

Aitken Spence

Interim Statement
for the year ended 31st March 2014

Aitken Spence[®] 

Aitken Spence PLC

CONSOLIDATED INCOME STATEMENTS

	Quarter ended 31st March		Year ended 31st March	
	2014 Rs.'000	2013 Rs.'000	2014 Rs.'000	2013 Rs.'000
Revenue	11,786,934	9,375,656	36,598,095	37,139,927
Revenue tax	(106,994)	(147,353)	(489,725)	(533,641)
Net revenue	11,679,940	9,228,303	36,108,370	36,606,286
Other operating income	243,444	(5,601)	455,396	12,508
Changes in inventories of finished goods and work-in-progress	10,274	(30,521)	57,895	(11,487)
Raw materials and consumables used	(3,919,840)	(2,414,245)	(10,435,289)	(12,913,768)
Employee benefits expense	(1,147,408)	(1,051,472)	(4,381,840)	(3,969,275)
Depreciation and amortisation	(419,069)	(397,362)	(1,499,723)	(1,428,073)
Other operating expenses-direct	(2,635,781)	(2,208,236)	(9,152,620)	(8,398,247)
Other operating expenses-indirect	(1,859,545)	(1,024,657)	(5,449,197)	(4,367,202)
Profit from operations	1,952,015	2,096,209	5,702,992	5,530,742
Finance income	207,839	170,432	800,721	760,887
Finance expenses	(257,293)	(417,533)	(1,250,669)	(1,443,964)
Net finance expense	(49,454)	(247,101)	(449,948)	(683,077)
Share of profit of equity-accounted investees (net of tax)	46,289	27,687	156,067	177,816
Profit before tax	1,948,850	1,876,795	5,409,111	5,025,481
Income tax expenses	(311,605)	(243,928)	(900,476)	(749,970)
Profit for the period	1,637,245	1,632,867	4,508,635	4,275,511
Attributable to:				
Equity holders of the parent	1,365,270	1,213,940	3,671,870	3,287,607
Non-controlling interests	271,975	418,927	836,765	987,904
Profit for the period	1,637,245	1,632,867	4,508,635	4,275,511
Earnings per share				
Basic/Diluted (Rs.)	3.36	2.99	9.04	8.10

Current year figures are subject to audit.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Quarter ended 31st March		Year ended 31st March	
	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000
Profit for the period	1,637,245	1,632,867	4,508,635	4,275,511
Other comprehensive income				
Revaluation of property, plant and equipment	979,695	280,247	1,160,838	280,247
Actuarial gains/(losses) on defined benefit obligations	(56,676)	(27,904)	(56,676)	(27,904)
Exchange differences on translation of foreign operations	8,279	(5,148)	183,091	(51,107)
Net change in fair value of available-for-sale financial assets	(16,638)	7,512	(24,397)	36,961
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	–	–	1,817	(2,403)
Share of other comprehensive income of equity-accounted investees (net of tax)	12,885	3,685	12,885	3,685
Income tax on other comprehensive income	8,724	2,794	8,724	2,794
Other comprehensive income for the period, net of tax	936,269	261,186	1,286,282	242,273
Total comprehensive income for the period	2,573,514	1,894,053	5,794,917	4,517,784
Attributable to:				
Equity holders of the parent	2,248,790	1,441,196	4,797,863	3,476,149
Non-controlling interests	324,724	452,857	997,054	1,041,635
Total comprehensive income for the period	2,573,514	1,894,053	5,794,917	4,517,784

Current year figures are subject to audit.

COMPANY INCOME STATEMENTS

	Quarter ended 31st March		Year ended 31st March	
	2014 Rs.'000	2013 Rs.'000	2014 Rs.'000	2013 Rs.'000
Revenue	148,890	126,928	612,246	535,500
Revenue tax	(3,141)	(2,620)	(11,519)	(9,960)
Net revenue	145,749	124,308	600,727	525,540
Other operating income	29,006	13,842	650,785	557,466
Employee benefits expense	(106,919)	(96,191)	(375,091)	(326,984)
Depreciation and amortisation	(16,131)	(14,688)	(63,540)	(59,881)
Other operating expenses-indirect	(267,840)	(77,189)	(491,257)	(265,986)
Profit from operations	(216,135)	(49,918)	321,624	430,155
Finance income	137,835	168,514	620,066	694,908
Finance expenses	(116,564)	(131,614)	(518,614)	(557,435)
Net finance income	21,271	36,900	101,452	137,473
Profit before tax	(194,864)	(13,018)	423,076	567,628
Income tax expenses	(7,577)	(7,084)	(13,653)	(11,482)
Profit for the period	(202,441)	(20,102)	409,423	556,146
Earnings per share				
Basic/Diluted (Rs.)	(0.50)	(0.05)	1.01	1.37

Current year figures are subject to audit.

COMPANY STATEMENTS OF COMPREHENSIVE INCOME

	Quarter ended 31st March		Year ended 31st March	
	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000
Profit for the period	(202,441)	(20,102)	409,423	556,146
Other comprehensive income				
Actuarial gains/(losses) on defined benefit obligations	(2,200)	(9,758)	(2,200)	(9,758)
Net change in fair value of available-for-sale financial assets	20	(230)	(2,476)	3,238
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	—	—	—	(1,014)
Other comprehensive income for the period, net of tax	(2,180)	(9,988)	(4,676)	(7,534)
Total comprehensive income for the period	(204,621)	(30,090)	404,747	548,612

Current year figures are subject to audit.

STATEMENT OF FINANCIAL POSITION

As at	Group		Company	
	31.03.2014 Rs.'000	31.03.2013 Rs.'000	31.03.2014 Rs.'000	31.03.2013 Rs.'000
ASSETS				
Non-current assets				
Property, plant & equipment	25,220,921	24,041,780	143,967	141,046
Investment property	1,737,574	1,661,596	3,439,945	3,455,995
Intangible assets	902,600	654,056	53,059	76,037
Leasehold property	1,461,100	1,463,930	–	–
Pre-paid operating leases	1,010,249	980,731	–	–
Finance lease receivables	2,245,884	2,325,091	–	–
Investments in subsidiaries and joint ventures-unquoted	–	–	5,583,951	4,946,407
Investments in subsidiaries-quoted	–	–	2,458,287	2,458,287
Investments in equity-accounted investees	2,094,496	1,931,205	165,000	165,000
Deferred tax assets	220,021	222,147	–	–
Other financial assets	387,248	462,117	181,878	232,403
	<u>35,280,093</u>	<u>33,742,653</u>	<u>12,026,087</u>	<u>11,475,175</u>
Current assets				
Inventories	1,639,400	1,824,723	2,167	2,484
Finance lease receivables	146,948	168,964	–	–
Trade and other receivables	9,312,667	9,972,627	2,768,751	3,315,508
Current tax receivable	241,230	180,918	215,560	168,596
Deposits and prepayments	1,059,688	1,129,843	44,151	53,075
Other financial assets	10,587,572	6,764,163	4,274,439	3,227,060
Cash and short-term deposits	2,728,514	2,217,994	62,504	62,885
	<u>25,716,019</u>	<u>22,259,232</u>	<u>7,367,572</u>	<u>6,829,608</u>
Assets classified as held for sale	149,125	149,125	57,237	57,237
Total Assets	<u>61,145,237</u>	<u>56,151,010</u>	<u>19,450,896</u>	<u>18,362,020</u>
EQUITY AND LIABILITIES				
Equity attributable to equity holders of the parent				
Stated capital	2,135,140	2,135,140	2,135,140	2,135,140
Reserves	13,884,656	12,695,793	6,357,104	6,328,970
Retained earnings	16,238,762	13,222,324	4,437,146	4,669,527
	<u>32,258,558</u>	<u>28,053,257</u>	<u>12,929,390</u>	<u>13,133,637</u>
Non-controlling interests	6,519,706	5,449,444	–	–
Total Equity	<u>38,778,264</u>	<u>33,502,701</u>	<u>12,929,390</u>	<u>13,133,637</u>
Non-current liabilities				
Interest bearing liabilities	7,125,480	6,245,351	3,426,394	2,542,500
Deferred tax liabilities	639,486	504,743	–	–
Employee benefits	576,416	447,390	86,426	73,405
	<u>8,341,382</u>	<u>7,197,484</u>	<u>3,512,820</u>	<u>2,615,905</u>
Current liabilities				
Interest bearing liabilities	1,621,959	1,370,093	371,837	157,500
Provisions	462,771	277,103	–	–
Trade and other payables	6,785,901	7,713,638	2,324,439	2,355,097
Current tax payable	597,793	501,238	–	–
Bank overdrafts and other short-term borrowings	4,557,167	5,588,753	312,410	99,881
	<u>14,025,591</u>	<u>15,450,825</u>	<u>3,008,686</u>	<u>2,612,478</u>
Total Equity and Liabilities	<u>61,145,237</u>	<u>56,151,010</u>	<u>19,450,896</u>	<u>18,362,020</u>
Net Assets per share (Rs.)	79.46	69.10	31.85	32.35

Current year 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 and Managing
& Finance Director

Sgd.
Ms. N. Sivapragasam
Chief Financial Officer

Colombo,
26th May 2014

STATEMENT OF CHANGES IN EQUITY

GROUP

For the year ended 31st March 2014

	Attributable to equity holders of the parent									
	Stated capital	Capital reserves	General reserves	Revaluation reserve	Foreign currency translation reserve	Available for sale reserve	Retained earnings	Total	Non-controlling interests	Total equity
	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 2013	2,135,140	127,521	6,359,580	5,478,094	707,064	23,534	13,222,324	28,053,257	5,449,444	33,502,701
Profit for the period	–	–	–	–	–	–	3,671,870	3,671,870	836,765	4,508,635
Other comprehensive income for the period	–	–	–	1,063,175	111,818	(16,740)	(32,260)	1,125,993	160,289	1,286,282
Total comprehensive income for the period	–	–	–	1,063,175	111,818	(16,740)	3,639,610	4,797,863	997,054	5,794,917
Share of net assets of equity-accounted investees	–	–	–	–	–	–	10,385	10,385	(239)	10,146
Effect of acquisitions, disposals and change in percentage holding in subsidiaries	–	–	–	–	–	–	6,047	6,047	439,525	445,572
Transfer to general reserve	–	–	30,610	–	–	–	(30,610)	–	–	–
Dividends for 2012/2013	–	–	–	–	–	–	(608,994)	(608,994)	–	(608,994)
Dividends paid by subsidiary companies to minority shareholders	–	–	–	–	–	–	–	–	(366,078)	(366,078)
Total contributions and distributions, recognised directly in equity	–	–	30,610	–	–	–	(623,173)	(592,563)	73,209	(519,354)
Balance as at 31st March 2014	2,135,140	127,521	6,390,190	6,541,269	818,882	6,794	16,238,762	32,258,558	6,519,706	38,778,264

For the year ended 31st March 2013

	Attributable to equity holders of the parent									
	Stated capital	Capital reserves	General reserves	Revaluation reserve	Foreign currency translation reserve	Available for sale reserve	Retained earnings	Total	Non-controlling interests	Total equity
	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 2012	2,135,140	127,521	6,327,782	5,269,337	743,671	(13,627)	10,564,698	25,154,522	4,708,800	29,863,322
Profit for the period	–	–	–	–	–	–	3,287,607	3,287,607	987,904	4,275,511
Other comprehensive income for the period	–	–	–	208,757	(36,607)	37,161	(20,769)	188,542	53,731	242,273
Total comprehensive income for the period	–	–	–	208,757	(36,607)	37,161	3,266,838	3,476,149	1,041,635	4,517,784
Share of net assets of equity accounted investees	–	–	–	–	–	–	419	419	187	606
Direct cost on share issue	–	–	–	–	–	–	(8,231)	(8,231)	(2,859)	(11,090)
Effect of acquisitions, disposals and change in percentage holding in subsidiaries	–	–	–	–	–	–	(1,208)	(1,208)	4,496	3,288
Transfer to general reserve	–	–	31,798	–	–	–	(31,798)	–	–	–
Dividends for 2011/2012	–	–	–	–	–	–	(568,394)	(568,394)	–	(568,394)
Dividends paid by subsidiary companies to minority shareholders	–	–	–	–	–	–	–	–	(302,815)	(302,815)
Total contributions and distributions, recognised directly in equity	–	–	31,798	–	–	–	(609,212)	(577,414)	(300,991)	(878,405)
Balance as at 31st March 2013	2,135,140	127,521	6,359,580	5,478,094	707,064	23,534	13,222,324	28,053,257	5,449,444	33,502,701

STATEMENT OF CHANGES IN EQUITY

COMPANY

For the year ended 31st March 2014

	Stated capital	General reserve	Revaluation reserve	Available for sale reserve	Retained earnings	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01st April 2013	2,135,140	6,332,868	–	(3,898)	4,669,527	13,133,637
Profit for the period	–	–	–	–	409,423	409,423
Other comprehensive income for the period	–	–	–	(2,476)	(2,200)	(4,676)
Total comprehensive income for the period	–	–	–	(2,476)	407,223	404,747
Transfer to general reserve	–	30,610	–	–	(30,610)	–
Dividends for 2012/2013	–	–	–	–	(608,994)	(608,994)
Balance as at 31st March 2014	2,135,140	6,363,478	–	(6,374)	4,437,146	12,929,390

For the year ended 31st March 2013

	Stated capital	General reserve	Revaluation reserve	Available for sale reserve	Retained earnings	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01st April 2012	2,135,140	6,301,070	–	(6,122)	4,723,331	13,153,419
Profit for the period	–	–	–	–	556,146	556,146
Other comprehensive income for the period	–	–	–	2,224	(9,758)	(7,534)
Total comprehensive income for the period	–	–	–	2,224	546,388	548,612
Transfer to general reserve	–	31,798	–	–	(31,798)	–
Dividends for 2011/2012	–	–	–	–	(568,394)	(568,394)
Balance as at 31st March 2013	2,135,140	6,301,070	–	(3,898)	4,669,527	13,133,637

CASH FLOW STATEMENTS

<i>For the year ended 31st March</i>	Group		Company	
	2014	2013	2014	2013
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Cash flow from operating activities				
Net profit before taxation	5,409,111	5,025,481	423,076	567,628
Adjustments for				
Depreciation and amortisation	1,449,723	1,349,568	63,540	59,881
Impairment of goodwill	50,000	78,505	–	–
Interest expense	1,146,104	1,327,591	509,732	553,206
(Gain)/loss on disposal of property plant & equipment	107,968	(28,737)	6,855	(8)
Gain/(loss) on disposal of group investments	–	6,523	–	(6,212)
Gain on disposal of available-for-sale financial assets reclassified from equity	(26,570)	(11,089)	–	–
Interest income	(800,721)	(760,887)	(620,066)	(694,908)
Share of equity-accounted investees' (profit)/loss after tax	(156,067)	(177,816)	–	–
Impairment of investments	–	–	159,198	–
Impairment of inventories	133,177	2,749	–	–
Impairment of trade & other receivables	427,285	47,554	26,881	(6)
Net foreign exchange gain	(77,393)	(31,036)	(17,969)	4,772
Provision for retirement benefit obligations	105,312	88,657	17,222	13,742
	2,358,818	1,891,582	145,393	(69,533)
Operating profit before working capital changes	7,767,929	6,917,063	568,469	498,095
(Increase)/decrease in trade and other receivables	232,675	(1,072,570)	519,876	298,950
(Increase)/decrease in inventories	52,146	(44,155)	317	(833)
(Increase)/decrease in deposits & prepayments	70,155	(374,085)	8,924	7,101
Increase/(decrease) in trade and other payables	(929,170)	991,830	(32,091)	25,742
Increase/(decrease) in provisions	185,668	(213,558)	–	–
	(388,526)	(712,538)	497,026	330,960
Cash generated from / (used in) operations	7,379,403	6,204,525	1,065,495	829,055
Interest paid	(1,138,136)	(1,327,591)	(501,764)	(553,206)
Income tax paid	(777,154)	(492,804)	(60,618)	(39,595)
Retirement benefit obligations paid	(54,937)	(59,256)	(6,401)	(6,489)
	(1,970,227)	(1,879,651)	(568,783)	(599,290)
Net cash flow from operating activities	5,409,176	4,324,874	496,712	229,765
Cash flow from investing activities				
Investment in subsidiaries, joint ventures & equity-accounted investees	(169,192)	(4,595)	(796,742)	(107,530)
Effect of changes in percentage holding in subsidiaries & joint ventures	(122,270)	(6,786)	–	–
Purchase of equity and debt securities	–	(88,986)	–	(88,986)
Purchase of property, plant and equipment	(1,353,715)	(2,588,357)	(40,291)	(19,238)
Purchase of intangible assets	(6,834)	(76,156)	(1,531)	(48,461)
Proceeds from disposal of property, plant and equipment	407,047	83,295	7,535	15
Proceeds from disposal of intangible assets	–	73	–	–
Refund of pre-paid lease rentals	–	38,067	–	–
Receipts of finance lease receivables	176,776	92,314	–	–
Proceeds from sale of equity and debt securities	331,096	23,449	47,708	15,930
Proceeds/(purchase) of other financial assets & liabilities (net)	(4,063,091)	(2,101,040)	(1,033,890)	(736,697)
Dividends and dividend taxes paid by subsidiary companies to outside shareholders	(366,078)	(302,815)	–	–
Dividends received from equity-accounted investees	15,807	25,615	–	–
Net cash flow from investing activities	(5,150,454)	(4,905,922)	(1,817,211)	(984,967)

CASH FLOW STATEMENTS – CONTD.

For the year ended 31st March

	Group		Company	
	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000
Cash flow from financing activities				
Interest received from deposits	788,137	692,338	606,918	682,907
Proceeds from interest bearing liabilities	2,489,427	3,366,073	1,265,363	600,000
Repayment of interest-bearing liabilities	(1,458,364)	(3,614,550)	(172,500)	(544,000)
Direct cost on share issue by a subsidiary company	–	(11,090)	–	–
Dividends paid	(607,561)	(567,039)	(607,561)	(567,039)
Net cash flow from financing activities	1,211,639	(134,268)	1,092,220	171,868
Net increase/(decrease) in cash and cash equivalents	1,470,361	(715,316)	(228,279)	(583,334)
Cash and cash equivalents at the beginning of the period (Note A)	(3,299,014)	(2,655,443)	(21,627)	546,338
Cash and cash equivalents at the end of the period	(1,828,653)	(3,370,759)	(249,906)	(36,996)
Cash and cash equivalents at the end of the period				
Cash at bank and in hand & deposits	2,728,514	2,217,994	62,504	62,885
Short-term bank borrowings	(4,557,167)	(5,588,753)	(312,410)	(99,881)
Cash and cash equivalent at the end of the period	(1,828,653)	(3,370,759)	(249,906)	(36,996)
Note A				
Cash and cash equivalents at the beginning of the period				
Cash at bank and in hand & deposits	2,217,994	2,176,837	62,885	819,042
Short-term bank borrowings	(5,588,753)	(4,867,493)	(99,881)	(267,932)
Cash and cash equivalent as previously reported	(3,370,759)	(2,690,656)	(36,996)	551,110
Effect of exchange rate changes	71,745	35,213	15,369	(4,772)
Cash and cash equivalent as restated	(3,299,014)	(2,655,443)	(21,627)	546,338

NOTES TO THE FINANCIAL STATEMENTS

1. Segment analysis

1.1 Segment analysis of Group revenue and profit

For the year ended 31st March	Tourism sector		Cargo logistics sector		Strategic investments		Services sector		Total	
	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000
Total revenue generated	16,965,336	15,503,153	7,326,724	6,351,822	15,337,171	18,286,145	819,643	734,952	40,448,874	40,876,072
Inter - segmental revenue	45,379	24,254	292,738	399,065	208,230	189,267	194,151	178,168	740,498	790,754
Intra-segmental revenue	1,710,134	1,415,907	238,093	209,501	60,654	188,463	26,587	19,412	2,035,468	1,833,283
Total revenue with equity-accounted investees	15,209,823	14,062,992	6,795,893	5,743,256	15,068,287	17,908,415	598,905	537,372	37,672,908	38,252,035
Share of equity-accounted investees' revenue	—	—	—	—	(1,074,813)	(1,112,108)	—	—	(1,074,813)	(1,112,108)
Revenue from external customers	15,209,823	14,062,992	6,795,893	5,743,256	13,993,474	16,796,307	598,905	537,372	36,598,095	37,139,927
Profit from operations	4,250,842	3,451,361	735,552	593,707	552,276	1,336,170	164,322	149,504	5,702,992	5,530,742
Finance income	318,297	278,440	53,994	52,198	407,685	412,051	20,745	18,198	800,721	760,887
Finance expenses	(244,462)	(347,490)	(80,384)	(82,466)	(921,208)	(1,010,095)	(4,615)	(3,913)	(1,250,669)	(1,443,964)
Share of profit of equity-accounted investees (net of tax)	34,987	70,442	—	—	121,080	107,374	—	—	156,067	177,816
Profit before tax	4,359,664	3,452,753	709,162	563,439	159,833	845,500	180,452	163,789	5,409,111	5,025,481
Income tax expense	(635,271)	(517,694)	(145,090)	(143,611)	(78,755)	(57,588)	(41,360)	(31,077)	(900,476)	(749,970)
Profit for the year	3,724,393	2,935,059	564,072	419,828	81,078	787,912	139,092	132,712	4,508,635	4,275,511

1.2 Segment analysis of Group assets

As at 31st March	Tourism sector		Cargo logistics sector		Strategic investments		Services sector		Total	
	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000	2014 Rs. '000	2013 Rs. '000
Segment assets	25,826,279	22,522,866	7,588,941	5,746,893	21,608,719	22,265,162	3,084,568	3,020,419	58,108,507	53,555,340
Investments in equity-accounted investees	1,340,495	1,306,279	—	—	754,001	624,926	—	—	2,094,496	1,931,205
Goodwill on consolidation	—	—	—	—	—	—	—	—	793,109	515,340
Assets classified as held for sale	—	—	—	—	—	—	—	—	149,125	149,125
Total assets	27,166,774	23,829,145	7,588,941	5,746,893	22,362,720	22,890,088	3,084,568	3,020,419	61,145,237	56,151,010

- 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.
- A first & final ordinary dividend of Rs. 1.50 per share for the year ended 31st March 2013 was paid on 15th July 2013, after it was approved at the Annual General Meeting on the 27th June 2013. The total dividend payment for the year ended 31st March 2013 amounted to Rs. 608,994,067.50.
- During the period under review the Group acquired 51% shares in Ports Terminal Limited., through a public-private partnership and took over the managerial and operational responsibilities of the company.
- Aitken Spence Hotel Holdings PLC., a subsidiary company entered into a shareholders' agreement with RIU Hotels of Spain to build a 500 room five star luxury resort in Ahungalla, costing approximately USD 100m.
- There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.
- 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 2013.
- The Board of Directors of the Company resolved to recommend a first and final ordinary dividend of Rs. 2.00 per share for the year 2013/2014 to be approved at the Annual General Meeting.
There were no other material events that occurred after the balance sheet date that require adjustments to or disclosure in the financial statements.
- The accounting policies adopted by the Group are consistent with those adopted in the previous financial year except for the policy on retirement benefits obligations - Gratuity which is revised with the adoption of LKAS 19- Employee Benefits. 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 current year reporting.

NON FINANCIAL INFORMATION

	31.03.2014
1. Stated Capital	
Number of shares represented by the stated capital (31.03.2013 - 405,996,045)	405,996,045
Percentage of shares held by the Public	38.78%
2. Shares Traded	
Market Price per Share - Last traded (Rs.)	97.90
Market Price per Share - Highest (Rs.)	106.50
Market Price per Share - Lowest (Rs.)	97.50

3. Share Holding of Directors

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

Name of Director	Position	31.03-2014	31.03.2013
1 D. H. S. Jayawardena	Chairman	Nil	Nil
2 J. M. S. Brito	Deputy Chairman/ Managing Director	304,495	294,495
3 R. M. Fernando	Director	Nil	Nil
4 M. P. Dissanayake	Director	Nil	Nil
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 V. M. Fernando	Director	Nil	Nil
9 R. N. Asirwatham	Director	1,000	1,000
10 D. S. T. Jayawardena	Director	27,839	N/A

4. Substantial Shareholdings

The twenty largest shareholdings as at 31st March 2014, are as follows;

Name of the Shareholder	Share Holding	%
1 Melstacorp (Private) Limited	166,826,598	41.09
2 Rubicond Enterprises Limited	65,990,145	16.25
3 HSBC International Nominees Limited-BPSS LUX-Aberdeen Global-Asian Smaller Companies Fund	33,563,942	8.27
4 HSBC International Nominees Limited -BPSS LDN- Aberdeen Asia Pacific Equity Fund	17,192,300	4.24
5 Mr. G.C. Wickremasinghe	7,308,240	1.80
6 Employees Provident Fund	6,922,452	1.71
7 HSBC International Nominees Limited -BP2S Luxembourg-Aberdeen Global-Frontier Markets Equity Fund	6,780,000	1.67
8 HSBC International Nominees Limited- SSBT-Aberdeen Institutional Commingled funds, LLC	5,795,500	1.43
9 Placidrange Holdings Limited	5,521,500	1.36
10 HSBC International Nominees Limited -SSBT-National Westminster Bank PLC as depositary of First State Asia Pacific Fund, a sub fund of First State investments ICVC	4,662,254	1.15
11 HSBC International Nominees Limited -BP2S London-Aberdeen New Dawn Investment Trust Xcc6	4,503,555	1.11
12 Milford Exports (Ceylon) (Private) Limited	4,321,500	1.06
13 Mellon Bank N.A.-Florida Retirement System	3,849,615	0.95
14 HSBC International Nominees Limited -BP2S London-Aberdeen Asia Smaller Companies Investment Trust	3,400,000	0.84
15 Stassen Exports Limited	3,244,500	0.80
16 Ms. A.T. Wickremasinghe	3,211,975	0.79
17 Ms. K. Fernando	3,135,070	0.77
18 Mr. G.Wickremasinghe	3,019,090	0.74
19 Banque Pictet & CIE SA	2,789,753	0.69
20 Employees Trust Fund Board	2,621,870	0.65

CORPORATE INFORMATION

as at 31st March 2014

DIRECTORS

Deshamanya D. H. S. Jayawardena - Chairman

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

Dr. R. M. Fernando

Dr. M. P. Dissanayake

Mr. G. C. Wickremasinghe

Mr. C. H. Gomez

Mr. V. M. Fernando

Mr. N. J. de Silva Deva Aditya

Mr. R. N. Asirwatham

Mr. C.R. De Silva P.C. (Appointed on 08th April 2013 & Deceased on 07th November 2013)

Miss. D.S.T. Jayawardena - (Appointed w.e.f. 01st December 2013)

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

SECRETARY

Mr. R. E. V. Casie Chetty

REGISTERED OFFICE

Aitken Spence Tower II

315, Vauxhall Street,

Colombo 02,

Sri Lanka.