

INTERIM FINANCIAL STATEMENTS FOR
QUARTER ENDED 31 DECEMBER 2017



COLOMBO CITY HOLDINGS PLC

CORPORATE INFORMATION

NAME OF THE COMPANY

Colombo City Holdings PLC

LEGAL FORM

A Public Quoted Company with Limited Liability Incorporated in Sri Lanka in 1913.
Re-registered under the Companies Act No. 07 of 2007 on 13 August 2007.

REGISTERED OFFICE

No. 10, 5th Floor, Gothami Road, Colombo 08.

Tel : 0115 960 000

Email - info@colombocityholdings.com

www.colombocityholdings.com

COMPANY REGISTRATION NO.

PQ 71

DIRECTORS

Mr. A. G. Weerasinghe (Chairman)

Mr. R. N. Asirwatham

Mr. R. P. Sugathadasa

Mr. D. A. B. Dassanayake

Mr. N. M. Prakash

Mr. A. W. Atukorala

SECRETARIES

Nexia Corporate Consultants (Private) Ltd

REGISTRARS

S. S. P. Corporate Services Pvt Ltd

AUDITORS

Ernst & Young

Chartered Accountants

BANKERS

National Development Bank PLC

Nations Trust Bank

Pan Asia Banking Corporation

Seylan Bank PLC

STATEMENT OF PROFIT OR LOSS

<i>31 March 2017 Audited</i>	<i>Ended 31 December</i>	Quarter Ended (LKR)		Nine Months Ended(LKR)	
		2017 Unaudited	2016 Unaudited	2017 Unaudited	2016 Unaudited
		Rs.	Rs.	Rs.	Rs.
27,678,986	Revenue	3,558,397	7,473,778	13,251,435	22,791,914
(4,736,570)	Cost of Sales	(948,563)	(902,007)	(3,435,815)	(3,497,187)
22,942,416	Gross Profit	2,609,834	6,571,771	9,815,620	19,294,727
235,500,263	Change in Fair Value of Investment Property	184,734,192	235,500,263	184,734,192	235,500,263
-	Capital Gain	47,223,490	-	47,223,490	-
7,362,750	Finance Income	10,808,774	1,161,878	11,600,995	6,491,768
(65,753)	Finance Expense	(31)	-	(182,908)	-
21,870	Other Income	-	-	6,087	21,870
(52,012,774)	Administrative Expenses	(6,424,922)	(5,221,863)	(20,439,084)	(13,597,467)
(485,236)	Selling and Distribution Expenses	(2,375)	-	(9,575)	-
213,263,536	Profit before tax	238,948,963	238,012,049	232,748,818	247,711,161
119,793	Income Tax Expense	-	(1,983,922)	-	(4,102,426)
<u>213,383,329</u>	<u>Profit for the period</u>	<u>238,948,963</u>	<u>236,028,127</u>	<u>232,748,818</u>	<u>243,608,735</u>
167.64	Earnings Per Ordinary Share (Rs)	187.73	185.43	182.86	191.39

Note:

Figures in brackets indicate deductions.

The above figures are provisional and unaudited.

STATEMENT OF COMPREHENSIVE INCOME

31 March 2017 Audited	Ended 31 December	Quarter Ended (LKR)		Nine Months Ended (LKR)	
		2017 Unaudited	2016 Unaudited	2017 Unaudited	2016 Unaudited
		Rs.	Rs.	Rs.	Rs.
213,383,329	Profit for the Period	238,948,963	236,028,127	232,748,818	243,608,735
	Other Comprehensive Income				
	Other comprehensive income not to be reclassified to income statement in subsequent periods (net of tax):				
101,929	Actuarial Gain/(Loss) on Defined Benefit Plans	-	-	-	-
(37,762)	Income tax effect on Other Comprehensive Income	-	-	-	-
64,167	Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-	-	-
64,167	Other Comprehensive Income/(Loss) for the Period, Net of Tax	-	-	-	-
213,447,496	Total Comprehensive Income for the Period, net of tax	238,948,963	236,028,127	232,748,818	243,608,735

Note:

Figures in brackets indicate deductions.

The above figures are provisional and unaudited.

STATEMENT OF FINANCIAL POSITION

31 Mar 2017 Rs. Audited	As at	31 December 2017 Rs. Unaudited (LKR)	31 December 2016 Rs. Unaudited (LKR)
ASSETS			
Non-Current Assets			
94,269	Property, Plant and Equipment	138,898	111,200
580,100,687	Investment Property	768,900,400	1,533,570,713
38,040,098	Deferred Tax Asset	38,040,098	36,671,723
618,235,054		807,079,396	1,570,353,636
Current Assets			
72,082,832	Inventory - Real Estate	73,382,832	71,082,832
9,062,386	Trade and Other Receivables	8,606,640	8,004,557
6,759,703	Advances & Prepayments	6,518,232	8,213,639
20,103,430	Other Financial Investments	-	-
1,746,330	Income Tax Receivable	1,781,899	-
2,897,106	Cash in Hand and at Bank	994,797,880	36,712,933
112,651,787		1,085,087,482	124,013,961
945,070,313	Asset Classified as Held for Sale	-	-
1,057,722,100		1,085,087,482	124,013,961
1,675,957,154	Total Assets	1,892,166,878	1,694,367,597
EQUITY AND LIABILITIES			
Equity			
11,137,505	Stated Capital	11,137,505	11,137,505
1,626,379,458	Retained Earnings	1,859,128,276	1,656,540,697
1,637,516,963	Total Equity	1,870,265,781	1,667,678,202
Non-Current Liabilities			
792,140	Employee Benefit Liabilities	792,140	679,070
792,140		792,140	679,070
Current Liabilities			
33,915,827	Trade and Other Payables	17,376,732	24,695,118
-	Interest Bearing Loans & Borrowings	-	-
-	Income Tax Payable	-	1,315,207
33,915,827		17,376,732	26,010,325
3,732,224	Liabilities Directly associated with the Asset Classified as Held for Sale	3,732,224	-
37,648,051		21,108,956	26,010,325
1,675,957,154	Total Equity and Liabilities	1,892,166,878	1,694,367,597
1,286.49	Net Asset Value Per Share	1,469.34	1,310.19

I certify that the Financial Statements comply with the requirements of the Companies Act. No. 07 of 2007.

Sgd.
Thushariga Kajendran
Accountant

The Board of Directors is responsible for preparation and presentation of these Financial Statements.

Sgd.
A. G. Weerasinghe
Chairman

Sgd.
Ashan Dassanayake
Director

30 January 2018

STATEMENT OF CASH FLOWS

31 Mar 2017 Rs. Audited	<i>For the Period Ended</i>	31 December 2017 Rs Unaudited (LKR)	31 December 2016 Rs Unaudited (LKR)
	CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES		
213,263,536	Profit before tax	232,748,818	247,711,161
	<i>Adjustments for Non Cash Items</i>		
68,668	Depreciation of Property Plant and Equipment	44,871	51,736
8,399,713	Impairment of Investment Property	-	-
-	Capital Gain from Disposal of Investment Property	(47,223,490)	-
(235,500,263)	Change in Fair value of Investment Property	(184,734,192)	(235,429,550)
485,236	Allowance for Doubtful Receivables	-	-
214,999	Provision for Defined Benefit Plans	-	-
65,753	Finance Cost	182,908	-
(7,362,750)	Interest Income	(11,600,995)	(6,491,768)
(20,365,110)	Operating Profit Before Working Capital Changes	(10,582,081)	5,841,579
(72,082,832)	(Increase)/ Decrease in Inventories	(1,300,000)	(71,082,832)
(788,612)	(Increase)/Decrease in Trade and Other Receivables	697,219	206,791
9,193,822	Increase/(Decrease) in Trade and Other Payables	(16,539,096)	(3,759,116)
(84,042,732)	Cash Generated from/(Used in) Operations	(27,723,958)	(68,793,578)
(5,517,737)	Income Tax Paid	(35,569)	(5,272,282)
(65,753)	Interest Paid	(182,908)	-
(89,626,222)		(27,942,434)	(74,065,860)
	CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES		
-	(Addition) or Deduction to Investment Property	(4,065,521)	-
-	Disposal proceeds from Asset Classified as held for sale	1,000,000,000	-
-	(Addition) or Deduction to Asset classified as held for sale	(7,706,197)	-
-	Acquisition of Property Plant and Equipment	(89,500)	-
7,362,750	Interest Received	11,600,995	6,200,782
42,054,221	(Investments in)/ Proceeds from Other Financial Assets	20,103,430	61,542,366
49,416,971	Net Cash Generated from/(Used in) Investing Activities	1,019,843,207	67,743,148
	CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES		
(12,728,570)	Dividend paid	-	(12,728,570)
-	Proceed from Interest Bearing Loans and Borrowings	-	(12,728,570)
(12,728,570)	Net Cash from/ (Used in) Financing Activities	-	(12,728,570)
(52,937,821)	Net Increase/ (Decrease) in Cash and Cash Equivalents	991,900,773	(19,051,282)
55,834,927	Cash and Cash Equivalents at the Beginning of the Period	2,897,106	55,834,927
2,897,106	Cash and Cash Equivalents at the End of the Period	994,797,880	36,783,645

Note :

Figures in brackets indicate deductions.

The above current period figures are provisional and unaudited.

STATEMENT OF CHANGES IN EQUITY

For the Period Ended 31 December 2017

	Stated Capital (LKR)	Retained Reserve (LKR)	Total (LKR)
	Rs	Rs	Rs
Balance as at 01 April 2017 (Unaudited)	11,137,505	1,626,379,458	1,637,516,963
Profit/(Loss) for the Period	-	232,748,818	232,748,818
Other Comprehensive Income	-	-	-
Total Comprehensive Income	-	232,748,818	232,748,818
Dividend Paid	-	-	-
Balance as at 31 December 2017 (Unaudited)	11,137,505	1,859,128,276	1,870,265,781

For the Period Ended 31 December 2016

Balance as at 1 April 2016 (Audited)	11,137,505	1,425,660,532	1,436,798,037
Profit/(Loss) for the Period	-	243,608,735	243,608,735
Other Comprehensive Income	-	-	-
Total Comprehensive Income	-	243,608,735	243,608,735
Dividend Paid	-	(12,728,570)	(12,728,570)
Balance as at 31 December 2016 (Unaudited)	11,137,505	1,656,540,697	1,667,678,202

Note:

Figures in brackets indicate deductions.

The above current period figures are provisional and unaudited.

NOTES TO THE FINANCIAL STATEMENTS

For the Period Ended 31 December 2017

01 Market Price Per Share

	Quarter Ended 31 December		Year Ended	
	2017 (LKR)	2016 (LKR)	31 March 2017 (LKR)	31 March 2016 (LKR)
Highest price recorded	1,038.90	1,050.00	1,050.00	1,049.90
Lowest price recorded	885.00	820.00	690.00	601.00
Closing price recorded	939.90	880.00	700.00	667.90

02 The Accounting Policies and methods followed in the preparation of the Interim Financial Statements for nine months ended 31 December 2017 are in consistent with those used in the preparation of Financial Statements for the year ended 31 March 2017, further it is in compliance with Sri Lanka Accounting Standard - 34 Interim Financial Reporting.

03 Contingent liabilities

There are no material contingent liabilities as at the Balance Sheet date.

04 Net assets per share have been calculated, for all periods, based on the number of shares in issue.

05 Where necessary comparative figures have been re-classified to conform with the current period's presentation.

06 Stated Capital is represented by number of shares issue as given below:

1,272,857 Ordinary Shares of Rs. 5/= each

07 The number of shares held by the Board of Directors are as follows:

<u>Name of the Director</u>	<u>31 December 2017 No. of shares held</u>	<u>31 December 2016 No. of shares held</u>
Mr. A. G. Weerasinghe (Chairman)	NIL	NIL
Mr. R. N. Asirwatham	NIL	NIL
Mr. R. P. Sugathadasa	NIL	NIL
Mr. D. A. B. Dassanayake	NIL	NIL
Mr. N. M. Prakash	NIL	NIL
Mr. A. W. Atukorala	NIL	NIL

08 Disposal of Asset Classified as Held for Sale

Union Place premises was divided into three lots and Lot No - 02 was disposed to Vision Care for a consideration of LKR 1 Billion on 23 November 2017. Extent of the land marked as Lot 02 in Survey Plan No. 12342 dated 01 March 2017 drawn by Mr. Gamini B. Dodanwela - Licensed Surveyor is 66.81 Perches. LKR 47.2 Mn capital gain is being recorded from the disposal of the said asset. Lot Nos. 01 & 03 remains as Investment Property in the accounts for the Fair Value of LKR 768 Mn as at 31 December 2017.

NOTES TO THE FINANCIAL STATEMENTS

09 Twenty Major Shareholders of the Company

As at 31 December 2017

<u>Shareholder</u>	<u>No of Shares</u>	<u>Percentage</u>
01) Seylan Bank PLC/Lanka Century Investments PLC (Collateral)	845,159	66.40%
02) Capital Trust Holdings Limited	56,485	4.44%
03) Hatton National Bank PLC/Capital Trust Holdings Limited	51,507	4.05%
04) Mr. J. E. De Costa	19,167	1.51%
05) Mr. H. E. B. De Mel	15,613	1.23%
06) Mr. S. N. C. W. M. B. C. Kandegedara	14,800	1.16%
07) Laughs Gas PLC	12,000	0.94%
08) MBSL/ K.S.Devshankar	9,345	0.73%
09) Thurston Investments Limited	9,262	0.73%
10) Mrs. I. A. Goonetilleke	8,800	0.69%
11) Mrs. M. M. Misso	8,492	0.67%
12) Mrs. E. De Silva	8,433	0.66%
13) The Ceylon Desiccated Coconut and Oil Company (Private) Limited	8,133	0.64%
14) Mrs. S. C. Fernando	7,700	0.60%
15) Mr. J. E. De Costa	6,392	0.50%
16) Seylan Bank PLC/Mohamed Mushtaq Fuad	5,525	0.43%
17) Mrs. E. C. Rodrigo	5,106	0.40%
18) Sea Consortium Lanka (Private) Limited	4,600	0.36%
19) Mr. M. T. Rajabkhan	4,333	0.34%
20) L.B.Finance PLC / S.P.Weerawardana	4,145	0.33%
Others	167,860	13.19%
Total	1,272,857	100.00%

10 Public Share Holding

	<u>As at 31 Dec 2017</u>	<u>As at 31 Dec 2016</u>
No. of shares and percentage	427,698 (33.60%)	427,698 (33.60%)
No. of shareholders	1,213	1,247