

Income Statement - Group
Provisional Financial Statements

For the three months
ended 30th June

For the three months ended 30th June		2009	2008	Change	Year ended
(All figures in Sri Lankan Rupees '000)	Note	(Unaudited)	(Unaudited)	%	31.03.09
					(Unaudited)
Revenue		381,869	851,031	(55)	2,350,153
Carrying value of investments disposed & other direct expenses		<u>(242,701)</u>	<u>(312,486)</u>	(22)	<u>(1,790,017)</u>
		139,168	538,545	(74)	560,136
Other Income	2	294,715	71,815	310	666,902
Administrative expenses		(10,443)	(8,462)	23	(34,327)
Other expenses	3	-	(29,542)	(100)	(594,254)
Profit from operations		<u>423,440</u>	<u>572,356</u>	(26)	<u>598,457</u>
Finance costs		<u>(6)</u>	<u>(7,260)</u>	(100)	<u>(13,525)</u>
Profit from ordinary activities		<u>423,434</u>	<u>565,096</u>	(25)	<u>584,932</u>
Share of associate companies' profits		173,919	112,620	54	85,597
Profit before taxation		<u>597,353</u>	<u>677,716</u>	(12)	<u>670,529</u>
Tax expense		<u>(16,644)</u>	<u>(992)</u>	1578	<u>(7,463)</u>
Profit for the period		<u>580,709</u>	<u>676,724</u>	(14)	<u>663,066</u>
Profit Attributable to					
Equity holders of the parent		509,557	546,408	(7)	302,624
Minority shareholders		71,152	130,316	(45)	360,442
		<u>580,709</u>	<u>676,724</u>	(14)	<u>663,066</u>
Earnings per ordinary/ deferred share (Rs.) - (Basic)		25.18	27.00	(7)	14.96
Dividend per ordinary share (Rs.)		-	-		11.50

Change % column represents the percentage change in current period's results compared to comparative period of previous year.

Figures in brackets indicate deductions/negative changes.

Balance Sheet - Group
Provisional Financial Statements

As at 30th June	2009	2008	As at
(All figures in Sri Lankan Rupees '000)	(Unaudited)	Restated (Unaudited)	31.03.09 (Unaudited)
ASSETS			
Non-Current Assets			
Property, plant & equipment	9,490	1,790	10,039
Intangible Assets	8,614	-	9,152
Investments in associates	1,271,026	1,958,320	987,848
Other investments	4,451,469	4,934,361	2,463,564
	<u>5,740,599</u>	<u>6,894,471</u>	<u>3,470,603</u>
Current Assets			
Trade and other receivables	15,397	21,551	14,941
Income tax recoverable	3,957	7,155	5,812
Short-term investment	180,217	205,561	114,044
Short-term deposits	2,157,652	260,983	1,974,584
Cash at bank	945	217,610	60,643
	<u>2,358,168</u>	<u>712,860</u>	<u>2,170,024</u>
Total assets	<u>8,098,767</u>	<u>7,607,331</u>	<u>5,640,627</u>
EQUITY AND LIABILITIES			
Stated Capital & Reserves			
Stated capital	672,811	672,811	672,811
Capital reserves	1,066,893	923,903	957,634
Revenue reserves	4,785,290	4,495,404	2,887,230
Total equity attributable to equityholders of the parent	<u>6,524,994</u>	<u>6,092,118</u>	<u>4,517,675</u>
Minority shareholders' interest	<u>1,521,191</u>	<u>1,205,262</u>	<u>1,053,800</u>
Total equity	<u>8,046,185</u>	<u>7,297,380</u>	<u>5,571,475</u>
Non-Current Liabilities			
Deferred tax provision	(250)	37	(250)
Retirement benefit obligation	363	205	361
	<u>113</u>	<u>242</u>	<u>111</u>
Current Liabilities			
Income tax payable	10,682	-	-
Trade and other creditors	9,959	20,158	11,300
Bank overdraft	31,828	289,551	57,741
	<u>52,469</u>	<u>309,709</u>	<u>69,041</u>
Total equity and liabilities	<u>8,098,767</u>	<u>7,607,331</u>	<u>5,640,627</u>
Net assets per ordinary/deferred share (Rs.)	322.46	301.07	223.26
Net assets per share - Market value (Rs.)	368.57	425.04	252.67

The Balance Sheet of the Group as at 30th June 2009 and the related Statements of Income, Changes in Equity and Cash Flow for the first quarter then ended, have been drawn up from unaudited Accounts.

I certify that these Financial Statements comply with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

A. P. Weeratunge

Chief Financial Officer

Carsons Management Services (Private) Limited

Approved and signed on behalf of the Investment Managers, Approved and signed on behalf of the Board,

(Sgd.)

W. Y. R. Fernando

Director

Guardian Fund Management Limited

11th August 2009

(Sgd.)

I. Paulraj

Chairman

(Sgd.)

D.C.R. Gunawardena

Director

Statement of Changes in Equity - Group
Provisional Financial Statements

	Stated Capital	Capital Reserves	Market Value Adjustment Reserve-S/T	Market Value Adjustment Reserve-L/T	Revenue Reserves	Share- holders Funds	Minority Share- holders' Interest	Total Equity
(All figures in Sri Lankan Rupees '000)								
Balance as at 31st March 2008 (Audited)	672,811	935,683	57,573	2,078,293	2,271,758	6,016,118	1,210,710	7,226,828
Net profit for the year	-	-	-	-	302,624	302,624	360,442	663,066
Dividend paid for 2008	-	-	-	-	(35,411)	(35,411)	(31,850)	(67,261)
Loss on Revaluation	-	-	-	(1,787,607)	-	(1,787,607)	(485,502)	(2,273,109)
Transfers	-	-	(45,214)	-	45,214	-	-	-
Appreciation of associate company's reserves	-	21,951	-	-	-	21,951	-	21,951
Balance as at 31st March 2009 (Unaudited)	672,811	957,634	12,359	290,686	2,584,185	4,517,675	1,053,800	5,571,475
Net profit for the three months	-	-	-	-	509,557	509,557	71,152	580,709
Surplus on Revaluation	-	-	-	1,388,503	-	1,388,503	396,239	1,784,742
Appreciation of associate company's reserves	-	109,259	-	-	-	109,259	-	109,259
Dividend paid for 2009	-	-	-	-	-	-	-	-
Balance as at 30th June 2009 (Unaudited)	672,811	1,066,893	12,359	1,679,189	3,093,742	6,524,994	1,521,191	8,046,185
Balance as at 31st March 2008 (Audited)	672,811	935,683	57,573	2,078,293	2,271,758	6,016,118	1,210,710	7,226,828
Net profit for the three months	-	-	-	-	546,408	546,408	130,316	676,724
Loss on Revaluation	-	-	-	(423,217)	-	(423,217)	(103,914)	(527,131)
Depreciation of associate company's reserves	-	(11,780)	-	-	-	(11,780)	-	(11,780)
Dividend paid for 2008	-	-	-	-	(35,411)	(35,411)	(31,850)	(67,261)
Balance as at 30th June 2008 (Unaudited)	672,811	923,903	57,573	1,655,076	2,782,755	6,092,118	1,205,262	7,297,380

Cash Flow Statement - Group

Provisional Financial Statements

For the three months ended 30th June	2009	2008	Year ended 31.03.09
(All figures in Sri Lankan Rupees '000)	(Unaudited)		(Unaudited)
Net cash generated from operating activities	149,283	295,010	1,386,039
Net cash used in investing activities	-	-	711,184
Net cash used in financing activities	-	(55,177)	(68,946)
Net decrease in cash & cash equivalents	149,283	239,833	2,028,277
Cash & cash equivalents at the beginning of the period	1,977,486	(50,791)	(50,791)
Cash & cash equivalents at the end of the period	2,126,769	189,042	1,977,486

Statement of Cash & Cash Equivalents

Short-term deposits	2,157,652	260,983	1,974,584
Cash at bank	945	217,610	60,643
	2,158,597	478,593	2,035,227
Short-term borrowings	-	-	-
Bank overdrafts	(31,828)	(289,551)	(57,741)
	2,126,769	189,042	1,977,486

Figures in brackets indicate deductions.

Income Statement - Company
Provisional Financial Statements

For the three months
ended 30th June

For the three months ended 30th June		2009	2008	Change	Year ended
(All figures in Sri Lankan Rupees '000)	Note	(Unaudited)	(Unaudited)	%	31.03.09
					(Unaudited)
Revenue		117,701	472,513	(75)	1,284,028
Carrying value of investments disposed		(81,620)	(126,670)	(36)	(989,934)
		36,081	345,843	(90)	294,094
Other Income	2	195,072	442	>100	330,406
Administrative expenses		(2,297)	(3,095)	(26)	(9,837)
Other Expenses	3	-	(6,818)	(100)	(215,609)
Profit from operations		228,856	336,372	(32)	399,054
Finance costs		(5)	(7,158)	(100)	(12,013)
Profit before taxation		228,851	329,214	(30)	387,041
Income tax expense		(2,367)	-	-	(624)
Profit for the period		226,484	329,214	(31)	386,417
Earnings per ordinary/deferred share - Basic (Rs.)		11.19	16.27	(31)	19.10
Dividend per ordinary share (Rs.)		-	-	-	11.50

Change % column represents the percentage change in current period's results compared to comparative period of previous year.

Figures in brackets indicate deductions/negative changes.

Balance Sheet - Company
Provisional Financial Statements

As at 30th June	2009	2008	As at
(All figures in Sri Lankan Rupees '000)	(Unaudited)	(Unaudited)	31.03.09 (Unaudited)
ASSETS			
Non-Current Assets			
Investments in subsidiaries	346,500	346,500	346,500
Other investments	1,631,462	2,089,617	978,162
	<u>1,977,962</u>	<u>2,436,117</u>	<u>1,324,662</u>
Current Assets			
Trade and other receivables	4,198	4,939	2,885
Income tax recoverable	3,779	3,545	4,610
Short-term investments	73,559	98,255	54,619
Short-term deposits	362,238	-	46,806
Cash at bank	-	4,707	280,209
	<u>443,774</u>	<u>111,446</u>	<u>389,129</u>
Total assets	<u>2,421,736</u>	<u>2,547,563</u>	<u>1,713,791</u>
EQUITY and LIABILITIES			
Stated Capital & Reserves			
Stated capital	672,811	672,811	672,811
Capital reserves	208,660	208,660	208,660
Revenue reserves	1,530,843	1,368,888	828,335
Total equity	<u>2,412,314</u>	<u>2,250,359</u>	<u>1,709,806</u>
Current Liabilities			
Trade and other creditors	1,427	7,654	1,120
Unclaimed Dividends	2,510	-	2,520
Bank overdraft	5,485	289,550	345
	<u>9,422</u>	<u>297,204</u>	<u>3,985</u>
Total equity and liabilities	<u>2,421,736</u>	<u>2,547,563</u>	<u>1,713,791</u>
Net assets per ordinary/deferred share (Rs.)	119.21	111.21	84.50
Net assets per share - Market value (Rs.)	281.23	300.18	185.53

The Balance Sheet of the Company as at 30th June 2009 and the Statements of Income, Changes in Equity and Cash Flow for the first quarter then ended, have been drawn up from unaudited Accounts.

I certify that these Financial Statements comply with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

A. P. Weeratunge

Chief Financial Officer

Carsons Management Services (Private) Limited

Approved and signed on behalf of the Investment Managers, Approved and signed on behalf of the Board,

(Sgd.)

W. Y. R. Fernando

Director

Guardian Fund Management Limited

11th August 2009

(Sgd.)

I. Paulraj

Chairman

(Sgd.)

D.C.R. Gunawardena

Director

Statement of Changes in Equity - Company
Provisional Financial Statements

(All figures in Sri Lankan Rupees '000)	Stated Capital	Capital Reserve	Revenue Reserve	Total Equity
Balance as at 31st March 2008 (Audited)	672,811	208,660	1,305,118	2,186,589
Net profit for the year	-	-	386,417	386,417
Depreciation of long-term investments	-	-	(827,789)	(827,789)
Dividend paid for 2008	-	-	(35,411)	(35,411)
Balance as at 31st March 2009 (Audited)	672,811	208,660	828,335	1,709,806
Net profit for the three months	-	-	226,484	226,484
Appreciation of long-term investments	-	-	476,024	476,024
Dividend paid for 2009	-	-	-	-
Balance as at 30th June 2009 (Unaudited)	672,811	208,660	1,530,843	2,412,314
Balance as at 31st March 2008 (Audited)	672,811	208,660	1,305,118	2,186,589
Net profit for the three months	-	-	329,214	329,214
Depreciation of long-term investments	-	-	(230,033)	(230,033)
Dividend paid for 2008	-	-	(35,411)	(35,411)
Balance as at 30th June 2008 (Unaudited)	672,811	208,660	1,368,888	2,250,359

Cash Flow Statement - Company
Provisional Financial Statements

For the three months ended 30th June 2009 2008 Year ended
31.03.09
 (All figures in Sri Lankan Rupees '000) (Unaudited) (Unaudited) (Unaudited)

Net cash generated from/(used in) operating activities	30,093	(159,486)	456,248
Net cash generated used in financing activities	(10)	(31,244)	(35,465)
Net increase/(decrease) in cash & cash equivalents	30,083	(190,730)	420,783
Cash & cash equivalents at the beginning of the period	326,670	(94,113)	(94,113)
Cash & cash equivalents at the end of the period	356,753	(284,843)	326,670

Statement of Cash & Cash Equivalents

Short-term deposits	362,238	-	46,806
Cash at bank	-	4,707	280,209
	362,238	4,707	327,015
Bank overdrafts	(5,485)	(289,550)	(345)
	356,753	(284,843)	326,670

Figures in brackets indicate deductions.

Notes to the Interim Financial Statement
Provisional Financial Statements

1 Basis of Preparation of Interim Financial Statement

The 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 2008 except for the measurement of carrying value of long term investments. The accounting policy for valuation of long term investments was changed from lower of cost and market value in aggregate to revalued balances based on market value of shares. These Interim Financial Statements are in compliance with Sri Lanka Accounting Standard 35 - Interim Financial Reporting. Further, provision of the Companies Act No. 7 of 2007 have been considered in preparing the Interim Financial Statements of the Company & Group.

	Rs'000	Rs'000	Rs'000	Rs'000
2 Other Income	Group		Company	
	31st June 2009	31st June 2008	31st June 2009	31st June 2008
Mark to market value adjustment for carrying value of long-term investments	206,817	-	162,364	-
Mark to market value adjustment for carrying value of short-term investments	87,898	716	32,708	442
Realization of revaluation profit on disposed investment	-	71,099	-	-
	294,715	71,815	195,072	442

	Group		Company	
3 Other Expenses	31st June 2009	31st June 2008	31st June 2009	31st June 2008
Mark to market value adjustment for carrying value of long-term investments	-	29,542	-	6,818
	-	29,542	-	6,818

4 Events Occurring after the Balance Sheet date

An interim dividend for 2008/09 amounting to Rs.11.50 per ordinary share, Rs 1,150.00 per deferred share (fully paid) and Rs. 1,044.20 per deferred share (partly paid) was paid to the shareholders on 7th July 2009. There were no events other than above which require disclosure or adjustment in these Financial Statements.

5 Contingent Liabilities

There are no changes of a material nature in the contingent liabilities since the last annual Balance Sheet date.

6 Valuation of Investment Portfolio
Company

(Rs. '000)	Market Value as at 30.06.09	Market Value as at 31.03.09
6.1 Summary of Investment Portfolio		
Long-term (6.1.1)	1,631,462	978,162
Short-term (6.1.2)	73,559	54,619
	1,705,021	1,032,781
6.1.1 Long-Term Investments		
Sector		
Investment Trust		346,151
Bank, Finance & Insurance	70,009	1,891
Beverage, Food & Tobacco	549,497	543,882
Diversified	370,170	362,758
Hotels & Travels	3,713	20,821
Telecommunications	-	49,423
Total Equity Securities - Quoted	993,389	978,775
Market value adjustment of long-term investments	484,315	(154,074)
Unquoted Investments*	153,758	153,461
Total Investment Portfolio	1,631,462	978,162
(Rs. '000)	Market Value as at 30.06.09	Market Value as at 31.03.09
6.1.2 Short-Term Investments		
Sector		
Bank, Finance & Insurance	7,122	-
Beverage, Food & Tobacco	41,375	47,343
Chemicals & Pharmaceuticals	5,499	-
Construction & Engineering	5,300	-
Diversified	14,263	7,276
	73,559	54,619

Group	Market Value as at	Market Value as at
(Rs. '000)	30.06.09	31.03.09
6.2 Summary of Investment Portfolio		
Long-term (6.2.1)	4,451,469	2,463,564
Short-term (6.2.2)	180,217	114,044
	<u>4,631,686</u>	<u>2,577,608</u>

6.2.1 Long-Term Investments

Bank, Finance & Insurance	117,075	25,979
Beverage, Food & Tobacco	937,574	658,895
Diversified	3,002,818	1,214,292
Hotels & Travels	41,801	77,403
Stores & Supplies	-	-
Manufacturing	39,436	8,046
Services	-	-
Telecommunications	2	170,107
Healthcare	32,627	29,003
	<u>4,171,333</u>	<u>2,183,725</u>
Unquoted Investments	280,136	279,839
Total equity securities	<u>4,451,469</u>	<u>2,463,564</u>
Total long-term Investments	<u>4,451,469</u>	<u>2,463,564</u>

- 0

(Rs. '000)

6.2.2 Short-Term Investments

Sector	Market Value as at	Market Value as at
	30.06.09	31.03.09
Bank, Finance & Insurance	71,621	523
Beverage, Food & Tobacco	46,295	92,941
Chemicals & Pharmaceuticals	14,411	-
Construction & Engineering	11,663	-
Diversified	36,227	17,955
Power & Energy	-	2,625
Total short-term investments	<u>180,217</u>	<u>114,044</u>

As at 30.06.09 As at 31.03.09

6.3 Price Index Movements

ASPI	2,432	1,638
Milanka	2,722	1,736

7 Investor Information

Market Performance - Ordinary Shares	30.06.09	30.06.08	31.03.09
	Rs.	Rs.	Rs.
Market value per share	170.00	147.75	104.25
Highest price per share	170.00	173.00	187.50
Lowest price per share	103.25	117.50	78.00
Market capitalisation (Rs. mn)	3,219	2,798	1,974

8 Stated Capital

Stated Capital of the Company consists of 18,938,110 ordinary shares, 10,199 Fully paid Deferred Shares and 3,050 Partly paid Deferred Shares. (Rs.908/- paid)

9 Public Holding

The Percentage of shares held by Public as at 30th June 2009 was 33.35%.

10 Directors Shareholding as at 31.03.2009

	No. of shares as at
	31.03.09
Mr. I Paulraj	50
Mr. D C R Gunawardena	50
Mr. A De Z gunasekera	50
Mr. P C P Tissera (Resigned w.e.f. 31.03.2009)	50
Mr. V M Fernando	-

11 Twenty Major Shareholders as at 30th June 2009

Name of Shareholder	No. of Shares	%
CARSON CUMBERBATCH PLC	12,622,607	66.65
THURSTON INVESTMENTS LIMITED	1,251,262	6.61
MR. M. RADHAKRISHNAN	398,664	2.11
PERSHING LLC S/A AVERBACH GRAUSON & CO.	381,600	2.01
THE GILPIN FUND LIMITED	297,624	1.57
MR. G.J.W. DE SILVA	186,033	0.98
MISS G.I.A. DE SILVA	170,250	0.90
J.B. COCOSHELL (PVT) LTD	169,900	0.90
MRS. M.L. DE SILVA	168,160	0.89
WALDOCK MACKENZIE LTD/MR. H.M.S. ABDULHUSSEIN 5212	143,141	0.76
MISS R.H. ABDULHUSSEIN	130,100	0.69
MISS. A.M. UDESHI	92,500	0.49
AITKEN SPENCE PLC-A/C NO. 2	90,728	0.48
MISS G.N.A. DE SILVA	84,156	0.44
THE CEYLON DESICCATED COCONUT & OIL COMPANY LIMITED	74,988	0.40
WALDOCK MACKENZIE LTD/MR. M.A.N. YOOSUFALI	73,093	0.39
MR. K.C. VIGNARAJAH	72,433	0.38
REGENT HOLDINGS (PVT) LTD	67,032	0.35
AKBAR BROTHERS LTD A/C NO 1	62,200	0.33
MR. O.D. LIYANAGE	60,000	0.32

Corporate Information

Name of Company

Ceylon Guardian Investment Trust PLC
(A Carson Cumberbatch Company)

Domicile and Legal Form

Ceylon Guardian Investment Trust PLC is a Public Quoted Company with limited liability domiciled in Sri Lanka. The Company was incorporated in Sri Lanka in 1951.

Company Registration No.

PQ 52

Principal Activity and Nature of Operations

During the year, the principal activity of the Company was holding and managing of an investment portfolio.

Parent Enterprise and Ultimate Parent Enterprise

The Company's ultimate holding company and controlling entity is Carson Cumberbatch PLC, which is incorporated in Sri Lanka.

Directors

I. Paulraj (Chairman)
D. C. R. Gunawardena
Asoka De Z. Gunasekera
V. Manilal Fernando

Number of Employees

The Company did not have any employees of its own as at the end of the year.

Bankers

Standard Chartered Bank
HSBC
Commercial Bank of Ceylon PLC
Deutsche Bank AG Colombo

Auditors

Messrs. KPMG Ford, Rhodes, Thornton & Company
Chartered Accountants,
No. 32A, Sir Mohamed Macan Markar Mawatha,
Colombo 3.

Investment Managers

Guardian Fund Management Limited
No. 61, Janadhipathi Mawatha,
Colombo 1.
Tele: +94-11-4739200
Fax: +94-11-4739385

Managers & Secretaries

Carsons Management Services (Private) Limited,
No. 61, Janadhipathi Mawatha,
Colombo 1.
Tele: +94-11-4739200
Fax: +94-11-4739300

Registered Office and Principal Place of Business

No. 61, Janadhipathi Mawatha,
Colombo 1.
Tele: +94-11-4739200
Fax: +94-11-4739300

Corporate Website

www.carsoncumberbatch.com