

**CONDENSED UNAUDITED
FINANCIAL STATEMENTS FOR THE
QUARTER AND NINE MONTHS
ENDED 31 MARCH 2023**

CONDENSED STATEMENT OF FINANCIAL POSITION		
	As at 31.03.2023 Unaudited Rs'000	As at 30.06.2022 Audited Rs'000
ASSETS		
Investments	-	303,803
Investment property	-	62,271
Trade and other receivables	9,865	7,626
Cash & cash equivalents	510,110	249,875
Other assets	2,388	2,965
Assets held for sale :		
Investments	67,150	-
Investment property	24,271	-
Total assets	613,784	626,540
EQUITY AND LIABILITIES		
Equity	591,932	619,585
Liabilities	21,852	6,955
Total equity and liabilities	613,784	626,540
<i>Net Asset Value (NAV) per share (in Rs)</i>	<i>67.11</i>	<i>70.24</i>

CONDENSED STATEMENT OF CHANGES IN EQUITY			
	Stated capital Rs'000	Retained earnings Rs'000	Total Rs'000
At 1 July 2021	8,821	552,454	561,275
Profit for the year	-	65,707	65,707
Other comprehensive income for the year	-	101	101
Total comprehensive income for the year	-	65,808	65,808
Dividends	-	(7,498)	(7,498)
At 30 June 2022	8,821	610,764	619,585
At 1 July 2022	8,821	610,764	619,585
Profit for the period	-	16,452	16,452
Dividends	-	(44,105)	(44,105)
At 31 March 2023	8,821	583,111	591,932

CONDENSED STATEMENT OF CASH FLOWS		
	Nine months to 31.03.2023 Unaudited Rs '000	Nine months to 31.03.2022 Unaudited Rs '000
Net cash from operating activities	9,989	15,590
Net cash used in investing activities	294,351	(468)
Net cash used in financing activities	(44,105)	(7,544)
Net increase in cash and cash equivalents	260,235	7,578
Opening cash and cash equivalents	249,875	228,533
Closing cash and cash equivalents	510,110	236,111

CONDENSED STATEMENT OF PROFIT OR LOSS				
	3 months to 31.03.2023 Unaudited Rs'000	3 months to 31.03.2022 (Restated*) Unaudited Rs'000	Nine months to 31.03.2023 Unaudited Rs'000	Nine months to 31.03.2022 (Restated*) Unaudited Rs'000
Continuing Operations				
Effective interest income	2,614	642	5,148	1,953
Foreign exchange gains	34	604	553	1,062
Administrative expenses	(2,849)	(3,685)	(20,482)	(9,906)
Net loss before tax from continuing operations	(201)	(2,439)	(14,781)	(6,891)
Taxation	-	(8)	-	(99)
Net loss from continuing operations	(201)	(2,447)	(14,781)	(6,990)
Discontinued Operations				
Dividend income	8,010	-	9,857	13,875
Other income	8	6	96	146
Net (losses)/gains on financial assets at FVPL	(1,858)	7,880	29,265	19,455
Administrative expenses	(4,685)	(653)	(7,985)	(1,469)
Change in expected credit losses	-	1,660	-	1,375
Net profit from discontinued operations	1,475	8,893	31,233	33,382
Profit for the period	1,274	6,446	16,452	26,392
<i>Earnings per share (in Rs)</i>	<i>0.14</i>	<i>0.73</i>	<i>1.87</i>	<i>2.99</i>

* Prior year figures have been reclassified in accordance with IFRS 5 - Non-current Assets Held for Sale and Discontinued Operations

NOTES

1. CONDENSED UNAUDITED FINANCIAL STATEMENTS

The condensed unaudited financial statements have been prepared using the same accounting policies and methods of computation as per the financial statements of the Company for the year ended 30 June 2022. The present condensed unaudited financial statements do not include a segmental analysis since the management monitors the performance of the Company based on only one segment, which is the Company itself.

2. COMMENTS

Application of IFRS 5

Considering the progress made on the disposal plan, all the investments and the investment property of the Company have been classified as assets held for sale under IFRS 5 as at 31 March 2023.

Concurrently, the revenue, expenses and post-tax profit directly attributable to assets held for sale have been presented as discontinued operation in the statement of income.

Results

In the nine months ended 31 March 2023, net profit amounted to Rs16.5m, favourably impacted by net gains of Rs29.3m on the revaluation of our investment portfolio (9m March 2022: Rs19.5m). Conversely, we incurred higher-than-usual administrative expenses, at Rs28.5m (9m March 2022: Rs11.4m), of which Rs20m relate to exceptional expenses, notably land transfer tax on the disposal of various assets as well as specific provisions arising from the implementation of the new strategy of the Company.

Financial position

Following the major disposal transactions completed over the reporting period, the investment portfolio decreased from Rs303.8m at 30 June 2022 to Rs67.2m at 31 March 2023, while cash and cash equivalents increased from Rs249.9m to Rs510.1m, representing 83% of our total assets as at 31 March 2023 (31 March 2022: 40%).

The decrease in equity is explained by the dividend of Rs 44.1m (or Rs 5 per share) declared in September 2022, outweighing the profit of Rs16.5m generated over the period. As a result, NAV per share decreased from Rs70.24 to Rs67.11 at 31 March 2023.

3. STRATEGIC UPDATE AND OUTLOOK

The disposal of our 80.5% stake in Flacq Associated Stonemasters Ltd ("FAST") to The United Basalt Products Ltd for a consideration of Rs217.8m was completed at the end of March 2023. The Company also disposed of other listed and unlisted investments in the last quarter, for a total value of Rs23.7m. On 21 April 2023, the Board declared a special dividend of Rs55 per share, or Rs485.2m in total, in accordance with the disposal and distribution strategy announced in March 2022. As a result, 81% of the Net Asset Value of the Company as at 31 March 2023 will be returned to shareholders by way of the special dividend, allowing shareholders to monetize a large portion of the value embedded in the Company's portfolio. Management is currently working on other disposal projects while continuing to monitor the portfolio closely.

By Order of the Board
IBL Management Ltd
 Company Secretary
 10 May 2023