:								
Owners of the parent	6,997,480	17,398,788	(31,304,891)	(5,728,439)	33,053,378	135,406,296	(2,159,486)	93,804,624
Non-controlling interest	1,928,570	(312,608)	-	-	1,254,310	(368,419)	-	-
	8,926,050	17,086,180	(31,304,891)	59,230,445	34,307,687	135,037,877	(2,159,486)	93,804,624
EPS	0.02	0.03	-0.06	-0.01	0.07	0.27	0.00	0.19

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STATEMENT OF CHANGES IN EQUITY

Group	Stated Capital				Total
	Ordinary Shares Rs.	Revaluation Reserves Rs.	Retained Earnings Rs.	Non-Controlling Interest	
Balance as at 01 April 2015	630,000,000	88,024,541	490,174,886	39,451,297	1,247,650,724
Non Controlling Interest	-	-	-	-	-
Transactions with the owners recorded directly in equity					
- Dividends paid	-	-	(225,000,000)	-	(225,000,000)
Total comprehensive income for the period					
- Profit for the period	-	-	135,406,296	(368,419)	135,037,877
- Other comprehensive income	-	-	-	-	-
Balance as at 31st March 2016	630,000,000	88,024,541	400,581,182	39,082,878	1,157,688,600
Balance as at 01 April 2016	630,000,000	88,024,541	400,581,182	39,082,877	1,157,688,600
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	-	-	33,053,378	1,254,310	34,307,687
- Other comprehensive income	-	-	-	-	-
Balance as at 31st March 2017	630,000,000	88,024,541	358,634,560	40,337,187	1,116,996,288

Company	Stated Capital			Total
	Ordinary Shares Rs.	Revaluation Reserves Rs.	Retained Earnings Rs.	
Balance as at 01 April 2015	630,000,000	59,079,041	403,568,247	1,092,647,288
Transactions with the owners recorded directly in equity				
- Dividends paid	-	-	(225,000,000)	(225,000,000)
Total comprehensive income for the period				
- Profit for the period	-	-	93,804,624	93,804,624
- Other comprehensive income	-	-	-	-
Balance as at 31st March 2016	630,000,000	59,079,041	272,372,871	961,451,912
Balance as at 01 April 2016	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	-	-	(2,159,486)	(2,159,486)
- Other comprehensive income	-	-	-	-
Balance as at 31st March 2017	630,000,000	59,079,041	195,213,385	884,292,426

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STATEMENT OF CASHFLOW

For the year ended 31 March

	Group		Company	
	2017	2016 Audited	2017	2016 Audited
	Rs	Rs	Rs	Rs
Cash flows from operating activities				
Profit before taxation	38,494,664	150,127,381	661,163	97,441,984
Adjustments for:				
Depreciation on property, plant and equipment	23,019,643	17,139,943	8,057,081	8,734,178
Amortization of intangible asset	1,670,728	1,670,732	1,242,160	1,242,161
Provision for retiring gratuity	1,910,314	841,401	1,726,363	748,394
Dividend income	-	-	-	(36,156,390)
Intangible / Fixed Assets Written off	-	278,464	-	278,464
Creditors written back	-	-	-	-
Profit on sale of fixed assets	(2,150,000)	(2,792,793)	(2,150,000)	(2,792,793)
Interest income	(2,230,256)	(2,757,689)	(1,062,130)	(1,067,344)
Interest expense	81,835,057	52,797,371	80,834,857	52,689,681
Cash flow from operating activities before working capital changes	142,550,150	217,304,810	89,309,494	121,118,336
(Increase) / Decrease in receivables	(33,078,018)	34,594,977	(54,294)	17,468,469
(Increase) / Decrease in related company receivables	-	-	(109,595,711)	(30,475,958)
Increase / (Decrease) in related company payables	(568,281)	(18,319,137)	60,283,310	(3,282,993)
Increase / (Decrease) in payables	22,977,470	189,427	8,739,323	(3,972,874)
Cash flow from operating activities	131,881,321	233,770,076	48,682,121	100,854,979
Interest paid	(81,835,057)	(52,797,371)	(80,834,857)	(52,689,681)
Income tax	(4,057,287)	(6,664,920)	-	-
Retiring gratuity paid	-	(59,252)	-	(445,409)
Net cash flow from / (used in) operating activities	45,988,977	174,248,533	(32,152,736)	47,719,889
Cash flows (used in) / from investing activities				
Purchase of property, plant and equipment	(202,875,743)	(15,519,011)	(2,350,157)	(6,304,160)
Investment in unit trust	(15,000,000)	(65,000,000)	(15,000,000)	(20,000,000)
withdrawal from unit trust	80,005,848	-	14,300,000	-
Proceed from sale of property, plant and equipment	2,150,000	3,100,000	2,150,000	3,100,000
Investment in capital work in progress	-	(28,419,104)	-	-
Dividend received	-	-	-	36,156,390
Interest received	2,230,256	2,051,841	1,062,130	850,160
Net cash flows (used in) / from investing activities	(133,489,639)	(103,786,273)	161,973	13,802,390
Cash flows from financing activities				
Proceeds from term loan	90,000,000	5,000,000	65,000,000	-
Proceeds from finance lease obligations	4,095,000	-	-	-
Repayment of term loan	(775,178)	(2,203,578)	-	(2,083,736)
Fund Transfer	-	-	-	67,500,000
Dividend paid	(75,000,000)	(225,000,000)	(75,000,000)	(225,000,000)
Tax on dividend paid by subsidiaries	-	(3,975,377)	-	-
Payment of finance lease obligation	(381,120)	-	-	-
Net cash flows from financing activities	17,938,702	(226,178,955)	(10,000,000)	(159,583,736)
Net (decrease) in cash and cash equivalents	(69,561,961)	(155,716,695)	(41,990,763)	(98,061,457)
Cash and cash equivalents at the beginning of the year	39,174,987	194,891,682	31,549,992	109,394,267
Cash and cash equivalents at the end of the period	(30,781,223)	39,174,987	(10,773,157)	11,332,808
Analysis of cash and cash equivalents				
Cash in hand and cash at bank	(30,781,223)	39,174,987	(10,773,157)	11,332,808

Above figures are provisional and subject to audit

PANASIAN POWER PLC
INTERIM FINANCIAL STATEMENTS - THIRD QUARTER 2016/2017
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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 into effect from 01 January 2012 (SLFRS/LKAS). There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report for the financial year 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 31 December 2017 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 24 May 2017
- 4 The increase in finance cost during the period is due to the loan obtained from Sampath Bank PLC for Rs 700,000,000 for the acquisition and construction of balance work of Padiyapelella Hydropower Limited
- 5 The group had no significant contingent liabilities outstanding as at the Balance Sheet date.
- 6 No circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the financial statements.
- 7 The number of shares representing the stated capital is 500,000,000 ordinary shares amounting to Rs 630,000,000
- 8 The Company declared and paid an interim dividend of Rs.0.15 per share amounting to Rs 75,000,000 on 06 September 2016

9 Market value per share as at 31 March	2017	2016
	Rs	Rs
Highest	3.50	3.20
Lowest	2.90	2.50
Closing	3.20	3.00

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EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS (Contd)

10 The Public Share Holding Percentage as at 31 March 2016 was 38.59%

Parent Company	-	
Subsidiary Companies or Associate Companies	-	
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	
	<u>2,802,149</u>	
Directors' holding	2,525,000	
Holding of 10% or more		
Amana Bank Limited / Vidullanka PLC	41,124,330	
Vidullanka PLC	9,258,233	
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 Mohmed Firdouse	10,000,855	
Seylan Bank PLC/Dr.T.Senthilvel	131,004,937	
Sampath Bank PLC/Dr.T.Senthilvel	10,250,000	
Spouses and children under 18 of Directors	705,000	
Total	<u>307,051,414</u>	61.41%
Public holding	<u>192,948,586</u>	38.59%
Stated Capital	<u>500,000,000</u>	100%

The number of shareholders representing the public holding was 5,962

11 Directors' shareholding as at 31 March 2017 was as follows:

Name of the Director	Number of shares
Dr P Ramanujam	2,350,000
Mr S M Farook	175,000
Total	<u>2,525,000</u>

12 Twenty major shareholders of the Company as at 31 March 2017

Name	No of Shares	%
Seylan Bank PLC/ Thirugnanasambandar Senthilvel	131,004,937	26.2
Weswin Power (Private) Limited	58,562,660	11.71
Amana Bank Limited/Vidullanka PLC	41,124,330	8.22
Resus Energy PLC	36,500,000	7.3
Omega Group (Pvt) Ltd	24,700,000	4.94
Global Rubber Industries Private Ltd	16,292,300	3.26
Power Hub Green Energy (Private) Ltd	16,118,250	3.22
Commercial Bank of Ceylon PLC/A.Kpathirage	11,000,000	2.2
Sampath Bank PLC/Dr.T.Senthilvel	10,250,000	2.05
Mr Mohamed Firdouse Farook	10,000,855	2
Vidul Lanka PLC	9,258,233	1.85
Mr.Prabhash Subasinghe	5,848,150	1.17
Mr Zulficar Ahamed Mohamed Thahir	5,500,000	1.1
Softlogic Life Insurance PLC - A/C 02(Life Fund)	3,090,000	0.62
Mr.Pattiyapawulage Don Raj Rohitha Weeraratne	2,800,000	0.56
Mr.Hurbert Beruwalage	2,764,200	0.55
panasian Banking Corporation/Almar International (Pvt) Ltd	2,437,517	0.49
Seylan Bank PLC/ Jayantha Dewage	2,426,000	0.49
Cocoshel Activated Carbon Company Limited	2,400,089	0.48
Dr. Prathap Ramanujam	2,350,000	0.47
	<u>394,427,521</u>	<u>78.88</u>

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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 Riyaz Sangani
Mr S M Farook
Mr A L Weerasinghe

Audit Committee

Mr Deepal Sooriyaarachchi
Mr A L Weerasinghe

Remuneration Committee

Mr Deepal Sooriyaarachchi (Chairman)
Mr S M Farook (Appointed w.e.f. 21 November 2016)

Related Party Review Committee

Mr Deepal Sooriyaarachchi
Mr A L Weerasinghe (Appointed w.e.f. 21 November 2016)

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
Colombo 2
Tel: +94112303050

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