

Aitken Spence

Interim Statements
for the year ended 31st March 2023

Aitken Spence[®] 

Aitken Spence PLC

CONSOLIDATED INCOME STATEMENTS

	Quarter ended		Year ended	
	31st March		31st March	
	2023	2022	2023	2022
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Revenue	30,299,949	21,129,490	98,104,323	54,696,051
Revenue taxes	(357,551)	(157,054)	(1,115,329)	(543,819)
Net revenue	29,942,398	20,972,436	96,988,994	54,152,232
Other operating income	(3,545,465)	6,832,802	2,022,132	7,379,831
Changes in inventories of finished goods and work-in-progress	(149,653)	167,871	333,119	354,787
Raw materials and consumables used	(1,427,464)	(1,726,064)	(8,060,012)	(4,047,780)
Employee benefits expense	(4,286,930)	(2,922,134)	(15,132,571)	(9,761,301)
Depreciation and amortisation	(1,768,219)	(1,302,055)	(7,182,160)	(4,882,112)
Other operating expenses-direct	(11,378,984)	(8,478,758)	(35,543,193)	(20,495,269)
Other operating expenses-indirect	(3,878,822)	(1,965,570)	(14,442,470)	(6,313,116)
Profit from operations	3,506,861	11,578,528	18,983,839	16,387,272
Finance income	773,886	339,962	2,884,357	1,160,931
Finance expenses	(3,431,093)	(1,063,394)	(11,736,887)	(4,006,254)
Net finance expense	(2,657,207)	(723,432)	(8,852,530)	(2,845,323)
Share of profit of equity-accounted investees (net of tax)	91,339	98,325	1,070,137	682,231
Profit before tax	940,993	10,953,421	11,201,446	14,224,180
Income tax expense	(179,083)	(1,061,746)	(3,125,077)	(2,068,363)
Profit for the period	761,910	9,891,675	8,076,369	12,155,817
Attributable to:				
Equity holders of the company	(518,761)	8,466,722	6,644,027	10,539,592
Non-controlling interests	1,280,671	1,424,953	1,432,342	1,616,225
Profit for the period	761,910	9,891,675	8,076,369	12,155,817
Earnings / (loss) per share				
Basic/Diluted (Rs.)	(1.28)	20.85	16.36	25.96

The above figures are subject to audit.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 31st March		Year ended 31st March	
	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000
Profit for the period	761,910	9,891,675	8,076,369	12,155,817
Other comprehensive income / (loss)				
<i>Items that will not be reclassified to profit or loss</i>				
Revaluation of property, plant and equipment	3,566,785	950,470	3,566,785	950,470
Actuarial gains / (losses) on defined benefit obligations	(51,294)	287,573	(51,294)	287,573
Equity investments at FVOCI – net change in fair value	848	(3,428)	(1,179)	(5,512)
Share of other comprehensive income of equity-accounted investees (net of tax)	52,301	13,032	52,301	18,287
Income tax on other comprehensive income	(1,859,207)	(48,231)	(1,859,207)	(48,231)
	1,709,433	1,199,416	1,707,406	1,202,587
<i>Items that are or may be reclassified to profit or loss</i>				
Exchange differences on translation of foreign operations	(3,479,944)	7,940,386	2,770,806	7,949,214
Net movement on cash flow hedges	1,103,867	(2,922,112)	(417,788)	(2,715,462)
Share of other comprehensive income of equity-accounted investees (net of tax)	(405,304)	1,104,815	168,399	1,057,476
	(2,781,381)	6,123,089	2,521,417	6,291,228
Other comprehensive income / (loss) for the period, (net of tax)	(1,071,948)	7,322,505	4,228,823	7,493,815
Total comprehensive income / (loss) for the period	(310,038)	17,214,180	12,305,192	19,649,632
Attributable to:				
Equity holders of the company	(1,109,981)	14,592,371	10,249,996	16,719,329
Non-controlling interests	799,943	2,621,809	2,055,196	2,930,303
Total comprehensive income / (loss) for the period	(310,038)	17,214,180	12,305,192	19,649,632

The above figures are subject to audit.

STATEMENTS OF FINANCIAL POSITION

As at	Group		Company	
	31.03.2023 Rs. '000	31.03.2022 Rs. '000	31.03.2023 Rs. '000	31.03.2022 Rs. '000
ASSETS				
Non-current assets				
Property, plant & equipment	105,499,126	95,810,136	83,927	91,384
Investment properties	1,631,581	1,631,904	3,417,456	3,419,339
Intangible assets	1,739,817	1,358,973	58,941	77,044
Biological assets	71,334	69,669	-	-
Right-of-use assets	19,136,841	18,844,699	-	-
Investments in subsidiaries	-	-	14,147,512	13,040,491
Investments in equity-accounted investees	9,238,093	8,564,101	2,659,955	2,659,955
Deferred tax assets	1,619,314	1,336,394	640,002	647,131
Other financial assets	1,028,075	314,359	11,879	14,236
	<u>139,964,181</u>	<u>127,930,235</u>	<u>21,019,672</u>	<u>19,949,580</u>
Current assets				
Inventories	5,274,192	3,858,694	6,828	6,955
Trade and other receivables	21,243,529	21,135,828	5,756,124	4,615,363
Current tax receivable	132,307	111,239	67,015	39,677
Deposits and prepayments	4,265,451	2,086,513	44,034	104,960
Other current assets	27,073,092	25,128,390	20,546,443	19,524,210
Cash and short-term deposits	16,215,515	15,343,546	3,028,386	3,730,842
	<u>74,204,086</u>	<u>67,664,210</u>	<u>29,448,830</u>	<u>28,022,007</u>
Assets classified as held for sale	169,423	1,751,094	72,237	72,237
Total Assets	<u>214,337,690</u>	<u>197,345,539</u>	<u>50,540,739</u>	<u>48,043,824</u>
EQUITY AND LIABILITIES				
Equity				
Stated capital	2,135,140	2,135,140	2,135,140	2,135,140
Reserves	42,525,804	36,649,102	19,069,591	16,825,160
Retained earnings	29,743,417	27,164,516	6,826,177	7,105,888
Total equity attributable to equity holders of the company	<u>74,404,361</u>	<u>65,948,758</u>	<u>28,030,908</u>	<u>26,066,188</u>
Non-controlling interests	11,811,656	11,496,921	-	-
Total Equity	<u>86,216,017</u>	<u>77,445,679</u>	<u>28,030,908</u>	<u>26,066,188</u>
Non-current liabilities				
Interest-bearing loans and borrowings	46,948,858	49,274,764	2,613,456	3,518,534
Lease liabilities	15,713,625	15,835,194	-	-
Deferred tax liabilities	5,581,239	3,176,142	-	-
Employee benefits	1,306,358	1,102,308	106,567	87,629
Other liabilities	418,493	481,452	-	-
	<u>69,968,573</u>	<u>69,869,860</u>	<u>2,720,023</u>	<u>3,606,163</u>
Current liabilities				
Interest-bearing loans and borrowings	9,618,620	8,677,206	1,373,604	1,666,706
Lease liabilities	1,831,047	1,570,210	-	-
Trade and other payables	22,768,646	29,507,402	8,009,291	13,823,465
Current tax payable	1,143,535	658,179	-	-
Bank overdrafts and other short-term borrowings	22,791,252	9,617,003	10,406,913	2,881,302
	<u>58,153,100</u>	<u>50,030,000</u>	<u>19,789,808</u>	<u>18,371,473</u>
Total Equity and Liabilities	<u>214,337,690</u>	<u>197,345,539</u>	<u>50,540,739</u>	<u>48,043,824</u>
Net assets per share (Rs.)	183.26	162.44	69.04	64.20

The above figures are subject to audit.

I certify that the financial statements for the year ended 31st March 2023 are in compliance with the requirements of the Companies Act No. 7 of 2007.

sgd.

Ms. N. Sivapragasam
Chief Financial Officer

For and on behalf of the Board:

sgd.

Deshamanya D.H.S. Jayawardena
Chairman

sgd.

Ms. D.S.T. Jayawardena
Director

sgd.

Dr. M. P. Dissanayake
Deputy Chairman and
Managing Director

Colombo,
25th May 2023

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st March 2023

	Attributable to equity holders of the company										
	Stated capital	Other capital reserves	General reserves	Revaluation reserve	Exchange fluctuation reserve	Fair value reserve	Cash flow hedge 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	Rs '000
Balance as at 01st April 2022	2,135,140	148,440	16,882,827	9,828,214	11,934,302	(15,393)	(2,129,288)	27,164,516	65,948,758	11,496,921	77,445,679
Adjustment on Surcharge tax levied under Surcharge Act	-	-	-	-	-	-	-	(364,951)	(364,951)	(66,820)	(431,771)
Balance as at 01st April 2022 (Adjusted)	2,135,140	148,440	16,882,827	9,828,214	11,934,302	(15,393)	(2,129,288)	26,799,565	65,583,807	11,430,101	77,013,908
Profit for the period	-	-	-	-	-	-	-	6,644,027	6,644,027	1,432,342	8,076,369
Other comprehensive income / (loss) for the period	-	-	-	1,719,485	2,098,820	1,847	(186,726)	(27,457)	3,605,969	622,854	4,228,823
Total comprehensive income / (loss) for the period	-	-	-	1,719,485	2,098,820	1,847	(186,726)	6,616,570	10,249,996	2,055,196	12,305,192
Share of net assets of equity-accounted investees	-	-	-	-	-	-	-	194,542	194,542	(93)	194,449
Transfer to reserves	-	-	2,243,276	-	-	-	-	(2,243,276)	-	-	-
Interim dividends for 2021/2022	-	-	-	-	-	-	-	(1,623,984)	(1,623,984)	-	(1,623,984)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,673,548)	(1,673,548)
Total contributions and distributions, recognised directly in equity	-	-	2,243,276	-	-	-	-	(3,672,718)	(1,429,442)	(1,673,641)	(3,103,083)
Balance as at 31st March 2023	2,135,140	148,440	19,126,103	11,547,699	14,033,122	(13,546)	(2,316,014)	29,743,417	74,404,361	11,811,656	86,216,017

For the year ended 31st March 2022

	Attributable to equity holders of the company										
	Stated capital	Other capital reserves	General reserves	Revaluation reserve	Exchange fluctuation reserve	Fair value reserve	Cash flow hedge 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	Rs '000
Balance as at 01st April 2021	2,135,140	148,440	14,227,074	9,019,561	5,545,133	(10,432)	(915,640)	19,340,780	49,490,056	9,702,142	59,192,198
Profit for the period	-	-	-	-	-	-	-	10,539,592	10,539,592	1,616,225	12,155,817
Other comprehensive income / (loss) for the period	-	-	-	808,653	6,389,169	(4,961)	(1,213,648)	200,524	6,179,737	1,314,078	7,493,815
Total comprehensive income / (loss) for the period	-	-	-	808,653	6,389,169	(4,961)	(1,213,648)	10,740,116	16,719,329	2,930,303	19,649,632
Share of net assets of equity-accounted investees	-	-	-	-	-	-	-	141,856	141,856	7,479	149,335
Acquisition and changes in non-controlling interest	-	-	-	-	-	-	-	3,513	3,513	(3,513)	-
Transfer to reserves	-	-	2,655,753	-	-	-	-	(2,655,753)	-	-	-
Final dividends for 2020/2021	-	-	-	-	-	-	-	(405,996)	(405,996)	-	(405,996)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,139,490)	(1,139,490)
Total contributions and distributions, recognised directly in equity	-	-	2,655,753	-	-	-	-	(2,916,380)	(260,627)	(1,135,524)	(1,396,151)
Balance as at 31st March 2022	2,135,140	148,440	16,882,827	9,828,214	11,934,302	(15,393)	(2,129,288)	27,164,516	65,948,758	11,496,921	77,445,679

COMPANY INCOME STATEMENTS

	Quarter ended 31st December		Nine months ended 31st December	
	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000
Revenue	310,894	201,962	1,142,281	753,861
Revenue tax	(6,634)	-	(11,814)	-
Net revenue	304,260	201,962	1,130,467	753,861
Other operating income /(expense)	(1,541,235)	5,929,707	5,548,437	7,926,339
Employee benefits expense	(292,641)	(202,824)	(931,770)	(663,161)
Depreciation and amortisation	(31,192)	(188,059)	(67,964)	(218,814)
Other operating expenses-indirect	(494,042)	(366,993)	(1,003,455)	(629,474)
Profit / (loss) from operations	(2,054,850)	5,373,793	4,675,715	7,168,751
Finance income	868,338	334,121	3,105,440	1,143,193
Finance expenses	(1,162,124)	(321,565)	(4,187,752)	(1,090,510)
Net finance income / (expense)	(293,786)	12,556	(1,082,312)	52,683
Profit / (loss) before tax	(2,348,636)	5,386,349	3,593,403	7,221,434
Income tax expenses	(267,140)	298,231	(4,494)	278,728
Profit / (loss) for the period	(2,615,776)	5,684,580	3,588,909	7,500,162
Earnings per share				
Basic/Diluted (Rs.)	(6.44)	14.00	8.84	18.47

The above figures are subject to audit.

COMPANY STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 31st December		Nine months ended 31st December	
	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000
Profit / (loss) for the period	(2,615,776)	5,684,580	3,588,909	7,500,162
Other comprehensive income / (loss)				
Items that will not be reclassified to profit or loss				
Actuarial gains / (losses) on defined benefit obligations	(1,943)	30,103	(1,943)	30,103
Equity investments at FVOCI – net change in fair value	63	(2,650)	(2,357)	(2,687)
Income tax on other comprehensive income	4,095	(6,956)	4,095	(6,956)
	2,215	20,497	(205)	20,460
Other comprehensive income / (loss) for the period, (net of tax)	2,215	20,497	(205)	20,460
Total comprehensive income / (loss) for the period	(2,613,561)	5,705,077	3,588,704	7,520,622

The above figures are subject to audit.

COMPANY STATEMENT OF CHANGES IN EQUITY

For the year ended 31st March 2023

	Stated capital	General reserve	Fair value reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2022	2,135,140	16,853,163	(28,003)	7,105,888	26,066,188
Profit for the period	-	-	-	3,588,909	3,588,909
Other comprehensive profit/(loss) for the period	-	-	1,155	(1,360)	(205)
Total comprehensive profit for the period	-	-	1,155	3,587,549	3,588,704
Transfer to general reserve	-	2,243,276	-	(2,243,276)	-
Interim dividends for 2021/2022	-	-	-	(1,623,984)	(1,623,984)
Balance as at 31st March 2023	2,135,140	19,096,439	(26,848)	6,826,177	28,030,908

For the year ended 31st March 2023

	Stated capital	General reserve	Fair value reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2021	2,135,140	14,197,410	(25,585)	2,644,597	18,951,562
Profit for the period	-	-	-	7,500,162	7,500,162
Other comprehensive loss for the period	-	-	(2,418)	22,878	20,460
Total comprehensive profit/(loss) for the period	-	-	(2,418)	7,523,040	7,520,622
Transfer to general reserve	-	2,655,753	-	(2,655,753)	-
Final dividends for 2020/2021	-	-	-	(405,996)	(405,996)
Balance as at 31st March 2022	2,135,140	16,853,163	(28,003)	7,105,888	26,066,188

STATEMENTS OF CASH FLOWS

For the year ended 31st March	Group		Company	
	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000
Cash flow from operating activities				
Profit before taxation	11,201,446	14,224,180	3,593,403	7,221,434
Adjustments for				
Depreciation and amortisation	7,175,187	4,852,204	49,936	42,990
Interest expense	11,393,106	3,835,941	4,183,762	1,086,904
(Gain) / loss on disposal of property plant and equipment	10,709	(15,298)	(30)	(749)
Net gain on termination of lease	(10,511)	-	-	-
Loss on retirement of assets held for sale	72,269	-	-	-
Interest income	(2,884,357)	(1,160,931)	(3,105,440)	(1,143,193)
Gain from bargain purchase	-	(145,613)	-	-
Share of profit of equity-accounted investees (net of tax)	(1,070,137)	(682,231)	-	-
Impairment losses of investments in subsidiaries and equity-accounted investees	-	30,570	18,004	175,400
Impairment losses / (reversals) of inventories	6,973	(662)	24	424
Impairment losses / (reversals) and write offs of trade & other receivables	407,680	(106,758)	292,317	240,904
Movement in assets held for sale	(5,298)	-	-	-
Net foreign exchange (gain) / loss	1,515,911	(3,715,380)	719,738	(4,438,472)
Provision for retirement benefit obligations	242,385	166,825	23,394	23,231
	<u>16,853,917</u>	<u>3,058,667</u>	<u>2,181,705</u>	<u>(4,012,561)</u>
Operating profit before working capital changes	28,055,363	17,282,847	5,775,108	3,208,873
(Increase)/decrease in trade and other receivables	(914,489)	(6,388,992)	(1,433,078)	(904,651)
(Increase)/decrease in inventories	(1,422,471)	(1,495,428)	103	(2,364)
(Increase)/ decrease in deposits & prepayments	(2,178,574)	(910,016)	60,926	(26,501)
Increase/(decrease) in trade and other payables	(6,863,538)	17,268,778	(5,324,876)	7,254,912
Increase/(decrease) in other liabilities	(62,959)	91,159	-	-
	<u>(11,442,031)</u>	<u>8,565,501</u>	<u>(6,696,925)</u>	<u>6,321,396</u>
Cash generated from / (used in) operations	16,613,332	25,848,348	(921,817)	9,530,269
Interest paid	(10,235,334)	(3,093,756)	(4,151,544)	(1,082,317)
Income tax paid	(2,376,819)	(808,656)	(20,607)	(10,673)
Surcharge tax paid	(431,771)	-	-	-
Retirement benefit obligations paid	(108,815)	(149,001)	(6,399)	(4,336)
	<u>(13,152,739)</u>	<u>(4,051,413)</u>	<u>(4,178,550)</u>	<u>(1,097,326)</u>
Net cash flow from operating activities	3,460,593	21,796,935	(5,100,367)	8,432,943
Cash flow from investing activities				
Interest received from deposits	2,872,699	1,154,088	3,104,434	1,143,750
Investment in subsidiaries (Note B)	(1,499,440)	(852,500)	(1,625,000)	(892,152)
Investment inequity-accounted investees	(17,500)	(49,700)	-	(24,625)
Investment in equity and debt securities	(1,044)	(3,128)	(1,044)	(728)
Purchase of property, plant and equipment	(2,965,293)	(1,374,918)	(22,493)	(24,701)
Purchase of intangible assets	(9,053)	(72,670)	-	(69,855)
Purchase of investment property	-	(631)	-	(631)
Purchase of biological assets	(2,539)	(7,754)	-	-
Proceeds from disposal of property, plant and equipment	20,435	53,707	30	794
Proceeds from sale of equity and debt securities	2,007	2,160	2,007	2,160
Proceeds / (purchase) of other financial assets and liabilities (net)	(1,546,181)	(5,641,431)	(655,375)	(2,147,119)
Proceeds on retirement of assets held for sale	1,878,448	-	-	-
Dividends paid to non-controlling interests	(1,673,548)	(1,139,490)	-	-
Dividends received from equity-accounted investees	828,794	442,662	-	-
	<u>(2,112,215)</u>	<u>(7,489,605)</u>	<u>802,559</u>	<u>(2,013,107)</u>
Net cash flow from investing activities	(2,112,215)	(7,489,605)	802,559	(2,013,107)

STATEMENTS OF CASH FLOWS – CONTD.

For the year ended 31st March	Group		Company	
	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000
Cash flow from financing activities				
Proceeds from interest-bearing loans and borrowings	321,921	1,217,750	-	1,003,750
Repayment of interest-bearing loans and borrowings	(9,457,668)	(2,368,915)	(1,914,753)	(1,306,500)
Payment of lease liabilities	(1,887,444)	(1,439,891)	-	-
Dividends paid to equity holders of the parent	(1,613,307)	(402,984)	(1,613,307)	(402,984)
Net cash flow from financing activities	(12,636,498)	(2,994,040)	(3,528,060)	(705,734)
Net increase/(decrease) in cash and cash equivalents	(11,288,120)	11,313,290	(7,825,868)	5,714,102
Cash and cash equivalents at the beginning of the period (Note A)	4,712,383	(5,586,747)	447,341	(4,864,562)
Cash and cash equivalents at the end of the period	(6,575,737)	5,726,543	(7,378,527)	849,540
Cash and cash equivalents at the end of the period				
Cash at bank and in hand & deposits	16,215,515	15,343,546	3,028,386	3,730,842
Short-term bank borrowings	(22,791,252)	(9,617,003)	(10,406,913)	(2,881,302)
Cash and cash equivalent at the end of the period	(6,575,737)	5,726,543	(7,378,527)	849,540

Note A

Cash and cash equivalents at the beginning of the period

Cash at bank and in hand & deposits	15,343,546	7,978,916	3,730,842	2,404,940
Short-term bank borrowings	(9,617,003)	(15,082,668)	(2,881,302)	(8,220,397)
Cash and cash equivalent as previously reported	5,726,543	(7,103,752)	849,540	(5,815,457)
Effect of exchange rate changes	(1,014,160)	1,517,005	(402,199)	950,895
Cash and cash equivalent as restated	4,712,383	(5,586,747)	447,341	(4,864,562)

Note B

Acquisition of subsidiary

During the period under review Aitken Spence PLC acquired 100% of the shareholding of Sagasolar Power (Pvt) Ltd. The fair values of assets and liabilities acquired in respect of this investment are included below;

	Rs. '000
Non-current assets	(1,985,278)
Current assets	(326,780)
Non-current liabilities	1,026,939
Current liabilities	216,483
Total identifiable net assets acquired	(1,068,636)
Goodwill on acquisition	(331,364)
Purchase consideration transferred	(1,400,000)
Cash and cash equivalents acquired	(99,440)
Net cash outflow on acquisition of the company	(1,499,440)

NOTES TO THE FINANCIAL STATEMENTS

1. Segment analysis

1.1 Segment analysis of Group revenue and profit

	Tourism sector		Maritime & logistics sector		Strategic investments		Services sector		Total	
	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000	2023 Rs.'000	2022 Rs.'000
<i>For the year ended 31st March</i>										
Total revenue generated	60,465,501	31,538,122	30,180,487	20,405,164	22,796,025	11,974,497	2,352,959	2,393,756	115,794,972	66,311,539
Less: Inter-segmental revenue	45,244	28,964	432,744	308,965	701,445	435,736	218,805	162,978	1,398,238	936,643
Less: Intra-segmental revenue	4,320,621	1,827,205	1,208,534	634,521	1,286,943	1,086,326	82,637	46,447	6,898,735	3,594,499
Total revenue with equity-accounted investees	56,099,636	29,681,953	28,539,209	19,461,678	20,807,637	10,452,435	2,051,517	2,184,331	107,497,999	61,780,397
Share of equity-accounted investees revenue	(270,421)	(171,450)	(5,871,524)	(4,883,532)	(3,251,731)	(2,029,364)	-	-	(9,393,676)	(7,084,346)
Revenue from external customers	55,829,215	29,510,503	22,667,685	14,578,146	17,555,906	8,423,071	2,051,517	2,184,331	98,104,323	54,696,051
Profit from operations	7,874,908	4,765,137	6,080,458	4,320,516	4,453,310	6,588,673	575,163	712,946	18,983,839	16,387,272
Finance income	1,277,850	413,997	1,042,397	253,824	491,830	465,551	72,280	27,559	2,884,357	1,160,931
Finance expenses	(6,452,213)	(2,539,037)	(301,277)	(183,825)	(4,851,419)	(1,259,599)	(131,978)	(23,793)	(11,736,887)	(4,006,254)
Share of profit / (loss) of equity-accounted investees (net of tax)	(374,028)	(188,517)	996,034	542,037	449,769	337,451	(1,638)	(8,740)	1,070,137	682,231
Profit before tax	2,326,517	2,451,580	7,817,612	4,932,552	543,490	6,132,076	513,827	707,972	11,201,446	14,224,180
Income tax expense	(1,591,146)	(1,015,735)	(1,562,772)	(978,161)	113,293	94,863	(84,452)	(169,330)	(3,125,077)	(2,068,363)
Profit for the period	735,371	1,435,845	6,254,840	3,954,391	656,783	6,226,939	429,375	538,642	8,076,369	12,155,817

1.2 Segment analysis of Group assets

	Tourism sector		Maritime & logistics sector		Strategic investments		Services sector		Total	
	31.03.2023 Rs.'000	31.03.2022 Rs.'000	31.03.2023 Rs.'000	31.03.2022 Rs.'000	31.03.2023 Rs.'000	31.03.2022 Rs.'000	31.03.2023 Rs.'000	31.03.2022 Rs.'000	31.03.2023 Rs.'000	31.03.2022 Rs.'000
<i>As at</i>										
Segment assets	116,903,639	106,554,203	23,241,765	29,977,117	66,287,330	57,880,216	5,746,153	4,752,256	212,178,887	199,163,792
Investments in equity-accounted investees	19,960	402,334	7,072,741	6,373,405	2,111,946	1,753,279	33,446	35,083	9,238,093	8,564,101
Goodwill on consolidation									1,630,105	1,211,816
Assets classified as held for sale									169,423	1,751,094
Eliminations / adjustments									(8,878,818)	(13,345,264)
Total assets	116,923,599	106,956,537	30,314,506	36,350,522	68,399,276	59,633,495	5,779,599	4,787,339	214,337,690	197,345,539

NOTES TO THE FINANCIAL STATEMENTS - CONTD.

1. Basis of preparation

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 the Sri Lanka Accounting Standards - LKAS 34 - Interim Financial Reporting.

The accounting policies have been consistently applied by the Group and are consistent with those used in the previous financial 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 current reporting.

2. Dividends paid

An interim ordinary dividend of Rs. 4.00 per share for the year ended 31st March 2022 was paid in accordance with the listing rules of the Colombo Stock Exchange, after it was approved by the Board of Directors of the Company on 11th May 2022. Total dividend paid was Rs. 1,623,984,180/-

3. Fair value measurement and related fair value disclosures

As at reporting date there were no significant differences in the comparison made between the fair value and carrying value of financial assets and liabilities, from that which was disclosed in the annual report for the year ending 31st March 2022. There were no transfers between different levels of fair value hierarchy or changes to assets classes classified on recurring and non-recurring basis. Valuation techniques or significant unobservable inputs used for measuring level 2 and level 3 fair values remains unchanged from 31st March 2022.

During the period under review there were no transfers in and out of level 3 financial instrument measurement and any change in fair values are captured in the statement of other comprehensive income.

Unquoted equity shares that are subjected to level 3 of fair value measurement hierarchy, were revalued as at the reporting date. Fair value would not significantly vary if one or more unobservable inputs used for valuation were changed.

4. Contingencies, capital and other commitments

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 contingencies and other commitments, which were disclosed in the annual report for the year ended 31st March 2022.

5. Surcharge tax

As per the Surcharge Tax Act No. 14 of 2022 which was certified on 8th April 2022, the Group is liable for the surcharge tax of Rs. 431.8 million for the year of assessment 2020/21. The surcharge tax thus calculated shall be deemed to be an expenditure for the year ended 31st March 2021. Since the Act supersedes the requirements of the Sri Lanka Accounting Standards, the surcharge tax expense is accounted as an adjustment to the 01st April 2022 opening retained earnings in the Group's Statement of Changes in Equity as recommended by the "Addendum to the Statement of Alternative Treatment (SoAT) on Accounting for Surcharge Tax" issued by the Institute of Chartered Accountants of Sri Lanka, in August 2022. The Group paid Rs. 431.8 million, in two instalments on 20th April 2022 and 20th July 2022 as stipulated by the Surcharge Tax Act.

6. Income tax and Deferred tax

Inland Revenue (Amendment) Act No 45 of 2022 was certified by the Speaker on 19th December 2022 and is implemented from 1st October 2022. The Income tax and Deferred tax charge have been provided based on the new tax rates specified in the Amendment Act and the cumulative impact of the tax rate changes has been adjusted during the year ended 31st March 2023 as per LKAS 12 -Income Taxes.

7. Disposal of assets classified as held for sale

During the period under review subsidiary company Ace Resorts (Pvt) Ltd., disposed its leasehold rights of the Raafushi Island which was previously included under assets classified as held for sale.

8. Acquisition of Sagasolar Power (Pvt) Ltd

Aitken Spence PLC acquired 100% of the shareholding of Sagasolar Power (Pvt) Ltd., which operates a 10 MW solar power project in Hambantota, Sri Lanka, on 05th July 2022 for a total consideration of Rs.1.4 billion.

9. Events after the reporting period

There were no material events that occurred after the reporting date that require adjustments to or disclosure in the financial statements.

NOTES TO THE FINANCIAL STATEMENTS - CONTD.

NON FINANCIAL INFORMATION

	31.03.2023
1. Stated Capital	
Number of shares represented by the stated capital (31.03.2022 - 405,996,045)	405,996,045
Number of public shareholders	4,347
Percentage of shares held by the public	47.52%
Floated adjusted market capitalisation - Rs.'000	25,272,508
As the floated adjusted market capitalisation is over 10.0 billion, Aitken Spence PLC complies under option 1 with the minimum public holding requirement.	
2. Shares Traded	
Market Price per Share - Last traded (Rs.)	133.05
Market Price per Share - Highest (Rs.)	155.00
Market Price per Share - Lowest (Rs.)	125.00
3. Shareholding of Directors	
The number of shares held by the Board of Directors are as follows ;	

	Name of Director	Position	31.03.2023	31.03.2022
1	Deshamanya D.H.S. Jayawardena	Chairman	Nil	Nil
2	Dr. M.P. Dissanayake	Deputy Chairman and Managing Director	Nil	Nil
3	Dr. R.M. Fernando	Director	Nil	Nil
4	Ms. D.S.T. Jayawardena	Director	27,839	27,839
5 (a)	Mr. J.M.S. Brito	Director	174,126	279,126
5 (b)	People's Leasing & Finance PLC / Mr. J.M.S. Brito and Mrs. B.S. Brito	Director	200,000	313,495
6	Mr. C.H. Gomez	Director	Nil	Nil
7	Mr. N. J. de S. Deva Aditya	Director	Nil	Nil
8	Mr. R.N. Asirwatham	Director	1,000	1,000
8	Mr. C.R. Jansz *	Director	Nil	Nil
9	Mr. M.A.N.S. Perera **	Director/ Alternate Director to Mr. N.J. de S. Deva Aditya	Nil	Nil
10	Mr. G.C. Wickremasinghe ***	Director	7,308,240	7,308,240
11	Mr. A.L. Gooneratne ****	Alternate Director to Mr. N.J. de S. Deva Aditya	Nil	Nil

* Appointed to the Board w.e.f. 14th February 2023

** Appointed as a Director w.e.f. 25th April 2023 and as an Alternate Director to Mr. N.J. de S. Deva Aditya w.e.f. 02nd January 2023.

*** Resigned from the Board w.e.f. 30th November 2022.

**** Resigned from the office of Alternate Director to Mr. N.J. de S. Deva Aditya w.e.f. 1st July 2022.

4. Substantial Shareholdings

The twenty largest shareholding as at 31st March 2023 are as follows ;

	Name of the Share Holder	Shareholding	%
1	Melstacorp PLC	208,410,213	51.33
2	Rubicond Enterprises Limited	65,990,145	16.25
3	Employees' Provident Fund	20,590,978	5.07
4	Citibank New York S/A Norges Bank Account 2	10,779,412	2.66
5	Estate of the Late Mr. G.C. Wickremasinghe	7,308,240	1.80
6	SSBT-Sunsuper Pty. Ltd. as Trustee for Sunsuper Superannuation Fund	6,787,374	1.67
7	Finco Holdings (Private) Limited	6,483,061	1.60
8	Citibank Hong Kong S/A Hostplus Pooled Superannuation Trust	6,017,027	1.48
9	Placidrange Holdings Limited	5,521,500	1.36
10	Northern Trust Company S/A Hosking Global Fund PLC	4,212,935	1.04
11	Miss. A.T. Wickremasinghe	3,211,975	0.79
12	Mrs. K. Fernando	3,135,070	0.77
13	Employees Trust Fund Board	2,571,870	0.63
14	Milford Exports (Ceylon) (Private) Limited	2,232,978	0.55
15	Mr. G.Wickremasinghe	2,210,000	0.54
16	Stassen Exports (Private) Limited	2,029,980	0.50
17	Hatton National Bank PLC - Senfin Growth Fund	1,864,676	0.46
18	Union Assurance PLC-Universal Life Fund	1,534,626	0.38
19	Bank of Ceylon No. 1 Account	1,391,150	0.34
20	SSBT-Commonwealth Bank Group Super	1,383,691	0.34

NOTES TO THE FINANCIAL STATEMENTS - CONTD.

CORPORATE INFORMATION

as at 31st March 2023

DIRECTORS

Deshamanya D.H.S. Jayawardena - Chairman
Dr. M.P. Dissanayake - Deputy Chairman and Managing Director
Dr. R.M. Fernando
Ms. D.S.T. Jayawardena
Mr. J.M.S. Brito
Mr. C.H. Gomez
Mr. N.J. de S. Deva Aditya
Mr. R.N. Asirwatham
Mr. C.R. Jansz – Appointed w.e.f. 14th February 2023
Mr. M.A.N.S. Perera – Appointed w.e.f. 25th April 2023
Mr. G.C. Wickremasinghe - Resigned w.e.f. 30th November 2022.

ALTERNATE DIRECTORS

Mr. M.A.N.S. Perera - Alternate Director to Mr. N.J. de S. Deva Aditya - Appointed w.e.f. 02.01.2023
Mr. A.L. Gooneratne - Alternate Director to Mr. N.J. de S. Deva Aditya - Resigned w.e.f. 01.07.2022

SECRETARIES

Aitken Spence Corporate Finance (Private) Limited.

REGISTERED OFFICE

315, Vauxhall Street,
Colombo 02.
Sri Lanka