

# **VIDULLANKA PLC**

## **(PQ 83)**



**INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTHS ENDED  
30th September 2010**

Registered office: Level 04, Access Towers, No. 278, Union Place, Colombo 2 Sri Lanka.  
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# VIDULLANKA PLC


## BALANCE SHEET

As at 30th Sep

	Group		Company		Group	Company
	30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010 (Audited)	31.03.2010 (Audited)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<b>ASSETS</b>						
<b>Non-Current Assets</b>						
Property, Plant & Equipment	666,433,522	603,436,130	578,388,395	574,230,571	662,417,410	578,532,533
Investment in subsidiary		-	80,412,412	32,412,412	-	50,412,412
Goodwill	6,687,412	6,687,412	-	-	6,687,411	-
	<b>673,120,934</b>	<b>610,123,542</b>	<b>658,800,807</b>	<b>606,642,983</b>	<b>669,104,821</b>	<b>628,944,945</b>
<b>Current Assets</b>						
Inventories	3,380,678	1,267,348	-	-	729,257	-
Trade & Other Receivables	164,477,775	96,731,837	179,674,004	111,144,434	74,500,975	94,879,976
Cash and Bank Balances	13,496,445	15,981,129	8,724,125	19,952,690	12,283,019	9,295,444
	181,354,898	113,980,314	188,398,129	131,097,124	87,513,251	104,175,420
<b>Total Assets</b>	<b>854,475,832</b>	<b>724,103,856</b>	<b>847,198,936</b>	<b>737,740,107</b>	<b>756,618,072</b>	<b>733,120,365</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Capital and Reserves</b>						
Stated Capital	457,449,132	397,477,570	457,449,132	397,477,570	397,477,570	397,477,570
Retaining Earnings	252,233,210	156,597,431	288,125,252	196,148,054	175,806,242	220,320,541
<b>Total Equity</b>	<b>709,682,342</b>	<b>554,075,001</b>	<b>745,574,384</b>	<b>593,625,624</b>	<b>573,283,812</b>	<b>617,798,111</b>
<b>Non-Current Liabilities</b>						
Ijara(Finance Leases),Murabaha(Trade Finance)Facilities						
Diminishing Musharaka-Property,Diminishing Musharaka-Vehicle.	64,506,923	76,761,454	39,762,020	76,075,996	85,447,848	56,194,175
Defined Benefit Liability	3,802,678	1,950,590	3,298,059	1,750,125	3,434,842	2,986,845
	68,309,601	78,712,044	43,060,079	77,826,121	88,882,690	59,181,020
<b>Current Liabilities</b>						
Other Payables	21,540,676	29,955,516	11,119,399	8,229,990	45,028,684	11,088,087
Current Portion of Ijara (Finance Leases), Murabaha (Trade Finance) & Mudarabaha Investment Facilities,Diminishing Musharaka-Property Diminishing Musharaka-Vehicle.	54,943,214	61,361,295	47,445,074	58,058,372	49,422,886	45,053,147
	76,483,890	91,316,811	58,564,473	66,288,362	94,451,570	56,141,234
<b>Total Equity and Liabilities</b>	<b>854,475,832</b>	<b>724,103,856</b>	<b>847,198,936</b>	<b>737,740,107</b>	<b>756,618,072</b>	<b>733,120,365</b>

Net Asset Value Per Share (Rs) Re-Stated	1.87	1.46	1.97	1.57	1.51	1.63
No of Issued Share	378,767,900	378,767,900	378,767,900	378,767,900	378,767,900	378,767,900

These Financial Statements are in compliance with the requirement of the Companies Act No. 07 of 2007

  
Sandun Thalagala  
Finance Manager

The Board of Directors is responsible for the Preparation and presentation of these financial statements.

  
Riyaz M. Sangani  
Managing Director

  
M. Zulficar Ghouse  
Director

Colombo  
28th Oct 2010

# VIDULLANKA PLC

## INCOME STATEMENT

	Group						Company						Year Ended 31.03.2010	
	Quarter ended 30th September			Six months to 30th September			Quarter ended 30th September			Six months to 30th September			Group	Company
	2010 Rs.	2009 Rs.	Variance	2010 Rs.	2009 Rs.	Variance	2010 Rs.	2009 Rs.	Variance	2010 Rs.	2009 Rs.	Variance	(Audited) Rs.	(Audited) Rs.
Revenue	97,457,503	95,446,987	2.11%	198,948,680	179,792,314	10.65%	80,892,445	71,264,547	13.51%	166,272,530	146,034,380	13.86%	324,879,065	250,053,043
Cost of Sales	(17,150,639)	(33,816,753)	-49.28%	(33,293,074)	(44,727,385)	-25.56%	(9,308,502)	(13,013,137)	-28.47%	(19,119,246)	(18,506,836)	3.31%	(100,601,557)	(38,552,030)
<b>Gross Profit</b>	<b>80,306,864</b>	<b>61,630,234</b>	30.30%	<b>165,655,606</b>	<b>135,064,929</b>	22.65%	<b>71,583,943</b>	<b>58,251,410</b>	<b>22.89%</b>	<b>147,153,284</b>	<b>127,527,544</b>	15.39%	<b>224,277,508</b>	<b>211,501,013</b>
Other Income	848,208	101,112	738.88%	943,642	131,108	619.74%	848,208	92,904	812.99%	943,642	131,108	619.74%	907,035	910,958
Administrative Expenses	(18,982,936)	(15,728,247)	20.69%	(40,859,634)	(34,970,135)	16.84%	(15,903,009)	(12,624,162)	25.97%	(33,696,167)	(28,556,602)	18.00%	(76,179,836)	(60,005,715)
Finance Expenses	(6,538,400)	(7,025,854)	-6.94%	(13,237,012)	(15,608,792)	-15.20%	(5,236,695)	(6,788,418)	-22.86%	(10,520,414)	(15,159,018)	-30.60%	(27,053,667)	(26,158,256)
<b>Profit Before Tax</b>	<b>55,633,735</b>	<b>38,977,245</b>	42.73%	<b>112,502,601</b>	<b>84,617,110</b>	32.95%	<b>51,292,447</b>	<b>38,931,734</b>	<b>31.75%</b>	<b>103,880,345</b>	<b>83,943,032</b>	23.75%	<b>121,951,040</b>	<b>126,248,000</b>
Income Tax Expense	-	(40,795)	-100.00%	(2,500)	(40,795)	-93.87%	-	(33,433)	-100.00%	(2,500)	(33,433)	-92.52%	(129,347)	(129,347)
<b>Profit for the year</b>	<b>55,633,735</b>	<b>38,936,450</b>	42.88%	<b>112,500,101</b>	<b>84,576,315</b>	33.02%	<b>51,292,447</b>	<b>38,898,301</b>	<b>31.86%</b>	<b>103,877,845</b>	<b>83,909,599</b>	23.80%	<b>121,821,693</b>	<b>126,118,653</b>

Earnings Per Share Re-Stated	0.15	0.10	0.30	0.22	-	-	0.32	-
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INFORMATION OF SHARES				
Market prices recorded during the 6 months ended 30th Sep 2010	Date	2010 (Rs.)	Date	2009 (Rs.)
Highest Price	21.07.2010	59.00	25.09.2009	34.50
Lowest Price	10.08.2010	5.00	15.17.2009	24.50
Last Price	30.09.2010	8.70	30.09.2009	32.25

### Note

Share subdivision of one existing share into ten shares took place on 21st July 2010.

# VIDULLANKA PLC

## STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs	Accumulated Profit/(Loss) Rs	Total Rs
<b>GROUP</b>			
<b>Balance As At 31st March 2009</b>	397,477,570	93,665,004	491,142,574
Profit for the period		84,576,315	84,576,315
Dividend		(21,643,888)	(21,643,888)
<b>Balance As At 30th Sep 2009</b>	397,477,570	156,597,431	554,075,001
<b>Balance As At 31st March 2010</b>	397,477,570	175,806,242	573,283,812
Profit for the period		112,500,101	112,500,101
Dividend		(36,073,134)	(36,073,134)
Share Issue during the year	59,971,562		59,971,562
<b>Balance As At 30th Sep 2010</b>	<b>457,449,132</b>	<b>252,233,209</b>	<b>709,682,342</b>
<b>COMPANY</b>			
<b>Balance As At 31st March 2009</b>	397,477,570	133,882,343	531,359,913
Profit for the period	-	83,909,599	83,909,599
Dividend		(21,643,888)	(21,643,888)
<b>Balance As At 30th Sep 2009</b>	397,477,570	196,148,054	593,625,624
<b>Balance As At 31st March 2010</b>	397,477,570	220,320,541	617,798,111
Profit for the period		103,877,845	103,877,845
Dividend		(36,073,134)	(36,073,134)
Share Issue during the year	59,971,562		59,971,562
<b>Balance As At 30th Sep 2010</b>	<b>397,477,570</b>	<b>288,125,252</b>	<b>745,574,384</b>

**VIDULLANKA PLC**  
**CASH FLOW STATEMENT**

Year ended 30th Sep

	Group		Company		Group	Company
	30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010 (Audited)	31.03.2010 (Audited)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<b>CASH FLOWS FROM/(USED IN ) OPERATING ACTIVITIES</b>						
Profit/(Loss) on Ordinary Activities Before Tax	112,502,601	84,617,110	103,880,345	83,943,032	121,951,040	126,248,000
<b>Adjustments for</b>						
Depreciation	13,253,595	10,636,537	10,573,316	10,015,226	21,567,584	20,068,847
(Profit) /Loss on Disposal of Property ,Plant and Equipment	42,428	-	42,428	-	105,423	96,243
Insurance Claim	-	-	-	-	-	-
Profit from Divestment of Subsidiary	-	-	-	-	-	-
Provision for Retiring Gratuity	367,835	258,754	311,213	217,867	1,746,462	1,454,586
Provision fro site maintenance	-	-	-	-	1,000,000	1,000,000
Bad Debtors write off	142,252	-	142,252	-	40,619	40,614
Provision for Income Tax	2,500	-	2,500	-	129,347	129,347
Finance Cost	(13,237,012)	15,238,755	10,520,413	15,159,018	27,053,667	26,158,256
<b>Operating Profit/(Loss) Before Working Capital Changes</b>	<b>113,074,199</b>	<b>110,751,156</b>	<b>125,472,467</b>	<b>109,335,143</b>	<b>173,594,142</b>	<b>175,195,893</b>
(Increase)/Decrease in Inventories	(2,651,421)	499,999	-	-	1,038,090	-
(Increase)/Decrease in Trade & Other Receivable	(30,005,238)	(29,324,008)	(24,822,466)	(27,479,427)	(7,093,146)	(11,289,022)
Increase/(Decrease) in Other Payable	(23,488,009)	14,298,831	31,312	(3,200,011)	29,371,998	(341,914)
<b>Cash Generated from Operations</b>	<b>56,929,532</b>	<b>96,225,978</b>	<b>100,681,313</b>	<b>78,655,705</b>	<b>196,911,084</b>	<b>163,564,957</b>
Finance Cost	13,237,012	(15,238,755)	(10,520,413)	(15,159,018)	(26,929,354)	(26,083,947)
Defined Benefit Plan Costs paid	-	(15,664)	-	-	-	-
Income Tax paid	(2,193)	(790)	(2,193)	(790)	(2,780)	(2,780)
<b>Net Cash From Operating Activities</b>	<b>70,164,351</b>	<b>80,970,769</b>	<b>90,158,707</b>	<b>63,495,897</b>	<b>169,978,950</b>	<b>137,478,230</b>
<b>Net Cash From (Used In ) Investing Activities</b>						
Acquisition of Property , Plant & Equipment	(17,739,740)	(30,144,385)	(10,715,481)	(5,291,784)	(98,861,842)	(23,081,583)
Insurance Claim	-	-	-	-	561,702	561,702
Proceeds from sale of property plant & Equipments	-	45,000	-	-	441,000	396,000
Investment in Subsidiary/Joint Venture	-	-	(28,376,681)	-	-	(18,000,000)
<b>Net Cash Flow Used in Investing Activities</b>	<b>(17,739,740)</b>	<b>(30,099,385)</b>	<b>(39,092,162)</b>	<b>(5,291,784)</b>	<b>(97,859,140)</b>	<b>(40,123,881)</b>
<b>Cash From (Used in ) Financing Activities</b>						
Dividend Paid	(36,073,134)	(21,643,888)	(36,073,134)	(21,643,888)	(39,680,455)	(39,680,455)
Principal Payment Under Ijara Facilities/(Finance Leases)	(8,637,732)	(7,623,031)	(8,298,036)	(7,545,797)	(16,761,268)	(16,021,801)
Principal Payment Under Murabaha Facilities	-	(312,499)	-	-	(937,500)	-
Principal Payment Under Extended Murabaha Facilities	(6,516,694)	(4,890,103)	(6,516,694)	(4,890,103)	(10,891,941)	(10,692,104)
Principal Payment Under Murabaha Facilities/(Investment Facilities)	-	-	-	-	(16,501,240)	(16,501,240)
Principal Payment Under Diminishing Musharakah Facilities	(7,960,958)	(7,300,000)	(6,750,000)	(7,300,000)	(13,291,671)	(13,291,671)
Proceeds from Extended Murabaha Facilities	-	(5,000,000)	-	(5,000,000)	1,572,866	973,366
Proceeds from Murabaha Facilities	-	3,788,165	-	-	2,000,000	-
Principal Payment Diminishing Musharakaha Facilities	(2,000,000)	-	(2,000,000)	-	26,660,150	-
Proceeds from Murabaha Facility	8,000,000	-	8,000,000	973,365	-	-
Proceeds from Diminishing Musharakaha Facilities	2,428,000	547,500	-	-	-	-
<b>Net Cash From (Used In ) Financing Activities</b>	<b>(50,760,518)</b>	<b>(42,433,856)</b>	<b>(51,637,864)</b>	<b>(45,406,423)</b>	<b>(67,831,059)</b>	<b>(95,213,905)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>1,664,093</b>	<b>8,437,528</b>	<b>(571,319)</b>	<b>12,797,690</b>	<b>4,288,751</b>	<b>2,140,444</b>
<b>Cash &amp; Cash Equivalents at the beginning of period</b>	<b>11,832,352</b>	<b>7,543,601</b>	<b>9,295,444</b>	<b>7,155,000</b>	<b>7,543,601</b>	<b>7,155,000</b>
<b>Cash &amp; Cash Equivalents at end of period</b>	<b>13,496,445</b>	<b>15,981,129</b>	<b>8,724,125</b>	<b>19,952,690</b>	<b>11,832,352</b>	<b>9,295,444</b>

<b>Movement in cash and cash equivalents</b>						
Components of Cash and Cash Equivalents	132,500	8,437,528	82,500	82,500	132,500	82,500
Cash and Bank Balances	13,363,945	7,543,601	8,641,625	19,870,190	11,699,852	9,212,944
<b>At the end of the period</b>	<b>13,496,445</b>	<b>15,981,129</b>	<b>8,724,125</b>	<b>19,952,690</b>	<b>11,832,352</b>	<b>9,295,444</b>

# VIDULLANKA PLC

## EXPLANATORY NOTES

- 1 The above figures are provisional and subject to Audit.
- 2 Same Accounting policies as in the Annual Report for the year ended 31st March 2010 , have been followed in the preparation of the above interim financial statements.
- 3 The company has issued 378,767,900 shares
- 4 The company issued 1,803,656 ordinary shares at issue price of 33.25 under the Employee Share Option Scheme (ESOS) on 22nd June 2010. The Shares were issue to the trustee to the ESOS to held the share on behalf of eligible employee of the group under an Employee Share Option Scheme (ESOS).
- 5 The company declared Rs. 36,073,134 Final dividend of 1/= per share for the financial year 2009/10 on 21st July 2010.
- 6 The Company subdivided each existing shares into ten shares basis on the shareholding as at and of trading on 21st July 2010 thus increasing the number of shares of the company from 37,876,790 to 378,767,900.
- 7 No Circumstance have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the Finaacial Statement.

## ADDITIONAL NOTE

- 01 Name and the Number of shares held by the top 20 shareholders as at 30th Sep 2010

Name of Shareholders	Number of Shares	%
DR. THIRUGNANASAMBANDAR SENTHILVERL	84,191,500	22.23
BELMONT AGENTS LIMITED	63,860,000	16.86
WEMBLEY SPIRIT LIMITED	57,773,000	15.25
Mrs. REN LAN MATHER	20,000,600	5.28
TRUSTEES TO EMPLOYEE SHARE OPTION	18,036,560	4.76
ABC INTERNATIONAL LIMITED	15,950,000	4.21
Ms. YUMNA KUNIMOTO	15,881,250	4.19
EQUITY INVESTMENTS LIMITED	14,437,500	3.81
MRS. SABERA RIYAZ SANGANI	11,807,050	3.12
Mr. SUHAYB MUHAMMED SANGANI	11,705,010	3.09
MS. MOHAMED SHAFEE MOHIDEEN	10,285,000	2.72
DYNAWASH (PVT) LTD	8,757,000	2.31
MRS. ZAIBUNISSA MOHAMED SANGANI	7,824,000	2.07
LANKA EQUITIES (PRIVATE) LIMITED	7,538,330	1.99
Mrs. BIYAGAMAGE ROSHINI INDIRA SANGANI	5,875,500	1.55
Mr. RANJEET BHANWARLAL BARMECHA	5,676,390	1.50
Mrs. SHAZIA SHAHID SANGANI	1,756,000	0.46
Mr. FAUZAL KABEER MOHIDEEN	1,321,100	0.35
MRS SITHY FAZEENA SUBAIR	688,800	0.18
TRADE FIRST (PVT)LTD	613,700	0.16
	<b>363,978,290</b>	<b>96.10</b>

- 02 Public Share Holding 22%

- 03 None of the Directors including the Chief Executive Officer hold shares in the company except Mr Riyaz Mohamed Sangani who holds 10 shares, Mr. Shahid Mohamed Sangani who holds 12,930 shares, Dr. Senthilverl Thirugnanasambandar who holds shares 84,191,500 and Mrs B R I Sangani hold 5,875,500