

Aitken Spence

Interim Statement

for the six months ended 30th September 2017

Aitken Spence[®] 

Aitken Spence PLC

CONSOLIDATED INCOME STATEMENTS

	Quarter ended 30th September		Six months ended 30th September	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Revenue	12,263,695	9,847,746	23,898,595	17,384,890
Revenue taxes	(115,727)	(112,247)	(240,366)	(211,890)
Net revenue	12,147,968	9,735,499	23,658,229	17,173,000
Other operating income	382,150	30,693	477,833	19,506
Changes in inventories of finished goods and work-in-progress	(99,627)	(15,853)	(80,654)	(61,340)
Raw materials and consumables used	(2,956,332)	(3,055,662)	(6,399,042)	(4,689,265)
Employee benefits expense	(1,929,360)	(1,652,344)	(3,954,237)	(3,333,161)
Depreciation and amortisation	(669,601)	(501,415)	(1,312,715)	(990,954)
Other operating expenses-direct	(3,610,153)	(1,890,462)	(6,592,158)	(3,657,092)
Other operating expenses-indirect	(1,963,510)	(1,446,555)	(3,584,681)	(2,701,791)
Profit from operations	1,301,535	1,203,901	2,212,575	1,758,903
Finance income	178,244	171,930	366,424	349,171
Finance expenses	(435,769)	(400,545)	(913,781)	(748,196)
Net finance expense	(257,525)	(228,615)	(547,357)	(399,025)
Share of profit/(loss) of equity-accounted investees (net of tax)	79,143	(2,039)	136,211	95,013
Profit before tax	1,123,153	973,247	1,801,429	1,454,891
Income tax expenses	(284,048)	(264,084)	(474,948)	(422,302)
Profit for the period	839,105	709,163	1,326,481	1,032,589
Attributable to:				
Equity holders of the company	583,875	540,426	938,673	789,487
Non-controlling interests	255,230	168,737	387,808	243,102
Profit for the period	839,105	709,163	1,326,481	1,032,589
Earnings per share - Basic/Diluted (Rs.)	1.44	1.33	2.31	1.94

The above figures are subject to audit.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30th September		Six months ended 30th September	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Profit for the period	839,105	709,163	1,326,481	1,032,589
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss</i>				
Share of other comprehensive income of equity-accounted investees (net of tax)	—	(80)	—	(80)
	—	(80)	—	(80)
<i>Items that are or may be reclassified to profit or loss</i>				
Exchange differences on translation of foreign operations	(40,947)	41,348	130,278	180,190
Net change in fair value of available-for-sale financial assets	(1,812)	(71,028)	2,165	(70,955)
Net movement on cash flow hedges	(270,242)	—	(744,499)	—
Share of other comprehensive income of equity-accounted investees (net of tax)	12,096	50,368	45,499	64,583
	(300,905)	20,688	(566,557)	173,818
Other comprehensive income for the period, (net of tax)	(300,905)	20,608	(566,557)	173,738
Total comprehensive income for the period	538,200	729,771	759,924	1,206,327
Attributable to:				
Equity holders of the company	376,739	562,798	742,025	921,378
Non-controlling interests	161,461	166,973	17,899	284,949
Total comprehensive income for the period	538,200	729,771	759,924	1,206,327

The above figures are subject to audit.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

<i>As at</i>	30.09.2017 Rs.'000	31.03.2017 Rs.'000
ASSETS		
Non-current assets		
Property, plant & equipment	51,357,634	50,048,523
Investment properties	1,630,801	1,630,801
Intangible assets	876,441	886,103
Biological assets	45,630	43,583
Leasehold properties	2,023,177	2,042,459
Pre-paid operating leases	1,964,256	1,978,348
Investments in equity-accounted investees	6,213,752	6,060,842
Deferred tax assets	526,049	434,794
Other financial assets	318,895	285,629
	<u>64,956,635</u>	<u>63,411,082</u>
Current assets		
Inventories	1,383,962	1,655,875
Pre-paid operating leases	66,364	72,819
Trade and other receivables	9,232,100	11,664,152
Current tax receivable	191,084	210,095
Deposits and prepayments	1,922,656	1,781,102
Other current assets	9,192,004	10,318,598
Cash and short-term deposits	4,250,714	6,032,612
	<u>26,238,884</u>	<u>31,735,253</u>
Assets classified as held for sale	149,125	149,125
Total Assets	<u>91,344,644</u>	<u>95,295,460</u>
EQUITY AND LIABILITIES		
Equity		
Stated capital	2,135,140	2,135,140
Reserves	16,611,463	16,849,379
Retained earnings	21,269,855	20,492,912
Total equity attributable to equity holders of the company	<u>40,016,458</u>	<u>39,477,431</u>
Non-controlling interests	11,132,480	11,315,985
Total Equity	<u>51,148,938</u>	<u>50,793,416</u>
Non-current liabilities		
Interest-bearing liabilities	15,974,690	17,191,011
Deferred tax liabilities	938,653	863,958
Employee benefits	905,446	850,247
Other liabilities	734,224	597,833
	<u>18,553,013</u>	<u>19,503,049</u>
Current liabilities		
Interest-bearing liabilities	5,944,385	4,829,650
Trade and other payables	9,718,742	11,370,334
Current tax payable	253,892	371,693
Bank overdrafts and other short-term borrowings	5,725,674	8,427,318
	<u>21,642,693</u>	<u>24,998,995</u>
Total Equity and Liabilities	<u>91,344,644</u>	<u>95,295,460</u>
Net assets per share (Rs.)	98.56	97.24

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

Colombo,
06th November 2017

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

Sgd.
Ms. N. Sivapragasam
Chief Financial Officer

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30th September 2017

	Attributable to equity holders of the company										Total equity
	Stated capital	Other capital reserves	General reserves	Revaluation reserve	Exchange fluctuation reserve	Available for sale reserve	Cash flow hedge reserve	Retained earnings	Total	Non-controlling interests	
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	
Balance as at 01st April 2017	2,135,140	148,440	7,976,675	6,580,537	2,110,655	33,072	–	20,492,912	39,477,431	11,315,985	50,793,416
Profit for the period	–	–	–	–	–	–	–	938,673	938,673	387,808	1,326,481
Other comprehensive income for the period	–	–	–	–	133,933	2,165	(332,746)	–	(196,648)	(369,909)	(566,557)
Total comprehensive income for the period	–	–	–	–	133,933	2,165	(332,746)	938,673	742,025	17,899	759,924
Transfer on disposal of subsidiary	–	–	–	(44,190)	–	–	–	44,190	–	–	–
Transfer to reserves	–	–	2,922	–	–	–	–	(2,922)	–	–	–
Final dividends for 2016/2017	–	–	–	–	–	–	–	(202,998)	(202,998)	–	(202,998)
Dividends paid to non-controlling interests	–	–	–	–	–	–	–	–	–	(201,404)	(201,404)
Total contributions and distributions, recognised directly in equity	–	–	2,922	(44,190)	–	–	–	(161,730)	(202,998)	(201,404)	(404,402)
Balance as at 30th September 2017	2,135,140	148,440	7,979,597	6,536,347	2,244,588	35,237	(332,746)	21,269,855	40,016,458	11,132,480	51,148,938

For the six months ended 30th September 2016

	Attributable to equity holders of the company										Total equity
	Stated capital	Other capital reserves	General reserves	Revaluation reserve	Exchange fluctuation reserve	Available for sale reserve	Cash flow hedge reserve	Retained earnings	Total	Non-controlling interests	
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	
Balance as at 01st April 2016	2,135,140	148,440	7,298,726	6,387,900	1,318,925	94,432	–	19,262,056	36,645,619	7,554,724	44,200,343
Profit for the period	–	–	–	–	–	–	–	789,487	789,487	243,102	1,032,589
Other comprehensive income for the period	–	–	–	–	193,050	(61,100)	–	(59)	131,891	41,847	173,738
Total comprehensive income for the period	–	–	–	–	193,050	(61,100)	–	789,428	921,378	284,949	1,206,327
Share of net assets of equity accounted investees	–	–	–	–	–	–	–	(7,695)	(7,695)	(2,642)	(10,337)
Effect of share issue by Subsidiary	–	–	–	–	(135)	–	–	(14,478)	(14,613)	(2,499)	(17,112)
Dividends for 2015/2016	–	–	–	–	–	–	–	(608,994)	(608,994)	–	(608,994)
Dividends paid to non-controlling interests	–	–	–	–	–	–	–	–	–	(171,246)	(171,246)
Total contributions and distributions, recognised directly in equity	–	–	–	–	(135)	–	–	(631,167)	(631,302)	(176,387)	(807,689)
Balance as at 30th September 2016	2,135,140	148,440	7,298,726	6,387,900	1,511,840	33,332	–	19,420,317	36,935,695	7,663,286	44,598,981

COMPANY INCOME STATEMENTS

	Quarter ended 30th September		Six months ended 30th September	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Revenue	177,311	153,339	399,328	356,738
Revenue tax	(3,130)	(2,744)	(6,915)	(6,113)
Net revenue	174,181	150,595	392,413	350,625
Other operating income	458,889	290,091	517,373	569,015
Employee benefits expense	(113,057)	(101,373)	(225,458)	(219,209)
Depreciation and amortisation	(11,741)	(11,207)	(25,278)	(22,756)
Other operating expenses-indirect	(75,691)	(73,697)	(134,733)	(147,099)
Profit from operations	432,581	254,409	524,317	530,576
Finance income	194,999	162,473	392,418	335,309
Finance expenses	(239,862)	(194,409)	(473,557)	(372,122)
Net finance income/(expense)	(44,863)	(31,936)	(81,139)	(36,813)
Profit before tax	387,718	222,473	443,178	493,763
Income tax expenses	3,916	19,818	11,874	33,541
Profit for the period	391,634	242,291	455,052	527,304
Earnings per share - Basic/Diluted (Rs.)	0.96	0.60	1.12	1.30

The above figures are subject to audit.

COMPANY STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30th September		Six months ended 30th September	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Profit for the period	391,634	242,291	455,052	527,304
Other comprehensive income				
<i>Items that are or may be reclassified to profit or loss</i>				
Net change in fair value of available-for-sale financial assets	<u>(540)</u>	<u>225</u>	<u>(364)</u>	<u>(544)</u>
	<u>(540)</u>	<u>225</u>	<u>(364)</u>	<u>(544)</u>
Other comprehensive income for the period, (net of tax)	<u>(540)</u>	<u>225</u>	<u>(364)</u>	<u>(544)</u>
Total comprehensive income for the period	<u>391,094</u>	<u>242,516</u>	<u>454,688</u>	<u>526,760</u>

The above figures are subject to audit.

COMPANY STATEMENT OF FINANCIAL POSITION

<i>As at</i>	30.09.2017 Rs.'000	31.03.2017 Rs.'000
ASSETS		
Non-current assets		
Property, plant & equipment	129,977	141,198
Investment properties	3,430,310	3,431,687
Intangible assets	6,946	11,036
Investments in subsidiaries	7,252,083	7,252,083
Investments in equity-accounted investees	2,755,184	2,755,184
Deferred tax assets	245,949	195,421
Other financial assets	<u>119,924</u>	<u>145,412</u>
	13,940,373	13,932,021
Current assets		
Inventories	2,758	2,183
Trade and other receivables	3,977,631	3,212,249
Current tax receivable	160,110	171,103
Deposits and prepayments	63,614	62,801
Other financial assets	6,065,027	6,182,392
Cash and short-term deposits	<u>434,703</u>	<u>1,400,611</u>
	10,703,843	11,031,339
Assets classified as held for sale	<u>57,237</u>	<u>57,237</u>
Total Assets	<u>24,701,453</u>	<u>25,020,597</u>
EQUITY AND LIABILITIES		
Equity		
Stated capital	2,135,140	2,135,140
Reserves	7,937,126	7,937,490
Retained earnings	<u>3,590,696</u>	<u>3,338,642</u>
Total Equity	<u>13,662,962</u>	<u>13,411,272</u>
Non-current liabilities		
Interest-bearing liabilities	1,877,532	2,489,974
Employee benefits	<u>114,407</u>	<u>105,246</u>
	1,991,939	2,595,220
Current liabilities		
Interest-bearing liabilities	1,238,998	1,350,941
Trade and other payables	5,065,178	4,402,232
Bank overdrafts and other short-term borrowings	<u>2,742,376</u>	<u>3,260,932</u>
	9,046,552	9,014,105
Total Equity and Liabilities	<u>24,701,453</u>	<u>25,020,597</u>
Net assets per share (Rs.)	33.65	33.03

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

Colombo,
06th November 2017

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

Sgd.
Ms. N. Sivapragasam
Chief Financial Officer

COMPANY STATEMENT OF CHANGES IN EQUITY

For the six months ended 30th September 2017

	Stated capital	General reserve	Available for sale reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2017	2,135,140	7,949,963	(12,473)	3,338,642	13,411,272
Profit for the period	–	–	–	455,052	455,052
Other comprehensive income for the period	–	–	(364)	–	(364)
Total comprehensive income for the period	–	–	(364)	455,052	454,688
Final Dividends for 2016/2017	–	–	–	(202,998)	(202,998)
Balance as at 30th September 2017	<u>2,135,140</u>	<u>7,949,963</u>	<u>(12,837)</u>	<u>3,590,696</u>	<u>13,662,962</u>

For the six months ended 30th September 2016

	Stated capital	General reserve	Available for sale reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2016	2,135,140	7,272,014	(12,106)	3,890,346	13,285,394
Profit for the period	–	–	–	527,304	527,304
Other comprehensive income for the period	–	–	(544)	–	(544)
Total comprehensive income for the period	–	–	(544)	527,304	526,760
Dividends for 2015/2016	–	–	–	(608,994)	(608,994)
Balance as at 30th September 2016	<u>2,135,140</u>	<u>7,272,014</u>	<u>(12,650)</u>	<u>3,808,656</u>	<u>13,203,160</u>

STATEMENTS OF CASH FLOWS

For the six months ended 30th September	Group		Company	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Cash flow from operating activities				
Profit before taxation	1,801,429	1,454,891	443,178	493,763
Adjustments for				
Depreciation and amortisation	1,312,715	990,954	25,278	22,756
Interest expense	843,407	699,101	471,662	370,942
(Gain) / loss on disposal of property plant and equipment	(8,760)	(17,690)	(4,958)	(1,205)
(Gain) / loss on disposal of group investments	(307,616)	–	–	–
(Gain) / loss on disposal of equity securities classified as available-for-sale financial assets	316	–	–	–
Gain on retirement of assets held for sale	–	(3,356)	–	(3,356)
Interest income	(366,424)	(349,171)	(392,418)	(335,309)
Share of profit of equity-accounted investees (net of tax)	(136,211)	(95,013)	–	–
Impairment losses / (reversals) and write offs of trade & other receivables	28,825	6,697	–	–
Net foreign exchange (gain)/loss	51,747	115,692	22,873	49,238
Provision for retirement benefit obligations	122,925	87,142	11,322	11,562
	<u>1,540,924</u>	<u>1,434,356</u>	<u>133,759</u>	<u>114,628</u>
Operating profit before working capital changes	3,342,353	2,889,247	576,937	608,391
(Increase)/decrease in trade and other receivables	2,384,731	(1,457,209)	(765,382)	(63,868)
(Increase)/decrease in inventories	267,427	(225,890)	(575)	(23)
(Increase)/decrease in deposits and prepayments	(144,005)	(287,870)	(813)	(28,006)
Increase/(decrease) in trade and other payables	(1,109,153)	(1,887,126)	1,164,895	(1,373,120)
	<u>1,399,000</u>	<u>(3,858,095)</u>	<u>398,125</u>	<u>(1,465,017)</u>
Cash generated from/(used in) operations	4,741,353	(968,848)	975,062	(856,626)
Interest paid	(840,570)	(692,662)	(468,799)	(367,014)
Income tax paid	(587,024)	(737,493)	(27,661)	(20,499)
Retirement benefit obligations paid	(59,414)	(24,208)	(2,161)	(3,609)
	<u>(1,487,008)</u>	<u>(1,454,363)</u>	<u>(498,621)</u>	<u>(391,122)</u>
Net cash flow from operating activities	3,254,345	(2,423,211)	476,441	(1,247,748)
Cash flow from investing activities				
Interest received from deposits	366,397	349,171	392,418	335,309
Investment in subsidiaries and equity-accounted investees	–	(149,367)	–	–
Purchase of debt securities	(100,000)	–	–	–
Net cash inflow on divestment of subsidiaries (Note B)	722,725	–	–	–
Purchase of property, plant and equipment	(2,682,341)	(1,495,615)	(13,557)	(15,130)
Purchase of intangible assets	(940)	(15,176)	(821)	(467)
Purchase of biological assets	(4,278)	(8,045)	–	–
Proceeds from disposal of property, plant and equipment	23,274	65,331	10,746	11,032
Proceeds from disposal of intangible assets	10	–	–	–
Proceeds from sale of equity and debt securities	46,543	22,855	23,570	22,855
Proceeds / (purchase) of other financial assets and liabilities (net)	1,092,871	(185,235)	118,919	(1,260,068)
Final liquidation proceeds of subsidiary	–	3,356	–	3,356
Dividends paid to non-controlling interests	(201,404)	(171,246)	–	–
Dividends received from equity-accounted investees	28,800	158,634	–	–
	<u>(708,343)</u>	<u>(1,425,337)</u>	<u>531,275</u>	<u>(903,113)</u>
Net cash flow from investing activities	(708,343)	(1,425,337)	531,275	(903,113)

STATEMENTS OF CASH FLOWS – CONTD.

<i>For the six months ended 30th September</i>	Group		Company	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Cash flow from financing activities				
Proceeds from interest-bearing liabilities	3,388,604	2,066,844	–	–
Repayment of interest-bearing liabilities	(4,384,489)	(2,544,933)	(750,081)	(805,800)
Issue of shares by subsidiaries	–	97,255	–	–
Dividends paid to equity holders of the parent	(704,947)	(603,377)	(704,947)	(603,377)
Net cash flow from financing activities	(1,700,832)	(984,211)	(1,455,028)	(1,409,177)
Net increase/(decrease) in cash and cash equivalents	845,170	(4,832,759)	(447,312)	(3,560,038)
Cash and cash equivalents at the beginning of the period (Note A)	(2,320,130)	3,214,445	(1,860,361)	1,214,717
Cash and cash equivalents at the end of the period	(1,474,960)	(1,618,314)	(2,307,673)	(2,345,321)
Cash and cash equivalents at the end of the period				
Cash at bank and in hand & deposits	4,250,714	3,176,146	434,703	277,896
Short-term bank borrowings	(5,725,674)	(4,794,460)	(2,742,376)	(2,623,217)
Cash and cash equivalent at the end of the period	(1,474,960)	(1,618,314)	(2,307,673)	(2,345,321)
Note A				
Cash and cash equivalents at the beginning of the period				
Cash at bank and in hand & deposits	6,032,612	4,653,788	1,400,611	1,397,670
Short-term bank borrowings	(8,427,318)	(1,439,684)	(3,260,932)	(183,416)
Cash and cash equivalent as previously reported	(2,394,706)	3,214,104	(1,860,321)	1,214,254
Effect of exchange rate changes	74,576	341	(40)	463
Cash and cash equivalent as restated	(2,320,230)	3,214,445	(1,860,361)	1,214,717

Note B Divestment of subsidiaries.

Aitken Spence Hotel Holdings PLC a subsidiary company divested its investments in M.P.S. Hotels (Pvt) Ltd., during the period under review. The fair values of assets and liabilities thus divested are as follows;

	Rs. '000
Property, plant & equipment	444,877
Inventories	4,486
Trade and other receivables	18,497
Deposits and prepayments	2,451
Deferred tax	(6,873)
Current tax receivable	1,655
Employee benefits	(9,494)
Trade and other payables	(40,490)
Cash and cash equivalent	(5,018)
Total identifiable net assets divested	410,091
Non-controlling interest divested	78,473
Gain on disposal	229,143
Cash and cash equivalents divested	5,018
Net cash inflow on divestment of subsidiaries	722,725

NOTES TO THE FINANCIAL STATEMENTS

1. Segment analysis

1.1 Segment analysis of Group revenue and profit

For the six months ended 30th September	Tourism sector		Maritime & logistics sector		Strategic investments		Services sector		Total	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Total revenue generated	11,110,351	8,235,024	5,101,137	4,822,435	9,959,588	7,653,300	904,336	655,516	27,075,412	21,366,275
Less: Inter-segmental revenue	12,972	6,758	180,298	128,305	219,488	170,370	105,023	92,972	517,781	398,405
Less: Intra-segmental revenue	832,286	418,501	157,297	155,059	364,089	272,233	40,161	31,363	1,393,833	877,156
Total revenue with equity-accounted investees	10,265,093	7,809,765	4,763,542	4,539,071	9,376,011	7,210,697	759,152	531,181	25,163,798	20,090,714
Share of equity-accounted investees' revenue	(156,694)	(1,562,061)	(652,629)	(594,197)	(452,814)	(546,925)	(3,066)	(2,641)	(1,265,203)	(2,705,824)
Revenue from external customers	10,108,399	6,247,704	4,110,913	3,944,874	8,923,197	6,663,772	756,086	528,540	23,898,595	17,384,890
Profit from operations	550,313	327,040	607,389	774,589	882,797	552,558	172,076	104,716	2,212,575	1,758,903
Finance income	285,291	157,922	27,346	27,123	48,879	159,984	4,908	4,142	366,424	349,171
Finance expenses	(576,460)	(417,993)	(59,131)	(42,460)	(271,020)	(280,136)	(7,170)	(7,607)	(913,781)	(748,196)
Share of profit of equity- accounted investees (net of tax)	(87,358)	(95,853)	155,742	167,572	78,596	44,189	(10,769)	(20,895)	136,211	95,013
Profit before tax	171,786	(28,884)	731,346	926,824	739,252	476,595	159,045	80,356	1,801,429	1,454,891
Income tax expense	(209,879)	(165,758)	(161,860)	(171,967)	(47,596)	(54,045)	(55,613)	(30,532)	(474,948)	(422,302)
Profit for the period	(38,093)	(194,642)	569,486	754,857	691,656	422,550	103,432	49,824	1,326,481	1,032,589

1.2 Segment analysis of Group assets

As at	Tourism sector		Maritime & logistics sector		Strategic investments		Services sector		Total	
	30.09.17 Rs.'000	31.03.17 Rs.'000	30.09.17 Rs.'000	31.03.17 Rs.'000	30.09.17 Rs.'000	31.03.17 Rs.'000	30.09.17 Rs.'000	31.03.17 Rs.'000	30.09.17 Rs.'000	31.03.17 Rs.'000
Segment assets	55,249,278	56,494,140	6,830,630	8,880,141	25,272,111	24,613,100	3,233,957	3,330,551	90,585,976	93,317,932
Investments in equity -accounted investees	1,209,806	1,297,164	3,798,382	3,625,941	1,075,293	996,697	130,271	141,040	6,213,752	6,060,842
Goodwill on consolidation	–	–	–	–	–	–	–	–	846,120	843,470
Assets classified as held for sale	–	–	–	–	–	–	–	–	149,125	149,125
Eliminations / adjustments	–	–	–	–	–	–	–	–	(6,450,329)	(5,075,909)
Total assets	56,459,084	57,791,304	10,629,012	12,506,082	26,347,404	25,609,797	3,364,228	3,471,591	91,344,644	95,295,460

NOTES TO THE FINANCIAL STATEMENTS - CONTD.

2. 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 Standards - LKAS 34 - Interim Financial Reporting.
3. The final ordinary dividend of Rs. 0.50 per share for the year ended 31st March 2017 was paid on 11th July 2017, after it was approved at the Annual General Meeting on the 30th June 2017. Total dividend paid was Rs. 202,998,022.50.
4. There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.
5. During the period under review there were no material change in the nature of contingent liabilities disclosed in the annual report for the year ended 31st March 2017.
6. **Disposal of subsidiary**
Aitken Spence Hotel Holdings PLC a Group company divested its entire holding in its fully owned subsidiary M.P.S. Hotels (Pvt) Ltd., on the 21st of September 2017. The resultant gain on disposal of this investment is reflected under other operating income.
7. **Cash flow hedging**
During the period under review Ahungalla Resorts Ltd., a group company, designated its identified foreign currency loan as the hedging instrument in order to hedge against the company's exposure to the changes in foreign exchange rates on the variable cash flows from the highly probable future foreign currency revenue.
Consequently the effective portion of gain or loss on the hedging instrument will be recognised in the cash flow hedge reserve, through other comprehensive income while any ineffective portion will be recognised immediately in the statement of profit or loss.
8. There were no material events that occurred after the reporting 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

30.09.2017

1. Stated Capital

Number of shares represented by the stated capital (31.03.2017 - 405,996,045)	405,996,045
Number of Public Shareholders	4,657
Percentage of shares held by the Public	48.99%

2. Shares Traded

Market Price per Share - Last traded (Rs.)	57.00
Market Price per Share - Highest (Rs.)	68.50
Market Price per Share - Lowest (Rs.)	56.60

3. Shareholding of Directors

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

Name of Director	Position	30.09.2017	31.03.2017
1 D.H.S. Jayawardena	Chairman	Nil	Nil
2 J.M.S. Brito	Deputy Chairman and Managing Director	409,495	309,495
3 R.M. Fernando	Director	Nil	Nil
4 D.S.T. Jayawardena	Director	27,839	27,839
5 G.C. Wickremasinghe	Director	7,308,240	7,308,240
6 C.H. Gomez	Director	Nil	Nil
7 N. J. de Silva Deva Aditya	Director	Nil	Nil
8 R.N. Asirwatham	Director	1,000	1,000
9 A.L. Gooneratne	Alternate Director to Mr. N.J. de Silva Deva Aditya	Nil	Nil
10 M.P. Dissanayake	Director	N/A	Nil

4. Substantial Shareholdings

The twenty largest shareholding as at 30th September 2017, are as follows ;

	Name of the Share Holder	Shareholding	%
1	Melstacorp Limited	191,498,490	47.17
2	Rubicond Enterprises Limited	65,990,145	16.25
3	Employees' Provident Fund	20,590,978	5.07
4	HSBC International Nominees Limited-BPSS LUX-Aberdeen Global-Asian Smaller Companies Fund	20,215,873	4.98
5	Mr. G.C. Wickremasinghe	7,308,240	1.80
6	Placidrange Holdings Limited	5,521,500	1.36
7	Renuka Hotels Limited	5,005,000	1.23
8	HSBC International Nominees Limited -BP2S London-Aberdeen Asia Pasific Equity Fund	4,574,107	1.13
9	Milford Exports (Ceylon) (Pvt) Limited	4,321,500	1.06
10	HSBC International Nominees Limited -BP2S London-Aberdeen Asia Smaller Companies Investment Trust	3,400,000	0.84
11	Stassen Exports (Pvt) Limited	3,244,500	0.80
12	Ms. A.T. Wickremasinghe	3,211,975	0.79
13	Ms. K. Fernando	3,135,070	0.77
14	Mr. G.Wickremasinghe	3,019,090	0.74
15	Employees Trust Fund Board	2,621,870	0.65
16	Bank of Ceylon No. 1 Account	2,596,230	0.64
17	National Savings Bank	2,593,516	0.64
18	HSBC International Nominees Limited -BP2S London-Aberdeen New Dawn Investment Trust Xcc6	1,684,201	0.42
19	HSBC International Nominees Limited- SSBT-Aberdeen Institutional Commingled funds, LLC	1,676,654	0.41
20	The Ceylon Investment PLC A/c No. 02	1,674,000	0.41

CORPORATE INFORMATION

as at 30th September 2017

DIRECTORS

Deshamanya D.H.S. Jayawardena - Chairman

Mr. J.M.S. Brito - Deputy Chairman and Managing Director

Dr. R.M. Fernando

Miss. D.S.T. Jayawardena

Mr. G.C. Wickremasinghe

Mr. C.H. Gomez

Mr. N.J. de Silva Deva Aditya

Mr. R.N. Asirwatham

Mr. A.L. Gooneratne (Alternate Director to Mr. N.J. de Silva Deva Aditya)

Dr. M.P. Dissanayake (Resigned w.e.f. 01st June 2017)

SECRETARY

P W Corporate Secretarial (Pvt) Ltd.

REGISTERED OFFICE

Aitken Spence Tower II

315, Vauxhall Street,

Colombo 02,

Sri Lanka.