

Aitken Spence

**Interim Statement**

*for the six months ended 30th September 2010*

Aitken Spence<sup>®</sup>

**Aitken Spence PLC**

## CONSOLIDATED INCOME STATEMENT

	Quarter ended		Six months ended	
	30th September		30th September	
	2010	2009	2010	2009
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Revenue</b>	<b>6,257,642</b>	5,627,900	<b>11,920,412</b>	10,685,753
Revenue tax	<u>(92,596)</u>	(92,553)	<u>(176,938)</u>	(166,562)
<b>Net revenue</b>	<b>6,165,046</b>	5,535,347	<b>11,743,474</b>	10,519,191
Other operating income	<b>86,388</b>	24,370	<b>114,443</b>	51,332
Changes in inventories of finished goods and work-in-progress	<b>14,088</b>	9,447	<b>19,675</b>	29,927
Raw materials and consumables used	<u>(1,990,708)</u>	(1,752,407)	<u>(3,947,130)</u>	(3,644,211)
Employee benefits expense	<u>(742,175)</u>	(638,337)	<u>(1,431,613)</u>	(1,204,152)
Depreciation and amortisation expense	<u>(370,267)</u>	(354,697)	<u>(746,465)</u>	(709,519)
Other operating expenses – direct	<u>(1,326,132)</u>	(1,108,139)	<u>(2,404,619)</u>	(1,909,621)
Other operating expenses – indirect	<u>(866,118)</u>	(822,358)	<u>(1,663,250)</u>	(1,562,208)
<b>Profit from operations</b>	<b>970,122</b>	893,226	<b>1,684,515</b>	1,570,739
Finance income	<b>119,457</b>	76,217	<b>229,195</b>	155,512
Finance expenses	<u>(200,075)</u>	(259,184)	<u>(393,583)</u>	(533,826)
<b>Net finance expense</b>	<b>(80,618)</b>	(182,967)	<b>(164,388)</b>	(378,314)
Share of associate companies profit	<u>25,720</u>	34,005	<u>42,383</u>	39,896
<b>Profit before tax</b>	<b>915,224</b>	744,264	<b>1,562,510</b>	1,232,321
Income tax expenses	<u>(98,582)</u>	(91,605)	<u>(144,687)</u>	(145,930)
<b>Net profit for the period</b>	<b>816,642</b>	652,659	<b>1,417,823</b>	1,086,391
<b>Attributable to:</b>				
Equity holders of the parent	<b>606,488</b>	470,028	<b>1,046,013</b>	763,880
Minority interest	<u>210,154</u>	182,631	<u>371,810</u>	322,511
	<b>816,642</b>	652,659	<b>1,417,823</b>	1,086,391
Earnings per share				
Basic/Diluted				
– before the subdivision of shares (Rs)	<b>22.41</b>	17.37	<b>38.65</b>	28.22
– after the subdivision of shares (Rs)	<b>1.49</b>	1.16	<b>2.58</b>	1.88

The above figures are subject to audit.

The Chief Financial Officer certifies that the financial statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

Sgd.  
D.H.S. Jayawardena  
Chairman

Sgd.  
J. M. S. Brito  
Deputy Chairman &  
Managing Director

Sgd.  
Ms. N. Sivapragasam  
Chief Financial Officer

Colombo,  
01st November, 2010

## CONSOLIDATED BALANCE SHEET

As at

	30.09.2010 Rs. '000	30.09.2009 Rs. '000	31.03.2010 Rs. '000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	24,155,908	22,570,719	23,328,896
Leasehold property	1,406,975	1,490,720	1,468,449
Intangible assets	154,230	169,265	154,185
Investment property	28,936	28,936	28,936
Investments in associates	539,467	788,792	767,498
Long term investment	474,044	404,946	483,580
Deferred tax assets	102,719	77,517	56,823
	<u>26,862,279</u>	<u>25,530,895</u>	<u>26,288,367</u>
<b>Current assets</b>			
Inventories	1,578,924	1,559,363	1,393,586
Trade and other receivables	5,286,745	5,821,025	5,344,272
Amounts due from associates	14,339	145,365	125,309
Current investments	4,619	4,619	4,619
Deposits and prepayments	606,010	905,024	490,378
Current tax receivable	151,345	63,831	158,160
Short-term deposits	5,652,453	1,800,749	2,752,209
Cash at bank and in hand	951,179	856,183	824,915
	<u>14,245,614</u>	<u>11,156,159</u>	<u>11,093,448</u>
Assets classified as held for sale	161,663	149,124	161,663
<b>TOTAL ASSETS</b>	<u>41,269,556</u>	<u>36,836,178</u>	<u>37,543,478</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Stated capital	2,135,140	2,135,140	2,135,140
Reserves	9,711,951	7,271,063	9,317,199
Retained earnings	8,256,152	8,222,018	7,497,445
	<u>20,103,243</u>	<u>17,628,221</u>	<u>18,949,784</u>
Minority interest	5,087,708	4,678,534	4,566,388
<b>Total equity</b>	<u>25,190,951</u>	<u>22,306,755</u>	<u>23,516,172</u>
<b>Non-current liabilities</b>			
Interest bearing liabilities	4,825,795	5,317,776	5,156,762
Deferred tax liabilities	220,270	195,629	223,094
Employee benefits	318,086	259,326	295,266
	<u>5,364,151</u>	<u>5,772,731</u>	<u>5,675,122</u>
<b>Current liabilities</b>			
Trade and other payables	3,996,601	3,563,959	4,190,966
Interest bearing liabilities repayable within one year	1,752,504	1,762,007	1,541,047
Amounts due to associates	9,653	374	2,956
Current tax payable	108,809	67,657	147,326
Short-term bank borrowings	4,846,887	3,362,695	2,469,889
	<u>10,714,454</u>	<u>8,756,692</u>	<u>8,352,184</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>41,269,556</u>	<u>36,836,178</u>	<u>37,543,478</u>
Net Assets per share			
– before the subdivision of shares (Rs)	742.74	651.30	700.12
– after the subdivision of shares (Rs)	49.52	43.42	46.67

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Colombo,  
01st November, 2010

## COMPANY INCOME STATEMENT

	Quarter ended		Six months ended	
	30th September		30th September	
	2010	2009	2010	2009
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Revenue</b>	<b>82,092</b>	54,812	<b>191,169</b>	158,291
Revenue tax	<b>(2,493)</b>	(2,637)	<b>(5,470)</b>	(3,445)
<b>Net revenue</b>	<b>79,599</b>	52,175	<b>185,699</b>	154,846
Other operating income	<b>673,296</b>	381,029	<b>829,366</b>	613,987
Employee benefits expense	<b>(46,851)</b>	(51,405)	<b>(99,430)</b>	(86,530)
Depreciation and amortisation expense	<b>(7,527)</b>	(6,792)	<b>(17,447)</b>	(13,346)
Other operating expenses	<b>(68,326)</b>	(36,207)	<b>(106,101)</b>	(82,434)
<b>Profit from operations</b>	<b>630,191</b>	338,800	<b>792,087</b>	586,523
Finance income	<b>82,636</b>	84,827	<b>162,162</b>	162,684
Finance expenses	<b>(107,554)</b>	(95,662)	<b>(198,352)</b>	(208,833)
<b>Net finance expense</b>	<b>(24,918)</b>	(10,835)	<b>(36,190)</b>	(46,149)
<b>Profit before tax</b>	<b>605,273</b>	327,965	<b>755,897</b>	540,374
Income tax expenses	-	-	-	-
<b>Net profit for the period</b>	<b>605,273</b>	327,965	<b>755,897</b>	540,374
Earnings per share				
Basic/Diluted				
- before the subdivision of shares (Rs)	<b>22.36</b>	12.12	<b>27.93</b>	19.96
- after the subdivision of shares (Rs)	<b>1.49</b>	0.81	<b>1.86</b>	1.33

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01st November, 2010

## COMPANY BALANCE SHEET

As at

	30.09.2010 Rs. '000	30.09.2009 Rs. '000	31.03.2010 Rs. '000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	155,264	50,303	100,177
Investment property	686,726	691,862	688,486
Investments in subsidiaries and joint ventures – unquoted	4,593,305	4,129,978	4,368,728
Investments in subsidiaries – quoted	2,458,287	679,300	679,300
Investments in associates	165,000	335,515	335,515
Long term investments	167,873	174,233	167,873
	<u>8,226,455</u>	<u>6,061,191</u>	<u>6,340,079</u>
<b>Current assets</b>			
Inventories	3,093	2,512	1,791
Trade and other receivables	263,090	130,523	157,922
Amounts due from subsidiaries & joint ventures	1,873,417	2,330,485	2,338,273
Amounts due from associates	4,895	138,172	111,282
Current investments	436	436	436
Deposits and prepayments	73,579	61,124	34,075
Current tax receivable	81,271	43,585	81,271
Short-term deposits	2,846,549	1,269,603	2,146,059
Cash at bank and in hand	170,399	103,526	13,816
	<u>5,316,729</u>	<u>4,079,966</u>	<u>4,884,925</u>
Assets classified as held for sale	57,337	57,237	57,337
<b>TOTAL ASSETS</b>	<u>13,600,521</u>	<u>10,198,394</u>	<u>11,282,341</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Stated capital	2,135,140	2,135,140	2,135,140
Reserves	4,352,211	2,310,561	4,352,211
Retained earnings	1,551,570	2,177,802	1,066,337
<b>Total equity</b>	<u>8,038,921</u>	<u>6,623,503</u>	<u>7,553,688</u>
<b>Non-current liabilities</b>			
Interest bearing liabilities	1,292,000	1,520,000	1,112,000
Employee benefits	43,985	36,404	41,674
	<u>1,335,985</u>	<u>1,556,404</u>	<u>1,153,674</u>
<b>Current liabilities</b>			
Trade and other payables	559,530	412,630	432,669
Interest bearing liabilities repayable within one year	528,000	200,000	508,000
Amounts due to subsidiaries & joint ventures	1,159,555	1,049,775	1,172,263
Amounts due to associates	4,368	200	209
Short-term bank borrowings	1,974,162	355,882	461,838
	<u>4,225,615</u>	<u>2,018,487</u>	<u>2,574,979</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>13,600,521</u>	<u>10,198,394</u>	<u>11,282,341</u>
Net Assets per share			
– before the subdivision of shares (Rs)	297.01	244.71	279.08
– after the subdivision of shares (Rs)	19.80	16.31	18.61

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01st November, 2010

## STATEMENT OF CHANGES IN EQUITY

### Group

For the six months ended 30th September 2010

	Attributable to equity holders of the parent					
	Stated Capital	Reserves	Retained Earnings	Total	Minority Interest	Total Equity
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Balance as at 01st April 2010</b>	2,135,140	9,317,199	7,497,445	18,949,784	4,566,388	23,516,172
Currency translation difference	-	(40,451)	-	(40,451)	(26,107)	(66,558)
Surplus on revaluation	-	435,203	-	435,203	149,656	584,859
Share of net assets of associate companies	-	-	(2,302)	(2,032)	-	(2,032)
Issue of shares by subsidiaries	-	-	-	-	637,286	637,286
Direct cost on share issue by a subsidiary company	-	-	(14,610)	(14,610)	(5,027)	(19,637)
<b>Net income directly recognised in the equity statement</b>	-	394,752	(16,642)	378,110	755,808	1,133,918
Net profit for the period	-	-	1,046,013	1,046,013	371,810	1,417,823
<b>Total recognised income and expenses for the period</b>	-	394,752	1,029,371	1,424,123	1,127,618	2,551,741
Dividends for 2009/2010	-	-	(270,664)	(270,664)	-	(270,664)
Dividends paid by subsidiary companies to minority share holders	-	-	-	-	(606,298)	(606,298)
<b>Balance as at 30th September 2010</b>	<b>2,135,140</b>	<b>9,711,951</b>	<b>8,256,152</b>	<b>20,103,243</b>	<b>5,087,708</b>	<b>25,190,951</b>

For the six months ended 30th September 2009

	Attributable to equity holders of the parent					
	Stated Capital	Reserves	Retained Earnings	Total	Minority Interest	Total Equity
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Balance as at 01st April 2009</b>	2,135,140	7,227,545	7,715,269	17,077,954	4,553,439	21,631,393
Currency translation difference	-	43,518	-	43,518	11,418	54,936
Effect of acquisitions, disposals and change in percentage holding in subsidiaries	-	-	-	-	(4,847)	(4,847)
<b>Net income directly recognised in the equity statement</b>	-	43,518	-	43,518	6,571	50,089
Net profit for the period	-	-	763,880	763,880	322,511	1,086,391
<b>Total recognised income and expenses for the period</b>	-	43,518	763,880	807,398	329,082	1,136,480
Dividends for 2008/2009	-	-	(257,131)	(257,131)	-	(257,131)
Dividends paid by subsidiary companies to minority share holders	-	-	-	-	(203,987)	(203,987)
<b>Balance as at 30th September 2009</b>	<b>2,135,140</b>	<b>7,271,063</b>	<b>8,222,018</b>	<b>17,628,221</b>	<b>4,678,534</b>	<b>22,306,755</b>

## STATEMENT OF CHANGES IN EQUITY

**Company**

**For the six months ended 30th September 2010**

	<b>Stated Capital Rs. '000</b>	<b>Reserves Rs. '000</b>	<b>Retained Earnings Rs. '000</b>	<b>Total Rs. '000</b>
<b>Balance as at 01st April 2010</b>	2,135,140	4,352,211	1,066,337	7,553,688
Net profit for the period	–	–	755,897	755,897
<b>Total recognised income and expenses for the period</b>	–	–	755,897	755,897
Dividends for 2009/2010	–	–	(270,664)	(270,664)
<b>Balance as at 30th September 2010</b>	<b>2,135,140</b>	<b>4,352,211</b>	<b>1,551,570</b>	<b>8,038,921</b>

**For the six months ended 30th September 2009**

	<b>Stated Capital Rs. '000</b>	<b>Reserves Rs. '000</b>	<b>Retained Earnings Rs. '000</b>	<b>Total Rs. '000</b>
<b>Balance as at 01st April 2009</b>	2,135,140	2,310,561	1,894,559	6,340,260
Net profit for the period	–	–	540,374	540,374
<b>Total recognised income and expenses for the period</b>	–	–	540,374	540,374
Dividends for 2008/2009	–	–	(257,131)	(257,131)
<b>Balance as at 30th September 2009</b>	<b>2,135,140</b>	<b>2,310,561</b>	<b>2,177,802</b>	<b>6,623,503</b>

## CASH FLOW STATEMENTS

For the six months ended 30th September

	Group		Company	
	2010 Rs. '000	2009 Rs. '000	2010 Rs. '000	2009 Rs. '000
<b>Cash flow from operating activities</b>				
Net profit before taxation	1,562,510	1,232,321	755,897	540,374
<b>Adjustments for</b>				
Depreciation & amortisation	746,465	709,519	17,447	13,346
Interest expense	393,583	533,826	198,352	208,833
Profit on sale of property plant and equipment	(9,149)	(6,502)	(1,710)	-
Profit on sale of investments	(10,691)	-	(109,485)	-
Interest income	(229,195)	(155,512)	(162,162)	(162,684)
Surplus on acquisition of companies	(33,468)	-	-	-
Share of associate companies' profit after tax	(42,383)	(39,896)	-	-
Provision / (write-back) of bad and doubtful debts	(28,431)	4,312	(8,492)	-
Effect of changes in percentage holding in subsidiaries	-	(4,916)	-	-
Effect of subsidiaries acquired during the period	-	(7,110)	-	-
Foreign exchange profit loss	(53,591)	(34,082)	-	-
Gratuity provision	32,109	28,079	4,362	4,045
	<u>765,249</u>	<u>1,027,718</u>	<u>(61,688)</u>	<u>63,540</u>
<b>Operating profit before working capital changes</b>	<b>2,327,759</b>	<b>2,260,039</b>	<b>694,209</b>	<b>603,914</b>
(Increase)/decrease in trade and other receivables	196,927	26,278	474,567	(230,971)
(Increase)/decrease in inventories	(185,339)	(275,752)	(1,302)	(718)
Increase/(decrease) in trade & other payables	(187,666)	(370,095)	118,312	118,844
(Increase)/decrease in deposits & prepayments	(115,631)	(372,504)	(39,504)	(16,345)
	<u>(291,709)</u>	<u>(992,073)</u>	<u>552,073</u>	<u>(129,190)</u>
<b>Cash generated from operations</b>	<b>2,036,050</b>	<b>1,267,966</b>	<b>1,246,282</b>	<b>474,724</b>
Interest paid	(393,583)	(533,826)	(198,352)	(208,833)
Income tax paid	(227,322)	(227,851)	-	-
Gratuity paid	(9,289)	(12,966)	(2,051)	(693)
	<u>(630,194)</u>	<u>(774,643)</u>	<u>(200,403)</u>	<u>(209,526)</u>
<b>Net cash generated from operating activities</b>	<b>1,405,856</b>	<b>493,323</b>	<b>1,045,879</b>	<b>265,198</b>
<b>Cash flow from investing activities</b>				
Investments made during the period	-	(37,955)	(2,003,564)	(35,000)
Acquisition of subsidiaries	(222,689)	-	-	-
Purchase of property, plant and equipment	(801,613)	(636,543)	(70,774)	(9,398)
Purchase of leasehold rights	-	(28,705)	-	-
Proceeds from sale of property, plant and equipment	16,995	26,361	1,710	-
Proceeds from sale of investment	289,440	-	280,000	-
Dividends and dividend taxes paid by subsidiary companies to outside shareholders	(606,298)	(203,987)	-	-
Dividends received from associate companies	-	6,696	-	-
	<u>(1,324,165)</u>	<u>(874,133)</u>	<u>(1,792,628)</u>	<u>(44,398)</u>



## CASH FLOW STATEMENTS – CONTD.

For the six months ended 30th September

	Group		Company	
	2010 Rs. '000	2009 Rs. '000	2010 Rs. '000	2009 Rs. '000
<b>Cash flow from financing activities</b>				
Interest received from deposits	229,195	155,512	162,162	162,684
Proceeds from interest bearing liabilities	756,380	13,813	300,000	–
Repayment of interest-bearing liabilities	(798,993)	(1,012,307)	(100,000)	(270,000)
Proceeds from minority shareholders on issue of shares by subsidiaries	637,286	–	–	–
Direct cost on share issue by a subsidiary company	(19,637)	–	–	–
Dividends paid	(270,664)	(257,131)	(270,664)	(257,131)
<b>Net cash flow from financing activities</b>	<b>533,567</b>	<b>(1,100,113)</b>	<b>91,498</b>	<b>(364,447)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>615,258</b>	<b>(1,480,923)</b>	<b>(655,251)</b>	<b>(143,647)</b>
Cash and cash equivalents at the beginning of the period (Note A)	1,141,487	775,160	1,698,037	1,160,894
<b>Cash and cash equivalents at the end of the period</b>	<b>1,756,745</b>	<b>(705,763)</b>	<b>1,042,786</b>	<b>1,017,247</b>
<b>Cash and cash equivalents at the end of the period</b>				
Cash at bank and in hand	951,179	856,183	170,399	103,526
Short term deposits	5,652,453	1,800,749	2,846,549	1,269,603
Short-term bank borrowings	(4,846,887)	(3,362,695)	(1,974,162)	(355,882)
<b>Cash and cash equivalent at the end of the period</b>	<b>1,756,745</b>	<b>(705,763)</b>	<b>1,042,786</b>	<b>1,017,247</b>
<b>Note A - Cash and cash equivalents at the beginning of the period</b>				
Cash at bank and in hand	824,915	828,351	13,816	21,189
Short term deposits	2,752,209	2,020,290	2,146,059	1,255,632
Bank loans and overdrafts	(2,469,889)	(2,161,657)	(461,838)	(115,927)
<b>Cash and cash equivalent as previously reported</b>	<b>1,107,235</b>	<b>686,984</b>	<b>1,698,037</b>	<b>1,160,894</b>
Effect of exchange rate changes	34,252	88,176	–	–
<b>Cash and cash equivalent as restated</b>	<b>1,141,487</b>	<b>775,160</b>	<b>1,698,037</b>	<b>1,160,894</b>

## NOTES TO THE FINANCIAL STATEMENTS

### Segment Analysis of Group Revenue and Profit

#### (a) Revenue

For the six months ended 30th September	Total revenue generated		Inter-segmental revenue		Intra-segmental revenue		Revenue from external customers	
	2010 Rs. '000	2009 Rs. '000	2010 Rs. '000	2009 Rs. '000	2010 Rs. '000	2009 Rs. '000	2010 Rs. '000	2009 Rs. '000
Tourism Sector*	4,288,406	3,493,782	15,732	11,665	337,320	236,531	3,935,354	3,245,586
Cargo Logistics Sector	2,208,001	1,915,111	173,782	176,729	77,677	111,122	1,956,542	1,627,260
Strategic Investments*	5,664,236	5,740,511	73,300	64,489	18,483	16,272	5,572,453	5,659,750
Services Sector	912,129	824,291	74,361	67,238	7,330	6,219	830,438	750,834
Total revenue with associates	13,072,772	11,973,695	337,175	320,121	440,810	370,144	12,294,787	11,283,430
Share of associate company revenue	(374,375)	(597,677)	–	–	–	–	(374,375)	(597,677)
<b>Total Revenue</b>	<b>12,698,397</b>	<b>11,376,018</b>	<b>337,175</b>	<b>320,121</b>	<b>440,810</b>	<b>370,144</b>	<b>11,920,412</b>	<b>10,685,753</b>

\* Includes Associate Companies

#### (b) Profit

For the six months ended 30th September	Profit from operations		Profit/(loss) before tax*		Non cash expenses		Income tax expenses	
	2010 Rs. '000	2009 Rs. '000	2010 Rs. '000	2009 Rs. '000	2010 Rs. '000	2009 Rs. '000	2010 Rs. '000	2009 Rs. '000
Tourism Sector	239,778	55,483	219,597	(154,632)	(12,847)	14,746	11,269	32,947
Cargo Logistics Sector	285,852	314,571	281,067	321,920	14,329	9,508	88,319	78,529
Strategic Investments	881,019	862,419	782,999	726,528	1,131	6,224	35,676	24,612
Services Sector	277,866	338,266	278,847	338,505	1,066	4,946	9,423	9,842
	1,684,515	1,570,739	1,562,510	1,232,321	3,679	35,424	144,687	145,930

\* Includes Associate Companies

## NOTES TO THE FINANCIAL STATEMENTS – CONTD.

1. The Financial Statements of the company and those consolidated with such for the interim period have been prepared on the same basis as the most recent audited financial statements and are in compliance with Sri Lanka Accounting Standard 35 – Interim Financial Reporting.
2. There was no material change in the use of funds raised through the debenture issue.
3. The Company paid an interim dividend of Rs. 3.50 per share for the year ended 31st March 2010 on 19th May 2010. The Board of Directors recommended Rs. 6.50 per share as a final ordinary dividend for the year ended 31st March 2010, which was paid on 08th July 2010, after it was approved at the Annual General Meeting on the 29th June 2010. The total dividend payment for the year ended 31st March 2010 amounted to Rs. 270,664,030/-.
4. The Company divested its shares in Hayleys Plantation Services Ltd., (the holding company of Talawakelle Tea Estates PLC) an associate company, for a total consideration of Rs. 280 million. There was no material gain or loss resulting from the transaction to the Group. The profit recognised by the Company during the period under review is Rs. 109 million.
5. Aitken Spence Hotel Holdings PLC, the holding company of the Group's hotels successfully concluded a rights issue of one new share for every four held at an issue price of Rs. 260/- per share to raise funds to finance future investments. Aitken Spence PLC invested Rs. 1.8 billion in the rights issue and retained its effective holding in the above company.
6. There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.
7. During the period under review there was no significant change in the nature of the contingent liabilities, disclosed in the annual report for the year ended 31 March 2010.
8. (a) Pursuant to the approval by the shareholders at an Extraordinary General Meeting, the shares of the Company were subdivided on 05th October 2010 on the basis of 01 ordinary share into 15 ordinary shares. Consequent to the subdivision the number of ordinary shares of the Company increased from 27,066,403 to 405,996,045, without any change to the Stated Capital of the Company of Rs. 2,135 million.  
(b) On 25th October 2010 the Company redeemed unquoted debentures to the value of Rs. 288 million.  
There were no other material events that occurred after the balance sheet date that require adjustments to or disclosure in the financial statements.
9. The accounting policies have been consistently applied by the Group and are consistent with those used in the previous year. The presentation and classification of the financial statements of the previous period have been adjusted where relevant, for better presentation and to be comparable with year end reporting.

### NON FINANCIAL INFORMATION

	<b>30.09.2010</b>
<b>1. Stated Capital</b>	
Number of shares represented by the stated capital	<b>27,066,403</b>
(30.09.2009 and 31.03.2010 - 27,066,403)	
Number of shares represented by the stated capital after the subdivision	<b>405,996,045</b>
Percentage of shares held by the Public	<b>48.53%</b>
<b>2. Shares Traded</b>	
Market Price per Share – Last traded (Rs.)	<b>3,301.80</b>
Market Price per Share – Highest (Rs.)	<b>3,340.00</b>
Market Price per Share – Lowest (Rs.)	<b>1,500.00</b>

## NOTES TO THE FINANCIAL STATEMENTS – CONTD.

### 3. Share Holding of Directors

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

Name of Director	Position	30.09.2010	31.03.2010
D.H.S. Jayawardena	Chairman	Nil	Nil
J.M.S. Brito	Deputy Chairman/Managing Director	19,233	19,233
R.M. Fernando	Director	Nil	Nil
G.M. Perera	Director	Nil	Nil
M. P. Dissanayake	Director	Nil	Nil
G.C. Wickremasinghe	Director	487,216	487,216
C.H. Gomez	Director	Nil	Nil
N.J. de Silva Deva Aditya	Director	Nil	Nil
V.M. Fernando	Director	Nil	Nil
R.N. Asirwatham	Director	Nil	Nil

### 4. Substantial Share holdings

The twenty largest shareholding as at 30th September 2010, are as follows:

Name of the Share Holder	Share holding	%
Distilleries Company of Sri Lanka Limited	6,088,655	22.50
Rubicond Enterprises Limited	4,399,343	16.25
Sri Lanka Insurance Corporation Ltd-General Fund	2,935,505	10.85
HSBC International Nominees Limited – SNFE-Arisaig India Fund Limited	1,612,700	5.96
HSBC International Nominees Limited – BPSS LDN- Aberdeen Asia Pacific Fund	1,155,400	4.27
Employees Provident Fund	933,889	3.45
HSBC International Nominees Limited-BPSS LUX- Aberdeen Global-Asian Smaller Companies Fund	826,500	3.05
HSBC International Nominees Limited-SSBT- Aberdeen Delaware Business Trust	736,900	2.72
Mr. G. C. Wickremasinghe	487,216	1.80
Ceylon Guardian Investment Trust PLC A/C # 01	461,800	1.71
Placidrange Holdings Limited	368,100	1.36
Mellon Bank N.A.-Florida Retirement System	310,000	1.15
HSBC International Nominees Limited -SSBTL- Aberdeen New Dawn Investment Trust XCC6	300,237	1.11
HSBC International Nominees Limited -BPSS LDN- Aberdeen Investment Fund - ICVC Aberdeen Emerging Markets Fund	289,500	1.07
Milford Exports (Ceylon) Limited	288,100	1.06
HSBC International Nominees Limited -BPSS LUX- Aberdeen Global-Emerging Markets Equity Fund	287,400	1.06
HSBC International Nominees Limited - SSBT-Janus Overseas Fund	251,200	0.93
Stassen Exports Limited	216,300	0.80
Ms. A. T. Wickremasinghe	209,465	0.77
Ms. K. Fernando	204,338	0.76

## **DIRECTORS**

D. H. S. Jayawardena – *Chairman*

J. M. S. Brito – *Deputy Chairman & Managing Director*

Dr. R. M. Fernando

G. M. Perera

Dr. M. P. Dissanayake

G. C. Wickremasinghe

C. H. Gomez

N. J. de Silva Deva Aditya

V. M. Fernando

R. N. Asirwatham

## **SECRETARY**

R. E. V. Casie Chetty

## **REGISTERED OFFICE**

Aitken Spence Towers

305, Vauxhall Street,

Colombo 2,

Sri Lanka.