

SERENDIB LAND PLC

**QUARTERLY FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30,2015**

Registered Office

NO.9/5,THAMBIAH AVENUE
COLOMBO 07.

SERENDIB LAND PLC

STATEMENT OF COMPREHENSIVE INCOME

THREE MONTHS ENDED JUNE 30, 2015

	Unaudited 3 months ended 30.06.15 Rs.	Unaudited 3 months ended 30.06.14 Rs.	Variance %
Revenue	4,032,000	3,411,000	18.21
Direct Operating Expenses	(209,681)	(229,122)	8.48
Gross profit	<u>3,822,319</u>	<u>3,181,878</u>	20.13
Other Income	137,345	216,154	(36.46)
Administrative expenses	(267,211)	(239,624)	11.51
Profit from operations	<u>3,692,453</u>	<u>3,158,408</u>	16.91
Profit Before taxation	3,692,453	3,158,408	16.91
Income Tax Expenses	(369,407)	(315,841)	16.96
Net profit for the period	<u><u>3,323,046</u></u>	<u><u>2,842,567</u></u>	16.90
Earnings per share (Rs.)	9.23	7.90	

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

SERENDIB LAND PLC

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2015

	Un Audited As at 30.06.15 Rs	Un Audited As at 30.06.14 Rs	Audited As at 31.03.15 Rs
ASSETS			
NON-CURRENT ASSETS			
Investment Property	305,295,000	251,160,000	305,295,000
CURRENT ASSETS			
Trade & Other Receivables	606,869	441,571	755,075
Income Tax Refund		-	-
Short Term Investment	16,552,372	12,317,753	12,829,372
Cash & Cash Equivalents	160,756	381,481	246,286
	<u>17,319,997</u>	<u>13,140,805</u>	<u>13,830,733</u>
TOTAL ASSETS	<u>322,614,997</u>	<u>264,300,805</u>	<u>319,125,733</u>
EQUITY AND LIABILITIES			
CAPITAL & RESERVES			
Stated Capital	36,000,000	36,000,000	36,000,000
Other Reserve	95,647,700	-	95,647,700
Retained Earnings	165,766,055	203,760,505	162,443,008
Shareholders' fund	<u>297,413,755</u>	<u>239,760,505</u>	<u>294,090,708</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	402,500	402,250	352,000
Income Tax Payable	915,213	368,521	874,495
Dividend Payable	607,111	519,455	607,111
Bank Over draft	92,418	66,074	17,419
	<u>2,017,242</u>	<u>1,356,300</u>	<u>1,851,025</u>
TOTAL EQUITY AND LIABILITIES	<u>322,614,997</u>	<u>264,300,805</u>	<u>319,125,733</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. on behalf of Chief Financial Officer
Dushyanthi Madampitiya**

Approved and signed for and on behalf of the Board.

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

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

06th August, 2015
Colombo,

SERENDIB LAND PLC

STATEMENT OF CHANGES IN EQUITY

FOR THE THREE MONTHS PERIOD ENDED JUNE 30,2015

	Stated Capital	Other Reserve	Retained Earnings	Total
	Rs.	Rs.	Rs.	Rs.
Balance as at April 1, 2014	36,000,000	-	200,917,937	236,917,937
Net Profit for the Period	-		2,842,567	2,842,567
Balance as at June 30, 2014	36,000,000	-	203,760,504	239,760,504
Balance as at April 1, 2015	36,000,000	95,647,700	162,443,008	294,090,708
Net Profit for the Period	-	-	3,323,046	3,323,047
Balance as at June 30, 2015	36,000,000	95,647,700	165,766,054	297,413,755

Figures in brackets indicate deductions.

Stated Capital comprised the 360,000 shares as at June 30,2015

SERENDIB LAND PLC

**CASH FLOW STATEMENT
FOR THE THREE MONTHS PERIOD ENDED JUNE 30,2015**

	Cummulative Cash Flows			
	Unaudited 3 Months ended 30.06.2015 Rs.	Unaudited 3 Months ended 30.06.2014 Rs.	Unaudited Year ended 30.06.2015 Rs.	Unaudited Year ended 30.06.2014 Rs.
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before Taxation	3,692,453	3,158,408	3,692,453	3,158,408
Adjustments for:				
Interest expenses	-	-	-	-
Interest Income	<u>(137,345)</u>	<u>(216,154)</u>	<u>(137,345)</u>	<u>(216,154)</u>
Operating Cash flows before working capital changes	<u>3,555,108</u>	<u>2,942,254</u>	<u>3,555,108</u>	<u>2,942,254</u>
(Increase)/ Decrease in receivables	271,206	191,483	271,206	191,483
Increase / (Decrease) in payables	<u>50,500</u>	<u>(40,500)</u>	<u>50,500</u>	<u>(40,500)</u>
Cash generated from operating activities	<u>3,876,814</u>	<u>3,093,237</u>	<u>3,876,814</u>	<u>3,093,237</u>
Interest Received	14,345	262,627	14,345	267,353
Income tax paid	<u>(328,689)</u>	<u>(546,860)</u>	<u>(328,689)</u>	<u>(546,860)</u>
Net cash generated from operating activities	<u>3,562,470</u>	<u>2,809,004</u>	<u>3,562,470</u>	<u>2,813,730</u>
CASH FLOW FROM INVESTING ACTIVITIES				
(Investment)/Withdrawal of Short Term Investment	<u>(3,723,000)</u>	<u>(2,654,367)</u>	<u>(3,723,000)</u>	<u>(2,654,367)</u>
Net cash flow used in investing activities	<u>(3,723,000)</u>	<u>(2,654,367)</u>	<u>(3,723,000)</u>	<u>(2,654,367)</u>
CASH FLOW FROM FINANCING ACTIVITIES				
Dividend Paid	<u>(0)</u>	<u>(12,150)</u>	<u>(0)</u>	<u>(12,150)</u>
Net cash flow used in finance activities	<u>(0)</u>	<u>(12,150)</u>	<u>(0)</u>	<u>(12,150)</u>
Net Increase / (Decrease) in cash and cash equivalents	<u>(160,530)</u>	142,487	<u>(160,530)</u>	142,487
Cash and cash equivalents at the beginning of the period	<u>228,868</u>	<u>172,920</u>	<u>228,868</u>	<u>172,920</u>
	<u>68,338</u>	<u>315,407</u>	<u>68,338</u>	<u>315,407</u>
<i>Figures in brackets indicate deductions.</i>				
Cash and cash equivalents at the end of the period				
Cash & Cash Equivalents	<u>160,756</u>	<u>381,481</u>	<u>160,756</u>	<u>381,481</u>
Bank Overdraft	<u>(92,418)</u>	<u>(66,074)</u>	<u>(92,418)</u>	<u>(66,074)</u>
	<u>68,338</u>	<u>315,407</u>	<u>68,338</u>	<u>315,407</u>

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 2015. 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 (2014/2015) 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 sales (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

Short term investments are classified as FVTPL financial assets.

04. There were no material contingent liabilities as at June 30,2015.

5 Event Occuring After the Reporting Date

The Directors have recommended the payment of a dividend of Rs.25/= per share for the year ended 31st March 2014, which require the approval of the shareholders at the Annual General Meeting to be held on 11th September 2015.

The Board of Directors confirm that the company has satisfied the solvency test in accordance with Section 57 of the Companies Act No 7of 2007 and have obtained the certificate from the auditors.

Other than that,no circumstances have arisen since the Balance Sheet date, Which would require adjustments or disclosure in the financial statements.

SHAREHOLDERS' INFORMATION

	Unaudited 30.06.2015 Rs.	Unaudited 30.06.14 Rs.
Earnings per Ordinary Share (Rs.)	7.90	7.90
Net Assets per Share (Rs.)	826.15	666.00
Debt/Equity Ratio (%)	-	-
Current Ratio (Times)	8.59	9.69

SERENDIB LAND PLC

ADDITIONAL INFORMATION FOR THE QUARTERLY STATEMENTS FOR THE YEAR ENDED 30TH JUNE, 2015

1. Share Information

Information pertaining to the shares traded during the Quarter ended 30th June, 2015, extracted from the website of the Colombo Stock Exchange, is set out below:

Period	2015-2	2014-2
Date High	29-Jun-15	22-May-14
High Rs.	1,950.00	1,000.00
Date Low	11-Jun-15	25-Jun-14
Low Rs.	1,090.10	850.00
Close Rs.	1,713.00	850.00
Trade Vol.	50	28
Share Vol.	499	318
Turn Over Rs.	727,798.00	300,817.80
Last traded Date	29-Jun-15	25-Jun-14
Days Traded	15	12

Directors' Shareholding

	As at 30.06.2015	As at 30.06.2014
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

As at 30th June, 2015, 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 as at 30th June,2015.

20 Major Shareholders	30.06.2015	
	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 PLC-A/C No 02	55,054	15.29
Dr (Mrs) V. Sivaprakasapillai	30,267	8.41
AIA Insurance 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. G.C Goonetilleke	539	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

Total number of Shareholders 247.