



PELWATTE SUGAR INDUSTRIES LIMITED
AND IT'S SUBSIDIARY

PROVISIONAL
CONSOLIDATED FINANCIAL
STATEMENTS
FOR THE YEAR ENDING
MARCH 2007

PELWATTE SUGAR INDUSTRIES LIMITED & IT'S SUBSIDIARY
INCOME STATEMENT
For the Year ending 31st March

	Consolidated 03 month Ending 31/.3/07 Rs. "000"	Company 03 month Ending 31/.3/07 Rs. "000"	Consolidated Year Ending 31/.3/07 Rs. "000"	Company Year Ending 31/03/06 Rs. "000"	Consolidated Year Ending 31/.3/07 Rs. "000"	Company Year Ending 31/03/06 Rs. "000"
Revenue	404,184	256,672	2,338,615	2,088,951	1,971,255	1,763,843
Cost of sales	(451,621)	(376,467)	(1,660,688)	(1,480,101)	(1,493,715)	(1,325,487)
Gross Profit	(47,437)	(119,795)	677,927	608,850	477,540	438,356
Other Operating Income	21,356	20,969	79,429	57,192	78,656	56,351
Administration & Other Operating Expenses	(70,811)	(48,359)	(247,680)	(223,373)	(176,130)	(146,828)
Profit from Operating Activities	(96,892)	(147,185)	509,676	442,669	380,066	347,879
Finance Cost	(37,098)	(42,505)	(116,777)	(88,790)	(120,883)	(78,771)
Profit from Ordinary Activities before Tax	(133,990)	(189,690)	392,899	353,879	259,183	269,108
Taxation Rebate	-	-	-	-	-	-
Taxation Charge For the Year	-	-	-	(34,794)	-	-
Profit from Ordinary Activities after Tax	(133,990)	(189,690)	392,899	319,085	259,183	269,108
Minority Interest	(9,285)	-	(22,290)	(8,331)	-	-
Net Profit Attributable To the Group	(143,275)	(189,690)	370,609	310,754	259,183	269,108
Statement of accumulated profit/(loss)						
At the Beginning of the year	3,269	3,269	(342,813)	(413,559)	(540,048)	(557,284)
Profit retained for the year	(143,275)	(189,690)	370,609	310,754	259,183	269,108
	(140,006)	(186,421)	27,796	(102,805)	(280,865)	(288,176)
Earnings Per Share (Rs.)	(2.11)	(2.79)	5.45	4.57	3.81	3.96

Notes

1. The Company and the Group have followed the same Accounting policies and methods of computation as disclosed in the recently published annual Financial statements.
2. Balances shown for the previous year have been re-classified to facilitate comparison with current year classifications.
3. The above figures are provisional and subject to Audit.
4. The values are in Sri Lankan Rupees thousands.

PELWATTE SUGAR INDUSTRIES LIMITED
PROVISIONAL FINANCIAL STATEMENTS
BALANCE SHEET AS AT 31st MARCH

	Consolidated		Company		Audited	
	31/3/07	31/03/06	31/3/07	31/03/06	Group 31/03/2006	Company 31/03/2006
	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"
ASSETS						
Non-Current Assets						
Property Plant & Equipment	999,113	927,704	724,302	634,265	927,707	634,265
Intangible Assets	-	-	-	-	-	-
Investment In Subsidiary	-	-	100,000	100,000	-	100,000
Other Investment	4,000	4,000	4,000	4,000	4,000	4,000
	<u>1,003,113</u>	<u>931,704</u>	<u>828,302</u>	<u>738,265</u>	<u>931,707</u>	<u>738,265</u>
Current Assets						
Inventories	424,862	461,352	411,139	450,151	358,239	348,576
Trade and Other receivables	288,450	173,348	232,578	150,295	106,384	89,116
Farmer Loans	219,542	227,696	219,542	227,696	226,921	226,921
Short Term Deposits	760,135	575,000	749,135	564,000	575,000	564,000
Cash and Bank balances	8,868	38,806	7,682	4,338	38,806	4,338
	<u>1,701,857</u>	<u>1,476,202</u>	<u>1,620,076</u>	<u>1,396,480</u>	<u>1,305,350</u>	<u>1,232,951</u>
Total Assets	<u>2,704,970</u>	<u>2,407,906</u>	<u>2,448,378</u>	<u>2,134,745</u>	<u>2,237,057</u>	<u>1,971,216</u>
EQUITY AND LIABILITIES						
Capital & Reserves						
Issued Capital	679,769	679,769	679,769	679,769	679,769	679,769
Reserves	390,322	390,322	390,322	390,322	390,322	390,322
Accumulated Profit/(Loss)	27,796	(102,805)	(280,865)	(288,176)	(275,671)	(472,906)
Total equity	<u>1,097,887</u>	<u>967,286</u>	<u>789,226</u>	<u>781,915</u>	<u>794,420</u>	<u>597,185</u>
Minority Interest	81,830	57,079	-	-	59,540	-
	<u>1,179,717</u>	<u>1,024,365</u>	<u>789,226</u>	<u>781,915</u>	<u>853,960</u>	<u>597,185</u>
Non Current Liabilities						
Long Term Liabilities	193,499	265,746	193,499	210,306	86,930	40,730
Amount due to Subsidiary	67,397	-	360,503	166,784	12,772	178,438
Deferred Liabilities	152,262	150,059	150,055	147,883	132,909	130,676
	<u>413,158</u>	<u>415,805</u>	<u>704,057</u>	<u>524,973</u>	<u>232,611</u>	<u>349,844</u>
Current Liabilities						
Trade & Other Payables	287,751	277,523	172,331	193,084	418,209	356,591
Interest Bearing Loans & Borrowings	824,344	690,213	782,764	634,773	732,276	667,596
	<u>1,112,095</u>	<u>967,736</u>	<u>955,095</u>	<u>827,857</u>	<u>1,150,486</u>	<u>1,024,187</u>
Total Equity & Liabilities	<u>2,704,970</u>	<u>2,407,906</u>	<u>2,448,378</u>	<u>2,134,745</u>	<u>2,237,057</u>	<u>1,971,216</u>
Net Asset Per Share	16.15	14.23	11.61	11.50	11.69	8.79
Market price						
			31/03/2007	31/03/2006		
Highest (for the period)	Rs.		50.00	28.75		
Lowest (for the period)	Rs.		35.50	23.00		
Closing	Rs.		37.00	28.00		

Note: all values are in Rupees Thousand.

Sgd
Y Thilakasena
Director / CEO

Sgd
A Wickramanayake
Director

PELWATTE SUGAR INDUSTRIES LIMITED AND IT'S SUBSIDIARY
STATEMENT OF CHANGES IN EQUITY AS AT 31/03/2007

GROUP

	Share Capital	Revaluation Reserve	Funds Awaiting Allotment	Reserve on Off shore loan Settlement	Reserve on Government Debentures	Accumulated Profit(Loss)	Total
	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"
Balance as at 01st April 2006	679,769	3,441	15,929	136,378	234,574	(342,813)	727,277
Net Profit(Loss) for the period						370,609	370,609
	<u>679,769</u>	<u>3,441</u>	<u>15,929</u>	<u>136,378</u>	<u>234,574</u>	<u>27,796</u>	<u>1,097,886</u>

COMPANY

	Share Capital	Revaluation Reserve	Funds Awaiting Allotment	Reserve on Off shore loan Settlement	Reserve on Government Debentures	Accumulated Profit(Loss)	Total
	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"
Balance as at 01st April 2006	679,769	3,441	15,929	136,378	234,574	(540,048)	530,042
Net Profit(Loss) for the period						259,183	259,183
	<u>679,769</u>	<u>3,441</u>	<u>15,929</u>	<u>136,378</u>	<u>234,574</u>	<u>(280,865)</u>	<u>789,226</u>

STATEMENT OF CHANGES IN EQUITY AS AT 31/03/2006

GROUP

	Share Capital	Revaluation Reserve	Funds Awaiting Allotment	Reserve on Off shore loan Settlement	Reserve on Government Debentures	Accumulated Profit(Loss)	Total
	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"
Balance as at 01st April 2005	679,769	3,441	15,929	136,378	234,574	(413,559)	656,532
Net Profit(Loss) for the period						310,754	310,754
	<u>679,769</u>	<u>3,441</u>	<u>15,929</u>	<u>136,378</u>	<u>234,574</u>	<u>(102,805)</u>	<u>967,286</u>

COMPANY

	Share Capital	Revaluation Reserve	Funds Awaiting Allotment	Reserve on Off shore loan Settlement	Reserve on Government Debentures	Accumulated Profit(Loss)	Total
	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"	Rs."000"
Balance as at 01st April 2005	679,769	3,441	15,929	136,378	234,574	(557,284)	512,807
Net Profit(Loss) for the period						269,108	269,108
	<u>679,769</u>	<u>3,441</u>	<u>15,929</u>	<u>136,378</u>	<u>234,574</u>	<u>(288,176)</u>	<u>781,915</u>

PEL WATTE SUGAR INDUSTRIES LIMITED AND IT'S SUBSIDIARY
CASHFLOW STATEMENT

	Consolidated		Company	
	31/03/07 Rs."000"	31/03/06 Rs."000"	31/03/07 Rs."000"	31/03/06 Rs."000"
Cash flows from Operating Activities				
Net profit/(Loss) before income tax Expenses	392,899	319,085	259,183	269,108
Adjustments for				
Depreciation	107,943	105,064	86,402	84,134
Amortization of pre -operating expences	-	-	-	-
Interest Income	(76,308)	(52,669)	(78,326)	(52,669)
Finance costs	128,942	88,790	120,883	78,771
provisions for retirement benefit obligations	25,586	33,595	25,586	33,055
Written back of excess provisions	-	-	-	-
Provision for doubtful debts	-	-	-	-
Operating profit before working capital changes	<u>579,062</u>	<u>493,865</u>	<u>413,728</u>	<u>412,399</u>
(Increase)/Decrease in Inventories	(66,636)	21,394	(62,576)	(14,602)
(Increase)/Decrease in Trade & other receivables	(180,927)	(124,886)	(142,323)	(124,972)
(Increase) /Decrease in settler loans-short term	-	-	-	-
(Increase) /Decrease in Short Term deposit	(185,135)	(215,000)	(185,135)	(254,000)
Increase /(Decrease) in Trade & other payables	(31,463)	(47,257)	(86,769)	(74,772)
Increase /(Decrease) in amounts due to subsidiary	67,397	-	194,837	121,183
Cash generated from operations	182,298	128,116	131,762	65,236
Finace Cost Paid	(130,960)	(88,790)	(120,883)	(78,771)
Tax Paid	(1,505)			
Retirement Benefit Obligations paid	(6,233)	(6,550)	(6,207)	(6,493)
Net Cash from/(used in) Operating activities	<u>43,600</u>	<u>32,776</u>	<u>4,672</u>	<u>(20,028)</u>
Cash flows from/(used in) investing activities				
Acquisition of property plant & equipment	(179,347)	(92,541)	(176,438)	(80,323)
Sales of fixed assets	-	(93)	-	(93)
Purchase of debentures/Shares	-	-	-	-
Settler long term advances	-	-	-	-
Interest Received	78,326	52,669	78,326	52,669
Net cash flow from/(used in) Investing Activities	<u>(101,021)</u>	<u>(39,965)</u>	<u>(98,112)</u>	<u>(27,747)</u>
Cash flows from/(used in) financing activities				
Repayment of interest Bearing Borrowings	(120,571)	(60,225)	(51,271)	(14,025)
Net cash flow from/(used in) Financing Activities	<u>(120,571)</u>	<u>(60,225)</u>	<u>(51,271)</u>	<u>(14,025)</u>
Net increase/(decrease) in cash and cash equivalents	(177,992)	(67,414)	(144,711)	(61,800)
Cash and cash equivalents at the beginning of the year	(595,967)	(563,347)	(630,435)	(568,635)
Cash and cash equivalents at the end of the year	<u>(773,959)</u>	<u>(630,761)</u>	<u>(775,146)</u>	<u>(630,435)</u>