



# VIDULLANKA PLC

Building on Renewable Energy Sources

**(PQ 83)**

**INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED  
30<sup>th</sup> June 2017.**

Registered office: Level 04, Access Towers, No. 278, Union Place, Colombo 2 Sri Lanka.  
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**VIDULLANKA PLC**

**Statement of Financial Position**

**Quarter ended 30th June 2017**

	Group		Company	
	30.06.2017 (Unaudited*) Rs.	31.03.2017 (Audited) Rs.	30.06.2017 (Unaudited*) Rs.	31.03.2017 (Audited) Rs.
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property , Plant & Equipment	3,611,154,371	3,519,593,686	487,244,010	492,847,734
Mature Bearer Biological Assets	3,467,237	3,541,008	-	-
Investments in Subsidiaries	-	-	903,334,126	903,334,126
Investment in Joint Ventures & Associates	333,495,383	327,305,102	220,912,412	220,912,412
Other Project Investments	126,376,138	134,519,339	126,376,138	134,519,339
Goodwill	215,879,383	215,879,382	-	-
	<b>4,290,372,512</b>	<b>4,200,838,517</b>	<b>1,737,866,686</b>	<b>1,751,613,611</b>
<b>Current Assets</b>				
Inventories	14,101,653	12,803,644	5,141,821	5,151,350
Trade and Other Receivables	399,661,510	256,578,658	316,675,574	276,091,075
Other Financial Assets	10,774,699	153,647,689	10,774,699	153,647,689
Cash and Bank Balances	35,192,718	81,174,875	192,829	7,346,697
	459,730,579	504,204,866	332,784,923	442,236,811
<b>Total Assets</b>	<b>4,750,103,091</b>	<b>4,705,043,383</b>	<b>2,070,651,609</b>	<b>2,193,850,422</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and Reserves</b>				
Stated Capital	1,267,893,105	1,267,893,105	1,267,893,105	1,267,893,105
Retained Earnings	583,019,250	569,026,544	146,494,794	149,900,901
Other components of equity	(42,661,661)	(35,150,451)	-	-
<b>Equity attributable to Equity Holders of the Parent</b>	<b>1,808,250,693</b>	<b>1,801,769,198</b>	<b>1,414,387,899</b>	<b>1,417,794,006</b>
Non Controlling Interest	5,932,768	5,820,869	-	-
<b>Total Equity</b>	<b>1,814,183,461</b>	<b>1,807,590,067</b>	<b>1,414,387,899</b>	<b>1,417,794,006</b>
<b>Non- Current Liabilities</b>				
Financing and Lease [Ijara] Payables	1,834,663,184	1,906,785,297	140,602,187	156,231,626
Defined Benefit Liability	21,014,805	21,946,500	16,809,081	18,080,258
Deferred Taxation	33,779,674	14,270,492	14,095,721	14,095,720
	<b>1,889,457,663</b>	<b>1,943,002,289</b>	<b>171,506,989</b>	<b>188,407,604</b>
<b>Current Liabilities</b>				
Trade and Other Payables	247,538,799	251,383,522	40,657,715	62,849,735
Financing and Lease [Ijara] Payables	786,239,922	697,823,990	443,811,424	524,511,494
Income Tax Liability	12,683,245	5,243,515	287,582	287,583
	<b>1,046,461,967</b>	<b>954,451,027</b>	<b>484,756,721</b>	<b>587,648,812</b>
<b>Total Equity and Liabilities</b>	<b>4,750,103,091</b>	<b>4,705,043,383</b>	<b>2,070,651,609</b>	<b>2,193,850,422</b>

<b>Net Asset Value Per Share (Rs)</b>	2.42	2.41	1.89	1.90
<b>No of Issued Shares</b>	747,153,790	747,153,790	747,153,790	747,153,790

\* The amounts are provisional and subject to audit

These Financial Statements are in compliance with the requirement of the Companies Act No. 07 of 2007



Mafaz Ansar  
Head of Finance

The Board of Directors is responsible for the Preparation and presentation of these financial statements.



Riyaz M. Sangani  
Director



M. Zulficar Ghouse  
Director

Colombo  
11th August 2017

## Vidullanka PLC

### Statement of Comprehensive Income

Quarter ended 30th June 2017

	Group			Company		
	2017 (Unaudited*) Rs.	2016 Rs.	Variance	2017 (Unaudited*) Rs.	2016 Rs.	Variance
<b>Revenue</b>	203,721,156	214,057,959	-4.8%	59,239,166	91,634,902	-35.4%
Cost of Sales	(58,656,281)	(36,680,650)	-59.9%	(11,752,304)	(10,920,002)	-7.6%
<b>Gross Profit</b>	<b>145,064,875</b>	<b>177,377,309</b>	<b>-18.2%</b>	<b>47,486,862</b>	<b>80,714,900</b>	<b>-41.2%</b>
Other Income and Gain/(Losses)	18,023,766	5,638,550	219.7%	17,428,077	4,020,833	333.4%
Administrative Expenses	(62,856,563)	(72,659,839)	13.5%	(48,466,109)	(43,161,988)	-12.3%
Finance Cost	(65,697,427)	(35,869,498)	-83.2%	(20,127,808)	(14,757,053)	-36.4%
Finance Income	194,017	78,332	147.7%	194,018	43,512	345.9%
Investment Income from Joint Ventures	6,224,023	22,370,945	-72.2%	-	-	-
<b>Profit Before Tax</b>	<b>40,952,692</b>	<b>96,935,798</b>	<b>-57.8%</b>	<b>(3,484,961)</b>	<b>26,860,204</b>	<b>-113.0%</b>
Income Tax Expense	(26,948,911)	(4,910,826)	-448.8%	-	(4,719,818)	100.0%
<b>Profit for the period</b>	<b>14,003,780</b>	<b>92,024,972</b>	<b>-84.8%</b>	<b>(3,484,961)</b>	<b>22,140,386</b>	<b>-115.7%</b>
<b>Other Comprehensive Income</b>						
Net Actuarial Gain/(Loss) on Defined Benefit Plan	104,757	570,346	81.6%	105,139	595,550	82.3%
Income Tax on Other Comprehensive Income	(26,685)	(143,286)	-81.4%	(26,285)	(148,887)	-82.3%
Net Actuarial Gain/(Loss) on Defined Benefit Plan of Investment share	22,753	13,027	-	-	-	-
Exchange Differences on Translation of Foreign Operations	(7,511,210)	(130,696)	-5647.1%	-	-	-
Other Comprehensive Income for the Year, Net of Tax	(7,410,386)	309,391	2495.2%	78,854	446,662	82.3%
<b>Total Comprehensive Income for the Year, Net of Tax</b>	<b>6,593,394</b>	<b>92,334,363</b>	<b>-92.9%</b>	<b>(3,406,107)</b>	<b>22,587,048</b>	<b>-115.1%</b>
<b>Profit attributable to :</b>						
Equity Holders of the Parent	13,892,157	91,325,514	-84.8%	(3,484,961)	22,140,386	-115.7%
Non-Controlling Interest	111,624	699,458	84.0%	-	-	-
<b>Total Profit for the period</b>	<b>14,003,780</b>	<b>92,024,972</b>	<b>-84.8%</b>	<b>(3,484,961)</b>	<b>22,140,386</b>	<b>-115.7%</b>
<b>Total Comprehensive Income attributable to :</b>						
Equity Holders of the Parent	6,481,495	91,634,905	-92.9%	(3,406,107)	22,587,048	-115.1%
Non-Controlling Interest	111,899	699,458	84.0%	-	-	-
<b>Total Comprehensive Income for the Year</b>	<b>6,593,394</b>	<b>92,334,363</b>	<b>-92.9%</b>	<b>(3,406,107)</b>	<b>22,587,048</b>	<b>-115.1%</b>

Earnings Per Share	0.02	0.19	(0.00)	0.05
Weighted Average No of Shares	747,153,790	477,269,193	747,153,790	477,269,193

\* The amounts are provisional and subject to audit

# VIDULLANKA PLC

## Statement of Changes In Equity

Quarter ended 30th June 2017

GROUP	Stated Capital	Retained Earnings	Foreign Currency Translation Reserve	Non-Controlling	Total
	Rs	Rs	Rs	Rs	Rs
<b>Balance As at 1st April 2016</b>	<b>1,267,893,105</b>	<b>603,247,633</b>	<b>(5,709,736)</b>	<b>4,968,730</b>	<b>1,870,399,731</b>
Profit for the period	-	91,325,514	-	699,458	92,024,972
Other Comprehensive Income	-	908,763	(908,763)	-	-
Total Comprehensive Income for the Year	-	92,234,277	(908,763)	699,458	92,024,972
<b>Balance As At 30th June 2016</b>	<b>1,267,893,105</b>	<b>695,481,910</b>	<b>(6,618,499)</b>	<b>5,668,188</b>	<b>1,962,424,704</b>
<b>Balance As at 1st April 2017</b>	<b>1,267,893,105</b>	<b>569,026,544</b>	<b>(35,150,451)</b>	<b>5,820,869</b>	<b>1,807,590,067</b>
Profit for the period	-	13,892,157	-	111,624	14,003,780
Other Comprehensive Income	-	100,549	(7,511,210)	275	(7,410,386)
Total Comprehensive Income for the Year	-	13,992,706	(7,511,210)	111,899	6,593,394
<b>Balance As At 30th June 2017</b>	<b>1,267,893,105</b>	<b>583,019,250</b>	<b>(42,661,661)</b>	<b>5,932,768</b>	<b>1,814,183,461</b>

COMPANY	Stated Capital	Retained Earnings	Total
	Rs	Rs	Rs
Balance As At 1st April 2016	1,267,893,105	234,065,161	1,501,958,266
Profit for the period	-	22,140,386	22,140,386
Other Comprehensive Income	-	446,662	446,662
Total Comprehensive Income for the Year	-	22,587,048	22,587,048
<b>Balance As At 30th June 2016</b>	<b>1,267,893,105</b>	<b>256,652,209</b>	<b>1,524,545,314</b>
Balance As At 1st April 2017	1,267,893,105	149,900,901	1,417,794,006
Profit for the period	-	(3,484,961)	(3,484,961)
Other Comprehensive Income	-	78,854	78,854
Total Comprehensive Income for the Year	-	(3,406,107)	(3,406,107)
<b>Balance As At 30th June 2017</b>	<b>1,267,893,105</b>	<b>146,494,794</b>	<b>1,414,387,899</b>

# VIDULLANKA PLC

## Statement of Cash Flow

Quarter ended 30th June 2017

	Group		Company	
	30.06.2017 (Unaudited*) Rs.	30.06.2016 Rs.	30.06.2017 (Unaudited*) Rs.	30.06.2016 Rs.
<b>CASH FLOWS FROM/(USED IN ) OPERATING ACTIVITIES</b>				
Profit from Ordinary Activities Before Tax	40,952,692	96,935,798	(3,484,961)	26,860,204
<b>Adjustments for</b>				
Depreciation	32,017,223	19,897,026	6,325,491	6,461,329
Provision for Retiring Gratuity	1,054,906	1,082,317	715,423	774,357
Share of Profits from Joint Ventures	(6,224,023)	(22,370,945)	-	-
Finance Income	(194,017)	(78,332)	(194,018)	(43,512)
Finance Cost	65,697,427	35,869,498	20,127,808	14,757,053
<b>Operating Profit/(Loss) Before Working Capital Changes</b>	<b>133,304,207</b>	<b>131,335,362</b>	<b>23,489,744</b>	<b>48,809,431</b>
(Increase)/Decrease in Inventories	(1,298,008)	(569,070)	9,529	(563,221)
(Increase)/Decrease in Trade & Other Receivables	(143,082,852)	(123,837,355)	(40,584,498)	(55,866,131)
(Increase)/ Decrease in Other Financial Assets	142,872,990	(19,990)	142,872,990	(19,990)
Increase/(Decrease) in Other Payables	(3,844,723)	(28,001,193)	(22,192,020)	(50,811,703)
<b>Cash Generated from Operations</b>	<b>127,951,613</b>	<b>(21,092,245)</b>	<b>103,595,744</b>	<b>(58,451,614)</b>
Finance Cost Paid	(65,697,427)	(35,869,498)	(20,127,808)	(14,757,053)
Finance Income Received	194,017	78,332	194,018	43,512
Defined Benefit Plan Costs Paid	(1,986,600)	-	(1,986,600)	-
Income Tax Paid	-	(3,747,478)	-	(2,902,898)
<b>Net Cash From Operating Activities</b>	<b>60,461,603</b>	<b>(60,630,888)</b>	<b>81,675,353</b>	<b>(76,068,053)</b>
<b>Net Cash From (Used In ) Investing Activities</b>				
Acquisition of Property, Plant & Equipment	(130,880,780)	(206,579,880)	(642,912)	(883,203)
Expenses incurred in new project development	8,143,201	(32,775,518)	8,143,201	(32,775,518)
<b>Net Cash Flow Used in Investing Activities</b>	<b>(122,737,579)</b>	<b>(239,355,398)</b>	<b>7,500,289</b>	<b>(33,658,721)</b>
<b>Cash From (Used in ) Financing Activities</b>				
Principal Repayment Under Ijara Facilities/(Finance Leases)	(691,772)	(629,768)	(296,600)	(268,486)
Principal Repayment Under Murabaha Facilities	(4,818,932)	(4,383,845)	(4,818,932)	(4,383,845)
Principal Repayment Under Diminishing Musharakah Facilities	(49,282,003)	(38,241,703)	(6,250,000)	(6,249,989)
Principal Payments under Wakala Facilities	(10,000,000)	(10,000,000)	(10,000,000)	(10,000,000)
Principal Repayment Under Short term facilities	(145,543,184)	(25,576,540)	(145,543,184)	(25,576,540)
Proceeds from Short term facilities	70,579,204	75,540,953	70,579,204	75,540,953
Proceeds from Wakala Facilities	-	71,926,285	-	71,926,285
Proceeds from Diminishing Musharakah Facilities	156,050,507	176,598,000	-	-
<b>Net Cash From (Used In ) Financing Activities</b>	<b>16,293,820</b>	<b>245,233,383</b>	<b>(96,329,512)</b>	<b>100,988,378</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>(45,982,156)</b>	<b>(54,752,903)</b>	<b>(7,153,870)</b>	<b>(8,738,396)</b>
<b>Cash &amp; Cash Equivalents at the beginning of period</b>	<b>81,174,875</b>	<b>92,823,126</b>	<b>7,346,697</b>	<b>22,816,481</b>
<b>Cash &amp; Cash Equivalents at end of period</b>	<b>35,192,718</b>	<b>38,070,223</b>	<b>192,828</b>	<b>14,078,085</b>
<b>Movement in cash and cash equivalents</b>				
Components of Cash and Cash Equivalents	362,500	372,500	195,000	195,000
Cash and Bank Balances	34,830,218	37,697,723	(2,171)	13,883,085
<b>At the end of the period</b>	<b>35,192,718</b>	<b>38,070,223</b>	<b>192,829</b>	<b>14,078,085</b>

\* The amounts are provisional and subject to audit

# VIDULLANKA PLC

## NOTES TO THE FINANCIAL STATEMENTS

1. The condensed interim financial statements have been prepared in accordance with Sri Lanka Accounting Standards – LKAS 34 Interim Financial Reporting. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31<sup>st</sup> March 2017, including the changes to accounting policies as a result of convergence to the revised Sri Lanka Accounting Standards (“SLFRSs/LKASs”). Further, the provisions of the Companies Act No 7 of 2007 have been considered in preparing the interim financial statements. The figures in the presented financial statements are provisional and subject to audit unless otherwise stated.
2. The summarized financial information of the Joint Ventures which are now being accounted under Equity method is presented below;

	<b>Quarter Ended</b>	<b>Year Ended</b>
	<b>30-06-2017</b>	<b>31-03-2017</b>
<b><u>Investment in Joint Ventures</u></b>		
Investment in Gurugoda Hydro (Pvt) Ltd	76,225,670	73,059,939
Investment in Udaka Energy Group (Pvt) Ltd	33,435,390	35,656,943
Investment in Vidul Madugeta (Pvt) Ltd	168,918,594	165,309,408
Investment in Nilwala Vidulibala Company (Pvt) Ltd	54,915,730	53,278,812
<b>Total Investment in Joint Ventures</b>	<b>333,495,383</b>	<b>327,305,102</b>
<b><u>Share of Comprehensive Income from Joint Ventures</u></b>		
Gurugoda Hydro (Pvt) Ltd	3,149,917	5,496,733
Udaka Energy Group (Pvt) Ltd	(2,220,805)	(3,332,412)
Vidul Madugeta (Pvt) Ltd	3,613,044	23,368,564
Nilwala Vidulibala Company (Pvt) Ltd	1,681,868	778,812
<b>Total Share of Comprehensive Income from Joint Ventures</b>	<b>6,224,023</b>	<b>26,311,697</b>

3. The Bambarabatu Oya Mini Hydro Power Project concluded the stipulated contractual period of Standard Power Purchasing agreement (SPPA) with the Ceylon Electricity Board (CEB) on 1<sup>st</sup> June 2016. The SPPA is yet to be renewed, however the plant continues to supply electricity to the grid. The revenue (amounting Rs.14.3 Mn) has been recognized based on the tariff of Rs. 5.30 per unit, which is offered by CEB for the similar mini hydro power plants with SPPA expired.
4. There has not been any significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the financial year ended 31<sup>st</sup> March 2017.
5. No circumstance has arisen since the Balance Sheet date, which would require adjustments to or disclosure in the financial statement, other than the disclosures made in this interim financial statements.

6. Market price per share during the quarter ended 30<sup>th</sup> June 2017.

Description	30 <sup>th</sup> June 2017		30 <sup>th</sup> June 2016	
	Date	Rs.	Date	Rs.
Market Price-Highest	05.05.2017	5.60	19.05.2016	6.20
Market Price-Lowest	17.04.2017	5.00	30.06.2016	5.70
Market Price-last Traded	30.06.2017	5.20	30.06.2016	5.80

7. Directors' Shareholding as at 30<sup>th</sup> June 2017.

Name of Director	Number of Shares
Mr. Osman Kassim	9, 493,310
Mr. Riyaz M. Sangani	80,417,353
Mr.Shahid M. Sangani	3,806,865
Dr. A.A.M Haroon	NIL
Mr. Ranjan Mather	7,500,000
Mr. M. Zulficar Ghouse	7,192,540
Mrs. B.R.I Sangani	5,598,708
Mr. C.F. Fuhrer	998,544
Mr. S.S.V Fernando	4,500,000
Mr. Sattar Kassim	66,943,062
Mr. Sujendra Mather	18,025,356

8. Public Shareholding information as at 30<sup>th</sup> June 2017 presented below;

<b>Issued Share Capital</b>			<b>747,153,790</b>
<b>Parent, Subsidiary, Affiliated Or Associate Entities Or Any Subsidiaries Or Associates Of Its Parent Entity</b>			
Dynawash Ltd	16,333,271		
Lanka Equities (Pvt) Ltd	1,908,939		
Vanguard Industries (Pvt) Ltd	6,914,556		
Trade First (Pvt) Ltd	242,168		
		<b>25,398,934</b>	
<b>Directors Of The Entity, Spouses &amp; Their Close Family Members</b>			
Mr. Osman Kassim	9,493,310		
Mr. Riyaz M. Sangani	80,417,353		
Mr. Shahid M. Sangani	3,806,880		
Mr. Ranjan Mather	7,500,000		
Mr. M.Zulficar Ghouse	7,192,540		
Mrs. B.R.I Sangani	5,598,708		
Mr. S.S.V Fernando	4,500,000		
Mr. Sattar Kassim	66,943,062		
Mr. Sujendra Mather	18,025,356		
Mr.C.F.Fuhrer	998,544		
Mrs. S.R. Sangani	380,849		
Mrs. S.S Sangani	2,845,232		
Mrs. R. L. Mather	36,750,000		
Mrs. Z.M.Sangani	17,239,685		
Mr.Suhayb Sangani	15	<b>261,691,534</b>	
<b>More Than 10%</b>			
Aberdeen Holdings (Pvt) Limited	114,919,947		
Belmont Agents Limited	112,500,000		
Wembley Spirit Limited	99,039,429	<b>326,459,376</b>	<b>613,549,844</b>
<b>Public Shareholding</b>			<b>133,603,946</b>
<b>Public Shareholding %</b>			<b>17.88%</b>
<b>No Of Public Shareholders</b>			<b>1,447</b>
<b>Non Public Shareholding</b>			<b>613,460,983</b>
<b>Non Public Shareholding %</b>			<b>82.12%</b>
<b>No. Of Non Public Shareholders</b>			<b>22</b>



9. The name and the Number of shares held by the top 20 shareholders as at 30<sup>th</sup> June 2017.

	<b>Name</b>	<b>Shares</b>	<b>%</b>
1	Aberdeen Holdings (Pvt) Limited	114,919,947	15.38
2	Belmont Agents Limited	112,500,000	15.06
3	Wembley Spirit Limited	99,039,429	13.26
4	Mr.Riyaz M. Sangani	80,417,353	10.76
5	Mr. Sattar Kassim	66,943,062	8.96
6	Mrs.R.L. Mather	36,750,000	4.92
7	ABC International Limited	26,204,463	3.51
8	Mrs.Yumna Kunimoto	22,977,683	3.08
9	Mr.Mohamed Shafee Mohideen	18,708,998	2.50
10	Mr.Sujendra Mather	18,025,356	2.41
11	Mrs.Z.M.Sangani	17,239,685	2.31
12	Dynawash Ltd	16,333,271	2.19
13	Mrs. D. Z. Kathawala	15,312,500	2.05
14	Jaywise (Construction) (Pvt) Limited	12,812,636	1.71
15	Mr. Ranjeet Bhanwarlal Barmecha	10,800,002	1.45
16	Mr.Osman Kassim	9,493,310	1.27
17	Mr.Ranjan Mather	7,500,000	1.00
18	Mr. Zulficar M Ghouse	7,192,540	0.96
19	Vanguard Industries Pvt Ltd	6,914,556	0.93
20	Mrs.B.R.I Sangani	5,598,708	0.75
	<b>Top 20 Shareholders</b>	<b>705,683,505</b>	<b>94.45</b>

# **CORPORATE INFORMATION**

## **COMPANY STATUS**

Public Limited Liability Company Listed in the Colombo Stock Exchange on 10<sup>th</sup> June 2005.

## **RE-REGISTRATION DATE & NUMBER**

27<sup>th</sup> September 2007.

PQ 83.

## **STATED CAPITAL**

Rs. 1,267,893,105.

## **ISSUED NUMBER OF SHARES**

747,153,790 shares.

## **COMPANY SECRETARY**

Managers & Secretaries (Pvt) Ltd  
No 8 Tickle Road  
Colombo 08.

## **REGISTERED OFFICE**

Level 04, Access Towers,  
No 278 Union Place,  
Colombo 02.  
Telephone – 011 4760000.  
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## **AUDITORS**

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## **BANKERS**

Amana Bank PLC.  
MCB Bank Limited.  
Hatton National Bank PLC.  
Commercial Bank of Ceylon PLC.  
Bank of Ceylon.  
NDB Bank PLC.