

Richard Pieris and Company PLC

Interim Financial Reporting

Nine months ended 31st December 2019

Corporate Information

Legal Form

A quoted public Company with limited liability, incorporated in Sri Lanka under the Companies Ordinance No. 51 of 1938 on 11th May 1940. The Company registration number is PQ 138.

Stock Exchange Listing

The Ordinary shares of the Company are listed in the Colombo Stock Exchange of Sri Lanka.

Board of Directors

Dr. Sena Yaddehige - *Chairman/ Managing Director/ CEO*

Mr. W. J. Viville P. Perera - *Director*

Mr. S.S.G. Liyanage – *Director*

Mr. Shaminda Yaddehige – *Director/COO*

Dr. Jayatissa De Costa P.C. - *Director*

Mr. Prasanna Fernando – *Director*

Mr. Joseph Felix Fernandopulle - *Director*

Mr. Shiron Gooneratne – *Director – appointed w.e.f.13th November 2019*

Registered Office

No. 310, High Level Road,

Nawinna, Maharagama,

Sri Lanka.

Telephone : + (94) 114310500

Fax : + (94) 114310777

Website : www.arpico.com

E-mail : cpu@arpico.com

Secretaries

Richard Pieris Group Services (Private) Limited

No. 310, High Level Road,

Nawinna, Maharagama,

Sri Lanka.

Auditors

Ernst & Young

Chartered Accountants

No. 201, De Saram Place,

Colombo 10,

Sri Lanka.

Consolidated Statement of Financial Position

| As at 31st December | Group | | As at 31st March |
|--|-------------------|-------------------|---------------------|
| | 2019 Rs. '000 | 2018 Rs. '000 | 2019 Rs. '000 |
| Assets | | | |
| Non-current assets | | | |
| Property, plant and equipment | 20,356,862 | 19,958,335 | 20,209,899 |
| Leasehold properties | 1,261,536 | 1,188,647 | 1,293,525 |
| Investment properties | 268,489 | 367,863 | 236,253 |
| Intangible assets | 1,153,218 | 1,163,886 | 1,155,155 |
| Biological assets | 1,033,012 | 952,262 | 1,026,885 |
| Investment in associates | 194,036 | 135,851 | 149,087 |
| Other non-current financial assets | 2,406,523 | 2,505,233 | 2,316,579 |
| Deferred tax assets | 422,260 | 91,900 | 433,396 |
| | <u>27,095,936</u> | <u>26,363,977</u> | <u>26,820,779</u> |
| Current assets | | | |
| Inventories | 8,599,649 | 7,434,940 | 6,996,936 |
| Trade and other receivables | 9,770,894 | 9,811,671 | 10,233,259 |
| Bearer biological assets | 26,854 | 32,686 | 26,854 |
| Loans and advances | 13,990,440 | 13,827,592 | 13,718,868 |
| Tax receivables | 300,459 | 256,774 | 296,518 |
| Other current financial assets | 1,536,821 | 822,935 | 1,259,746 |
| Cash and short-term deposits | 5,404,917 | 7,519,887 | 5,467,209 |
| | <u>39,630,034</u> | <u>39,706,485</u> | <u>37,999,390</u> |
| Total assets | <u>66,725,970</u> | <u>66,070,462</u> | <u>64,820,169</u> |
| Equity and liabilities | | | |
| Equity | | | |
| Stated capital | 1,972,829 | 1,972,829 | 1,972,829 |
| Revenue reserves | 12,932,329 | 11,582,176 | 11,245,315 |
| Statutory reserve fund | 76,761 | 60,327 | 76,606 |
| Other components of equity | 47,061 | 72,127 | (10,144) |
| Equity attributable to equity holders of the parent | <u>15,028,980</u> | <u>13,687,459</u> | <u>13,284,606</u> |
| Non-controlling interests | 2,815,418 | 2,859,897 | 2,837,869 |
| Total equity | <u>17,844,398</u> | <u>16,547,356</u> | <u>16,122,475</u> |
| Non-current liabilities | | | |
| Interest - bearing loans and borrowings | 4,641,453 | 6,354,149 | 5,879,463 |
| Net liability to the lessor | 548,548 | 561,862 | 558,642 |
| Insurance provision | 1,890,572 | 1,275,304 | 1,391,506 |
| Provisions | 135,406 | 120,911 | 123,884 |
| Government grants | 512,259 | 532,923 | 526,770 |
| Deferred tax liabilities | 859,690 | 880,666 | 975,040 |
| Employee benefit liabilities | 2,832,564 | 2,640,207 | 2,842,772 |
| | <u>11,420,492</u> | <u>12,366,022</u> | <u>12,298,077</u> |
| Current liabilities | | | |
| Trade and other payables | 11,078,855 | 11,289,827 | 9,933,257 |
| Public Deposits | 8,171,798 | 6,094,362 | 6,680,386 |
| Current portion of Interest - bearing loans and borrowings | 4,045,720 | 6,527,122 | 5,190,652 |
| Current portion of net liability to the lessor | 13,117 | 12,612 | 12,751 |
| Income tax payable | 406,128 | 373,780 | 351,434 |
| Short term borrowings | 13,745,462 | 12,859,381 | 14,231,137 |
| | <u>37,461,080</u> | <u>37,157,084</u> | <u>36,399,617</u> |
| Total liabilities | <u>48,881,572</u> | <u>49,523,106</u> | <u>48,697,694</u> |
| Total equity and liabilities | <u>66,725,970</u> | <u>66,070,462</u> | <u>64,820,169</u> |

The above figures are subject to audit.

I certify that the financial statements comply with the requirements of the Companies Act No. 7 of 2007



Shiron Gooneratne
Group Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.



W J V P Perera
Director



S S G Liyanage
Director

Statement of Financial Position

| As at 31st December | Company | | As at |
|--|-------------------|-------------------|--------------------------------|
| | 2019 Rs. '000 | 2018 Rs. '000 | 31st March 2019 Rs. '000 |
| Assets | | | |
| Non-current assets | | | |
| Property, plant and equipment | 209,757 | 179,893 | 218,148 |
| Investment properties | 1,216,320 | 1,219,789 | 1,221,180 |
| Investment in subsidiaries | 3,835,672 | 3,850,672 | 3,835,673 |
| Other non-current financial assets | 795,636 | 804,477 | 752,159 |
| | <u>6,057,385</u> | <u>6,054,831</u> | <u>6,027,160</u> |
| Current assets | | | |
| Trade and other receivables | 996,937 | 1,133,913 | 510,636 |
| Amounts due from subsidiaries | 2,565,195 | 1,985,630 | 2,656,390 |
| Taxation receivable | 9,178 | 12,010 | 6,987 |
| Cash and short-term deposits | 5,158,144 | 5,901,618 | 7,880,056 |
| | <u>8,729,454</u> | <u>9,033,171</u> | <u>11,054,069</u> |
| Total assets | <u>14,786,839</u> | <u>15,088,002</u> | <u>17,081,229</u> |
| Equity and liabilities | | | |
| Equity | | | |
| Stated capital | 1,972,829 | 1,972,829 | 1,972,829 |
| Revenue reserves | 1,545,564 | 882,855 | 840,371 |
| Other components of equity | (93,328) | (84,488) | (136,805) |
| Total equity | <u>3,425,065</u> | <u>2,771,196</u> | <u>2,676,395</u> |
| Non-current liabilities | | | |
| Interest bearing loans and borrowings | - | - | - |
| Employee benefit liabilities | 91,302 | 58,836 | 70,609 |
| | <u>91,302</u> | <u>58,836</u> | <u>70,609</u> |
| Current liabilities | | | |
| Trade and other payables | 474,109 | 521,579 | 974,203 |
| Current portion of Interest bearing loans and borrowings | - | 2,267,353 | 2,170,944 |
| Amounts due to subsidiaries | 878 | 3,781 | 2,442 |
| Short term borrowings | 10,795,485 | 9,465,257 | 11,186,636 |
| | <u>11,270,472</u> | <u>12,257,970</u> | <u>14,334,225</u> |
| Total liabilities | <u>11,361,774</u> | <u>12,316,806</u> | <u>14,404,834</u> |
| Total equity and liabilities | <u>14,786,839</u> | <u>15,088,002</u> | <u>17,081,229</u> |

The above figures are subject to audit.

I certify that the financial statements comply with the requirements of the Companies Act No. 7 of 2007



Shiron Gooneratne
Group Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.



W J V P Perera
Director



S S G Liyanage
Director

Consolidated Statement of Profit or Loss

| | 3 months ended | | | 9 months ended | | |
|--|------------------|------------------|-------------|------------------|-------------------|-------------|
| | 31st December | | | 31st December | | |
| | 2019 | 2018 | % | 2019 | 2018 | % |
| | Rs. '000 | Rs. '000 | Variance | Rs. '000 | Rs. '000 | Variance |
| Continuing operations | | | | | | |
| Revenue from contracts with customers | 13,029,197 | 13,078,423 | 0% | 38,258,181 | 37,929,366 | 1% |
| Revenue from insurance contracts | 520,631 | 389,424 | 34% | 1,293,594 | 1,045,139 | 24% |
| Interest revenue | 713,097 | 755,710 | -6% | 2,193,727 | 2,040,821 | 7% |
| Cost of sales | (10,542,263) | (10,350,557) | 2% | (31,765,132) | (30,728,043) | 3% |
| Gross profit | 3,720,662 | 3,873,000 | -4% | 9,980,370 | 10,287,283 | -3% |
| Other operating income | 296,832 | 439,734 | -32% | 944,431 | 1,078,456 | -12% |
| Selling and distribution expenses | (806,486) | (910,791) | -11% | (2,247,221) | (2,420,782) | -7% |
| Administrative expenses | (1,632,932) | (1,663,028) | -2% | (5,002,070) | (4,855,626) | 3% |
| Other operating expenses | (9,724) | (11,043) | -12% | (29,068) | (23,048) | 26% |
| Operating profit | 1,568,352 | 1,727,872 | -9% | 3,646,442 | 4,066,283 | -10% |
| Finance costs | (397,065) | (688,806) | -42% | (1,406,405) | (1,701,675) | -17% |
| Finance Income | 89,525 | 150,177 | -40% | 324,417 | 434,340 | -25% |
| Share of profit of an associate | 18,702 | 9,279 | 102% | 52,996 | 12,584 | 321% |
| Profit before tax from continuing operations | 1,279,514 | 1,198,522 | 7% | 2,617,450 | 2,811,532 | -7% |
| Income tax expense | (476,529) | (291,309) | 64% | (859,598) | (922,628) | -7% |
| Profit for the period from continuing operations | 802,985 | 907,213 | -11% | 1,757,852 | 1,888,904 | -7% |
| Discontinued operations | | | | | | |
| Loss after tax for the period from discontinued operations | (991) | (1,335) | -26% | (3,103) | (3,924) | -21% |
| Profit for the period | 801,994 | 905,878 | -11% | 1,754,749 | 1,884,980 | -7% |
| Attributable to: | | | | | | |
| Equity holders of the parent | 706,554 | 779,634 | -9% | 1,611,819 | 1,643,864 | -2% |
| Non-controlling interests | 95,440 | 126,244 | -24% | 142,930 | 241,116 | -41% |
| | <u>801,994</u> | <u>905,878</u> | | <u>1,754,749</u> | <u>1,884,980</u> | |
| Earnings per share | | | | | | |
| Basic (Rs.) | 0.35 | 0.38 | | 0.79 | 0.81 | |
| Dividend per share | - | 0.60 | | - | 0.60 | |

Figures in brackets indicate deductions.

The above figures are subject to audit.

Consolidated Statement of Comprehensive Income

| | 3 months ended | | | 9 months ended | | |
|---|----------------|----------------|----------|------------------|------------------|----------|
| | 31st December | | % | 31st December | | % |
| | 2019 | 2018 | | 2019 | 2018 | |
| | Rs. '000 | Rs. '000 | Variance | Rs. '000 | Rs. '000 | Variance |
| Profit for the period | <u>801,994</u> | <u>905,878</u> | -11% | <u>1,754,749</u> | <u>1,884,980</u> | -7% |
| Other comprehensive income/ (loss) | | | | | | |
| Other comprehensive income/(loss) to be reclassified to profit or loss; | | | | | | |
| Net gain/(loss) on financial assets at FVOCI | (7,420) | (10,152) | -27% | (7,009) | (9,684) | -28% |
| Fair value movement of Fair value reserve of financial assets at FVOCI transferred to life fund | 7,420 | 10,152 | 27% | 7,009 | 9,684 | 28% |
| Exchange differences on translation of foreign operations | (1,100) | 39,457 | -103% | 20,928 | 83,284 | -75% |
| Net other comprehensive income to be reclassified to profit or loss | <u>(1,100)</u> | <u>39,457</u> | | <u>20,928</u> | <u>83,284</u> | |
| Other comprehensive income/(loss) not to be reclassified to profit or loss; | | | | | | |
| Net gain/(loss) on financial assets at FVOCI | 16,517 | 12,672 | 30% | 43,477 | (90,256) | 148% |
| Net other comprehensive gain/(loss) not to be reclassified to profit or loss | <u>16,517</u> | <u>12,672</u> | | <u>43,477</u> | <u>(90,256)</u> | |
| Other comprehensive gain/(loss) for the period, net of tax | <u>15,417</u> | <u>52,129</u> | -70% | <u>64,405</u> | <u>(6,972)</u> | 1024% |
| Total comprehensive income for the period, net of tax | <u>817,411</u> | <u>958,007</u> | -15% | <u>1,819,154</u> | <u>1,878,008</u> | -3% |
| Attributable to: | | | | | | |
| Equity holders of the parent | 723,340 | 818,240 | -12% | 1,669,024 | 1,606,603 | 4% |
| Non-controlling interests | 94,071 | 139,767 | -33% | 150,130 | 271,405 | -45% |
| | <u>817,411</u> | <u>958,007</u> | | <u>1,819,154</u> | <u>1,878,008</u> | |

Figures in brackets indicate deductions.

The above figures are subject to audit.

Company Statement of Profit or Loss

| | 3 months ended | | | 9 months ended | | |
|---------------------------------------|----------------|----------------|----------|------------------|------------------|----------|
| | 31st December | | | 31st December | | |
| | 2019 | 2018 | % | 2019 | 2018 | % |
| | Rs. '000 | Rs. '000 | Variance | Rs. '000 | Rs. '000 | Variance |
| Revenue from contracts with customers | 316,424 | 892,009 | -65% | 1,360,209 | 1,998,834 | -32% |
| Other revenue | 56,851 | 53,182 | 7% | 172,708 | 160,247 | 8% |
| Cost of sales | - | - | | - | - | |
| Gross profit | <u>373,275</u> | <u>945,191</u> | -61% | <u>1,532,917</u> | <u>2,159,081</u> | -29% |
| Administrative expenses | (108,728) | (115,128) | -6% | (321,322) | (350,661) | -8% |
| Operating profit | <u>264,547</u> | <u>830,063</u> | -68% | <u>1,211,595</u> | <u>1,808,420</u> | -33% |
| Finance costs | (150,004) | (233,149) | -36% | (495,609) | (530,378) | -7% |
| Finance Income | 11,144 | 8,913 | 25% | 33,257 | 25,511 | 30% |
| Profit before tax | <u>125,687</u> | <u>605,827</u> | -79% | <u>749,243</u> | <u>1,303,553</u> | -43% |
| Income tax expense | (32,761) | - | | (44,050) | - | |
| Profit for the period | <u>92,926</u> | <u>605,827</u> | -85% | <u>705,193</u> | <u>1,303,553</u> | -46% |
| Earnings per share | | | | | | |
| Basic (Rs.) | 0.05 | 0.30 | | 0.35 | 0.64 | |
| Dividend per share | - | 0.60 | | - | 0.60 | |

Figures in brackets indicate deductions.
The above figures are subject to audit.

Company Statement of Comprehensive Income

| | 3 months ended | | | 9 months ended | | |
|---|----------------|----------------|----------|----------------|------------------|----------|
| | 31st December | | % | 31st December | | % |
| | 2019 | 2018 | | 2019 | 2018 | |
| | Rs. '000 | Rs. '000 | Variance | Rs. '000 | Rs. '000 | Variance |
| Profit for the period | <u>92,926</u> | <u>605,827</u> | -85% | <u>705,193</u> | <u>1,303,553</u> | -46% |
| Other comprehensive income/(loss) | | | | | | |
| Other comprehensive income/(loss) not to be reclassified to profit or loss; | | | | | | |
| Net gain/(loss) on financial assets at FVOCI | <u>16,517</u> | <u>12,672</u> | 30% | <u>43,477</u> | <u>(90,256)</u> | 148% |
| Net other comprehensive gain/(loss) not to be reclassified to profit or loss | <u>16,517</u> | <u>12,672</u> | | <u>43,477</u> | <u>(90,256)</u> | |
| Other comprehensive gain/(loss) for the period, net of tax | <u>16,517</u> | <u>12,672</u> | 30% | <u>43,477</u> | <u>(90,256)</u> | 148% |
| Total comprehensive income for the period, net of tax | <u>109,443</u> | <u>618,499</u> | -82% | <u>748,670</u> | <u>1,213,297</u> | -38% |

Figures in brackets indicate deductions.
The above figures are subject to audit.

Cash Flow Statements

| For the nine months ended 31st December | Group | | Company | |
|--|--------------------|--------------------|--------------------|--------------------|
| | 2019 Rs. '000 | 2018 Rs. '000 | 2019 Rs. '000 | 2018 Rs. '000 |
| Cash flows from operating activities | | | | |
| Profit before tax and non controlling interests from continuing operations | 2,617,450 | 2,811,532 | 749,243 | 1,303,553 |
| Loss after tax from discontinued operation | (3,103) | (3,924) | - | - |
| Adjustments to reconcile profit before tax to net cash flows | 2,700,744 | 2,749,138 | 462,094 | 609,434 |
| Operating profit before working capital changes | 5,315,091 | 5,556,746 | 1,211,337 | 1,912,987 |
| Working capital adjustments | 1,601,254 | (2,145,472) | (1,011,251) | (1,321,710) |
| Cash generated from operations | 6,916,345 | 3,411,274 | 200,086 | 591,277 |
| Interest paid | (1,521,029) | (1,641,887) | (380,838) | (464,950) |
| Gratuity paid | (275,747) | (309,018) | (2,362) | (44,983) |
| Interest received | 324,417 | 434,340 | 33,257 | 25,511 |
| Income tax paid | (905,011) | (918,653) | (2,191) | (3,024) |
| Net cash flows from/(used in) operating activities | 4,538,975 | 976,056 | (152,048) | 103,831 |
| Net cash flows used in investing activities | (1,555,735) | (2,282,470) | (1,579) | (608,240) |
| Net cash flows before financing activities | 2,983,240 | (1,306,414) | (153,627) | (504,409) |
| Net cash flows from/(used in) financing activities | (2,559,857) | 3,790,192 | (2,177,134) | (532,855) |
| Net increase/(decrease) in cash and cash equivalents | 423,383 | 2,483,778 | (2,330,761) | (1,037,264) |
| Cash and cash equivalents at the beginning of the period | (8,763,928) | (5,123,272) | (3,306,580) | 173,625 |
| Cash and cash equivalents at the end of the period | (8,340,545) | (2,639,494) | (5,637,341) | (863,639) |
| Analysis of cash and cash equivalents at the end of the period | | | | |
| Bank and cash balances | 5,404,917 | 7,519,887 | 5,158,144 | 5,901,618 |
| Short term borrowings | (13,745,462) | (10,159,381) | (10,795,485) | (6,765,257) |
| | (8,340,545) | (2,639,494) | (5,637,341) | (863,639) |

Figures in brackets indicate deductions.

The above figures are subject to audit.

Statement of Changes in Equity

| Group | Attributable to equity holders of the parent | | | | | | | |
|--|--|-------------------|-----------------------------|--------------------------------------|------------------------|-------------------|--------------------------|-------------------|
| | Stated capital | Revenue reserves | Available -for-sale reserve | Foreign currency translation reserve | Statutory reserve fund | Total | Non controlling interest | Total equity |
| | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 |
| As at 1st April 2018 | 1,972,829 | 11,136,984 | 6,982 | 102,406 | 60,204 | 13,279,405 | 2,612,630 | 15,892,035 |
| Profit for the period | - | 1,643,864 | - | - | - | 1,643,864 | 241,116 | 1,884,980 |
| Other comprehensive income / (loss) | - | - | (90,256) | 52,995 | - | (37,261) | 30,289 | (6,972) |
| Total comprehensive income / (loss) | - | 1,643,864 | (90,256) | 52,995 | - | 1,606,603 | 271,405 | 1,878,008 |
| Dividends | - | (1,221,023) | - | - | - | (1,221,023) | - | (1,221,023) |
| Transfers during the period | - | (123) | - | - | 123 | - | - | - |
| Subsidiary dividend to minority shareholders | - | 22,474 | - | - | - | 22,474 | (24,138) | (1,664) |
| As at 31st December 2018 | 1,972,829 | 11,582,176 | (83,274) | 155,401 | 60,327 | 13,687,459 | 2,859,897 | 16,547,356 |
| As at 1st April 2019 | 1,972,829 | 11,245,315 | (150,755) | 140,611 | 76,606 | 13,284,606 | 2,837,869 | 16,122,475 |
| Profit for the period | - | 1,611,819 | - | - | - | 1,611,819 | 142,930 | 1,754,749 |
| Other comprehensive income | - | - | 43,477 | 13,728 | - | 57,205 | 7,200 | 64,405 |
| Total comprehensive income | - | 1,611,819 | 43,477 | 13,728 | - | 1,669,024 | 150,130 | 1,819,154 |
| Adjustments | - | 19,710 | - | - | - | 19,710 | (19,710) | - |
| Transfers during the period | - | (155) | - | - | 155 | - | - | - |
| Subsidiary dividend to minority shareholders | - | 55,640 | - | - | - | 55,640 | (152,871) | (97,231) |
| As at 31st December 2019 | 1,972,829 | 12,932,329 | (107,278) | 154,339 | 76,761 | 15,028,980 | 2,815,418 | 17,844,398 |
| Company | | | | | | | | |
| As at 1st April 2018 | 1,972,829 | 800,325 | 5,768 | - | - | 2,778,922 | - | 2,778,922 |
| Profit for the period | - | 1,303,553 | - | - | - | 1,303,553 | - | 1,303,553 |
| Other comprehensive loss | - | - | (90,256) | - | - | (90,256) | - | (90,256) |
| Total comprehensive income / (loss) | - | 1,303,553 | (90,256) | - | - | 1,213,297 | - | 1,213,297 |
| Dividends | - | (1,221,023) | - | - | - | (1,221,023) | - | (1,221,023) |
| As at 31st December 2018 | 1,972,829 | 882,855 | (84,488) | - | - | 2,771,196 | - | 2,771,196 |
| As at 1st April 2019 | 1,972,829 | 840,371 | (136,805) | - | - | 2,676,395 | - | 2,676,395 |
| Profit for the period | - | 705,193 | - | - | - | 705,193 | - | 705,193 |
| Other comprehensive income | - | - | 43,477 | - | - | 43,477 | - | 43,477 |
| Total comprehensive income | - | 705,193 | 43,477 | - | - | 748,670 | - | 748,670 |
| As at 31st December 2019 | 1,972,829 | 1,545,564 | (93,328) | - | - | 3,425,065 | - | 3,425,065 |

Figures in brackets indicate deductions.
The above figures are subject to audit.

Segmental Results

For the nine months ended 31st December

As at 31st December

| | Gross Revenue | | Inter segmental | | Intra segmental | | Revenue from external customers | | Operating profit/(Loss) | | Assets | |
|------------------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|---------------------------------|-------------------|-------------------------|------------------|-------------------|-------------------|
| | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 |
| | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 |
| Rubber | 4,464,006 | 4,196,566 | (129,748) | (133,984) | (17,849) | (21,693) | 4,316,409 | 4,040,889 | 961,894 | 897,441 | 5,504,126 | 4,883,404 |
| Tyre | 3,830,951 | 3,247,224 | (17,910) | (18,221) | (1,419,267) | (1,225,343) | 2,393,775 | 2,003,659 | 367,691 | 224,307 | 2,265,637 | 2,475,199 |
| Plastic, Furniture and Electronics | 5,532,341 | 5,509,975 | (624,882) | (770,117) | (285,558) | (64,372) | 4,621,900 | 4,675,485 | 590,550 | 311,227 | 10,980,552 | 10,551,766 |
| Retail | 21,266,040 | 21,231,797 | (11,136) | (15,951) | (188,287) | (185,544) | 21,066,616 | 21,030,301 | 1,544,916 | 1,465,910 | 14,130,120 | 14,188,173 |
| Financial services | 3,503,160 | 3,102,726 | - | - | - | - | 3,503,160 | 3,102,726 | 194,031 | 503,025 | 22,641,994 | 21,323,178 |
| Other services | 1,707,169 | 2,346,382 | (1,704,648) | (2,321,033) | - | - | 2,521 | 25,348 | 899,396 | 1,577,577 | 10,767,253 | 10,305,699 |
| Plantations | 6,539,884 | 7,030,211 | (578,611) | (737,477) | (120,151) | (155,819) | 5,841,121 | 6,136,918 | 7,964 | 648,727 | 18,211,115 | 19,816,022 |
| Inter segment eliminations | - | - | - | - | - | - | - | - | (920,000) | (1,561,931) | (17,968,863) | (17,608,830) |
| Group | 46,843,551 | 46,664,881 | (3,066,935) | (3,996,783) | (2,031,112) | (1,652,771) | 41,745,502 | 41,015,326 | 3,646,442 | 4,066,283 | 66,531,934 | 65,934,611 |

Figures in brackets indicate deductions.
The above figures are subject to audit.

Notes to the Financial Statements

| For the Nine months ended 31st December | 2019 Rs. | 2018 Rs. | Year ended 31st March 2019 Rs. |
|--|-------------------|-------------------|--------------------------------------|
| 1. Net asset value per share - Group | 7.39 | 6.73 | 6.53 |
| Net asset value per share - Company | 1.68 | 1.36 | 1.32 |
| Market price per share | | | |
| Highest | 12.50 | 11.00 | 12.90 |
| Lowest | 10.20 | 9.90 | 9.00 |
| Last traded | 11.80 | 10.50 | 9.20 |
| Market Capitalization & ratios | | | |
| Market Capitalization (Rs. '000) | 24,013,452 | 21,367,902 | 18,772,352 |
| Price Earning Ratio (times) | 11.92 | 10.49 | 9.29 |
| 2. Stated capital of Richard Pieris and Company PLC amounts to Rs.1,972,829,182 represented by 2,035,038,275 ordinary shares. | | | |
| 3. The Interim condensed Financial Statements for the nine months ended 31st December 2019 have been prepared in accordance with LKAS 34, Interim Financial Reporting. These Interim condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2019. The accounting policies adopted in the preparation of the Interim condensed Financial Statements are consistent with those followed in the preparation of the Annual Financial Statements for the year ended 31 st March 2019. SLFRS 9 and SLFRS 15 became applicable for financial periods beginning on or after 1st January 2018. The Group adopted SLFRS 9 and SLFRS 15 using the modified retrospective method and the impact arising from the adoption of SLFRS 9 and SLFRS 15 have been recognized directly in Retained earnings as of 1st April 2018. However, the Group previously presented the Interim Financial Statements for the period ended 31st December 2018 by applying LKAS 39 – “Financial Instruments- Recognition and Measurement” as permitted by the “Statement of Alternative Treatment (SoAT) on the Figures in the Interim Financial Statements” issued by CA Sri Lanka. Therefore, the comparative Financial Statements for the period ended 31st December 2018 is reported under LKAS 39 and is not comparable to the information presented in the Interim condensed Financial Statements for 31st December 2019. SLFRS 16-Leases, is effective from the financial periods beginning on or after 1st January 2019. The Group is in the process of assessing the impact on the adoption of SLFRS 16. | | | |
| 4. The presentation and classification of the Financial Statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period. | | | |
| 5. There has been no significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31st March 2019. | | | |
| 6. Discontinued operations comprise the results of subsidiaries of the Group whose commercial operations have been discontinued. | | | |
| 7. There have been no material events occurring after the reporting date that require adjustments or disclosure in the Financial statements. | | | |
| 8. The percentage of shares held by the public as at 31st December 2019 was 42.14% represented by 8,395 public shareholders. (Public shareholding as at 31st March 2019 was 42.15% represented by 8,455 public shareholders) Float-adjusted market capitalization (Rs) 10,120,392,390 as of 31st December 2019. The Company complies with option 1 of the Listing rules 7.13.1 (a) - Rs 10.0Bn - Float Adjusted Market capitalization which requires 500 minimum public shareholders and no minimum Public shareholding percentage. | | | |
| 9. Listed Debentures; Three types of Rated Unsecured Redeemable Debentures were issued on 7th May 2014 and subsequently listed on 23rd May 2014. The Type A,B and C debentures were redeemed on 16th May 2017, 16th May 2018 and 16th May 2019 respectively. Debenture trading from 1st of April 2019 to 31st December 2019 From 1st April 2019 to 31st December 2019 period, 10,000 Type C debentures were traded, The last trading statistics is as 5,000 debentures at a price of Rs. 99.50 on 04th April 2019. | | | |
| Ratios | | | |
| | 31-12-2019 | 31-12-2018 | 31-03-2019 |
| Debt/Equity Ratio | 3.15 | 4.23 | 4.99 |
| Quick Asset Ratio | 0.77 | 0.74 | 0.77 |
| Interest Cover | 2.62 | 3.58 | 3.66 |

Notes to the Financial Statements (Contd.)

10. The number of shares held by the Board of Directors are as follows:

| As at | 31-12-2019 | 31-03-2019 |
|--|-------------|-------------|
| 1 Dr. Sena Yaddehige - Chairman/Managing Director/CEO | 104,375,732 | 104,375,732 |
| 2 Mr. W J V P Perera | 4,500 | 4,500 |
| 3 Mr. S S G Liyanage | 3,942,825 | 3,942,825 |
| 4 Mr. Shaminda Yaddehige | - | - |
| 5 Dr. Jayatissa De Costa P.C. | - | - |
| 6 Mr. Prasanna Fernando | - | - |
| 7 Mr. Joseph Felix Fernandopulle | 107,623 | 107,623 |

11. Twenty largest shareholders of the Company are as follows:

| As at | 31-12-2019 | % | 31-03-2019 | % |
|--|----------------------|---------------|----------------------|---------------|
| | Number of shares | | Number of shares | |
| 1 Skyworld Overseas Holdings Limited | 516,388,590 | 25.37% | 516,388,590 | 25.37% |
| 2 Camille Consulting Corp. | 327,704,846 | 16.10% | 327,704,846 | 16.10% |
| 3 HSBC International Nominees Ltd-SSBT- Deutsche Bank | 224,853,787 | 11.05% | 224,853,787 | 11.05% |
| 4 Sezeka Limited | 199,678,548 | 9.81% | 197,981,846 | 9.73% |
| 5 Employees Provident Fund | 169,899,520 | 8.35% | 169,899,520 | 8.35% |
| 6 Rockport Limited | 111,372,919 | 5.47% | 108,660,116 | 5.34% |
| 7 Dr. Sena Yaddehige | 104,375,732 | 5.13% | 104,375,732 | 5.13% |
| 8 Dhanasiri Recreation Pvt Ltd | 33,655,437 | 1.65% | 33,655,437 | 1.65% |
| 9 J.B. Cocoshell (Pvt) Ltd | 33,602,514 | 1.65% | 32,901,164 | 1.62% |
| 10 Mr. D.W.R.Rutnam | 25,759,500 | 1.27% | 25,759,500 | 1.27% |
| 11 The Executor of the Estate of Late Mrs L.B. S. Pieris | 22,782,045 | 1.12% | 22,782,045 | 1.12% |
| 12 Investment Resource Company (Private) Limited | 20,000,000 | 0.98% | 20,000,000 | 0.98% |
| 13 Kalday (Pvt) Ltd. | 12,126,030 | 0.60% | 12,126,030 | 0.60% |
| 14 Seylan Bank PLC/Channa Nalin Rajahmoney | 12,009,874 | 0.59% | 11,991,550 | 0.59% |
| 15 Northern Trust Company S/A Hosking Global Fund | 8,768,703 | 0.43% | 10,293,194 | 0.51% |
| 16 Bank of Ceylon No. 1 Account | 6,889,225 | 0.34% | 6,889,225 | 0.34% |
| 17 Dr C.M. Fernando | 6,660,570 | 0.33% | 6,660,570 | 0.33% |
| 18 SSBT-Retail Employees Superannuation Trust | 5,307,144 | 0.26% | - | 0.00% |
| 19 The Incorporated Trustees of the Church of Ceylon | 4,868,795 | 0.24% | 4,868,795 | 0.24% |
| 20 Mrs. S.Wambeek Sheila | 3,950,000 | 0.19% | 3,950,000 | 0.19% |
| | 1,850,653,779 | 90.94% | 1,841,741,947 | 90.50% |

12. All values included in these Financial Statements are in Rs. '000s unless otherwise stated.

