



Access Engineering PLC
Interim Financial Statements
For the Six Months Ended 30th September 2012

ACCESS ENGINEERING PLC
 INCOME STATEMENT
 FOR THE PERIOD ENDED 30TH SEPTEMBER 2012



	Group		Company	
	6 Months 30.09.2012 Rs.	6 Months 30.09.2011 Rs.	6 Months 30.09.2012 Rs.	6 Months 30.09.2011 Rs.
Turnover	6,057,249,696	2,624,452,276	4,783,765,210	2,551,411,568
Cost of Sales	<u>(4,933,805,798)</u>	<u>(1,982,188,331)</u>	<u>(3,895,695,463)</u>	<u>(1,965,879,404)</u>
Gross Profit	1,123,443,898	642,263,945	888,069,747	585,532,164
Other Income	9,258,705	48,773,768	48,080,618	48,774,014
Administrative Expenses	(275,503,074)	(148,719,190)	(209,008,236)	(147,657,358)
Other Expenses	(6,394,371)	(37,849,234)	(6,183,971)	(37,845,234)
Net Finance Income	<u>121,993,277</u>	<u>25,788,908</u>	<u>101,778,252</u>	<u>25,571,947</u>
Profit Before Tax	972,798,435	530,258,197	822,736,410	474,375,533
Income Tax Expenses	(145,072,517)	(92,070,952)	(107,433,982)	(90,233,346)
Profit for the Period	<u><u>827,725,918</u></u>	<u><u>438,187,245</u></u>	<u><u>715,302,428</u></u>	<u><u>384,142,187</u></u>
Profit attributable to:				
Equity Holders of the Parent	812,269,965	438,187,245	715,302,428	384,142,187
Minority Interest	15,455,953	-	-	-
Profit for the Period	<u><u>827,725,918</u></u>	<u><u>438,187,245</u></u>	<u><u>715,302,428</u></u>	<u><u>384,142,187</u></u>
Earnings Per Share	0.81	0.48	0.72	0.42

The above figures are subject to audit.



	Group		Company	
	Unaudited 30.09.2012 Rs.	Audited 31.03.2012 Rs.	Unaudited 30.09.2012 Rs.	Audited 31.03.2012 Rs.
ASSETS				
Non - Current Assets				
Property Plant and Equipment	3,133,587,829	2,672,490,773	3,079,332,585	2,634,564,270
Leasehold Land	5,629,000	5,667,610	-	-
Goodwill	505,987,018	505,987,018	-	-
Investment Properties	3,000,000,000	3,000,000,000	-	-
Investment in Subsidiary	-	-	3,862,565,741	3,796,894,818
Total Non Current Assets	6,645,203,847	6,184,145,401	6,941,898,326	6,431,459,088
Current Assets				
Short Term Investments	53,786,476	49,215,032	53,786,476	49,215,032
Inventories and Work in Progress	2,289,613,278	1,817,406,555	1,702,433,278	1,102,734,941
Trade and Other Receivables	3,677,390,176	3,607,512,435	3,369,704,512	3,464,802,479
Amount Due from Related Parties	71,649,459	60,222,648	63,782,272	104,906,144
Short Term Deposits	1,265,795,608	883,314,855	1,256,795,608	883,314,855
Cash and Cash Equivalents	1,192,496,546	1,641,207,130	819,471,651	1,092,737,038
Total Current Assets	8,550,731,543	8,058,878,655	7,265,973,797	6,697,710,489
Total Assets	15,195,935,390	14,243,024,056	14,207,872,123	13,129,169,577
EQUITY AND LIABILITIES				
Equity attributable to Equity Holders of the Parent				
Stated Capital	9,000,000,000	9,000,000,000	9,000,000,000	9,000,000,000
Revaluation Reserve	28,063,987	28,063,987	28,063,987	28,063,987
Retained Earnings	2,152,863,431	1,627,399,651	1,968,737,610	1,503,435,182
Total Equity	11,180,927,418	10,655,463,638	10,996,801,597	10,531,499,169
Minority Interest	117,362,345	136,278,114	-	-
Total Equity	11,298,289,763	10,791,741,752	10,996,801,597	10,531,499,169
Non Current Liabilities				
Deferred Grant	7,239,819	7,239,819	-	-
Interest Bearing Borrowings	4,681,464	5,978,150	2,748,000	5,978,150
Employee Benefits	70,002,363	61,692,703	46,179,236	39,089,433
Deferred Taxation	119,227,036	98,910,750	118,461,036	98,144,541
Total Non Current Liabilities	201,150,682	173,821,422	167,388,272	143,212,124
Current Liabilities				
Interest Bearing Borrowings	7,092,672	6,608,397	6,608,397	6,608,397
Trade and Other Payables	3,575,867,608	3,038,877,835	2,946,454,098	2,243,767,949
Income Tax Payable	71,672,093	189,315,327	50,663,619	163,231,175
Dividend Payable	1,916,000	1,695,804	-	-
Amount Due to Related Parties	28,028,421	23,889,020	29,360,505	23,776,264
Bank Overdraft	11,918,151	17,074,499	10,595,635	17,074,499
Total Current Liabilities	3,696,494,945	3,277,460,882	3,043,682,254	2,454,458,284
Total Liabilities	3,897,645,627	3,451,282,304	3,211,070,526	2,597,670,408
Total Equity and Liabilities	15,195,935,390	14,243,024,056	14,207,872,123	13,129,169,577
Net Asset Per Share	Rs 11.18	Rs 10.66	Rs 11.00	Rs 10.53

The Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.


Deputy General Manager - Finance

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Approved and signed for and on behalf of the Board of Directors of Access Engineering PLC.


Director


Director

25th October 2012
Colombo.

Group	Attributable to Equity Holders of the Parent				Minority Interest	Total Equity
	Stated Capital	Revaluation Reserve	Retained Earnings	Total		
	Rs.	Rs.	Rs.	Rs.		
Balance at 31st March 2011	3,000,000,000	228,063,987	1,115,935,763	4,343,999,750	-	4,343,999,750
Bonus Issue	1,000,000,000	(200,000,000)	(800,000,000)	-	-	-
Issue of Ordinary Shares	4,500,000,000	-	-	4,500,000,000	-	4,500,000,000
Profit for the Period	-	-	438,187,245	438,187,245	-	438,187,245
Dividend Paid	-	-	(162,000,000)	(162,000,000)	-	(162,000,000)
Share Issue Expenses	-	-	(53,673,243)	(53,673,243)	-	(53,673,243)
Balance at 30th September 2011	8,500,000,000	28,063,987	538,449,765	9,066,513,752	-	9,066,513,752
Issue of Ordinary Shares	500,000,000	-	-	500,000,000	-	500,000,000
Acquisition of Subsidiary	-	-	-	-	132,472,025	132,472,025
Profit for the Period	-	-	1,293,104,877	1,293,104,877	3,806,089	1,296,910,966
Adjustment Due to Change in Holding	-	-	(147,930,558)	(147,930,558)	-	(147,930,558)
Share Issue Expenses	-	-	(56,224,433)	(56,224,433)	-	(56,224,433)
Balance at 31st March 2012	9,000,000,000	28,063,987	1,627,399,651	10,655,463,638	136,278,114	10,791,741,752
Profit for the Period	-	-	812,269,965	812,269,965	15,455,953	827,725,918
Dividend Paid	-	-	(250,000,000)	(250,000,000)	-	(250,000,000)
Dividend Paid to Minority	-	-	-	-	(5,506,985)	(5,506,985)
Adjustment Due to Change in Holding	-	-	(36,806,185)	(36,806,185)	(28,864,737)	(65,670,922)
Balance at 30th September 2012	9,000,000,000	28,063,987	2,152,863,431	11,180,927,418	117,362,345	11,298,289,763
Company	Stated Capital	Revaluation Reserve	Retained Earnings	Total		
	Rs.	Rs.	Rs.	Rs.		
Balance at 31st March 2011	3,000,000,000	228,063,987	1,139,426,974	4,367,490,961		
Bonus Issue	1,000,000,000	(200,000,000)	(800,000,000)	-		
Issue of Ordinary Shares	4,500,000,000	-	-	4,500,000,000		
Dividend Paid	-	-	(162,000,000)	(162,000,000)		
Profit for the Period	-	-	384,142,187	384,142,187		
Share Issue Expenses	-	-	(53,673,243)	(53,673,243)		
Balance at 30th September 2011	8,500,000,000	28,063,987	507,895,918	9,035,959,905		
Issue of Ordinary Shares	500,000,000	-	-	500,000,000		
Profit for the Period	-	-	1,051,763,696	1,051,763,696		
Share Issue Expenses	-	-	(56,224,433)	(56,224,433)		
Balance as at 31st March 2012	9,000,000,000	28,063,987	1,503,435,182	10,531,499,168		
Profit for the Period	-	-	715,302,428	715,302,428		
Dividend Paid	-	-	(250,000,000)	(250,000,000)		
Balance at 30th September 2012	9,000,000,000	28,063,987	1,968,737,610	10,996,801,596		

	Group		Company	
	6 Months 30.09.2012 Rs.	6 Months 30.09.2011 Rs.	6 Months 30.09.2012 Rs.	6 Months 30.09.2011 Rs.
CASH FLOWS FROM OPERATING ACTIVITIES				
Net Profit before Income Tax Expenses	972,798,435	530,258,197	822,736,410	474,375,533
Adjustments for				
Depreciation and Amortisation	197,357,825	108,671,795	193,490,956	108,574,685
Provision for Gratuity	10,580,021	3,676,622	8,102,646	3,454,224
Provision (Gain) for fall in Value of Investment	(4,570,667)	3,344,127	(4,570,667)	3,344,127
(Profit)/Loss on Sale of Property Plant and Equipment	(39,699)	205,988	(39,699)	205,988
Loss on Sale of Investment in Unit Trust	286,855	58,310,621	286,855	58,310,621
(Profit)/Loss on Sales of Investment	-	(1,382,709)	-	(1,382,709)
Dividend Income	(3,230,015)	(98,302,565)	(25,424,928)	(98,302,565)
Interest income	(122,782,713)	(40,332,812)	(102,518,547)	(40,066,710)
Interest Expense	789,436	14,543,904	740,295	14,494,763
Operating Profit before Working Capital Changes	1,051,189,478	578,993,168	892,803,321	523,007,957
(Increase)/ Decrease in Inventories	(472,206,723)	(56,748,043)	(599,698,337)	(56,748,043)
(Increase)/ Decrease in Trade and Other Receivables	(69,877,741)	(987,188,366)	95,097,967	(1,046,096,003)
Increase/(Decrease) in Trade and Other Payables	536,922,609	639,772,000	702,685,370	639,884,576
Increase/(Decrease) in Due from Related Parties	(11,426,812)	(7,801,005)	41,123,872	75,066,842
Increase/(Decrease) in Due to Related Parties	4,139,401	2,720,011	5,584,241	3,777,757
Cash Generated from/(Used in)Operations	1,038,740,212	169,747,765	1,137,596,434	138,890,086
Interest Paid	(789,436)	(14,543,904)	(740,295)	(14,494,763)
Gratuity Paid	(2,270,843)	(21,000)	(1,012,843)	(21,000)
Tax Paid	(242,399,255)	(145,180,285)	(199,685,043)	(140,120,017)
Net Cash From/(Used in) Operating Activities	793,280,678	10,002,576	936,158,253	(15,745,694)
Cash Flows from Investing Activities				
Acquisition of Property, Plant & Equipment	(557,813,389)	(753,149,790)	(550,997,389)	(753,149,790)
Investment in Capital Working Progress	(102,033,005)	-	(91,192,005)	-
Proceeds from Disposal of Property, Plant & Equipment	3,969,822	6,414,286	3,969,822	6,414,286
Acquisition of Investment Property	-	(22,672,760)	-	-
Acquisition of Short Term Investment	-	(49,354,450)	-	(49,354,450)
Proceeds from Sale of Shares	-	16,382,709	-	16,382,709
Investment in Unit Trust	(100,000,000)	(2,058,252,427)	(100,000,000)	(2,058,252,427)
Acquisition of Subsidiary	(65,670,922)	-	(65,670,922)	-
Investment in Short Term Deposits	(282,480,752)	(619,847,580)	(273,767,607)	(619,847,580)
Interest Income	122,782,713	40,332,812	102,518,547	40,066,710
Dividend Income	3,230,015	98,302,565	25,424,928	98,302,565
Net Cash Flows Used in Investing Activities	(978,015,518)	(3,341,844,635)	(949,714,626)	(3,319,437,977)
Cash Flows from Financing Activities				
Dividend Paid	(250,000,000)	(162,000,000)	(250,000,000)	(162,000,000)
Proceeds from Share Issue	-	4,500,000,000	-	4,500,000,000
Dividend Paid to Minority	(5,506,985)	-	-	-
Share Issue Expenses Paid	-	(53,673,243)	-	(53,673,243)
Loan Repayment	(3,230,149)	(608,286,403)	(3,230,149)	(608,286,403)
Lease Rental Paid	(82,261)	(623,369)	-	(623,369)
Net Cash Flows From /(Used in) Financing Activities	(258,819,395)	3,675,416,985	(253,230,149)	3,675,416,985
Net Increase /(Decrease) in Cash and Cash Equivalent	(443,554,236)	343,574,926	(266,786,523)	340,233,314
Cash &Cash Equivalent at the beginning of the Period	1,624,132,631	202,155,603	1,075,662,539	181,766,248
Cash &Cash Equivalent at the end of the Period	1,180,578,395	545,730,529	808,876,016	521,999,562

The above figures are subject to audit.

01 Revenue	Group		Company	
	Unaudited 6 Months 30.09.2012 Rs.	Unaudited 6 Months 30.09.2011 Rs.	Unaudited 6 Months 30.09.2012 Rs.	Unaudited 6 Months 30.09.2011 Rs.
Highway Construction	2,796,783,076	1,510,609,730	2,796,783,076	1,510,609,730
Water and Drainage Construction	228,330,056	325,154,293	228,330,056	325,154,293
Bridge Construction	768,104	17,934,360	768,104	17,934,360
Building and Other Construction	1,366,699,080	467,684,411	1,366,699,080	467,684,411
Rental Income	60,817,122	64,717,129	-	-
Service Charges	8,831,364	8,323,580	-	-
Sale of Construction Related Material	391,184,894	230,028,774	391,184,894	230,028,774
Vehicle Sales and After Sales Services	1,203,836,000	-	-	-
	<u>6,057,249,696</u>	<u>2,624,452,276</u>	<u>4,783,765,210</u>	<u>2,551,411,568</u>

02 Basis of Preparation

The Institute of chartered Accountants of Sri Lanka (ICASL) has issued new volume of Sri Lanka Accounting Standards (LKAS/SLFRS) which has become applicable for financial periods commenced after 1st January 2012. However, the ICASL in its Ruling on the comparative figures in the interim financial statements dated 2nd March 2012, allowed companies to prepare interim financial statements during the first financial year commencing on or after 1st January 2012 in accordance with Sri Lanka Accounting Standards existed immediately prior to that date (SLAS) with disclosures on the impact to the Statement of Comprehensive income for the period and net assets based on SLFRS/ LKAS.

Accordingly, these Interim financial Statements of the Company and the Group have been prepared in consistence with the accounting policies and methods applied for the year ended 31st March 2012 and are in compliance with Sri Lanka Accounting Standard 35-“Interim Financial Reporting”. Further, provisions of the Companies Act, No.7 of 2007 have been considered in preparing the interim Financial Statements.

The company is in the process of adopting new Sri Lanka Accounting Standards(SLFRS/LKAS) with effect from 01st April 2012 and the impact to the statement of comprehensive income and net assets base has not been determined, and work in progress.

03 Accounting Methods, Policies and Accounting Estimates

Accounting policies and methods of computation as stated in the Audited Financial Statements of 2011/12 are followed in the preparation of these Interim Financial Statements.

04 Events Occurring After the Balance Sheet Date

Company has increased its stake in Sathosa Motors PLC from 81.74% to 84.23% at a consideration of Rs. 35,016,976 subsequent to the Balance Sheet date.

There have been no events subsequent to the Balance sheet date ,which require disclosure in the interim financial statements other than stated above.

05 Contingent Liabilities

There were no changes of material nature in the Contingent Liabilities since the last Annual Balance Sheet date .

5.1 Value of Bank Gurantee as at 30th September 2012 are as follows.

	Rs
Nations Trust PLC	1,174,044,207
Sampath Bank PLC	1,411,711,860
Bank of Ceylon	917,629,233
Hongkong & Shanghai Bank Corporation	495,869,631
	<u>3,999,254,931</u>

06 Share Information

6.1 Public Share Holdings

The percentage of shares held by the public as at 30th September 2012 was 36.52%

6.2 Directors Share Holdings

The number of shares held by the Board of Directors as at 30th September 2012 are as follows.

	Number of Shares	
S.J.S.Perera	250,000,000	25%
R.J.S.Gomez	120,000,000	12%
J.C.Joshua	100,000,000	10%
S.H.S.Mendis	24,000,000	2.40%
D.A.R.Fernando	24,000,000	2.40%
T.A.G.Fernando	6,400,000	0.64%
S.D.Munasinghe	24,000,000	2.40%
K.A.M.K.Ranasinghe	Nil	Nil
N.D.Gunarathne	Nil	Nil
A.I.Lovell	16,000,000	1.60%

6.3 Major shareholders of the company as at 30th September 2012 are as follows.

	Number of Shares	
1 Mr. S J S Perera	250,000,000	25.00%
2 Mr. R J S Gomez	120,000,000	12.00%
3 Mr. J C Joshua	100,000,000	10.00%
4 Mrs. R M N Joshua	70,000,000	7.00%
5 Mr. S J S Perera	45,000,000	4.50%
6 Mrs. D R S Malalasekera	45,000,000	4.50%
7 John Keells Holdings PLC	40,000,000	4.00%
8 Mr. S A A Gomez	25,000,000	2.50%
9 Mr. R J Gomez	25,000,000	2.50%
10 Mr. S D Munasinghe	24,000,000	2.40%
11 Mr. S H S Mendis	24,000,000	2.40%
12 Mr. D A R Fernando	24,000,000	2.40%
13 Mr. A I Lovell	16,000,000	1.60%
14 Associated Electrical Corporation Ltd	13,000,000	1.30%
15 Barclays Bank PLC Singapore Branch (Wealth Management)	8,000,000	0.80%
16 Watapota Investments PLC	8,000,000	0.80%
17 Mr. T A G Fernando	6,400,000	0.64%
18 MAS Capital (Private) Limited	6,000,000	0.60%
19 Mr. S N F Irippuge	4,000,000	0.40%
20 ATSL International (Private) Limited	4,000,000	0.40%
21 Indra Traders (Private) Limited	4,000,000	0.40%
	861,400,000	86.14%
Others	138,600,000	13.86%
Total	1,000,000,000	100.00%

6.4 Share Distribution

Shareholding as at 30th September 2012

From	To	No of Holders	No of Shares	%
1	1,000	788	377,190	0.04%
1,001	10,000	690	3,165,317	0.32%
10,001	100,000	456	14,798,660	1.47%
100,001	1,000,000	210	82,994,558	8.30%
Over 1,000,000		43	898,664,275	89.87%
		2187	1,000,000,000	100%

Categories of Shareholders	No of Holders	No of Shares	%
Local Individuals	2024	848,167,869	84.82%
Local Individuals	140	122,673,104	12.26%
Foreign Individuals	18	19,554,196	1.96%
Foreign Institutions	5	9,604,831	0.96%
	2187	1,000,000,000	100.00%

6.5 Stated Capital

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

As at	30.09.2012	31.03.2012
Ordinary Shares	1,000,000,000	1,000,000,000

6.6 Market Price Per Share

For the 6 Months ended 30th September 2012

	Rs.
Highest	26.60
Lowest	13.50
Last Traded	21.80

CORPORATE INFORMATION

Name of Company

Access Engineering PLC

Registered office

Level 8, Access Tower

278 Union Place,

Colombo 02.

Tel: +94 11 2302302

Fax: -94 11 2302333

Web - www.accessengsl.com

Legal Form

A public limited liability Company incorporated in Sri Lanka on July 31, 2001 under the Companies Act No. 17 of 1982 and Reregistered under the Companies Act No. 07 of 2007 on February 06, 2008.

Ordinary Voting Shares are listed on the Dirisavi Board of the Colombo Stock Exchange.

Company Registration Number

P B 200 PQ

Bankers

Bank of Ceylon

Sampath Bank PLC

Hatton National Bank PLC

Nations Trust Bank PLC

Commercial Bank of Ceylon PLC

Hongkong & Shanghai Bank Corporation

Peoples Bank

Secretaries

P W Corporate Secretarial (Private) Limited

No 3/17, Kynsey Road,

Colombo 08.

Auditors

Messrs KPMG

Chartered Accountants

32A, Sir Mohamed Macan Markar Mawatha,

Colombo 03.

Tel: +94 11 2426426

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