

# CEYLON INVESTMENT PLC

A Carson Cumberbatch Company

---

Condensed Interim Financial Statements  
For the six months ended 30th September 2024

# CEYLON INVESTMENT PLC

## Managers' Review

### For the period ended 30th September 2024

Sri Lanka's economic recovery continues to make gradual progress but remains vulnerable. The economy grew by 4.7% for the second quarter of 2024, as per GDP estimates published by department of statistics. The country has made some important reforms but needs to continue on this path in order to ensure a sustainable recovery. The calendar year to date has also seen the currency appreciate against the USD and reductions in fuel/utility prices leading to benign inflation expectations ahead. The IMF has delayed its 3<sup>rd</sup> review until the election process has been completed and the new leadership has been established. However, the progress made thus far in the recovery has led to lower interest rates and positive movements in the Colombo Stock Exchange.

Ceylon Investment PLC reported a profit after tax of Rs. 361 million for the first half of FY 2025, largely resulting from interest income and a fair value gain from fair value through profit or loss financial assets. The discretionary portfolio grew by 7.02% (adjusted for repurchase of shares) compared to the All Share Price Index growth of 3.59%. The total portfolio, which includes the strategic holdings, grew by 3.33% (adjusted for repurchase of shares) for the six months. The discretionary portfolio maintains its equity philosophy of investing in companies that display strong fundamentals that lead to long-term potential for future value creation. Fixed income investments generating interest income are made with financial institutions of strong credit quality.

## Portfolio Performance

The market experienced significant volatility for the first six months of FY 2025 with investors closely tracking the positive and negative news affecting the fragile economic recovery while also being exposed to election anxieties. We continue to monitor the macroeconomic conditions and our investee companies in order to optimize our investment strategy.

	As at		Change %	As at 30-Sep-24 (share repurchase adjusted) *	Shares repurchase adjusted performance
	30-Sep-24	31-Mar-24			
Discretionary portfolio (Rs. '000) *	4,563,403	4,502,351	1.36%	4,818,587	7.02%
Total Portfolio (Rs.'000)*	11,906,968	11,770,503	1.16%	12,162,152	3.33%
ASPI (Points)	11,855	11,444	3.59%		3.59%
S&P 20 (Points)	3,453	3,318	4.07%		4.07%

## Financial Performance

Ceylon Investment PLC together with its share of associate companies reported a profit after tax of Rs. 361 million for the period ended 30th September 2024, compared to a profit after tax of Rs. 1.4 billion in the previous year. The financial performance was primarily supported by the fair value gain of Rs.92 million from fair value through profit or loss financial assets due to the upward movement in the equity market, along with interest income of Rs.174 million and dividend income of Rs.62 million. The profits/loss recorded on a quarterly basis are volatile due to the accounting standards requiring change in fair value, which largely reflects the change in share prices of investee companies, to be recognized in the income statement.

As of September 30, 2024, the company's net assets, valued at market price, demonstrated 3.36% increase from the previous year, reaching Rs. 122.10 per share. Despite this growth, the trading price of Rs. 55.00 per share still indicates a significant discount of 55% when compared to the Net Asset Value (NAV).

As at	30/09/2024	31/03/2024	Change %
ASPI	<b>11,855</b>	11,444	3.59
NAV per share (Rs.)	<b>122.10</b>	118.13	3.36
Market price per share (Rs.)	<b>55.00</b>	47.30	16.28
Discount of NAV to market price per share	<b>55%</b>	60%	

## Guardian Fund Management Limited

Investment Managers

11th November 2024

Ceylon Investment PLC

Statement of Profit or Loss and Other Comprehensive Income

(All figures are in Sri Lankan Rupees Thousands)

	Three months ended 30th September			Six months ended 30th September		
	2024	2023	Change %	2024	2023	Change %
<b>Revenue</b>	<b>91,905</b>	251,419	(63)	<b>218,493</b>	370,394	(41)
Net change in fair value through profit or loss financial assets	<b>(44,181)</b>	588,756	(108)	<b>91,668</b>	656,713	(86)
<b>Profit / (loss) on investment activities</b>	<b>47,724</b>	840,175	(94)	<b>310,161</b>	1,027,107	(70)
Administrative and other operating expenses	<b>(38,736)</b>	(32,008)	21	<b>(80,411)</b>	(57,011)	41
<b>Profit / (loss) from operations</b>	<b>8,988</b>	808,167	(99)	<b>229,750</b>	970,096	(76)
Finance expense	-	(5,310)	(100)	<b>(2,613)</b>	(16,437)	(84)
<b>Profit / (loss) from operations after finance expense</b>	<b>8,988</b>	802,857	(99)	<b>227,137</b>	953,659	(76)
Share of profit of equity accounted investees, net of tax	<b>2,569</b>	451,065	(99)	<b>174,556</b>	534,909	(67)
<b>Profit / (loss) before taxation</b>	<b>11,557</b>	1,253,922	(99)	<b>401,693</b>	1,488,568	(73)
Income tax expense	<b>(18,717)</b>	(24,239)	(23)	<b>(40,326)</b>	(41,462)	(3)
<b>Profit / (loss) for the period</b>	<b>(7,160)</b>	1,229,683	(101)	<b>361,367</b>	1,447,106	(75)
<b>Other comprehensive income</b>						
<b>Items that are or may be reclassified to profit or loss</b>						
Share of other comprehensive income / (expense) of equity accounted investees, net of tax	<b>36,656</b>	249,168	(85)	<b>24,840</b>	(305,643)	(108)
<b>Other comprehensive income / (expense) for the period</b>	<b>36,656</b>	249,168	(85)	<b>24,840</b>	(305,643)	(108)
<b>Total comprehensive income / (expense) for the period</b>	<b>29,496</b>	1,478,851	(98)	<b>386,207</b>	1,141,463	(66)
Earnings per share (Rs.)	<b>(0.07)</b>	12.38		<b>3.64</b>	14.56	
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	30.09.2024	31.03.2024 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment in equity accounted investees	7,343,565	7,268,152
Investment in fixed deposits	1,517,793	1,530,120
<b>Total non-current assets</b>	<b>8,861,358</b>	<b>8,798,272</b>
<b>Current assets</b>		
Trade and other receivables	73,337	6,322
Investments in equity securities	2,051,244	2,327,766
Investment in unit trust	-	61,907
Investment in fixed deposits	126,871	417,242
Cash and cash equivalents	794,856	818,469
<b>Total current assets</b>	<b>3,046,308</b>	<b>3,631,706</b>
<b>Total assets</b>	<b>11,907,666</b>	<b>12,429,978</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Stated capital	838,033	838,033
Capital reserves	187,141	187,141
Revenue reserves	10,843,332	10,712,309
<b>Total equity</b>	<b>11,868,506</b>	<b>11,737,483</b>
<b>Current liabilities</b>		
Trade and other payables	26,798	21,167
Current tax payable	12,362	18,175
Short term borrowings	-	653,153
<b>Total current liabilities</b>	<b>39,160</b>	<b>692,495</b>
<b>Total liabilities</b>	<b>39,160</b>	<b>692,495</b>
<b>Total equity and liabilities</b>	<b>11,907,666</b>	<b>12,429,978</b>
Net assets value per share (Rs.)	122.10	118.13

The Statement of Financial Position as at 30th September 2024 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 3 to 6 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**

Senior Vice President - Finance

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,

(Sgd).

**K. Selvanathan**

Director

Approved and Signed on behalf of the Board,

(Sgd).

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

Chairperson

(Sgd).

**A. P. Weeratunge**

Director

Carsons Management Services (Private) Limited

11th November 2024

Colombo

Ceylon Investment PLC  
**Statement of Changes in Equity**

(All figures are in Sri Lankan Rupees Thousands)

	Stated capital	Capital reserves	Revenue reserves	Total equity
<b>Balance as at 1st April 2024</b>	<b>838,033</b>	<b>187,141</b>	<b>10,712,309</b>	<b>11,737,483</b>
Profit for the period	-	-	361,367	361,367
Other comprehensive income / (expense) for the period	-	-	24,840	24,840
Total comprehensive income / (expenses) for the period	-	-	386,207	386,207
Re-purchase of shares	-	-	(255,184)	(255,184)
<b>Balance as at 30th September 2024</b>	<b>838,033</b>	<b>187,141</b>	<b>10,843,332</b>	<b>11,868,506</b>
<b>Balance as at 1st April 2023</b>	<b>838,033</b>	<b>187,141</b>	<b>9,547,033</b>	<b>10,572,207</b>
Profit for the period	-	-	1,447,106	1,447,106
Other comprehensive income / (expense) for the period	-	-	(305,643)	(305,643)
Total comprehensive income / (expense) for the period	-	-	1,141,463	1,141,463
Re-purchase of shares	-	-	(103,650)	(103,650)
Dividend	-	-	(55,189)	(55,189)
<b>Balance as at 30th September 2023</b>	<b>838,033</b>	<b>187,141</b>	<b>10,529,657</b>	<b>11,554,831</b>

Figures in brackets indicate deductions.

# Ceylon Investment PLC

## Statement of Cash Flows

(All figures are in Sri Lankan Rupees Thousands)

For the six months ended 30th September	2024	2023
<b>Cash flows from operating activities</b>		
Profit before taxation	401,693	1,488,568
<b>Adjustments for:</b>		
Net change in fair value through profit or loss financial assets	(91,668)	(656,713)
Finance expense	2,613	16,437
Share of profit of equity accounted investees, net of tax	(174,556)	(534,909)
<b>Operating profit before changes in working capital</b>	<b>138,082</b>	<b>313,383</b>
Increase in trade and other receivables	(67,015)	3,558
Decrease in investments	430,097	293,400
Decrease in fixed deposits	302,698	209,950
Increase in trade and other payables	5,631	839
<b>Cash generated from operations</b>	<b>809,493</b>	<b>821,130</b>
Income tax paid	(46,139)	(33,627)
<b>Net cash generated from operating activities</b>	<b>763,354</b>	<b>787,503</b>
<b>Cash flows from investing activities</b>		
Dividend received from equity accounted investees	123,983	121,219
<b>Net cash generated from investing activities</b>	<b>123,983</b>	<b>121,219</b>
<b>Cash flows from financing activities</b>		
Finance expense paid	(5,766)	(18,066)
Short term borrowings repayments during the period	(650,000)	(550,000)
Short term borrowings obtained during the period	-	300,000
Dividend paid	-	(53,400)
Re-purchase of shares	(255,184)	(103,650)
<b>Net cash generated from / (used in) financing activities</b>	<b>(910,950)</b>	<b>(425,116)</b>
Net increase / (decrease) in cash and cash equivalents during the period	(23,613)	483,606
Cash and cash equivalents at the beginning of the period	818,469	53,604
<b>Cash and cash equivalents at the end of the period</b>	<b>794,856</b>	<b>537,210</b>
<b>Statement of cash and cash equivalents</b>		
Placements with banking and financial institutions	574,098	422,225
Cash at bank	220,758	114,985
<b>Cash and cash equivalents for the cash flow statement purposes</b>	<b>794,856</b>	<b>537,210</b>

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 to the audited financial statements for the year ended 31st March 2024 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 INVESTMENT PORTFOLIO

	Carrying value as at		
	30.09.2024	31.03.2024 (Audited)	
<b>Non-current assets</b>			
Strategic investments - Investment in equity accounted investees	7,343,565	7,268,152	
	<b>7,343,565</b>	<b>7,268,152</b>	
	Fair value hierarchy	Fair value as at	
		30.09.2024	31.03.2024 (Audited)
<b>Current assets</b>			
Investment in equity securities- Fair value through profit or loss-Quoted	Level 1	2,051,234	2,327,606
Investment in equity securities- Fair value through profit or loss-Unquoted	Level 3	10	160
Investment in unit trusts	Level 2	-	61,907
		<b>2,051,244</b>	<b>2,389,673</b>

#### 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 note 7.1

#### 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 September 2024.

#### 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 STATED CAPITAL

The Stated Capital of the Company as at 30th September 2024 was Rs.838,032,311/66 comprising of 99,360,760 Ordinary Shares.

##### 7.1 Share Repurchase

The Company made a Repurchase offer via offer document dated 26th July 2024 to repurchase one share (1 ) for every forty six (46) shares held by shareholders. Accordingly, the Company repurchased a total of 2,160,017 ordinary shares at a price of Rs. 118.14 per share. The Repurchase shares were cancelled on 16th October 2024 . Accordingly, as at 16th October 2024 the stated capital of the Company amounted to Rs.838,032,311/66 ,which consist of 97,200,743 shares.

#### 8 GOING CONCERN

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

#### 9 RELATED PARTY TRANSACTIONS

For the six months ended 30th September	2024	2023
<b>Transactions with the parent company</b>		
Dividends paid	-	36,392
Share repurchase	168,268	68,347
<b>Transactions with associate company</b>		
Dividends received	123,983	121,219
<b>Transactions with affiliated companies</b>		
Receiving of services	58,287	40,440



# Ceylon Investment PLC

## Notes to the Interim Financial Statements

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

### 10 TWENTY MAJOR SHAREHOLDERS

	Name of Shareholder	30th September 2024		16th October 2024	
		No. of Shares	%	No. of Shares	%
1	Ceylon Guardian Investment Trust PLC A/C No.03	64,094,058	64.51	64,094,058	65.94
	Offer By Ceylon Investment PLC To Repurchase Of Ordinary Shares From The Holders Of Such Shares *	1,827,650	1.84	-	-
2	Offer By Ceylon Investment PLC To Repurchase Of Ordinary Shares From The Holders Of Such Shares *	23,660	0.02	-	-
3	Mr. K.C. Vignarajah	1,521,225	1.53	1,521,225	1.57
	Commercial Bank Of Ceylon Ltd/K.C.Vignarajah	510,352	0.51	510,352	0.53
4	Associated Electrical Corporation Ltd	1,436,854	1.45	1,436,854	1.48
5	Miss G.I.A. De Silva	1,314,088	1.32	1,314,088	1.35
6	Mrs. M.L. De Silva	1,313,567	1.32	1,313,567	1.35
7	Mr. G.J.W. De Silva	883,532	0.89	883,532	0.91
8	Mr. Y.H. Abdulhussein	874,840	0.88	904,840	0.93
9	Thurston Investments Limited	834,960	0.84	834,960	0.86
10	Oakley Investments (Private) Limited	792,781	0.80	792,781	0.82
11	Miss R.H. Abdulhussein	684,457	0.69	603,857	0.93
12	People'S Leasing & Finance PLC/Mr.M.A.N.Yoosufali	590,000	0.59	590,000	0.61
13	Miss N.K.R.H. De Silva	562,721	0.57	562,721	0.58
14	Bank Of Ceylon No. 1 Account	526,426	0.53	526,426	0.54
15	J.B. Cocoshell (Pvt) Ltd	477,739	0.48	477,739	0.49
16	Mercantile Bank (Agency) Private Limited	412,939	0.42	412,939	0.42
17	Mr. L.H. Abeysondera	388,225	0.39	388,225	0.40
18	Miss G.N.A. De Silva	375,600	0.38	375,600	0.39
19	Miss J.B. Aymer	347,135	0.35	347,135	0.36
20	Commercial Bank Of Ceylon PLC A/C No. 04	311,355	0.31	311,355	0.32
21	Additional Share Repurchase Account Of Ceylon Investment PLC *	278,021	0.28	-	-
	Additional Share Repurchase Account Of Ceylon Investment PLC *	30,137	0.03	-	-
22	Union Investments (Private) Limited	310,175	0.31	310,175	0.32

The Company announced a Repurchase Offer on 22nd May 2024 to repurchase a maximum of 2,160,017 Ordinary Shares and the said Offer was concluded on 04th September 2024. The relevant payments were made to the shareholders on 20th September 2024.

\* No.02 and 21 are Reserve Accounts opened to facilitate the said Repurchase Offer.

The Company repurchased the entire shares that were accepted by eligible Ordinary Shareholders as shown in No.02

No.21 consists the total number of Additional Shares which were repurchased by the shareholders via said repurchase Offer as the Company resolved to repurchase only 2,160,017 Ordinary Shares.

Ordinary Shares that were repurchased were cancelled on 16th October 2024 as announced by the CSE on 16th October 2024.

### 11 PUBLIC HOLDING

The Company is in compliance with the Minimum Public Holding requirements for Companies listed on the Main Board as per Rule 7.13.1.i(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 September 2024:

Float Adjusted Market Capitalization	Rs.1,928,893,414.70
Percentage of ordinary shares held by the public	35.49%
Number of public shareholders	2,900

### 12 DIRECTORS SHAREHOLDING AS AT 30TH SEPTEMBER 2024

	No. of shares
Mrs. M.A.R.C. Cooray (Chairperson)	-
Mr. A.P. Weeratunge	-
Mr. K. Selvanathan	-
Mr. S. M. Perera	-
Mr.V. M. Fernando (Resigned w.e.f.25/09/2024)	-
Mr. A. S. Amaratunga (Appointed w.e.f.25/09/2024)	-
Mr. A. D. Pereira (Appointed w.e.f.25/09/2024)	-
Mr. C. T. Knight (Appointed w.e.f. 25/09/2024)	-
Mr. .S. K. Balasuriya (Appointed w.e.f. 31/10/2024)	-

### 13 INVESTOR INFORMATION

#### Market Performance - Ordinary Shares

As at/ for the three months ended	30.09.2024
Last traded price per share (Rs.)	55.00
Highest price per share (Rs.)	57.90
Lowest price per share (Rs.)	43.00
Market capitalization (in rupees thousands)	5,464,842

## Corporate Information

<b>NAME OF COMPANY</b>	Ceylon Investment PLC (A Carson Cumberbatch Company)
<b>DOMICILE AND LEGAL FORM</b>	Ceylon Investment PLC is a Public Quoted Company with limited liability domiciled in Sri Lanka. The Company was incorporated in Sri Lanka in 1919.
<b>COMPANY REGISTRATION NO.</b>	PQ 68
<b>PRINCIPAL ACTIVITY AND NATURE OF OPERATIONS</b>	During the period, the principal activity of the Company was holding and managing of an investment portfolio.
<b>PARENT ENTERPRISE AND ULTIMATE PARENT ENTERPRISE</b>	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.
<b>DIRECTORS</b>	Mrs. M.A.R.C. Cooray (Chairperson) Mr. A.P. Weeratunge Mr. K. Selvanathan Mr. S. M. Perera Mr. V. M. Fernando (Resigned w.e.f. 25/09/2024) Mr. A. S. Amaratunga (Appointed w.e.f.25/09/2024) Mr. A. D. Pereira (Appointed w.e.f.25/09/2024) Mr. C. T. Knight (Appointed w.e.f. 25/09/2024) Mr. S. K. Balasuriya (Appointed w.e.f.31/10/2024)
<b>AUDIT COMMITTEE (Formed w.e.f.25/09/2024)</b>	Mr. A. S. Amaratunga (Chairman) - Non-Executive/Independent Mr. A. D. Pereira - Non-Executive /Independent Mr. A. P. Weeratunge - Non-Executive
<b>REMUNERATION COMMITTEE (Formed w.e.f.25/09/2024)</b>	Mr. C. T. Knight - (Chairman) - Non-Executive/Independent Mr. A. S. Amaratunga - Non-Executive/Independent Mrs. M. A. R. C. Cooray - Non-Executive
<b>NOMINATIONS AND GOVERNANCE COMMITTEE (Formed w.e.f.25/09/2024)</b>	Mr. C. T. Knight - (Chairman) - Non-Executive/Independent Mr. A. D. Pereira - Non-Executive /Independent Mr. A. P. Weeratunge - Non-Executive
<b>RELATED PARTY TRANSACTIONS REVIEW COMMITTEE (Formed w.e.f. 25/09/2024)</b>	Mr. A. S. Amaratunga (Chairman) - Non-Executive/Independent Mr. A. D. Pereira - Non-Executive /Independent Mr. A. P. Weeratunge - Non-Executive
<b>NUMBER OF EMPLOYEES</b>	The Company did not have its own employees during the period under review.
<b>BANKERS</b>	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
<b>AUDITORS</b>	Messrs. KPMG Chartered Accountants, No. 32A, Sir Mohamed Macan Markar Mawatha, Colombo 3.
<b>INVESTMENT MANAGERS</b>	Guardian Fund Management Limited No. 61, Janadhipathi Mawatha, Colombo 1. Tele: +94-11-2039200 Fax: +94-11-2039385
<b>MANAGERS &amp; SECRETARIES</b>	Carsons Management Services (Private) Limited No. 61, Janadhipathi Mawatha, Colombo 1. Tele: +94-11-2039200 Fax: +94-11-2039300
<b>REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS</b>	No. 61, Janadhipathi Mawatha, Colombo 1. Tele: +94-11-2039200 Fax: +94-11-2039300
<b>CORPORATE WEBSITE</b>	<a href="http://www.carsoncumberbatch.com">www.carsoncumberbatch.com</a>