

SERENDIB LAND PLC

**QUARTERLY FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED DECEMBER 31,2015**

Registered Office

NO.9/5,THAMBAIAH AVENUE
COLOMBO 07.

SERENDIB LAND PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

THREE MONTHS ENDED 31ST DECEMBER 2015

	Unaudited 3 months period ended 31.12.2015 Rs.	Unaudited 3 months period ended 31.12.2014 Rs.	Variance %	Unaudited 9 months ended 31.12.2015 Rs.	Unaudited 9 months ended 31.12.2014 Rs.	Variance %
Revenue	4,032,000	5,232,000	-22.94	12,096,000	11,955,000	1.18
Direct Operating Expenses	(209,681)	(211,079)	0.66	(629,043)	(598,392)	(5.12)
Gross profit	3,822,319	5,020,921	(23.87)	11,466,957	11,356,608	0.97
Other Income	136,762	273,775	(50.05)	412,852	675,983	(38.93)
Administrative expenses	(423,163)	(375,780)	(12.61)	(1,832,350)	(1,687,733)	(8.57)
Profit from operations	3,535,918	4,918,916	(28.12)	10,047,459	10,344,858	(2.87)
Profit Before taxation	3,535,918	4,918,916	(28.12)	10,047,459	10,344,858	(2.87)
Income Tax Expenses	(350,736)	(493,646)	28.95	(997,748)	(1,034,486)	3.55
Net profit for the period	3,185,181	4,425,270	(28.02)	9,049,710	9,310,372	(2.80)
Other Comprehensive income (OCI)						
(Losses) / gains arising on re-measuring available for sale financial assets	6,076	-	100	6,076	-	100
Total comprehensive income net of tax	3,191,257	4,425,270		9,055,786	9,310,372	
Earnings per share (Rs.)	8.86	12.29		25	25.86	

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

SERENDIB LAND PLC
STATEMENT OF FINANCIAL POSITION
AS AT 31 st DECEMBER 2015

	Un Audited As at 3 months period 31.12.2015 Rs	Un Audited As at 3 months period 31.12.2014 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 Receivable	163,338	25,760	755,075
Short Term Investment	11,801,647	10,296,664	12,829,372
Financial assets - Available for sale	500,976	-	
Cash & Cash Equivalents	714,903	375,133	246,285
	<u>13,180,864</u>	<u>10,697,557</u>	<u>13,830,732</u>
TOTAL ASSETS	<u>318,475,864</u>	<u>261,857,557</u>	<u>319,125,732</u>
EQUITY AND LIABILITIES			
CAPITAL & RESERVES			
Stated Capital	36,000,000	36,000,000	36,000,000
Retained Earnings	162,498,795	201,228,309	162,443,008
Other Reserves	95,647,700	-	95,647,700
Shareholders' fund	<u>294,146,495</u>	<u>237,228,309</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	245,004	309,104	352,000
Dividend Payable	607,111	559,231	607,111
Income Tax Payable	293,255	350,772	874,495
Bank over draft	-	226,141	17,418
	<u>1,145,369</u>	<u>1,445,248</u>	<u>1,851,024</u>
TOTAL EQUITY AND LIABILITIES	<u>318,475,864</u>	<u>261,857,557</u>	<u>319,125,732</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)Dushyanthi Madampitiya
Chief Financial Officer

Approved and signed for and on behalf of the Board.

(Sgd)T.Someswaran
Chairman, Audit Committee

(Sgd)S.Nagendra - Chairman
Chairman

09Th February 2016
Colombo,

SERENDIB LAND PLC
STATEMENT OF CHANGES IN EQUITY
THREE MONTHS ENDED DECEMBER 31, 2015

	Stated Capital	Other Reserve	Avialable for Sales Reserve	Retained Earnings	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
Balance as at April 1, 2014	36,000,000	-	-	200,917,937	236,917,937
Net Profit for the Period	-	-	-	9,310,371	9,310,371
Final Dividend	-	-	-	(9,000,000)	(9,000,000)
Balance as at 31st December 2014	<u>36,000,000</u>	<u>-</u>	<u>-</u>	<u>201,228,308</u>	<u>237,228,308</u>
Balance as at April 1, 2015	36,000,000	95,647,700	-	162,443,008	294,090,708
Net Profit for the Period	-	-	-	9,049,710	9,049,710
Final Dividend	-	-	-	(9,000,000)	(9,000,000)
Other Comprehensive Income	-	-	6,076	-	6,076
Balance as at December 31, 2015	<u>36,000,000</u>	<u>95,647,700</u>	<u>6,076</u>	<u>162,492,718</u>	<u>294,146,494</u>

SERENDIB LAND PLC
CASH FLOW STATEMENT
THREE MONTHS ENDED DECEMBER 31, 2015

	Unaudited 3 Months ended 3 months period Rs. 31.12.2015	Unaudited 3 Months ended 3 months period Rs. 31.12.2014	Cumulative Cash Flows	
			Unaudited 9 Months ended Rs. 31.12.2015	Unaudited 9 Months ended Rs. 31.12.2014
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before Taxation	3,535,918	4,918,916	10,047,459	10,344,858
Adjustments for:				
Interest expenses	-	-	-	-
Interest Income	(136,762)	(273,775)	(412,852)	(675,983)
Operating Cash flows before working capital changes	3,399,156	4,645,141	9,634,606	9,668,875
(Increase)/ Decrease in receivables	252,147	212,658	591,737	594,789
Increase / (Decrease) in payables	128,253	214,880	(106,997)	(106,020)
Cash generated from operating activities	3,779,556	5,072,679	10,119,346	10,157,644
Income tax paid	(438,913)	(335,754)	(1,578,989)	(1,270,748)
Net cash generated from operating activities	3,340,643	4,736,925	8,540,357	8,886,896
CASH FLOW FROM INVESTING ACTIVITIES				
Interest Received	255,933	273,775	688,942	675,983
Withdrawal/ (Investment)in Short Term Investment	(3,087,837)	(5,326,695)	751,636	(586,805)
(Investment)/Disposal of Shares	(494,900)	-	(494,900)	-
Net cash flow used in investing activities	(3,326,804)	(5,052,920)	945,678	89,178
CASH FLOW FROM FINANCING ACTIVITIES	(3,326,804)	(5,052,920)	945,678	89,178
Dividend Paid	-	-	(9,000,000)	(9,000,000)
Net cash flow used in finance activities	-	-	(9,000,000)	(9,000,000)
Net Increase / (Decrease) in cash and cash equivalents	13,839	(315,995)	486,036	(23,926)
Cash and cash equivalents at the beginning of the period	701,064	464,989	228,867	172,920
	714,903	148,994	714,903	148,994

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 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. Revenue Comparison

The amount has been recorded as revenue in the comparative figures for the three months period ended 31st December 2014, has included the incremental rental value agreed with tenant for the period from 01st May 2014 to 31st October 2014.

04 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.

4.1 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.

4.1.1 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.

4.1.2 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.

05. There were no material contingent liabilities as at 31st December 2015.

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

SHAREHOLDERS' INFORMATION

	Unaudited 31.12.2015 Rs.	Audited 31.12.2014 Rs.
Earnings per Ordinary Share (Rs.)	8.86	12.29
Net Assets per Share (Rs.)	817.07	658.97
Debt/Equity Ratio (%)	-	-
Current Ratio (Times)	11.51	7.40

SERENDIB LAND PLC

ADDITIONAL INFORMATION FOR THE QUARTERLY STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST DECEMBER, 2015

1. Share Information

Information pertaining to the shares traded during the Quarter ended 31st December, 2015, extracted from the website of the Colombo Stock Exchange, is set out below:

Period	2015-4	2014-4
Date High	30-Dec-15	4-Nov-14
High Rs.	2,300.00	1,100.00
Date Low	21-Oct-15	27-Nov-14
Low Rs.	1,800.00	950.00
Close Rs.	2,118.80	1,010.00
Trade Vol.	90	29
Share Vol.	894	317
Turn Over Rs.	1,931,956.40	332,628.20
Last traded Date	31-Dec-15	3-Dec-14
Days Traded	11	15

Directors' Shareholding

	As at 31.12.2015	As at 31.12.2014
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	-	-

Total Number of Shareholders

262

The Public Holding Percentage

7.58% of the issued shares were held by the public as at 31st December, 2015.

Number of Public Shareholders As at 31st December 2015

255

The Public Holding Percentage

As at 31st December, 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

20 Major Shareholders	31.12.2015	
	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 Lanka PLC-A/c No.01	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. (Mrs.) M.S.P. Wijenayake	555	0.15
Mr. G.C.Goonathilake	540	0.15
Mr. A. L. Weerasinghe	534	0.15
Mrs. A N De Mel	534	0.15
Mrs. E Shinya	514	0.14
Dr.B.G.S De Silva	514	0.14