

VIDULLANKA PLC

(PQ 83)



**INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
30th September 2013**

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

Statement of Financial Position

As at 30th Sep

	Group	Company	Group	Company
	30.09.2013	30.09.2013	31.03.2013	31.03.2013
	Rs.	Rs.	(Audited) Rs.	(Audited) Rs.
ASSETS				
Non-Current Assets				
Property , Plant & Equipment	1,351,628,190	553,801,788	1,094,862,958	519,783,404
Investments in Subsidiaries & Joint Ventures	-	296,198,350	-	244,923,350
Other Project Investments	145,971,810	145,971,810	94,583,714	94,583,714
Goodwill	56,876,963	-	56,501,963	-
	1,554,476,963	995,971,948	1,245,948,635	859,290,468
Current Assets				
Inventories	704,404	-	704,404	-
Trade & Other Receivables	248,898,067	400,852,468	174,784,793	336,863,956
Other Financial Assets	42,140,700	42,140,700	65,047,893	65,047,893
Cash and Bank Balances	12,605,113	9,287,159	39,890,252	20,477,270
	304,348,284	452,280,327	280,427,342	422,389,119
Total Assets	1,858,825,247	1,448,252,275	1,526,375,977	1,281,679,587
EQUITY AND LIABILITIES				
Capital and Reserves				
Stated Capital	829,258,508	829,258,508	829,258,508	829,258,508
Treasury Shares	(46,549,714)	-	(46,618,722)	-
Retaining Earnings	386,532,391	339,909,308	273,238,059	260,061,622
Equity attributable to Equity Holders of the Parent	1,169,241,185	1,169,167,816	1,055,877,845	1,089,320,130
Non Controlling Interest	913,108	-	1,362,852	-
Total Equity	1,170,154,293	1,169,167,816	1,057,240,697	1,089,320,130
Non- Current Liabilities				
Interest-Bearing Loans and Borrowings	486,126,918	184,371,662	294,210,005	126,492,123
Defined Benefit Liability	11,358,244	8,552,165	10,249,770	7,792,152
Deferred Taxation	6,750,631	6,750,631	2,727,049	2,727,049
	504,235,793	199,674,458	307,186,824	137,011,324
Current Liabilities				
Trade and Other Payables	118,298,590	30,733,637	101,561,647	12,730,825
Interest-Bearing Loans and Borrowings	57,799,389	43,193,960	56,553,031	42,617,308
Income Tax Liability	8,337,182	5,482,404	3,833,778	-
	184,435,161	79,410,001	161,948,456	55,348,133
Total Equity and Liabilities	1,858,825,247	1,448,252,275	1,526,375,977	1,281,679,587

Net Asset Value Per Share (Rs) 2.45 2.45 2.21 2.28

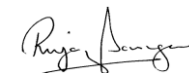
No of Issued Shares 477,269,193 477,269,193 477,269,193 477,269,193

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

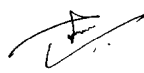


Mafaz Ansar
Head of Finance

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
08th Nov 2013

Vidullanka PLC

Statement of Comprehensive Income-Group

As at 30th Sep

	Quarter ended 30th Sep			Six months ended 30th Sep			Year Ended 31.03.2013
	Group			Group			Group
	2013 Rs.	2012 Rs.	Variance	2013 Rs.	2012 Rs.	Variance	(Audited) Rs.
Revenue	163,277,890	71,174,462	129.41%	322,550,108	145,706,042	121.37%	349,167,342
Cost of Sales	(35,271,218)	(18,562,671)	-90.01%	(78,240,260)	(41,212,430)	-89.85%	(90,891,310)
Gross Profit	128,006,672	52,611,791	143.30%	244,309,848	104,493,613	133.80%	258,276,032
Other Income	507,203	6,185,956	-91.80%	176,540	9,854,787	-98.21%	12,845,406
Administrative Expenses	(36,007,177)	(30,968,741)	-16.27%	(66,691,887)	(58,774,499)	-13.47%	(130,064,186)
Finance Cost	(11,138,763)	(7,576,763)	-47.01%	(25,495,091)	(13,412,756)	-90.08%	(31,373,713)
Finance Income	43,877	245,299	-82.11%	981,384	490,597	100.04%	9,040,994
Profit Before Tax	81,411,811	20,497,541	297.18%	153,280,793	42,651,741	259.38%	118,724,533
Income Tax Expense	(8,911,032)	(1,708,343)	-421.62%	(14,714,897)	(2,871,555)	-412.44%	(9,166,312)
Profit for the period	72,500,779	18,789,198	285.86%	138,565,896	39,780,186	248.33%	109,558,221
Other Comprehensive Income							
Net Actuarial Gain/(Loss) on Defined Benefit Plan	(306,437)	87,709	-449.38%	(406,646)	187,918	-316.40%	400,835
Income Tax on Other Comprehensive Income	36,772	(24,558)	249.73%	48,797	(52,617)	192.74%	(48,100)
Other Comprehensive Income for the Year, Net of Tax	(269,664)	63,150	-527.02%	(357,848)	135,301	-364.48%	352,735
Total Comprehensive Income for the Year, Net of Tax	72,231,115	18,852,348	283.14%	138,208,048	39,915,487	246.25%	109,910,956
Profit attributable to :							
Equity Holders of the Parent	71,960,914	18,107,332	297.41%	137,477,575	38,416,455	257.86%	106,830,758
Non-Controlling Interest	539,865	681,866	-20.83%	1,088,321	1,363,732	-20.20%	2,727,463
	72,500,779	18,789,198	285.86%	138,565,896	39,780,186	248.33%	109,558,221
Total Comprehensive Income attributable to :							
Equity Holders of the Parent	71,747,319	18,165,982	294.95%	137,157,792	38,542,753	255.86%	107,165,489
Non-Controlling Interest	483,796	686,367	-29.51%	1,050,256	1,372,734	-23.49%	2,745,467
Total Comprehensive Income for the Year	72,231,115	18,852,348	283.14%	138,208,048	39,915,487	246.25%	109,910,956

Earnings Per Share	0.15	0.04	0.29	0.08	0.23
Weighted Average No of Shares	477,269,193	454,577,251	477,269,193	454,577,251	465,351,662

Vidullanka PLC

Statement of Comprehensive Income-Company

As at 30th Sep

	Quarter ended 30th Sep			Six months ended 30th Sep			Year Ended 31.03.2013
	Company			Company			Company
	2013 Rs.	2012 Rs.	Variance	2013 Rs.	2012 Rs.	Variance	(Audited) Rs.
Revenue	93,164,886	47,235,919	97.23%	174,227,603	95,165,956	83.08%	208,023,156
Cost of Sales	(9,786,715)	(8,071,997)	-21.24%	(19,826,525)	(16,163,911)	-22.66%	(33,236,330)
Gross Profit	83,378,171	39,163,922	112.90%	154,401,078	79,002,046	95.44%	174,786,826
Other Income	14,548,659	6,185,956	135.19%	16,750,141	9,854,787	69.97%	21,494,929
Administrative Expenses	(23,865,719)	(22,135,875)	-7.81%	(44,149,100)	(42,635,567)	-3.55%	(87,528,146)
Finance Cost	(7,277,304)	(6,898,444)	-5.49%	(14,013,318)	(12,057,513)	-16.22%	(24,108,922)
Finance Income	1,680,429	2,078,272	-19.14%	4,198,385	4,156,544	1.01%	16,372,887
Profit Before Tax	68,464,236	18,393,830	272.21%	117,187,186	38,320,296	205.81%	101,017,574
Income Tax Expense	(8,267,829)	(1,669,818)	-395.13%	(13,354,475)	(2,833,030)	-371.38%	(5,526,270)
Profit for the period	60,196,407	16,724,012	259.94%	103,832,711	35,487,266	192.59%	95,491,304
Other Comprehensive Income							
Net Actuarial Gain/(Loss) on Defined Benefit Plan	(69,072)	56,571	-222.10%	(138,143)	125,643	-209.95%	276,285
Income Tax on Other Comprehensive Income	8,288	(15,840)	152.32%	16,577	(35,180)	147.12%	(33,154)
Other Comprehensive Income for the Year, Net of Tax	(60,783)	40,731	-249.23%	(121,565)	90,463	-234.38%	243,131
Total Comprehensive Income for the Year, Net of Tax	60,135,624	16,764,744	258.70%	103,711,146	35,577,728	191.51%	95,734,435

Earnings Per Share	0.13	0.04	0.22	0.08	0.21
Weighted Average No of Shares	477,269,193	454,577,251	477,269,193	454,577,251	465,351,662

VIDULLANKA PLC

Statement of Changes In Equity

As at 30th Sep

GROUP	Stated Capital Rs	Treasury Shares Rs	Retained Earnings Rs	Non-Controlling Interest Rs	Total Rs
Balance As At 1st April 2012	673,887,932	(47,996,365)	189,936,030	(1,382,615)	814,444,982
Profit for the Year	-	-	38,416,455	1,363,732	39,780,186
Other Comprehensive Income	-	-	126,299	9,002	135,301
Total Comprehensive Income for the Year	-	-	38,542,753	1,372,734	39,915,487
Right Issue	155,370,576	-	-	-	155,370,576
Balance As At 30th Sep 2012	829,258,508	(47,996,365)	228,478,783	(9,882)	1,009,731,045
Balance As At 1st April 2013	829,258,508	(46,618,722)	273,238,059	1,362,852	1,057,240,697
Profit for the period	-	-	137,477,575	1,088,321	138,565,896
Other Comprehensive Income	-	-	(319,783)	(38,065)	(357,848)
Total Comprehensive Income for the Year	-	-	137,157,792	1,050,256	138,208,048
Share Purchased by the Employees	-	69,008	-	-	69,008
Dividend	-	-	(23,863,460)	(1,500,000)	(25,363,460)
Balance As At 30th Sep 2013	829,258,508	(46,549,714)	386,532,391	913,108	1,170,154,293

COMPANY	Stated Capital Rs	Retained Earnings Rs	Total Rs
Balance As At 1st April 2012	673,887,932	188,190,648	862,078,580
Profit for the Year	-	35,487,266	35,487,266
Other Comprehensive Income	-	90,463	90,463
Total Comprehensive Income for the Year	-	35,577,728	35,577,728
Right Issue	155,370,576	-	155,370,576
Balance As At 30th Sep 2012	829,258,508	223,768,376	1,017,449,156
Balance As At 1st April 2013	829,258,508	260,061,622	1,089,320,130
Profit for the period	-	103,832,711	103,832,711
Other Comprehensive Income	-	(121,565)	(121,565)
Total Comprehensive Income for the Year	-	103,711,146	103,711,146
Dividend	-	(23,863,460)	(23,863,460)
Balance As At 30th Sep 2013	829,258,508	339,909,308	1,169,167,816

VIDULLANKA PLC

Statement of Cash Flow

Year ended 30th Sep

	Group		Company		Group	Company
	30.09.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013 (Audited)	31.03.2013 (Audited)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES						
Profit from Ordinary Activities Before Tax	153,280,793	42,651,742	117,187,186	38,320,296	118,724,533	101,017,574
Adjustments for	-	-	-	-	-	-
Depreciation	20,168,770	15,414,274	12,259,528	11,517,320	31,780,018	21,159,435
(Profit) /Loss on Disposal of Property, Plant and Equipment	110,476	-	-	-	(559,502)	-
Provision for Retiring Gratuity	1,002,291	834,015	718,747	686,094	2,695,434	1,778,938
(Profit)/Loss on Disposal of Stake of Project	-	-	-	-	(4,344,783)	(4,344,783)
Project W/Off	1,240,167	1,264,496	1,240,167	1,264,496	1,258,018	1,258,018
Bad Debtors Write Back	-	-	-	-	433,340	-
Finance Income	(981,384)	(490,597)	(4,198,385)	(4,156,544)	(9,040,994)	(16,372,887)
Finance Cost	25,495,091	13,412,756	14,013,318	12,057,513	31,373,713	24,108,922
Operating Profit/(Loss) Before Working Capital Changes	200,316,205	73,086,686	141,220,561	59,689,175	172,319,777	128,605,217
(Increase)/Decrease in Inventories	-	(52,500)	-	-	160,376	-
(Increase)/Decrease in Trade & Other Receivables	(74,113,274)	(23,792,559)	(63,988,512)	(12,674,328)	(84,794,726)	(191,603,663)
(Increase)/ Decrease in Other Financial Assets	22,907,193	(5,047,721)	22,907,193	(5,047,721)	85,251,615	85,251,615
(Increase)/ Decrease in Treasury Shares	69,008	-	-	-	1,377,643	-
Increase/(Decrease) in Other Payables	16,736,943	7,973,261	18,002,812	6,078,622	66,467,664	641,441
Cash Generated from Operations	165,916,075	52,167,167	118,142,054	48,045,748	240,782,349	22,894,610
Finance Cost	(23,818,448)	(13,030,185)	(13,275,139)	(11,816,023)	(29,659,944)	(22,097,166)
Interest Received	902,328	1,360,000	902,328	1,360,000	8,048,578	8,048,578
Defined Benefit Plan Costs Paid	(80,300)	-	(80,300)	-	(645,005)	(123,255)
Income Tax Paid	(6,112,588)	(85,879)	(3,685,944)	(47,355)	(154,616)	(47,355)
Net Cash From Operating Activities	136,807,066	40,411,103	102,002,999	37,542,370	218,371,362	8,675,412
Net Cash From (Used In) Investing Activities						
Acquisition of Property, Plant & Equipment	(268,797,170)	(69,219,217)	(46,278,378)	(1,911,307)	(281,803,307)	(3,999,904)
Proceeds from sale of Property, Plant & Equipment	2,301,546	-	-	-	1,656,500	-
Expenses incurred in new project development	(61,197,912)	(62,081,701)	(61,197,912)	(62,081,701)	(151,453,774)	(18,231,278)
Disposal Proceed from Investment	-	-	-	-	5,128,500	5,128,500
Issue of shares of project companies	-	-	(51,275,000)	(45,263,704)	-	(74,679,336)
Term Investment	-	(2,706,075)	-	(2,706,075)	-	-
Dividend Received	-	1,026,765	10,963,125	1,026,765	224,262	9,433,287
Net Cash Flow Used in Investing Activities	(327,693,536)	(132,980,228)	(147,788,165)	(110,936,022)	(426,247,819)	(82,348,731)
Cash From (Used in) Financing Activities						
Dividend Paid	(25,363,460)	-	(23,863,460)	-	(23,863,460)	(23,863,460)
Right Issue of Shares	-	155,370,575	-	155,370,575	155,370,576	155,370,576
Principal Payment Under Ijara Facilities/(Finance Leases)	(4,415,042)	(5,920,063)	(2,363,148)	(2,858,409)	(7,843,044)	(5,735,449)
Principal Payment Under Murabaha Facilities	(6,301,864)	(4,639,244)	(6,301,864)	(4,639,244)	(11,558,978)	(11,515,167)
Principal Payment Under Diminishing Musharakah Facilities	(17,142,008)	(10,416,667)	(12,500,000)	(10,416,667)	(29,247,786)	(25,000,000)
Proceeds from Ijara Facilities	6,000,000	-	-	-	-	-
Proceeds from Murabaha Facilities	-	-	-	-	3,929,570	-
Proceeds from Diminishing Musharakah Facilities	210,823,704	21,405,214	79,623,528	-	152,183,558	-
Net Cash From (Used In) Financing Activities	163,601,331	155,799,815	34,595,056	137,456,255	238,970,436	89,256,500
Net Increase/(Decrease) in Cash & Cash Equivalents	(27,285,139)	63,230,690	(11,190,110)	64,062,603	31,093,979	15,583,181
Cash & Cash Equivalents at the beginning of period	39,890,252	8,796,273	20,477,269	4,894,088	8,796,273	4,894,088
Cash & Cash Equivalents at end of period	12,605,113	72,026,963	9,287,159	68,956,691	39,890,252	20,477,269

Movement in cash and cash equivalents						
Components of Cash and Cash Equivalents	275,000	132,500	97,500	82,500	275,000	97,500
Cash and Bank Balances	12,330,113	71,894,463	9,189,659	68,874,191	39,615,252	20,379,769
At the end of the period	12,605,113	72,026,963	9,287,159	68,956,691	39,890,252	20,477,269

VIDULLANKA PLC

Segment Information

Year ended 30th Sep

Six months ended Sep	Power Generation		Energy Efficiency		Vidul Engineering Ltd		Group	
	2013 Rs.	2012 Rs.	2013 Rs.	2012 Rs.	2013 Rs.	2012 Rs.	2013 Rs.	2012 Rs.
Segmental Revenue	251,521,320	104,126,706	4,091,084	1,272,733	66,937,704	40,306,603	322,550,108	145,706,042
Segmental Results	168,986,643	52,040,899	404,210	(992,132)	8,403,648	4,525,133	177,794,501	55,573,900
Finance Cost	(23,814,417)	(13,004,160)	(79,056)	(125)	(1,601,619)	(408,471)	(25,495,091)	(13,412,756)
Finance Income	981,384	490,597	-	-	-	-	981,384	490,597
Profit/(Loss) before Tax	146,153,610	39,527,336	325,155	(992,257)	6,802,029	4,116,662	153,280,793	42,651,741
Income Tax Expense	(13,354,475)	(2,833,030)	-	-	(1,360,422)	(38,525)	(14,714,897)	(2,871,555)
Profit / (Loss) for the Year	132,799,135	36,694,306	325,155	(992,257)	5,441,607	4,078,137	138,565,896	39,780,186

VIDULLANKA PLC

NOTES TO THE FINANCIAL STATEMENTS

01 The condensed interim financial statements have been prepared in accordance with Sri Lanka Accounting Standards – LKAS 34 Interim Financial Reporting. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2013, including the changes to accounting policies as a result of convergence to revised Sri Lanka Accounting Standards (“SLFRSs/LKASs”). Further, provisions of the Companies Act No 7 of 2007 has been considered in preparing the interim financial statements.

02 Market price per share during the quarter ended 30th Sep 2013

	30th Sep 2013		30th Sep 2012	
	Date	Rs.	Date	Rs.
Market Price-Highest	2013.08.14	3.90	2012.07.10	4.80
Market Price-Lowest	2013.09.25	3.50	2012.08.22	3.50
Market Price-last Traded	2013.09.30	3.60	2012.09.30	4.20

03 There has not been a significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the financial year ended 31st March 2013.

04 The number of ordinary shares representing the stated capital is 477,269,193.

05 The company declared Rs.23,863,460 final dividend of cents .05 per share for the financial year 2012/13 on 11th July 2013.

06 No circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the Financial Statement.

07 Public shareholding percentage as at 30 Sep 2013 was 24.82%

08 The Company invested Rs.61.19mn for new projects which under feasibility study stage.

09 The Company invested a further Rs.15Mn in Vidul Madugeta(Pvt) Ltd, Rs.2.3Mn in Co-Energi(Pvt) Ltd, Lower Kotmale Oya Hydro Power(Pvt) Ltd 33.6Mn and Rs.375,000 in Walagamba Balashakthi(Pvt) Ltd on during the quarter ended 30th Sep 2013.

10 Directors Shareholding

Name of Shareholders	Number of Shares
Mr.Riyaz Mohamed Sangani (Managing Director)	17,127,396
Mr. Shahid M. Sangani	2,013,563
Mr. S. Ranjan Mather	1,739,288
Dr. T. Senthilverl	122,960,700
Mrs. B.R.I Sangani	6,764,657
Mr.Sidath Sri Vidanage Fernando	11,000,000

11 Name and the Number of shares held by the top 20 shareholders as at 30th Sep 2013

No	Name of Shareholders	Number of Shares	%
1	Dr.T Senthilverl	122,960,700	25.76%
2	Belmont Agents Limited	75,000,000	15.71%
3	Wembley Spirit Limited	66,026,286	13.83%
4	Mrs.Ren Lan Mather	24,500,000	5.13%
5	Trustees to Employee Share Option Scheme	17,646,394	3.70%
6	ABC International Limited	17,469,642	3.66%
7	Mr.Riyaz Mohamed Sangani	17,127,396	3.59%
8	Ms.Yumna Kunimoto	15,664,708	3.28%
9	Ms.Mohamed Shafee Mohideen	12,612,665	2.64%
10	Mrs.Zaibunissa Mohamed Sangani	11,259,274	2.36%
11	Mr.Sidath Sri Vidanage Fernando	11,000,000	2.30%
12	Mrs.Sabera Riyaz Sangani	10,257,883	2.15%
13	Dynawash Ltd	10,035,715	2.10%
14	Mr.Suhayb Muhammed Sangani	10,000,053	2.10%
15	Mr.Ranjeet Bhanwarlal Barmecha	7,200,001	1.51%
16	Mrs.B.R.I Sangani	6,764,657	1.42%
17	Equity Investments Limited	5,473,196	1.15%
18	Lanka Equities (Private) Limited	2,454,734	0.51%
19	LEL Investments (Pvt) Ltd	2,180,855	0.46%
20	Mr.Shahid Mohamed Sangani	2,013,573	0.42%
		447,647,732	93.79%

CORPORATE INFORMATION

Company Status

Public Limited Liability Company listed in the Colombo Stock Exchange on 10th June 2005.

Re - Registration Date & Number

27th September 2007

PQ 83

Company Secretary

Managers & Secretaries (Pvt) Limited

No 8 Tickle Road,

Colombo 8.

Registered Office

Level 04, 'Access Towers'

No 278 Union Place,

Colombo 2.

Telephone – 011 4760000

Fax – 011 4760076

Email – info@vidullanka .com

Web – www.vidullanka.com

Auditors

M/s. Ernst & Young, Chartered

Accountants

No 201, De Saram Place,

Colombo 10.

Bankers

Amana Bank Limited

Commercial Bank of Ceylon PLC

Hatton National Bank PLC

Muslim Commercial Bank Limited