

Richard Pieris and Company PLC

Interim Financial Statements

Nine months ended 31st December 2022

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 Yaddhegige - *Chairman/Managing Director/ CEO*

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

Mr. Shaminda Yaddhegige – *Director/COO*

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

Mr. Prasanna Fernando – *Director*

Mr. Joseph Felix Fernandopulle - *Director*

Mr. Shiron Gooneratne – *Director*

Mr. Wasantha Rukmal Abeysirigunawardena- *Director*

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	Unaudited As at 31st December 2022 Rs. '000	Audited As at 31st March 2022 (Adjusted) Rs. '000
Assets		
Non-current assets		
Property, plant and equipment	24,956,084	24,080,131
Leasehold properties	-	-
Investment properties	320,978	322,010
Right-of-use Assets	3,379,636	3,744,356
Intangible assets	1,142,952	1,143,970
Consumable Biological assets	1,452,503	1,449,731
Investments in subsidiaries	-	-
Investment in associates	442,292	351,442
Other non-current financial assets	4,219,130	4,176,443
Deferred tax assets	492,258	458,154
	36,405,833	35,726,247
Current assets		
Inventories	16,993,677	12,338,422
Trade and other receivables	10,967,320	10,967,465
Produce on bearer biological assets	57,833	57,833
Loans and advances	12,053,659	13,389,724
Tax receivables	198,217	193,976
Other current financial assets	1,397,258	2,032,650
Cash and short-term deposits	12,505,845	10,231,658
	54,173,809	49,211,728
Total assets	90,579,642	84,937,975
Equity and liabilities		
Equity		
Stated capital	1,972,829	1,972,829
Revenue reserves	25,205,971	19,825,052
Statutory reserve fund	88,438	89,282
Other components of equity	(983,185)	(426,584)
Equity attributable to equity holders of the parent	26,284,053	21,460,579
Non-controlling interests	5,498,223	4,300,291
Total equity	31,782,276	25,760,870
Non-current liabilities		
Interest - bearing loans and borrowings	2,072,158	4,291,740
Lease liabilities on Right-of-use Assets	2,801,955	3,483,170
Insurance provision	2,215,147	1,960,776
Provisions	169,194	161,776
Government grants	494,224	502,484
Employee benefit liabilities	2,294,471	2,494,781
Deferred tax liabilities	1,602,760	992,828
	11,649,909	13,887,555
Current liabilities		
Trade and other payables	13,274,826	13,795,439
Public Deposits	8,035,662	9,909,830
Interest - bearing loans and borrowings	4,244,518	3,477,218
Lease liabilities on Right of use assets	1,030,371	759,704
Income tax payable	961,729	2,553,369
Short term borrowings	19,600,351	14,793,990
	47,147,457	45,289,550
Total liabilities	58,797,366	59,177,105
Total equity and liabilities	90,579,642	84,937,975
Net Assets Per Share (Rs.)	12.92	10.55

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



Sudheera Epatakumbura
Deputy Group Chief Financial Officer

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



Wasantha .R. Abeyirigunawardena
Director



W J V P Perera
Director

14 February 2023
Colombo

Company Statement of Financial Position

As at	Unaudited As at 31st December 2022 Rs. '000	Audited As at 31st March 2022 (Adjusted) Rs. '000
Assets		
Non-current assets		
Property, plant and equipment	300,412	287,355
Investment properties	2,698,461	2,668,247
Right-of-use Assets	221,286	260,654
Investment in subsidiaries	4,506,362	4,487,432
Other non-current financial assets	775,431	1,249,479
Deferred tax assets	38,119	10,984
	8,540,071	8,964,151
Current assets		
Inventory	743	7,701
Trade and other receivables	638,610	286,918
Amounts due from subsidiaries	6,349,384	4,582,315
Cash and short-term deposits	572,704	1,011,831
	7,561,441	5,888,765
Total assets	16,101,512	14,852,917
Equity and liabilities		
Equity		
Stated capital	1,972,829	1,972,829
Revenue reserves	3,935,782	2,463,458
Other components of equity	(1,243,866)	(670,434)
Total equity	4,664,745	3,765,853
Non-current liabilities		
Lease liabilities on Right-of-use Assets	333,427	364,611
Deferred tax liability	-	-
Employee benefit liabilities	59,462	63,871
	392,889	428,482
Current liabilities		
Trade and other payables	483,184	394,507
Lease liabilities on Right-of-use Assets	50,122	49,149
Amounts due to subsidiaries	375,960	118,952
Income tax payable	130,783	538,052
Short term borrowings	10,003,829	9,557,922
	11,043,878	10,658,582
Total liabilities	11,436,767	11,087,064
Total equity and liabilities	16,101,512	14,852,917
Net Assets Per Share (Rs.)	2.29	1.85

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



Sudheera Eritakumbura
Deputy Group Chief Financial Officer

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



Wasantha .R. Abeysirigunawardena
Director



W J V P Perera
Director

14 February 2023
Colombo

Consolidated Statement of Profit or Loss

	Unaudited			Unaudited		
	03 months ended	03 months ended	Variance	09 months ended	09 months ended	Variance
	31st December	31st December		31st December	31st December	
	2022	2021		2022	2021	
	Rs. '000	Rs. '000	%	Rs. '000	Rs. '000	%
Continuing operations						
Revenue from contracts with customers	18,212,768	17,836,454	2%	57,399,736	45,140,909	27%
Revenue from insurance contracts	641,348	575,122	12%	1,715,701	1,522,778	13%
Interest Revenue	607,521	572,110	6%	1,734,110	1,680,487	3%
Total Revenue	19,461,637	18,983,686		60,849,548	48,344,174	
Cost of sales	(14,232,196)	(13,105,883)	9%	(42,414,136)	(34,709,769)	22%
Gross profit	5,229,441	5,877,802	-11%	18,435,412	13,634,404	35%
Other operating income	230,665	363,697	-37%	1,962,553	953,342	106%
Selling and distribution expenses	(1,158,562)	(1,054,186)	10%	(3,327,874)	(2,493,046)	33%
Administrative expenses	(2,088,488)	(1,733,636)	20%	(6,299,439)	(4,853,500)	30%
Other operating expenses	(59,452)	(395)	14955%	(209,931)	(8,541)	2358%
Operating profit	2,153,604	3,453,283	-38%	10,560,722	7,232,660	46%
Finance costs	(966,061)	(363,546)	166%	(3,634,818)	(1,063,427)	242%
Finance Income	244,284	131,232	86%	1,562,607	397,500	293%
Share of profit of an associate	56,442	62,569	-10%	224,957	218,445	3%
Profit before tax from continuing operations	1,488,269	3,283,537	-55%	8,713,468	6,785,177	28%
Income tax expense	(969,212)	(582,330)	66%	(2,120,656)	(1,121,057)	89%
Profit for the period from continuing operations	519,057	2,701,208	-81%	6,592,812	5,664,121	16%
Discontinued operations						
Loss after tax for the period from discontinued operations	(584)	(363)	61%	(1,585)	(1,009)	57%
Profit for the period	518,473	2,700,845	-81%	6,591,227	5,663,112	16%
Attributable to:						
Equity holders of the parent	344,580	2,419,668	-86%	5,399,315	4,968,604	9%
Non-controlling interests	173,893	281,177	-38%	1,191,912	694,508	72%
	518,473	2,700,845		6,591,227	5,663,112	
Earnings per share						
Basic (Rs.)	0.17	1.19		2.65	2.44	
Diluted (Rs.)	0.17	1.19		2.65	2.44	

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

Consolidated Statement of Comprehensive Income

	Unaudited			Unaudited		
	03 months ended	03 months ended	Variance	09 months ended	09 months ended	Variance
	31st December 2022	31st December 2021		31st December 2022	31st December 2021	
	Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%
Profit for the period	518,473	2,700,845	-81%	6,591,227	5,663,112	16%
Other comprehensive income						
Other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods;						
Net Profit/ loss on financial assets at FVOCI	2,801	(86,959)	-103%	22,929	(55,301)	-141%
Fair value movement of Fair value reserve of financial assets at FVOCI transferred to life fund	(2,801)	86,959	-103%	(22,929)	55,301	-141%
Exchange differences on translation of foreign operations	3,819	1,696	125%	188,423	2,639	7039%
Net other comprehensive income to be reclassified to profit or loss	<u>3,819</u>	<u>1,697</u>		<u>188,423</u>	<u>2,639</u>	
Other comprehensive income/(loss) not to be reclassified to profit or loss;						
Net gain/(loss) on Financial Assets at FVOCI	(244,299)	(175,593)	39%	(692,438)	(211,102)	228%
Net other comprehensive income/(loss) not to be reclassified to profit or loss	<u>(244,299)</u>	<u>(175,593)</u>		<u>(692,438)</u>	<u>(211,102)</u>	
Other comprehensive income/(loss) for the period, net of tax	<u>(240,480)</u>	<u>(173,896)</u>	38%	<u>(504,015)</u>	<u>(208,462)</u>	142%
Total comprehensive income for the period, net of tax	<u>277,994</u>	<u>2,526,949</u>	-89%	<u>6,087,212</u>	<u>5,454,649</u>	12%
Attributable to:						
Equity holders of the parent	109,389	2,250,252	-95%	4,842,990	4,763,807	2%
Non-controlling interests	168,605	276,697	-39%	1,244,222	690,843	80%
	<u>277,994</u>	<u>2,526,949</u>		<u>6,087,212</u>	<u>5,454,650</u>	

Figures in brackets indicate deductions.

The above figures are subject to audit.

Company Statement of Profit or Loss

	Unaudited			Unaudited		
	03 months ended	03 months ended	Variance	09 months ended	09 months ended	Variance
	31st December	31st December		31st December	31st December	
2022	2021	%	2022	2021	%	
	Rs. '000	Rs. '000		Rs. '000	Rs. '000	
Revenue from contracts with customers	877,377	782,146	12%	3,069,264	1,949,803	57%
Other revenue	-	60,545	-100%	124,137	176,780	-30%
Cost of sales	-	-		-	-	
Gross profit	877,377	842,691	4%	3,193,401	2,126,583	50%
Other operating income	1,032	2,468	-58%	214,380	3,361	6278%
Administrative expenses	(72,762)	(113,136)	-36%	(301,203)	(366,449)	-18%
Operating profit	805,646	732,023	10%	3,106,577	1,763,495	76%
Finance costs	(770,210)	(168,764)	356%	(1,905,868)	(417,388)	357%
Finance Income	127,294	22,499	466%	305,001	67,230	354%
Profit before tax	162,730	585,758	-72%	1,505,710	1,413,337	7%
Income tax expense	(7,865)	(16,218)	-52%	(33,387)	(24,327)	37%
Profit for the period	154,865	569,540	-73%	1,472,323	1,389,010	6%
Earnings/(Loss) per share						
Basic (Rs.)	0.08	0.28		0.72	0.68	
Diluted (Rs.)	0.08	0.28		0.72	0.68	

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

Company Statement of Comprehensive Income

	Unaudited			Unaudited		
	03 months ended	03 months ended	Variance	09 months ended	09 months ended	Variance
	31st December	31st December		31st December	31st December	
2022	2021	%	2022	2021	%	
	Rs. '000	Rs. '000		Rs. '000	Rs. '000	
Profit for the period	154,865	569,540	-73%	1,472,323	1,389,010	6%
Other comprehensive Profit/ Loss						
Other comprehensive Profit/Loss not to be reclassified to profit or loss;						
Net gain/(loss) on equity instruments at FVOCI	(208,500)	(149,791)	39%	(573,432)	(184,556)	211%
Net other comprehensive gain/(loss) not to be reclassified to profit or loss	(208,500)	(149,791)		(573,432)	(184,556)	
Other comprehensive gain/(loss) for the period, net of tax	(208,500)	(149,791)	39%	(573,432)	(184,556)	211%
Total comprehensive income for the period, net of tax	(53,635)	419,749	-113%	898,891	1,204,454	-25%

Figures in brackets indicate deductions.

The above figures are subject to audit.

Cash Flow Statement

For the Six months ended 31st December	Group Unaudited		Company Unaudited	
	2022 Rs. '000	2021 Rs. '000	2022 Rs. '000	2021 Rs. '000
Cash flows from/(used in) operating activities				
Profit before tax and non controlling interests from continuing operations	8,713,468	6,785,178	1,505,710	1,413,337
Loss after tax from discontinued operation	(1,585)	(1,009)	-	-
Adjustments to reconcile profit before tax to net cash flows	4,609,413	2,841,032	1,445,760	411,076
Operating profit before working capital changes	13,321,296	9,625,201	2,951,470	1,824,413
Working capital adjustments	(5,116,039)	(877,567)	(2,165,977)	(949,387)
Cash generated from/(used in) operations	8,205,258	8,747,634	785,492	875,026
Interest paid	(3,634,818)	(644,045)	(1,905,869)	(407,049)
Gratuity paid	1,562,607	(259,132)	(15,464)	(11,108)
Interest received	(3,168,769)	397,500	305,001	67,230
Income tax paid	(438,581)	(1,141,523)	(459,105)	(45,352)
Net cash from/(used in) operating activities	2,525,697	7,100,434	(1,289,943)	478,747
Net cash flows used in investing activities	(1,910,693)	(4,044,756)	255,551	(1,814,692)
Net cash flows/(used in) before financing activities	615,004	3,055,678	(1,034,393)	(1,335,945)
Net cash flows used in financing activities	(3,147,178)	(3,601,532)	(65,022)	(1,247,116)
Net increase/(decrease) in cash and cash equivalents	(2,532,174)	(545,854)	(1,099,414)	(2,583,061)
Net foreign exchange difference			214,380	3,360
Cash and cash equivalents at the beginning of the period	(4,562,334)	(4,386,191)	(8,546,091)	(5,722,635)
Cash and cash equivalents at the end of the period	(7,094,507)	(4,932,045)	(9,431,125)	(8,302,336)
Analysis of cash and cash equivalents at the end of the period				
Bank and cash balances	12,505,845	8,712,975	572,704	771,045
Short term borrowings	(19,600,351)	(13,645,020)	(10,003,829)	(9,073,381)
	(7,094,507)	(4,932,045)	(9,431,125)	(8,302,336)

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							Total Equity
	Stated Capital	Revenue Reserves	Fair Value Reserve of Financial Assets at FVOCI	Foreign Currency	Statutory Reserve Fund	Total	Non Controlling Interest	
				Translation Reserve				
Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	
As at 1st April 2021	1,972,829	15,418,372	(267,666)	190,670	76,761	17,390,966	3,315,356	20,706,322
Charge relating to Surcharge Tax	-	(1,376,254)	-	-	-	(1,376,254)	(57,832)	(1,434,086)
As at 1st April 2021 (Adjusted)	1,972,829	14,042,118	(267,666)	190,670	76,761	16,014,712	3,257,524	19,272,235
Profit for the period	-	6,886,687	-	-	-	6,886,687	1,075,512	7,962,199
Other comprehensive income	-	136,815	(539,888)	189,873	-	(213,200)	114,968	(98,232)
Total comprehensive income	-	7,023,502	(539,888)	189,873	-	6,673,487	1,190,480	7,863,967
Amount transferred due to changes in holdings	-	(6,582)	-	-	-	(6,582)	6,582	-
Dividends	-	(1,221,023)	-	-	-	(1,221,023)	-	(1,221,023)
Subsidiary dividend paid to minority shareholders	-	(15)	-	-	-	(15)	(154,294)	(154,309)
Transfers during the year	-	(12,948)	427	-	12,521	-	-	-
As at 31st March 2022	1,972,829	19,825,052	(807,127)	380,543	89,282	21,460,579	4,300,291	25,760,870
As at 1st April 2022	1,972,829	19,825,052	(807,127)	380,543	89,282	21,460,579	4,300,291	25,760,870
Profit for the period	-	5,399,315	-	-	-	5,399,315	1,191,912	6,591,227
Other comprehensive income	-	-	(667,187)	110,585	-	(556,601)	52,585	(504,016)
Total comprehensive income	-	5,399,315	(667,187)	110,585	-	4,842,713	1,244,497	6,087,211
Amount transferred due to changes in holdings	-	(19,240)	-	-	-	(19,240)	(45,762)	(65,002)
Dividends	-	-	-	-	-	-	-	-
Subsidiary dividend paid to minority shareholders	-	-	-	-	-	-	(804)	(804)
Transfers during the year	-	844	-	-	(844)	-	-	-
As at 31st December 2022	1,972,829	25,205,971	(1,474,314)	491,128	88,438	26,284,053	5,498,223	31,782,276
Company								
As at 1st April 2021	1,972,829	1,255,550	(207,291)	-	-	3,021,088	-	3,021,088
Charge relating to surcharge tax	-	(25,522)	-	-	-	(25,522)	-	(25,522)
As at 1st April 2021 (Adjusted)	1,972,829	1,230,028	(207,291)	-	-	2,995,566	-	2,995,566
Profit for the period	-	2,458,118	-	-	-	2,458,118	-	2,458,118
Other comprehensive income	-	(3,665)	(463,143)	-	-	(466,808)	-	(466,808)
Total comprehensive income	-	2,454,453	(463,143)	-	-	1,991,310	-	1,991,310
Dividends	-	(1,221,023)	-	-	-	(1,221,023)	-	(1,221,023)
As at 31st March 2022	1,972,829	2,463,458	(670,434)	-	-	3,765,853	-	3,765,853
As at 1st April 2022	1,972,829	2,463,458	(670,434)	-	-	3,765,853	-	3,765,853
Profit for the period	-	1,472,323	-	-	-	1,472,323	-	1,472,323
Other comprehensive income	-	-	(573,432)	-	-	(573,432)	-	(573,432)
Total comprehensive income	-	1,472,323	(573,432)	-	-	898,891	-	898,891
Dividends	-	-	-	-	-	-	-	-
As at 31st December 2022	1,972,829	3,935,782	(1,243,866)	-	-	4,664,745	-	4,664,745

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

Notes to the Financial Statements

Operating Segment Information

	For the nine months ended 31st December										As at 31st Dec	As at 31st March
	Gross Revenue		Inter segmental		Intra segmental		Revenue from external customers		Operating profit/(Loss)		Assets	
	2022 Rs. '000	2021 Rs. '000	2022 Rs. '000	2021 Rs. '000	2022 Rs. '000	2021 Rs. '000	2022 Rs. '000	2021 Rs. '000	2022 Rs. '000	2021 Rs. '000	2022 Rs. '000	2022 Rs. '000
Rubber	7,691,544	5,135,523	(121,395)	(74,371)	(175,367)	(11,008)	7,394,782	5,050,144	1,442,071	735,650	10,514,535	8,760,139
Tyre	6,339,753	5,073,064	(1,189,751)	(797,342)	(1,187,239)	(812,326)	3,962,763	3,463,395	627,684	542,777	4,531,492	3,478,676
Plastic, Furniture and Electronics	8,084,325	8,032,295	(1,071,220)	(589,147)	(1,077,788)	(633,833)	5,935,318	6,809,315	1,609,518	1,151,041	14,066,151	14,740,225
Retail	28,726,368	22,742,712	(25,577)	(39,783)	(169,645)	(167,878)	28,531,146	22,535,052	2,113,135	2,478,287	19,832,066	18,698,718
Financial services	3,466,476	3,256,623	-	-	-	-	3,466,476	3,256,623	(643,244)	426,776	21,254,324	22,873,618
Other services	3,585,390	2,662,583	(3,454,766)	(2,647,251)	-	-	130,624	15,332	2,387,134	1,310,578	16,265,821	15,205,138
Plantations	13,926,241	9,037,810	(1,768,845)	(1,385,966)	(728,956)	(437,809)	11,428,440	7,214,034	5,388,733	2,036,673	28,000,904	22,993,807
Inter segment eliminations	-	-	-	-	-	-	-	-	(2,364,309)	(1,449,123)	(25,592,205)	(22,169,803)
Group	71,820,097	55,940,609	(7,631,554)	(5,533,860)	(3,338,995)	(2,062,855)	60,849,548	48,343,894	10,560,722	7,232,659	88,873,088	84,580,518

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

Notes to the Financial Statements

1. Corporate Information

Richard Pieris & Company PLC (“Company”) is a public limited company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The registered office and principle business place of the Company is situated at 310, High Level Road, Nawinna, Maharagama.

2. Basis of Preparation

The Interim consolidated Financial Statements for the nine months ended 31st December 2022 have been prepared in accordance with LKAS 34, Interim Financial Reporting. The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the previous year.

3. Related Party Transactions

The nature of Related Party Transactions in the period under review is similar to those reported in the annual report for the year 2021/22.

4. Share Information

4.1. Stated Capital

Stated capital is represented by the number of shares in issue as given below

As at	No of Shares '000	Value of Shares Rs.'000
Ordinary Shares	2,035,038	1,972,829

4.2. Market Price Per Share

For the quarter ended 31 December	2022	2021
Highest	30.50	26.50
Lowest	19.00	16.10
Last Traded	24.10	24.60
Market Capitalization (Rs. '000)	49,044,422	50,061,942
Price Earning Ratio (times)	9.08	8.02

4.3 Public Share Holding

The percentage of shares held by the public and the number of public shareholders as follows,

As at	31-12-2022	31-03-2022
Number of Shareholders	8,916	9,174
Public shareholding (%)	41.79%	42.31%
Float - Adjusted Market Capitalization	20,494,003	11,452,201

The Company complies with option 1 of the Listing rules 7.13.1 (a) - Rs 10Bn - Float Adjusted Market capitalization which requires 500 minimum public shareholders.

4.4 Net Asset Per Share

As at	31-12-2022	31-03-2022
Group	12.92	10.55
Company	2.29	1.85

4.5 Directors' share holdings

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

As at	31-12-2022	31-03-2022
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 (Demised 30.04.2022)	-	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
8 Mr. Shiron Gooneratne	-	-
9 Mr. Wasantha Abesirigunawardena (Appointed 04.05.2022)	-	-

Notes to the Financial Statements

4.6. Twenty largest shareholders

Twenty largest shareholders of the company are as follows:

As at	31-12-2022	%	31-03-2022	%
	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.	339,235,050	16.67%	328,011,115	16.12%
3 Deutsche Bank AG Singapore A/C 2 (DCS CLT ACC)	224,553,207	11.03%	224,553,207	11.03%
4 Sezeka Limited	203,196,647	9.98%	203,196,647	9.98%
5 Employees Provident Fund	169,899,520	8.35%	169,899,520	8.35%
6 Rockport Limited	113,633,066	5.58%	113,471,856	5.58%
7 Dr. Sena Yaddehige	104,375,732	5.13%	104,375,732	5.13%
8 Dhanasiri Recreation (Pvt) Ltd.	34,009,920	1.67%	34,009,920	1.67%
9 J.B. Cocoshell (Pvt) Ltd.	27,661,291	1.36%	31,104,955	1.53%
10 The Executor of the Estate of Late Mrs L.B. S. Pieris	22,782,045	1.12%	22,782,045	1.12%
11 Investment Resources Company (Private) Limited	20,000,000	0.98%	20,000,000	0.98%
12 Kalday (Pvt) Ltd.	12,126,030	0.60%	12,126,030	0.60%
13 Employees Trust Fund Board	9,471,620	0.47%	9,460,675	0.46%
14 Est.of. Late M. D. Rutnam	8,586,500	0.42%	8,586,500	0.42%
15 Mr. D.W.R. Rutnam	7,000,000	0.34%	7,689,000	0.38%
16 Ms. J.F. Rutnam	7,000,000	0.34%	7,904,500	0.39%
17 Dr C.M. Fernando	6,660,570	0.33%	6,660,570	0.33%
18 Sri Lanka Insurance Corporation Ltd - Life Fund	6,275,000	0.31%	2,474,406	0.12%
19 SSBT- Sunsuper Pty. Ltd. As Trustee For Sunsuper	5,462,652	0.27%	4,354,953	0.21%
20 Citibank Hong Kong S/A Hostplus Pooled	4,890,621	0.24%	3,399,202	0.17%
	1,843,208,061	90.56%	1,830,449,423	89.95%

5. Comparative Information

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.

6. Discontinue Operation

Discontinued operations comprise the results of subsidiaries of the Group whose commercial operations have been discontinued.

7. Fair value measurement

The fair values of the financial assets and financial liabilities recognized during the period were not materially different from the transaction prices at the date of initial recognition. There were neither transfers between different levels of fair value hierarchy nor changes to assets classes classified under recurring and non-recurring basis. Valuation techniques or significant unobservable inputs used for measuring level 2 and level 3 fair values remains unchanged.

8. Surcharge Tax

The Surcharge Tax Act No. 14 of 2022 was enacted on 8th April 2022, confirming the imposition of a one-time tax of 25% on entities in which the taxable income exceeded Rs. 2 bn for the financial year ended 31st March 2021. The surcharge tax is applicable to the Richard Pieris Group as the cumulative taxable income of group entities calculated in accordance with the provisions of the Act, exceeded the set Total Surcharge Tax liability of Rs. 1,434 Mn and Rs. 25Mn has been recognized for the Group and the Company respectively as an opening adjustment to the 1 April 2021 retained earnings in the statement of Changes in Equity as per the Statement of Alternative Treatment (SoAT) issued by The Institute of Chartered Accountants of Sri Lanka. According to the said Act, the surcharge tax shall be deemed to be an expenditure in the financial statements relating to the year of assessment which commenced on 1 April 2020. On 20 April 2022, the Group and the Company paid the first installment of the Surcharge Tax liability. The final installment of Surcharge Tax payable reported under income tax liability as of 30 June 2022 has been paid on 20 July 2022.

8. Impact of Change in Income Tax Rates

Pursuant to the Inland Revenue (Amendment) Act, No. 45 of 2022 (certified on 19 December 2022), Corporate Income Tax arising from business income has been increased to 30% w.e.f. 01 October 2022. As deferred tax is calculated based on the liability method as per LKAS 12 - Income Taxes, the new tax rate of 30% has been applied to the cumulative temporary differences as at 1st October 2022. This change in income tax rates resulted in deferred tax expenses/(revesal) of Rs. 564 Mn/- and Rs. (27 Mn)/- for the Group and the Company respectively as at 31st December 2022.

9. Events After the Reporting Period

No circumstances have arisen since the reporting date, which would require adjustment to or disclosure in the Financial Statements

10. Ratios - Company

	31-12-2022	31-03-2022
Debt/Equity Ratio	2.23	2.63
Quick Asset Ratio	0.68	0.55
Interest Cover	1.25	6.39

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

