

VIDULLANKA PLC

(PQ 83)



**INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
31st December 2012**

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

VIDULLANKA PLC

BALANCE SHEET

As at 31st Dec

	Group		Company		Group	Company
	31.12.2012	31.12.2011	31.12.2012	31.12.2011	31.03.2012 (Audited)	31.03.2012 (Audited)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
ASSETS						
Non-Current Assets						
Property, Plant & Equipment	775,969,238	698,947,500	532,693,566	601,980,758	686,006,326	549,505,212
Investments	19,556,621	-	178,664,879	131,959,330	87,835,837	170,244,014
Other Project Investments	313,136,270	131,959,330	313,136,270	80,587,412	171,057,307	171,057,307
Goodwill-Gurugoda Hydro (Pvt) Ltd	6,687,411	6,687,411	-	-	6,687,411	-
	1,115,349,540	837,594,241	1,024,494,715	814,527,500	951,586,881	890,806,533
Current Assets						
Inventories	915,030	905,004	-	-	864,780	-
Trade & Other Receivables	122,328,122	76,840,316	121,049,949	101,734,642	94,665,190	121,207,059
Employee Share Option Scheme	47,468,526	49,332,764	47,468,526	49,332,764	47,872,486	47,872,486
Short Term Investment	40,283,796	217,217,511	40,283,796	217,217,511	106,058,389	106,058,389
Cash and Bank Balances	88,089,845	64,796,504	88,355,509	56,970,295	8,796,273	4,894,088
	299,085,318	409,092,099	297,157,780	425,255,212	258,257,118	280,032,022
Total Assets	1,414,434,858	1,246,686,340	1,321,652,495	1,239,782,712	1,209,843,999	1,170,838,555
EQUITY AND LIABILITIES						
Capital and Reserves						
Stated Capital	829,258,508	673,887,932	829,258,508	673,887,932	673,887,932	673,887,932
Retaining Earnings	269,017,419	278,111,159	268,506,093	300,466,993	242,205,245	263,919,556
Total Equity	1,098,275,927	951,999,091	1,097,764,601	974,354,925	916,093,177	937,807,488
Non-Current Liabilities						
Ijara(Finance Leases),Murabaha(Trade Finance)Facilities	187,642,714	227,922,335	139,651,121	210,696,194	199,115,239	169,501,708
Diminishing Musharaka-Property,Diminishing Musharaka-Vehicle.						
Defined Benefit Liability						
	197,133,361	234,991,778	147,227,847	216,312,416	207,758,427	176,049,293
Current Liabilities						
Other Payables	67,649,277	48,561,943	30,481,897	43,716,244	35,812,510	12,197,702
Deferred Taxation	3,894,335	-	3,894,335	-	3,894,335	3,894,335
Current Portion of Ijara (Finance Leases), Murabaha (Trade Finance) & Mudarabaha Investment Facilities,Diminishing Musharaka-Property	47,481,959	11,133,528	42,283,815	5,399,127	46,285,550	40,889,737
Diminishing Musharaka-Vehicle.						
	119,025,571	59,695,471	76,660,047	49,115,371	85,992,395	56,981,774
Total Equity and Liabilities	1,414,434,858	1,246,686,340	1,321,652,495	1,239,782,712	1,209,843,999	1,170,838,555

Re-Stated Net Asset Value Per Share (Rs)	2.42	2.14	2.41	2.19	2.06	2.11
Weighted Average No of Shares	454,577,251	444,063,859	454,577,251	444,063,859	444,063,859	444,063,859

Note : The above figures are provisional and subject to audit

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
30th Jan 2012

VIDULLANKA PLC

INCOME STATEMENT

	Group						Company						Year Ended 31.03.2012	
	Quarter ended 31st December			Nine months ended 31st December			Quarter ended 31st December			Nine months ended 30st December			Group	Company
	2012 Rs.	2011 Rs.	Variance	2012 Rs.	2011 Rs.	Variance	2012 Rs.	2011 Rs.	Variance	2012 Rs.	2011 Rs.	Variance	(Audited) Rs.	(Audited) Rs.
Revenue	112,899,147	71,726,773	57.40%	258,605,189	217,345,824	18.98%	70,146,028	56,642,958	23.84%	165,311,984	178,041,363	-7.15%	252,354,653	193,065,474
Cost of Sales	(25,601,652)	(13,032,987)	96.44%	(68,347,294)	(41,352,932)	65.28%	(9,611,256)	(8,836,030)	8.77%	(27,308,380)	(29,275,403)	-6.72%	(56,816,801)	(38,615,082)
Gross Profit	87,297,495	58,693,786	48.73%	190,257,895	175,992,892	8.11%	60,534,772	47,806,928	26.62%	138,003,604	148,765,960	-7.23%	195,537,852	154,450,392
Other Income	(8,625,424)	23,318,084	-136.99%	(20,486,699)	19,268,475	-206.32%	(7,780,542)	23,318,084	-133.37%	(19,641,817)	22,261,808	-188.23%	(59,880)	9,343,153
Profit from disposal of Interest in Subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	8,341,778	-
Administrative Expenses	(31,748,978)	(26,987,447)	17.64%	(90,523,477)	(80,888,074)	11.91%	(22,576,717)	(19,819,500)	13.91%	(65,212,284)	(62,418,703)	4.48%	(114,725,044)	(85,300,264)
Finance Expenses	(9,067,924)	(7,253,710)	25.01%	(23,961,976)	(17,975,360)	33.30%	(6,657,849)	(6,600,452)	0.87%	(20,196,658)	(15,719,058)	28.49%	(24,198,536)	(21,328,942)
Profit Before Tax	37,855,169	47,770,713	-20.76%	55,285,743	96,397,933	-42.65%	23,519,664	44,705,060	-47.39%	32,952,845	92,890,007	-64.52%	64,896,170	57,164,339
Income Tax Expense	(1,738,554)	(250,000)	595%	(4,610,109)	(1,960,000)	135.21%	(1,669,818)	(250,000)	567.93%	(4,502,848)	(1,960,000)	130%	(5,765,535)	(5,524,947)
Profit for the year	36,116,615	47,520,713	-24.00%	50,675,634	94,437,933	-46.34%	21,849,846	44,455,060	-50.85%	28,449,997	90,930,007	-68.71%	59,130,635	51,639,392

Re-Styled Earnings Per Share

0.08

0.11

0.06

0.20

0.13

0.12

Note : The above figures are provisional and subject to audit

INFORMATION OF SHARES				
Market prices recorded during the 9 months ended 31st Dec 2012	Date	2012 (Rs.)	Date	2011 (Rs.)
Highest Price	03.10.2012	4.20	03.10.2011	9.00
Lowest Price	04.12.2012	3.50	16.11.2011	7.00
Last Price	31.12.2012	3.80	31.12.2011	8.20

VIDULLANKA PLC

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs	Accumulated Profit/(Loss) Rs	Total Rs
GROUP			
<u>Nine Months to 31st Dec 2012</u>			
Balance As At 01st April 2012	673,887,932	242,205,245	916,093,177
Profit for the period		50,675,634	50,675,634
Right issue	155,370,576		155,370,576
Dividend		(23,863,460)	(23,863,460)
Balance As At 31st Dec 2012	829,258,508	269,017,419	1,098,275,927
<u>Nine Months to 31st Dec 2011</u>			
Balance As At 01st April 2011	673,887,932	262,169,984	936,057,916
Profit for the period		94,437,933	94,437,933
Dividend		(75,753,580)	(75,753,580)
Changes in New Tariff Rate from CEB	-	(2,743,178)	(2,743,178)
Balance As At 31st Dec 2011	673,887,932	278,111,159	951,999,091
COMPANY			
<u>Nine Months to 31st Dec 2012</u>			
Balance As At 1st April 2012	673,887,932	263,919,556	937,807,488
Profit for the period		28,449,997	28,449,997
Right issue	155,370,576		155,370,576
Dividend		(23,863,460)	(23,863,460)
Balance As At 31st Dec 2012	829,258,508	268,506,093	1,097,764,601
<u>Nine Months to 31st Dec 2011</u>			
Balance As At 1st April 2011	673,887,932	288,033,744	961,921,676
Profit for the period		90,930,007	90,930,007
Dividend		(75,753,580)	(75,753,580)
Changes in New Tariff Rate from CEB		(2,743,178)	(2,743,178)
Balance As At 31st Dec 2011	673,887,932	300,466,993	974,354,925

Note : The above figures are provisional and subject to audit

VIDULLANKA PLC
CASH FLOW STATEMENT

Year ended 31st Dec

	Group		Company		Group	Company
	31.12.2012	31.12.2011	31.12.2012	31.12.2011	31.03.2012 (Audited)	31.03.2012 (Audited)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES						
Profit/(Loss) from Ordinary Activities Before Tax	55,285,743	96,397,933	32,952,845	92,890,007	64,896,170	57,164,339
Adjustments for						
Depreciation	25,718,653	23,529,482	19,584,086	18,685,811	31,777,183	25,179,653
(Profit) /Loss on Disposal of Property ,Plant and Equipment	(438,616)	(98,342)	-	-	(98,342)	-
Provision for Retiring Gratuity	1,449,281	1,405,352	1,029,141	948,699	2,998,979	1,880,062
(Profit)/Loss on Disposal of Stake of Project	-	-	-	(29,429,235)	(29,429,235)	(29,429,235)
Project Written Off	1,879,034	-	1,879,034	2,900,149	1,650,150	1,650,150
Bad Debtors written back	-	2,900,149	-	-	(327,104)	-
Profit from Disposal of Interest in Subsidiary	-	34,519	-	-	(8,341,778)	-
Loss on investment	39,490,503	-	39,490,503	-	-	-
Profit from Mudarabah Accounts	476,667	-	476,667	-	-	-
Finance Cost	23,961,976	17,975,361	20,196,658	15,719,058	24,198,536	21,328,942
Operating Profit/(Loss) Before Working Capital Changes	147,823,240	142,144,454	115,608,934	101,714,489	87,324,559	77,773,911
(Increase)/Decrease in Inventories	(50,250)	(40,224)	-	-	-	-
(Increase)/Decrease in Trade & Other Receivable	(27,662,932)	(1,040,400)	157,110	(8,220,977)	(15,021,739)	(23,849,860)
(Increase)/Decrease in ESOS	403,960	2,383,256	403,960	2,383,256	-	-
(Increase)/Decrease in Short Term Investment	65,774,593	(137,093,518)	65,774,593	(137,093,518)	(25,934,396)	(25,934,396)
Increase/(Decrease) in Other Payable	31,836,767	26,553,083	18,284,195	27,455,348	13,803,650	(4,063,194)
Cash Generated from Operations	218,125,379	32,906,651	200,228,792	(13,761,402)	60,172,074	23,926,461
Finance Cost	(21,964,524)	(16,639,263)	(18,542,102)	(14,463,534)	(24,009,812)	(18,834,515)
Defined Benefit Plan Costs paid	(521,750)	-	-	-	-	-
Income Tax paid	(85,879)	(249,531)	(47,355)	(124,037)	(249,531)	(124,037)
Net Cash From Operating Activities	195,553,226	16,017,857	181,639,335	(28,348,973)	35,912,731	4,967,909
Net Cash From (Used In) Investing Activities						
Acquisition of Property , Plant & Equipment	(131,261,981)	(22,334,782)	(2,384,585)	(16,666,210)	(49,109,156)	(18,203,654)
Proceeds from sale of Property ,plant and Equipment	1,656,500	184,800	-	-	195,500	-
Investment in Joint Ventures	-	-	(76,700,000)	-	-	-
Investment in New Project	(142,705,457)	(112,230,324)	(142,705,457)	(112,230,324)	(119,916,093)	(114,976,871)
Disposal Proceed from Investment	-	-	-	31,250,000	36,250,000	36,250,000
Loan Term Investment	18,807,613	-	18,807,613	-	(87,835,837)	(87,835,837)
Dividend Received	1,042,508	435,833	3,966,008	435,833	792,032	6,882,657
Net Cash Flow Used in Investing Activities	(252,460,817)	(133,944,473)	(199,016,421)	(97,210,701)	(219,623,554)	(177,883,705)
Cash From (Used in) Financing Activities						
Right Issue	155,370,576	-	155,370,576	-	(75,753,580)	(75,753,580)
Dividend Paid	(23,863,460)	(75,753,580)	(23,863,460)	(75,753,580)	-	-
Principal Payment Under Ijara Facilities/(Finance Leases)	(8,630,129)	(2,957,896)	(4,383,936)	(3,547,285)	(6,674,828)	(4,731,801)
Principal Payment Under Extended Murabaha Facilities	(7,534,673)	(2,553,445)	(7,534,673)	(2,553,445)	(6,089,014)	(6,089,014)
Principal Payment Under Dimishing Musharakah Facilities	(18,750,000)	(6,571,272)	(18,750,000)	-	(7,618,389)	-
Proceed from Murabaha Facilities	-	52,641,129	-	52,641,129	52,641,129	52,641,129
Proceed from Ijara Facilities	-	3,345,627	-	-	7,421,060	-
Proceeds from Diminishing Murabaha Facilities	39,608,849	-	-	-	14,008,162	-
Net Cash From (Used In) Financing Activities	136,201,163	(31,849,437)	100,838,507	(29,213,181)	(22,065,460)	(33,933,266)
Net Increase/(Decrease) in Cash & Cash Equivalents	79,293,572	(149,776,052)	83,461,421	(154,772,855)	(205,776,283)	(206,849,062)
Cash & Cash Equivalents at the beginning of period	8,796,273	214,572,556	4,894,088	211,743,150	214,572,556	211,743,150
Cash & Cash Equivalents at end of period	88,089,845	64,796,504	88,355,509	56,970,295	8,796,273	4,894,088

Movement in cash and cash equivalents						
Components of Cash and Cash Equivalents	147,500	132,500	97,500	82,500	452,000	199,500
Cash and Bank Balances	87,942,345	64,664,004	88,258,009	56,887,795	8,344,273	4,694,588
At the end of the period	88,089,845	64,796,504	88,355,509	56,970,295	8,796,273	4,894,088

Note : The above figures are provisional and subject to audit

VIDULLANKA PLC

EXPLANATORY NOTES

- 1 The company's performance during the period has been affected by the draught prevailed during the period which resulted in river flows reaching 22 year low.
- 2 The Company is required to prepare interim financial statements in accordance with LKAS 34 - Interim Financial Reporting. However the Institute of Chartered Accountants of Sri Lanka has decided to allow companies to prepare interim financial statements during the first financial year commencing on or after 1st January 2012 in accordance with Sri Lanka Accounting Standards that existed immediately prior to that date and disclosure the impact and if the determination is impracticable, required to disclose the fact. The Company is in the process of developing a system to convert the financial statements according to the new Srilanka Accounting Standards (LKAS/SLFRS).The impact on comprehensive income and Balance sheet shall be disclosed following the conversion process .
- 3 No Circumstance have arisen since the Balance Sheet date,which would require adjustments to or disclosure in the Financial Statement.
- 4 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 2012.
- 5 The Company issued 44,391,593 ordinary shares by way of a rights issue of one for every eight shares held as at 09th Aug 2012 at a price of Rs 3.50/= per share.The total amount raised from the issue was Rs 155,370,576
- 7 The company declared Rs.23,863,460 interim dividend of cents .05 per share for the financial year 2012/13 on 15th Nov 2012.
- 8 The company has issued capital 477,269,193 shares
- 9 Same Accounting Policies as in the Annual Report for the year ended 31st March 2012 , have been followed in the preparation of the above interim financial statements.

ADDITIONAL NOTE

- 01 Name and the Number of shares held by the top 20 shareholders as at 31st Dec 2012

	Name of Shareholders	Number of Shares	%
1	DR.THIRUGNANASAMBANDAR SENTHILVERL	122,865,891	25.74
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	17,707,748	3.71
6	ABC INTERNATIONAL LIMITED	17,469,642	3.66
7	Mr RIYAZ MOHAMED SANGANI	16,572,441	3.47
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	10,372,305	2.17
13	Mr. SUHAYB MUHAMMED SANGANI	10,000,053	2.10
14	ADL EQUITIES LIMITED/DYNAWASH (PVT) LTD	8,606,528	1.80
15	EQUITY INVESTMENTS LANKA LIMITED	8,170,064	1.71
16	MR. - RANJEET BHANWARLAL BARMECHA	7,200,001	1.51
17	Mrs. - BIYAGAMAGE ROSHINI INDIRA SANGAN	6,864,657	1.44
18	LANKA EQUITIES (PRIVATE) LIMITED	2,454,734	0.51
19	LEL INVESTMENTS (PVT) LTD	2,180,855	0.46
20	ROSEWOOD (PVT) LIMITED	2,000,000	0.42
		448,527,852	93.98

- 02 Public Share Holding 25%

- 03 None of the Directors hold shares in the company except Mr Riyaz Mohamed Sangani who hold 16,572,441 shares,Mr.Shahid Mohamed Sangani who hold 513,573 shares, Dr.Senthilverl Thirugnanasambandar who hold shares 122,865,891 Mr Sathindra Ranjan Mather 235,012 , Mr Sathindra Ranjan Mather 500,000 ,Mrs B R I Sangani hold 6,864,657 and Mr. Sidath Vidanage Fernando hold 11,000,000 shares