



PANASIAN POWER PLC

INTERIM FINANCIAL STATEMENTS

THIRD QUARTER 2013/2014

PANASIAN POWER PLC

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

STATEMENT OF FINANCIAL POSITION

	09 months ended 31 December				Year ended 31 March	
	Group		Company		Group	Company
	2013	2012	2013	2012	2013	2013
	Rs	Rs	Rs	Rs	Rs	Rs
ASSETS						
Non - Current Assets						
Property, plant & equipment	445,226,962	461,240,320	145,748,673	152,521,728	456,964,192	150,639,158
Intangible assets	297,878,779	299,407,347	5,774,989	6,874,989	299,025,208	6,599,992
Other Investments	276,450,000	104,250,000	241,450,000	69,250,000	161,450,000	126,450,000
Investment in Subsidiaries	-	-	605,107,184	605,107,184	-	605,107,184
	1,019,555,741	864,897,667	998,080,846	833,753,901	917,439,400	888,796,334
Current Assets						
Trade and other receivables	53,032,240	52,409,424	18,262,708	22,616,590	40,981,958	15,891,974
Due from related parties	1,320,000	2,368,000	1,320,000	1,320,000	1,320,000	1,320,000
Cash and cash equivalents	75,219,761	30,758,589	55,559,570	7,873,035	27,548,768	14,878,708
	129,572,001	85,536,013	75,142,278	31,809,625	69,850,726	32,090,682
TOTAL ASSETS	1,149,127,742	950,433,680	1,073,223,124	865,563,526	987,290,126	920,887,016
EQUITY AND LIABILITIES						
Equity						
Stated capital	630,000,000	630,000,000	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	88,024,541	59,079,041
Retained earnings	303,584,178	194,619,044	176,947,161	120,925,841	227,622,528	128,100,330
Total Equity	1,021,608,719	912,643,585	866,026,202	810,004,882	945,647,069	817,179,371
Non-Current Liabilities						
Retirement benefit obligations	2,165,549	1,438,813	1,862,872	1,157,813	2,192,446	1,862,872
Finance lease obligations	1,895,231	2,458,092	919,851	783,724	1,741,490	815,524
Interest bearing loans	1,992,952	2,318,523	1,992,952	2,318,523	2,741,175	2,741,175
Deferred tax liabilities	24,279,181	19,550,276	9,282,926	8,712,189	22,237,086	9,022,903
	30,332,913	25,765,704	14,058,601	12,972,249	28,912,197	14,442,474
Current Liabilities						
Accruals and other payables	4,844,851	5,514,606	1,861,191	2,813,142	6,214,170	1,537,638
Finance lease obligations	433,783	1,867,894	167,449	1,097,658	1,891,192	878,811
Interest bearing loans	91,657,452	1,657,452	91,657,452	1,657,452	1,657,452	1,657,452
Due to related parties	-	-	99,200,000	34,500,000	-	82,200,000
Incometax payable	250,024	2,984,439	252,229	2,518,143	2,968,046	2,991,270
	97,186,110	12,024,391	193,138,321	42,586,395	12,730,860	89,265,171
Total Liabilities	127,519,023	37,790,095	207,196,922	55,558,644	41,643,057	103,707,645
TOTAL EQUITY AND LIABILITIES	1,149,127,742	950,433,680	1,073,223,124	865,563,526	987,290,126	920,887,016
Net asset per share	2.04	1.83	1.73	1.62	1.89	1.63

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
05-Feb-13

Sgd
Mr T Someswaran
Director

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

STATEMENT OF COMPREHENSIVE INCOME

	3 months ended 31 December				09 months ended 31 December			
	Group		Company		Group		Company	
	2013	2012	2013	2012	2013	2012	2013	2012
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Revenue	60,655,569	61,723,311	24,376,821	31,536,522	187,821,492	119,654,531	108,819,159	87,378,717
Direct Expenses	(7,520,337)	(6,490,292)	(3,799,465)	(3,188,572)	(21,584,649)	(18,610,991)	(10,228,180)	(8,540,096)
Gross Profit	53,135,232	55,233,019	20,577,356	28,347,950	166,236,843	101,043,540	98,590,979	78,838,621
Administrative Expenses	(7,540,303)	(7,975,538)	(6,619,622)	(7,063,897)	(29,851,263)	(27,213,400)	(23,065,787)	(24,232,708)
Other Operating Income	-	-	-	-	-	(133,685)	31,716,131	23,653,415
Operating profit	45,594,929	47,257,481	13,957,734	21,284,053	136,385,580	73,696,455	107,241,323	78,259,328
Finance Cost	(4,332,821)	(253,754)	(4,208,005)	(195,355)	(8,331,274)	1,809,879	(8,104,927)	604,552
Profit before taxation	41,262,108	47,003,727	9,749,729	21,088,698	128,054,306	75,506,334	99,136,396	78,863,880
Income tax expense	(2,049,132)	(341,729)	(267,060)	(175,407)	(2,092,656)	(768,390)	(289,565)	(387,912)
Profit for the period	39,212,976	46,661,998	9,482,669	20,913,291	125,961,650	74,737,944	98,846,831	78,475,968
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	39,212,976	46,661,998	9,482,669	20,913,291	125,961,650	74,737,944	98,846,831	78,475,968
EPS	0.08	0.09	0.02	0.04	0.25	0.15	0.20	0.16

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PANASIAN POWER PLC
INTERIM FINANCIAL STATEMENTS - THIRD 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.	
Balance as at 01 April 2012	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	-	-	78,475,968	78,475,968
- Other comprehensive income	-	-	-	-
Balance as at 31 December 2012	630,000,000	59,079,041	120,925,841	810,004,882
Balance as at 01 April 2013	630,000,000	59,079,041	128,100,330	817,179,371
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	-	-	98,846,831	98,846,831
- Other comprehensive income	-	-	-	-
Balance as at 31 December 2013	630,000,000	59,079,041	176,947,161	866,026,202

Group	Stated Capital			Total Rs.
	Ordinary Shares Rs.	Other Reserves Rs.	Retained Earnings Rs.	
Balance as at 01 April 2012	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	-	-	74,737,944	74,737,944
- Other comprehensive income	-	-	-	-
Balance as at 31 December 2012	630,000,000	88,024,541	194,619,044	912,643,585
Balance as at 01 April 2013	630,000,000	88,024,541	227,622,528	945,647,069
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	-	-	125,961,650	125,961,650
- Other comprehensive income	-	-	-	-
Balance as at 31 December 2013	630,000,000	88,024,541	303,584,178	1,021,608,719

PANASIAN POWER PLC

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

STATEMENT OF CASHFLOW

For the nine months ended 31 December,

	Group		Company	
	2013 Rs	2012 Rs	2013 Rs	2012 Rs
Cashflows from operating activities				
Profit before taxation	128,054,306	75,506,334	99,136,396	78,863,880
Adjustments for:				
Depreciation on property, plant and equipment	11,952,879	12,217,182	5,084,484	5,288,745
Amortization of intangible asset	1,146,429	1,146,432	825,000	825,003
Provision for retiring gratuity	26,897	69,851	-	(76,314)
Dividend income	-	-	(31,716,131)	(23,787,100)
Loss on disposal of property, plant and equipment	-	133,685	-	133,685
Interest income	(225,700)	(3,238,669)	(164,123)	(1,645,075)
Interest expense	8,556,974	1,428,790	8,269,050	1,040,523
Cashflow from operating activities before working capital changes	149,511,785	87,263,605	81,434,676	60,643,347
(Increase) / Decrease in receivables	(12,050,283)	(26,222,086)	(2,370,734)	(10,682,188)
Decrease / (Increase) in related company receivables	-	-	-	-
Increase / (Decrease) in related company payables	-	-	17,000,000	17,500,000
Increase / (Decrease) in payables	(1,369,319)	2,319,940	323,551	1,253,096
Cashflow from operating activities	136,092,183	63,361,459	96,387,493	68,714,255
Interest paid	(8,556,974)	(1,428,790)	(8,269,050)	(1,040,523)
Income tax /ESC paid	(2,876,302)	-	(2,768,578)	-
Net cashflow from operating activities	124,658,907	61,932,669	85,349,865	67,673,732
Cashflows used investing activities				
Purchase of property, plant and equipment	(215,650)	(67,059)	(194,000)	(67,059)
Proceeds from disposal of property, plant and equipment	-	3,350,000	-	3,350,000
Part payment of the advance payable for the acquisition of Padiyapelella Hydropower Limited	(115,000,000)	(69,250,000)	(115,000,000)	(69,250,000)
Dividend received	-	-	31,716,131	23,787,100
Interest received	225,700	3,238,669	164,123	1,645,075
Net cashflows (used in) investing activities	(114,989,950)	(62,728,390)	(83,313,746)	(40,534,884)
Cashflows from financing activities				
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	(748,222)	(1,243,089)	(748,222)	(1,243,089)
Payment of finance lease obligation	(1,303,668)	(1,905,708)	(607,035)	(1,298,480)
Net cashflows from / (used in) financing activities	37,948,110	(78,148,797)	38,644,743	(77,541,569)
Net increase / (decrease) in cash & cash equivalents	47,670,993	(78,944,518)	40,680,862	(50,402,720)
Cash & cash equivalents at the beginning of the year	27,548,768	109,703,107	14,878,708	58,275,755
Cash & cash equivalents at the end of the period	75,219,761	30,758,589	55,559,570	7,873,035
Analysis of cash & cash equivalents				
Cash in hand and cash at bank	75,219,761	30,758,589	55,559,570	7,873,035

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PANASIAN POWER PLC
INTERIM FINANCIAL STATEMENTS - THIRD QUARTER 2013/2014
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 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
- 2 The interim financial statements for the nine month period ended 31 December 2013 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
- 3 The Consolidated Financial Statements were authorised for issue by the Board of Directors on 05 February 2014
- 4 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 ongoing expansion activities at the Rathganga site. The Company is committed to pay Rs 633,500,000 being the balance purchase consideration.
- 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.0.10 per share amounting to Rs 50,000,000 on 18 September 2013

	2013 Rs	2012 Rs
Highest	2.70	3.00
Lowest	2.30	2.30
Closing	2.50	2.50

- 11 The Public Share Holding Percentage as at 31 December 2013 was %

Parent Company			
Standard Chartered Bank /Hemas Power PLC	100,000,000		
Subsidiaries and Associates of Parent			
Okanda Power Grid (Pvt) Limited	36,200,000		
Upper Agra Oya Hydro Power (Pvt) Limited	10,300,000		
	<u>146,500,000</u>		
Directors' holding	2,350,007		
Total	148,850,007	29.77%	
Public holding	351,149,993	70.23%	
Stated Capital	<u>500,000,000</u>	100%	

- 12 Director's shareholding as at 31 December 2013 was as follows:

Name of the Director	Number of shares
Dr P Ramanujam	2,350,000
Mr T Someswaran	7

- 13 Twenty major shareholders of the Company as at 31 December 2013

Name	No of Shares	%
Standard Chartered Bank /Hemas Power PLC	100,000,000	20.00
Okanda Power Grid (Pvt) Ltd	36,200,000	7.24
Amana Bank Limited	33,947,632	6.79
Commercial Bank of Ceylon PLC/A.K .Pathirage	25,000,000	5.00
Power Hub International SDN BHD, Malaysia	17,174,900	3.43
Commercial Cedit PLC	17,094,690	3.42
Almar Trading Co (Pvt) Ltd	16,340,764	3.27
Mr Pattiypawulage Don Raj Rohitha Weeraratne	11,799,900	2.36
Upper Agra Oya Hydro Power (Pvt) Ltd	10,300,000	2.19
Mr Zulficar Ahamed Mohamed Thahir	9,000,000	1.80
Commercial Bank of Ceylon PLC/Capital Trust Holdings (Pvt) Limited	8,877,698	1.78
Wadlock Mackenzie Limited/ Mr Chamila Damion Kohombanwickramage	4,265,949	0.85
Lexinton Holdings (Pvt) Ltd	4,002,500	0.80
Lanka Orix Leasing Company PLC	4,000,000	0.80
Dee Investment (Pvt) Limited	3,500,000	0.70
Cocoshell Activated Carbon Company Limited	3,356,055	0.67
Mr De Saram Weerathunga Arachchige Sampath Palitha	3,311,003	0.66
Mr Mohamed Firdouse Farook	3,000,855	0.6
Janashakthi Limited Account No.1	3,000,000	0.60
Mr Mohamed Armil Najmul Sammoon Joint Mrs S T R Sammoon	2,902,100	0.58
	<u>317,074,046</u>	<u>63.54</u>

PANASIAN POWER PLC
INTERIM FINANCIAL STATEMENTS - THIRD QUARTER 2013/2014
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

"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

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