



Softlogic Holdings PLC

Interim Financial Statements

Twelve Months ended 31 March 2012

BALANCE SHEET

Consolidated		Company		Consolidated		Company	
<u>Audited</u>		<u>Audited</u>		<u>Unaudited</u>		<u>Unaudited</u>	
as at		as at		as at		as at	
<u>31.03.2011</u>		<u>31.03.2011</u>		<u>31.03.2012</u>		<u>31.03.2012</u>	
<u>Rs.</u>		<u>Rs.</u>		<u>Rs.</u>		<u>Rs.</u>	
ASSETS							
Non-Current Assets							
10,274,534,256	73,555,666	Property, Plant and Equipment		11,167,684,395	102,064,017		
91,422,977	-	Leasehold Property		90,386,044	-		
2,420,284,222	125,700,000	Investment Property		2,117,503,145	125,700,000		
4,710,820,895	-	Intangible Assets		7,816,428,079	-		
-	5,018,655,747	Investments in Subsidiaries and Joint Ventures		-	6,218,180,719		
61,113,267	12,449,800	Investments in Associates		49,819,513	9,750,000		
245,561,360	242,044,175	Other Non Current Assets		450,374,039	-		
2,095,891,164	-	Rental Receivable on Lease Assets and Hire Purchase		3,814,558,955	-		
-	-	Policy Loans & Other Loans		61,702,456	-		
-	-	Amount due from Related Parties		-	251,394,770		
369,342,491	-	Deferred Tax Assets		358,028,957	-		
20,268,970,632	5,472,405,388			25,926,485,583	6,707,089,506		
Current Assets							
2,551,363,907	-	Inventories		3,438,246,665	-		
2,878,985,826	70,715,722	Trade and Other Receivables		5,801,200,446	73,317,622		
984,533,733	-	Loans and Advances		2,082,353,017	-		
1,336,610,451	-	Rental Receivable on Lease Assets and Hire Purchase		2,235,861,203	-		
-	-	Reinsurance Receivable		96,805,417	-		
-	-	Premium Receivable		240,985,482	-		
261,598	278,145,009	Amounts Due from Related Parties		-	1,380,142,838		
730,742,362	271,725,154	Short Term Investments		4,845,813,132	330,547,652		
103,395,695	2,685,050	Income Tax Refunds		5,408,861	-		
279,647,867	5,743,212	Cash in Hand and at Bank		548,289,863	7,118,668		
8,865,541,439	629,014,147			19,294,964,086	1,791,126,780		
29,134,512,071	6,101,419,535	Total Assets		45,221,449,669	8,498,216,286		
EQUITY AND LIABILITIES							
Equity Attributable to Equity Holders of the Parent							
1,058,000,000	1,058,000,000	Stated Capital		5,089,000,000	5,089,000,000		
684,900,723	-	Capital Reserves		676,198,038	-		
1,298,686,341	(10,769,879)	Revenue Reserves		1,630,301,515	212,176,595		
3,041,587,064	1,047,230,121	Shareholders' Funds		7,395,499,553	5,301,176,595		
4,003,432,769	-	Minority Interest		4,227,886,465	-		
7,045,019,833	1,047,230,121	Total Equity		11,623,386,018	5,301,176,595		

Consolidated		Company		Consolidated		Company	
<u>Audited</u>		<u>Audited</u>		<u>Unaudited</u>		<u>Unaudited</u>	
as at		as at		as at		as at	
<u>31.03.2011</u>		<u>31.03.2011</u>		<u>31.03.2012</u>		<u>31.03.2012</u>	
<u>Rs.</u>		<u>Rs.</u>		<u>Rs.</u>		<u>Rs.</u>	
Non-current Liabilities							
3,488,911,803	400,723,284	Interest Bearing Borrowings	8,456,082,553	2,310,951,155			
205,057,922	-	Public Deposits	460,334,146	-			
-	-	Insurance Provisions - Life	2,325,623,273	-			
-	-	Provision for Life Solvency	225,000,000	-			
173,917,139	-	Deferred Tax Liabilities	209,706,766	-			
252,462,657	11,599,896	Employee Benefit Liabilities	326,634,406	17,047,140			
2,242,069	-	Deferred Income	1,574,609	-			
4,122,591,590	412,323,180		12,004,955,753	2,327,998,295			
Current Liabilities							
1,938,594,982	67,623,996	Trade and Other Payables	2,193,407,170	38,978,533			
4,049,610	704,590,689	Amounts Due to Related Parties	-	375,137,589			
195,792,770	-	Income Tax Liabilities	200,475,922	-			
10,158,365,017	3,690,744,882	Short Term Borrowings	5,145,091,458	-			
2,895,717,810	142,721,412	Current Portion of Interest Bearing Borrowings	7,701,615,831	229,620,603			
-	-	Insurance Provisions - Non-Life	474,321,759	-			
-	-	Reinsurance Creditors	201,171,387	-			
1,379,779,977	-	Public Deposits	3,993,234,367	-			
1,394,600,482	36,185,255	Bank Overdrafts	1,683,790,004	225,304,671			
17,966,900,648	4,641,866,234		21,593,107,898	869,041,396			
29,134,512,071	6,101,419,535	Total Equity and Liabilities	45,221,449,669	8,498,216,286			
4.75	1.64	Net asset per share - Rs.	9.91	7.10			

Note : The above 2012 figures are subject to audit.

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

Signed

.....
Erandi Wickramarachchi
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,

Signed

.....
A. K. Pathirage
Chairman

31 May 2012
Colombo

Signed

.....
H. Kaimal
Director

CONSOLIDATED INCOME STATEMENT

	<u>Unaudited</u> <u>12 months to</u> <u>31.03.2012</u> <u>Rs.</u>	<u>Audited</u> <u>12 months to</u> <u>31.03.2011</u> <u>Rs.</u>	<u>Change</u> <u>%</u>	<u>Unaudited</u> <u>03 months to</u> <u>31.03.2012</u> <u>Rs.</u>	<u>Unaudited</u> <u>03 months to</u> <u>31.03.2011</u> <u>Rs.</u>
Revenue	21,422,396,967	10,788,466,990	98.57	5,386,441,396	4,047,127,568
Cost of Sales	(14,175,530,868)	(7,908,037,068)	79.25	(3,584,687,413)	(2,685,700,335)
Gross Profit	7,246,866,099	2,880,429,922	151.59	1,801,753,983	1,361,427,233
Dividend Income	223,552,794	3,223,513	6,835.07	172,701,198	2,545,891
Other Operating Income	562,164,156	669,038,971	(15.97)	56,869,099	151,038,566
Distribution Expenses	(752,331,893)	(481,811,417)	56.15	(171,886,337)	(206,495,231)
Administrative Expenses	(4,111,080,130)	(1,358,181,681)	202.69	(1,452,177,908)	(638,838,196)
Finance Expenses	(1,942,643,060)	(857,054,582)	126.67	(604,821,490)	(394,647,387)
Change in Fair Value of Investment Property	346,679,561	165,775,000	-	346,679,561	-
Share of Results of Associates	15,008,398	25,399,350	(40.91)	330,558	(54,703,579)
Profit Before Tax	1,588,215,925	1,046,819,076	51.72	149,448,664	220,327,297
Tax Expense	(524,421,038)	(76,009,554)	589.94	(88,160,169)	87,427,299
Profit for the Period	1,063,794,887	970,809,522	9.58	61,288,495	307,754,596
Attributable to:					
Equity Holders of the Parent	493,599,848	829,248,353	(40.48)	(74,137,629)	199,399,464
Minority Interest	570,195,039	141,561,169	302.79	135,426,124	108,355,132
	1,063,794,887	970,809,522	9.58	61,288,495	307,754,596
Earnings Per Share - Rs.	0.66	1.30		(0.10)	0.31

Note : Figures in brackets indicate deductions.

The above 2012 figures are subject to audit.

CASH FLOW STATEMENT

	Consolidated		Company	
	Unaudited	Audited	Unaudited	Audited
	as at	as at	as at	as at
	31.03.2012	31.03.2011	31.12.2011	31.03.2012
	Rs.	Rs.	Rs.	Rs.
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax	1,588,215,925	1,046,819,076	456,126,116	82,657,692
Adjustments for:				
Interest income	(72,155,134)	(33,453,474)	(49,749,026)	(1,874,006)
Dividend income	(223,552,794)	(3,223,513)	(599,202,314)	(151,065,019)
Finance expenses	1,942,643,060	857,054,582	313,654,080	190,154,560
Change in fair value of investment property	(346,679,561)	(165,775,000)	-	-
Share of results of associates	(15,008,398)	(25,399,350)	-	-
Gratuity provision and related costs	85,572,477	26,474,511	3,956,244	4,587,743
Provision for bad debts	-	16,085,775	-	-
Changes in fair value of short term investments	109,547,561	(9,157,852)	60,982,229	5,268,940
Depreciation of property, plant and equipment	791,975,698	285,138,561	35,777,523	39,362,189
(Profit) / loss on sale of property, plant and equipment	(52,081,420)	(15,678,051)	(8,227,231)	(1,763,224)
(Profit) / loss on sale of short term investments	(124,899,446)	(142,357,751)	(124,899,446)	(102,097,309)
Unrealised (gain)/loss on foreign exchange	-	-	-	(15,522,045)
Write back on loan rescheduled	-	(4,840,627)	-	(4,840,627)
Write back of other liabilities	-	(12,204,675)	-	-
Write back of the Intercompany Balances	-	-	2,699,800	-
Impairment of Investment in Associate	-	-	-	3,700,000
Amortisation of Intangible assets	129,377,092	9,649,710	-	-
Provision for intercompany receivable balances	-	-	-	25,562,117
Amortisation of Deferred Income	(667,460)	-	-	-
Fair Value adjustment on Business Combination	195,961,000	-	-	-
Amortisation of lease assets	4,775,000	259,233	-	-
Profit before working capital changes	4,013,023,599	1,829,391,155	91,117,975	74,131,011
(Increase) / decrease in inventories	(886,882,758)	(1,346,402,671)	-	-
(Increase) / decrease in receivable and prepayments	(2,922,214,620)	(860,545,945)	4,550,467	66,353,447
(Increase) / decrease in amount due from related parties	261,598	(5,053,038)	(74,448,468)	(67,748,592)
Increase / (decrease) in creditors and accruals	254,812,188	488,206,691	(28,645,463)	42,877,482
Increase / (decrease) in amount due to related parties	(4,049,610)	(1,764,861)	(335,667,340)	13,495,508
Increase / (decrease) in investments in lease and hire purchase	(2,617,918,543)	(1,280,498,320)	-	-
Increase / (decrease) in loans and advances	(1,097,819,284)	(250,026,403)	-	-
(Increase) / decrease in Reinsurance Receivable & Premium Receivable	(337,790,899)	-	-	-
Increase / (decrease) in Insurance Provision Non-Life & Reinsurance Creditors	675,493,146	-	-	-
Increase / (decrease) in Insurance Provision - Life & Provision for Life Solvency	2,550,623,273	-	-	-
(Increase) / decrease in Policy & Other Loans	(61,702,456)	-	-	-
Increase / (decrease) Public deposits	2,868,730,614	553,405,693	-	-
Increase / (decrease) Deferred income	(667,460)	(2,243,519)	-	-
Cash Generated from Operations	2,433,898,788	(875,531,218)	(343,092,830)	129,108,856
Interest received	72,155,134	33,453,474	49,749,026	1,874,006
Finance expenses paid	(1,942,643,060)	(857,054,582)	(302,804,871)	(190,154,560)
Dividend received	223,552,794	30,940,719	599,202,314	151,065,019
Tax paid	(455,593,449)	(243,385,604)	(4,610,960)	(4,750,468)
Gratuity (paid) / Transfer in	(11,400,728)	(4,509,460)	(115,750)	13,125
Net cash flow from operating activities	319,969,480	(1,916,086,672)	(1,673,071)	87,155,978
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES				
Purchase and construction of property, plant and equipment	(1,120,629,869)	(244,553,378)	(3,781,962)	(4,268,863)
Addition to intangible assets	995,610,266	(224,929)	-	-
Increase in other non current assets	(204,812,679)	(165,892,470)	-	-
(Purchase) / disposal of short term investments (net)	(4,099,718,885)	(281,219,629)	66,076,948	(112,953,946)
Increase in interest in associate	-	(807,721,844)	-	(803,332,709)
Loans granted to Related Parties	-	-	(1,044,213,900)	-
Acquisition of subsidiaries	(3,102,473,747)	(3,272,821,540)	(1,199,480,714)	(2,169,793,387)
Increase in interest in subsidiaries	(1,865,021,768)	(12,964,450)	-	(287,000,990)
Proceeds from sale of property, plant and equipment	130,797,385	65,308,630	8,712,929	1,791,714
Net cash flow from / (used in) investing activities	(9,266,249,297)	(4,720,089,609)	(2,172,686,698)	(3,375,558,181)

	Consolidated		Company	
	Unaudited	Audited	Unaudited	Audited
	as at	as at	as at	as at
	31.03.2012	31.03.2011	31.12.2011	31.03.2012
	Rs.	Rs.	Rs.	Rs.
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES				
Dividend paid to minority shareholders	(296,103,362)	(14,557,825)	-	-
Dividends paid	(101,270,000)	-	(101,270,000)	-
Proceeds from minority on issue of rights in subsidiaries	188,644,834	74,464,279	-	-
Proceeds from long term borrowings	13,888,139,541	2,171,652,312	1,962,914,935	311,810,383
Repayment of long Term borrowings	(4,537,698,310)	(1,594,348,130)	(194,205,901)	(287,615,629)
Proceeds from / (repayment of) short term borrowings (net)	(4,115,070,770)	5,399,140,824	(3,579,913,582)	3,497,288,333
Proceeds from share issue	4,031,000,000	73,944,000	4,031,000,000	73,944,000
Direct cost on issue of shares	(131,909,642)	(924,742)	(131,909,642)	(919,242)
Net cash flow from / (used in) financing activities	8,925,732,291	6,109,370,718	1,986,615,810	3,594,507,845
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(20,547,526)	(526,805,563)	(187,743,959)	306,105,642
CASH AND CASH EQUIVALENTS AT THE BEGINNING	(1,114,952,615)	(588,147,052)	(30,442,043)	(336,547,684)
CASH AND CASH EQUIVALENTS AT THE END	(1,135,500,141)	(1,114,952,615)	(218,186,002)	(30,442,042)
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Favourable balances				
Cash in hand and at Bank	548,289,863	279,647,867	7,118,668	5,743,212
Unfavourable balances				
Bank overdrafts	(1,683,790,004)	(1,394,600,482)	(225,304,671)	(36,185,255)
Cash and cash equivalents	(1,135,500,141)	(1,114,952,615)	(218,186,003)	(30,442,043)

A. Acquisition of subsidiary

Property plant and equipment	(95,392,009)	(9,249,157,663)
Leasehold property	-	(91,682,210)
Investment property	-	(1,699,234,222)
Intangible assets	(1,980,619,826)	(1,108,796,934)
Other non current assets	-	(10,666,667)
Other investments	(862,716,714)	(63,084,659)
Deferred tax assets	-	(108,378,541)
Inventories	(3,959,928)	(329,537,987)
Trade & other receivables	-	(543,438,318)
Loans and advances	-	(734,507,330)
Lease and hire purchase rental receivable	-	(2,160,140,773)
Short term investments	-	(192,430,790)
Cash and cash equivalents	(45,621,019)	1,115,992,607
Deferred tax liabilities	-	103,823,975
Employee benefit liabilities	30,206,637	177,871,849
Trade & other payables	729,499,482	800,544,766
Short term borrowings	-	2,918,818,880
Income tax liabilities	-	56,736,837
Interest bearing borrowings	-	4,317,052,919
Public deposits	-	1,031,432,206
Other non current assets	(52,349,119)	-
Trade & other receivables	(348,755,594)	-
Short term investments	(2,846,025,558)	-
Insurance Provisions	2,385,129,627	-
Amounts Due to Related Companies	1,506,877	-
Total net assets	(3,089,097,144)	(5,768,782,054)
Net assets acquired	(1,425,533,652)	(653,084,141)
Minority cost holdings of investment	(1,058,748,476)	-
Goodwill	(663,812,638)	(1,503,744,792)
Cash consideration paid on acquisition of subsidiary	(3,148,094,766)	(2,156,828,933)
Cash and cash equivalent acquired	45,621,019	(1,115,992,607)
Net cash outflow on acquisition of subsidiary	(3,102,473,747)	(3,272,821,540)

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.

STATEMENT OF CHANGES IN EQUITY

CONSOLIDATED

In Rs.	Attributable to Equity Holders of Parent						Total	Minority Interest	Total Equity
	Stated Capital	Revaluation Reserve	Exchange Translation Reserves	Statutory Reserve Fund	Investment Fund Reserve	Accumulated Profit			
FOR THE PERIOD ENDED 31 MARCH 2012									
Balance as at 01 April 2011	1,058,000,000	737,845,882	(56,359,656)	3,414,497	-	1,298,686,340	3,041,587,063	4,003,432,769	7,045,019,832
Issue of shares	4,031,000,000	-	-	-	-	-	4,031,000,000	-	4,031,000,000
Direct cost on Share Issue	-	-	-	-	-	(131,909,642)	(131,909,642)	-	(131,909,642)
Net gain / (loss) recognised directly in equity									
- Acquisitions, disposals and changes in holding	-	-	-	-	-	-	-	(49,637,981)	(49,637,981)
Transferred to/(from) during the period	-	-	-	2,233,237	7,057,372	(9,290,609)	-	-	-
Dividend Paid during the period	-	-	-	-	-	(101,270,000)	(101,270,000)	-	(101,270,000)
Subsidiary dividend to minority shareholders	-	-	-	-	-	80,485,578	80,485,578	(296,103,362)	(215,617,784)
Currency Translation Difference	-	-	(17,993,294)	-	-	-	(17,993,294)	-	(17,993,294)
Profit for the period	-	-	-	-	-	493,599,848	493,599,848	570,195,039	1,063,794,887
Balance as at 31 March 2012	5,089,000,000	737,845,882	(74,352,950)	5,647,734	7,057,372	1,630,301,515	7,395,499,553	4,227,886,465	11,623,386,018
FOR THE PERIOD ENDED 31 MARCH 2011									
Balance as at 01 April 2010	984,056,000	628,105,194	(37,180,342)	-	-	464,472,033	2,039,452,885	4,353,194	2,043,806,079
Issue of shares	73,944,000	-	-	-	-	-	73,944,000	-	73,944,000
Direct Cost on Share Issue	-	-	-	-	-	(924,742)	(924,742)	-	(924,742)
Net gain / (loss) recognised directly in equity									
- Surplus on revaluation	-	24,512,292	-	-	-	-	24,512,292	-	24,512,292
- Deferred Tax	-	(7,000,263)	-	-	-	-	(7,000,263)	-	(7,000,263)
- Acquisitions, disposals and changes in holding	-	-	-	-	-	-	-	3,881,381,423	3,881,381,423
- Associate company share of net assets	-	92,228,658	-	-	-	-	92,228,658	-	92,228,658
Transferred to/(from) during the period	-	-	-	3,414,497	-	(3,414,497)	-	-	-
Currency Translation Difference	-	-	(19,179,313)	-	-	-	(19,179,313)	-	(19,179,313)
Subsidiary dividend to minority shareholders	-	-	-	-	-	9,305,194	9,305,194	(23,863,017)	(14,557,823)
Profit for the period	-	-	-	-	-	829,248,353	829,248,353	141,561,169	970,809,522
Balance as at 31 March 2011	1,058,000,000	737,845,881	(56,359,655)	3,414,497	-	1,298,686,341	3,041,587,064	4,003,432,769	7,045,019,833

COMPANY

In Rs.	Stated Capital	Accumulated Profit	Total Equity
FOR THE PERIOD 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 during the period	-	(101,270,000)	(101,270,000)
Profit for the period	-	456,126,116	456,126,116
Balance as at 31 March 2012	5,089,000,000	212,176,595	5,301,176,595
FOR THE PERIOD ENDED 31 MARCH 2011			
Balance as at 01 April 2010	984,056,000	(89,324,465)	894,731,535
Issue of shares	73,944,000	-	73,944,000
Direct cost on Share Issue	-	(919,242)	(919,242)
Profit for the period	-	79,473,828	79,473,828
Balance as at 31 March 2011	1,058,000,000	(10,769,879)	1,047,230,121

Note : Figures in brackets indicate deductions.

The above 2012 figures are subject to audit.

COMPANY INCOME STATEMENT

	<u>Unaudited</u> <u>12 months to</u> <u>31.03.2012</u> <u>Rs.</u>	<u>Audited</u> <u>12 months to</u> <u>31.03.2011</u> <u>Rs.</u>	<u>Change</u> <u>%</u>	<u>Unaudited</u> <u>03 months to</u> <u>31.03.2012</u> <u>Rs.</u>	<u>Unaudited</u> <u>03 months to</u> <u>31.03.2011</u> <u>Rs.</u>
Revenue	209,896,334	159,556,537	31.55	53,378,817	47,003,962
Cost of Sales	(91,177,694)	(77,315,815)	17.93	(27,483,490)	(21,664,885)
Gross Profit	118,718,640	82,240,722	44.36	25,895,327	25,339,077
Dividend Income	612,752,713	151,065,019	305.62	244,440,256	85,523,865
Other Operating Income	136,153,501	148,350,102	(8.22)	46,864,414	952,457
Administrative Expenses	(97,776,906)	(108,843,591)	(10.17)	(16,194,798)	(60,997,555)
Write Back / (Off) of Intercompany Balances	-	-	-	-	7,198,692
Finance Expenses	(313,721,832)	(190,154,560)	64.98	(99,771,594)	(78,056,846)
Profit/ (loss) Before Tax	456,126,116	82,657,692	451.83	201,233,605	(20,040,310)
Tax Expense	-	(3,183,864)	-	-	(2,820,461)
Profit/ (loss) for the Period	456,126,116	79,473,828	473.93	201,233,605	(22,860,771)

Note : Figures in brackets indicate deductions.

The above 2012 figures are subject to audit.

SEGMENT ANALYSIS OF REVENUE AND PROFIT

	Information Technology		Leisure		Retail		Auto Mobiles		Financial Services		Healthcare Services		Others		Total	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
For the twelve months ended 31 March																
Revenue	6,303,919,131	5,924,454,590	32,468,085	-	5,326,127,862	2,691,821,412	1,037,108,860	330,736,459	2,655,700,563	597,466,953	6,055,916,149	1,242,604,276	11,156,317	1,383,300	21,422,396,968	10,788,466,990
Operating Profit	818,243,976	665,230,361	(36,763,775)	-	750,411,660	435,925,946	112,780,755	16,817,507	180,428,232	149,659,735	1,399,751,145	325,503,017	(55,680,966)	119,562,741	3,169,171,026	1,712,699,308
Profit Before Taxation	479,999,114	311,979,713	(37,502,320)	149,994,692	460,810,400	315,213,959	93,224,384	14,271,732	(122,074,167)	146,770,436	1,049,680,574	143,639,165	(335,922,061)	(35,050,621)	1,588,215,924	1,046,819,076
Taxation	(138,258,356)	(106,960,421)	-	-	(115,372,145)	165,955,131	(22,738,614)	(10,952,673)	(62,307,620)	(34,052,950)	(113,151,108)	(35,231,184)	(72,593,195)	(54,767,456)	(524,421,038)	(76,009,554)
Profit After Taxation	341,740,758	205,019,292	(37,502,320)	149,994,692	345,438,255	481,169,090	70,485,770	3,319,059	(184,381,787)	112,717,486	936,529,466	108,407,981	(408,515,256)	(89,818,077)	1,063,794,886	970,809,523

	Information Technology		Leisure		Retail		Auto Mobiles		Financial Services		Healthcare Services		Others		Total	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
For the three months ended 31 March																
Revenue	1,353,958,292	1,614,260,878	53,718	-	1,442,949,577	822,634,502	204,237,392	73,224,541	891,052,795	294,350,571	1,490,635,520	1,242,604,276	3,554,102	52,800	5,386,441,397	4,047,127,568
Operating Profit	167,658,755	122,630,969	(12,027,751)	-	223,794,158	89,448,832	1,848,438	(17,754,714)	(112,029,833)	85,819,360	221,794,025	325,503,017	(98,455,595)	64,030,798	392,582,196	669,678,263
Profit Before Taxation	81,166,686	107,886,928	(9,686,856)	(693,161)	80,523,572	89,088,433	(4,516,166)	(15,639,748)	(204,023,414)	79,332,371	409,233,685	143,639,165	(203,248,843)	(183,286,690)	149,448,665	220,327,298
Taxation	(25,323,412)	(36,300,483)	-	-	(18,511,161)	216,411,599	(2,908,564)	(4,954,377)	(5,890,462)	(5,846,862)	(7,293,063)	(35,231,184)	(28,233,507)	(46,651,393)	(88,160,169)	87,427,299
Profit After Taxation	55,843,274	71,586,445	(9,686,856)	(693,161)	62,012,410	305,500,032	(7,424,730)	(20,594,125)	(209,913,876)	73,485,509	401,940,623	108,407,981	(231,482,350)	(229,938,083)	61,288,495	307,754,597

Note : Figures in brackets indicate deductions.
The above 2012 figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

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

The interim financial statements of the Group and the Company for the 12 months ended 31 March 2012 were authorised for issue by the Board of directors on 31 May 2012.

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 2011 and are in compliance with Sri Lanka Accounting Standard 35 - Interim Financial Reporting.

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

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

3. SHARE INFORMATION

3.1 Public Share Holdings

The percentage of shares held by the public as at 31 March 2012 was 31.50%.

3.2 Directors' Share Holdings

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

As at	31-03-2012
A K Pathirage - Chairman/ Managing Director	338,335,100
G W D H U Gunawardena	57,469,300
R J Perera	60,836,700
H K Kaimal	64,870,800
M P R Rasool	361,600
S A B Rajapaksa (Resigned with effect from 15.04.2012)	5,477,600
Dr S Selliah	2,000,000
Desamanya P D Rodrigo	Nil
W M P L De Alwis	Nil
Total	529,351,100

3.3 Twenty Largest Shareholders of the Company are as follows:

As at	31-03-2012	31-03-2011
	Number of shares	%
1 Mr. A K Pthirage	299,385,100	38.43%
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	57,469,300	7.38%
5 Commercial Bank of Ceylon PLC/A K Pathirage	38,950,000	5.00%
6 Sri Lanka Insurance Corporation Ltd - General Fund	15,812,400	2.03%
7 Dr. K M P Karunaratne	11,954,596	1.53%
8 Bank of Ceylon A/C Ceybank Unit Trust	11,329,000	1.45%
9 Pemberton Asian Opportunities Fund	10,000,000	1.28%
10 HSBC INTL NOM LTD-SNFE-NTASIAN Discovery Master Fund	9,900,400	1.27%
11 Mr. K P R B Silva	9,255,000	1.19%
12 Employees Provident Fund	7,230,500	0.93%
13 Mr. S A B Rajapaksa	5,477,600	0.70%
14 Mrs. A Selliah	4,236,000	0.54%
15 Arunodhaya Investments (Private) Limited	3,950,000	0.51%
15 Arunodhaya Industries (Private) Limited	3,950,000	0.51%
15 Arunodhaya (Private) Limited	3,950,000	0.51%
16 Bartleet Finance PLC	3,886,000	0.50%
17 Miss. S Subramaniam	3,800,000	0.49%
17 Mr. V Kailasapillai	3,800,000	0.49%
17 Mrs. A Kailasapillai	3,800,000	0.49%
18 Sampath Bank Limited A/C No. 1	3,594,000	0.46%
19 Mr. K Aravinthan	3,500,000	0.45%
20 Goldman Sachs International S/A Tree Line Asia Master Fund	3,352,000	0.43%

3.4 Stated Capital

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

As at	31-03-2012	31-03-2011
Ordinary shares	779,000,000	640,000,000

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 2012.

4. STATED CAPITAL MOVEMENTS

The company issued 139,000,000 ordinary voting shares to the public at Rs. 29/= per share. The issue was opened on 09 June 2011 and was closed on the same day. These shares were listed on the Colombo Stock Exchange on 12 July 2011. The movement in the stated capital is given below;

Stated Capital	Rs
As at 01 April 2011	1,058,000,000
Net proceeds from new share issue	4,031,000,000
As at 31 March 2012	<u>5,089,000,000</u>

5. INVESTOR INFORMATION

As at	31-03-2012	31-03-2011
-------	------------	------------

5.1 Market Value of Shares

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

Closing price on	11.20	N/A
Highest price recorded for the three months ending	18.50	N/A
Lowest price recorded for the three months ending	11.10	N/A
Market Capitalisation (Rs. Mn)	8,724.80	N/A

5.2 Ratios

Net assets per share at the period end	9.91	7.10
--	------	------

5.3 Share Trading information from 01 January 2012 to 31 March 2012.

Number of shares traded	20,472,412	N/A
Value of shares traded (Rs.)	282,384,590	N/A

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 above, which require adjustments to or disclosures in the financial statements.

6.2 CAPITAL COMMITMENTS

As at 31 March 2012, the Group had capital commitments contracted but not provided in the financial statements amounting to Rs. 2,536.65 Mn (31 March 2011 - Nil).

7. POST BALANCE SHEET EVENTS

There have been no events subsequent to the Balance sheet date, which require disclosure in the interim financial statements other than the following.

7.1 Softlogic Capital Limited, which is a subsidiary of Softlogic Holdings PLC has entered in to a Sale and Purchase agreement with Forbes Capital (Pvt) Ltd for the sale of 5,100,000 Ordinary shares of Softlogic Credit Ltd at a total consideration of Rs. 100,000,000/- on 29 March 2012.

7.2 Softlogic Capital Limited, which is a subsidiary of Softlogic Holdings PLC has acquired the entire issued shares of Arrenga Capital (Pvt) Ltd at a total consideration of Rs. 200,000,000/ on 04 April 2012.

7.3 Softlogic Capital Limited, which is a subsidiary of Softlogic Holdings PLC listed 272,000,000 shares at the Colombo Stock Exchange on 18 May 2012 subsequent to the Rights Issue of Shares.

CORPORATE INFORMATION

Name of Company

Softlogic Holdings PLC

Legal Form

Public Limited Liability Company
Incorporated in Sri Lanka on 25th February 1998 as a Private Limited Liability Company under the Companies Act No. 17 of 1982
Re-registered on 10th December 2007 as a Public Limited Liability Company under the Companies Act No 07 of 2007
Ordinary shares listed on Main Board of Colombo Stock Exchange

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

Tel : +94 11 5575 000
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
Desamanya P D Rodrigo
W M P L De Alwis

Audit Committee

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

Remuneration Committee

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

Secretaries and Registrars

Softlogic Corporate Services (Pvt) Ltd
14, De Fonseka Place,
Colombo 05
Sri Lanka

Investor Relations

Softlogic Holdings PLC
14, De Fonseka Place,
Colombo 05
Sri Lanka

Tel : +94 11 5575 000

Fax : +94 11 2595 441

Contact for Media

Softlogic Holdings PLC
14, De Fonseka Place,
Colombo 05
Sri Lanka

Tel : +94 11 5575 000

Fax : +94 11 2595 441

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

Auditors

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