

INTERIM CONDENSED FINANCIAL STATEMENTS
 CONSOLIDATED INCOME STATEMENT

	Note	Quarter ended 31 December			Nine months ended 31 December		
		2018	2017	Change %	2018	2017	Change %
Continuing operations							
Sale of goods		15,196,245	12,828,933	18	43,559,080	37,655,669	16
Revenue from contracts with customers		15,196,245	12,828,933	18	43,559,080	37,655,669	16
Cost of sales		(13,727,556)	(11,490,263)	19	(39,421,575)	(32,947,234)	20
Gross profit		1,468,689	1,338,670	10	4,137,505	4,708,435	(12)
Other operating income		464,474	442,477	5	1,258,568	1,120,992	12
Selling and distribution expenses		(635,602)	(439,128)	45	(1,808,471)	(1,373,929)	32
Administrative expenses		(457,384)	(385,135)	19	(1,328,174)	(1,116,841)	19
Other operating expenses		(291,237)	(182,197)	60	(801,807)	(553,745)	45
Results from operating activities		548,940	774,687	(29)	1,457,621	2,784,912	(48)
Finance cost		(199,940)	(8,109)	2,366	(410,465)	(11,699)	3,409
Finance income		12,142	35,058	(65)	46,736	96,217	(51)
Net Finance income/(cost)		(187,798)	26,949	(797)	(363,729)	84,518	(530)
Share of results of equity accounted investees		-	(2,129)	(100)	-	(9,949)	(100)
Profit before tax		361,142	799,507	(55)	1,093,892	2,859,481	(62)
Tax expense	6	(9,680)	(236,319)	(96)	(312,082)	(869,495)	(64)
Profit for the period		351,462	563,188	(38)	781,810	1,989,986	(61)
Attributable to:							
Equity holders of the parent		351,462	563,188	(38)	781,810	1,989,986	(61)
		LKR	LKR		LKR	LKR	
Earnings per share							
Basic		3.70	5.93		8.23	20.94	
Dividend per share							
		-	-		8.00	8.00	

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
 CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 31 December		Nine months ended 31 December	
	2018	2017	2018	2017
Profit for the period	351,462	563,188	781,810	1,989,986
Other comprehensive income				
Other comprehensive income to be reclassified to income statement in subsequent periods				
Share of other comprehensive income of equity accounted investees	-	6,517	-	45,035
Net other comprehensive income to be reclassified to income statement in subsequent periods	-	6,517	-	45,035
Total comprehensive income for the period, net of tax	351,462	569,705	781,810	2,035,021
Attributable to:				
Equity holders of the parent	351,462	569,705	781,810	2,035,021
	351,462	569,705	781,810	2,035,021

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at	31.12.2018	31.03.2018
ASSETS		
Non-current assets		
Property, plant and equipment	17,159,366	12,868,657
Lease rentals paid in advance	143,993	146,263
Investment property	228,601	228,601
Intangible assets	309,818	165,481
Non-current financial assets	5,665,201	5,610,834
Deferred tax assets	73,643	-
Other non-current assets	1,123,869	866,355
	24,704,491	19,886,191
Current assets		
Inventories	4,979,690	4,092,670
Trade and other receivables	2,656,136	2,584,748
Amounts due from related parties	11,350	2,803
Other current assets	1,463,730	1,506,373
Short-term investments	-	923,276
Cash in hand and at bank	521,856	552,083
	9,632,762	9,661,953
Total assets	34,337,253	29,548,144
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Stated capital	918,200	918,200
Revenue reserves	11,589,907	11,568,431
Other components of equity	1,256,481	1,196,142
Total equity	13,764,588	13,682,773
Non-current liabilities		
Interest-bearing loans and borrowings	1,583,333	1,958,333
Deferred tax liabilities	1,456,509	1,389,306
Employee benefit liabilities	567,883	491,866
Other non-current liabilities	139,808	172,921
Other deferred liabilities	25,084	36,925
	3,772,617	4,049,351
Current liabilities		
Trade and other payables	7,678,697	6,413,243
Amounts due to related parties	292,317	213,365
Income tax liabilities	120,584	197,504
Interest-bearing loans and borrowings	500,000	500,000
Other current liabilities	1,645,449	1,408,161
Bank overdrafts	6,563,001	3,083,747
	16,800,048	11,816,020
Total equity and liabilities	34,337,253	29,548,144
	LKR	LKR
Net assets per share	144.83	143.97

Note : All values are in LKR '000s, unless otherwise stated.
The above figures are not audited.

I certify that the financial statements comply with the requirements of the Companies Act No.7 of 2007.

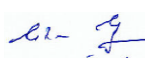


P N Fernando
Chief Financial Officer

The Board of Directors is responsible for these Financial Statements.



D P Gamlath
Director



J G A Cooray
Director

28 January 2019

INTERIM CONDENSED FINANCIAL STATEMENTS
CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months ended 31 December	Note	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before working capital changes	A	2,784,687	3,602,757
(Increase) / Decrease in inventories		(887,020)	(303,470)
(Increase) / Decrease in trade and other receivables		(71,388)	28,655
(Increase) / Decrease in amounts due from related parties		(8,547)	1,030
(Increase) / Decrease in other current assets		42,643	(301,669)
(Increase) / Decrease in non-current financial assets		(54,367)	(35,594)
(Increase) / Decrease in other non-current assets		(257,514)	(173,641)
Increase / (Decrease) in trade and other payables		1,265,455	1,550,787
Increase / (Decrease) in amounts due to related parties		78,952	40,394
Increase / (Decrease) in other current liabilities		237,288	171,398
Increase / (Decrease) in other deferred liabilities		(11,841)	(10,755)
Increase / (Decrease) in other non-current liabilities		(33,113)	(18,676)
Cash generated from operations		3,085,235	4,551,216
Finance income received		46,736	96,217
Finance costs paid		(410,465)	(11,699)
Tax paid		(395,443)	(1,143,064)
Employee Benefit (Gratuity) paid		(33,973)	(32,986)
Net cash flow from operating activities		2,292,090	3,459,684
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES			
Purchase and construction of property, plant and equipment		(5,420,864)	(3,984,523)
Purchase of intangible assets		(170,734)	(14,052)
Proceeds from sale of property, plant and equipment		2,085	15,900
Net cash flow used in investing activities		(5,589,513)	(3,982,675)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES			
Dividend paid to equity holders of parent		(760,320)	(760,320)
Dividend paid to preference shareholders		(14)	(14)
Proceeds from long term borrowings		-	1,623,000
Repayment of long term borrowings		(375,000)	(15,000)
Net cash flow from/(used in) financing activities		(1,135,334)	847,666
NET INCREASE IN CASH AND CASH EQUIVALENTS		(4,432,757)	324,675
CASH AND CASH EQUIVALENTS AT THE BEGINNING		(1,608,388)	(107,708)
CASH AND CASH EQUIVALENTS AT THE END		(6,041,145)	216,967
ANALYSIS OF CASH AND CASH EQUIVALENTS			
Favourable balances			
Short-term investments		-	1,059,723
Cash in hand and at bank		521,856	596,477
Unfavourable balances			
Bank overdrafts		(6,563,001)	(1,439,233)
Total Cash and cash equivalents		(6,041,145)	216,967

Note : All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
 CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months ended 31 December

	2018	2017
A. Profit before working capital changes		
Profit before tax	1,093,892	2,859,481
Adjustments for:		
Finance income	(46,736)	(96,217)
Finance cost	410,465	11,699
Share-based payment expense	60,339	70,951
Share of results of equity accounted investees	-	9,949
Gain on Lease rights forgone	-	(13,339)
Depreciation of property, plant and equipment	971,705	665,025
(Gain)/loss on sale of property, plant and equipment	156,049	(5,054)
Amortization of lease rentals paid in advance	2,270	1,926
Amortization of intangible assets	26,713	9,343
Employee benefit provisions and related costs	109,990	88,993
	2,784,687	3,602,757

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
 CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of parent						Total Equity
	Stated capital	ESOP reserve	Revaluation reserve	Foreign currency translation reserve	Cash flow hedge reserve	Revenue reserves	
As at 1 April 2017	918,200	270,721	947,588	867,703	82,825	10,102,361	13,189,398
Profit for the period	-	-	-	-	-	1,989,986	1,989,986
Other comprehensive income	-	-	-	23,309	21,726	-	45,035
Total comprehensive income	-	-	-	23,309	21,726	1,989,986	2,035,021
Share based payments	-	70,951	-	-	-	-	70,951
Final dividend paid - 2016/17	-	-	-	-	-	(760,320)	(760,320)
Preference dividend paid - 2016/17	-	-	-	-	-	(14)	(14)
Changes of holding in equity accounted investees	-	-	-	-	-	(116,865)	(116,865)
As at 31 December 2017	918,200	341,672	947,588	891,012	104,551	11,215,148	14,418,171
As at 1 April 2018	918,200	365,091	831,051	-	-	11,568,431	13,682,773
Profit for the period	-	-	-	-	-	781,810	781,810
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	781,810	781,810
Share based payments	-	60,339	-	-	-	-	60,339
Final dividend paid - 2017/18	-	-	-	-	-	(760,320)	(760,320)
Preference dividend paid - 2017/18	-	-	-	-	-	(14)	(14)
As at 31 December 2018	918,200	425,430	831,051	-	-	11,589,907	13,764,588

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
 COMPANY INCOME STATEMENT

	Note	Quarter ended 31 December			Nine months ended 31 December		
		2018	2017	Change %	2018	2017	Change %
Continuing operations							
Sale of goods		2,552,296	3,035,073	(16)	8,558,028	9,975,473	(14)
Revenue from contracts with customers		2,552,296	3,035,073	(16)	8,558,028	9,975,473	(14)
Cost of sales		(1,809,626)	(2,137,528)	(15)	(5,946,671)	(6,635,883)	(10)
Gross profit		742,670	897,545	(17)	2,611,357	3,339,590	(22)
Dividend income		-	-	-	278,088	291,023	(4)
Other operating income		46,902	23,007	104	131,012	45,711	187
Selling and distribution expenses		(401,279)	(339,339)	18	(1,223,877)	(1,110,028)	10
Administrative expenses		(152,286)	(162,140)	(6)	(486,142)	(492,127)	(1)
Other operating expenses		(80,974)	(65,950)	23	(221,143)	(225,255)	(2)
Results from operating activities		155,033	353,123	(56)	1,089,295	1,848,914	(41)
Finance cost		(6,129)	(32)	19,053	(9,972)	(667)	1,395
Finance income		9,761	31,018	(69)	37,247	69,768	(47)
Net finance income		3,632	30,986	(88)	27,275	69,101	(61)
Profit before tax		158,665	384,109	(59)	1,116,570	1,918,015	(42)
Tax expense	6	(54,078)	(111,489)	(51)	(266,136)	(464,150)	(43)
Profit for the period		104,587	272,620	(62)	850,434	1,453,865	(42)
		LKR	LKR		LKR	LKR	
Dividend per share		-	-		8.00	8.00	

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
COMPANY STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 31 December		Nine months ended 31 December	
	2018	2017	2018	2017
Profit for the period	104,587	272,620	850,434	1,453,865
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period, net of tax	104,587	272,620	850,434	1,453,865

Note : All values are in LKR '000s, unless otherwise stated.
Figures in brackets indicate deductions.
The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
COMPANY STATEMENT OF FINANCIAL POSITION

As at	31.12.2018	31.03.2018
ASSETS		
Non-current assets		
Property, plant and equipment	4,064,122	4,121,686
Investment property	228,601	228,601
Intangible assets	4,266	5,775
Investments in subsidiaries	2,939,157	2,479,782
Non-current financial assets	5,543,680	5,521,876
Other non-current assets	55,436	50,414
	12,835,262	12,408,134
Current assets		
Inventories	1,052,006	1,079,965
Trade and other receivables	1,395,811	1,712,353
Amounts due from related parties	107,753	42,365
Other current assets	177,703	146,549
Short-term investments	-	489,065
Cash in hand and at bank	254,774	212,072
	2,988,047	3,682,369
Total assets	15,823,309	16,090,503
EQUITY AND LIABILITIES		
Stated capital	918,200	918,200
Revenue reserves	10,530,213	10,440,113
Other components of equity	1,051,685	1,008,804
Total equity	12,500,098	12,367,117
Non-current liabilities		
Deferred tax liabilities	836,749	843,864
Employee benefit liabilities	426,924	374,189
Other non-current liabilities	139,808	172,921
	1,403,481	1,390,974
Current liabilities		
Trade and other payables	1,000,178	1,158,883
Amounts due to related parties	18,591	1,087
Income tax liabilities	120,579	144,402
Other current liabilities	464,775	879,802
Bank overdrafts	315,607	148,238
	1,919,730	2,332,412
Total equity and liabilities	15,823,309	16,090,503
	LKR	LKR
Net assets per share	131.52	130.13

Note : All values are in LKR '000s, unless otherwise stated.
The above figures are not audited.

I certify that the financial statements comply with the requirements of the Companies Act No.7 of 2007.

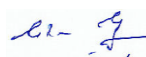


P N Fernando
Chief Financial Officer

The Board of Directors is responsible for these Financial Statements.



D P Gamlath
Director



J G A Cooray
Director

28 January 2019

INTERIM CONDENSED FINANCIAL STATEMENTS

COMPANY STATEMENT OF CASH FLOWS

For the nine months ended 31 December

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,116,570	1,918,015
Adjustments for:		
Finance income	(37,247)	(69,768)
Dividend income	(278,088)	(291,023)
Finance cost	9,972	667
Depreciation of property, plant and equipment	367,460	352,930
Loss on sale of property, plant and equipment	10,253	2,593
Amortization of intangible assets	1,825	2,556
Share based payment expenses	42,881	50,313
Employee benefit provisions and related costs	76,719	58,205
Profit before working capital changes	1,310,345	2,024,488
(Increase) / Decrease in inventories	27,959	255,837
(Increase) / Decrease in trade and other receivables	316,542	370,218
(Increase) / Decrease in amounts due from related parties	(65,388)	(15,113)
(Increase) / Decrease in other current assets	(31,154)	(151,793)
(Increase) / Decrease in non-current financial assets	(21,804)	(37,277)
(Increase) / Decrease in other non-current assets	(5,022)	(14,481)
Increase / (Decrease) in trade and other payables	(158,704)	20,719
Increase / (Decrease) in amounts due to related parties	17,504	10,510
Increase / (Decrease) in other current liabilities	(415,027)	(89,765)
Increase / (Decrease) in other non-current liabilities	(33,113)	(18,676)
Cash generated from operations	942,138	2,354,667
Finance income received*	27,872	69,768
Finance expenses paid	(9,972)	(667)
Tax paid	(297,075)	(768,737)
Employee Benefit (Gratuity) paid	(23,984)	(16,319)
Net cash flow from operating activities	638,979	1,638,712
CASH FLOWS FROM/ (USED IN) INVESTING ACTIVITIES		
Purchase and construction of property, plant and equipment	(320,657)	(308,839)
Purchase of intangible assets	-	(386)
Investment in subsidiary	(450,000)	(50,000)
Dividend income received	278,088	291,023
Proceeds from sale of property, plant and equipment	192	193
Net cash flow used in investing activities	(492,377)	(68,009)
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES		
Dividend paid to equity holders	(760,320)	(760,320)
Dividend paid to preference shareholders	(14)	(14)
Repayment of long term borrowings	-	(15,000)
Net cash flow used in financing activities	(760,334)	(775,334)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(613,732)	795,369
CASH AND CASH EQUIVALENTS AT THE BEGINNING	552,899	207,119
CASH AND CASH EQUIVALENTS AT THE END	(60,833)	1,002,488
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Favourable balances		
Short-term investments	-	1,030,394
Cash in hand and at bank	254,774	176,171
Unfavourable balances		
Bank overdrafts	(315,607)	(204,077)
Total cash and cash equivalents	(60,833)	1,002,488

* Excludes inter company notional guarantee income

Note : All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
 COMPANY STATEMENT OF CHANGES IN EQUITY

	Stated capital	ESOP reserve	Revaluation reserve	Revenue reserves	Total Equity
As at 1 April 2017	918,200	160,065	903,042	9,477,355	11,458,662
Profit for the period	-	-	-	1,453,865	1,453,865
Total comprehensive income	-	-	-	1,453,865	1,453,865
Share based payments	-	50,313	-	-	50,313
Final dividend paid - 2016/17	-	-	-	(760,320)	(760,320)
Preference dividend paid - 2016/17	-	-	-	(14)	(14)
As at 31 December 2017	918,200	210,378	903,042	10,170,886	12,202,506
As at 1 April 2018	918,200	228,433	780,371	10,440,113	12,367,117
Profit for the period	-	-	-	850,434	850,434
Total comprehensive income	-	-	-	850,434	850,434
Share based payments	-	42,881	-	-	42,881
Final dividend paid - 2017/18	-	-	-	(760,320)	(760,320)
Preference dividend paid - 2017/18	-	-	-	(14)	(14)
As at 31 December 2018	918,200	271,314	780,371	10,530,213	12,500,098

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS
OPERATING SEGMENT INFORMATION

Business segments

The following tables present revenue, profit information and other disclosures regarding Group's business segments.

For the Quarter ended 31 December	Manufacturing		Retail		Group Total	
	2018	2017	2018	2017	2018	2017
Goods transferred at a point in time - External revenue	3,102,229	2,965,757	12,094,016	9,863,176	15,196,245	12,828,933
- Inter segment revenue	92,363	69,316	-	-	92,363	69,316
Total Segment revenue	3,194,592	3,035,073	12,094,016	9,863,176	15,288,608	12,898,249
Eliminations of inter segment revenue					(92,363)	(69,316)
Net revenue from contracts with customers					15,196,245	12,828,933
Segment result	280,989	341,869	265,584	431,666	546,573	773,535
Finance cost	(66,725)	(32)	(133,215)	(8,077)	(199,940)	(8,109)
Finance income	7,026	31,646	5,116	3,412	12,142	35,058
Share of results of equity accounted investees	-	-	-	-	-	(2,129)
Eliminations / adjustments	-	-	-	-	2,367	1,152
Profit before tax	221,290	373,483	137,485	427,001	361,142	799,507
Tax expense	31,201	(111,665)	(40,881)	(124,654)	(9,680)	(236,319)
Profit for the period	252,491	261,818	96,604	302,347	351,462	563,188
Capital Expenditure	449,816	1,722,482	1,488,263	576,718	1,938,079	2,299,200
Depreciation of Property, Plant and Equipment	168,359	118,092	196,407	114,331	364,766	232,423
Amortization of Intangible Assets	693	860	12,771	195	13,464	1,055
Amortization of lease rentals paid in advance	757	756	-	-	757	756
Employee benefit provisions and related costs	30,553	19,338	11,853	12,168	42,406	31,506

Inter-segment revenue and inter-company balances are eliminated on consolidation

Note : All values are in LKR '000s, unless otherwise stated.
Figures in brackets indicate deductions.
The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS

OPERATING SEGMENT INFORMATION

Business segments

The following tables present revenue, profit information and other disclosures regarding Group's business segments.

For the nine months ended 31 December	Manufacturing		Retail		Group Total	
	2018	2017	2018	2017	2018	2017
Goods transferred at a point in time - External revenue	9,667,098	9,753,033	33,891,982	27,902,636	43,559,080	37,655,669
- Inter segment revenue	249,242	222,440	-	-	249,242	222,440
Total revenue from contracts with customers	9,916,340	9,975,473	33,891,982	27,902,636	43,808,322	37,878,109
Eliminations of inter segment revenue					(249,242)	(222,440)
Net revenue from contracts with customers					43,559,080	37,655,669
Segment result	1,246,601	1,833,531	490,076	1,235,315	1,736,677	3,068,846
Finance cost	(145,278)	(674)	(265,187)	(11,025)	(410,465)	(11,699)
Finance income	33,035	72,534	13,701	23,683	46,736	96,217
Share of results of equity accounted investees	-	-	-	-	-	(9,949)
Eliminations / adjustments	-	-	-	-	(279,056)	(283,934)
Profit before tax	1,134,358	1,905,391	238,590	1,247,973	1,093,892	2,859,481
Tax expense	(192,493)	(464,925)	(119,589)*	(404,570)*	(312,082)	(869,495)
Profit for the period	941,865	1,440,466	119,001	843,403	781,810	1,989,986
Reportable Segment Assets	12,288,019	10,349,169	16,384,893	10,934,263	28,600,783	21,237,184
Capital Expenditure	1,485,118	2,214,629	4,106,480	1,783,946	5,591,598	3,998,575
Reportable Segment Liabilities	6,565,750	4,984,043	14,060,455	8,152,153	20,572,665	13,101,822
Depreciation of Property, Plant and Equipment	460,462	352,976	511,243	312,049	971,705	665,025
Amortization of Intangible Assets	1,953	2,556	24,760	6,787	26,713	9,343
Amortization of lease rentals paid in advance	2,270	1,926	-	-	2,270	1,926
Employee benefit provisions and related costs	77,342	58,205	32,648	30,788	109,990	88,993

Inter-segment revenue and inter-company balances are eliminated on consolidation

Segment Asset do not include Goodwill, Investment Property, Investment in Subsidiaries, Investment in equity accounted investees and unquoted equity investments

* Retail segment tax expense includes tax on consolidation adjustments

Note : All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The above figures are not audited.

INTERIM CONDENSED FINANCIAL STATEMENTS

NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

1 CORPORATE INFORMATION

Ceylon Cold Stores PLC is a Public Limited Company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. Ordinary shares of the Company are listed on the Colombo Stock Exchange.

2 INTERIM CONDENSED FINANCIAL STATEMENTS

The Consolidated Financial Statements for the period ended 31 December 2018, comprise "the Company" referring to Ceylon Cold Stores PLC as the Holding Company and "the Group" referring to the companies whose accounts have been consolidated therein.

3 APPROVAL OF FINANCIAL STATEMENTS

The interim condensed financial statements of the Group and the Company for the nine months ended 31 December 2018 were authorized for issue by the Board of Directors on 28 January 2019.

4 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES

4.1 Basis of Preparation

The interim condensed consolidated financial statements for the 9 months ended 31 December 2018 have been prepared in accordance with LKAS 34 Interim Financial Reporting.

There is no material change in the fair value and the underlying unobservable inputs used for fair valuing during the period, as compared with 31 March 2018.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 March 2018.

4.2 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 March 2018, except for the adoption of new standards effective as of 1 April 2018. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The Group applies, for the first time, SLFRS 15 Revenue from Contracts with Customers and SLFRS 9 Financial Instruments that require restatement of previous financial statements. As required by LKAS 34, the nature and effect of these changes are disclosed below.

Several other amendments and interpretations apply for the first time in 2018, but do not have an impact on the interim condensed consolidated financial statements of the Group.

SLFRS 15 Revenue from Contracts with Customers

SLFRS 15 supersedes LKAS 11 Construction Contracts, LKAS 18 Revenue and related Interpretations and it applies to all revenue arising from contracts with customers, unless those contracts are in the scope of other standards. The new standard establishes a five-step model to account for revenue arising from contracts with customers. Under SLFRS 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract.

The Group adopted SLFRS 15 using the full retrospective method of adoption. Based on the assessment performed the Group concluded that SLFRS 15 does not have a material impact on Group's consolidated financial statements.

Sale of goods

Under SLFRS 15, revenue is recognised upon satisfaction of performance obligation. The revenue recognition occurs at a point in time when control of the asset is transferred to the customer, generally on delivery of the goods.

Rendering of services

Under SLFRS 15, the Group determines at contract inception whether it satisfies the performance obligation over time or at a point in time. For each performance obligation satisfied overtime, the Group recognises the revenue over time by measuring the progress towards complete satisfaction of that performance obligation.

INTERIM CONDENSED FINANCIAL STATEMENTS

NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

SLFRS 9 Financial Instruments

SLFRS 9 Financial Instruments replaces LKAS 39 Financial Instruments: Recognition and Measurement for annual periods beginning on or after 1 April 2018, bringing together all three aspects of the accounting for financial instruments: classification and measurement; impairment; and hedge accounting.

With the exception of hedge accounting, which the Group applied prospectively, the Group has applied SLFRS 9 retrospectively, with the initial application date of 1 April 2018. The Group has taken an exception not to restate comparative information for prior periods with respect to classification and measurement requirements.

Classification and measurement

Except for certain trade receivables, under SLFRS 9, the Group initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs.

Under SLFRS 9, debt financial instruments are subsequently measured at fair value through profit or loss (FVPL), amortised cost, or fair value through other comprehensive income (FVOCI). The classification is based on two criteria: the Group's business model for managing the assets; and whether the instruments' contractual cash flows represent 'solely payments of principal and interest' (SPPI) on the principal amount outstanding.

The new classification and measurement of the Group's debt financial assets are, as follows:

Debt instruments at amortised cost for financial assets that are held within a business model with the objective to hold the financial assets in order to collect contractual cash flows that meet the SPPI criterion. This category includes the Group's Trade and other receivables, and Loans included under Other non-current financial assets.

Other financial assets are classified and subsequently measured, as follows:

Equity instruments at FVOCI, with no recycling of gains or losses to profit or loss on derecognition. This category only includes equity instruments, which the Group intends to hold for the foreseeable future and which the Group has irrevocably elected to so classify upon initial recognition or transition. The Group classified its unquoted equity instruments as equity instruments at FVOCI. Equity instruments at FVOCI are not subject to an impairment assessment under SLFRS 9. Under LKAS 39, the Group's unquoted equity instruments were classified as AFS financial assets.

The assessment of the Group's business models was made as of the date of initial application, 1 April 2018, and then applied retrospectively to those financial assets that were not derecognised before 1 April 2018. The assessment of whether contractual cash flows on debt instruments are solely comprised of principal and interest was made based on the facts and circumstances as at the initial recognition of the assets.

The accounting for the Group's financial liabilities remains largely the same as it was under LKAS 39. Similar to the requirements of LKAS 39, SLFRS 9 requires contingent consideration liabilities to be treated as financial instruments measured at fair value, with the changes in fair value recognised in the statement of profit or loss.

Impairment

The adoption of SLFRS 9 has fundamentally changed the Group's accounting for impairment losses for financial assets by replacing LKAS 39's incurred loss approach with a forward-looking expected credit loss (ECL) approach.

SLFRS 9 requires the Group to record an allowance for ECLs for all loans and other debt financial assets not held at FVPL.

ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

For trade and other receivables, the Group has applied the standard's simplified approach and has calculated ECLs based on lifetime expected credit losses.

INTERIM CONDENSED FINANCIAL STATEMENTS
 NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

Hedge accounting

The Group applied hedge accounting prospectively. At the date of the initial application, all of the Group's existing hedging relationships were eligible to be treated as continuing hedging relationships. Consistent with prior periods, the Group has continued to designate the change in fair value of the entire forward contract in the Group's cash flow hedge relationships and, as such, the adoption of the hedge accounting requirements of SLFRS 9 had no significant impact on the Group's financial statements.

5 OPERATING SEGMENTS

For management purposes, the Group is organized into business units based on their products and services and has two reportable operating segments as follows:

- Manufacturing
- Retail

6 TAX

For the nine months ended 31 December

	Group		Company	
	2018	2017	2018	2017

In LKR'000s

Income statement				
Current income tax	318,523	774,226	273,252	454,255
Deferred tax charge	(6,441)	95,269	(7,116)	9,895
	312,082	869,495	266,136	464,150

INTERIM CONDENSED FINANCIAL STATEMENTS
NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

7 RELATED PARTY TRANSACTIONS

For the nine months ended 31 December
In LKR '000s

Group
2018 2017
Company
2018 2017

Transactions with related parties

Ultimate parent

Sale of goods	743	629	-	-
Receiving of services	(272,234)	(133,268)	(63,622)	(51,915)

Subsidiaries

Sale of goods	-	-	304,161	222,440
Purchase of goods	-	-	(33,824)	-
Rendering of services	-	-	50,639	-
Receiving of services	-	-	(20,414)	(15,364)
Investment in equity	-	-	(450,000)	(50,000)
Dividends received	-	-	278,088	291,023
Guarantee income	-	-	9,375	-

Companies under common control

Sale of goods	4,193	6,908	868	3,128
Purchase of goods	(685,743)	(602,357)	(1,120)	(4,261)
Rendering of services	11,336	24,341	10,067	17,117
Receiving Services	(874,812)	(517,511)	(49,218)	(50,335)

Key Management personnel (KMP)

Sale of goods	-	-	-	-
---------------	---	---	---	---

Close family members of KMP

Sale of goods	-	-	-	-
---------------	---	---	---	---

Post employment benefit plan

Contributions to the provident fund	(75,711)	(76,666)	(73,432)	(71,440)
-------------------------------------	----------	----------	----------	----------

Transactions with related parties - equity accounted investees of Ultimate Parent

Receiving Services	(10,606)	(11,650)	(9,946)	(11,650)
Interest received	144	1,485	144	406

8 Share information

8.1 Stated capital

Stated capital is represented by number of shares in issue as given below:

As at	31-12-2018	30-09-2018
Ordinary shares	95,040,000	95,040,000
Preference shares	25,000	25,000

8.2 Net assets per share

Net assets per share has been calculated, for all periods, based on the number of shares in issue as at 31 December 2018.

8.3 Market price per share

For the quarter ended 31 December	2018 Rs.	2017 Rs.
Highest	830.00	1,029.00
Lowest	700.00	823.00
Last traded	718.00	949.90

8.4 Public share holdings

Percentage of shares held by the public and the number of public shareholders is given below:

As at	31-12-2018	30-09-2018
Public share holding (%)	18.55%	18.55%
Public share holders	1,773	1,754
Compliant under option 01 - Float adjusted market capitalization (LKR Mn)	12,658	14,966

The Company is compliant under option 01 of the minimum threshold requirements for the Main Board of CSE, as per section 7.6 of the listing rules of CSE.

INTERIM CONDENSED FINANCIAL STATEMENTS
NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

8.5 Directors' share holdings

The number of shares held by the Board of Directors (including their spouses) are as follows:

As at	31-12-2018	30-09-2018
Mr. K.N.J. Balendra - Chairman (Appointed w.e.f 01.01.2019)	81,904	81,904
Mr. J.G.A.Cooray	Nil	Nil
Mr. D. P. Gamlath	Nil	Nil
Mr. M. Hamza	1,000	1,000
Dr.R.S.W Wijeratnam	Nil	Nil
Ms.S.T. Ratwatte	Nil	Nil
Mr. S.C. Ratnayake – (Resigned w.e.f 31.12.2018)	3,344	3,344
Mr. J.R Gunaratne - (Resigned w.e.f 30.06.2018)	Nil	Nil

8.6 Twenty largest shareholders of the company are as follows:

As at	31-12-2018		30-09-2018	
	Number of shares	%	Number of shares	%
1 John Keells Holdings PLC	67,155,812	70.66%	67,155,812	70.66%
2 Whittall Boustead (Pvt) Ltd	10,165,392	10.70%	10,165,392	10.70%
3 GF Capital Global Limited	1,994,241	2.10%	1,994,241	2.10%
4 HSBC Intl Nominees Ltd-Bbh Luxfidelity Funds-Pacific	1,768,673	1.86%	1,768,673	1.86%
5 HSBC Intl Nom Ltd-Bbh-Matthews Emerging Asia Fund	1,387,119	1.46%	1,387,119	1.46%
6 HSBC Intl Nominees Ltd-Jpmlu-T Rowe Price Funds SICAV	941,908	0.99%	1,040,178	1.09%
7 Global Sea Foods (Pvt) Ltd	532,261	0.56%	469,638	0.49%
8 Standard Chartered Bank Mauritius S/A Chambers Street global fund	455,819	0.48%	455,819	0.48%
9 HSBC Intl Nom Ltd - BBH - Fidelity Funds	398,433	0.42%	398,433	0.42%
10 HSBC Intl Nom Ltd-Jpmcb Na-Fidelity Asian Values PLC	285,174	0.30%	285,174	0.30%
11 Life Insurance Corporation of India	272,912	0.29%	272,912	0.29%
12 Sisira Investors Limited	259,132	0.27%	259,132	0.27%
13 HSBC International Nominees Ltd-Ssbt-Deutsche Bank Ag Singapore A/C 01	242,153	0.25%	242,153	0.25%
14 Ayenka Holdings Private Limited	201,849	0.21%	201,849	0.21%
15 Est Of Late M. Radhakrishnan (Deceased)	169,256	0.18%	169,256	0.18%
16 J.R.Printer (Deceased)	167,936	0.18%	167,936	0.18%
17 Seylan Bank PLC/Channa Nalin Rajahmoney	163,754	0.17%	163,754	0.17%
18 JPMCB-T.Rowe Price Institutional Frontier Markets Equity Fund	156,914	0.17%	158,535	0.17%
19 Merrill J.Fernando & Sons (Pvt) Ltd	150,848	0.16%	150,848	0.16%
20 Mr. M.V. Theagarajah	133,548	0.14%	133,548	0.14%

9 Dividends paid

Final dividend of Rs 8.00 per share for the financial year ended 31 March 2018 was paid on 18 June 2018.

10 Comparative Information

The presentation and classification of the financial statements of the previous year have been amended, where relevant for better presentation and to be comparable with those of the current year.

11 Contingencies, capital and other commitments

There has been no significant change in the nature of the contingencies and other commitments, which were disclosed in the annual report for the year ended 31 March 2018.

12 Appointments and resignations of Directors

Mr. K N J Balendra Non-Executive Non-Independent Director was appointed Chairman of the Board of Ceylon Cold Stores PLC with effect from 01st January 2019.

Mr. S C Ratnayake – Chairman and Non-Executive Non-Independent Director resigned from the Board of Ceylon Cold Stores PLC with effect from the 31st of Decemb 2018 upon his retirement from employment at John Keells Holdings PLC.

Mr. J R Gunaratne Non-Executive Non-Independent Director resigned from the Board of Ceylon Cold Stores PLC with effect from the 30th of June 2018.

13 Events after the reporting period

There have been no events subsequent to the reporting date other than the appointment of the new chairman, which require disclosure in the interim condensed Financial Statements.