

CEYLON INVESTMENT PLC

A Carson Cumberbatch Company

Condensed Interim Financial Statements
For the year ended 31st March 2023

Ceylon Investment PLC

Statement of Profit or Loss and Other Comprehensive Income

(All figures are in Sri Lankan Rupees Thousands)

	Three months ended 31st March			Year ended 31st March		
	2023	2022	Change %	2023	2022	Change %
Revenue	134,457	134,623	(0)	314,925	338,754	(7)
Net change in fair value through profit or loss financial assets	275,536	(647,863)	143	255,740	(568,280)	145
Profit/(loss) on investment activities	409,993	(513,240)	180	570,665	(229,526)	349
Administrative and other operating expenses	(22,220)	(21,260)	5	(73,699)	(60,557)	22
Profit/(loss) from operations	387,773	(534,500)	173	496,966	(290,083)	271
Finance expense	(17,191)	-	100	(50,114)	(101)	49,518
Profit/(loss) from operations after finance expense	370,582	(534,500)	169	446,852	(290,184)	254
Share of profit/(loss) of equity accounted investees, net of tax	237,291	(296,059)	180	256,866	(185,541)	238
Profit/(loss) before taxation	607,873	(830,559)	173	703,718	(475,725)	248
Income tax expense	(14,311)	(10,736)	33	(46,466)	(22,052)	111
Profit/(loss) for the period / year	593,562	(841,295)	171	657,252	(497,777)	232
Other comprehensive income						
Items that are or may be reclassified to profit or loss						
Share of other comprehensive income / (expense) of equity accounted investees, net of tax	1,319,497	(209,877)	729	758,784	534,355	42
Other comprehensive income/(expense) for the period / year	1,319,497	(209,877)	729	758,784	534,355	42
Total comprehensive income /(expense) for the period / year	1,913,059	(1,051,172)	282	1,416,036	36,578	3,771
Earnings / (loss) per share (Rs.)	5.92	(8.38)		6.55	(4.96)	
Dividend per share (Rs.)*	-	-		-	0.75	

* 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 31.03.2023	As at 31.03.2022 (Audited)
ASSETS		
Non-current assets		
Investment in equity accounted investees	6,958,813	5,982,936
Investment in fixed deposits	1,255,827	-
Total non-current assets	8,214,640	5,982,936
Current assets		
Trade and other receivables	6,369	35,280
Fair value through profit or loss financial assets	2,215,818	2,274,233
Investment in unit trusts	21,248	98,540
Investment in fixed deposits	347,097	280,346
Cash and cash equivalents	53,604	736,108
Total current assets	2,644,136	3,424,507
Total assets	10,858,776	9,407,443
EQUITY AND LIABILITIES		
Equity		
Stated capital	838,033	838,033
Capital reserves	187,141	187,141
Revenue reserves	9,547,444	8,252,461
Total equity	10,572,618	9,277,635
Current liabilities		
Trade and other payables	22,668	124,591
Current tax payable	11,861	5,217
Short term borrowings	251,629	-
Total current liabilities	286,158	129,808
Total liabilities	286,158	129,808
Total equity and liabilities	10,858,776	9,407,443
Net assets value per share (Rs.)	105.36	91.55

The Statement of Financial Position as at 31st March 2023 and the related Statements of Profit or Loss and Other Comprehensive Income, Changes in Equity and Cash Flows for the year 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 Investment Managers, Approved and Signed on behalf of the Board,

(Sgd).

K. Selvanathan

Director

Guardian Fund Management Limited

29th May 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 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
Profit for the year	-	-	657,252	657,252
Other comprehensive income for the year	-	-	758,784	758,784
Total comprehensive income for the year	-	-	1,416,036	1,416,036
Forfeiture of unclaimed dividends	-	-	2,736	2,736
Dividend	-	-	(75,258)	(75,258)
Balance as at 31st March 2023	838,033	187,141	9,547,444	10,572,618
Balance as at 1st April 2021	838,033	187,141	8,384,740	9,409,914
Loss for the year	-	-	(497,777)	(497,777)
Other comprehensive income for the year	-	-	534,355	534,355
Total comprehensive income for the year	-	-	36,578	36,578
Re-purchase of shares	-	-	(102,034)	(102,034)
Forfeiture of unclaimed dividends	-	-	4,114	4,114
Dividend	-	-	(70,937)	(70,937)
Balance as at 31st March 2022	838,033	187,141	8,252,461	9,277,635

*As per the provisions of Surcharge Tax Act No. 14 of 2022, although the Company did not become liable to pay surcharge tax as a stand-alone entity, the Company was liable for surcharge tax on the basis that the Company is part of the Carson Cumberbatch PLC group, of which the aggregate taxable income exceeded the threshold as stipulated in the aforesaid Act.

Accordingly, the Company was liable for a surcharge tax of Rs. 32,974,304/- out of the taxable income of Rs. 131,897,216/- pertaining to the year of assessment 2020/21. Also, an associate Company of Ceylon Investment PLC was liable for a surcharge tax of Rs. 31,144,734/- out of the taxable income of Rs. 124,578,935/-. The surcharge tax liability was paid in two equal installments on 18th April 2022 and 18th July 2022.

The expense of surcharge tax is accounted in accordance with the "Addendum to Statement of Alternative Treatment on Accounting for Surcharge Tax levied under the Surcharge Tax Act No. 14 of 2022 " issued by the Institute of Chartered Accountants of Sri Lanka on 10th August 2022.

Ceylon Investment PLC
Statement of Cash Flows

(All figures are in Sri Lankan Rupees Thousands)

For the year ended 31st March	2023	2022
Cash flows from operating activities		
Profit / (loss) before taxation	703,718	(475,725)
Adjustments for:		
Net change in fair value through profit or loss financial assets	(255,740)	568,280
Finance expense	50,114	101
Share of (profit) / loss of equity accounted investees, net of tax	(256,866)	185,541
Operating profit before changes in working capital	241,226	278,197
Decrease in trade and other receivables	28,911	42,247
Decrease in investments	391,447	36,822
Increase in fixed deposits	(1,322,578)	(23,766)
Increase / (decrease) in trade and other payables	(101,270)	95,997
Cash generated from / (used in) operations	(762,264)	429,497
Current tax paid	(39,822)	(18,541)
Surcharge tax paid	(32,974)	-
Net cash generated from / (used in) operating activities	(835,060)	410,956
Cash flows from investing activities		
Investments in equity accounted investees	(3,423)	(1,900)
Dividend received from equity accounted investees	27,639	41,459
Adjustment on re-purchase of shares	-	(102,034)
Net cash generated from / (used in) investing activities	24,216	(62,475)
Cash flows from financing activities		
Finance expense paid	(48,485)	(101)
Short term borrowings (net movement)	250,000	-
Dividend paid	(73,175)	(68,770)
Net cash generated from / (used in) financing activities	128,340	(68,871)
Net increase / (decrease) in cash and cash equivalents during the year	(682,504)	279,610
Cash and cash equivalents at the beginning of the year	736,108	456,498
Cash and cash equivalents at the end of the year	53,604	736,108
Statement of cash and cash equivalents		
Placements with banking institutions	-	344,127
Cash at bank	53,604	391,981
Cash and cash equivalents for the cash flow statement purposes	53,604	736,108

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 has been prepared on the basis of the same accounting policies and methods applied for the year ended 31st March 2022 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	
		31.03.2023	31.03.2022
Summary of investment portfolio			
Strategic investments - Investment in equity accounted investees		6,958,813	5,982,936
Investment in equity securities- Fair value through profit or loss-Quoted	Level 1	2,215,808	2,274,223
Investment in equity securities- Fair value through profit or loss-Unquoted	Level 3	10	10
Investment in unit trusts	Level 2	21,248	98,540
		9,195,879	8,355,709

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.

4 COMMITMENTS AND CONTINGENCIES

4.1 Capital expenditure commitments

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 31st March 2023.

6 LIABILITIES FOR EXPENDITURE

There were no liabilities for management fees or any similar expenditure not provided for in the interim financial statements.

7 STATED CAPITAL

As at 31st March 2023, the Stated Capital of the Company amounted to Rs.838 Mn which consisted of 100,344,530 Ordinary Shares.

8 GOING CONCERN

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

9 RELATED PARTY TRANSACTIONS

For the year ended 31st March	2023	2022
Transactions with the parent company		
Dividends paid	49,625	46,776
Share repurchase	-	67,281
Transactions with associate company		
Dividends received	27,639	41,459
Transactions with affiliated companies		
Receiving of services	56,688	49,786

Ceylon Investment PLC

Notes to the Interim Financial Statements

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

10 TWENTY MAJOR SHAREHOLDERS AS AT 31ST MARCH 2023

	Name of Shareholder	No. of Shares	%
1	Ceylon Guardian Investment Trust PLC A/C No.03	66,167,066	65.94
2	Mr. K.C. Vignarajah	1,426,829	1.42
	Commercial Bank of Ceylon Ltd/K.C.Vignarajah	510,352	0.51
3	Associated Electrical Corporation Ltd	1,370,316	1.37
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	Oakley Investments (Private) Limited	818,421	0.82
10	Miss R.H. Abdulhussein	814,517	0.81
11	People's Leasing & Finance PLC/Mr.M.A.N.Yoosufali	612,500	0.61
12	Miss N.K.R.H. De Silva	562,721	0.56
13	Bank of Ceylon No. 1 Account	538,124	0.54
14	Mercantile Bank (Agency) Private Limited	412,939	0.41
15	Mr. L.H. Abeyundera	388,225	0.39
16	Miss G.N.A. De Silva	387,981	0.39
17	Aitken Spence PLC - A/C No. 02	375,010	0.37
18	Akbar Brothers Pvt Ltd A/C No. 01	373,730	0.37
19	People's Leasing & Finance PLC/Mr.H.M. Abdulhussein	357,240	0.36
20	Miss J.B. Aymer	347,135	0.35

11 PUBLIC HOLDING

The Company is in compliance with the Minimum Public Holding requirements for Companies listed on the Main Board as per Rule 7.14.1(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 31st March 2023:

Market Capitalization of the Public Holding	Rs.1.14 Billion
Percentage of ordinary shares held by the public	34.06%
Number of public shareholders	2,967

12 DIRECTORS SHAREHOLDING AS AT 31ST MARCH 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 (appointed 01/09/2022)	-

13 INVESTOR INFORMATION

Market Performance - Ordinary Shares

As at/ for the three months ended	31.03.2023
Last traded price per share (Rs.)	33.50
Highest price per share (Rs.)	40.00
Lowest price per share (Rs.)	29.50
Market capitalization (in rupees thousands)	3,361,542

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 year 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. Weeraturunge Mr. V.M. Fernando Mr. K. Selvanathan Mr. S. M. Perera (appointed 01/09/2022)
NUMBER OF EMPLOYEES	The Company did not have any employees of its own 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