ANNUAL REPORT

OF

BCC LANKA LIMITED

For the Financial year ended

31st March 2013

CORPORATE INFORMATION
FOR FINANCIAL YEAR ENDED ON 31ST MARCH 2013

NAME OF COMPANY	**BCC LANKA LIMITED**
COMPANY REGISTRATION NO.	**PB 221**
DIRECTORS	Brig. L M Tennakoon (Chairman) Mr. K D S R Perera
REGISTERED OFFICE	No. 21 Hulftsdorp Mills Meeraniya Street Colombo 12.
SECRETARIES	**S S P CORPORATE SERVICES (PRIVATE) LIMITED** No. 101, Inner Fiower Road, Colombo 03.
AUDITORS	**M/S CARTER DE COSTA & CO.,** Chartered Accountants, No. 18-17, State bank of India Building, Sri Baron Jayathilaka Mawatha, Colombo 01.

VISION

To start Grass root level and achieve our old reputation.

MISSION

Our mission should be the most demanded products and a competitive price Range with the present market prices.

BCC Lanka Ltd
Chairman's Review
(For Financial Year ended on 31st March 2013)

Chairman's Statement

I am pleased to report another year of good performance and progress for BCC Lanka Ltd in which we have delivered improved business profit and cash flow generation while effectively managing our costs and cash flows.

Some of the productions were impacted during the year by shutdowns and delays due to the shifting of machinery to new factory at EPZ Wathupitiwala. Despite these setbacks, I am pleased to state that BCC Lanka Ltd has made a satisfactory progress by making a considerable profit for this financial year.

I would like to thank for all the support and guidance received from the Hon. Minister, Secretary and all the staff of the Ministry of State Resources and Enterprises Development. I would also like to thank each and every one of our executive staff and all other employees whose commitments, hard work and efforts made to make 2013 yet another successful year for the BCC Lanka Ltd.

We will continue to do the right thing and take a long term view of our obligations to our customers and the communities in which we operate.

With warm regards,

Brig (Eng) L M Tennakoon
Competent Authority
BCC LANKA LIMITED

Annual Report of the Board of Directors
On the Affairs of the Company

The Board of Directors of B C C Lanka Limited are pleased to present the Annual Report together with the Audited Financial Statements of the Company for the year ended 31st March 2013. The financial statements have been prepared according to the Sri Lanka Accounting Standards.

Results for the year

The Operating Profit during the financial year amounted to LKR 22.12 Mn. The Financial expenses incurred by the Company during the financial year under review was LKR 25.45 Mn. The Company has reported a Net Profit of LKR 1.63 Mn.

Stated Capital

The Stated Capital of the Company is LKR 100,000,000/- and 100% of the shareholding amounting to 10,000,000 ordinary shares of the Company are being held by the Secretary to the Treasury to the Government of Sri Lanka.

Board of Directors

The Board of Directors of BCC Lanka Limited as at 31 March 2013 were as follows;

- Brig. L M Tennakoon - Chairman
- Mr. K D S R Perera - Director

Directors' Interests in Contracts

Directors have complied with the provisions of Section 192 of the Companies Act No.07 of 2007.

Auditors

M/s Carter De Costa & Co.,. Chartered Accountants who have audited the Financial Statements of the Company for the year ended 31st March 2013 have expressed their willingness to continue in office and are being proposed for re-appointment at the forthcoming AGM.

Cont'd.....2

Company Secretaries

S S P Corporate Services (Private) Limited was appointed as Secretaries effective from 01st October 2013.

Registered Office

The registered office of the Company is at Hulftsdorp Mills, Colombo 12.

BY ORDER OF THE BOARD OF DIRECTORS OF
B C C LANKA LIMITED
S S P CORPORATE SERVICES (PRIVATE) LIMITED
SECRETARIES

S S P CORPORATE
SERVICES (PRIVATE) LIMITED
Secretaries

....	....	....
Brig. Mr. L M Tennakoon	Mr. K D S R Perera	S S P Corporate Services
Chairman	Director	(Private) Limited
		Secretaries

15th October 2013

A:/d-rep-13

BCC LANKA LIMITED

The main production facilities of BCC Lanka Ltd. comprises a Soap Factory, Coconut Oil Refinery and a Drum Plant. A brief description of products manufactured by these plants are given below.

1. Soap Factory

The Soap Factory produces laundry soap, toilet soap and disinfectants and detergents. The products with their brand names are given below.

(1) Toilet Soap - Sandalwood
Suvendra Floral
Suvendra Herbal
Health Joy

(2) Laundry Soap - Sovereign Bar
Sno-wite

(3) Disinfectants - Pynol
Toilet Bowl Cleaner

(4) Detergents - Dish Wash Liquid
Dish Wash Powder
Hand Wash

(5) Air Fresheners

2. Refinery Products

The refinery produces Coconut Oil under the brand names of White Coconut Oil and Cooks Joy. These products are marketed in following Container.

Cooks Joy - 500 ml, 01 ltr, 05 ltr, 20 ltr

White Oil - 500 ml, 01 ltr, 05 ltr, 20 ltr

3. Drum Plant

The drum Plant has been manufacturing drums mainly for Ceylon Petroleum Corporation to pack bitumen (Asphalt). These Steel Drums can be manufactured in the capacitates of 200 ltr and 210 ltr Currently CPC imports the bitumen (Asphalt) with the drums. The Drum Plant is very old and need modification and repairs to produce drums to suit the specifications such as triple seaming etc. needed by the clients.

BCC Lanka Limited

Financial Statements as at 31st March 2013

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Colombo 01.

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INDEPENDENT AUDITOR'S REPORT
To the Shareholders of BCC Lanka Limited

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of BCC Lanka Limited, which comprise the Statement of Financial Position as at 31st March 2013, and the related Statement of Comprehensive Income, Statement of Changes in Equity and Cash Flow Statement for the year then ended, and a summary of Significant Accounting Policies and other explanatory notes.

Management's Responsibility for Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Sri Lanka Accounting standards (SLFRS and LKAS). This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting polices; and making accounting estimates that are reasonable in the circumstances.

Scope of Audit and Basis of Opinion

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Sri Lanka Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation.

We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit. We therefore believe that our audit provides a reasonable basis for our opinion.

Opinion

1. Under a cabinet decision made by reference no PE/COM/78/CM/2011 dated 08th March 2011. 4 acre block of land will be utilized by UDA for a suitable investment and out of the funds raised UDA shall pay Rs.300 million to BCC Lanka Limited to be used for restructuring and resurrecting the company. Also the dues to Bank of Ceylon and other statutory creditors to be settled by UDA. If there is any balance funds, it should be given to the State Resource Management Company. BCC Lanka Limited to be shifted to an identified location in the Coconut Triangle. After the restructure program is carried out, the balance 8 acres also to be developed by UDA and funds generated by the investment should be given to the State Resources & Management Co. It will be utilized as a capital for enterprise development and their investment work. If there is further balance of money, it should be credited to the government treasury.

2. During the financial year the company relocated its Soap Production Facility to Wathupitiwela Export Processing Zone (EPZ) under BOI. No formal agreement has been signed with BOI in this respect. An amount of Rs.2,274,527.66 has been spent as relocation expenses. This item has been classified under non current assets as Deferred Factory Relocation Expenses. The company intends to depreciate this item at 5% per annum.

3. Investment Property of the company is not classified as a separate item in the Statement of Financial Position required under LKAS 40. A large extent of company property comprises rented out warehouses and oil storage tanks that generate rental income.

4. Long Term Creditors and related financial cost is not presented as required under LKAS 39.

5. The financial statements have been prepared on a going concern basis although, following factors raise doubts as to the company's ability to continue as a going concern.
(a) Accumulated losses as at 31.03.2013 Rs. 219,254,990
(b) Excess of Liabilities over Assets 119,254,991

However, the proposed restructure scheme as stated under item (1) will be implemented.

6. Confirmations were not received with regards to following balances:

Trade Debtors	-	35,538,500
Total Creditors	-	45,189,838
JEDB Loan	-	4,508,696

7. Following statutory creditors remain outstanding as at balance sheet date. These include items incurred prior to the year 2008. Statutory debts incurred after 2007 have been settled by the company.

Turnover Tax	141,279
Defence Levy	1,079,761
Goods and Services Tax	1,279,509
Rates and Taxes	21,768,670
Value added Tax	33,878,554

8. The assets of the company have not been revalued as required under LKAS 16.

9. Retirement Gratuity under employee benefits has not been actuarily valued as required under LKAS 19.

In our opinion, except for the effect on the Financial Statements, if any, that might have been determined to be necessary in respect of the matters referred to in the preceding paragraphs (1) to (9) above, so far as appears from our examination, the company maintained proper accounting records for the year ended March 31st, 2012 and to the best of our information and according to the explanations given to us, the said Balance Sheet and and related Statements of Income, Cash Flow and Changes in Equity and Accounting Policies and Notes thereto, which are in agreement with the said books and have been prepared and presented in accordance with the Sri Lanka Accounting Standards, provide the information required by the Companies Act no.7 of 2007 and give a true and fair view of the company's

Directors' Interest in Contracts with the Company

According to the information made available to us, the directors of the company do not have any direct or indirect interest in the contracts of the company.

CarterdeCosta

Carter De Costa & Co.
Chartered Accountants
24.09.2013

BCC Lanka Limited
Statement of Comprehensive Income
for the year ended 31st March 2013

	Notes	*2013* Rs.	*2012* Rs.
Revenue (Gross)	**1**	131,447,564	115,219,853
Cost of Sales	**2**	(76,816,529)	(74,431,115)
Gross profit		**54,631,035**	**40,788,739**
Administration Expenses	**4**	(29,238,951)	(30,991,220)
Distribution Expenses	**5**	(4,034,648)	(3,711,419)
Other Income	**3**	772,189	248,395
Operating profit		**22,129,625**	**6,334,495**
Finance Income	**6.1**	4,963,680	2,434,691
Finance Cost	**6.2**	(25,457,982)	(24,251,607)
Net Finance Cost		***(20,494,302)***	*(21,816,915)*
Profit before income tax		**1,635,323**	**(15,482,420)**
Income Tax		-	-
Profit for the year		**1,635,323**	**(15,482,420)**
Other Comprehensive income			
Profit on disposal of Building		-	39,763,170
Compensation Paid Under VRS		-	(16,717,669)
Profit on Investment (Fair Value adjustment)		101,000	206,000
Total Comprehensive income		**1,736,323**	**7,769,081**

BCC Lanka Limited
Statement of Financial Position as at 31st March 2013

	Notes	2013 Rs.	2012 Rs.
ASSETS			
NON CURRENT ASSETS			
Property Plant & Equipment	**8**	10,424,950.64	12,786,485
		10,424,950.64	**12,786,485**
Intangible Assets	**9**	252,001,153.00	252,001,153
Investments	**10**	330,000.00	229,000
Deferred Factory Relocation Expenditure		2,274,527.66	-
		254,605,680.66	**252,230,153**
		265,030,631.30	**265,016,638**
CURRENT ASSETS			
Inventories	**11**	21,277,134.65	14,969,408
Trade & Other Receivables	**12**	52,941,579.18	49,896,973
Investment in Fixed Deposit	**13.1**	41,029,104.51	26,465,016
Cash in Hand & Balances at Bank	**13.2**	7,226,244.95	6,916,592
		122,474,063.29	**98,247,990**
TOTAL ASSETS		**387,504,694.59**	**363,264,628**
EQUITY AND LIABILITIES			
Stated Capital	**14**	100,000,000.00	100,000,000
Retained Earnings		(219,254,990.96)	(220,991,314)
		(119,254,990.96)	**(120,991,314)**
NON CURRENT LIABILITIES			
Retirement Benefit Obligation	**15**	2,503,167.88	2,081,580
Interest Bearing Loans & Borrowings	**16.1**	393,728,368.62	369,788,879
		396,231,536.50	**371,870,459**
CURRENT LIABILITIES			
Interest Bearing Loans & Borrowings	**16.2**	1,142,115.68	2,056,154
Trade & Other Payables	**17**	109,386,033.37	110,329,329
		110,528,149.05	**112,385,483**
TOTAL LIABILITIES		506,759,685.55	484,255,942
TOTAL EQUITY AND LIABILITIES		**387,504,694.59**	**363,264,628**

We certify that the financial statements have been prepared in compliance with the requirements of the company's Act no. 7 of 2007.

The significant Accounting Policies and Notes from pages 09 to 29 form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

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

Chairman	Director	Acountant

27th September 2013, Colombo.

BCC Lanka Limited
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2013

	2013 / 2012	2011/2012
	Rs. Cts.	Rs.
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit / (Loss) Before Taxation	1,635,323.01	7,318,703
ADJUSTMENTS FOR :		
Profit on disposal of Building	-	(39,519,092)
Gratuity Provision	741,207.88	349,041
Previous Year Adjustment	-	(3,917,225)
Lease Interest	316,773.77	620,877
Depreciation	4,030,937.77	3,961,387
FD Interest	(4,963,680.08)	(2,434,691)
Loan Interest	25,095,678.47	20,552,950
Operating Profit / (Loss) Before Working Capital Changes	**26,856,240.82**	**(13,068,051)**
Operating Profit Before Working Capital Changes		
(Increase) / Decrease in Prepayments & Receivables	(2,646,150.59)	(9,738,541)
(Increase) / Decrease in Loans & Advances	(914,038.55)	-
Increase / (Decrease)Other Payable	(943,295.75)	27,039,992
(Increase) / Decrease in Interest Receivable	-	-
Decrease/ (Increase) Inventory	(6,307,726.19)	(2,269,206)
	-	-
	(10,811,211.08)	15,032,245
Gratuity Paid	(319,620.00)	(1,627,059)
Net Cash Flows from Operating Activities	**15,725,409.74**	**337,135**
Cash Flow from Investing Activities		
Purchase of Fixed Assets	(1,669,405.18)	(1,122,322)
Withdrawal on Fixed Deposit	-	-
Investment on Fixed Deposits	(14,564,088.49)	(26,517,942)
Withdrawal on Saving	-	-
Interest Received from Investment	4,565,224.81	-
Sales Proceeds from Asset Disposal	-	-
Withdrawal of Fixed Deposit	-	20,932,972
Deferred Expenditures	(2,274,527.66)	-
Net Cash Flow from Investing Activities	**(13,942,796.52)**	**(6,707,292)**
Cash Flow from Financing Activities		
Fund Introduce (Net)	-	42,279,051
Lease Installments Paid	(1,111,793.37)	(2,372,928)
Interest paid	(362,303.56)	-
Net Cash used in Financing Activities	**(1,474,096.93)**	**39,906,123**
Net Increase / (Decrease) in Cash & Cash Equivalents	**308,516.29**	**33,535,966**

Cash & Cash Equivalents at the Beginning of the Year		
Cash at Bank	6,769,293.44	(26,743,566)
Cash at Hand	147,298.90	124,192
Cash & Cash Equivalents at the Beginning of the Year	6,916,592.34	(26,619,374)
Cash & Cash Equivalents at the End of the Year	**7,225,108.63**	**6,916,592**
Analysis of Cash & Cash Equivalents at the End of the Year		
Cash at Bank/Cash	7,225,108.63	6,916,592
	7,225,108.63	**6,916,592**

BCC Lanka Limited
Statement of Changes in Equity
For the year ended 31st March 2013

	Stated Capital	Accumulated Profit/ (Loss)	Total
Balance as at 01st April 2011	100,000,000.00	(224,789,944.59)	(124,789,944.59)
Net Profit For the Year	-	7,769,080.62	7,769,080.62
Previous Year Adjustments	-	(3,970,450.00)	(3,970,450.00)
Balance as at 01st April 2012	100,000,000.00	(220,991,313.97)	(120,991,313.97)
Net Profit For the Year	-	1,736,323.01	1,736,323.01
Balance as at 01st April 2013	100,000,000.00	(219,254,990.96)	(119,254,990.96)

The principal accounting policies adopted in the preparation of these financial statements are set out below :

1. Corporate Information

1.1 Domicile and Legal Forms

BCC Lanka Limited is a limited liability company incorporated and domiciled in Sri Lanka. The registered office and the principal place of business is situated at Hultsdorf Mills, Meeraniya Street, Colombo 12.

1.2 Principal Activities and Nature of Operations

The Principal activities of the Company during the year under review include.

- Trading of coconut oil.
- Manufacturing and trading of toilet soap, washing soap, detergent and toilet requisites.
- Fabricating drums and trading of asphalt.

2. General Accounting Policies

2.1 Statement of Compliance

The Statement of Financial Position, Statement of Comprehensive Income, Changes in Equity and Cash Flows, together with accounting policies and notes, ("Financial Statements") of the Company as at 31st March 2013 and for the year then ended, comply with the Sri Lanka Accounting Standards other than the followings :

- LKAS 40 requires Investment property to be seperately classified under Property Plant and Equipment.
- LKAS 39 requires fair value presentation of Financial assets comprising debtors and creditors.
- LKAS 19 requires employee retirement benefit obligations to be actuarily valued.

2.2 Basis of Preparation

The financial statements, presented in Sri Lankan rupees, have been prepared on an accrual basis and under the historical cost convention unless stated otherwise.

2.3 Comparative Information

The accounting policies applied by the Company are, unless otherwise stated, consistent with those used in the previous year. Previous years figures and phrases have been re-arranged, wherever necessary, to confirm to the current year's presentation.

2.4 Events occuring after the date of Statement of Financial Position

All material events have been considered and appropriate adjustments or disclosures have been made in these financial statements.

3. Assets and Bases of Their Valuation

3.1 Property, Plant & Equipment

Property, Plant & Equipment are stated at cost less accumulated depreciation. The cost of Property, Plant & Equipment is their purchase cost or construction cost together with any incidental expenses of acquisition.

Depreciation is provided on the cost of Property, Plant & Equipment on straight line basis over the expected useful life of the assets concerned.

Building	5%
Furniture & Fittings	25%
Plant & Machinery	10%
Motor Vehicles	25%
Tools & Equipment	25%
Office Equipment	25%

The Company provides depreciation proportionately on the basis of time in regard to disposal of non current assets..

3.2 Intangible Assets - Goodwill

Goodwill represents the excess of the issued share capital of the Company over the fair value of the identifiable assets, liabilities and contingent liabilities of the business converted to a Company at the date of conversion.

3.3 Investments

Investments are of a long - term nature and are stated at Fair Value through Profit Loss.

3.4 Inventories

Inventories are stated at cost or net realizable value whichever is lower. Company adopts the first in first out basis for valuation of inventory. Provision of Rs. 75,830.00 has been made for obsolete, slow moving and defective inventory whereas significant amount included in the inventory consist of obsolete items which need a provision.

3.5 Trade and Other Receivables

Trade receivable are stated at the amounts they are estimated to realized net of provisions for bad and doubtful receivables.

3.6 Cash and Cash Equivalents

Cash and Cash Equivalents comprise cash at bank and in hand. Bank overdrafts that are repayable on demand and form an integral part of the company's Cash Management are included as a component of cash & cash equivalents for the purpose of the statement of cash flows.

4. Liabilities & Provisions

4.1 Trade & Other Payables

Trade and other payables are stated at their cost.

4.2 Capital Commitments & Contingencies

Capital expenditure commitments and contingent liabilities as at the date of the Statement of Financial Position have been disclosed in the respective notes to the financial statements.

4.3 Retirement Benefit Cost

4.3.1 Defined Benefit Plan - Gratuity

Gratuity is a Defined Benefit Plan. The Company is liable to pay gratuity in terms of the payment of Gratuity Act. No. 12 of 1983. In order to meet this liability a provision is carried forward in the Statement of Financial Position equivalent to an amount calculated based on a half months salary of the last month of the financial year of all employees for each completed year of service, commencing from the first year of service. The resulting differences between brought forward provision at the beginning of a year and the carried forward provision at the end of a year dealt within the income statement. The Gratuity liability is not funded nor actuarially valued. This item is grouped under retirement benefit obligations in the Statement of Financial Position.

4.3.2 Defined Contribution Plan - Employees' Provident Fund and Employees' Trust Fund

All executive staff and the office staff are members of BCC Staff Provident Fund and other employees who are eligible for Employees Provident Fund and Employees Trust fund to which the Company contributes 15% and 3% respectively of such employees' gross emoluments.

Obligations for contributions to provident and trust funds covering all employees are recognized as an expenses in profit or loss when incurred.

4.3.3 Provisions

Provisions are recognized when the Company has a legal or constructive obligation as a result of past event and it is probable that an outflow of economic benefits will be required to settle the obligation.

5. Income Statement

5.1 Revenue

The turnover of the Company represents the invoiced value of goods net of trade discounts and sales returns.

5.2 Revenue Recognition

Revenue is recognized to the extent that is probable that the economic benefit will flow to the company and the revenue can be reliably measured.

5.3 Expenditure Recognition

Expenditure incurred in the running of the business and in maintaining the capital assets in state of efficiency has been charged to revenue in arriving at the profit or loss for the year.

For the purpose of presentation of the Income Statement, the Directors are of the view that the function of expense method fairly presents the elements of the company's performance; hence such presentation method is adopted.

6. Capital Commitments

Expenditure incurred for the purpose of acquiring, extending or improving assets of a permanent nature by means of which to carry on the business, or for the purpose of increasing the earning capacity of the business, has been treated as capital expenditure.

7. Borrowing Cost

Borrowing Cost is recognized as an expense in the period in which they are incurred, unless they are incurred in respect of Qualifying Assets in which case it is capitalized.

8. Cash Flow Statement

The cash flow statement has been prepared using the 'indirect method'.

For the purpose of the Cash flow Statement, cash and cash equivalents comprise of cash in hand and deposit with banks, net of outstanding bank overdrafts.

Interest paid is classified as operating cash flows, interest received is classified as investing cash flows while dividend paid is classified as financing cash flows for the purpose of presentation of the cash flow statement reported based on indirect method.

9. Taxation

9.1 Current Taxes

Provision has been made in the accounts in respect of income tax.

9.2 Deferred Taxation

No provision has been made by the Company in this respect due to the tax losses incurred by the company.

10. Related Party Transactions

Transactions with related parties are disclosed in the Notes to the Financial Statements.

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

			2012 / 2013	2011 / 2012
01	**Revenue**		***Rs. Cts.***	***Rs.***
	Soap Department		35,478,709.63	24,641,511
	Refinery Department		41,983,642.84	52,205,401
	Drum Plant		1,506,696.59	-
	Marketing Department		5,506,650.00	4,834,520
			84,475,699.06	**81,681,432**
1.1	Rent Income		46,971,865.00	33,538,421
			131,447,564.06	**115,219,853**
02	**Cost of Goods Sold**			
	02.1	**Inventory as at 01st April 2012**		
		Soap Department	7,594,831.28	5,900,791
		Drum Department	2,241,808.00	2,241,808
		Refinery Department	5,006,999.18	3,876,254
		Asphalt	201,600.00	691,200
		Welfare	-	65,980
		Sub Total	**15,045,238.46**	**12,776,032**
	02.2	**Purchases**		
		Soap Department	36,284,077.05	21,742,652
		Refinery Department	31,416,971.49	38,646,864
		Asphalt	4,941,000.00	3,910,500
		Sub Total	**72,642,048.54**	**64,300,016**
	02.3	**Direct Expenses**		
		Wages	5,906,287.67	8,410,811
		EPF	490,579.04	1,150,886
		ETF	98,115.81	230,177
		Steam	-	-
		Chemicals	22,300.00	4,880
		Power	1,446,724.40	847,235
		Sub Total	**7,964,006.92**	**10,643,989**
	02.4	**Production Overheads**		
		Salary	1,336,750.91	1,312,249
		EPF	139,872.81	174,310
		ETF	27,974.58	34,862
		Bonus	-	-
		Upkeep of Premises	-	-
		Upkeep of Equipment	59,807.35	61,687
		Upkeep of Machinery	953,794.43	173,209
		Sub Total	**2,518,200.08**	**1,756,316**

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

			2012 / 2013	*2011 / 2012*
			Rs. Cts.	*Rs.*
02.5	**Inventory as at 31st March 2013**			
	Soap Factory		14,280,855.72	7,594,831
	Refinery		5,618,697.78	5,006,999
	Asphalt		-	201,600
	Drum Plant		1,453,411.15	2,241,808
	Sub Total		**21,352,964.65**	**15,045,238**
	Cost of Sale Summary			
	Inventory as at 01st April	***(Note 02.1)***	15,045,238.46	12,776,032
	Purchases	***(Note 02.2)***	72,642,048.54	62,921,936
	Direct Expenses	***(Note 02.3)***	7,964,006.92	12,022,069
	Production Overhead	***(Note 02.4)***	2,518,200.08	1,756,316
	Inventory as at 31st March	***(Note 02.5)***	(21,352,964.65)	(15,045,238)
	Total		**76,816,529.35**	**74,431,115**
03	**Other Income**			
	Sundry Income		772,188.91	248,395
			772,188.91	**248,395**
04	**Administrative Expenses**			
	Salary & Wages		10,428,137.12	12,077,655
	Salary & Wages - E.P.F.		1,028,520.91	1,642,651
	Salary & Wages - E.T.F.		205,704.28	328,968
	Directors' Remuneration		15,000.00	20,000
	Bonus		102,900.00	121,467
	Staff Training		17,000.00	5,000
	Staff Welfare		408,728.00	253,597
	Telephone Charges		475,771.39	589,029
	Postage		25,106.50	38,143
	Printing & Stationery Expenses		172,684.47	169,579
	Auditors' Remuneration		46,000.00	17,500
	Professional Fees		392,571.30	105,542
	License & Registration		50,533.33	41,431
	Rent		1,920.00	1,920
	Electricity		1,378,136.04	1,274,018
	Water		203,174.26	64,697
	Insurance		363,339.30	394,156
	Security		3,791,442.00	3,807,429
	Rate & Taxes		1,416,800.00	2,202,200
	Vehicle Maintenance		695,498.74	849,270
	Maintenance		29,860.00	-
	Traveling & Subsistence		80,677.50	64,375
	Drum Fabricate charges		295,399.28	-
	Under Provision for Gratuity		741,207.88	349,041
	Balance C/F		**22,366,112.30**	**24,417,667**

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013
(All amounts in Sri Lanka Rupees unless otherwise stated)

		2012 / 2013 Rs. Cts.	2011 / 2012 Rs.
04	**Administrative Expenses**		
	Balance B/F	**22,366,112.30**	**24,417,667**
	Dis-allowable Input Tax	116,112.00	116,112
	Upkeep of Equipment	316,817.48	262,877
	Subscription & Periodicals	142,529.35	126,940
	Laboratory Expenses	81,319.12	113,586
	Depreciation	4,030,937.77	3,961,387
	Annual Service Agreement	28,621.83	35,092
	Upkeep of Premises	382,757.42	555,208
	Donation	150,000.00	10,000
	Transport Charges	27,645.00	21,000
	Fuel	1,473,372.58	914,469
	Refreshment	27,748.00	37,061
	Penalties & Surcharges	-	1,150
	Vehicle Rent	84,666.67	235,333
	Tender Fees	7,590.00	-
	Weighing Charges	2,721.00	-
	Unclaimable ESC	-	183,338
		29,238,950.52	**30,991,220**
05	**Selling & Distribution Expenses**		
	Advertisement	128,600.00	196,139
	National Building Tax	2,566,769.48	2,212,105
	Sales Promotions	357,281.03	204,301
	Trade Fair Fees	135,260.00	257,487
	Discounts	741,737.63	841,386
	Entertainment	105,000.00	-
		4,034,648.14	**3,711,419**
6.1	**Finance Income**		
	FD Interest	4,962,543.76	2,434,691
	1940 Interest	1,136.32	
		4,963,680.08	**2,434,691**
6.2	**Financial Expenses**		
	Overdraft Interest - BOC	2,758,055.74	2,964,805
	Purchase Loan Interest - BOC	3,039,938.13	3,623,655
	Long Term Loan Interest - BOC	12,550,162.14	10,181,773
	C.D.A. Loan Interest	4,011,610.00	4,011,610
	Interest on Kalubowitiyana Loan	2,735,912.46	2,735,912
	Lease Interest	316,773.77	620,877
	Bank Charges	45,529.79	112,975
		25,457,982.03	**24,251,607**

07 Taxation

Provision has not been made in the accounts in respect of Income Tax.

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

08 Property, Plant & Equipment

Cost

Free Hold Assets	As at 01.04.2012	Additions	Disposals	As at 31.03.2013
Land	1,424,400.00	-	-	1,424,400.00
Building	12,793,600.64	875,765.00	-	13,669,365.64
Furniture & Fittings	4,957,111.00	-	-	4,957,111.00
Tools & Equipment	1,070,011.00	220,940.18	-	1,290,951.18
Office Equipment	5,796,978.75	222,700.00	-	6,019,678.75
Plant & Machinery	52,157,248.00	350,000.00	-	52,507,248.00
Motor Vehicle	6,146,348.12	-	-	6,146,348.12
	84,345,697.51	1,669,405.18	-	86,015,102.69
Leased Vehicles	8,487,500.00	-	-	8,487,500.00
TOTAL	**92,833,197.81**	**1,669,405.18**	**-**	**94,502,602.99**

Depreciation

Free Hold Assets	As at 01.04.2012	Charge for the year	Disposals	As at 31.03.2013
Land	-	-	-	-
Building	6,985,007.64	543,434.25	-	7,528,441.89
Furniture & Fittings	4,957,110.00	-	-	4,957,110.00
Tools & Equipment	933,594.61	55,566.50	-	989,161.11
Office Equipment	5,293,342.74	177,471.94	-	5,470,814.68
Plant & Machinery	49,519,565.67	1,055,650.33	-	50,575,216.00
Motor Vehicle	12,358,093.92	2,198,814.75	-	14,556,908.67
TOTAL	**80,046,714.58**	**4,030,937.77**	**-**	84,077,652.35
W D V	**12,786,483.23**			**10,424,950.64**

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

09 Intangible Assets

The excess of the issued share capital of the Company over the book value of net assets of the business vested in the Company, in terms of the Conversion of public Corporation or Government Owned Business Undertakings into public Companies Act No. 23 of 1987 is included in the Balance sheet as Goodwill arising on conversion.

Goodwill has not been amortized following the requirement of the LKAS-38

		2012 / 2013	2011 / 2012
10	**Investments**		
	Ordinary Shares in Ceylon Hotels Corporation - at cost	330,000.00	229,000
		330,000.00	**229,000**

The share price of 10,000 Shares of Ceylon Hotels Corporation on the Balance Sheet date was Rs. 22.90 (Last Traded Price) Market value Rs. 229,000.00

(The number of shares have been confirmed by the Secretary of BCC Lanka Ltd to the Manager Personal & Administration)

			2012 / 2013	2011 / 2012
11	**Inventories**			
11.1	**Raw Materials and Consumables**			
	Soap		6,593,908.39	5,333,307
	Refinery		5,277,432.49	4,451,586
	Drum Plant		1,139,214.35	2,219,776
			13,010,555.23	12,004,668
	Less : Provision for Obsolete and Slow Moving Stock		(75,830.00)	(75,830)
	Sub Total		**12,934,725.23**	**11,928,838**
11.2	**Finished Goods**			
	Soap		7,686,947.33	2,261,525
	Refinery		341,265.29	555,413
	Asphalt		-	201,600
	Welfare		-	-
	Drum Plant		314,196.80	22,032
	Sub Total		**8,342,409.42**	**3,040,570**
	Raw Materials and Consumables	***(11.1)***	12,934,725.23	11,928,838
	Finished Goods	***(11.2)***	8,342,409.42	3,040,570
	Total		**21,277,134.65**	**14,969,408**

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

		2012 / 2013	2011 / 2012
12	**Trade & Other Receivables**	***Rs. Cts.***	***Rs.***
12.1	**Trade Debtors**		
	Distributor Debtors	15,197,555.14	16,379,715
	Direct Buyers	7,248,573.31	5,545,738
	Corporation Debtors	6,015,412.96	8,786,114
	Provender Debtors	1,425,743.00	1,425,743
	Asphalt Debtors	100,105.00	110,105
	Government Debtors	5,551,111.14	4,924,461
		35,538,500.55	37,171,876
	Less : Provision for Doubtful Debts	(13,897,557.00)	(13,897,557)
	Sub Total	**21,640,943.55**	**23,274,319**
12.2	**Deposits, Advances and Prepayments**		
	Interest Receivable	398,455.27	-
	Purchase Advance	4,182,233.72	2,277,992
	Car Lease Prepayment	92,725.00	92,725
	WHT Receivable	699,596.72	699,597
	ESC Claimable	5,812,070.44	4,702,098
	Annual Service Prepayment	7,857.67	7,268
	Insurance Prepayment	182,701.52	196,106
	Sundry Deposit	345,147.00	245,147
	Bid Bond Deposit	732,000.00	511,900
	Rice Flour	-	142,155
	Welfare Shop	48,460.48	10,000
	VAT Receivable	120,143.27	1,139,977
	NBT Receivable	(4,050.78)	29,997
	License & Registration Prepayment	28,146.67	8,750
	Copra Advance	-	453,074
	Receivable From Bharathi	-	20,082
	Dividend Tax	-	9,766
		-	-
	Sub Total	**12,645,486.98**	10,546,633
	Provision For Doubtful debts	**-**	(482,922)
	Sub Total	**12,645,486.98**	**10,063,711**
12.3	**Other Debtors**		
	Sundry Debtors	-	30,189,179
	Rental Debtors	18,229,148.65	16,554,443
		18,229,148.65	46,743,622
	Less : Provision for Doubtful Debts	-	(30,189,179)
	Sub Total	**18,229,148.65**	**16,554,443**

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

			2012 / 2013	2011 / 2012
12.4	**Staff Loans**			
	Festival Advance - Salaries		202,000.00	-
	Festival Advance - Wages		224,000.00	4,500
	Advances - Salaries		-	5,739
	Welfare Loan		-	-
			426,000.00	10,239
	Less : Provision for Advance - Salaries		-	(5,739)
	Sub Total		**426,000.00**	**4,500**
	Trade Debtors	*(12.1)*	21,640,943.55	23,274,319
	Deposits, Advances and Prepayments	*(12.2)*	12,645,486.98	10,063,711
	Other Debtors	*(12.3)*	18,229,148.65	16,554,443
	Staff Loans	*(12.4)*	426,000.00	4,500
	Total		**52,941,579.18**	**49,896,973**
13.1	**Investment**			
	People's Bank FD		41,029,104.51	26,465,016
13.2	**Cash & Cash Equivalents**			
	Bank of Ceylon - 1940		2,400.94	1,265
	NDB		691,542.54	2,220,135
	People's Bank		6,384,640.86	4,547,893
	Cash in Hand		147,660.61	147,299
			7,226,244.95	**6,916,592**

14 Ordinary Share Capital

The Company was incorporated with an issued share capital of Rs. 100 Million by gazette notification dated 04th November 1988.

The entirety of issued share capital has been allotted to secretary to the Treasury for and on behalf of the State.

		2012 / 2013	2011 / 2012
15	**Retirement Benefit Obligation (Gratuity)**		
	Balance at the Beginning of the Year	2,081,580.00	3,359,598
	Provision for the Year	741,207.88	349,041
		2,822,787.88	3,708,639
	Payments for the Year	(319,620.00)	(1,627,059)
	Balance at the End of the Year	**2,503,167.88**	**2,081,580**

This is neither externally funded nor actuarially valued.
This contravenes the requirements under LKAS 19.

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

			2012 / 2013	2011 / 2012
16	**Interest Bearing Loans & Borrowings**			
16.1	**Interest Bearing Loans, Borrowings & Leasing - Due After One Year**			
	Leasing - Peoples Leasing Company Ltd			
16.1.1	**Vehicle Lease - PB - 7368 (Cab)**			
	Vehicle Lease Gross Liability		-	786,996
	Less : Lease Interest & VAT in Suspense		-	(111,013)
	Sub Total		**-**	**675,983**
16.1.2	**Vehicle Lease - KH - 5374 (Car)**			
	Vehicle Lease Gross Liability		-	541,836
	Less : Lease Interest & VAT in Suspense		-	(75,703)
	Sub Total		**-**	**466,133**
16.1.3	Vehicle Lease Total Gross Liability		-	1,328,832
	Less : Total Lease Interest & VAT in Suspense		-	(186,716)
	Total		**-**	**1,142,116**
16.1.4	**Bank Of Ceylon**			
	Bank of Ceylon	***(16.2.3)***	182,925,754.71	170,375,593
	Pledged Loan - Bank of Ceylon	***(16.2.3)***	49,873,558.82	46,833,621
	Bank of Ceylon 1935		86,087.62	84,905
	Bank of Ceylon 1938		45,021,850.99	42,279,051
	Sub Total		**277,907,252.14**	**259,573,169**
16.1.5	**Other Loans**			
	The Coconut Development Authority	***(16.2.2)***	79,325,986.58	75,314,377
	Kalubowitiyana Tea Company Ltd		36,495,129.90	33,759,217
	Sub Total		**115,821,116.48**	**109,073,594**
	Leasing - Peoples Leasing Co. Ltd.	***(16.1.3)***	-	1,142,116
	Bank of Ceylon	***(16.1.4)***	277,907,252.14	259,573,169
	Other Borrowings	***(16.1.5)***	115,821,116.48	109,073,594
	Total		**393,728,368.62**	**369,788,879**

Note :

The Loans under 16.1.4 and 16.1.5 are payable immediately and therefore are current liabilities. However, since the company does not have sufficient funds to settle these loans and do not foresee the possibility of settlement within next 12 months, they have been classified under non current liabilities. Under proposed restructure program initiated by the cabinet, these loans will be settled out of funds to be received from Urban Development Authority on development of land belonging to BCC Lanka Limited. Please refer note (21) for details.

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

		2012 / 2013	2011 / 2012
16.2	**Interest Bearing Loans, Borrowings & Leasing - Due With in One Year**		
16.2.1	**Leasing - Peoples Leasing Company Ltd**		
16.2.1.1	**Vehicle Lease - PB - 7368 (Cab)**		
	Vehicle Lease Gross Liability	786,991.20	1,574,011
	Less : Lease Interest & VAT in Suspense	(111,008.63)	(359,368)
	Sub Total	**675,982.57**	**1,214,643**
16.2.1.2	**Vehicle Lease - KH - 5374 (Car)**		
	Vehicle Lease Gross Liability	541,836.00	1,083,672
	Less : Lease Interest & VAT in Suspense	(75,702.89)	(242,161)
	Sub Total	**466,133.11**	**841,511**
16.2.1.3	Vehicle Lease Total Gross Liability	1,328,827.20	2,657,683
	Less : Total Lease Interest & VAT in Suspense	(186,711.52)	(601,529)
	Sub Total	**1,142,115.68**	**2,056,154**

16.2.2 Coconut Development Authority

The Coconut Development Authority advanced funds to the Company to enable the latter to purchase copra to process oil. The agreement pursuant to the loan which is granted, stipulated that the entire loan should have been settled by 1986. Another Rs. 25 Mn interest free loan was given in 2002 for the purpose of importation of coconut oil which should be settled in 6 months.

Further Rs. 6,599,000/- was given in the year 2004 / 2005 from cess fund of the Coconut Development Authority for the payment of salaries for the month of November 2004. This loan was agreed to be settled on or before 31st December 2004.

However, Company has not settled these obligations as per the agreement.

16.2.3 Bank of Ceylon

The Bank of Ceylon Loans (both short term and long term) and Bank Overdraft have been secured by way of a primary mortgage over property bearing Assessment No. 21, Hulftsdorf Mills, Meeraniya Street, Colombo 12 depicted in plan No. 1743 containing in extent 12A-3R-

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

			2012 / 2013	2011 / 2012
17	**Trade & Other Payables**			
17.1	**Trade Creditors**			
	Oil		5,253,414.00	5,253,414
	Soap		10,055,012.40	11,615,085
	Refinery		5,582,696.27	5,158,275
	Provender		34,750.00	34,750
	Tea		2,395,819.55	2,600,558
	Asphalt Sales Advance		1,019,857.00	1,019,857
	Vinegar		203,215.00	203,215
	Palmolive		1,425,265.00	1,425,265
	Candles		271,350.00	271,350
	Blue Soap		41,554.00	41,554
	Sundry		1,297,360.00	1,297,360
	Razor & Blade		222,095.00	222,095
	Kings Super		144,672.00	144,672
	Detergent		14,852.22	396,509
	Rice Flour		(142,155.00)	-
	J.E.D.B. Loan		4,508,696.00	4,508,696
	Other Creditors	*(Note 17.1.1)*	8,040,111.81	8,040,112
	Sub Total		**40,368,565.25**	**42,232,767**
17.1.1	**Other Creditors**			
	Distribution Creditors OLD		3,179,225.78	3,179,226
	Direct Buyers Creditors OLD		484,365.21	484,365
	Corporation Creditors OLD		2,427,104.99	2,427,105
	Government Creditors OLD		1,111,217.18	1,111,217
	Rental Creditors OLD		838,198.65	838,199
	Sub Total		**8,040,111.81**	**8,040,112**
			8,040,111.81	
17.2	**Accrued Expenses**			
	Security Charges		316,200.00	271,881
	Professional Fees		4,500.00	13,500
	Water Charges		9,417.00	11,721
	Telephone Charges		36,913.39	38,330
	Staff Welfare		19,500.00	17,000
	Audit Fees		60,000.00	199,500
	Wages Soap Sundry		201,744.72	102,999
	Annual Service Agreement		-	3,000
	Electricity		206,764.34	300,724
	Insurance		-	-
	Sub Total		**855,039.45**	**958,654**

BCC Lanka Limited
Notes to the Financial Statements
For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

			2012 / 2013	2011 / 2012
17.3	**Other Payables**			
	Turnover Tax		141,280.11	141,280
	Defense Levy - (NSL)		1,079,761.95	1,079,762
	Rates and Taxes		21,414,470.00	21,768,670
	V.AT.		34,406,660.45	33,863,502
	N.B.T.		197,102.62	444,068
	G.S.T.		1,279,509.00	1,279,509
	E.S.C. Payable		298,252.48	166,799
	Salary - E.P.F.		-	-
	E.T.F.		-	-
	Outside Loan		(4,262.89)	149
	PAYEE Tax		134.47	134
	Salary Payable		15,600.00	9,600
	Wages - E.P.F.		-	3,402
	E.T.F.		-	408
	Outside Loan		404.10	878
	Unclaimed Wages		3,546.50	3,547
	Sub Total		**58,832,458.79**	**58,761,708**
17.4	**Deposits Payable**			
	Supplies Deposits		1,105,523.00	105,523
	Employee Deposits		5,597.00	5,597
	Rental Deposits		7,936,349.88	7,982,580
	Tender Deposits		282,500.00	282,500
	Sub Total		**9,329,969.88**	**8,376,200**
	Trade Creditors	***(17.1)***	40,368,565.25	42,232,767
	Accrued Expenses	***(17.2)***	855,039.45	958,654
	Other Payables	***(17.3)***	58,832,458.79	58,761,708
	Deposits Payable	***(17.4)***	9,329,969.88	8,376,200
	Total		**109,386,033.37**	**110,329,329**

18 Going Concern

The accumulated loss as at 31st March 2013 amounts to Rs. 219,254,990.96 As at the date of the Balance Sheet the company had a capital deficiency of Rs. .119,254,990.96

These facts raise doubts as to the ability of BCC Lanka Limited to continue as a going concern.

However, this situation would not arise once the proposed re-structuring program approved by the cabinet is implemented. Please refer note (21) for details.

19 Contingencies

The company has filed a case against Kekunawalage Dharmasiri Ratnapala to reclaim the following property (Flat No. L2/3, Gunasinghepura Housing Scheme) which belongs to the company. The case is still underway in Magistrate Court - Colombo. Case No : 93529/1. BCC Lanka Ltd is unable to confirm whether any legal proceedings are pending against the Company.

BCC Lanka Limited
Notes to the Financial Statements
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20 Capital Commitments

There were no material capital commitments outstanding as at the balance sheet date.

21 Post Balance Sheet Events

Under a cabinet decision made by reference no PE/COM/78/CM/2011 dated 08th March 2011. 4 acre block of land will be utilized by UDA for a suitable investment and out of the funds raised UDA shall pay Rs.300 million to BCC Lanka Limited to be used for restructuring and resurrecting the company. Also the dues to Bank of Ceylon and other statutory creditors to be settled by UDA. If there is any balance funds, it should be given to the State Resource Management Company. BCC Lanka Limited to be shifted to an identified location in the Coconut Triangle. After the restructure program is carried out, the balance 8 acres also to be developed by UDA and funds generated by the investment should be given to the State Resources & Management Co. It will be utilized as a capital for enterprise development and their investment work. If there is further balance of money, it should be credited to the government treasury.

As of the reporting date of these financial statements, the above proposals have not been implimented.

22 Directors' Interest in Contracts with the Company

No director is directly or indirectly interested in contracts with the company.

23 Related Party Transactions

There were no related party transactions during the year under review.

BCC Lanka Limited
Notes to the Financial Statements
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(All amounts in Sri Lanka Rupees unless otherwise stated)

24 **First time Adoption of SLFRS**

	Notes	As per SLAS 2012 Rs.	Effect of Translation	As per SLFRS/LKAS 2012 Rs.
Revenue	A	81,681,432	33,538,421	115,219,853
Cost of Sales		(74,431,115)	-	(74,431,115)
Gross profit		7,250,317	33,538,421	40,788,739
Other Income	A	75,740,599	(75,492,205)	248,395
		82,990,916	(41,953,783)	41,037,133
Administration Expenses		(30,991,220)	-	(30,991,220)
Compensation Paid Under VRS		(16,717,969)	16,717,969	0
Distribution Expenses		(3,711,419)	-	(3,711,419)
Profit/(Loss) from operation		31,570,309	(25,235,814)	6,334,495
Financial Incc	B	-	2,434,691	2,434,691
Financial costs		(24,251,607)	-	(24,251,607)
Net Financial costs		(24,251,607)	2,434,691	(21,816,915)
Profit/(Loss) Before Taxation		**7,318,703**	**(22,801,123)**	**(15,482,420)**
Provision for Taxation		(243,860)	243,860	-
Other Comprehensive income				
Profit on Share Investment FVTPL		-	206,000	206,000
Compensation Paid Under VRS		-	(16,717,969)	(16,717,969)
Profit on sale of building			39,763,170	39,763,170
Total Comprehensive Income		**7,074,842**	(39,069,232)	7,768,781

B. Other operating income
As per previous SLAS interest income has been classified under other operating income.
under SLFRS/LKAS interest income has been classified in finance income.

A. Rent Income
As per previous SLAS Rent income has been classified under other operating income.
According to LKAS 18 Rent Income is identified as part of Revenue.
Profit on disposal of building moved to Other Comprehensive Income Statement
FD Interest moved to financial Income

BCC Lanka Limited

Notes to the Financial Statements

For the Year Ended 31st March 2013

(All amounts in Sri Lanka Rupees unless otherwise stated)

24 **First time Adoption of SLFRS (Continued)**

		Equity as at 31st March 2012			Equity as at 01st April 2011		
		As per SLAS (Audited)	Effect of Translation	As per SLFRS/LKAS	As per SLAS (Audited)	Effect of Translation	As per SLFRS/LKAS
ASSETS	**Note**	**Rs.**	**Rs.**	**Rs.**	**Rs.**	**Rs.**	**Rs.**
NON CURRENT ASSETS							
Property Plant & Equipment		12,542,406	244,078	12,786,484	15,862,379	-	15,862,379
		12,542,406	-	12,786,484	15,862,379	-	15,862,379
Intangible Assets		252,001,153	-	252,001,153	252,001,153	-	252,001,153
Investment	C	23,000	206,000	229,000	23,000	-	23,000
		252,024,153		252,230,153	252,024,153	-	252,024,153
CURRENT ASSETS							
Inventories		14,969,408		14,969,408	12,700,202	-	12,700,202
Trade & Other Receivables		49,896,973	-	49,896,973	40,158,432	-	40,158,432
Deposits & Prepayments		-	-	-	-	-	-
Fixed Deposit	D	-	26,465,016	26,465,016	-	-	-
Cash in Hand & Balances at Bank		33,434,534	(26,517,941)	6,916,593	12,958,857	-	12,958,857
		98,300,916	(52,925)	98,247,991	65,817,491	-	65,817,491
TOTAL ASSETS		**362,867,475**	**(52,925)**	**363,264,628**	**333,704,023**	**-**	**333,704,023**
EQUITY AND LIABILITIES							
Stated Capital		100,000,000	-	100,000,000	100,000,000	-	100,000,000
Reserve		-		-			-
Retained Earnings		(221,632,328)	641,013	(220,991,315)	(224,789,945)	-	(224,789,945)
Other component of Equity							
		(121,632,328)	641,013	(120,991,315)	(124,789,945)	-	(124,789,945)
NON CURRENT LIABILITIES							
Retirement Benefit Obligation		2,081,580		2,081,580	3,359,598	-	3,359,598
Interest Bearing Loans & Borrowings		369,788,879	-	369,788,879	344,624,720	-	344,624,720
		371,870,459		371,870,459	347,984,318	-	347,984,318
CURRENT LIABILITIES							
Interest Bearing Loans & Borrowings		2,056,154	-	2,056,154	1,752,051	-	1,752,051
Trade & Other Payables		110,329,329	-	110,329,329	108,757,599	-	108,757,599
Income Tax Payable		243,860	(243,860)	0	-	-	-
		112,629,344	-	112,385,483	110,509,650	-	110,509,650
TOTAL LIABILITIES		**362,867,475**		**363,264,628**	**333,704,023**		**333,704,023**

C. Investment at Fair Value

Investment in shares stated at fair value as against cost – LKAS 39