

CEYLON INVESTMENT PLC

A Carson Cumberbatch Company

Condensed Interim Financial Statements
For the three months ended 30th June 2023

Ceylon Investment PLC

Statement of Profit or Loss and Other Comprehensive Income

(All figures are in Sri Lankan Rupees Thousands)

Three months ended 30th June	2023	2022	Change %
Revenue	118,975	19,590	507
Net change in fair value through profit or loss financial assets	67,957	(311,116)	122
Profit/(loss) on investment activities	186,932	(291,526)	164
Administrative and other operating expenses	(25,003)	(16,726)	49
Profit/(loss) from operations	161,929	(308,252)	153
Finance expense	(11,127)	(2,543)	338
Profit/(loss) from operations after finance expense	150,802	(310,795)	149
Share of profit/(loss) of equity accounted investees, net of tax	83,844	(203,811)	141
Profit/(loss) before taxation	234,646	(514,606)	146
Income tax expense	(17,223)	(10,623)	62
Profit/(loss) for the period	217,423	(525,229)	141
Other comprehensive income			
Items that are or may be reclassified to profit or loss			
Share of other comprehensive expense of equity accounted investees, net of tax	(554,811)	(509,870)	9
Other comprehensive expense for the period	(554,811)	(509,870)	9
Total comprehensive expense for the period	(337,388)	(1,035,099)	67
Earnings / (loss) per share (Rs.)	2.17	(5.23)	
Dividend per share (Rs.)*	-	-	

* Dividend per share is based on the proposed / interim dividends.

Figures in brackets indicate deductions.

Ceylon Investment PLC

Statement of Financial Position

(All figures are in Sri Lankan Rupees Thousands)

As at	30.06.2023	31.03.2023 (Audited)
ASSETS		
Non-current assets		
Investment in equity accounted investees	6,487,435	6,958,402
Investment in fixed deposits	1,324,025	1,255,827
Total non-current assets	7,811,460	8,214,229
Current assets		
Trade and other receivables	15,433	6,369
Fair value through profit or loss financial assets	2,242,962	2,215,818
Investment in unit trusts	36,992	21,248
Investment in fixed deposits	243,711	347,097
Cash and cash equivalents	325,472	53,604
Total current assets	2,864,570	2,644,136
Total assets	10,676,030	10,858,365
EQUITY AND LIABILITIES		
Equity		
Stated capital	838,033	838,033
Capital reserves	187,141	187,141
Revenue reserves	9,209,645	9,547,033
Total equity	10,234,819	10,572,207
Current liabilities		
Trade and other payables	25,671	22,668
Current tax payable	14,873	11,861
Short term borrowings	400,667	251,629
Total current liabilities	441,211	286,158
Total liabilities	441,211	286,158
Total equity and liabilities	10,676,030	10,858,365
Net assets value per share (Rs.)	102.00	105.36

The Statement of Financial Position as at 30th June 2023 and the related Statements of Profit or Loss and Other Comprehensive Income, Changes in Equity and Cash Flows for the period then ended as disclosed in pages 1 to 4 have been drawn up from unaudited accounts.

I certify that these Financial Statements comply with the requirements of the Companies Act No. 07 of 2007.

(Sgd).

P.C. Ekanayake

Finance Manager

Guardian Fund Management Limited

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

Approved and signed on behalf of the Managers,

Approved and Signed on behalf of the Board,

(Sgd).

K. Selvanathan

Director

Carsons Management Services (Private) Limited

11th August 2023

Colombo

(Sgd).

M.A.R.C. Cooray (Mrs.)

Chairperson

(Sgd).

D.C.R. Gunawardena

Director

Ceylon Investment PLC
Statement of Changes in Equity

(All figures are in Sri Lankan Rupees Thousands)

	Stated capital	Capital reserves	Revenue reserves	Total equity
Balance as at 1st April 2023	838,033	187,141	9,547,033	10,572,207
Profit for the period	-	-	217,423	217,423
Other comprehensive expense for the period	-	-	(554,811)	(554,811)
Total comprehensive expense for the period	-	-	(337,388)	(337,388)
Balance as at 30th June 2023	838,033	187,141	9,209,645	10,234,819
Balance as at 1st April 2022	838,033	187,141	8,252,461	9,277,635
Surcharge Tax for the year of assessment 2020/21	-	-	(48,531)	(48,531)
Balance as at 1st April 2022 (Adjusted)	838,033	187,141	8,203,930	9,229,104
Loss for the period	-	-	(525,229)	(525,229)
Other comprehensive expense for the period	-	-	(509,870)	(509,870)
Total comprehensive expense for the period	-	-	(1,035,099)	(1,035,099)
Dividend	-	-	(75,258)	(75,258)
Balance as at 30th June 2022	838,033	187,141	7,093,573	8,118,747

Figures in brackets indicate deductions.

Ceylon Investment PLC

Statement of Cash Flows

(All figures are in Sri Lankan Rupees Thousands)

For the three months ended 30th June	2023	2022
Cash flows from operating activities		
Profit / (loss) before taxation	234,646	(514,606)
Adjustments for:		
Net change in fair value through profit or loss financial assets	(67,957)	311,116
Finance expense	11,127	2,543
Share of (profit) / loss of equity accounted investees, net of tax	(83,844)	203,811
Operating profit before changes in working capital	93,972	2,864
Increase in trade and other receivables	(9,064)	(67,548)
Decrease in investments	25,069	246,591
Decrease / (increase) in fixed deposits	35,188	(339,063)
Increase / (decrease) in trade and other payables	3,162	(101,437)
Cash generated from / (used in) operations	148,327	(258,593)
Income tax paid	(14,211)	(8,070)
Surcharge tax paid	-	(16,487)
Net cash generated from / (used in) operating activities	134,116	(283,150)
Cash flows from investing activities		
Dividend received from equity accounted investees	-	27,639
Net cash generated from investing activities	-	27,639
Cash flows from financing activities		
Finance expense paid	(12,089)	(451)
Short term borrowings (net movement)	150,000	200,000
Dividend paid	(159)	(68,272)
Net cash generated from financing activities	137,752	131,277
Net increase / (decrease) in cash and cash equivalents during the period	271,868	(124,234)
Cash and cash equivalents at the beginning of the period	53,604	736,108
Cash and cash equivalents at the end of the period	325,472	611,874
Statement of cash and cash equivalents		
Placements with banking and financial institutions	-	100,602
Securities purchased under resale agreements	-	100,630
Cash at bank	325,472	410,642
Cash and cash equivalents for the cash flow statement purposes	325,472	611,874

Figures in brackets indicate deductions.

Ceylon Investment PLC

Notes to the Interim Financial Statements

(All figures are in Sri Lankan Rupees Thousands unless otherwise stated)

1 BASIS OF PREPARATION OF INTERIM FINANCIAL STATEMENTS

The Interim Financial Statements of the Company have been prepared based on the same accounting policies and methods applied for the year ended 31st March 2023 and are in compliance with Sri Lanka Accounting Standard LKAS 34 - "Interim Financial Reporting". The provisions of the Companies Act, No. 7 of 2007 have been considered in preparing these Interim Financial Statements.

2 VALUATION OF INVESTMENT PORTFOLIO

		Carrying/ fair value as at	
	Fair value hierarchy	30.06.2023	31.03.2023 (Audited)
Summary of investment portfolio			
Strategic investments - Investment in equity accounted investees		6,487,435	6,958,402
Investment in equity securities- Fair value through profit or loss-Quoted	Level 1	2,242,952	2,215,808
Investment in equity securities- Fair value through profit or loss- Unquoted	Level 3	10	10
Investment in unit trusts	Level 2	36,992	21,248
		8,767,389	9,195,468

3 EVENTS AFTER THE REPORTING PERIOD

Subsequent to the reporting period, no circumstances have arisen which would require adjustments to or disclosures in the financial statements, other than those disclosed in notes 7 and 8.

4 COMMITMENTS AND CONTINGENCIES

4.1 Capital expenditure commitments

There were no material capital commitments exist as at the reporting date.

4.2 Contingencies

There were no material contingent liabilities as at the reporting date.

5 COMPARATIVE FIGURES

Comparative figures have been rearranged where necessary to conform to the classification and presentation as at 30th June 2023.

6 LIABILITIES FOR EXPENDITURE

Management fees and other similar expenses for the quarter have been accounted for in full in the interim financial statements.

7 DIVIDENDS

After satisfying the solvency tests in accordance with Section 57 of the Companies Act No. 07 of 2007, the Directors of the Company have approved a first interim dividend of Rs.0.55 per Ordinary share for the year ended 31st March 2023 amounting to Rs.55,189,491.50. The entitlement / record date for the above first interim dividend was 11th July 2023.

8 STATED CAPITAL AND SHARE REPURCHASE

As at 30th June 2023, the Stated Capital of the Company amounted to Rs.838,032,311.66 which consisted of 100,344,530 Ordinary Shares.

On 23rd June 2023, the Company announced a Repurchase of Shares at a ratio of 01 ordinary share for every 102 ordinary shares held and accordingly, the Company would repurchase a maximum 983,770 ordinary shares from the Shareholders at a price of Rs.105.36 per share and total value of the share repurchase transaction amount would be Rs. 103.7 Mn.

9 GOING CONCERN

Based on currently available information, the directors are satisfied that the Company will continue its operations in the foreseeable future.

Ceylon Investment PLC

Notes to the Interim Financial Statements

(All figures are in Sri Lankan Rupees Thousands unless otherwise stated)

10 RELATED PARTY TRANSACTIONS

For the three months ended 30th June	2023	2022
Transactions with the parent company		
Dividends paid	-	49,625
Transactions with associate company		
Dividends received	-	27,639
Transactions with affiliated companies		
Receiving of services	18,649	13,646

11 TWENTY MAJOR SHAREHOLDERS AS AT 30TH JUNE 2023

Name of Shareholder	No. of Shares	%
1 Ceylon Guardian Investment Trust PLC A/C No.03	66,167,066	65.94
2 Associated Electrical Corporation Ltd	1,541,456	1.54
3 Mr. K.C. Vignarajah	1,427,829	1.42
Commercial Bank of Ceylon Ltd/K.C.Vignarajah	510,352	0.51
4 Mrs. M.L. De Silva	1,342,922	1.34
5 Miss G.I.A. De Silva	1,314,088	1.31
6 Thurston Investments Limited	914,351	0.91
7 Mr. Y.H. Abdulhussein	903,636	0.90
8 Mr. G.J.W. De Silva	881,870	0.88
9 Miss R.H. Abdulhussein	844,517	0.84
10 Oakley Investments (Private) Limited	818,421	0.82
11 People's Leasing & Finance PLC/Mr.M.A.N.Yoosufali	631,500	0.63
12 Miss N.K.R.H. De Silva	562,721	0.56
13 Bank of Ceylon No. 1 Account	538,124	0.54
14 Mr. H.M. Abdulhussein	420,819	0.42
15 Mercantile Bank (Agency) Private Limited	412,939	0.41
16 Mr. L.H. Abeysondera	388,225	0.39
17 Miss G.N.A. De Silva	387,981	0.39
18 Aitken Spence PLC - A/C No. 02	375,010	0.37
19 Dialog Finance PLC/M.A.M. Uvaim	374,646	0.37
20 Akbar Brothers Pvt Ltd A/C No 1	373,730	0.37

12 PUBLIC HOLDING

The Company is in compliance with the Minimum Public Holding requirements for Companies listed on the Main Board as per Rule 7.14.1(a) of the Listing Rules of the Colombo Stock Exchange, under Option 5, i.e. Float-Adjusted Market Capitalization of less than Rs.2.5 Billion with 500 Public Shareholders and a Public Holding percentage of 20%.

The Company's Public Holding as at 30th June 2023:

Market Capitalization of the Public Holding	Rs.1.20 Billion
Percentage of ordinary shares held by the public	34.06%
Number of public shareholders	2,940

13 DIRECTORS SHAREHOLDING AS AT 30TH JUNE 2023

	No. of shares
Mrs. M.A.R.C. Cooray (Chairperson)	-
Mr. D.C.R. Gunawardena	2,157
Mr. A.P. Weeratunge	-
Mr. V.M. Fernando	-
Mr. K. Selvanathan	-
Mr. S. M. Perera	-

14 INVESTOR INFORMATION

Market Performance - Ordinary Shares

As at/ for the three months ended	30.06.2023
Last traded price per share (Rs.)	35.00
Highest price per share (Rs.)	37.40
Lowest price per share (Rs.)	29.00
Market capitalization (in rupees thousands)	3,512,059

Corporate Information

NAME OF COMPANY	Ceylon Investment PLC (A Carson Cumberbatch Company)
DOMICILE AND LEGAL FORM	Ceylon Investment PLC is a Public Quoted Company with limited liability domiciled in Sri Lanka. The Company was incorporated in Sri Lanka in 1919.
COMPANY REGISTRATION NO.	PQ 68
PRINCIPAL ACTIVITY AND NATURE OF OPERATIONS	During the period, the principal activity of the Company was holding and managing of an investment portfolio.
PARENT ENTERPRISE AND ULTIMATE PARENT ENTERPRISE	Ceylon Guardian Investment Trust PLC is the immediate Parent Company of Ceylon Investment PLC. Carson Cumberbatch PLC is the Parent Company of Ceylon Guardian Investment Trust PLC and Bukit Darah PLC is the Ultimate Parent and Controlling Entity of Ceylon Guardian Investment Trust PLC.
DIRECTORS	Mrs. M.A.R.C. Cooray (Chairperson) Mr. D.C.R. Gunawardena Mr. A.P. Weeratunge Mr. V.M. Fernando Mr. K. Selvanathan Mr. S. M. Perera
NUMBER OF EMPLOYEES	The Company did not have its own employees during the year under review.
BANKERS	Standard Chartered Bank Commercial Bank of Ceylon PLC Deutsche Bank AG Colombo Hatton National Bank PLC National Development Bank PLC Sampath Bank PLC DFCC Bank PLC SBI Sri Lanka Nations Trust Bank PLC
AUDITORS	Messrs. KPMG Chartered Accountants, No. 32A, Sir Mohamed Macan Markar Mawatha, Colombo 3.
INVESTMENT MANAGERS	Guardian Fund Management Limited No. 61, Janadhipathi Mawatha, Colombo 1. Tele: +94-11-2039200 Fax: +94-11-2039385
MANAGERS & SECRETARIES	Carsons Management Services (Private) Limited No. 61, Janadhipathi Mawatha, Colombo 1. Tele: +94-11-2039200 Fax: +94-11-2039300
REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS	No. 61, Janadhipathi Mawatha, Colombo 1. Tele: +94-11-2039200 Fax: +94-11-2039300
CORPORATE WEBSITE	www.carsoncumberbatch.com