



# Khulna Power Company Ltd.

Registered Office: Landmark (3rd floor), 12-14 Gulshan North C/A, Gulshan-2, Dhaka-1212, Bangladesh.  
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19 April 2017

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: Third quarter financial statements (unaudited) for the period ended 31 March 2017.**

Dear Sir,

This is for your kind information that the Board of Directors of Khulna Power Company Ltd. (KPCL) in its 102<sup>nd</sup> meeting held today, the 19 April 2017 at 6.45 pm, considered the un-audited Financial Statements of the Company for the third quarter ended 31 March 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. Shohrab Ali Khan, FCMA  
Company Secretary

**Encl: Third Quarterly Financial Statements (Un-audited) for the period ended 31 March 2017.**

**Khulna Power Company Ltd.**

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

Khulna Power Company Ltd.  
Statement of financial position (Unaudited)  
As on 31 March 2017

<i>In Taka</i>	31 March 2017	30 June 2016
<b>Assets</b>		
Property, plant and equipment	7,819,003,782	8,066,468,690
<b>Non-current assets</b>	<b>7,819,003,782</b>	<b>8,066,468,690</b>
Inventories	1,797,590,929	1,412,512,087
Trade and other receivables	2,677,781,650	2,571,838,589
Advances, deposits and prepayments	396,816,629	320,710,509
Cash and cash equivalents	2,076,083,051	1,706,533,141
<b>Current assets</b>	<b>6,948,272,260</b>	<b>6,011,594,326</b>
<b>Total assets</b>	<b>14,767,276,042</b>	<b>14,078,063,016</b>
<b>Equity</b>		
Share capital	3,612,847,090	3,612,847,090
Capital redemption reserve	325,647,810	325,647,810
Retained earnings	5,109,645,112	4,959,773,972
<b>Total equity</b>	<b>9,048,140,012</b>	<b>8,898,268,872</b>
<b>Liabilities</b>		
Loans and borrowings	-	-
Deferred tax liability	251,073,673	221,073,673
Employee benefits	18,567,447	25,246,834
Asset retirement obligation (ARO)	30,170,359	30,170,359
<b>Non-current liabilities</b>	<b>299,811,479</b>	<b>276,490,866</b>
Loans and borrowings	4,167,301,100	3,353,470,736
Trade and other payables	728,291,985	1,038,673,326
Unclaimed dividend	32,731,467	112,659,216
Provision for income tax	491,000,000	398,500,000
<b>Current liabilities</b>	<b>5,419,324,551</b>	<b>4,903,303,278</b>
<b>Total liabilities</b>	<b>5,719,136,030</b>	<b>5,179,794,144</b>
<b>Total equity and liabilities</b>	<b>14,767,276,042</b>	<b>14,078,063,016</b>
<b>Net asset value per share (NAVPS)</b>	<b>25.04</b>	<b>24.63</b>
<b>Restated net asset value per share (NAVPS)</b>		<b>24.63</b>

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer &  
Company Secretary

Dhaka, 19 April 2017

Khulna Power Company Ltd.  
Statement of profit or loss and other comprehensive income (Unaudited)  
For the nine-month/quarter ended 31 March 2017

<i>In Taka</i>	Nine-month ended		Quarter ended	
	31 March 2017	31 March 2016	31 March 2017	31 March 2016
Revenue	6,634,891,812	7,498,665,497	2,238,070,179	2,046,263,067
Cost of sales	(4,946,751,832)	(5,293,393,660)	(1,625,807,810)	(1,459,375,347)
<b>Gross profit</b>	<b>1,688,139,980</b>	<b>2,205,271,837</b>	<b>612,262,369</b>	<b>586,887,720</b>
Other income/(expense)	4,574,098	25,650,850	1,534,170	5,137,664
General and administrative expenses	(81,355,746)	(299,636,045)	(28,416,871)	(19,881,800)
<b>Operating profit</b>	<b>1,611,358,331</b>	<b>1,931,286,643</b>	<b>585,379,667</b>	<b>572,143,585</b>
Foreign exchange gain/(loss)	(37,072,590)	(6,733,883)	(25,164,999)	2,133,937
Finance income	60,438,064	88,047,908	12,775,900	28,706,643
Finance costs	(97,856,184)	(121,772,991)	(28,861,493)	(26,366,393)
<b>Profit before tax</b>	<b>1,536,867,621</b>	<b>1,890,827,677</b>	<b>544,129,075</b>	<b>576,617,772</b>
Income tax expense	(122,500,000)	(303,114,318)	(40,000,000)	-
<b>Profit for the period</b>	<b>1,414,367,621</b>	<b>1,587,713,359</b>	<b>504,129,075</b>	<b>576,617,772</b>
Other comprehensive income, net of tax	-	-	-	-
<b>Total comprehensive income</b>	<b>1,414,367,621</b>	<b>1,587,713,359</b>	<b>504,129,075</b>	<b>576,617,772</b>
<b>Earnings per share (EPS)</b>	<b>3.91</b>	<b>4.39</b>	<b>1.40</b>	<b>1.60</b>
<b>Restated earnings per share (EPS)</b>		<b>4.39</b>		<b>1.60</b>

  
Chairman  
Dhaka, 19 April 2017

  
Managing Director

  
Director

  
Chief Financial Officer &  
Company Secretary

Khulna Power Company Ltd.  
Statement of changes in equity

<i>In Taka</i>	For the nine-month ended 31 March 2017			
	Share capital	Capital redemption reserve	Retained earnings	Total
<b>Balance at 1 July 2016</b>	3,612,847,090	325,647,810	4,959,773,972	8,898,268,872
<b>Total comprehensive income/(loss) for the period</b>				
Profit for the period	-	-	1,414,367,621	1,414,367,621
Other comprehensive income/(loss)	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	1,414,367,621	1,414,367,621
<b>Transaction with owners of the Company</b>				
<b>Contributions and distributions</b>				
Dividend	-	-	(1,264,496,482)	(1,264,496,482)
<b>Total contributions and distributions</b>	-	-	(1,264,496,482)	(1,264,496,482)
<b>Total transaction with owners of the Company</b>	-	-	(1,264,496,482)	(1,264,496,482)
<b>Balance at 31 March 2017</b>	3,612,847,090	325,647,810	5,109,645,112	9,048,140,012
	For the nine-month ended 31 March 2016			
<i>In Taka</i>	Share capital	Capital redemption reserve	Retained earnings	Total
<b>Balance at 1 July 2015</b>	3,612,847,090	325,647,810	4,453,887,902	8,392,382,802
<b>Total comprehensive income/(loss) for the period</b>				
Profit for the period	-	-	1,587,713,359	1,587,713,359
Other comprehensive income/(loss)	-	-	-	-
<b>Balance at 31 March 2016</b>	3,612,847,090	325,647,810	6,041,601,261	9,980,096,161

Khulna Power Company Ltd.  
Statement of cash flows  
For the nine-month ended 31 March 2017

	31 March 2017 Taka	31 March 2016 Taka
<b>Cash flows from operating activities</b>		
Cash received from customer (BPDB)	5,600,882,379	7,728,489,227
Cash paid to suppliers	(971,744,410)	(2,669,393,193)
Received from other sources	81,838,822	27,184,288
Interest and other financial charges paid	(44,338,947)	(24,784,163)
Received from gain on sale of fixed asset	928,375	-
Income tax paid	(22,922,166)	(43,373,961)
<b>Net cash generated from operating activities</b>	<b>4,644,644,053</b>	<b>5,018,122,198</b>
<b>Cash flows from investing activities</b>		
Payment for property, plant and equipment	(6,151,090)	(2,027,937)
Received as insurance claim for machinery breakdown	-	65,266,326
Proceeds from disposal of fixed assets	851,625	-
Interest received	56,176,789	70,842,401
<b>Net cash from/(used) in investing activities</b>	<b>50,877,324</b>	<b>134,080,790</b>
<b>Cash flows from financing activities</b>		
Repayment of term loan	-	(184,580,745)
Working capital/short term loan received	4,310,000,000	2,775,419,255
Repayment of working capital/short term loan	(7,291,547,240)	(6,791,210,333)
Consideration payment	-	(73,898,400)
Dividend paid to ordinary shareholders	(1,344,424,229)	(1,204,676,937)
<b>Net cash from/(used in) financing activities</b>	<b>(4,325,971,470)</b>	<b>(5,478,947,160)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>369,549,907</b>	<b>(326,744,172)</b>
Opening cash and cash equivalents	1,706,533,144	1,949,406,034
<b>Closing cash and cash equivalents</b>	<b>2,076,083,051</b>	<b>1,622,661,862</b>
<b>Net operating cash flow per share (NOCFPS)</b>	<b>12.86</b>	<b>13.89</b>
<b>Restated net operating cash flow per share (NOCFPS)</b>		<b>13.89</b>