

**FINANCIAL STATEMENTS**

**OF**

**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

**FOR THE YEAR ENDED**

**31<sup>ST</sup> MARCH 2023**

**ELIZINN & CO.**  
Chartered Accountants  
126 – 3/3, 3<sup>rd</sup> Floor,  
Y.M.B.A. Building,  
Colombe 01.

**INDEPENDENT AUDITOR'S REPORT  
TO THE SHAREHOLDERS OF POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the financial statements of **POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**, which comprise the statement of financial position as at March 31, 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at March 31, 2023, and of its financial performance and its cash flows for the year in accordance with Sri Lanka Accounting Standards.

**Basis for Opinion**

We conducted our audit in accordance with Sri Lanka Auditing Standards (SLAuSs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by CA Sri Lanka (Code of Ethics) and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other Information**

Management is responsible for the other information. These financial statement do not comprise other information.

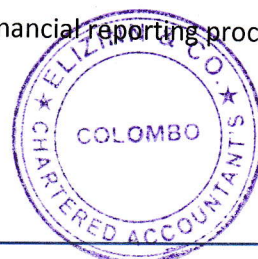
Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

**Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.



## Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SLAuSs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located at Sri Lanka Accounting and Auditing Standards website at: <http://slaasc.com/auditing/auditorsresponsibility.php>. This description forms part of our auditor's report.

## Report on Other Legal and Regulatory Requirements

As required by section 163 (2) of the Companies Act No. 07 of 2007, we have obtained all the information and explanations that were required for the audit and, as far as appears from our examination, proper accounting records have been kept by the Company.

ELIZINN & CO.  
CHARTERED ACCOUNTANTS  
Date: 12<sup>th</sup> April 2023  
Colombo.



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE YEAR**

	NOTE	31-03-2023 USD	31-03-2022 USD
Revenue	1	642,450,235.00	485,000,000.00
Cost of Sales		(602,629,713.85)	(455,720,000.00)
Gross Profit		39,820,521.15	29,280,000.00
Administrative Expenses		(25,169,560.00)	(19,994,260.00)
Net Profit /(Loss) before Taxation	2	14,650,961.15	9,285,740.00
Income Tax Expenses	3	(85,436.00)	(66,452.00)
Net Profit /(Loss) for the year		14,565,525.15	9,219,288.00

The Accounting policies & Notes on pages 7 to 11 form an integral part of these Financial Statements.



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**STATEMENT OF FINANCIAL POSITION**

**AS AT**

**NOTE**

**31-03-2023**

**31-03-2022**

**USD**

**USD**

**ASSETS**

**Non Current Assets**

Property Plant & Equipment

4

380,000.00

570,000.00

380,000.00

570,000.00

**Current Assets**

Inventory

35,060,450.00

50,350,450.00

Trades & Other Receivable

58,211,454.00

25,822,699.87

Cash & Cash Equivalent

5

37,450.00

35,000.00

93,309,354.00

76,208,149.87

**Total Assets**

**93,689,354.00**

**76,778,149.87**

**EQUITY AND LIABILITIES**

**Capital & Reserves**

Stated Capital

6

100.00

100.00

Reserve Capital

2,175,650.00

2,175,650.00

Accumulated Profit /(Loss)

55,419,523.15

40,853,998.00

57,595,273.15

43,029,748.00

**Non Current Liabilities**

Shareholders' Investment

25,000,000.00

25,000,000.00

25,000,000.00

25,000,000.00

**Current Liabilities**

Trades & Other Payable

7

11,094,080.85

8,748,401.87

11,094,080.85

8,748,401.87

**Total Equity & Liabilities**

**93,689,354.00**

**76,778,149.87**

The Accounting policies & Notes on pages 7 to 11 form an integral part of these Financial Statements.

The Board of Directors is responsible for the preparation of these Financial Statements.

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

*[Signature]*

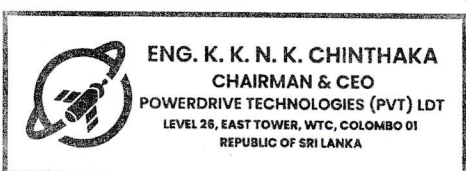
Chief Financial Officer

Approved & Signed on behalf of the Board of Directors

*[Signature]*

Director

12th April 2023



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**STATEMENT OF CHANGES IN EQUITY**

	<b>Stated Capital USD</b>	<b>Reserve Capital USD</b>	<b>Accumulated Profit /(Loss) USD</b>	<b>Total USD</b>
Balance on 31st March 2021	100.00	2,175,650.00	31,634,710.00	33,810,460.00
Net Profit /(Loss) for the Period	-	-	9,219,288.00	9,219,288.00
Balance on 31st March 2022	100.00	2,175,650.00	40,853,998.00	43,029,748.00
Net Profit /(Loss) for the year	-	-	14,565,525.15	14,565,525.15
Balance on 31st March 2023	100.00	2,175,650.00	55,419,523.15	57,595,273.15



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**CASH FLOW STATEMENT**

**FOR THE YEAR**

**31-03-2023**

**31-03-2022**

**USD**

**USD**

**CASH FLOW FROM OPERATING ACTIVITIES**

Profit /(Loss) before Taxation

14,650,961.15

9,285,740.00

**Adjustments for Non Cash :**

Depreciation

190,000.00

190,000.00

14,840,961.15

9,475,740.00

Operating Profit before Changes in Working Capital  
(Increase) / Decrease ;In

Inventory

15,290,000.00

(16,290,355.00)

Trade & Other Receivable

(32,388,754.13)

(3,429,596.00)

(Increase) / Decrease ;In

Trade & Other Payable

2,345,678.98

10,239,211.00

Cash generated from operations

87,886.00

(5,000.00)

Tax Paid

(85,436.00)

Net Cash from /(used in) Operating Activities

2,450.00

(5,000.00)

**CASH FLOW FROM INVESTING ACTIVITIES**

Net Cash from /(used in) Investing Activities

-

-

-

-

**CASH FLOW FROM FINANCING ACTIVITIES**

Net Cash from /(used in) Financing Activities

-

-

-

-

Net Increase /(Decrease) in Cash & Cash Equivalents

2,450.00

(5,000.00)

Cash & Cash Equivalents at beginning of the year

35,000.00

40,000.00

Cash & Cash Equivalents for the year

37,450.00

35,000.00

**ANALYSIS OF CASH & CASH EQUIVALENTS FOR THE PERIOD**

Cash & Cash Equivalent

37,450.00

35,000.00

37,450.00

35,000.00



## **POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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### **ACCOUNTING POLICIES**

#### **1. GENERAL**

##### **1.1 Basis of Accounting**

The Financial Statements are prepared under the historical cost convention in accordance with generally accepted accounting principles and the Accounting Standards laid down by the Institute of Chartered Accountants of Sri Lanka. No adjustments have been made for inflationary factors affecting the accounts.

The Financial Statements have been presented in US Dollars.

##### **1.2 Comparative Information**

Figures & Phases relation to the previous year have been re-arranged where necessary to confirm to The current year's presentation.

##### **1.3 Post Balance Sheet Events**

All material events occurring after the Balance Sheet date have been considered and where necessary adjustments to or disclosure have been made in the Financial Statements.

##### **1.4 Taxation**

###### **Corporate Income Tax**

Income Tax is computed in accordance with the provisions of the Inland Revenue Act No 24 of 2017.

#### **2. ASSETS AND BASES OF THEIR VALUATION**

##### **2.1 Property, Plant & Equipment**

Property, Plant & Equipment is stated at cost less depreciation.

The cost of property, plant & Equipment is the cost of acquisition together with incidental Expenses thereon.

Depreciation on Property, Plant & Equipment is provided on the straight-line basis over the Estimated useful lives of such assets.

Depreciation of an asset begins when it is available for use and cease at the earlier of the dates on which the assets are classified as held for sales or derecognized.



## **POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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### **ACCOUNTING POLICIES (CONTD)**

#### **2.2 Trade & Other Receivables**

Debtors, advances & other receivables are stated at cost.

#### **2.3 Cash & Cash Equivalents**

Cash & Cash Equivalents comprise cash balances. For the purpose of cash flow statements, prepared using the indirect method, Cash & Cash equivalents are presented net of Bank Overdrafts.

### **3. LIABILITIES AND PROVISIONS**

#### **3.1 Liabilities**

All known liabilities as at the balance sheet date have been provided in the preparation of the Financial Statements.

### **4. INCOME STATEMENT**

#### **4.1 Revenue Recognition**

Revenue is recognized on accrual basis.

#### **4.2 Expenditure**

All expenditure incurred in the running of the business and in maintaining the capital assets in a state of efficiency has been charged to revenue in arriving at the profit for the year.

All expenditure incurred in the acquisition, extension or improvement of assets of a permanent nature in order to carry on or increase the earning capacity of the business has been treated as capital expenditure.



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS.**

**NOTE 1 REVENUE**

	31-03-2023 USD	31-03-2022 USD
Crude Oil Refine Products	591,450,235.00	449,000,000.00
Solar Panel and Related Products	12,000,000.00	5,000,000.00
Other Products and Services	39,000,000.00	31,000,000.00
	<u>642,450,235.00</u>	<u>485,000,000.00</u>

**NOTE 2 PROFIT /(LOSS) FROM OPERATIONS**

is stated after charging all expenses including

Directors' Remuneration	240,000.00	220,000.00
Auditors Remuneration	25,000.00	25,000.00
	<u>265,000.00</u>	<u>245,000.00</u>

**NOTE 3 TAXATION**

On Profit for the Year	85,436.00	66,452.00
	<u>85,436.00</u>	<u>66,452.00</u>



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS (CONTD).**

**NOTE 4 PROPERTY, PLANT & EQUIPMENT**

<b>Cost</b>	<b>As at 31-03-2022 USD</b>	<b>Addition USD</b>	<b>As at 31-03-2023 USD</b>
Furniture & Fittings	100,000.00	-	100,000.00
Machineries	600,000.00	-	600,000.00
Equipment	250,000.00	-	250,000.00
	<u>950,000.00</u>	<u>-</u>	<u>950,000.00</u>
<b>Depreciation</b>	<b>As at 31-03-2022 USD</b>	<b>Charged for the Year USD</b>	<b>As at 31-03-2023 USD</b>
Furniture & Fittings	40,000.00	20,000.00	60,000.00
Machineries	240,000.00	120,000.00	360,000.00
Equipment	100,000.00	50,000.00	150,000.00
	<u>380,000.00</u>	<u>190,000.00</u>	<u>570,000.00</u>
<b>Written Down Value</b>		<b>As at 31-03-2023 USD</b>	<b>As at 31-03-2022 USD</b>
Furniture & Fittings		40,000.00	60,000.00
Machineries		240,000.00	360,000.00
Equipment		100,000.00	150,000.00
		<u>380,000.00</u>	<u>570,000.00</u>



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS (CONTD).**

**NOTE 5 CASH AND CASH EQUIVALENTS**

Standard Chartered Bank - AC. 01151085101

31-03-2023 USD	31-03-2022 USD
37,450.00	35,000.00
<u>37,450.00</u>	<u>35,000.00</u>

**NOTE 6 STATED CAPITAL**

2 Ordinary Shares of USD 50 /= each

100.00	100.00
<u>100.00</u>	<u>100.00</u>

**NOTE 7 TRADE & OTHER PAYABLE**

Trade Creditors

11,094,080.85	8,748,401.87
<u>11,094,080.85</u>	<u>8,748,401.87</u>



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS (CONTD).**

**NOTE 8 CAPITAL COMMITMENTS**

There were no material capital commitments as at 31st March 2023.

**NOTE 9 CONTINGENT LIABILITIES**

There are no contingent liabilities which would require adjustments to or disclosure in the Financial Statements.

**NOTE 10 POST BALANCE SHEET EVENTS**

No circumstances have arisen since the Balance Sheet date which would require adjustments to or disclosure in the Financial Statements.

**NOTE 11 CORPORATE INFORMATION**

Name of the Company	:	PowerDrive Technologies (Pvt) Ltd
Domicile and legal form	:	A Limited Liability Company Incorporated in Sri Lanka
Date of Incorporation	:	30-11-2005 NPVS 44089 (PV 19447)
Registered Office	:	Level 26, East Tower, World Trade Center, Colombo - 1.
Nature of Activities & Princ	:	Wholesale Trade in Solid, Liquid, and Gaseous Fuels and Similar Products, Power & Energy and IT Consultation.
Any Other Information	:	Unit in US Dollars



**POWERDRIVE TECHNOLOGIES (PRIVATE) LIMITED**

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**SCHEDULES**

**SCH 1 COST OF SALES**

	<b>31-03-2023</b>	<b>31-03-2022</b>
	<b>USD</b>	<b>USD</b>
Inventory as at 01st April	50,350,450.00	44,723,338.00
Direct Cost	587,339,713.85	461,347,112.00
	<hr/>	<hr/>
	637,690,163.85	506,070,450.00
Inventory as at 31st March	(35,060,450.00)	(50,350,450.00)
	<hr/>	<hr/>
	<b>602,629,713.85</b>	<b>455,720,000.00</b>
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**SCH 2 ADMINISTRATIVE EXPENSES**

Directors' Remuneration	240,000.00	220,000.00
Salaries & Wages	4,903,800.00	4,280,344.00
Entertainment	18,230,480.00	13,884,802.00
Commercial Expenses	85,275.00	72,930.00
Administration Expenses	625,750.00	502,294.00
Auditors Remuneration	25,000.00	25,000.00
Foreign Travelling	793,830.00	755,810.00
Depreciation	190,000.00	190,000.00
Other Expenses	75,425.00	63,080.00
	<hr/>	<hr/>
	<b>25,169,560.00</b>	<b>19,994,260.00</b>
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**ANNEXURES**

**ANNEXURE : NAME AND THE ADDRESS OF SHAREHOLDERS**

**No. of Shares**

- ( a ) K.K.N.K. Chinthaka  
35/6, Godagama Road, Athurugiriya.
- ( b ) H.W.S.S. Karunaratne  
35/6, Godagama Road, Athurugiriya.

1

1

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2

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**NAME AND ADDRESS OF THE CHAIRMAN**

- ( a ) K.K.N.K. Chinthaka  
35/6, Godagama Road, Athurugiriya.

