

THE INDO - MALAY ESTATES LIMITED

Income Statement

(All figures in Sri Lankan Rupees 000')

	Quarter ended 31st December			Nine months to 31st December			Year ended 31.03.06
	2006	2005	Change %	2006	2005	Change %	(Audited)
Revenue	15,413	4,295	259	23,884	13,394	78	16,039
Direct operating costs	(3,680)	(2,273)	62	(10,648)	(6,952)	53	(8,683)
Gross Profit	11,733	2,022	480	13,236	6,442	105	7,356
Other operating income	(215)	17	(1,365)	465	112	315	1,118
	11,518	2,039	465	13,701	6,554	109	8,474
Administrative expenses	(1,497)	(1,252)	20	(4,303)	(3,962)	9	(5,213)
Profit from operations	10,021	787	1,173	9,398	2,592	263	3,261
Finance costs	(513)	(387)	33	(1,918)	(1,410)	36	(2,224)
Profit before taxation	9,508	400	2,277	7,480	1,182	533	1,037
Income tax expense	(709)	(27)	2,526	(709)	(27)	2,526	(38)
Deferred tax expense	(926)	(1,435)	(35)	(2,294)	(3,109)	(26)	(238)
Net profit/(loss) for the period	7,873	(1,062)	(841)	4,477	(1,954)	(329)	761
Earnings per ordinary share (Rs.)	1.12	(0.15)		0.64	(0.28)		0.11
Dividend per share (Rs.)	0.55	-		0.55	-		-

Changes represent the percentage change in current period's results compared to comparative period of last year.

Figures in brackets indicate deductions/negative changes.

THE INDO - MALAY ESTATES LIMITED

Balance Sheet

As at 31st December
(All figures in Sri Lankan Rupees 000')

	2006	2005	As at 31.03.06 (Audited)
ASSETS			
Non-current assets			
Property, plant & equipment	526,878	512,174	518,438
Long - term investments	150,291	121,635	121,635
Deferred tax assets	6,628	1,343	6,028
	683,797	635,152	646,101
Current Assets			
Inventories	1,143	942	299
Debtors and other receivables	1,474	705	929
Taxation recoverable	531	1,169	1,174
Short-term deposits	1,410	9,449	9,601
Cash and bank balances	2,448	813	1,300
	7,006	13,078	13,303
Total Assets	690,803	648,230	659,404
EQUITY & LIABILITIES			
Share Capital & Reserves			
Share capital	69,984	69,984	69,984
Capital reserves	446,838	446,838	446,838
Revenue reserve	83,068	79,725	82,440
	599,890	596,547	599,262
Non-current Liabilities			
Deferred tax liability	17,375	13,302	15,081
Retirement benefit obligations	96	513	270
	17,471	13,815	15,351
Current Liabilities			
Trade Creditors and accruals	23,312	9,948	21,227
Amounts due to related Companies	28,655	-	-
Dividend payable - Ordinary	3,849	-	-
Retirement benefit obligations	451	216	451
Short-term borrowings	15,542	20,915	21,750
Bank overdraft	1,633	6,789	1,363
	73,442	37,868	44,791
Total Equity & Liabilities	690,803	648,230	659,404
Net assets per ordinary share (Rs.)	85.72	85.24	85.63

The Balance Sheet as at 31st December, 2006 and the Statements of Income, Changes in Equity and Cash Flows for period then ended as disclosed in pages 2 to 4 have been drawn up from unaudited accounts.

Approved & Signed on behalf of the Managers, Approved & Signed on behalf of the Board,

D. C. R. Gunawardena
Director

M. Selvanathan
Director

P.C.P.Tissera
Director

Carsons Management Services (Pvt) Ltd.
12th February, 2007

THE INDO - MALAY ESTATES LIMITED

Statement of Changes in Equity

(All figures in Sri Lankan Rupees 000')

	Share Capital	Capital Reserve	Revenue Reserve	Retained Profits	Total Equity
Balance as at 1st April, 2005 - Audited	69,984	446,838	47,043	34,636	598,501
Net profit for the period	-	-	-	761	761
Balance as at 31st March, 2006 - Audited	69,984	446,838	47,043	35,397	599,262
Balance as at 1st April, 2006	69,984	446,838	47,043	35,397	599,262
Net profit for the period	-	-	-	4,477	4,477
Interim Ordinary Dividend - 2006/07	-	-	-	(3,849)	(3,849)
Balance as at 31st December, 2006	69,984	446,838	47,043	36,025	599,890
Balance as at 1st April, 2005	69,984	446,838	47,043	34,636	598,501
Net loss for the period	-	-	-	(1,954)	(1,954)
Balance as at 31st December, 2005	69,984	446,838	47,043	32,682	596,547

Cash flow Statement

For the nine months ended 31st December
(All figures in Sri Lankan Rupees 000')

	2006	2005	Year ended 31.03.06 (Audited)
Net cash (outflows)/inflows from operating activities	35,746	(16,567)	(4,659)
Net cash outflows from investing activities	(36,848)	(11,104)	(17,774)
Net cash outflows from financing activities	(3)	(60)	(68)
(Decrease)/ increase in cash and cash equivalents	(1,105)	(27,731)	(22,501)
Cash and cash equivalents at the beginning of the period	(12,212)	10,289	10,289
Cash and cash equivalents at the end of the period	(13,317)	(17,442)	(12,212)
Cash and cash equivalents:			
Cash and Bank balance	2,448	813	1,300
Short-term deposits	1,410	9,449	9,601
Short-term borrowings	(15,542)	(20,915)	(21,750)
Bank overdraft	(1,633)	(6,789)	(1,363)
	(13,317)	(17,442)	(12,212)