



# **PANASIAN POWER PLC**

## **INTERIM FINANCIAL STATEMENTS**

**FOURTH QUARTER 2013/2014**

**PANASIAN POWER PLC**  
**INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER 2013/2014**  
**PROVISIONAL FINANCIAL STATEMENTS**

**STATEMENT OF FINANCIAL POSITION**

	Year ended 31 March			
	Group		Company	
	2014	2013 (Audited)	2014	2013 (Audited)
	Rs	Rs	Rs	Rs
<b>ASSETS</b>				
<b>Non - Current Assets</b>				
Property, plant & equipment	442,113,667	456,964,192	144,910,739	150,639,158
Intangible assets	297,856,807	299,025,208	5,860,160	6,599,992
Other Investments	276,450,000	161,450,000	241,450,000	126,450,000
Investment in Subsidiaries	-	-	605,107,184	605,107,184
Capital work in progress	42,849,117	-	42,849,117	-
	<b>1,059,269,591</b>	<b>917,439,400</b>	<b>1,040,177,200</b>	<b>888,796,334</b>
<b>Current Assets</b>				
Trade and other receivables	42,483,908	40,981,958	20,130,053	15,891,974
Due from related parties	1,320,000	1,320,000	1,320,000	1,320,000
Cash and cash equivalents	67,777,787	27,548,768	17,064,741	14,878,708
	<b>111,581,695</b>	<b>69,850,726</b>	<b>38,514,794</b>	<b>32,090,682</b>
<b>TOTAL ASSETS</b>	<b>1,170,851,286</b>	<b>987,290,126</b>	<b>1,078,691,994</b>	<b>920,887,016</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Stated capital	630,000,000	630,000,000	630,000,000	630,000,000
Other reserves	88,024,541	88,024,541	59,079,041	59,079,041
Retained earnings	322,166,625	227,622,528	180,166,306	128,100,330
<b>Total Equity</b>	<b>1,040,191,166</b>	<b>945,647,069</b>	<b>869,245,347</b>	<b>817,179,371</b>
<b>Non-Current Liabilities</b>				
Retirement benefit obligations	1,887,949	2,192,446	1,511,636	1,862,872
Finance lease obligations	-	1,741,490	-	815,524
Interest bearing loans	1,709,281	2,741,175	1,709,281	2,741,175
Deferred tax liabilities	25,029,967	22,237,086	9,418,445	9,022,903
	<b>28,627,197</b>	<b>28,912,197</b>	<b>12,639,362</b>	<b>14,442,474</b>
<b>Current Liabilities</b>				
Accruals and other payables	4,891,551	6,214,170	1,495,164	1,537,638
Finance lease obligations	1,893,734	1,891,192	881,354	878,811
Interest bearing loans	1,657,452	1,657,452	1,657,452	1,657,452
Due to related parties	1,849,039	-	101,049,039	82,200,000
Income tax payable	1,741,147	2,968,046	1,724,276	2,991,270
Short Term Loans	90,000,000	-	90,000,000	-
	<b>102,032,923</b>	<b>12,730,860</b>	<b>196,807,285</b>	<b>89,265,171</b>
<b>Total Liabilities</b>	<b>130,660,120</b>	<b>41,643,057</b>	<b>209,446,647</b>	<b>103,707,645</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,170,851,286</b>	<b>987,290,126</b>	<b>1,078,691,994</b>	<b>920,887,016</b>
<b>Net asset per share</b>	<b>2.08</b>	<b>1.89</b>	<b>1.74</b>	<b>1.63</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  
 23-May-14

Sgd  
**Mr T Someswaran**  
 Director

**PANASIAN POWER PLC**  
**INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER 2013/2014**  
**PROVISIONAL FINANCIAL STATEMENTS**

**STATEMENT OF COMPREHENSIVE INCOME**

	3 months ended 31 March				Year ended 31 March			
	Group		Company		Group		Company	
	2014	2013	2014	2013	2014	2013 (Audited)	2014	2013 (Audited)
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue	35,039,576	56,176,657	14,265,693	17,353,699	222,861,068	175,831,188	123,084,852	104,732,416
Direct Expenses	(5,323,646)	(5,771,772)	(1,459,415)	(2,105,396)	(26,908,295)	(24,382,763)	(11,687,595)	(10,645,492)
Gross Profit	29,715,931	50,404,885	12,806,278	15,248,303	195,952,774	151,448,425	111,397,257	94,086,924
Administrative Expenses	(5,584,536)	(11,387,297)	(8,251,114)	(7,657,061)	(35,435,799)	(38,600,697)	(31,316,901)	(31,889,769)
Other Operating Income	-	-	-	-	-	(285,150)	31,716,131	23,501,950
Operating profit	24,131,395	39,017,588	4,555,164	7,591,242	160,516,975	112,562,578	111,796,487	85,699,105
Finance (Expense) / Income	(3,078,969)	335,564	(3,161,116)	424,131	(11,410,243)	2,145,443	(11,266,043)	1,028,683
Profit before taxation	21,052,426	39,353,152	1,394,048	8,015,373	149,106,732	114,708,021	100,530,444	86,727,788
Income tax expense	(3,025,389)	(6,108,474)	1,166,726	(691,188)	(5,118,045)	(6,876,864)	877,161	(1,079,100)
Profit for the period	18,027,037	33,244,678	2,560,774	7,324,185	143,988,687	107,831,157	101,407,605	85,648,688
Other comprehensive income for the period								
- Actuarial gain/(loss) on defined benefit obligation	617,122	(99,699)	731,523	1,966	617,122	(99,699)	731,523	1,966
- Deferred tax effect on actuarial gain or loss	(61,712)	9,970	(73,152)	(197)	(61,712)	9,970	(73,152)	(197)
Total comprehensive income for the period	18,582,446	33,154,949	3,219,144	7,325,954	144,544,097	107,741,428	102,065,976	85,650,457
EPS	0.04	0.07	0.01	0.01	0.29	0.22	0.20	0.17

*Above figures are provisional and subject to audit*

# PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER 2013/2014  
PROVISIONAL FINANCIAL STATEMENTS

## STATEMENT OF CHANGES IN EQUITY

Company	Stated Capital			Total Rs.
	Ordinary Shares Rs.	Other Reserves Rs.	Retained Earnings Rs.	
<b>Balance as at 01 April 2012</b>	630,000,000	59,079,041	117,449,873	806,528,914
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	-	-	85,648,688	85,648,688
- Other comprehensive income	-	-	1,769	1,769
<b>Balance as at 31 March 2013</b>	<b>630,000,000</b>	<b>59,079,041</b>	<b>128,100,330</b>	<b>817,179,371</b>
<b>Balance as at 01 April 2013</b>	<b>630,000,000</b>	<b>59,079,041</b>	<b>128,100,330</b>	<b>817,179,371</b>
Transactions with the owners recorded directly in equity				
- Dividends paid	-	-	(50,000,000)	(50,000,000)
Total comprehensive income for the period				
- Profit for the period	-	-	101,407,605	101,407,605
- Other comprehensive income	-	-	658,371	658,371
<b>Balance as at 31 March 2014</b>	<b>630,000,000</b>	<b>59,079,041</b>	<b>180,166,306</b>	<b>869,245,347</b>

Group	Stated Capital			Total Rs.
	Ordinary Shares Rs.	Other Reserves Rs.	Retained Earnings Rs.	
<b>Balance as at 01 April 2012</b>	630,000,000	88,024,541	194,881,100	912,905,641
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	-	-	107,831,157	107,831,157
- Other comprehensive income	-	-	(89,729)	(89,729)
<b>Balance as at 31 March 2013</b>	<b>630,000,000</b>	<b>88,024,541</b>	<b>227,622,528</b>	<b>945,647,069</b>
<b>Balance as at 01 April 2013</b>	<b>630,000,000</b>	<b>88,024,541</b>	<b>227,622,528</b>	<b>945,647,069</b>
Transactions with the owners recorded directly in equity				
- Dividends paid	-	-	(50,000,000)	(50,000,000)
Total comprehensive income for the period				
- Profit for the period	-	-	143,988,687	143,988,687
- Other comprehensive income	-	-	555,410	555,410
<b>Balance as at 31 March 2014</b>	<b>630,000,000</b>	<b>88,024,541</b>	<b>322,166,625</b>	<b>1,040,191,166</b>

# PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER 2013/2014

PROVISIONAL FINANCIAL STATEMENTS

## STATEMENT OF CASHFLOW

For the year ended 31 March,

	Group		Company	
	2014	2013 (Audited)	2014	2013 (Audited)
	Rs	Rs	Rs	Rs
<b>Cash flows from operating activities</b>				
Profit before taxation	149,106,732	114,708,021	100,530,444	86,727,788
Adjustments for:				
Depreciation on property, plant and equipment	15,849,574	16,373,837	6,705,818	7,051,662
Amortization of intangible asset	1,568,588	1,528,571	1,140,019	1,100,000
Provision for retiring gratuity	574,475	781,785	454,537	688,711
Dividend income	-	-	(31,716,131)	(23,787,100)
Loss on disposal of property, plant and equipment	-	285,150	-	285,150
Interest income	(463,441)	(3,946,049)	(240,866)	(2,337,276)
Interest expense	11,873,684	1,800,606	11,506,909	1,308,593
<b>Cash flow from operating activities before working capital changes</b>	<b>178,509,611</b>	<b>131,531,921</b>	<b>88,380,729</b>	<b>71,037,528</b>
(Increase) / Decrease in receivables	(1,501,950)	(14,794,620)	(4,238,079)	(3,957,572)
(Increase) / Decrease in related company receivables	-	1,048,000	-	-
Increase / (Decrease) in related company payables	(1,322,619)	2,560,147	(42,474)	(709,231)
Increase / (Decrease) in payables	1,849,039	-	18,849,039	65,200,000
<b>Cash flow from operating activities</b>	<b>177,534,082</b>	<b>120,345,448</b>	<b>102,949,216</b>	<b>131,570,725</b>
Interest paid	(11,873,684)	(1,800,606)	(11,506,909)	(1,308,593)
Income tax	(3,613,676)	(3,491,478)	(67,444)	329,627
Retiring gratuity paid	(261,850)	(58,000)	(74,250)	(58,000)
<b>Net cash flow from operating activities</b>	<b>161,784,871</b>	<b>114,995,364</b>	<b>91,300,613</b>	<b>130,533,759</b>
<b>Cash flows used investing activities</b>				
Purchase of property, plant and equipment	(999,048)	(98,829)	(977,399)	(98,829)
Proceeds from disposal of property, plant and equipment	-	3,350,000	-	3,350,000
Investment in intangible asset	(400,187)	-	(400,187)	-
Investment in capital work in progress	(42,849,117)	-	(42,849,117)	-
Investment in other companies	(115,000,000)	(126,450,000)	(115,000,000)	(126,450,000)
Dividend received	-	-	31,716,131	23,787,100
Interest received	463,441	3,946,049	240,866	2,337,276
<b>Net cash flows (used in) investing activities</b>	<b>(158,784,911)</b>	<b>(119,252,780)</b>	<b>(127,269,705)</b>	<b>(97,074,453)</b>
<b>Cash flows from financing activities</b>				
Dividend paid	(50,000,000)	(75,000,000)	(50,000,000)	(75,000,000)
Proceeds from short term loan	90,000,000	-	90,000,000	-
Loan repayment	(1,031,894)	(820,437)	(1,031,894)	(820,437)
Payment of finance lease obligation	(1,739,048)	(2,076,486)	(812,981)	(1,035,916)
<b>Net cash flows from / (used in) financing activities</b>	<b>37,229,058</b>	<b>(77,896,923)</b>	<b>38,155,125</b>	<b>(76,856,353)</b>
Net increase / (decrease) in cash & cash equivalents	40,229,019	(82,154,339)	2,186,033	(43,397,047)
Cash & cash equivalents at the beginning of the year	27,548,768	109,703,107	14,878,708	58,275,755
<b>Cash &amp; cash equivalents at the end of the period</b>	<b>67,777,787</b>	<b>27,548,768</b>	<b>17,064,741</b>	<b>14,878,708</b>
<b>Analysis of cash &amp; cash equivalents</b>				
Cash in hand and cash at bank	<b>67,777,787</b>	<b>27,548,768</b>	<b>17,064,741</b>	<b>14,878,708</b>

Above figures are provisional and subject to audit

# PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS - FOURTH QUARTER 2013/2014  
PROVISIONAL FINANCIAL STATEMENTS

## EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

- 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 2012/13. 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
- The interim financial statements for the year ended 31 March 2014 includes "the Company" referring to Panasian Power PLC and "the Group" comprises the Company and its fully owned subsidiaries Manelwala Hydropower (Pvt) Limited and Panasian Investments (Pvt) Limited
- The Consolidated Financial Statements were authorised for issue by the Board of Directors on 23 May 2014
- The purchase consideration for the acquisition of 90% stake of Padiyapelella Hydropower Limited is Rs 910,000,000. The Company has paid advance payments amounting to Rs 276,450,000 of which Rs 90,000,000 was a bank loan. The increase in finance cost during the period is due to servicing of the said bank loan. The cash and cash equivalents shown in the Statement of Financial Position is reserved for the on going expansion activities at the Rathganga site. The Company is entitled to pay Rs 633,500,000 being the balance purchase consideration. Except for the above payment that is contemplated, there are no material capital expenditure committed for the Company as at the Balance Sheet date
- The group had no significant contingent liabilities outstanding as at the Balance Sheet date.
- No Circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the financial statements.
- The number of shares representing the stated capital is 500,000,000 ordinary shares amounting to Rs 630,000,000
- Shares of the Company were listed on the Colombo Stock Exchange on 07 January 2011
- The Company declared and paid dividends of Rs.0.10 per share amounting to Rs 50,000,000 on 18 September 2013

	2014 Rs	2013 Rs
Highest	2.70	3.30
Lowest	2.20	1.90
Closing	2.20	2.70

- The Public Share Holding Percentage as at 31 March 2014 was 66.58%.

### Parent Company

Standard Chartered Bank /Hemas Power PLC	100,000,000	
Hemas Power PLC	46,500,000	
Subsidiaries or Associate Companies of Parent Company	-	

### Indirect Holding

Power Hub International Sdn Bhd	17,174,900	
Asia Trust Investments (Pvt) Limited	1,000,000	
	<u>164,674,900</u>	

Directors' holding	2,350,000	
Spouses and children under 18 of Directors	90,000	
Total	<u>167,114,900</u>	33.42%
Public holding	<u>332,885,100</u>	66.58%
Stated Capital	<u>500,000,000</u>	100%

- Director's shareholding as at 31 March 2014 was as follows:

Name of the Director	Number of shares
Dr P Ramanujam	2,350,000

- Twenty major shareholders of the Company as at 31 March 2014

Name	No of Shares	%
Standard Chartered Bank /Hemas Power PLC	100,000,000	20.00
Hemas Power PLC	46,500,000	9.30
Amana Bank Limited	36,360,171	7.27
Power Hub International SDN BHD, Malaysia	17,174,900	3.43
Commercial Credit PLC	17,094,690	3.42
Almar Trading Co (Pvt) Ltd	16,235,297	3.25
Commercial Bank of Ceylon PLC/A.K .Pathirage	16,000,000	3.20
Mr Pattiyapawulage Don Raj Rohitha Weeraratne	11,799,900	2.36
Commercial Bank of Ceylon PLC/Capital Trust Holdings (Pvt) Limited	8,877,698	1.78
Mr Zulficar Ahamed Mohamed Thahir	7,500,000	1.50
Wadlock Mackenzie Limited/ Mr Chamila Damion Kohombanwickramage	5,546,444	1.11
Dee Investment (Pvt) Limited	4,125,000	0.83
Lanka Orix Leasing Company PLC	4,000,000	0.80
Mr De Saram Weerathunga Arachchige Sampath Palitha	3,816,408	0.76
Cocoshell Activated Carbon Company Limited	3,356,055	0.67
Lexinton Holdings (Pvt) Ltd	3,294,684	0.66
Seylan Bank PLC/ Capital Trust Holdings (Pvt) Limited	3,010,000	0.60
Mr Mohamed Firdouse Farook	3,000,855	0.60
Mr Mohamed Arnil Najmul Sammoon Joint Mrs S T R Sammoon	3,000,000	0.60
Janashakthi Limited Account No.1	3,000,000	0.60
	<u>313,692,102</u>	<u>62.74</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

"Hemas House", No 75, Braybrooke Place, Colombo 2

### Subsidiary Companies

Manelwala Hydropower (Pvt) Limited  
Panasian Investments (Pvt) Limited

### Nature of business

Generate and supply hydro power to the National Grid

### Directors

Dr Prathap Ramanujam  
Mr Mohd Hairol Mohd Shariff  
Mr Mohideen Rifky Badurdeen  
Mr Thirunavukarasu Someswaran  
Mr Deepal Sooriyaarachchi  
Mr Imtiaz Abidhusein Hassanally Esufally  
Mr Godakande Aratchige Kishantha Nanayakkara  
Mr Mahmud Riad Ameen

### Audit Committee

Mr Thirunavukarasu Someswaran (Chairman)  
Mr Deepal Sooriyaarachchi  
Mr Imtiaz Abidhusein Hassanally Esufally

### Remuneration Committee

Mr Deepal Sooriyaarachchi (Chairman)  
Mr Thirunavukarasu Someswaran  
Mr Imtiaz Abidhusein Hassanally Esufally

### Secretaries

Hemas Corporate Services (Pvt) Limited  
"Hemas House"  
No 75, Braybrooke Place  
Colombo 2  
Tel: +94114731731

**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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