



PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS

SECOND QUARTER 2015/2016

PANASIAN POWER PLC
INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2015/2016
PROVISIONAL FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION

ASSETS	Group			Company		
	Six months ended 30 September		As at 31 March 2015 Audited	Six months ended 30 September		As at 31 March 2015 Audited
	2015	2014		2015	2014	
	Rs	Rs	Rs	Rs	Rs	
Non - Current Assets						
Property, plant and equipment	507,278,801	501,388,340	508,893,170	221,044,257	208,098,127	219,740,730
Intangible assets	469,014,544	470,971,217	470,164,081	4,317,379	5,809,771	5,216,922
Other investments	-	-	-	-	-	-
Investment in subsidiaries	-	-	-	1,142,177,694	1,107,177,694	1,142,177,694
Capital work in progress	695,627,475	658,634,875	682,276,323	-	4,475,946	-
	1,671,920,820	1,630,994,432	1,661,333,574	1,367,539,330	1,325,561,538	1,367,135,346
Current Assets						
Trade and other receivables	62,671,618	114,408,192	89,962,011	48,795,961	70,542,550	29,119,601
Due from related parties	-	1,539,584	-	306,833,465	270,170,930	292,093,773
Cash and cash equivalents	108,618,325	97,089,002	194,891,682	33,857,059	62,727,645	109,394,267
	171,289,943	213,036,778	284,853,693	389,486,485	403,441,125	430,607,641
TOTAL ASSETS	1,843,210,763	1,844,031,210	1,946,187,267	1,757,025,815	1,729,002,663	1,797,742,986
EQUITY AND LIABILITIES						
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	402,914,547	394,482,164	490,174,886	293,644,593	242,896,877	403,568,247
Equity attributable to equity holders of the parent	1,120,939,088	1,112,506,705	1,208,199,427	982,723,634	931,975,918	1,092,647,288
Non controlling interest	39,417,139	40,370,918	39,451,297	-	-	-
Total Equity	1,160,356,227	1,152,877,623	1,247,650,723	982,723,634	931,975,918	1,092,647,288
Non-Current Liabilities						
Retirement benefit obligations	2,865,586	1,887,949	2,865,586	2,571,913	1,511,636	2,571,913
Finance lease obligations	-	-	-	-	-	-
Interest bearing loans	635,000,000	1,457,655	635,611,308	635,000,000	1,457,655	635,611,308
Deferred tax liabilities	30,584,999	26,769,380	28,554,041	11,275,802	9,953,192	10,507,594
	668,450,585	30,114,984	667,030,935	648,847,715	12,922,483	648,690,815
Current Liabilities						
Accruals and other payables	11,609,353	20,645,718	23,488,064	7,239,310	3,124,502	5,092,648
Finance lease obligations	-	874,673	-	-	362,430	-
Interest bearing loans	1,271,076	1,313,835	1,472,428	1,271,076	1,313,835	1,472,428
Due to related parties	-	1,401,724	378,854	116,539,803	142,569,141	49,297,328
Income tax payable	1,523,523	1,802,653	6,166,263	404,276	1,734,354	542,479
Short term loan	-	635,000,000	-	-	635,000,000	-
	14,403,951	661,038,603	31,505,609	125,454,465	784,104,262	56,404,883
Total Liabilities	682,854,537	691,153,587	698,536,544	774,302,180	797,026,745	705,095,698
TOTAL EQUITY AND LIABILITIES	1,843,210,763	1,844,031,210	1,946,187,267	1,757,025,815	1,729,002,663	1,797,742,986
Net asset per share	2.32	2.23	2.42	1.97	1.86	2.19

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 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
 11.Nov.15

Sgd
Mr T Someswaran
 Director

PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2015/2016

PROVISIONAL FINANCIAL STATEMENTS

STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 30 September				Six months ended 30 September			
	Group		Company		Group		Company	
	2015	2014	2015	2014	2015	2014	2015	2014
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue	49,139,432	77,664,977	46,967,772	67,461,391	135,085,780	119,215,084	95,486,109	98,782,768
Cost of electricity Generated	(14,782,106)	(8,779,896)	(9,703,099)	(4,242,774)	(24,100,619)	(15,914,817)	(14,772,322)	(7,973,068)
Gross profit	34,357,325	68,885,081	37,264,674	63,218,618	110,985,161	103,300,267	80,713,787	90,809,700
Administrative expenses	(11,307,549)	(11,141,330)	(8,261,892)	(10,444,611)	(19,824,598)	(21,999,313)	(14,462,265)	(20,003,867)
Other operating income	-	-	-	31,716,131	-	-	-	-
Operating profit	23,049,776	57,743,751	29,002,781	84,490,137	91,160,563	81,300,954	66,251,522	70,805,833
Finance cost	(12,362,181)	(5,031,247)	(12,713,208)	(5,217,946)	(24,709,263)	(7,184,601)	(25,406,973)	(7,524,033)
Profit before taxation	10,687,596	52,712,504	16,289,573	79,272,192	66,451,300	74,116,353	40,844,549	63,281,800
Income tax expense	(1,042,624)	(1,082,056)	(384,105)	(436,253)	(3,745,796)	(1,840,052)	(768,210)	(551,229)
Profit for the period	9,644,972	51,630,448	15,905,468	78,835,939	62,705,504	72,276,301	40,076,339	62,730,571
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	9,644,972	51,630,448	15,905,468	78,835,939	62,705,504	72,276,301	40,076,339	62,730,571
Attributable to:								
Owners of the parent	9,662,002	51,669,689	15,905,468	78,835,939	62,739,661	72,315,542	40,076,339	62,730,571
Non-controlling interest	(17,030)	(39,241)	-	-	(34,157)	(39,241)	-	-
	9,644,972	51,630,448	15,905,468	78,835,939	62,705,504	72,276,301	40,076,339	62,730,571
EPS	0.02	0.10	0.03	0.16	0.13	0.14	0.08	0.13

Above figures are provisional and subject to audit

PANASIAN POWER PLC
INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2015/2016
PROVISIONAL FINANCIAL STATEMENTS

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 2014	630,000,000	88,024,541	322,166,622	-	1,040,191,163
Non Controlling Interest	-	-	-	40,410,159	40,410,159
Transactions with the owners recorded directly in equity					
- Dividends paid	-	-	-	-	-
Total comprehensive income for the period					
- Profit for the period	-	-	72,315,542	(39,241)	72,276,301
- Other comprehensive income	-	-	-	-	-
Balance as at 30 September 2014	630,000,000	88,024,541	394,482,164	40,370,918	1,152,877,623
Balance as at 01 April 2015	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	-	-	62,739,661	(34,157)	62,705,504
- Other comprehensive income	-	-	-	-	-
Balance as at 30 September 2015	630,000,000	88,024,541	402,914,547	39,417,139	1,160,356,227

Company	Stated Capital			Total
	Ordinary Shares Rs.	Revaluation Reserves Rs.	Retained Earnings Rs.	
Balance as at 01 April 2014	630,000,000	59,079,041	180,166,306	869,245,347
Transactions with the owners recorded directly in equity				
- Dividends paid	-	-	-	-
Total comprehensive income for the period				
- Profit for the period	-	-	62,730,571	62,730,571
- Other comprehensive income	-	-	-	-
Balance as at 30 September 2014	630,000,000	59,079,041	242,896,877	931,975,918
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	-	-	(150,000,000)	(150,000,000)
Total comprehensive income for the period				
- Profit for the period	-	-	40,076,339	40,076,339
- Other comprehensive income	-	-	-	-
Balance as at 30 September 2015	630,000,000	59,079,041	293,644,586	982,723,627

PANASIAN POWER PLC
INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2015/2016
PROVISIONAL FINANCIAL STATEMENTS

STATEMENT OF CASHFLOW

For the six months ended 30 September,

	Group		Company	
	2015	2014	2015	2014
	Rs	Rs	Rs	Rs
Cash flows from operating activities				
Profit before taxation	66,451,300	74,116,353	40,844,549	63,281,800
Adjustments for:				
Depreciation on property, plant and equipment	8,721,262	7,346,121	4,726,328	3,304,402
Amortization of intangible asset	1,149,541	824,669	899,543	610,385
Provision for retiring gratuity	-	-	-	-
Dividend income	-	-	-	-
Interest income	(1,332,047)	(544,479)	(634,337)	(88,817)
Interest expense	26,041,310	7,729,081	26,041,310	7,612,850
Cash flow from operating activities before working capital changes	101,031,365	89,471,745	71,877,393	74,720,620
(Increase) / Decrease in receivables	27,290,393	(47,177,274)	(19,676,360)	(50,412,498)
(Increase) / Decrease in related company receivables	-	(219,584)	(14,739,693)	(268,850,930)
Increase / (Decrease) in related company payables	(378,854)	(253,355,824)	67,242,475	41,520,102
Increase / (Decrease) in payables	(11,878,711)	(5,575,552)	2,146,662	1,629,338
Cash flow from (used in)/ operating activities	116,064,193	(216,856,490)	106,850,477	(201,393,368)
Interest paid	(26,041,310)	(7,729,081)	(26,041,310)	(7,612,850)
Income tax	(6,357,578)	-	(138,203)	-
Net cash flow from operating activities	83,665,305	(224,585,571)	80,670,963	(209,006,218)
Cash flows used investing activities				
Purchase of property, plant and equipment and investment in capital work in progress	(20,458,049)	(29,252,048)	(6,029,849)	(28,118,619)
Investment in intangible assets	-	(560,000)	-	(560,000)
Investment in subsidiaries	-	(260,214,941)	-	(260,620,510)
Dividend received	-	-	-	-
Interest received	1,332,047	544,479	634,337	88,817
Net cash flows (used in) investing activities	(19,126,002)	(289,482,510)	(5,395,512)	(289,210,312)
Cash flows from financing activities				
Proceeds from term loan	-	635,000,000	-	635,000,000
Repayment of Short Term Loan	-	(90,000,000)	-	(90,000,000)
Dividend paid	(150,000,000)	-	(150,000,000)	-
Repayment of term loan	(812,660)	(601,643)	(812,660)	(601,643)
Payment of finance lease obligation	-	(1,019,061)	-	(518,923)
Net cash flows from financing activities	(150,812,660)	543,379,296	(150,812,660)	543,879,434
Net increase in cash and cash equivalents	(86,273,357)	29,311,215	(75,537,208)	45,662,904
Cash and cash equivalents at the beginning of the year	194,891,682	67,777,787	109,394,267	17,064,741
Cash and cash equivalents at the end of the period	108,618,325	97,089,002	33,857,059	62,727,645
Analysis of cash and cash equivalents				
Cash in hand and cash at bank	108,618,325	97,089,002	33,857,059	62,727,645

Above figures are provisional and subject to audit

PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2015/2016

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 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 2014/15. 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 2015 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 2015
- 4 A short term loan of Rs. 635,000,000.00 was taken from Sampath Bank PLC for the acquisition of 90% stake of Padiyapelella Hydropower Limited, a partly completed project. The Offer made by the Bank to convert the above loan to long term was accepted by the Board on 31 March 2015. The increase in finance cost for the period is due to the above loan. Panasian is progressing to complete the balance construction work of the project acquired.
- 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 Shares of the Company were listed on the Colombo Stock Exchange on 07 January 2011
- 9 The Company declared and paid dividends of Rs.0.30 per share amounting to Rs 150,000,000 on 03 June 2015

11 Market value per share as at 30 September	2015	2014
	Rs	Rs
Highest	3.90	2.70
Lowest	3.30	2.30
Closing	3.40	2.70

PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2015/2016
PROVISIONAL FINANCIAL STATEMENTS

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS (C

12 The Public Share Holding Percentage as at 30 September 2015 was 37.97%

Subsidiary Companies or Associate Companies

Resus Energy PLC	146,500,000
Subsidiaries or Associate Companies of Parent Company	-

Indirect Holding

	-
	<u>146,500,000</u>

Directors' holding	2,925,000	
Holding of 10% or more		
Amana Bank Limited / Vidullanka PLC	41,124,330	
Vidullanka PLC	15,374,231	
Weswin Power (Private) Limited	52,832,214	
Omega Group (Private) Limited	24,700,000	
Power Hub Green Energy (Private) Limited	16,118,250	
Mr. Farook Mohmed Firdouse'	10,000,855	
Spouses and children under 18 of Directors	600,000	
Total	<u>310,174,880</u>	62.03%
Public holding	<u>189,825,120</u>	37.97%
Stated Capital	<u>500,000,000</u>	100%

The number of shareholders representing the public holding was 6,523

13 Directors' shareholding as at 30 September 2015 was as follows:

Name of the Director	Number of shares
Dr P Ramanujam	2,350,000
Mr H A S Madanayaka	400,000
Mr S M Farook	175,000
Total	<u>2,925,000</u>

14 Twenty major shareholders of the Company as at 30 September 2015

Name	No of Shares	%
RESUS ENERGY PLC	146,500,000	29.30
WESWIN POWER (PRIVATE) LIMITED	52,832,214	10.57
AMANA BANK LTD/VIDULLANKA PLC	41,124,330	8.22
OMEGA GROUP (PVT) LTD	24,700,000	4.94
POWER HUB GREEN ENERGY (PRIVATE)LIMITED	16,118,250	3.22
VIDULLANKA PLC.	15,374,231	3.07
GLOBAL RUBBER INDUSTRIES PRIVATE LIMITED	13,800,000	2.76
COMMERCIAL BANK OF CEYLON PLC/A.K. PATHIRAGE	12,000,000	2.40
MR. FAROOK MOHAMED FIRDOUSE	10,000,855	2.00
PEOPLE'S LEASING & FINANCE PLC/C.D.KOHOMBANWICKRAMAGE	5,941,816	1.19
MR. THAHIR ZULFICAR AHAMED MOHAMED	5,500,000	1.10
MR. SUBASINGHE PRABHASH	4,434,150	0.89
MR. VAN STARREX HANS ANTON	3,473,798	0.69
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
COCOSHELL ACTIVATED CARBON COMPANY LIMITED	2,549,989	0.51
MR. SAMMOON MOHAMED ARMIL NAJMUL	2,500,000	0.50
SEYLAN BANK PLC/JAYANTHA DEWAGE	2,426,000	0.49
DR. RAMANUJAM PRATHAP	2,350,000	0.47
	<u>370,279,833</u>	<u>74.05</u>

PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - SECOND QUARTER 2015/2016
PROVISIONAL FINANCIAL STATEMENTS

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
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

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

NOTES
