



**PANASIAN POWER PLC**

**INTERIM FINANCIAL STATEMENTS**

**THIRD QUARTER 2016/2017**

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

**STATEMENT OF FINANCIAL POSITION**

ASSETS	Group			Company		
	Nine months ended 31 December		As at 31 March 2016 Audited	Nine months ended 31 December		As at 31 March 2016 Audited
	2016	2015		2016	2015	
	Rs	Rs	Rs	Rs	Rs	Rs
<b>Non - Current Assets</b>						
Property, plant and equipment	501,017,561	503,844,024	507,272,237	212,749,929	219,053,415	217,310,713
Intangible assets	466,961,839	468,632,577	468,214,884	2,764,678	4,006,839	3,696,297
Other investments	-	-	-	-	-	-
Investment in subsidiaries	-	-	-	1,142,177,694	1,142,177,694	1,142,177,694
Capital work in progress	859,821,082	702,433,827	710,653,427	-	-	-
	<b>1,827,800,483</b>	<b>1,674,910,428</b>	<b>1,686,140,548</b>	<b>1,357,692,300</b>	<b>1,365,237,948</b>	<b>1,363,184,704</b>
<b>Current Assets</b>						
Trade and other receivables	51,837,867	106,432,963	55,367,035	26,653,452	51,321,957	11,651,132
Due from related parties	-	-	-	428,106,217	313,661,239	330,569,731
Financial Assets	11,069,151	-	65,705,848	11,069,151	-	20,217,184
Cash and cash equivalents	4,199,344	39,229,021	39,174,987	(1,864,569)	7,602,705	11,332,808
	<b>67,106,363</b>	<b>145,661,984</b>	<b>160,247,870</b>	<b>463,964,251</b>	<b>372,585,901</b>	<b>373,770,855</b>
<b>TOTAL ASSETS</b>	<b>1,894,906,846</b>	<b>1,820,572,412</b>	<b>1,846,388,418</b>	<b>1,821,656,551</b>	<b>1,737,823,849</b>	<b>1,736,955,559</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Equity</b>						
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	351,637,080	382,956,517	400,581,182	226,518,276	277,875,031	272,372,871
Equity attributable to equity holders of the parent	<b>1,069,661,621</b>	<b>1,100,981,058</b>	<b>1,118,605,723</b>	<b>915,597,317</b>	<b>966,954,072</b>	<b>961,451,912</b>
Non controlling interest	38,408,617	39,395,486	39,082,878	-	-	-
<b>Total Equity</b>	<b>1,108,070,238</b>	<b>1,140,376,543</b>	<b>1,157,688,601</b>	<b>915,597,317</b>	<b>966,954,072</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	3,234,205	-	-	-	-	-
Interest bearing loans	703,566,566	635,000,000	639,104,245	700,000,000	635,000,000	635,000,000
Deferred tax liabilities	39,603,475	30,584,999	35,771,324	16,554,119	11,275,802	14,032,620
	<b>749,906,325</b>	<b>668,450,585</b>	<b>678,377,647</b>	<b>719,748,716</b>	<b>648,847,715</b>	<b>652,227,217</b>
<b>Current Liabilities</b>						
Accruals and other payables	11,002,843	8,128,576	5,168,928	2,581,796	4,722,630	1,809,655
Finance lease obligations	626,808	-	-	-	-	-
Interest bearing loans	25,854,928	856,713	775,913	-	856,713	-
Due to related parties	-	-	568,281	183,392,459	116,038,443	120,824,454
Income tax payable	(554,297)	2,759,994	3,809,048	336,263	404,276	642,321
Bank Over Draft	-	-	-	-	-	-
	<b>36,930,282</b>	<b>11,745,283</b>	<b>10,322,170</b>	<b>186,310,518</b>	<b>122,022,062</b>	<b>123,276,430</b>
<b>Total Liabilities</b>	<b>786,836,607</b>	<b>680,195,868</b>	<b>688,699,817</b>	<b>906,059,234</b>	<b>770,869,777</b>	<b>775,503,647</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,894,906,845</b>	<b>1,820,572,412</b>	<b>1,846,388,418</b>	<b>1,821,656,551</b>	<b>1,737,823,849</b>	<b>1,736,955,559</b>
<b>Net asset per share</b>	<b>2.22</b>	<b>2.28</b>	<b>2.24</b>	<b>1.83</b>	<b>1.93</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 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  
12.Feb.17

sgd

**Mr T Someswaran**  
Director

**PANASIAN POWER PLC**  
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**STATEMENT OF COMPREHENSIVE INCOME**

	Three months ended 31 December				Nine months ended 31 December			
	Group		Company		Group		Company	
	2016	2015	2016	2015	2016	2015	2016	2015
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue	44,599,401	93,844,977	37,043,914	49,359,265	145,698,555	228,930,757	121,687,548	144,845,374
Cost of electricity Generated	(10,073,740)	(11,167,798)	(5,530,731)	(6,361,945)	(27,678,153)	(35,268,417)	(14,942,909)	(21,134,267)
Gross profit	34,525,661	82,677,179	31,513,183	42,997,320	118,020,402	193,662,340	106,744,639	123,711,107
Administrative expenses	(12,108,910)	(9,972,133)	(7,929,798)	(7,143,430)	(36,048,226)	(29,796,731)	(20,799,107)	(21,605,695)
Other operating income	-	-	2,150,000	36,156,390	2,150,000	-	2,150,000	36,156,390
Operating profit	22,416,752	72,705,047	25,733,384	72,010,280	84,122,177	163,865,610	88,095,531	138,261,802
Finance cost	(20,773,507)	(12,430,882)	(20,476,806)	(12,779,835)	(54,908,386)	(37,140,146)	(56,428,626)	(38,186,808)
Profit before taxation	1,643,245	60,274,164	5,256,578	59,230,445	29,213,791	126,725,464	31,666,905	100,074,993
Income tax expense	(3,832,153)	(5,253,848)	(2,521,501)	-	(3,832,153)	(8,999,644)	(2,521,501)	(768,210)
(Loss) / Profit for the period	(2,188,909)	55,020,316	2,735,078	59,230,445	25,381,637	117,725,820	29,145,405	99,306,783
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive (expense) / income for the period	(2,188,909)	55,020,316	2,735,078	59,230,445	25,381,637	117,725,820	29,145,405	99,306,783
Attributable to:								
Owners of the parent	(2,053,953)	55,041,970	2,735,078	59,230,445	26,055,898	117,781,631	29,145,405	99,306,783
Non-controlling interest	(134,955)	(21,654)	-	-	(674,260)	(55,811)	-	-
	(2,188,909)	55,020,316	2,735,078	59,230,445	25,381,637	117,725,820	29,145,405	99,306,783
EPS	0.00	0.11	0.01	0.12	0.05	0.24	0.06	0.20

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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	
<b>Balance as at 01 April 2015</b>	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	-	-	117,781,631	(55,811)	117,725,820
- Other comprehensive income	-	-	-	-	-
<b>Balance as at 31 December 2015</b>	<b>630,000,000</b>	<b>88,024,541</b>	<b>382,956,517</b>	<b>39,395,486</b>	<b>1,140,376,543</b>
<b>Balance as at 01 April 2016</b>	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	-	-	26,055,898	(674,260)	25,381,637
- Other comprehensive income	-	-	-	-	-
<b>Balance as at 31 December 2016</b>	<b>630,000,000</b>	<b>88,024,541</b>	<b>351,637,080</b>	<b>38,408,617</b>	<b>1,108,070,238</b>

Company	Stated Capital			Total
	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	-	-	(225,000,000)	(225,000,000)
Total comprehensive income for the period				
- Profit for the period	-	-	99,306,783	99,306,783
- Other comprehensive income	-	-	-	-
<b>Balance as at 31 December 2015</b>	<b>630,000,000</b>	<b>59,079,041</b>	<b>277,875,031</b>	<b>966,954,072</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	-	-	29,145,405	29,145,405
- Other comprehensive income	-	-	-	-
<b>Balance as at 31 December 2016</b>	<b>630,000,000</b>	<b>59,079,041</b>	<b>226,518,276</b>	<b>915,597,317</b>

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**STATEMENT OF CASHFLOW**

For the nine months ended 31 December,

	Group		Company	
	2016	2015	2016	2015
	Rs	Rs	Rs	Rs
<b>Cash flows from operating activities</b>				
Profit before taxation	29,213,791	126,725,464	31,666,905	100,074,993
Adjustments for:				
Depreciation on property, plant and equipment	14,319,961	12,547,149	6,018,720	6,490,167
Amortization of intangible asset	1,253,045	1,531,509	931,619	1,210,083
Provision for retiring gratuity	-	-	-	-
Dividend income	-	-	(2,150,000)	(36,156,390)
Interest income	(3,152,639)	(1,866,525)	(922,431)	(819,863)
Profit on disposal of Fixed Assets	(2,150,000)	-	(2,150,000)	-
Interest expense	58,061,025	38,186,808	57,351,057	38,186,808
<b>Cash flow from operating activities before working capital changes</b>	<b>97,545,183</b>	<b>177,124,404</b>	<b>90,745,871</b>	<b>108,985,799</b>
(Increase) / Decrease in receivables	3,529,167	(16,470,952)	(15,002,320)	(22,202,356)
(Increase) / Decrease in related company receivables	-	-	(97,536,486)	(21,567,466)
Increase / (Decrease) in related company payables	(568,281)	(378,854)	62,568,005	66,741,115
Increase / (Decrease) in payables	5,833,916	(15,359,488)	772,141	(370,019)
<b>Cash flow from operating activities</b>	<b>106,339,985</b>	<b>144,915,111</b>	<b>41,547,212</b>	<b>131,587,072</b>
Interest paid	(58,061,025)	(38,186,808)	(57,351,057)	(38,186,808)
Income tax	(4,363,346)	(10,374,960)	(306,060)	(138,205)
<b>Net cash flow from / (used in) operating activities</b>	<b>43,915,614</b>	<b>96,353,343</b>	<b>(16,109,905)</b>	<b>93,262,059</b>
<b>Cash flows (used in) / from investing activities</b>				
Purchase of property, plant and equipment	(8,065,286)	(7,498,002)	(1,457,936)	(5,802,851)
Proceed from sale of property, plant and equipment	2,150,000	-	2,150,000	-
Investment in capital work in progress	(149,167,655)	(20,157,504)	-	-
Dividend received	-	-	2,150,000	36,156,390
Interest received	3,152,639	1,866,525	922,431	819,863
<b>Net cash flows (used in) / from investing activities</b>	<b>(151,930,302)</b>	<b>(25,788,981)</b>	<b>3,764,495</b>	<b>31,173,401</b>
<b>Cash flows from financing activities</b>				
Proceeds from long term loans	90,000,000	-	65,000,000	-
Proceeds from finance lease obligations	4,095,000	-	-	-
Dividend paid	(75,000,000)	(225,000,000)	(75,000,000)	(225,000,000)
Repayment of term loan	(458,664)	(1,227,023)	-	(1,227,023)
Payment of finance lease obligation	(233,987)	-	-	-
<b>Net cash flows from financing activities</b>	<b>18,402,349</b>	<b>(226,227,023)</b>	<b>(10,000,000)</b>	<b>(226,227,023)</b>
Net (decrease) in cash and cash equivalents	(89,612,339)	(155,662,661)	(22,345,410)	(101,791,562)
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>15,268,496</b>	<b>39,229,021</b>	<b>9,204,582</b>	<b>7,602,705</b>
<b>Analysis of cash and cash equivalents</b>				
Cash in hand and cash at bank	<b>15,268,496</b>	<b>39,229,021</b>	<b>9,204,582</b>	<b>7,602,705</b>

Above figures are provisional and subject to audit

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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 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 08 February 2017
- 4 The increase in finance cost during the period is due the loan taken from Sampath Bank 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 The following capital expenditure approved by the Board as at 31 December 2016 have not been provided for in financial statements  
Amount contracted for but not incurred Rs 39,514,153
- 7 No Circumstances have arisen since the Balance Sheet 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 declared and paid an interim dividend of Rs.0.15 per share amounting to Rs 75,000,000 on 06 September 2016

11 Market value per share as at 31 December	2016 Rs	2015 Rs
Highest	3.20	3.90
Lowest	3.00	3.30
Closing	3.00	3.50

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**EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS (Contd)**

12 The Public Share Holding Percentage as at 31 December 2016 was 39.6%

Parant Company	-	
Subsidiary Companies or Associate Companies	-	
Subsidiaries or Associate Companies of Parent Company	-	
<b>Indirect Holding</b>		
Almar Trading Co (Pvt) Ltd	339,008	
Pan Asia Banking Corporation / Almar International (Pvt)Ltd	2,437,517	
	<u>2,776,525</u>	
Directors' holding	2,525,000	
Holding of 10% or more		
Amana Bank Limited / Vidullanka PLC	41,124,330	
Vidullanka PLC	9,158,233	
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.Senthilverl	129,685,416	
Sampath Bank PLC/Dr.T.Senthilverl	6,750,000	
Spouses and children under 18 of Directors	605,000	
Total	<u>302,006,269</u>	60.40%
Public holding	<u>197,993,731</u>	39.60%
<b>Stated Capital</b>	<b><u>500,000,000</u></b>	<b>100%</b>

The number of shareholders representing the public holding was 6,053

13 Directors' shareholding as at 31 December 2016 was as follows:

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

14 Twenty major shareholders of the Company as at 31 December 2016

<b>Name</b>	<b>No of Shares</b>	<b>%</b>
Seylan Bank PLC / Thirugnanasambandar Senthilverl	129,685,416	25.94
Weswin Power (Private) Limited	58,562,660	11.71
Amana Bank Ltd / Vidullanka PLC	41,124,330	8.22
Resus Energy PLC	36,500,000	7.30
Omega Group (Pvt) Ltd	24,700,000	4.94
Power Hub Green Energy (Private) Limited	16,118,250	3.22
Global Rubber Industries Private Limited	15,296,588	3.06
Commercial Bank Of Ceylon PLC / A.K. Pathirage	11,000,000	2.20
Mr Farook Mohamed Firdouse	10,000,855	2.00
Vidullanka PLC	9,158,233	1.83
Sampath Bank PLC / Thirugnanasambandar Senthilverl	6,750,000	1.35
Mr Subasinghe Prabhash	5,809,650	1.16
Dr Thahir Zulficar Ahamed Mohamed	5,500,000	1.10
Softlogic Life 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
	<u>388,623,788</u>	<u>77.72</u>

# PANASIAN POWER PLC

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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 Thirunavukarasu Someswaran  
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 S M Farook (Appointed w.e.f. 21 November 2016)



**Related Party Review Committee**

Mr Thirunavukarasu Someswaran (Chairman)  
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

**NOTES**

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