

**INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30th JUNE 2019**



STATEMENT OF FINANCIAL POSITION

As at	Group		Company	
	30.06.2019 (Unaudited*) Rs.	31.03.2019 (Audited) Rs.	30.06.2019 (Unaudited*) Rs.	31.03.2019 (Audited) Rs.
ASSETS				
Non-Current Assets				
Property , Plant & Equipment	4,109,585,419	4,116,382,099	465,348,267	459,794,276
Mature bearer biological assets	25,297,703	25,607,709	-	-
Investments in Subsidiaries	-	-	995,324,536	951,167,461
Investments in Joint Ventures & Associates	575,147,176	537,798,194	414,291,550	387,045,434
Other Project Investments	87,231,500	92,715,919	87,231,500	91,047,169
Goodwill	248,999,594	248,999,594	-	-
Deferred Tax Asset	437,545	437,545	-	-
	5,046,698,937	5,021,941,060	1,962,195,854	1,889,054,340
Inventories	19,592,550	19,223,619	6,018,364	4,994,018
Trade and Other Receivables	777,748,800	507,802,191	443,896,387	436,528,976
Cash and Bank Balances	141,605,480	240,310,787	12,500,419	28,940,347
	938,946,830	767,336,597	462,415,170	470,463,341
Total Assets	5,985,645,767	5,789,277,657	2,424,611,024	2,359,517,681
EQUITY AND LIABILITIES				
Capital and Reserves				
Stated Capital	1,417,908,484	1,417,908,484	1,417,908,484	1,417,908,484
Retaining Earnings	1,202,935,474	1,192,078,259	5,547,372	34,566,059
Other components of equity	103,483,673	101,794,975	-	-
Equity attributable to Equity Holders of the Parent	2,724,327,631	2,711,781,718	1,423,455,856	1,452,474,543
Non Controlling Interest	43,674,309	41,587,769	-	-
Total Equity	2,768,001,940	2,753,369,487	1,423,455,856	1,452,474,543
Non- Current Liabilities				
Financing and Lease (Ijara) Payables	1,992,835,696	2,124,251,574	637,243,836	659,734,095
Defined Benefit Liability	28,717,386	27,524,488	24,355,283	23,503,282
Deferred Tax Liability	222,054,882	192,446,454	-	-
	2,243,607,964	2,344,222,516	661,599,119	683,237,377
Current Liabilities				
Trade and Other Payables	182,406,597	138,155,658	164,166,667	149,801,156
Financing and Lease (Ijara) Payables	758,797,413	548,516,926	175,389,382	74,004,605
Income Tax Liability	32,831,853	5,013,070	-	-
	974,035,863	691,685,654	339,556,049	223,805,761
Total Equity and Liabilities	5,985,645,767	5,789,277,657	2,424,611,024	2,359,517,681
Net Asset Value Per Share (Rs)	3.25	3.24	1.70	1.73
No of Issued Shares	837,785,465	837,785,465	837,785,465	837,785,465

* 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

(Signed)

.....
Mafaz Ansar
Head of Finance & Treasury

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

(Signed)

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Riyaz M.Sangani
Managing Director

Colombo
5th August 2019

(Signed)

.....
Deepthie Wickramasuriya
Director

STATEMENT OF COMPREHENSIVE INCOME

Quarter Ended 30th June	Group			Company		
	2019 (Unaudited*) Rs.	2018 Rs.	Variance %	2019 (Unaudited*) Rs.	2018 Rs.	Variance %
	Revenue	265,222,212	412,096,909	(36)	53,560,771	78,840,253
Cost of Sales	(74,197,774)	(71,503,914)	4	(11,832,628)	(11,704,682)	1
Gross Profit	191,024,438	340,592,995	(44)	41,728,143	67,135,571	(38)
Other Income and Gain/(Losses)	1,160,298	3,406,212	(66)	943,619	274,508	244
Administrative Expenses	(57,511,218)	(49,827,167)	15	(47,723,307)	(41,924,782)	14
Finance Cost	(75,031,396)	(73,368,996)	2	(24,090,983)	(20,540,380)	17
Finance Income	309,865	82,979	273	208,983	82,979	152
Investment Share in the Joint Ventures & Associate	10,107,117	39,169,640	(74)	-	-	-
Profit Before Tax	70,059,104	260,055,663	(73)	(28,933,545)	5,027,896	(675)
Income Tax Expense	(56,983,001)	(33,453,924)	70	(23,840)	-	100
Profit for the period	13,076,103	226,601,739	(94)	(28,957,385)	5,027,896	(676)
Other Comprehensive Income (OCI)						
Net Actuarial Gain/(Loss) on Defined Benefit Plan	(151,631)	(629,928)	(76)	(85,143)	(538,157)	(84)
Income Tax on Other Comprehensive Income	23,534	157,375	(85)	23,840	150,684	(84)
Net Actuarial Gain/(Loss) on Defined Benefit Plan of Investment share	(4,251)	20,412	(121)	-	-	-
Exchange Differences on Translation of Foreign Operations	1,688,698	7,981,008	(79)	-	-	-
Other Comprehensive Income for the Year, Net of Tax	1,556,350	7,528,867	(79)	(61,303)	(387,473)	(84)
Total Comprehensive Income for the Year, Net of Tax	14,632,453	234,130,606	(94)	(29,018,687)	4,640,423	(725)
Profit attributable to :						
Equity Holders of the Parent	10,989,477	221,502,946	(95)	(28,957,385)	5,027,896	(676)
Non-Controlling Interest	2,086,626	5,098,793	(59)	-	-	-
Total Profit for the period	13,076,103	226,601,739	(94)	(28,957,385)	5,027,896	(676)
Total Comprehensive Income attributable to :						
Equity Holders of the Parent	12,545,979	229,031,986	(95)	(29,018,687)	4,640,423	(725)
Non-Controlling Interest	2,086,474	5,098,620	(59)	-	-	-
Total Comprehensive Income for the Year	14,632,453	234,130,606	(94)	(29,018,687)	4,640,423	(725)
Earnings Per Share	0.01	0.27		(0.03)	0.01	
Weighted Average No of Shares	837,785,465	826,113,515		837,785,465	826,113,515	

STATEMENT OF CHANGES IN EQUITY

GROUP	Stated Capital	Retained Earnings	Foreign Currency Translation Reserve	Non-Controlling Interest	Total
	Rs	Rs	Rs	Rs	Rs
Balance As at 1st April 2018	1,342,608,484	810,201,685	31,462,897	27,882,261	2,212,155,327
Profit for the Period		221,502,946		5,098,792	226,601,738
Other Comprehensive Income		(452,055)	7,981,008	(86)	7,528,867
Total Comprehensive Income for the Year	-	221,050,891	7,981,008	5,098,706	234,130,605
Share Issued for the Period	75,300,000				75,300,000
Balance As at 30th June 2018	1,417,908,484	1,031,252,576	39,443,905	32,980,967	2,521,585,932
Balance As at 1st April 2019	1,417,908,484	1,192,078,259	101,794,975	41,587,769	2,753,369,487
Profit for the period	-	10,989,477	-	2,086,626	13,076,103
Other Comprehensive Income	-	(132,262)	1,688,698	(86)	1,556,350
Total Comprehensive Income for the Year	-	10,857,215	1,688,698	2,086,540	14,632,453
Balance As at 30th June 2019	1,417,908,484	1,202,935,474	103,483,673	43,674,309	2,768,001,940

COMPANY	Stated Capital	Retained Earnings	Total
	Rs	Rs	Rs
Balance As at 1st April 2018	1,342,608,484	141,306,450	1,483,914,934
Profit for the Period	-	5,027,896	5,027,896
Other Comprehensive Income	-	(387,473)	(387,473)
Total Comprehensive Income for the Year	-	4,640,423	4,640,423
Share Issue for the Period	75,300,000		75,300,000
Balance As at 30th June 2018	1,417,908,484	145,946,873	1,563,855,357
Balance As at 1st April 2019	1,417,908,484	34,566,059	1,452,474,543
Profit for the period	-	(28,957,385)	(28,957,385)
Other Comprehensive Income	-	(61,303)	(61,303)
Total Comprehensive Income for the Year	-	(29,018,687)	(29,018,687)
Balance As at 30th June 2019	1,417,908,484	5,547,372	1,423,455,856

STATEMENT OF CASH FLOWS

As At	Group		Company	
	30.06.2019 (Unaudited*) Rs.	30.06.2018 Rs.	30.06.2019 (Unaudited*) Rs.	30.06.2018 Rs.
Cash Flows From/(Used in) Operating Activities				
Profit from Ordinary Activities Before Tax	70,059,104	260,055,663	(28,933,545)	5,027,896
Adjustments for				
Depreciation	38,082,210	36,272,946	6,073,983	6,268,163
Provision for Retiring Gratuity	978,750	2,047,522	766,857	375,715
Impairment/ written off of other projects	4,716,151	-	4,716,151	-
Translation Exchange Gain/(Loss)	(205,278)	-	-	-
(Profit) /Loss on Disposal of Property, Plant and Equipment	(943,619)	-	(943,619)	-
Profit from the Joint Ventures	(10,107,117)	-	-	-
Finance Income	(309,865)	(82,979)	(208,983)	(82,979)
Finance Cost	75,031,396	20,540,380	24,090,983	20,540,380
Operating Profit/(Loss) Before Working Capital Changes	177,301,732	318,833,532	5,561,827	32,129,175
(Increase)/Decrease in Inventories	(367,452)	2,960,603	(1,024,346)	-
(Increase)/Decrease in Trade & Other Receivables	(310,949,200)	(120,995,376)	(7,367,411)	(76,079,289)
Increase/(Decrease) in Trade & Other Payables	204,701,550	26,977,471	14,365,511	(9,600,348)
Transfer of expenses from other project investment to relevant project companies	-	(4,632,360)	-	(4,632,360)
Cash Generated from Operations	70,686,630	223,143,870	11,535,581	(58,182,822)
Finance Cost Paid	(75,031,396)	(20,540,380)	(24,090,983)	(20,540,380)
Finance Income Received	309,865	82,979	208,983	82,979
Defined Benefit Plan Costs Paid	-	(106,150)	-	(106,150)
Income Tax Paid	(158,952)	(400,000)	-	-
Net Cash From Operating Activities	(4,193,852)	202,180,319	(12,346,419)	(78,746,373)
Net Cash From (Used in) Investing Activities				
Acquisition of Property, Plant & Equipment	(26,451,834)	(172,475,253)	(11,681,749)	(278,568)
Proceeds from sale of Property, Plant & Equipment	1,000,000	-	1,000,000	-
Investment in new project development	(903,186)	-	(903,186)	-
Investment in Subsidiaries	-	-	(44,156,976)	-
Investment in Joint Ventures & Associates	(27,246,116)	(39,151,224)	(27,246,116)	-
Net Cash Flow Used in Investing Activities	(53,601,136)	(211,626,477)	(82,988,027)	(278,568)
Cash From (Used in) Financing Activities				
Principal Payment Under Ijara Facilities/(Finance Leases)	(1,340,008)	(1,364,349)	(1,105,481)	(614,591)
Principal Payment Under Murabaha Facilities	-	(5,297,199)	-	(5,297,199)
Principal Payment Under Diminishing Musharakah Facilities	(117,570,310)	(82,688,401)	-	-
Principal Payments under Wakala Facilities	(2,000,000)	(10,000,000)	-	(10,000,000)
Principal Payments under short term facilities	-	(80,000,000)	-	(80,000,000)
Proceeds from Ijara Facilities	-	11,500,000	-	9,300,000
Proceeds from Short term facilities	80,000,000	143,500,000	80,000,000	143,500,000
Proceeds from Diminishing Musharakah Facilities	-	31,980,000	-	-
Net Cash From (Used in) Financing Activities	(40,910,318)	7,630,051	78,894,519	56,888,210
Net Increase/(Decrease) in Cash & Cash Equivalents	(98,705,307)	(1,816,107)	(16,439,928)	(22,136,732)
Cash & Cash Equivalents at the beginning of period	240,310,787	105,616,266	28,940,347	36,687,715
Cash & Cash Equivalents at end of period	141,605,480	103,800,159	12,500,419	14,550,983
Movement in cash and cash equivalents				
Components of Cash and Cash Equivalents	362,500	362,500	225,000	220,000
Cash and Bank Balances	141,242,980	103,437,659	12,275,419	14,330,983
At the end of the period	141,605,480	103,800,159	12,500,419	14,550,983

* The amounts are provisional and subject to audit

NOTES TO THE FINANCIAL STATEMENTS

- The condensed interim financial statements have been prepared in accordance with Sri Lanka Accounting Standards – LKAS 34 on Interim Financial Reporting. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2019 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.
- The summarized financial information of the Joint Ventures and the Associates, which are now being accounted under Equity method, is presented below:

Investment in Joint Ventures & Associate	As At 30/06/2019	As At 30/06/2018	As At 31/03/2019
Investment in Gurugoda Hydro (Pvt) Ltd	52,376,599	54,836,320	53,885,923
Investment in Udaka Energy Group (Pvt) Ltd (Disposed)		36,845,209	
Investment in Vidul Madugeta (Pvt) Ltd	229,988,874	193,291,668	193,677,549
Investment in Nilwala Vidulibala Company (Pvt) Ltd	86,328,514	73,350,272	81,091,920
Investment in Vidul Biomass (Pvt) Ltd	206,453,189		209,142,802
Total investment in Joint Ventures	575,147,176	358,323,469	537,798,194

Share of comprehensive income from the Joint Ventures & Associate	3 Months Ended 30/06/2019	3 Months Ended 30/06/2018	12 Months Ended 31/03/2019
Gurugoda Hydro (Pvt) Ltd	(1,509,324)	2,077,368	1,109,716
Udaka Energy Group (Pvt) Ltd (Disposed)	-	1,462,619	3,105,567
Vidul Madugeta (Pvt) Ltd	9,065,209	25,947,801	39,385,899
Nilwala Vidulibala Company (Pvt) Ltd	5,236,594	9,681,852	21,885,560
Vidul Biomass (Pvt) Ltd	(2,689,613)	-	(4,227,638)
Total share of comprehensive income from Joint Ventures	10,102,866	39,169,640	61,259,104

3. Operating Segment Information

For the Quarter Ended 30/06/2019	Power Generation- Local	Power Generation- Overseas	Engineering Consultancy & Project Management	Total
Revenue	112,305,023	149,541,248	3,375,942	265,222,212
Gross Profit	62,654,643	125,014,313	3,355,482	191,024,438
Profit After Tax	(31,864,496)	43,224,675	1,715,924	13,076,103
Total Assets	3,600,287,483	2,351,764,565	33,593,719	5,985,645,767
Total Liabilities	1,767,280,682	1,432,365,866	17,997,278	3,217,643,826

For the Quarter Ended 30/06/2018	Power Generation- Local	Power Generation- Overseas	Engineering Consultancy & Project Management	Total
Revenue	240,912,654	165,698,638	5,485,617	412,096,909
Gross Profit	194,071,752	141,151,364	5,369,880	340,592,995
Profit After Tax	145,278,477	77,881,658	3,441,603	226,601,738
Total Assets	3,559,419,851	2,080,600,604	33,118,963	5,673,139,418
Total Liabilities	2,755,819,356	385,118,176	10,615,953	3,151,553,485

4. The Bambarabatu Oya Mini Hydro Power Plant concluded the stipulated contractual period of Standard Power Purchasing Agreement (SPPA) with the Ceylon Electricity Board (CEB) on 1st June 2016. An interim SPPA was signed up to 31st December 2018 and payment was received in July 2019. New SPPA for the period of 20 years from 01st January 2019 to be signed, although SPPA is yet to be signed, the CEB continue to accept the supply of electricity from the power plant. The revenue (amounting Rs.16.77 Mn) has been recognized based on the tariff of Rs. 5.40 per unit, which is the tariff paid by CEB for 2018 generation, The revenue amounting Rs. 24.31 Mn has been recognized as a trade receivable for the Six months period ended 30th June 2019. Vidullanka PLC has obtained all requisite consents and approvals from Public Utilities Commission of Sri Lanka (PUCSL) and other approving authorities and waiting for signing the SPPA with CEB.
5. There has not been any significant change in the nature of contingent liabilities, which were disclosed in the Annual Report for the financial year ended 31st March 2019.
6. No circumstance has arisen since the Balance Sheet date, which would require adjustments to or disclosure in the financial statements, other than the disclosures made in this interim financial statements.
7. Vidullanka PLC has invested Rs 27.2 Mn in Vidul Biomass (Pvt) Ltd on 8th May 2019, this is a part of the overall investment in Vidul Biomass (Pvt) Ltd and did not result any changes in the % of the ownership.
8. Company has declared an interim dividend of Rs. 0.125 cents per share on 25th July 2019, amounting to a total distribution of Rs. 104.7 Mn.
9. Market price per share during the quarter end

Description	30th June 2019		30th June 2018	
	Date	Rs.	Date	Rs.
Market Price-Highest	01/04/2019	4.80	05/06/2018	4.90
Market Price-Lowest	28/05/2019	4.20	25/06/2018	4.10
Market Price-last Traded	28/06/2019	4.30	30/06/2018	4.10

10. Directors' Shareholding as at 30th June 2019.

	Name of Director / CEO	No of Shares
1	Mr. Osman Kassim	65,217,391
2	Mr. Osman Kassim / Ms K Kassim	10,442,641
3	Mr. Riyaz M. Sangani	107,786,755
4	Mr. Sattar Kassim	73,637,368
5	Mr. Sujendra Mather	19,827,892
6	Mr. Ranjan Mather	19,585,923
7	Mr. Sidath Fernando	5,000,000
8	Mr. Shahid M. Sangani	4,227,569
9	Mr. C.F Fuhrer	1,098,398
10	Mrs. Deepthie Wickramasuriya	Nil
11	Mr. Rizvi Zaheed	Nil

11. Public Shareholding information as at 30th June 2019.

Issued Share Capital	837,785,465	
1. Parent, subsidiary, associate entities or any subsidiaries or associates of its parent entity		-
2. Directors of the entity, spouses & their close family members		
Mr. Osman Kassim	10,442,641	
Mr. Osman Kassim / Ms K Kassim	65,217,391	
Mr. Riyaz M. Sangani	107,786,755	
Mr. Shahid M. Sangani	4,227,569	
Mr. Ranjan Mather	19,585,923	
Mr. Sidath Fernando	5,000,000	
Mr. Sattar Kassim	73,637,368	
Mr. C. F. Fuhrer	1,098,398	
Mr. Sujendra Mather	19,827,892	
Mrs. S. R. Sangani	418,934	
Mrs. S. S. Sangani	2,819,955	
Mrs. R. L. Mather	42,225,000	
Mrs. Z.M Sangani (Deceased)	11,767,741	(364,055,567)
3. Chief Executive Officer and his close family members		-
4. Key management Personnel and their close family members		-
5. Any party acting in concert with the parties set out in 1,2,3 & 4		-
6. Shares that have been allotted to employees, whereby the shares of the Entity are, directly or indirectly controlled by the management or the majority shareholder of the Entity.		-
7. Shares that are in a locked account with the CDS due to statutory or regulatory requirement other than the shareholders exempted under (8) below.		-
8. Entities, Single shareholders or Single shareholders jointly or severally holding 10% or more (5% for Dirisavi Board)		
Belmont Agents Limited	128,087,789	
Wembley Spirit Limited	108,943,372	(237,031,161)
Public Shareholding		236,698,737
Public Holding - %		28.3%
Public Holding - No of Shareholders		1,447
Non Public Shareholding		601,086,728
Non Public Shareholding %		71.7%
Non Public Holding - No of Shareholders		15
Existing Floated adjusted Market Capitalization		820,816,960
Option for Compliance - Option 5 of 7.13.1 (a) of the Listing Rules		

12. The name and the number of shares held by the top 20 shareholders as at 30th June 2019

	Name	No of Shares	%
1	Belmont Agents Ltd	128,087,789	15.29%
2	Wembley Spirit Ltd	108,943,372	13.00%
3	Mr Riyaz M. Sangani	107,786,755	12.87%
4	Mr. Sattar Kassim	73,637,368	8.79%
5	Mr. Osman Kassim	65,217,391	7.78%
6	Aberdeen Holdings (Pvt) Ltd	54,929,961	6.56%
7	Mrs. R.L. Mather	42,225,000	5.04%
8	ABC International Ltd	28,719,973	3.43%
9	Mrs. Yumna Kunimoto	25,275,451	3.02%
10	Mr. Mohamed Shafee Mohideen	20,992,898	2.51%
11	Mr. Sujendra Mather	19,827,892	2.37%
12	Mr. Ranjan Mather	19,585,923	2.34%
13	Dynawash Ltd	17,966,598	2.14%
14	Jaywise Construction Ltd	14,094,251	1.68%
15	Mr. Ranjeet Bhanwarlal Barmecha	11,880,003	1.42%
16	Mrs. Z.M.Sangani (Deceased)	11,767,741	1.40%
17	Mrs. D.Z. Kathawala	11,353,546	1.36%
18	Mr. Osman Kassim / Ms K Kassim	10,442,641	1.25%
19	Timex Garments (Pvt) Ltd	8,803,546	1.05%
20	Vanguard Industries (Pvt) Ltd	7,606,012	0.91%
	Top 20 Shareholders	789,144,111	94.19%

CORPORATE INFORMATION

COMPANY STATUS

Public Limited Liability Company Listed in the Colombo Stock Exchange on 10th June 2005

RE-REGISTRATION DATE & NUMBER

27th September 2007

PQ 83

COMPANY SECRETARY

Managers & Secretaries (Pvt) Ltd

No 8, Tickle Road

Colombo 08

STATED CAPITAL

Rs. 1,417,908,484/-

ISSUED NUMBER OF SHARES

837,785,465 Shares

REGISTERED OFFICE

Level 04, Access Towers

No 278 Union Place

Colombo 02

Telephone – 011 4760000

Fax – 011 4760076

Email – info@vidullanka.com

Web – www.vidullanka.com

AUDITORS

M/s. Ernst & Young, Chartered Accountants

No 201, De Saram Place

Colombo 10

BANKERS

Amana Bank PLC

MCB Bank Limited

Hatton National Bank PLC

Commercial Bank of Ceylon PLC

Bank of Ceylon

NDB Bank PLC

Stanbic Bank Uganda Limited