



DURDANS HOSPITAL

A Heritage Built On Values And Expertise

Financial Statements

Ceylon Hospitals PLC

For the 3rd Quarter ended 31st December 2015

Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Group		Company		Accumulated Period of 09 Months			
					Group		Company	
	03 Months	03 Months	03 Months	03 Months	09 Months	09 Months	09 Months	09 Months
	Ended	Ended	Ended	Ended	Ended	Ended	Ended	Ended
	31/12/2015	31/12/2014	31/12/2015	31/12/2014	31/12/2015	31/12/2014	31/12/2015	31/12/2014
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Revenue	1,224,311	1,077,264	754,639	684,132	3,469,676	3,027,085	2,193,738	2,060,543
Cost of Sales	(488,549)	(489,779)	(289,924)	(272,425)	(1,370,725)	(1,274,428)	(842,075)	(818,684)
Gross Profit	735,762	587,484	464,714	411,707	2,098,951	1,752,657	1,351,663	1,241,859
Other Operating Income	7,265	8,166	2,804	5,851	27,132	28,991	10,149	18,841
Overheads								
Administrative Expenses	(481,647)	(403,518)	(341,882)	(295,250)	(1,375,170)	(1,200,344)	(979,144)	(871,336)
Other Operating Expenses	(91,844)	(82,492)	(68,672)	(60,305)	(253,480)	(236,322)	(191,035)	(175,302)
Finance Cost	(21,290)	(28,320)	(17,193)	(20,222)	(67,633)	(101,032)	(52,085)	(71,103)
Finance Income	2,270	2,300	708	73	7,343	7,968	83,039	48,632
	(592,511)	(512,029)	(427,039)	(375,704)	(1,688,940)	(1,529,729)	(1,139,225)	(1,069,109)
Share of Profit of an Equity Accounted Investee	151	2,066	-	-	(471)	2,427	-	-
Profit/(Loss) from Ordinary Activities before Taxation	150,667	85,686	40,479	41,854	436,673	254,346	222,587	191,591
Taxation	(26,197)	(15,591)	(8,500)	(6,000)	(69,801)	(38,913)	(24,000)	(18,000)
Net Profit after Taxation	124,470	70,096	31,979	35,854	366,871	215,433	198,587	173,591
Other Comprehensive Income								
<i>Items that are or may be reclassified to profit or loss</i>								
Net (loss)/gain on available for sale financial assets	(457)	1,242	(128)	620	(423)	2,923	(164)	860
Income tax effect	-	-	-	-	-	-	-	-
Other comprehensive income for the year, net of tax	(457)	1,242	(128)	620	(423)	2,923	(164)	860
Total comprehensive income for the year, net of tax	124,014	71,337	31,851	36,474	366,449	218,356	198,423	174,451
Profit attributable to:								
Equity Holders of the Parent	106,289	64,127	31,979	35,854	315,952	199,594	198,587	173,591
Non - Controlling Interest	18,181	5,968	-	-	50,919	15,839	-	-
	124,470	70,096	31,979	35,854	366,871	215,433	198,587	173,591
Total Comprehensive Income attributable to:								
Equity Holders of the Parent	105,926	65,232	31,851	36,474	315,603	202,064	198,423	174,451
Non - Controlling Interest	18,088	6,105	-	-	50,846	16,292	-	-
	124,014	71,337	31,851	36,474	366,449	218,356	198,423	174,451
Earnings per Share - Basic	3.14	1.89	0.94	1.06	9.33	5.89	5.86	5.12

The above figures are provisional and subject to audit.

Consolidated Statement of Financial Position

Consolidated Statement of Financial Position		GROUP		COMPANY		
Group As at 31/03/2015 Rs. '000	Company As at 31/03/2015 Rs. '000	As at 31/12/2015 Rs. '000	As at 31/12/2014 Rs. '000	As at 31/12/2015 Rs. '000	As at 31/12/2014 Rs. '000	
ASSETS						
Non-Current Assets						
4,107,470	1,912,273	Property, Plant & Equipment	4,178,251	4,060,922	2,022,958	1,914,977
-	1,441,831	Investments in Subsidiary	-	-	1,441,831	1,426,230
2,679	230	Investment in Equity Accounted Investee	2,208	4,514	230	230
40,069	24,767	Other non-current financial assets	44,988	36,647	30,557	20,852
600	-	Prepaid Rent	485	945	-	-
4,150,819	3,379,102		4,225,932	4,103,028	3,495,576	3,362,288
Current Assets						
229,775	177,989	Inventories	272,259	353,652	206,728	277,618
131,499	87,035	Trade and Other Receivables	177,121	153,209	112,296	124,572
109,067	86,393	Prepayments	134,673	80,272	102,675	69,479
3,646	94,224	Amount Due from Related Parties	3,677	3,739	77,397	106,040
226,284	86,472	Other current financial assets	220,122	179,322	86,212	76,004
80,807	66,521	Cash and Cash Equivalents	114,853	74,443	66,659	31,828
781,078	598,634		922,705	844,639	651,967	685,541
4,931,896	3,977,735	Total Assets	5,148,637	4,947,667	4,147,543	4,047,830
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 Reserve	532,339	532,339	532,339	532,339
6,777	972	Available for Sale Reserve	6,428	8,491	808	1,760
1,322,191	1,200,393	Revenue Reserves	1,546,687	1,384,225	1,307,524	1,264,429
2,777,673	2,650,070		3,001,820	2,841,422	2,757,037	2,714,894
361,829	-	Non Controlling Interests	383,429	328,756	-	-
3,139,502	2,650,070	Total Equity	3,385,249	3,170,178	2,757,037	2,714,894
Non-Current Liabilities						
436,943	326,503	Interest Bearing Loans & Borrowings	394,838	430,768	341,528	344,218
53,563	53,563	Other Non Current Financial Liabilities	8,563	63,620	8,563	63,620
-	27,345	Deferred Revenue	-	-	26,340	27,680
118,870	100,570	Retirement Benefit Obligation	125,910	105,749	107,706	92,042
108,549	57,736	Deferred Tax Liabilities	149,589	112,800	57,736	72,635
717,925	565,716		678,900	712,937	541,872	600,195
Current Liabilities						
315,438	209,597	Bank Overdraft	274,890	328,787	221,434	210,155
417,340	288,812	Interest Bearing Loans & Borrowings	411,644	400,951	304,083	267,999
337,120	217,425	Trade and Other Payables	376,511	322,447	220,867	208,967
4,571	5,542	Taxation Payable	19,755	10,834	17,590	10,988
-	40,573	Amount Due to Related Parties	1,688	1,533	84,660	34,631
1,074,469	761,949		1,084,488	1,064,552	848,635	732,740
4,931,896	3,977,735	Total Equity and Liabilities	5,148,637	4,947,667	4,147,543	4,047,830

The above figures are provisional and subject to audit.

Anagi Karunasena
Chief Financial Officer

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

A E Tudawe
Chairman

U D Tudawe
Director

Consolidated Statement of Changes in Equity
For the period ended 31st December 2015

Group

	Attributable to equity holders of the parent					Total	Non Controlling Interests	Total Equity
	Stated Capital Rs '000	Revaluation Reserves Rs '000	General Reserve Rs '000	Available for Sale Reserve Rs '000	Accumulated Profits Rs '000			
Balance as at 01st April 2014	916,366	532,339	4,822	5,813	1,194,383	2,653,722	348,633	3,002,355
Net Profit for the year	-	-	-	-	200,088	200,088	23,700	223,788
Other Comprehensive Income	-	-	-	964	(9,356)	(8,391)	(396)	(8,787)
Right share Issue	-	-	-	-	-	-	4,399	4,399
Dividend Paid - Ordinary Shares	-	-	-	-	(67,745)	(67,745)	(14,507)	(82,252)
Balance as at 31st March 2015	916,366	532,339	4,822	6,777	1,317,369	2,777,673	361,829	3,139,502
Net Profit for the period	-	-	-	-	315,952	315,952	50,919	366,871
Other Comprehensive Income	-	-	-	(349)	-	(349)	(74)	(423)
Dividend Paid - Ordinary Shares	-	-	-	-	(91,456)	(91,456)	(29,245)	(120,701)
Balance as at 31st December 2015	<u>916,366</u>	<u>532,339</u>	<u>4,822</u>	<u>6,428</u>	<u>1,541,865</u>	<u>3,001,820</u>	383,429	<u>3,385,249</u>

Company

	Stated Capital Rs '000	Revaluation Reserves Rs '000	General Reserve Rs '000	Available for Sale Reserve Rs '000	Accumulated Profits Rs '000	Total Rs '000
Balance as at 01st April 2014	916,366	532,339	4,822	900	1,117,022	2,571,449
Net Profit for the year	-	-	-	-	153,216	153,216
Other Comprehensive Income	-	-	-	72	(6,922)	(6,850)
Dividend Paid - Ordinary Shares	-	-	-	-	(67,745)	(67,745)
Balance as at 31st March 2015	916,366	532,339	4,822	972	1,195,571	2,650,070
Net Profit for the period	-	-	-	-	198,587	198,587
Other Comprehensive Income	-	-	-	(164)	-	(164)
Dividend Paid - Ordinary Shares	-	-	-	-	(91,456)	(91,456)
Balance as at 31st December 2015	<u>916,366</u>	<u>532,339</u>	<u>4,822</u>	<u>808</u>	<u>1,302,702</u>	<u>2,757,037</u>

Statement of Changes in Equity
For the period ended 31st December 2014

Group

	Attributable to Equity Holders of the Parent					Non Controlling Interest	Total Equity
	Stated Capital Rs ''000	Revaluation Reserves Rs ''000	General Reserve Rs ''000	Available for Sale Reserve Rs ''000	Accumulated Profits Rs ''000	Total Rs ''000	Rs ''000
Balance as at 01st April 2013	916,336	532,339	4,822	4,347	1,098,464	2,556,309	494,335
Net Profit for the Year	-	-	-	-	236,355	236,355	21,151
Other Comprehensive Income	-	-	-	1,674	-	1,674	-
Dividend Paid - Ordinary Shares	-	-	-	-	-	-	(15,710)
Acquisition of Non Controlling Interest	-	-	-	-	(87,265)	(87,265)	(167,735)
Balance as at 31st March 2014	916,336	532,339	4,822	6,021	1,247,554	2,707,103	332,042
Net Profit for the Period	-	-	-	-	199,594	199,594	15,839
Other Comprehensive Income	-	-	-	2,469	-	2,469	453
Dividend Paid - Ordinary Shares	-	-	-	-	(67,745)	(67,745)	(19,579)
Balance as at 31st December 2014	916,366	532,339	4,822	8,491	1,379,403	2,841,422	328,756

Company

	Stated Capital Rs ''000	Revaluation Reserves Rs ''000	General Reserve Rs ''000	Available for Sale Reserve Rs ''000	Accumulated Profits Rs ''000	Total Rs ''000
Balance as at 01st April 2013	916,366	532,339	4,822	176	967,858	2,421,562
Net Profit for the Year	-	-	-	-	185,904	185,904
Other Comprehensive Income	-	-	-	724	-	724
Balance as at 31st March 2014	916,366	532,339	4,822	900	1,153,762	2,608,189
Net Profit for the Period	-	-	-	-	173,591	173,591
Other Comprehensive Income	-	-	-	860	-	860
Dividend Paid - Ordinary Shares	-	-	-	-	(67,745)	(67,745)
Balance as at 31st December 2014	916,366	532,339	4,822	1,760	1,259,607	2,714,894

Statement of Cash Flows

Group 12 Months 31/03/2015 Rs '000	Company 12 Months 31/03/2015 Rs '000		Group 09 Months Ended 31/12/2015 Rs '000	09 Months Ended 31/12/2014 Rs '000	Company 09 Months Ended 31/12/2015 Rs '000	09 Months Ended 31/12/2014 Rs '000
<u>Cash Flows from/(Used in) Operating Activities</u>						
266,100	161,994	Profit before Income Tax	436,673	254,346	222,587	191,591
		<u>Adjustments for</u>				
9,527	2,684	Stock Written-off/ (written back)	437	397	(836)	250
5,853	5,391	Bad debt Written-off/ (written back)	3,007	566	2,707	131
282,397	144,665	Depreciation	230,509	199,119	116,884	108,290
(15,801)	(59,297)	Finance Income	(7,343)	(7,968)	(83,039)	(48,632)
125,005	88,864	Finance Costs	67,633	101,032	52,085	71,103
-	(1,340)	Amortization of Deferred Rent	-	75	(1,005)	(1,005)
	-	Amortisation of leased premises	75	-	-	-
(1,540)	(1,442)	(Increase) / Decrease in Financial Instruments	273	1,446	404	1,197
(642)	-	Share of Profit of an Associate	471	(2,427)	-	-
(9,096)	(9,174)	(Profit)/Loss on Disposal of Property Plant & Equipment	(4,744)	(7,384)	932	(7,463)
25,617	21,090	Provision for Defined Benefit Plan	17,280	17,170	15,750	15,750
687,422	353,436	Operating Profit/(Loss) before Working Capital Changes	744,270	556,371	326,470	331,211
12,060	(3,682)	(Increase)/Decrease in Inventories	(43,934)	(62,817)	(28,739)	(62,479)
(53,268)	(36,772)	(Increase)/Decrease in Trade and Other Receivables	(67,732)	(33,653)	(48,135)	(56,414)
53,260	38,457	Increase/(Decrease) in Trade and Other Payables	39,391	39,423	3,442	36,734
172	26,063	(Increase)/Decrease Related Party Dues	1,657	1,611	60,914	8,305
699,646	377,502	Cash Generated from Operations	673,653	500,934	313,951	257,356
(125,005)	(88,864)	Finance Costs Paid	(67,633)	(100,613)	(52,085)	(70,683)
(14,918)	(11,966)	Defined Benefit Plan Costs Paid	(10,240)	(9,589)	(8,614)	(8,232)
(32,295)	(23,037)	Income Tax Paid	(14,082)	(21,928)	(11,989)	(16,986)
527,428	253,635	Net Cash Flows from/(Used in) Operating Activities	581,697	368,805	241,262	161,455
<u>Cash Flows from/(Used in) Investing Activities</u>						
(255,042)	(128,385)	Acquisition of Property, Plant & Equipment	(316,494)	(115,049)	(224,288)	(74,446)
4,399	-	Proceed from Issue of Share Capital	-	-	-	-
32,739	32,732	Proceeds from Sale of Property Plant & Equipment	11,920	8,657	109	8,651
(21,761)	2,860	(Acquisition) / Disposal of other Investments	3,631	28,376	(5,660)	15,365
5,743	44,168	Income from Investments	7,343	7,968	83,039	48,632
(233,922)	(48,626)	Net Cash Flows from/(Used in) Investing Activities	(293,600)	(70,048)	(146,801)	(1,799)
<u>Cash Flows from/(Used in) Financing Activities</u>						
642,550	592,550	Receipts from Interest Bearing Loans & Borrowings	308,200	83,600	308,200	83,600
(797,007)	(668,078)	Re-Payments of Interest Bearing Loans & Borrowings	(401,001)	(263,022)	(322,904)	(164,626)
-	(15,602)	Investment in Subsidiaries	-	-	-	-
(87,324)	(67,745)	Dividends Paid - Ordinary Shares	(120,701)	(87,324)	(91,456)	(67,745)
(241,781)	(158,875)	Net Cash Flows from/(Used in) Financing Activities	(213,503)	(266,747)	(106,160)	(148,772)
51,724	46,134	Net Increase/(Decrease) in Cash and Cash Equivalents	74,594	32,010	(11,699)	10,884
(286,355)	(189,211)	Cash and Cash Equivalents at the beginning of the year	(234,631)	(286,355)	(143,077)	(189,211)
(234,631)	(143,077)	Cash and Cash Equivalents at the end of the year	(160,037)	(254,344)	(154,775)	(178,326)
<u>Analysis of Cash & Cash Equivalents</u>						
(315,438)	(209,597)	Cash at Bank - Overdrawn	(274,890)	(328,787)	(221,434)	(210,155)
80,807	66,521	Cash in Hand and at Bank	114,853	74,443	66,659	31,828
(234,631)	(143,077)		(160,037)	(254,344)	(154,775)	(178,326)

Explanatory Notes

01. These interim financial statements of Ceylon Hospitals PLC for the three months ended 31st December 2015 have been prepared in accordance with SLFRSs.
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 interim Financial Statement.
08. These interim financial of statements for the quarter ended 31st December were authorized for issue by the Board of Directors of the company by circulation.

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

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

Public Shareholding

	Number of shareholders	As at 31/12/2015 Number of shares	%
Voting	2,334	5,922,521	23.20%
Non-Voting	1,464	7,946,845	95.22%

Director's and Chief Executive Officer's Share Holding as at 31/12/2015

	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	-
Mr Y N R Piyasena	553,134	-
Mr A S Abeyewardene	1,440	1,200
Mr. A S M Ismail	100	-

Market Prices recorded during the quarter

	Highest Traded Price		Lowest Traded Price		Last Traded Price	
	2015/2016 Rs	2014/2015 Rs	2015/2016 Rs	2014/2015 Rs	2015/2016 Rs	2014/2015 Rs
Voting	124.9 <i>09-10-2015</i>	117.9 <i>03-10-2014</i>	97.5 <i>22-10-2015</i>	100 <i>29-10-2014</i>	101.2 <i>31-12-2015</i>	117.4 <i>31-12-2014</i>
Non - Voting	81.9 <i>07-12-2015</i>	83.8 <i>10-12-2014</i>	75 <i>30-12-2015</i>	75.6 <i>28-10-2014</i>	75 <i>31-12-2015</i>	80.00 <i>31-12-2014</i>

Per Share Ratios

	Group		Company	
	As at 31/12/2015 Rs	As at 31/12/2014 Rs	As at 31/12/2015 Rs	As at 31/12/2014 Rs
Earnings Per Share	9.33	5.89	5.86	5.12
Net Asset Per Share	88.62	83.88	81.39	80.15

Top 20 Share Holders Listed as at 31/12/2015**Voting Share Holders**

Name of the Share Holder	Residence	Number of Shares	Holding %
Durdans Management Services Ltd	Sri Lanka	17,027,632	66.70
Deutsche Bank AG-National Equity Fund	do	997,019	3.91
Lawrance Tudawe Management Services (Pvt) Ltd	do	598,982	2.35
Mr. Y N R Piyasena	do	553,134	2.17
The Ceylon Guardian Investment Trust PLC	do	518,371	2.03
Mr. S P Tudawe	do	307,936	1.21
Cargo Boat Development Company PLC	do	305,485	1.20
M J F Holdings Ltd	do	270,981	1.06
Ceylon Investments PLC A/C 01	do	256,915	1.01
Deutsche Bank AG as Trustee to Candor Sharia Fund	do	215,703	0.84
Mr A E Tudawe	do	205,052	0.80
Dr. A D P A Wijegoonewardene	do	175,418	0.69
Mr U D Tudawe	do	170,616	0.67
Mr. A D Tudawe	do	161,984	0.63
Mr. W N Tudawe	do	160,000	0.63
Deutsche Bank AG as Trustee to Candor Growth Fund	do	130,200	0.51
Mr. R R Tudawe	do	118,262	0.46
Deutsche Bank AG-Namal Growth Fund	do	100,763	0.39
DFCC Bank A/C 01	do	100,000	0.39
The Sri Lanka Fund	do	90,000	0.35
		22,464,453	88.00

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
Deutsche Bank AG-National Equity Fund	do	481,000	5.76
E.W. Balasuriya & Co. (Pvt) Ltd	do	330,619	3.96
DFCC Bank A/C 1	do	240,000	2.88
Durdans Management Services Ltd	do	161,985	1.94
Mr. D Ratnayake	do	146,866	1.76
A Z Holdings (Pvt) Ltd	do	127,440	1.53
Mr. A H Munasinghe	do	127,214	1.52
Waldock Mackenzie Ltd / Mr K Omprasadham	do	104,446	1.25
Distilleries Company of Sri Lanka PLC A/C No.02	do	95,869	1.15
Tudawe Engineering Services (Pvt) Ltd	do	91,986	1.10
Mr. D A Cabraal	do	82,500	0.99
Mr. S S Sithambaranathan	do	73,000	0.87
Waldock Mackenzie Ltd / Mr. P S De Mel	do	70,702	0.85
Mr. U D Wickremesooriya	do	69,272	0.83
Mr. A D Tudawe	do	66,151	0.79
Mr. P A I S Perera	do	65,454	0.78
Fergasam Garment Industries (Pvt) Ltd	do	65,454	0.78
		4,952,975	59.35

CORPORATE INFORMATION

Name of Company

Ceylon Hospitals PLC

Brand Name

DURDANS

Legal Form

A quoted public company with limited liability incorporated in Sri Lanka under the Companies Ordinance No.51 of 1938 and registered under the Companies Act No.07 of 2007.

Company Registration Number

PQ 113

Stocks Exchange Listing

The Ordinary Shares of the Company are listed on the Colombo Stock Exchange of Sri Lanka.

Registered Office

No.03, Alfred Place, Colombo 03.

Bankers

Bank of Ceylon
Commercial Bank of Ceylon PLC
DFCC Vardhana Bank PLC
Hatton National Bank PLC
The Hongkong Shanghai Banking Corporation Ltd
National Development Bank PLC
Nations Trust Bank PLC
Standard Chartered Bank
Sampath Bank PLC
Seylan Bank PLC
Union Bank PLC

Auditors

Messers.B.R.De.Silva & Co.
Chartered Accountants
No.22/4,Vijaya Kumaratunga Mawatha
Colombo 05.

Lawyers

Mr.D.F.R.Jayamaha
Hector Jayamaha Law Office,
No.228,Thimbirigasyaya Road,
Colombo 05.

Secretaries

Nexia Corporate
Consultants (Pvt) Ltd
51/1A, Fife Road, Colombo
05.

Registrars

S S P Corporate Services (Pvt) Ltd
546, Galle Road,
Colombo 03.