

FINANCIAL STATEMENTS

For the Three Months ended
30 June 2009



LANKA VENTURES PLC
Ocean Lines Building
46/12, Nawam Mawatha
Colombo 2.
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LANKA VENTURES PLC
INCOME STATEMENTS (Unaudited)

	Group		Company	
	Period ended	Period ended	Period ended	Period ended
	30/06/2009	30/06/2008	30/06/2009	30/06/2008
	(Rs. ' 000)	(Rs. ' 000)	(Rs. ' 000)	(Rs. ' 000)
Investment Income	20,190	27,764	18,355	26,715
Interest Income	9,589	15,669	9,348	15,601
Total Income	29,779	43,433	27,703	42,316
Other Operating Income	12	31	12	281
Administrative Expenses	(3,419)	(5,738)	(3,349)	(5,549)
Promotional Expenses	(10)	(22)	(10)	(22)
Operating Profit Before Tax	26,362	37,704	24,356	37,026
Tax	(1,498)	(4,720)	(983)	(4,633)
Profit for the Period	24,864	32,984	23,373	32,393
Earnings per share (Rs.)	0.50	0.66	0.47	0.65

LANKA VENTURES PLC

BALANCE SHEETS (Unaudited)

	Group As at 30 June 2009 (Rs. 000)	Company As at 30 June 2009 (Rs. ' 000)	Group As at 31 March 2009 (Audited) (Rs. ' 000)	Company As at 31 March 2009 (Audited) (Rs. 000)
ASSETS				
Non - Current Assets				
Property, Plant and Equipment	682	682	756	756
Investments	397,122	179,967	397,122	179,967
Investment in Subsidiary	-	216,600	-	216,600
Investments in Unit Trust	50,000	50,000	50,000	50,000
Investment Securities	51,000	51,000	16,875	16,875
Investment in Unquoted debentures	13,500	13,500	13,500	13,500
Non - Current Receivables	550	550	550	550
	<u>512,854</u>	<u>512,299</u>	<u>478,803</u>	<u>478,248</u>
Current Assets				
Dealing Securities	-	-	7,426	7,426
Receivables and Prepayments	22,602	12,849	35,524	28,870
Short Term Investments	112,915	107,915	184,294	184,294
Cash and Cash Equivalents	68,436	66,928	122,114	114,533
	<u>203,953</u>	<u>187,692</u>	<u>349,358</u>	<u>335,123</u>
Total Assets	<u>716,807</u>	<u>699,991</u>	<u>828,161</u>	<u>813,371</u>
EQUITY AND LIABILITIES				
Capital and Reserves				
Stated capital	631,638	631,638	631,638	631,638
Retained Profit	82,916	67,586	51,202	37,363
	<u>714,554</u>	<u>699,224</u>	<u>682,840</u>	<u>669,001</u>
Non-Current Liabilities				
Retirement Benefit Obligations	1,435	1,435	1,435	1,435
	<u>1,435</u>	<u>1,435</u>	<u>1,435</u>	<u>1,435</u>
Current Liabilities				
Payables	3,006	2,850	9,859	9,765
Tax Payable	(2,188)	(3,518)	134,027	133,170
	818	(668)	143,886	142,935
Total Liabilities	<u>2,253</u>	<u>767</u>	<u>145,321</u>	<u>144,370</u>
Total Equity and Liabilities	<u>716,807</u>	<u>699,991</u>	<u>828,161</u>	<u>813,371</u>
Net Assets per share (Rs.)	14.29	13.98	13.66	13.38

Sgd.
A N Fonseka
Chairman
28th July 2009

Sgd.
J D N Kekulawala
Director

LANKA VENTURES PLC

STATEMENT OF CHANGES IN EQUITY

Group

	Stated capital (Rs. ' 000)	Retained profits (Rs. ' 000)	Total (Rs. ' 000)
Balance at 1 April 2008	631,638	216,976	848,614
Net profit	-	32,984	32,984
Temporary diminution in value of investments	-	(2,003)	(2,003)
Dividend	-	-	-
Balance at 30 June 2008	631,638	247,957	879,595
Balance at 1 April 2009	631,638	51,202	682,840
Net profit	-	24,864	24,864
Temporary diminution in value of investments	-	6,850	6,850
Dividend	-	-	-
Balance at 30 June 2009	631,638	82,916	714,554

STATEMENT OF CHANGES IN EQUITY

Company

	Stated capital (Rs. ' 000)	Retained profits (Rs. ' 000)	Total (Rs. ' 000)
Balance at 1 April 2008	631,638	213,529	845,167
Net profit	-	32,393	32,393
Temporary diminution in value of investments	-	(2,003)	(2,003)
Dividend	-	0	0
Balance at 30 June 2008	631,638	243,919	875,557
Balance at 1 April 2009	631,638	37,363	669,001
Net profit	-	23,373	23,373
Temporary diminution in value of investments	-	6,850	6,850
Dividend	-	-	-
Balance at 30 June 2009	631,638	67,586	699,224

LANKA VENTURES PLC

CASH FLOW STATEMENTS

Three months ended 30 June

	Group 2009 (Rs. ' 000)	Company 2009 (Rs. 000)	Group 2008 (Rs. 000)	Company 2008 (Rs. 000)
Operating activities				
Cash generated from operations	20,694	21,720	46,974	47,984
Tax Paid	(137,720)	(137,671)	(74)	(74)
Net cash from operating activities	<u>(117,026)</u>	<u>(115,951)</u>	<u>46,900</u>	<u>47,910</u>
Investing activities				
Proceeds from disposal of long term investments	24,981	24,981	20,000	20,000
Purchase of long term investments	(51,000)	(51,000)	-	-
Purchase of property, plant and equipment	-	-	(35)	(35)
Investment in Subsidiary	-	-	-	(40,000)
Venture capital investments	-	-	(76,225)	(36,224)
Proceeds from disposal / redemption of venture capital investments	-	-	29,000	29,000
Proceeds from disposal of dealing securities	11,132	11,132	-	-
Proceeds from disposal of short term investments	143,670	143,670	100,000	100,000
Purchase of short term investments	(65,435)	(60,437)	(140,000)	(140,000)
Net cash generated from / (used in) investing activities	<u>63,348</u>	<u>68,346</u>	<u>(67,260)</u>	<u>(67,259)</u>
Financing activities				
Dividend paid	-	-	(583)	(583)
Net cash used in financing activities	<u>-</u>	<u>-</u>	<u>(583)</u>	<u>(583)</u>
Increase / (decrease) in cash and cash equivalents	<u>(53,678)</u>	<u>(47,605)</u>	<u>(20,943)</u>	<u>(19,932)</u>
Movement in cash and cash equivalents				
At start of year	122,114	114,533	169,251	166,564
Increase / (decrease)	<u>(53,678)</u>	<u>(47,605)</u>	<u>(20,943)</u>	<u>(19,932)</u>
At end of year	<u>68,436</u>	<u>66,928</u>	<u>148,308</u>	<u>146,632</u>

LANKA VENTURES PLC

Explanatory Notes :-

1. The financial statements which are subject to audit have been prepared in accordance with Sri Lanka Accounting Standards. The stated capital comprises 50,000,000 Ordinary Shares.
2. There have been no material events subsequent to the end of the quarter that require disclosure in these notes.
3. Capital commitments outstanding as at 30 June 2009 amounted to Rs 5,200,000.00.
4. The Market price per share

For the quarter ended 30 June		2009	2008
Highest price per share	Rs.	13.50	12.50
Lowest price per share	Rs.	5.50	10.75
Market price per share as at 30 June	Rs.	10.00	12.25

5. Twenty major shareholders of the Company as at 30 June 2009

Name of shareholder/company name	No. of shares	% of issued capital
Development Finance Corp. Of Ceylon	29,119,743	58.23
Hatton National Bank PLC A/c No 1	10,036,250	20.07
Mr. Ravimohan Surendranath Tissanayagam	506,600	1.01
Mr. Ranjit Parakrama Senanayake	505,300	1.01
Freudenberg Shipping Agencies Limited	500,000	1.00
Dr. Thirugnanasambandar Senthilverl	447,000	0.89
DPMC Financial Services (Pvt) Limited A/c 1	362,900	0.72
Mrs. Muriel Geratrude Kekulawala	300,000	0.60
Belmont Agents Limited	300,000	0.60
Harischandra Mills (Distributors) Limited	250,000	0.50
Distilleries Company of Sri Lanka Limited	250,000	0.50
Mr. Addara Pathirana Somasiri	240,000	0.48
Mr. Jayaprakash Rudra	200,000	0.40
Mr. Henry Anthony Pieris	200,000	0.40
Mr. Nirmal Dilhan Peter Hettiaratchy	110,000	0.22
Mrs. Maduwage Lakshmi De Silva	110,000	0.22
Mr. Arunasalam Sithampalam	101,000	0.20
Mr. Balasubramaniam Prithiviraj	100,000	0.20
Lanka Milk Foods (CWE) Limited	100,000	0.20
Mr. Antony Walter Edwards	100,000	0.20
Total	43,838,793	87.65

LANKA VENTURES PLC

Explanatory Notes (Continued) :-

6. Percentage of shares held by public as at 30 June 2009 : 21.68%

7. Directors' shareholdings as at 31 March 2009

Mr. J.D.N. Kekulawala - 6,000