

# Richard Pieris and Company PLC

Interim Financial Statements

Twelve months ended 31st March 2020

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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. Joseph Felix Fernandopulle - *Director*

Mr. Shiron Gooneratne – *Director* – appointed w.e.f. 13<sup>th</sup> November 2019

## 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	
	Unaudited 2020 Rs. '000	2019 Rs. '000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	20,353,151	20,209,899
Leasehold properties	1,193,180	1,293,525
Investment properties	295,246	236,253
Right-of-use Assets	4,498,817	-
Intangible assets	1,142,432	1,155,155
Biological assets	1,138,269	1,026,885
Investment in associates	189,407	149,087
Other non-current financial assets	2,040,857	2,316,579
Deferred tax assets	407,171	433,396
	<u>31,258,530</u>	<u>26,820,779</u>
<b>Current assets</b>		
Inventories	8,123,899	6,996,936
Trade and other receivables	8,335,627	10,233,259
Bearer biological assets	32,239	26,854
Loans and advances	13,406,696	13,718,868
Tax receivables	335,072	296,518
Other current financial assets	1,230,619	1,259,746
Cash and short-term deposits	4,961,963	5,467,209
	<u>36,426,115</u>	<u>37,999,390</u>
<b>Total assets</b>	<u>67,684,645</u>	<u>64,820,169</u>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Stated capital	1,972,829	1,972,829
Revenue reserves	12,677,558	11,245,315
Statutory reserve fund	76,761	76,606
Other components of equity	(213,244)	(10,144)
<b>Equity attributable to equity holders of the parent</b>	<u>14,513,904</u>	<u>13,284,606</u>
Non-controlling interests	2,877,910	2,837,869
<b>Total equity</b>	<u>17,391,814</u>	<u>16,122,475</u>
<b>Non-current liabilities</b>		
Interest - bearing loans and borrowings	4,839,534	5,879,463
Lease liabilities on Right-of-use Assets	4,620,139	558,642
Insurance provision	1,622,089	1,391,506
Provisions	137,283	123,884
Government grants	508,574	526,770
Deferred tax liabilities	943,209	975,040
Employee benefit liabilities	2,910,645	2,842,772
	<u>15,581,473</u>	<u>12,298,077</u>
<b>Current liabilities</b>		
Trade and other payables	7,867,189	9,933,257
Public Deposits	8,710,786	6,680,386
Current portion of Interest - bearing loans and borrowings	3,845,788	5,190,652
Lease liabilities on Right-of-use Assets	621,595	12,751
Income tax payable	344,159	351,434
Short term borrowings	13,321,841	14,231,137
	<u>34,711,358</u>	<u>36,399,617</u>
<b>Total liabilities</b>	<u>50,292,831</u>	<u>48,697,694</u>
<b>Total equity and liabilities</b>	<u>67,684,645</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

03rd September 2020

## Statement of Financial Position

As at 31st March	Company	
	Unaudited 2020 Rs. '000	2019 Rs. '000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	205,936	218,148
Investment properties	1,213,756	1,221,180
Right-of-use Assets	618,020	
Investment in subsidiaries	3,810,672	3,835,673
Other non-current financial assets	554,405	752,159
Deferred tax assets	4,905	-
	<u>6,407,694</u>	<u>6,027,160</u>
<b>Current assets</b>		
Trade and other receivables	430,766	510,636
Amounts due from subsidiaries	2,872,277	2,656,390
Taxation receivable	-	6,987
Cash and short-term deposits	3,664,405	7,880,056
	<u>6,967,448</u>	<u>11,054,069</u>
<b>Total assets</b>	<u>13,375,142</u>	<u>17,081,229</u>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Stated capital	1,972,829	1,972,829
Revenue reserves	1,369,430	840,371
Other components of equity	(334,559)	(136,805)
<b>Total equity</b>	<u>3,007,700</u>	<u>2,676,395</u>
<b>Non-current liabilities</b>		
Lease liabilities on Right-of-use Assets	757,173	-
Employee benefit liabilities	64,293	70,609
	<u>821,466</u>	<u>70,609</u>
<b>Current liabilities</b>		
Trade and other payables	276,262	974,203
Current portion of Interest bearing loans and borrowings	-	2,170,944
Amounts due to subsidiaries	5,940	2,442
Income tax payable	15,031	-
Short term borrowings	9,248,743	11,186,636
	<u>9,545,976</u>	<u>14,334,225</u>
<b>Total liabilities</b>	<u>10,367,442</u>	<u>14,404,834</u>
<b>Total equity and liabilities</b>	<u>13,375,142</u>	<u>17,081,229</u>

The above figures are subject to audit.

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Shiron Gooneratne  
Group Chief Financial Officer

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W J V P Perera  
Director



S S G Liyanage  
Director

## Consolidated Statement of Profit or Loss

	3 months ended 31st March			12 months ended 31st March		
	Unaudited		%	Unaudited		%
	2020	2019		2020	2019	
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
<b>Continuing operations</b>						
Revenue from contracts with customers	11,474,789	13,701,000	-16%	49,732,970	50,851,486	-2%
Revenue from insurance contracts	347,822	329,032	6%	1,641,416	1,374,171	19%
Interest Revenue	671,597	625,974		2,865,324	2,819,701	
Cost of sales	(9,652,793)	(10,813,552)	-11%	(41,417,925)	(41,541,595)	0%
<b>Gross profit</b>	<b>2,841,415</b>	<b>3,216,480</b>	<b>-12%</b>	<b>12,821,785</b>	<b>13,503,763</b>	<b>-5%</b>
Other operating income	523,505	318,804	64%	1,467,936	1,397,260	5%
Selling and distribution expenses	(1,384,047)	(912,805)	52%	(3,631,268)	(3,333,587)	9%
Administrative expenses	(1,270,030)	(1,795,265)	-29%	(6,272,100)	(6,650,891)	-6%
Other operating expenses	(8,568)	(14,476)	-41%	(37,636)	(37,524)	0%
<b>Operating profit</b>	<b>702,275</b>	<b>812,738</b>	<b>-14%</b>	<b>4,348,717</b>	<b>4,879,021</b>	<b>-11%</b>
Finance costs	(903,984)	(407,574)	122%	(2,310,389)	(2,109,249)	10%
Finance Income	155,034	121,900	27%	479,451	556,240	-14%
Share of profit of an associate	36,413	14,996	143%	89,409	27,580	224%
<b>Profit before tax from continuing operations</b>	<b>(10,262)</b>	<b>542,060</b>	<b>-102%</b>	<b>2,607,188</b>	<b>3,353,592</b>	<b>-22%</b>
Income tax expense	(415,246)	(84,136)	394%	(1,274,844)	(1,006,764)	27%
<b>Profit for the period from continuing operations</b>	<b>(425,508)</b>	<b>457,924</b>	<b>-193%</b>	<b>1,332,344</b>	<b>2,346,828</b>	<b>-43%</b>
<b>Discontinued operations</b>						
Loss after tax for the period from discontinued operations	(4,263)	(637)	569%	(7,366)	(4,561)	61%
<b>Profit for the period</b>	<b>(429,771)</b>	<b>457,287</b>	<b>-194%</b>	<b>1,324,978</b>	<b>2,342,267</b>	<b>-43%</b>
Attributable to:						
Equity holders of the parent	(434,081)	365,704	-219%	1,177,738	2,009,568	-41%
Non-controlling interests	4,310	91,583	-95%	147,240	332,699	-56%
	<u>(429,771)</u>	<u>457,287</u>		<u>1,324,978</u>	<u>2,342,267</u>	
<b>Earnings per share</b>						
Basic (Rs.)	(0.21)	0.18		0.65	0.99	
Dividend per share	-	-		-	0.85	

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	
	Unaudited 2020 Rs. '000	2019 Rs. '000	% Variance	Unaudited 2020 Rs. '000	2019 Rs. '000
<b>Profit for the period</b>	<u>(429,771)</u>	<u>457,287</u>	-194%	<u>1,324,978</u>	<u>2,342,267</u>
<b>Other comprehensive income/ (loss)</b>					
<b>Other comprehensive income/(loss) to be reclassified to profit or loss;</b>					
Net gain/(loss) on financial assets at FVOCI	14,018	8,080	-73%	7,009	(1,604)
Fair value movement of Fair value reserve of financial assets at FVOCI transferred to life fund	(14,018)	(8,080)	-73%	(7,009)	1,604
Exchange differences on translation of foreign operations	23,795	(23,025)	-203%	44,723	60,259
<b>Net other comprehensive income/(loss) to be reclassified to profit or loss</b>	<u>23,795</u>	<u>(23,025)</u>		<u>44,723</u>	<u>60,259</u>
<b>Other comprehensive loss not to be reclassified to profit or loss;</b>					
Net Loss on Financial Assets at FVOCI	(279,746)	(70,388)	-297%	(236,269)	(160,644)
Gain/(Loss) on actuarial valuation	67,190	(75,928)	188%	67,190	(75,928)
Income tax effect	(13,638)	9,618	242%	(13,638)	9,618
<b>Net other comprehensive loss not to be reclassified to profit or loss</b>	<u>(226,194)</u>	<u>(136,698)</u>		<u>(182,717)</u>	<u>(226,954)</u>
<b>Other comprehensive loss for the period, net of tax</b>	<u>(202,399)</u>	<u>(159,723)</u>	-27%	<u>(137,994)</u>	<u>(166,695)</u>
<b>Total comprehensive income for the period, net of tax</b>	<u>(632,170)</u>	<u>297,564</u>	-312%	<u>1,186,984</u>	<u>2,175,572</u>
<b>Attributable to:</b>					
Equity holders of the parent	(665,343)	217,912	-405%	1,003,681	1,824,515
Non-controlling interests	33,173	79,652	-58%	183,303	351,057
	<u>(632,170)</u>	<u>297,564</u>		<u>1,186,984</u>	<u>2,175,572</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		
	Unaudited			Unaudited		
	2020	2019	%	2020	2019	%
Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance	
Revenue from contracts with customers	(532,008)	251,835	-311%	828,201	848,986	-2%
Other revenue	541,976	523,715	3%	714,684	2,085,645	-66%
Cost of sales	-	-		-	-	
<b>Gross profit</b>	<u>9,968</u>	<u>775,550</u>	-99%	<u>1,542,885</u>	<u>2,934,631</u>	-47%
Other operating income	106,565	-	-	106,565	-	-
Administrative expenses	(41,202)	(108,643)	62%	(362,524)	(459,304)	21%
<b>Operating profit</b>	<u>75,331</u>	<u>666,907</u>	-89%	<u>1,286,926</u>	<u>2,475,327</u>	-48%
Finance costs	(203,012)	(187,162)	-8%	(698,621)	(717,540)	3%
Finance Income	10,922	15,524	-30%	44,179	41,035	8%
<b>Profit before tax</b>	<u>(116,759)</u>	<u>495,269</u>	-124%	<u>632,484</u>	<u>1,798,822</u>	-65%
Income tax expense	(74,453)	(5,999)	-100%	(118,503)	(5,999)	-100%
<b>Profit for the period</b>	<u>(191,212)</u>	<u>489,270</u>	-139%	<u>513,981</u>	<u>1,792,823</u>	-71%
<b>Earnings per share</b>						
Basic (Rs.)	(0.09)	0.24		0.25	0.88	
Dividend per share	-	-		-	0.85	

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

**Company Statement of Comprehensive Income**

	3 months ended 31st March			12 months ended 31st March		
	Unaudited 2020	2019	%	Unaudited 2020	2019	%
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
<b>Profit for the period</b>	<u>(191,212)</u>	<u>489,270</u>	-139%	<u>513,981</u>	<u>1,792,823</u>	-71%
<b>Other comprehensive loss</b>						
<b>Other comprehensive loss to be reclassified to profit or loss;</b>						
Net loss on financial assets at FVOCI	<u>(241,231)</u>	<u>(52,317)</u>	-361%	<u>(197,754)</u>	<u>(142,573)</u>	-39%
<b>Net other comprehensive loss to be reclassified to profit or loss</b>	<u>(241,231)</u>	<u>(52,317)</u>		<u>(197,754)</u>	<u>(142,573)</u>	
<b>Other comprehensive loss not to be reclassified to profit or loss;</b>						
Gain/(Loss) on actuarial valuation	<u>15,078</u>	<u>(22,994)</u>	166%	<u>15,078</u>	<u>(22,994)</u>	166%
<b>Net other comprehensive loss not to be reclassified to profit or loss</b>	<u>15,078</u>	<u>(22,994)</u>		<u>15,078</u>	<u>(22,994)</u>	
<b>Other comprehensive loss for the period, net of tax</b>	<u>(226,153)</u>	<u>(75,311)</u>	-200%	<u>(182,676)</u>	<u>(165,567)</u>	-10%
<b>Total comprehensive income for the period, net of tax</b>	<u>(417,365)</u>	<u>413,959</u>	-201%	<u>331,305</u>	<u>1,627,256</u>	-80%

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

## Cash Flow Statements

For the Twelve months ended 31st March	Group		Company	
	Unaudited 2020 Rs. '000	2019 Rs. '000	Unaudited 2020 Rs. '000	2019 Rs. '000
<b>Cash flows from / (used in) operating activities</b>				
Profit before tax and non controlling interests from continuing operations	2,607,188	3,353,592	632,484	1,798,822
Loss after tax from discontinued operation	(7,366)	(4,561)	-	-
Adjustments to reconcile profit before tax to net cash flows	6,125,583	3,857,727	741,243	728,762
<b>Operating profit before working capital changes</b>	<b>8,725,405</b>	<b>7,206,758</b>	<b>1,373,727</b>	<b>2,527,584</b>
Working capital adjustments	168,869	(3,125,185)	(929,235)	(973,452)
<b>Cash generated from operations</b>	<b>8,894,274</b>	<b>4,081,573</b>	<b>444,492</b>	<b>1,554,132</b>
Interest paid	(2,310,243)	(1,987,791)	(579,895)	(543,900)
Gratuity paid	(374,659)	(420,892)	(3,381)	(49,139)
Interest received	479,451	556,240	44,179	41,035
Income tax paid	(1,325,774)	(1,300,623)	(3,420)	(4,000)
<b>Net cash from operating activities</b>	<b>5,363,049</b>	<b>928,507</b>	<b>(98,025)</b>	<b>998,128</b>
Net cash flows used in investing activities	(1,288,460)	(3,349,243)	(2,599)	(652,324)
<b>Net cash flows before financing activities</b>	<b>4,074,589</b>	<b>(2,420,736)</b>	<b>(100,624)</b>	<b>345,804</b>
Net cash flows from/(used in) financing activities	(3,670,539)	(1,219,920)	(2,177,134)	(3,826,009)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>404,050</b>	<b>(3,640,656)</b>	<b>(2,277,758)</b>	<b>(3,480,205)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>(8,763,928)</b>	<b>(5,123,272)</b>	<b>(3,306,580)</b>	<b>173,625</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>(8,359,878)</b>	<b>(8,763,928)</b>	<b>(5,584,338)</b>	<b>(3,306,580)</b>
<b>Analysis of cash and cash equivalents at the end of the period</b>				
Bank and cash balances	4,961,963	5,467,209	3,664,405	7,880,056
Short term borrowings	(13,321,841)	(14,231,137)	(9,248,743)	(11,186,636)
	<b>(8,359,878)</b>	<b>(8,763,928)</b>	<b>(5,584,338)</b>	<b>(3,306,580)</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 2018</b>	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	-	2,009,568	-	-	-	2,009,568	332,699	2,342,267
Other comprehensive income / (loss)	-	(62,614)	(157,735)	38,205	-	(182,144)	18,358	(163,786)
Total comprehensive income / (loss)	-	1,946,954	(157,735)	38,205	-	1,827,424	351,057	2,178,481
Dividends	-	(1,729,783)	-	-	-	(1,729,783)	-	(1,729,783)
Adjustments due to changes in holding	-	(153,076)	-	-	-	(153,076)	(3,268)	(156,344)
Transfers during the period	-	(16,402)	-	-	16,402	-	(2,909)	(2,909)
Subsidiary dividend to minority shareholders	-	60,637	-	-	-	60,637	(119,641)	(59,004)
<b>As at 31st March 2019</b>	<b>1,972,829</b>	<b>11,245,314</b>	<b>(150,753)</b>	<b>140,611</b>	<b>76,606</b>	<b>13,284,607</b>	<b>2,837,869</b>	<b>16,122,476</b>
<b>As at 1st April 2019</b>	1,972,829	11,245,314	(150,753)	140,611	76,606	13,284,607	2,837,869	16,122,476
Profit for the period	-	1,177,738	-	-	-	1,177,738	147,240	1,324,978
Other comprehensive income/ (loss)	-	52,547	(230,120)	27,018	-	(150,555)	18,669	(131,886)
Total comprehensive income/ (loss)	-	1,230,285	(230,120)	27,018	-	1,027,183	165,909	1,193,092
Dividends	-	-	-	-	-	-	-	-
Adjustments due to changes in SLFRSs	-	146,111	-	-	-	146,111	33,155	179,266
Transfers during the period	-	199	-	-	155	354	(6,142)	(5,788)
Subsidiary dividend to minority shareholders	-	55,649	-	-	-	55,649	(152,881)	(97,232)
<b>As at 31st March 2020</b>	<b>1,972,829</b>	<b>12,677,558</b>	<b>(380,873)</b>	<b>167,629</b>	<b>76,761</b>	<b>14,513,904</b>	<b>2,877,910</b>	<b>17,391,814</b>
<b>Company</b>								
<b>As at 1st April 2018</b>	1,972,829	800,325	5,768	-	-	2,778,922	-	2,778,922
Profit for the period	-	1,792,823	-	-	-	1,792,823	-	1,792,823
Other comprehensive loss	-	(22,994)	(142,573)	-	-	(165,567)	-	(165,567)
Total comprehensive income / (loss)	-	1,769,829	(142,573)	-	-	1,627,256	-	1,627,256
Dividends	-	(1,729,783)	-	-	-	(1,729,783)	-	(1,729,783)
<b>As at 31st March 2019</b>	<b>1,972,829</b>	<b>840,371</b>	<b>(136,805)</b>	<b>-</b>	<b>-</b>	<b>2,676,395</b>	<b>-</b>	<b>2,676,395</b>
<b>As at 1st April 2019</b>	1,972,829	840,371	(136,805)	-	-	2,676,395	-	2,676,395
Profit for the period	-	513,981	-	-	-	513,981	-	513,981
Other comprehensive income/(loss)	-	15,078	(197,754)	-	-	(182,676)	-	(182,676)
Total comprehensive income/(loss)	-	529,059	(197,754)	-	-	331,305	-	331,305
Dividends	-	-	-	-	-	-	-	-
<b>As at 31st March 2020</b>	<b>1,972,829</b>	<b>1,369,430</b>	<b>(334,559)</b>	<b>-</b>	<b>-</b>	<b>3,007,700</b>	<b>-</b>	<b>3,007,700</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	
	Unaudited 2020 Rs. '000	2019 Rs. '000	Unaudited 2020 Rs. '000	2019 Rs. '000	Unaudited 2020 Rs. '000	2019 Rs. '000	Unaudited 2020 Rs. '000	2019 Rs. '000	Unaudited 2020 Rs. '000	2019 Rs. '000	Unaudited 2020 Rs. '000	2019 Rs. '000
Rubber	5,495,406	5,579,732	(156,451)	(180,197)	(25,780)	(28,726)	5,313,175	5,370,809	1,243,696	1,168,298	5,458,895	4,838,746
Tyre	4,891,935	4,477,373	(33,933)	(20,975)	(1,803,762)	(1,690,207)	3,054,241	2,766,191	550,723	328,290	2,526,916	2,510,865
Plastic, Furniture and Electronics	7,300,005	7,588,428	(785,903)	(897,165)	(349,779)	(172,031)	6,164,323	6,519,323	788,790	386,508	10,440,028	10,232,346
Retail	28,037,263	27,984,936	(12,031)	(18,320)	(249,871)	(247,392)	27,775,359	27,719,224	2,317,719	1,897,784	16,958,159	12,472,635
Financial services	4,540,973	4,217,674	-	-	-	-	4,540,973	4,217,674	(559,293)	481,274	21,520,407	22,422,964
Other services	1,770,289	3,182,219	(1,751,980)	(3,137,730)	-	-	18,310	44,489	805,751	2,030,060	10,869,429	10,334,874
Plantations	8,447,619	9,437,542	(914,683)	(854,262)	(159,608)	(175,541)	7,373,329	8,407,738	(83,985)	672,452	18,865,333	20,024,962
Inter segment eliminations	-	-	-	-	-	-	-	-	(714,684)	(2,085,645)	(19,143,929)	(18,166,310)
<b>Group</b>	<b>60,483,490</b>	<b>62,467,904</b>	<b>(3,654,981)</b>	<b>(5,108,649)</b>	<b>(2,588,800)</b>	<b>(2,313,897)</b>	<b>54,239,710</b>	<b>55,045,448</b>	<b>4,348,717</b>	<b>4,879,021</b>	<b>67,495,238</b>	<b>64,671,082</b>

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

## Notes to the Financial Statements

For the Twelve months ended 31st March	2020 Rs.	2019 Rs.
1. Net asset value per share - Group	7.13	6.53
Net asset value per share - Company	1.48	1.32
<b>Market price per share</b>		
Highest	11.90	12.90
Lowest	7.60	9.00
Last traded	7.80	9.20
<b>Market Capitalization &amp; ratios</b>		
Market Capitalization (Rs. '000)	15,873,299	18,722,352
Price Earning Ratio (times)	11.91	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 twelve months ended 31st March 2020 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, except for the adoption of new standards effective as of 1st April 2019. The group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.  
The group has adopted SLFRS 16 from 1st April 2019.

### New standards, interpretations and amendments.

#### SLFRS 16 - Leases

SLFRS 16 supersedes LKAS 17 Leases, IFRIC 4 determining whether an arrangement contains a lease, SUC-15 Operating Leases-Incentives and SIC-27 Evaluating the substance of Transactions involving the legal form of a lease. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model. The group has adopted SLFRS 16 using modified retrospective method from April 2019, without restating comparatives for the 2018/19 reporting period, as permitted under the specific transitional provisions in the standard.

On adoption of SLFRS 16, the Group recognised Right-of-use Assets and Lease Liabilities in relation to leases which had previously been classified as 'Operating Leases' under the principles of LKAS 17-Leases.

#### The effect of adopting SLFRS 16 is as follows

Set out below, are the carrying amount of right of use assets, lease liability and the movements for the period ended 31st March 2020.

#### Right of Use Assets

##### Cost

SLFRS 16 Initial recognition	5,000,449
Effect of adoption of SLFRS 16	<u>194,340</u>
	5,194,789
Additions during the year	-
Balance at the end of the year	<u>5,194,789</u>

##### Amortization

Balance at the beginning of the year	-
Charge for the year	<u>(695,972)</u>
Balance at the end of the year	<u>(695,972)</u>

##### Net Book Value

4,498,817

#### Liability to make lease payment

Effect of adoption of SLFRS 16	5,377,993
Impact of new leases	<u>257,974</u>
	5,635,967

Interest for the year	610,586
payments made during the year	(1,003,077)

Effect of foreign exchange translation	<u>(1,742)</u>
<b>Total liability</b>	<u>5,241,734</u>

## Notes to the Financial Statements

- 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.
- On 11 March 2020, the World Health Organization declared the Coronavirus COVID-19 outbreak to be a pandemic in recognition of its rapid spread across the globe with over 150 countries now affected. The Businesses may be negatively impacted due to the overall negative economic conditions caused by the pandemic. The financial reporting effects of the COVID-19 outbreak have been considered as adjusting events, however, no adjustments have been made in these financial statements due to no material impact on the business operations of the Group and Company.

The containing measures taken by Sri Lankan Government pertaining to COVID – 19 followed by lockdown and curfew caused temporary impact on business operations and economic activities of the Group .

- 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.
- Discontinued operations comprise the results of subsidiaries of the Group whose commercial operations have been discontinued.
- There have been no material events occurring after the reporting date that require adjustments or disclosure in the Financial Statements.
- The percentage of shares held by the public as at 31st March 2020 was 42.14% represented by 8,361 public shareholders. (Public shareholding as at 31st March 2019 was 42.14% represented by 8,455 public shareholders )  
Float-adjusted market capitalization (Rs) 6,689,751 as of 31st March 2020.  
The Company complies with option 2 of the Listing rules 7.13.1 (a) - Rs 7.5Bn - Float Adjusted Market capitalization which requires 500 minimum public shareholders and 5% minimum Public shareholding percentage.
- 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, on 16th May 2018 and on 16th May 2019 respectively.

### **Debenture trading from 1st of April 2019 to 31st March 2020**

From 1st April 2019 to 31st March 2020 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**

	<b>31-03-2020</b>	<b>31-03-2019</b>
Debt/Equity Ratio	3.08	4.99
Quick Asset Ratio	0.73	0.77
Interest Cover	1.97	3.66

## Notes to the Financial Statements (Contd.)

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

As at	31-03-2020	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	95,275
8 Mr. Shiron Gooneratne (appointed w.e.f. 13th November 2019)	-	-

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

As at	31-03-2020		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 Deutsche Bank AG Singapore A/C 2 (DCS CLT ACC)	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	5,682,268	0.28%	-	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%
	<b>1,851,028,903</b>	<b>90.96%</b>	<b>1,841,741,947</b>	<b>90.50%</b>

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

