

# VIDULLANKA PLC (PQ 83)



## INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31<sup>st</sup> March 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 31st March

	Group		Company	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
	Rs.	Rs.	Rs.	Rs.
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property, Plant & Equipment	662,417,410	578,532,533	584,207,848	578,850,369
Intangibles	6,087,411	59,412,412	-	32,412,412
Goodwill	-	-	6,737,412	-
<b>669,104,821</b>	<b>637,944,945</b>	<b>637,944,945</b>	<b>590,945,260</b>	<b>611,262,781</b>
<b>Current Assets</b>				
Inventories	729,257	-	1,767,347	-
Trade & Other Receivables	74,500,975	13,358,119	67,407,829	25,399,254
Amount Due from Related Parties	12,283,019	81,521,857	-	58,819,730
Cash and Bank Balances	3,434,842	9,295,444	7,343,603	7,155,000
<b>87,513,251</b>	<b>104,175,420</b>	<b>78,718,777</b>	<b>90,745,954</b>	<b>91,373,984</b>
<b>Total Assets</b>	<b>756,618,072</b>	<b>742,120,365</b>	<b>681,693,037</b>	<b>702,636,765</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and Reserves</b>				
Stated Capital	397,477,570	397,477,570	397,477,570	397,477,570
Retained Earnings	175,806,242	220,320,541	93,665,004	133,882,343
<b>Total Equity</b>	<b>573,283,812</b>	<b>617,798,111</b>	<b>491,142,574</b>	<b>531,359,913</b>
<b>Non-Current Liabilities</b>				
Deferred Benefit Liability	85,447,848	56,194,175	99,698,884	99,698,882
<b>85,447,848</b>	<b>56,194,175</b>	<b>99,698,884</b>	<b>99,698,882</b>	<b>99,698,882</b>
<b>Current Liabilities</b>				
Other Payables	45,028,684	11,088,087	15,856,668	11,430,001
Current Portion of (I) Finance Leases, (II) Trade Finance & (III) Motorbikes Investment Facilities, (IV) Deminishing Motorbikes-Property & (V) Deminishing Motorbikes-Vehicle	49,422,850	45,053,147	59,477,514	57,987,620
<b>94,451,534</b>	<b>56,141,234</b>	<b>75,334,202</b>	<b>69,617,621</b>	<b>69,617,621</b>
<b>Total Equity and Liabilities</b>	<b>756,618,072</b>	<b>742,120,365</b>	<b>681,693,037</b>	<b>702,636,765</b>
<b>Net Asset Value Per Share (Rs)</b>	15.89	17.13	13.62	14.73
<b>No of Issued Share</b>	36,073,134	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

*Sudha Thalgala*  
Sudha Thalgala  
Finance Manager

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

*Royce M Sangma*  
Royce M Sangma  
Managing Director

*M. Zubair Ghossein*  
M. Zubair Ghossein  
Director

Colombo  
24th May 2010

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### VIDULLANKA PLC

#### INCOME STATEMENT

	For The Three Months Ended						For The Year Ended					
	31.03.2010		Variance	31.03.2009		Variance	2010		Variance	2009		Variance
	Rs.	Rs.		Rs.	Rs.		Rs.	Rs.		Rs.	Rs.	
Revenue	45,228,024	21,791,460	107.5%	23,288,521	20,434,697	13.50%	324,879,065	250,033,043	29.50%	236,265,947	183,687,324	
Cost of Sales	(20,911,444)	(9,431,506)	129.4%	(9,381,249)	(6,129,680)	53.00%	(100,601,517)	(88,512,030)	(75,949,014)	(31,277,833)		
<b>Gross Profit</b>	<b>24,316,580</b>	<b>12,359,954</b>	<b>91.76%</b>	<b>13,907,272</b>	<b>14,305,017</b>	<b>-2.79%</b>	<b>224,277,548</b>	<b>161,521,013</b>	<b>154,316,933</b>	<b>152,409,491</b>		
Other Income	221,073	319,646	-30.84%	224,996	319,067	-29.40%	907,031	910,918	7,421,656	7,421,106		
Administrative Expenses	(2,216,913)	(18,713,611)	34.97%	(17,742,770)	(15,286,110)	16.11%	(76,719,816)	(60,005,713)	(9,811,889)	(48,419,724)		
Selling & Distribution Expenses	-	(1,317,441)	0.00%	-	-	0.00%	-	-	-	-		
Finance Expenses	(1,619,497)	(7,688,716)	-34.72%	(4,898,802)	(7,546,488)	-35.08%	(27,013,687)	(26,118,256)	(3,623,171)	(3,346,800)		
Disposal Profit of Subsidiary	-	5,017,189	-	-	5,017,189	-	-	-	-	-		
<b>Profit Before Tax</b>	<b>(5,776,765)</b>	<b>(5,762,655)</b>	<b>-0.44%</b>	<b>(5,914,806)</b>	<b>(1,176,115)</b>	<b>336.00%</b>	<b>121,891,040</b>	<b>124,248,009</b>	<b>68,453,148</b>	<b>82,084,873</b>		
Income Tax Expense	(96,773)	(278)	322.53%	(4,099)	(278)	3396%	(128,347)	(128,347)	(39,680,455)	(39,126)		
<b>Profit for the year</b>	<b>(5,873,538)</b>	<b>(5,762,933)</b>	<b>-0.40%</b>	<b>(6,009,905)</b>	<b>(1,176,403)</b>	<b>336.00%</b>	<b>121,762,693</b>	<b>124,119,662</b>	<b>68,393,842</b>	<b>81,914,747</b>		
Example Per Share - Basic - Restated	0.16	0.17	-	-	-	3.38	-	1.90	-			
Dividend Per Share	0.50	0.60	-	-	-	0.50	-	0.60	-			

INFORMATION OF SHARES	2010	2009	2010	2009
Market price recorded during the 3 months ended 31st March 2010	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Highest Price	18.200	18.00	17.500	22.50
Lowest Price	23.100	31.50	31.600	19.90
Last Price	33.000	31.50	33.000	31.60

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### VIDULLANKA PLC

#### STATEMENT OF CHANGES IN EQUITY

Year ended 31st March 2010	Statel	Accumulated	Total
	Rs	Rs	Rs
<b>GROUP</b>			
<b>Balance As At 01st April 2008</b>	<b>397,477,570</b>	<b>43,307,729</b>	<b>440,785,299</b>
Profit for the year	68,393,842	(18,036,567)	68,393,842
Dividends	-	-	-
<b>Balance As At 31st March 2009</b>	<b>397,477,570</b>	<b>93,665,004</b>	<b>491,142,574</b>
Profit for the year	-	121,821,693	121,821,693
Shares issued during the year-For Non Cash	-	(39,680,455)	(39,680,455)
<b>Balance As At 31st March 2010</b>	<b>397,477,570</b>	<b>175,806,242</b>	<b>573,283,812</b>
<b>COMPANY</b>			
<b>Balance As At 01st April 2008</b>	<b>397,477,570</b>	<b>70,004,163</b>	<b>467,481,733</b>
Profit for the year	-	81,914,747	81,914,747
Dividends	-	(18,036,567)	(18,036,567)
<b>Balance As At 31st March 2009</b>	<b>397,477,570</b>	<b>133,882,343</b>	<b>531,359,913</b>
Profit for the year	-	126,118,653	126,118,653
Dividends	-	(39,680,455)	(39,680,455)
<b>Balance As At 31st March 2010</b>	<b>397,477,570</b>	<b>220,320,541</b>	<b>617,798,111</b>

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### VIDULLANKA PLC

#### CASH FLOW STATEMENT

Year ended 31st March

	Group		Company	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
	Rs.	Rs.	Rs.	Rs.
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>				
Profit/(Loss) from Ordinary Activities Before Tax	121,951,040	126,248,000	68,481,108	82,004,073
<b>Adjustments for</b>				
Depreciation	21,567,584	20,060,847	19,213,668	18,483,014
Loss/(Profit) on Disposal of Property, Plant & Equipment	105,423	96,343	665,195	665,195
Insurance Claims	-	-	(2,438,550)	(2,438,550)
Profit from Disposal of Subsidiary	-	-	(5,037,589)	(5,037,589)
Provision for Retiring Gratuity	1,746,482	1,454,588	283,804	239,184
Provision for Share Redemption	1,000,000	1,000,000	-	-
Stock Write off	46,819	-	131,741	-
Bad Debts Written off	129,347	-	-	-
Provision for income tax	27,053,667	26,158,256	33,623,571	33,346,800
Finance Costs	175,894,142	175,195,893	116,118,708	127,200,127
<b>(Increase)/Decrease in Inventories</b>	<b>1,038,090</b>	<b>-</b>	<b>3,418,999</b>	<b>-</b>
<b>(Increase)/Decrease in Trade &amp; Other Receivables</b>	<b>(7,893,146)</b>	<b>12,041,105</b>	<b>(17,823,328)</b>	<b>(19,979,282)</b>
<b>(Increase)/Decrease in Amount Due from Related Parties</b>	<b>29,371,998</b>	<b>-</b>	<b>(343,916)</b>	<b>(39,680,455)</b>
<b>(Increase)/Decrease in Other Payables</b>	<b>196,911,054</b>	<b>163,566,957</b>	<b>102,426,045</b>	<b>100,424,880</b>
<b>Cash Generated from Operations</b>	<b>(26,829,354)</b>	<b>(26,083,947)</b>	<b>(32,072,819)</b>	<b>(31,746,049)</b>
Finance Costs	-	-	(300,000)	(300,000)
Defined Benefit Plan Cost	-	(2,780)	(125,573)	(125,573)
Income Tax Paid	-	-	(128,347)	(128,347)
<b>Net Cash From Operating Activities</b>	<b>169,978,950</b>	<b>137,478,230</b>	<b>69,828,583</b>	<b>68,253,258</b>
<b>Net Cash From (Used In) Investing Activities</b>				
Acquisition of Property, Plant & Equipment	(88,856,949)	(11,076,099)	(17,497,764)	(14,118,650)
Investment in New project	(16,761,268)	(16,021,801)	(14,352,747)	(4,539,531)
Insurance Claims	561,702	561,702	2,438,550	-
Proceeds from Sale of Property, Plant & Equipment	441,000	396,000	-	2,438,550
Investment in Subsidiary Joint Venture	-	(18,000,000)	(14,518,222)	(14,518,222)
Divestment of Subsidiary	-	-	6,000,000	6,000,000
<b>Net Cash Flow (Used In) Investing Activities</b>	<b>(97,859,140)</b>	<b>(40,123,881)</b>	<b>(28,713,587)</b>	<b>(25,214,423)</b>
<b>Cash From (Used In) Financing Activities</b>				
Dividend Payments	(39,680,455)	(39,680,455)	(18,036,567)	(18,036,567)
Principal Payment Under (I) Finance Leases	(16,761,268)	(16,021,801)	(14,352,747)	(13,679,214)
Principal Payment Under Motorbikes Facilities	(10,891,941)	(10,891,941)	(8,130,583)	(8,130,583)
Principal Payment Under Deminishing Motorbikes Facilities	(16,501,240)	(16,501,240)	(17,202,341)	(17,202,341)
Principal Payment Under Deminishing Motorbikes Facilities	(13,291,671)	(13,291,671)	(2,580,000)	(2,580,000)
Principal Payment Motorbikes Facilities (Trade Finance)	(937,500)	-	5,975,000	4,725,000
Proceeds from Extended Motorbikes Facilities	1,572,866	973,366	-	-
Proceeds from (I) Finance Leases	26,660,150	-	-	-
Proceeds from Deminishing Motorbikes Facilities	2,000,000	-	-	-
Proceeds from Motorbikes Facilities	(67,831,059)	(95,213,905)	(54,599,738)	(54,773,705)
<b>Net Cash From (Used In) Financing Activities</b>	<b>4,288,751</b>	<b>2,140,444</b>	<b>(13,444,772)</b>	<b>(13,734,750)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>7,443,601</b>	<b>7,155,000</b>	<b>20,888,373</b>	<b>18,889,870</b>
<b>Cash &amp; Cash Equivalents at the beginning of period</b>	<b>11,832,352</b>	<b>9,295,444</b>	<b>7,543,601</b>	<b>7,155,000</b>

Movement in cash and cash equivalents	2010	2009	2010	2009
Components of Cash and Cash Equivalents	(Rs.)	(Rs.)	(Rs.)	(Rs.)
Cash and Bank Balances	975,000	82,500	132,500	82,500
At the end of the period	11,832,352	9,295,444	7,543,601	7,155,000

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### VIDULLANKA PLC

#### EXPLANATORY NOTES

- The above figures are provisional and subject to Audit.
- Same Accounting policies as in the Annual Report for the year ended 31st March 2009, have been followed in the preparation of the above interim financial statements.
- The company has issued 36,073,134 shares
- The company declared Rs. 18,036,567 interim dividend of cents 50 per share for the financial year 2009/10 on 28th December 2009.
- 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 31st March 2010

Name of Shareholders	Number of Shares	%
1 BELMONT AGENTS LIMITED	6,341,000	17.58
2 DR.THIRUGANASAMBANDAR SENTHILVERL	6,181,010	17.13
3 WEMBLEY SPIRIT LIMITED	5,777,300	16.02
4 Mrs.REN LAN MATHER	2,000,060	5.44
5 ABC INTERNATIONAL LIMITED	1,595,000	4.52
6 Ms. YUMNA KUNIMOTO	1,588,125	4.40
7 GROWTH LANKA (PVT) LIMITED	1,535,000	4.26
8 EQUITY INVESTMENTS LIMITED	1,443,750	4.00
9 MRS. SABERA RIYAZ SANGANI	1,183,215	3.28
10 Mr. SUHAYB MUHAMMED SANGANI	1,170,501	3.24
11 MS. MOHAMED SHAFEE MOHIDEEN	1,052,700	2.92
12 DYNAWASH (PVT) LTD	956,600	2.65
13 LANKA EQUITIES (PRIVATE) LIMITED	947,233	2.63
14 AMANA INVESTMENTS LIMITED	930,912	2.58
15 MRS. ZA		