

INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED 30TH JUNE 2022

PRIME LANDS RESIDENCIES PLC, NO 75, D.S SENANAYAKE MAWATHA, COLOMBO 08, SRI LANKA.
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PRIME LANDS RESIDENCIES PLC
STATEMENT OF COMPREHENSIVE INCOME
INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30TH JUNE, 2022

	For the three Months ended		
	30.06.2022 Unaudited	30.06.2021 Unaudited	Variance %
	Rs.	Rs.	
Revenue	4,624,630,897	1,298,698,069	256%
Cost of sales	(3,697,188,728)	(884,813,817)	318%
Gross profit	927,442,168	413,884,252	124%
Other income	11,569,853	53,307,880	-78%
Distribution expenses	(75,748,161)	(14,134,894)	436%
Administrative expenses	(115,940,987)	(137,843,213)	-16%
Operating profit	747,322,873	315,214,025	137%
Finance income	129,899,153	5,272,314	2364%
Finance expenses	(220,133,842)	(91,558,465)	140%
Profit before taxation	657,088,184	228,927,874	187%
Tax expenses	(73,382,374)	(27,471,345)	167%
Profit for the period	583,705,810	201,456,529	190%
Other comprehensive income	-	-	-
Total comprehensive income for the period	583,705,810	201,456,529	190%
Earnings per share	0.62	0.22	

Figures in brackets indicate deductions.

PRIME LANDS RESIDENCIES PLC
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2022

	As at 30.06.2022 Unaudited Rs.	As at 31.03.2022 Audited Rs.
ASSETS		
Non-current assets		
Property, plant and equipment	179,076,712	11,891,518
Right-of-use assets	38,099,978	46,292,348
Investment properties	725,000,000	725,000,000
Intangible assets	402,714	416,986
Financial assets at amortized cost	410,294,603	359,534,116
Total non-current assets	1,352,874,008	1,143,134,968
Current assets		
Inventory properties	14,121,094,522	15,152,244,109
Financial assets at amortized cost	201,799,835	176,888,765
Financial assets - Fair value through profit or loss	165,000	180,000
Advance paid for contractors	568,323,148	910,170,632
Advances, deposits and other receivables	56,324,987	48,771,664
Cash and cash equivalents	2,512,345,965	1,435,092,137
Total current assets	17,460,053,456	17,723,347,307
Total assets	18,812,927,463	18,866,482,275
EQUITY AND LIABILITIES		
Equity		
Stated capital	3,450,000,000	3,450,000,000
Retained earnings	3,169,638,355	3,242,182,546
Total equity	6,619,638,355	6,692,182,546
Non-current liabilities		
Retirement benefit obligations	17,213,251	16,705,881
Interest bearing borrowings	1,579,140,518	1,718,255,602
Lease liabilities	23,110,885	26,897,955
Deferred tax liabilities	25,695,746	24,795,746
Total non-current liabilities	1,645,160,400	1,786,655,184
Current liabilities		
Trade and other payables	1,189,296,541	1,175,783,486
Amount due to related party	1,186,141,391	8,109,906
Interest bearing borrowings - Current portion	1,566,967,155	1,677,916,667
Lease liabilities - Current portion	15,512,074	14,977,640
Customer advance collection	3,403,514,186	4,587,607,505
Income tax payable	162,020,620	117,298,979
Bank overdraft	3,024,676,742	2,805,950,362
Total current liabilities	10,548,128,709	10,387,644,546
Total liabilities	12,193,289,109	12,174,299,730
Total equity and liabilities	18,812,927,463	18,866,482,275
Net Assets Per Share (Rs.)	7.06	7.14

Figures in brackets indicate deductions.

Certification
We certify that the above Financial Statements have been prepared in compliance with the requirements of the Companies Act No.07 of 2007.

.....
Mr. Pathirage Anura W. Perera
General Manager - Finance

.....
Mrs. Sandamini R. Perera
Co-Chairperson/Directress

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved and signed for and on behalf of the Board.

.....
Mr. Brahmanage Premalal
Co-Chairman/Director

Colombo
03-Aug-22

PRIME LANDS RESIDENCIES PLC
No. 75,
D.S. Senanayake Mawatha,
Colombo 08.
PQ 00234680

S.Bandara
.....
Mr. Sanjaya Bandara
Director

PRIME LANDS RESIDENCIES PLC
STATEMENT OF CHANGES IN EQUITY
INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30TH JUNE, 2022

	Stated capital Rs.	Retained earnings Rs.	Total Rs.
Balance as at 01st April, 2021	1,500,000,000	1,932,952,648	3,432,952,648
Issue of Share Capital	1,950,000,000	-	1,950,000,000
Profit for the Period	-	201,456,529	201,456,529
Interim Dividend	-	(375,000,000)	(375,000,000)
Balance as at 30th June, 2021	3,450,000,000	1,759,409,178	5,209,409,178
Balance as at 01st April, 2022	**3,450,000,000**	**3,242,182,545**	**6,692,182,545**
Profit for the Period	-	583,705,810	583,705,810
Interim Dividend	-	(656,250,000)	(656,250,000)
Balance as at 30th June, 2022	**3,450,000,000**	**3,169,638,355**	**6,619,638,355**

Figures in brackets indicate deductions.

PRIME LANDS RESIDENCIES PLC
STATEMENT OF CASH FLOWS
INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30TH JUNE, 2022

	30.06.2022 Unaudited	30.06.2021 Unaudited
	Rs.	Rs.
Cash flows from operating activities		
Profit before taxation	657,088,184	228,927,874
Adjustment for		
Depreciation	9,582,056	9,490,332
Amortization	14,272	14,272
Provision on retirement benefit obligation	1,035,620	1,025,365
Interest expenses	48,665,419	20,443,307
Lease interest	1,768,631	2,353,835
Loan interest	116,980,621	68,391,934
Interest on debentures	(7,545,884)	(4,527,684)
Fair value (gain)/ loss on share investment	15,000	-
Exchange (gain)/loss on investment in debenture	(68,125,673)	-
	102,390,062	97,191,361
Operating cash flows before change in working capital	759,478,245	326,119,235
Changes in working capital		
(Increase)/decrease in inventory properties	1,031,149,587	(713,527,310)
decrease/(Increase)in contractor advances	341,847,484	(435,196,889)
(Increase)/decrease in advances, deposits and other receivables	(7,553,323)	(12,735,487)
Increase/(decrease) in trade and other payables	4,897,994	(11,202,354)
(Decrease)/increase in amounts due to related parties	1,178,031,485	10,995,470
(decrease)/Increase in customer advance collection	(1,184,093,319)	138,113,366
Cash generated from operations	2,123,758,155	(697,433,969)
Income tax paid	(27,760,734)	(41,072,866)
Interest paid	(48,665,419)	(20,443,307)
Gratuity paid	(528,250)	-
Net cash generated from/(used in) operating activities	2,046,803,752	(758,950,142)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(168,574,880)	(111,818)
Net cash used in investing activities	(168,574,880)	(111,818)
Cash flows from financing activities		
Lease installments paid	(5,021,268)	(5,021,268)
Dividends paid	(647,634,939)	
IPO Proceed	-	1,950,000,000
Proceeds from interest bearing borrowings	670,000,000	-
Repayment of interest bearing borrowings	(920,064,596)	(387,176,420)
Loan interest paid	(116,980,621)	(68,391,934)
Net cash generated from/(used in) financing activities	(1,019,701,424)	1,489,410,378
Net increase in cash and cash equivalents	858,527,448	730,348,418
Cash and cash equivalents at the beginning of the period	(1,370,858,226)	(773,258,336)
Cash and cash equivalents at the end of the period	(512,330,778)	(42,909,918)

1 The interim financial statements have been prepared in accordance with Sri Lanka Accounting Standard LKAS 34, Interim Financial Reporting. The interim financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2022, including the changes to accounting policies as a result of convergence to revised Sri Lanka Accounting Standards (SLFRSs/LKASs). Further, provisions of the Companies Act No. 7 of 2007 have been considered in preparing the interim financial statements.

2 There were no significant changes in the nature of contingent liabilities as at the reporting date.

3 The interim financial statements of the Company for the three months ended 30th June 2022 were authorised for issue by the Board of Directors on 03rd August 2022.

4 Investor Information

4.1 Directors' Shareholding as at 30th June 2022

The number of shares held by the Board of Directors are as follows;

Name of the director	No. of shares	(%)
Mr. B Premalal	1,200,015	0.13%
Ms. H K S R Perera	15	0.00%
Mr. N M Weerakkody	Nil	n/a
Mr. H M N U Kumara	Nil	n/a
Ms. S S A P Brahmanage	Nil	n/a
Mr. M Perera	Nil	n/a
Mr. D Kalapuge	Nil	n/a
Mr. S Bandara	Nil	n/a
Mr. D Sooriyaarachchi	Nil	n/a
Mr. N L S Joseph	100,000	0.01%

4.2 Twenty largest shareholders as at 30th June 2022

	Name of the shareholder	No. of shares	(%)
1	Prime Lands (Pvt) Ltd	749,999,970	80.00%
2	Mr. H.P.D.W.N. Gunasekara	7,300,000	0.78%
3	Phantom Investments (Private) Limited	6,900,000	0.74%
4	Ceylinco General Insurance Limited	6,700,000	0.71%
5	Mr. H.K.C.P. Perera	5,000,000	0.53%
6	Associated Electrical Corporation Ltd	4,181,286	0.45%
7	Deutsche Bank AG as Trustee for JB Vantage Value Equity Fund	3,845,500	0.41%
8	Askold (Private) Limited	3,500,000	0.37%
9	DFCC Bank PLC/Maskeliya Tea Exports (Pvt) Ltd	3,234,622	0.35%
10	Mr. A.I. Ramachandra	3,175,000	0.34%
11	Jafferjee Brothers (Exports) Limited	2,884,600	0.31%
12	Mr. N.A.S. Brahamanage	2,500,000	0.27%
13	Mr. B.M.D.S. Thaaruna	2,500,000	0.27%
14	Seylan Bank PLC/Jaliya Abeysiri Wijeratne	2,250,000	0.24%
15	Mr. A.N. Esufally	2,133,510	0.23%
16	Mr. D.N.P. Rathnayake	2,100,000	0.22%
17	Mr. M.A. Jafferjee	2,000,000	0.21%
18	Katunayake Garments Limited.	1,923,000	0.21%
19	Mrs. A.M. Moonesinghe	1,568,000	0.17%
20	Mr. D.G. Wirasekara	1,500,000	0.16%
		815,195,488	86.95%
	Others	122,304,512	13.05%
		937,500,000	100.00%

4.2 Public Shareholding as at 30th June 2022

Percentage of Public Holding (Minimum Requirement - 10%)	19.86%
Number of Shares held by Public Shareholders	186,200,000
Number of Public Shareholders (Minimum Requirement - 200 Shareholders)	5,934
Number of Public and Non-Public Shareholders	5,938
Market Capitalization as at 30th June 2022	4,781,250,000
Float Adjusted Market Capitalization as at 30th June 2022	949,620,000

The Company is Compliant with option 2 of the Rule 7.13.1 (b) of the Listing Rules of the Colombo Stock Exchange.

4.2.1 Computation of Public Share Holding as at 30th June 2022

	No. of shares	(%)
Parent, subsidiary or associate entities or any subsidiary or associates of its Parent Entity		
Prime Lands (Pvt) Ltd	749,999,970	80.00%
Directors of the entity, their spouses and children under 18 years of age		
Mr. B Premalal	1,200,015	0.13%
Ms. H K S R Perera	15	0.00%
Mr. N L S Joseph	100,000	0.01%
Key Management personnel and their close family members	**Nil**	**n/a**
Other related entities/ parties	**Nil**	**n/a**
Total non-public share holding	**751,300,000**	**80.14%**
Public Share Holding	186,200,000	19.86%
Total Issued Share Capital	**937,500,000**	**100.00%**

5.1 Stated Capital

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

	No of Shares as at	
	30-Jun-22	**30-Jun-21**
Ordinary Shares	937,500,000	937,500,000

The Company has issued One Hundred Million (100,000,000) New Ordinary Voting Shares with the Option to issue a further Eighty-Seven Million and Five Hundred Thousand (87,500,000) New Ordinary Voting Shares in the event of an Oversubscription of the Initial One Hundred Million (100,000,000) Ordinary Voting Shares to the general public by way of an Offer for Subscription in the Colombo Stock Exchange and the listing of up to Nine Hundred and Thirty Seven Million Five Hundred Thousand (937,500,000) Ordinary Voting Shares

5.2 Earning per share

Earning per share has been calculated, for all periods, based on the number of shares in issue as at 30th June 2022

5.3 Market value per share for the quarter ended	30-Jun-22	30-Jun-21
	Rs.	Rs.
Highest Price	7.20	14.90
Lowest Price	4.50	9.60
Last Traded	5.10	9.80

6 Acqusition of Land and commercial building

During the quater, the Company acquired Land and commercial building to the aggregate value of Rs. 168,574,880/-.

Valuation details of Land and commercial building

	Total Perches/ Square feet	Total value (Rs.)
Lot A in Plan No 2730 situated at Colombo -08		
Land	11.65	126,108,499
Commercial Building No. 57, D S Senanayaka Mw,Colombo 08	8,500	42,466,381
		168,574,880

7 Events occurring after Balance Sheet date

There have been no material events occurring after the reporting period that require adjustments to or disclosure in the financial statements.

8 Comparative figures

Comparative period's figures have been presented without any amendment.

9 RELATED PARTY DISCLOSURES

Transactions with Affiliated Companies

Items in Statement of Financial Position	**Reported under**	**Quarter Ended 30-Jun-22 Rs.**
Assets		
Consultancy Fee for NJ Consultants	Inventory properties	1,915,598
Liability		
Loans obtain from HNB Finance PLC	Interest bearing borrowings	23,309,977
Lease obtain from HNB Finance PLC	Lease liabilities	39,368,382
Items in Statement of Comprehensive Income		
Income		
Rent income from HNB Finance PLC	Other Income	5,100,000
Expenses		
Shared service fee to Prime Lands (Pvt) Ltd	Administrative expenses	7,500,000
Rent expenses to Prime Lands (Pvt) Ltd	Administrative expenses	1,500,000
Secretary fee to PELE Consulting (Pvt) Ltd	Administrative expenses	73,000
Interest Paid to the HNB Finance PLC	Finance expenses	3,289,128

CORPORATE INFORMATION

Company	Prime Lands Residencies PLC
Registered Office	75, D S Senanayake Mawatha Colombo 08, Sri Lanka Tel: +94 11 2699822 Fax: +94 11 4209691
Date, Place and Authority of Incorporation	A Limited Liability Company Incorporated in Sri Lanka on May 16, 2005 under the Companies Act No. 17 of 1982 and re-registered on September 15, 2008 under the Companies Act No. 07 of 2007. The Company was converted to a Public Company on February 12, 2021 and listed on the Colombo Stock Exchange 08 June 2021.
Company Registration Number (as a Public Company)	**PQ00234680**
Company Secretary	**PELE Consulting (Private) Limited** Apart. No. 9/6, 10, Alfred House Gardens Colombo 03, Sri Lanka Tel: +94 77 7352370
Auditors of the Company	**Messrs. BDO Partners (Chartered Accountants)** 65/2, "Charter House", Sir Chittampalam A Gardiner Mawatha Colombo 02, Sri Lanka Tel: +94 11 2421878-79/70 / +94 11 2387002/03 Fax: +94 11 2336064
Board of Directors	**Mr. B Premalal** - Co-Chairman/Non-Independent Executive Director **Ms. H K S R Perera** - Co-Chairperson/Non-Independent Executive Director **Mr. N M Weerakkody** - Managing Director/ Non-Independent Executive Director **Mr. H M N U Kumara** - Director-Corporate Affairs/Non-Independent Executive Director **Ms. S S A P Brahmanage** - Non-Independent Executive Director **Mr. M Perera** - Independent Non-Executive Director **Mr. D Kalapuge** - Independent Non-Executive Director **Mr. S Bandara** - Independent Non-Executive Director **Mr. D Sooriyaarachchi** - Senior Independent Director/Independent Non-Executive Director **Mr. N L S Joseph** - Independent Non-Executive Director
Credit Rating (Issuer Rating)	[SL] A (Stable) From ICRA Lanka Ltd.
Lawyers of the Company	**Sharm Fernando Associates** 35/10, Wijayakumaratunga Mawatha Colombo 05, Sri Lanka Tel: +94 76 6993861
Bankers of the Company	DFCC Bank PLC Seylan Bank PLC Nations Trust Bank PLC People's Bank Commercial Bank PLC Sampath Bank PLC Hatton National Bank PLC National Development Bank PLC Bank of Ceylon