

Khulna Power Company Ltd.

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27 January 2018

The Chairman
Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot : E-6/C, Agargaon
Sher-E-Bangla Nagar, Dhaka-1207

The Chief Regulatory Officer
Dhaka Stock Exchange Ltd.
9/F Motijheel C/A, Dhaka-1000

The Chief Regulatory Officer
Chittagong Stock Exchange Ltd.
CSE Building
1080 Sk. Mujib Road, Agrabad
Chittagong-4100


Subject: Second quarter financial statements (unaudited) for the period ended 31 December 2017.

Dear Sir,

This is for your kind information that the Board of Directors of Khulna Power Company Ltd. (KPCL) in its 105th meeting held today, the 27 January 2018 at 2:00 pm, considered the unaudited Financial Statements of the Company for the second quarter ended 31 December 2017 and in compliance with SEC letter No. SEC/CFD/Misc./233/2004/615 dated 02 February 2010 and Regulation 17 of Dhaka and Chittagong Stock Exchange (Listing) Regulations 2015, we are pleased to enclose the relevant Financial Statements duly approved by the Board for your kind perusal.

Thanking you,

By order of the Board of Directors,


Md. Shoharab Ali Khan, FCMA
Company Secretary

Encl: Second Quarter Financial Statements (unaudited) for the period ended 31 December 2017.

Khulna Power Company Ltd.

Financial statements
as at and for the period ended 31 December 2017
(Unaudited)

Khulna Power Company Ltd.
Statement of financial position (Unaudited)

<i>In Taka</i>	31 December 2017	30 June 2017
Assets		
Property, plant and equipment	7,572,861,933	7,735,498,100
Non-current assets	7,572,861,933	7,735,498,100
Inventories	1,753,497,472	1,173,104,874
Trade and other receivables	2,359,098,407	3,020,402,695
Current tax assets	382,840,595	309,678,615
Advances, deposits and prepayments	17,830,139	39,776,580
Cash and cash equivalents	4,898,865,903	1,790,755,001
Current assets	9,412,132,516	6,333,717,765
Total assets	16,984,994,449	14,069,215,865
Equity		
Share capital	3,612,847,090	3,612,847,090
Capital redemption reserve	325,647,810	325,647,810
Retained earnings	4,523,876,517	5,525,547,340
Total equity	8,462,371,417	9,464,042,240
Liabilities		
Deferred tax liability	278,915,897	263,915,897
Employee benefits	24,251,643	20,462,175
Asset retirement obligation (ARO)	30,170,359	30,170,359
Non-current liabilities	333,337,899	314,548,431
Loans and borrowings	5,909,970,583	2,989,634,178
Trade and other payables	820,989,544	840,463,859
Unclaimed dividend	966,825,006	31,527,157
Provision for income tax	491,500,000	429,000,000
Current liabilities	8,189,285,133	4,290,625,194
Total liabilities	8,522,623,032	4,605,173,625
Total equity and liabilities	16,984,994,449	14,069,215,865
Net asset value per share (NAVPS)	23.42	26.20
Restated net asset value per share (NAVPS)	23.42	26.20


Chairman


Managing Director


Director


Chief Financial Officer &
Company Secretary

Dhaka, 27 January 2018

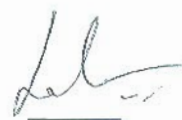
Khulna Power Company Ltd.
Statement of profit or loss and other comprehensive income (Unaudited)

<i>In Taka</i>	Half-year ended		Quarter ended	
	31 December 2017	31 December 2016	31 December 2017	31 December 2016
Revenue	6,025,337,269	4,396,821,633	2,493,329,869	1,840,286,887
Cost of sales	(4,859,716,514)	(3,320,944,022)	(1,919,348,434)	(1,357,894,924)
Gross profit	1,165,620,755	1,075,877,611	573,981,435	482,391,963
Other income/(expense)	2,707,774	3,039,928	1,904,467	2,002,694
General and administrative expenses	(59,312,513)	(52,938,875)	(31,843,667)	(29,890,822)
Operating profit	1,109,016,016	1,025,978,664	544,042,235	454,503,835
Foreign exchange gain/(loss)	(78,833,842)	(11,907,591)	(43,586,920)	(14,636,139)
Finance income	121,644,398	47,662,164	81,885,026	28,722,169
Finance costs	(88,931,495)	(68,994,691)	(49,862,742)	(34,179,684)
Profit before tax	1,062,895,077	992,738,546	532,477,599	434,410,181
Income tax expense	(77,500,000)	(82,500,000)	(55,000,000)	(37,500,000)
Profit for the period	985,395,077	910,238,546	477,477,599	396,910,181
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income	985,395,077	910,238,546	477,477,599	396,910,181
Earnings per share (EPS)	2.73	2.52	1.32	1.10
Restated earnings per share (EPS)	2.73	2.52	1.32	1.10


Chairman

Dhaka, 27 January 2018


Managing Director


Director


Chief Financial Officer &
Company Secretary

Khulna Power Company Ltd.
Statement of cash flows

<i>In Taka</i>	Half year ended	
	31 December 2017	31 December 2016
Cash flows from operating activities		
Cash received from customer (BPDB)	6,751,915,244	3,862,922,975
Cash paid to suppliers	(3,722,361,034)	(702,138,528)
Received from other sources	63,822,913	17,688,392
Interest and other financial charges paid	(70,719,752)	(64,428,645)
Income tax paid	(73,161,979)	(3,154,437)
Net cash from operating activities	2,949,495,393	3,110,889,757
Cash flows from investing activities		
Payment for property, plant and equipment	(5,071,878)	(3,360,194)
Proceeds from disposal of fixed assets	1,365,000	-
Interest received	43,001,238	-
Net cash from/(used) in investing activities	39,294,360	(3,360,194)
Cash flows from financing activities		
Working capital/short term loan received	3,900,000,000	2,510,000,000
Repayment of working capital/short term loan	(2,728,910,800)	(5,328,708,266)
Dividend paid to ordinary shareholders	(1,051,768,051)	(84,533,272)
Net cash from/(used in) financing activities	119,321,149	(2,903,241,538)
Net increase/(decrease) in cash and cash equivalents	3,108,110,902	204,288,025
Opening cash and cash equivalents	1,790,755,001	1,706,533,141
Closing cash and cash equivalents	4,898,865,903	1,910,821,166
Net operating cash flow per share (NOCFPS)	8.16	8.61
Restated net operating cash flow per share (NOCFPS)	8.16	8.61