

*Our Ref: 1997 / A817 / SB / KA*

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*FINANCIAL STATEMENTS OF*  
*WELWORTH LANKA (PVT) LTD.*  
*FOR THE YEAR ENDED*  
*31<sup>ST</sup> MARCH 2014*

## INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF WELWORTH LANKA (PVT) LTD.

We have audited the accompanying Financial Statements of **WELWORTH LANKA (PVT) LTD**, which comprise the Statement of Financial Position as at 31<sup>st</sup> March 2014, and the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flow for the year then ended, and a Summary of Significant Accounting Policies and other explanatory Notes, as exhibited on pages 2 to 13.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these Financial Statements in accordance with Sri Lanka Accounting Standard applicable to Small and Medium – sized Entities (SLFRS for SMEs). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of Financial Statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; 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 misstatement.

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 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 purposes of our audit. We therefore believe that our audit provides a reasonable basis for our opinion.

### Opinion

In our opinion, so far as appears from our examination, the Company maintained proper accounting records for the year ended 31<sup>st</sup> March 2014 and the financial statements give a true and fair view of the Company's Financial Position as at 31<sup>st</sup> March 2014 and its financial performance and Cash Flows for the year then ended in accordance with Sri Lanka Accounting Standard applicable to Small and Medium – sized Entities.

### Report on Other Legal and Regulatory Requirements

These Financial Statements also comply with the requirements of Section 151 (2) of the Companies Act No. 07 of 2007.

*Kreston MNS & Co*  
**CHARTERED ACCOUNTANTS**  
**COLOMBO**

12/05/2014  
SB/KA/bn

SB-WelworthLanka-IFRS-cd1c9.doc

Partners  
Ms Y Shirani de Silva, FCA, FCMA  
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N K Atukorala, FCA, ACMA  
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## STATEMENT OF FINANCIAL POSITION AS AT

		31.03.2014 Rs.	31.03.2013 Rs.
<b>ASSETS</b>	<b>Note</b>		
<b>Non Current Assets</b>			
Property, Plant & Equipment	4	1,504,564.69	1,602,815.49
		<u>1,504,564.69</u>	<u>1,602,815.49</u>
<b>Current Assets</b>			
Inventories - Land	5	124,790,688.65	124,790,688.65
Work in Progress	6	23,718,798.00	23,368,798.00
Other Receivables	7	5,367,432.00	4,550,544.00
Cash and Cash Equivalents	9	8,889.98	2,604,175.00
		<u>153,885,808.63</u>	<u>155,314,205.65</u>
<b>Total Assets</b>		<u>155,390,373.32</u>	<u>156,917,021.14</u>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Equity</b>			
Stated Capital	10	215,000,000.00	130,000,000.00
Retained Profit		(64,162,923.03)	(53,266,297.15)
		<u>150,837,076.97</u>	<u>76,733,702.85</u>
<b>Non Current Liabilities</b>			
Advance Received for Allotment of Shares	11	-	27,700,000.00
		<u>-</u>	<u>27,700,000.00</u>
<b>Current Liabilities</b>			
Amounts due to Related Company	12	3,806,142.75	50,956,142.75
Other Payables	13	747,153.60	1,527,175.54
		<u>4,553,296.35</u>	<u>52,483,318.29</u>
<b>Total Equity &amp; Liabilities</b>		<u>155,390,373.32</u>	<u>156,917,021.14</u>

The Accounting Policies and the Notes on pages 6 to 13 form an Integral part of these Financial Statements.

I certify that the above Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

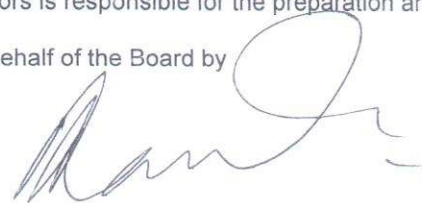


Finance Officer

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

Signed for and on behalf of the Board by

1.



Directors

2.



Date: 12/05/2014





## STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED

		31.03.2014 Rs.	31.03.2013 Rs.
Operating Income		-	-
Administrative Expenses		-	-
<b>Operating Profit / (Loss) before Tax</b>	14	(10,896,625.88)	(10,350,969.90)
Tax Expense	15	(10,896,625.88)	(10,350,969.90)
<b>Profit / (Loss) after Tax</b>		-	-
Other comprehensive income		(10,896,625.88)	(10,350,969.90)
		-	-
<b>Total comprehensive income for the year</b>		-	-
		(10,896,625.88)	(10,350,969.90)

The Accounting Policies and the Notes on pages 6 to 13 form an Integral part of these Financial Statements.



## STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31ST MARCH 2014

	Stated Capital Rs.	Retained Profit Rs.	Total Rs.
<b>Balance as at 31st March 2012</b>	130,000,000.00	(42,915,327.25)	87,084,672.75
Profit / (Loss) for the year	-	(10,350,969.90)	(10,350,969.90)
Other Comprehensive Income for the year	-	-	-
<b>Balance as at 31st March 2013</b>	130,000,000.00	(53,266,297.15)	76,733,702.85
Profit / (Loss) for the year	-	(10,896,625.88)	(10,896,625.88)
Shares Issued during the year	85,000,000.00	-	85,000,000.00
Other Comprehensive Income for the year	-	-	-
<b>Balance as at 31st March 2014</b>	215,000,000.00	(64,162,923.03)	150,837,076.97

The Accounting Policies and the Notes on pages 6 to 13 form an Integral part of these Financial Statements.



## STATEMENT OF CASH FLOWS

## FOR THE YEAR ENDED

		31.03.2014 Rs.	31.03.2013 Rs.
	Note		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit / (Loss) before Tax		(10,896,625.88)	(10,350,969.90)
<b>Adjustments:</b>			
Depreciation	4	98,250.80	98,250.80
<b>Operating Profit / (Loss) before Changes in Working Capital</b>		<u>(10,798,375.08)</u>	<u>(10,252,719.10)</u>
(Increase) / Decrease in			
Work in Progress	6	(350,000.00)	(705,340.00)
Other Receivables	7	(816,888.00)	(177,936.00)
Increase / (Decrease) in			
Other Payables	13	(780,021.94)	(148,507.61)
<b>Cash Generated from / (used in) Operations</b>		<u>(1,946,909.94)</u>	<u>(1,031,783.61)</u>
<b>Net Cash from / (used in) Operating Activities</b>		<u>(12,745,285.02)</u>	<u>(11,284,502.71)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
<b>Net Cash from / (Used in) Investing Activities</b>		<u>-</u>	<u>-</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Issue of Shares	10	57,300,000.00	7,220,000.00
Amount received from / (paid to) related Company	12	(47,150,000.00)	-
<b>Net Cash from / (Used in) Financing Activities</b>		<u>10,150,000.00</u>	<u>7,220,000.00</u>
<b>Net Increase / (Decrease) in cash &amp; cash Equivalents</b>		<u>(2,595,285.02)</u>	<u>(4,064,502.71)</u>
<b>Cash &amp; Cash Equivalents at the beginning of the year</b>		<u>2,604,175.00</u>	<u>6,668,677.71</u>
<b>Cash &amp; Cash Equivalents at the end of the year</b>	9	<u>8,889.98</u>	<u>2,604,175.00</u>

The Accounting Policies and the Notes on pages 6 to 13 form an Integral part of these Financial Statements.





**NOTES TO FINANCIAL STATEMENTS****NOTE 1 – CORPORATE INFORMATION**

Welworth Lanka (Pvt) Ltd (Formerly Puravankara Project Lanka (Pvt) Ltd.) is a Private Limited liability Company incorporated under the Companies Act No. 07 of 2007 (N(PVS) 44177) and domiciled in Sri Lanka. The address of its registered office and principal place of business is No. Level 8, East Tower, World Trade Centre, Echelon Square, Colombo 01. The Company was first registered on 05<sup>th</sup> December 2005.

The principal shareholder is Welworth Lanka Holdings (Private) Limited (Formerly Puravankara Lanka Holding (Pvt) Ltd.) which holds 99.99% of the shares of Welworth Lanka (Pvt) Ltd.

The principal activity of Welworth Lanka (Pvt) Ltd is Property Development.

**NOTE 2 - GENERAL INFORMATION AND STATEMENT OF COMPLIANCE WITH SRI LANKA ACCOUNTING STANDARD FOR SMALL AND MEDIUM SIZED ENTITIES (SLFRS FOR SMES)**

The Financial Statements of the Company for the year ended 31<sup>st</sup> March 2014 have been prepared in accordance with the Sri Lanka Accounting Standard for Small and Medium-sized Entities (SLFRS for SMEs) issued by the Institute of Chartered Accountants of Sri Lanka. They are presented in Sri Lankan Rupees (Rs), which is also the functional currency of the Company.

The Directors have made an assessment of the Company's ability to continue as a going concern in the foreseeable future, and they do not intend either to liquidate or cease operations.

**NOTE 3 - SUMMARY OF ACCOUNTING POLICIES****NOTE 3.1 - OVERALL CONSIDERATIONS**

The significant accounting policies that have been used in the preparation of these Financial Statements are summarised below. These accounting policies have been used throughout all periods presented in the financial statements.

**NOTE 3.2 - FOREIGN CURRENCY TRANSLATION**

Foreign currency transactions are translated into the functional currency of the Company using the exchange rates prevailing at the dates of the transactions (spot exchange rate). Foreign exchange gains and losses resulting from the settlement of such transactions and from the remeasurement of monetary items at year-end exchange rates are recognized in profit or loss.

Non-monetary items that are measured at historical cost are not retranslated. Non-monetary items that are measured at fair value are translated at the exchange rates at the date fair value was determined.

**NOTE 3.3 - EVENTS OCCURRING AFTER REPORTING DATE**

All material events occurred after the reporting date have been considered and where appropriate adjustments or disclosures have been made in the respective notes to the Financial Statements.

**NOTE 3.4 – REVENUE**

Revenue arises from the sale of goods and the rendering of services. It is measured at the fair value of consideration received or receivable, excluding sales taxes, rebates, and trade discounts.

**Sale of Goods**

Sale of goods is recognised when the Company has transferred to the buyer the significant risks and rewards of ownership, generally when the customer has taken undisputed delivery of the goods. Revenue from the sale of goods with no significant service obligation is recognised on delivery.



**NOTES TO FINANCIAL STATEMENTS (CONTD.)****NOTE 3.5 - BORROWING COSTS**

All borrowing costs are expensed in the period in which they are incurred.

**NOTE 3.6 – EXPENDITURE**

Expenses are recognised in the Statement of Comprehensive Income on the basis of a direct association between the cost incurred and the earning of specific items of income.

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

All expenditure incurred in the acquisition, extension or improvement of assets of a permanent nature in order to carry on or increase the earnings capacity of the organisation have been treated as capital expenditure.

**NOTE 3.7 - Property, Plant and Equipment**

- (a) Property, Plant and Equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

The cost of Property, Plant and Equipment is the cost of purchase or construction together with any incidental expenses incurred in bringing the assets to its working condition for its intended use.

Advances paid towards acquisition of Property, Plant and Equipment before the period end are classified as capital work in progress.

Expenditure directly relating to expansion is capitalised only if it increases the life or functionality of an asset beyond its original standard of performance.

(b) **Depreciation**

Depreciation on Property, Plant & Equipment is provided on a straight line basis over the estimated useful lives of such assets.

The principal annual rates of depreciation used for this purpose which are consistent with previous years are as follows :-

Office Equipment & Interior work	4.75%
Furniture Fittings	6.33%

Assets individually costing less than Rs. 5,000/- are fully depreciated in the year of purchase.

Depreciation is provided on all Property, Plant & Equipment from the month the assets are available for use upto the month of disposal.

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.





**NOTES TO FINANCIAL STATEMENTS (CONTD.)****NOTE 3.8 - IMPAIRMENT TESTING OF PROPERTY, PLANT AND EQUIPMENT**

The carrying value of Property, Plant & Equipment is reviewed for impairment either annually or when events or changes in circumstances indicate the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount the assets are written down to their recoverable amount. Impairment losses are recognised in the Income Statement unless it reverses a previous revaluation surplus for the same asset.

**NOTE 3.9 - FINANCIAL INSTRUMENTS****Financial Assets****Other receivables and cash and cash equivalents**

These financial assets are recognised initially at the transaction price.

**Other Receivables**

At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

**Financial Liabilities**

The Company's financial liabilities include Amounts due to Related Company and other payables. Financial liabilities are recognised initially at transaction price. After initial recognition they are measured at amortised cost using the effective interest method. Other payables are on normal credit terms and do not bear interest.

**NOTE 3.10 – INVENTORIES**

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out method. Inventories are assessed for impairment at each reporting date. Impairment losses on inventory are recognised immediately in profit or loss and presented within 'cost of sales'.

**NOTE 3.11 - INCOME TAXES**

Tax expense recognised in profit or loss comprises the current tax not recognised in other comprehensive income or directly in equity.

**Current Taxes**

The provision for income tax is based on the elements of the income and expenditure as reported in the Financial Statements and computed in accordance with the provisions of the Inland Revenue Act No. 10 of 2006 and amendments thereto.

**NOTE 3.12 – EQUITY AND RESERVES**

The total amount received by the Company or due and payable to the Company in respect of the issue of shares are referred to as "Stated Capital".



**NOTES TO FINANCIAL STATEMENTS (CONTD.)**

**NOTE 3.13 - PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

Provisions are made for all obligations existing as at the reporting date when it is probable that such an obligation will result in an outflow of resources and a reliable estimate can be made of the quantum of the outflow.

All contingent liabilities are disclosed as a note to the Financial Statements unless the outflow of resources is remote.

All contingent assets are disclosed where inflow of economic benefits is probable.

**NOTE 3.14 – CAPITAL COMMITMENTS**

Capital commitments of the company are disclosed in the respective notes to the Financial Statements.

**NOTE 3.15 - SIGNIFICANT MANAGEMENT JUDGEMENT IN APPLYING ACCOUNTING POLICIES AND ESTIMATION UNCERTAINTY**

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

**Significant management judgments**

The following are significant management judgments in applying the accounting policies of the Company that have the most significant effect on the financial statements.

**Estimation uncertainty**

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may be substantially different.

- **Impairment**

In assessing impairment, management estimates the recoverable amount of each asset or cash generating units based on expected future cash flows and uses an interest rate to discount them. Estimation uncertainty relates to assumptions about future operating results and the determination of a suitable discount rate.

- **Useful lives of depreciable assets**

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical obsolescence that may change the utility of certain software and IT equipment.

- **Inventories**

Management estimates the net realizable values of inventories, taking into account the most reliable evidence available at each reporting date. The future realization of these inventories may be affected by future technology or other market driven changes that may reduce future selling prices.





## NOTES TO FINANCIAL STATEMENTS (CONTD.)

## NOTE 4 - PROPERTY PLANT &amp; EQUIPMENT

Cost	As at 01.04.2013 Rs.	Addition during the year Rs.	As at 31.3.2014 Rs.
Furniture and Fittings	125,513.00	-	125,513.00
Telephone	115,000.00	-	115,000.00
Interior Work	1,786,175.00	-	1,786,175.00
	<u>2,026,688.00</u>	<u>-</u>	<u>2,026,688.00</u>

Accumulated Depreciation	As at 01.04.2013 Rs.	Charge for the year Rs.	As at 31.3.2014 Rs.
Furniture and Fittings	35,090.26	7,944.96	43,035.22
Telephone	24,126.10	5,462.52	29,588.62
Interior Work	364,656.15	84,843.32	449,499.47
	<u>423,872.51</u>	<u>98,250.80</u>	<u>522,123.31</u>

Written Down Value	As at 31.3.2014 Rs.	As at 31.3.2013 Rs.
Furniture and Fittings	82,477.78	90,422.74
Telephone	85,411.38	90,873.90
Interior Work	1,336,675.53	1,421,518.85
	<u>1,504,564.69</u>	<u>1,602,815.49</u>
	<b>31.03.2014</b> Rs.	<b>31.03.2013</b> Rs.

## NOTE 5 - INVENTORIES

Land	<u>124,790,688.65</u>	<u>124,790,688.65</u>
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## NOTE 6 - WORK IN PROGRESS

Balance Brought Forward	23,368,798.00	22,663,458.00
Expenditure incurred during the period	350,000.00	705,340.00
Balance carried forward	<u>23,718,798.00</u>	<u>23,368,798.00</u>





## NOTES TO FINANCIAL STATEMENTS (CONTD.)

## NOTE 7 - OTHER RECEIVABLES

Note

31.03.2014  
Rs.31.03.2013  
Rs.

## Financial Assets

Rent Deposit		2,337,432.00	1,520,544.00
Electricity Deposit		30,000.00	30,000.00
Advance given for allotment of shares		3,000,000.00	3,000,000.00
		<u>5,367,432.00</u>	<u>4,550,544.00</u>

## NOTE 8 - FINANCIAL ASSETS AND FINANCIAL LIABILITIES

## Financial Assets

## Financial Assets measured at amortised cost less impairment

Other Receivables	7	5,367,432.00	4,550,544.00
Cash and Cash Equivalents	9	8,889.98	2,604,175.00
<b>Total</b>		<u>5,376,321.98</u>	<u>7,154,719.00</u>

## Financial liabilities

## Financial Liabilities measured at amortised cost

Advance Received for Allotment of Shares	11	-	27,700,000.00
Amounts due to Related Company	12	3,806,142.75	50,956,142.75
Other Payables	13	686,398.60	1,466,620.54
<b>Total</b>		<u>4,492,541.35</u>	<u>80,122,763.29</u>

## NOTE 9 - CASH AT BANK

Cash at Bank	8,889.98	2,604,175.00
	<u>8,889.98</u>	<u>2,604,175.00</u>

## NOTE 10 - STATED CAPITAL

The stated Capital of the Company consists only of fully paid ordinary shares

All ordinary shares are equally eligible to receive dividends and the repayment of capital and represent one vote at the shareholder meetings of the company. All shares rank equally with regard to the company's residual assets.

## Number of Ordinary Shares issued &amp; fully paid

Balance on 1st April	13,000,000	13,000,000
Shares issued during the year	8,500,000	-
Balance on 31st March	<u>21,500,000</u>	<u>13,000,000</u>

## Stated capital

Balance on 1st April	130,000,000.00	130,000,000.00
Shares issued during the year	85,000,000.00	-
Balance on 31st March	<u>215,000,000.00</u>	<u>130,000,000.00</u>

## NOTE 11 - ADVANCE RECEIVED FOR ALLOTMENT OF SHARES

Advance Received for Allotment of Shares	-	27,700,000.00
	<u>-</u>	<u>27,700,000.00</u>



## NOTES TO FINANCIAL STATEMENTS (CONTD.)

## NOTE 12 - AMOUNTS DUE TO RELATED COMPANY

Welworth Lanka Holding (Pvt) Ltd.

31.03.2014  
Rs.31.03.2013  
Rs.

3,806,142.75	50,956,142.75
<u>3,806,142.75</u>	<u>50,956,142.75</u>

## NOTE 13 - OTHER PAYABLES

## Financial liabilities

Varners	160.00	160.00
Electricity Charges	6,914.62	6,339.00
Payable- Miscellaneous (Overseas reality)	-	46,922.56
Kreston MNS & Co. - Audit Fees & Tax fees	171,360.00	154,224.00
- Tax Fees	31,987.20	28,560.00
- EPF/ETF Return Filing Charges	-	10,281.60
- PAYE Return Filing Charges	-	8,225.28
- Accounting Charges	104,089.00	100,951.40
- Additional Accounting Fees	-	22,848.00
Secretarial Charges	66,425.00	66,425.00
Salary Payable	142,120.00	142,120.00
Rent Payable	-	720,000.00
Travelling Expenses Payable	100,000.00	100,000.00
Retention on Land Clearing	31,380.00	31,380.00
Telephone Payable	11,962.78	8,183.70
Care Taker Fees Payable	20,000.00	20,000.00
	<u>686,398.60</u>	<u>1,466,620.54</u>

## Non Financial Liabilities

EPF Payable	35,000.00	35,000.00
PAYE Payable	18,855.00	18,855.00
ETF Payable	5,250.00	5,250.00
Stamp Duty Payable	1,650.00	1,450.00
	<u>60,755.00</u>	<u>60,555.00</u>
	<u>747,153.60</u>	<u>1,527,175.54</u>

## NOTE 14 - OPERATING PROFIT / (LOSS) BEFORE TAX

is stated after charging all expenses including

Depreciation	98,250.80	98,250.80
Audit Fees	171,360.00	154,224.00
Staff Cost	3,540,000.00	3,540,000.00
EPF & ETF	315,000.00	315,000.00

## NOTE 15 - TAX EXPENSE

## Income Tax

In accordance with the agreement entered into with Board of Investment of Sri Lanka (BOI) on 22.12.2005, the Company is entitled to a five year tax holiday commencing from the year in which the Company makes profit or any year of assessment not later than two years from the date of commencement of commercial operations, which ever occurs earlier.

The Company is entitled for 10% concessionary tax rate for further two years immediately after tax holiday period.

After the expiration of period of concessionary tax rate, the Company is liable to tax at 20%.

Income Tax has not been provided in view of the assessable loss for the year.

Deferred Tax has not been provided since there is a deductible temporary difference.





## WELWORTH LANKA (PVT) LTD.

## SCHEDULES

31.03.2014  
Rs.31.03.2013  
Rs.

## SCH 1 - ADMINISTRATIVE EXPENSES

Secretarial Charges	114,323.00	66,425.00
Accounting Charges	50,265.60	47,128.00
Additional Accounting Charges (For change of Accounting format to comply with SLFRS for SMEs)	-	22,848.00
Tax Fees	31,987.20	28,560.00
Audit Fees	171,360.00	154,224.00
Bank Charges	31,100.05	25,100.00
Care taker Fees	240,000.00	240,000.00
Electricity	3,000.00	4,800.00
Return Filing Charges - EPF & ETF	-	10,281.60
- PAYE	-	25,705.28
ETF Expenses	63,000.00	63,000.00
EPF Expenses	252,000.00	252,000.00
Foreign Travelling	-	28,136.00
Salary	2,100,000.00	2,100,000.00
Reimbursement of Travelling Expenses	1,200,000.00	1,200,000.00
Telephone Charges	23,989.12	18,348.31
Depreciation	98,250.80	98,250.80
Lawyer Fees	875,000.00	2,243,250.00
Stamp Duty	514,800.00	-
Rent	5,058,126.11	3,722,912.91
Office Maintenance	50,000.00	-
Rent Renewal Charges	19,424.00	-
	<u>10,896,625.88</u>	<u>10,350,969.90</u>

## SCH 2 - CASH AT BANK

HNB - A/c No. 0030665438

8,889.982,604,175.00



## YEAR OF ASSESSMENT 2013/2014

Profit / (Loss) as per Accounts		(10,896,626)
<b>Add : Disallowed Expenses</b>		
Depreciation	98,251	
Lawyer Fees	875,000	
Stamp Duty	514,800	1,488,051
		(9,408,575)
<b>Less : Allowable Deductions - Capital Allowances (Annex 1)</b>		(36,016)
Assessable / Taxable Income		(9,444,591)
Income Tax Loss brought forward from 2012/2013		49,245,672
Income Tax Loss for the year 2013/14		9,444,591
Income Tax Loss carried forward to 2014/2015		58,690,263



## ANNEXURES

## ANNEX 1 - CAPITAL ALLOWANCES

			Balance as at 01.04.2013	Capital Allowance for the year	Balance as at 31.03.2014	Tax WDV as at 31.03.2014
<b>2008/2009</b>	<b>Cost</b>	<b>Rate</b>				
Furniture & Fittings	125,513	20%	125,513	-	125,513	-
Telephones	115,000	12.5%	71,875	14,375	86,250	28,750
Interior Works	1,677,966	20%	1,677,966	-	1,677,966	-
	<u>1,918,479</u>		<u>1,875,354</u>	<u>14,375</u>	<u>1,889,729</u>	<u>28,750</u>
<b>2009/2010</b>						
Interior Works	108,209	20%	86,568	21,641	108,209	-
	<u>2,026,688</u>		<u>1,961,922</u>	<u>36,016</u>	<u>1,997,938</u>	<u>28,750</u>

## ANNEX 2 - STAMP DUTY

	Amount Rs.
Stamp Duty on Share Issue	468,050.00
Stamp Duty on Rent Agreement	46,750.00
	<u>514,800.00</u>

## ANNEX 3 - LIST OF SHAREHOLDERS AS AT 31.03.2014

Name & Address	No. of Shares
Mr. Ashish Puravankara	01
Welworth Lanka Holding (Pvt) Ltd (Formerly Purawankara Lanka Holding (Pvt) Ltd.) Level 8, East Tower, World Trade Centre, Echelon Square, Colombo 01.	21,499,999
	<u>21,500,000</u>

