

SERENDIB LAND PLC

**QUARTERLY FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30,2016**

Registered Office

NO.9/5,THAMBAIAH AVENUE
COLOMBO 07.

SERENDIB LAND PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

THREE MONTHS ENDED 30 JUNE 2016

	Unaudited 3 months period ended 30.06.2016 Rs.	Unaudited 3 months period ended 30.06.2015 Rs.	Variance %
Revenue	4,032,000	4,032,000	-
Direct Operating Expenses	(262,929)	(209,681)	(25.39)
Gross profit	3,769,071	3,822,319	(1.39)
Other Income	305,718	137,345	122.59
Changes in fair value of Investment Property	-	-	
Administrative expenses	(289,191)	(267,211)	(8.23)
Profit from operations	3,785,598	3,692,453	2.52
Profit Before taxation	3,785,598	3,692,453	2.52
Income Tax Expenses	(378,551)	(369,408)	(2.48)
Net profit for the period	3,407,047	3,323,046	2.53
Other Comprehensive income (OCI)			
(Losses) / gains arising on re-measuring available for sale financial assets	(650,720)	-	100.00
Total comprehensive income net of tax	2,756,327	3,323,046	
Earnings per share (Rs.)	7.66	9.23	

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

SERENDIB LAND PLC
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Unaudited As at 30.06.2016 Rs	Unaudited As at 30.06.15 Rs	Unaudited As at 31.03.16 Rs
ASSETS			
NON-CURRENT ASSETS			
Investment Property	305,295,000	305,295,000	305,295,000
CURRENT ASSETS			
Trade & Other Receivable	644,108	606,869	788,786
Short Term Investment	12,812,446	16,552,372	11,635,629
Financial assets - Available for sale	3,918,280	-	3,633,000
Cash & Cash Equivalents	3,212,191	160,756	5,097,016
	<u>20,587,024</u>	<u>17,319,997</u>	<u>21,154,431</u>
TOTAL ASSETS	<u>325,882,024</u>	<u>322,614,997</u>	<u>326,449,431</u>
EQUITY AND LIABILITIES			
CAPITAL & RESERVES			
Stated Capital	36,000,000	36,000,000	36,000,000
Retained Earnings	168,798,812	165,766,055	165,391,766
Available for Sales Reserves/(Loss)	(802,620)	-	(151,900)
Other Reserves	95,647,700	95,647,700	95,647,700
Shareholders' fund	<u>299,643,892</u>	<u>297,413,755</u>	<u>296,887,566</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	337,504	402,500	499,453
Dividend Payable	674,026	915,213	2,203,846
Income Tax Payable	342,664	607,111	339,058
Bank over draft	1,699,938	92,418	3,335,509
	<u>3,054,132</u>	<u>2,017,242</u>	<u>6,377,865</u>
TOTAL EQUITY AND LIABILITIES	<u>325,882,024</u>	<u>322,614,997</u>	<u>326,449,431</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.)J. M. Swaminathan
For Audit Committee Chairman

(Sgd.)S.Nagendra - Chairman
Chairman

10-August-16
Colombo,

SERENDIB LAND PLC
STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED JUNE 30, 2016

	Stated Capital	Other Reserve	Available for Sales Reserve	Retained Earnings	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
Balance as at April 1, 2015 -(Audited)	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 30 June 2015	<u>36,000,000</u>	<u>95,647,700</u>	<u>-</u>	<u>165,766,054</u>	<u>297,413,755</u>
Balance as at April 1, 2016	36,000,000	95,647,700	(151,900)	165,391,766	296,887,566
Net Profit for the Period	-	-	-	3,407,047	3,407,047
Final Dividend	-	-	-	-	-
Other Comprehensive Income	-	-	(650,720)	-	(650,720)
Balance as at June 30, 2016	<u>36,000,000</u>	<u>95,647,700</u>	<u>(802,620)</u>	<u>168,798,813</u>	<u>299,643,893</u>

Figures in brackets indicate deductions.

SERENDIB LAND PLC
CASH FLOW STATEMENT
THREE MONTHS ENDED JUNE 30, 2016

	Cumulative Cash Flows			
	Unaudited 3 Months ended Rs. 30.06.2016	Unaudited 3 Months ended Rs. 30.06.2015	Unaudited Year ended Rs. 30.06.2016	Unaudited Year ended Rs. 30.06.2015
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before Taxation	3,785,598	3,692,453	3,785,598	3,692,453
Adjustments for:				
Interest expenses	-	-	-	-
Interest Income	(305,718)	(137,345)	(305,718)	(137,345)
Operating Cash flows before working capital changes	3,479,880	3,555,108	3,479,880	3,555,108
(Increase)/ Decrease in receivables	144,678	271,206	144,678	271,206
Increase / (Decrease) in payables	(1,691,769)	50,500	(1,691,769)	50,500
Cash generated from operating activities	1,932,789	3,876,814	1,932,789	3,876,814
Income tax paid	(374,944)	(328,689)	(374,944)	(328,689)
Net cash generated from operating activities	1,557,845	3,548,125	1,557,845	3,548,125
CASH FLOW FROM INVESTING ACTIVITIES				
Interest Received	310,893	14,345	310,893	14,345
withdrawal /(Investment)in Short Term Investment	(1,181,992)	(3,723,000)	(1,181,992)	(3,723,000)
(Investment)/Disposal of Shares	(936,000)	-	(936,000)	-
Net cash flow used in investing activities	(1,807,099)	(3,708,655)	(1,807,099)	(3,708,655)
CASH FLOW FROM FINANCING ACTIVITIES				
Dividend Paid	-	-	-	-
Net cash flow used in finance activities	-	-	-	-
Net Increase / (Decrease) in cash and cash equivalenten	(249,253)	(160,530)	(249,253)	(160,530)
Cash and cash equivalenten at the beginning of the period	1,761,508	228,868	1,761,508	228,868
	1,512,254	68,337	1,512,254	68,338
<i>Figures in brackets indicate deductions.</i>				
Cash and cash equivalenten at the end of the period				
Cash & Cash Equivalenten	3,212,192	160,755	3,212,192	160,755
Bank Overdraft	(1,699,938)	(92,418)	(1,699,938)	(92,418)
	1,512,254	68,337	1,512,254	68,337

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 2016. 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.

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 recognized at fair value ,subsequently measured at fair value ,with changes recognized 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 recognized in the profit or loss. Any cumulative losses recognized 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 recognized in profit or loss.

Short term investments are classified as FVTPL financial assets.

05. There were no material contingent liabilities as at 30 June 2016.

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

SHAREHOLDERS' INFORMATION

	Unaudited 30.06.2016 Rs.	Audited 31.03.2016 Rs.
Earnings per Ordinary Share (Rs.)	7.66	7.90
Net Assets per Share (Rs.)	832.34	826.15
Debt/Equity Ratio (%)	-	-
Current Ratio (Times)	6.74	8.59

SERENDIB LAND PLC

ADDITIONAL INFORMATION FOR THE QUARTERLY STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 30 JUNE, 2016

1. Share Information

Information pertaining to the shares traded during the Quarter ended 30 June 2016, extracted from the website of the Colombo Stock Exchange, is set out below:

Period	2016-2	2015-2
Date High	6-Apr-16	29-Jun-15
High Rs.	1,999.00	1,950.00
Date Low	21-Jun-16	11-Jun-15
Low Rs.	1,300.00	1,090.10
Close Rs.	1,661.20	1,713.00
Trade Vol.	69	50
Share Vol.	383	499
Turn Over Rs.	646,748.60	727,798.00
Last traded Date	29-Jun-16	29-Jun-15
Days Traded	15	15

Directors' Shareholding

	As at 30.06.2016	As at 30.06.2016
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.Ramesh Schaffter - (Nominee Director)	-	-
Mr. J. M. Swaminathan	-	-
Mr. T Someswaran	-	-
Total Number of Shareholders	268	259
Total number of shares of the company	360,000	360,000

Number of Public Shareholders As at 30 June 2016	262	252
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The Public Holding Percentage

As at 30 June, 2016, the public holding of the Company was 14.72% .

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	30.06.2016	
	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 General 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 (Deceased)	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