



VALLIBEL POWER ERATHNA PLC

INTERIM FINANCIAL STATEMENTS

First Quarter

for the three months ended 30th June 2022

Statement of Financial Position

As at	Group		Company	
	30.06.2022 Rs.	31.03.2022 Rs. (Audited)	30.06.2022 Rs.	31.03.2022 Rs. (Audited)
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	1,974,897,430	1,994,118,758	708,612,343	716,113,287
Right-to-use of Assets	37,920,861	39,412,512	2,620,565	3,004,397
Investment in Subsidiary	-	-	821,619,980	821,619,980
Intangible Assets	52,258,214	54,918,537	4,838,626	4,909,782
Other non-current asset	4,500,000	4,500,000	-	-
	2,069,576,505	2,092,949,807	1,537,691,514	1,545,647,446
Current Assets				
Inventories	8,823,259	9,191,747	3,154,826	3,154,826
Trade & Other Receivables	1,052,306,008	789,437,277	281,812,787	186,976,860
Amounts Due from Related Parties	1,217,897	2,372,042	2,972,693	4,732,972
Cash and cash equivalents	170,974,020	155,986,053	75,243,809	103,027,542
	1,233,321,184	956,987,119	363,184,115	297,892,200
Total Assets	3,302,897,689	3,049,936,926	1,900,875,629	1,843,539,646
EQUITY AND LIABILITIES				
Equity Attributable to Equity Holders of the Parent				
Stated Capital	1,174,365,278	1,174,365,278	1,174,365,278	1,174,365,278
Accumulated Profit	1,536,389,744	1,301,976,505	547,258,751	475,937,531
Capital and reserves attributable to owners of Vallibel Power Erathna PLC	2,710,755,022	2,476,341,783	1,721,624,029	1,650,302,809
Non - Controlling Interest	259,941,905	235,675,553	-	-
Total Equity	2,970,696,927	2,712,017,336	1,721,624,029	1,650,302,809
Non-Current Liabilities				
Retirement Benefit Obligations	32,591,864	31,670,864	21,730,958	21,190,958
Deferred Tax Liability	126,628,535	127,487,877	95,173,096	96,253,848
Lease Liability	39,827,528	41,125,081	1,357,606	1,684,984
	199,047,927	200,283,822	118,261,660	119,129,790
Current Liabilities				
Accruals and other payables	34,260,656	35,197,357	13,513,071	15,668,552
Lease Liability	5,307,333	5,243,216	1,560,094	1,560,094
Current tax liabilities	93,584,846	97,195,195	45,916,776	56,878,401
	133,152,835	137,635,768	60,989,941	74,107,047
Total Equity and Liabilities	3,302,897,689	3,049,936,926	1,900,875,629	1,843,539,646
Net Asset Per Share	3.63	3.31	2.30	2.21

These Financial Statements are in compliance with the requirements of the Companies Act, No. 7 of 2007.

Sgd.

Sajithra Thanoj
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.

S. H. Amarasekara
Chairman

August 03, 2022 / Colombo

Sgd.

Russell De Silva
Jt.CEO

Sgd.

H. Somashantha
Director

Statement of Profit or Loss

For the three months ended 30th June	Group			Company		
	Three Months			Three Months		
	2022 Rs.	2021 Rs.	Change %	2022 Rs.	2021 Rs.	Change %
Revenue	371,874,889	375,370,118	(1)	111,411,255	101,545,393	10
Cost of Sales	(39,819,017)	(39,419,610)	1	(13,244,814)	(13,547,153)	(2)
Gross Profit	332,055,872	335,950,508	(1)	98,166,441	87,998,240	12
Other Operating Income	-	-	-	-	-	-
Administration Expenses	(30,072,990)	(26,332,135)	14	(14,143,781)	(11,544,368)	23
Other Operating Expenses	(181,740)	(30,000)	506	(119,490)	(20,000)	497
Finance Cost	(1,069,735)	(1,183,471)	(10)	(63,490)	(84,061)	(24)
Finance Income	4,804,205	4,809,950	(0)	2,263,710	678,889	233
Profit Before Tax	305,535,612	313,214,852	(2)	86,103,390	77,028,700	12
Income Tax Expenses	(46,856,021)	(38,483,912)	22	(14,782,170)	(10,153,161)	46
Net Profit For the Period	258,679,591	274,730,940	(6)	71,321,220	66,875,539	7
Attributable to:						
Owners of Vallibel Power Erathna PLC	234,413,239	247,840,969	(5)	71,321,220	66,875,539	7
Non Controlling Interest	24,266,352	26,889,971	(10)	-	-	-
	258,679,591	274,730,940	(6)	71,321,220	66,875,539	7
Basic Earnings Per Share	0.31	0.33		0.10	0.09	

Statement of Comprehensive Income

For the three months ended 30th June	Group			Company		
	Three Months			Three Months		
	2022 Rs.	2021 Rs.	Change %	2022 Rs.	2021 Rs.	Change %
Net Profit for the Period	258,679,591	274,730,940	(6)	71,321,220	66,875,539	7
Total Other Comprehensive Income /(Loss)	-	-	-	-	-	-
Total Comprehensive Income for the period, net of Tax	258,679,591	274,730,940	(6)	71,321,220	66,875,539	7
Attributable to:						
Owners of Vallibel Power Erathna PLC	234,413,238	247,840,969	(5)	71,321,220	66,875,539	7
Non Controlling Interest	24,266,353	26,889,971	(10)	-	-	-
	258,679,591	274,730,940	(6)	71,321,220	66,875,539	7

Statement of Cash Flows

For the three months ended 30th June	Group		Company	
	2022 Rs.	2021 Rs.	2022 Rs.	2021 Rs.
Cash Flows from/(Used in) Operating Activities				
Net Profit Before Income Tax Expense	305,535,612	313,214,852	86,103,390	77,028,700
Adjustments for				
Amortization of Intangible Assets	2,660,323	2,660,323	71,156	71,156
Amortization of Right of Use Assets	1,491,651	1,519,376	383,832	383,832
Depreciation	19,877,962	19,892,081	7,842,144	7,841,600
Provision for Retirement Benefit Obligations	921,000	960,000	540,000	540,000
Profit/(loss) on disposal of Property, Plant & Equipment	7,300	-	7,300	-
Finance Income	(4,804,205)	(4,809,950)	(2,263,710)	(678,889)
Finance Cost	1,069,735	1,183,471	63,490	84,061
Operating Profit Before Working Capital Changes	326,759,378	334,620,152	92,747,602	85,270,461
(Increase)/ Decrease in Inventories	368,488	-	-	-
(Increase)/ Decrease in Trade and Other Receivables	(259,967,749)	(84,972,598)	(90,795,220)	(47,943,743)
(Increase)/ Decrease in Amounts Due from Related Parties	1,154,144	(215,951)	1,760,279	(1,262,051)
Increase / (Decrease) in Trade and Other Payables	(2,136,701)	456,285	(2,155,481)	746,188
Cash Generated from /(used in) Operating Activities	66,177,560	249,887,888	1,557,180	36,810,855
Finance Cost Paid	(77,485)	(148,916)	(27,457)	(48,028)
Finance Income Received	1,903,217	3,701,036	(1,776,997)	682,612
Retirement Benefit Obligations Paid	-	-	-	-
Taxes Paid	(51,325,711)	(76,647,810)	(26,824,548)	(51,788,901)
Net Cash from / (used in) Operating Activities	16,677,581	176,792,199	(27,071,822)	(14,343,462)
Cash Flows From / (Used in) Investing Activities				
Acquisitions of Property, Plant & Equipments	(663,933)	(263,400)	(348,500)	(144,500)
Net Cash Flow from / (Used In) Investing Activities	(663,933)	(263,400)	(348,500)	(144,500)
Cash Flows from /(Used in) Financing Activities				
Principal Elements of Lease Payments	(1,025,681)	(954,255)	(363,411)	(342,840)
Dividends Paid	-	-	-	-
Net Cash Flows From / (Used In) Financing Activities	(1,025,681)	(954,255)	(363,411)	(342,840)
Net Increase / (Decrease) In Cash & Cash Equivalents	14,987,967	175,574,544	(27,783,733)	(14,830,803)
Cash and Cash Equivalents at the Beginning of the Period (Note A)	155,986,053	296,637,847	103,027,542	66,279,924
Cash and Cash Equivalents at the End of the Period (Note B)	170,974,020	472,212,391	75,243,809	51,449,121
Note A				
Cash and Cash Equivalents at the Beginning of the Period				
Cash in Hand & at Bank	17,344,886	276,003,486	14,270,461	19,273,877
Investments in short-term deposits (Maturity period < 3 months)	138,641,167	20,634,361	88,757,081	47,006,047
	155,986,053	296,637,847	103,027,542	66,279,924
Note B				
Cash and Cash Equivalents at the End of the Period				
Cash in Hand & at Bank	32,332,854	53,732,985	9,543,014	21,196,215
Investments in short-term deposits (Maturity period < 3 months)	138,641,167	418,479,407	65,700,795	30,252,906
	170,974,020	472,212,391	75,243,809	51,449,121

Statement of Changes in Equity

Group

	Stated Capital Rs.	Accumulated Profit Rs.	Non Controlling Interest Rs.	Total Equity Rs.
Balance as at 01st April 2021	1,174,365,278	1,313,301,901	224,789,541	2,712,456,720
Net Profit for the Period	-	247,840,969	26,889,971	274,730,940
Balance as at 30th June 2021	1,174,365,278	1,561,142,870	251,679,512	2,987,187,660
Balance as at 01st April 2022	1,174,365,278	1,301,976,505	235,675,553	2,712,017,336
Net Profit for the Period	-	234,413,239	24,266,352	258,679,591
Balance as at 30th June 2022	1,174,365,278	1,536,389,744	259,941,905	2,970,696,927

Company

	Stated Capital Rs.	Accumulated Profit Rs.	Total Equity Rs.
Balance as at 01st April 2021	1,174,365,278	552,316,791	1,726,682,069
Net Profit for the Period	-	66,875,539	66,875,539
Balance as at 30th June 2021	1,174,365,278	619,192,330	1,793,557,608
Balance as at 01st April 2022	1,174,365,278	475,937,531	1,650,302,809
Net Profit for the Period	-	71,321,220	71,321,220
Balance as at 30th June 2022	1,174,365,278	547,258,751	1,721,624,029

Notes to the Interim Financial Statements

- The above figures are provisional & subject to audit unless otherwise stated.
- The interim financial statements of the Group and the Company for the three months ended 30th June 2022 were authorised for issue by the Board of Directors on 03rd August 2022.
- The financial statements for the period ended 30th June 2022, includes “the Company” referring to Vallibel Power Erathna PLC as the Holding Company and “the Subsidiary” referring to Country Energy (Private) Limited whose accounts have been consolidated therein.
- The Interim Financial Statements have been prepared in accordance with the accounting policies set out in the Annual report for the year ended 31st March 2022 and comply with the Sri Lanka Accounting Standards (SLFRS/LKAS). These Interim Financial Statements should be read in conjunction with the annual financial statements for the year ended 31st March 2022. They also provide the information required by the Colombo Stock Exchange and LKAS 34.
- The number of shares representing the stated capital is 747,109,731.
- The Group had no significant contingent liabilities outstanding as at the reporting date.
- No other circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the Financial Statements.

8. Operating Segment Information

For the three months ended 30th June 2022

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	14,974,631	8,178,876	5,222,206	-	28,375,713
Revenue	Rs.	111,411,255	159,603,400	100,860,234	-	371,874,889
Gross Profit	Rs.	98,166,441	144,359,336	91,752,596	(2,222,500)	332,055,872
Profit After Tax	Rs.	71,321,220	115,509,063	74,071,808	(2,222,500)	258,679,591
Total Assets	Rs.	1,900,875,629	1,320,651,894	958,533,089	(877,162,923)	3,302,897,689
Total Liabilities	Rs.	179,251,601	121,664,947	127,521,767	(96,237,553)	332,200,762

For the three months ended 30th June 2021

		Erathna MHPP	Denawaka Ganga MHPP	Kiriwaneliya MHPP	Group Adjustments	Group
Power Generation	kWh	14,045,006	8,466,980	5,302,267	-	27,814,253
Revenue	Rs.	101,545,393	169,232,936	104,591,789	-	375,370,118
Gross Profit	Rs.	87,998,240	155,591,833	94,582,935	(2,222,500)	335,950,508
Profit After Tax	Rs.	66,875,539	130,943,852	79,134,049	(2,222,500)	274,730,940
Total Assets	Rs.	1,946,438,336	1,242,767,815	885,627,744	(773,914,389)	3,300,919,506
Total Liabilities	Rs.	152,880,728	131,297,498	31,432,635	129,418,483	313,731,846

9. The age analysis of Trade Receivables which is due from Ceylon Electricity Board as at 30th June 2022.

As at	Company		Group	
	30.06.2022	31.03.2022 (Audited)	30.06.2022	31.03.2022 (Audited)
	Rs.	Rs.	Rs.	Rs.
Below 30 days	38,370,587	7,214,248	122,881,065	29,167,244
30 – 60 days	46,467,740	7,710,957	161,639,257	28,525,697
60 – 180 days	56,848,408	121,985,206	168,063,167	470,765,810
Over 180 days	127,968,281	42,666,644	573,633,680	246,385,019
Total	269,655,016	179,577,055	1,026,217,169	774,843,770

The group revenue made during the quarter was Rs. 371,874,889/- and settlements made during the quarter by Ceylon electricity board was Rs 120,501,490/- related for the months of August and September 2021. This has resulted receivable balance to rise during the reporting period to Rs. 1,026,217,169 from Rs. 774,843,770/-. Further, the Group has also received Rs. 72,376,759/- subsequent to reporting date out of the receivables over 180 days.

10. Related Party Transactions with the Company

For the Period Ended	30-06-2022 Rs.	30-06-2021 Rs.
10.1 Key Management Personal (KMP)		
Directors Remuneration	(1,500,000)	(1,094,444)
Key Management Compensation	(2,315,067)	(2,104,606)
Close Family Members of KMP	Nil	Nil
10.2 Country Energy (Pvt) Ltd - Subsidiary		
Net operating expenses incurred on behalf of the Subsidiary	(8,802,093)	(8,021,623)
Reimbursement of operating expenses by the Subsidiary	9,450,587	6,876,617
10.3 Other Related companies		
10.3.1 Alternate Power Systems (Pvt) Ltd (APSL)		
Net operating expenses incurred on behalf of APSL	(5,616,774)	(4,836,652)
Reimbursement of operating expenses by APSL	6,726,579	4,764,578
10.3.2 Vallibel Finance PLC		
Investments in Fixed Deposit	(16,545,111)	(15,252,900)
Withdrawal of Fixed Deposit	30,601,397	25,000,000
FD Interest Recieved	443,720	152,753
10.3.3 Hayleys PLC		
Payment for rent and services	(2,717,877)	(1,405,890)
10.3.4 Hayleys Power Limited (HPL)		
Net operating expenses incurred on behalf of HPL	(979,080)	(522,551)
Reimbursement of operating expenses by HPL	981,060	477,580

11. Share Information

11.1. The public shareholding percentage as at 30th June 2022 was 59.9%, comprising of 7,063 shareholders.

11.2. The Float Adjusted Market Capitalization as at 30th June 2022 is Rs. 3,043,128,322.80. The Company complies with option 4 of the Listing Rules 7.14.1 (a).

11.3. Market price per share

For the period ended	30-06-2022 Rs.	30-06-2021 Rs.
Market Price – Highest	8.20	8.30
Market Price – Lowest	6.20	7.30
Market Price – Last Traded	6.80	8.10

11.4. Directors' shareholding as at 30th June 2022

Director	No. of Shares
Mr. S H Amarasekera	30
Mr. P K Sumanasekera	150,000
Mr. H Somashantha	15,000
Mr. S Shanmuganathan	Nil
Mr. C V Cabraal	Nil
Ms. Y Bhaskaran	Nil

11.5 Major Shareholders as at 30th June 2022

Shareholder	No. of Shares	Percentage (%)
1. Vallibel Power Limited	299,425,830	40.078
2. Mr K.D.D. Perera	144,812,225	19.383
3. Sri Lanka Insurance Corporation Ltd-Life Fund	28,994,243	3.881
4. Sri Lanka Insurance Corporation Ltd-General Fund	26,450,000	3.540
5. Mr K.D.H. Perera	18,750,000	2.510
6. Mr K.D.A. Perera	18,750,000	2.510
7. Employees Trust Fund Board	9,688,029	1.297
8. Ms K.D.C. Samanthi	9,375,000	1.255
9. Perera and Sons Bakers (Pvt) Limited	7,000,000	0.937
10. Mackenzie Capital Ltd	7,000,000	0.937
11. DFCC Bank PLC A/C 1	6,400,000	0.857
12. AIA Insurance Lanka Limited A/C No.07	6,304,463	0.844
13. HSBC Bank PLC-Mckinley Capital Measa Fund OEIC Limited	5,846,105	0.782
14. Mr P.P. Subasinghe	4,703,190	0.630
15. Mr S.M. Jayasooriya	4,208,559	0.563
16. Mr M.F. Hashim	3,999,655	0.535
17. Mr D.D. Gunaratne	3,021,000	0.404
18. Mr B.C. Tay	3,000,000	0.402
19. Hatton National Bank PLC/Yonmeregna Simon Hewage Rushanka Sulakshana Silva	2,500,000	0.335
20. Mr M.I.M. Shafie & Mrs F.R. Shafie	2,500,000	0.335
21. AIA Insurance Lanka Limited A/C No. 06	2,222,113	0.297
22. Mrs. M.P.B. Fernando	2,000,000	0.268

Corporate Information

Name of Company

Vallibel Power Erathna PLC

Legal Form

A Public quoted company with limited liability incorporated under the Provisions of the Companies Act, No. 07 of 2007.

Date of Incorporation

07th November 2001

Company Registration Number

P.Q. 103

Nature of the Business

Generate and Supply Electric Power to the National Grid.

Board of Directors

Mr. S H Amarasekera - Chairman
Mr. P K Sumanasekera
Mr. H Somashantha
Mr. S Shanmuganathan
Mr. C V Cabraal
Ms. Y Bhaskaran

Registered Office

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Web Site: www.vallibel-hydro.com

Business Office

No. 25, Foster Lane, Colombo 10
Telephone: 011 2381111
Fax: 011 2381115

Subsidiary Company

Country Energy (Pvt) Ltd. (unquoted)

Company Secretaries

P W Corporate Secretarial (Pvt) Limited
No.3/17, Kynsey Road,
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Telephone:011- 4640360
Fax :011- 4740588
E-mail : pwcs@pwcs.lk

Auditors

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Web site : www.pwc.com/lk

Bankers

Commercial Bank of Ceylon PLC
Pan Asia Banking Corporation PLC
Hatton National Bank PLC