

SERENDIB LAND PLC

**QUARTERLY FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED AND YEAR ENDED MARCH 31,2016**

Registered Office

NO.9/5,THAMBAIAH AVENUE
COLOMBO 07.

SERENDIB LAND PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

THREE MONTHS ENDED 31ST MARCH 2016

	Unaudited 3 months period ended 31.03.2016 Rs.	Unaudited 3 months period ended 31.03.2015 Rs.	Variance %	Unaudited Year ended 31.03.2016 Rs.	Audited year ended 31.03.2015 Rs.	Variance %
Revenue	4,032,000	4,032,000	-	16,128,000	15,987,000	0.88
Direct Operating Expenses	(262,929)	(209,681)	(25.39)	(891,972)	(808,073)	(10.38)
Gross profit	3,769,071	3,822,319	(1.39)	15,236,028	15,178,927	0.38
Other Income	540,479	31,620	1,609.29	953,331	674,603	41.32
Changes in fair value of Investment Property	-	56,835,000			54,135,000	
Administrative expenses	(759,189)	(292,855)	(159.24)	(2,591,539)	(2,051,590)	(26.32)
Profit from operations	3,550,361	60,396,084	(94.12)	13,597,820	67,936,940	(79.98)
Profit Before taxation	3,550,361	60,396,084	(94.12)	13,597,820	67,936,940	(79.98)
Income Tax Expenses	(362,641)	(354,808)	(2.21)	(1,360,390)	(1,764,169)	22.89
Net profit for the period	3,187,720	60,041,275	(94.69)	12,237,430	66,172,771	(81.51)
Other Comprehensive income (OCI)						
(Losses) / gains arising on re-measuring available for sale financial assets	(157,976)	-	100.00	(151,900)	-	100
Total comprehensive income net of tax	3,029,744	60,041,275		12,085,530	66,172,771	
Earnings per share (Rs.)	8.42	166.78		33.57	183.81	

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

SERENDIB LAND PLC
STATEMENT OF FINANCIAL POSITION
AS AT 31st MARCH 2016

	Un Audited As at	Audited As at
	31.03.2016	31.03.15
	Rs	Rs
ASSETS		
NON-CURRENT ASSETS		
Investment Property	305,295,000	305,295,000
CURRENT ASSETS		
Trade & Other Receivable	939,069	755,075
Short Term Investment	11,635,629	12,829,372
Financial assets - Available for sale	3,633,000	-
Cash & Cash Equivalents	5,096,254	246,285
	<u>21,303,952</u>	<u>13,830,732</u>
TOTAL ASSETS	<u>326,598,952</u>	<u>319,125,732</u>
EQUITY AND LIABILITIES		
CAPITAL & RESERVES		
Stated Capital	36,000,000	36,000,000
Retained Earnings	165,680,438	162,443,008
Avialable for Sales Reserves	(151,900)	-
Other Reserves	95,647,700	95,647,700
Shareholders' fund	<u>297,176,238</u>	<u>294,090,708</u>
NON CURRENT LIABILITIES		
Deferred Tax Liability	23,184,000	23,184,000
	<u>23,184,000</u>	<u>23,184,000</u>
CURRENT LIABILITIES		
Trade & Other Payables	484,453	352,000
Dividend Payable	2,203,846	607,111
Income Tax Payable	214,852	874,495
Bank over draft	3,335,563	17,418
	<u>6,238,714</u>	<u>1,851,024</u>
TOTAL EQUITY AND LIABILITIES	<u>326,598,952</u>	<u>319,125,732</u>

The above figures are provisional & subject to audit.

These financial statements are in complience with the requirments 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

11th May 2016
Colombo,

SERENDIB LAND PLC
STATEMENT OF CHANGES IN EQUITY
THREE MONTHS ENDED MARCH 31, 2016

	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	-	-	-	66,172,771	66,172,771
Final Dividend	-	-	-	(9,000,000)	(9,000,000)
Transfer of unrealized gains and losses on investment property		95,647,700		(95,647,700)	
Balance as at 31st March 2015	36,000,000	95,647,700	-	162,443,008	294,090,708
Balance as at April 1, 2015	36,000,000	95,647,700	-	162,443,008	294,090,708
Net Profit for the Period	-	-	-	12,237,430	12,237,430
Final Dividend	-	-	-	(9,000,000)	(9,000,000)
Other Comprehensive Income	-	-	(151,900)	-	(151,900)
Balance as at March 31, 2016	36,000,000	95,647,700	(151,900)	165,680,438	297,176,238

Figures in brackets indicate deductions.

SERENDIB LAND PLC
CASH FLOW STATEMENT
THREE MONTHS ENDED MARCH 31, 2016

	Cumulative Cash Flows			
	Unaudited 3 Months ended Rs. 31.03.2016	Unaudited 3 Months ended Rs. 31.03.2015	Unaudited Year ended Rs. 31.03.2016	Audited Year ended Rs. 31.03.2015
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before Taxation	3,550,361	60,396,084	13,597,820	67,936,940
Adjustments for:				
Interest expenses	-	-	-	-
Interest Income	(540,479)	(31,620)	(953,331)	(674,603)
Change in fair value of investment property	-	(56,835,000)	-	(54,135,000)
Operating Cash flows before working capital changes	3,009,882	3,529,464	12,644,489	13,127,337
(Increase)/ Decrease in receivables	(775,731)	(603,843)	(183,994)	(9,055)
Increase / (Decrease) in payables	1,836,184	19,775	1,729,188	(90,750)
Cash generated from operating activities	4,070,335	2,945,396	14,189,683	13,027,532
Income tax paid	(441,044)	(331,432)	(2,020,033)	(1,602,180)
Net cash generated from operating activities	3,629,291	2,612,584	12,169,650	11,425,352
CASH FLOW FROM INVESTING ACTIVITIES				
Interest Received	248,152	(1,380)	727,974	448,176
Withdrawal/(Investment)in Short Term Investment	458,347	(2,532,708)	1,193,741	(2,893,087)
(Investment)/Disposal of Shares	(3,290,000)	-	(3,559,542)	-
Net cash flow used in investing activities	(2,583,501)	(2,534,088)	(1,637,827)	(2,444,911)
CASH FLOW FROM FINANCING ACTIVITIES	(2,583,501)	(2,534,088)	(1,637,827)	(2,444,911)
Dividend Paid	-	-	(9,000,000)	(8,924,494)
Net cash flow used in finance activities	-	-	(9,000,000)	(8,924,494)
Net Increase / (Decrease) in cash and cash equiva	1,045,790	79,876	1,531,823	55,947
Cash and cash equivalents at the beginning of the period	714,901	148,992	228,868	172,920
	1,760,691	228,867	1,760,691	228,867
<i>Figures in brackets indicate deductions.</i>				
Cash and cash equivalents at the end of the period				
Cash & Cash Equivalents	5,096,254	246,285	5,096,254	246,285
Bank Overdraft	(3,335,563)	(17,418)	(3,335,563)	(17,418)
	1,760,691	228,867	1,760,691	228,867

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.

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 March 2016.

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

SHAREHOLDERS' INFORMATION

	Unaudited 31.03.2016 Rs.	Audited 31.03.2015 Rs.
Earnings per Ordinary Share (Rs.)	8.42	183.81
Net Assets per Share (Rs.)	825.49	816.92
Debt/Equity Ratio (%)	-	-
Current Ratio (Times)	3.41	7.47

SERENDIB LAND PLC

ADDITIONAL INFORMATION FOR THE QUARTERLY STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST MARCH, 2016

1. Share Information

Information pertaining to the shares traded during the Quarter ended 31st March 2016, extracted from the website of the Colombo Stock Exchange, is set out below:

Period	2016-1	2015-1
Date High	13-Jan-16	24-Feb-15
High Rs.	2,298.00	1,290.00
Date Low	28-Jan-16	10-Mar-15
Low Rs.	1,650.00	1,000.00
Close Rs.	2,118.80	1,150.00
Trade Vol.	27	11
Share Vol.	79	22
Turn Over Rs.	146,074.40	22,818.00
Last traded Date	11-Mar-16	20-Mar-15
Days Traded	14	10

Directors' Shareholding

	As at 31.03.2016	As at 31.03.2015
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 Director)	-	-
Mr. J. M. Swaminathan	-	-
Mr. T. Someswaran	-	-

Total Number of Shareholders 259

Total number of shares of the company 360,000

The Public Holding Percentage

7.58% of the issued shares were held by the public as at 31st March, 2016.

Number of Public Shareholders As at 31st March 20 252

The Public Holding Percentage

As at 31st March, 2016, 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	31.03.2016	
	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