

SOFTLOGIC HOLDINGS PLC

INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
30 SEPTEMBER 2014

Dear Shareholders,

I am pleased to report the second quarter financial results of FY 2014/15. Consolidated Revenue for the quarter increased by 20.7% to Rs. 8.7 Bn taking the cumulative revenue to near Rs.17 Bn, (up 17.7%). Retail cluster outperformed with a 25.6% contribution to the Group's cumulative turnover for 1H of FY15 followed by Healthcare Services with a 25.1%, Financial Services and ICT each contributing 24.4% and 22.4% respectively.

We expect 2H of FY2014/15 to report much stronger numbers with most of our business segments skewed towards the seasonal peak; viz, Retail, Insurance, Healthcare and Leisure.

Consolidated Gross Profit increased by 18.7% to reach Rs. 3.1 Bn during the second quarter of the financial year with cumulative first half Gross Profit increasing 19.3% to Rs. 6.1 Bn. Operational expenses increased 46.7% to Rs. 2.6 Bn during the quarter whilst accumulated operating expenses for 1H of FY2014/15 grew 40.2% to Rs. 4.7 Bn. With the Group's ongoing expansions, an increase in operating cost margins were noted during the cumulative period to 28.5% from 23.9% last year.

Finance Income, which registered an exceptional three-fold growth to Rs. 1.2 Bn (Rs. 800.3 Mn during the quarter), was primarily led by investment portfolio gains at Asian Alliance Insurance PLC which registered Rs. 1.1 Bn gain in its fixed and equity investments for the cumulative period under review. Finance expenses declined to Rs. 684.3 Mn as opposed to Rs. 733.1 Mn in the comparative quarter. Cumulative finance expenses also reduced to Rs. 1.3 Bn with declining interest rates in the wider economy which has assisted the Group's rapid growth momentum. At this juncture, debt is a much cheaper source of funds in comparison to equity. However, necessary steps are being taken to address Group's gearing position to bring to acceptable levels.

Group PBT registered over a two-fold growth to Rs. 427.0 Mn during the quarter taking cumulative PBT to 721.8 Mn (Rs. 343.0 Mn in 1H of FY2013/14). Profit for the six-month period amounted to Rs. 579.1 Mn (up by a strong 91%) with the 2Q of FY2013/14 reporting Rs. 353.8 Mn (up 198.8%).

During the quarter, your Company executed a groundbreaking acquisition of Odel PLC. This was cheered by all sections of the business community. We believe that with the acquisition of Odel which could be combined with the existing Group synergies in retailing this could become one of the most significant accomplishments for your Company.

The market value of investments where we hold controlling interest in quoted subsidiaries (Asiri Hospital Holdings PLC and Softlogic Capital PLC) reflects a veritable surplus of Rs. 10 Bn from the time of acquisition. It is noteworthy that LRA has highlighted this in its rating report. Should this be factored in a pro-forma balance sheet, overall leverage would be considerably lower.

Information & Communication Technology

Information & Communication Technology continued to improve its contribution to Group Revenue with the quarter recording 23% (Versus 21.4% of Consolidated Revenue in 2Q of FY2013/14). Cumulative sector contribution stood at 22.4% opposed to 21.1% in 1H of FY14. The sector recorded a strong improvement in its topline by 29.4% to Rs. 2 Bn during the quarter and 25% growth for the cumulative period to Rs. 3.7 Bn.

This growth was propelled by the Communications Division led by the strengthening of its distribution network. Promotional activities and improving demand in Smart phone range added to the sector's volume driven growth. Group's IT segment also strongly progressed providing services for many new IT infrastructure projects.

This segment's Operating Profit improved contribution to the Group accounting for 24.8% during the first half of FY2014/15 to Rs. 417.8 Mn (Rs. 378 Mn which is a 20.2% contribution during the comparative period).

Sector PBT improved by 98.4% to Rs. 264.5 Mn during the cumulative period (Rs.126.9 Mn during 2Q of FY2013/14, up 96.5%). ICT sector PAT increased 51.1% to Rs.218.0 Mn with 37.6% of that amount going directly to Group PAT during 1H of FY2014/15.

Retail

Retail sector contributed 25.6% to Group turnover registering a 18.3% growth to Rs. 4.3 Bn during the cumulative period whilst the quarter saw an improvement of 26.4% to Rs. 2.2 Bn making up 25.4% to the quarterly Consolidated Revenue. This was led by improving footfall rates at our existing showrooms coupled with new brands and store sales.

Operating profit reduced by 24.9% to Rs. 335.3 Mn in comparison with Rs. 446.5 Mn in 1H of FY2013/14. The quarter also witnessed increasing operational expenses with the sector's expansion to result in a marginal decline in operating profit to Rs. 180.6 Mn. Consequently, contribution to the Consolidated Cumulative Operating profit declined to 19.9% from 23.9% in the previous year. Sector's finance cost dropped by 10% to Rs. 262.5 Mn during the six month period.

Sector's PBT dipped 17.8% to Rs.56.1 Mn for the quarter dragging down the cumulative PBT by 46.9% to Rs. 142.4 Mn. Sector's PAT reduced by 15.7% to Rs. 57.5 Mn during 2Q of FY2014/15 with the aggregate PAT for 1H of FY2014/15 also registering a decline of 46.9% to Rs. 142.4 Mn. We believe that the retail cluster's performance would improve with the consolidation of Odel PLC. No doubt, synergies are expected to be significant for Retail in the upcoming periods with integration of the local and international marques to be retailed under one roof.

The Consumer Electronics opened its 191st showroom at Panadura taking its cumulative retail space to 250,000 sq. ft.

Softlogic Brands has obtained distributorship rights for 'Crocs' and 'Pepe' during the period under review.

Healthcare Services

Healthcare Services continued its outstanding performance during the six-month period with strong marks across its three key hospitals; Central Hospital Ltd, Asiri Surgical Hospital PLC and Asiri Hospital Holdings PLC. The Sector added Rs. 4.2 Bn to Group topline (25.1% contribution), which is 11.1% growth during 1H of FY2014/15 with the quarter reporting 10.2% increase to Rs. 2.1 Bn (i.e., 24.1% contribution to the Group topline).

Operating Profit of the sector was Rs. 461.2 Mn during the quarter with the cumulative number reading Rs. 1 Bn. Sector's PBT stood at Rs. 332.7 Mn during the quarter with the 1H of FY2014/15 reporting a 13.9% to Rs. 722.8 Mn. Healthcare's dominant contribution to Group's performance continued as it reported Rs. 628.4 Mn for the six months ended September 2014.

We expect investments in some of our new facilities—Beauty Central—to augment performance in the upcoming quarters.

Financial Services

Financial Services saw a 15.6% growth in topline to Rs. 2.1 Bn during 2Q of FY2014/15 with its contribution to the Group revenue being 24.2% while cumulative sector revenue registered a 14.8% to Rs. 4.1 Bn. The sector's PBT achieved Rs. 299.7 Mn for 1H of FY2014/15 against a loss of Rs. 197.4 Mn during the comparative period.

The strong result of the Sector was led by Asian Alliance Insurance PLC delivering an excellent performance that saw YTD total GWP at Rs. 3.4 Bn with Life premiums

increasing by Rs. 374 Mn, which in absolute terms was amongst the highest in the industry. This reflected an increase of 20.8% that well surpassed industry growth of 7.6%. Company is also having an upswing with investment income far surpassing its peer group on the back of favourable conditions in Equity and Fixed Income markets.

Softlogic Finance PLC saw Loan Advances growth of 17.5% compared to the previous year while Customer Deposits increased by a strong 56% to Rs. 10.7 Bn, with Total Assets of the Company recording Rs. 19.3 Bn.

Softlogic Stockbrokers that embarked on a new strategy at the beginning of the financial year has seen a complete turnaround with Rs. 89.6 Mn turnover recorded for the first half elevating the Company to rank amongst Top 05 in the market.

Automobile

Automobile sector recorded an improvement of 17.3% to Rs. 287.4 Mn in 1HFY15. The quarter, however, witnessed a marginal decline to Rs. 153 Mn. However, the sector closed the first half of FY 2014/15 with a loss of Rs. 15.7 Mn Versus a loss Rs. 27.3 Mn compared with the previous year. Budget for 2015 has had a positive impact on the automotive industry with the integration of taxes and simplification of the vehicle import tax structure.

Our King Long range, China's most reputed and leading national bus manufacturer has been progressing with the growing demand for luxury transport consequent to the tourist boom and ever increasing highway transportation needs.

Leisure

Local tourists dominated our bookings during the off-peak season at our brand new resort, Centara Ceysands Resort & Spa. Reservations from tour operators for November-March peak has been impressive. Shell and core construction work of the 24 floors was completed as per envisaged time lines at Movenpick, Colombo. We expect the hotel to be operational towards the later end of 2015.

Future Outlook

We are cognizant of the need to garner equity for sustained growth and expansion needs. With this, your Company, will continue to restructure its balance sheet with regard to debt and equity mix so that earning potential to equity holders will be optimal.

-sgd-Ashok Pathirage Chairman 14 November 2014

CONSOLIDATED INCOME STATEMENT

In Rs.	Unaudited 6 months to 30-09-2014	Unaudited 6 months to 30-09-2013	Change as a %	Unaudited 3 months to 30-09-2014	Unaudited 3 months to 30-09-2013	Change as a %
Revenue	16,690,787,758	14,186,457,987	17.65	8,647,335,553	7,167,474,725	20.65
Cost of sales	(10,634,844,909)	(9,109,591,372)	16.74	(5,523,166,229)	(4,535,595,536)	21.77
Gross profit	6,055,942,849	5,076,866,615	19.29	3,124,169,324	2,631,879,189	18.70
Other operating income	382,001,879	179,198,323	113.17	274,152,539	96,892,559	182.94
Distribution expenses	(1,070,750,610)	(699,022,005)	53.18	(650,712,796)	(413,834,872)	57.24
Administrative expenses	(3,679,054,367)	(2,689,565,180)	36.79	(1,957,562,294)	(1,363,928,292)	43.52
Results from operating activities	1,688,139,751	1,867,477,753	(9.60)	790,046,773	951,008,584	(16.93)
Finance income	1,222,959,793	312,521,516	291.32	800,333,577	104,292,450	667.39
Finance expenses	(1,309,972,605)	(1,410,874,015)	(7.15)	(684,328,738)	(733,085,622)	(6.65)
Net finance cost	(87,012,812)	(1,098,352,499)	(92.08)	116,004,839	(628,793,172)	(118.45)
Change in fair value of investment property	-	7,410,000	-	-	7,410,000	(100.00)
Share of profit of equity accounted investees	6,173,797	7,366,298	(16.19)	3,831,870	3,090,521	23.99
Change in insurance contract liabilities	(885,451,468)	(440,940,240)	100.81	(482,924,148)	(206,518,095)	133.84
Profit before tax	721,849,268	342,961,312	110.48	426,959,334	126,197,838	238.33
Tax expense	(142,701,621)	(39,695,768)	259.49	(73,117,907)	(7,767,911)	841.28
Profit for the period	579,147,647	303,265,544	90.97	353,841,427	118,429,927	198.78
Attributable to: Equity holders of the parent Non-controlling interest	143,382,806 435,764,841 579,147,647	92,913,259 210,352,285 303,265,544	54.32 107.16 90.97	102,693,210 251,148,217 353,841,427	53,942,123 64,487,804 118,429,927	90.38 289.45 198.78
Earnings per share - Basic (Rs.)	0.19	0.12	54.38	0.13	0.07	90.45
Dividend per share	-	-		-	-	

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

In Rs.	Unaudited 6 months to 30-09-2014	Unaudited 6 months to 30-09-2013	Change as a %	Unaudited 3 months to 30-09-2014	Unaudited 3 months to 30-09-2013	Change as a %
Profit for the period	579,147,647	303,265,544	90.97	353,841,427	118,429,927	198.78
Other comprehensive income						
Currency translation of foreign operations	20,203,053	4,376,293	361.65	18,598,510	3,362,678	453.09
Revaluation of land and buildings	-	60,300,500	(100.00)	-	60,300,500	(100.00)
Net (loss) / gain on available-for-sale financial assets	501,427,133	(241,243,266)	307.85	382,140,320	(240,916,064)	258.62
Net change in fair value on derivative financial instruments	-	-	-	-	-	-
Actuarial gains/ (loss) on retirement benefits	(31,361,799)	-	-	221,760	-	-
Share of other comprehensive income of equity accounted investments	-	-	-	-	-	-
Tax on other comprehensive income	-	-	-	-	-	-
Other comprehensive income for the period, net of tax	490,268,387	(176,566,473)	377.67	400,960,590	(177,252,886)	326.21
Total comprehensive income for the period, net of tax	1,069,416,034	126,699,071	744.06	754,802,017	(58,822,959)	1,383.18
Attributable to:						
Equity holders of the parent	391,207,296	(14,408,921)	2,815.04	297,893,057	(55,406,244)	637.65
Non-controlling interest	678,208,738	141,107,992	380.63	456,908,960	(3,416,715)	13,472.76
	1,069,416,034	126,699,071	744.06	754,802,017	(58,822,959)	1,383.18

Note: Figures in brackets indicate deductions.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited	Unaudited	Audited
In Rs.	as at 30-09-2014	as at 30-09-2013	as at 31-03-2014
ASSETS	30-09-2014	30-09-2013	31-03-2014
Non-current assets			
Property, plant and equipment	19,023,979,258	15,392,863,359	17,538,277,279
Lease rentals paid in advance	855,314,383	153,830,656	153,312,190
Investment property	81,510,000	2,182,455,500	2,266,146,000
Intangible assets	7,654,599,389	7,565,702,585	7,731,412,573
Investments in associates	2,731,844,617	36,984,632	24,746,404
Other non-current financial assets	8,005,860,903	5,689,032,911	6,166,907,715
Rental receivable on lease assets and hire purchase	3,219,572,715	4,105,132,282	3,738,692,476
Other non-current assets	283,221,237	51,339,913	142,966,541
Deferred tax assets	289,681,338	264,756,674	307,629,785
	42,145,583,840	35,442,098,512	38,070,090,963
Current assets			
Inventories	4,650,432,363	3,617,667,577	5,109,353,850
Assets held-for-sale	2,184,636,000	-	-
Trade and other receivables	6,672,554,302	5,007,748,853	5,095,125,317
Loans and advances	4,246,055,362	2,210,707,434	2,077,038,702
Rental receivable on lease assets and hire purchase	4,642,803,659	4,092,512,026	4,616,673,501
Amounts due from related parties	1,694,686	5,037,523	778,460
Other current assets	3,065,600,232	2,623,311,215	2,773,900,450
Short term investments	6,957,175,256	3,340,759,573	6,358,330,664
Cash in hand and at bank	1,670,165,480	955,576,642	1,762,101,994
Cash iii hand and at bank	34,091,117,340	21,853,320,843	27,793,302,938
Total assets	76,236,701,180	57,295,419,355	65,863,393,901
Equity attributable to equity holders of the parent Stated capital	5,089,000,000	5,089,000,000	5,089,000,000
Revenue reserves	721,786,076	816,658,007	628,907,044
Other components of equity	1,405,822,664	1,421,159,241	4 000 000 574
	7,216,608,740		1,083,932,574
Non-controlling interests	, -,, -	7,326,817,248	
	7,249,262,033	7,326,817,248 6,324,199,037	6,801,839,618
Total equity			6,801,839,618 6,548,905,153
Total equity	7,249,262,033	6,324,199,037	6,801,839,618 6,548,905,153
Total equity Non-current liabilities	7,249,262,033 14,465,870,773	6,324,199,037 13,651,016,285	6,801,839,618 6,548,905,153 13,350,744,771
Total equity Non-current liabilities Insurance contract liabilities	7,249,262,033 14,465,870,773 5,070,374,825	6,324,199,037 13,651,016,285 3,659,317,677	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357
Non-current liabilities Insurance contract liabilities Interest bearing borrowings	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935
Total equity Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352 27,439,284,674	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000 19,368,493,193	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities Current liabilities Trade and other payables	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352 27,439,284,674 5,693,963,426	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000 19,368,493,193 4,444,366,304	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities Current liabilities Trade and other payables Amounts due to related parties	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352 27,439,284,674 5,693,963,426 17,940,213	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000 19,368,493,193 4,444,366,304 22,161,282	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386 5,751,656,617 19,508,602 174,142,951
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities Current liabilities Trade and other payables Amounts due to related parties Income tax liabilities Short term borrowings	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352 27,439,284,674 5,693,963,426 17,940,213 133,546,541 13,314,024,987	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000 19,368,493,193 4,444,366,304 22,161,282 47,551,897 8,590,739,311	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386 5,751,656,617 19,508,602 174,142,951 11,822,115,977
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities Current liabilities Trade and other payables Amounts due to related parties Income tax liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352 27,439,284,674 5,693,963,426 17,940,213 133,546,541 13,314,024,987 3,003,381,164	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000 19,368,493,193 4,444,366,304 22,161,282 47,551,897 8,590,739,311 3,411,036,627	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386 5,751,656,617 19,508,602 174,142,951 11,822,115,977 4,144,437,836
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities Current liabilities Trade and other payables Amounts due to related parties Income tax liabilities Short term borrowings Current portion of interest bearing borrowings Other current liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352 27,439,284,674 5,693,963,426 17,940,213 133,546,541 13,314,024,987 3,003,381,164 1,852,491,511	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000 19,368,493,193 4,444,366,304 22,161,282 47,551,897 8,590,739,311 3,411,036,627 222,614,129	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386 5,751,656,617 19,508,602 174,142,951 11,822,115,977 4,144,437,836 712,784,853
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities Current liabilities Trade and other payables Amounts due to related parties Income tax liabilities Short term borrowings Current portion of interest bearing borrowings Other current liabilities Public deposits	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352 27,439,284,674 5,693,963,426 17,940,213 133,546,541 13,314,024,987 3,003,381,164 1,852,491,511 8,490,602,398	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000 19,368,493,193 4,444,366,304 22,161,282 47,551,897 8,590,739,311 3,411,036,627 222,614,129 5,918,845,592	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386 5,751,656,617 19,508,602 174,142,951 11,822,115,977 4,144,437,836 712,784,853 7,418,343,338
Non-current liabilities Insurance contract liabilities Interest bearing borrowings Public deposits Deferred tax liabilities Employee benefit liabilities Other deferred liabilities Other non-current financial liabilities Current liabilities Trade and other payables Amounts due to related parties Income tax liabilities Short term borrowings Current portion of interest bearing borrowings Other current liabilities	7,249,262,033 14,465,870,773 5,070,374,825 19,139,040,967 2,309,393,553 343,040,344 507,551,301 63,623,332 6,260,352 27,439,284,674 5,693,963,426 17,940,213 133,546,541 13,314,024,987 3,003,381,164 1,852,491,511	6,324,199,037 13,651,016,285 3,659,317,677 11,983,015,189 1,043,134,631 359,529,113 408,784,272 101,884,311 1,812,828,000 19,368,493,193 4,444,366,304 22,161,282 47,551,897 8,590,739,311 3,411,036,627 222,614,129	6,801,839,618 6,548,905,153 13,350,744,771 4,184,923,357 12,999,848,935 1,885,402,009 332,324,498 444,467,274 64,557,961 6,260,352 19,917,784,386 5,751,656,617 19,508,602 174,142,951 11,822,115,977 4,144,437,836 712,784,853

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

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

-sgd-Group Chief Financial Officer

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

-sgd-Director

-sgd-Director

14 November 2014 Colombo

CONSOLIDATED CASH FLOW STATEMENT

	Unaudited 6 months to	Unaudited 6 months to	Audited 12 months to
In Rs.	30-09-2014	30-09-2013	31-03-2014
CASH FLOWS FROM OPERATING ACTIVITIES Profit before tax	721,849,268	342,961,312	1,257,998,837
Adjustments for:			
Finance income	(1,222,959,793)	(312,521,516)	(1,194,912,822)
Finance costs Change in fair value of investment property	1,309,972,605	1,410,874,015 (7,410,000)	2,660,026,602 (91,100,500)
Share of results of associates	(6,173,797)	(7,366,298)	(13,280,969)
Gratuity provision and related costs	56,348,605	49,568,474	105,555,003
Provision for impairment of receivables	29,345,388	-	34,210,138
Provision for impairment of inventories Depreciation of property, plant and equipment	18,915,328 512,782,462	436,956,114	49,765,780 901,836,851
Profit on sale of property, plant and equipment	(12,221,094)	(18,039,255)	(34,808,911)
Profit on sale of short term investments	(131,571,179)	(34,169,827)	(222,795,432)
Unrealised (gain)/loss on foreign exchange	31,278,719	52,889,294	25,855,552
Amortisation / impairment of intangible assets Amortisation of prepaid lease rentals	112,835,772 518,467	85,436,555 518,469	204,045,351 1,036,927
Provision for put option liability	510,407	516,409	6,260,352
Increase / (decrease) in deferred income	(934,629)	(14,957,203)	(61,646,822)
Impairment & derecognition of property, plant & equipment	5,589,573	-	29,691,599
Profit before working capital changes	1,425,575,695	1,984,740,134	3,657,737,536
(Increase) / decrease in inventories	440,006,159	87,655,519	(1,453,796,534)
(Increase) / decrease in trade and other receivable	(1,595,766,336)	(659,334,630)	(860,489,097)
(Increase) / decrease in loans and advances (Increase) / decrease in investments in lease and hire purchase	(2,273,289,201) 492,989,602	(628,047,366) (932,446,623)	(818,798,373) (1,102,821,152)
(Increase) / decrease in other current assets	(291,699,782)	(955,069,768)	(1,105,659,002)
(Increase) / decrease in amount due from related parties	(916,226)	18,582,355	93,603,954
Increase / (decrease) in trade and other payables	(83,808,884)	549,860,047	1,876,437,387
Increase / (decrease) in amount due to related parties	(1,568,389)	140,423	(2,512,237)
Increase / (decrease) in other current liabilities	1,139,706,658	(9,846,346) 5,029,176	500,247,453
Increase / (decrease) in public deposits Increase / (decrease) in Insurance provision	1,496,250,604 885,451,468	440,940,240	2,346,794,300 966,545,920
Cash generated from / (used in) operations	1,632,931,368	(97,796,839)	4,097,290,155
Finance income received	1,195,749,581	294,988,045	770,592,161
Finance expenses paid Dividend received	(1,300,907,150) 1,000,000	(1,410,874,015) 27,000,000	(2,650,623,018) 27,000,000
Tax paid	(153,330,129)	(213,689,382)	(429,862,142)
Gratuity paid/ transfers	(23,796,618)	(19,652,003)	(38,898,992)
Net cash flow from / (used in) operating activities	1,351,647,052	(1,420,024,194)	1,775,498,164
CASH FLOWS FROM /(USED IN) INVESTING ACTIVITIES			
Purchase and construction of property, plant and equipment	(1,929,647,671)	(1,186,418,158)	(3,459,164,705)
Additions to Lease rentals paid in advance	(702,520,660)	- (00.050.004)	-
Addition to intangible assets (Increase)/ decrease in other non current assets	(45,060,845) (140,254,696)	(20,359,031) 28,488,196	(305,007,400) (63,138,432)
(Purchase) / disposal of short term investments (net)	40,100,727	201,110,702	469,049,446
Dividends Received	27,210,212	37,350,296	146,289,554
(Purchase) / disposal of other non current financial assets	(1,233,878,896)	(436,533,927)	(1,989,235,451)
Acquisition of associate	(2,703,653,078)	-	-
Proceeds from sale of property, plant and equipment Net cash flow used in investing activities	27,119,399 (6,660,585,508)	69,519,235 (1,306,842,687)	91,402,882 (5,109,804,106)
Net cash now used in investing activities	(0,000,565,506)	(1,300,642,667)	(5,109,804,100)
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES			
Dividend paid to non controlling interest	-	(20,730,992)	(613,590,164)
Proceeds from shareholders with non-controlling interest on issue of rights in subsidiaries	177,776,292	-	-
Proceeds from long term borrowings	8,057,685,372	3,872,228,805	7,546,880,910
(Increase) / decrease of controlling interest	(118,471,800)	(115,026,776)	(2,529,972,054)
Repayment of long term borrowings Proceeds from / (repayment of) short term borrowings (net)	(3,145,716,498) 1,491,909,010	(1,558,046,300) 1,469,475,894	(3,554,156,028) 4,643,339,981
Direct cost on issue of shares	(12,343,758)	1,409,473,034	(5,871,054)
Unamortisation of debenture issue expense/ loan processing fee	-	-	(20,136,995)
Dividend paid to equity holders of parent	-	-	(120,033,286)
Net cash flow from financing activities	6,450,838,618	3,647,900,631	5,346,461,310
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	1,141,900,162	921,033,750	2,012,155,368
CASH AND CASH EQUIVALENTS AT THE BEGINNING	1,700,038,527	(312,393,037)	(312,393,037)
Effect of exchange rate changes	(183,460)	(20,381)	276,196
CASH AND CASH EQUIVALENTS AT THE END	2,841,755,229	608,620,332	1,700,038,527
ANALYSIS OF CASH AND CASH EQUIVALENTS			
Favourable balances			
Cash in hand and at bank	1,670,165,480	955,576,642	1,762,101,994
Short term investments	2,997,185,242	1,271,638,425	2,489,811,103
Unfavourable balances Bank overdrafts	(1,825,595,493)	(1,618,594,735)	(2,551,874,570)
Cash and cash equivalents	2,841,755,229	608,620,332	1,700,038,527

Note: Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

GROUP

			Att	ributable to equity	holders of parent						
In Rs.	Stated capital	Treasury Shares	Revaluation reserve	Exchange translation reserve	Available-for-sale reserve	Statutory reserve fund	Other reserves - restated	Revenue reserve - restated	Total	Non-controlling interest	Tota equity
As at 01 April 2014	5,089,000,000	(55,921,185)	1,461,774,873	(75,358,862)	176,573,503	149,167,942	(572,303,697)	628,907,044	6,801,839,618	6,548,905,153	13,350,744,771
Profit for the period	-	-	-	-	-	-	-	143,382,806	143,382,806	435,764,841	579,147,647
Other Comprehensive income	-	-	-	20,203,053	247,970,998	-	-	(20,349,561)	247,824,490	242,443,897	490,268,387
Total Comprehensive income	-	-	-	20,203,053	247,970,998	-	-	123,033,245	391,207,296	678,208,738	1,069,416,034
Direct cost on issue of shares	-	-	-	-	-	-	-	(10,285,508)	(10,285,508)	(2,058,250)	(12,343,758)
Transfer to reserve fund	-	-	-	-	-	19,868,705	-	(19,868,705)	-	-	-
Acquisitions, disposals and changes in holding	-	-	-	-	-	-	33,847,334	-	33,847,334	24,206,392	58,053,726
As at 30 September 2014	5,089,000,000	(55,921,185)	1,461,774,873	(55,155,809)	424,544,501	169,036,647	(538, 456, 363)	721,786,076	7,216,608,740	7,249,262,033	14,465,870,773
As at 01 April 2013	5,089,000,000	(47,753,697)	1,337,323,892	(93,885,610)	240,463,858	87,790,590	-	753,383,812	7,366,322,845	6,298,335,034	13,664,657,879
Profit for the period	-	_	-		_	-	-	92,913,259	92,913,259	210,352,285	303,265,544
Other Comprehensive income		-	60,300,500	4,376,293	(171,998,973)	-	-		(107,322,180)	(69,244,293)	(176,566,473)
Total Comprehensive income	-	-	60,300,500	4,376,293	(171,998,973)	-	-	92,913,259	(14,408,921)	141,107,992	126,699,071
Treasury shares purchased during the period	-	(8,167,491)	-		-	-	-		(8,167,491)	-	(8,167,491)
Transfer to reserve fund	-	-	-	-	-	29,639,064	-	(29,639,064)	-	-	-
Acquisitions, disposals and changes in holding	-	-	-	-	-	-	(16,929,185)	-	(16,929,185)	(94,512,997)	(111,442,182)
Subsidiary dividend to non-controlling interest			<u> </u>	<u>-</u>	-	<u>-</u>	<u> </u>			(20,730,992)	(20,730,992)
As at 30 September 2013	5,089,000,000	(55,921,188)	1,397,624,392	(89,509,317)	68,464,885	117,429,654	(16,929,185)	816,658,007	7,326,817,248	6,324,199,037	13,651,016,285

Note: Figures in brackets indicate deductions.

COMPANY INCOME STATEMENT

In Rs.	Unaudited 6 months to 30-09-2014	Unaudited 6 months to 30-09-2013	Change as a %	Unaudited 3 months to 30-09-2014	Unaudited 3 months to 30-09-2013	Change as a %
Revenue	204,253,820	181,579,150	12.49	102,531,810	90,432,325	13.38
Cost of sales	(42,188,370)	(46,640,705)	(9.55)	(21,574,600)	(19,815,983)	8.87
Gross profit	162,065,450	134,938,445	20.10	80,957,210	70,616,342	14.64
Dividend income	114,900,000	30,544,176	276.18	114,725,954	30,328,346	278.28
Other operating income	1,977,819	18,272,178	(89.18)	104,600	3,048,758	(96.57)
Administrative expenses	(130,960,382)	(115,029,520)	13.85	(67,565,822)	(62,547,713)	8.02
Results from Operating Activities	147,982,887	68,725,279	115.33	128,221,942	41,445,733	209.37
Finance income	112,460,085	145,607,680	(22.77)	66,677,692	90,282,871	(26.15)
Finance expenses	(473,562,440)	(426,984,916)	10.91	(231,699,408)	(237,268,449)	(2.35)
Net Finance Cost	(361,102,355)	(281,377,236)	28.33	(165,021,716)	(146,985,578)	12.27
Change in fair value of investment property	-	60,300,500	(100.00)	-	60,300,500	(100.00)
Loss before tax	(213,119,468)	(152,351,457)	39.89	(36,799,774)	(45,239,345)	(18.66)
Tax expense	-	-	-	<u>-</u>	-	-
Loss for the period	(213,119,468)	(152,351,457)	39.89	(36,799,774)	(45,239,345)	(18.66)

Note: Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

COMPANY STATEMENT OF COMPREHENSIVE INCOME

In Rs.	Unaudited 6 months to 30-09-2014	Unaudited 6 months to 30-09-2013	Change as a %	Unaudited 3 months to 30-09-2014	Unaudited 3 months to 30-09-2013	Change as a %
Loss for the period	(213,119,468)	(152,351,457)	39.89	(36,799,774)	(45,239,345)	(18.66)
Other comprehensive income						
Net (loss) / gain on available-for-sale financial assets	-	(684,499)	(100.00)	-	(2,295,992)	(100.00)
Other comprehensive income for the period, net of tax	-	(684,499)	(100.00)	-	(2,295,992)	(100.00)
Total comprehensive income for the period, net of tax	(213,119,468)	(153,035,956)	39.26	(36,799,774)	(47,535,337)	(22.58)

Note: Figures in brackets indicate deductions.

COMPANY STATEMENT OF FINANCIAL POSITION

	Unaudited	Unaudited	Audited
In Rs.	as at 30-09-2014	as at 30-09-2013	as at 31-03-2014
ASSETS	00 00 2011	00 00 20.0	0.002011
Non-current assets			
Property, plant and equipment	139,806,535	153,060,468	150,325,511
Investment property	394,000,000	394,000,000	394,000,000
Intangible assets	4,353,240	6,979,893	5,341,896
Investments in subsidiaries	10,647,537,451	8,732,039,002	9,007,349,758
Investments in associates	1,362,827,589	861,989,404	11,000,000
Other non-current financial assets	1,867,064,164	210,680,648	57,797,565
	14,415,588,979	10,358,749,415	9,625,814,730
Current assets			
Trade and other receivables	252,451,140	100,009,745	167,169,840
Amounts due from related parties	949,791,021	2,477,152,417	2,453,097,064
Other current assets	38,499,226	61,805,115	31,136,264
Short term investments	392,187,480	985,175,226	1,643,996,056
Cash in hand and at bank	28,348,502	27,815,499	279,766,916
	1,661,277,369	3,651,958,002	4,575,166,140
Total assets	16,076,866,348	14,010,707,417	14,200,980,870
EQUITY AND LIABILITIES Equity attributable to equity holders of the parent	5 000 000 000	5 000 000 000	E 000 000 000
Stated capital	5,089,000,000	5,089,000,000	5,089,000,000
Revenue reserves	9,878,549	218,458,564	222,998,017
Other components of equity	- - - -	(3,433,870)	
Total equity	5,098,878,549	5,304,024,694	5,311,998,017
Non-current liabilities			
Interest bearing borrowings	3,445,869,667	3,641,975,649	2,448,181,474
Employee benefit liabilities	33,683,785	24,716,274	30,083,785
Other non-current financial liabilities	-	906,414,000	-
	3,479,553,452	4,573,105,923	2,478,265,259
Current liabilities			
Trade and other payables	32,952,520	33,684,643	14,569,828
Amounts due to related parties	1,178,812,853	967,964,751	946,657,314
Short term borrowings	5,480,540,069	2,501,979,988	3,920,810,772
Current portion of interest bearing borrowings	743,419,205	561,558,955	1,455,262,816
Other current liabilities	22,753,196	43,064,192	18,028,772
Bank overdrafts	39,956,504	25,324,271	55,388,092
	7,498,434,347	4,133,576,800	6,410,717,594
Total equity and liabilities	16,076,866,348	14,010,707,417	14,200,980,870

Note: Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

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

-sgd-Group Chief Financial Officer

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

-sgd-Director -sgd-Director

14 August 2014 Colombo

COMPANY STATEMENT OF CASH FLOW

In Rs.	Unaudited 6 months to 30-09-2014	Unaudited 6 months to 30-09-2013	Audited 12 months to 31-03-2014
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax	(213,119,468)	(152,351,457)	(22,339,263)
		, , ,	, , ,
Adjustments for:			
Finance income	(112,460,085)	(145,607,680)	(354,457,046)
Dividend income Finance costs	(114,900,000) 473,562,440	(30,544,176)	(403,985,123) 980,482,527
Change in fair value of investment property	473,302,440	426,984,916 (60,300,500)	(60,300,500)
Gratuity provision and related costs	3,600,000	3,523,774	6,319,025
(Appreciation)/ depreciation in market value of quoted shares	•	545,519	-
Provision for impairment of receivables	3,250,000	-	4,577,366
Depreciation of property, plant and equipment	12,672,665	13,223,426	25,452,041
Profit on sale of property, plant and equipment	(1,720,066)	(11,115,499)	(16,622,339)
Profit on sale of short term investments	4 000 050	-	(56,984,480)
Amortisation / impairment of intangible assets	1,608,656	97,136	2,221,133
Profit before working capital changes	52,494,142	44,455,459	104,363,341
(Increase) / decrease in trade and other receivable	(87,875,739)	3,337,155	(68,400,306)
(Increase) / decrease in other current assets	(7,362,962)	(47,004,397)	(3,221,346)
(Increase) / decrease in amount due from related parties	(739,515,447)	(1,576,106,425)	(1,951,918,164)
Increase / (decrease) in trade and other payables	18,382,692	26,156,542	(502,247)
Increase / (decrease) in amount due to related parties Increase / (decrease) in other current liabilities	232,155,539 4,724,424	(327,501,519) 18,723,350	(348,808,956) (6,312,073)
Cash generated from / (used in) operations	(526,997,351)	(1,857,939,835)	(2,274,799,751)
Gasin gonoratou ironii (acoa iii) oporationo	(0=0,001,001)	(1,007,000,000)	(=,=: :,::00,:0:)
Finance income received	112,460,085	145,607,680	352,968,194
Finance expenses paid	(466,705,611)	(426,984,916)	(965,397,880)
Dividend received	114,900,000	30,544,176	403,985,123
Tax paid	(655,561)	- (2.12.222)	(14,310,092)
Gratuity paid/ transfers	(700,000,400)	(243,000)	(1,335,500)
Net cash flow from / (used in) operating activities	(766,998,438)	(2,109,015,895)	(2,498,889,906)
CASH FLOWS FROM /(USED IN) INVESTING ACTIVITIES			
Purchase and construction of property, plant and equipment	(5,584,685)	(6,688,720)	(14,782,876)
Addition to intangible assets	(620,000)	(7,077,029)	(7,563,029)
(Purchase) / disposal of short term investments (net)	(261,567,863)	507,224,210	507,968,637
(Purchase) / disposal of other non current financial assets	33,054,925	14,965,726	36,324,001
Increase in interest in subsidiaries Acquisition of associate	(1,239,687,727)	(462,896,001)	(326,688,191)
Proceeds from sale of property, plant and equipment	(1,351,827,589) 5,151,063	15 070 140	04.005.040
Net cash flow used in investing activities	(2,821,081,876)	15,970,143 61,498,329	24,095,340 219,353,882
net cash now used in investing activities	(2,021,001,070)	01,430,323	210,000,002
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES			
Proceeds from long term borrowings	1,350,000,000	2,000,000,000	2,000,000,000
Repayment of long term borrowings	(1,071,012,249)	(191,448,803)	(492,003,416)
Proceeds from / (repayment of) short term borrowings (net)	1,559,729,298	1,554,543,842	2,973,374,625
Unamortisation of debenture issue expense/ loan processing fee	-	-	(11,094,231)
Dividend paid to equity holders of parent	_	-	(120,745,000)
Net cash flow from financing activities	1,838,717,049	3,363,095,039	4,349,531,978
•			
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,749,363,265)	1,315,577,473	2,069,995,954
CASH AND CASH EQUIVALENTS AT THE BEGINNING	1,737,755,263	(332,240,692)	(332,240,691)
CASH AND CASH EQUIVALENTS AT THE END	(11,608,002)	983,336,781	1,737,755,263
ANALYSIS OF CASH AND CASH EQUIVALENTS			
Favourable balances			
Cash in hand and at bank	28,348,502	27,815,499	279,766,916
Short term investments	-	980,845,555	1,513,376,439
Unfavourable balances			
Bank overdrafts	(39,956,504)	(25,324,273)	(55,388,092)
Cash and cash equivalents	(11,608,002)	983,336,781	1,737,755,263

Note: Figures in brackets indicate deductions.

COMPANY STATEMENT OF CHANGES IN EQUITY

COMPANY

In Rs.	Stated capital	Available-for- sale reserve	Revenue reserve	Total
As at 01 April 2014	5,089,000,000	_	222,998,017	5,311,998,017
AS at OT April 2014	5,005,000,000		222,330,017	3,011,330,017
Loss for the period	-	-	(213,119,468)	(213,119,468)
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	(213,119,468)	(213,119,468)
As at 30 September 2014	5,089,000,000	-	9,878,549	5,098,878,549
As at 01 April 2013	5,089,000,000	(2,749,371)	370,810,021	5,457,060,650
Loss for the period	-	-	(152,351,457)	(152,351,457)
Other comprehensive income	-	(684,499)	-	(684,499)
Total comprehensive income	-	(684,499)	(152,351,457)	(153,035,956)
As at 30 September 2013	5,089,000,000	(3,433,870)	218,458,564	5,304,024,694

Note: Figures in brackets indicate deductions.

NOTES TO THE FINANCIAL STATEMENTS

OPERATING SEGMENT INFORMATION

REVENUE AND PROFIT	Information	Technology	Leist	ıre	Re	tail	Auto M	lobiles	Financial	Services	Healthcare	Services	Oth	ers	Gro	up
For the six months ended 30 September	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Revenue																
Total revenue	4,029,064,794	3,188,671,914	176,372,528	37,206,271	4,646,388,361	4,166,833,338	301,016,496	246,065,505	4,121,795,965	3,626,834,365	4,214,940,299	3,775,162,036	207,946,820	186,359,514	17,697,525,263	15,227,132
Inter group	(289,912,970)	(196,535,218)	(36,479,424)	(10,136,351)	(380,265,845)	(559,322,789)	(13,586,566)	(1,004,692)	(55,356,928)	(85,602,155)	(29,221,952)	(9,137,801)	(201,913,820)	(178,935,950)	(1,006,737,505)	(1,040,674
Total external revenue	3,739,151,824	2,992,136,696	139,893,104	27,069,920	4,266,122,516	3,607,510,549	287,429,930	245,060,813	4,066,439,037	3,541,232,210	4,185,718,347	3,766,024,235	6,033,000	7,423,564	16,690,787,758	14,186,457
Operating profit/ (loss)	417,815,033	378,064,434	(101,561,328)	(34,095,725)	335,281,980	446,482,500	7,026,290	(5,633,667)	142,117,949	223,483,193	1,016,437,414	991,939,363	(128,977,587)	(132,762,345)	1,688,139,751	1,867,47
Finance income	1,340,505	3,289,000	3,125,490	3,094,822	43,721,783	76,490,349	-	-	1,136,054,659	197,791,162	35,375,777	28,134,849	3,341,579	3,721,334	1,222,959,793	312,52
Finance cost	(154,657,803)	(248,054,352)	(18,879,052)	(1,180,000)	(262,526,060)	(291,566,197)	(22,701,643)	(21,675,785)	(92,992,746)	(177,759,237)	(328,972,099)	(385,592,438)	(429,243,202)	(285,046,006)	(1,309,972,605)	(1,410,87
Change in fair value of investment property	-		-	-	-	7,410,000	-	-	-	-	-	-	-	-	-	7,41
Share of results of associates	-						-		-		-		6,173,797	7,366,298	6,173,797	7,36
Change in insurance contract liabilities	-		-	-	-		-	-	(885,451,468)	(440,940,240)	-	-	-	-	(885,451,468)	(440,94
Profit/ (loss) before taxation	264,497,735	133,299,082	(117,314,890)	(32,180,903)	116,477,703	238,816,652	(15,675,353)	(27,309,452)	299,728,394	(197,425,122)	722,841,092	634,481,774	(548,705,413)	(406,720,719)	721,849,268	342,96
Taxation	(46,449,847)	11,002,900	8,081,106	85,299	25,955,200	29,248,589	-	-	(32,821,740)	(40,851,205)	(94,441,787)	(40,492,586)	(3,024,553)	1,311,235	(142,701,621)	(39,69
Profit/ (loss) after taxation	218,047,888	144,301,982	(109,233,784)	(32,095,604)	142,432,903	268,065,241	(15,675,353)	(27,309,452)	266,906,654	(238,276,327)	628,399,305	593,989,188	(551,729,966)	(405,409,484)	579,147,647	303,26
Depreciation of property, plant & equipment (PPE)	13,653,603	17,986,405	28,916,977	(191,477)	73,274,094	40,520,906	7,492,977	2,128,828	52,901,794	37,196,249	323,809,752	324,885,485	12,733,265	14,429,718	512,782,462	436,95
Amortisation of lease rentals paid in advance	-	-	-	-	-	-	-	-	-	-	518,467	518,469	-	-	518,467	51
Amortisation of intangible assets	9,062,859	58,282	23,794,057	-	4,335,901	-	-	-	69,773,361	85,281,137	4,260,939	-	1,608,655	97,136	112,835,772	85,43
Retirement benefit obligations and related cost	7,064,928	7,055,940	1,666,000	707,472	5,295,655	4,690,336	936,252	194,205	8,431,049	7,522,115	29,274,771	25,766,631	3,679,950	3,631,775	56,348,605	49,56
Purchase and construction of PPE	22,681,673	229,124	1,170,749,437	653,673,313	189,194,683	126,479,747	168,580,503	40,248,050	126,009,122	57,346,927	246,365,250	215,529,759	6,067,003	92,911,238	1,929,647,671	1,186,41
Additions to intangible assets	2,401,398	5,146,069	83,587	-	14,814,940		-	194,272	27,140,920	7,947,276	-	-	620,000	7,071,414	45,060,845	20,35
Additions to lease rentals paid in advance				-			-				702,520,660	-		-	702,520,660	

REVENUE AND PROFIT	Information 1	Technology	Leisu	re	Re	tail	Auto M	lobiles	Financial	Services	Healthcare	Services	Oth	ers	Gro	up
For the three months ended 30 September	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Revenue																
Total revenue	2,149,344,787	1,648,911,975	151,521,660	18,643,447	2,437,577,236	1,947,459,913	159,505,503	166,914,669	2,139,787,158	1,843,261,651	2,108,632,038	1,896,061,464	104,382,810	92,954,257	9,250,751,192	7,614,207,376
Inter group	(161,479,788)	(113,286,916)	(26,788,676)	(2,646,736)	(237,128,606)	(206,394,705)	(6,463,690)	(107,929)	(45,313,008)	(30,861,689)	(24,940,061)	(5,011,483)	(101,301,810)	(88,423,193)	(603,415,639)	(446,732,651)
Total external revenue	1,987,864,999	1,535,625,059	124,732,984	15,996,711	2,200,448,630	1,741,065,208	153,041,813	166,806,740	2,094,474,150	1,812,399,962	2,083,691,977	1,891,049,981	3,081,000	4,531,064	8,647,335,553	7,167,474,725
Operating profit/ (loss)	210,224,461	237,919,554	(49,517,148)	(6,401,672)	180,596,259	189,021,254	(891,886)	4,254,706	36,875,572	116,253,950	461,205,893	485,251,352	(48,446,378)	(75,290,560)	790,046,773	951,008,584
Finance income	599,832	2,816,229	1,493,349	455,395	12,518,787	34,943,926	-	-	767,256,002	57,965,886	16,319,566	5,002,895	2,146,041	3,108,119	800,333,577	104,292,450
Finance cost	(83,929,924)	(176,144,319)	(14,326,875)	(475,414)	(137,042,739)	(163,201,821)	(11,209,913)	(11,800,117)	(35,923,253)	(81,134,065)	(144,860,965)	(159,780,034)	(257,035,069)	(140,549,852)	(684,328,738)	(733,085,622)
Change in fair value of investment property	•	-	•	-	-	7,410,000	-	-	-	-	-	-	-	-	-	7,410,000
Share of results of associates	-	-	-	-	-	-	-	-	-	-	-	-	3,831,870	3,090,521	3,831,870	3,090,521
Change in insurance contract liabilities	-				-		-		(482,924,148)	(206,518,095)			-		(482,924,148)	(206,518,095)
Profit/ (loss) before taxation	126,894,369	64,591,464	(62,350,674)	(6,421,691)	56,072,307	68,173,359	(12,101,799)	(7,545,411)	285,284,173	(113,432,324)	332,664,494	330,474,213	(299,503,536)	(209,641,772)	426,959,334	126,197,838
Taxation	(18,151,282)	16,611,386	3,556,336	85,299	1,392,950	-	233,172	53,247	(26,871,735)	(24,887,565)	(32,104,425)	(5,223,232)	(1,172,923)	5,592,954	(73,117,907)	(7,767,911)
Profit/ (loss) after taxation	108,743,087	81,202,850	(58,794,338)	(6,336,392)	57,465,257	68,173,359	(11,868,627)	(7,492,164)	258,412,438	(138,319,889)	300,560,069	325,250,981	(300,676,459)	(204,048,818)	353,841,427	118,429,927
Depreciation of property, plant & equipment (PPE)	4,020,423	8,422,390	15,519,018	103,062	38,830,161	21,946,540	5,151,274	392,541	27,950,818	20,739,543	161,607,791	160,899,334	6,448,814	9,661,501	259,528,299	222,164,911
Amortisation of lease rentals paid in advance	-	-	-	-	-	-	-	-	-	-	259,233	259,233	-	-	259,233	259,233
Amortisation of intangible assets	3,188,608	-	11,897,029	-	2,233,482	-	-	-	34,943,518	42,611,990	2,130,469	-	653,397	-	55,046,503	42,611,990
Retirement benefit obligations and related cost	3,333,683	2,990,366	1,006,000	353,736	2,671,030	1,825,330	390,623	137,250	3,339,406	4,602,179	13,719,772	12,849,793	1,866,625	2,000,000	26,327,139	24,758,654
Purchase and construction of PPE	15,169,275	1,406,882	528,698,657	265,106,641	84,055,406	49,598,092	83,359,983	31,358,041	93,165,653	31,199,872	152,462,442	110,814,402	4,622,314	24,703,935	961,533,730	514,187,865
Additions to intangible assets	850,539	-	-		14,814,940		-		18,656,862	3,657,492	-		620,000		34,942,341	3,657,492
Additions to lease rentals paid in advance	-	-	-			-	-	-		-	630,637,344		-	-	630,637,344	-

Note: Figures in brackets indicate deductions.

NOTES TO THE FINANCIAL STATEMENTS

OPERATING SEGMENT INFORMATION

	Information	Technology	Leis	sure	Re	tail	Auto I	Mobiles	Financia	I Services	Healthcar	e Services	Oth	ere	Gro	oun
As at 30 September	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Property, plant and equipment	164,681,465	71,728,966	4,871,035,059	2,432,834,236	1,278,779,675	831,025,196	338,683,702	40,828,301	712,011,796	307,807,385	10,203,094,893	10,243,382,217	140,630,739	153,509,976	17,708,917,329	14,081,116,277
Lease rentals paid in advance	-	-	-	-	-	-	-	-	-		855,314,383	153,830,656		-	855,314,383	153,830,656
Investment property	225,300,000	225,300,000	757,492,349	733,000,000	81,510,000	81,510,000	-	-	-		-		394,000,000	394,000,000	1,458,302,349	1,433,810,000
Intangible assets	109,628,589	8,723,232	342,545,460	391,124,059	163,260,140	-	-	194,272	1,904,785,037	2,010,245,836	1,014,203,398	1,032,611,768	4,353,240	6,979,893	3,538,775,864	3,449,879,060
Other non current financial assets	10,896,101	11,364,272	-	89,000	5,405,803	38,424,880	-	-	7,364,442,764	5,160,974,306	622,169,800	350,418,895	2,946,435	127,761,558	8,005,860,903	5,689,032,911
Rental receivable on lease assets and hire purchase	-		-	-	-	-	-	-	3,219,572,715	4,105,132,282	-	-		-	3,219,572,715	4,105,132,282
Other non current assets	11,428,544		4,844,854	-	157,184,240	42,506,578	1,500,000	-	100,430,264	-	7,833,335	8,833,335		-	283,221,237	51,339,913
Segment non current assets	521,934,699	317,116,470	5,975,917,722	3,557,047,295	1,686,139,858	993,466,654	340,183,702	41,022,573	13,301,242,576	11,584,159,809	12,702,615,809	11,789,076,871	541,930,414	682,251,427	35,069,964,780	28,964,141,099
Investments in associates	-	-	-	-	1,351,825,489	-	-	-		-	-	-	1,380,019,128	36,984,632	2,731,844,617	36,984,632
Goodwill	14,086,631	14,086,631	182,206,628	182,206,628	742,615,817	742,615,817	-	-	817,741,917	817,741,917	2,327,709,789	2,327,709,789	31,462,743	31,462,743	4,115,823,525	4,115,823,525
Deferred tax assets															289,681,338	264,756,674
Eliminations/ adjustment															(61,730,420)	2,060,392,582
Total non current assets	536,021,330	331,203,101	6,158,124,350	3,739,253,923	3,780,581,164	1,736,082,471	340,183,702	41,022,573	14,118,984,493	12,401,901,726	15,030,325,598	14,116,786,660	1,953,412,285	750,698,802	42,145,583,840	35,442,098,512
Inventories	607,064,485	647,131,096	13,297,015	271,532	2,840,745,014	2,232,165,742	164,889,861	231,079,424	641,419,779	148,088,254	382,732,723	358,648,044	283,486	283,485	4,650,432,363	3,617,667,577
Assets held-for-sale	-	-	-		-	-	-	-			2,184,636,000		-		2,184,636,000	
Trade and other receivables	1,088,980,881	1,188,329,325	51,207,845	21,784,430	2,890,417,654	2,653,837,940	169,076,832	89,265,300	1,740,081,507	545,582,346	651,065,878	455,267,785	81,723,705	53,681,727	6,672,554,302	5,007,748,853
Loans and advances	-	-	-	-	-	-	-	-	4,246,055,362	2,210,707,434	-		-	-	4,246,055,362	2,210,707,434
Rental receivable on lease assets and hire purchase	-		-		-	-	-	-	4,642,803,659	4,092,512,026				-	4,642,803,659	4,092,512,026
Other current assets	220,779,521	201,725,297	230,990,337	578,352,206	694,238,598	459,271,272	293,558,572	82,612,925	1,413,397,359	1,130,460,180	147,066,250	127,218,585	65,569,595	43,670,750	3,065,600,232	2,623,311,215
Short term investments	310,432,619	21,998,397	306,499	-	21,848,682	33,905,387	-	-	5,232,182,859	3,155,312,568	1,000,000,000		392,404,597	129,543,221	6,957,175,256	3,340,759,573
Cash in hand and at bank	96,738,554	72,632,316	139,343,004	109,798,155	400,757,800	98,403,217	23,589,457	15,870,088	784,575,063	517,172,432	182,613,752	111,519,297	42,547,850	30,181,137	1,670,165,480	955,576,642
Segment current assets	2,323,996,060	2,131,816,431	435,144,700	710,206,323	6,848,007,748	5,477,583,558	651,114,722	418,827,737	18,700,515,588	11,799,835,240	4,548,114,603	1,052,653,711	582,529,233	257,360,320	34,089,422,654	21,848,283,320
Amounts due from related parties															1,694,686	5,037,523
Total current assets	2,323,996,060	2,131,816,431	435,144,700	710,206,323	6,848,007,748	5,477,583,558	651,114,722	418,827,737	18,700,515,588	11,799,835,240	4,548,114,603	1,052,653,711	582,529,233	257,360,320	34,091,117,340	21,853,320,843
Total assets															76,236,701,180	57,295,419,355
Insurance contract liabilities	-	-	-	-	-	-	-	-	5,070,374,825	3,659,317,677	-	-	-	-	5,070,374,825	3,659,317,677
Interest bearing borrowings	153,850,630	72,232,019	2,974,933,592	1,803,372,832	3,011,336,743	430,914,808	150,537,991	-	3,320,990,355	2,437,733,301	6,507,682,888	3,745,828,899	3,445,869,667	3,939,257,330	19,565,201,866	12,429,339,189
Public deposits	-	-	-		-	-	-	-	2,309,393,553	1,043,134,631	-		-		2,309,393,553	1,043,134,631
Employee benefit liabilities	71,005,460	59,932,235	3,516,958	5,350,553	43,601,257	27,046,699	2,708,810	1,478,953	72,464,422	58,898,418	280,238,359	231,253,139	34,016,035	24,824,275	507,551,301	408,784,272
Other deferred liabilities	8,672,724	76,541,333	-		54,950,608	25,342,978	-	-			-		-		63,623,332	101,884,311
Other non current financial liabilities	-	-	-	-	-	-	-	-	6,260,352	1,812,828,000	-		-	-	6,260,352	1,812,828,000
Segment non current liabilities	233,528,814	208,705,587	2,978,450,550	1,808,723,385	3,109,888,608	483,304,485	153,246,801	1,478,953	10,779,483,507	9,011,912,027	6,787,921,247	3,977,082,038	3,479,885,702	3,964,081,605	27,522,405,229	19,455,288,080
Deferred tax liabilities															343,040,344	359,529,113
Eliminations/ adjustment															(426,160,899)	(446,324,000)
Total non current liabilities	233,528,814	208,705,587	2,978,450,550	1,808,723,385	3,109,888,608	483,304,485	153,246,801	1,478,953	10,779,483,507	9,011,912,027	6,787,921,247	3,977,082,038	3,479,885,702	3,964,081,605	27,439,284,674	19,368,493,193
Trade and other payables	490,485,763	412,642,926	215,777,765	106,187,780	917,257,693	876,146,804	22,710,597	15,309,720	3,494,501,393	2,495,811,178	539,668,683	524,635,665	13,561,532	13,632,231	5,693,963,426	4,444,366,304
Short term borrowings	2,380,458,419	2,684,250,193	27,273,303		2,816,787,076	2,310,163,199	350,991,256	174,714,914	2,792,458,553	3,657,357,631	830,186,330	819,511,248	6,062,217,236	3,029,191,745	15,260,372,173	12,675,188,930
Current portion of interest bearing borrowings	105,247,451	83,642,847	1,838,244	-	280,965,925	155,298,340	26,765,468	-	702,533,933	1,386,795,861	1,184,988,938	1,127,487,823	743,419,205	710,296,657	3,045,759,164	3,463,521,528
Other current liabilities	92,092,323	12,932,350	(92,589,800)		143,004,131	69,401,409	108,434,573	4,891,358	346,390,209	4,106,263	32,175,516	97,403,799	1,222,984,559	33,878,950	1,852,491,511	222,614,129
Public deposits	-	-	-	-	-	-	-	-	8,490,602,398	5,918,845,592	-			-	8,490,602,398	5,918,845,592
Bank overdrafts	68,072,055	142,758,879	41,056,575	23,320,529	210,964,759	512,595,705	57,665,571	44,867,912	838,913,130	419,395,925	568,776,513	445,200,155	40,146,890	30,455,630	1,825,595,493	1,618,594,735
Segment current liabilities	3,136,356,011	3,336,227,195	193,356,087	129,508,309	4,368,979,584	3,923,605,457	566,567,465	239,783,904	16,665,399,616	13,882,312,450	3,155,795,980	3,014,238,690	8,082,329,422	3,817,455,213	36,168,784,165	28,343,131,218
Income tax liabilities															133,546,541	47,551,897
Amounts due to related parties															17,940,213	22,161,282
Eliminations/ adjustment															(1,988,725,186)	(4,136,934,520)
Total current liabilities	3,136,356,011	3,336,227,195	193,356,087	129,508,309	4,368,979,584	3,923,605,457	566,567,465	239,783,904	16,665,399,616	13,882,312,450	3,155,795,980	3,014,238,690	8,082,329,422	3,817,455,213	34,331,545,733	24,275,909,877
Total liabilities															61,770,830,407	43,644,403,070
Total segment assets	2,845,930,759	2,448,932,901	6,411,062,422	4,267,253,618	8,534,147,606	6,471,050,212	991,298,424	459,850,310	32,001,758,164	23,383,995,049	17,250,730,412	12,841,730,582	1,124,459,647	939,611,747	69,159,387,434	50,812,424,419
Total segment liabilities	3,369,884,825	3,544,932,782	3,171,806,637	1,938,231,694	7,478,868,192	4,406,909,942	719,814,266	241,262,857	27,444,883,123	22,894,224,477	9,943,717,227	6,991,320,728	11,562,215,124	7,781,536,818	63,691,189,394	47,798,419,298

Note : Figures in brackets indicate deductions.

NOTES TO THE FINANCIAL STATEMENTS

OPERATING SEGMENT INFORMATION

	Information	Technology	Leis	sure	Re	tail	Auto I	Mobiles	Financia	I Services	Healthcar	e Services	Oth	ere	Gro	oun
As at 30 September	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Property, plant and equipment	164,681,465	71,728,966	4,871,035,059	2,432,834,236	1,278,779,675	831,025,196	338,683,702	40,828,301	712,011,796	307,807,385	10,203,094,893	10,243,382,217	140,630,739	153,509,976	17,708,917,329	14,081,116,277
Lease rentals paid in advance	-	-	-	-	-	-	-	-	-		855,314,383	153,830,656	-	-	855,314,383	153,830,656
Investment property	225,300,000	225,300,000	757,492,349	733,000,000	81,510,000	81,510,000	-	-	-		-		394,000,000	394,000,000	1,458,302,349	1,433,810,000
Intangible assets	109,628,589	8,723,232	342,545,460	391,124,059	163,260,140	-	-	194,272	1,904,785,037	2,010,245,836	1,014,203,398	1,032,611,768	4,353,240	6,979,893	3,538,775,864	3,449,879,060
Other non current financial assets	10,896,101	11,364,272	-	89,000	5,405,803	38,424,880	-	-	7,364,442,764	5,160,974,306	622,169,800	350,418,895	2,946,435	127,761,558	8,005,860,903	5,689,032,911
Rental receivable on lease assets and hire purchase	-		-	-	-	-	-	-	3,219,572,715	4,105,132,282	-	-		-	3,219,572,715	4,105,132,282
Other non current assets	11,428,544		4,844,854	-	157,184,240	42,506,578	1,500,000	-	100,430,264	-	7,833,335	8,833,335		-	283,221,237	51,339,913
Segment non current assets	521,934,699	317,116,470	5,975,917,722	3,557,047,295	1,686,139,858	993,466,654	340,183,702	41,022,573	13,301,242,576	11,584,159,809	12,702,615,809	11,789,076,871	541,930,414	682,251,427	35,069,964,780	28,964,141,099
Investments in associates	-	-	-	-	1,351,825,489	-	-	-		-	-	-	1,380,019,128	36,984,632	2,731,844,617	36,984,632
Goodwill	14,086,631	14,086,631	182,206,628	182,206,628	742,615,817	742,615,817	-	-	817,741,917	817,741,917	2,327,709,789	2,327,709,789	31,462,743	31,462,743	4,115,823,525	4,115,823,525
Deferred tax assets															289,681,338	264,756,674
Eliminations/ adjustment															(61,730,420)	2,060,392,582
Total non current assets	536,021,330	331,203,101	6,158,124,350	3,739,253,923	3,780,581,164	1,736,082,471	340,183,702	41,022,573	14,118,984,493	12,401,901,726	15,030,325,598	14,116,786,660	1,953,412,285	750,698,802	42,145,583,840	35,442,098,512
Inventories	607,064,485	647,131,096	13,297,015	271,532	2,840,745,014	2,232,165,742	164,889,861	231,079,424	641,419,779	148,088,254	382,732,723	358,648,044	283,486	283,485	4,650,432,363	3,617,667,577
Assets held-for-sale	-	-	-		-	-	-	-			2,184,636,000		-		2,184,636,000	
Trade and other receivables	1,088,980,881	1,188,329,325	51,207,845	21,784,430	2,890,417,654	2,653,837,940	169,076,832	89,265,300	1,740,081,507	545,582,346	651,065,878	455,267,785	81,723,705	53,681,727	6,672,554,302	5,007,748,853
Loans and advances	-	-	-	-	-	-	-	-	4,246,055,362	2,210,707,434	-		-	-	4,246,055,362	2,210,707,434
Rental receivable on lease assets and hire purchase	-		-		-	-	-	-	4,642,803,659	4,092,512,026				-	4,642,803,659	4,092,512,026
Other current assets	220,779,521	201,725,297	230,990,337	578,352,206	694,238,598	459,271,272	293,558,572	82,612,925	1,413,397,359	1,130,460,180	147,066,250	127,218,585	65,569,595	43,670,750	3,065,600,232	2,623,311,215
Short term investments	310,432,619	21,998,397	306,499	-	21,848,682	33,905,387	-	-	5,232,182,859	3,155,312,568	1,000,000,000		392,404,597	129,543,221	6,957,175,256	3,340,759,573
Cash in hand and at bank	96,738,554	72,632,316	139,343,004	109,798,155	400,757,800	98,403,217	23,589,457	15,870,088	784,575,063	517,172,432	182,613,752	111,519,297	42,547,850	30,181,137	1,670,165,480	955,576,642
Segment current assets	2,323,996,060	2,131,816,431	435,144,700	710,206,323	6,848,007,748	5,477,583,558	651,114,722	418,827,737	18,700,515,588	11,799,835,240	4,548,114,603	1,052,653,711	582,529,233	257,360,320	34,089,422,654	21,848,283,320
Amounts due from related parties															1,694,686	5,037,523
Total current assets	2,323,996,060	2,131,816,431	435,144,700	710,206,323	6,848,007,748	5,477,583,558	651,114,722	418,827,737	18,700,515,588	11,799,835,240	4,548,114,603	1,052,653,711	582,529,233	257,360,320	34,091,117,340	21,853,320,843
Total assets															76,236,701,180	57,295,419,355
Insurance contract liabilities	-	-	-	-	-	-	-	-	5,070,374,825	3,659,317,677	-	-	-	-	5,070,374,825	3,659,317,677
Interest bearing borrowings	153,850,630	72,232,019	2,974,933,592	1,803,372,832	3,011,336,743	430,914,808	150,537,991	-	3,320,990,355	2,437,733,301	6,507,682,888	3,745,828,899	3,445,869,667	3,939,257,330	19,565,201,866	12,429,339,189
Public deposits	-	-	-		-	-	-	-	2,309,393,553	1,043,134,631	-		-		2,309,393,553	1,043,134,631
Employee benefit liabilities	71,005,460	59,932,235	3,516,958	5,350,553	43,601,257	27,046,699	2,708,810	1,478,953	72,464,422	58,898,418	280,238,359	231,253,139	34,016,035	24,824,275	507,551,301	408,784,272
Other deferred liabilities	8,672,724	76,541,333	-		54,950,608	25,342,978	-	-			-		-		63,623,332	101,884,311
Other non current financial liabilities	-	-	-	-	-	-	-	-	6,260,352	1,812,828,000	-		-	-	6,260,352	1,812,828,000
Segment non current liabilities	233,528,814	208,705,587	2,978,450,550	1,808,723,385	3,109,888,608	483,304,485	153,246,801	1,478,953	10,779,483,507	9,011,912,027	6,787,921,247	3,977,082,038	3,479,885,702	3,964,081,605	27,522,405,229	19,455,288,080
Deferred tax liabilities															343,040,344	359,529,113
Eliminations/ adjustment															(426,160,899)	(446,324,000)
Total non current liabilities	233,528,814	208,705,587	2,978,450,550	1,808,723,385	3,109,888,608	483,304,485	153,246,801	1,478,953	10,779,483,507	9,011,912,027	6,787,921,247	3,977,082,038	3,479,885,702	3,964,081,605	27,439,284,674	19,368,493,193
Trade and other payables	490,485,763	412,642,926	215,777,765	106,187,780	917,257,693	876,146,804	22,710,597	15,309,720	3,494,501,393	2,495,811,178	539,668,683	524,635,665	13,561,532	13,632,231	5,693,963,426	4,444,366,304
Short term borrowings	2,380,458,419	2,684,250,193	27,273,303		2,816,787,076	2,310,163,199	350,991,256	174,714,914	2,792,458,553	3,657,357,631	830,186,330	819,511,248	6,062,217,236	3,029,191,745	15,260,372,173	12,675,188,930
Current portion of interest bearing borrowings	105,247,451	83,642,847	1,838,244	-	280,965,925	155,298,340	26,765,468	-	702,533,933	1,386,795,861	1,184,988,938	1,127,487,823	743,419,205	710,296,657	3,045,759,164	3,463,521,528
Other current liabilities	92,092,323	12,932,350	(92,589,800)		143,004,131	69,401,409	108,434,573	4,891,358	346,390,209	4,106,263	32,175,516	97,403,799	1,222,984,559	33,878,950	1,852,491,511	222,614,129
Public deposits	-	-	-	-	-	-	-	-	8,490,602,398	5,918,845,592	-		-	-	8,490,602,398	5,918,845,592
Bank overdrafts	68,072,055	142,758,879	41,056,575	23,320,529	210,964,759	512,595,705	57,665,571	44,867,912	838,913,130	419,395,925	568,776,513	445,200,155	40,146,890	30,455,630	1,825,595,493	1,618,594,735
Segment current liabilities	3,136,356,011	3,336,227,195	193,356,087	129,508,309	4,368,979,584	3,923,605,457	566,567,465	239,783,904	16,665,399,616	13,882,312,450	3,155,795,980	3,014,238,690	8,082,329,422	3,817,455,213	36,168,784,165	28,343,131,218
Income tax liabilities															133,546,541	47,551,897
Amounts due to related parties															17,940,213	22,161,282
Eliminations/ adjustment															(1,988,725,186)	(4,136,934,520)
Total current liabilities	3,136,356,011	3,336,227,195	193,356,087	129,508,309	4,368,979,584	3,923,605,457	566,567,465	239,783,904	16,665,399,616	13,882,312,450	3,155,795,980	3,014,238,690	8,082,329,422	3,817,455,213	34,331,545,733	24,275,909,877
Total liabilities															61,770,830,407	43,644,403,070
Total segment assets	2,845,930,759	2,448,932,901	6,411,062,422	4,267,253,618	8,534,147,606	6,471,050,212	991,298,424	459,850,310	32,001,758,164	23,383,995,049	17,250,730,412	12,841,730,582	1,124,459,647	939,611,747	69,159,387,434	50,812,424,419
Total segment liabilities	3,369,884,825	3,544,932,782	3,171,806,637	1,938,231,694	7,478,868,192	4,406,909,942	719,814,266	241,262,857	27,444,883,123	22,894,224,477	9,943,717,227	6,991,320,728	11,562,215,124	7,781,536,818	63,691,189,394	47,798,419,298

Note : Figures in brackets indicate deductions.

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 06 months ended 30 September 2014 were authorised for issue by the Board of directors on 14 November 2014.

2. BASIS OF PREPARATION

The interim condensed financial statements have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting. These interim condensed financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2014.

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.

The interim financial statements are presented in Sri Lankan Rupees.

Changes in accounting policies

SLFRS 13 Fair Value Measurement

SLFRS 13 establishes a single source of guidance under SLFRS for all fair value measurements.

SLFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under SLFRS when fair value is required or permitted. The application of SLFRS 13 has not materially impacted the fair value measurements carried out by the Group.

3. CHANGE IN LIFE INSURANCE CONTRACT LIABILITIES

The results of Asian Alliance Insurance PLC's life business segment is consolidated line by line into the Group's consolidated income statement. The change in life insurance contract liabilities represents the transfer to the Life Fund, the difference between all income and expenditure attributable to life policy holders during the period.

4. SHARE INFORMATION

4.1 Public Share Holdings

The percentage of shares held by the public as at 30 September 2014 was 29.10% (number of public shareholders - 14,759)

4.2 Directors' Share Holdings

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

As at	30-09-2014
A K Pathirage - Chairman/ Managing Director	362,856,869
G W D H U Gunawardena	57,527,300
R J Perera	60,836,700
H K Kaimal	64,870,800
M P R Rasool	Nil
Dr S Selliah	2,000,000
W M P L De Alwis, PC	Nil
G L H Premaratne	Nil
R A Ebell	Nil
	548,091,669

NOTES TO THE FINANCIAL STATEMENTS

4.3 Twenty Largest Shareholders of the Company are as follows:

		Number of	
		shares	
	As at	30-09-2014	%
1	Mr. A K Pthirage	323,906,869	41.58
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	Pemberton Asian Opportunities Fund	46,000,000	5.91
6	Commercial Bank of Ceylon PLC/ A K Pathirage	38,950,000	5.00
7	HSBC INTL NOM LTD - UBS AG ZURICH	10,743,419	1.38
8	Bank of Ceylon A/C Ceybank Unit Trust	7,853,568	1.01
9	Employees Provident Fund	7,230,500	0.93
10	Asian Alliance Insurance PLC - A/C 02 (Life Fund)	4,591,702	0.59
11	Mrs. A Selliah	4,236,000	0.54
12	Arunodhaya Investments (Private) Limited	3,950,000	0.51
13	Arunodhaya Industries (Private) Limited	3,950,000	0.51
14	Arunodhaya (Private) Limited	3,950,000	0.51
15	Miss. S Subramaniam	3,800,000	0.49
16	Mr. V Kailasapillai	3,800,000	0.49
17	Mrs. A Kailasapillai	3,800,000	0.49
18	Sampath Bank PLC - A/C No. 1	3,594,000	0.46
19	Mr. K Aravinthan	3,500,000	0.45
20	Waldock Mackenzie Ltd/Hi-Line Trading (Pvt) Ltd	3,365,646	0.43

5. STATED CAPITAL MOVEMENTS

5.1 No of shares

	No of shares
As at 01 April 2014	779,000,000
As at 30 September 2014	779,000,000

5.2 Value of shares

	Rs
As at 01 April 2014	5,089,000,000.00
As at 30 September 2014	5,089,000,000.00

6. INVESTOR INFORMATION

6.1	Market Value of Shares The market value of an ordinary share of Softlogic Holdings PLC was as follows.	30-09-2014
	Closing price on (Rs.) Highest price recorded for the three months ending (Rs.) Lowest price recorded for the three months ending (Rs.)	15.90 16.90 13.70
	Market Capitalisation (Rs. mn)	12,386.10
6.2	Ratios	
	Net assets per share at the period end (Rs.)	9.26
6.3	Share Trading information from 01 July 2014 to 30 September 2014	
	Number of shares traded Value of shares traded (Rs.)	37,201,531 564,442,173.50

NOTES TO THE FINANCIAL STATEMENTS

7. LISTED DEBENTURES

7.1 Details regarding the listed debentures are as follows;

10,000,000 rated unsecured redeemable debentures at the face value of Rs. 100.00 each with an annual effective interest rate of 16.70% were issued on 09 September 2013 which will be matured on 09 September 2016.

Interest rate of comparable Government Securities as at 30 September, 2014 - 7.07% (net of tax)

7.2	Ratios	30-09-2014
	Debt/ equity ratio	2.60
	Quick asset ratio	0.90
	Interest cover	1.90
7.3	Debenture Trading information from 01 July 2014 to 30 September 2014	30-09-2014

Highest price recorded for the three months ending

Lowest price recorded for the three months ending

N/A

Interest Yield

N/A

N/A

Year to maturity of trade N/A

Debentures were not traded during the period from 01 July 2014 to 30 September 2014

8. CONTINGENCIES

Closing price on

CONTINGENT LIABILITIES

There were no significant contingent liabilities as at the date of the statement of financial position other than those disclosed below, which require adjustments to or disclosures in the financial statements.

8.1 Asiri Hospital Holdings PLC, Asiri Surgical Hospital PLC and Asiri Hospital Matara (Pvt) Ltd

Pending litigations against Asiri Hospital Holdings PLC, Asiri Surgical Hospital PLC and Asiri Hospital Matara (Pvt) Ltd with a maximum liability of Rs. 43 mn, Rs. 50 mn and Rs. 51 mn respectively exist as at 30 September 2014 (2013 - Asiri Hospital Holdings PLC: Rs. 43 mn, Asiri Surgical Hospital PLC: Rs. Nil and Asiri Hospital Matara (Pvt) Ltd - Rs. 51 mn).

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 company or on the group. Accordingly, no provision for any liability has been made in these financial statements.

8.2 Asian Alliance Insurance PLC

VAT Assessments were received by Asian Alliance Insurance PLC in October 2011 and April 2013 in relation to taxable periods ended 31 December 2009 and 31 December 2010 amounting to Rs. 4.90 mn and Rs. 26.90 mn respectively.

The Company has filed an appeal in November 2011 on the basis that the underlying computation includes items which are exempt /out of scope of the Value Added Tax Act. The Commissioner General of Inland Revenue has determined the assessment and the Company is in the process of appealing to the Tax Appeals Commission and awaiting the final decision.

Based on the information available and the advice of the tax consultants, the Directors are confident that the ultimate resolution of the above contingency is unlikely to have a material adverse effect on the company or on the group.

9. CAPITAL COMMITMENTS

As at 30 September 2014, the group had capital commitments contracted but not provided in the financial statements amounting to Rs. 2,480 mn (30 September 2013 - 2,410 mn).

NOTES TO THE FINANCIAL STATEMENTS

10. EVENTS AFTER THE REPORTING PERIOD

There were no significant events subsequent to the date of the statement of financial position, which require disclosure in the financial statements other than the followings.

10.1 Investment in Odel PLC

Softlogic Holdings PLC and Softlogic Retail (Pvt) Ltd, a subsidiary of Softlogic Holdings PLC acquired 122,894,000 (45.16%) ordinary shares of Odel PLC respectively at a price of Rs. 22.00 per share on 11 September 2014.

This acquisition resulted in Softlogic Holdings PLC and Softlogic Retail (Pvt) Ltd having to make a mandatory offer to the shareholders of Odel PLC to acquire all remaining shares of Odel PLC at a price of Rs. 22.00 per share which is the highest price paid by them within the previous twelve months.

The Joint Mandatory Offer made by Softlogic Holdings PLC and Softlogic Retail (Pvt) Ltd to the shareholders of Odel PLC expired on 13 October 2014 and the total number of shares:

	No. of Shares	Percentage
- for which acceptance of the offer have been received	130,739,418	48.04
- held by Softlogic Holdings PLC and Softlogic Retail (Pvt) Ltd (the Joint Offerors) before	122.894.000	45.16

10.2 Sale of land - Asiri Central Hospitals PLC

Asiri Central Hospitals PLC, a subsidiary of Softlogic Holdings PLC approved and authorized, as a special resolution and as required by Section 185 of the Companies Act No. 07 of 2007, the sale of the land and premises located at No. 37, Horton Place, Colombo 07 to Ms. P P M Edwards at a total consideration of Rs. 2,600,000,000.00 or to such other purchaser approved by the Board of Directors of the Company at a minimum consideration reflecting the value of the said land and premises as arrived at by an independent valuer.

10.3 Delisting of the Ordinary Shares - Asiri Central Hospitals PLC

Asiri Central Hospitals PLC, a subsidiary of Softlogic Holdings PLC has successfully completed the sale of securities of the shareholders who wished to sell their securities on 16 October 2014.

Asiri Hospital Holdings PLC ("the Offeror"), a subsidiary of Softlogic Holdings PLC has made the respective payments to all shareholders who accepted the offer. After the completion of the sale of shares, the Offeror holds 22,265,721 shares in Asiri Central Hospitals PLC (i.e. 99.69% of the total issued shares of the Company).

In terms of Rule 5(7) of the Securities and Exchange Commission of Sri Lanka Rules 2001, the Colombo Stock Exchange De-listed Asiri Central Hospital PLC from the Official List of the Colombo Stock Exchange with effect from 30 October 2014.

10.4 <u>Disposal of Softlogic Capital PLC shares</u>

Softlogic Holdings PLC, which is the parent company of Softlogic Capital PLC disposed 50,000,000 shares held by Softlogic Holdings PLC in Softlogic Capital PLC on 14 October 2014. Immediately after the disposal, the controlling stake of the entity decreased to 73.11% from 80.38%.

As a result of it, the effective holding of Softlogic Holdings PLC in Softlogic Finance PLC, Asian Alliance Insurance PLC and Softlogic Stockbrokers (Pvt) Ltd decreased to 47.14% from 51.67%, 42.94% from 47.20% and 73.11% from 80.38% respectively.

NOTES TO THE FINANCIAL STATEMENTS

11. RELATED PARTY TRANSACTIONS

11.1 Transactions with related parties

	Gro	oup	Company			
In Rs.	Unaudited 6 months to 30-09-2014	Unaudited 6 months to 30-09-2013	Unaudited 6 months to 30-09-2014	Unaudited 6 months to 30-09-2013		
Subsidiaries						
(Purchases) / sales of goods	-	-	(18,261,891)	(11,478,907		
(Receiving) / rendering of services	-	-	185,677,820	166,705,150		
(Purchases) / sale of property plant & equipment	-	-	(1,633,406)	(6,372,972		
Loans given / (obtained)	-	-	(364,284,969)	1,809,755,000		
Interest received / (paid)	-	-	50,226,524	130,149,415		
Rent received / (paid)	-	-	11,432,004	8,490,000		
Dividend received	-	-	114,900,000	30,544,176		
Guarantee charges received	-	-	39,599,000	-		
Guarantees given / (obtained)	-	-	9,719,800,000	8,274,478,000		
Associates						
(Purchases) / sale of property plant & equipment	1,352,880	22,122,687	-	-		
(Receiving) / rendering of services	4,034,747	6,028,450	6,024,000	5,784,000		
Dividend received	-	-	1,000,000	27,000,000		
Key management personnel						
(Receiving) / rendering of services	-	-	-	-		
Close family members of KMP						
(Receiving) / rendering of services	-	-	-	-		
Post employment benefit plan						
Contributions to the provident fund	6,094,265	4,841,955	1,735,500	1,565,175		

11.2 Terms and conditions of transactions with related parties

Transactions with related parties are carried out in the ordinary course of the business. Outstanding current account balances at year end are unsecured, interest free and settlement occurs in cash. Interest bearing borrowings are at pre-determined interest rates and terms.

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. Re-registered on 17 December 2007 as a Public Limited Liability Company under the Companies Act No 07 of 2007.

The status of the Company was changed to a Public Limited Company on 10 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 25 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

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

Dr S Selliah

G L H Premaratne

G W D H U Gunawardena

H Kaimal

R A Ebell

R J Perera

R Rasool

W M P L De Alwis, PC

Audit Committee

R A Ebell - Chairman Dr S Selliah G L H Premaratne W M P L De Alwis, PC

Remuneration Committee

W M P L De Alwis - Chairman G L H Premaratne

Secretaries and Registrars

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

Tel : +94 11 5575 000 Fax : +94 11 2595 441

Investor Relations

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Contact for Media

Sri Lanka

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Bankers

Bank of Ceylon

Commercial Bank Ceylon PLC Deutsche Bank AG, Colombo

DFCC Bank PLC

DFCC Vardhana Bank PLC Hatton National Bank PLC

Hongkong & Shanghai Banking Corporation

Muslim Commercial Bank National Development Bank PLC

Nations Trust Bank PLC

Pan Asia Banking Corporation PLC

People's Bank Sampath Bank PLC Seylan Bank PLC

Union Bank of Colombo PLC

Auditors

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