

VALLIBEL POWER ERATHNA PLC

INTERIM FINANCIAL STATEMENTS

Second Quarter

for the six months ended 30th September 2026

Consolidated Statement of Financial Position

As at	Group		Company	
	30.09.2026 Rs.	31.03.2026 Rs. (Audited)	30.09.2026 Rs.	31.03.2026 Rs. (Audited)
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	3,465,960,070	3,523,574,334	2,396,617,252	2,432,511,899
Capital Work-in Progress	16,481,970	8,870,789	16,481,970	8,870,789
Right-to-use of Assets	26,185,442	27,248,779	922,977	993,976
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	7,032,723	12,353,369	3,628,969	3,771,282
Other non-current asset	4,500,000	4,500,000	-	-
Deferred Tax Asset	170,885,644	250,874,880	170,885,644	250,874,880
	3,691,045,850	3,827,422,151	3,410,156,793	3,518,642,806
Current Assets				
Inventories	48,963,868	39,385,730	20,658,833	9,368,223
Trade & Other Receivables	798,640,343	273,598,032	311,479,683	183,264,429
Amounts Due from Related Parties	760,336	1,154,154	1,282,615	4,416,616
Cash and cash equivalents	1,034,966,802	1,032,449,885	591,420,599	128,318,889
	1,883,331,348	1,346,587,801	924,841,730	325,368,157
Total Assets	**5,574,377,198**	**5,174,009,952**	**4,334,998,523**	**3,844,010,963**
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	2,564,923,218	2,067,550,971	1,740,528,686	1,135,662,751
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	3,739,288,496	3,241,916,249	2,914,893,964	2,310,028,029
Non - Controlling Interest	241,484,816	256,581,427	-	-
Total Equity	3,980,773,312	3,498,497,676	2,914,893,964	2,310,028,029
Non-Current Liabilities				
Retirement Benefit Obligations	82,434,070	96,917,808	52,395,854	68,678,732
Deferred Tax Liability	31,276,200	32,315,679	-	-
Interest Bearing Borrowings	1,133,998,286	1,157,445,626	1,133,998,286	1,157,445,626
Lease Liability	34,289,939	34,929,065	1,419,952	1,345,218
	1,281,998,495	1,321,608,178	1,187,814,091	1,227,469,576
Current Liabilities				
Accruals and other payables	59,396,571	121,337,303	43,141,284	108,940,530
Interest Bearing Borrowings	188,999,714	138,893,475	188,999,714	138,893,475
Lease Liability	2,226,152	2,226,152	149,469	149,469
Amount Due to Related Parties	-	58,529,884	-	58,529,884
Current tax liabilities	60,982,954	32,917,284	-	-
	311,605,391	353,904,098	232,290,468	306,513,358
Total Equity and Liabilities	**5,574,377,198**	**5,174,009,952**	**4,334,998,523**	**3,844,010,963**
Net Asset Per Share	**5.01**	**4.34**	**3.90**	**3.09**

These Financial Statements are in compliance with the requirements of the Companies Act, No. 7 of 2007.

Sgd.

Sajithra Thanoj
Accountant

Sgd.

Russell De Zilva
Jt.CEO

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

Sgd.

Devika Weerasinghe
Director

November 12, 2026 / Colombo

Consolidated Statement of Profit or Loss

For the Six months ended 30th September	Group						Company					
	Quarter			Six Months			Quarter			Six Months		
	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %	2026 Rs.	2025 Rs.	Change %
Revenue from contracts with customers	571,279,992	352,330,324	62	1,106,662,750	776,469,509	43	248,959,450	113,386,462	120	478,806,800	235,068,010	104
Direct Costs	(80,337,331)	(49,887,542)	61	(161,230,903)	(96,717,039)	67	(50,061,393)	(16,796,531)	198	(97,514,340)	(33,037,773)	195
Gross Profit	490,942,660	302,442,782	62	945,431,847	679,752,470	39	198,898,056	96,589,932	106	381,292,459	202,030,237	89
Other Income	-	-	-	-	-	-	430,010,739	-	100	430,010,739	-	-
Administration Expenses	(51,415,691)	(46,746,112)	10	(111,397,726)	(96,633,965)	15	(28,978,215)	(23,771,243)	22	(64,277,230)	(49,458,849)	30
Other Operating Expenses	(2,536,519)	(1,316,879)	93	(2,972,453)	(2,119,297)	40	(2,452,399)	(1,289,879)	90	(2,789,733)	(1,786,112)	56
Finance Cost	(38,639,866)	(916,466)	>999	(75,016,260)	(1,922,980)	>999	(36,953,726)	(40,948)	>999	(73,330,120)	(81,896)	>999
Finance Income	24,950,848	10,864,410	130	41,719,512	21,036,523	98	12,727,720	3,891,172	227	13,949,055	9,503,525	47
Profit Before Tax	423,301,431	264,327,735	60	797,764,920	600,112,752	33	573,252,176	75,379,034	660	684,855,171	160,206,906	327
Income Tax Expenses	(168,047,955)	(57,794,426)	191	(241,259,270)	(125,572,425)	92	(49,109,454)	(26,542,809)	85	(79,989,236)	(55,698,915)	44
Net Profit For the Period	255,253,476	206,533,310	24	556,505,650	474,540,327	17	524,142,722	48,836,225	973	604,865,935	104,507,990	479
Attributable to:												
Owners of Vallibel Power Erathna PLC	224,632,261	186,063,603	21	497,372,248	426,607,228	17	524,142,722	48,836,225	973	604,865,935	104,507,990	479
Non Controlling Interest	30,621,215	20,469,707	50	59,133,402	47,933,099	23	-	-	-	-	-	-
	255,253,476	206,533,310	24	556,505,650	474,540,327	17	524,142,722	48,836,225	973	604,865,935	104,507,990	479
Basic Earnings Per Share	0.30	0.25		0.66	0.57		0.70	0.07		0.81	0.14	

Consolidated Statement of Comprehensive Income

For the Six months ended 30th September	Group						Company					
	Quarter			Six Months			Quarter			Six Months		
	2026	2025	Change	2026	2025	Change	2026	2025	Change	2026	2025	Change
	Rs.	Rs.	%	Rs.	Rs.	%	Rs.	Rs.	%	Rs.	Rs.	%
Net Profit for the Period	255,253,476	206,533,310	24	556,505,650	474,540,327	17	524,142,722	48,836,225	973	604,865,935	104,507,990	479
Total Other Comprehensive Income /(Loss)	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the period, net of Tax	255,253,476	206,533,310	24	556,505,650	474,540,327	17	524,142,722	48,836,225	973	604,865,935	104,507,990	479
Attributable to:												
Owners of Vallibel Power Erathna PLC	196,120,074	158,600,211	24	497,372,248	426,607,228	17	524,142,722	48,836,225	973	604,865,935	104,507,990	479
Non Controlling Interest	59,133,402	47,933,099	23	59,133,402	47,933,099	23	-	-		-	-	-
	255,253,476	206,533,310	24	556,505,650	474,540,327	17	524,142,722	48,836,225	973	604,865,935	104,507,990	479

Consolidated Statement of Cash Flows

For the Six months ended 30th September	Group		Company	
	2026 Rs.	2025 Rs.	2026 Rs.	2025 Rs.
Cash Flows from/(Used in) Operating Activities				
Net Profit Before Income Tax Expense	797,764,920	600,112,752	684,855,171	160,206,906
Adjustments for				
Amortization of Intangible Assets	5,320,646	5,320,646	142,313	142,313
Amortization of Right of Use Assets	1,063,336	2,570,032	70,999	70,999
Depreciation	83,473,303	38,411,200	60,701,682	15,699,474
Provision for Retirement Benefit Obligations	3,799,143	3,605,880	2,000,000	2,000,000
Adjustment for Right of Use Assets	-	406,511	-	-
Dividend Income	-	-	(430,010,739)	-
Finance Income	(41,719,512)	(21,036,523)	(13,949,055)	(9,503,525)
Finance Cost	75,016,260	1,922,980	73,330,120	81,896
Operating Profit Before Working Capital Changes	924,718,095	631,313,479	377,140,489	168,698,062
(Increase)/ Decrease in Inventories	(9,578,138)	(1,580,791)	(11,290,611)	858,455
(Increase)/ Decrease in Trade and Other Receivables	(518,228,474)	(157,789,908)	(119,472,590)	(60,626,632)
(Increase)/ Decrease in Amounts Due from Related Parties	393,818	821,759	3,134,000	1,108,748
Increase / (Decrease) in Trade and Other Payables	(64,340,732)	(97,016,922)	(65,799,246)	356,880
Increase / (Decrease) in Amounts Due to Related Parties	(58,529,884)	-	(58,529,884)	-
Cash Generated from /(used in) Operating Activities	274,434,686	375,747,617	125,182,158	110,395,513
Finance Cost Paid	(73,255,385)	(90,048)	(73,255,385)	-
Finance Income Received	34,998,026	23,170,151	5,298,742	11,377,844
Retirement Benefit Obligations Paid	(18,282,878)	-	(18,282,878)	-
Taxes Paid	(134,336,195)	(129,310,772)	(92,350)	(39,376,887)
Net Cash from / (used in) Operating Activities	83,558,253	269,516,948	38,850,287	82,396,470
Cash Flows From / (Used in) Investing Activities				
Acquisitions of Property, Plant & Equipments	(33,470,221)	(1,074,646,559)	(32,418,214)	(1,074,532,219)
Dividend Received	-	-	430,010,739	-
Net Cash Flow from / (Used In) Investing Activities	(33,470,221)	(1,074,646,559)	397,592,525	(1,074,532,219)
Cash Flows from /(Used in) Financing Activities				
Proceeds from Interest Bearing Borrowings	75,660,899	708,872,196	75,660,899	708,872,195.80
Repayments of Interest Bearing Borrowings	(49,002,000)		(49,002,000)	
Principal Elements of Lease Payments	-	(2,309,693)	-	-
Dividends Paid	(74,230,013)	-	-	-
Net Cash Flows From / (Used In) Financing Activities	(47,571,114)	706,562,502	26,658,899	708,872,196
Net Increase / (Decrease) In Cash & Cash Equivalents	2,516,917	(98,567,108)	463,101,710	(283,263,553)
Cash and Cash Equivalents at the Beginning of the Period (Note A)	1,032,449,885	931,760,488	128,318,889	542,980,238
Cash and Cash Equivalents at the End of the Period (Note B)	1,034,966,802	833,193,380	591,420,599	259,716,685
Note A				
Cash and Cash Equivalents at the Beginning of the Period				
Cash in Hand & at Bank	39,946,741	77,631,269	11,725,896	74,245,309
Investments in short-term deposits (Matuiry period < 3 months)	992,503,143	854,129,219	116,592,993	468,734,929
	1,032,449,885	931,760,488	128,318,889	542,980,238
Note B				
Cash and Cash Equivalents at the End of the Period				
Cash in Hand & at Bank	25,969,809	24,323,858	19,877,435	16,849,844
Investments in short-term deposits (Matuiry period < 3 months)	1,008,996,993	808,869,521	571,543,164	242,866,840
	1,034,966,802	833,193,380	591,420,599	259,716,685

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 2025	1,174,365,278	1,252,560,268	178,619,814	2,605,545,360
Net Profit for the Period	-	426,607,228	47,933,099	474,540,327
Balance as at 30th September 2025	1,174,365,278	1,679,167,496	226,552,913	3,080,085,687
Balance as at 01st April 2026	**1,174,365,278**	**2,067,550,969**	**256,581,427**	**3,498,497,676**
Net Profit for the Period	-	497,372,248	59,133,402	556,505,650
Dividend	-	-	(74,230,013)	(74,230,013)
Balance as at 30th September 2026	**1,174,365,278**	**2,564,923,218**	**241,484,816**	**3,980,773,312**

Company

	Stated Capital Rs.	Accumulated Profit Rs.	Total Equity Rs.
Balance as at 01st April 2025	1,174,365,278	842,895,543	2,017,260,821
Net Profit for the Period	-	104,507,990	104,507,990
Balance as at 30th September 2025	1,174,365,278	947,403,534	2,121,768,811
Balance as at 01st April 2026	**1,174,365,278**	**1,135,662,751**	**2,310,028,029**
Net Profit for the Period	-	604,865,935	604,865,935
Balance as at 30th September 2026	**1,174,365,278**	**1,740,528,686**	**2,914,893,964**

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 2026 were authorised for issue by the Board of Directors on 12th November 2026.

3. The financial statements for the period ended 30th September 2026, 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 2026 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 2026. 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. The company received a net dividend (after tax) income of Rs.430,010,739/- from its subsidiary on 13th July 2026.

7. **Contingent Liability**

   As at 30th September 2026, 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.

8. **Operating Segment Information**

For the six months ended 30th September 2026

		Dolahena Estate GMSP	**Erathna MHP**	**Denawaka Ganga MHP**	**Kiriwaneliya MHP**	**Group Adjustments**	**Group**
Power Generation	MWh *(Units in Thousand)*	9,085	29,205	14,447	10,379	-	63,243
Revenue	Rs.'000	231,474	247,332	366,855	261,000	-	1,106,662
Gross Profit	Rs.'000	175,968	205,324	329,516	239,068	(4,445)	945,432
Profit After Tax	Rs.'000	4,016	600,849	264,970	197,010	(510,339)	556,506
Total Assets	Rs.'000	2,128,912	2,206,085	1,257,192	895,097	(912,909)	5,574,377
Total Liabilities	Rs.'000	1,332,906	87,198	116,649	151,051	(94,200)	1,593,604

8. Operating Segment Information (Contd/-)

For the six months ended 30th September 2025

		Dolahena Estate GMSP	Erathna MHP	Denawaka Ganga MHP	Kiriwaneliya MHP	Group Adjustments	Group
Power Generation	MWh *(Units in Thousand)*	Nil	28,629	12,812	8,461	-	49,901
Revenue	Rs.'000	Nil	235,068	326,892	214,509	-	776,469
Gross Profit	Rs.'000	Nil	202,030	289,266	192,900	(4,445)	679,752
Profit After Tax	Rs.'000	Nil	104,507	221,946	152,530	(4,445)	474,540
Total Assets	Rs.'000	Nil	3,121,907	1,204,809	804,973	(906,682)	4,225,007
Total Liabilities	Rs.'000	Nil	1,000,138	103,506	138,142	(96,864)	1,144,922

9. The age analysis of Trade Receivables which is due from Ceylon Electricity Board as at 30th September 2026

	Company		Group	
As at	**30.09.2026**	**31.03.2026** *(Audited)*	**30.09.2026**	**31.03.2026** *(Audited)*
	Rs.	**Rs.**	**Rs.**	**Rs.**
Below 30 days	83,509,474	53,601,747	184,005,763	101,613,911
30 – 60 days	90,833,192	38,876,234	385,015,802	63,097,724
60 – 180 days	72,358,357	49,565,455	140,422,884	49,565,455
Over 180 days	-	-	-	-
Total	**246,701,023**	**142,043,436**	**709,444,449**	**214,277,089**

10. Related Party Transactions with the Company

For the Period Ended	30-09-2026 Rs.	30-09-2025 Rs.
10.1. **Key Management Personal (KMP)**		
Directors Remuneration	(3,333,333)	(2,239,583)
Key Management Compensation	(11,913,865)	(8,983,514)
Post-Employment Benefit Paid	18,282,878	Nil
Close Family Members of KMP	Nil	Nil
10.2 **Country Energy (Pvt) Ltd - Subsidiary**		
Net operating expenses incurred on behalf of the Company	(14,518,809)	(23,678,944)
Settlement of operating expenses by the Company	17,258,991	23,965,932

10. Related Party Transactions with the company (Contd/-)

10.3 Other Related companies

For the Period Ended	30-09-2026 Rs.	30-09-2025 Rs.
10.3.1 **Alternate Power Systems (Pvt) Ltd (APSL)**		
Net operating expenses incurred on behalf of Company	(2,690,177)	(14,298,723)
Settlement of operating expenses by Company	3,083,995	15,120,481
10.3.2 **Vallibel Finance PLC**		
Investments in Fixed Deposit	Nil	(2,528,493)
Withdrawal of Fixed Deposit	Nil	(119,263,416)
FD Interest Received	Nil	522,125
10.3.3 **Hayleys PLC**		
Payment for rent and services	(1,705,438)	(2,030,467)
10.3.4 **Singer Sri Lanka PLC**		
Purchase of goods	(2,652,985)	Nil
10.3.5 **Hayleys Fentons Ltd**		
Purchase of goods	(4,593,740)	Nil
10.3.6 **Delmege Forsyth & Co Ltd**		
Payment for Goods and Services	(1,937,417)	Nil

10.3.7 During the period, the company paid Rs.58,529,884/- to Hayleys Fentons Ltd for the due amount of the EPC value incurred on the solar project.

11. 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.

12. Share Information

12.1. The public shareholding percentage as at 30th September 2026 was 40.517%, comprising of 8,863 shareholders.

12.2. The Float Adjusted Market Capitalization as at 30th September 2026 is Rs.4,540,599,690/-. The Company complies with option 4 of the Listing Rules 7.13.1 (i) (a).

12.3. Market price per share

For the period ended	30-09-2026 Rs.	30-09-2025 Rs.
Market Price – Highest	15.90	18.20
Market Price – Lowest	14.70	13.50
Market Price – Last Traded	15.00	17.10

12.4. Directors' shareholding as at 30th September 2026

Director	No. of Shares
Mr. Harsha Amarasekera	30
Mr. Prabodha Sumanasekera	150,000
Mr. Haresh Somashantha	15,000
Ms. Dinusha Bhaskaran	Nil
Ms. Devika Weerasinghe	Nil
Mr. Dinesh Mendis	Nil
Mr. Gamini Gunaratne	Nil

12.5 Major Shareholders as at 30th September2026

	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 Life Ltd Participating Portfolio A/C 01	35,501,345	4.752
4.	Mr K.D.H. Perera	18,750,000	2.510
5.	Mr K.D.A. Perera	18,750,000	2.510
6.	Mr. P.P. Subasinghe	16,423,737	2.198
7.	Mackenzie Capital Ltd	15,850,000	2.122
8.	Perera and Sons Bakers Pvt Limited	10,000,000	1.338
9.	Ms K.D.C. Samanthi	9,375,000	1.255
10.	N P Capital Ltd	9,000,000	1.205
11.	DFCC Bank PLC A/C 1	8,704,215	1.165
12.	Employees Trust Fund Board	7,482,091	1.001
13.	Mr. S.M. Jayasooriya	5,593,056	0.749
14.	Mr. M.F. Hashim	5,318,387	0.712
15.	Sampath Bank PLC/Dr.Mayuramana Dewolage	4,125,904	0.552
16.	Dr. S.P. Jayawardena	3,503,945	0.469
17.	Mr. D.D. Gunaratne	3,400,000	0.455
18.	Mr. D.D.K. Rajapaksa	3,002,800	0.402
19.	Mr. B.C. Tay	3,000,000	0.402
20.	Sri Lanka Insurance Corporation Life Ltd Participating Portfolio A/C 04	2,502,504	0.335
21.	Mrs. A.R.N. Perera	2,092,211	0.280
	Total Major Shareholding	**626,613,250**	**83.8%**
	Other shareholding	120,496,481	16.2%
	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. Harsha Amarasekera - Chairman
Mr. Prabodha Sumanasekera
Mr. Haresh Somashantha
Ms. Dinusha Bhaskaran
Ms. Devika Weerasinghe
Mr. Dinesh Mendis
Mr. Gamini Gunaratne

Registered Office

No. 25, Foster Lane, Colombo 10
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
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
Sampath Bank PLC