

# Richard Pieris and Company PLC

Interim Financial Statements

Twelve months ended 31st March 2018

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# 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. Jagath C. Korale – *Director - Demised on 21<sup>st</sup> May 2018*

## Head/Registered Office

No. 310, High Level Road,

Nawinna, Maharagama,

Sri Lanka.

Telephone : + (94) 114310500

Fax : + (94) 114310777

Website : [www.arpico.com](http://www.arpico.com)

E-mail : [cpu@arpico.com](mailto: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 March	Group	
	2018 Rs. '000	2017 Rs. '000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	19,448,765	17,114,482
Leasehold properties	1,224,428	520,941
Investment properties	216,623	166,709
Intangible assets	1,166,434	1,140,835
Biological assets	951,252	865,762
Investment in associates	125,564	117,278
Other non-current financial assets	1,771,048	1,683,037
Deferred tax assets	91,901	75,918
	<u>24,996,015</u>	<u>21,684,962</u>
<b>Current assets</b>		
Inventories	6,508,526	5,621,019
Trade and other receivables	8,188,551	6,333,659
Bearer biological assets	32,686	26,463
Loans and advances	10,664,835	11,127,962
Tax receivables	205,807	185,482
Other current financial assets	846,031	481,985
Cash and short-term deposits	4,544,044	4,467,603
	<u>30,990,480</u>	<u>28,244,173</u>
<b>Total assets</b>	<u>55,986,495</u>	<u>49,929,135</u>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Stated capital	1,972,829	1,972,829
Revenue reserves	11,136,984	10,807,381
Statutory reserve fund	60,204	46,024
Other components of equity	109,388	104,969
<b>Equity attributable to equity holders of the parent</b>	<u>13,279,405</u>	<u>12,931,203</u>
Non-controlling interests	2,612,630	2,614,195
<b>Total equity</b>	<u>15,892,035</u>	<u>15,545,398</u>
<b>Non-current liabilities</b>		
Interest - bearing loans and borrowings	5,070,978	6,924,988
Net liability to the lessor	571,393	583,654
Insurance provision	1,154,177	814,633
Provisions	112,203	116,878
Government grants	538,368	534,240
Deferred tax liabilities	855,267	492,856
Employee benefit liabilities	2,703,938	2,426,498
	<u>11,006,324</u>	<u>11,893,747</u>
<b>Current liabilities</b>		
Trade and other payables	8,888,825	8,013,402
Public Deposits	5,070,357	3,935,016
Current portion of Interest - bearing loans and borrowings	4,052,843	3,432,564
Current portion of net liability to the lessor	12,261	11,790
Income tax payable	346,534	253,362
Short term borrowings	10,717,316	6,843,856
	<u>29,088,136</u>	<u>22,489,990</u>
<b>Total liabilities</b>	<u>40,094,460</u>	<u>34,383,737</u>
<b>Total equity and liabilities</b>	<u>55,986,495</u>	<u>49,929,135</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

30th May 2018

## Statement of Financial Position

As at 31st March	Company	
	2018 Rs. '000	2017 Rs. '000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	188,637	94,253
Investment properties	1,225,565	1,229,014
Investment in subsidiaries	3,849,172	3,808,772
Other non-current financial assets	290,229	109,595
	<u>5,553,603</u>	<u>5,241,634</u>
<b>Current assets</b>		
Trade and other receivables	260,948	209,982
Amounts due from subsidiaries	1,492,101	1,961,764
Taxation receivable	8,984	5,012
Cash and short-term deposits	7,278,859	5,734,994
	<u>9,040,892</u>	<u>7,911,752</u>
<b>Total assets</b>	<u>14,594,495</u>	<u>13,153,386</u>
<b>Equity and liabilities</b>		
<b>Equity attributable to equity holders of the parent</b>		
Stated capital	1,972,829	1,972,829
Revenue reserves	800,325	1,400,185
Other components of equity	5,768	16,612
<b>Total equity</b>	<u>2,778,922</u>	<u>3,389,626</u>
<b>Non-current liabilities</b>		
Interest bearing loans and borrowings	2,143,673	3,146,317
Employee benefit liabilities	82,472	79,823
	<u>2,226,145</u>	<u>3,226,140</u>
<b>Current liabilities</b>		
Trade and other payables	408,812	277,921
Current portion of Interest bearing loans and borrowings	1,018,013	1,293,285
Amounts due to subsidiaries	7,369	2,997
Short term borrowings	8,155,234	4,963,417
	<u>9,589,428</u>	<u>6,537,620</u>
<b>Total liabilities</b>	<u>11,815,573</u>	<u>9,763,760</u>
<b>Total equity and liabilities</b>	<u>14,594,495</u>	<u>13,153,386</u>

The above figures are subject to audit.

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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

30th May 2018

## Consolidated Statement of Profit or Loss

	3 months ended			12 months ended		
	31st March			31st March		
	2018	2017	%	2018	2017	%
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
<b>Continuing operations</b>						
Revenue	13,372,304	12,822,295	4%	52,972,873	49,149,395	8%
Cost of sales	(10,244,811)	(9,487,869)	8%	(39,716,317)	(36,373,136)	9%
<b>Gross profit</b>	3,127,493	3,334,426	-6%	13,256,556	12,776,259	4%
Other operating income	410,689	298,966	37%	1,284,686	1,071,660	20%
Selling and distribution expenses	(850,231)	(704,552)	21%	(3,196,096)	(2,887,625)	11%
Administrative expenses	(1,395,770)	(1,459,910)	-4%	(5,902,776)	(5,614,365)	5%
Other operating expenses	(16,198)	(13,763)	18%	(61,572)	(55,470)	11%
<b>Operating profit</b>	1,275,983	1,455,168	-12%	5,380,798	5,290,459	2%
Finance costs	(391,483)	(268,139)	46%	(1,275,044)	(955,768)	33%
Finance Income	160,336	156,937	2%	515,641	383,695	34%
Share of profit of an associate	1,708	17,195	-90%	10,157	83,028	-88%
<b>Profit before tax from continuing operations</b>	1,046,544	1,361,160	-23%	4,631,552	4,801,414	-4%
Income tax expense	(620,827)	(300,095)	107%	(1,549,776)	(1,237,426)	25%
<b>Profit for the period from continuing operations</b>	425,717	1,061,065	-60%	3,081,776	3,563,988	-14%
<b>Discontinued operations</b>						
Loss after tax for the period from discontinued operations	(1,122)	(1,215)	-8%	(4,380)	(5,018)	-13%
<b>Profit for the period</b>	424,595	1,059,850	-60%	3,077,396	3,558,970	-14%
Attributable to:						
Equity holders of the parent	394,080	890,145	-56%	2,686,980	3,170,095	-15%
Non-controlling interests	30,515	169,705	-82%	390,416	388,875	0%
	424,595	1,059,850		3,077,396	3,558,970	
<b>Earnings per share</b>						
Basic (Rs.)	0.19	0.44		1.32	1.56	
Diluted (Rs.)	0.19	0.44		1.32	1.56	
Dividend per share				0.60	1.10	

Figures in brackets indicate deductions.

The above figures are subject to audit.

Consolidated Statement of Comprehensive Income

	3 months ended			12 months ended		
	31st March			31st March		
	2018	2017	%	2018	2017	%
	Rs. '000	Rs. '000	Variance	Rs.'000	Rs.'000	Variance
<b>Profit for the period</b>	<u>424,595</u>	<u>1,059,850</u>	-60%	<u>3,077,396</u>	<u>3,558,970</u>	-14%
<b>Other comprehensive income/ (loss)</b>						
<b>Other comprehensive income/(loss) to be reclassified to profit or loss;</b>						
Net gain/(loss) on available for sale financial assets	(8,306)	1,135	-832%	8,539	6,691	-28%
Fair value movement of AFS reserve transferred to life fund	(364)	(3,094)	-88%	(18,762)	(3,094)	-506%
Exchange differences on translation of foreign operations	<u>8,756</u>	<u>9,674</u>	-9%	<u>16,061</u>	<u>18,487</u>	-13%
<b>Net other comprehensive income to be reclassified to profit or loss</b>	<u>86</u>	<u>7,715</u>		<u>5,838</u>	<u>22,084</u>	
<b>Other comprehensive income/(loss) not to be reclassified to profit or loss;</b>						
Gain/(loss) on actuarial valuation	(185,292)	136,265	-236%	(185,292)	136,265	-236%
Income tax effect	<u>26,284</u>	<u>(12,709)</u>	-307%	<u>26,284</u>	<u>(12,709)</u>	-307%
<b>Net other comprehensive income not to be reclassified to profit or loss</b>	<u>(159,008)</u>	<u>123,556</u>		<u>(159,008)</u>	<u>123,556</u>	
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<u>(158,922)</u>	<u>131,271</u>	-221%	<u>(153,170)</u>	<u>145,640</u>	-205%
<b>Total comprehensive income/ (loss) for the period, net of tax</b>	<u>265,673</u>	<u>1,191,121</u>	-78%	<u>2,924,226</u>	<u>3,704,610</u>	-21%
<b>Attributable to:</b>						
Equity holders of the parent	262,882	992,270	-74%	2,559,795	3,281,790	-22%
Non-controlling interests	<u>2,791</u>	<u>198,851</u>	-99%	<u>364,431</u>	<u>422,820</u>	-14%
	<u>265,673</u>	<u>1,191,121</u>		<u>2,924,226</u>	<u>3,704,610</u>	

Figures in brackets indicate deductions.

The above figures are subject to audit.

## Company Statement of Profit or Loss

	3 months ended			12 months ended		
	31st March			31st March		
	2018	2017	%	2018	2017	%
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
Revenue	982,631	582,010	69%	2,694,333	2,309,476	17%
Cost of sales	-	-		-	-	
<b>Gross profit</b>	<u>982,631</u>	<u>582,010</u>	69%	<u>2,694,333</u>	<u>2,309,476</u>	17%
Administrative expenses	(231,842)	(176,244)	32%	(599,004)	(541,450)	11%
Other operating expenses	(6,715)	(10,516)	-36%	(15,973)	(31,664)	-50%
<b>Operating profit</b>	<u>744,074</u>	<u>395,250</u>	88%	<u>2,079,356</u>	<u>1,736,362</u>	20%
Finance costs	(130,125)	(92,379)	41%	(459,911)	(384,418)	20%
Finance Income	4,669	5,913	-21%	29,758	22,290	34%
<b>Profit before tax</b>	<u>618,618</u>	<u>308,784</u>	100%	<u>1,649,203</u>	<u>1,374,234</u>	20%
Income tax expense	-	(2,932)	-100%	-	(11,727)	-100%
<b>Profit for the period</b>	<u>618,618</u>	<u>305,852</u>	102%	<u>1,649,203</u>	<u>1,362,507</u>	21%
<b>Earnings per share</b>						
Basic (Rs.)	0.30	0.15		0.81	0.52	
Diluted (Rs.)	0.30	0.15		0.81	0.52	
Dividend per share				0.60	1.10	

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

Company Statement of Comprehensive Income

	3 months ended			12 months ended		
	31st March		%	31st March		%
	2018	2017		2018	2017	
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
<b>Profit for the period</b>	<u>618,618</u>	<u>305,852</u>	102%	<u>1,649,203</u>	<u>1,362,507</u>	21%
<b>Other comprehensive income</b>						
<b>Other comprehensive income to be reclassified to profit or loss;</b>						
Net gain/(loss) on available for sale financial assets	<u>(12,397)</u>	<u>(1,285)</u>	865%	<u>(10,844)</u>	<u>4,271</u>	354%
<b>Net other comprehensive income/(loss) to be reclassified to profit or loss</b>	<u>(12,397)</u>	<u>(1,285)</u>		<u>(10,844)</u>	<u>4,271</u>	
<b>Other comprehensive income not to be reclassified to profit or loss;</b>						
Gain/(loss) on actuarial valuation	<u>(10,521)</u>	<u>4,179</u>		<u>(10,521)</u>	<u>4,179</u>	-352%
<b>Net other comprehensive income not to be reclassified to profit or loss</b>	<u>(10,521)</u>	<u>4,179</u>		<u>(10,521)</u>	<u>4,179</u>	
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<u>(22,918)</u>	<u>2,894</u>	-892%	<u>(21,365)</u>	<u>8,450</u>	353%
<b>Total comprehensive income for the period, net of tax</b>	<u>595,700</u>	<u>308,746</u>	93%	<u>1,627,838</u>	<u>1,370,957</u>	19%

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

## Cash Flow Statements

For the Twelve months ended 31st March	Group		Company	
	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000
<b>Cash flows from / (used in) operating activities</b>				
Profit before tax and non controlling interests from continuing operations	4,631,552	4,801,414	1,649,203	1,374,234
Loss after tax from discontinued operation	(4,380)	(5,018)	-	-
Adjustments to reconcile profit before tax to net cash flows	2,585,618	2,124,816	594,060	514,144
<b>Operating profit before working capital changes</b>	<b>7,212,790</b>	<b>6,921,211</b>	<b>2,243,263</b>	<b>1,888,378</b>
Working capital adjustments	(299,380)	(3,482,085)	539,921	622,931
<b>Cash generated from operations</b>	<b>6,913,410</b>	<b>3,439,126</b>	<b>2,783,184</b>	<b>2,511,309</b>
Interest paid	(1,257,952)	(945,195)	(442,818)	(373,846)
Gratuity paid	(391,933)	(323,316)	(23,706)	(15,682)
Interest received	515,641	383,695	29,758	22,290
Income tax paid	(1,102,344)	(1,293,162)	(3,974)	(3,295)
<b>Net cash from operating activities</b>	<b>4,676,822</b>	<b>1,261,148</b>	<b>2,342,444</b>	<b>2,140,776</b>
Net cash flows used in investing activities	(4,704,449)	(2,116,293)	(454,910)	(7,244)
<b>Net cash inflows/(outflows) before financing activities</b>	<b>(27,627)</b>	<b>(855,145)</b>	<b>1,887,534</b>	<b>2,133,532</b>
Net cash flows used in financing activities	(3,204,392)	(863,909)	(2,970,486)	(2,768,990)
<b>Net decrease in cash and cash equivalents</b>	<b>(3,232,019)</b>	<b>(1,719,054)</b>	<b>(1,082,952)</b>	<b>(635,458)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>(1,891,253)</b>	<b>(172,200)</b>	<b>1,256,577</b>	<b>1,892,035</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>(5,123,272)</b>	<b>(1,891,254)</b>	<b>173,625</b>	<b>1,256,577</b>
<b>Analysis of cash and cash equivalents at the end of the period</b>				
Bank and cash balances	4,544,044	4,467,603	7,278,859	5,734,994
Short term borrowings *	(9,667,316)	(6,358,856)	(7,105,234)	(4,478,417)
	<b>(5,123,272)</b>	<b>(1,891,253)</b>	<b>173,625</b>	<b>1,256,577</b>
<b>* Short term borrowings</b>				
Bank overdraft	(4,108,703)	(2,823,820)	(2,245,234)	(1,168,417)
Other short term borrowings - settled within 90 days	(5,558,613)	(3,535,036)	(4,860,000)	(3,310,000)
	<b>(9,667,316)</b>	<b>(6,358,856)</b>	<b>(7,105,234)</b>	<b>(4,478,417)</b>

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	Available -for-sale reserve	Foreign currency translation reserve	Statutory reserve fund	Total	Non controlling interest	
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	
<b>As at 1st April 2016</b>	1,972,829	8,786,806	13,607	76,296	23,190	10,872,728	2,412,573	13,285,301
Profit for the period	-	3,170,095	-	-	-	3,170,095	388,875	3,558,970
Other comprehensive income	-	96,629	3,611	11,455	-	111,695	33,945	145,640
Total comprehensive income	-	3,266,724	3,611	11,455	-	3,281,790	422,820	3,704,610
Dividends	-	(1,221,023)	-	-	-	(1,221,023)	-	(1,221,023)
Adjustments	-	(2,292)	-	-	-	(2,292)	(2,035)	(4,327)
Transfers during the period	-	(22,834)	-	-	22,834	-	-	-
Subsidiary dividend to minority shareholders	-	-	-	-	-	-	(219,163)	(219,163)
<b>As at 31st March 2017</b>	<b>1,972,829</b>	<b>10,807,381</b>	<b>17,218</b>	<b>87,751</b>	<b>46,024</b>	<b>12,931,203</b>	<b>2,614,195</b>	<b>15,545,398</b>
<b>As at 1st April 2017</b>	1,972,829	10,807,381	17,218	87,751	46,024	12,931,203	2,614,195	15,545,398
Profit for the period	-	2,686,980	-	-	-	2,686,980	390,416	3,077,396
Other comprehensive income	-	(131,604)	(10,236)	14,655	-	(127,185)	(25,985)	(153,170)
Total comprehensive income	-	2,555,376	(10,236)	14,655	-	2,559,795	364,431	2,924,226
Dividends	-	(2,238,542)	-	-	-	(2,238,542)	-	(2,238,542)
Adjustments due to changes in holding	-	(60,787)	-	-	-	(60,787)	(108,174)	(168,961)
Adjustments	-	90,648	-	-	(2,912)	87,736	(90,782)	(3,046)
Transfers during the year	-	(17,092)	-	-	17,092	-	-	-
Subsidiary dividend to minority shareholders	-	-	-	-	-	-	(167,040)	(167,040)
<b>As at 31st March 2018</b>	<b>1,972,829</b>	<b>11,136,984</b>	<b>6,982</b>	<b>102,406</b>	<b>60,204</b>	<b>13,279,405</b>	<b>2,612,630</b>	<b>15,892,035</b>
<b>Company</b>								
<b>As at 1st April 2016</b>	1,972,829	1,254,522	12,341	-	-	3,239,692	-	3,239,692
Profit for the period	-	1,362,507	-	-	-	1,362,507	-	1,362,507
Other comprehensive income	-	4,179	4,271	-	-	8,450	-	8,450
Total comprehensive income	-	1,366,686	4,271	-	-	1,370,957	-	1,370,957
Dividends	-	(1,221,023)	-	-	-	(1,221,023)	-	(1,221,023)
<b>As at 31st March 2017</b>	<b>1,972,829</b>	<b>1,400,185</b>	<b>16,612</b>	<b>-</b>	<b>-</b>	<b>3,389,626</b>	<b>-</b>	<b>3,389,626</b>
<b>As at 1st April 2017</b>	1,972,829	1,400,185	16,612	-	-	3,389,626	-	3,389,626
Profit for the period	-	1,649,203	-	-	-	1,649,203	-	1,649,203
Other comprehensive income	-	(10,521)	(10,844)	-	-	(21,365)	-	(21,365)
Total comprehensive income	-	1,638,682	(10,844)	-	-	1,627,838	-	1,627,838
Dividends	-	(2,238,542)	-	-	-	(2,238,542)	-	(2,238,542)
<b>As at 31st March 2018</b>	<b>1,972,829</b>	<b>800,325</b>	<b>5,768</b>	<b>-</b>	<b>-</b>	<b>2,778,922</b>	<b>-</b>	<b>2,778,922</b>

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

## Segmental Results

	For the twelve months ended 31st March								As at 31st March			
	Gross Revenue		Inter segmental		Intra segmental		Revenue from external customers		Operating profit/(Loss)		Assets	
	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000
Rubber	4,726,445	4,368,343	(191,887)	(187,116)	(5,060)	(12,659)	4,529,499	4,168,568	813,744	838,735	4,175,658	3,474,426
Tyre	4,511,064	4,263,273	(17,743)	(23,411)	(1,714,979)	(1,478,597)	2,778,342	2,761,265	348,323	546,777	2,431,865	2,182,491
Plastic and furniture	7,671,267	8,242,122	(862,196)	(597,053)	(187,839)	(437,134)	6,621,232	7,207,935	493,292	1,095,521	8,345,215	7,209,935
Retail	26,633,043	24,754,095	(49,486)	(14,448)	(219,842)	(241,726)	26,363,715	24,497,921	1,882,238	1,722,482	12,783,459	10,503,675
Financial services	3,350,374	2,685,176	-	-	-	-	3,350,374	2,685,176	495,846	525,856	16,507,575	15,570,590
Other services	3,036,402	2,750,409	(2,991,177)	(2,677,303)	-	-	45,225	73,106	1,650,040	1,307,342	8,666,848	7,374,188
Plantations	10,412,031	8,807,115	(822,518)	(808,339)	(305,026)	(243,352)	9,284,486	7,755,424	1,572,293	799,312	19,075,809	18,080,840
Inter segment eliminations	-	-	-	-	-	-	-	-	(1,874,978)	(1,545,565)	(15,981,683)	(14,584,284)
Group	<u>60,340,626</u>	<u>55,870,533</u>	<u>(4,935,007)</u>	<u>(4,307,670)</u>	<u>(2,432,746)</u>	<u>(2,413,468)</u>	<u>52,972,873</u>	<u>49,149,395</u>	<u>5,380,798</u>	<u>5,290,460</u>	<u>56,004,746</u>	<u>49,811,861</u>

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

## Notes to the Financial Statements

For the year ended 31st March 2018

2018  
Rs.

2017  
Rs.

1. Net asset value per share - Group	6.50	6.35
Net asset value per share - Company	1.40	1.67

### Market price per share

Highest	13.80	8.80
Lowest	12.40	8.00
Last traded	12.80	8.30

### Market Capitalization & ratios

Market Capitalization (Rs. '000)	26,048,490	16,890,818
Price Earning Ratio (times)	10	5

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 twelve months ended 31st March 2018 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 2017.
4. Chilaw Finance PLC, a subsidiary of the Group has been de-listed from the official list of Colombo Stock Exchange with effect from end of trading on 20th April 2017, pursuant to the amalgamation of the company with Richard Pieris Finance Limited.
5. A final dividend of Rs 0.50 per share for the financial year ended 31st March 2017 was paid on 10th July 2017, after it was approved by shareholders at the Annual General Meeting on the 30th June 2017. An interim dividend of Rs 0.60 per share for the financial year ended 31st March 2018 was declared on 8th January 2018 and paid on 26th January 2018
6. 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.
7. 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 2017.
8. Discontinued operations comprise the results of subsidiaries of the Group whose commercial operations have been discontinued.
9. There have been no material events occurring after the reporting date that require adjustments or disclosure in the Financial Statements.
10. The percentage of shares held by the public as at 31st March 2018 was 42.15% represented by 7,864 public shareholders. (Public shareholding as at 31st March 2017 was 42.66% represented by 8,699 public shareholders )  
Float-adjusted market capitalization (Rs) 10,979,430  
The Company complies with option 1 of the Listing Rules 7.12.1 (a) - Rs 10Bn - Float Adjusted Market Capitalization which requires 500 minimum public shareholders.

### 11. Listed Debentures;

Details regarding the listed debentures are as follows;

Three types of Rated Unsecured Redeemable Debentures were issued on 7th May 2014 and subsequently listed on 23rd May 2014. The Type A debentures were redeemed on 16th May 2017. The details of outstanding debentures are as follows;

Type of Debenture	Interest Rate	Frequency of Interest Payment	Redemption Date	Interest Rate of Government Security*
Type B	11.00%	Semi-annual	16th May 2018	8.41%
Type C	11.25%	Semi-annual	16th May 2019	9.46%

\*Interest rate of comparable government securities are net of tax as of 31st March 2018.

### Debenture trading from 1st of April 2017 to 31st March 2018

From 1st April 2017 to 31st March 2018 period, 197,000 Type C debentures and 200 of Type A debentures were traded. Last trade is 21,000 of Type C debentures traded on 26th March 2018 at a rate of 13.04% and price of Rs. 98.20.

### Ratios

	<b>31-03-2018</b>	<b>31-03-2017</b>
Debt/Equity Ratio	4.07	2.77
Quick Asset Ratio	0.94	1.21
Interest Cover	4.83	4.79

## Notes to the Financial Statements (Contd.)

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

As at	31-03-2018	31-03-2017
1 Dr. Sena Yaddhegige - 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 Yaddhegige	-	-
5 Dr. Jayatissa De Costa P.C.	-	-
6 Mr. Prasanna Fernando	-	-
7 Late Mr. Jagath C Korale	-	-

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

As at	31-03-2018		31-03-2017	
	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%	316,935,120	15.57%
3 HSBC International Nominees Ltd-SSBT- Deutsche Bank	224,853,787	11.05%	225,153,787	11.06%
4 Sezeka Limited	183,585,152	9.02%	174,447,000	8.57%
5 Employees Provident Fund	169,899,520	8.35%	169,899,520	8.35%
6 Rockport Limited	108,660,116	5.34%	99,506,865	4.89%
7 Dr. Sena Yaddhegige	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	32,125,746	1.58%	16,094,048	0.79%
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	11,988,508	0.59%	11,988,509	0.59%
15 Northern Trsut Company S/A Hosking Global Fund	8,753,190	0.43%	8,753,190	0.43%
16 Seb Ab-Tundra Frontier Opportunities Fund	7,399,372	0.36%	7,399,372	0.36%
17 Bank of Ceylon No. 1 Account	6,889,225	0.34%	6,889,225	0.34%
18 Dr C.M. Fernando	6,660,570	0.33%	6,660,570	0.33%
19 National Savings Bank	6,463,907	0.32%	12,001,659	0.59%
20 The Incorporated Trustees of the Church of Ceylon	4,868,795	0.24%	4,868,795	0.24%
	<b>1,834,940,068</b>	<b>90.17%</b>	<b>1,795,684,994</b>	<b>88.24%</b>

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

