

SERENDIB LAND PLC

**QUARTERLY FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED DECEMBER 31,2014**

Registered Office

NO.9/5,THAMBIAH AVENUE
COLOMBO 07.

SERENDIB LAND PLC

STATEMENT OF COMPREHENSIVE INCOME

NINE MONTHS ENDED DECEMBER 31, 2014

	Unaudited 3 months ended 31.12.14 Rs.	Unaudited 3 months ended 31.12.13 Rs.	Variance %	Unaudited 9 months ended 31.12.14 Rs.	Unaudited 9 months ended 31.12.13 Rs.	Variance %
Revenue	5,232,000	3,285,000	59.27	11,955,000	9,855,000	21.31
Direct Operating Expenses	(211,079)	(211,019)	(0.03)	(598,392)	(633,056)	5.48
Gross profit	5,020,922	3,073,981	63.34	11,356,608	9,221,945	23.15
Other Income	273,775	344,147	(20.45)	675,983	805,830	(16.11)
Administrative expenses	(375,780)	(311,161)	(20.77)	(1,687,733)	(1,802,158)	6.35
Profit from operations	4,918,916	3,106,967	58.32	10,344,857	8,225,616	25.76
Profit Before taxation	4,918,916	3,106,967	58.32	10,344,857	8,225,616	25.76
Income Tax Expenses	(493,646)	(310,697)	(58.88)	(1,034,486)	(822,562)	(25.76)
Net profit for the period	4,425,270	2,796,270	58.26	9,310,371	7,403,055	25.76
Earnings per share (Rs.)	12.29	7.77		25.86	20.56	

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

SERENDIB LAND PLC
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2014

	Un Audited As at 31.12.14 Rs	Un Audited As at 31.12.13 Rs	Audited As at 31.03.14 Rs
ASSETS			
NON-CURRENT ASSETS			
Investment Property	251,160,000	251,160,000	251,160,000
CURRENT ASSETS			
Trade & Other Receivables	25,760	5,972	746,020
Income Tax Refund	-	12,067	-
Short Term Investment	10,296,664	6,667,230	9,709,859
Cash & Cash Equivalents	375,133	1,030,351	330,856
	<u>10,697,557</u>	<u>7,715,620</u>	<u>10,786,735</u>
TOTAL ASSETS	<u>261,857,557</u>	<u>258,875,620</u>	<u>261,946,735</u>
EQUITY AND LIABILITIES			
CAPITAL & RESERVES			
Stated Capital	36,000,000	36,000,000	36,000,000
Retained Earnings	201,228,309	198,259,562	200,917,938
Shareholders' fund	<u>237,228,309</u>	<u>234,259,562</u>	<u>236,917,938</u>
NON CURRENT LIABILITIES			
Deferred Tax Liability	23,184,000	23,184,000	23,184,000
	<u>23,184,000</u>	<u>23,184,000</u>	<u>23,184,000</u>
CURRENT LIABILITIES			
Trade & Other Payables	309,104	671,508	442,750
Dividend Payable	559,231	531,623	531,605
Income Tax Payable	350,772	228,927	712,506
Bank over draft	226,141	-	157,936
	<u>1,445,249</u>	<u>1,432,058</u>	<u>1,844,797</u>
TOTAL EQUITY AND LIABILITIES	<u>261,857,557</u>	<u>258,875,620</u>	<u>261,946,735</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

12th February, 2015
Colombo,

SERENDIB LAND PLC

STATEMENT OF CHANGES IN EQUITY

NINE MONTHS ENDED DECEMBER 31, 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	-	7,403,055	7,403,055
Final Dividend	-	(9,000,000)	(9,000,000)
Balance as at December 31, 2013	<u>36,000,000</u>	<u>198,259,562</u>	<u>234,259,562</u>
Balance as at April 1, 2014	36,000,000	200,917,938	236,917,938
Net Profit for the Period	-	9,310,371	9,310,371
Final Dividend	-	(9,000,000)	(9,000,000)
Balance as at December 31, 2014	<u>36,000,000</u>	<u>201,228,309</u>	<u>237,228,309</u>

Figures in brackets indicate deductions.

SERENDIB LAND PLC

CASH FLOW STATEMENT
NINE MONTHS ENDED DECEMBER 31, 2014

	Cumulative Cash Flows			
	Unaudited 3 Months ended 31.12.2014 Rs.	Unaudited 3 Months ended 31.12.2013 Rs.	Unaudited 9 Months ended 31.12.2014 Rs.	Unaudited 9 Months ended 31.12.2013 Rs.
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before Taxation	4,918,916	3,106,967	10,344,857	8,225,616
Adjustments for:				
Interest expenses	-	-	-	-
Interest Income	(273,775)	(344,147)	(675,983)	(805,830)
Operating Cash flows before working capital changes	4,645,141	2,762,820	9,668,875	7,419,786
(Increase)/ Decrease in receivables	212,658	318,968	594,789	543,608
Increase / (Decrease) in payables	214,880	(605,677)	(106,020)	45,792
Cash generated from operating activities	5,072,678	2,476,111	10,157,643	8,009,186
Interest Received	273,775	285,050	675,983	746,733
Income tax paid	(335,754)	(300,711)	(1,270,748)	(632,644)
Net cash generated from operating activities	5,010,699	2,460,450	9,562,878	8,123,275
CASH FLOW FROM INVESTING ACTIVITIES				
Withdrawal/(Investment)in Short Term Investment	(5,326,695)	(2,219,962)	(586,805)	145,829
Net cash flow used in investing activities	(5,326,695)	(2,219,962)	(586,805)	145,829
CASH FLOW FROM FINANCING ACTIVITIES				
Dividend Paid	-	(9,000,000)	(9,000,000)	(9,000,000)
Net cash flow used in finance activities	-	(9,000,000)	(9,000,000)	(9,000,000)
Net Increase / (Decrease) in cash and cash equivalents	(315,997)	(8,759,512)	(23,928)	(730,896)
Cash and cash equivalents at the beginning of the period	464,989	9,621,856	172,920	1,593,240
	148,992	862,344	148,992	862,344
<i>Figures in brackets indicate deductions.</i>				
Cash and cash equivalents at the end of the period				
Cash and cash equivalents	375,133	1,030,351	375,133	1,030,351
Bank Overdraft	(226,141)	(168,007)	(226,141)	(168,007)
	148,992	862,344	148,992	862,344

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 December 31st 2014.

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

SHAREHOLDERS' INFORMATION

	Unaudited 31.12.2014 Rs.	Audited 31.12.2013 Rs.	
Earnings per Ordinary Share (Rs.)	12.29	20.56	(Including change in fair value)
Net Assets per Share (Rs.)	658.97	650.72	
Debt/Equity Ratio (%)	-	-	
Current Ratio (Times)	7.40	5.39	

SERENDIB LAND PLC

ADDITIONAL INFORMATION FOR THE QUARTERLY STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST DECEMBER, 2014

1. Share Information

Information pertaining to the shares traded during the Quarter ended 31st December, 2014, extracted from the website of the Colombo Stock Exchange, is set out below:

Period	2014-4	2013-4
Date High	4-Nov-14	17-Oct-13
High Rs.	1,100.00	1,500.00
Date Low	27-Nov-14	2-Dec-13
Low Rs.	950.00	1,100.00
Close Rs.	1,010.00	1,100.00
Trade Vol.	29	29
Share Vol.	317	51
Turn Over Rs.	332,628.20	68,314.00
Last traded Date	3-Dec-14	2-Dec-13
Days Traded	15	9

Directors' Shareholding

	As at 31.12.2014	As at 31.12.2013
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 31st December, 2014.

The number of Shareholders of the company as at 31st December 2014 were 259.

The Public Holding Percentage

As at 31st December, 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	31.12.2014	
	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 PLC	642	0.18
DR. 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