

# **VIDULLANKA PLC**

## **(PQ 83)**



**INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED  
30th June 2010**

Registered office: Level 04, Access Towers, No. 278, Union Place, Colombo 2 Sri Lanka.  
Tel: 94 11 4760000 , / Fax: 94 4760076  
[www.vidullanka.com](http://www.vidullanka.com)

# VIDULLANKA PLC

## BALANCE SHEET

As at 30th June

	Group		Company		Group	Company
	30.06.2010	30.06.2009	30.06.2010	30.06.2009	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	663,932,580	590,619,169	577,521,129	576,784,426	662,417,410	578,532,533
Investments	-	-	50,412,412	32,412,412	-	50,412,412
Goodwill	6,687,412	6,687,412	-	-	6,687,411	-
	<b>670,619,992</b>	<b>597,306,581</b>	<b>627,933,541</b>	<b>609,196,838</b>	<b>669,104,821</b>	<b>628,944,945</b>
<b>Current Assets</b>						
Inventories	729,257	1,267,348	-	-	729,257	-
Trade & Other Receivables	184,086,721	93,665,287	207,598,807	110,739,899	74,500,975	94,879,976
Cash and Bank Balances	18,434,739	14,468,640	16,573,218	8,428,345	12,283,019	9,295,444
	203,250,717	109,401,275	224,172,025	119,168,244	87,513,251	104,175,420
<b>Total Assets</b>	<b>873,870,708</b>	<b>706,707,856</b>	<b>852,105,566</b>	<b>728,365,082</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	232,672,608	139,304,869	272,905,939	178,893,641	175,806,242	220,320,541
<b>Total Equity</b>	<b>690,121,740</b>	<b>536,782,439</b>	<b>730,355,071</b>	<b>576,371,211</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.	78,165,483	129,387,991	50,871,375	128,425,722	85,447,848	56,194,175
Defined Benefit Liability	3,618,316	1,819,213	3,142,008	1,640,975	3,434,842	2,986,845
	81,783,799	131,207,204	54,013,383	130,066,697	88,882,690	59,181,020
<b>Current Liabilities</b>						
Other Payables	43,614,509	20,318,874	15,763,489	6,425,934	45,028,684	11,088,087
Current Portion of Ijara (Finance Leases), Murabaha (Trade Finance) & Mudarabaha Investment Facilities,Diminishing Musharaka-Property Diminishing Musharaka-Vehicle.	58,350,661	18,399,339	51,973,623	15,501,240	49,422,886	45,053,147
	101,965,170	38,718,213	67,737,112	21,927,174	94,451,570	56,141,234
<b>Total Equity and Liabilities</b>	<b>873,870,708</b>	<b>706,707,856</b>	<b>852,105,566</b>	<b>728,365,082</b>	<b>756,618,072</b>	<b>733,120,365</b>

Net Asset Value Per Share (Rs) 18.22 14.88 19.28 15.98 15.89 17.13

No of Issued Share 37,876,790 36,073,134 37,876,790 36,073,134 36,073,134 36,073,134

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  
14th July 2010

# VIDULLANKA PLC

## INCOME STATEMENT

	For The Three Months Ended						Year Ended 31.03.2010	
	Group			Company			Group	Company
	30.06.2010 Rs.	30.06.2009 Rs.	Variance	30.06.2010 Rs.	30.06.2009 Rs.	Variance	(Audited) Rs.	(Audited) Rs.
Revenue	101,491,177	84,345,327	20.33%	85,380,085	74,769,833	14.19%	324,879,065	250,053,043
Cost of Sales	(16,142,435)	(10,910,632)	47.95%	(9,810,744)	(5,493,699)	78.58%	(100,601,557)	(38,552,030)
<b>Gross Profit</b>	<b>85,348,742</b>	<b>73,434,695</b>	<b>16.22%</b>	<b>75,569,341</b>	<b>69,276,134</b>	<b>9.08%</b>	<b>224,277,508</b>	<b>211,501,013</b>
Other Income	95,434	29,996	218.16%	95,434	38,204	149.80%	907,035	910,958
Administrative Expenses	(21,876,698)	(19,241,888)	13.69%	(17,793,158)	(15,932,440)	11.68%	(76,179,836)	(60,005,715)
Finance Expenses	(6,698,612)	(8,582,938)	-21.95%	(5,283,719)	(8,370,600)	-36.88%	(27,053,667)	(26,158,256)
<b>Profit Before Tax</b>	<b>56,868,866</b>	<b>45,639,865</b>	<b>24.60%</b>	<b>52,587,898</b>	<b>45,011,298</b>	<b>16.83%</b>	<b>121,951,040</b>	<b>126,248,000</b>
Income Tax Expense	(2,500)	-	0.00%	(2,500)	-	0.00%	(129,347)	(129,347)
<b>Profit for the year</b>	<b>56,866,366</b>	<b>45,639,865</b>	<b>24.60%</b>	<b>52,585,398</b>	<b>45,011,298</b>	<b>16.83%</b>	<b>121,821,693</b>	<b>126,118,653</b>

Earnings Per Share 1.50 1.27 - - 3.38 -

INFORMATION OF SHARES	Date	2010 (Rs.)	Date	2009 (Rs.)
Market prices recorded during the 3 months ended 30th June 2010				
Highest Price	11.06.2010	58.00	03.06.2009	29.75
Lowest Price	21.05.2010	33.00	06.05.2009	20.50
Last Price	30.06.2010	44.25	30.06.2009	25.75

# 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		45,639,865	45,639,865
<b>Balance As At 30th June 2009</b>	397,477,570	139,304,869	536,782,439
<b>Balance As At 31st March 2010</b>	397,477,570	175,806,242	573,283,812
Profit for the period		56,866,366	56,866,366
Share Issue during the year	59,971,562		59,971,562
<b>Balance As At 30th June 2010</b>	<b>457,449,132</b>	<b>232,672,608</b>	<b>690,121,740</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	-	45,011,298	45,011,298
<b>Balance As At 30th June 2009</b>	397,477,570	178,893,641	576,371,211
<b>Balance As At 31st March 2010</b>	397,477,570	220,320,541	617,798,111
Profit for the period		52,585,398	52,585,398
Share Issue during the year	59,971,562		59,971,562
<b>Balance As At 30th June 2010</b>	<b>457,449,132</b>	<b>272,905,939</b>	<b>730,355,071</b>

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

Year ended 30th June

	Group		Company		Group	Company
	30.06.2010	30.06.2009	30.06.2010	30.06.2009	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) from Ordinary Activities Before Tax	56,866,366	45,639,865	52,587,898	45,011,298	121,951,040	126,248,000
<b>Adjustments for</b>						
Depreciation	6,508,095	5,108,628	5,195,928	4,861,191	21,567,584	20,068,847
(Profit) /Loss on Disposal of Property ,Plant and Equipment	42,428	9,180	42,428	-	105,423	96,243
Insurance Claim	-	-	-	-	-	-
Profit from Divestment of Subsidiary	-	-	-	-	-	-
Provision for Retiring Gratuity	183,474	130,832	155,163	108,715	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	6,698,612	8,582,938	5,283,719	8,370,600	27,053,667	26,158,256
<b>Operating Profit/(Loss) Before Working Capital Changes</b>	<b>70,443,727</b>	<b>59,471,443</b>	<b>63,409,888</b>	<b>58,351,804</b>	<b>173,594,142</b>	<b>175,195,893</b>
(Increase)/Decrease in Inventories	-	499,999	-	-	1,038,090	-
(Increase)/Decrease in Trade & Other Receivable	(44,574,184)	(26,310,834)	(47,707,269)	(26,688,843)	(7,093,146)	(11,289,022)
Increase/(Decrease) in Other Payable	(1,414,176)	4,662,188	4,675,402	(5,004,067)	29,371,998	(341,914)
<b>Cash Generated from Operations</b>	<b>24,455,368</b>	<b>38,322,796</b>	<b>20,378,021</b>	<b>26,658,894</b>	<b>196,911,084</b>	<b>163,564,957</b>
Finance Cost	(6,698,612)	(8,582,938)	(5,283,719)	(8,370,600)	(26,929,354)	(26,083,947)
Defined Benefit Plan Costs paid	-	-	-	-	-	-
Income Tax paid	-	-	-	-	(2,780)	(2,780)
<b>Net Cash From Operating Activities</b>	<b>17,756,756</b>	<b>29,739,858</b>	<b>15,094,302</b>	<b>18,288,294</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	(8,039,165)	(11,691,682)	(5,466,693)	(3,375,228)	(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	-	-	-	-	-	(18,000,000)
Divestment of Subsidiary	-	-	-	-	-	-
<b>Net Cash Flow Used in Investing Activities</b>	<b>(8,039,165)</b>	<b>(11,646,682)</b>	<b>(5,466,693)</b>	<b>(3,375,228)</b>	<b>(97,859,140)</b>	<b>(40,123,881)</b>
<b>Cash From (Used in ) Financing Activities</b>						
Dividend Paid	-	-	-	-	(39,680,455)	(39,680,455)
Principal Payment Under Ijara Facilities(Finance Leases)	(5,359,451)	(3,920,236)	(4,851,336)	(3,889,519)	(16,761,268)	(16,021,801)
Principal Payment Under Murabaha Facilities	-	(312,499)	-	-	(937,500)	-
Principal Payment Under Extended Murabaha Facilities	(3,244,980)	(2,375,202)	(3,098,499)	(2,375,202)	(10,891,941)	(10,692,104)
Principal Payment Under Mudarabaha Facilities(Trade Facilities)	-	-	-	-	(16,501,240)	(16,501,240)
Principa; Payment Under Dimishing Musharakah Facilities	(2,510,774)	(3,375,000)	(2,400,000)	(3,375,000)	(13,291,671)	(13,291,671)
Proceed from Extended Murabaha Facilities	-	(4,000,000)	-	(4,000,000)	1,572,866	973,366
Proceed from Murabaha Facilities	-	2,814,800	-	-	2,000,000	-
Proceed from Diminishing Musharakaha Facilities	-	-	-	-	26,660,150	-
Proceed from Mudarabaha Facilities	8,000,000	-	8,000,000	-	-	-
	-	-	-	-	-	-
<b>Net Cash From (Used In ) Financing Activities</b>	<b>(3,115,205)</b>	<b>(11,168,137)</b>	<b>(2,349,835)</b>	<b>(13,639,721)</b>	<b>(67,831,059)</b>	<b>(95,213,905)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>6,602,387</b>	<b>6,925,039</b>	<b>7,277,774</b>	<b>1,273,345</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>18,434,739</b>	<b>14,468,640</b>	<b>16,573,218</b>	<b>8,428,345</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	125,000	82,500	82,500	132,500	82,500
Cash and Bank Balances	18,302,239	14,343,640	16,490,718	8,345,845	11,699,852	9,212,944
<b>At the end of the period</b>	<b>18,434,739</b>	<b>14,468,640</b>	<b>16,573,218</b>	<b>8,428,345</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 37,876,790 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 declare a final dividend of Rs. 1/= per share for the Financial Year 2009/2010.
- 6 There are no significant commitment and contingencies as at the Balance Sheet date

## ADDITIONAL NOTE

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

	Name of Shareholders	Number of Shares	%
1	BELMONT AGENTS LIMITED	6,386,000	16.86
2	DR. THIRUGNANASAMBANDAR SENTHILVERL	6,181,010	16.32
3	WEMBLEY SPIRIT LIMITED	5,777,300	15.25
4	Mrs. REN LAN MATHER	2,000,060	5.28
5	TRUSTEES TO EMPLOYEE SHARE OPTION	1,803,656	4.76
6	ABC INTERNATIONAL LIMITED	1,595,000	4.21
7	Ms. YUMNA KUNIMOTO	1,588,125	4.19
8	EQUITY INVESTMENTS LIMITED	1,443,750	3.81
9	MRS. SABERA RIYAZ SANGANI	1,229,015	3.24
10	GROWTH LANKA (PVT) LIMITED	1,187,600	3.14
11	Mr. SUHAYB MUHAMMED SANGANI	1,170,501	3.09
12	MS. MOHAMED SHAFEE MOHIDEEN	1,028,500	2.72
13	AMANA INVESTMENTS LIMITED	912,812	2.41
14	DYNAWASH (PVT) LTD	886,200	2.34
15	MRS. ZAIBUNISSA MOHAMED SANGANI	820,800	2.17
16	LANKA EQUITIES (PRIVATE) LIMITED	753,833	1.99
17	Mrs. BIYAGAMAGE ROSHINI INDIRA SANGANI	587,550	1.55
18	Mr. RANJEET BHANWARLAL BARMECHA	567,639	1.50
19	Mrs. SHAZIA SHAHID SANGANI	186,400	0.49
20	Mr. FAUZAL KABEER MOHIDEEN	181,500	0.48
		<b>36,287,251</b>	<b>95.80</b>

- 02 Public Share Holding 25%

- 03 None of the Directors including the Chief Executive Officer hold shares in the company except Mr Riyaz Mohamed Sangani who holds 65,200 shares, Mr. Shahid Mohamed Sangani who holds 1,292 shares, Dr. Senthilverl Thirugnanasambandar who holds shares 6,181,010 and Mrs B R I Sangani hold 587,550.