



# **PANASIAN POWER PLC**

## **INTERIM FINANCIAL STATEMENTS**

**FIRST QUARTER 2018/2019**

## **Chairman's Review**

Panasian Power PLC has recorded a consolidated net profit of Rs. 99 million for the quarter which is 1380% increase compared to previous period. Padiyapelella Hydropower Limited has contributed Rs. 64 million to the Group net profit for the period under review.

Group revenue has increased by 134% compared to the previous period, driven mainly by revenue of Rs.85 million from Padiyapelella Hydropower Limited and 32 million from Manelwala Hydropower (Private) Limited.

The group commissioned it's first solar power project during the quarter, earnings recorded amounting to Rs. 2,083,664. It also started construction of a 900 Kw rooftop solar plant in Kelaniya.

Construction of Ground Solar plant with the capacity of 1MW is planned during the second quarter of this financial year, the Group has entered into an agreement to build and operate 2.9 Mw rooftop solar plant in the Kurenegala District.

Sgd

**Dr Prathap Ramanujam**

Chairman / Chief Executive Officer

10<sup>th</sup> August 2018

**PANASIAN POWER PLC**  
**INTERIM FINANCIAL STATEMENTS - FIRST QUARTER 2018/2019**  
**PROVISIONAL FINANCIAL STATEMENTS**

**STATEMENT OF FINANCIAL POSITION**

ASSETS	Group			Company		
	Three months ended 30 June		As at 31 March 2018	Three months ended 30 June		As at 31 March 2018
	2018	2017		2018	2017	
	Rs	Rs	Rs	Rs	Rs	Rs
<b>Non - Current Assets</b>						
Property, plant & equipment	1,521,425,109	1,572,380,233	1,534,126,209	258,130,947	268,065,168	260,676,500
Intangible assets	477,660,741	466,126,475	478,073,421	906,430	2,143,597	1,211,975
Investment in Subsidiaries	-	-	-	1,155,377,694	1,142,177,694	1,155,377,694
Investments in Joint Venture	8,452,068	-	6,614,444	-	-	-
Advances paid for acquisition	5,115,150	-	5,115,150	5,115,150	-	5,115,150
	<b>2,012,653,068</b>	<b>2,038,506,708</b>	<b>2,023,929,224</b>	<b>1,419,530,221</b>	<b>1,412,386,459</b>	<b>1,422,381,319</b>
<b>Current Assets</b>						
Inventory	78,085,570	-	71,192,635	-	-	-
Trade and other receivables	148,218,250	102,833,142	136,699,397	51,326,691	35,851,901	30,533,130
Loans given to related entities	27,000,000	-	27,000,000	-	-	-
Due from related parties	455,449	-	4,302,700	2,442,545	442,965,240	449,498,635
Investment in Unit Trust	91,099,065	900,358	-	70,991,758	900,357	-
Cash and cash equivalents	115,439,704	604,089	85,262,284	19,328,790	473,417	544,648
	<b>460,298,038</b>	<b>104,337,589</b>	<b>324,457,016</b>	<b>144,089,784</b>	<b>480,190,915</b>	<b>480,576,413</b>
<b>TOTAL ASSETS</b>	<b>2,472,951,106</b>	<b>2,142,844,297</b>	<b>2,348,386,240</b>	<b>1,563,620,005</b>	<b>1,892,577,374</b>	<b>1,902,957,732</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	227,078,589	243,960,597	227,078,589	110,532,786	113,494,335	110,532,786
Retained earnings	538,390,997	353,044,247	450,317,277	281,884,041	200,088,683	256,050,119
<b>Total equity attributable to the owners of the company</b>	<b>1,395,469,586</b>	<b>1,227,004,844</b>	<b>1,307,395,866</b>	<b>1,022,416,827</b>	<b>943,583,018</b>	<b>996,582,905</b>
Non Controlling Interest	97,814,558	44,700,439	86,552,340	-	-	-
<b>Total Equity</b>	<b>1,493,284,144</b>	<b>1,271,705,283</b>	<b>1,393,948,206</b>	<b>1,022,416,827</b>	<b>943,583,018</b>	<b>996,582,905</b>
<b>Non-Current Liabilities</b>						
Retirement benefit obligations	5,349,414	5,584,947	5,578,355	4,435,350	5,093,516	4,664,290
Interest bearing loans	683,325,718	703,052,852	64,260,562	167,907,425	700,000,000	-
Deferred tax liabilities	110,909,690	59,515,062	105,485,032	30,554,210	12,689,649	30,554,234
Finance lease obligations	1,880,491	2,939,703	2,233,827	-	-	-
	<b>801,465,313</b>	<b>771,092,564</b>	<b>177,557,776</b>	<b>202,896,985</b>	<b>717,783,165</b>	<b>35,218,524</b>
<b>Current Liabilities</b>						
Accruals and other payables	82,810,565	37,260,677	81,102,277	20,723,088	12,591,666	15,380,623
Interest bearing loans	79,262,022	845,668	679,411,694	28,620,000	-	673,204,277
Due to related parties	-	-	-	286,643,326	216,279,722	172,507,854
Income tax payable	13,832,592	1,603,172	8,654,276	2,319,778	789,020	3,180,179
Finance lease obligations	1,002,834	618,711	828,640	-	-	-
Bank Overdraft	1,293,635	59,718,222	6,883,370	-	1,550,783	6,883,370
	<b>178,201,648</b>	<b>100,046,450</b>	<b>776,880,257</b>	<b>338,306,193</b>	<b>231,211,191</b>	<b>871,156,303</b>
<b>Total Liabilities</b>	<b>979,666,961</b>	<b>871,139,014</b>	<b>954,438,033</b>	<b>541,203,178</b>	<b>948,994,356</b>	<b>906,374,827</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,472,951,106</b>	<b>2,142,844,297</b>	<b>2,348,386,240</b>	<b>1,563,620,005</b>	<b>1,892,577,374</b>	<b>1,902,957,732</b>
<b>Net asset per share</b>	<b>2.79</b>	<b>2.45</b>	<b>2.61</b>	<b>2.04</b>	<b>1.89</b>	<b>1.99</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  
**Sameera Gunawardena**  
 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  
 10-Aug-18

Sgd  
**Mr. D. Pushparajah**  
 Director

# PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - FIRST QUARTER 2018/2019

PROVISIONAL FINANCIAL STATEMENTS

## STATEMENT OF COMPREHENSIVE INCOME

	3 months ended 30 June			
	Group		Company	
	2018	2017	2018	2017
	Rs	Rs	Rs	Rs
Revenue	177,714,842	75,899,839	60,344,088	40,027,141
Direct Expenses	(19,515,486)	(22,943,825)	(4,915,822)	(4,290,223)
Gross Profit	158,199,356	52,956,014	55,428,266	35,736,919
Administrative Expenses	(20,438,399)	(12,624,562)	(10,380,547)	(5,821,065)
Share of other comprehensive income of Equity Accounted Investees	918,812	-	-	-
Other Operating Income	-	-	-	-
Operating profit	138,679,769	40,331,452	45,047,719	29,915,853
Finance Cost	(25,758,193)	(33,621,022)	(19,213,797)	(31,298,260)
Profit before taxation	112,921,576	6,710,430	25,833,922	(1,382,407)
Income tax expense	(13,585,639)	-	(3,476,853)	-
Profit for the period	99,335,938	6,710,430	22,357,069	(1,382,407)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	99,335,938	6,710,430	22,357,069	(1,382,407)
Attributable to:				
Owners of the parent	88,073,720	5,643,500	-	-
Non - Controlling Interest	11,262,218	1,066,930	-	-
	99,335,938	6,710,430	22,357,069	(1,382,407)
EPS	0.18	0.01	0.04	(0.00)

Above figures are provisional and subject to audit

**PANASIAN POWER PLC**  
**INTERIM FINANCIAL STATEMENTS - FIRST QUARTER 2018/2019**  
**PROVISIONAL FINANCIAL STATEMENTS**

**STATEMENT OF CHANGES IN EQUITY**

Company	Stated Capital			Total
	Ordinary Shares Rs.	Revaluation Reserves Rs.	Retained Earnings Rs.	
<b>Balance as at 01 April 2017</b>	630,000,000	113,494,335	201,471,090	944,965,425
Transactions with the owners recorded directly in equity				
- Dividends paid				
Total comprehensive income for the period				
- Profit for the period			(1,382,407)	(1,382,407)
- Other comprehensive income				
<b>Balance as at 30 June 2017</b>	<b>630,000,000</b>	<b>113,494,335</b>	<b>200,088,683</b>	<b>943,583,018</b>
<b>Balance as at 01 April 2018</b>	630,000,000	110,532,786	259,526,972	996,582,905
Transactions with the owners recorded directly in equity				
- Dividends paid	-	-	-	-
Total comprehensive income for the period				
- Profit for the period	-	-	22,357,069	22,357,069
- Other comprehensive income	-	-	-	-
<b>Balance as at 30 June 2018</b>	<b>630,000,000</b>	<b>110,532,786</b>	<b>281,884,042</b>	<b>1,022,416,827</b>

Group	Stated Capital				Total
	Ordinary Shares Rs.	Revaluation Reserves Rs.	Retained Earnings Rs.	Non-Controlling Interest Rs.	
<b>Balance as at 01 April 2017</b>	630,000,000	243,960,597	347,400,747	43,633,509	1,264,994,853
Transactions with the owners recorded directly in equity					
- Dividends paid	-	-	-	-	-
Total comprehensive income for the period					
- Profit for the period	-	-	5,643,500	1,066,930	6,710,430
- Other comprehensive income	-	-	-	-	-
<b>Balance as at 30 June 2017</b>	<b>630,000,000</b>	<b>243,960,597</b>	<b>353,044,247</b>	<b>44,700,439</b>	<b>1,271,705,283</b>
<b>Balance as at 01 April 2018</b>	630,000,000	227,078,589	450,317,277	86,552,340	1,393,948,207
Transactions with the owners recorded directly in equity					
- Dividends paid	-	-	-	-	-
Total comprehensive income for the period					
- Profit for the period	-	-	88,073,720	11,262,218	99,335,938
- Other comprehensive income	-	-	-	-	-
<b>Balance as at 30 June 2018</b>	<b>630,000,000</b>	<b>227,078,589</b>	<b>538,390,997</b>	<b>97,814,558</b>	<b>1,493,284,144</b>

**PANASIAN POWER PLC**  
**INTERIM FINANCIAL STATEMENTS - FIRST QUARTER 2018/2019**  
**PROVISIONAL FINANCIAL STATEMENTS**

**STATEMENT OF CASHFLOW**

For the three months ended 30 June,

	Group		Company	
	2018	2017	2018	2017
	Rs	Rs	Rs	Rs
<b>Cash flows from operating activities</b>				
Profit before taxation	112,921,576	6,710,430	25,833,922	(1,382,407)
Adjustments for:				
Depreciation on property, plant and equipment	12,701,109	16,118,663	2,545,550	2,249,958
Amortization of intangible asset	412,682	417,678	305,547	310,539
Share of profit income of Equity Accounted Investees	918,812	-	-	-
Interest income	(1,371,452)	(22,135)	(919,319)	(22,086)
Interest expense	27,129,645	33,643,157	20,133,115	31,320,346
<b>Cash flow from operating activities before working capital changes</b>	<b>152,712,373</b>	<b>56,867,793</b>	<b>47,898,816</b>	<b>32,476,351</b>
(Increase) / Decrease in inventory	(6,892,935)	-	-	-
(Increase) / Decrease in receivables	(11,518,853)	(21,523,231)	(20,793,561)	(24,239,431)
(Increase) / Decrease in related company receivables	3,847,251	-	447,056,090	(2,799,798)
Increase / (Decrease) in related company payables	-	-	5,342,465	35,171,958
Increase / (Decrease) in payables	1,708,288	5,060,479	114,135,472	(2,215,979)
<b>Cash flow from operating activities</b>	<b>139,856,124</b>	<b>40,405,041</b>	<b>593,639,283</b>	<b>38,393,101</b>
Interest paid	(27,129,645)	(33,643,157)	(20,133,115)	(31,320,346)
Gratuity Paid	(228,941)	-	(228,940)	-
Income tax paid	(3,931,672)	-	(860,426)	-
<b>Net cash flow from operating activities</b>	<b>108,565,866</b>	<b>6,761,884</b>	<b>572,416,802</b>	<b>7,072,755</b>
<b>Cash flows used investing activities</b>				
Purchase of property, plant and equipment	-	(6,125,368)	-	-
Investment in capital work in progress	-	-	-	-
Investment in other companies	-	-	-	-
(Investment) in /Withdrawal from Unit Trust	(93,259,839)	-	(70,991,758)	-
Interest received	1,371,452	171	919,319	122
<b>Net cash flows (used in) investing activities</b>	<b>(91,888,387)</b>	<b>(6,125,197)</b>	<b>(70,072,439)</b>	<b>122</b>
<b>Cash flows from financing activities</b>				
Proceeds from term loan	700,000,000	-	200,000,000	-
Loan repayment	(681,084,518)	(32,410,438)	(676,676,850)	-
Payment of finance lease obligation	174,194	(155,464)	-	-
Dividend Paid	-	-	-	-
<b>Net cash flows from / (used in) financing activities</b>	<b>19,089,676</b>	<b>(32,565,902)</b>	<b>(476,676,850)</b>	<b>-</b>
Net (decrease) / increase in cash & cash equivalents	35,767,156	(31,929,215)	25,667,512	7,072,877
Cash & cash equivalents at the beginning of the year	78,378,914	(27,184,918)	(6,338,722)	(8,150,242)
<b>Cash &amp; cash equivalents at the end of the period</b>	<b>114,146,069</b>	<b>(59,114,132)</b>	<b>19,328,790</b>	<b>(1,077,365)</b>
<b>Analysis of cash &amp; cash equivalents</b>				
Cash in hand and cash at bank	114,146,069	(59,114,133)	19,328,790	(1,077,365)

Above figures are provisional and subject to audit

# PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - FIRST QUARTER 2018/2019

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 2016/17. These Interim Financial Statements have been prepared in compliance with the requirements of Sri Lanka Accounting Standard 34 "Interim Financial Reporting". Previous year figures have been rearranged where ever necessary to confirm to the current presentation. 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 year ended 30 June 2018 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, Eco Green Solar Solutions (Pvt) Ltd, sub subsidiary Pap Solar One (Pvt) Ltd., Padiyapelella Hydropower Limited with 83% stake and Powergen One (Pvt) Ltd & TIC Solar (Pvt) Ltd which are Joint Ventures.
- 3 The Consolidated Financial Statements were authorized for issue by the Board of Directors on 10 August 2018.
- 4 The group had no significant contingent liabilities outstanding as at the Balance Sheet date.
- 5 No Circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the financial statements.
- 6 The number of shares representing the stated capital is 500,000,000 ordinary shares amounting to Rs 630,000,000
- 7 Shares of the Company were listed on the Colombo Stock Exchange on 07 January 2011
- 8 The Company declared and paid interim dividend of Rs.0.13 per share amounting to Rs 65,000,000 on 04 July 2018

9 Market value per share as at 30 June

	2018	2017
	Rs	Rs
Highest	3.50	3.20
Lowest	2.70	2.70
Closing	2.90	3.00

10 The Public Share Holding Percentage as at 30 June 2018 was 39.88%

2018

**Subsidiary Companies or Associate Companies**

**Indirect Holding**

Jinadasa Brothers (Pvt) Ltd

**Directors' holding**

**Holding of 10% or more**

**Spouses and children under 18 of Directors**

**Total**

Public holding

Stated Capital

Total number of shareholders representing the public holding as at 30 June 2018

	-	
	533,868	
	300,084,589	
	-	
	<u>300,618,457</u>	60.12%
	<u>199,381,543</u>	39.88%
	<u>500,000,000</u>	100%
	<u>5,698</u>	

11 Director's shareholding as at 30 June 2018 was as follows:

**Name of the Director**

Dr P Ramanujam

Mr P L D Jinadasa

Mr S Senthinandhanan

Dr T Senthilverl

Seylan Bank PLC/ Dr Thirugnanasambandar Senthilverl

Sampath Bank PLC/ Dr T.Senthilverl

**Number of shares**

2,350,000

148,200,000

75,000

633,751

137,475,838

11,350,000

300,084,589

12 Twenty major shareholders of the Company as at 30 June 2017

**Name**

Mr Jinadasa Panadura Liyanage Dilanka

Seylan Bank PLC / Dr Thirugnasambandar Senthilverl

Ayenka Holdings Private Limited

Sampath Bank PLC/ MR.Arunasalam Sithampalam

California Link (private)LTD

Sampath Bank PLC / Dr T Senthilverl

Mrs.Silva Manawaduge Prasadie Rashmini

Miss.Dodanwela Dilshani

Mr Pattiyapawulage Don Raj Rohitha Weeraratne

Mr Herbert Beruwalage

Seylan Bank / Jayantha Dewage

Cocoshell Activated Carbon Company Limited

Dr Ramanujam Prathap

Mr Fernando Warnakulasooriya Thommage Jihson Roshantha Sanjeewa

Mr Nazeer Mohamed Hussain Mohamed

Mr Osman Mohamed Shahid

Mr Abishek Sithampalam

Mr Vignarajah Kangasu Chelvadurai

Mr Rajapaksha Yoshitha Kanishka

Mr.Karunaratne Kahandha Mahanthe Mudiyanseage

**No of Shares**

**%**

148,200,000

137,475,838

35,431,000

18,565,584

17964749

11350000

5,550,000

4,311,667

2,800,000

2,764,200

2,426,000

2,425,089

2,350,000

2,200,000

1,803,000

1,626,500

1,500,834

1,402,400

1,200,000

1,173,761

402,520,622

80.51



# PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - FIRST QUARTER 2018/2019  
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  
PAP Solar One (Pvt) Limited  
Eco Green Solar Solutions (Pvt) Limited

### Joint Ventures

Powergen One (Pvt) Ltd  
TIC Solar (Pvt) Ltd

### Nature of business

Generate and supply hydro power to the National Grid

### Directors

Dr Prathap Ramanujam  
Mr Deepal Sooriyaarachchi  
Mr Panadura Liyanage Dilanka Jinadasa  
Mr Poddiwala Kankanamge Pathmanatha  
Mr Andrew Deshan Pushparajah  
Mr. Senthilveri Senthil Nandhanan  
Dr. Thirugnanasambandar Senthilver

### Audit Committee

Mr Andrew Deshan Pushparajah (Chairman)  
Mr Deepal Sooriyaarachchi  
Mr. Senthilveri Senthil Nandhanan

### Remuneration Committee

Mr Deepal Sooriyaarachchi (Chairman)  
Mr Andrew Deshan Pushparajah  
Mr Panadura Liyanage Dilanka Jinadasa  
Mr. Senthilveri Senthil Nandhanan

**Related Party Transactions Review Committee**

Mr Andrew Deshan Pushparajah (Chairman)

Mr Deepal Sooriyaarachchi

Dr Prathap Ramanujam

**Secretaries and Registrars**

S S P Corporate Services (Pvt) Limited

No 101, Inner Flower Road

Colombo 3

Tel: +94112573894

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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