

**MILLENNIUM HOUSING DEVELOPERS PLC**

**INTERIM FINANCIAL STATEMENTS**

**FOR THE 3RD QUARTER ENDED  
- 31 ST DECEMBER 2017**

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

AS AT	Group		
	31-Dec-17 Un audited Rs. '000	31-Dec-16 Un audited Rs. '000	31-Mar-17 Audited Rs. '000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	48,045	40,712	40,006
Investment Property	47,500	45,000	47,500
Intangible Assets	2,636	2,343	2,395
Available for sale investments	13,000	13,000	13,000
Deferred tax asset	5,929	7,678	6,294
<b>Total Non-current assets</b>	<b>117,111</b>	<b>108,733</b>	<b>109,195</b>
<b>Current assets</b>			
Inventories	1,604,505	1,307,674	1,686,124
Trade and other receivables	1,185,078	699,363	784,828
Amounts due from related companies	11	2	-
Cash at bank and in hand	51,323	52,833	48,298
<b>Total Current assets</b>	<b>2,840,916</b>	<b>2,059,872</b>	<b>2,519,250</b>
<b>Total assets</b>	<b>2,958,027</b>	<b>2,168,606</b>	<b>2,628,445</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	722,099	521,785	586,119
<b>Equity attributable to owners of the Company</b>	<b>1,040,900</b>	<b>840,587</b>	<b>904,921</b>
<b>Total equity</b>	<b>1,040,900</b>	<b>840,587</b>	<b>904,921</b>
<b>Non-current liabilities</b>			
Interest bearing borrowings	924,932	396,160	319,448
Deferred tax liability	-	-	-
Retirement benefit obligation	32,837	41,075	33,517
<b>Total Non-current liabilities</b>	<b>957,769</b>	<b>437,235</b>	<b>352,965</b>
<b>Current liabilities</b>			
Trade and other payables	714,701	767,195	841,975
Interest bearing borrowings	102,400	45,006	468,227
Debt Securities	3,250	3,250	3,250
Amounts due to related companies	1,171	1,050	1,079
Income tax payable	41,063	39,510	37,777
Bank overdraft	96,773	34,773	18,251
<b>Total Current liabilities</b>	<b>959,358</b>	<b>890,784</b>	<b>1,370,558</b>
<b>Total liabilities</b>	<b>1,917,127</b>	<b>1,328,019</b>	<b>1,723,523</b>
<b>Total equity and liabilities</b>	<b>2,958,027</b>	<b>2,168,606</b>	<b>2,628,445</b>

**Net Asset Per Share** **7.73** 6.24 **6.72**

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

H.R. Wanniarachchi  
**Acting Head of Finance**

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 ;

U.H. Dharmadasa  
**Chairman**

M.K.W.J Serasinghe  
**Director**

14<sup>th</sup> February 2018

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

AS AT	Company		
	31-Dec-17 Un audited Rs. '000	31-Dec-16 Un audited Rs. '000	31-Mar-17 Audited Rs. '000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	32,520	28,870	27,979
Intangible Assets	2,184	1,979	1,809
Investment in subsidiaries	307,470	307,470	307,470
Available for sale investments	13,000	13,000	13,000
Deferred tax asset	4,752	6,956	6,017
<b>Total Non-current assets</b>	<b>359,926</b>	<b>358,275</b>	<b>356,275</b>
<b>Current assets</b>			
Inventories	357,001	408,222	356,652
Trade and other receivables	243,375	180,293	197,039
Amounts due from related companies	103,846	57,678	84,917
Cash at bank and in hand	17,731	17,298	16,050
<b>Total Current assets</b>	<b>721,953</b>	<b>663,492</b>	<b>654,658</b>
<b>Total assets</b>	<b>1,081,879</b>	<b>1,021,767</b>	<b>1,010,933</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	193,218	210,759	225,705
<b>Equity attributable to owners of the Company</b>	<b>512,020</b>	<b>529,561</b>	<b>544,507</b>
<b>Total equity</b>	<b>512,020</b>	<b>529,561</b>	<b>544,507</b>
<b>Non-current liabilities</b>			
Interest bearing borrowings	118,551	70,828	53,421
Retirement benefit obligation	26,716	34,216	29,536
<b>Total Non-current liabilities</b>	<b>145,267</b>	<b>105,044</b>	<b>82,957</b>
<b>Current liabilities</b>			
Trade and other payables	146,287	173,700	125,171
Interest bearing borrowings	35,596	45,006	53,573
Debt Securities	3,250	3,250	3,250
Amounts due to related companies	220,429	153,155	192,283
Income tax payable	1,565	4,735	3,910
Bank overdraft	17,466	7,316	5,281
<b>Total Current liabilities</b>	<b>424,592</b>	<b>387,162</b>	<b>383,469</b>
<b>Total liabilities</b>	<b>569,859</b>	<b>492,206</b>	<b>466,426</b>
<b>Total equity and liabilities</b>	<b>1,081,879</b>	<b>1,021,767</b>	<b>1,010,933</b>
<b>Net Asset Per Share</b>	<b>3.80</b>	<b>3.93</b>	<b>4.04</b>

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

H.R. Wanniarachchi  
**Acting Head of Finance**

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 ;

U.H. Dharmadasa  
**Chairman**

M.K.W.J Serasinghe  
Director

14<sup>th</sup> February 2018

**MILLENNIUM HOUSING DEVELOPERS PLC**
**CONSOLIDATED COMPREHENSIVE INCOME STATEMENT**

	Quarter ended		Nine Months Ended	
	31 st December 2017 Un audited Rs.'000	2016 Un audited Rs.'000	31 st December 2017 Un audited Rs.'000	2016 Un audited Rs.'000
<b>Revenue</b>	<b>272,777</b>	374,891	1,651,023	958,945
Cost of sales	<b>(164,665)</b>	(265,095)	(1,199,712)	(658,107)
<b>Gross profit</b>	<b>108,112</b>	109,796	451,311	300,838
Other operating income	-	-	-	-
Administration expenses	<b>(56,635)</b>	(48,100)	(170,904)	(140,854)
Selling and marketing expenses	<b>(17,079)</b>	(13,547)	(49,961)	(35,466)
<b>Results from operating activities</b>	<b>34,399</b>	48,149	230,446	124,517
Finance income	<b>4,672</b>	4,828	15,067	16,728
Finance costs	<b>(7,289)</b>	(1,346)	(14,209)	(4,099)
<b>Net finance income</b>	<b>(2,617)</b>	3,482	859	12,629
<b>Profit/(Loss) before income tax</b>	<b>31,782</b>	51,631	231,305	137,146
Income tax expense	<b>(17,559)</b>	(28,395)	(48,188)	(46,868)
<b>Profit/(Loss) for the period</b>	<b>14,223</b>	23,237	183,117	90,278
<b>Other comprehensive income</b>				
Other comprehensive income Net of taxes	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>14,223</b>	23,237	183,117	90,278
<b>Profit/(Loss) attributable to :</b>				
Owners of the Company	<b>14,223</b>	23,237	183,117	90,278
Non-controlling interests	-	-	-	-
<b>Profit/(Loss) for the period</b>	<b>14,223</b>	23,237	183,117	90,278
<b>Total comprehensive income attributable to</b>				
Owners of the Company	<b>14,223</b>	23,237	183,117	90,278
Non-controlling interest	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>14,223</b>	23,237	183,117	90,278

**Earnings per share**

0.11

0.17

1.36

0.67

*Figures in brackets indicates deductions.*

**MILLENNIUM HOUSING DEVELOPERS PLC**
**COPMANY COMPREHENSIVE INCOME STATEMENT**

	<b>Quarter ended 31 st December</b>		<b>Nine Months Ended 31 st December</b>	
	<b>2017</b>	2016	2017	2016
	<b>Un audited Rs.'000</b>	Un audited Rs.'000	Un audited Rs.'000	Un audited Rs.'000
<b>Revenue</b>	<b>39,678</b>	126,925	267,491	360,242
Cost of sales	<b>(26,844)</b>	(94,513)	(181,722)	(299,786)
<b>Gross profit</b>	<b>12,834</b>	32,413	85,769	60,456
Other operating income	-	<b>10,028</b>	-	10,028
Administration expenses	<b>(26,709)</b>	(19,961)	(74,505)	(53,931)
Selling and marketing expenses	<b>(2,296)</b>	(424)	(9,312)	(2,067)
<b>Results from operating activities</b>	<b>(16,171)</b>	22,056	1,952	14,486
Finance income	<b>1,460</b>	(7,974)	19,811	7,794
Finance costs	<b>(837)</b>	(1,153)	(1,414)	(3,704)
<b>Net finance income</b>	<b>623</b>	(9,127)	18,397	4,090
<b>Profit/(Loss) before income tax</b>	<b>(15,548)</b>	12,929	20,349	18,577
Income tax expense	<b>616</b>	(4,123)	(5,698)	(5,202)
<b>Profit/(Loss) for the period</b>	<b>(14,931)</b>	8,806	14,651	13,375
<b>Other comprehensive income</b>				
Other comprehensive income Net of taxes	-	-	-	-
<b>Total comprehensive income of the period</b>	<b>(14,931)</b>	8,806	14,651	13,375
<b>Profit/(Loss) attributable to ;</b>				
Owners of the Company	<b>(14,931)</b>	8,806	14,651	13,375
Non-controlling interest				
<b>Profit/(Loss) for the Period</b>	<b>(14,931)</b>	8,806	14,651	13,375
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	<b>(14,931)</b>	8,806	14,651	13,375
Non-controlling interests	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>(14,931)</b>	8,806	14,651	13,375

**Earnings per share**
**(0.11)**
**0.07**
**0.11**
**0.10**
*Figures in brackets indicates deductions.*

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

**FOR THE PERIOD ENDED 31<sup>ST</sup> DECEMBER 2017**

Group	Attributable to owners of the Company				Total
	Stated Capital	Capital Reserve	Capital Redemption Reserve	Retained Earnings	
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 1 <sup>st</sup> April 2016	293,802	41,000	25,000	376,469	736,271
Profit for the period	-		-	90,278	90,278
Other Comprehensive Income	-		-	-	-
Total comprehensive income for the period	-		-	90,278	90,278
Dividend Paid				(37,037)	(37,037)
Capital Reserve Transfer to Retained Earnings		(41,000)		41,000	-
Balance as at 31 <sup>st</sup> December 2016	293,802	-	25,000	470,710	789,512
Balance as at 1 <sup>st</sup> April 2017	293,802	-	25,000	586,119	904,921
Profit for the period	-		-	183,117	183,117
Other Comprehensive Income	-		-	-	-
Total comprehensive income for the period	-	-	-	183,117	183,117
Dividend Paid				(47,138)	(47,138)
Balance as at 31 <sup>st</sup> December 2017	293,802	-	25,000	722,099	1,040,900

*Figures in brackets indicates deductions.*

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

**FOR THE PERIOD ENDED 31<sup>ST</sup> DECEMBER 2017**

<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 2016	293,802	41,000	25,000	182,788	542,590
Profit for the period	-	-	-	13,375	13,375
Other Comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	13,375	13,375
Dividend	-	-	-	(37,037)	(37,037)
Capital Reserve Transfer to Retained Earnings	-	(41,000)	-	41,000	-
Balance as at 31 <sup>st</sup> December 2016	293,802	-	25,000	200,126	518,928
Balance as at 1 <sup>st</sup> April 2017	293,802	-	25,000	225,705	544,507
Profit for the period	-	-	-	14,651	14,651
Other Comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	14,651	14,651
Dividend Paid	-	-	-	(47,138)	(47,138)
Balance as at 31 <sup>st</sup> December 2017	<b>293,802</b>	<b>-</b>	<b>25,000</b>	<b>193,218</b>	<b>512,020</b>

*Figures in brackets indicates deductions.*

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

AS AT	Group		Company	
	31-Dec-17 Un audited Rs. ' 000	31-Dec-16 Un Audited Rs. ' 000	31-Dec-17 Un audited Rs. ' 000	31-Dec-16 Un Audited Rs. ' 000
<b>Cash Flows from Operating Activities</b>				
Profit before Tax	231,305	137,146	20,349	18,577
<b>Adjustments for:</b>				
Depreciation on Property, Plant and Equipments	8,069	7,502	5,632	5,633
Amortisation on Intangible Assets	770	576	637	510
Interest Expense	14,209	4,099	1,414	3,704
Provision for Retirement benefit obligation	7,351	6,442	5,010	3,711
Provision for amount due from related party			-	
Interest Income	(15,067)	(16,728)	(19,811)	(7,794)
<b>Operating Profit before Working Capital Changes</b>	246,636	139,037	13,231	24,340
(Increase)/Decrease in Inventories	81,619	(239,553)	(349)	169,390
(Increase)/Decrease in Trade and Other Receivables	(400,250)	(249,079)	(46,336)	(12,515)
(Increase)/Decrease in Amounts Due from Related Companies	(11)	(2)	(18,929)	(36,585)
Increase/(Decrease) in Trade and Other Payables	(127,274)	283,337	21,116	(26,425)
Decrease in Amounts Due to Related Companies	92	(360)	28,145	92,705
<b>Cash Generated from/(Used in) Operations</b>	(199,187)	(66,620)	(3,121)	210,909
Income Tax Paid	(44,537)	(19,039)	(6,780)	(2,406)
Gratuity Paid	(8,030)	(892)	(7,830)	(290)
Interest Paid	(14,209)	(4,099)	(1,414)	(3,704)
<b>Net Cash flow Generated from/(Used in) Operating Activities</b>	(265,963)	(90,650)	(19,145)	204,509
<b>Cash Flows from Investing Activities</b>				
Purchase of Property, Plant and Equipment	(16,108)	(8,285)	(10,173)	(3,509)
Purchase of Intangible Assets	(1,012)	(185)	(1,012)	-
Interest Received	15,067	16,728	19,811	7,794
Investment in shares in Subsidaies	-	-		(75,000)
<b>Cash Generated from/(Used in) Investing Activities</b>	(2,052)	8,258	8,626	(70,715)
<b>Cash Flows from Financing Activities</b>				
Loans Obtained	335,000	239,000	93,000	15,000
Re-payment of Loans	(94,446)	(90,018)	(44,949)	(76,030)
Dividend Paid	(47,138)	(37,037)	(47,138)	(37,037)
Lease Rentals Paid	(897)	(1,199)	(897)	(1,199)
Re-Payment of Debenture	-		-	
<b>Cash Generated from/(Used in) Financing Activities</b>	192,518	110,746	15	(99,266)
<b>Net Increase in Cash and Cash Equivalents</b>	(75,497)	28,354	(10,504)	34,528
Cash and Cash Equivalents at the beginning of the year	30,047	(10,294)	10,769	(24,545)
Cash and Cash Equivalents at the end of the year	(45,450)	18,060	265	9,982

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. 0.35 per share for the year ended 31st March 2017 on 20th July 2017 after it was approved at the Annual General Meeting. The total Ordinary dividend payment amounted to Rs. 47,138,462/-

7) Stated Capital

	31-Dec-17	31-Dec-16
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	16.19%	16.96%
<b>Total no of Public Share Holders</b>	<b>626</b>	<b>656</b>

8) Shares Traded

	31-Dec-17	31-Dec-16
Market Price Per Share - Last Traded - Rs.	11.70	7.10
Market Price Per Share - Highest - Rs.	14.10	8.10
Market Price Per Share - Lowest - Rs.	10.80	6.20

# MILLENNIUM HOUSING DEVELOPERS PLC

## NOTES TO FINANCIAL STATEMENTS

### 9) Share Holding of Directors

Number of shares held by the Board of Directors as at 31st December are as follows;

No	Name of the Director	As at 31st Dec 2017		As at 31st Dec 2016	
		No of Shares	Percentage	No of Shares	Percentage
1	Mr. U. Harshith Dharmadasa - Chairman	5,000,000	3.71%	5,000,000	3.71%
2	Mr. V.R.Ramanan - Director	37,969,373	28.19%	36,904,173	27.40%
3	Mr. H.J.C.Perera - Director	5,665,760	4.21%	5,665,760	4.21%
4	Mr. K.C.C.Perera - Director	1,300,000	0.97%	1,300,000	0.97%
5	Mr. Gihan De Zoysa - Director	Nil	0.00%	Nil	0.00%
6	Mr. Rajiv Perera - Director	Nil	0.00%	Nil	0.00%
7	Mr. M.K.W.J. Seresinhe - Director	50,000	0.04%	50,000	0.04%
8	Mr. U.H. Palihakkara - Director	130,000	0.10%	130,000	0.10%
9	Mr. J. Rudra	-	0.00%	-	0.00%

### 10) Substantial Share Holding

The twenty largest shareholders as at 31 st December , are as follows;

No	Name of Shareholder	As at 31st Dec 2017		As at 31st Dec 2016	
		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	37,969,373	28.19%	36,904,173	27.40%
3	Nawaloka Construction Company (Private) Limited	24,384,672	18.11%	24,384,672	18.11%
4	Pan Asia Banking Corporation Plc/ Mr U.H. Dharmadasa	5,000,000	3.71%	5,000,000	3.71%
5	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%
6	Richard Pieris Financial Services (Pvt) Ltd/ Mr R.N.R. Kuruk	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	Trading Partners (Pvt) Ltd	1,421,225	1.06%	1,377,686	1.02%
9	Seylan Bank Plc/ Mr M M Fuad	1,358,810	1.01%	3,162,695	2.35%
	Mr M M Fuad	421,574	0.31%		
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	Mr. F.N. Hefrt	1,006,223	0.75%	903,100	0.67%
13	Ceylinco Homes International Ltd	900,000	0.67%	900,000	0.67%
14	Mr. M. V. Rudra	875,786	0.65%	613,786	0.46%
15	Mr. K.D.H.Palihakkara	841,429	0.62%	831,829	0.62%
16	J.B. COCOSHELL (Pvt) Ltd	667,309	0.50%	691,446	0.51%
17	Arrow International (Pvt) Ltd	412,886	0.31%	1,987,094	1.48%
18	Mr. M.R. Rasheed	363,530	0.27%	Nil	Nil
19	Richard Pieris Financial Services (Pvt) Ltd / M.M. Fuad/ F.F.	360,195	0.27%	306,274	0.23%
20	Golden Key Company Limited	300,000	0.22%	300,000	0.22%