

**MILLENNIUM HOUSING DEVELOPERS PLC**

**INTERIM FINANCIAL STATEMENTS**

**FOR THE 2ND QUARTER ENDED  
30 TH SEPTEMBER 2016**

**MILLENNIUM HOUSING DEVELOPERS PLC**  
**STATEMENT OF FINANCIAL POSITION**

AS AT	Group		
	30-Sep-16 Un audited Rs. '000	30-Sep-15 Un audited Rs. '000	31-Mar-16 Audited Rs. '000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	42,478	27,052	39,929
Investment Property	45,000	36,399	45,000
Intangible Assets	2,546	247	2,737
Available for sale investments	13,000	13,000	13,000
Deferred tax asset	7,678	6,773	7,808
<b>Total Non-current assets</b>	<b>110,703</b>	<b>83,470</b>	<b>108,475</b>
<b>Current assets</b>			
Inventories	1,336,539	743,291	1,068,121
Trade and other receivables	578,920	503,006	450,284
Amounts due from related companies	-	1,491	-
Cash at bank and in hand	54,605	62,157	44,622
<b>Total Current assets</b>	<b>1,970,064</b>	<b>1,309,945</b>	<b>1,563,027</b>
<b>Total assets</b>	<b>2,080,767</b>	<b>1,393,416</b>	<b>1,671,502</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Stated capital	293,802	293,802	293,802
Capital redemption reserve	25,000	25,000	25,000
Retained earnings	498,548	416,789	468,544
<b>Equity attributable to owners of the Company</b>	<b>817,350</b>	<b>735,591</b>	<b>787,346</b>
<b>Total equity</b>	<b>817,350</b>	<b>735,591</b>	<b>787,346</b>
<b>Non-current liabilities</b>			
Interest bearing borrowings	402,263	127,295	221,327
Deferred tax liability	48	101	-
Retirement benefit obligation	39,375	31,106	35,525
<b>Total Non-current liabilities</b>	<b>441,685</b>	<b>158,503</b>	<b>256,851</b>
<b>Current liabilities</b>			
Trade and other payables	748,839	393,817	483,859
Interest bearing borrowings	45,006	51,656	70,857
Debt Securities	3,250	3,250	3,250
Amounts due to related companies	1,716	3,209	1,410
Income tax payable	10,890	20,274	13,013
Bank overdraft	12,030	27,116	54,916
<b>Total Current liabilities</b>	<b>821,731</b>	<b>499,322</b>	<b>627,305</b>
<b>Total liabilities</b>	<b>1,263,417</b>	<b>657,824</b>	<b>884,156</b>
<b>Total equity and liabilities</b>	<b>2,080,767</b>	<b>1,393,416</b>	<b>1,671,502</b>

**Net Asset Per Share**

**6.07**

5.46

5.85

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

Signed

W. A. Indunil Rangana Perera  
**Financial Controller**

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.  
Approved and signed for and on behalf of the Board ;

Signed

U.H. Dharmadasa  
**Chairman / Non Executive Director**

Signed

S. S. Weerabahu  
**Chief Executive Officer / Executive Director**

10<sup>th</sup> November 2016

**MILLENNIUM HOUSING DEVELOPERS PLC**  
**STATEMENT OF FINANCIAL POSITION**

AS AT	Company		
	30-Sep-16 Un audited Rs. '000	30-Sep-15 Un audited Rs. '000	31-Mar-16 Audited Rs. '000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	30,551	18,441	30,993
Intangible Assets	2,149	247	2,490
Investment in subsidiaries	307,470	157,470	232,471
Available for sale investments	13,000	13,000	13,000
Deferred tax asset	6,956	6,255	7,030
<b>Total Non-current assets</b>	<b>360,127</b>	<b>195,413</b>	<b>285,983</b>
<b>Current assets</b>			
Inventories	468,112	486,449	577,612
Trade and other receivables	130,373	230,125	167,778
Amounts due from related companies	51,419	22,940	21,093
Cash at bank and in hand	17,819	34,085	21,975
<b>Total Current assets</b>	<b>667,722</b>	<b>773,599</b>	<b>788,458</b>
<b>Total assets</b>	<b>1,027,849</b>	<b>969,012</b>	<b>1,074,442</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Stated capital	293,802	293,802	293,802
Capital reserve	-	-	-
Capital redemption reserve	25,000	25,000	25,000
Retained earnings	201,953	215,661	234,422
<b>Equity attributable to owners of the Company</b>	<b>520,756</b>	<b>534,463</b>	<b>553,224</b>
<b>Total equity</b>	<b>520,756</b>	<b>534,463</b>	<b>553,224</b>
<b>Non-current liabilities</b>			
Interest bearing borrowings	83,930	127,295	130,727
Retirement benefit obligation	33,184	27,636	30,796
<b>Total Non-current liabilities</b>	<b>117,113</b>	<b>154,931</b>	<b>161,522</b>
<b>Current liabilities</b>			
Trade and other payables	263,045	195,822	200,125
Interest bearing borrowings	45,006	45,000	46,137
Debentures	3,250	3,250	3,250
Amounts due to related companies	70,400	10,564	60,449
Income tax payable	1,204	11,714	3,214
Bank overdraft	7,074	13,268	46,520
<b>Total Current liabilities</b>	<b>389,980</b>	<b>279,618</b>	<b>359,696</b>
<b>Total liabilities</b>	<b>507,093</b>	<b>434,549</b>	<b>521,218</b>
<b>Total equity and liabilities</b>	<b>1,027,849</b>	<b>969,012</b>	<b>1,074,442</b>
<b>Net Asset Per Share</b>	<b>3.87</b>	<b>3.97</b>	<b>4.11</b>

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

Signed

W. A. Indunil Rangana Perera

**Financial Controller**

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved and signed for and on behalf of the Board ;

Signed

U.H. Dharmadasa

**Chairman / Non Executive Director**

Signed

S. S. Weerabahu

**Chief Executive Officer / Executive Director**

10<sup>th</sup> November 2016

**MILLENNIUM HOUSING DEVELOPERS PLC**

**CONSOLIDATED COMPREHENSIVE INCOME STATEMENT**

	Quarter ended		Six Months Ended	
	30 th September 2016 Un audited Rs.'000	2015 Un audited Rs.'000	30th September 2016 Un audited Rs.'000	2015 Un audited Rs.'000
<b>Revenue</b>	<b>342,883</b>	272,384	<b>584,054</b>	427,451
Cost of sales	<b>(228,716)</b>	(179,350)	<b>(393,012)</b>	(289,204)
<b>Gross profit</b>	<b>114,167</b>	93,034	<b>191,042</b>	138,246
Other operating income	-	-	-	-
Administration expenses	<b>(47,183)</b>	(35,100)	<b>(92,755)</b>	(70,497)
Selling and marketing expenses	<b>(12,132)</b>	(7,776)	<b>(21,919)</b>	(15,253)
<b>Results from operating activities</b>	<b>54,853</b>	50,158	<b>76,368</b>	52,496
Finance income	<b>6,972</b>	2,527	<b>11,900</b>	5,220
Finance costs	<b>(1,334)</b>	(3,959)	<b>(2,753)</b>	(5,804)
<b>Net finance income</b>	<b>5,638</b>	(1,432)	<b>9,147</b>	(584)
<b>Profit/(Loss) before income tax</b>	<b>60,491</b>	48,725	<b>85,515</b>	51,911
Income tax expense	<b>(13,719)</b>	(14,800)	<b>(18,474)</b>	(15,554)
<b>Profit/(Loss) for the period</b>	<b>46,772</b>	33,925	<b>67,041</b>	36,358
<b>Other comprehensive income</b>				
Other comprehensive income Net of taxes	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>46,772</b>	33,925	<b>67,041</b>	36,358
<b>Profit/(Loss) attributable to :</b>				
Owners of the Company	<b>46,772</b>	33,925	<b>67,041</b>	36,358
Non-controlling interests	-	-	-	-
<b>Profit/(Loss) for the period</b>	<b>46,772</b>	33,925	<b>67,041</b>	36,358
<b>Total comprehensive income attributable to</b>				
Owners of the Company	<b>46,772</b>	33,925	<b>67,041</b>	36,358
Non-controlling interest	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>46,772</b>	33,925	<b>67,041</b>	36,358

**Earnings per share** 0.35 0.25 **0.50** 0.27

Figures in brackets indicates deductions.

**MILLENNIUM HOUSING DEVELOPERS PLC**

**COPMANY COMPREHENSIVE INCOME STATEMENT**

	<b>Quarter ended</b>		<b>Six Months Ended</b>	
	<b>30 th September</b>		<b>30 th September</b>	
	<b>2016</b>	2015	<b>2016</b>	2015
	<b>Un audited</b>	Un audited	<b>Un audited</b>	Un audited
	<b>Rs.'000</b>	Rs.'000	<b>Rs.'000</b>	Rs.'000
<b>Revenue</b>	<b>57,091</b>	121,509	<b>233,317</b>	209,381
Cost of sales	<b>(42,090)</b>	(79,820)	<b>(205,274)</b>	(139,955)
<b>Gross profit</b>	<b>15,002</b>	41,689	<b>28,043</b>	69,426
Other operating income	-	9,081	-	9,081
Administration expenses	<b>(17,647)</b>	(15,673)	<b>(33,970)</b>	(33,250)
Selling and marketing expenses	<b>(425)</b>	(3,490)	<b>(1,643)</b>	(5,964)
<b>Results from operating activities</b>	<b>(3,070)</b>	31,607	<b>(7,569)</b>	39,293
Finance income	<b>13,490</b>	1,986	<b>15,769</b>	4,009
Finance costs	<b>(1,249)</b>	(3,645)	<b>(2,551)</b>	(5,237)
<b>Net finance income</b>	<b>12,241</b>	(1,659)	<b>13,217</b>	(1,228)
<b>Profit/(Loss) before income tax</b>	<b>9,171</b>	29,948	<b>5,648</b>	38,065
Income tax expense	<b>(680)</b>	(8,589)	<b>(1,079)</b>	(9,155)
<b>Profit/(Loss) for the period</b>	<b>8,491</b>	21,359	<b>4,569</b>	28,910
<b>Other comprehensive income</b>				
Other comprehensive income Net of taxes	-	-	-	-
<b>Total comprehensive income of the period</b>	<b>8,491</b>	21,359	<b>4,569</b>	28,910
<b>Profit/(Loss) attributable to ;</b>				
Owners of the Company	<b>8,491</b>	21,359	<b>4,569</b>	28,910
Non-controlling interest				
<b>Profit/(Loss) for the Period</b>	<b>8,491</b>	21,359	<b>4,569</b>	28,910
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	<b>8,491</b>	21,359	<b>4,569</b>	28,910
Non-controlling interests	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>8,491</b>	21,359	<b>4,569</b>	28,910
<b>Earnings per share</b>	<b>0.06</b>	0.16	<b>0.03</b>	0.21

Figures in brackets indicates deductions.

**MILLENNIUM HOUSING DEVELOPERS PLC**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**

**FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2016**

<b>Group</b>	<b>Attributable to owners of the Company</b>				
	<b>Stated Capital</b>	<b>Capital Reserve</b>	<b>Capital Redemption Reserve</b>	<b>Retained Earnings</b>	<b>Total Equity</b>
	<b>Rs. '000</b>	<b>Rs. '000</b>	<b>Rs. '000</b>	<b>Rs. '000</b>	<b>Rs. '000</b>
Balance as at 1 <sup>st</sup> April 2015	293,802	41,000	25,000	376,469	736,271
Profit for the period	-	-	-	36,358	36,358
Other Comprehensive Income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	36,358	36,358
Dividend				(37,037)	(37,037)
Capital Reserve Transfer to Retained Earnings		(41,000)		41,000	-
Balance as at 30 <sup>th</sup> September 2015	293,802	-	25,000	416,789	735,591
Balance as at 1 <sup>st</sup> April 2016	293,802	-	25,000	468,544	787,346
Profit for the period	-	-	-	67,041	67,041
Other Comprehensive Income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	67,041	67,041
Dividend	-	-	-	(37,037)	(37,037)
Balance as at 30 <sup>th</sup> September 2016	<b>293,802</b>	-	<b>25,000</b>	<b>498,548</b>	<b>817,350</b>

*Figures in brackets indicates deductions.*

**MILLENNIUM HOUSING DEVELOPERS PLC**  
**UNAUDITED STATEMENT OF CHANGES IN EQUITY**

**FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2016**

<b>Company</b>	<b>Stated Capital</b>	<b>Capital Reserve</b>	<b>Capital Redemption Reserve</b>	<b>Retained Earnings</b>	<b>Total Equity</b>
	<b>Rs. ' 000</b>	<b>Rs. ' 000</b>	<b>Rs. ' 000</b>	<b>Rs. ' 000</b>	<b>Rs. ' 000</b>
Balance as at 1 <sup>st</sup> April 2015	293,802	41,000	25,000	182,788	542,590
Profit for the period	-	-	-	28,910	28,910
Other Comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	28,910	28,910
Dividend	-	-	-	(37,037)	(37,037)
Capital Reserve Transfer to Retained Earnings	-	(41,000)	-	41,000	-
Balance as at 30 <sup>th</sup> September 2015	293,802	41,000	25,000	211,698	534,463
Balance as at 1 <sup>st</sup> April 2016	293,802	-	25,000	234,422	553,224
Profit for the period	-	-	-	4,569	4,569
Other Comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	4,569	4,569
Dividend Paid	-	-	-	(37,037)	(37,037)
Balance as at 30 <sup>th</sup> September 2016	<b>293,802</b>	-	<b>25,000</b>	<b>201,953</b>	<b>520,756</b>

*Figures in brackets indicates deductions.*

**MILLENNIUM HOUSING DEVELOPERS PLC**  
**CASH FLOW STATEMENT**

AS AT	Group		Company	
	30-Sep-16 Un audited Rs. ' 000	30-Sep-15 Un audited Rs. ' 000	30-Sep-16 Un audited Rs. ' 000	30-Sep-15 Audited Rs. ' 000
<b>Cash Flows from Operating Activities</b>				
Profit before Tax	85,515	51,911	5,648	38,065
<b>Adjustments for:</b>				
Depreciation on Property, Plant and Equipments	4,762	2,591	3,660	1,899
Amortisation on Intangible Assets	373	54	340	54
Loss on disposal of Property, Plant and Equipments	-	-	-	-
Interest Expense	2,753	5,804	2,551	5,237
Provision for Retirement benefit obligation	4,579	2,836	2,628	2,700
Interest Income	(11,900)	(5,220)	(15,769)	(4,009)
<b>Operating Profit before Working Capital Changes</b>	<b>86,083</b>	<b>57,976</b>	<b>(941)</b>	<b>43,945</b>
(Increase)/Decrease in Inventories	(268,418)	(118,451)	109,500	(142,535)
(Increase)/Decrease in Trade and Other Receivables	(128,636)	(63,856)	37,405	2,986
(Increase)/Decrease in Amounts Due from Related Companies	-	903	(30,326)	1,280
Increase/(Decrease) in Trade and Other Payables	264,981	63,094	62,920	7,461
Decrease in Amounts Due to Related Companies	306	3,209	9,951	868
<b>Cash Generated from/(Used in) Operations</b>	<b>(45,684)</b>	<b>(57,125)</b>	<b>188,509</b>	<b>(85,996)</b>
Income Tax Paid	(20,418)	(23,526)	(3,012)	(14,123)
Gratuity Paid	(729)	(196)	(240)	(100)
Interest Paid	(2,753)	(5,804)	(2,551)	(5,237)
<b>Net Cash flow Generated from/(Used in) Operating Activities</b>	<b>(69,584)</b>	<b>(86,651)</b>	<b>182,705</b>	<b>(105,455)</b>
<b>Cash Flows from Investing Activities</b>				
Purchase of Property, Plant and Equipment	(7,311)	(9,978)	(3,219)	(4,218)
Purchase of Intangible Assets	(182)	(15)	-	(15)
Interest Received	11,900	5,220	15,769	4,009
Investment in shares in Subsidares	-	-	(75,000)	-
<b>Cash Generated from/(Used in) Investing Activities</b>	<b>4,407</b>	<b>(4,773)</b>	<b>(62,450)</b>	<b>(224)</b>
<b>Cash Flows from Financing Activities</b>				
Loans Obtained	224,000	140,000	15,000	140,000
Re-payment of Loans	(68,103)	(18,745)	(62,115)	(13,540)
Dividend	(37,037)	(37,037)	(37,037)	(37,037)
Lease Rentals	(813)	(128)	(813)	(128)
<b>Cash Generated from/(Used in) Financing Activities</b>	<b>118,047</b>	<b>84,090</b>	<b>(84,965)</b>	<b>89,295</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>52,870</b>	<b>(7,334)</b>	<b>35,290</b>	<b>(16,385)</b>
Cash and Cash Equivalents at the beginning of the year	(10,294)	42,376	(24,545)	37,202
Cash and Cash Equivalents at the end of the year	42,575	35,041	10,744	20,817

Figures in brackets indicates deductions.



# MILLENNIUM HOUSING DEVELOPERS PLC

## NOTES TO FINANCIAL STATEMENTS

### 1) **Basis of Preparation**

The Financial Statements of the company and the Group have been prepared as per the Most Recent Audited Financial Statements and are in compliance with Sri Lanka Accounting Standards - LKAS 34 - Interim Financial Reporting

### 2) **Accounting Policies**

The accounting policies have been consistently applied by the Group and are consistent with those used in the previous year. Comparative figures have been restated where ever necessary to confirm to the current period's presentation.

### 3) **Contingent Liabilities**

There were no material contingent liabilities or assets as at reporting date which would require adjustment to or disclosures in the Financial Statements.

### 4) **Events after the reporting Date**

No events have occurred after the reporting date which require adjustments to or disclosure in the financial statements.

5) There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.

6) The Company paid final ordinary dividend of Rs. 0.275 per share for the year ended 31st March 2016 on 11th October 2016 after it was approved at the Annual General Meeting. The total Ordinary dividend payment amounted to Rs. 37,037,363/-

### 7) **Stated Capital**

	<b>30-Sep-16</b>	<b>30-Sep-15</b>
Number of shares represented by the share capital (31-03-2016 - 134,681,320)	134,681,320	134,681,320
Percentage of shares held by public	16.96%	16.98%
<b>Total no of Public Share Holders</b>	<b>648</b>	<b>652</b>

### 8) **Shares Traded**

	<b>30-Sep-16</b>	<b>30-Sep-15</b>
Market Price Per Share - Last Traded - Rs.	7.80	8.20
Market Price Per Share - Highest - Rs.	8.00	10.00
Market Price Per Share - Lowest - Rs.	6.20	8.00

NOTES TO FINANCIAL STATEMENTS

9) Share Holding of Directors

Number of shares held by the Board of Directors as at 30th September are as follows;

No	Name of the Director	As at 30th Sep 2016		As at 30th Sep' 2015	
		No of Shares	Percentage	No of Shares	Percentage
1	Mr. U. Harshith Dharmadasa - Chairman	Nil	0.00%	Nil	0.00%
2	Mr. V.R.Ramanan - Director	36,904,173	27.40%	36,904,173	27.40%
3	Mr. S. S. Weerabahu - CEO	20,000	0.01%	20,000	0.01%
4	Mr. H.J.C.Perera - Director	5,665,760	4.21%	5,665,760	4.21%
5	Mr. K.C.C.Perera - Director	1,300,000	0.97%	1,300,000	0.97%
6	Mr. Gihan De Zoysa - Director	Nil	0.00%	Nil	0.00%
7	Mr. Rajiv Perera - Director	Nil	0.00%	Nil	0.00%
8	Mr. M.K.W.J. Seresinhe - Director	50,000	0.04%	50,000	0.04%
9	Mr. U.H. Palihakkara - Director	130,000	0.10%	100,000	0.07%
10	Mr. J. Rudra	Nil	0.00%	Nil	0.00%

10) Substantial Share Holding

The twenty largest shareholders as at 30 th September , are as follows;

No	Name of Shareholder	As at 30th Sep 2016		As at 30th Sep 2015	
		No of Shares	Percentage	No of Shares	Percentage
1	Ceyoka (Pvt) Limited	38,090,670	28.28%	38,090,670	28.28%
2	Mr. V.R.Ramanan	36,904,173	27.40%	36,904,173	27.40%
3	Nawaloka Construction Company (Private) Limited	24,384,672	18.11%	29,384,672	21.82%
	Nawaloka Construction Company (Private) Limited / Pan Asia Banking Corporation PLC	5,000,000	3.71%	500,000	0.37%
4	Richard Pieris Financial Services (Pvt) Ltd / H.J.C.Perera	4,665,760	3.46%	4,665,760	3.46%
	Mr. H.J.C.Perera	1,000,000	0.74%	1,000,000	0.74%
5	Mr. M.M.Fuad	3,314,454	2.46%	3,249,416	2.41%
6	Richard Pieris Financial Services (Pvt) Ltd / Mr. R.N.R.Kurukulasuriya	2,500,000	1.86%	2,500,000	1.86%
7	Mrs. S.M.E.Perera	2,250,000	1.67%	2,250,000	1.67%
8	Arrow International (Pvt) Ltd	2,000,000	1.48%	2,913,000	2.16%
9	Trading Partners (Pvt) Ltd	1,377,686	1.02%	559,990	0.42%
10	Mr. K.C.C.Perera	1,300,000	0.97%	1,300,000	0.97%
11	The Finance Company Plc A/C No 1	1,200,000	0.89%	1,200,000	0.89%
12	Ceylinco Homes International Ltd	900,000	0.67%	900,000	0.67%
13	Mr. F.N. Hefrt	825,000	0.61%	325,000	0.24%
14	Mr. K.D.H.Palihakkara	816,931	0.61%	676,671	0.50%
15	J.B. COCOSHELL (PVT) Ltd	691,446	0.51%	676,671	0.50%
16	Mr. M. V. Rudra	613,786	0.46%	-	0.00%
17	Mr. S.S. Poholiyadde	323,884	0.24%	323,884	0.24%
18	Golden Key Company Limited	300,000	0.22%	300,000	0.22%
19	The Finance & Guarantee Company Ltd	300,000	0.22%	300,000	0.22%
20	Flyasia Sdn.Bhd	283,688	0.21%	-	0.00%