

PEGASUS HOTELS OF CEYLON PLC
Income Statement

	Quarter ended 31st December			Nine Months ended 31st December			Year ended 31.03.09
	2009	2008	Change %	2009	2008	Change %	(Audited)
(All figures in Sri Lankan Rupees '000)							
Revenue	48,920	36,130	35	123,411	110,135	12	152,283
Cost of Sales	(14,317)	(11,869)	21	(35,542)	(33,114)	7	(43,873)
Gross Profit	34,603	24,261	43	87,869	77,021	14	108,410
Selling expenses	(1,510)	(1,478)	2	(3,473)	(3,924)	(11)	(5,146)
Administrative expenses	(18,740)	(17,536)	7	(52,924)	(51,586)	3	(99,677)
Other operating expenses	(8,168)	(7,698)	6	(21,765)	(23,863)	(9)	(2,453)
Operating Profit/(Loss)	6,185	(2,451)	352	9,707	(2,352)	513	1,134
Finance expenses	(1,717)	(1,685)	2	(4,808)	(5,156)	(7)	(6,658)
Profit / (Loss) before Taxation	4,468	(4,136)	208	4,899	(7,508)	165	(5,524)
Income tax expenses	-	-	-	-	-	-	(15)
Net Profit / (Loss)	4,468	(4,136)	208	4,899	(7,508)	165	(5,539)
Profit / (Loss) per ordinary share (Rs.)	0.16	(0.15)		0.18	(0.27)		(0.20)

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

Figures in brackets indicate deductions/negative changes.

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PEGASUS HOTELS OF CEYLON PLC
Balance Sheet

	2009	2008	As at 31.03.09
(All figures in Sri Lankan Rupees '000)			(Audited)
ASSETS			
Non-current Assets			
Property, plant & equipment	739,850	631,184	748,535
Intangible asset	-	302	-
Total non-current assets	739,850	631,486	748,535
Current Assets			
Compensation receivable	189,463	-	189,463
Inventories	14,301	14,324	11,147
Trade and other receivables	23,510	15,279	15,107
Cash at bank and in hand	13,326	6,801	6,915
Total current assets	240,600	36,404	222,632
Total Assets	980,450	667,890	971,167
EQUITY & LIABILITIES			
Equity			
Stated Capital	398,889	398,889	398,889
Capital Reserves	440,786	317,831	440,787
General Reserves	176	176	176
Accumulated losses	(25,626)	(217,248)	(30,525)
Total equity	814,225	499,648	809,327
Non-Current Liabilities			
Long term bank borrowings	60,761	64,768	51,399
Retirement benefit obligations	1,881	1,157	1,645
Amounts due to related companies	73,293	73,703	71,760
Total non-current liabilities	135,935	139,628	124,804
Current Liabilities			
Trade and other payables	25,700	27,592	20,943
Long-term borrowings repayable within one year	3,164	1,022	12,656
Bank overdrafts	1,426	-	3,437
Total current liabilities	30,290	28,614	37,036
Total Equity & Liabilities	980,450	667,890	971,167
Net assets per ordinary share (Rs.)	29.77	18.27	29.59

The Balance Sheet as at 31st December 2009, and the related Statements of Income, Changes in Equity and Cash Flow for the Nine months then ended as disclosed in pages 2 to 4 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)
V. R. Wijesinghe
Financial Controller

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved & Signed on behalf of the Managers,
(Sgd.)
A. P. Weeratunge
Director
Carsons Management Services (Private) Limited.
8th February 2010

Approved & Signed on behalf of the Board,
(Sgd.)
D. C. R. Gunawardena
Director
M. Selvanathan
Director

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PEGASUS HOTELS OF CEYLON PLC
Statement of Changes in Equity

	For the Nine months ended 31st December 2009					
	Stated Capital	Revaluation Reserve	Capital Reserve	General Reserve	Accumulated Losses	Total Equity
(All figures in Sri Lankan Rupees '000)						
Balance as at 1st April 2008 (Audited)	398,889	302,687	15,144	176	(209,740)	507,156
Revaluation	-	307,709	-	-	-	307,709
Transfer on Disposal of Land	-	(184,754)	-	-	184,754	-
Loss for the Year	-	-	-	-	(5,539)	(5,539)
Balance as at 31st March 2009 (Audited)	398,889	425,642	15,144	176	(30,525)	809,326
Profit for the Period	-	-	-	-	4,899	4,899
Balance as at 31st December 2009 (Unaudited)	398,889	425,642	15,144	176	(25,626)	814,225
Balance as at 1st April 2008 (Audited)	398,889	302,687	15,144	176	(209,740)	507,156
Loss for the period	-	-	-	-	(7,508)	(7,508)
Balance as at 31st December 2008 (Unaudited)	398,889	302,687	15,144	176	(217,248)	499,648

Cash Flow Statement

	2009	2008	Audited Year ended 31.03.09
(All figures in Sri Lankan Rupees '000)			
Net cash generated from operating activities	9,641	18,961	17,956
Net cash used in investing activities	(1,089)	(1,552)	(2,135)
Net cash used in financing activities	(130)	(2,849)	(4,584)
Net increase in cash and cash equivalents	8,422	14,560	11,237
Cash and cash equivalents at the beginning of the year	3,478	(7,759)	(7,759)
Cash and cash equivalents at the end of the period	11,900	6,801	3,478
Cash and cash equivalents			
Cash at Bank and in Hand	13,326	6,801	6,915
Bank Overdrafts	(1,426)	-	(3,437)
Total	11,900	6,801	3,478

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PEGASUS HOTELS OF CEYLON PLC
Notes to the Interim Financial Statements

1. Basis of preparation of Interim Financial Statements

The Interim Financial Statements of the Company have been prepared in consistence with the accounting policies and methods applied for the year ended 31st March 2009 and are in compliance with Sri Lanka Accounting Standard 35-"interim Financial Reporting". Further, provisions of the Companies Act No.07 of 2007 have been considered in preparing the Interim Financial Statements.

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 Statements.

3. Compensation Receivable

As previously informed to the shareholders, the Government of Sri Lanka acquired approximately 1,251 perches of land owned by the Company for the purpose of constructing the Dikkowita Fisheries Harbour.

The Company has accounted for the Compensation Receivable in the Financial Statements based on the market value of the said land. The Company is yet to receive any confirmation regarding the compensation claim from the Divisional Secretary.

4. Contingent Liabilities

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

5. Comparative Figures

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

6. Stated capital

Stated capital of the company consists of,

Issued and Fully Paid ordinary shares

	As at 31.12.09	As at 31.12.08	As at 31.03.09
Issued and Fully Paid ordinary shares	<u>27,352,385</u>	<u>27,352,385</u>	<u>27,352,385</u>

7. Segment Reporting

The Company has no identifiable segments.

8. Investor Information

Share Valuation	31.12.2009	31.12.2008	31.03.2009
Last traded price per share (Rs.)	34.00	10.00	13.75
Highest price per share for the period (Rs.)	38.75	25.50	25.50
Lowest price per share for the period (Rs.)	13.50	9.75	9.75

PEGASUS HOTELS OF CEYLON PLC
Investor Information (contd.)

Twenty Major Shareholders as at 30th December 2009

Name	No of shares held	%
CARSON CUMBERBATCH PLC A/C NO. 01	25,369,210	92.75
EMPLOYEES PROVIDENT FUND	144,600	0.53
MR. S.A. COORAY	100,000	0.37
MR. K.A.S. PERERA	94,100	0.34
MRS. I. GWYN	46,766	0.17
MR. I.M MAHIPALA	32,000	0.12
MR. C.P. WILLIAM	25,000	0.09
PAN ASIA BANKING CORPORATION PLC./MR.RAVINDRA ERLE	25,000	0.09
DR. L.M.A. PATHMALAL	21,900	0.08
DR. H.H.S. SAMARASIRI	21,900	0.08
MRS. H.M.I.D. JAYAWICKRAMA	20,200	0.07
MR. P.H.D. WAIDYATILAKA	20,000	0.07
MR. B.V. HETTITHANTHRIGE	20,000	0.07
HAMEEDIA STORES (PVT) LTD	19,300	0.07
MR N. RAVINDRA	18,500	0.07
MERCHANT BANK OF SRI LANKA LIMITED/UNION INVESTMENT	18,240	0.07
MR. K.G.M. GRERO	16,000	0.06
BARTLEET ASSET MANAGEMENT (PVT) LTD	14,000	0.05
MR. M.S.M. NALEER	13,700	0.05
MR. U.R.DE.A. PERERA	13,500	0.05

The percentage of shares held by public as at 30th December 2009 was 7.24%

Directors shareholding as at 31st March 2009

Name	No of Shares held
Mr. D C R Gunawardena	-
Mr. M Selvanathan	-
Mr. H Selvanathan	-
Mr. S Nagendra	-
Mr. P M Withana	-
Alternate Directors	-
Mr. P C P Tissera (for Mr. D C R Gunawardena) (Resigned w.e.f. 31.03.2009)	-
Mr. K C N Fernando (for Mr. M Selvanathan)	-



PEGASUS HOTELS OF CEYLON PLC
Interim Financial Statements for the
Nine months ended
31st December 2009

Corporate Information

Name of the Company	Pegasus Hotels of Ceylon PLC (A Carson Cumberbatch Company)
Registration No	PQ 40
Legal Form	A Public Quoted Company with Limited Liability Incorporated in Sri Lanka in 1966
Parent Enterprise	The Company's holding company and controlling entity is Carson Cumberbatch PLC, which is incorporated in Sri Lanka
Directors	D. Chandima R. Gunawardena (Chairman) Mano Selvanathan Hari Selvanathan Sega Nagendra P.M. Withana
Alternative Directors	K.C.N. Fernando (Alternate Director to Mr. M. Selvanathan)
Bankers	Commercial Bank PLC Standard Chartered Bank Sampath Bank
Auditors	Messrs. KPMG Ford, Rhodes, Thornton & Company Chartered Accountants No. 32A, Sir Mohamed Macan Markar Mawatha, Colombo 3, Sri Lanka.
Managers & Secretaries	Carsons Management Services (Private) Limited, No. 61, Janadhipathi Mawatha, Colombo 1, Sri Lanka. Tel: 0114739200 Fax: 0114739300
Registered Office	No. 61, Janadhipathi Mawatha, Colombo 1, Sri Lanka.
Place of Business	Santha Maria Mawatha, Wattala, Sri Lanka.
Corporate Website	www.carsoncumberbatch.com