



## Financial Statements

*For the 02nd Quarter ended 30th September 2012*

## Income Statement

	Accumulated Period of 06 Months							
	Group		Company		Group		Company	
	03 Months	03 Months	03 Months	03 Months	06 Months	06 Months	06 Months	06 Months
	Ended	Ended	Ended	Ended	Ended	Ended	Ended	Ended
	30/09/2012	30/09/2011	30/09/2012	30/09/2011	30/09/2012	30/09/2011	30/09/2012	30/09/2011
	Rs"000	Rs"000	Rs"000	Rs"000	Rs"000	Rs"000	Rs"000	Rs"000
Revenue	924,750	883,153	596,217	553,281	1,878,069	1,685,817	1,207,596	1,062,278
Cost of Services	(386,226)	(397,402)	(225,220)	(217,824)	(792,322)	(744,138)	(459,968)	(408,794)
Gross Profit	538,524	485,751	370,997	335,457	1,085,747	941,679	747,628	653,484
Other Operating Income	5,661	4,990	3,589	3,872	10,360	8,343	6,710	6,414
Administration Expenses	(345,539)	(310,619)	(249,911)	(220,790)	(694,625)	(615,895)	(497,772)	(439,026)
Other Operating Expenses	(79,908)	(61,841)	(55,855)	(48,521)	(140,013)	(113,061)	(107,849)	(88,439)
Finance Cost	(44,002)	(38,760)	(27,629)	(25,757)	(88,014)	(82,755)	(55,863)	(52,491)
Profit Before Taxation	74,736	79,521	41,191	44,261	173,455	138,311	92,854	79,942
Taxation	(16,739)	(15,090)	(6,000)	(15,000)	(24,036)	(29,180)	(12,000)	(29,000)
Net Profit for the period	57,997	64,431	35,191	29,261	149,419	109,131	80,854	50,942
Attributable to:								
Equity holders of the Parent	49,921	54,824	35,191	29,261	130,003	93,325	80,854	50,942
Minority Interest	8,076	9,607	-	-	19,416	15,806	-	-
	57,997	64,431	35,191	29,261	149,419	109,131	80,854	50,942
EPS (Basic)	1.47	1.84	1.04	0.98	3.84	3.12	2.39	1.71

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 30/09/2012 Rs "000	As at 30/09/2011 Rs "000	Company As at 30/09/2012 Rs "000	As at 30/09/2011 Rs "000
<b>ASSETS</b>						
<b>Non-Current Assets</b>						
4,310,489	1,980,322	Property, Plant & Equipment, net	4,251,646	4,026,717	1,945,819	1,802,615
6,543	6,543	Capital Work-In-Progress	-	9,481	-	8,538
860	-	Deferred Expenditure	1,915	2,350	-	-
-	1,157,797	Investments in Subsidiaries	-	-	1,157,797	1,135,297
1,342	-	Goodwill	1,341	1,341	-	-
4,319,234	3,144,662		4,254,902	4,039,889	3,103,616	2,946,450
<b>Current Assets</b>						
215,964	137,517	Inventories	232,007	208,505	137,112	128,043
170,526	55,676	Other Investments	159,290	116,522	61,409	50,409
205,251	205,377	Trade and Other Receivables	293,080	194,737	216,062	139,077
1,838	192,248	Amount due from Related Parties	1,650	2,400	301,742	256,549
21,279	12,592	Cash and Cash Equivalents	30,124	37,347	18,305	27,142
614,858	603,410		716,151	559,511	734,630	601,220
4,934,092	3,748,072	<b>Total Assets</b>	4,971,053	4,599,400	3,838,246	3,547,670
<b>EQUITY AND LIABILITIES</b>						
<b>Equity Attributable to Equity holders of the parent</b>						
916,366	916,366	Stated Capital	916,366	916,366	916,366	916,366
532,339	532,339	Revaluation Reserves	532,339	344,126	532,339	344,126
985,949	902,424	Revenue Reserves	1,048,207	829,231	915,532	741,111
2,434,654	2,351,129		2,496,912	2,089,723	2,364,237	2,001,603
489,488	-	Minority Interest	508,903	417,580	-	-
2,924,142	2,351,129	<b>Total Equity</b>	3,005,815	2,507,303	2,364,237	2,001,603
<b>Non-Current Liabilities</b>						
1,036,707	641,793	Interest Bearing Loans & Borrowings	924,728	1,167,567	567,458	718,705
-	31,364	Deferred Revenue	-	-	31,030	32,033
81,567	75,635	Provisions & Other Liabilities	88,651	86,601	82,431	82,112
95,071	95,071	Deferred Tax	105,571	100,630	95,071	100,630
1,213,345	843,863		1,118,950	1,354,798	775,990	933,480
<b>Current Liabilities</b>						
146,862	107,457	Bank Overdraft	190,953	151,886	117,952	104,183
313,146	172,591	Interest Bearing Loans & Borrowings	298,507	213,451	166,705	138,335
286,570	188,514	Trade and Other Payables	333,016	362,174	191,145	204,681
24,905	26,809	Taxation Payable	22,138	8,983	18,895	7,517
1,362	57,709	Amount due to Related Parties	1,674	805	203,322	157,871
23,760	-	Dividend Payable	-	-	-	-
796,605	553,080		846,288	737,299	698,019	612,587
4,934,092	3,748,072	<b>Total Equity and Liabilities</b>	4,971,053	4,599,400	3,838,246	3,547,670

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 September 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
<b>Balance as at 01st April 2011</b>	916,366	344,126	4,822	781,893	<b>2,047,207</b>	<b>401,774</b>	<b>2,448,981</b>
Net Profit for the year	-	-	-	251,160	<b>251,160</b>	<b>37,071</b>	<b>288,231</b>
Surplus on Revaluation of Assets	-	188,213	-	-	<b>188,213</b>	-	<b>188,213</b>
Increase in the Share of Minority Interest	-	-	-	(1,117)	<b>(1,117)</b>	<b>74,403</b>	<b>73,286</b>
Dividend Paid - Ordinary Shares	-	-	-	(50,809)	<b>(50,809)</b>	<b>(23,760)</b>	<b>(74,569)</b>
<b>Balance as at 31st March 2012</b>	916,366	532,339	4,822	981,127	<b>2,434,654</b>	<b>489,488</b>	<b>2,924,142</b>
Net Profit for the period	-	-	-	130,003	<b>130,003</b>	<b>19,416</b>	<b>149,419</b>
Dividend Paid - Ordinary Shares	-	-	-	(67,745)	<b>(67,745)</b>	-	<b>(67,745)</b>
<b>Balance as at 30th September 2012</b>	<u>916,366</u>	<u>532,339</u>	<u>4,822</u>	<u>1,043,385</u>	<u><b>2,496,912</b></u>	<u><b>508,903</b></u>	<u><b>3,005,815</b></u>

**Company**

	Stated Capital Rs "000	Revaluation Reserves Rs "000	General Reserve Rs "000	Accumulated Profits Rs "000	Total Rs "000
<b>Balance as at 01st April 2011</b>	916,366	344,126	4,822	736,156	<b>2,001,470</b>
Net Profit for the year	-	-	-	212,255	<b>212,255</b>
Surplus on Revaluation of Assets	-	188,213	-	-	<b>188,213</b>
Dividend Paid - Ordinary Shares	-	-	-	(50,809)	<b>(50,809)</b>
<b>Balance as at 31st March 2012</b>	916,366	532,339	4,822	897,602	<b>2,351,129</b>
Net Profit for the period	-	-	-	80,853	<b>80,853</b>
Dividend Paid - Ordinary Shares	-	-	-	(67,745)	<b>(67,745)</b>
<b>Balance as at 30th September 2012</b>	<u>916,366</u>	<u>532,339</u>	<u>4,822</u>	<u>910,710</u>	<u><b>2,364,237</b></u>

**Statement of Changes in Equity**

For the period ended 30th September 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	746,671	4,822	696,199	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	344,126	4,822	781,893	2,047,207	401,774	2,448,981
Net Profit for the period	-	-	-	93,325	93,325	15,806	109,131
Dividend Paid - Ordinary Shares	-	-	-	(50,809)	(50,809)	-	(50,809)
Balance as at 30th September 2011	916,366	344,126	4,822	824,409	2,089,723	417,580	2,507,303

**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	746,671	4,822	672,959	1,938,273
Bonus Issue of Shares	402,545	(402,545)	-	-	-
Net Profit for the year	-	-	-	105,537	105,537
Dividend Paid - Ordinary Shares	-	-	-	(42,340)	(42,340)
Balance as at 31st March 2011	916,366	344,126	4,822	736,156	2,001,470
Net Profit for the period	-	-	-	50,942	50,942
Dividend Paid - Ordinary Shares	-	-	-	(50,809)	(50,809)
Balance as at 30th September 2011	916,366	344,126	4,822	736,289	2,001,603

**Cash Flow Statement**

Group 12 Months Ended 31/03/2012 Rs"000	Company 12 Months Ended 31/03/2012 Rs"000		Group 06 Months Ended 30/09/2012 Rs"000	06 Months Ended 30/09/2011 Rs"000	Company 06 Months Ended 30/09/2012 Rs"000	06 Months Ended 30/09/2011 Rs"000
<u>Cash Flows from/(Used in) Operating Activities</u>						
350,031	271,697	Profit before Income Tax	173,454	138,311	92,853	79,942
<u>Adjustments for</u>						
5,819	3,926	Stock Written-off	144	1,539	(31)	1,538
57	57	Bad debt Written-off	-	1	-	1
249,911	125,486	Depreciation	122,745	118,017	63,378	61,418
(68,879)	(62,431)	Income from Investments	(5,237)	(2,961)	(1,465)	(1,279)
162,887	103,796	Finance Costs	88,013	82,755	55,863	52,491
100	(1,340)	Amortization of Deferred Rent	(1,055)	50	(335)	(670)
(922)	(922)	Profit/Loss on Disposal of Property Plant & Equipment	-	-	-	-
9,732	7,790	Provision for Defined Benefit Plan	10,840	10,161	10,000	9,921
708,736	448,059	Operating Profit/(Loss) before Working Capital Changes	388,904	347,873	220,263	203,362
(53,169)	(43,803)	(Increase)/Decrease in Inventories	(16,186)	(43,322)	436	(31,941)
56,573	(16,647)	(Increase)/Decrease in Trade and Other Receivables	(87,829)	952	(10,685)	(9,030)
(15,151)	30,961	Increase/(Decrease) in Trade and Other Payables	46,445	60,653	2,631	47,128
401	(6,613)	(Increase)/Decrease Related Party Dues	501	828	36,119	29,248
697,391	411,957	Cash Generated from Operations	331,835	366,984	248,764	238,767
(162,887)	(103,796)	Finance Costs Paid	(88,013)	(82,755)	(55,863)	(52,491)
(7,203)	(6,942)	Defined Benefit Plan Costs Paid	(3,756)	(2,597)	(3,205)	(2,597)
(37,178)	(34,539)	Income Tax Paid	(26,803)	(15,222)	(19,914)	(17,831)
490,123	266,680	Net Cash Flows from/(Used in) Operating Activities	213,263	266,410	169,782	165,848
<u>Cash Flows from/(Used in) Investing Activities</u>						
(362,536)	(122,033)	Acquisition of Property, Plant & Equipment	(57,359)	(141,063)	(22,331)	(72,244)
-	-	Work in Progress-Building Construction	-	(983)	-	(40)
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	11,236	(42,181)	(5,733)	(2,547)
10,139	3,691	Income from Investments	5,237	2,961	1,465	1,279
(444,825)	(144,946)	Net Cash Flows from/(Used in) Investing Activities	(40,886)	(181,266)	(26,599)	(73,552)
<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	130,237	10,000	78,000
(196,593)	(111,624)	Re-Payments of Interest Bearing Loans & Borrowings	(126,119)	(110,648)	(90,221)	(93,129)
(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	(207,624)	(53,396)	(147,966)	(65,938)
20,703	8,534	Net Increase/(Decrease) in Cash and Cash Equivalents	(35,247)	31,748	(4,783)	26,358
(146,287)	(103,399)	Cash and Cash Equivalents at the beginning of the year	(125,583)	(146,287)	(94,864)	(103,399)
(125,584)	(94,865)	<b>Cash and Cash Equivalents at the end of the year</b>	<b>(160,830)</b>	<b>(114,539)</b>	<b>(99,647)</b>	<b>(77,041)</b>
<u>Analysis of Cash &amp; Cash Equivalents</u>						
(146,861)	(107,456)	Cash at Bank - Overdrawn	(190,954)	(151,886)	(117,952)	(104,183)
21,277	12,591	Cash in Hand and at Bank	30,124	37,347	18,305	27,142
(125,584)	(94,865)		(160,830)	(114,539)	(99,647)	(77,041)

## **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. No dividends have been declared 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 September 2012 were authorized for issue by the Board of Directors of the company on 09th November 2012.

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

Voting Shares	25,527,272
Non-Voting Shares	8,345,454
<b>Total</b>	<b>33,872,726</b>

**Public Shareholding**

	<b>As at</b>
	<b>30/09/2012</b>
Voting	29.52%
Non-Voting	85.21%

**Director's and Chief Executive Officer's Share Holding as at 30/09/2012**

	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	92.00	114.00	70.00	86.00	90.00	91.90
	28-09-2012	24-08-2011	20-08-2012	28-09-2011	28-09-2012	29-09-2011
Non - Voting	77.00	85.00	55.00	70.00	76.00	71.60
	18-09-2012	07-07-2011	04-07-2012	26-09-2011	28-09-2012	28-09-2011

**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			30/09/2012	30/09/2011	30/09/2012	30/09/2011
Rs	Rs			Rs	Rs	Rs	Rs
3.78	3.12	Earnings Per Share		1.47	1.84	1.04	0.98
71.88	69.41	Net Asset Per Share		73.71	61.69	69.80	59.09



**Top 20 Share Holders Listed as at 30/09/2012****Voting Share Holders**

<b>Name of the Share Holder</b>	<b>Country of Residence</b>	<b>Number of Shares</b>	<b>Holding %</b>
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	159,091	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 Assetline Holdings (Pvt) Ltd A/C No.01	do	90,914	0.36
Commercial Bank of Ceylon PLC	do	83,000	0.33
Merill J Fernando & Sons (Pvt) Ltd	do	80,115	0.31
		<b>22,412,676</b>	<b>87.80</b>

**Non-Voting Share Holders**

<b>Name of the Share Holder</b>	<b>Country of Residence</b>	<b>Number of Shares</b>	<b>Holding %</b>
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	450,000	5.39
E.W. Balasuriya & Co. (Pvt) Ltd	do	330,614	3.96
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
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
Mr. E H Nuruddain	do	59,640	0.71
		<b>4,940,001</b>	<b>59.17</b>