

MARAWILA RESORTS PLC

CLUB PALM BAY

INTERIM RESULTS

**FOR THE SIX MONTHS ENDED
30TH SEPTEMBER 2016**

**8 - 5/2 , Leyden Bastian Road ,
York Arcade Building ,
Colombo 1**

MARAWILA RESORTS PLC
CLUB PALM BAY
STATEMENT OF COMPREHENSIVE INCOME

| COMPANY | | COMPANY | | | COMPANY | | |
|-----------------------|--|---|----------|--------|---|----------|---------|
| | | For the Quarter Ended 30th September | | | For the Six Month Ended 30th September | | |
| For the year Ended | | Unaudited | | | Unaudited | | |
| Audited | | | | | | | |
| 31.03.2016 | | 2016 | 2015 | Change | 2016 | 2015 | Change |
| Rs.'000 | | Rs.'000 | Rs.'000 | % | Rs.'000 | Rs.'000 | % |
| 413,312 | Revenue | 97,146 | 87,081 | 12 | 175,326 | 160,076 | 10 |
| (151,345) | Cost of Sales | (41,994) | (33,137) | (27) | (73,164) | (63,242) | (16) |
| 261,967 | Gross Profit | 55,152 | 53,944 | 2 | 102,162 | 96,834 | 6 |
| 4,875 | Other Operating Income | 307 | 4,329 | (93) | 549 | 5,464 | (90) |
| (211,062) | Administrative & Operating Expenses | (59,372) | (48,080) | (23) | (109,393) | (95,373) | (15) |
| (18,652) | Promotional & Marketing Expenses | (7,488) | (3,596) | (108) | (12,373) | (6,371) | (94) |
| 37,128 | Profit from Operating Activities | (11,401) | 6,597 | (273) | (19,056) | 554 | (3,540) |
| (55,988) | Finance Cost | (6,900) | (29,717) | 77 | (20,443) | (41,376) | 51 |
| (18,860) | Profit /(Loss) before Taxation | (18,301) | (23,120) | 21 | (39,499) | (40,822) | 3 |
| 3,938 | Taxation | (161) | - | | (197) | - | |
| (14,922) | Net Profit /(Loss) for the Period | (18,462) | (23,120) | 20 | (39,695) | (40,822) | 3 |
| | Other Comprehensive Income | | | | | | |
| 652 | Actuarial Gain /(Loss) on defined benefit plans | - | - | - | - | - | - |
| (1,901) | Gain / (Loss) on Available for Sale - Financial Assets | - | - | - | - | - | - |
| (78) | Deferred Tax on Actuarial Gains | - | - | - | - | - | - |
| (16,249) | Total Comprehensive Income for the Period | (18,462) | (23,120) | 20 | (39,695) | (40,822) | 3 |
| (0.08) | Earnings / (Loss) Per Share | (0.08) | (0.14) | | (0.17) | (0.25) | |

MARAWILA RESORTS PLC
CLUB PALM BAY
STATEMENT OF FINANCIAL POSITION

| 31.03.2016 Rs.'000 Audited | As at 30th September | 2016 Rs.'000 Unaudited | 2015 Rs.'000 Unaudited |
|----------------------------------|---------------------------------------|------------------------------|------------------------------|
| | ASSETS | | |
| | NON CURRENT ASSETS | | |
| 1,557,549 | Property Plant & Equipment | 1,549,310 | 1,575,644 |
| 8,647 | Available for Sale Financial Assets | 8,647 | 10,548 |
| 1,566,196 | | 1,557,957 | 1,586,192 |
| | CURRENT ASSETS | | |
| 9,442 | Inventories | 11,306 | 10,221 |
| 128,626 | Trade and Other Receivables | 70,042 | 81,664 |
| 842 | Amount due from Related Parties | 775 | - |
| 1,896 | Cash and Cash Equivalents | 5,136 | 20,439 |
| 140,806 | | 87,258 | 112,325 |
| 1,707,002 | Total Assets | 1,645,215 | 1,698,517 |
| | EQUITY & LIABILITIES | | |
| | EQUITY | | |
| 1,317,500 | Stated Capital | 1,317,500 | 1,317,500 |
| (195,552) | Accumulated Losses | (235,248) | (220,125) |
| 1,121,948 | Total Equity | 1,082,252 | 1,097,375 |
| | NON CURRENT LIABILITIES | | |
| 260,940 | Interest Bearing Borrowings | 239,412 | 196,814 |
| 4,995 | Retirement Benefit Obligations | 5,380 | 5,761 |
| 31,442 | Deferred Taxation | 31,442 | 35,558 |
| 297,377 | | 276,235 | 238,133 |
| | CURRENT LIABILITIES | | |
| 121,985 | Trade Creditors & Other Payables | 143,433 | 133,433 |
| 43,941 | Amounts Owed to Related Companies | 46,125 | 42,725 |
| 40,638 | Interest Bearing Borrowings | 50,631 | 136,750 |
| 81,114 | Cash and Cash Equivalents | 46,539 | 50,102 |
| 287,678 | | 286,728 | 363,010 |
| 1,707,002 | Total Equity & Liabilities | 1,645,215 | 1,698,517 |
| 5.74 | Net Assets per Share | 4.75 | 6.84 |

For and on behalf of the Board ,

Sgd.
Director
T. Theyagamurti

Sgd.
Director
A. R. Peiris

Colombo
31 October 2016

**MARAWILA RESORTS PLC
CLUB PALM BAY
STATEMENT OF CHANGES IN EQUITY**

| For the Six ended 30th September 2016 | Stated Capital Rs. '000 | Direct Cost RI Rs. '000 | Accumulated Loss Rs. '000 | Total Rs. '000 |
|--|--|--|--|---------------------------|
| Balance as at 01.04.2015 | 1,001,000 | - | (177,667) | 823,333 |
| Loss for the period | - | - | (40,822) | (40,822) |
| Direct Cost on Rights Issues | - | (1,636) | - | (1,636) |
| Addition During the Period | 316,500 | - | - | 316,500 |
| Balance as at 30.09.2015 | <u>1,317,500</u> | <u>(1,636)</u> | <u>(218,489)</u> | <u>1,097,375</u> |
| Balance as at 01.04.2016 | 1,317,500 | - | (195,552) | 1,121,948 |
| Loss for the period | - | - | (39,695) | (39,695) |
| Balance as at 30.09.2016 | <u>1,317,500</u> | <u></u> | <u>(235,248)</u> | <u>1,082,252</u> |

**MARAWILA RESORTS PLC
CLUB PALM BAY
STATEMENT OF CASH FLOWS**

| 31.03.2016 | For the period ended 30th September | 2016 | 2015 |
|------------|---|------------|------------|
| Audited | | Un Audited | Un Audited |
| Rs.'000 | | Rs.'000 | Rs.'000 |
| (18,860) | Net Profit/(Loss) before Taxation | (39,499) | (40,822) |
| | Adjustment for Non-Cash Items | | |
| 42,295 | Depreciation on property, plant & equipment | 21,088 | 19,994 |
| 33,701 | Interest Expenses | 16,061 | 19,333 |
| (4,505) | Gain on Disposal of property, plant & equipment | - | 5,000 |
| 23,092 | Exchange (Gain) / Loss on FCBU Loans | 4,382 | 22,042 |
| 1,412 | Provision for Gratuity | 1,114 | 1,220 |
| 95,995 | | 42,645 | 67,589 |
| 77,135 | Operating Profit/(Loss) Before Working Capital Changes | 3,147 | 26,767 |
| (189) | (Increase)/Decrease in Inventories | (1,864) | (968) |
| (30,593) | (Increase)/Decrease in Debtors & Receivables | 58,585 | 11,641 |
| (174,903) | (Increase)/Decrease in Related Party Balances | 2,251 | (175,278) |
| 3,058 | Increase /(Decrease) in Creditors & Other Payables | 21,448 | 10,108 |
| (125,492) | Cash Generated from Operations | 83,566 | (127,731) |
| (33,701) | Interest Paid | (16,061) | (19,333) |
| (310) | Income Tax Paid | (197) | - |
| (1,135) | Gratuity Paid | (729) | (828) |
| (160,638) | Net Cash Flow from Operating Activities | 66,579 | (147,892) |
| | Cash Flow from Investing Activities | | |
| (9,482) | Acquisition of Property Plant & Equipment | (12,848) | (932) |
| | Right Issue Shares | - | 316,500 |
| | Direct Cost on Share Issues | - | (1,636) |
| 4,505 | Proceeds from Disposal of Property, Plant & Equipment | - | (5,000) |
| (4,978) | Net Cash Flow from Investing Activities | (12,848) | 308,932 |
| | Cash Flow from Financing Activities | | |
| (147,638) | Repayment of Loans | (15,917) | (110,591) |
| (779) | Lease Rentals Paid | - | (62) |
| 314,864 | Right Issue Shares | - | - |
| 166,448 | Net Cash Flow from Financing Activities | (15,917) | (110,653) |
| 832 | Net Change in Cash & Cash Equivalents during the period | 37,813 | 50,386 |
| (80,049) | Cash & Cash Equivalents at the beginning of the period | (79,217) | (80,049) |
| (79,217) | Cash & Cash Equivalents at the end of the period | (41,403) | (29,662) |
| | Analysis of Cash & Cash Equivalents at the end of the period | | |
| 1,896 | Cash at Bank & in Hand | 5,136 | 20,439 |
| (81,114) | Bank Overdraft | (46,539) | (50,102) |
| (79,217) | | (41,403) | (29,662) |

MARAWILA RESORTS PLC
CLUB PALM BAY
NOTES TO THE ACCOUNTS

1 Account Status

The Financial Statements of the company for the interim period have been prepared on the same accounting policies and methods of computations as in the most recent audited financial statements and are in compliance with LKAS 34 - Interim Financial Reporting

The Interim Financial Statements are provisional and subject to audit.

- 2** The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. The presentation and classification of the financial statements of the previous year have been amended where relevant to be comparable with those of the current period.

3 Market Price for the quarter ended

| | 30.09.2016 | 30.09.2015 |
|---|-------------------|-------------------|
| | Rs. | Rs. |
| Highest | 2.80 | 3.30 |
| Lowest | 2.20 | 2.80 |
| Last Traded Price (Volume Weighted Average Price) | 2.80 | 2.90 |

4 Events subsequent to the Interim Period

There have been no material events subsequent to the interim period which require disclosure in the Interim Financial Statements

5 Changes in Classification

To facilitate comparison and where relevant balances pertaining to the previous comparative period have been reclassified.

6 Stated Capital

The Stated Capital of the Company is Rs. 1,317,500,000/- represented by 228,000,000 Ordinary Shares.

7 Public Holding

The percentage of shares held by the public as at 30th September 2016 was 35.43%

8 Public Shareholders

The number of Public Shareholders as at 30th September 2016 were 3,995

9 Shareholdings of Directors

Directors direct shareholdings as at 30th September 2016 ;

| Name of Director | No. of Shares |
|-------------------------|----------------------|
| Mr. S.D.R Arudpragasam | 200,000 |
| Mr. A. Rajaratnam | 11,250 |
| Mr. Amrit Rajaratnam | 103,210 |
| Mr.E.P.A. Cooray | 154,000 |

10 Contingent Liabilities

There has not been a significant change in the nature of the Contingent Liabilities which were disclosed in the Annual Report for the year ended 31st March 2016.

11 Management Fees

There were no liabilities for management fees or any other similar expenditure not provided for in the Interim Financial Statements.

- 12** Five months of the period under review relates to the off season of the tourism industry

MARAWILA RESORTS PLC
CLUB PALM BAY
TWENTY MAJOR SHAREHOLDERS AS AT 30.09.2016

| MAJOR SHAREHOLDERS | | No of Shares | % |
|---------------------------|---|---------------------|--------------|
| 1 | COLOMBO FORT HOTELS LIMITED | 93,624,955 | 41.06 |
| 2 | SIGIRIYA VILLAGE HOTELS PLC | 17,000,000 | 7.46 |
| 3 | LANKEM TEA & RUBBER PLANTATIONS (PVT) LIMITED | 13,793,468 | 6.05 |
| 4 | LANKEM CEYLON PLC | 11,245,766 | 4.93 |
| 5 | PAN ASIA BANKING CORPORATION PLC / INVEST COPIA CAPITAL (PVT) LTD | 6,753,597 | 2.96 |
| 6 | PEOPLE'S LEASING & FINANCE PLC/L P HAPANAGAMA | 6,044,343 | 2.65 |
| 7 | PAN ASIA BANKING CORPORATION PLC / LANKEM CEYLON PLC | 5,455,153 | 2.39 |
| 8 | MR.GEORGE LAWRENCE ANDREW ONDAATJIE | 4,282,725 | 1.88 |
| 9 | ALMAR TRADING CO (PVT) LTD | 3,237,516 | 1.42 |
| 10 | FIRST CAPITAL MARKETS LIMITED/MR. T LOGANTHAN | 2,872,000 | 1.26 |
| 11 | MR. KUMAR VIRAJ HEWAVITARNE | 2,000,000 | 0.88 |
| 12 | MR. DILSHAN GUNAMINI WIRASEKARA | 1,900,000 | 0.83 |
| 13 | NATIONAL SAVINGS BANK | 1,899,556 | 0.83 |
| 14 | THE COLOMBO FORT LAND AND BUILDING PLC | 1,510,000 | 0.66 |
| 15 | COLOMBO FORT INVESTMENTS PLC | 1,250,048 | 0.55 |
| 16 | HEXAGON HOLDINGS (PVT) LTD | 1,080,000 | 0.47 |
| 17 | MR. AMARAKOON MUDIYANSELAGE WEERASINGHE | 1,079,400 | 0.47 |
| 18 | C M HOLDINGS PLC | 1,000,000 | 0.44 |
| 19 | ARUNA ENTERPRISES (PVT) LIMITED | 993,520 | 0.44 |
| 20 | MERCHANT BANK OF SRI LANKA LTD A/C NO 1 | 959,168 | 0.42 |
| | | 177,981,215 | 78.05 |

REVENUE AND NET PROFIT /(LOSS) (RS'000)

