

RATNAYAKE T.A. & CO.
Chartered Accountants

T.A.Ratnayake B.Sc. (B.Ad.), F.C.A., F.S.C.M.A.
K.A.D.Cyril Chandraratne A.C.A., S.A.T.

17, Rodney Street,
off Cotta Road,
Colombo 8.
Tel. 682891/698753
Fax. 678439

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED
NO.A-194,PERTH PARADISE,
GURUGODA,HORANA.

CONTENTS

Balance Sheet as at 31st March 2011

***Income Statement
for the year ended 31st March 2011***

DATED

24th May, 2011
COLOMBO

RATNAYAKE T.A. & CO.

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**REPORT OF THE AUDITORS TO THE MEMBERS OF
HOUSING AND CONSTRUCTION (PRIVATE) LIMITED**

We have audited the accompanying financial statements Housing And Construction (Pvt) Limited, which comprise the Balance Sheet as at March 31st, 2011, and the Income Statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with Sri Lanka Accounting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Scope of Audit and Basis of Opinion

Our responsibility is to express an opinion on these financial statements based our audit. We conducted our audit in accordance with Sri Lanka Auditing Standards. Those standards require that we plan and perform the audit to obtain responsible assurance whether the financial statements are free from material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation.

We have obtained all the information and explanations to the best of our knowledge and belief were necessary for the purposes of our audit. We therefore believe that our audit provides a reasonable basis for our opinion.

Opinion

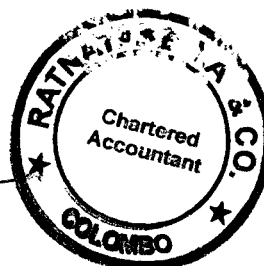
In our opinion, so far as appears from our examination, the Company maintained proper accounting records for the year ended March 31, 2011 and the financial statements give a true and fair view of the Company's state of affairs as at March 31 2011 and its profit and cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

Report on other Legal and Regulatory Requirements

These financial statements also comply with the requirements of the Companies Act No. 07 of 2007.

CHARTERED ACCOUNTANTS

24th May, 2011



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HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

BALANCE SHEET AS AT 31st MARCH 2011

<u>ASSETS</u>	<u>NOTES</u>	<u>RS.</u>	<u>31.03.2010</u> <u>RS.</u>
<u>Non - Current Assets</u>			
Property, Plant & Equipment	2	2,620,443.31	2,911,274
<u>Current Assets</u>			
Inventories	3	135,934,353.42	139,452,907
Trade & Other Receivables	4	1,493,855.40	1,206,373
Deposits & Prepayments	5	3,045,017.00	3,469,772
Cash & Cash Equivalents	6	9,222,291.75	3,026,107
TOTAL ASSETS		152,315,960.88	150,066,434
<u>EQUITY AND LIABILITIES</u>			
<u>Capital & Reserves</u>			
Stated Capital	7	100,981,000.00	100,981,000
Accumulated Profit/ (Loss)	8	421,595.56	(12,401,657)
<u>Current Liabilities</u>			
Trade & Other Payables	9	50,913,365.32	61,487,091
TOTAL EQUITY AND LIABILITIES		152,315,960.88	150,066,434

Certified as true by Directors

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HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

INCOME STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2011

	<u>NOTES</u>	<u>RS.</u>	<u>31.03.2010</u> <u>RS.</u>
Revenue - Sales	10	52,195,486.00	69,484,642
Cost of Sales	11	(22,225,890.00)	(42,969,821)
General Construction Overheads	12	<u>(3,817,455.59)</u>	<u>(3,875,937)</u>
Gross Income		26,152,140.41	22,638,883
Marketing Expenses	13	(2,718,487.38)	(5,593,020)
Administrative Expenses	14	(10,293,521.63)	(14,597,228)
Other Operating Expenses	15	<u>(260,748.90)</u>	<u>(327,355)</u>
Profit/(Loss) from Operations		12,879,382.50	2,121,280
Finance Cost	16	<u>(56,130.13)</u>	<u>(78,761)</u>
Net Profit/(Loss) for the Period/Year		<u><u>12,823,252.37</u></u>	<u><u>2,042,519</u></u>

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HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

CASH FLOW STATEMENT
FOR THE YEAR ENDING 31ST MARCH 2011

<u>Cash Flow From Operating Activities</u>		12,823,252
Net Profit/(Loss) before Taxation		
Adjustments For		
Depreciation	366,104	
Loss on Motor Bike Sales	21,207	
Interest Income	-	
Interest Expenses	-	387,311
		<hr/>
Operating Profit Before Working Capital Changes		13,210,563
Working Capital Changes		
(Increase)/Decrease Inventories	3,518,554	
(Increase)/Decrease Other Receivable	(287,482)	
(Increase)/Decrease Deposit & Prepayment	424,755	
Increase/(Decrease) Trade & Other Payable	(10,573,725)	
(Increase)/Decrease Director Account	-	
(Increase)/Decrease Amount Due from Related Parties	-	
(Increase)/Decrease in Other Financial Assets	-	(6,917,898)
		<hr/>
Net Cash Flow From Operating Activities		6,292,665
<u>Cash Flow From Investing Activities</u>		
Sale Procedure on Motor Bike	10,000	
Acquisition Of Property, Plant & Equipment	(106,480)	(96,480)
		<hr/>
Net Cash Flow From Investing Activities		6,196,185
<u>Cash Flow From Financing Activities</u>		
Interest Income	-	
Interest Expenses	-	
Lease/ Loan Paid	-	
		<hr/>
Net Increase/Decrease In Cash & Cash Equivalents		6,196,185
Cash & Cash Equivalents At the beginning of the year (a)		3,026,107
Cash & Cash Equivalents at the end of the year		<hr/> <hr/> 9,222,292
<u>Note (a)</u>	<u>31.03.2011</u>	<u>31.03.2010</u>
Cash & Cash Equivalents	9,222,292	3,026,107
Bank Overdraft	-	-
	<hr/> <hr/> 9,222,292	<hr/> <hr/> 3,026,107

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HOUSING AND CONSTRUCTION LANKA (PVT) LTD

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31ST MARCH 2011

	STATED CAPITAL RS.	ACCUMULATED PROFIT RS.	TOTAL RS.
Balance as at 31 st March 2008	100,981,000	(17,662,719)	83,318,281
Net profit/(Loss) For The Year	-	3,218,543	3,218,543
Share Issued	-	-	-
Balance as at 31 st March 2009	100,981,000	(14,444,176)	86,536,824
Net profit/(Loss) For The Year	-	2,042,519	2,042,519
Share Issued	-	-	-
Balance as at 31 st March 2010	100,981,000	(12,401,657)	88,579,343
Net profit/(Loss) For The Year	-	12,823,252	12,823,252
Share Issued	-	-	-
Balance as at 31 st March 2011	<u>100,981,000</u>	<u>421,595</u>	<u>101,402,595</u>

HOUSING AND CONSTRUCTION (PRIVATE) LIMITED
NOTE TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2011

1. Accounting Policies
(A) General

Housing And Construction (Private) Limited is a Company incorporated and operating in Sri Lanka

The Board of Directors of the Company is responsible for the preparation of the Financial Statements.

The final Statements of the Company have been prepared in accordance with Accounting Standards issued by the institute of Chartered Accountants of Sri Lanka and the requirements of the Company Act No.7 of 2007.

The final statements referred to, are based on the historical cost convention.

The specific policies used are explained in the Notes to the Accounts that follow and are applicable to the financial statements of the Company.

All values presented in the Financial Statements are in Sri Lankan Rupees.

Tangible

(i) Investments

Investments are classified as long term investments.

All long term investments are stated in the Balance Sheet at cost less any amounts written off to reflect any permanent diminution in value.

(ii) Property, Plant & Equipment Valuation

The cost of property, plant & equipment is the cost of purchase or construction together with any expenses incurred in bringing the assets to their working condition for the intended use.

Any subsequently expenditure incurred is capitalized only when it increases the future economic benefits of property, plant & equipment. All other expenditure is charged to the income statement.

Property, plant & equipment are stated at cost/valuation less accumulated depreciation which is provided for on the basis stated below:

HOUSING AND CONSTRUCTION (PRIVATE) LIMITED
NOTE TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2011

Depreciation

Provision for depreciation is calculated on the brought forward written down values. No depreciation is provided for the year of purchase but full year's provision is made for the year of disposal.

(iii) Current Assets

Assets classified as Current Assets in the Balance Sheet are those expected to realize during Company's the normal operating cycle of the business of the business or within one year from the Balance Sheet date, whichever is longer, and cash balances. Assets other than current assets are those which the company intends to hold beyond the one year period from the Balance Sheet date.

(iv) Inventories

Inventories are valued at the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and selling expenses. The cost of finished goods is computed based on the average cost method. The cost of raw material is computed at average cost.

(v) Debtors and other Receivables

Debtors and other receivables are stated at their estimated realizable values. Provision has been made in the Accounts where necessary, for bad & doubtful debts.

(vi) Cash and cash equivalents

Cash and cash equivalents are defined as cash in hand, demand deposits in bank and short term highly liquid investments, readily convertible to known amounts of cash and subject to insignificant risk of change in value.

(B) Liabilities and Provisions

- (i) Liabilities stated under current liabilities in the Balance Sheet are those expected to fall due within one year from the Balance Sheet date. Items stated as long term liabilities are those expected to fall due at a point of time after one year from the Balance Sheet date.

**Defined Contribution Plan-
EPF & ETF**

Contributions to EPF and ETF are charged to the income as and when incurred on accrual basis.

(iv) Taxation

Current Taxation

Income tax has been computed by taking the credit in full for depreciation allowances granted under the Inland Revenue Act No. 10 of 2007.

The company is entitled for tax exception for 10 years from year 2000 under approval granted by board of investment of Sri Lanka.

(C) Transaction in Foreign Currency

Foreign exchange transactions are converted at the rate of exchange prevailing at the time the transactions were effected.

HOUSING AND CONSTRUCTION (PRIVATE) LIMITED
NOTE TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2011

(D) Revenue Recognition

(i) Turnover

Revenue from the sale of goods is recognized in the income statement when the significant risks and rewards of ownership have been transferred to the buyer.

(ii) Dividend Income

Dividend income (if any) is accounted for when the right to receive the dividend is established.

(iii) Rental Income

Rental Income (if any) is accounted for on an accrual basis.

(iv) Commission on Direct Sales

Commission on direct sales (if any) is accounted for on a cash basis.

(v) Disposal of Assets

Other gains or losses of revenue nature on the disposal of property, plant & equipment have been accounted for in the Income Statement.

(vi) Expenditure Recognition

All expenditure incurred in running the business and in maintaining the capital assets in a state of efficiency has been charged to revenue in arriving at the profit for the year.

(vii) Profit & Loss

The Profit earned during the year as revealed through the Income Statement of the year has been materially on the following policies, provision and estimations.

(a). Land Capital cost and the stamp duty of sold plots of land has been apportioned proportionately.

(b). Improvement & Construction cost of sold plots & houses has been apportioned and estimated by the company with reference to the cost already incurred and to incur

(c). Brought forward General Overheads be equally charged to the revenue over a period of five year.

(d). General Construction Overheads incurred during any year after the year ended 31.03.2004 be charged to the Revenue of the Respective Year.

For the purpose of presentation of the Income Statement, the Directors are of the view that functions of expenses method is appropriated

(E) Borrowing Costs

Borrowing costs are recognized as an expense in the period in which they are incurred.

HOUSING AND CONSTRUCTION (PRIVATE) LIMITED
NOTE TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2011

(F) Cash Flow

The cash flow Statement has been prepared using the indirect method. Interest paid and interest received is classified as operating cash flows.

In the cash flow statement, cash & cash equivalent are expressed net of bank overdrafts and short term loans.

Dividends received are classified as operating cash flows for the purpose of presentation of Cash Flow Statement.

(G) Post Balance Sheet Events

All material post Balance Sheet events have been considered and where appropriate, adjustments or disclosure have been made in respective Notes to the financial Statements.

Contingent Liability

(a). The land allocated by BOI for the company for development is on leasehold for 10 years. The Liability position of the lease is as follows.

Total Area Allocated: 1046 Acres

Total Lease at Rs.75, 185.75 per Acre: Rs.78, 644,336.34

Lease applicable to the area 863 Acre (to be handed over in future by steps) is Rs.64, 885,336.77

(b). Advance received under sub-lease for development is Rs.10 million no action has been commenced by the sub lessee for development or claim for refund.

(H) Comparative Information

Comparative information has been restated according to this year's classification where necessary.

A supplementary agreement has been entered into with BOI on 23/03/2011 for scaling down the development work. Appropriate adjustments will be made in the accounts of 2011/2012

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDING 31st MARCH 2011

02. PROPERTY, PLANT & EQUIPMENT

DESCRIPTOION	AS AT 01.04.2010	ADDITIONS	DISPOSAL	AS AT 31.03.2011
Motor Vehicle	1,137,285.00	28,550.00	(89,500.00)	1,076,335.00
Office Equipment	1,576,337.78	43,680.00	-	1,620,017.78
Furniture & Fittings	917,229.00	-	-	917,229.00
Site Equipment	1,202,978.70	34,250.00	-	1,237,228.70
	4,833,830.48	106,480.00	(89,500.00)	4,850,810.48

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDING 31st MARCH 2011**

02. DEPRECIATION

DESCRIPTION AT COST	BALANCE AS AT 01.04.2010	CHARGES FOR THE YEAR	DEPRECIATION FOR DISPOSAL	BALANCE AS AT 31.03.2011
Motor Vehicle	290,924.10	84,636.09	(58,293.28)	317,266.91
Office Equipment	716,401.62	128,990.42		845,392.04
Furniture & Fittings	351,854.10	56,537.49		408,391.59
Site Equipment	563,376.26	95,940.37		659,316.63
	<u>1,922,556.08</u>	<u>366,104.37</u>	<u>(58,293.28)</u>	<u>2,230,367.17</u>
Net Book Value				<u>2,620,443.31</u>

HOUSING AND CONSTRUCTION LANKA (PVT) LTD

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDING 31ST MARCH 2011

02(a). **ADDITIONS**

Office Equipments

01 No of Mobile Hand Set	21,000.00
01 No Of Prolink ADSL Modem Router	6,770.00
01 No Of Mobile Hand Set	15,910.00
	<u>43,680.00</u>

Motor Vehicle

01 No Of Bicycle	15,750.00
01 No Of Bicycle	12,800.00
	<u>28,550.00</u>

Site Equipments

01 Nos.Ladder	12,000.00
01 No of Submersible Pumo 1.5 Hp	22,250.00
	<u>34,250.00</u>

02(b). **DISPOSAL PROFIT/(LOSS)**

Motor Bike

Cost	89,500.00
Less;	
Depreciation	<u>(58,293.28)</u>
	31,206.72
Less:	
Sale proceeds	<u>(10,000.00)</u>
	<u>(21,206.72)</u>

03. **INVENTORIES**

Work in Progress B/F

- Land Capital Cost & Stamp Duty	10,275,943.62
- Land Improvement & Construction Cost	129,176,963.61
	<u>139,452,907.23</u>

Add :

- Improvement & Construction Cost During the Period	18,707,336.19
	<u>158,160,243.42</u>

Less :

Cost of Sold Plots & Houses

- Land Capital Cost & Stamp Duty	(364,625.00)
- Improvement & Construction Cost	<u>(21,861,265.00)</u>
	<u>(22,225,890.00)</u>
	<u>135,934,353.42</u>

HOUSING AND CONSTRUCTION LANKA (PVT) LTD

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDING 31ST MARCH 2011

* <u>BALANCE CARRIED FORWARD</u>			
Land Capital Cost & Stamp Duty			
Balance B/F		10,275,943.62	
Less :			
Charged to Profit of the Year		<u>(364,625.00)</u>	
Land Improvement & Construction Cost			9,911,318.62
Balance B/F		129,176,963.61	
Add :			
Improvement & Construction Cost			
During the Year		<u>18,707,336.19</u>	
		147,884,299.80	
Less :			
Charged to Profit of the Year		<u>(21,861,265.00)</u>	<u>126,023,034.80</u>
			<u>135,934,353.42</u>
04. <u>TRADE & OTHER RECEIVABLES</u>			
Other Receivable - Staff Loan			33,000.00
Sundry Debtors			806,992.00
ESC Receivable			488,395.40
Contractor Advance	(a)		<u>165,468.00</u>
			<u>1,493,855.40</u>
04.(a) <u>ECONOMIC SERVICE CHARGES</u>			
Balance B/F			357,546.40
Add:			
Provision For The Year			<u>130,849.00</u>
			<u>488,395.40</u>
05. <u>DEPOSITS & PREPAYMENT</u>			
Water Deposits			7,900.00
Security Deposit			175,000.00
Other Advances - Materials			2,250.00
Rent Prepayment - Office			<u>2,859,867.00</u>
			<u>3,045,017.00</u>

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDING 31ST MARCH 2011**

06. CASH & CASH EQUIVALENTS

Commercial Bank	
A/C No.1220000591	9,179,584.92
State Bank of India - A/C No.400432	27,000.33
Cash Impress	15,706.50
	<u>9,222,291.75</u>

07. STATED CAPITAL

Fully paid up ordinary shares	
Issue for cash consideration	100,981,000.00
Total No of ordinary shres	<u>10,098,100</u>
Wighted average amount per ordinary shares	<u>10.00</u>

08. ACCUMULATED PROFIT/(LOSS)

Balance B/F	(12,401,656.81)
Add :	
Net Profit/(Loss) for the Period/Year	12,823,252.37
	<u>421,595.56</u>

09. TRADE & OTHER PAYABLES

Other Creditors	(a)	25,929,705.15
Accrued Expenses	(b)	1,559,829.96
Main Contract Payables		12,608,249.29
Other Payables to Contractors/Supplier		227,675.00
VAT		376,287.92
NBT		193,762.00
ESC	(C)	17,856.00
Sublease Advances		10,000,000.00
		<u>50,913,365.32</u>

09(a). OTHER CREDITORS

Deposits Received from Customers	23,839,629.50
Refund Due to Customers	578,400.00
Retention Payable	539,389.70
Horana Regional Secretarial - Revenue Tax	706,128.95
Maintenance Charges Received in Advance	266,157.00
	<u>25,929,705.15</u>

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDING 31st MARCH 2011

09(b). <u>ACCRUED EXPENSES</u>	
EPF	53,345.00
ETF	8,003.00
Salary Payable - Local Staff	186,901.00
Audit Fee	60,000.00
Payee Tax	71,857.00
Legal Fee	940,768.00
Lawyer Fee	123,194.00
Secretarial Charges	18,901.02
Consultancy Fee	11,424.00
Telephone	36,242.53
Water	7,590.41
Electricity	41,604.00
	<u>1,559,829.96</u>
09.(c) <u>ECONOMIC SERVICE CHARGES</u>	
Balance B/F	357,546.40
Add:	
Provision For The Year	130,849.00
	<u>488,395.40</u>
Less:	
Paid During The Year	(470,539.40)
	<u>17,856.00</u>
10. <u>REVENUE</u>	
Plots (Lands)	33,713,135.00
Houses	18,482,351.00
	<u>52,195,486.00</u>
11. <u>COST OF SALES</u>	
Land Improvement & Construction Cost (Refer Note 3)	<u>22,225,890.00</u>
12. <u>GENERAL CONSTRUCTION OVERHEADS</u>	
Site Security Expenses	2,279,025.00
Site Maintenance	747,236.50
Site Expenses - Survey	139,500.00
Depreciation	95,940.37
General Site Expenses	555,753.72
	<u>3,817,455.59</u>

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDING 31st MARCH 2011

13. MARKETING EXPENSES

Travelling & Transport	701,042.00
Foreign Travelling	221,000.00
Vehicle Maintenance & Hiring	315,482.00
Web Development	19,600.00
Brokerage Fee	58,000.00
Insurance	52,443.49
Sales Commission	237,473.00
Advertisement	607,204.80
Depreciation	84,636.09
Fuel	421,606.00
	<u>2,718,487.38</u>

14. ADMINISTRATIVE EXPENSES

Salaries & Wages	3,342,870.00
EPF	396,364.00
ETF	99,094.00
Leave Encasement	139,200.00
Salary Foreign Staff	1,929,300.00
Internet	14,641.62
News Paper & Magazine	1,615.00
Visa Fees	63,310.00
BOI Annual Charges & Premium	252,525.00
NBT	15,310.57
Photo Copy & Printed	32,899.00
BOI Ground Rent	259,518.30
Computer Maintenance	100,475.00
Staff Accommodation - Rent	300,000.00
Office Accommodation - Rent	97,500.00
Bonus	263,500.00
Telephone	604,576.95
Electricity	690,232.88
Water	57,853.20
Staff Welfare	331,789.00
Printing & Stationery	128,169.00
Postage & Delivery	37,785.00
Compensation to workers	68,985.00
Customer Entertainment	9,751.00
Maintenance & Repair	161,448.20
Office Maintenance	43,517.00
Professional Fees	602,344.00
Depreciation	185,527.91
Audit Fee	60,000.00
Parking Fee	3,420.00
	<u>10,293,521.63</u>

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDING 31st MARCH 2011**

15. OTHER OPERATING EXPENSES

General Expenses	10,560.00
ETF Surcharges	4,606.60
Entertainment	181,756.38
Penalty on BOI	619.20
Loss on Sale (Bike)	21,206.72
Charity & Donation	42,000.00
	<u>260,748.90</u>

16. FINANCE COST

Debit Tax	49,540.13
Bank Charges	6,590.00
	<u>56,130.13</u>

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

TAX COMPUTATION
FOR THE YEAR ASSESMENT 2010/2011

Net Profit / (Loss) as per Accounts		12,823,252
Add :		
<u>Disallowable Expenses</u>		
Depreciation	366,104	
Advertisement 50% of Rs.607,204	303,602	
Entertainment	181,756	
ETF Surcharge	4,607	
N.B.T	10,207	
Penalty on BOI	619	
Charity & Donation	42,000	
Foreign Traveling	221,000	
	<hr/>	<hr/>
		1,129,896
		13,953,148
Less :		
<u>Depreciation Allowances On Additions to</u>		
<u>Property, Plant & Equipment</u>		
2004/2005		
Office Equipment		5,550
12.5% of Rs. 44,000		
Site Equipment		1,163
12.5% of Rs. 9,300		
2005/2006		
Office Equipment		2,112
12.5% of Rs. 16,900		
2006/2007		
Motor Vehicle		24,913
20% of Rs. 1,24,565		
Office Equipment		8,275
12.5% of Rs. 66,200		
Site Equipment		6,887
12.5% of Rs. 55,100		
2007/2008		
Office Equipment		44,967
12.5% of Rs. 3,59,740		
Furniture & Fittings		82,379
20% of Rs. 4,11,896		

HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED

**TAX COMPUTATION
FOR THE YEAR ASSESMENT 2010/2011**

Site Equipment 12.5% of Rs. 124,508	15,563	
2008/2009		
Motor Vehicle 20% of Rs. 1,60,345	32,069	
Office Equipment 12.5% of Rs. 3,79,948	47,493	
Furniture & Fittings 20% of Rs. 7,650	1,530	
Site Equipment 12.5% of Rs. 3,04,150	38,019	
2009/2010		
Office Equipment 12.5% of Rs. 2,7,250	3,406	
Furniture & Fittings 20% of Rs. 9,822	1,964	
Site Equipment 12.5% of Rs. 13,950	1,744	
2010/2011		
Office Equipment 12.5% of Rs.43,680	5,460	
Motor Vehicle 20% of Rs.28,550	5,710	
Site Equipment 12.5% of Rs. 34,250	4,281	(333,485.25)
Adjusted Trade Profit/(Loss) (Exempt)		<u>13,619,663</u>