



DURDANS HOSPITAL

A Heritage Built On Values And Expertise

Financial Statements

Ceylon Hospitals PLC

For the 4th Quarter ended 31st March 2016

Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Group		Company		Accumulated Period of 12 Months			
	03 Months	03 Months	03 Months	03 Months	Group	Company	Group	Company
	Ended	Ended	Ended	Ended	12 Months	12 Months	12 Months	12 Months
	31/03/2016	31/03/2015	31/03/2016	31/03/2015	Ended	Ended	Ended	Ended
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Revenue	1,258,658	1,056,281	795,022	676,324	4,728,335	4,083,367	2,988,760	2,736,868
Cost of Sales	(511,774)	(500,884)	(309,358)	(330,421)	(1,882,499)	(1,782,755)	(1,151,433)	(1,149,105)
Gross Profit	746,884	555,397	485,664	345,904	2,845,836	2,300,611	1,837,327	1,587,763
Other Operating Income	10,523	6,196	5,820	4,606	38,060	25,389	16,374	23,782
Overheads								
Administrative Expenses	(522,723)	(446,145)	(374,084)	(301,194)	(1,897,893)	(1,640,322)	(1,353,228)	(1,173,688)
Other Operating Expenses	(106,837)	(95,825)	(80,802)	(82,146)	(360,721)	(321,073)	(272,241)	(256,353)
Finance Cost	(18,860)	(23,974)	(14,916)	(17,761)	(86,492)	(125,005)	(67,001)	(88,864)
Finance Income	10,258	17,890	12,511	20,995	17,601	25,858	95,550	69,354
	(638,162)	(548,054)	(457,290)	(380,107)	(2,327,506)	(2,060,542)	(1,596,920)	(1,449,551)
Share of Profit of an Equity Accounted Investee	822	(1,785)	-	-	351	642	-	-
Profit/(Loss) from Ordinary Activities before Taxation	120,068	11,754	34,194	(29,597)	556,741	266,100	256,781	161,994
Taxation	13,107	(3,399)	(15,626)	9,222	(56,695)	(42,312)	(39,626)	(8,778)
Net Profit after Taxation	133,175	8,355	18,568	(20,375)	500,046	223,788	217,155	153,216
Other Comprehensive Income								
<u>Items that will not be reclassified to Profit or Loss</u>								
Net Gain/ (Loss) on Gratuities valuation	(28,624)	(10,003)	(26,409)	(6,922)	(28,624)	(10,003)	(26,409)	(6,922)
	(28,624)	(10,003)	(26,409)	(6,922)	(28,624)	(10,003)	(26,409)	(6,922)
<u>Items that are or may be reclassified to profit or loss</u>								
Net (Loss)/Gain on Available for Sale Financial Assets	(1,474)	(1,657)	(148)	(788)	(1,897)	1,216	(312)	72
Other comprehensive income for the year	(30,098)	(11,660)	(26,557)	(7,710)	(30,520)	(8,787)	(26,721)	(6,850)
Total Comprehensive Income for the year	103,077	(3,305)	(7,989)	(28,085)	469,525	215,001	190,434	146,366
Profit attributable to:								
Equity Holders of the Parent	110,438	1,605	18,568	(20,375)	429,133	200,088	217,155	153,216
Non - Controlling Interest	22,736	6,750	-	-	70,913	23,700	-	-
	133,175	8,355	18,568	(20,375)	500,046	223,788	217,155	153,216
Total Comprehensive Income attributable to:								
Equity Holders of the Parent	81,067	(7,751)	(7,989)	(28,085)	399,371	191,696	190,434	146,366
Non - Controlling Interest	22,010	4,445	-	-	70,155	23,304	-	-
	103,077	(3,305)	(7,989)	(28,085)	469,525	215,001	190,434	146,366
Earnings per Share - Basic	3.26	0.05	0.55	(0.60)	12.67	5.91	6.41	4.52

The above figures are provisional and subject to audit.

Consolidated Statement of Financial Position

	GROUP		COMPANY	
	As at	As at	As at	As at
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	4,285,885	4,107,470	2,128,124	1,912,273
Investments in Subsidiary	-	-	1,441,831	1,441,831
Investment in Equity Accounted Investee	3,030	2,679	230	230
Other non-current financial assets	41,469	40,069	27,726	24,767
Prepaid Rent	460	600	-	-
	<u>4,330,844</u>	<u>4,150,819</u>	<u>3,597,911</u>	<u>3,379,102</u>
Current Assets				
Inventories	256,094	229,775	200,545	177,989
Other current financial assets	338,036	226,284	99,669	86,472
Trade and Other Receivables	147,008	131,499	88,877	87,035
Prepayments	125,215	109,067	104,874	86,393
Amount due from Related Parties	2,931	3,646	88,038	94,224
Cash and Cash Equivalents	165,675	80,807	94,186	66,521
	<u>1,034,960</u>	<u>781,078</u>	<u>676,188</u>	<u>598,634</u>
Total Assets	<u>5,365,804</u>	<u>4,931,896</u>	<u>4,274,099</u>	<u>3,977,735</u>
EQUITY AND LIABILITIES				
Equity Attributable to Equity holders of the parent				
Stated Capital	916,366	916,366	916,366	916,366
Revaluation Reserve	532,339	532,339	532,339	532,339
Available for Sale Reserve	5,229	6,777	660	972
Revenue Reserves	1,633,459	1,322,191	1,299,683	1,200,393
	<u>3,087,392</u>	<u>2,777,673</u>	<u>2,749,048</u>	<u>2,650,070</u>
Non Controlling Interests	408,109	361,829	-	-
Total Equity	<u>3,495,501</u>	<u>3,139,502</u>	<u>2,749,048</u>	<u>2,650,070</u>
Non-Current Liabilities				
Interest Bearing Loans & Borrowings	437,284	436,943	349,761	326,503
Other Non Current Financial Liabilities	8,563	53,563	8,563	53,563
Deferred Revenue	-	-	26,005	27,345
Retirement Benefit Obligation	159,871	118,870	136,506	100,570
Deferred Tax Liabilities	123,732	108,549	64,538	57,736
	<u>729,449</u>	<u>717,925</u>	<u>585,371</u>	<u>565,716</u>
Current Liabilities				
Bank Overdraft	285,760	315,438	241,544	209,597
Interest Bearing Loans & Borrowings	401,715	403,590	298,317	275,062
Other Current Financial Liabilities	30,000	13,750	30,000	13,750
Trade and Other Payables	409,156	337,120	262,987	217,425
Taxation Payable	13,126	4,571	14,022	5,542
Amount Due to Related Parties	1,097	-	92,809	40,573
	<u>1,140,854</u>	<u>1,074,469</u>	<u>939,680</u>	<u>761,949</u>
Total Equity and Liabilities	<u>5,365,804</u>	<u>4,931,896</u>	<u>4,274,099</u>	<u>3,977,735</u>

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.

A E Tudawe
Chairman

S P Tudawe
Director

Consolidated Statement of Changes in Equity
For the period ended 31st March 2016

Group

Group	Attributable to equity holders of the parent					Non Controlling Interests	Total Equity	
	Stated Capital	Revaluation Reserves	General Reserve	Available for Sale Reserve	Accumulated Profits			Total
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000			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
Dividend Paid - Ordinary Shares	-	-	-	-	(67,745)	(67,745)	(14,507)	(82,252)
Right share Issue	-	-	-	-	-	-	4,399	4,399
Other Comprehensive Income								
Net Gain/ (Loss) from Gratuity Valuation	-	-	-	-	(9,356)	(9,356)	(647)	(10,003)
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	964	-	964	251	1,216
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	-	-	-	-	429,133	429,133	70,913	500,046
Dividend Paid - Ordinary Shares	-	-	-	-	(91,456)	(91,456)	(22,070)	(113,526)
Other Comprehensive Income								
Net Gain/ (Loss) from Gratuity Valuation	-	-	-	-	(26,409)	(26,409)	(2,215)	(28,624)
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	(1,548)	-	(1,548)	(348)	(1,897)
Balance as at 31st March 2016	916,366	532,339	4,822	5,229	1,628,636	3,087,392	408,109	3,495,501

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
Dividend Paid - Ordinary Shares	-	-	-	-	(67,745)	(67,745)
Other Comprehensive Income						
Net Gain/ (Loss) from Gratuity Valuation	-	-	-	-	(6,922)	(6,922)
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	72	-	72
Balance as at 31st March 2015	916,366	532,339	4,822	972	1,195,571	2,650,070
Net Profit for the period	-	-	-	-	217,155	217,155
Dividend Paid - Ordinary Shares	-	-	-	-	(91,456)	(91,456)
Other Comprehensive Income						
Net Gain/ (Loss) from Gratuity Valuation	-	-	-	-	(26,409)	(26,409)
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	(312)	-	(312)
Balance as at 31st March 2016	916,366	532,339	4,822	660	1,294,861	2,749,048

Statement of Changes in Equity
For the year ended 31 March 2015

GROUP	Attributable to equity holders of the parent					Non Controlling Interest	Total
	Stated Capital Rs.	Revaluation Reserve Rs.	General Reserve Rs.	Available for Sale Reserve Rs.	Accumulated Profits Rs.		
Balance as at 01st April 2013 as Previously Reported	916,366	532,339	4,822	4,347	1,098,464	494,335	3,050,674
Effects of Adjusting Prior Period Error	-	-	-	-	(22,598)	-	(22,598)
Balance as at 01st April 2013 - Restated	916,366	532,339	4,822	4,347	1,075,866	494,335	3,028,075
Net Profit for the Year - Restated	-	-	-	-	191,643	37,431	229,074
Other Comprehensive Income							
Net Gain/ (Loss) from Gratuity Valuation	-	-	-	-	14,139	102	14,241
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	1,466	-	209	1,674
Dividend Paid - Ordinary Shares	-	-	-	-	-	(15,710)	(15,710)
Acquisition of Non Controlling Interest	-	-	-	-	(87,265)	(167,735)	(255,000)
Balance as at 31st March 2014	916,366	532,339	4,822	5,812	1,194,383	348,633	3,002,355
Net Profit for the Year	-	-	-	-	200,088	23,700	223,788
Rights Issue	-	-	-	-	-	4,399	4,399
Other Comprehensive Income							
Net Gain/ (Loss) from Gratuity Valuation	-	-	-	-	(9,356)	(647)	(10,003)
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	964	-	251	1,216
Dividend Paid - Ordinary Shares	-	-	-	-	(67,745)	(14,507)	(82,252)
Balance as at 31st March 2015	916,366	532,339	4,822	6,777	1,317,369	361,829	3,139,502

Company	Stated Capital Rs.	Revaluation Reserve Rs.	General Reserve Rs.	Available for Sale Reserve Rs.	Accumulated Profits Rs.	Total Rs.
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Balance as at 01st April 2013 as previously reported	916,366	532,339	4,822	176	967,858	2,421,562
Effects of adjusting prior period error	-	-	-	-	(22,598)	(22,598)
Balance as at 01st April 2013 - Restated	916,366	532,339	4,822	176	945,260	2,398,963
Net Profit for the year - Restated	-	-	-	-	158,001	158,001
Other Comprehensive Income						
Net Gain/ (Loss) from Gratuity Valuation	-	-	-	-	13,761	13,761
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	724	-	724
Balance as at 31st March 2014	916,366	532,339	4,822	900	1,117,022	2,571,449
Net Profit for the year	-	-	-	-	153,216	153,216
Dividend Paid - Ordinary Shares	-	-	-	-	(67,745)	(67,745)
Other Comprehensive Income						
Net Gain/ (Loss) from Gratuity Valuation	-	-	-	-	(6,922)	(6,922)
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	72	-	72
Balance as at 31st March 2015	916,366	532,339	4,822	972	1,195,571	2,650,070

Statement of Cash Flows

	Group		Company	
	12 Months Ended 31/03/2016 Rs '000	12 Months Ended 31/03/2015 Rs '000	12 Months Ended 31/03/2016 Rs '000	12 Months Ended 31/03/2015 Rs '000
Cash Flows from/(Used in) Operating Activities				
Profit before Income Tax	556,741	266,100	256,781	161,994
<u>Adjustments for</u>				
Inventory write off/(write in)	7,045	9,527	4,086	2,684
Bad Debts (Written Back)/ Write off	4,455	5,853	4,394	5,391
Depreciation	311,233	282,397	158,826	144,665
Finance Income	(17,601)	(15,801)	(95,550)	(59,297)
Finance Costs	86,492	125,005	67,001	88,864
Amortisation of Deferred Rent	100	-	(1,340)	(1,340)
Profit/ (Loss) on disposal of PPE	(6,758)	(9,096)	(1,082)	(9,174)
(Increase)/Decrease in Financial Instruments	2,460	(1,540)	2,613	(1,442)
Share of Profit of an Associate	(351)	(642)	-	-
Provision for Defined Benefit Plans	28,899	25,617	23,717	21,090
Operating Profit/(Loss) before Working Capital Changes	972,716	687,422	419,446	353,436
(Increase)/Decrease in Inventories	(26,319)	12,060	(22,556)	(3,682)
(Increase)/Decrease in Trade and Other Receivables	(47,587)	(53,268)	(28,634)	(36,772)
Increase/(Decrease) in Trade and Other Payables	72,036	53,260	45,562	38,457
(Increase)/Decrease Related Party Dues	1,812	172	58,421	26,063
Cash Generated from Operations	972,658	699,646	472,241	377,502
Finance Costs Paid	(86,492)	(125,005)	(67,001)	(88,864)
Defined Benefit Plan Costs Paid	(16,522)	(14,918)	(14,190)	(11,966)
Income Tax Paid	(20,987)	(32,295)	(17,169)	(23,037)
Net Cash Flows from/(Used in) Operating Activities	848,657	527,428	373,881	161,455
<u>Cash Flows from/(Used in) Investing Activities</u>				
Acquisition of Property, Plant & Equipment	(500,600)	(255,042)	(379,489)	(128,385)
Proceeds from sale of Property Plant & Equipment	17,537	32,739	5,726	32,732
Proceed from issuance of Share Capital	-	4,399	-	-
(Acquisition) / Disposal of other Investments	(117,662)	(21,761)	(19,081)	2,860
Income from Investments	10,426	5,743	88,375	44,168
Net Cash Flows from/(Used in) Investing Activities	(590,299)	(233,922)	(304,469)	(48,626)
<u>Cash Flows from/(Used in) Financing Activities</u>				
Receipts from Interest bearing Loans & Borrowings	607,911	642,550	522,911	592,550
Re-payments to Interest bearing Loans & Borrowing	(638,196)	(797,007)	(505,148)	(668,078)
Investment in Subsidiary	-	-	-	(15,602)
Dividends Paid	(113,526)	(87,324)	(91,456)	(67,745)
Net Cash Flows from/(Used in) Financing Activities	(143,812)	(241,781)	(73,693)	(158,875)
Net Increase/(Decrease) in Cash and Cash Equivalents	114,546	51,724	(4,281)	46,134
Cash and Cash Equivalents at the beginning of the year	(234,631)	(286,355)	(143,077)	(189,211)
Cash and Cash Equivalents at the end of the year	(120,085)	(234,631)	(147,358)	(143,077)
<u>Analysis of Cash & Cash Equivalents</u>				
Cash at Bank - Overdrawn	(285,760)	(315,438)	(241,544)	(209,597)
Cash in Hand and at Bank	165,675	80,807	94,186	66,521
	(120,085)	(234,631)	(147,358)	(143,077)

Explanatory Notes

01. These interim financial statements of Ceylon Hospitals PLC for the three months ended 31st March 2016 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. Rs.3.6 per share has been declared as interim dividend 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 March 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 31/03/2016 Number of shares	%
Voting	2,334	5,922,521	23.20%
Non-Voting	1,453	7,946,845	95.22%

Director's and Chief Executive Officer's Share Holding as at 31/03/2016

	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>	119.00 <i>02-01-2015</i>	85 <i>08-06-2015</i>	90.3 <i>26-05-2014</i>	90 <i>31.03.2016</i>	113.9 <i>31-03-2015</i>
Non - Voting	87.5 <i>18-08-2015</i>	89.9 <i>12-09-2014</i>	62 <i>10-03-2016</i>	70.2 <i>26-06-2014</i>	73.6 <i>31.03.2016</i>	75.1 <i>13-03-2015</i>

Per Share Ratios

	Group		Company	
	As at 31/03/2016 Rs	As at 31/03/2015 Rs	As at 31/03/2016 Rs	As at 31/03/2015 Rs
Earnings Per Share	12.67	5.91	6.41	4.52
Net Asset Per Share	91.15	83.88	81.16	78.24

Top 20 Share Holders Listed as at 31/03/2016**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 A/C no. 02	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 no. 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
Mr. 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
Commercial Bank of Ceylon PLC/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
		22,488,497	88.10

Non-Voting Share Holders

Name of the Share Holder	Country of Residence	Number of Shares	Holding %
Employee 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 01	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	74,250	0.89
Waldock Mackenzie Ltd / Mr. P S De Mel	do	70,702	0.85
Mr. U D Wickremesooriya Jt. Mrs. S F 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
		4,954,225	59.36

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.