

# Richard Pieris and Company PLC

Interim Financial Statements

Six months ended 30th September 2019

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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*

## 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 30th September	Group		As at
	2019	2018	31st March
	Rs. '000	Rs. '000	2019
			Rs. '000
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	20,243,930	19,709,093	20,209,899
Leasehold properties	1,272,197	1,291,770	1,293,525
Investment properties	236,852	217,638	236,253
Intangible assets	1,154,117	1,164,734	1,155,155
Biological assets	1,030,766	951,655	1,026,885
Investment in associates	178,241	128,076	149,087
Other non-current financial assets	2,295,597	1,788,994	2,316,579
Deferred tax assets	417,439	93,538	433,396
	<u>26,829,139</u>	<u>25,345,498</u>	<u>26,820,779</u>
<b>Current assets</b>			
Inventories	6,223,640	6,348,560	6,996,936
Trade and other receivables	11,083,004	9,742,614	10,233,259
Bearer biological assets	26,858	32,686	26,854
Loans and advances	14,657,230	12,705,445	13,718,868
Tax receivables	290,105	234,542	296,518
Other current financial assets	1,134,768	978,414	1,259,746
Cash and short-term deposits	4,699,602	5,701,540	5,467,209
	<u>38,115,207</u>	<u>35,743,801</u>	<u>37,999,390</u>
<b>Total assets</b>	<u>64,944,346</u>	<u>61,089,299</u>	<u>64,820,169</u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Stated capital	1,972,829	1,972,829	1,972,829
Revenue reserves	12,179,369	12,023,565	11,245,315
Statutory reserve fund	76,761	60,327	76,606
Other components of equity	30,275	33,521	(10,144)
<b>Equity attributable to equity holders of the parent</b>	<u>14,259,234</u>	<u>14,090,242</u>	<u>13,284,606</u>
Non-controlling interests	2,808,525	2,720,129	2,837,869
<b>Total equity</b>	<u>17,067,759</u>	<u>16,810,371</u>	<u>16,122,475</u>
<b>Non-current liabilities</b>			
Interest - bearing loans and borrowings	5,248,565	6,100,039	5,879,463
Net liability to the lessor	551,622	564,991	558,642
Insurance provision	1,545,819	1,360,200	1,391,506
Provisions	132,013	117,819	123,884
Government grants	518,576	531,842	526,770
Deferred tax liabilities	867,631	868,634	975,040
Employee benefit liabilities	2,821,117	2,629,984	2,842,772
	<u>11,685,343</u>	<u>12,173,509</u>	<u>12,298,077</u>
<b>Current liabilities</b>			
Trade and other payables	9,966,662	9,155,562	9,933,257
Public Deposits	8,033,668	5,222,960	6,680,386
Current portion of Interest - bearing loans and borrowings	3,496,502	6,619,757	5,190,652
Current portion of net liability to the lessor	13,069	12,567	12,751
Income tax payable	298,726	285,441	351,434
Short term borrowings	14,382,617	10,809,132	14,231,137
	<u>36,191,244</u>	<u>32,105,419</u>	<u>36,399,617</u>
<b>Total liabilities</b>	<u>47,876,587</u>	<u>44,278,928</u>	<u>48,697,694</u>
<b>Total equity and liabilities</b>	<u>64,944,346</u>	<u>61,089,299</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 Perera  
Director



S S G Liyanage  
Director

8th November 2019

## Statement of Financial Position

As at 30th September	Company		As at
	2019	2018	31st March
	Rs. '000	Rs. '000	2019
			Rs. '000
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	211,737	182,726	218,148
Investment properties	1,217,603	1,221,716	1,221,180
Investment in subsidiaries	3,835,672	3,849,172	3,835,673
Other non-current financial assets	779,119	354,671	752,159
	<u>6,044,131</u>	<u>5,608,285</u>	<u>6,027,160</u>
<b>Current assets</b>			
Trade and other receivables	1,175,342	331,772	510,636
Amounts due from subsidiaries	2,205,594	2,392,602	2,656,390
Taxation receivable	9,197	11,015	6,987
Cash and short-term deposits	6,200,802	6,191,645	7,880,056
	<u>9,590,935</u>	<u>8,927,034</u>	<u>11,054,069</u>
<b>Total assets</b>	<u>15,635,066</u>	<u>14,535,319</u>	<u>17,081,229</u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Stated capital	1,972,829	1,972,829	1,972,829
Revenue reserves	1,452,638	1,498,051	840,371
Other components of equity	(109,845)	(97,160)	(136,805)
<b>Total equity</b>	<u>3,315,622</u>	<u>3,373,720</u>	<u>2,676,395</u>
<b>Non-current liabilities</b>			
Interest bearing loans and borrowings	-	79,402	-
Employee benefit liabilities	84,715	56,514	70,609
	<u>84,715</u>	<u>135,916</u>	<u>70,609</u>
<b>Current liabilities</b>			
Trade and other payables	489,216	454,457	974,203
Current portion of Interest bearing loans and borrowings	85,661	2,248,457	2,170,944
Amounts due to subsidiaries	5,037	6,837	2,442
Short term borrowings	11,654,815	8,315,932	11,186,636
	<u>12,234,729</u>	<u>11,025,683</u>	<u>14,334,225</u>
<b>Total liabilities</b>	<u>12,319,444</u>	<u>11,161,599</u>	<u>14,404,834</u>
<b>Total equity and liabilities</b>	<u>15,635,066</u>	<u>14,535,319</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

8th November 2019

## Consolidated Statement of Profit or Loss

	3 months ended			6 months ended		
	30th September			30th September		
	2019	2018	%	2019	2018	%
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
<b>Continuing operations</b>						
Revenue from contracts with customers	12,764,047	12,381,140	3%	25,228,984	24,850,943	2%
Revenue from insurance contracts	424,478	333,912	27%	772,963	655,715	18%
Interest revenue	725,770	673,302	8%	1,480,630	1,285,111	15%
Cost of sales	(10,669,459)	(10,110,236)	6%	(21,222,869)	(20,377,486)	4%
<b>Gross profit</b>	<b>3,244,836</b>	<b>3,278,118</b>	<b>-1%</b>	<b>6,259,708</b>	<b>6,414,283</b>	<b>-2%</b>
Other operating income	332,089	326,729	2%	647,599	638,722	1%
Selling and distribution expenses	(727,616)	(762,785)	-5%	(1,440,735)	(1,509,991)	-5%
Administrative expenses	(1,687,702)	(1,609,841)	5%	(3,369,138)	(3,192,598)	6%
Other operating expenses	(15,120)	(7,301)	107%	(19,344)	(12,005)	61%
<b>Operating profit</b>	<b>1,146,487</b>	<b>1,224,920</b>	<b>-6%</b>	<b>2,078,090</b>	<b>2,338,411</b>	<b>-11%</b>
Finance costs	(485,783)	(591,553)	-18%	(1,009,340)	(1,012,869)	0%
Finance Income	118,143	160,188	-26%	234,892	284,163	-17%
Share of profit of an associate	18,822	7,641	146%	34,294	3,305	938%
<b>Profit before tax from continuing operations</b>	<b>797,669</b>	<b>801,196</b>	<b>0%</b>	<b>1,337,936</b>	<b>1,613,010</b>	<b>-17%</b>
Income tax expense	(240,289)	(393,263)	-39%	(383,069)	(631,319)	-39%
<b>Profit for the period from continuing operations</b>	<b>557,380</b>	<b>407,933</b>	<b>37%</b>	<b>954,867</b>	<b>981,691</b>	<b>-3%</b>
<b>Discontinued operations</b>						
Loss after tax for the period from discontinued operations	(381)	(904)	-58%	(2,112)	(2,589)	-18%
<b>Profit for the period</b>	<b>556,999</b>	<b>407,029</b>	<b>37%</b>	<b>952,755</b>	<b>979,102</b>	<b>-3%</b>
Attributable to:						
Equity holders of the parent	520,950	329,801	58%	905,265	864,230	5%
Non-controlling interests	36,049	77,228	-53%	47,490	114,872	-59%
	<u>556,999</u>	<u>407,029</u>		<u>952,755</u>	<u>979,102</u>	
<b>Earnings per share</b>						
Basic (Rs.)	0.26	0.16		0.44	0.42	
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			6 months ended		
	30th September		%	30th September		%
	2019	2018		2019	2018	
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
<b>Profit for the period</b>	<u>556,999</u>	<u>407,029</u>	37%	<u>952,755</u>	<u>979,102</u>	-3%
<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	(2,622)	169	-1651%	(411)	468	-188%
Fair value movement of Fair value reserve of financial assets at FVOCI transferred to life fund	2,622	(169)	1651%	411	(468)	188%
Exchange differences on translation of foreign operations	<u>18,294</u>	<u>38,820</u>	-53%	<u>22,028</u>	<u>43,827</u>	-50%
<b>Net other comprehensive income to be reclassified to profit or loss</b>	<u>18,294</u>	<u>38,820</u>		<u>22,028</u>	<u>43,827</u>	
<b>Other comprehensive income/(loss) not to be reclassified to profit or loss;</b>						
Net gain/(loss) on financial assets at FVOCI	<u>(32,157)</u>	<u>(64,957)</u>	-50%	<u>26,960</u>	<u>(102,928)</u>	126%
<b>Net other comprehensive gain/(loss) not to be reclassified to profit or loss</b>	<u>(32,157)</u>	<u>(64,957)</u>		<u>26,960</u>	<u>(102,928)</u>	
<b>Other comprehensive gain/(loss) for the period, net of tax</b>	<u>(13,863)</u>	<u>(26,137)</u>	-47%	<u>48,988</u>	<u>(59,101)</u>	183%
<b>Total comprehensive income for the period, net of tax</b>	<u>543,136</u>	<u>380,892</u>	43%	<u>1,001,743</u>	<u>920,001</u>	9%
<b>Attributable to:</b>						
Equity holders of the parent	499,843	289,900	72%	945,684	788,363	20%
Non-controlling interests	<u>43,293</u>	<u>90,992</u>	-52%	<u>56,059</u>	<u>131,638</u>	-57%
	<u>543,136</u>	<u>380,892</u>		<u>1,001,743</u>	<u>920,001</u>	

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

## Company Statement of Profit or Loss

	3 months ended			6 months ended		
	30th September			30th September		
	2019	2018	%	2019	2018	%
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
Revenue from contracts with customers	450,177	633,034	-29%	1,043,785	1,106,825	-6%
Other revenue	57,431	53,239	8%	115,857	107,065	8%
Cost of sales	-	-		-	-	
<b>Gross profit</b>	<u>507,608</u>	<u>686,273</u>	-26%	<u>1,159,642</u>	<u>1,213,890</u>	-4%
Other operating income	-	-	-	-	-	
Administrative expenses	<u>(103,911)</u>	<u>(114,022)</u>	-9%	<u>(212,594)</u>	<u>(235,533)</u>	-10%
<b>Operating profit</b>	<u>403,697</u>	<u>572,251</u>	-29%	<u>947,048</u>	<u>978,357</u>	-3%
Finance costs	(147,324)	(164,473)	-10%	(345,605)	(297,229)	16%
Finance Income	10,650	8,214	30%	22,113	16,598	33%
<b>Profit before tax</b>	<u>267,023</u>	<u>415,992</u>	-36%	<u>623,556</u>	<u>697,726</u>	-11%
Income tax expense	<u>(11,289)</u>	-		<u>(11,289)</u>	-	
<b>Profit for the period</b>	<u>255,734</u>	<u>415,992</u>	-39%	<u>612,267</u>	<u>697,726</u>	-12%
<b>Earnings per share</b>						
Basic (Rs.)	0.13	0.20		0.30	0.34	
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			6 months ended		
	30th September		%	30th September		%
	2019	2018		2019	2018	
	Rs. '000	Rs. '000	Variance	Rs. '000	Rs. '000	Variance
<b>Profit for the period</b>	<u>255,734</u>	<u>415,992</u>	-39%	<u>612,267</u>	<u>697,726</u>	-12%
<b>Other comprehensive loss</b>						
<b>Other comprehensive income/(loss) not to be reclassified to profit or loss;</b>						
Net gain/(loss) on financial assets at FVOCI	<u>(32,157)</u>	<u>(64,957)</u>	-50%	<u>26,960</u>	<u>(102,928)</u>	126%
<b>Net other comprehensive gain/(loss) not to be reclassified to profit or loss</b>	<u>(32,157)</u>	<u>(64,957)</u>		<u>26,960</u>	<u>(102,928)</u>	
<b>Other comprehensive gain/(loss) for the period, net of tax</b>	<u>(32,157)</u>	<u>(64,957)</u>	-50%	<u>26,960</u>	<u>(102,928)</u>	126%
<b>Total comprehensive income for the period, net of tax</b>	<u>223,577</u>	<u>351,035</u>	-36%	<u>639,227</u>	<u>594,798</u>	7%

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

## Cash Flow Statements

For the six months ended 30th September	Group		Company	
	2019 Rs. '000	2018 Rs. '000	2019 Rs. '000	2018 Rs. '000
<b>Cash flows from operating activities</b>				
Profit before tax and non controlling interests from continuing operations	1,337,936	1,613,010	623,556	697,726
Loss after tax from discontinued operation	(2,112)	(2,589)	-	-
Adjustments to reconcile profit before tax to net cash flows	1,866,628	1,784,144	354,268	306,411
<b>Operating profit before working capital changes</b>	<b>3,202,452</b>	<b>3,394,565</b>	<b>977,824</b>	<b>1,004,137</b>
Working capital adjustments	405,066	(2,973,998)	(809,935)	(943,309)
<b>Cash generated from operations</b>	<b>3,607,518</b>	<b>420,567</b>	<b>167,889</b>	<b>60,828</b>
Interest paid	(1,113,926)	(932,205)	(240,873)	(242,729)
Gratuity paid	(193,570)	(235,175)	(1,265)	(40,189)
Interest received	234,892	299,135	22,113	16,598
Income tax paid	(515,677)	(708,623)	(2,210)	(2,029)
<b>Net cash flows from/(used in) operating activities</b>	<b>2,019,237</b>	<b>(1,156,301)</b>	<b>(54,346)</b>	<b>(207,521)</b>
Net cash flows used in investing activities	(470,494)	(1,148,567)	(1,134)	(169,477)
<b>Net cash flows before financing activities</b>	<b>1,548,743</b>	<b>(2,304,868)</b>	<b>(55,480)</b>	<b>(376,998)</b>
Net cash flows from/(used in) financing activities	(2,467,830)	2,024,546	(2,091,953)	(1,920,914)
<b>Net decrease in cash and cash equivalents</b>	<b>(919,087)</b>	<b>(280,322)</b>	<b>(2,147,433)</b>	<b>(2,297,912)</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>(9,683,015)</b>	<b>(5,403,594)</b>	<b>(5,454,013)</b>	<b>(2,124,287)</b>
<b>Analysis of cash and cash equivalents at the end of the period</b>				
Bank and cash balances	4,699,602	5,701,540	6,200,802	6,191,645
Short term borrowings	(14,382,617)	(11,105,134)	(11,654,815)	(8,315,932)
	<b>(9,683,015)</b>	<b>(5,403,594)</b>	<b>(5,454,013)</b>	<b>(2,124,287)</b>

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

## Statement of Changes in Equity

	Attributable to equity holders of the parent							
	Stated capital	Revenue reserves	Available -for-sale reserve	Foreign	Statutory reserve fund	Total	Non	Total equity
				currency translation reserve			controlling interest	
Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	
<b>Group</b>								
<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	-	864,230	-	-	-	864,230	114,872	979,102
Other comprehensive income / (loss)	-	-	(102,928)	27,061	-	(75,867)	16,766	(59,101)
Total comprehensive income / (loss)	-	864,230	(102,928)	27,061	-	788,363	131,638	920,001
Transfers during the period	-	(123)	-	-	123	-	-	-
Subsidiary dividend to minority shareholders	-	22,474	-	-	-	22,474	(24,139)	(1,665)
<b>As at 30th September 2018</b>	<b>1,972,829</b>	<b>12,023,565</b>	<b>(95,946)</b>	<b>129,467</b>	<b>60,327</b>	<b>14,090,242</b>	<b>2,720,129</b>	<b>16,810,371</b>
<b>As at 1st April 2019</b>	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	-	905,265	-	-	-	905,265	47,490	952,755
Other comprehensive income	-	-	26,960	13,459	-	40,419	8,569	48,988
Total comprehensive income	-	905,265	26,960	13,459	-	945,684	56,059	1,001,743
Adjustments	-	19,753	-	-	-	19,753	(19,753)	-
Transfers during the period	-	(155)	-	-	155	-	-	-
Subsidiary dividend to minority shareholders	-	9,191	-	-	-	9,191	(65,650)	(56,459)
<b>As at 30th September 2019</b>	<b>1,972,829</b>	<b>12,179,369</b>	<b>(123,795)</b>	<b>154,070</b>	<b>76,761</b>	<b>14,259,234</b>	<b>2,808,525</b>	<b>17,067,759</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	-	697,726	-	-	-	697,726	-	697,726
Other comprehensive loss	-	-	(102,928)	-	-	(102,928)	-	(102,928)
Total comprehensive income / (loss)	-	697,726	(102,928)	-	-	594,798	-	594,798
<b>As at 30th September 2018</b>	<b>1,972,829</b>	<b>1,498,051</b>	<b>(97,160)</b>	<b>-</b>	<b>-</b>	<b>3,373,720</b>	<b>-</b>	<b>3,373,720</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	-	612,267	-	-	-	612,267	-	612,267
Other comprehensive income	-	-	26,960	-	-	26,960	-	26,960
Total comprehensive income	-	612,267	26,960	-	-	639,227	-	639,227
<b>As at 30th September 2019</b>	<b>1,972,829</b>	<b>1,452,638</b>	<b>(109,845)</b>	<b>-</b>	<b>-</b>	<b>3,315,622</b>	<b>-</b>	<b>3,315,622</b>

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

## Segmental Results

	For the six months ended 30th September								As at 30th September			
	Gross Revenue		Inter segmental		Intra segmental		Revenue from external customers		Operating profit/(Loss)		Assets	
	2019 Rs. '000	2018 Rs. '000	2019 Rs. '000	2018 Rs. '000	2019 Rs. '000	2018 Rs. '000	2019 Rs. '000	2018 Rs. '000	2019 Rs. '000	2018 Rs. '000	2019 Rs. '000	2018 Rs. '000
Rubber	2,961,078	2,739,433	(69,962)	(88,585)	(18,061)	(16,392)	2,873,055	2,634,456	671,790	544,277	5,057,669	4,697,248
Tyre	2,558,374	2,188,668	(13,632)	(15,623)	(966,864)	(804,615)	1,577,878	1,368,430	214,201	163,559	2,384,371	2,605,953
Plastic, Furniture and Electronics	3,673,484	3,684,323	(388,332)	(439,077)	(133,797)	(91,370)	3,151,355	3,153,877	354,384	221,091	10,975,704	8,978,362
Retail	13,701,558	13,572,208	(5,498)	(9,788)	(125,773)	(123,696)	13,570,286	13,438,724	892,074	942,083	12,701,619	13,826,718
Financial services	2,263,509	1,952,997	-	-	-	-	2,263,509	1,952,997	22,002	185,494	22,778,945	19,545,516
Other services	1,268,473	1,341,375	(1,267,186)	(1,323,744)	-	-	1,287	17,631	729,218	715,137	10,552,400	9,567,183
Plantations	4,513,925	4,757,013	(390,433)	(442,718)	(78,285)	(88,641)	4,045,207	4,225,654	(55,579)	342,362	17,818,003	19,186,180
Inter segment eliminations	-	-	-	-	-	-	-	-	(750,000)	(775,592)	(17,502,606)	(17,445,940)
<b>Group</b>	<b>30,940,401</b>	<b>30,236,017</b>	<b>(2,135,043)</b>	<b>(2,319,535)</b>	<b>(1,322,780)</b>	<b>(1,124,714)</b>	<b>27,482,577</b>	<b>26,791,769</b>	<b>2,078,090</b>	<b>2,338,411</b>	<b>64,766,105</b>	<b>60,961,220</b>

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

## Notes to the Financial Statements

For the Six months ended 30th September	2019 Rs.	2018 Rs.	Year ended 31st March 2019 Rs.
1. Net asset value per share - Group	7.01	6.92	6.53
Net asset value per share - Company	1.63	1.66	1.32
<b>Market price per share</b>			
Highest	11.50	11.50	12.90
Lowest	9.90	10.00	9.00
Last traded	10.30	10.20	9.20
<b>Market Capitalization &amp; ratios</b>			
Market Capitalization (Rs. '000)	20,960,894	20,757,390	18,772,352
Price Earning Ratio (times)	10.04	10.04	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 six months ended 30th September 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 <sup>st</sup> 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 30th September 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 30th September 2018 is reported under LKAS 39 and is not comparable to the information presented in the Interim condensed Financial Statements for 30 <sup>th</sup> September 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 30th September 2019 was 42.14% represented by 8,453 public shareholders. (Public shareholding as at 31st March 2019 was 42.15% represented by 8,455 public shareholders ) Float-adjusted market capitalization (Rs) 8,833,901,831 as of 30th September 2019. 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.			
9. <b>Listed Debentures;</b> 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. <b>Debenture trading from 1st of April 2019 to 30th September 2019</b> From 1st April 2019 to 30th September 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.			
<b>Ratios</b>			
	<b>30-09-2019</b>	<b>30-09-2018</b>	<b>31-03-2019</b>
Debt/Equity Ratio	3.54	3.15	4.99
Quick Asset Ratio	0.78	0.81	0.77
Interest Cover	2.93	3.86	3.66

## Notes to the Financial Statements (Contd.)

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

As at	30-09-2019	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	30-09-2019	%	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	198,090,625	9.73%	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	32,921,164	1.62%	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	9,491,831	0.47%	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 National Savings Bank	6,463,907	0.32%	6,463,907	0.32%
19 The Incorporated Trustees of the Church of Ceylon	4,868,795	0.24%	4,868,795	0.24%
20 Mrs. D.M. Sinnnetamby Devayani Maheshwari	3,989,877	0.20%	3,989,877	0.20%
	<b>1,850,304,274</b>	<b>90.92%</b>	<b>1,848,245,731</b>	<b>90.82%</b>

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

