

# **VIDULLANKA PLC**

## **(PQ 83)**



**INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED  
31<sup>st</sup> December 2010**

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

# VIDULLANKA PLC

## BALANCE SHEET


As at 31st December

	Group		Company		Group	Company
	31.12.2010	31.12.2009	31.12.2010	31.12.2009	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	689,878,690	635,101,630	601,202,638	574,149,299	662,417,410	578,532,533
Investment in subsidiary		-	80,587,412	50,412,412	-	50,412,412
Goodwill	6,687,412	6,687,412	-	-	6,687,411	-
	<b>696,566,102</b>	<b>641,789,042</b>	<b>681,790,050</b>	<b>624,561,711</b>	<b>669,104,821</b>	<b>628,944,945</b>
<b>Current Assets</b>						
Inventories	3,541,054	1,968,052	-	-	729,257	-
Trade & Other Receivables	269,439,208	90,425,242	280,889,334	113,219,086	74,500,975	94,879,976
Cash and Bank Balances	87,146,948	42,534,314	81,939,916	37,034,918	12,283,019	9,295,444
	360,127,209	134,927,608	362,829,250	150,254,004	87,513,251	104,175,420
<b>Total Assets</b>	<b>1,056,693,311</b>	<b>776,716,650</b>	<b>1,044,619,300</b>	<b>774,815,715</b>	<b>756,618,072</b>	<b>733,120,365</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Capital and Reserves</b>						
Stated Capital	673,887,932	397,477,570	673,887,932	397,477,570	397,477,570	397,477,570
Retaining Earnings	317,398,155	181,675,723	345,618,306	228,930,043	175,806,242	220,320,541
<b>Total Equity</b>	<b>991,286,087</b>	<b>579,153,293</b>	<b>1,019,506,238</b>	<b>626,407,613</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.	36,248,548	123,565,310	5,172,932	108,505,310	85,447,848	56,194,175
Defined Benefit Liability	3,909,760	2,089,343	3,376,830	1,862,627	3,434,842	2,986,845
	40,158,308	125,654,653	8,549,762	110,367,937	88,882,690	59,181,020
<b>Current Liabilities</b>						
Other Payables	19,691,106	58,603,630	11,769,824	27,288,773	45,028,684	11,088,087
Current Portion of Ijara (Finance Leases), Murabaha (Trade Finance) & Mudarabaha Investment Facilities,Diminishing Musharaka-Property	5,557,811	13,305,074	4,793,476	10,751,392	49,422,886	45,053,147
Diminishing Musharaka-Vehicle.						
	25,248,917	71,908,704	16,563,300	38,040,165	94,451,570	56,141,234
<b>Total Equity and Liabilities</b>	<b>1,056,693,311</b>	<b>776,716,650</b>	<b>1,044,619,300</b>	<b>774,815,715</b>	<b>756,618,072</b>	<b>733,120,365</b>

Net Asset Value Per Share (Rs) Re-Stated 2.29 1.34 2.36 1.45 1.32 1.43

No of Issued Share 432,877,600 432,877,600 432,877,600 432,877,600 432,877,600 432,877,600

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 Jan 2011

# VIDULLANKA PLC

## INCOME STATEMENT

	Group						Company						Year Ended 31.03.2010	
	Quarter ended 31st December			Nine months to 31st December			Quarter ended 31st December			Nine months to 31st December			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	109,913,732	99,858,657	10.07%	308,862,412	279,650,971	10.45%	89,585,209	80,730,142	10.97%	255,857,739	226,764,522	12.83%	324,879,065	250,053,043
Cost of Sales	(15,224,131)	(34,922,728)	-56.41%	(48,517,205)	(79,650,113)	-39.09%	(11,223,354)	(10,663,945)	5.25%	(30,342,600)	(29,170,781)	4.02%	(100,601,557)	(38,552,030)
<b>Gross Profit</b>	<b>94,689,602</b>	<b>64,935,929</b>	45.82%	<b>260,345,208</b>	<b>200,000,858</b>	30.17%	<b>78,361,855</b>	<b>70,066,197</b>	<b>11.84%</b>	<b>225,515,139</b>	<b>197,593,741</b>	14.13%	<b>224,277,508</b>	<b>211,501,013</b>
Other Income	2,940,809	554,854	430.01%	3,884,451	685,962	466.28%	2,940,809	554,854	430.01%	3,884,451	685,962	466.28%	907,035	910,958
Administrative Expenses	(23,537,676)	(22,366,303)	5.24%	(64,397,311)	(50,922,904)	26.46%	(18,634,798)	(13,700,843)	36.01%	(52,330,965)	(42,257,445)	23.84%	(76,179,836)	(60,005,715)
Selling & Distribution	(11,260)	-	100.00%	(11,260)	-	100.00%	-	-	-	-	-	0.00%	-	-
Finance Expenses	(4,607,257)	(6,875,152)	-32.99%	(17,844,269)	(22,034,170)	-19.02%	(3,371,156)	(6,100,436)	-44.74%	(13,891,570)	(21,259,454)	-34.66%	(27,053,667)	(26,158,256)
<b>Profit Before Tax</b>	<b>69,474,218</b>	<b>36,249,328</b>	91.66%	<b>181,976,819</b>	<b>127,729,746</b>	42.47%	<b>59,296,710</b>	<b>50,819,772</b>	<b>16.68%</b>	<b>163,177,055</b>	<b>134,762,804</b>	21.08%	<b>121,951,040</b>	<b>126,248,000</b>
Income Tax Expense	(69,367)	(38,572)	79.84%	(71,867)	(38,572)	86.32%	-	(1,216)	-100.00%	(2,500)	(34,649)	-92.78%	(129,347)	(129,347)
<b>Profit for the year</b>	<b>69,404,852</b>	<b>36,210,756</b>	91.67%	<b>181,904,953</b>	<b>127,691,174</b>	42.46%	<b>59,296,710</b>	<b>50,818,556</b>	<b>16.68%</b>	<b>163,174,555</b>	<b>134,728,155</b>	21.11%	<b>121,821,693</b>	<b>126,118,653</b>

Earnings Per Share Re-Stated

0.16

0.08

0.42

0.29

0.28

INFORMATION OF SHARES	Date	2010 (Rs.)	Date	2009 (Rs.)
Market prices recorded during the 9 months ended 31st Dec 2010				
Highest Price	01.10.2010	9.00	01.10.2009	39.75
Lowest Price	29.11.2010	5.80	13.10.2009	30.00
Last Price	31.12.2010	6.20	31.12.2009	34.50

### Note

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

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

Year ended 31st December

	Group		Company		Group	Company
	31.12.2010	31.12.2009	31.12.2010	31.12.2009	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	181,976,819	127,729,746	163,177,055	134,762,804	121,951,040	126,248,000
<b>Adjustments for</b>						
Depreciation	20,024,798	15,911,498	16,010,770	14,916,003	21,567,584	20,068,847
(Profit) /Loss on Disposal of Property ,Plant and Equipment	42,428	-	42,428	-	105,423	96,243
Provision for Dividend	-	(18,036,567)	-	(18,036,567)	-	-
Provision for Retiring Gratuity	607,667	425,960	522,734	330,369	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	17,844,269	22,034,170	13,891,570	21,259,454	27,053,667	26,158,256
<b>Operating Profit/(Loss) Before Working Capital Changes</b>	<b>220,640,732</b>	<b>148,064,807</b>	<b>193,789,309</b>	<b>153,232,063</b>	<b>173,594,142</b>	<b>175,195,893</b>
(Increase)/Decrease in Inventories	(2,811,797)	(200,705)	-	-	1,038,090	-
(Increase)/Decrease in Trade & Other Receivable	(134,966,671)	(23,017,414)	(126,037,796)	(29,628,132)	(7,093,146)	(11,289,022)
Increase/(Decrease) in Other Payable	(25,337,578)	42,946,944	681,737	15,858,772	29,371,998	(341,914)
<b>Cash Generated from Operations</b>	<b>57,524,687</b>	<b>167,793,632</b>	<b>68,433,250</b>	<b>139,462,703</b>	<b>196,911,084</b>	<b>163,564,957</b>
Finance Cost	(17,752,275)	(22,034,170)	(13,799,576)	(21,259,454)	(26,929,354)	(26,083,947)
Defined Benefit Plan Costs paid	(132,500)	(15,664)	(132,500)	-	-	-
Income Tax paid	(3,795)	(2,006)	(3,795)	(2,006)	(2,780)	(2,780)
<b>Net Cash From Operating Activities</b>	<b>39,636,117</b>	<b>145,741,792</b>	<b>54,497,379</b>	<b>118,201,243</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	(49,595,803)	(64,872,650)	(40,335,453)	(9,754,858)	(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	-	-	(28,551,681)	(18,000,000)	-	(18,000,000)
Dividend Received	-	-	2,436,250	-	-	-
<b>Net Cash Flow Used in Investing Activities</b>	<b>(49,595,803)</b>	<b>(64,827,650)</b>	<b>(66,450,884)</b>	<b>(27,754,858)</b>	<b>(97,859,140)</b>	<b>(40,123,881)</b>
<b>Cash From (Used in ) Financing Activities</b>						
Dividend Paid	(37,876,790)	(21,643,888)	(37,876,790)	(21,643,888)	(39,680,455)	(39,680,455)
Right Issue of shares	216,438,800	-	216,438,800	-	-	-
Principal Payment Under Ijara Facilities/(Finance Leases)	(11,839,401)	(12,485,646)	(11,372,389)	(11,901,245)	(16,761,268)	(16,021,801)
Principal Payment Under Murabaha Facilities	-	(380,062)	-	-	(937,500)	-
Principal Payment Under Extended Murabaha Facilities	(30,724,909)	(7,544,702)	(30,724,909)	(7,544,702)	(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	(51,543,918)	-	(48,866,735)	-	(13,291,671)	(13,291,671)
Proceeds from Extended Murabaha Facilities	-	-	-	-	1,572,866	973,366
Proceeds from Murabaha Facilities	-	(9,500,000)	-	(9,500,000)	2,000,000	-
Principal Payment Diminishing Musharakaha Facilities	(11,000,000)	(10,949,997)	(11,000,000)	(10,949,997)	26,660,150	-
Proceeds from Murabaha Facility	8,000,000	16,580,865	8,000,000	973,365	-	-
Proceeds from Diminishing Musharakaha Facilities	3,820,500	-	-	-	-	-
<b>Net Cash From (Used In ) Financing Activities</b>	<b>85,274,282</b>	<b>(45,923,430)</b>	<b>84,597,977</b>	<b>(60,566,467)</b>	<b>(67,831,059)</b>	<b>(95,213,905)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>75,314,596</b>	<b>34,990,712</b>	<b>72,644,472</b>	<b>29,879,918</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>87,146,948</b>	<b>42,534,313</b>	<b>81,939,916</b>	<b>37,034,918</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	132,500	82,500	82,500	132,500	82,500
Cash and Bank Balances	87,014,448	42,401,813	81,857,416	36,952,418	11,699,852	9,212,944
<b>At the end of the period</b>	<b>87,146,948</b>	<b>42,534,313</b>	<b>81,939,916</b>	<b>37,034,918</b>	<b>11,832,352</b>	<b>9,295,444</b>

# 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		127,691,174	127,691,174
Dividend		(39,680,455)	(39,680,455)
<b>Balance As At 31st Dec 2009</b>	<b>397,477,570</b>	<b>181,675,723</b>	<b>579,153,293</b>
<b>Balance As At 31st March 2010</b>	397,477,570	175,806,242	573,283,812
Profit for the period		181,904,953	181,904,953
Dividend		(40,313,040)	(40,313,040)
Share Issue during the year	276,410,362		276,410,362
<b>Balance As At 31st Dec 2010</b>	<b>673,887,932</b>	<b>317,398,155</b>	<b>991,286,087</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	-	134,728,155	134,728,155
Dividend		(39,680,455)	(39,680,455)
<b>Balance As At 31st Dec 2009</b>	<b>397,477,570</b>	<b>228,930,043</b>	<b>626,407,613</b>
<b>Balance As At 31st March 2010</b>	397,477,570	220,320,541	617,798,111
Profit for the period		163,174,555	163,174,555
Dividend		(37,876,790)	(37,876,790)
Share Issue during the year	276,410,362		276,410,362
<b>Balance As At 31st Dec 2010</b>	<b>673,887,932</b>	<b>345,618,306</b>	<b>1,019,506,238</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 During the quarter Vidullanka PLC entered in to an agreement to jointly invest in Co-energy (Pvt)Ltd. Vidullanka PLC will invest 50% of the Co-energy and will be a joint venture investment.
- 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. 37,876,790 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 The Company issued 54,109,700 ordinary shares by way of a rights issue of one for every seven shares held as at 28 th October 2010 at a price of Rs 4/= per share.The total amount raised from the issue was Rs 216,438,800
- 8 The company has issued capital 432,877,600 shares
- 9 No Circumstance have arisen since the Balance Sheet date,which would require adjustments to or disclosure in the Financial Statement.
- 10 There has not been a significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the year ended 31st March 2010.

## ADDITIONAL NOTE

- 01 Name and the Number of shares held by the top 20 shareholders as at 31st December 2010

Name of Shareholders	Number of Shares	%
DR.THIRUGNANASAMBANDAR SENTHILVERL	102,943,733	23.78
BELMONT AGENTS LIMITED	75,000,000	17.33
WEMBLEY SPIRIT LIMITED	66,026,286	15.25
Mrs.REN LAN MATHER	20,716,986	4.79
ABC INTERNATIONAL LIMITED	18,228,571	4.21
TRUSTEES TO EMPLOYEE SHARE OPTION	18,036,560	4.17
EQUITY INVESTMENTS LIMITED	16,520,064	3.82
Ms. YUMNA KUNIMOTO	13,924,185	3.22
MRS. SABERA RIYAZ SANGANI	13,522,938	3.12
Mr. SUHAYB MUHAMMED SANGANI	13,377,153	3.09
MS. MOHAMED SHAFEE MOHIDEEN	12,030,858	2.78
LANKA EQUITIES (PRIVATE) LIMITED	9,873,586	2.28
MRS. ZAIBUNISSA MOHAMED SANGANI	9,144,166	2.11
DYNAWASH (PVT) LTD	7,370,714	1.70
Mrs.BIYAGAMAGE ROSHINI INDIRA SANGANI	6,375,557	1.47
Mr. RANJEET BHANWARLAL BARMECHA	6,371,877	1.47
Mrs. SHAZIA SHAHID SANGANI	2,007,841	0.46
Mr RIYAZ MOHAMED SANGANI	1,413,297	0.33
Mr. FAUZAL KABEER MOHIDEEN	1,511,064	0.35
MRS SITHY FAZEENA SUBAIR	775,771	0.18
	<b>415,171,207</b>	<b>95.91</b>

- 02 Public Share Holding 21%

- 03 None of the Directors including the Chief Executive Officer hold shares in the company except Mr Riyaz Mohamed Sangani who holds 1,413,297 shares,Mr.Shahid Mohamed Sangani who holds 14,777 shares, Dr.Senthilverl Thirugnanasambandar who holds shares 102,943,733 and Mrs B R I Sangani hold 6,375,557