

ASCOT Holdings PLC

Interim Financial Statements



FOR THE NINE MONTHS PERIOD ENDED 31ST DECEMBER 2017

INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

For the Nine months ended 31st December 2017

	Notes	Consolidated		Change %	Company		Change %
		31.12.2017	31.12.2016		31.12.2017	31.12.2016	
		Rs. 000	Rs. 000		Rs. 000	Rs. 000	
		Unaudited	Unaudited		Unaudited	Unaudited	
Revenue	1	108,497	140,147	-22.6%	13,697	20,582	-33.5%
Direct Expenses		(35,255)	(46,833)	-24.7%	(9,601)	-	100.0%
Gross profit		73,242	93,314	-21.5%	4,096	20,582	-80.1%
Administration Expenses		(27,870)	(34,843)	-20.0%	(5,724)	(19,992)	-71.4%
Distribution Cost		(5,163)	(7,801)	-33.8%	-	-	
Other Operating Income/(Expense)		173	(52)	-430.6%	173	(52)	-430.6%
Operating Profit/Loss		40,382	50,617	-20.2%	(1,455)	537	-370.9%
Net Finance Expense		(36,453)	(39,787)	-8.4%	(83)	(22)	276.2%
Profit/(Loss) before tax		3,929	10,830	-63.7%	(1,538)	515	-398.5%
Tax (expense)/reversal		(5,685)	(5,756)	-1.2%	-	(71)	-100.0%
Loss for the period		(1,756)	5,074	-134.6%	(1,538)	444	-446.4%
Attributable to :							
Equity holders of the parent company		(1,633)	3,056	-153.4%	(1,538)	444	-446.4%
Non-Controlling Interest		(123)	2,018	-106.1%	-	-	
Profit/(Loss) for the period		(1,756)	5,074	-134.6%	(1,538)	444	-446.4%

Figures in brackets indicate deductions.

Earnings / (Loss) Per Share - Rs.

Basic	(0.14)	0.24	(0.12)	0.04
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Three months ended 31st December 2017

	Consolidated		Change %	Company		Change %	
	31.12.2017	31.12.2016		31.12.2017	31.12.2016		
	Rs. 000	Rs. 000		Rs. 000	Rs. 000		
		Unaudited	Unaudited		Unaudited	Unaudited	
Revenue		35,188	41,650	-15.5%	2,758	6,841	-59.7%
Direct Expenses		(12,154)	(12,241)	-0.7%	(1,789)	-	100.0%
Gross profit		23,033	29,409	-21.7%	969	6,841	-85.8%
Admin Expenses		(7,975)	(12,055)	-33.8%	(2,558)	(6,937)	-63.1%
Distribution Cost		(1,964)	(2,202)	-10.8%	-	-	
Operating Profit/Loss		13,095	15,151	-13.6%	(1,589)	(96)	1546.5%
Other Income/ (Expense)		(4)	(148)	-97.1%	(4)	(148)	-97.1%
Net Finance Expense		(11,409)	(13,490)	-15.4%	(67)	(7)	853.8%
Profit/(Loss) before tax		1,682	1,513	11.2%	(1,660)	(251)	561.4%
Tax expense		(1,895)	(1,895)	0.0%	-	-	
Loss for the period		(213)	(382)	-44.1%	(1,660)	(251)	561.4%
Attributable to :							
Equity holders of the parent company		(313)	(733)	-57.4%	(1,660)	(251)	561.4%
Non-Controlling Interest		100	351	-71.6%	-	-	
Profit/(Loss) for the period		(213)	(382)	-44.3%	(1,660)	(251)	561.4%

Figures in brackets indicate deductions.

Earnings / (Loss) Per Share - Rs.

Basic	(0.02)	(0.06)	(0.13)	(0.02)
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INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Nine months ended 31st December 2017

	Consolidated		Company	
	31.12.2017 Rs. 000	31.12.2016 Rs. 000	31.12.2017 Rs. 000	31.12.2016 Rs. 000
Profit/(Loss) for the period	(1,756)	5,074	(1,538)	444
Other Comprehensive Income				
Gain/ (loss) on post employment benefit obligations	-	-	-	-
Income tax on actuarial gain/(loss)	-	-	-	-
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year, net of tax	(1,756)	5,074	(1,538)	444
Attributable to:				
Equity holders of the Company	(1,633)	3,056	(1,538)	444
Non-controlling interest	(123)	2,018	-	-
Profit/(Loss) for the period	(1,756)	5,074	(1,538)	444

Three months ended 31st December 2017

	Consolidated		Company	
	31.12.2017 Rs. 000	31.12.2016 Rs. 000	31.12.2017 Rs. 000	31.12.2016 Rs. 000
Profit/(Loss) for the period	(213)	(382)	(1,660)	(251)
Other Comprehensive Income				
Gain/ (loss) on post employment benefit obligations	-	-	-	-
Income tax on actuarial gain/(loss)	-	-	-	-
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year, net of tax	(213)	(382)	(1,660)	(251)
Attributable to:				
Equity holders of the Company	(313)	(733)	(1,660)	(251)
Non-controlling interest	100	351	-	-
Profit/(Loss) for the period	(213)	(382)	(1,660)	(251)

Figures in brackets indicate deductions.

As at 31st December 2017

Notes	Consolidated		Company	
	31.12.2017 Rs. 000 Unaudited	31.03.2017 Rs. 000 Audited	31.12.2017 Rs. 000 Unaudited	31.03.2017 Rs. 000 Audited
ASSETS				
Non-current assets				
Property, plant and equipment	84,249	93,418	1,546	2,540
Investment property	1,100,000	1,100,000	-	-
Investment in subsidiaries	-	-	438,549	358,549
Other non-current assets	36,468	36,468	-	-
Deferred income tax assets	2,038	2,038	1,849	1,849
Goodwill	4,357	4,357	-	-
Total non-current assets	1,227,112	1,236,281	441,944	362,938
Current assets				
Inventories	4,378	4,414	-	-
Receivables and prepayments	2,934	8,533	101	547
Intercompany Receivables	-	-	89,112	151,163
Amount due from related parties	187	196	-	-
Equity Instruments Held For Trading	121	1,006	121	1,006
Other current assets	2,739	3,521	578	221
Short term investments	-	5,514	-	5,514
Cash and cash equivalents	8,060	659	247	102
Total current assets	18,418	23,843	90,158	158,553
Total assets	1,245,529	1,260,124	532,102	521,491
EQUITY AND LIABILITIES				
Equity				
Stated capital	156,716	156,716	156,716	156,716
Other components of equity	23,100	23,100	23,100	23,100
Retained earnings	471,055	488,688	327,912	329,450
	650,871	668,504	507,728	509,266
Non-Controlling Interest	108,298	92,421	-	-
Total Equity	759,169	760,925	507,728	509,266
Non-Current Liabilities				
Borrowings	223,864	1,960	-	-
Defined benefit obligations	6,029	7,654	4,398	6,473
Deferred income tax liabilities	132,495	126,811	-	-
Total non-current liabilities	362,388	136,425	4,398	6,473
Current liabilities				
Trade and other payables	47,923	10,755	10,463	605
Borrowings	37,736	301,202	-	-
Income Tax Payable	32	32	32	32
Amount due to related parties	3,459	11,176	3,459	413
Bank Overdraft	27,477	12,954	928	209
Other current liabilities	7,345	26,655	5,092	4,494
Total current liabilities	123,971	362,774	19,975	5,753
Total liabilities	486,360	499,199	24,373	12,225
Total equity and liabilities	1,245,530	1,260,124	532,102	521,491
Net Book Value Per Share (Rs.)	51.42	52.81	40.11	40.23

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

(Sgd.) Yaveen Jayasekara
Head of Finance & Planning

Signed on behalf of the Board

(Sgd.) R M M J Ratnayake
Chairman(Sgd.) M H Jamaldeen
Director

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Nine months ended 31st December 2017

Consolidated (Unaudited)	Attributable to equity holders of the company				
	Stated	Capital	Retained	Total	Minority
	Capital	Redemption	Earnings		Interest
	Rs. 000	Rs. 000	Rs. 000	Rs. 000	Rs. 000
Balance as at 01 April 2016	156,716	23,100	464,431	644,247	87,829
Profit for the period	-	-	3,056	3,056	2,018
Balance as at 31 December 2016	156,716	23,100	467,487	647,303	89,847
Balance as at 01 April 2017	156,716	23,100	488,688	668,504	92,421
Profit for the period	-	-	(1,633)	(1,633)	(123)
Acquisition of non-controlling interest without a change in control	-	-	(16,000)	(16,000)	16,000
Balance as at 31 December 2017	156,716	23,100	471,055	650,872	108,298

Company (Unaudited)	Stated	Other Components	Retained	Total
	Capital	of Equity	Earnings	Equity
	Rs. 000	Rs. 000	Rs. 000	Rs. 000
Balance as at 01 April 2016	156,716	23,100	388,545	568,361
Profit for the period	-	-	444	444
Balance as at 31 December 2016	156,716	23,100	388,989	568,805
Balance as at 01 April 2017	156,716	-	329,450	486,166
Loss for the period	-	-	(1,538)	(1,538)
Balance as at 31 December 2017	156,716	-	327,912	484,628

ASCOT Holdings PLC

INTERIM CONDENSED CASHFLOW STATEMENT

For the Nine months ended 31st December 2017

	Consolidated		Company	
	31.12.2017 Unaudited Rs.	31.12.2016 Unaudited Rs.	31.12.2017 Unaudited Rs.	31.12.2016 Unaudited Rs.
OPERATING ACTIVITIES				
Cash Used in Operations	65,012	102,999	13,609	(17,355)
Net Received/(Interest) Paid	(36,453)	(39,787)	(83)	(22)
Income Tax paid	-	(71)	-	(71)
Gratuity Paid	(2,750)	(323)	(2,750)	-
Net Cash Generated from/ (Used in) Operating Activities	25,809	62,818	10,777	(17,447)
INVESTING ACTIVITIES				
Acquisition of subsidiary, net of cash acquired	-	-	-	-
Purchase of Property, Plant & Equipment	-	(79)	-	-
Investment in subsidiaries	-	-	-	-
Advance paid on lease hold right	-	-	-	-
Disposal of Property, Plant & Equipment	2,034	-	-	-
Purchase of Marketable Securities	-	-	-	-
Disposal of Marketable Securities	1,060	-	1,060	-
Dividends Received	24	44	24	44
Disposal of Subsidiary/ Associate Investments	-	-	-	-
Net Cash Generated from/ (Used in) Investing Activities	3,118	(35)	1,084	44
FINANCING ACTIVITIES				
Proceeds from issue of shares	-	-	-	-
Direct costs on Right Issue/Warrant Conversion	-	-	-	-
Proceeds from Term Borrowings	-	-	-	-
Net Borrowings from related companies	-	-	(17,949)	-
Payment of Borrowings including related companies	(41,563)	(44,997)	-	-
Dividends Paid to NCI	-	-	-	-
Net Cash Generated from/ (Used in) Financing Activities	(41,563)	(44,997)	(17,949)	-
Increase/(Decrease) in Cash & Cash Equivalentents	(12,636)	17,786	(6,088)	(17,403)
Movement in Cash & Cash Equivalentents				
At the Beginning of the Period	(6,781)	7,075	5,407	16,509
Increase / (Decrease)	(12,636)	17,786	(6,088)	(17,403)
At the End of the Period	(19,417)	24,861	(681)	(894)

Corporate Information

ASCOT Holdings PLC is a public limited liability company listed on Colombo Stock Exchange incorporated and domiciled in Sri Lanka. The registered office is situated at No.16-03, Level 16, East Tower, World Trade Center, Echelon Square, Colombo 01, Sri Lanka.

Basis of preparation and changes to the Group's accounting policies

The interim condensed consolidated financial statements for the nine months ended 31 December 2017 which have not been audited are prepared in accordance with LKAS 34 Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and these Interim Financial Statements have been prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31.03.2017. The provisions of new Companies Act No. 7 of 2007 and the revised listing rules of the CSE have been considered in preparing the interim financial statements of the Company and the Group.

New standards, interpretations and amendments thereof, adopted by the Group

There are no new standards or interpretation that were adopted after 31 March 2017

1 REVENUE

	Group		Company	
	31.12.2017 Rs. 000	31.12.2016 Rs. 000	31.12.2017 Rs. 000	31.12.2016 Rs. 000
Interest income	69	161	13,673	20,538
Rental income	81,000	81,000	-	-
Sale of cement pavers	27,404	58,942	-	-
Dividend income	24	44	24	44
	108,497	140,147	13,697	20,582

2 SEGMENT INFORMATION

	Strategic Segment	Real Estate	Mining	Manufacturing	Leisure/ Hoteliering	Inter-segments	Total Segments
Nine months ended (Rs. 000)							
Revenue							
External customers	13,697	81,000	-	27,404	-	13,604	108,497
Total revenue	13,697	81,000	-	27,404	-	13,604	108,497

Profit/ (Loss) before tax

	Group		Strategic Segment	Real Estate	Mining	Manufacturing	Leisure/ Hoteliering	Inter-segments	Total Segments
	31.12.2017 Rs. 000	31.12.2016 Rs. 000							
Strategic Segment	(1,538)	516							
Real Estate	32,717	27,552							
Mining	(3,351)	(7,351)							
Manufacturing	(21,888)	(8,116)							
Leisure/ Hoteliering	(2,012)	(1,771)							
Less : Consolidation adjustments	-	-							
	3,929	10,830							-
Operating assets	90,158	320	2,069	12,816	-	(86,945)	18,418		
Operating liabilities	19,975	327,547	1,384	61,395	1,107	(287,436)	123,971		

3 INVESTMENT PROPERTY

The investment property has been valued by an independent valuer for the Y/E 31st March 2017.

4 INVESTOR INFORMATION

	Quarter ended		Nine months ended	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Market Value of Shares				
Closing Price (Rs.)	37.10	28.50	37.10	28.50
Highest Price (Rs.)	44.50	35.00	44.50	48.40
Lowest Price (Rs.)	29.50	28.00	29.50	23.10
Share Trading Information				
No. of transactions	1,194	577	2,250	3,515
No. of shares traded	6,270,252	658,054	7,189,796	2,947,593
Value of shares traded (Rs.)	263,976,256	21,251,339	290,780,435	104,905,486

5 STATED CAPITAL

Stated Capital is represented by number of shares in issue as given below.

As at	31.12.2017	31.12.2016
Ordinary Shares	12,657,555	12,657,555

6 DISCLOSURES

6.1 There are no significant changes in the nature of the contingent liabilities disclosed in the Annual Report for the year ended 31st March 2017.

6.2 There are no material post balance sheet events that require adjustments to or disclosure in accounts.

6.3 Where necessary, comparative figures have been re-classified to conform with the current period's presentation.

6.4 Related Party Transactions

For the Nine months ended 31 December

Transaction with related parties	2017		2016	
	Group Rs. 000	Company Rs. 000	Group Rs. 000	Company Rs. 000
Sale of goods and services/interest & dividend income	-	13,697	-	20,377
MR. Terrence Charles Smith	-	-	-	-
Short term loans (given) to / Settlements from Subsidiaries	-	(249)	-	(17,660)
Lease Repayments	-	-	4,737	-

7 TWENTY MAJOR SHAREHOLDERS

	Name	No of Shares	Percentage
1	EIGHTH WONDER	3,104,680	24.53%
2	MANDATORY OFFER BY EIGHTH WONDER & IAN JOSEPH MCVEIGH TO PURCHASE ORDINARY	2,779,901	21.96%
3	MR I.J. MCVEIGH	1,472,082	11.63%
4	MR M.F. FAROOK	1,325,008	10.47%
5	MR M.H. JAMALDEEN	721,059	5.70%
6	LB FINANCE PLC/BOSTON CAPITAL (PVT) LTD	473,291	3.74%
7	BOSTON CAPITAL (PVT) LTD	426,975	3.37%
8	MR A.J.B. WARMAN	418,450	3.31%
9	GEORGE STEUART FINANCE PLC/ BOSTON CAPITAL (PVT) LTD	260,000	2.05%
10	MR W.W.D.D.S. PERERA	82,991	0.66%
11	AXIS FINANCIAL SERVICES (PVT) LTD	49,302	0.39%
12	MR P.G.W. SIRISENA	47,250	0.37%
13	MR T.G. THORADENIYA	46,275	0.37%
14	MIS N.R. FONSEKA	44,780	0.35%
15	MR K.M.S.M. RAZEEK	37,338	0.30%
16	MR A.S.W. JAYEWARDENE	36,666	0.29%
17	MR D.H.G.U.P. UBAYAWANSHA	26,005	0.21%
18	COMMERCIAL BANK OF CEYLON PLC./ M R H GALAPPATTI	22,270	0.18%
19	MR R.E. RAMBUKWELLE	21,634	0.17%
20	MRS S.A.S. WIJENDRA	19,637	0.16%

The percentage of shares held by the public as at 31 December 2017 was 22.41%

The number of shareholders representing the public holding was 2,836

8 DIRECTORS SHAREHOLDING

	No of Shares
MR. RATNAYAKE MUDIYANSELAGE MOHAN JOSEPH RATNAYAKE	NIL
MR. TERRENCE CHARLES SMITH	NIL
MR. IAN JOSEPH MCVEIGH	1,472,082
MR. MOHAMED HISHAM JAMALDEEN	721,059
MR. ARCHIE JAMES BUCKLAND WARMAN	418,450
MR. MAURICE DAYANTHA ASOKA WEERASOORIYA	NIL
MR. SARAVANAN NEELAKANDAN	NIL
MR. MOHAMED FIRDOUSE FAROOK	1,325,008
MR. KUDAGAMAGE JAYANTHA PRADEEP	NIL

Resigned on 18th January 2018

9 CONTINUOUS DISCLOSURE REGARDING STATUS OF FUNDS RAISED VIA RIGHTS ISSUE AND CONVERSION OF WARRANTS

Rights Issue/conversion of Warrants proceeds utilization as at 31-12-2017

Objective number	Objective as per Circular/Market Announcement	Amount allocated as per Circular/Market Announcement in LKR	Proposed date of Utilization as per Circular/Market Announcement	Total amount subscribed from Rights and Warrants	Amount allocated from proceed in LKR (A)	% of total proceed	Amounts utilized in LKR (B)	% of utilization against allocation (B/A)	Clarification if not fully utilized including where the funds are invested (e.g. whether lent to related party/s etc)
1	A Hotel Project in Yala	49,909,400	After 28th January 2015	49,909,400	49,909,400	100	39,986,654	80%	Balance has been utilised in Group working capital requirements.
2	Working Capital for Yala Hotel Project	24,954,700	After 24th February 2016	16,982,450	16,982,450	100	4,236,236	25%	

ASCOT Holdings PLC
CORPORATE INFORMATION

Name of Company

ASCOT Holdings PLC

Legal Form

A Public Limited Liability Company incorporated in Sri Lanka under the Companies Ordinance No. 51 of 1938 (Cap 145), (Registered under the Companies Act No. 07 of 2007) and listed on the Colombo Stock Exchange

Date of Incorporation

17th April 2008

Company Registration Number

PQ 139

Nature of the Business

An Investment Holding Company with the view of investing in profitable ventures

Board of Directors

Mr. Rathnayake Mudiyansele Mohan Joseph Rathnayake

Mr. Terrence Charles Smith

Mr. Ian Joseph McVeigh

Mr. Mohamed Hisham Jamaldeen

Mr. Archie James Buckland Warman

Mr. Saravanan Neelakandan

Mr. Mohamed Firdouse Farook

Mr. Kudagamage Jayantha Pradeep

Head office & Registered office

No.16-03, Level 16,

East Tower,

World Trade Center,

Echelon Square,

Colombo 01.

Subsidiary Companies

Amtrad Limited

ASCOT Developments (Pvt) Ltd

L & A Quarries (Pvt) Ltd

ASCOT Ambalangoda (Pvt) Ltd

ASCOT Leisure (Pvt) Ltd

ASCOT Yala (Pvt) Ltd

Company Secretaries

P. W. Corporate Secretarial (Pvt) Ltd.

No. 3/17, Kynsey Road,

Colombo 08.

Auditors

M/s Ernst & Young

Chartered Accountants

No. 201, De Saram Place

Colombo 10

Bankers

Pan Asia Banking Corporation PLC

Nations Trust Bank PLC

Seylan Bank PLC

Bank of Ceylon

Commercial Bank of Ceylon PLC

Sampath Bank PLC

DFCC Bank PLC

National Development Bank PLC