

# **SERENDIB LAND PLC**

**QUARTERLY FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED SEPTEMBER 30,2014**

**Registered Office**

NO.9/5,THAMBIAH AVENUE  
COLOMBO 07.

SERENDIB LAND PLC

STATEMENT OF COMPREHENSIVE INCOME

THREE MONTHS ENDED SEPTEMBER 30, 2014

	Unaudited 3 months ended 30.09.14 Rs.	Unaudited 3 months ended 30.09.13 Rs.	Variance %	Unaudited 6 months ended 30.09.14 Rs.	Unaudited 6 months ended 30.09.13 Rs.	Variance %
Revenue	3,312,000	3,285,000	0.82	<b>6,723,000</b>	6,570,000	2.33
Direct Operating Expenses	(158,191)	(211,019)	25.03	<b>(387,314)</b>	(422,037)	8.23
<b>Gross profit</b>	<b>3,153,809</b>	3,073,981	2.60	<b>6,335,687</b>	6,147,963	3.05
Other Income	174,171	147,197	18.32	<b>390,325</b>	461,684	(15.46)
Administrative expenses	(1,072,329)	(1,061,542)	(1.02)	<b>(1,311,953)</b>	(1,490,997)	12.01
<b>Profit from operations</b>	<b>2,255,650</b>	2,159,636	4.45	<b>5,414,058</b>	5,118,650	5.77
<b>Profit Before taxation</b>	2,255,650	2,159,636	4.45	<b>5,414,058</b>	5,118,650	5.77
Income Tax Expenses	(224,999)	(215,964)	(4.18)	<b>(540,840)</b>	(511,865)	(5.66)
<b>Net profit for the period</b>	<b>2,030,651</b>	1,943,672	4.47	<b>4,873,219</b>	4,606,785	5.78
<b>Earnings per share (Rs.)</b>	<b>5.64</b>	<b>5.40</b>		<b>13.54</b>	12.80	

*The above figures are provisional & subject to audit  
Figures in brackets indicate deductions.*

**SERENDIB LAND PLC**

**STATEMENT OF FINANCIAL POSITION**

**AS AT SEPTEMBER 30, 2014**

	Un Audited As at 30.09.14 Rs	Un Audited As at 30.09.13 Rs	Audited As at 31.03.14 Rs
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Investment Property	251,160,000	251,160,000	251,160,000
<b>CURRENT ASSETS</b>			
Trade & Other Receivables	248,214	277,909	746,020
Income Tax Refund	-	273,820	-
Short Term Investment	4,958,086	4,447,268	9,709,858
Cash & Cash Equivalents	464,989	9,621,857	330,856
	<u>5,671,288</u>	<u>14,620,854</u>	<u>10,786,734</u>
<b>TOTAL ASSETS</b>	<u><b>256,831,288</b></u>	<u><b>265,780,854</b></u>	<u><b>261,946,734</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>CAPITAL &amp; RESERVES</b>			
Stated Capital	36,000,000	36,000,000	36,000,000
Retained Earnings	196,791,156	195,463,292	200,917,937
<b>Shareholders' fund</b>	<u><b>232,791,156</b></u>	<u><b>231,463,292</b></u>	<u><b>236,917,937</b></u>
<b>NON CURRENT LIABILITIES</b>			
Deferred Tax Liability	23,184,000	23,184,000	23,184,000
	<u><b>23,184,000</b></u>	<u><b>23,184,000</b></u>	<u><b>23,184,000</b></u>
<b>CURRENT LIABILITIES</b>			
Trade & Other Payables	134,000	1,189,327	442,750
Dividend Payable	519,455	9,451,474	531,605
Income Tax Payable	202,677	492,761	712,506
Bank over draft	-	-	157,936
	<u><b>856,132</b></u>	<u><b>11,133,562</b></u>	<u><b>1,844,797</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>256,831,288</b></u>	<u><b>265,780,854</b></u>	<u><b>261,946,734</b></u>

*The above figures are provisional & subject to audit.*

*These financial statements are in compliance with the requirements of the Companies Act No.07 of 2007.*

**(Sgd) Bianca Mabogoda**  
Chief Financial Officer

*Approved and signed for and on behalf of the Board.*

**(Sgd) T. Someswaran**  
Chairman, Audit Committee

**(Sgd) S. Nagendra - Chairman**  
Chairman

10<sup>th</sup> November, 2014  
Colombo,

## SERENDIB LAND PLC

### STATEMENT OF CHANGES IN EQUITY

THREE MONTHS ENDED SEPTEMBER 30, 2014

	Stated Capital	Retained Earnings	Total
	Rs.	Rs.	Rs.
Balance as at April 1, 2013	36,000,000	199,856,507	235,856,507
Net Profit for the Period	-	4,606,785	4,606,785
Final Dividend	-	(9,000,000)	(9,000,000)
<b>Balance as at September 30, 2013</b>	<b><u>36,000,000</u></b>	<b><u>195,463,292</u></b>	<b><u>231,463,292</u></b>
Balance as at April 1, 2014	36,000,000	200,917,937	236,917,937
Net Profit for the Period	-	4,873,219	4,873,219
Final Dividend	-	(9,000,000)	(9,000,000)
<b>Balance as at September 30, 2014</b>	<b><u>36,000,000</u></b>	<b><u>196,791,156</u></b>	<b><u>232,791,156</u></b>

*Figures in brackets indicate deductions.*

SERENDIB LAND PLC

CASH FLOW STATEMENT  
THREE MONTHS ENDED SEPTEMBER 30, 2014

	Cumulative Cash Flows			
	Unaudited 3 Months ended 30.09.2014 Rs.	Unaudited 3 Months ended 30.09.2013 Rs.	Unaudited 6 Months ended 30.09.2014 Rs.	Unaudited 6 Months ended 30.09.2013 Rs.
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before Taxation	2,255,650	2,159,637	5,414,058	5,118,650
<b>Adjustments for:</b>				
Interest expenses	-	-	-	-
Interest Income	(174,171)	(147,197)	(390,325)	(461,684)
Operating Cash flows before working capital changes	2,081,479	2,012,440	5,023,733	4,656,966
(Increase) / Decrease in receivables	191,304	129,992	382,131	392,648
Increase / (Decrease) in payables	(268,250)	394,297	(308,750)	710,327
<b>Cash generated from operating activities</b>	2,004,534	2,536,729	5,097,115	5,759,941
Interest Received	134,537	193,119	397,164	461,684
Income tax paid	(388,790)	(331,933)	(934,994)	(331,933)
<b>Net cash generated from operating activities</b>	1,750,280	2,397,915	4,559,285	5,889,692
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>	1,750,280	2,397,915	4,559,285	5,889,692
Withdrawal/(Investment) in Short Term Investment	7,399,301	5,680,278	4,744,934	2,365,791
<b>Net cash flow used in investing activities</b>	7,399,301	5,680,278	9,304,219	8,255,483
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>	7,399,301	5,680,278	9,304,219	8,255,483
Dividend Paid	(9,000,000)	(32)	(9,012,150)	(2,327)
<b>Net cash flow used in finance activities</b>	(9,000,000)	(32)	(9,012,150)	(2,327)
<b>Net Increase / (Decrease) in cash and cash equivalents</b>	149,581	8,078,161	292,069	8,253,156
Cash and cash equivalents at the beginning of the period	315,408	1,543,695	172,920	1,368,700
	<b>464,989</b>	<b>9,621,856</b>	<b>464,989</b>	<b>9,621,856</b>

Figures in brackets indicate deductions.

**SERENDIB LAND PLC**  
**NOTES TO THE FINANCIAL STATEMENTS**

**01. Corporate information**

Serendib Land PLC is a limited liability company listed in the Colombo Stock Exchange and domiciled in Sri Lanka. The Registered Office of the Company is located at No.9/5, Thambiah Avenue, Colombo 07.

**02. Basis of Preparation**

The interim financial statements have been prepared in accordance with Sri Lanka Accounting Standard-LKAS 34 Interim Financial Reporting. These interim condensed financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2014. The financial statements provide information as required in terms of Rule 7.4 of the Colombo Stock Exchange.

The financial statements are provisional and subject to audit.

The interim financial statements have been prepared on a historical cost basis except for financial instruments.

The interim financial statements are presented in Sri Lankan rupees and all values are rounded to the nearest thousand except when otherwise indicated.

**03 Significant Accounting Policies**

The accounting policies adopted for the current interim period are consistent with those of the previous financial year (2013/2014) except as described below.

**3.1 Financial Instruments**

As required by Sri Lanka Accounting Standards LKAS 39 *Financial Instruments ; Recognition and Measurements*, trade receivables, cash and cash equivalents, investments in quoted public companies, trade payables, bank borrowings and intercompany loans are recognized as financial instruments.

**3.1.1 Available for sale financial assets**

Available for sale (AFS) financial assets are recognised at fair value ,subsequently measured at fair value ,with changes recognised in other comprehensive income (OCI) . If there is significant and prolong decline in fair value ,such decline is identified as impairment. impairment losses shall be recognised in the profit or loss. Any cumulative losses recognised in the OCI shall be recycled to the profit or loss.

According to LKAS 39, long term investments ( Investments in quoted shares ) are classified as Available for sale (AFS) financial assets.

**3.1.3 Financial assets at fair value through profit or loss**

A financial asset is classified at fair value through profit or loss if it is classified as held for trading. Financial assets at fair value through profit or loss are measured at fair value , and changes therein are recognised in profit or loss.

Short term investments are classified as FVTPL financial assets.

**04.** There were no material contingent liabilities as at September 30th 2014.

**05.** No circumstances have arisen since the Balance Sheet date, Which would require adjustments or disclosure in the financial statements.

## SHAREHOLDERS' INFORMATION

	Unaudited 30.09.2014 Rs.	Audited 30.09.2013 Rs.	
Earnings per Ordinary Share (Rs.)	5.64	5.40	(Including change in fair value)
Net Assets per Share (Rs.)	646.54	707.35	
Debt/Equity Ratio (%)	-	-	
Current Ratio (Times)	6.62	1.31	

### SERENDIB LAND PLC

#### ADDITIONAL INFORMATION FOR THE QUARTERLY STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 30TH SEPTEMBER, 2014

#### 1. Share Information

Information pertaining to the shares traded during the Quarter ended 30th September, 2014, extracted from the website of the Colombo Stock Exchange, is set out below:

Period	2014-3	2013-3
Date High	26-Sep-14	10-Jul-13
High Rs.	1,268.00	1,794.80
Date Low	11-Jul-14	28-Aug-13
Low Rs.	885.00	1,200.10
Close Rs.	1,171.40	1,399.00
Trade Vol.	99	33
Share Vol.	1,151	237
Turn Over Rs.	1,169,385.60	341,069.80
Last traded Date	26-Sep-14	27-Sep-13
Days Traded	29	20

#### Directors' Shareholding

	As at 30.09.2014	As at 30.09.2013
Mr. S. Nagendra	257	257
Dr. (Ms.) Y. Ponnambalam	-	-
Mr. Gajendrakumar G. Ponnambalam	-	-
Dr. (Ms.) M.Ponnambalam	-	-
Dr. B. Sivaprakasapillai	-	-
Dr. (Ms.) V. Sivaprakasapillai	30,267	30,267
Mr. Indika Prematunga - (Nominee Dire	-	-
Mr. J. M. Swaminathan	-	-
Mr. T Someswaran	-	-

**The Public Holding Percentage**

7.58% of the issued shares were held by the public as at 30th September, 2014.

The number of Shareholders of the company as at 30th September 2014 were 259.

**The Public Holding Percentage**

As at 30th September, 2014, the public holding of the Company was 7.58% .

However, as per the new Listing Rules of the Colombo Stock Exchange the Company is required to maintain;

i. a minimum public holding of 20% of its total Ordinary voting Shares in the hands of a minimum of 750 public shareholders;  
or

ii. a market capitalization of Rs.500,000,000/- of its public holding in the hands of a minimum number of 500 public shareholders whilst maintaining a minimum public holding of 10%.

As stipulated in the said Listing Rules the Company is also required to have 15% of its total Ordinary voting Shares in the hands of a minimum number of 500 public shareholders on or before 31st December, 2015 and bring the public holding to 20% on or before 31st December, 2016.

The Company is in the process of determining the best course of action to be adopted in order to comply with the aforesaid requirement.

## 2. 20 Largest Shareholders

20 Major Shareholders	30.09.2014	
	Shares	%
Gee Gees Properties (Pvt) Ltd	76,735	21.32
Gitanjali Gajaluckshmi (Pvt) Ltd	76,697	21.30
Gitanjali Group (Pvt) Ltd.	67,992	18.89
AIA Insurance Lanka PLC-A/c No.02	55,054	15.29
Dr (Mrs) V. Sivaprakasapillai	30,267	8.41
AIA Insurance Lanka PLC-A/c No.03	25,714	7.14
Mr. O D Liyanage	4,033	1.12
Mrs. S Z Ossman	2,200	0.61
Mr. A. Saverimuttu	1,900	0.53
Ossman Associates (Pvt) Ltd	1,779	0.49
Ms. N Gunatileke	1,499	0.42
Mr.G.C.W. De Silva	1,212	0.34
Mr. K. T. Wickremaratne	750	0.21
Colombo Investment Trust Ltd	642	0.18
DR. (Mrs.) M.S.P. Wijenayake	555	0.15
Mr. A. L. Weerasinghe	534	0.15
Mrs. A N De Mel	534	0.15
Mrs. E Shinya	514	0.14
Mr. B.G.S. De Silva	514	0.14
Mr. C L Iddamalgoda	507	0.14