

ADAM INVESTMENTS PLC

(Company Registration Number - PV 78150 PQ)



Delivering Through Perseverance

QUARTERLY FINANCIAL STATEMENTS

FOR THE QUARTER ENDED

31ST DECEMBER 2014

ADAM INVESTMENTS PLC

NO:264,GRANDPASS ROAD,

COLOMBO 14.

STATEMENT OF FINANCIAL POSITION

FOR QUARTER ENDED 31ST DECEMBER 2014

In LKR	Company		Group	
	Un Audited Period Ended 31st Dec. 2014	Audited Year Ended 31-Dec-2013	Un Audited Period Ended 31st Dec. 2014	Audited Year Ended 31-Dec-2013
ASSETS				
Property, plant and equipment	-	-	199,147,189.33	-
Lease hold Assets	3,308,035.85		3,308,035.85	
Investment in Subsidiaries	253,507,540	20	-	-
Investment in Equity accounted Associates	100,500,000	202,507,500	122,652,863	212,436,056
Good will on Acquisition	-	-	104,782,398	3,267,708
NON CURRENT ASSETS	357,315,576	202,507,520	429,890,486	215,703,763
Inventories	-	-	73,820,641	591,855
Available For Sale Financial Assets	881,919,752	396,142,961	881,919,752	396,142,961
Trade & Other Receivable	-	-	77,365,645	230,000
Amount Due from Related Companies	360,355,006	57,285,310	466,777,578	56,994,050
Other Receivables	2,711,584	1,000,000	2,711,584	1,000,000
Cash & cash equivalents	28,593	718,326	1,522,012	752,646
CURRENT ASSETS	1,245,014,935	455,146,598	1,504,117,212	455,711,513
TOTAL ASSETS	1,602,330,511	657,654,118	1,934,007,697	671,415,276
EQUITY				
Stated capital	714,508,200	316,660,200	714,508,200	316,660,200
Reserve	168,849,617	(19,213,606)	360,651,226	(19,213,606)
Other Reserve				
Net profit / (loss) for the Year	42,775,264	123,958,005	72,307,724	137,174,161
TOTAL EQUITY	926,133,081	421,404,599	1,147,467,150	434,620,754
Minority Interest	-	-	21,304,701	-
			1,168,771,850	434,620,754
LIABILITIES				
NON CURRENT LIABILITIES				
Long Term Loan	538,765,824	120,000,000	538,765,824	120,000,000
CURRENT LIABILITIES				
Interest bearing borrowings			16,416,978	
Defined benefit obligations			264,835	
Deferred Tax Liability			(377,660)	
Trade & other payable	131,958,419	81,198,436	185,162,532	81,198,436
Amount Due to Related Companies	518,740	30,566,057	17,062,259	31,111,060
Bank Overdraft	4,954,447	4,485,026	7,941,079	4,485,026
TOTAL LIABILITIES	676,197,430	236,249,519	226,470,023	236,794,522
TOTAL EQUITY & LIABILITIES	1,602,330,511	657,654,118	1,934,007,697	671,415,276

Net Assets per shares 2.06 1.33 2.55 1.37

We certify that these financial statements have been prepared in compliance with the requirements of the company act No. 07 of 2007.

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

Dr.Lawrence Mervyn Fritsgerald Adams
Director

Malayandi Jeyapragash
Director

APPROVED BY THE BOARD ON 12TH FEBRUARY 2015

ADAM INVESTMENTS PLC

NO:264,GRANDPASS ROAD,

COLOMBO 14.

STATEMENT OF COMPREHENSIVE INCOME

FOR QUARTER ENDED 31ST DECEMBER 2014

In LKR	Company			Group		
	Un Audited		Audited	Un Audited		Audited
	Quater Ended 31st Dec. 2014	Year Ended 31st Dec. 2014	Year Ended 31-Dec-2013	Quater Ended 31st Dec. 2014	Year Ended 31st Dec. 2014	Year Ended 31-Dec-2013
CONTINUING OPERATION						
Turn Over	-	-	-	1,575,500	9,130,500	4,332,300
Cost of sales	-	-	-	(1,504,748)	(7,083,677)	(3,830,448)
Direct Income	-	-	-	-	-	-
GROSS PROFIT	-	-	-	70,752	2,046,823	501,852
Other Income	2,325,243	2,615,941	40,903,629	2,325,243	2,615,940	40,903,629
Direct expenses	-	-	-	-	-	-
Administrative expenses	(6,526,529)	(21,983,356)	(1,086,598)	(6,841,021)	(22,949,223)	(1,567,858)
RESULT FROM OPERATING ACTIVITIES	(4,201,286)	(19,367,415)	39,817,031	(4,445,026)	(18,286,460)	39,837,623
Finance cost	(17,633,413)	(56,831,485)	(7,342,317)	(17,633,413)	(56,833,379)	(7,343,017)
NET FINANCE COST	(17,633,413)	(56,831,485)	(7,342,317)	(17,633,413)	(56,833,379)	(7,343,017)
Post tax Share of Equity accounted Associate's Profit	-	-	-	3,925,134	12,937,623.80	6,337,366
					-	
PROFIT BEFORE TAX	(21,834,699)	(76,198,901)	32,474,714	(18,153,306)	(62,182,215)	38,831,973
Tax expense	-	-	-	-	-	-
PROFIT FROM CONTINUING OPERATION	(21,834,699)	(76,198,901)	32,474,714	(18,153,306)	(62,182,215)	38,831,973
DISCONTINUING OPERATION						
	-	-	-	-	-	-
PROFIT FOR THE PERIOD	(21,834,699)	(76,198,901)	32,474,714	(18,153,306)	(62,182,215)	38,831,973
OTHER COMPREHENSIVE INCOME						
Net changing fair value of available for sale financial assets	(91,137,180)	220,757,257	(19,213,606)	(91,137,180)	220,757,257	(19,213,606)
Defined benefit plan actuarial gains (losses)	-	-	-	-	-	-
Tax on other comprehensive income	-	-	-	-	-	-
OTHER COMPREHENSIVE INCOME FOR THE PERIOD (NET OF TAX)	(91,137,180)	220,757,257	(19,213,606)	(91,137,180)	220,757,257	(19,213,606)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(112,971,879)	144,558,356	13,261,108	(109,290,486)	158,575,042	19,618,366
					-	
EPS	(0.05)	(0.17)	0.10	(0.04)	(0.14)	0.12

ADAM INVESTMENTS PLC

NO:264,GRANDPASS ROAD, COLOMBO 14.

STATEMENT OF CHANGES IN EQUITY

FOR QUARTER ENDED 31ST DECEMBER 2014

Company	Stated capital	AFS Reserve	Minority interest	Retained profit / (loss)	Total
In LKR					
Balance at 30th September 2014	714,508,200	259,986,797		64,609,963	1,039,104,960
Impacts of changers in accounting policies	-	-		-	-
Prior year adjustments - Retirement benefit under provision	-	-		-	-
Restated Balance at 30th June 2014	714,508,200	259,986,797		64,609,963	1,039,104,960
Profit	-			(21,834,699)	(21,834,699)
Revaluation of property plant & equipment	-	-		-	-
IPO Expences					
Net changing fair value of available for sale financial assets	-	(91,137,180)		-	(91,137,180)
Total comprehensive income for the period	-	(91,137,180)		(21,834,699)	(112,971,879)
Issue of shares	-	-		-	-
Dividends	-	-		-	-
Total contribution by and distribution to the owners of the company	-	-		-	-
Restated Balance at 31st Dec. 2014	714,508,200	168,849,617		42,775,264	926,133,081

Group	Stated capital	AFS Reserve	Minority interest	Retained profit / (loss)	Total
In LKR					
Balance at 30th September 2014	714,508,200	259,986,797		88,161,411	1,062,656,408
Impacts of changers in accounting policies	-	-		-	-
Prior year adjustments - Retirement benefit under provision	-	-		-	-
Restated Balance at 30th June 2014	714,508,200	259,986,797		88,161,411	1,062,656,408
Profit	-	-		(18,153,306)	(18,153,306)
Changes in Aquisition		191,801,609	21,304,701	2,299,619	215,405,928
Revaluation of property plant & equipment	-	-		-	-
IPO Expences					
Net changing fair value of available for sale financial assets	-	(91,137,180)		-	(91,137,180)
Total comprehensive income for the period	-	100,664,429	21,304,701	(15,853,687)	106,115,442
Issue of shares	-	-		-	-
Dividends	-	-		-	-
Total contribution by and distribution to the owners of the company	-	-		-	-
Restated Balance at 31st Dec. 2014	714,508,200	360,651,226	21,304,701	72,307,724	1,168,771,851

ADAM INVESTMENTS PLC

NO:264,GRANDPASS ROAD,

COLOMBO 14.

STATEMENT OF CASH FLOW- SUMMARY

FOR QUARTER ENDED 31ST DECEMBER 2014

In LKR	Company		Group	
	Un Audited Year Ended 31-Dec-2014	Audited Year Ended 31-Dec-2013	Un Audited Year Ended 31-Dec-2014	Audited 31-Dec-2013
Net cash from operating activities	(362,222,128)	149,254,710	(519,589,262)	149,288,650
Net cash used in investing activities	(450,566,990)	(273,027,744)	(450,566,990)	(273,027,364)
Net cash used in financing activities	811,629,984	120,000,000	969,399,664	120,000,000
Net increase / (decrease) in cash and cash equivalents	(1,159,134)	(3,773,034)	(756,588)	(3,738,714)
Cash and cash equivalent at 1st January 2014	(3,766,700)	6,334	(5,662,460)	6,334
Cash and cash equivalent at 31st December 2014	(4,925,833)	(3,766,700)	(6,419,048)	(3,732,380)

ADAM INVESTMENTS PLC

Notes to the interim financial statements

(In the notes all amounts are shown in Sri Lanka Rupees millions unless otherwise stated)

1. General Information

Adam Investments PLC is a Public Limited Company domiciled in Sri Lanka. It is an investment holding company which holds shares of privately held companies operating in various industries such as manufacturing and exporting of garments for leading global fashion labels, Importing & supplying of Information Technology and total solution provider to computers and accessories , manufacturing of metal hardware items ,importing and installing of Air Conditioners and importing vehicles and vehicle spare parts. The registered office of business is 264, Grandpass Road, Colombo 14.

2. Basis of preparation

The condensed interim financial statements of Adam Investments PLC are for the year ended 31 December 2014. They have been prepared in accordance with LKAS 34, Interim Financial Reporting. These interim financial statements have been prepared in accordance with the SLFRS standards and IFRIC interpretations issued and effective as at the time of preparing these statements. The condensed interim financial statements do not include all of the information required for full annual financial statements and have not been audited.

3. Summary of significant accounting policies

The accounting policies adopted are consistent with most recent Audited Financial Statements for the year ended 31st December 2013.

4. Investments in Subsidiaries

Adam Investments PLC has increased its shareholding in PCH Holdings PLC up to 53.5% in December 2014. However financial statements of PCH Holdings PLC is not completed due to non-availability of books of accounts and source documents. Therefore Adam Investments PLC has decided not to consolidate PCH Holdings PLC as a subsidiary in the financial year ended 31st December 2014. Therefore shareholding of PCH Holdings PLC has been treated as a held for sale asset. Adam Investments PLC will consolidate with PCH Holdings PLC subsequent to finalizing accounts of PCH Holdings PLC.

Adam Investments PLC has increased its shareholding of Adam Metals (Pvt) Ltd up to 94% in November 2014. Therefore Adam Metals (Pvt) Ltd has been treated as a subsidiary and it is reflected in this account.

5. Comparatives

Comparatives are provided for the statement of financial position at the date of the last published annual report (31 December 2013).

6. Contingent Liabilities

There have been no material changes to the contingent assets or contingent liabilities since the last annual reporting period.

7. Market Price Per Share

For the Quarter ended 31 December 2014

	2013/2014 – 3 rd Quarter		2014/2015 – 3 rd Quarter	
	Date	Price (Rs)	Date	Price (Rs)
Highest	N/A	N/A	13-11-2014	4.80
Lowest	N/A	N/A	27-11-2014	3.50
Closing	N/A	N/A	-	3.90

8. Issued Share Capital

The number of Shares issued and fully paid of the Company as at 31st December 2014 is 449,276,200 and value of the Share is Rs.714, 508,200.

9. Net assets per share

	Company		Group	
	31 st Dec. 2014	30 th Sep. 2014	31 st Dec. 2014	30 th Sep. 2014
Net assets per share	2.06	2.31	2.55	2.37

DIRECTORS' AND CEO'S SHAREHOLDING AS AT 30TH SEPTEMBER 2014

	NO OF SHARES	%
Mr. Deshabandhu Dr.A.A.S.Gulamhusein	309,660,200	68.92%
Rev. Dr.L.M.F.Adams	1,000,000	0.22%
Mrs.D.M.Gulamhusein	Nil	-
Mr.T.A.Gulamhusein	Nil	-
Mr.I. Shabbir	4,083,998	0.91%
Mr.M.Jeyapragash	1,000,000	0.22%
Mr.L.W.W. Priyankara	1,000,000	0.22%
Shares held in the following manner		
Seylan Bank LTD/ Mr.G.Ramanan	8,333,400	1.86%
Mr. I.Zahir	10,000	0.00%

ADAM INVESTMENTS PLC
20 MAJOR SHAREHOLDERS AS AT 31ST DECEMBER 2014

		No of Shares	(%)
1	DR A A S GULAMHUSEIN	309,660,200	68.924
2	SAMPATH BANK PLC/DR T SENTHILVERL	43,550,906	9.694
3	REDINGTON GLOBAL (PRIVATE) LIMITED	22,000,000	4.897
4	MRS L N BALDSING	18,522,569	4.123
5	SEYLAN BANK LTD/GOVINDASAMY RAMANAN	8,333,400	1.855
6	MR G I SHABBIR	4,083,998	0.909
7	COMMERCIAL BANK OF CEYLON PLC/CEYLON & FOREIGN TRADES PLC	2,980,000	0.663
8	MR A Y TYEBKHAN	2,265,604	0.504
9	SEYLAN BANK PLC/AASIRI MANMOHAN IDDAMALGODA	1,976,798	0.440
10	MR S C HITHTHATIYAGE	1,931,899	0.430
11	BANK OF CEYLON A/C CEYBANK UNIT TRUST	1,909,512	0.425
12	COMMERCIAL BANK OF CEYLON PLC/S A GULAMHUSEIN	1,880,000	0.418
13	PAN ASIA BANKING CORPORATION PLC/MR V P K A PALPITA	1,196,456	0.266
14	MR M JEYAPRAGASH	1,000,000	0.223
15	MR S A RATNAM	1,000,000	0.223
16	DR L M F ADAMS	1,000,000	0.223
17	MR L W W PRIYANKARA	1,000,000	0.223
18	FIRST CAPITAL MARKETS LIMITED/BIMPUATH FINANCE PLC	852,700	0.190
19	MR C R PERERA	800,000	0.178
20	MR W JINADASA	720,000	0.160
		426,664,042	94.967
	OTHERS	22,612,158	5.033
	TOTAL	449,276,200	100.00

Public Holding percentage as at 31st December 2014 - 17.30 % comprising of 961 shareholders.