



SOFTLOGIC HOLDINGS PLC

**INTERIM FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2013**

BALANCE SHEET

	Consolidated		Company	
	Unaudited	Audited	Unaudited	Audited
	as at	as at	as at	as at
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	Rs.	Rs.	Rs.	Rs.
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	14,467,798,472	11,334,063,101	84,490,244	102,080,900
Leasehold Property	154,349,109	155,386,044	-	-
Investment Property	2,113,736,500	2,113,736,500	333,699,500	125,700,000
Intangible Assets	8,005,103,485	7,886,270,218	-	-
Investments in Subsidiaries	-	-	8,279,081,997	6,219,213,964
Investments in Associates and Joint Ventures	58,027,577	61,148,738	11,000,000	9,750,000
Other Non Current Assets	3,750,991,715	3,241,768,766	38,824,015	344,934,175
Rental Receivable on Lease Assets and Hire Purchase	5,882,720,782	3,847,171,008	-	-
Deferred Tax Assets	349,565,296	344,508,458	-	-
	34,782,292,936	28,984,052,833	8,747,095,756	6,801,679,039
Current Assets				
Inventories	3,066,978,564	3,480,157,674	-	-
Trade and Other Receivables	5,468,444,145	5,074,533,622	124,893,758	76,118,450
Loans and Advances	1,586,302,403	1,126,080,672	-	-
Rental Receivable on Lease Assets and Hire Purchase	4,275,060,596	2,205,972,314	-	-
Amounts Due from Related Parties	14,409,814	12,090,059	1,479,402,885	1,232,761,426
Short Term Investments	2,239,147,296	3,061,939,002	134,875,190	325,547,652
Cash in Hand and at Bank	2,959,408,849	914,190,659	104,332,677	7,118,668
	19,609,751,667	15,874,964,002	1,843,504,510	1,641,546,196
Total Assets	54,392,044,603	44,859,016,835	10,590,600,266	8,443,225,235
EQUITY AND LIABILITIES				
Equity Attributable to Equity Holders of the Parent				
Stated Capital	5,089,000,000	5,089,000,000	5,089,000,000	5,089,000,000
Capital Reserves	1,335,841,761	682,231,922	-	-
Revenue Reserves	1,615,247,994	1,512,149,060	375,369,060	207,857,126
Shareholders' Funds	8,040,089,755	7,283,380,982	5,464,369,060	5,296,857,126
Minority Interest	8,095,976,694	4,074,905,058	-	-
Total Equity	16,136,066,449	11,358,286,040	5,464,369,060	5,296,857,126
Non-current Liabilities				
Interest Bearing Borrowings	10,057,214,822	8,504,602,684	1,908,763,740	1,799,233,795
Public Deposits	5,734,332,707	460,334,147	-	-
Insurance Provisions	3,218,377,437	2,650,624,160	-	-
Deferred Tax Liabilities	310,068,279	241,482,433	-	-
Employee Benefit Liabilities	382,773,919	321,801,650	16,094,246	13,688,274
Deferred Income	70,918,768	1,574,607	-	-
	19,773,685,932	12,180,419,681	1,924,857,986	1,812,922,069
Current Liabilities				
Trade and Other Payables	4,650,415,929	2,824,784,516	77,548,558	33,926,400
Amounts Due to Related Parties	15,867,714	33,591,789	1,305,212,349	333,618,406
Income Tax Liabilities	261,429,588	240,365,009	-	-
Short Term Borrowings	5,593,744,359	6,979,894,025	589,341,633	260,251,904
Current Portion of Interest Bearing Borrowings	3,821,495,253	5,394,593,642	772,697,312	510,975,442
Public Deposits	1,208,016,886	3,992,311,366	-	-
Bank Overdrafts	2,931,322,493	1,854,770,767	456,573,368	194,673,888
	18,482,292,222	21,320,311,114	3,201,373,220	1,333,446,040
Total Equity and Liabilities	54,392,044,603	44,859,016,835	10,590,600,266	8,443,225,235
Net asset per share - Rs.	10.32	9.35	7.01	6.80

Note : The above figures are subject to audit.

I certify that the financial statements comply with the requirements of the Companies Act No. 7 of 2007.

Sgd.

Chief Financial Officer

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

Signed for and on behalf of the Board by,

Sgd.
Director

Sgd.
Director

SOFTLOGIC HOLDINGS PLC

INCOME STATEMENT

	<u>Unaudited</u> <u>12 months to</u> <u>31.03.2013</u> <u>Rs.</u>	<u>Audited</u> <u>12 months to</u> <u>31.03.2012</u> <u>Rs.</u>	<u>Change</u> <u>%</u>	<u>Unaudited</u> <u>03 months to</u> <u>31.03.2013</u> <u>Rs.</u>	<u>Unaudited</u> <u>03 months to</u> <u>31.03.2012</u> <u>Rs.</u>
Revenue	25,331,282,180	21,908,307,225	15.62	6,128,165,055	5,872,351,654
Cost of Sales	(17,031,294,168)	(14,639,407,351)	16.34	(4,133,382,398)	(4,048,563,896)
Gross Profit	8,299,988,012	7,268,899,874	14.18	1,994,782,657	1,823,787,758
Dividend Income	150,330,482	91,670,406	63.99	135,634,556	40,818,810
Other Operating Income	1,559,303,125	519,681,202	200.05	545,160,135	14,386,146
Distribution Expenses	(1,096,947,144)	(811,849,356)	35.12	(270,258,918)	(231,403,800)
Administrative Expenses	(5,127,560,179)	(3,934,939,537)	30.31	(1,295,103,964)	(1,276,037,315)
Finance Expenses	(2,657,327,917)	(1,876,982,292)	41.57	(845,094,423)	(539,160,722)
Change in Fair Value of Investment Property	-	340,402,278	-	-	340,402,278
Share of Results of Associates	17,822,271	15,626,290	14.05	6,355,127	948,450
Profit Before Tax	1,145,608,650	1,612,508,865	(28.95)	271,475,170	173,741,605
Tax Expense	(266,899,758)	(590,713,430)	(54.82)	(46,844,498)	(154,452,560)
Profit for the Period	878,708,892	1,021,795,435	(14.00)	224,630,672	19,289,045
Attributable to:					
Equity Holders of the Parent	301,173,603	483,284,612	(37.68)	11,977,854	(84,452,863)
Minority Interest	577,535,289	538,510,823	7.25	212,652,818	103,741,908
	878,708,892	1,021,795,435	(14.00)	224,630,672	19,289,045
Earnings Per Share - Rs.	0.39	0.65	(40.52)	0.02	(0.11)

Figures in brackets indicate deductions.

STATEMENT OF CHANGES IN EQUITY

CONSOLIDATED

In Rs.	Attributable to Equity Holders of Parent						Minority Interest	Total Equity
	Stated Capital	Revaluation Reserve	Exchange Translation Reserves	Statutory Reserve Fund	Accumulated Profit	Total		
FOR THE YEAR ENDED 31 MARCH 2013								
Balance as at 01 April 2012	5,089,000,000	747,715,846	(96,334,476)	30,850,552	1,512,149,060	7,283,380,982	4,074,905,058	11,358,286,040
Revaluation for the period	-	637,461,666	-	-	-	637,461,666	1,040,560,288	1,678,021,954
Direct cost on Share Issue	-	-	-	-	(52,978,604)	(52,978,604)	(30,987,661)	(83,966,265)
Acquisitions, disposals and changes in holding	-	-	-	-	(58,399,230)	(58,399,230)	2,812,691,989	2,754,292,759
Deferred Tax impact due to reduction in tax rate	-	(5,518,081)	-	-	-	(5,518,081)	-	(5,518,081)
Deferred Tax impact on Revaluations	-	(370,113)	-	-	-	(370,113)	-	(370,113)
Transfer to Reserve Fund	-	-	-	19,597,605	(19,597,605)	-	-	-
Subsidiary dividend to minority shareholders	-	-	-	-	-	-	(437,127,499)	(437,127,499)
Allocation for Life Solvency	-	-	-	-	166,600,770	166,600,770	58,399,230	225,000,000
Currency Translation Difference	-	-	2,438,762	-	-	2,438,762	-	2,438,762
Dividend Paid	-	-	-	-	(233,700,000)	(233,700,000)	-	(233,700,000)
Profit for the year	-	-	-	-	301,173,603	301,173,603	577,535,289	878,708,892
Balance as at 31 March 2013	5,089,000,000	1,379,289,318	(93,895,714)	50,448,157	1,615,247,994	8,040,089,755	8,095,976,694	16,136,066,449

FOR THE YEAR ENDED 31 MARCH 2012

Balance as at 01 April 2011	1,058,000,000	737,845,882	(56,359,655)	3,414,497	1,298,686,340	3,041,587,064	4,003,432,768	7,045,019,832
Issue of shares	4,031,000,000	-	-	-	-	4,031,000,000	-	4,031,000,000
Direct cost on Share Issue	-	-	-	-	(132,154,642)	(132,154,642)	-	(132,154,642)
Acquisitions, disposals and changes in holding	-	-	-	-	(45,985,935)	(45,985,935)	(85,758,065)	(131,744,000)
Deferred Tax impact due to reduction in tax rate	-	9,869,964	-	-	-	9,869,964	-	9,869,964
Deferred Tax impact on Revaluations	-	-	-	-	-	-	-	-
Transfer to Reserve Fund	-	-	-	27,436,055	(27,436,055)	-	-	-
Subsidiary dividend to minority shareholders	-	-	-	-	111,693,932	111,693,932	(330,949,660)	(219,255,728)
Allocation for Life Solvency	-	-	-	-	(74,669,192)	(74,669,192)	(50,330,808)	(125,000,000)
Currency Translation Difference	-	-	(39,974,821)	-	-	(39,974,821)	-	(39,974,821)
Dividend Paid	-	-	-	-	(101,270,000)	(101,270,000)	-	(101,270,000)
Profit for the year	-	-	-	-	483,284,612	483,284,612	538,510,823	1,021,795,435
Balance as at 31 March 2012	5,089,000,000	747,715,846	(96,334,476)	30,850,552	1,512,149,060	7,283,380,982	4,074,905,058	11,358,286,040

COMPANY

In Rs.	Stated Capital	Accumulated Profit	Total Equity
FOR THE YEAR ENDED 31 MARCH 2013			
Balance as at 01 April 2012	5,089,000,000	207,857,126	5,296,857,126
Dividend Paid	-	(233,700,000)	(233,700,000)
Profit for the year	-	401,211,934	401,211,934
Balance as at 31 March 2013	5,089,000,000	375,369,060	5,464,369,060

FOR THE YEAR ENDED 31 MARCH 2012

Balance as at 01 April 2011	1,058,000,000	(10,769,879)	1,047,230,121
Issue of shares	4,031,000,000	-	4,031,000,000
Direct cost on Share Issue	-	(131,909,642)	(131,909,642)
Dividend Paid	-	(101,270,000)	(101,270,000)
Profit for the year	-	451,806,647	451,806,647
Balance as at 31 March 2012	5,089,000,000	207,857,126	5,296,857,126

SOFTLOGIC HOLDINGS PLC

CASH FLOW STATEMENTS

	Consolidated		Company	
	Unaudited	Audited	Unaudited	Audited
	as at	as at	as at	as at
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	Rs.	Rs.	Rs.	Rs.
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax	1,145,608,650	1,612,508,865	401,211,934	452,089,913
Adjustments for:				
Interest income	(338,924,883)	(234,294,219)	(249,170,910)	(1,802,562)
Dividend income	(150,330,482)	(91,670,406)	(357,052,400)	(612,976,781)
Finance expenses	2,657,327,917	1,876,982,292	713,758,672	312,477,602
Change in fair value of investment property	-	(340,402,278)	-	-
Share of results of associates	(17,822,271)	(15,626,290)	-	-
Gratuity provision and related costs	90,804,345	53,504,202	3,090,500	2,204,128
Provision for bad debts	-	46,570,190	-	-
Changes in fair value of short term investments	(359,706,259)	134,844,921	490,032	60,972,230
Depreciation of property, plant and equipment	899,953,491	777,542,286	48,735,628	35,952,080
(Profit) / loss on sale of property, plant and equipment	10,493,143	(36,260,101)	(64,423,278)	(8,227,231)
(Profit) / loss on sale of interest in subsidiaries	(325,724,910)	-	(389,677,755)	-
(Profit) / loss on sale of short term investments	(437,242,018)	(18,641,300)	2,582,706	(125,139,450)
Unrealised (gain)/loss on foreign exchange	(194,993,529)	373,222,162	-	-
Impairment & derecognition of property, plant & equipment	-	17,069,614	-	-
Negative goodwill written back	-	(34,063,213)	-	-
Amortisation of Intangible assets	182,939,997	136,477,797	-	-
Provision for intercompany receivable balances	-	-	-	9,496,081
Amortisation of lease assets	1,036,933	1,036,933	-	-
Profit before working capital changes	3,163,420,126	4,258,801,455	109,545,129	125,046,010
(Increase) / decrease in inventories	413,179,110	(970,820,296)	-	-
(Increase) / decrease in receivable and prepayments	(393,910,523)	(1,617,707,214)	(48,775,308)	(314,103)
(Increase) / decrease in amount due from related parties	(2,319,755)	(11,828,461)	(246,641,459)	(1,280,961,351)
(Increase) / (decrease) in creditors and accruals	1,825,631,413	116,843,105	43,622,158	(33,697,596)
Increase / (decrease) in amount due to related parties	(17,724,075)	29,542,179	971,593,943	(370,972,284)
Increase / (decrease) in investments in lease and hire purchase	(4,104,638,056)	(2,636,524,955)	-	-
Increase / (decrease) in loans and advances	(440,221,731)	(140,528,692)	-	-
Increase / (decrease) Public deposits	2,489,704,080	2,867,807,614	-	-
Increase / (decrease) Insurance Provisions	567,753,277	240,494,533	-	-
Increase / (decrease) Deferred income	69,344,161	(667,461)	-	-
Cash Generated from Operations	3,550,218,027	2,135,411,807	829,344,463	(1,560,899,324)
Interest received	338,924,883	234,294,219	249,170,910	1,802,562
Finance expenses paid	(2,657,327,917)	(1,876,982,292)	(713,758,672)	(312,477,602)
Dividend received	150,330,482	103,670,406	357,052,400	612,976,781
Tax paid	(166,117,991)	(569,888,217)	-	(2,403,576)
Gratuity (paid) / Transfer in	(29,832,076)	(14,551,039)	(684,530)	(115,750)
Net cash flow from operating activities	1,186,195,408	11,954,884	721,124,571	(1,261,116,909)
CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES				
Purchase and construction of property, plant and equipment	(2,449,095,022)	(1,083,795,542)	(239,845,181)	(3,973,404)
Advance paid to obtain lease right	-	(65,000,000)	-	-
Addition to intangible assets	-	(645,000)	-	-
Increase in other non current assets	(509,222,949)	(1,364,551,682)	306,110,160	-
(Purchase) / disposal of short term investments (net)	1,619,739,983	809,436,160	187,599,724	227,680,480
Acquisition of subsidiaries (A)	(189,168,399)	(4,240,015,780)	-	(840,780,682)
Investment of Joint Ventures	(1,250,000)	(1,250,000)	-	-
Increase in interest in subsidiaries	(3,012,782,813)	(476,969,572)	(3,146,033,136)	(359,777,535)
Proceeds from sale of interest in subsidiaries	2,413,301,725	-	1,475,842,858	-
Proceeds from sale of property, plant and equipment	82,934,971	56,211,958	65,123,989	8,242,966
Net cash flow from / (used in) investing activities	(2,045,542,504)	(6,365,329,458)	(1,352,451,586)	(968,608,175)
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES				
Dividend paid to minority shareholders	(437,127,499)	(219,255,728)	-	-
Dividends paid	(233,700,000)	(101,270,000)	(233,700,000)	(101,270,000)
Proceeds from minority on issue of shares in subsidiaries	2,761,992,712	120,403,650	-	-
Proceeds from long term borrowings	6,699,314,433	8,871,599,121	2,113,997,373	1,895,267,900
Repayment of long Term borrowings	(8,206,022,825)	(3,011,898,561)	(1,742,745,558)	(189,983,373)
Proceeds from / (repayment of) short term borrowings (net)	295,066,004	(1,998,500,306)	329,089,729	(3,430,492,978)
Proceeds from share issue	-	4,031,000,000	-	4,031,000,000
Direct cost on issue of shares	(83,966,265)	(132,154,642)	-	(131,909,642)
Net cash flow from / (used in) financing activities	795,556,560	7,559,923,534	466,641,544	2,072,611,907
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(63,790,536)	1,206,548,960	(164,685,471)	(157,113,177)
CASH AND CASH EQUIVALENTS AT THE BEGINNING	91,876,892	(1,114,672,068)	(187,555,220)	(30,442,043)
CASH AND CASH EQUIVALENTS AT THE END	28,086,356	91,876,892	(352,240,691)	(187,555,220)
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Favourable balances				
Cash in hand and at Bank	2,959,408,849	914,190,659	104,332,677	7,118,668
Short Term Investments	-	1,032,457,000	-	-
Unfavourable balances				
Bank overdrafts	(2,931,322,493)	(1,854,770,767)	(456,573,368)	(194,673,888)
Cash and cash equivalents	28,086,356	91,876,892	(352,240,691)	(187,555,220)
A. Acquisition of subsidiary				
Intangible Assets	(28,746,003)	(2,228,810,828)	-	-
Property Plant & Equipment	-	(71,699,007)	-	-
Other Non Current Assets	-	(1,635,217,070)	-	-
Inventories	-	(3,959,406)	-	-
Trade & Other Receivables	(8,685,516)	(348,755,593)	-	-
Loans & Advances	-	(1,018,247)	-	-
Short Term Investments	(18,726,000)	(2,220,818,073)	-	-
Cash and Cash Equivalents	(12,316,179)	(45,621,019)	-	-
Insurance Provision	-	2,285,129,627	-	-
Trade & Other Payables	-	731,006,153	-	-
Deferred Tax Liabilities	730,081	-	-	-
Amounts Due to Related Companies	-	-	-	-
Retirement Benefit Obligations	211,318	30,206,637	-	-
Income Tax Liabilities	137,799	-	-	-
Total net assets	(67,394,500)	(3,509,556,826)		
Net assets acquired	(44,137,663)	(2,096,446,185)		
Minority cost holdings of investment	(69,686,865)	(1,579,534,920)		
Goodwill	(87,660,050)	(609,655,694)		
Cash consideration paid on acquisition of subsidiary	(201,484,578)	(4,285,636,799)		
Cash and cash equivalent acquired	12,316,179	45,621,019		
Net cash outflow on acquisition of subsidiary	(189,168,399)	(4,240,015,780)		

The assets and liabilities as at the acquisition date are stated at their provisional fair values and may be amended in accordance with SLAS 25 (Revised 2004) - Business Combination.

SOFTLOGIC HOLDINGS PLC

INCOME STATEMENT

	<u>Unaudited</u> <u>12 months to</u> <u>31.03.2013</u> <u>Rs.</u>	<u>Audited</u> <u>year to</u> <u>31.03.2012</u> <u>Rs.</u>	<u>Change</u> <u>%</u>	<u>Unaudited</u> <u>03 months to</u> <u>31.03.2013</u> <u>Rs.</u>	<u>Unaudited</u> <u>03 months to</u> <u>31.03.2012</u> <u>Rs.</u>
Revenue	532,568,560	262,507,906	102.88	145,235,550	105,990,389
Cost of Sales	(77,536,834)	(81,941,866)	(5.38)	(13,959,757)	(18,247,662)
Gross Profit	455,031,726	180,566,040	152.00	131,275,793	87,742,727
Dividend Income	357,052,400	612,976,781	(41.75)	336,342,251	244,664,324
Other Operating Income	457,431,997	94,220,580	385.49	67,699,211	4,931,493
Administrative Expenses	(154,545,517)	(123,195,886)	25.45	(35,115,966)	(41,613,778)
Finance Expenses	(713,758,672)	(312,477,602)	128.42	(208,010,320)	(98,527,364)
Profit Before Tax	401,211,934	452,089,913	(11.25)	292,190,969	197,197,402
Tax Expense	-	(283,266)	-	-	(283,266)
Profit for the Period	401,211,934	451,806,647	(11.20)	292,190,969	196,914,136

Figures in brackets indicate deductions.

SEGMENT ANALYSIS OF REVENUE AND PROFIT

	Information Technology		Leisure		Retail		Auto Mobiles		Financial Services		Healthcare Services		Others		Total	
For the year ended 31 March	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
Revenue	5,584,064,653	6,963,439,463	10,957,467	30,612,614	6,225,744,781	4,660,720,292	689,213,686	989,588,126	5,749,910,781	3,166,989,579	7,058,057,522	6,032,937,040	13,333,289	64,020,113	25,331,282,179	21,908,307,227
Operating Profit	732,790,735	739,743,976	(66,156,678)	(36,763,775)	901,459,064	673,203,223	33,577,601	112,780,755	429,831,226	180,428,232	1,868,472,149	1,639,751,145	(114,859,800)	(175,680,966)	3,785,114,297	3,133,462,590
Profit Before Taxation	239,153,806	567,292,055	(67,624,949)	(37,502,320)	409,831,716	497,810,400	(25,221,101)	93,224,384	4,380,185	(122,074,167)	1,149,348,584	949,680,574	(564,259,588)	(335,922,061)	1,145,608,653	1,612,508,865
Taxation	(29,347,323)	(151,258,356)	18,077,944	-	(60,000,000)	(180,649,234)	-	(22,738,614)	(31,047,787)	(62,307,620)	(139,241,795)	(100,151,108)	(25,340,796)	(73,608,498)	(266,899,757)	(590,713,430)
Profit After Taxation	209,806,483	416,033,699	(49,547,005)	(37,502,320)	349,831,716	317,161,166	(25,221,101)	70,485,770	(26,667,602)	(184,381,787)	1,010,106,789	849,529,466	(589,600,384)	(409,530,559)	878,708,896	1,021,795,435
For the three months ended 31 March	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
Revenue	1,312,309,413	2,013,478,624	88,424	(1,801,753)	1,300,226,556	777,542,006	134,332,132	156,716,658	1,617,765,307	1,402,341,812	1,762,894,767	1,467,656,411	548,455	56,417,898	6,128,165,054	5,872,351,656
Operating Profit	339,802,980	89,158,755	(48,467,880)	(12,027,751)	252,555,310	146,585,722	3,383,090	1,848,438	225,245,009	(112,029,833)	515,150,913	461,794,025	(177,454,955)	(203,777,756)	1,110,214,467	371,551,600
Profit Before Taxation	23,673,701	168,459,628	(48,766,356)	(9,686,856)	19,601,746	117,523,571	(9,502,564)	(4,516,166)	75,194,677	(204,023,414)	366,060,517	309,233,685	(154,786,548)	(203,248,843)	271,475,173	173,741,605
Taxation	(8,424,227)	(38,323,413)	35,408,466	-	10,427,930	(83,788,250)	3,969,266	(2,908,564)	(11,846,934)	(5,890,461)	(57,694,033)	5,706,938	(18,684,965)	(29,248,810)	(46,844,497)	(154,452,560)
Profit After Taxation	15,249,474	130,136,215	(13,357,890)	(9,686,856)	30,029,676	33,735,321	(5,533,298)	(7,424,730)	63,347,743	(209,913,875)	308,366,484	314,940,623	(173,471,513)	(232,497,653)	224,630,676	19,289,045

1. CORPORATE INFORMATION

Softlogic Holdings PLC, is a public limited company incorporated, domiciled in Sri Lanka and listed on the Colombo Stock Exchange.

The interim financial statements of the Group and the Company for the year ended 31 March 2013 were authorised for issue by the Board of directors on 31 May 2013.

2. BASIS OF PREPARATION

The interim financial statements of the group and of the company have been prepared on the basis of the same accounting policies and methods applied for the year ended 31 March 2012 and are in compliance with Sri Lanka Accounting Standard 35 - Interim Financial Reporting.

The accounting policies adopted in these financial statements are consistent with those set out in the annual Report of the previous year.

The Institute of Chartered Accountants of Sri Lanka has issued a new Sri Lanka Accounting Standards which have become applicable for financial periods beginning on or after 01 January 2012. However in accordance with the ruling issued by the Institute of Chartered Accountants of Sri Lanka on "Comparative Figures in the Interim Financial Statements", the Group has adopted the second alternative option as given in such ruling where by these Interim Financial Statements were prepared in accordance with the Sri Lanka Accounting Standards which existed immediately prior to 01 January 2012. The Group is in the process of adopting the new Sri Lanka Accounting Standards (SLFRS/LKAS) with effect from 01 April 2012.

The Group is in the process of quantifying the impact to the Statement of Comprehensive Income (SOCI) for the period and Net Assets (NA) based on the new Sri Lanka Accounting Standards.

The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period.

3. SHARE INFORMATION

3.1 Public Share Holdings

The percentage of shares held by the public as at 31 March 2013 was 30.84%

3.2 Directors' Share Holdings

The number of shares held by the Board of directors are as follows:

As at	31-03-2013
A K Pathirage ¹ - Chairman/ Managing Director	344,294,097
H U Gunawardena	57,527,300
R J Perera	60,836,700
H Kaimal	64,870,800
R Rasool	361,600
Dr S Selliah	2,000,000
Deshamanya P D Rodrigo	Nil
W M P L De Alwis	Nil
Total	529,890,497

3.3 Twenty Largest Shareholders of the Company are as follows:

As at	31-03-2013	
	Number of shares	%
1 Mr. A K Pthirage	305,344,097	39.20
2 Mr. H K Kaimal	64,870,800	8.33
3 Mr. R J Perera	60,836,700	7.81
4 Mr. G W D H U Gunawardena	57,527,300	7.38
5 Commercial Bank of Ceylon PLC/A K Pathirage	38,950,000	5.00
6 Pemberton Asian Opportunities Fund	25,053,942	3.22
7 Sri Lanka Insurance Corporation Ltd-General Fund	15,812,400	2.03
8 Bank of Ceylon A/C Ceybank Unit Trust	11,343,727	1.46
9 HSBC INTL.NOM.LTD-SNFE-NTASIAN Discovery Master Fund	9,900,400	1.27
10 Dr. K M P Karunaratne	9,707,561	1.25
11 Employees Provident Fund	7,230,500	0.93
12 Mr. K P R B Silva	4,690,000	0.60
13 Asian Alliance Insurance PLC - A/C 02 (Life Fund)	4,591,702	0.59
14 Mrs. A Selliah	4,236,000	0.54
15 Arunodhaya Investments (Private) Limited	3,950,000	0.51
16 Arunodhaya Industries (Private) Limited	3,950,000	0.51
17 Arunodhaya (Private) Limited	3,950,000	0.51
18 Bartleet Finance PLC	3,886,000	0.50
19 Miss. S Subramaniam	3,800,000	0.49
20 Mr. V Kailasapillai	3,800,000	0.49
20 Mrs. A Kailasapillai	3,800,000	0.49

3.4 Stated Capital

Stated capital is represented by number of shares in issue as given below;

As at	31-03-2013
Ordinary shares	779,000,000

3.5 Net Assets per Share

Net assets per share have been calculated, for all periods, based on the number of shares in issue as at 31 March 2013.

4. STATED CAPITAL MOVEMENTS

Stated Capital	Rs
As at 01 April 2012	5,089,000,000
As at 31 March 2013	<u>5,089,000,000</u>

5. INVESTOR INFORMATION

31-03-2013

5.1 Market Value of Shares

The market value of an ordinary share of Sofloglog Holdings PLC was as follows.

Closing price on	(28-03-2013)	10.40
Highest price recorded for the three months ending	(17-01-2013)	13.30
Lowest price recorded for the three months ending	(27-03-2013)	10.30
Market Capitalisation (Rs. Mn)		10,360.70

5.2 Ratios

Net assets per share at the period end	10.32
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5.3 Share Trading information from 01 January 2013 to 31 March 2013

Number of shares traded	23,704,814
Value of shares traded (Rs.)	278,372,334

6. CONTINGENCIES, CAPITAL AND OTHER COMMITMENTS

6.1 CONTINGENT LIABILITIES

There were no significant contingent liabilities as at the balance sheet date other than what is disclosed below, which require adjustments to or disclosures in the financial statements.

Pending litigations against Asiri Hospital Holdings PLC and Matara Medi House (Pvt) Ltd with a maximum liability of Rs. 43 Mn and Rs. 51 Mn respectively exist as at the balance sheet date. Although there can be no assurance, the directors believe, based on the information currently available, that the ultimate resolution of such legal procedures would not likely to have a material adverse effect on the results of operations, financial position or liquidity of the Group. Accordingly no provision for any liability has been made in these financial statements.

6.2 CAPITAL COMMITMENTS

As at 31 March 2013, the Group had capital commitments contracted but not provided in the financial statements amounting to Rs. 1,800 Mn (31 March 2012 - 1,482 Mn).

7. POST BALANCE SHEET EVENTS

There have been no material events occurring after the balance sheet date that require adjustments to or disclosure in the financial statements.

CORPORATE INFORMATION

Name of Company

Softlogic Holdings PLC

Legal Form

Public Limited Liability Company

Incorporated in Sri Lanka on 25 February 1998 as a Private Limited Liability Company under the Companies Act No. 17 of 1982 and Re-registered on 17 December 2007 as a Public Limited Liability Company under the Companies Act No 07 of 2007.

Ordinary shares were listed on Main Board of Colombo Stock Exchange. The status of the Company was changed to a Public Limited Company on 10th December 2008. Subsequent to the listing of shares on the Main Board of Colombo Stock Exchange, the name of the Company was changed to Softlogic Holdings PLC on 25th August 2011.

Company Registration No

PV 1536 PB/PQ

Registered Office of the Company

14, De Fonseka Place,
Colombo 05
Sri Lanka

Contact Details

14, De Fonseka Place,
Colombo 05
Sri Lanka

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Fax : +94 11 2595 441
E-mail : info@softlogic.lk
Web : www.softlogic.lk

Directors

A K Pathirage - Chairman/ Managing Director
G W D H U Gunawardena
R J Perera
H Kaimal
R Rasool
Dr S Selliah
Deshamanya P D Rodrigo
W M P L De Alwis

Audit Committee

Deshamanya P D Rodrigo - Chairman
W M P L De Alwis
Dr S Selliah

Remuneration Committee

W M P L De Alwis - Chairman
Deshamanya P D Rodrigo

Secretaries and Registrars

Softlogic Corporate Services (Pvt) Ltd
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Bankers

Sampath Bank PLC
Commercial Bank Ceylon PLC
Hatton National Bank PLC
Seylan Bank PLC
National Development Bank PLC
Citibank NA
Nations Trust Bank PLC
DFCC Bank PLC
Bank of Ceylon
Union Bank Colombo PLC
Pan Asia Banking Corporation
Amana Bank Limited

Auditors

Ernst & Young
Chartered Accountants
201, De Saram Place,
Colombo 10