

# **LAUGFS POWER LIMITED**

INTERIM FINANCIALS STATEMENT FOR THE QUARTER ENDED 31st Dec 2018

**Laufgs Power Ltd,**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
As at 31 December 2018

**ASSETS**

**Non-Current Assets**

Property, Plant & Equipment  
Investment Properties  
Intangible Assets  
Leasehold Land Prepayments  
Deferred Expenses  
Investments in Subsidiaries  
Other Investments  
Deferred Tax Assets  
Other Non-Current Financial Assets

	Unaudited As at 31.12.2018 Rs.	Unaudited As at 31.12.2017 Rs.	Audited As at 31.03.2018 Rs.
Property, Plant & Equipment	4,905,676,200	4,922,283,876	4,944,950,639
Investment Properties	-	-	-
Intangible Assets	639,101,368	640,366,685	638,874,430
Leasehold Land Prepayments	16,366,860	6,153,110	16,848,000
Deferred Expenses	-	-	-
Investments in Subsidiaries	-	-	-
Other Investments	50,973,842	-	-
Deferred Tax Assets	1,207,736	-	1,207,736
Other Non-Current Financial Assets	-	125,000	-
	<u>5,613,326,005</u>	<u>5,568,928,671</u>	<u>5,601,880,805</u>

**Current Assets**

Inventories  
Trade and Other Receivables  
Prepayments  
Deferred Expenses  
Rate Regulatory Assets  
Income Tax Recoverable  
Other Current Financial Assets  
Cash and Short-Term Deposits

Inventories	-	223,081	-
Trade and Other Receivables	264,349,814	447,018,656	432,068,711
Prepayments	3,970,321	86,255,848	13,051,765
Deferred Expenses	-	-	-
Rate Regulatory Assets	-	-	-
Income Tax Recoverable	9,250,855	4,376,396	5,421,497
Other Current Financial Assets	-	-	-
Cash and Short-Term Deposits	181,610,264	134,288,261	115,671,431
	<u>459,181,254</u>	<u>672,162,243</u>	<u>566,213,404</u>
	<u>6,072,507,260</u>	<u>6,241,090,913</u>	<u>6,168,094,209</u>

**Total Assets**

**EQUITY AND LIABILITIES**

**Capital and Reserves**

Stated Capital  
Reserves  
Retained Earnings  
Equity attributable to Equity Holders of the Parent  
Non-Controlling Interests

Stated Capital	1,880,000,000	1,880,000,000	1,880,000,000
Reserves	-	-	-
Retained Earnings	752,968,282	498,215,572	629,910,778
Equity attributable to Equity Holders of the Parent	<u>2,632,968,282</u>	<u>2,378,215,572</u>	<u>2,509,910,778</u>
Non-Controlling Interests	-	-	-
<b>Total Equity</b>	<u>2,632,968,282</u>	<u>2,378,215,572</u>	<u>2,509,910,778</u>

**Non-Current Liabilities**

Interest Bearing Loans and Borrowings  
Deferred Tax Liability  
Deferred Income  
Retirement Benefit Liability  
Refundable Deposits

Interest Bearing Loans and Borrowings	2,736,692,417	3,423,377,220	2,993,575,578
Deferred Tax Liability	-	1,917,675	-
Deferred Income	-	-	-
Retirement Benefit Liability	1,428,405	393,023	1,428,405
Refundable Deposits	-	-	-
	<u>2,738,120,822</u>	<u>3,425,687,918</u>	<u>2,995,003,983</u>

**Current Liabilities**

Trade and Other Payables  
Deferred Income  
Refundable Deposits  
Income Tax Payable  
Interest Bearing Loans and Borrowings

Trade and Other Payables	236,350,193	377,073,234	231,800,412
Deferred Income	-	-	-
Refundable Deposits	-	-	-
Income Tax Payable	1,128,493	705,964	231,099
Interest Bearing Loans and Borrowings	463,939,471	59,408,227	431,147,936
	<u>701,418,156</u>	<u>437,187,424</u>	<u>663,179,447</u>
	<u>6,072,507,260</u>	<u>6,241,090,913</u>	<u>6,168,094,209</u>

**Total Equity and Liabilities**

**Net Assets Per Share (Rs.)**

**6.80                      6.15                      6.49**

Note: The above figures are subject to audit.

I certify that these financial statements are in compliance with the requirements of the Companies Act No :07 of 2007.

.....  
Financial Officer  
**Nishantha Nilaweera**

The Board of Directors is responsible for the preparation and presentation of these financial statements. Signed for and on behalf of the Board by

.....  
**U.K.Thilak De Silva**  
(Director)

.....  
**H.A Ariyaratne**  
(Director)

22 January 2019.  
Colombo

**Laufgs Power Ltd,****CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

For the quarter ended 31 December 2018

	Quarter ended 31 December			Nine Months ended 31 December			Year ended 31 March
	Unaudited		Change	Unaudited		Change	Audited
	2018	2017		2018	2017		2018
	Rs.	Rs.	%	Rs.	Rs.	%	Rs.
<b>Revenue</b>	230,493,769	225,195,218	2%	719,983,922	729,920,816	-1%	1,068,339,528
Cost of Sales	(71,311,140)	(61,157,326)	17%	(208,604,049)	(229,087,912)	-9%	(265,287,591)
<b>Gross Profit</b>	159,182,629	164,037,892	-3%	511,379,873	500,832,904	2%	803,051,937
Other Operating Income	-	-	#DIV/0!	-	1,091,344	-100%	-
Selling and Distribution Costs	-	-	#DIV/0!	(244,156)	-	#DIV/0!	-
Administrative Expenses	(35,672,644)	(16,892,481)	111%	(108,423,856)	(43,685,200)	148%	(58,784,705)
Foreign Currency Exchange Gain/(Loss)	-	-	#DIV/0!	(20,024)	-	#DIV/0!	-
<b>Operating Profit</b>	123,509,985	147,145,411	-16%	402,691,837	458,239,048	-12%	744,267,232
Finance Cost	(97,579,324)	(99,759,891)	-2%	(289,013,233)	(298,544,591)	-3%	(413,130,714)
Fair Value Gain on Investment Properties	-	-	#DIV/0!	-	-	#DIV/0!	-
Finance Income	3,598,392	2,260,904	59%	9,470,984	2,260,904	319%	5,609,117
<b>Profit Before Tax from Continuing Operations</b>	29,529,053	49,646,424	-41%	123,149,587	161,955,361	-24%	336,745,635
Income Tax Expense	(14,870)	(742,437)	-98%	(92,084)	(1,286,663)	-93%	480,501
<b>Profit for the Period</b>	29,514,183	48,903,987	-40%	123,057,503	160,668,698	-23%	337,226,136
<b>Attributable to:</b>							
Equity Holders of the Parent	29,514,183	48,903,987	-40%	123,057,503	160,668,698	-23%	337,226,136
Non-Controlling Interests	-	-	#DIV/0!	-	-	#DIV/0!	-
	29,514,183	48,903,987		123,057,503	160,668,698		337,226,136
Basic/Diluted Earnings Per Share	-	-	0%	-	-	0%	-

Note : Change % column represents the percentage change in current period's results compared to previous period  
The above figures are subject to audit.  
Figures in brackets indicates deductions.

**Laugfs Power Ltd,****CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the quarter ended 31 December 2018

	Quarter ended 31 December			Nine Months ended 31 December			Year ended 31
	Unaudited		Change %	Unaudited		Change %	Audited
	2018 Rs.	2017 Rs.		2018 Rs.	2017 Rs.		2018 Rs.
Profit for the Period	29,514,183	48,903,987	-40%	123,057,503	160,668,698	-23%	337,226,136
<b>Other Comprehensive Income</b>							
Actuarial Gains/(Losses) on Defined Benefit Plans	-	-	0%	-	-	0%	(356,877)
Income Tax Effect	-	-	0%	-	-	0%	49,963
<b>Other Comprehensive Income for the Period Net of Tax</b>	-	-	0%	-	-	0%	(306,914)
<b>Total Comprehensive Income for the Period Net of Tax</b>	<u>29,514,183</u>	<u>48,903,987</u>	-40%	<u>123,057,503</u>	<u>160,668,698</u>	-23%	<u>336,919,222</u>
<b>Attributable to:</b>							
Equity Holders of the Parent	29,514,183	48,903,987	-40%	123,057,503	160,668,698	-23%	336,919,222
Non-Controlling Interests	-	-	0%	-	-	0%	-
	<u>29,514,183</u>	<u>48,903,987</u>	-40%	<u>123,057,503</u>	<u>160,668,698</u>	-23%	<u>336,919,222</u>

Laugfs Power Ltd,

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the nine months ended 31 December 2018

	<b>Stated Capital Rs.</b>	<b>Retained Earnings Rs.</b>	<b>Available for Sale Reserve Rs.</b>	<b>Total Rs.</b>
<b>Balance as at 01 April 2018</b>	1,880,000,000	629,910,778	-	2,509,910,778
Profit for the six months	-	93,543,320	-	93,543,320
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	93,543,320	-	93,543,320.13
Dividend Paid	-	-	-	-
Deferred Tax Liability Reversal during the period	-	-	-	-
<b>Balance as at 30 September 2018</b>	1,880,000,000	723,454,098	-	2,603,454,098
Profit for the Quarter	-	29,514,183	-	29,514,183
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	29,514,183	-	29,514,183.24
Dividend Paid	-	-	-	-
Deferred Tax Liability Reversal during the period	-	-	-	-
<b>Balance as at 31 December 2018</b>	<u>1,880,000,000</u>	<u>752,968,282</u>	<u>-</u>	<u>2,632,968,282</u>
<b>Balance as at 01 April 2017</b>	1,880,000,000	315,785,246	-	2,195,785,246
Profit for the six months	-	156,086,338	-	156,086,338
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	156,086,338	-	156,086,338.00
Tax on DiVidend	-	-	-	-
Dividend Paid	-	(3,760,000)	-	(3,760,000)
Deferred Tax Liability Reversal during the period	-	-	-	-
<b>Balance as at 30 September 2017</b>	1,880,000,000	468,111,584	-	2,348,111,584
Profit for the Quarter	-	48,903,987	-	48,903,987
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	48,903,987	-	48,903,987.00
Dividend Paid	-	(18,800,000)	-	(18,800,000)
Deferred Tax Liability Reversal during the period	-	-	-	-
<b>Balance as at 31 December 2017</b>	<u>1,880,000,000</u>	<u>498,215,572</u>	<u>-</u>	<u>2,378,215,572</u>

Note : The above figures are subject to audit.

Figures in brackets indicates deductions.

Laugfs power Ltd,

**CONSOLIDATED STATEMENT OF CASH FLOW STATEMENT**

For the nine months ended 31 December 2018

	<b>Unaudited</b>	<b>Unaudited</b>
	<b>2018</b>	<b>2017</b>
	<b>Rs.</b>	<b>Rs.</b>
<b>Cash Flows Generated from/(Used in) Operating Activities</b>		
<b>Cash Flows from Operating Activities</b>		
Profit /(Loss) Before Tax	123,149,587	161,955,361
<b>Non-Cash Adjustment to Reconcile Profit before Tax to Net Cash Flows:</b>		
Amortization of Intangible Assets	501,771	673,823
Amortisation of Land	-	-
Decrease in Fair Value of Quoted Equity Securities	-	-
Depreciation of Property, Plant & Equipment	-	-
Depreciation of Property, Plant & Equipments	174,859,053	174,806,353
Fair Value Gain on Investment Properties	-	-
Finance Costs	289,013,233	299,748,596
Finance Income	(9,470,984)	(3,401,053)
(Profit)/Loss on Disposal of Quoted Equity Securities	-	-
Other Operating Income	-	-
(Profit)/Loss on Disposal of Property, Plant & Equipment	-	-
Provision for Employee Benefit Liability	-	(35,756)
Unrealized (Gain)/Loss on Foreign Exchange	-	-
Write-off of Property, Plant & Equipment	-	-
<b>Operating Profit Before Working Capital Changes</b>	<b>578,052,660</b>	<b>633,747,323</b>
(Increase)/ Decrease in Inventories	-	-
(Increase)/Decrease in Trade and Other Receivables and Prepayments	178,455,787	(322,795,302)
(Increase)/ Decrease in Rate Regulatory Assets	-	-
(Increase)/ Decrease in Deferred Expenses	-	-
Increase/ (Decrease) in Trade and Other Payables	4,549,781	199,777,434
Increase/ (Decrease) in Deferred Income	-	-
<b>Cash Generated from Operations</b>	<b>761,058,228</b>	<b>510,729,455</b>
Employee Benefit Liability Costs Paid	-	-
Finance Costs Paid	(289,013,233)	(299,748,596)
Income Tax Paid	(4,679,495)	(2,959,371)
Refund/Transfers of Deposits	-	-
Refundable Deposits Received	-	-
<b>Net Cash Flows Generated from Operating Activities</b>	<b>467,365,500</b>	<b>208,021,488</b>
<b>Cash Flows from / (Used in) Investing Activities</b>		
Acquisition of Intangible Assets	(247,568)	-
Acquisition of Property, Plant & Equipment	(135,584,614)	(90,391,842)
Dividends Received	-	-
Investments in Quoted Equity Securities	-	-
Other Investments	(50,973,842)	-
Proceeds from Disposal of Property, Plant & Equipment	-	-
Proceeds from Disposal of Quoted Equity Securities	-	-
<b>Net Cash Flows from/(Used in) Investing Activities</b>	<b>(186,806,024)</b>	<b>(90,391,842)</b>
<b>Cash Flows from / (Used in) Financing Activities</b>		
Issue of Shares	-	-
Dividend Paid	-	(18,800,000)
Finance Income	9,470,984	3,401,053
Proceeds from Interest Bearing Loans and Borrowings	105,946,126	33,694,402
Repayment of Interest Bearing Loans and Borrowings	(330,025,389)	(78,521,117)
<b>Net Cash Flows Used in Financing Activities</b>	<b>(214,608,279)</b>	<b>(60,225,661)</b>
<b>Net Increase in Cash and Cash Equivalent</b>	<b>65,951,197</b>	<b>57,403,985</b>
<b>Cash and Cash Equivalent at the Beginning of the Period</b>	<b>109,400,368</b>	<b>37,458,885</b>
<b>Cash and Cash Equivalent at the End of the Period</b>	<b>175,351,565</b>	<b>94,862,870</b>
	175,351,565	94,862,870

Laufgs Power Limited

STATEMENT OF FINANCIAL POSITION

For the quarter ended 31 December 2018

	Unaudited As at 31.12.2018 Rs.	Unaudited As at 31.12.2017 Rs.	Audited As at 31.03.2018 Rs.
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant & Equipment	275,425,499	223,770,320	218,314,334
Investment Properties	-	-	-
Intangible Assets	226,938	-	-
Leasehold Land Prepayments	-	-	-
Investments in Subsidiaries	2,822,000,000	2,822,000,000	2,822,000,000
Other Investments	50,973,842	-	-
Deferred Tax Assets	1,207,736	-	1,207,736
Refundable deposit	-	125,000	-
	<u>3,149,834,014</u>	<u>3,045,895,320</u>	<u>3,041,522,070</u>
<b>Current Assets</b>			
Inventories	-	223,081	-
Trade and Other Receivables	208,122,069	130,992,628	150,294,910
Prepayments	19,924,385	64,738,608	98,588,674
Deferred Expenses	-	-	-
Rate Regulatory Assets	-	-	-
Income Tax Recoverable	207,835	352,321	-
Other Current Financial Assets	-	-	-
Cash and Short-Term Deposits	13,131,281	14,000,301	12,963,478
	<u>241,385,570</u>	<u>210,306,938</u>	<u>261,847,062</u>
<b>Total Assets</b>	<u><u>3,391,219,584</u></u>	<u><u>3,256,202,258</u></u>	<u><u>3,303,369,132</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Stated Capital	1,880,000,000	1,880,000,000	1,880,000,000
Reserves	-	-	-
Retained Earnings	(20,770,211)	9,947,940	15,174,353.08
Equity attributable to Equity Holders of the Parent	1,859,229,789	1,889,947,940	1,895,174,353
Non-Controlling Interests	-	-	-
<b>Total Equity</b>	<u>1,859,229,789</u>	<u>1,889,947,940</u>	<u>1,895,174,353</u>
<b>Non-Current Liabilities</b>			
Interest Bearing Loans and Borrowings	78,217,914	95,565,924	69,559,000
Deferred Tax Liability	-	2,013,105	-
Deferred Income	-	-	-
Retirement Benefit Liability	1,428,405	393,023	1,428,405
Refundable Deposits	-	-	-
	<u>79,646,319</u>	<u>97,972,052</u>	<u>70,987,405</u>
<b>Current Liabilities</b>			
Trade and Other Payables	1,405,019,646	1,252,246,060	1,289,454,739
Deferred Income	-	-	-
Refundable Deposits	-	-	-
Income Tax Payable	106,988	516,777	221,826
Bank Overdraft	38,947	15,519,428	1,524,357
Interest Bearing Loans and Borrowings	47,177,896	-	46,006,452
	<u>1,452,343,476</u>	<u>1,268,282,265</u>	<u>1,337,207,374</u>
<b>Total Equity and Liabilities</b>	<u><u>3,391,219,584</u></u>	<u><u>3,256,202,258</u></u>	<u><u>3,303,369,132</u></u>

Note: The above figures are subject to audit.

I certify that these financial statements are in compliance with the requirements of the Companies Act No :07 of 2007.

.....  
Financial Officer  
**Nishantha Nilaweera**

The Board of Directors is responsible for the preparation and presentation of these financial statements. Signed for and on behalf of the Board by

.....  
**U.K.Thilak De Silva**  
(Director)

.....  
**H.A Ariyaratne**  
(Director)

22 January 2019.  
Colombo

Laugfs Power Limited

INCOME STATEMENT

For the quarter ended 31 December 2018

	Quarter ended 31 December			Nine Months ended 31 December			Year ended 31
	Unaudited		Change	Unaudited		Change	Audited
	2018 Rs.	2017 Rs.		2018 Rs.	2017 Rs.		2018 Rs.
<b>Revenue</b>	21,397,516	14,423,699	0.48	47,426,500	29,040,239	63%	37,225,350
Cost of Sales	(4,369,388)	(3,494,522)	25%	(12,495,163)	(12,368,187)	1%	(17,391,379)
<b>Gross Profit</b>	17,028,128	10,929,177	56%	34,931,337	16,672,052	110%	19,833,972
Other Operating Income	-	-	0%	-	-	0%	14,400,036
Selling and Distribution Costs	-	-	0%	(244,156)	-	0%	-
Administrative Expenses	(15,456,541)	(9,010,654)	72%	(62,068,136)	(23,111,883)	169%	(36,232,157)
Foreign Currency Exchange Gain/(Loss)	-	-	0%	-	-	0%	-
<b>Operating Profit</b>	1,571,587	1,918,523	-18%	(27,380,955)	(6,439,831)	0%	(1,998,149)
Finance Cost	(3,738,138)	(2,157,786)	73%	(9,217,078)	(8,394,207)	10%	(10,656,757)
Fair Value Gain on Investment Properties	-	-	0%	-	-	0%	-
Finance Income	240,911	1,742,008	-86%	740,386	2,827,199	-74%	3,110,036
<b>Profit Before Tax from Continuing Operations</b>	(1,925,640)	1,502,745	-228%	(35,857,647)	(12,006,838)	199%	(9,544,869)
Income Tax Expense	(14,870)	(492,437)	-97%	(86,917)	(514,550)	-83%	2,556,807
<b>Profit for the Period</b>	<u>(1,940,510)</u>	<u>1,010,308</u>	-292%	<u>(35,944,564)</u>	<u>(12,521,388)</u>	187%	<u>(6,988,062)</u>
<b>Attributable to:</b>							
Equity Holders of the Parent	(1,940,510)	1,010,308	-292%	(35,944,564)	(12,521,388)	187%	(6,988,062)
Non-Controlling Interests	-	-	0%	-	-	0%	-
	<u>(1,940,510)</u>	<u>1,010,308</u>		<u>(35,944,564)</u>	<u>(12,521,388)</u>		<u>(6,988,062)</u>
Basic/Diluted Earnings Per Share	-	-	0%	-	-	0%	-

Note : Change % column represents the percentage change in current period's results compared to previous period

The above figures are subject to audit.

Figures in brackets indicates deductions.



Laugfs Power Limited

STATEMENT OF COMPREHENSIVE INCOME

For the quarter ended 31 December 2018

	Quarter ended 31 December			Nine Months ended 31 December			Year ended 31 March
	Unaudited		Change %	Unaudited		Change %	Audited
	2018 Rs.	2017 Rs.		2018 Rs.	2017 Rs.		2018 Rs.
Profit for the Period	(1,940,510)	1,010,308	-292%	(35,944,564)	(12,521,388)	187%	(6,988,062)
<b>Other Comprehensive Income</b>							
Profit /(Loss) on Available for Sale Financial Assets	-	-	0%	-	-	0%	-
Actuarial Gains/(Losses) on Defined Benefit Plans	-	-	0%	-	-	0%	(356,876)
Income Tax Effect	-	-	0%	-	-	0%	49,963
<b>Other Comprehensive Income for the Period Net of Tax</b>	-	-	0%	-	-	0%	(306,913)
<b>Total Comprehensive Income for the Period Net of Tax</b>	<u>(1,940,510)</u>	<u>1,010,308</u>	-292%	<u>(35,944,564)</u>	<u>(12,521,388)</u>	187%	<u>(7,294,975)</u>
<b>Attributable to:</b>							
Equity Holders of the Parent	(1,940,510)	1,010,308	-292%	(35,944,564)	(12,521,388)	187%	(7,294,975)
Non-Controlling Interests	-	-	0%	-	-	0%	-
	<u>(1,940,510)</u>	<u>1,010,308</u>	-292%	<u>(35,944,564)</u>	<u>(12,521,388)</u>	187%	<u>(7,294,975)</u>

Laugfs Power Limited

STATEMENT OF CHANGES IN EQUITY

For the quarter ended 31 December 2018

	<b>Stated Capital Rs.</b>	<b>Retained Earnings Rs.</b>	<b>Available for Sale Reserve Rs.</b>	<b>Total Rs.</b>
<b>Balance as at 01 April 2018</b>	1,880,000,000	15,174,353	-	1,895,174,353
Profit for the nine months	-	(35,944,564)	-	(35,944,564)
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	(35,944,564)	-	(35,944,564)
Dividend Paid	-	-	-	-
Deferred Tax Liability Reversal during the period	-	-	-	-
<b>Balance as at 31 December 2018</b>	<u>1,880,000,000</u>	<u>(20,770,211)</u>	<u>-</u>	<u>1,859,229,789</u>
<b>Balance as at 01 April 2017</b>	1,880,000,000	41,269,328	-	1,921,269,328
Profit for the nine months	-	(12,521,388)	-	(12,521,388)
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	(12,521,388)	-	(12,521,388.38)
Tax on DiVidend	-	-	-	-
Dividend Paid	-	(18,800,000)	-	(18,800,000)
Deferred Tax Liability Reversal during the period	-	-	-	-
<b>Balance as at 31 December 2017</b>	<u>1,880,000,000</u>	<u>9,947,940</u>	<u>-</u>	<u>1,889,947,940</u>

Note : The above figures are subject to audit.

Figures in brackets indicates deductions.

# Laugfs Power Limited

## CASH FLOW STATEMENT

For the quarter ended 31 December 2018

	Unaudited 2018 Rs.	Unaudited 2017 Rs.
<b>Cash Flows Generated from/(Used in) Operating Activities</b>		
<b>Cash Flows from Operating Activities</b>		
Profit /(Loss) Before Tax	(35,857,647)	(12,006,838)
<b>Non-Cash Adjustment to Reconcile Profit before Tax to Net Cash Flows:</b>		
Amortization of Intangible Assets	20,631	673,823
Depreciation of Property, Plant & Equipment	10,621,418	10,365,436
Finance Costs	9,217,078	8,394,207
Finance Income	(740,386)	(2,827,199)
Write-off of Property, Plant & Equipment	-	-
<b>Operating Profit Before Working Capital Changes</b>	<b>(16,738,906)</b>	<b>4,599,429</b>
(Increase)/ Decrease in Inventories	-	-
(Increase)/Decrease in Trade and Other Receivables and Prepayments	20,837,130	(74,811,128)
(Increase)/ Decrease in Rate Regulatory Assets	-	-
(Increase)/ Decrease in Deferred Expenses	-	-
Increase/ (Decrease) in Trade and Other Payables	115,564,907	159,688,326
Increase/ (Decrease) in Deferred Income	-	-
<b>Cash Generated from Operations</b>	<b>119,663,130</b>	<b>89,476,626</b>
Employee Benefit Liability Costs Paid	-	-
Finance Costs Paid	(9,217,078)	(8,394,207)
Income Tax Paid	(409,591)	(68,309)
Refund/Transfers of Deposits	-	-
Refundable Deposits Received	-	-
<b>Net Cash Flows Generated from Operating Activities</b>	<b>110,036,461</b>	<b>81,014,110</b>
<b>Cash Flows from / (Used in) Investing Activities</b>		
Acquisition of Intangible Assets	(247,568)	-
Acquisition of Property, Plant & Equipment	(67,732,583)	(828,003)
Investment in Subsidiary	-	-
Other Investments	(50,973,842)	-
Proceeds from Disposal of Quoted Equity Securities	-	-
<b>Net Cash Flows from/(Used in) Investing Activities</b>	<b>(118,953,993)</b>	<b>(828,003)</b>
<b>Cash Flows from / (Used in) Financing Activities</b>		
Dividend Paid	-	(18,800,000)
Finance Income	740,386	2,827,199
Proceeds from Interest Bearing Loans and Borrowings	101,780,126	31,100,000
Repayment of Interest Bearing Loans and Borrowings	(91,949,768)	(96,055,865)
<b>Net Cash Flows Used in Financing Activities</b>	<b>10,570,744</b>	<b>(80,928,666)</b>
<b>Net Increase in Cash and Cash Equivalent</b>	<b>1,653,212</b>	<b>(742,559)</b>
<b>Cash and Cash Equivalent at the Beginning of the Period</b>	<b>11,439,122</b>	<b>(776,569)</b>
<b>Cash and Cash Equivalent at the End of the Period</b>	<b>13,092,334</b>	<b>(1,519,127)</b>

Note : The above figures are subject to audit.

Figures in brackets indicates deductions.

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NOTES TO THE FINANCIAL STATEMENTS

**1 Corporate Information**

LAUGFS Power Limited is a limited liability company incorporated and domiciled in Sri Lanka.

The interim financial statements of the group and company for the Quarter ended 30 September 2018 were authorised for issue by the board of directors on 14th November 2018

**2 Basis of Preparation**

The Interim financial statements of LAUGFS Power Limited have been prepared in accordance with Sri Lanka Accounting Standards comprising of SLFRS and LKAS (here after referred as "SLFRS") issued by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) and accounting policies set out in the Annual Report for the year ended 31 March 2018.

These interim financial statements have been prepared in accordance with Sri Lanka Accounting Standard LKAS 34 - "Interim Financial Reporting". They should be read in conjunction with the Annual Report for the year ended 31 March 2018.

The presentation and classification of the financial statements of the previous year have been amended, where relevant, for better presentation and to be comparable with those of the current period.

The interim financial statements have been prepared on a historical cost basis, except for "investment properties", "non-current financial assets" and "current financial assets" which have been measured at fair value.

**3 Contingencies, capital and other commitments**

There has been no significant change in the nature of the contingencies and other commitments, which were disclosed in the annual report for the year ended 31 March 2018.

**4 Events occurring after the reporting date**

There have been no material events occurring after the reporting date that require adjustments to or disclosure in the financial statements.

## Corporate Information

<b>Name of the company</b>	: LAUGFS Power Limited
<b>Company No</b>	: PB - 1595
<b>Legal Form</b>	: A Limited Liability Company
<b>Subsidiaries</b>	: Ginigathhena Thiniyagala MYP (Pvt) Ltd Pams Power (Pvt) Ltd Anorchi Lanka (Pvt) Ltd Iris Eco Power Lanka (Pvt) Ltd
<b>Sub Subsidiaries</b>	:
<b>Parent Enterprise</b>	: The Company's holding Company and controlling entity is LAUGFS Holdings Limited, which is incorporated in Sri Lanka.
<b>Board Of Directors</b>	: Mr.W.K.H.Wegapitiya (Chairman/ Group CEO) Mr.U.K.Thilak De Silva (Group Managing Director) Mr.H.A.Ariyaratne. Mr. P.M.B Fernando
<b>Bankers</b>	: Commercial Bank of Ceylon PLC. Hatton National Bank PLC. DFCC Bank PLC. Sampath Bank PLC. Standard Chartered Bank.
<b>Auditors</b>	: Ernst & Young. (Chartered Accountants) # 201, De Saram Place, Colombo 10, Sri Lanka.
<b>Secretaries</b>	: P W Corporate Secretarial (Pvt) Ltd. # 3/17, Kinsey Road, Colombo 08, Sri Lanka.
<b>Registrars</b>	: P W Corporate Secretarial (Pvt) Ltd. # 3/17, Kinsey Road, Colombo 08, Sri Lanka.
<b>Registered Office</b>	: # 101, Maya Avenue, Colombo 06, Sri Lanka.
<b>Corporate Website</b>	: <a href="http://www.laugfs.lk">www.laugfs.lk</a>