



## EQUITY TWO LIMITED

### Notes to the Interim Financial Statements

#### 1. Basis of preparation of Interim Financial Statements

The Interim Financial Statements of the Company have been prepared on the basis of the same accounting policies and methods applied for the year ended 31st March 2006 and are in compliance with Sri Lanka Accounting Standards 35 - "Interim Financial Reporting".

#### 2. Events occurring after the Balance Sheet date

Subsequent to the Balance Sheet date, no circumstances have arisen which require adjustments to or disclosure in the Interim Financial Statement.

#### 3. Contingent Liabilities

There were no material Contingent Liabilities since the last Balance Sheet date.

#### 4. By order published under the Urban Development Projects (Special Provision) Act No. 2 of 1980 in the Gazette of the Democratic Socialist Republic of Sri Lanka Extraordinary - No 1473/30 of 1st December 2006, the President has declared that the properties bearing Assessment Nos. 51-53, 55 and 61 Janadhipathi Mawatha, Colombo 1, belonging to the Company are urgently required for the purpose of carrying out the 'President Square Project'.

However, subsequently it was communicated that the said project would not be pursued.

#### 5. Comparative Figures

Previous year's figures and phrases have been rearranged wherever necessary to conform to the current year's presentation.

#### Investor Information

##### Share Valuation

	31.12.06	31.12.05	31.03.2006
Market value per share (Rs.)	12.75	10.50	13.50
Highest price per share for the period (Rs.)	18.75	29.75	29.25
Lowest price per share for the period (Rs.)	10.50	7.75	7.75

## EQUITY TWO LIMITED

*Interim Financial Statement  
period ended  
31st December 2006*

Name of Company	Equity Two Limited (A Carson Cumberbatch Company)
Legal Form	A Public Quoted Company with limited liability (Incorporated in Sri Lanka in 1990)
Directors	D. C. R. Gunawardena (Chairman) N. Ramaiah P. C. P. Tissera K. C. N. Fernando
Alternate Directors	K. C. N. Fernando (for P. C. P. Tissera) I. Paulraj (for N. Ramaiah)
Bankers	Standard Chartered Bank Bank of Ceylon
Auditors	Messrs. KPMG Ford, Rhodes, Thornton & Company Chartered Accountants 32A, Sir Mohamed Macan Markar Mawatha, Colombo 03 Sri Lanka
Managers & Secretaries	Carsons Management Services (Pvt) Limited 61, Janadhipathi Mawatha, Colombo 01 Sri Lanka
Registered Office	61, Janadhipathi Mawatha, Colombo 01 Sri Lanka
Place of Business	61, Janadhipathi Mawatha, Colombo 01 Sri Lanka
Corporate Website	<a href="http://www.carsoncumberbatch.com">www.carsoncumberbatch.com</a>