



# **TEXTURED JERSEY LANKA PLC**

**Condensed Interim Financial Statements**

**Period Ended 30 June 2015**

## TEXTURED JERSEY LANKA PLC

### Chairman's Review

Textured Jersey Lanka PLC (TJL) commenced the year with the achievement of two key strategic milestones; announcing the acquisitions of Ocean India (Private) Limited (OCI) and Quenby Lanka Prints (Private) Limited (QLP). During the quarter ended 30th June 2015 (1Q FY 2015/16), pursuant to the conclusion of all legal and regulatory formalities, TJL was able to consolidate QLP as a wholly owned subsidiary of TJL with effect from 1st June 2015. Accordingly for 1Q FY 2015/16 TJL recorded consolidated revenue of Rs. 2.8bn with a net profit of Rs. 206mn creating a platform for synergies and further growth in value added products. This reflects a commendable overall profit growth of 26% year on year.

For the period ended 30th June 2015, on a standalone basis TJL recorded a net profit of Rs. 189mn up 15% year on year. This result was achieved on the back of a topline of Rs. 2.7bn representing a 2% year on year increase, while the gross profit came in at Rs.297mn, up 36% compared to the same period last year. The increase in gross profit could be directly attributable to the improved margins achieved during the quarter under review. Standalone TJL gross profit margin for 1Q FY2015/16 was at 11% compared to 8% during the same period last year. This reflects the impact of the previously expanded manufacturing capacity now translating to bottom line margins. With QLP results being consolidated with effect from 1st June 2015, the consolidated gross profit for TJL for the quarter ended 30th June 2015, came in at Rs. 323mn.

The strong performance at gross profit level allowed TJL to post an operating profit of Rs.171mn for 1Q FY 2015/16, recording 39% year on year growth on a standalone basis. This was despite administrative expenses increasing as a result of systems and processes being strengthened to accommodate the planned expansion strategy. On a consolidated basis, TJL reported an operating profit of Rs. 188mn.

TJL continued to maintain a strong balance sheet as at 30th June 2015, with Rs.3.4bn in cash and zero long term debt. However Rs.1.4bn of short term debt was added to manage and optimize the timing effects of cash flows and investments. Despite the better cash position versus a year before, lower interest rates led to net finance income dropping 51% to Rs.8.7mn compared to 1Q FY2014/15.

The combined effect of improved gross margins, and diligent overhead management enabled TJL to report a strong bottom line performance despite reductions in net finance income. TJL was able to conclude the quarter under review with a net profit of Rs.189mn on a standalone basis, growing 15% year on year, which resulted in a consolidated net profit of Rs. 206mn.

On the expansion plans, the business integration and value creation process of QLP is well underway while all the ground work has been laid to commence the ramp up of the integration process with OCI. With TJL's proven execution capability, the exposure obtained via the technical services agreement, and the strong support extended by the OCI and QLP management teams, there is much optimism that the core business fundamentals will be greatly enhanced in the future. We are encouraged by the positive responses given by our customers towards the recent acquisitions. Overall, we operate in a globally competitive industry which provides both opportunities and challenges. We remain confident that the steps we have taken will lay a solid foundation for long term growth.

Sgd

Bill Lam

Chairman

TEXTURED JERSEY LANKA PLC

Income Statement

(all amounts in Sri Lankan Rupees thousands)

	Group			Company			
	Period Ended 30 June			Quarter Ended 30 June			Year Ended 31 March
	2015 Unaudited	2014 Unaudited	Variance	2015 Unaudited	2014 Unaudited	Variance	2015 Audited
Revenue	2,761,630	2,678,615	3%	2,719,791	2,678,615	2%	13,678,462
Cost of sales	(2,438,593)	(2,459,756)	-1%	(2,423,010)	(2,459,756)	-1%	(12,057,430)
<b>Gross profit</b>	<b>323,037</b>	<b>218,859</b>	<b>48%</b>	<b>296,781</b>	<b>218,859</b>	<b>36%</b>	<b>1,621,032</b>
Other income	8,607	11,290	-24%	6,754	11,290	-40%	26,936
Distribution expenses	(19,618)	(19,468)	1%	(19,093)	(19,468)	-2%	(82,469)
Administrative expenses	(124,394)	(87,922)	41%	(113,866)	(87,922)	30%	(364,453)
<b>Results from operating activities</b>	<b>187,632</b>	<b>122,759</b>	<b>53%</b>	<b>170,576</b>	<b>122,759</b>	<b>39%</b>	<b>1,201,046</b>
Non Operating Income	20,637	20,645	0%	19,176	20,645	-7%	102,689
Finance income	13,472	20,199	-33%	13,472	20,199	-33%	61,538
Finance costs	(6,101)	(2,584)	136%	(4,769)	(2,584)	85%	(3,729)
Net finance income	7,371	17,615	-58%	8,703	17,615	-51%	57,809
<b>Profit before tax</b>	<b>215,640</b>	<b>161,019</b>	<b>34%</b>	<b>198,455</b>	<b>161,019</b>	<b>23%</b>	<b>1,361,544</b>
Income tax	(9,471)	3,038	-412%	(9,471)	3,038	-412%	(29,385)
<b>Profit for the period</b>	<b>206,169</b>	<b>164,057</b>	<b>26%</b>	<b>188,984</b>	<b>164,057</b>	<b>15%</b>	<b>1,332,159</b>
<b>Attributable to:</b>							
Equity holders of the parent	206,169						
Non-controlling interest	NIL						
	<b>206,169</b>						
<b>Basic earnings per share (LKR)</b>	<b>0.31</b>	<b>0.25</b>		<b>0.29</b>	<b>0.25</b>		<b>2.02</b>

TEXTURED JERSEY LANKA PLC

Statement of Comprehensive Income

(all amounts in Sri Lankan Rupees thousands)

	Group			Company			
	Period Ended 30 June			Quarter Ended 30 June			Year Ended 31 March
	2015 Unaudited	2014 Unaudited	Variance	2015 Unaudited	2014 Unaudited	Variance	2015 Unaudited
<b>Profit for the period</b>	<b>206,169</b>	<b>164,057</b>	<b>26%</b>	<b>188,984</b>	<b>164,057</b>	<b>15%</b>	<b>1,332,159</b>
<b>Other comprehensive income</b>							
Deferred tax attributable to remeasurement of retirement benefit obligations	NIL	NIL	0%	NIL	NIL	0%	1,362
Effect on remeasurement of retirement benefit obligations	NIL	NIL	0%	NIL	NIL	0%	(11,354)
Currency translation differences	16,869	(17,719)	-195%	17,000	(17,719)	-196%	147,924
<b>Total other comprehensive income for the period</b>	<b>16,869</b>	<b>(17,719)</b>	<b>-195%</b>	<b>17,000</b>	<b>(17,719)</b>	<b>-196%</b>	<b>137,932</b>
<b>Total comprehensive income for the period</b>	<b>223,038</b>	<b>146,338</b>	<b>52%</b>	<b>205,984</b>	<b>146,338</b>	<b>41%</b>	<b>1,470,091</b>
<b>Attributable to:</b>							
Equity holders of the parent	223,038						
Non-controlling interest	NIL						
	<b>223,038</b>						

# TEXTURED JERSEY LANKA PLC

## Statement of Financial Position

(all amounts in Sri Lankan Rupees thousands)

	Group	Company		
	As at 30 June	As at 30 June		As at 31 March
	2015 Unaudited	2015 Unaudited	2014 Unaudited	2015 Audited
<b>ASSETS</b>				
<b>Non - current assets</b>				
Property, plant & equipment	3,535,658	3,180,930	2,104,594	2,408,567
Capital work-in-progress	98,020	96,316	974,606	864,434
Intangible assets	61,538	46,437	51,488	52,232
Lease rentals paid in advance	95,902	89,853	91,146	90,556
Investment in Subsidiaries	NIL	470,610	NIL	NIL
	3,791,118	3,884,146	3,221,834	3,415,789
<b>Current assets</b>				
Inventories	1,996,114	1,927,241	1,614,157	1,961,454
Trade and other receivables	1,573,238	1,484,603	1,303,641	1,453,786
Cash and cash equivalents	3,456,591	3,382,582	2,183,661	1,914,631
	7,025,943	6,794,426	5,101,459	5,329,871
<b>Total assets</b>	<b>10,817,061</b>	<b>10,678,572</b>	<b>8,323,293</b>	<b>8,745,660</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Stated capital	2,849,899	2,849,899	2,797,229	2,849,899
ESOP fund	19,473	19,473	19,473	19,473
Exchange equalisation reserve	1,257,037	1,257,168	1,074,525	1,240,168
Retained earnings	3,131,280	3,114,095	2,625,979	2,925,111
	7,257,689	7,240,635	6,517,206	7,034,651
<b>Non - current liabilities</b>				
Deferred tax liabilities	124,015	124,015	92,643	114,316
Retirement benefit obligations	162,837	138,874	104,451	131,969
	286,852	262,889	197,094	246,285
<b>Current liabilities</b>				
Short term borrowings	1,409,837	1,338,000	NIL	NIL
Trade and other payables	1,845,186	1,821,585	1,231,778	1,441,994
Bank overdrafts	17,497	15,463	377,215	22,730
	3,272,520	3,175,048	1,608,993	1,464,724
<b>Total liabilities</b>	<b>3,559,372</b>	<b>3,437,937</b>	<b>1,806,087</b>	<b>1,711,009</b>
<b>Total equity and liabilities</b>	<b>10,817,061</b>	<b>10,678,572</b>	<b>8,323,293</b>	<b>8,745,660</b>
<b>Net Asset per share</b>	<b>10.98</b>	<b>10.96</b>	<b>9.95</b>	<b>10.65</b>

I certify that financial statements comply with the requirements of the Companies Act No. 07 of 2007.

Sgd

**Salman Nishtar**

Chief Financial Officer

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

Sgd

Sgd

**Sriyan Joseph de Silva Wijeyeratne**

Managing Director/Chief Executive Officer

**Hasitha Premarathne**

Director

6-Aug-2015

TEXTURED JERSEY LANKA PLC

Statement of Changes In Equity - Company

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	ESOP fund	Exchange equalisation reserve	Retained earnings	Total
<b>Balance as at 1 April 2014</b>	<b>2,797,229</b>	<b>19,473</b>	<b>1,092,244</b>	<b>2,461,922</b>	<b>6,370,868</b>
Issue of shares	52,670	NIL	NIL	NIL	52,670
Profit for the period	NIL	NIL	NIL	1,332,159	<b>1,332,159</b>
Other comprehensive income	NIL	NIL	147,924	(9,992)	<b>137,932</b>
<b>Total comprehensive income</b>	<b>NIL</b>	<b>NIL</b>	<b>147,924</b>	<b>1,322,167</b>	<b>1,470,091</b>
<b>Transactions with owners</b>					
Final dividend paid - 2013/14	NIL	NIL	NIL	(528,602)	(528,602)
Interim dividend paid - 2014/15	NIL	NIL	NIL	(330,376)	(330,376)
<b>Balance as at 31 March 2015</b>	<b>2,849,899</b>	<b>19,473</b>	<b>1,240,168</b>	<b>2,925,111</b>	<b>7,034,651</b>
<b>Balance as at 1 April 2015</b>	<b>2,849,899</b>	<b>19,473</b>	<b>1,240,168</b>	<b>2,925,111</b>	<b>7,034,651</b>
Profit for the period	NIL	NIL	NIL	188,984	188,984
Other comprehensive income	NIL	NIL	17,000	NIL	17,000
<b>Total comprehensive income</b>	<b>NIL</b>	<b>NIL</b>	<b>17,000</b>	<b>NIL</b>	<b>17,000</b>
<b>Balance as at 30 June 2015</b>	<b>2,849,899</b>	<b>19,473</b>	<b>1,257,168</b>	<b>3,114,095</b>	<b>7,240,635</b>
<b>Balance as at 1 April 2014</b>	<b>2,797,229</b>	<b>19,473</b>	<b>1,092,244</b>	<b>2,461,922</b>	<b>6,370,868</b>
Profit for the period	NIL	NIL	NIL	164,057	164,057
Other comprehensive income	NIL	NIL	(17,719)	NIL	(17,719)
<b>Total comprehensive income</b>	<b>NIL</b>	<b>NIL</b>	<b>(17,719)</b>	<b>164,057</b>	<b>146,338</b>
<b>Balance as at 30 June 2014</b>	<b>2,797,229</b>	<b>19,473</b>	<b>1,074,525</b>	<b>2,625,979</b>	<b>6,517,206</b>

Statement of Changes In Equity - Group

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	ESOP fund	Exchange equalisation reserve	Retained earnings	Total
<b>Balance as at 1 April 2015</b>	<b>2,849,899</b>	<b>19,473</b>	<b>1,240,168</b>	<b>2,925,111</b>	<b>7,034,651</b>
Profit for the period	NIL	NIL	NIL	206,169	<b>206,169</b>
Other comprehensive income	NIL	NIL	16,869	NIL	<b>16,869</b>
<b>Balance as at 30 June 2015</b>	<b>2,849,899</b>	<b>19,473</b>	<b>1,257,037</b>	<b>3,131,280</b>	<b>7,257,689</b>

TEXTURED JERSEY LANKA PLC

Cash Flow Statement

(all amounts in Sri Lankan Rupees thousands)

	Group	Company	
	Period Ended 30 June	Quarter Ended 30 June	
	2015 Unaudited	2015 Unaudited	2014 Unaudited
<b>Cash flows from operating activities</b>			
Cash generated from operations	219,154	207,111	(75,873)
Finance income received	13,472	13,472	20,199
Finance cost paid	(1,401)	(69)	(104)
Retirement benefit obligations paid	(968)	(968)	(318)
<b>Net cash generated/(used) from operating activities</b>	<b>230,257</b>	<b>219,546</b>	<b>(56,096)</b>
<b>Cash flows from investing activities</b>			
Additions to capital work - in - progress	(94,083)	(92,627)	(207,367)
Acquisition of subsidiary- net of cash aquired (Please refer Note 7)	25,053	NIL	NIL
Proceeds from sale of property, plant & equipment	NIL	NIL	(61)
<b>Net cash used in investing activities</b>	<b>(69,030)</b>	<b>(92,627)</b>	<b>(207,428)</b>
<b>Cash flows from financing activities</b>			
Proceeds from short term borrowings	1,385,967	1,348,300	NIL
<b>Net cash used in financing activities</b>	<b>1,385,967</b>	<b>1,348,300</b>	<b>NIL</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>1,547,194</b>	<b>1,475,219</b>	<b>(263,524)</b>
Cash and cash equivalents at the beginning of the period	1,891,901	1,891,901	2,069,969
<b>Cash and cash equivalents at the end of the period</b>	<b>3,439,095</b>	<b>3,367,120</b>	<b>1,806,445</b>

# TEXTURED JERSEY LANKA PLC

## Notes to the Financial Statements

### 1 Corporate Information

Textured Jersey Lanka PLC is a public limited company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The address of its registered office is Block D8 - D14, C V Gooneratne Seethawaka International Industrial Park, Avissawella.

### 2 Condensed Interim Financial Statements

The financial statements for the period ended 30 June 2015, includes "the Company" referring to Textured Jersey Lanka PLC .

The Company has also presented the statement of comprehensive income and the statement of financial position in United States Dollars (USD) since the functional currency of the enterprise is USD.

### 3 Approval of Financial Statements

The condensed interim financial statements of the Company for the 03 months ended 30 June 2015 were authorised for issue by the Board of Directors on 6 August 2015.

### 4 Basis of Preparation

The condensed interim financial statements of the Company have been prepared in accordance with Sri Lanka Accounting Standard - 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 2015.

The condensed interim financial statements have been prepared on a historical cost basis.

### 5 Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year.

### 6. Contingencies, Capital and Other Commitments

There has been no significant change in the nature of the contingencies and other commitments, which were disclosed in the annual report for the year ended 31 March 2015.

### 7. Events after the Reporting Period

Company has acquired Quenby Lanka Private Limited on 1 June 2015 and the initial accounting for the business combination is incomplete as of the reporting date. Company has recognized the initial accounting for the business combination based on the provisional figures in accordance with the guidance provided by the SLFRS 3- Business Combinations. Company is also in the process of getting a proper valuation done for the accounting purposes in accordance with the above standard, once the valuation is finalized and if company receives any new information on the assets and liabilities acquired as of the measurement period will be duly adjusted as per the standard.

### 8. Key Ratios of the Company

	Group	Company	
	Period ended 30 June 2015	2015	30 June 2014
<b>Profitability Ratios</b>			
Net Profit Margin	7.47%	6.95%	6.12%
Asset to Turnover	1.02	1.02	1.29
Debt : Equity	0.20	0.19	0.06
Return on Assets (ROA)	8.43%	7.78%	7.83%
Return on Equity (ROE)	11.54%	10.59%	10.18%

### Investor Ratios

Earnings per Share (EPS) - LKR	0.31	0.29	0.25
Net Book Value per Share - LKR	10.98	10.96	9.95
Price / Earnings Ratio (PE Ratio)	22.43	24.47	18.96
Price to Book Value Ratio (PBV Ratio)	2.55	2.56	1.91

(PE and PBV Ratios are based on a market price of LKR 28.00 per share closed 30 June 2015)

### 9 Number of shares representing the entity's Stated Capital - 660,752,465 Shares

### 10 Directors' Interest in Shares of the Company (As at 30 June 2015)

	No. of Shares	%
Hasitha Premaratne	40,000	0.01



# TEXTURED JERSEY LANKA PLC

## Notes to the Financial Statements

### 11 Market Price per Share

	Highest (LKR)	Lowest (LKR)
Quater ended 30 June 2015	29.80	24.10
Last traded price (on 30 June 2015)	28.00	

### 12 Public Shareholding 199,312,868 shares - 30.16%

### 13 List of the 20 Largest Shareholders

	No. of Shares	%
Pacific Textured Jersey Holdings Limited	262,001,464	39.65
Brandix Lanka Ltd-Number 1 Account	197,000,976	29.81
Mr. Y.S.H.I.Silva	24,035,136	3.64
Melstacorp Limited	12,622,428	1.91
Deutsche Bank Ag Singapore-Dss A/C Navis Yield Fund	11,132,219	1.68
J.B. Cocoshell (Pvt) Ltd	9,820,669	1.49
Mcbridge Blue (Private) Limited	4,619,300	0.70
Citi Bank Ny S/A Forward Select Em Dividend Fund	4,502,486	0.68
MAS Capital (Private) Limited	3,277,202	0.50
Periceyl ( Private ) Limited A/C No. 03	2,694,100	0.41
AIA Insurance Lanka Plc A/C No.07	2,291,130	0.35
Nuwara Eliya Property Developers (Pvt) Ltd	2,044,243	0.31
Mcsen Range Private Limited	2,031,400	0.31
Nawaloka Piling Private Limited	2,031,400	0.31
South Asian Investment (Pvt) Ltd	2,031,400	0.31
Mellon Bank N.A-Acadian Frontier Markets Equity Fund	2,023,583	0.31
Ms O.D.Gunewardene	2,000,000	0.30
Mr. A.R.Gunasekara	1,960,700	0.30
Mr.B.P.Obeyesekere	1,800,000	0.27
Asian Alliance Insurance Plc-A/C 02 (Life Fund)	1,700,000	0.26
Mr. K.Balendra	1,691,200	0.26
East India Holding (Pvt) Ltd	1,640,000	0.25

TEXTURED JERSEY LANKA PLC

Income Statement

(all amounts in United States Dollars)

	Group			Company			
	Period Ended 30 June			Quarter Ended 30 June			Year Ended 31 March
	2015 Unaudited	2014 Unaudited	Variance	2015 Unaudited	2014 Unaudited	Variance	2015 Audited
Revenue	20,482,313	20,484,975	0%	20,172,001	20,484,975	-2%	104,137,513
Cost of sales	(18,086,429)	(18,811,226)	-4%	(17,970,853)	(18,811,226)	-4%	(91,796,197)
<b>Gross profit</b>	<b>2,395,884</b>	<b>1,673,749</b>	<b>43%</b>	<b>2,201,148</b>	<b>1,673,749</b>	<b>32%</b>	<b>12,341,316</b>
Other income	63,835	86,340	-26%	50,094	86,340	-42%	205,070
Distribution expenses	(145,499)	(148,885)	-2%	(141,606)	(148,885)	-5%	(627,858)
Administrative expenses	(922,600)	(672,392)	37%	(844,517)	(672,392)	26%	(2,774,674)
<b>Results from operating activities</b>	<b>1,391,620</b>	<b>938,812</b>	<b>48%</b>	<b>1,265,119</b>	<b>938,812</b>	<b>35%</b>	<b>9,143,854</b>
Non Operating Income	153,057	157,884	-3%	142,225	157,884	-10%	781,794
Finance income	99,919	154,473	-35%	99,916	154,473	-35%	468,503
Finance costs	(45,253)	(19,763)	129%	(35,371)	(19,763)	79%	(28,387)
Net finance income	54,666	134,710	-59%	64,545	134,710	-52%	440,116
<b>Profit before tax</b>	<b>1,599,343</b>	<b>1,231,406</b>	<b>30%</b>	<b>1,471,889</b>	<b>1,231,406</b>	<b>20%</b>	<b>10,365,764</b>
<b>Income tax</b>	<b>(70,243)</b>	<b>23,239</b>	<b>-402%</b>	<b>(70,243)</b>	<b>23,239</b>	<b>-402%</b>	<b>(223,714)</b>
<b>Profit for the period</b>	<b>1,529,100</b>	<b>1,254,645</b>	<b>22%</b>	<b>1,401,646</b>	<b>1,254,645</b>	<b>12%</b>	<b>10,142,050</b>
<b>Attributable to:</b>							
Equity holders of the parent	1,529,100						
Non-controlling interest		NIL					
	<b>1,529,100</b>						

TEXTURED JERSEY LANKA PLC

Statement of Comprehensive Income

(all amounts in United States Dollars)

	Group			Company			
	Period Ended 30 June			Quarter Ended 30 June			Year Ended 31 March
	2015 Unaudited	2014 Unaudited	Variance	2015 Unaudited	2014 Unaudited	Variance	2015 Unaudited
<b>Profit for the period</b>	1,529,100	1,254,645	22%	1,401,646	1,254,645	12%	10,142,050
<b>Other comprehensive income</b>							
Deferred tax attributable to remeasurement of retirement benefit obligations	NIL	NIL	0%	NIL	NIL	0%	10,373
Effect on remeasurement of retirement benefit obligations	NIL	NIL	0%	NIL	NIL	0%	(86,438)
<b>Total other comprehensive income for the period</b>	<b>NIL</b>	<b>NIL</b>	<b>0%</b>	<b>NIL</b>	<b>NIL</b>	<b>0%</b>	<b>(76,065)</b>
<b>Total comprehensive income for the period</b>	<b>1,529,100</b>	<b>1,254,645</b>	<b>22%</b>	<b>1,401,646</b>	<b>1,254,645</b>	<b>12%</b>	<b>10,065,985</b>
<b>Attributable to:</b>							
Equity holders of the parent	1,529,100						
Non-controlling interest	NIL						
	<b>1,529,100</b>						

TEXTURED JERSEY LANKA PLC

Statement of Financial Position

(all amounts in United States Dollars)

	Group	Company		
	As at 30 June	As at 30 June		As at 31 March
	2015	2015	2014	2015
	Unaudited	Unaudited	Unaudited	Audited
<b>ASSETS</b>				
<b>Non - current assets</b>				
Property, plant & equipment	26,424,951	23,773,769	16,158,113	18,048,466
Capital work-in-progress	732,583	719,851	7,482,582	6,477,585
Intangible assets	459,928	347,061	395,299	391,400
Lease rentals paid in advance	716,757	671,545	699,779	678,578
Investment in Subsidiaries	NIL	3,517,266	NIL	NIL
	28,334,219	29,029,492	24,735,773	25,596,029
<b>Current assets</b>				
Inventories	14,918,643	14,403,897	12,392,759	14,698,044
Trade and other receivables	11,758,130	11,095,691	10,008,760	10,893,864
Cash and cash equivalents	25,834,017	25,280,884	16,765,148	14,347,178
	52,510,790	50,780,472	39,166,667	39,939,086
<b>Total assets</b>	<b>80,845,009</b>	<b>79,809,964</b>	<b>63,902,440</b>	<b>65,535,115</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Stated capital	29,028,481	29,028,481	28,624,940	29,028,481
ESOP Fund	149,794	149,794	149,794	149,794
Retained earnings	25,064,540	24,937,087	21,261,391	23,535,484
	54,242,815	54,115,362	50,036,125	52,713,759
<b>Non - current liabilities</b>				
Deferred tax liabilities	926,867	926,867	711,274	856,624
Retirement benefit obligations	1,217,020	1,037,923	801,924	988,903
	2,143,887	1,964,790	1,513,198	1,845,527
<b>Current liabilities</b>				
Short term borrowings	10,536,898	10,000,000	NIL	NIL
Trade and other payables	13,790,640	13,614,247	9,457,031	10,805,503
Bank overdrafts	130,769	115,565	2,896,086	170,326
	24,458,307	23,729,812	12,353,117	10,975,829
<b>Total liabilities</b>	<b>26,602,194</b>	<b>25,694,602</b>	<b>13,866,315</b>	<b>12,821,356</b>
<b>Total equity and liabilities</b>	<b>80,845,009</b>	<b>79,809,964</b>	<b>63,902,440</b>	<b>65,535,115</b>

I certify that financial statements comply with the requirements of the Companies Act No. 07 of 2007.

Sgd

**Salman Nishtar**

Chief Financial Officer

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

Sgd

**Sriyan Joseph de Silva Wijeyeratne**

Managing Director/Chief Executive Officer

Sgd

**Hasitha Premarathne**

Director

6-Aug-2015