

Financial Performance of Commercial Public Enterprises - 2003

1 Name & Address of the Enterprise:

Ceylon Electricity Board

P.O.Box 540, Sir Chittampalam A. Gardiner Mawatha,
Colombo 2

2 Mission:

"Provide electrical services to the whole of Sri Lanka efficiently, reliably and affordably for the socio economic development with concern for the ecology, and create a conducive working environment."

3 Major Activities:

Generation, Transmission, Distribution and sale of electricity.

4 Brief comments on financial performance

Despite increases in Turnover and operating profits the Board has continued to incur heavy losses which was Rs. 3,750 mn in 2003, which could be attributed mainly to the high cost of power purchase during the year amounting to Rs. 19 bn, high system losses of 18% and increase in cost of employment by 22%.

The Accumulated losses as at 31.12.2003 amounts to Rs. 23.7 bn.

Administration costs has increased by 419% mainly due to a salary revision.

CEB is facing severe liquidity crisis with its short term debt at Rs.23 bn, which include Bank borrowings of Rs.8.9 bn.

The board has been experiencing a negative working capital situation which has increased by 26% to Rs. 16bn in 2003 from Rs.12.7bn in 2002.

The dues outstanding on account of on lending development loans as at 30/06/2004 is Rs. 11.2 bn.

Systems losses of CEB improved marginally to 18% in 2003 from 19% in 2002.

Of the Total power Generated CEB generated 65% and the balance 35% by private producers which was purchased by CEB at a cost of Rs. 19 bn.

CEB is being restructured by unbundling into separate units for Generation, Transmission and Distribution and is planning to proceed with the Kerawalapitiya Power Plant, Upper Kotmale Power Plant and the Norocholai Thermal Power Plant projects early.

CEB has been identified as a Strategic Enterprise and brought under SEMA to improve the efficiency and effectiveness and financial viability of the enterprise.

5 Performance Trend

ABSOLUTE VALUES			2000	2001	2002	2003	2004 B
1	Total Non-Current Assets (WDV) as at end of yr.	Rs.Mn.	190,124	212,340	227,877	238,487	261,190
2	Total Current Assets as at end of year	Rs.Mn.	18,893	18,895	18,599	18,548	20,035
3	Total Equity as at end of year	Rs.Mn.	144,939	146,388	149,874	152,370	178,612
4	Total Non-Current Liabilities as at end of year	Rs.Mn.	47,790	55,800	60,156	70,058	52,727
5	Total Current Liabilities as at end of year	Rs.Mn.	16,288	29,047	36,446	34,607	49,886
6	Total Revenue for the year	Rs.Mn.	24,086	29,029	40,543	47,719	55,171
7	Gross Profit for the year	Rs.Mn.	(6,723)	(5,511)	(3,764)	(644)	(4,868)
8	Net Profit bef. Tax for the year	Rs.Mn.	(6,723)	(9,201)	(7,426)	(3,750)	(9,553)
9	Financial Charges for the year	Rs.Mn.	2,280	4,822	6,144	6,199	7,699
10	Total Capital Expenditure for the year	Rs.Mn.	10,795	18,190	12,876	19,071	18,192
11	Total Cost of Employment for the year	Rs.Mn.	1,691	4,927	6,600	8,191	6,616
12	Total Number of Employees as at end of year	(Nos.)	14,599	14,392	14,493	13,978	15,000
RATIOS							
a)	Net Profit bef. Tax to total Equity	(%)	-4.64%	-6.29%	-4.95%	-2.46%	-5.35%
b)	Net Profit before tax & Fin. Charges to Tot. Assets	(%)	-2.13%	-1.89%	-0.52%	0.95%	-0.66%
c)	Total Cost of Employment per employee	(Rs.' 000)	115.83	342.34	455.39	585.99	441.07

CHECK the validity of the financial statements

1 Calculation of Equity

Total Non-Current Assets (WDV) as at end of yr.	(Rs.' 000)	#REF!	190,124	212,340	227,877		##
Total Current Assets as at end of year	(Rs.' 000)	#REF!	18,893	18,895	18,599		##
Total Assets	(Rs.' 000)	#REF!	209,017	231,235	246,476		##
Total Non-Current Liabilities as at end of year	(Rs.' 000)	#REF!	47,790	55,800	60,156		##
Total Current Liabilities as at end of year	(Rs.' 000)	#REF!	16,288	29,047	36,446		##
Total Liabilities	(Rs.' 000)	#REF!	64,078	84,847	96,602		##
Equity (Total Assets - Total Liabilities)	(Rs.' 000)	#REF!	144,939	146,388	149,874		#
Equity as per line 7.3 of page 1	(Rs.' 000)	#REF!	144,939	146,388	149,874		##
DIFERENCE	(Rs.' 000)	#REF!	-	-	-		-

2 Current Assets to Current Liabilities

(Times)	#REF!	1.16	0.65	0.51		#
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3 Total Revenue per Employee

(Rs.' 000)	#REF!	2	2	3		3
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4 Total Assets per Employee

(Rs.' 000)	#REF!	14	16	17		#
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5 Total Cost of Employment per Employee

(Rs.' 000)	#REF!	0	0	0		1
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281,225
281,225

209,017
209,017
231,235
231,235
257,035
257,035
281,225
281,225

246,476
246,476

