

# CEYLON INVESTMENT PLC

A Carson Cumberbatch Company

---

Condensed Interim Financial Statements  
For the nine months ended 31st December 2022

Ceylon Investment PLC

Statement of Profit or Loss and Other Comprehensive Income

(All figures are in Sri Lankan Rupees Thousands)

	Three months ended 31st December			Nine months ended 31st December		
	2022	2021	Change %	2022	2021	Change %
<b>Revenue</b>	<b>80,040</b>	67,701	18	<b>180,468</b>	204,131	(12)
Net change in fair value through profit or loss financial assets	<b>(164,558)</b>	146,252	(213)	<b>(19,796)</b>	79,583	(125)
<b>Profit/(loss) on investment activities</b>	<b>(84,518)</b>	213,953	(140)	<b>160,672</b>	283,714	(43)
Administrative and other operating expenses	<b>(17,868)</b>	(10,572)	69	<b>(51,479)</b>	(39,297)	31
<b>Profit/(loss) from operations</b>	<b>(102,386)</b>	203,381	(150)	<b>109,193</b>	244,417	(55)
Finance expense	<b>(16,145)</b>	-	100	<b>(32,923)</b>	(101)	32,497
<b>Profit/(loss) from operations after finance expense</b>	<b>(118,531)</b>	203,381	(158)	<b>76,270</b>	244,316	(69)
Share of profit/(loss) of equity accounted investees, net of tax	<b>(112,291)</b>	126,765	(189)	<b>19,575</b>	110,518	(82)
<b>Profit/(loss) before taxation</b>	<b>(230,822)</b>	330,146	(170)	<b>95,845</b>	354,834	(73)
Income tax expense	<b>(13,842)</b>	(3,002)	361	<b>(32,155)</b>	(11,316)	184
<b>Profit/(loss) for the period</b>	<b>(244,664)</b>	327,144	(175)	<b>63,690</b>	343,518	(81)
<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>(129,521)</b>	942,220	(114)	<b>(560,713)</b>	744,232	(175)
<b>Other comprehensive income/(expense) for the period</b>	<b>(129,521)</b>	942,220	(114)	<b>(560,713)</b>	744,232	(175)
<b>Total comprehensive income /(expense) for the period</b>	<b>(374,185)</b>	1,269,364	(129)	<b>(497,023)</b>	1,087,750	(146)
Earnings / (loss) per share (Rs.)	<b>(2.44)</b>	3.26		<b>0.63</b>	3.42	
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 31.12.2022	As at 31.03.2022 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment in equity accounted investees	5,398,601	5,982,936
Investment in fixed deposits	1,188,378	-
<b>Total non-current assets</b>	<b>6,586,979</b>	<b>5,982,936</b>
<b>Current assets</b>		
Trade and other receivables	4,092	35,280
Fair value through profit or loss financial assets	1,790,323	2,274,233
Investment in unit trusts	48,668	98,540
Investment in fixed deposits	330,547	280,346
Cash and cash equivalents	130,043	736,108
<b>Total current assets</b>	<b>2,303,673</b>	<b>3,424,507</b>
<b>Total assets</b>	<b>8,890,652</b>	<b>9,407,443</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Stated capital	838,033	838,033
Capital reserves	187,141	187,141
Revenue reserves	7,631,649	8,252,461
<b>Total equity</b>	<b>8,656,823</b>	<b>9,277,635</b>
<b>Current liabilities</b>		
Trade and other payables	24,988	124,591
Current tax payable	7,801	5,217
Short term borrowings	201,040	-
<b>Total current liabilities</b>	<b>233,829</b>	<b>129,808</b>
<b>Total liabilities</b>	<b>233,829</b>	<b>129,808</b>
<b>Total equity and liabilities</b>	<b>8,890,652</b>	<b>9,407,443</b>
Net assets value per share (Rs.)	86.27	91.55

The Statement of Financial Position as at 31st December 2022 and the related Statements of Profit or Loss and Other Comprehensive Income, Changes in Equity and Cash Flows for the period 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).

**V.R. Wijesinghe**

Director - Finance

Carsons Management Services (Private) 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

10th February 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
<b>Balance as at 1st April 2022</b>	<b>838,033</b>	<b>187,141</b>	<b>8,252,461</b>	<b>9,277,635</b>
Surcharge Tax for the year of assessment 2020/21*	-	-	(48,531)	(48,531)
<b>Balance as at 1st April 2022 (Adjusted)</b>	<b>838,033</b>	<b>187,141</b>	<b>8,203,930</b>	<b>9,229,104</b>
Profit for the period	-	-	63,690	63,690
Other comprehensive expense for the period	-	-	(560,713)	(560,713)
Total comprehensive expense for the period	-	-	(497,023)	(497,023)
Dividend	-	-	(75,258)	(75,258)
<b>Balance as at 31st December 2022</b>	<b>838,033</b>	<b>187,141</b>	<b>7,631,649</b>	<b>8,656,823</b>
<b>Balance as at 1st April 2021</b>	<b>838,033</b>	<b>187,141</b>	<b>8,384,740</b>	<b>9,409,914</b>
Profit for the period	-	-	343,518	343,518
Other comprehensive income for the period	-	-	744,232	744,232
Total comprehensive income for the period	-	-	1,087,750	1,087,750
Dividend	-	-	(70,937)	(70,937)
<b>Balance as at 31st December 2021</b>	<b>838,033</b>	<b>187,141</b>	<b>9,401,553</b>	<b>10,426,727</b>

\*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)

<b>For the nine months ended 31st December</b>	<b>2022</b>	<b>2021</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	95,845	354,834
<b>Adjustments for:</b>		
Net change in fair value through profit or loss financial assets	19,796	(79,583)
Finance expense	32,923	101
Share of profit of equity accounted investees, net of tax	(19,575)	(110,518)
<b>Operating profit before changes in working capital</b>	<b>128,989</b>	<b>164,834</b>
Decrease in trade and other receivables	31,188	74,399
Decrease / (increase) in investments	513,986	(177,488)
Increase in fixed deposits	(1,238,579)	(101,332)
Decrease in trade and other payables	(101,860)	(7,462)
<b>Cash used in operations</b>	<b>(666,276)</b>	<b>(47,049)</b>
Current tax paid	(29,571)	(15,041)
Surcharge tax paid	(32,974)	-
<b>Net cash used in operating activities</b>	<b>(728,821)</b>	<b>(62,090)</b>
<b>Cash flows from investing activities</b>		
Investments in equity accounted investees	-	(1,900)
Dividend received from equity accounted investees	27,639	41,459
<b>Net cash generated from investing activities</b>	<b>27,639</b>	<b>39,559</b>
<b>Cash flows from financing activities</b>		
Finance expense paid	(31,883)	(101)
Short term borrowings (net movement)	200,000	-
Dividend paid	(73,000)	(67,757)
<b>Net cash generated from / (used in) financing activities</b>	<b>95,117</b>	<b>(67,858)</b>
Net decrease in cash and cash equivalents during the period	(606,065)	(90,389)
Cash and cash equivalents at the beginning of the period	736,108	456,498
<b>Cash and cash equivalents at the end of the period</b>	<b>130,043</b>	<b>366,109</b>
<b>Statement of cash and cash equivalents</b>		
Placements with banking institutions	-	195,758
Securities purchased under resale agreements	-	63,570
Investment in treasury bills	-	39,821
Cash at bank	130,043	66,960
<b>Cash and cash equivalents for the cash flow statement purposes</b>	<b>130,043</b>	<b>366,109</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 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	
		31.12.2022	31.03.2022
<b>Summary of investment portfolio</b>			
Strategic investments - Investment in equity accounted investees		5,398,601	5,982,936
Investment in equity securities- Fair value through profit or loss-Quoted	Level 1	1,790,313	2,274,223
Investment in equity securities- Fair value through profit or loss- Unquoted	Level 3	10	10
Investment in unit trusts	Level 2	48,668	98,540
		<b>7,237,592</b>	<b>8,355,709</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.

### 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 December 2022.

### 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 December 2022 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 nine months ended 31st December	2022	2021
<b>Transactions with the parent company</b>		
Dividends paid	49,625	46,776
<b>Transactions with associate company</b>		
Dividends received	27,639	41,459
<b>Transactions with affiliated companies</b>		
Receiving of services	40,524	35,495

# 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 DECEMBER 2022

	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	1,426,329	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	574,000	0.57
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. Abeysondera	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 December 2022:

Market Capitalization of the Public Holding	Rs.1.07 Billion
Percentage of ordinary shares held by the public	34.06%
Number of public shareholders	2,986

### 12 DIRECTORS SHAREHOLDING AS AT 31ST DECEMBER 2022

	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 w.e.f. 01/09/2022)	-

### 13 INVESTOR INFORMATION

#### Market Performance - Ordinary Shares

As at/ for the three months ended	31.12.2022
Last traded price per share (Rs.)	31.20
Highest price per share (Rs.)	42.90
Lowest price per share (Rs.)	28.00
Market capitalization (in rupees thousands)	3,130,749

## 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. D.C.R. Gunawardena Mr. A.P. Weeratunge Mr. V.M. Fernando Mr. K. Selvanathan Mr. S. M. Perera (Appointed w.e.f. 01/09/2022)
<b>NUMBER OF EMPLOYEES</b>	The Company did not have any employees of its own 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>