

INTERIM CONDENSED FINANCIAL STATEMENTS
CONSOLIDATED INCOME STATEMENT

	Note	Quarter ended 31 March			Year ended 31 March		
		2019	2018	Change %	2019	2018	Change %
Goods transferred at a point in time		15,500,932	13,286,761	17	59,060,012	50,942,430	16
Total Revenue from contracts with customers		15,500,932	13,286,761	17	59,060,012	50,942,430	16
Cost of sales		(13,689,145)	(11,866,376)	15	(52,925,421)	(44,813,610)	18
Gross profit		1,811,787	1,420,385	28	6,134,591	6,128,820	0
Other operating income		636,294	437,345	45	1,709,563	1,558,337	10
Selling and distribution expenses		(602,418)	(424,636)	42	(2,410,889)	(1,798,565)	34
Administrative expenses		(409,312)	(356,449)	15	(1,737,486)	(1,473,290)	18
Other operating expenses		(288,328)	(221,346)	30	(1,090,135)	(775,091)	41
Results from operating activities		1,148,023	855,299	34	2,605,644	3,640,211	(28)
Finance cost		(236,436)	(20,257)	1,067	(646,901)	(31,956)	1,924
Finance income		11,736	34,276	(66)	58,472	130,493	(55)
Net Finance income/(cost)		(224,700)	14,019	(1,703)	(588,429)	98,537	(697)
Change in fair value of investment property		25,433	21,559	18	25,433	21,559	18
Share of results of equity accounted investees		-	-	-	-	(9,949)	(100)
Profit before tax		948,756	890,877	6	2,042,648	3,750,358	(46)
Tax expense	6	(420,401)	(313,408)	34	(732,483)	(1,182,903)	(38)
Profit for the period		528,355	577,469	(9)	1,310,165	2,567,455	(49)
Attributable to:							
Equity holders of the parent		528,355	577,469	(9)	1,310,165	2,567,455	(49)
		LKR	LKR		LKR	LKR	
Earnings per share							
Basic		5.56	6.08		13.79	27.01	
Dividend per share		7.00	7.00		15.00	15.00	

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 March		Year ended 31 March	
	2019	2018	2019	2018
Profit for the period	528,355	577,469	1,310,165	2,567,455
Other comprehensive income				
Other comprehensive income to be reclassified to income statement in subsequent periods				
Share of other comprehensive income of equity accounted investees	-	-	-	45,035
Changes of holding in equity accounted investees	-	(684,763)	-	(684,763)
Net other comprehensive income to be reclassified to income statement in subsequent periods	-	(684,763)	-	(639,728)
Other comprehensive income not to be reclassified to income statement in subsequent periods				
Re-measurement gain / (loss) on defined benefit plans	(629)	18,562	(629)	18,562
Revaluation of land and buildings	162,620	75,238	162,620	75,238
Net gain/(loss) on equity instruments at fair value through other comprehensive income	5,393	-	5,393	-
Net other comprehensive income not to be reclassified to income statement in subsequent periods	167,384	93,800	167,384	93,800
Tax on other comprehensive income	(46,454)	(196,908)	(46,454)	(196,908)
Other comprehensive income for the period, net of tax	120,930	(787,871)	120,930	(742,836)
Total comprehensive income for the period, net of tax	649,285	(210,402)	1,431,095	1,824,619
Attributable to:				
Equity holders of the parent	649,285	(210,402)	1,431,095	1,824,619
	649,285	(210,402)	1,431,095	1,824,619

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
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INTERIM CONDENSED FINANCIAL STATEMENTS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at	31.03.2019	31.03.2018
ASSETS		
Non-current assets		
Property, plant and equipment	18,121,188	12,868,657
Lease rentals paid in advance	143,237	146,263
Investment property	254,034	228,601
Intangible assets	461,672	165,481
Non-current financial assets	7,272,653	5,610,834
Other non-current assets	1,233,160	866,355
	27,485,944	19,886,191
Current assets		
Inventories	5,087,829	4,092,670
Trade and other receivables	3,153,862	2,584,748
Amounts due from related parties	3,753	2,803
Other current assets	1,071,050	1,506,373
Short-term investments	52,010	923,276
Cash in hand and at bank	713,817	552,083
	10,082,321	9,661,953
Total assets	37,568,265	29,548,144
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Stated capital	918,200	918,200
Revenue reserves	11,451,973	11,568,431
Other components of equity	3,029,785	1,196,142
Total equity	15,399,958	13,682,773
Non-current liabilities		
Interest-bearing loans and borrowings	1,458,333	1,958,333
Deferred tax liabilities	1,620,348	1,389,306
Employee benefit liabilities	534,213	491,866
Other non-current liabilities	158,612	209,846
	3,771,506	4,049,351
Current liabilities		
Trade and other payables	7,367,446	6,413,243
Amounts due to related parties	301,971	213,365
Income tax liabilities	151,240	197,504
Short-term borrowings	1,646,315	-
Interest-bearing loans and borrowings	500,000	500,000
Other current liabilities	1,006,296	1,408,161
Bank overdrafts	7,423,533	3,083,747
	18,396,801	11,816,020
Total equity and liabilities	37,568,265	29,548,144
	LKR	LKR
Net assets per share	162.04	143.97

Note : All values are in LKR '000s, unless otherwise stated.
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I certify that the financial statements comply with the requirements of the Companies Act No.07 of 2007.

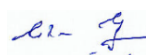


P N Fernando
Chief Financial Officer

The Board of Directors is responsible for these Financial Statements.



D P Gamlath
Director



J G A Cooray
Director

22nd May 2019

INTERIM CONDENSED FINANCIAL STATEMENTS
CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 March	Note	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before working capital changes	A	4,334,898	4,785,969
(Increase) / Decrease in inventories		(995,159)	(552,128)
(Increase) / Decrease in trade and other receivables		(569,114)	(356,834)
(Increase) / Decrease in amounts due from related parties		(950)	2,767
(Increase) / Decrease in other current assets		435,323	(833,757)
(Increase) / Decrease in non-current financial assets*		(38,567)	(47,708)
(Increase) / Decrease in other non-current assets		(366,805)	(299,126)
Increase / (Decrease) in trade and other payables		954,203	1,608,276
Increase / (Decrease) in amounts due to related parties		88,606	58,223
Increase / (Decrease) in other current liabilities		(401,865)	402,242
Increase / (Decrease) in other non-current liabilities		(51,234)	(39,108)
Cash generated from operations		3,389,336	4,728,816
Finance income received **		58,472	130,493
Finance costs paid		(646,901)	(31,956)
Tax paid /set off against tax credits and refunds		(579,598)	(1,374,477)
Employee benefit (Gratuity) paid / transferred		(76,155)	(54,876)
Net cash flow from operating activities		2,145,154	3,398,000
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES			
Purchase and construction of property, plant and equipment		(6,584,271)	(5,633,862)
Purchase of intangible assets		(340,267)	(27,599)
Proceeds from sale of property, plant and equipment		9,365	1,254
Net cash flow used in investing activities		(6,915,173)	(5,660,207)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES			
Dividend paid to equity holders of parent		(1,425,600)	(1,425,600)
Dividend paid to preference shareholders		(14)	(14)
Proceeds from interest-bearing loans and borrowings		-	2,243,808
Repayment of interest-bearing loans and borrowings		(500,000)	(56,667)
Proceeds from/(repayment of) other financial liabilities (net)		1,646,315	-
Net cash flow from/(used in) financing activities		(279,299)	761,527
NET INCREASE IN CASH AND CASH EQUIVALENTS		(5,049,318)	(1,500,680)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		(1,608,388)	(107,708)
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		(6,657,706)	(1,608,388)
ANALYSIS OF CASH AND CASH EQUIVALENTS			
Favourable balances			
Short-term investments		52,010	923,276
Cash in hand and at bank		713,817	552,083
Unfavourable balances			
Bank overdrafts		(7,423,533)	(3,083,747)
Total Cash and cash equivalents		(6,657,706)	(1,608,388)

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

*Excludes unquoted equity investment

**Excludes inter company notional guarantee income

INTERIM CONDENSED FINANCIAL STATEMENTS
 CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31st March

2019

2018

	2019	2018
A. Profit before working capital changes		
Profit before tax	2,042,648	3,750,358
Adjustments for:		
Finance income	(58,472)	(130,493)
Finance cost	646,901	31,956
Share-based payment expense	79,284	94,370
Share of results of equity accounted investees	-	9,949
Change in fair value of investment property	(25,433)	(21,559)
Realised Gain on Lease rights forgone	-	(13,339)
Depreciation of property, plant and equipment	1,306,908	911,407
Amotisation of intangible assets	45,755	13,274
Loss on sale of property, plant and equipment	176,408	34,915
Amortization of lease rentals paid in advance	3,026	11,180
Employee benefit provisions and related costs	117,873	93,951
	4,334,898	4,785,969

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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	Fair value reserve of financial assets at FVOCI	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 year	-	-	-	-	-	-	2,567,455	2,567,455
Other comprehensive income	-	-	(116,537)	23,309	21,726	-	13,429	(58,073)
Changes of holding in equity accounted investees	-	-	-	(891,012)	(104,551)	-	310,800	(684,763)
Total comprehensive income	-	-	(116,537)	(867,703)	(82,825)	-	2,891,684	1,824,619
Share based payment transactions	-	94,370	-	-	-	-	-	94,370
Final dividend paid - 2016/17	-	-	-	-	-	-	(760,320)	(760,320)
Preference share dividend paid - 2016/17	-	-	-	-	-	-	(14)	(14)
Interim dividend paid - 2017/18	-	-	-	-	-	-	(665,280)	(665,280)
As at 31 March 2018	918,200	365,091	831,051	-	-	-	11,568,431	13,682,773
Impact of adoption of SLFRS 9								
Impact of reclassifying financial investments from AFS held at cost to FVOCI	-	-	-	-	-	1,617,859	-	1,617,859
Deferred tax on SLFRS 9 transitional adjustments	-	-	-	-	-	14,561	-	14,561
As at 1 April 2018	918,200	365,091	831,051	-	-	1,632,420	11,568,431	15,315,193
Profit for the year	-	-	-	-	-	-	1,310,165	1,310,165
Other comprehensive income	-	-	117,085	-	-	4,854	(1,009)	120,930
Total comprehensive income	-	-	117,085	-	-	4,854	1,309,156	1,431,095
Share based payment transactions	-	79,284	-	-	-	-	-	79,284
Final dividend paid - 2017/18	-	-	-	-	-	-	(760,320)	(760,320)
Preference share dividend paid - 2017/18	-	-	-	-	-	-	(14)	(14)
Interim dividend paid 2018/19	-	-	-	-	-	-	(665,280)	(665,280)
As at 31 March 2019	918,200	444,375	948,136	-	-	1,637,274	11,451,973	15,399,958

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INTERIM CONDENSED FINANCIAL STATEMENTS
COMPANY INCOME STATEMENT

	Note	Quarter ended 31 March			Year ended 31 March		
		2019	2018	Change %	2019	2018	Change %
Goods transferred at a point in time		3,067,292	3,673,782	(17)	11,625,320	13,649,255	(15)
Total Revenue from contracts with customers		3,067,292	3,673,782	(17)	11,625,320	13,649,255	(15)
Cost of sales		(1,961,708)	(2,544,538)	(23)	(7,908,379)	(9,180,421)	(14)
Gross profit		1,105,584	1,129,244	(2)	3,716,941	4,468,834	(17)
Dividend income		434,814	455,037	-	712,902	746,060	(4)
Other operating income		143,164	19,874	620	274,176	65,585	318
Selling and distribution expenses		(426,035)	(298,601)	43	(1,649,912)	(1,408,629)	17
Administrative expenses		(189,603)	(152,209)	25	(675,745)	(644,336)	5
Other operating expenses		(103,747)	(101,489)	2	(324,890)	(326,744)	(1)
Results from operating activities		964,177	1,051,856	(8)	2,053,472	2,900,770	(29)
Finance cost		(1,474)	(6)	24,467	(11,446)	(673)	1,601
Finance income		9,656	33,720	(71)	46,903	103,488	(55)
Net finance income		8,182	33,714	(76)	35,457	102,815	(66)
Change in fair value of investment property		25,433	21,559	18	25,433	21,559	18
Profit before tax		997,792	1,107,129	(10)	2,114,362	3,025,144	(30)
Tax expense	6	(161,672)	(184,124)	(12)	(427,808)	(648,274)	(34)
Profit for the period		836,120	923,005	(9)	1,686,554	2,376,870	(29)
		LKR	LKR		LKR	LKR	
Dividend per share		7.00	7.00		15.00	15.00	

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Figures in brackets indicate deductions.
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INTERIM CONDENSED FINANCIAL STATEMENTS
 COMPANY STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 31 March		Year ended 31 March	
	2019	2018	2019	2018
Profit for the period	836,120	923,005	1,686,554	2,376,870
Other comprehensive income				
Other comprehensive income not to be reclassified to income statement in subsequent periods				
Re-measurement gain/(loss) on defined benefit plans	5,826	15,883	5,826	15,883
Revaluation of land and buildings	89,779	66,719	89,779	66,719
Net gain/(loss) on equity instruments at fair value through other comprehensive income	5,393	-	5,393	-
Net other comprehensive income not to be reclassified to income statement in subsequent periods	100,998	82,602	100,998	82,602
Tax on other comprehensive income	(27,308)	(193,771)	(27,308)	(193,771)
Other comprehensive income for the period, net of tax	73,690	(111,169)	73,690	(111,169)
Total comprehensive income for the period, net of tax	909,810	811,836	1,760,244	2,265,701

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INTERIM CONDENSED FINANCIAL STATEMENTS
COMPANY STATEMENT OF FINANCIAL POSITION

As at	31.03.2019	31.03.2018
ASSETS		
Non-current assets		
Property, plant and equipment	4,136,237	4,121,686
Investment property	254,034	228,601
Intangible assets	3,700	5,775
Investments in subsidiaries	2,942,282	2,479,782
Non-current financial assets	7,152,805	5,521,876
Other non-current assets	56,896	50,414
	14,545,954	12,408,134
Current assets		
Inventories	1,119,560	1,079,965
Trade and other receivables	1,616,420	1,712,353
Amounts due from related parties	58,569	42,365
Other current assets	90,155	146,549
Short-term investments	52,010	489,065
Cash in hand and at bank	249,623	212,072
	3,186,337	3,682,369
Total assets	17,732,291	16,090,503
EQUITY AND LIABILITIES		
Stated capital	918,200	918,200
Revenue reserves	10,705,248	10,440,113
Other components of equity	2,766,013	1,008,804
Total equity	14,389,461	12,367,117
Non-current liabilities		
Deferred tax liabilities	867,135	843,864
Employee benefit liabilities	375,993	374,189
Other non-current liabilities	137,590	172,921
	1,380,718	1,390,974
Current liabilities		
Trade and other payables	1,151,572	1,158,883
Amounts due to related parties	5,414	1,087
Income tax liabilities	151,240	144,402
Other current liabilities	413,509	879,802
Bank overdrafts	240,377	148,238
	1,962,112	2,332,412
Total equity and liabilities	17,732,291	16,090,503
	LKR	LKR
Net assets per share	151.40	130.13

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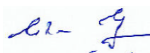


P N Fernando
Chief Financial Officer

The Board of Directors is responsible for these Financial Statements.



D P Gamlath
Director



J G A Cooray
Director

22nd May 2019

INTERIM CONDENSED FINANCIAL STATEMENTS

COMPANY STATEMENT OF CASH FLOWS

For the year ended 31 March

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	2,114,362	3,025,144
Adjustments for:		
Finance income	(46,903)	(103,488)
Dividend income	(712,902)	(746,060)
Finance cost	11,446	673
Change in fair value of investment property	(25,433)	(21,559)
Depreciation of property, plant and equipment	491,713	474,854
Loss on sale of property, plant and equipment	8,735	19,131
Amortization of intangible assets	2,390	3,338
Share based payment expenses	55,294	68,368
Employee benefit provisions and related costs	70,829	62,032
Profit before working capital changes	1,969,531	2,782,433
(Increase) / Decrease in inventories	(39,595)	112,731
(Increase) / Decrease in trade and other receivables	95,933	7,980
(Increase) / Decrease in amounts due from related parties	(16,204)	(3,483)
(Increase) / Decrease in other current assets	56,394	(3,940)
(Increase) / Decrease in non-current financial assets *	(7,677)	(37,935)
(Increase) / Decrease in other non-current assets	(6,482)	(16,937)
Increase / (Decrease) in trade and other payables	(7,311)	151,325
Increase / (Decrease) in amounts due to related parties	4,327	(2,189)
Increase / (Decrease) in other current liabilities	(466,293)	304,586
Increase / (Decrease) in other non-current liabilities	(35,331)	(20,544)
Cash generated from operations	1,547,292	3,274,027
Finance income received**	34,403	96,598
Finance expenses paid	(11,446)	(673)
Tax paid /set off against tax credits and refunds	(410,446)	(886,926)
Employee benefit (Gratuity) paid / transferred	(63,199)	(35,658)
Net cash flow from operating activities	1,096,604	2,447,368
CASH FLOWS FROM/ (USED IN) INVESTING ACTIVITIES		
Purchase and construction of property, plant and equipment	(428,045)	(426,926)
Purchase of intangible assets	-	(386)
Investment in subsidiary	(450,000)	(980,000)
Dividend income received	712,902	746,060
Proceeds from sale of property, plant and equipment	2,510	278
Net cash flow used in investing activities	(162,633)	(660,974)
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES		
Dividend paid to equity holders	(1,425,600)	(1,425,600)
Dividend paid to preference shareholders	(14)	(14)
Repayment of interest-bearing loans and borrowings	-	(15,000)
Net cash flow used in financing activities	(1,425,614)	(1,440,614)
NET INCREASE / DECEREASE IN CASH AND CASH EQUIVALENTS	(491,643)	345,780
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	552,899	207,119
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	61,256	552,899
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Favourable balances		
Short-term investments	52,010	489,065
Cash in hand and at bank	249,623	212,072
Unfavourable balances		
Bank overdrafts	(240,377)	(148,238)
Total cash and cash equivalents	61,256	552,899

*Excludes unquoted equity investment

**Excludes inter company notional guarantee income

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

Figures in brackets indicate deductions.

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INTERIM CONDENSED FINANCIAL STATEMENTS
COMPANY STATEMENT OF CHANGES IN EQUITY

	Stated capital	ESOP reserve	Revaluation reserve	Fair value reserve of financial assets at FVOCI	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	-	-	-	-	2,376,870	2,376,870
Other comprehensive income	-	-	(122,671)	-	11,502	(111,169)
Total comprehensive income	-	-	(122,671)	-	2,388,372	2,265,701
Share based payment transactions	-	68,368	-	-	-	68,368
Final dividend paid - 2016/17	-	-	-	-	(760,320)	(760,320)
Preference share dividend paid - 2016/17	-	-	-	-	(14)	(14)
Interim dividend paid-2017/18	-	-	-	-	(665,280)	(665,280)
As at 31 March 2018	918,200	228,433	780,371	-	10,440,113	12,367,117
Impact of adoption of SLFRS 9						
Impact of reclassifying financial investments from AFS held at cost to FVOCI	-	-	-	1,617,859	-	1,617,859
Deferred tax on SLFRS 9 transitional adjustments	-	-	-	14,561	-	14,561
As at 1 April 2018	918,200	228,433	780,371	1,632,420	10,440,113	13,999,537
Profit for the period	-	-	-	-	1,686,554	1,686,554
Other comprehensive income	-	-	64,641	4,854	4,195	73,690
Total comprehensive income	-	-	64,641	4,854	1,690,749	1,760,244
Share based payment transactions	-	55,294	-	-	-	55,294
Final dividend paid - 2017/18	-	-	-	-	(760,320)	(760,320)
Preference share dividend paid - 2017/18	-	-	-	-	(14)	(14)
Interim dividend paid-2018/19	-	-	-	-	(665,280)	(665,280)
As at 31 March 2019	918,200	283,727	845,012	1,637,274	10,705,248	14,389,461

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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 March	Manufacturing		Retail		Group Total	
	2019	2018	2019	2018	2019	2018
Goods transferred at a point in time - External revenue	3,855,510	3,599,233	11,645,422	9,687,528	15,500,932	13,286,761
- Inter segment revenue	100,384	74,549	-	101	100,384	74,650
Total Segment revenue	3,955,894	3,673,782	11,645,422	9,687,629	15,601,316	13,361,411
Eliminations of inter segment revenue					(100,384)	(74,650)
Net revenue from contracts with customers					15,500,932	13,286,761
Segment result	1,187,297	1,038,822	396,790	270,373	1,584,087	1,309,195
Finance cost	(68,725)	(6)	(167,711)	(20,251)	(236,436)	(20,257)
Finance income	6,624	30,576	5,112	3,700	11,736	34,276
Change in fair value of investment property	25,433	21,559	-	-	25,433	21,559
Eliminations / adjustments					(436,064)	(453,896)
Profit before tax	1,150,629	1,090,951	234,191	253,822	948,756	890,877
Tax expense	(281,756)	(185,150)	(138,645) *	(128,258) *	(420,401)	(313,408)
Profit for the period	868,873	905,801	95,546	125,564	528,355	577,469
Capital Expenditure	255,860	836,121	1,077,080	833,655	1,332,940	1,662,886
Depreciation of Property, Plant and Equipment	172,174	121,954	163,029	124,428	335,203	246,382
Amortization of Intangible Assets	533	782	18,509	3,149	19,042	3,931
Amortization of lease rentals paid in advance	756	9,254	-	-	756	9,254
Employee benefit provisions and related costs	(6,201)	3,861	14,084	1,097	7,883	4,958

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

* 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
OPERATING SEGMENT INFORMATION

Business segments

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

For the year ended 31 March	Manufacturing		Retail		Group Total	
	2019	2018	2019	2018	2019	2018
Goods transferred at a point in time - External revenue	13,522,608	13,352,266	45,537,404	37,590,164	59,060,012	50,942,430
- Inter segment revenue	349,626	296,989	-	101	349,626	297,090
Total revenue from contracts with customers	13,872,234	13,649,255	45,537,404	37,590,265	59,409,638	51,239,520
Eliminations of inter segment revenue					(349,626)	(297,090)
Net revenue from contracts with customers					59,060,012	50,942,430
Segment result	2,433,898	2,872,353	886,866	1,505,688	3,320,764	4,378,041
Finance cost	(214,003)	(680)	(432,898)	(31,276)	(646,901)	(31,956)
Finance income	39,659	103,110	18,813	27,383	58,472	130,493
Change in fair value of investment property	25,433	21,559	-	-	25,433	21,559
Share of results of equity accounted investees					-	(9,949)
Eliminations / adjustments					(715,120)	(737,830)
Profit before tax	2,284,987	2,996,342	472,781	1,501,795	2,042,648	3,750,358
Tax expense	(474,249)	(650,075)	(258,234) *	(532,828) *	(732,483)	(1,182,903)
Profit for the period	1,810,738	2,346,267	214,547	968,967	1,310,165	2,567,455
Reportable Segment Assets	19,690,941 **	17,450,042 **	17,840,842	12,029,314	37,568,265	29,548,144
Capital Expenditure	1,740,978	3,050,750	5,183,560	2,617,601	6,924,538	5,661,461
Reportable Segment Liabilities	6,425,089	6,331,093	15,801,903	9,563,246	22,168,307	15,865,371
Depreciation of Property, Plant and Equipment	632,636	474,930	674,272	436,477	1,306,908	911,407
Amortization of Intangible Assets	2,486	3,338	43,269	9,936	45,755	13,274
Amortization of lease rentals paid in advance	3,026	11,180	-	-	3,026	11,180
Employee benefit provisions and related costs	71,141	62,066	46,732	31,885	117,873	93,951

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

* Retail segment tax expense includes tax on consolidation adjustments

**Segment Assets include Investment Property and Unquoted Equity Investments

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 March 2019, 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 quarter and year ended 31 March 2019 were authorized for issue by the Board of Directors on 22 May 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 year ended 31 March 2019 have been prepared in accordance with LKAS 34 Interim Financial Reporting.

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 2019.

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 2019. 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. 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 2018/19 financial year, 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 year ended 31 March

In LKR'000s

	Group		Company	
	2019	2018	2019	2018
Income statement				
Current income tax	533,334	982,813	417,284	609,507
Deferred tax charge	199,149	200,090	10,524	38,767
	732,483	1,182,903	427,808	648,274

INTERIM CONDENSED FINANCIAL STATEMENTS
NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

7 RELATED PARTY TRANSACTIONS For the year ended 31 March In LKR '000s	Group		Company	
	2019	2018	2019	2018
Transactions with related parties				
Ultimate Parent				
Sale of goods	986	812	-	-
Receiving of services	(252,672)	(225,211)	(87,880)	(69,791)
Purchase of intangible assets	(202,335)	-	-	-
Subsidiaries				
Sale of goods	-	-	429,276	296,989
Purchase of goods	-	-	(79,206)	(101)
Rendering of services	-	-	85,028	-
Receiving of services	-	-	(30,656)	(22,495)
Investment in equity	-	-	(450,000)	(980,000)
Guarantee income	-	-	12,500	6,890
Royalty income	-	-	84,202	-
Companies under common control				
Sale of goods	6,298	9,100	1,365	3,806
Purchase of goods	(893,119)	(803,906)	(1,123)	(4,558)
Rendering of services	10,120	-	10,120	-
Receiving of Services	(1,169,129)	(702,176)	(67,321)	(64,916)
Franchise Income Received	13,452	12,388	13,452	12,388
Key Management personnel (KMP)				
Sale of goods	-	-	-	-
Close family members of KMP				
Sale of goods	-	-	-	-
Post employment benefit plan				
Contributions to the provident fund	(101,304)	(103,584)	(99,010)	(96,144)
Transactions with related parties - equity accounted investees of Ultimate Parent				
Sale of goods	606	4,726	-	30
Rendering of services	-	2,660	-	-
Receiving of Services	(43,194)	(47,790)	(14,702)	(13,431)
Interest received	1,595	26,010	7	23,674
Rent received	2,417	-	-	-

8 Share information

8.1 Stated capital

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

As at:	31-03-2019	31-12-2018
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 March 2019.

8.3 Market price per share

For the quarter ended 31 March	2019 Rs.	2018 Rs.
Highest	800.00	999.00
Lowest	515.00	851.10
Last traded	575.00	950.00

8.4 Public share holdings

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

As at:	31-03-2019	31-12-2018
Public share holding (%)	18.56%	18.55%
Public share holders	1,808	1,773
Compliant under option 01 - Float adjusted market capitalization (LKR Mn)	10,143	12,658

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	31-03-2019	31-12-2018
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)	N/A	3,344
Mr. J.R.Gunaratne - (Resigned w.e.f 30.06.2018)	N/A	N/A

8.6 Twenty largest shareholders of the Company are as follows:

As at	31-03-2019		31-12-2018	
	Number of shares	%	Number of shares	%
1 John Keells Holdings PLC	67,155,812	70.66%	67,155,812	70.66%
2 Whittal Boustead (Pvt) Ltd	10,165,392	10.70%	10,165,392	10.70%
3 GF Capital Global Ltd	2,074,241	2.18%	1,994,241	2.10%
4 BBH Luxfidelity Funds-Pacific Fund	1,768,673	1.86%	1,768,673	1.86%
5 BBH-Matthews Emerging Asia Fund	1,376,891	1.45%	1,387,119	1.46%
6 JPMU-T Rowe Price Funds SICAV	883,966	0.93%	941,908	0.99%
7 BBH-Fidelity Funds	720,196	0.76%	398,433	0.42%
8 Standard Chartered Bank Mauritius S/A Chambers Street Global Fund	455,819	0.48%	455,819	0.48%
9 Global Sea Foods (Pvt) Ltd	373,000	0.39%	532,261	0.56%
10 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 Ltd	259,132	0.27%	259,132	0.27%
13 SSBT-Deutsche Bank AG Singapore A/C 01	242,153	0.25%	242,153	0.25%
14 Ayenka Holdings (Pvt) Ltd	202,034	0.21%	201,849	0.21%
15 Est of Late M. Radhakrishnan (Deceased)	169,256	0.18%	169,256	0.18%
16 Mrs. J.R. Printer (Deceased)	167,936	0.18%	167,936	0.18%
17 Merrill J. Fernando & Sons (Pvt) Ltd	150,848	0.16%	150,848	0.16%
18 JPMCB-T.Rowe Price Institutional Frontier Markets Equity Fund	143,440	0.15%	156,914	0.17%
19 Mr. M.V. Theagarajah	133,548	0.14%	133,548	0.14%
20 Mrs. H.M. Mount(Deceased)	125,360	0.13%	125,360	0.13%

9 Dividends paid

Final dividend 2017/18

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

Interim dividend 2018/19

An interim dividend of Rs. 7.00 per share for the year ended 31 March 2019 was paid on 15 March 2019.

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

The contingent liability of the Company as at March 2019, relates to the following;

Income tax assessments relating to years of assessments 2011/12, 2012/2013 and 2013/2014

Assessments were raised by the IRD in November 2014, November 2015 and May 2016 assessing the income from write back of deposits on returnable containers and crates amounting to Rs. 202Mn, Rs. 43Mn and Rs. 41Mn respectively. The Company has lodged valid appeals against the assessments raised and is contesting these under the appellate procedure. Having discussed with independent legal and tax experts and based on the information available, the contingent liability as at 31st March 2019 is estimated at Rs.36.5Mn (2018 - Rs.35Mn)

The Group and the Company had capital and lease commitments of Rs. 3.5 Bn (2018-Rs. 5.6 Bn) and Rs. 2.3 Bn (2018 Rs. 3.9 Bn) respectively as at 31st March 2019.

Other than the above there were no other contingent liabilities or other commitments of the Group at the end of the reporting period.

12 Appointments and resignations of Directors

Mr. K N J Balendra Non-Executive Non-Independent Director was appointed as the 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 December 2018 upon his retirement from employment at John Keells Holdings PLC.

Mr. J R Gunaratne 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 other events subsequent to the reporting date, which require disclosure in the interim condensed financial statements other than the following;

Final Dividends

The Board of Directors has approved the payment of a final dividend of Rs. 8.00 per share for the year ended 31st March 2019 to be paid on 6th June 2019.

As required by section 56 (2) of the Companies Act, No . 07 of 2007, the Board of Directors has confirmed that the Company satisfies the solvency test in accordance with Section 57 of the Companies Act No 07 of 2007, and has obtained a certificate from the Auditors, prior to approving the final dividend.

The proposed dividend payment includes a redistribution of dividends received by the Company from its Subsidiary Jaykay Marketing Services (Pvt) Limited amounting to Rs 1.50 per share which is not subject to withholding taxes. The balance dividend is paid out of the taxable profits of the Company and will be subjected to withholding tax at the rate of 14%.

In accordance with LKAS 10, Events after the reporting period, the final dividend has not been recognised as a liability in the financial statements.