

# Richard Pieris and Company PLC

Interim Financial Statements

Six months ended 30th September 2022

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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 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 Abeyesirigunawardena- *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	Unaudited As at 30th September 2022 Rs. '000	Audited As at 31st March 2022 (Adjusted) Rs. '000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	24,806,434	24,080,131
Leasehold properties	-	-
Investment properties	321,333	322,010
Right-of-use Assets	3,451,200	3,744,356
Intangible assets	1,143,864	1,143,970
Consumable Biological assets	1,451,095	1,449,731
Investments in subsidiaries	-	-
Investment in associates	394,845	351,442
Other non-current financial assets	4,591,359	4,176,443
Deferred tax assets	424,073	458,154
	<b>36,584,203</b>	<b>35,726,247</b>
<b>Current assets</b>		
Inventories	17,136,683	12,338,422
Trade and other receivables	13,566,382	10,967,465
Produce on bearer biological assets	57,833	57,833
Loans and advances	12,199,375	13,389,724
Tax receivables	199,092	193,976
Other current financial assets	1,170,164	2,032,650
Cash and short-term deposits	9,603,611	10,231,658
	<b>53,933,140</b>	<b>49,211,728</b>
<b>Total assets</b>	<b>90,517,343</b>	<b>84,937,975</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Stated capital	1,972,829	1,972,829
Revenue reserves	24,861,388	19,825,052
Statutory reserve fund	88,438	89,282
Other components of equity	(747,716)	(426,584)
<b>Equity attributable to equity holders of the parent</b>	<b>26,174,939</b>	<b>21,460,579</b>
Non-controlling interests	5,329,340	4,300,291
<b>Total equity</b>	<b>31,504,279</b>	<b>25,760,870</b>
<b>Non-current liabilities</b>		
Interest - bearing loans and borrowings	3,048,196	4,291,740
Lease liabilities on Right-of-use Assets	2,846,686	3,483,170
Insurance provision	2,060,498	1,960,776
Provisions	167,423	161,776
Government grants	498,677	502,484
Employee benefit liabilities	2,388,317	2,494,781
Deferred tax liabilities	1,004,007	992,828
	<b>12,013,804</b>	<b>13,887,555</b>
<b>Current liabilities</b>		
Trade and other payables	14,510,619	13,795,439
Public Deposits	7,751,713	9,909,830
Interest - bearing loans and borrowings	3,694,141	3,477,218
Lease liabilities on Right of use assets	1,184,262	759,704
Income tax payable	897,111	2,553,369
Short term borrowings	18,961,414	14,793,990
	<b>46,999,260</b>	<b>45,289,550</b>
<b>Total liabilities</b>	<b>59,013,064</b>	<b>59,177,105</b>
<b>Total equity and liabilities</b>	<b>90,517,343</b>	<b>84,937,975</b>
<b>Net Assets Per Share (Rs.)</b>	<b>12.86</b>	<b>10.55</b>

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

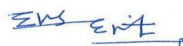


W J V P Perera  
Director

# Company Statement of Financial Position

As at	Unaudited As at 30th September 2022 Rs. '000	Audited As at 31st March 2022 (Adjusted) Rs. '000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	300,369	287,355
Investment properties	2,699,883	2,668,247
Right-of-use Assets	234,409	260,654
Investment in subsidiaries	4,487,432	4,487,432
Other non-current financial assets	789,223	1,249,479
Deferred tax assets	10,984	10,984
	<b>8,522,300</b>	<b>8,964,151</b>
<b>Current assets</b>		
Inventory	6,004	7,701
Trade and other receivables	303,793	286,918
Amounts due from subsidiaries	6,151,347	4,582,315
Cash and short-term deposits	470,011	1,011,831
	<b>6,931,155</b>	<b>5,888,765</b>
<b>Total assets</b>	<b>15,453,455</b>	<b>14,852,917</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Stated capital	1,972,829	1,972,829
Revenue reserves	3,780,915	2,463,458
Other components of equity	(1,035,366)	(670,434)
<b>Total equity</b>	<b>4,718,378</b>	<b>3,765,853</b>
<b>Non-current liabilities</b>		
Lease liabilities on Right-of-use Assets	333,427	364,611
Deferred tax liability	-	-
Employee benefit liabilities	57,408	63,871
	<b>390,835</b>	<b>428,482</b>
<b>Current liabilities</b>		
Trade and other payables	566,930	394,507
Lease liabilities on Right-of-use Assets	62,708	49,149
Amounts due to subsidiaries	224,803	118,952
Income tax payable	142,231	538,052
Short term borrowings	9,347,570	9,557,922
	<b>10,344,242</b>	<b>10,658,582</b>
<b>Total liabilities</b>	<b>10,735,077</b>	<b>11,087,064</b>
<b>Total equity and liabilities</b>	<b>15,453,455</b>	<b>14,852,917</b>
<b>Net Assets Per Share (Rs.)</b>	<b>2.32</b>	<b>1.85</b>

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 November 2022  
Colombo

## Consolidated Statement of Profit or Loss

	Unaudited			Unaudited		
	03 months ended	03 months ended	Variance	06 months ended	06 months ended	Variance
	30th September	30th September		30th September	30th September	
	2022	2021	%	2022	2021	%
	Rs. '000	Rs. '000		Rs. '000	Rs. '000	
<b>Continuing operations</b>						
Revenue from contracts with customers	18,442,589	14,406,315	28%	39,186,968	27,304,455	44%
Revenue from insurance contracts	564,539	495,691	14%	1,074,353	947,656	13%
Interest Revenue	607,164	553,878	10%	1,126,589	1,108,377	2%
<b>Total Revenue</b>	<b>19,614,292</b>	<b>15,455,884</b>		<b>41,387,911</b>	<b>29,360,488</b>	
Cost of sales	(13,791,488)	(11,245,913)	23%	(28,181,940)	(21,603,886)	30%
<b>Gross profit</b>	<b>5,822,805</b>	<b>4,209,971</b>	<b>38%</b>	<b>13,205,971</b>	<b>7,756,602</b>	<b>70%</b>
Other operating income	496,334	266,974	86%	1,731,888	589,645	194%
Selling and distribution expenses	(965,283)	(778,007)	24%	(2,169,313)	(1,438,860)	51%
Administrative expenses	(2,148,528)	(1,578,441)	36%	(4,210,950)	(3,119,864)	35%
Other operating expenses	(14,401)	(4,044)	256%	(150,479)	(8,146)	1747%
<b>Operating profit</b>	<b>3,190,926</b>	<b>2,116,453</b>	<b>51%</b>	<b>8,407,118</b>	<b>3,779,377</b>	<b>122%</b>
Finance costs	(1,349,367)	(354,677)	280%	(2,668,757)	(699,881)	281%
Finance Income	686,225	145,601	371%	1,318,323	266,268	395%
Share of profit of an associate	112,612	89,582	26%	168,515	155,876	8%
<b>Profit before tax from continuing operations</b>	<b>2,640,396</b>	<b>1,996,959</b>	<b>32%</b>	<b>7,225,199</b>	<b>3,501,640</b>	<b>106%</b>
Income tax expense	(666,537)	(274,829)	143%	(1,151,444)	(538,727)	114%
<b>Profit for the period from continuing operations</b>	<b>1,973,859</b>	<b>1,722,130</b>	<b>15%</b>	<b>6,073,755</b>	<b>2,962,913</b>	<b>105%</b>
<b>Discontinued operations</b>						
Profit/Loss after tax for the period from discontinued	(491)	979	-150%	(1,001)	(646)	55%
<b>Profit for the period</b>	<b>1,973,368</b>	<b>1,723,109</b>	<b>15%</b>	<b>6,072,754</b>	<b>2,962,267</b>	<b>105%</b>
Attributable to:						
Equity holders of the parent	1,480,336	1,479,909	0%	5,054,735	2,548,936	98%
Non-controlling interests	493,032	243,200	103%	1,018,018	413,331	146%
	<b>1,973,368</b>	<b>1,723,109</b>		<b>6,072,754</b>	<b>2,962,267</b>	
<b>Earnings per share</b>						
Basic (Rs.)	0.73	0.73		2.48	1.25	
Diluted (Rs.)	0.73	0.73		2.48	1.25	

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	06 months ended	06 months ended	Variance
	30th September 2022	30th September 2021		30th September 2022	30th September 2021	
	Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%
<b>Profit for the period</b>	1,973,368	1,723,109	15%	6,072,754	2,962,267	105%
<b>Other comprehensive income</b>						
<b>Other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods;</b>						
Net Profit/ loss on financial assets at FVOCI	16,612	(37,096)	-145%	20,128	(31,658)	-164%
Fair value movement of Fair value reserve of financial assets at FVOCI transferred to life fund	(16,612)	37,096	-145%	(20,128)	31,658	-164%
Exchange differences on translation of foreign operations	7,206	(4,208)	-271%	184,604	943	19476%
<b>Net other comprehensive income to be reclassified to profit or loss</b>	7,206	(4,208)		184,604	943	
<b>Other comprehensive income/(loss) not to be reclassified to profit or loss;</b>						
Net gain/(loss) on Financial Assets at FVOCI	151,628	(84,587)	-279%	(448,139)	(35,509)	1162%
<b>Net other comprehensive income/(loss) not to be reclassified to profit or loss</b>	151,628	(84,587)		(448,139)	(35,509)	
<b>Other comprehensive income/(loss) for the period, net of tax</b>	158,833	(88,795)	-279%	(263,535)	(34,566)	662%
<b>Total comprehensive income for the period, net of tax</b>	2,132,202	1,634,314	30%	5,809,218	2,927,701	98%
<b>Attributable to:</b>						
Equity holders of the parent	1,635,398	1,394,009	17%	4,733,601	2,513,555	88%
Non-controlling interests	496,804	240,305	107%	1,075,617	414,146	160%
	2,132,202	1,634,314		5,809,218	2,927,701	

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	06 months ended	06 months ended	Variance
	30th September	30th September		30th September	30th September	
	2022	2021		2022	2021	
	Rs. '000	Rs. '000	%	Rs. '000	Rs. '000	%
Revenue from contracts with customers	614,077	866,484	-29%	2,190,870	1,167,657	88%
Other revenue	64,541	57,819	12%	125,155	116,235	8%
Cost of sales	-	-		-	-	
<b>Gross profit</b>	678,618	924,303	-27%	2,316,025	1,283,892	80%
Other operating income	4,153	(3,182)	-231%	213,348	893	23791%
Administrative expenses	(126,687)	(103,004)	23%	(228,441)	(253,313)	-10%
<b>Operating profit</b>	556,085	818,117	-32%	2,300,931	1,031,472	123%
Finance costs	(665,470)	(135,451)	391%	(1,135,658)	(248,624)	357%
Finance Income	107,926	26,389	309%	177,707	44,731	297%
<b>Profit/Loss before tax</b>	(1,459)	709,055	-100%	1,342,979	827,579	62%
Income tax expense	(55,536)	(8,109)	585%	(25,522)	(8,109)	215%
<b>Profit/Loss for the period</b>	(56,995)	700,946	-108%	1,317,456	819,470	61%
<b>Earnings/(Loss) per share</b>						
Basic (Rs.)	(0.03)	0.34		0.65	0.40	
Diluted (Rs.)	(0.03)	0.34		0.65	0.40	

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	06 months ended	06 months ended	Variance
	30th September	30th September		30th September	30th September	
2022	2021	%	2022	2021	%	
	Rs. '000	Rs. '000		Rs. '000	Rs. '000	
<b>Profit for the period</b>	(56,996)	700,946	-108%	1,317,456	819,470	61%
<b>Other comprehensive Profit/ Loss</b>						
<b>Other comprehensive Profit/Loss not to be reclassified to profit or loss;</b>						
Net gain/(loss) on equity instruments at FVOCI	143,888	(72,025)	-300%	(364,932)	(34,765)	950%
<b>Net other comprehensive gain/(loss) not to be reclassified to profit or loss</b>	143,888	(72,025)		(364,932)	(34,765)	
<b>Other comprehensive gain/(loss) for the period, net of tax</b>	143,888	(72,025)	-300%	(364,932)	(34,765)	950%
<b>Total comprehensive income for the period, net of tax</b>	86,892	628,921	-86%	952,524	784,705	21%

Figures in brackets indicate deductions.

The above figures are subject to audit.

## Cash Flow Statement

For the Six months ended 30th September	Group Unaudited		Company Unaudited	
	2022 Rs. '000	2021 Rs. '000	2022 Rs. '000	2021 Rs. '000
<b>Cash flows from/(used in) operating activities</b>				
Profit before tax and non controlling interests from continuing operations	7,225,199	3,501,640	1,342,979	827,579
Loss after tax from discontinued operation	(1,001)	(646)	-	-
Adjustments to reconcile profit before tax to net cash flows	2,909,479	1,984,561	783,269	239,896
<b>Operating profit before working capital changes</b>	<b>10,133,677</b>	<b>5,485,555</b>	<b>2,126,248</b>	<b>1,067,475</b>
Working capital adjustments	(6,836,140)	(2,559,947)	(1,014,883)	(1,498,922)
<b>Cash generated from/(used in) operations</b>	<b>3,297,538</b>	<b>2,925,608</b>	<b>1,111,365</b>	<b>(431,447)</b>
Interest paid	(1,135,658)	(440,106)	(1,133,175)	(241,104)
Gratuity paid	(317,159)	(133,905)	(10,464)	(2,370)
Interest received	177,707	266,268	177,707	44,731
Income tax paid	(2,782,765)	(915,668)	(421,343)	(37,243)
<b>Net cash from/(used in) operating activities</b>	<b>(760,338)</b>	<b>1,702,197</b>	<b>(275,909)</b>	<b>(667,433)</b>
Net cash flows used in investing activities	(1,664,017)	(2,923,273)	137,217	(1,813,707)
<b>Net cash flows/(used in) before financing activities</b>	<b>(2,424,356)</b>	<b>(1,221,076)</b>	<b>(138,692)</b>	<b>(2,481,140)</b>
Net cash flows used in financing activities	(2,371,114)	(1,756,402)	(406,124)	(42,718)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(4,795,469)</b>	<b>(2,977,478)</b>	<b>(544,815)</b>	<b>(2,523,858)</b>
Net foreign exchange difference			213,348	893
<b>Cash and cash equivalents at the beginning of the period</b>	<b>(4,562,334)</b>	<b>(4,386,191)</b>	<b>(8,546,091)</b>	<b>(5,722,635)</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>(9,357,803)</b>	<b>(7,363,669)</b>	<b>(8,877,558)</b>	<b>(8,245,600)</b>
<b>Analysis of cash and cash equivalents at the end of the period</b>				
Bank and cash balances	9,603,611	7,062,095	470,012	1,733,944
Short term borrowings	(18,961,414)	(14,425,764)	(9,347,570)	(9,979,544)
	<b>(9,357,803)</b>	<b>(7,363,669)</b>	<b>(8,877,558)</b>	<b>(8,245,600)</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	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	
<b>As at 1st April 2021</b>	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)
<b>As at 1st April 2021 (Adjusted)</b>	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	-	-	-
<b>As at 31st March 2022</b>	<b>1,972,829</b>	<b>19,825,052</b>	<b>(807,127)</b>	<b>380,543</b>	<b>89,282</b>	<b>21,460,579</b>	<b>4,300,291</b>	<b>25,760,870</b>
<b>As at 1st April 2022</b>	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	-	5,054,735	-	-	-	5,054,735	1,018,018	6,072,754
Other comprehensive income	-	-	(429,477)	108,344	-	(321,133)	57,598	(263,535)
Total comprehensive income	-	5,054,735	(429,477)	108,344	-	4,733,602	1,075,617	5,809,219
Amount transferred due to changes in holdings	-	(19,240)	-	-	-	(19,240)	(45,762)	(65,002)
Dividends	-	-	-	-	-	-	-	-
Subsidiary dividend paid to minority shareholders	-	-	-	-	-	-	(805)	(805)
Transfers during the year	-	844	-	-	(844)	-	-	-
<b>As at 30th September 2022</b>	<b>1,972,829</b>	<b>24,861,388</b>	<b>(1,236,604)</b>	<b>488,887</b>	<b>88,438</b>	<b>26,174,939</b>	<b>5,329,340</b>	<b>31,504,279</b>
<b>Company</b>								
<b>As at 1st April 2021</b>	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)
<b>As at 1st April 2021 (Adjusted)</b>	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)
<b>As at 31st March 2022</b>	<b>1,972,829</b>	<b>2,463,458</b>	<b>(670,434)</b>	<b>-</b>	<b>-</b>	<b>3,765,853</b>	<b>-</b>	<b>3,765,853</b>
<b>As at 1st April 2022</b>	1,972,829	2,463,458	(670,434)	-	-	3,765,853	-	3,765,853
Profit for the period	-	1,317,456	-	-	-	1,317,456	-	1,317,456
Other comprehensive income	-	-	(364,932)	-	-	(364,932)	-	(364,932)
Total comprehensive income	-	1,317,456	(364,932)	-	-	952,524	-	952,524
Dividends	-	-	-	-	-	-	-	-
<b>As at 30th September 2022</b>	<b>1,972,829</b>	<b>3,780,915</b>	<b>(1,035,366)</b>	<b>-</b>	<b>-</b>	<b>4,718,378</b>	<b>-</b>	<b>4,718,378</b>

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

## Notes to the Financial Statements

### Operating Segment Information

	For the six months ended 30th September										As at 30th Sep	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
<b>Rubber</b>	5,677,190	3,255,800	(85,620)	(28,817)	(165,469)	(6,503)	5,426,101	3,220,480	1,394,015	515,867	10,368,672	8,760,139
<b>Tyre</b>	4,076,396	3,062,072	(735,044)	(471,575)	(746,321)	(486,624)	2,595,030	2,103,873	368,796	326,112	4,377,727	3,478,676
<b>Plastic, Furniture and Electronics</b>	6,191,729	4,627,027	(828,253)	(473,821)	(946,227)	(198,618)	4,417,249	3,954,588	1,415,400	580,417	17,213,895	14,740,225
<b>Retail</b>	18,995,385	13,096,552	(17,781)	(18,840)	(113,097)	(110,959)	18,864,508	12,966,753	1,549,639	1,099,659	18,621,813	18,698,718
<b>Financial services</b>	2,213,429	2,084,275	-	-	-	-	2,213,429	2,084,275	(327,002)	104,496	21,417,703	22,873,618
<b>Other services</b>	2,499,455	1,563,879	(2,493,229)	(1,556,160)	-	-	6,226	7,719	1,881,806	699,460	16,853,556	15,205,138
<b>Plantations</b>	9,962,639	6,256,558	(1,511,979)	(949,074)	(585,292)	(284,684)	7,865,368	5,022,800	3,838,684	1,303,007	26,391,464	22,993,807
<b>Inter segment eliminations</b>	-	-	-	-	-	-	-	-	(1,714,220)	(849,641)	(24,652,666)	(22,169,803)
<b>Group</b>	<b>49,616,224</b>	<b>33,946,163</b>	<b>(5,671,907)</b>	<b>(3,498,287)</b>	<b>(2,556,406)</b>	<b>(1,087,388)</b>	<b>41,387,911</b>	<b>29,360,488</b>	<b>8,407,118</b>	<b>3,779,377</b>	<b>90,592,163</b>	<b>84,580,518</b>

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 six months ended 30th September 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 30 September	2022	2021
Highest	34.4	29.5
Lowest	13.5	13
Last Traded	30.6	13.3
Market Capitalization (Rs. '000)	62,272,171	60,033,629
Price Earning Ratio (times)	12.34	3.93

#### 4.3 Public Share Holding

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

As at	30-09-2022	31-03-2022
Number of Shareholders	8,901	9,174
Public shareholding (%)	41.88%	42.31%
Float - Adjusted Market Capitalization	26,076,967	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	30-09-2022	31-03-2022
Group	12.86	10.55
Company	2.32	1.85

#### 4.5 Directors' share holdings

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

As at	30-09-2022	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	30-09-2022	%	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.	337,420,152	16.58%	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	113,471,856	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.	29,049,647	1.43%	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. LATM. D. Rutnam	8,586,500	0.42%	8,586,500	0.42%
15 Ms. J.F. Rutnam	7,904,500	0.39%	7,904,500	0.39%
16 Mr. D.W.R. Rutnam	7,689,000	0.38%	7,689,000	0.38%
17 Dr C.M. Fernando	6,660,570	0.33%	6,660,570	0.33%
19 SSBT- Sunsuer Pty. Ltd. As Trustee For Sunsuper	5,170,969	0.25%	4,354,953	0.21%
18 The Incorporated Trustees of the Church of	4,868,795	0.24%	4,868,795	0.24%
20 Citibank Hong Kong S/A Hostplus Pooled	4,282,283	0.21%	3,399,202	0.17%
	<b>1,841,907,583</b>	<b>90.50%</b>	<b>1,832,843,812</b>	<b>90.06%</b>

### 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.

### 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

	30-09-2022	31-03-2022
Debt/Equity Ratio	2.07	2.63
Quick Asset Ratio	0.67	0.55
Interest Cover	1.00	6.39

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

