



Financial Statements

For the 01st Quarter ended 30th June 2012

Income Statement

	Group		Company	
	03 Months Ended 30/06/2012 Rs"000	03 Months Ended 30/06/2011 Rs"000	03 Months Ended 30/06/2012 Rs"000	03 Months Ended 30/06/2011 Rs"000
Revenue	953,319	802,664	611,378	508,996
Cost of Services	(406,096)	(346,735)	(234,748)	(190,969)
Gross Profit	547,223	455,929	376,630	318,027
Other Operating Income	4,699	3,352	3,121	2,542
Administration Expenses	(349,086)	(305,275)	(247,861)	(218,236)
Other Operating Expenses	(60,105)	(51,220)	(51,993)	(39,918)
Finance Cost	(44,012)	(43,995)	(28,235)	(26,734)
Profit Before Taxation	98,719	58,791	51,662	35,681
Taxation	(7,297)	(14,090)	(6,000)	(14,000)
Net Profit for the period	91,422	44,701	45,662	21,681
Attributable to:				
Equity holders of the Parent	80,083	38,502	45,662	21,681
Minority Interest	11,339	6,199		-
	91,422	44,701	45,662	21,681
EPS (Basic)	2.36	1.14	1.35	0.64

The above figures are provisional and subject to audit.

Balance Sheet

Group As at 31/03/2012 Rs "000	Company As at 31/03/2012 Rs "000		Group As at 30/06/2012 Rs "000	As at 30/06/2011 Rs "000	Company As at 30/06/2012 Rs "000	As at 30/06/2011 Rs "000
ASSETS						
Non-Current Assets						
4,310,489	1,980,322	Property, Plant & Equipment, net	4,265,527	4,030,283	1,964,294	1,798,844
6,543	6,543	Capital Work-In-Progress	-	15,648	-	14,942
860	-	Deferred Expenditure	2,275	2,375	-	-
-	1,157,797	Investments in Subsidiaries	-	-	1,157,797	1,135,297
1,342	-	Goodwill	1,342	1,342	-	-
<u>4,319,234</u>	<u>3,144,662</u>		<u>4,269,144</u>	<u>4,049,648</u>	<u>3,122,091</u>	<u>2,949,083</u>
Current Assets						
215,964	137,517	Inventories	209,801	187,089	121,663	109,497
170,526	55,676	Other Investments	142,206	88,349	55,409	47,885
205,251	205,377	Trade and Other Receivables	327,963	215,413	254,271	157,879
1,838	192,248	Amount due from Related Parties	1,650	2,400	254,137	263,271
21,279	12,592	Cash and Cash Equivalents	34,260	22,245	13,290	11,157
<u>614,858</u>	<u>603,410</u>		<u>715,880</u>	<u>515,496</u>	<u>698,770</u>	<u>589,689</u>
<u>4,934,092</u>	<u>3,748,072</u>	Total Assets	<u>4,985,024</u>	<u>4,565,144</u>	<u>3,820,861</u>	<u>3,538,772</u>
EQUITY AND LIABILITIES						
Equity Attributable to Equity holders of the parent						
916,366	916,366	Stated Capital	916,366	916,366	916,366	916,366
532,339	532,339	Revaluation Reserves	532,339	344,127	532,339	344,127
985,949	902,424	Revenue Reserves	998,286	774,407	880,341	711,849
<u>2,434,654</u>	<u>2,351,129</u>		<u>2,446,991</u>	<u>2,034,900</u>	<u>2,329,046</u>	<u>1,972,342</u>
489,488	-	Minority Interest	500,827	407,973	-	-
<u>2,924,142</u>	<u>2,351,129</u>	Total Equity	<u>2,947,818</u>	<u>2,442,873</u>	<u>2,329,046</u>	<u>1,972,342</u>
Non-Current Liabilities						
1,036,707	641,793	Interest Bearing Loans & Borrowings	993,146	1,165,713	612,885	756,753
-	31,364	Deferred Revenue	-	-	31,030	32,370
81,567	75,635	Provisions & Other Liabilities	83,746	82,610	77,684	78,239
95,071	95,071	Deferred Tax	100,572	86,630	95,071	86,630
<u>1,213,345</u>	<u>843,863</u>		<u>1,177,464</u>	<u>1,334,953</u>	<u>816,670</u>	<u>953,992</u>
Current Liabilities						
146,862	107,457	Bank Overdraft	245,317	253,831	181,520	147,078
313,146	172,591	Interest Bearing Loans & Borrowings	286,179	194,171	166,705	129,054
286,570	188,514	Trade and Other Payables	286,425	323,643	166,233	173,173
24,905	26,809	Taxation Payable	39,969	14,695	36,115	14,789
1,362	57,709	Amount due to Related Parties	1,852	978	124,572	148,344
23,760	-	Dividend Payable	-	-	-	-
<u>796,605</u>	<u>553,080</u>		<u>859,742</u>	<u>787,318</u>	<u>675,145</u>	<u>612,438</u>
<u>4,934,092</u>	<u>3,748,072</u>	Total Equity and Liabilities	<u>4,985,024</u>	<u>4,565,144</u>	<u>3,820,861</u>	<u>3,538,772</u>

The above figures are provisional and subject to audit.

I certify that the financial statements have been prepared in accordance with the requirement of the Companies Act No.07 of 2007.

(sgd)
S P T C Sumanasekera
Finance Manager

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Signed for and on behalf of the Board by,

(sgd)
A E Tudawe
Chairman

(sgd)
U D Tudawe
Director

Statement of Changes in Equity

For the period ended 30th June 2012

Group

	Stated Capital Rs "000	Attributable to equity holders of the parent Revaluation Reserves Rs "000	General Reserve Rs "000	Accumulated Profits Rs "000	Total Rs "000	Minority Interest Rs "000	Total Equity Rs "000
Balance as at 01st April 2011	916,366	344,126	4,822	781,893	2,047,207	401,774	2,448,981
Net Profit for the year	-	-	-	251,160	251,160	37,071	288,231
Surplus on Revaluation of Assets	-	188,213	-	-	188,213	-	188,213
Increase in the Share of Minority Interest	-	-	-	(1,117)	(1,117)	74,403	73,286
Dividend Paid - Ordinary Shares	-	-	-	(50,809)	(50,809)	(23,760)	(74,569)
Balance as at 31st March 2012	916,366	532,339	4,822	981,127	2,434,654	489,488	2,924,142
Net Profit for the period	-	-	-	80,083	80,083	11,338	91,421
Dividend Paid - Ordinary Shares	-	-	-	(67,745)	(67,745)	-	(67,745)
Balance as at 30th June 2012	<u>916,366</u>	<u>532,339</u>	<u>4,822</u>	<u>993,465</u>	<u>2,446,992</u>	<u>500,826</u>	<u>2,947,818</u>

Company

	Stated Capital Rs "000	Revaluation Reserves Rs "000	General Reserve Rs "000	Accumulated Profits Rs "000	Total Rs "000
Balance as at 01st April 2011	916,366	344,126	4,822	736,156	2,001,470
Net Profit for the year	-	-	-	212,255	212,255
Surplus on Revaluation of Assets	-	188,213	-	-	188,213
Dividend Paid - Ordinary Shares	-	-	-	(50,809)	(50,809)
Balance as at 31st March 2012	916,366	532,339	4,822	897,602	2,351,129
Net Profit for the period	-	-	-	45,662	45,662
Dividend Paid - Ordinary Shares	-	-	-	(67,745)	(67,745)
Balance as at 30th June 2012	<u>916,366</u>	<u>532,339</u>	<u>4,822</u>	<u>875,519</u>	<u>2,329,046</u>

Statement of Changes in Equity

For the period ended 30th June 2011

Group	Attributable to equity holders of the parent				Total	Minority Interest	Total Equity
	Stated Capital Rs "000	Revaluation Reserve Rs "000	General Reserve Rs "000	Accumulated Profits Rs "000			
Balance as at 01st April 2010	513,821	746,672	4,822	696,198	1,961,513	393,603	2,355,116
Bonus Issue of Shares	402,545	(402,545)	-	-	-	-	-
Net Profit for the year	-	-	-	128,035	128,035	30,347	158,382
Dividend Paid - Ordinary Shares	-	-	-	(42,341)	(42,341)	(22,176)	(64,517)
Balance as at 31st March 2011	916,366	344,127	4,822	781,891	2,047,207	401,774	2,448,980
Net Profit for the period	-	-	-	38,502	38,502	6,199	44,701
Dividend Paid - Ordinary Shares	-	-	-	(50,809)	(50,809)	-	(50,809)
Balance as at 30th June 2011	916,366	344,127	4,822	769,584	2,034,900	407,973	2,442,872

Company

	Stated Capital Rs "000	Revaluation Reserve Rs "000	General Reserve Rs "000	Accumulated Profits Rs "000	Total Rs "000
Balance as at 01st April 2010	513,821	746,672	4,822	672,959	1,938,274
Bonus Issue of Shares	402,545	(402,545)	-	-	-
Net Profit for the year	-	-	-	105,537	105,537
Dividend Paid - Ordinary Shares	-	-	-	(42,341)	(42,341)
Balance as at 31st March 2011	916,366	344,127	4,822	736,155	2,001,470
Net Profit for the period	-	-	-	21,681	21,681
Dividend Paid - Ordinary Shares	-	-	-	(50,809)	(50,809)
Balance as at 30th June 2011	916,366	344,127	4,822	707,027	1,972,342

Cash Flow Statement

Group 12 Months Ended 31/03/2012 Rs"000	Company 12 Months Ended 31/03/2012 Rs"000		Group 03 Months Ended 30/06/2012 Rs"000	03 Months Ended 30/06/2011 Rs"000	Company 03 Months Ended 30/06/2012 Rs"000	03 Months Ended 30/06/2011 Rs"000
<u>Cash Flows from/(Used in) Operating Activities</u>						
350,031	271,697	Profit before Income Tax	98,719	58,791	51,662	35,681
<u>Adjustments for</u>						
5,819	3,926	Stock Written-off	225	435	190	432
57	57	Bad debt Written-off	-	-	-	-
249,911	125,486	Depreciation	61,244	61,066	31,712	30,187
(68,879)	(62,431)	Income from Investments	(2,409)	(1,034)	(643)	(1)
162,887	103,796	Finance Costs	44,011	43,995	28,235	26,734
100	(1,340)	Amortization of Deferred Rent	(1,415)	25	(335)	(335)
(922)	(922)	Profit/Loss on Disposal of Property Plant & Equipment	-	-	-	-
9,732	7,790	Provision for Defined Benefit Plan	5,620	5,070	5,200	4,950
708,736	448,059	Operating Profit/(Loss) before Working Capital Changes	205,995	168,348	116,021	97,648
(53,169)	(43,803)	(Increase)/Decrease in Inventories	5,938	(20,802)	15,665	(12,288)
56,573	(16,647)	(Increase)/Decrease in Trade and Other Receivables	(122,711)	(19,727)	(48,894)	(27,831)
(15,151)	30,961	Increase/(Decrease) in Trade and Other Payables	(146)	22,123	(22,281)	15,621
401	(6,613)	(Increase)/Decrease Related Party Dues	(301)	1,001	4,975	12,998
697,391	411,957	Cash Generated from Operations	88,775	150,943	65,486	86,148
(162,887)	(103,796)	Finance Costs Paid	(44,011)	(43,995)	(28,235)	(26,734)
(7,203)	(6,942)	Defined Benefit Plan Costs Paid	(7,799)	(1,498)	(3,151)	(1,498)
(37,178)	(34,539)	Income Tax Paid	(7,767)	(8,419)	(3,306)	(9,559)
490,123	266,680	Net Cash Flows from/(Used in) Operating Activities	29,198	97,031	30,794	48,357
<u>Cash Flows from/(Used in) Investing Activities</u>						
(362,536)	(122,033)	Acquisition of Property, Plant & Equipment	(16,282)	(83,296)	(9,141)	(33,091)
-	-	Work in Progress-Building Construction	-	(7,150)	-	(6,444)
3,710	3,710	Proceeds from Sale of Property Plant & Equipment	-	-	-	-
-	(22,500)	Investment in Subsidiaries	-	-	-	-
(96,138)	(7,814)	Acquisition / (Disposal) of other Investments	28,320	(14,008)	267	(23)
10,139	3,691	Income from Investments	2,409	1,034	643	1
(444,825)	(144,946)	Net Cash Flows from/(Used in) Investing Activities	14,447	(103,420)	(8,231)	(39,557)
<u>Cash Flows from/(Used in) Financing Activities</u>						
72,600	-	Proceeds from issuance of Share Capital	-	-	-	-
172,383	49,233	Receipts from Interest Bearing Loans & Borrowings	10,000	60,000	10,000	60,000
(196,593)	(111,624)	Re-Payments of Interest Bearing Loans & Borrowings	(47,615)	(65,925)	(29,649)	(50,512)
(72,985)	(50,809)	Dividends Paid - Ordinary Shares	(91,505)	(72,985)	(67,745)	(50,809)
(24,595)	(113,200)	Net Cash Flows from/(Used in) Financing Activities	(129,120)	(78,910)	(87,394)	(41,321)
20,703	8,534	Net Increase/(Decrease) in Cash and Cash Equivalents	(85,475)	(85,299)	(64,831)	(32,522)
(146,287)	(103,399)	Cash and Cash Equivalents at the beginning of the year	(125,583)	(146,287)	(103,399)	(103,399)
(125,584)	(94,865)	Cash and Cash Equivalents at the end of the year	(211,058)	(231,586)	(168,230)	(135,921)
<u>Analysis of Cash & Cash Equivalents</u>						
(146,861)	(107,456)	Cash at Bank - Overdrawn	(245,318)	(253,831)	(181,520)	(147,078)
21,277	12,591	Cash in Hand and at Bank	34,260	22,245	13,290	11,157
(125,584)	(94,865)		(211,058)	(231,586)	(168,230)	(135,921)

Explanatory Notes

01. These Interim Financial Statements have been prepared in accordance with the accounting policies set out in the annual report for the year ended 31st March 2012 and are also in line with the second alternative option of the "Ruling on Comparative Figures in the Interim Financial Statements" issued by the Institute of Chartered Accountants of Sri Lanka, dated 02nd March 2012. The company is in the process of adopting Sri Lanka Accounting Standards (SLFRS/LKAS) with effect from 01st January 2012 and the impact to the Statement of Comprehensive Income and Net Assets has not been determined yet due to the work is in progress.
02. The Accounting Policies and Methods of computation are consistent with those followed during previous financial year.
03. All known expenses and liabilities have been provided in the Financial Statements.
04. There were no contingent Liabilities as at the Balance Sheet date which would require adjustment or disclosure in the Financial Statements.
05. The company has declared an interim dividend of Rs.2/- per share to the share holders of the company for the period in consideration.
06. Comparative information have been amended, where relevant for better presentation and to be comparable within those of the current period.
07. No circumstances have arisen since the Balance Sheet date, which would require adjustment or disclosure in the Financial Statement.
08. The quarterly financial of statements for the quarter ended 30th June 2012 were authorized for issue by the Board of Directors of the company on 14th August 2012.

Share Information**Number of Shares Represented in Stated Capital**

Voting Shares	25,527,272
Non-Voting Shares	8,345,454
Total	33,872,726

Public Shareholding

	As at
	30/06/2012
Voting	29.31%
Non-Voting	85.21%

Director's and Chief Executive Officer's Share Holding as at 30/06/2012

	Number of Shares	
	Voting	Non-Voting
Mr A E Tudawe	205,052	-
Dr A D P A Wijegoonewardene	199,462	-
Mr S P Tudawe	307,936	-
Mr U D Tudawe	170,616	-
Dr K A T W P Jayawardene	5,672	7,200
Mr Y N R Piyasena	553,134	-
Mr A S Abeywardene	1,440	1,200
Dr. Narendra Wijemanne	762	-

Market Prices recorded during the quarter

	Highest Traded Price		Lowest Traded Price		Last Traded Price	
	2012/2013	2011/2012	2012/2013	2011/2012	2012/2013	2011/2012
	Rs	Rs	Rs	Rs	Rs	Rs
Voting	85.00	112.00	62.00	95.00	80.50	97.10
	15-06-2012	20-04-2011	25-05-201	23-05-2011	29-06-2012	30-06-2011
Non - Voting	64.90	94.00	50.10	76.10	55.10	76.10
	19-06-2012	20-04-2011	05-06-2012	28-06-2011	29-06-2012	28-06-2011

Per Share Ratios

Group	Company		Group		Company	
As at	As at		As at	As at	As at	As at
31/03/2012	31/03/2012		30/06/2012	30/06/2011	30/06/2012	30/06/2011
Rs	Rs		Rs	Rs	Rs	Rs
3.78	3.12	Earnings Per Share	2.36	1.14	1.35	0.64
71.88	69.41	Net Asset Per Share	72.24	60.07	68.76	58.23

Top 20 Share Holders Listed as at 30/06/2012**Voting Share Holders**

Name of the Share Holder	Country of Residence	Number of Shares	Holding %
Durdans Management Services Ltd	Sri Lanka	16,509,553	64.67
Deutsche Bank AG-National Equity Fund	do	968,900	3.80
Ceylon Investments PLC A/C 01	do	756,915	2.97
Employees Provident Fund	do	640,623	2.51
Lawrance Tudawe Management Services (Pvt) Ltd	do	598,982	2.35
Mr. Y N R Piyasena	do	553,134	2.17
Mr. S P Tudawe	do	307,936	1.21
Cargo Boat Development Company Ltd	do	305,485	1.20
M J F Holdings Ltd	do	270,981	1.06
Mr A E Tudawe	do	205,052	0.80
Dr. A D P A Wijegoonewardena	do	199,462	0.78
Mr U D Tudawe	do	170,616	0.67
Mr. A D Tudawe	do	161,984	0.63
Mr. W N Tudawe	do	159,087	0.62
DFCC Bank A/C 01	do	130,908	0.51
Mr. R R Tudawe	do	118,262	0.46
Deutsche Bank AG-Namal Growth Fund	do	100,763	0.39
DPMC Financial Services (Pvt) Ltd A/C No.01	do	100,514	0.39
Commercial Bank of Ceylon PLC	do	83,000	0.33
Merill J Fernando & Sons (Pvt) Ltd	do	80,115	0.31
		22,422,272	87.83

Non-Voting Share Holders

Name of the Share Holder	Country of Residence	Number of Shares	Holding %
Employees Provident Fund	Sri Lanka	1,154,371	13.83
Deutsche Bank AG as Trustee for Namal Acuity Value Fund	do	800,000	9.59
M J F Holdings Ltd	do	598,646	7.17
DFCC Bank A/C 1	do	392,726	4.71
Deutsche Bank AG-National Equity Fund	do	360,000	4.31
E.W. Balasuriya & Co. (Pvt) Ltd	do	326,024	3.91
Mr. D Ratnayake	do	146,866	1.76
A Z Holdings (Pvt) Ltd	do	139,024	1.67
Mr. A H Munasinghe	do	127,214	1.52
Waldock Mackenzie Ltd / Mr K Omprasadham	do	104,446	1.25
Distillers Company of Sri Lanka PLC A/C No.02	do	100,080	1.20
Continental Insurance Lanka Limited	do	90,000	1.08
Mr. S Weeraratne	do	72,064	0.86
Mr. D A Cabraal	do	72,000	0.86
Waldock Mackenzie Ltd / Mr. P S De Mel	do	70,702	0.85
Mr. S S Sithambaranathan	do	66,000	0.79
Fergasam Garment Industries (Pvt) Ltd	do	65,454	0.78
Mr. P A I S Perera	do	65,454	0.78
Mr. A I Maniku	do	63,600	0.76
Commercial Bank of Ceylon PLC	do	61,100	0.73
		4,875,771	58.42