

**BUKIT DARAH PLC**  
**Condensed Interim Financial Statements**  
**For the period ended 31st March 2018**

## COMPANY STATEMENT OF INCOME

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

|   | For the three months ended<br>31st March |         |             | For the year ended<br>31st March |          |             |
|---|--|---------|-------------|----------------------------------|----------|-------------|
|   | 2018                                     | 2017    | Change<br>% | 2018                             | 2017     | Change<br>% |
| Revenue   | <b>185,270</b>                           | 1,646   | 11,156      | <b>188,007</b>                   | 143,973  | 31          |
| Direct operating expenses                       | -  | -       | -           | -                                | -        | -           |
|   | <b>185,270</b>                           | 1,646   | 11,156      | <b>188,007</b>                   | 143,973  | 31          |
| <b>Items of expenses</b>                        |  |         |             |                                  |          |             |
| Administrative expenses                         | <b>(8,307)</b>                           | (9,284) | (11)        | <b>(26,947)</b>                  | (28,285) | (5)         |
|   |  |         |             |                                  |          |             |
| <b>Profit/(loss) before income tax expenses</b> | <b>176,963</b>                           | (7,638) | (2,417)     | <b>161,060</b>                   | 115,688  | 39          |
| <b>Income tax expenses</b>                      |  |         |             |                                  |          |             |
| Current taxation                                | <b>(256)</b>                             | (343)   | (25)        | <b>(1,097)</b>                   | (1,653)  | (34)        |
| <b>Profit/(loss) for the period</b>             | <b>176,707</b>                           | (7,981) | (2,314)     | <b>159,963</b>                   | 114,035  | 40          |
|   |  |         |             |                                  |          |             |
| Earnings per ordinary share (Rs.)               | <b>1.54</b>                              | (0.08)  | (2,057)     | <b>1.37</b>                      | 0.97     | 41          |
| Dividend per ordinary share (Rs.)               | <b>1.35</b>                              | 1.00    | 35          | <b>1.35</b>                      | 1.00     | 35          |

Change % column represents the percentage change in current period's results compared to comparative period of previous year.  
Figures in brackets indicate deductions.

The above figures are subject to audit.

The notes on pages 10 to 18 form an integral part of these financial statements

28th May 2018

## COMPANY STATEMENT OF FINANCIAL POSITION

### Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

|  | As at<br>31st March<br>2018 | As at<br>31.03.2017<br>(Audited) |
|--|-----------------------------|----------------------------------|
| <b>Assets</b>                              |                             |                                  |
| Non Current Assets                         |                             |                                  |
| Investments in subsidiaries                | 7,139,062                   | 7,139,062                        |
| Total non - current assets                 | <u>7,139,062</u>            | <u>7,139,062</u>                 |
| Current Assets                             |                             |                                  |
| Other non financial receivables            | 1,901                       | 645                              |
| Cash and cash equivalents                  | 115,258                     | 55,428                           |
| Total current assets                       | <u>117,159</u>              | <u>56,073</u>                    |
| Total assets                               | <u>7,256,221</u>            | <u>7,195,135</u>                 |
| <b>Equity and Liabilities</b>              |                             |                                  |
| <b>Equity</b>                              |                             |                                  |
| Stated capital                             | 412,635                     | 412,635                          |
| Capital Reserve                            | 40,000                      | 40,000                           |
| Revenue reserves                           | 6,670,453                   | 6,666,151                        |
| <b>Total equity</b>                        | <u>7,123,088</u>            | <u>7,118,786</u>                 |
| Current Liabilities                        |                             |                                  |
| Other financial payables                   | 132,968                     | 76,169                           |
| Current tax liabilities                    | 165                         | 180                              |
| <b>Total current liabilities</b>           | <u>133,133</u>              | <u>76,349</u>                    |
| Total liabilities                          | <u>133,133</u>              | <u>76,349</u>                    |
| <b>Total Equity and Liabilities</b>        | <u>7,256,221</u>            | <u>7,195,135</u>                 |
| <b>Net assets per ordinary share (Rs.)</b> | <b>69.43</b>                | <b>69.39</b>                     |

I certify that these financial statements are in compliance with the requirements of Companies Act No. 07 of 2007.

*Sgd.*

A.P. Weeratunge

*Director*

Carsons Management Services (Pvt) Ltd.

The Board of Directors is responsible for the preparation and presentation of these financial statements.

These financial statements were approved by the Board on 28th May 2018.

*Sgd.*

D.C.R. Gunawardena

Director

*Sgd.*

M. Selvanathan

Director

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## COMPANY STATEMENT OF CHANGES IN EQUITY

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

|  | Stated<br>Capital | Capital<br>Reserve | Revenue<br>Reserve | Total<br>Equity  |
|--|-------------------|--------------------|--------------------|------------------|
| <b>Balance as at 31<sup>st</sup> March 2017 (Audited)</b>  | 412,635           | 40,000             | 6,666,151          | 7,118,786        |
| Loss for the period  | -                 | -                  | 159,963            | 159,963          |
| <b>Total Comprehensive Income for the period</b>           | -                 | -                  | 159,963            | 159,963          |
| <b>Transactions with owners of the company</b>             |                   |                    |                    |                  |
| Forfeiture of unclaimed dividends                          | -                 | -                  | 1,959              | 1,959            |
| Dividend paid - Ordinary Shares                            | -                 | -                  | (137,700)          | (137,700)        |
| Dividend paid - Participating Cumulative Preference Shares | -                 | -                  | (19,920)           | (19,920)         |
| <b>Balance as at 31st March 2018 (Unaudited)</b>           | <b>412,635</b>    | <b>40,000</b>      | <b>6,670,453</b>   | <b>7,123,088</b> |
| <b>Balance as at 31st March 2016 (Audited)</b>             | 412,635           | 40,000             | 6,667,506          | 7,120,141        |
| Profit for the period                                      | -                 | -                  | 114,035            | 114,035          |
| <b>Total Comprehensive Income for the period</b>           | -                 | -                  | 114,035            | 114,035          |
| <b>Transactions with owners of the company</b>             |                   |                    |                    |                  |
| Forfeiture of unclaimed dividends                          | -                 | -                  | 1,379              | 1,379            |
| Dividend paid - Ordinary Shares                            | -                 | -                  | (102,000)          | (102,000)        |
| Dividend paid - Participating Cumulative Preference Shares | -                 | -                  | (14,769)           | (14,769)         |
| <b>Balance as at 31st March 2017 (Audited)</b>             | <b>412,635</b>    | <b>40,000</b>      | <b>6,666,151</b>   | <b>7,118,786</b> |

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## COMPANY STATEMENT OF CASH FLOW

Condensed Interim Financial Statements

Amounts expressed in Sri Lankan Rs. '000)

For the year ended 31st March

2018

2017

### Cash Flows from Operating Activities

Profit before income tax expenses **161,060** 115,688

### Operating profit before working capital changes

Increase in trade and other receivables **(1,256)** 2,077

Increase/(decrease) in trade and other payables **(1,386)** 6

**Cash generated from operations** **158,418** 117,771

Income tax paid **(1,112)** (1,563)

**Net cash generated from operating activities** **157,306** 116,208

### Cash Flows from Financing Activities

Dividend paid by the Company **(97,476)** (109,954)

**Net cash used in financing activities** **(97,476)** (109,954)

**Net increase in cash & cash equivalents** **59,830** 6,254

**Cash & cash equivalents at the beginning of the year** **55,428** 49,174

**Cash & cash equivalents at the end of the period** **115,258** 55,428

### Statement of Cash & Cash Equivalents

Cash and cash equivalents **115,258** 55,428

**115,258** 55,428

The above figures are subject to audit.

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## CONSOLIDATED STATEMENT OF INCOME

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

|  | For the three months ended<br>31st March |                     |              | For the year ended<br>31st March |                     |              |             |
|--|--|---------------------|--------------|----------------------------------|---------------------|--------------|-------------|
|  | Note                                     | 2018                | 2017         | Change<br>%                      | 2018                | 2017         | Change<br>% |
| <b>Continuing Operations</b>   |  |                     |              |                                  |                     |              |             |
| <b>Revenue</b>   |  | <b>22,163,987</b>   | 20,364,564   | 9                                | <b>79,745,194</b>   | 64,478,918   | 24          |
| Direct operating expenses  |  | <b>(16,293,765)</b> | (13,966,906) | 17                               | <b>(58,636,965)</b> | (47,836,490) | 23          |
| <b>Gross profit</b>  |  | <b>5,870,222</b>    | 6,397,658    | (8)                              | <b>21,108,229</b>   | 16,642,428   | 27          |
| Progressive insurance receipts on insurance claims   |  | <b>492,737</b>      | -            | -                                | <b>1,205,359</b>    | 1,000,000    | 21          |
| Change in fair value of Investment property  |  | <b>621,084</b>      | -            | -                                | <b>621,084</b>      | -            | -           |
| Change in fair value of biological assets  |  | <b>1,017,130</b>    | 33,378       |                                  | <b>1,017,130</b>    | 33,378       | 2,947       |
| Changes in fair value of financial assets held for trading                                 |  | <b>(90,077)</b>     | (164,488)    | (45)                             | <b>(32,635)</b>     | (47,131)     | (31)        |
| Other income   |  | <b>267,888</b>      | 179,767      | 49                               | <b>1,378,397</b>    | 520,443      | 165         |
| Distribution expenses  |  | <b>(1,856,015)</b>  | (1,240,330)  | 50                               | <b>(5,398,768)</b>  | (4,551,578)  | 19          |
| Administrative expenses  |  | <b>(1,714,574)</b>  | (2,021,135)  | (15)                             | <b>(6,734,354)</b>  | (7,289,794)  | (8)         |
| Other operating expenses   |  | <b>(157,126)</b>    | (124,495)    | 26                               | <b>(340,513)</b>    | (271,726)    | 25          |
| Impairment of business assets  | 5  | <b>(970,251)</b>    | (2,350,687)  | (59)                             | <b>(1,072,460)</b>  | (2,430,819)  | (56)        |
| Foreign exchange gain/(losses)   |  | <b>(370,304)</b>    | 133,786      | (377)                            | <b>(721,654)</b>    | 376,077      | (292)       |
| <b>Profit from operations</b>  |  | <b>3,110,714</b>    | 843,454      | 269                              | <b>11,029,815</b>   | 3,981,278    | 177         |
| Inventory and fixed assets quantified and written-off to date due to flood related damages |  | <b>752,263</b>      | 520,414      | 45                               | <b>752,263</b>      | (1,349,287)  | (156)       |
| Progressive insurance receipts on property damages   |  | -                   | -            | -                                | -                   | 1,366,294    | (100)       |
| Reversal of unabsorbed VAT provision   |  | -                   | -            | -                                | -                   | 339,811      | (100)       |
|  |  | <b>3,862,977</b>    | 1,363,868    | 183                              | <b>11,782,078</b>   | 4,338,096    | 172         |
| Net finance cost   |  | <b>(1,136,457)</b>  | (1,291,345)  | (12)                             | <b>(4,498,019)</b>  | (4,252,727)  | 6           |
| Share of net results of Joint venture  |  | <b>1,381</b>        | 592          | 133                              | <b>11,027</b>       | 2,747        | 301         |
| <b>Profit before income tax expenses</b>   |  | <b>2,727,901</b>    | 73,115       | 3,631                            | <b>7,295,086</b>    | 88,116       | 8,179       |
| Income tax expense   |  |                     |              |                                  |                     |              |             |
| Current taxation   |  | <b>(696,154)</b>    | (735,894)    | (5)                              | <b>(2,287,743)</b>  | (1,209,203)  | 89          |
| Deferred taxation  |  | <b>(1,443,736)</b>  | (109,716)    | 1,216                            | <b>(1,294,411)</b>  | (393,160)    | 229         |
|  |  | <b>(2,139,890)</b>  | (845,610)    | 153                              | <b>(3,582,154)</b>  | (1,602,363)  | 124         |
| <b>Profit/(loss) from continuing operations</b>  |  | <b>588,011</b>      | (772,495)    | (176)                            | <b>3,712,932</b>    | (1,514,247)  | (345)       |
| <b>Discontinued operations</b>   |  |                     |              |                                  |                     |              |             |
| Profit/(loss) from discontinued operations, net of tax                                     |  | <b>402,360</b>      | (423,796)    | (195)                            | <b>100,408</b>      | (355,078)    | (128)       |
| Profits from disposal of Plantation Assets   |  | -                   | 16,427       | (100)                            | -                   | 6,225,874    | (100)       |
| Transfer from Translation Reserve on discontinued Overseas branch operation                |  | -                   | (145,167)    | (100)                            | -                   | (1,470,256)  | (100)       |
| <b>Total Profit for the Period from Discontinued Operations</b>                            | 6  | <b>402,360</b>      | (552,536)    |                                  | <b>100,408</b>      | 4,400,540    | (98)        |
| <b>Profit/(loss) for the period</b>  |  | <b>990,371</b>      | (1,325,031)  | (175)                            | <b>3,813,340</b>    | 2,886,293    | 32          |
| <b>Profit/(loss) Attributable to:</b>  |  |                     |              |                                  |                     |              |             |
| Owners of the Company  |  | <b>129,888</b>      | (953,741)    | (114)                            | <b>1,242,707</b>    | 1,503,645    | (17)        |
| Non controlling interest   |  | <b>860,483</b>      | (371,290)    | (332)                            | <b>2,570,633</b>    | 1,382,648    | 86          |
|  |  | <b>990,371</b>      | (1,325,031)  | (175)                            | <b>3,813,340</b>    | 2,886,293    | 32          |
| Earnings/(loss) per ordinary share (Rs.)   |  | <b>1.08</b>         | (9.35)       | (112)                            | <b>11.99</b>        | 14.60        | (18)        |
| Earnings/(loss) per ordinary share - Continuing operations (Rs.)                           |  | <b>(1.29)</b>       | (0.35)       | 267                              | <b>11.40</b>        | (8.30)       | (237)       |
| Dividend per ordinary share (Rs.)  |  | <b>1.35</b>         | 1.00         | 35                               | <b>1.35</b>         | 1.00         | 35          |

Change % column represents the percentage change in current period's results compared to comparative period of previous year. The above figures are subject to audit.

Figures in brackets indicate deductions.

The notes on pages 10 to 18 form an integral part of these financial statements

28th May 2018

## CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

|   | For the three months ended<br>31st March |                    |              | For the year ended<br>31st March |                  |              |
|---|--|--------------------|--------------|----------------------------------|------------------|--------------|
|   | 2018                                     | 2017               | Change<br>%  | 2018                             | 2018             | Change<br>%  |
| <b>Profit/(loss) for the period</b>                                       | 990,371                                  | (1,325,031)        | (175)        | 3,813,340                        | 2,886,293        | 32           |
| <b>Other Comprehensive Income</b>   |  |                    |              |                                  |                  |              |
| <b>Item that may be reclassified subsequently to profit or loss</b>       |  |                    |              |                                  |                  |              |
| Net changes in fair value of available-for-sale financial assets          | 7,640                                    | (336,972)          | (102)        | 768,336                          | 662,492          | 16           |
| Transfer of realized gain / (loss) on available-for-sale financial assets | 14,138                                   | (771,318)          | (102)        | (130,241)                        | (696,487)        | (81)         |
| Transfer of translation Reserve on discontinued Overseas branch Operation | -  | 2,795,345          | (100)        | -                                | 1,470,256        | (100)        |
| Exchange differences on translation of foreign operations                 | (49,502)                                 | (2,233,489)        | (98)         | (368,821)                        | (290,007)        | 27           |
| <b>Items that will not be reclassified subsequently to profit or loss</b> |  |                    |              |                                  |                  |              |
| Revaluation Surplus on Property, Plant & Equipments                       | 267,714                                  | 734,196            | -64%         | 267,714                          | 734,196          | (64)         |
| Deferred tax benefits / (expenses) on revaluation surplus                 | (464,685)                                | (25,952)           | 1,691        | (464,685)                        | (25,952)         | 1,691        |
| Actuarial (losses)/gains on employee benefits                             | (138,046)                                | 34,160             | (504)        | (138,046)                        | 34,160           | (504)        |
| Deferred tax benefits / (expenses) on actuarial (loss) / gain             | 40,723                                   | 3,385              | 1,103        | 40,723                           | 3,385            | 1,103        |
| <b>Other comprehensive income / (expenses) for the Year net of tax</b>    | <b>(322,018)</b>                         | <b>199,355</b>     | <b>(262)</b> | <b>(25,020)</b>                  | <b>1,892,043</b> | <b>(101)</b> |
| <b>Total Comprehensive Income / (expenses) for the period, net of tax</b> | <b>668,353</b>                           | <b>(1,125,676)</b> | <b>(159)</b> | <b>3,788,320</b>                 | <b>4,778,336</b> | <b>(21)</b>  |
| Attributable to:  |  |                    |              |                                  |                  |              |
| Owners of the Company   | (248)                                    | (649,643)          | (100)        | 1,102,866                        | 2,411,076        | (54)         |
| Non controlling interest  | 668,601                                  | (476,033)          | (240)        | 2,685,454                        | 2,367,260        | 13           |
|   | <b>668,353</b>                           | <b>(1,125,676)</b> | <b>(159)</b> | <b>3,788,320</b>                 | <b>4,778,336</b> | <b>(21)</b>  |

The above figures are subject to audit.

The notes on pages 10 to 18 form an integral part of these financial statements

28th May 2018

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs. '000)

|   | As at<br>31st March<br>2018 | As at<br>31.03.2017<br>(Audited) |
|---|-----------------------------|----------------------------------|
| <b>Assets</b>                                       |                             |                                  |
| <b>Non Current Assets</b>                           |                             |                                  |
| Property, plant & equipment                         | 48,909,271                  | 53,777,058                       |
| Bearer Plants                                       | 25,629,536                  | 27,517,143                       |
| Prepaid lease payment for land                      | 3,764,984                   | 4,927,618                        |
| Investment properties                               | 4,626,319                   | 2,805,017                        |
| Intangible assets                                   | 4,995,736                   | 4,922,984                        |
| Investments in joint venture                        | 41,186                      | 36,928                           |
| Available-for-sale financial assets                 | 9,780,300                   | 8,568,144                        |
| Deferred tax assets                                 | 3,536,672                   | 3,116,709                        |
| Other financial receivables                         | 169,966                     | 152,396                          |
| Other non financial receivables                     | 6,510,303                   | 6,288,883                        |
| <b>Total non current assets</b>                     | <b>107,964,273</b>          | <b>112,112,880</b>               |
| <b>Current Assets</b>                               |                             |                                  |
| Inventories   | 6,469,855                   | 5,951,823                        |
| Trade receivables                                   | 4,835,062                   | 3,829,381                        |
| Other financial receivables                         | 874,096                     | 1,064,549                        |
| Other non financial receivables                     | 7,436,713                   | 5,540,075                        |
| Current tax recoverable                             | 96,175                      | 58,491                           |
| Financial assets held for trading                   | 2,607,367                   | 3,163,050                        |
| Derivative financial instruments                    | 103,756                     | 14,237                           |
| Biological Assets                                   | 1,724,203                   | 712,845                          |
| Cash and cash equivalents                           | 14,222,083                  | 15,438,003                       |
|   | <b>38,369,310</b>           | <b>35,772,454</b>                |
| Assets held for sale                                | 8,483,206                   | 647,447                          |
| <b>Total current assets</b>                         | <b>46,852,516</b>           | <b>36,419,901</b>                |
| <b>Total Assets</b>                                 | <b>154,816,789</b>          | <b>148,532,781</b>               |
| <b>Equity and Liabilities</b>                       |                             |                                  |
| <b>Equity</b>                                       |                             |                                  |
| Stated capital                                      | 412,635                     | 412,635                          |
| Capital reserve                                     | 2,705,134                   | 2,695,839                        |
| Revenue reserves                                    | 18,432,763                  | 17,426,236                       |
| <b>Equity attributable to owners of the company</b> | <b>21,550,532</b>           | <b>20,534,710</b>                |
| <b>Non - controlling interest</b>                   | <b>33,125,703</b>           | <b>30,975,002</b>                |
| <b>Total Equity</b>                                 | <b>54,676,235</b>           | <b>51,509,712</b>                |
| Investment through subsidiaries                     | (10,688)                    | (10,688)                         |
|   | <b>54,665,547</b>           | <b>51,499,024</b>                |
| <b>Liabilities</b>                                  |                             |                                  |
| <b>Non Current Liabilities</b>                      |                             |                                  |
| Loans and borrowings                                | 40,388,523                  | 32,723,320                       |
| Debenture   | 2,000,000                   | 2,998,800                        |
| Other financial payables                            | 87,694                      | 77,607                           |
| Other non financial liabilities                     | 1,366,167                   | 1,144,164                        |
| Deferred tax liabilities                            | 7,813,150                   | 5,808,832                        |
| <b>Total Non current liabilities</b>                | <b>51,655,534</b>           | <b>42,752,723</b>                |
| <b>Current Liabilities</b>                          |                             |                                  |
| Trade payables                                      | 3,729,315                   | 2,730,405                        |
| Other financial payables                            | 16,365,533                  | 15,521,429                       |
| Current tax liabilities                             | 1,070,675                   | 381,070                          |
| Loans and borrowings                                | 25,959,535                  | 34,710,198                       |
| Debenture   | 1,110,582                   | 937,932                          |
|   | <b>48,235,640</b>           | <b>54,281,034</b>                |
| Liabilities associated with assets held for sale    | 260,068                     | -                                |
| <b>Total current liabilities</b>                    | <b>48,495,708</b>           | <b>54,281,034</b>                |
| <b>Total liabilities</b>                            | <b>100,151,242</b>          | <b>97,033,757</b>                |
| <b>Total equity and liabilities</b>                 | <b>154,816,789</b>          | <b>148,532,781</b>               |
| <b>Net assets per ordinary share (Rs.)</b>          | <b>210.88</b>               | <b>200.92</b>                    |

I certify that these financial statements are in compliance with the requirements of Companies Act No. 07 of 2007.

Sgd.

A.P. Weeratunge

Director

Carsons Management Services (Pvt) Ltd.

The Board of Directors is responsible for the preparation and presentation of these financial statements.

These financial statements were approved by the Board on 28th May 2018.

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D.C.R. Gunawardena

Director

Sgd.

M. Selvanathan

Director

The above figures are subject to audit.

The notes on pages 10 to 18 form an integral part of these financial statements



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs. '000)

|  | Stated<br>Capital | Capital<br>Reserves | Revenue<br>Reserves | Attributable to<br>owners of the<br>company | Non -<br>controlling<br>interest | Total Equity      |
|--|-------------------|---------------------|---------------------|---|----------------------------------|-------------------|
| <b>Balance as at 31<sup>st</sup> March 2017</b>                              | <b>412,635</b>    | <b>2,695,839</b>    | <b>17,426,236</b>   | <b>20,534,710</b>                           | <b>30,975,002</b>                | <b>51,509,712</b> |
| Profit for the period  | -                 | -                   | 1,242,707           | 1,242,707                                   | 2,570,633                        | 3,813,340         |
| Other comprehensive income for the period                                    | -                 | 60,162              | (200,004)           | (139,842)                                   | 114,821                          | (25,021)          |
| <b>Total comprehensive income for the period</b>                             | -                 | 60,162              | 1,042,703           | 1,102,865                                   | 2,685,454                        | 3,788,319         |
| <b>Transaction with owners of the Company, recognised directly in equity</b> |                   |                     |                     |   |                                  |                   |
| Goodwill on changing shareholdings   | -                 | -                   | 30,098              | 30,098                                      | 35,623                           | 65,721            |
| Forfeiture of unclaimed dividend   | -                 | -                   | 5,240               | 5,240                                       | 7,669                            | 12,909            |
| Ordinary dividend paid   | -                 | -                   | (137,700)           | (137,700)                                   | -                                | (137,700)         |
| Dividend paid - Participating Cumulative Preference Shares                   | -                 | -                   | (19,920)            | (19,920)                                    | -                                | (19,920)          |
| Ordinary Dividend paid to Non controlling shareholders                       | -                 | -                   | -                   | -   | (656,165)                        | (656,165)         |
| Adjustments on Land Acquisition  | -                 | (43,510)            | -                   | (43,510)                                    | (62,345)                         | (105,855)         |
| Acquisition, disposal and changes in Non controlling interest                | -                 | (7,357)             | 86,106              | 78,749                                      | 140,465                          | 219,214           |
| <b>Total Transactions with owners of the Company</b>                         | -                 | (50,867)            | (36,176)            | (87,043)                                    | (534,753)                        | (621,796)         |
| <b>Balance as at 31st March 2018 (Unaudited)</b>                             | <b>412,635</b>    | <b>2,705,134</b>    | <b>18,432,763</b>   | <b>21,550,532</b>                           | <b>33,125,703</b>                | <b>54,676,235</b> |
| <b>Balance as at 31<sup>st</sup> March 2016</b>                              | <b>412,635</b>    | <b>2,424,392</b>    | <b>15,965,806</b>   | <b>18,802,833</b>                           | <b>29,148,203</b>                | <b>47,951,036</b> |
| Profit for the period  | -                 | -                   | 1,503,645           | 1,503,645                                   | 1,382,648                        | 2,886,293         |
| Other comprehensive income for the period                                    | -                 | 290,030             | 617,401             | 907,431                                     | 984,612                          | 1,892,044         |
| Total comprehensive income for the period                                    | -                 | 290,030             | 2,121,046           | 2,411,076                                   | 2,367,260                        | 4,778,337         |
| <b>Transaction with owners of the Company, recognised directly in equity</b> |                   |                     |                     |   |                                  |                   |
| Goodwill on changing shareholdings   | -                 | -                   | (19,860)            | (19,860)                                    | 7,473                            | (12,387)          |
| Dividend paid  | -                 | -                   | (116,769)           | (116,769)                                   | -                                | (116,769)         |
| Subsidiary dividend to non-controlling interest                              | -                 | -                   | -                   | -   | (469,600)                        | (469,600)         |
| Expenses relation to share buyback   | -                 | -                   | (5,216)             | (5,216)                                     | (4,165)                          | (9,381)           |
| Share buyback  | -                 | -                   | 35,412              | 35,412                                      | (146,413)                        | (111,001)         |
| Forfeiture of unclaimed dividends  | -                 | -                   | 2,272               | 2,272                                       | 5,125                            | 7,397             |
| Transfer and other reserve movements   | -                 | (3,836)             | (434,026)           | (437,862)                                   | (194,025)                        | (631,887)         |
| Acquisition, disposal and changes in non-controlling interest                | -                 | (14,747)            | (122,428)           | (137,175)                                   | 261,143                          | 123,968           |
| <b>Total Transactions with owners of the Company</b>                         | -                 | (18,583)            | (660,615)           | (679,198)                                   | (540,462)                        | (1,219,660)       |
| <b>Balance as at 31st March 2017 (Audited)</b>                               | <b>412,635</b>    | <b>2,695,839</b>    | <b>17,426,236</b>   | <b>20,534,710</b>                           | <b>30,975,002</b>                | <b>51,509,712</b> |

The above figures are subject to audit.

The notes on pages 10 to 18 form an integral part of these financial statements

## CONSOLIDATED STATEMENT OF CASH FLOW

Condensed Interim Financial Statements

Amounts expressed in Sri Lankan Rs. '000)

| For the year ended 31st March                                   | 2018               | 2017                |
|---|--------------------|---------------------|
| <b>Cash Flows from Operating Activities</b>                     |                    |                     |
| Profit before income tax expenses from continuing operations    | 7,295,086          | 88,116              |
| Profit before income tax expenses from discontinued operations  | 100,408            | 4,178,184           |
|   | <b>7,395,494</b>   | <b>4,266,300</b>    |
| <b>Adjustments for:</b>   |                    |                     |
| Foreign exchange (gains)/ loss                                  | 721,654            | 1,470,256           |
| Change in fair value of biological assets                       | (1,017,130)        | (33,378)            |
| Change in fair value of Investment property                     | (621,084)          | -                   |
| Unwinding of discount on compensation receivable                | (17,570)           | (15,718)            |
| Mark to market value adjustments - Unrealized                   | 32,635             | 47,131              |
| Share of net result of Joint venture                            | (11,027)           | (2,747)             |
| Impairment of business assets                                   | 1,072,460          | 2,690,223           |
| Depreciation on property, plant & equipment                     | 3,256,003          | 3,579,579           |
| Depreciation on Bearer Plants                                   | 1,255,783          | 1,122,421           |
| Amortization of intangible assets/prepaid lease payment         | 537,174            | 252,762             |
| Net Inventory provision   | 73,572             | -                   |
| Reversal of unabsorbed VAT provision                            | -                  | (339,811)           |
| Provision for retiring gratuity                                 | 340,640            | 459,705             |
| Finance expenses  | 4,324,308          | 4,551,209           |
| Unrealized loss Derivative financial instruments                | (134,335)          | 17,331              |
| Loss on flood related PPE write-off                             | -                  | 525,850             |
| Profits from disposal of Plantation Assets                      | -                  | (6,225,874)         |
| Profit on disposal of property, plant & equipment               | 13,825             | (33,761)            |
| Progressive insurance receipts on property damages              | (752,263)          | (1,366,294)         |
| Loss on PPE write-off   | -                  | 25,570              |
| Deposit liability write back                                    | -                  | 3,779               |
| Reversal of Provision for inventories                           | -                  | 61,680              |
| Exchange impact on translation of foreign operations            | -                  | 234,985             |
|   | <b>9,074,645</b>   | <b>7,024,898</b>    |
| Operating profit before working capital changes                 | 16,470,139         | 11,291,198          |
| (Increase)/decrease in inventories                              | (518,032)          | 741,237             |
| (Increase)/decrease in trade and other receivables              | (1,735,516)        | (583,368)           |
| Increase/(decrease) in trade and other payables                 | 1,335,489          | (732,533)           |
|   | <b>15,552,080</b>  | <b>10,716,534</b>   |
| Net cash movement in investment                                 | (120,988)          | (506,067)           |
| <b>Cash generated from operations</b>                           | <b>15,431,092</b>  | <b>10,210,467</b>   |
| Interest paid   | (4,844,259)        | (5,307,824)         |
| Income tax paid   | (1,524,330)        | (2,442,617)         |
| Gratuity paid   | (162,284)          | (387,951)           |
| <b>Net cash generated from operating activities</b>             | <b>8,900,219</b>   | <b>2,072,075</b>    |
| <b>Cash Flows from Investing Activities</b>                     |                    |                     |
| Payments for property, plant & equipment/Investment property    | (3,517,473)        | (5,055,051)         |
| Payments for bearer Plants                                      | (2,019,620)        | (2,339,760)         |
| Payments for Intangible assets/prepaid lease payments           | (199,543)          | (360,284)           |
| Proceeds from disposal of long term investment in subsidiaries  | 267,851            | -                   |
| Payments for acquisition of additional interest in subsidiaries | (6,192)            | (77,408)            |
| Movement in non current VAT and other receivables               | (657,688)          | (439,063)           |
| Movement in Plasma investment                                   | 405,151            | (17,484)            |
| Proceeds from disposal of Plantation assets                     | -                  | 18,910,433          |
| Proceeds from disposal of property, plant & equipment           | 55,135             | 894,914             |
| Deposits received   | 169,596            | 32,458              |
| <b>Net cash generated from/(used in) investing activities</b>   | <b>(5,502,783)</b> | <b>11,548,756</b>   |
| <b>Cash Flows from Financing Activities</b>                     |                    |                     |
| Net change in borrowings /debenture                             | 3,729,446          | (11,382,217)        |
| Payment of finance lease creditors                              | (97,377)           | (157,577)           |
| Progressive insurance receipts on property damages              | 752,263            | 1,366,294           |
| share buyback from NCI expenses relating to share buyback       | -                  | (120,382)           |
| Dividend paid to non -controlling shareholders by subsidiaries  | (518,144)          | (448,029)           |
| Dividend paid by the Company                                    | (97,476)           | (82,992)            |
| <b>Net cash generated from/(used in) financing activities</b>   | <b>3,768,712</b>   | <b>(10,824,903)</b> |
| <b>Net increase in cash &amp; cash equivalents</b>              | <b>7,166,148</b>   | <b>2,795,927</b>    |
| <b>Cash &amp; cash equivalents at the beginning of the year</b> | <b>(7,756,323)</b> | <b>(10,552,251)</b> |
| <b>Cash &amp; cash equivalents at the end of the period</b>     | <b>(590,175)</b>   | <b>(7,756,324)</b>  |
| <b>Statement of Cash &amp; Cash Equivalents</b>                 |                    |                     |
| Cash and cash equivalents                                       | 14,222,083         | 15,438,003          |
|   | <b>14,222,083</b>  | <b>15,438,003</b>   |
| Short term borrowings   | (14,812,258)       | (23,194,327)        |
|   | <b>(590,175)</b>   | <b>(7,756,324)</b>  |

The above figures are subject to audit.

The notes on pages 10 to 18 form an integral part of these financial statements

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

Operating Segmental Information - Group

(a) Segmental results are as follows:

(Amounts expressed in Sri Lankan Rs.'000)

| Business Segment                                       | Investment Holdings |          | Portfolio & Asset Management |           | Oil Palm Plantations |             | Oils and fats    |           | Beverage          |             | Real Estate     |          | Leisure        |         | Management Services |           | Group             |             |
|--|---------------------|----------|------------------------------|-----------|----------------------|-------------|------------------|-----------|-------------------|-------------|-----------------|----------|----------------|---------|---------------------|-----------|-------------------|-------------|
|  | 2018                | 2017     | 2018                         | 2017      | 2018                 | 2017        | 2018             | 2017      | 2018              | 2017        | 2018            | 2017     | 2018           | 2017    | 2018                | 2017      | 2018              | 2017        |
| For the three months ended 31st March                  |                     |          |                              |           |                      |             |                  |           |                   |             |                 |          |                |         |                     |           |                   |             |
| <b>Total revenue</b>                                   | <b>558,459</b>      | 34,253   | <b>859,000</b>               | 1,609,249 | <b>6,899,572</b>     | 10,850,099  | <b>5,553,855</b> | 5,026,391 | <b>11,281,501</b> | 6,463,958   | <b>75,587</b>   | 65,531   | <b>180,536</b> | 174,779 | <b>120,162</b>      | 131,497   | <b>25,528,672</b> | 24,355,757  |
| Intra segment revenue                                  | (179,412)           | -        | (364,389)                    | (338,459) | (873,603)            | (2,536,875) | (49,619)         | (112,444) | (636,182)         | (16,274)    | -               | -        | -              | -       | -                   | -         | (2,103,205)       | (3,004,052) |
| <b>Segment revenue</b>                                 | <b>379,047</b>      | 34,253   | <b>494,611</b>               | 1,270,790 | <b>6,025,969</b>     | 8,313,224   | <b>5,504,236</b> | 4,913,947 | <b>10,645,319</b> | 6,447,684   | <b>75,587</b>   | 65,531   | <b>180,536</b> | 174,779 | <b>120,162</b>      | 131,497   | <b>23,425,467</b> | 21,351,705  |
| Inter segment revenue                                  | (370,011)           | (29,864) | (27,934)                     | -         | (617,886)            | (670,373)   | (121,138)        | (151,153) | -                 | -           | (5,168)         | (5,168)  | -              | -       | (119,343)           | (130,583) | (1,261,480)       | (987,141)   |
| <b>Revenue</b>   | <b>9,036</b>        | 4,389    | <b>466,677</b>               | 1,270,790 | <b>5,408,083</b>     | 7,642,851   | <b>5,383,098</b> | 4,762,794 | <b>10,645,319</b> | 6,447,684   | <b>70,419</b>   | 60,363   | <b>180,536</b> | 174,779 | <b>819</b>          | 914       | <b>22,163,987</b> | 20,364,564  |
| <b>Segment results</b>                                 | <b>(17,435)</b>     | (20,860) | <b>307,468</b>               | 1,019,305 | <b>757,839</b>       | 2,323,056   | <b>195,169</b>   | 22,609    | <b>1,001,191</b>  | (372,623)   | <b>55,325</b>   | 43,379   | <b>27,571</b>  | 16,701  | <b>(6,810)</b>      | (4,590)   | <b>2,320,318</b>  | 3,026,977   |
| Flood related activities                               | -                   | -        | -                            | -         | -                    | -           | -                | -         | 1,245,000         | 520,414     | -               | -        | -              | -       | -                   | -         | 1,245,000         | 520,414     |
| Reversal of unabsorbed VAT provision                   | -                   | -        | -                            | -         | -                    | -           | -                | -         | -                 | -           | -               | -        | -              | -       | -                   | -         | -                 | -           |
| Change in fair value of biological assets              | -                   | -        | -                            | -         | 1,017,130            | 33,378      | -                | -         | -                 | -           | -               | -        | -              | -       | -                   | -         | 1,017,130         | 33,378      |
| Change in fair value of investment properties          | -                   | -        | -                            | -         | -                    | -           | -                | -         | -                 | -           | 621,084         | -        | -              | -       | -                   | -         | 621,084           | -           |
| Impairment of business assets                          | -                   | -        | 10,859                       | (118,693) | (947,419)            | (506,528)   | (20,035)         | (52,401)  | -                 | (1,673,065) | (13,656)        | -        | -              | -       | -                   | -         | (970,251)         | (2,350,687) |
| Foreign Exchange gain / (losses)                       | (16,472)            | 8,876    | (3,625)                      | (5,274)   | (382,630)            | 188,028     | 25,311           | (94,291)  | 6,968             | 36,329      | -               | -        | 144            | 118     | -                   | -         | (370,304)         | 133,786     |
| <b>Profits/(loss) from operations</b>                  | <b>(33,907)</b>     | (11,984) | <b>314,702</b>               | 895,338   | <b>444,920</b>       | 2,037,934   | <b>200,445</b>   | (124,083) | <b>2,253,159</b>  | (1,488,945) | <b>662,753</b>  | 43,379   | <b>27,715</b>  | 16,819  | <b>(6,810)</b>      | (4,590)   | <b>3,862,977</b>  | 1,363,868   |
| Net finance cost                                       | (37,064)            | (43,048) | 269                          | 337       | (570,934)            | (655,019)   | (161,693)        | (167,433) | (373,353)         | (430,394)   | (1,703)         | (1,202)  | 8,006          | 5,468   | 15                  | (54)      | (1,136,457)       | (1,291,345) |
| Share of net results of Joint venture                  | -                   | -        | 1,381                        | 592       | -                    | -           | -                | -         | -                 | -           | -               | -        | -              | -       | -                   | -         | 1,381             | 592         |
| <b>Profit/ (loss) before taxation</b>                  | <b>(70,971)</b>     | (55,032) | <b>316,352</b>               | 896,267   | <b>(126,014)</b>     | 1,382,915   | <b>38,752</b>    | (291,516) | <b>1,879,806</b>  | (1,919,339) | <b>661,050</b>  | 42,177   | <b>35,721</b>  | 22,287  | <b>(6,795)</b>      | (4,644)   | <b>2,727,901</b>  | 73,115      |
| <b>Income tax expenses</b>                             |                     |          |                              |           |                      |             |                  |           |                   |             |                 |          |                |         |                     |           |                   |             |
| Current taxation                                       | (7,036)             | (497)    | (24,448)                     | (14,303)  | (345,334)            | (658,461)   | (4,519)          | (1,689)   | (273,158)         | (48,009)    | (20,025)        | (12,968) | (3,709)        | 19      | (17,925)            | 13        | (696,154)         | (735,894)   |
| Deferred taxation                                      | -                   | -        | 104                          | -         | (146,552)            | (1,282,946) | (46,863)         | 88,818    | (537,033)         | 1,075,838   | (701,677)       | (3,590)  | (13,693)       | (2,045) | 1,978               | 14,209    | (1,443,736)       | (109,716)   |
| <b>Profit/(loss) from continuing operations</b>        | <b>(78,007)</b>     | (55,529) | <b>292,008</b>               | 881,964   | <b>(617,900)</b>     | (558,492)   | <b>(12,630)</b>  | (204,387) | <b>1,069,615</b>  | (891,510)   | <b>(60,652)</b> | 25,619   | <b>18,319</b>  | 20,261  | <b>(22,742)</b>     | 9,578     | <b>588,011</b>    | (772,495)   |
| <b>Discontinued operation</b>                          |                     |          |                              |           |                      |             |                  |           |                   |             |                 |          |                |         |                     |           |                   |             |
| Profit/(loss) from discontinued operations, net of tax | -                   | -        | -                            | -         | -                    | 38,190      | 402,360          | (590,726) | -                 | -           | -               | -        | -              | -       | -                   | -         | 402,360           | (552,536)   |
|  | <b>(78,007)</b>     | (55,529) | <b>292,008</b>               | 881,964   | <b>(617,900)</b>     | (520,302)   | <b>389,730</b>   | (795,113) | <b>1,069,615</b>  | (891,510)   | <b>(60,652)</b> | 25,619   | <b>18,319</b>  | 20,261  | <b>(22,742)</b>     | 9,578     | <b>990,371</b>    | (1,325,031) |
| <b>Attributable to</b>                                 |                     |          |                              |           |                      |             |                  |           |                   |             |                 |          |                |         |                     |           |                   |             |
| Owners of the Company                                  | (39,916)            | (29,581) | 73,664                       | 228,425   | (324,725)            | (469,641)   | 224,714          | (494,943) | 226,443           | (212,027)   | (27,431)        | 10,701   | 7,529          | 8,951   | (10,390)            | 4,373     | 129,888           | (953,741)   |
| Non controlling interest                               | (38,091)            | (25,948) | 218,344                      | 653,539   | (293,175)            | (50,661)    | 165,016          | (300,170) | 843,172           | (679,483)   | (33,221)        | 14,918   | 10,790         | 11,310  | (12,352)            | 5,205     | 860,483           | (371,290)   |
|  | <b>(78,007)</b>     | (55,529) | <b>292,008</b>               | 881,964   | <b>(617,900)</b>     | (520,302)   | <b>389,730</b>   | (795,113) | <b>1,069,615</b>  | (891,510)   | <b>(60,652)</b> | 25,619   | <b>18,319</b>  | 20,261  | <b>(22,742)</b>     | 9,578     | <b>990,371</b>    | (1,325,031) |

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

Operating Segmental Information

(a) Segmental results are as follows:

(Amounts expressed in Sri Lankan Rs.'000)

| Business Segment                                      | Investment Holdings |           | Portfolio & Asset Management |           | Oil Palm Plantations |             | Oils and fats     |             | Beverage           |             | Real Estate      |          | Leisure         |         | Management Services |           | Group              |             |
|---|---------------------|-----------|------------------------------|-----------|----------------------|-------------|-------------------|-------------|--------------------|-------------|------------------|----------|-----------------|---------|---------------------|-----------|--------------------|-------------|
|   | 2018                | 2017      | 2018                         | 2017      | 2018                 | 2017        | 2018              | 2017        | 2018               | 2017        | 2018             | 2017     | 2018            | 2017    | 2018                | 2017      | 2018               | 2017        |
| For the year ended 31st March                         |                     |           |                              |           |                      |             |                   |             |                    |             |                  |          |                 |         |                     |           |                    |             |
| <b>Total revenue</b>                                  | <b>838,223</b>      | 448,665   | <b>1,638,917</b>             | 2,140,369 | <b>29,099,733</b>    | 27,308,695  | <b>21,727,654</b> | 20,187,728  | <b>32,908,996</b>  | 23,445,253  | <b>289,024</b>   | 254,744  | <b>684,841</b>  | 543,654 | <b>423,110</b>      | 400,712   | <b>87,610,498</b>  | 74,729,820  |
| Intra segment revenue                                 | (179,412)           | (134,559) | (434,410)                    | (392,405) | (3,702,710)          | (5,732,214) | (194,182)         | (450,380)   | (703,852)          | (169,971)   | -                | -        | -               | -       | -                   | -         | (5,214,566)        | (6,879,529) |
| <b>Segment revenue</b>                                | <b>658,811</b>      | 314,106   | <b>1,204,507</b>             | 1,747,964 | <b>25,397,023</b>    | 21,576,481  | <b>21,533,472</b> | 19,737,348  | <b>32,205,144</b>  | 23,275,282  | <b>289,024</b>   | 254,744  | <b>684,841</b>  | 543,654 | <b>423,110</b>      | 400,712   | <b>82,395,932</b>  | 67,850,291  |
| Inter segment revenue                                 | (644,416)           | (304,955) | (27,934)                     | (20,691)  | (1,019,250)          | (2,205,620) | (518,242)         | (421,349)   | -                  | -           | (20,671)         | (20,671) | -               | -       | (420,225)           | (398,087) | (2,650,738)        | (3,371,373) |
| <b>Revenue</b>  | <b>14,395</b>       | 9,151     | <b>1,176,573</b>             | 1,727,273 | <b>24,377,773</b>    | 19,370,861  | <b>21,015,230</b> | 19,315,999  | <b>32,205,144</b>  | 23,275,282  | <b>268,353</b>   | 234,073  | <b>684,841</b>  | 543,654 | <b>2,885</b>        | 2,625     | <b>79,745,194</b>  | 64,478,918  |
| <b>Segment results</b>                                | <b>(69,349)</b>     | (74,816)  | <b>898,348</b>               | 1,431,816 | <b>5,607,707</b>     | 3,790,180   | <b>847,710</b>    | (31,306)    | <b>2,391,435</b>   | (239,483)   | <b>209,586</b>   | 159,040  | <b>79,732</b>   | 4,684   | <b>15,187</b>       | (37,473)  | <b>9,980,356</b>   | 5,002,642   |
| Flood related activities                              | -                   | -         | -                            | -         | -                    | -           | -                 | -           | <b>1,957,622</b>   | 1,017,007   | -                | -        | -               | -       | -                   | -         | <b>1,957,622</b>   | 1,017,007   |
| Reversal of unabsorbed VAT provision                  | -                   | -         | -                            | -         | -                    | -           | -                 | -           | -                  | 339,811     | -                | -        | -               | -       | -                   | -         | -                  | 339,811     |
| Change in fair value of biological assets             | -                   | -         | -                            | -         | <b>1,017,130</b>     | 33,378      | -                 | -           | -                  | -           | -                | -        | -               | -       | -                   | -         | <b>1,017,130</b>   | 33,378      |
| Change in fair value of investment properties         | -                   | -         | -                            | -         | -                    | -           | -                 | -           | -                  | -           | <b>621,084</b>   | -        | -               | -       | -                   | -         | <b>621,084</b>     | -           |
| Impairment of business assets                         | -                   | -         | <b>(91,350)</b>              | (198,825) | <b>(947,419)</b>     | (506,528)   | <b>(20,035)</b>   | (52,401)    | -                  | (1,673,065) | <b>(13,656)</b>  | -        | -               | -       | -                   | -         | <b>(1,072,460)</b> | (2,430,819) |
| Foreign Exchange gain / (losses)                      | <b>(16,472)</b>     | 8,876     | <b>215</b>                   | (277)     | <b>(758,590)</b>     | 81,880      | <b>43,642</b>     | 259,028     | <b>9,192</b>       | 26,358      | -                | -        | <b>359</b>      | 212     | -                   | -         | <b>(721,654)</b>   | 376,077     |
| <b>Profit/(loss) before finance costs</b>             | <b>(85,821)</b>     | (65,940)  | <b>807,213</b>               | 1,232,714 | <b>4,918,828</b>     | 3,398,910   | <b>871,317</b>    | 175,321     | <b>4,358,249</b>   | (529,372)   | <b>817,014</b>   | 159,040  | <b>80,091</b>   | 4,896   | <b>15,187</b>       | (37,473)  | <b>11,782,078</b>  | 4,338,096   |
| Net finance cost                                      | <b>(160,161)</b>    | (147,763) | <b>893</b>                   | 988       | <b>(2,255,642)</b>   | (2,116,558) | <b>(610,280)</b>  | (561,580)   | <b>(1,493,245)</b> | (1,448,515) | <b>(6,810)</b>   | (6,141)  | <b>27,331</b>   | 27,108  | <b>(105)</b>        | (266)     | <b>(4,498,019)</b> | (4,252,727) |
| Share of net results of Joint venture                 | -                   | -         | <b>11,027</b>                | 2,747     | -                    | -           | -                 | -           | -                  | -           | -                | -        | -               | -       | -                   | -         | <b>11,027</b>      | 2,747       |
| <b>Profit/ (loss) before taxation</b>                 | <b>(245,982)</b>    | (213,703) | <b>819,133</b>               | 1,236,449 | <b>2,663,186</b>     | 1,282,352   | <b>261,037</b>    | (386,259)   | <b>2,865,004</b>   | (1,977,887) | <b>810,204</b>   | 152,899  | <b>107,422</b>  | 32,004  | <b>15,082</b>       | (37,739)  | <b>7,295,086</b>   | 88,116      |
| <b>Income tax expenses</b>                            |                     |           |                              |           |                      |             |                   |             |                    |             |                  |          |                 |         |                     |           |                    |             |
| Current taxation                                      | <b>(9,575)</b>      | (4,948)   | <b>(50,880)</b>              | (21,536)  | <b>(1,732,454)</b>   | (1,032,390) | <b>(10,767)</b>   | (6,981)     | <b>(402,182)</b>   | (104,662)   | <b>(56,074)</b>  | (37,592) | <b>(7,886)</b>  | (1,107) | (17,925)            | 13        | <b>(2,287,743)</b> | (1,209,203) |
| Deferred taxation                                     | -                   | -         | 104                          | -         | <b>175,595</b>       | (1,010,781) | <b>(60,975)</b>   | 95,753      | <b>(685,219)</b>   | 522,405     | <b>(709,154)</b> | (13,404) | <b>(16,740)</b> | (1,342) | 1,978               | 14,209    | <b>(1,294,411)</b> | (393,160)   |
|   | <b>(9,575)</b>      | (4,948)   | <b>(50,776)</b>              | (21,536)  | <b>(1,556,859)</b>   | (2,043,171) | <b>(71,742)</b>   | 88,772      | <b>(1,087,401)</b> | 417,743     | <b>(765,228)</b> | (50,996) | <b>(24,626)</b> | (2,449) | <b>(15,947)</b>     | 14,222    | <b>(3,582,154)</b> | (1,602,363) |
| <b>Profit/(loss) from continuing operations</b>       | <b>(255,557)</b>    | (218,651) | <b>768,357</b>               | 1,214,913 | <b>1,106,327</b>     | (760,819)   | <b>189,295</b>    | (297,487)   | <b>1,777,603</b>   | (1,560,144) | <b>44,976</b>    | 101,903  | <b>82,796</b>   | 29,555  | <b>(865)</b>        | (23,517)  | <b>3,712,932</b>   | (1,514,247) |
| <b>Discontinued operation</b>                         |                     |           |                              |           |                      |             |                   |             |                    |             |                  |          |                 |         |                     |           |                    |             |
| Profit/(loss) from discontinued operation, net of tax | -                   | -         | -                            | -         | -                    | 5,195,310   | <b>100,408</b>    | (794,770)   | -                  | -           | -                | -        | -               | -       | -                   | -         | <b>100,408</b>     | 4,400,540   |
|   | <b>(255,557)</b>    | (218,651) | <b>768,357</b>               | 1,214,913 | <b>1,106,327</b>     | 4,434,491   | <b>289,703</b>    | (1,092,257) | <b>1,777,603</b>   | (1,560,144) | <b>44,976</b>    | 101,903  | <b>82,796</b>   | 29,555  | <b>(865)</b>        | (23,517)  | <b>3,813,340</b>   | 2,886,293   |
| <b>Attributable to:</b>                               |                     |           |                              |           |                      |             |                   |             |                    |             |                  |          |                 |         |                     |           |                    |             |
| Owners of the Company                                 | <b>(130,113)</b>    | (113,117) | <b>188,056</b>               | 311,201   | <b>604,632</b>       | 2,308,340   | <b>156,440</b>    | (681,323)   | <b>372,675</b>     | (368,287)   | <b>17,452</b>    | 43,298   | <b>33,962</b>   | 14,276  | <b>(397)</b>        | (10,743)  | <b>1,242,707</b>   | 1,503,645   |
| Non controlling interest                              | <b>(125,444)</b>    | (105,534) | <b>580,301</b>               | 903,712   | <b>501,695</b>       | 2,126,151   | <b>133,263</b>    | (410,934)   | <b>1,404,928</b>   | (1,191,857) | <b>27,524</b>    | 58,605   | <b>48,834</b>   | 15,279  | <b>(468)</b>        | (12,774)  | <b>2,570,633</b>   | 1,382,648   |
|   | <b>(255,557)</b>    | (218,651) | <b>768,357</b>               | 1,214,913 | <b>1,106,327</b>     | 4,434,491   | <b>289,703</b>    | (1,092,257) | <b>1,777,603</b>   | (1,560,144) | <b>44,976</b>    | 101,903  | <b>82,796</b>   | 29,555  | <b>(865)</b>        | (23,517)  | <b>3,813,340</b>   | 2,886,293   |

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

**Operating Segment Information -Group**

(b) Segments Assets/ liabilities are as follows:

(Amounts expressed in Sri Lankan Rs. '000)

| Business Segment                                  | Investment Holding |                  | Portfolio & Asset Management |                   | Oil Palm Plantations |                   | Oils & Fats       |                   | Beverage          |                   | Real Estate      |                  | Leisure          |                  | Management Services |                | Group              |                    |
|---|--------------------|------------------|------------------------------|-------------------|----------------------|-------------------|-------------------|-------------------|-------------------|-------------------|------------------|------------------|------------------|------------------|---------------------|----------------|--------------------|--------------------|
|   | 31.03.2018         | 31.03.2017       | 31.03.2018                   | 31.03.2017        | 31.03.2018           | 31.03.2017        | 31.03.2018        | 31.03.2017        | 31.03.2018        | 31.03.2017        | 31.03.2018       | 31.03.2017       | 31.03.2018       | 31.03.2017       | 31.03.2018          | 31.03.2017     | 31.03.2018         | 31.03.2017         |
| <b>SEGMENT ASSETS</b>                             |                    |                  |                              |                   |                      |                   |                   |                   |                   |                   |                  |                  |                  |                  |                     |                |                    |                    |
| <b>Non - Current Assets</b>                       |                    |                  |                              |                   |                      |                   |                   |                   |                   |                   |                  |                  |                  |                  |                     |                |                    |                    |
| Fixed assets**                                    | -                  | -                | 2,854                        | 6,011             | 50,349,492           | 58,344,308        | 8,037,310         | 7,104,886         | 18,756,403        | 18,267,006        | 3,854,482        | 3,230,682        | 1,887,460        | 2,010,067        | 42,109              | 63,876         | 82,930,110         | 89,026,836         |
| Intangible assets                                 | -                  | -                | 105,166                      | 84,791            | 751,138              | 625,106           | 1,599,491         | 1,616,199         | 2,525,933         | 2,582,613         | 12,799           | 12,799           | -                | -                | 1,209               | 1,476          | 4,995,736          | 4,922,984          |
| Available-for-sale financial assets/Joint venture | 67,028             | 62,044           | 9,754,458                    | 8,543,028         | -                    | -                 | -                 | -                 | -                 | -                 | -                | -                | -                | -                | -                   | -              | 9,821,486          | 8,605,072          |
| Deferred tax assets                               | -                  | -                | 511                          | -                 | 3,516,041            | 3,098,622         | -                 | -                 | 6,431             | 6,341             | -                | -                | -                | -                | 13,689              | 11,746         | 3,536,672          | 3,116,709          |
| Other financial receivables                       | -                  | -                | -                            | -                 | -                    | -                 | -                 | -                 | -                 | -                 | -                | -                | 169,966          | 152,396          | -                   | -              | 169,966            | 152,396            |
| Other non financial receivables                   | -                  | -                | -                            | -                 | 6,510,303            | 6,288,883         | -                 | -                 | -                 | -                 | -                | -                | -                | -                | -                   | -              | 6,510,303          | 6,288,883          |
| <b>Total non - current assets</b>                 | <b>67,028</b>      | <b>62,044</b>    | <b>9,862,989</b>             | <b>8,633,830</b>  | <b>61,126,974</b>    | <b>68,356,919</b> | <b>9,636,801</b>  | <b>8,721,085</b>  | <b>21,288,767</b> | <b>20,855,960</b> | <b>3,867,281</b> | <b>3,243,481</b> | <b>2,057,426</b> | <b>2,162,463</b> | <b>57,007</b>       | <b>77,098</b>  | <b>107,964,273</b> | <b>112,112,880</b> |
| <b>Current Assets</b>                             |                    |                  |                              |                   |                      |                   |                   |                   |                   |                   |                  |                  |                  |                  |                     |                |                    |                    |
| Inventories ***                                   | -                  | -                | -                            | -                 | 3,571,886            | 2,115,860         | 2,658,624         | 1,982,551         | 1,945,090         | 2,544,179         | -                | -                | 18,368           | 22,007           | 90                  | 71             | 8,194,058          | 6,664,668          |
| Trade debtors and other financial assets          | -                  | 89               | 22,617                       | 184,850           | 624,987              | 778,979           | 2,191,495         | 2,045,685         | 2,890,442         | 1,799,420         | 19,292           | 23,354           | 63,828           | 75,537           | 253                 | 253            | 5,812,914          | 4,908,167          |
| Other non financial receivables                   | 15,209             | 11,490           | 61,174                       | 56,333            | 3,241,693            | 1,815,136         | 3,571,812         | 3,234,669         | 524,959           | 363,502           | 85,419           | 74,110           | 12,583           | 11,769           | 20,039              | 31,557         | 7,532,888          | 5,598,566          |
| Financial assets held for trading                 | 30,068             | 26,154           | 2,462,496                    | 3,136,896         | -                    | -                 | -                 | -                 | -                 | -                 | 104,803          | -                | 10,000           | -                | -                   | -              | 2,607,367          | 3,163,050          |
| Cash and cash equivalents                         | 503,032            | 57,140           | 1,779,166                    | 1,463,374         | 2,665,603            | 5,931,430         | 126,914           | 222,009           | 8,958,215         | 7,645,227         | 20,711           | 46,909           | 135,018          | 42,102           | 33,425              | 29,812         | 14,222,083         | 15,438,003         |
| <b>Total current assets</b>                       | <b>548,309</b>     | <b>94,873</b>    | <b>4,325,453</b>             | <b>4,841,453</b>  | <b>10,104,169</b>    | <b>10,641,405</b> | <b>8,548,845</b>  | <b>7,484,914</b>  | <b>14,318,706</b> | <b>12,352,328</b> | <b>230,225</b>   | <b>144,373</b>   | <b>239,797</b>   | <b>151,415</b>   | <b>53,807</b>       | <b>61,693</b>  | <b>38,369,310</b>  | <b>35,772,454</b>  |
| Assets held for sales                             | -                  | -                | -                            | -                 | 7,822,380            | -                 | 660,826           | 647,447           | -                 | -                 | -                | -                | -                | -                | -                   | -              | 8,483,206          | 647,447            |
|   | 548,309            | 94,873           | 4,325,453                    | 4,841,453         | 17,926,549           | 10,641,405        | 9,209,671         | 8,132,361         | 14,318,706        | 12,352,328        | 230,225          | 144,373          | 239,797          | 151,415          | 53,807              | 61,693         | 46,852,516         | 36,419,901         |
| <b>Total segmental assets</b>                     | <b>615,337</b>     | <b>156,917</b>   | <b>14,188,442</b>            | <b>13,475,283</b> | <b>79,053,523</b>    | <b>78,998,324</b> | <b>18,846,472</b> | <b>16,853,446</b> | <b>35,607,473</b> | <b>33,208,288</b> | <b>4,097,506</b> | <b>3,387,854</b> | <b>2,297,223</b> | <b>2,313,878</b> | <b>110,814</b>      | <b>138,791</b> | <b>154,816,789</b> | <b>148,532,781</b> |
| <b>SEGMENT LIABILITIES</b>                        |                    |                  |                              |                   |                      |                   |                   |                   |                   |                   |                  |                  |                  |                  |                     |                |                    |                    |
| <b>Non - Current Liabilities</b>                  |                    |                  |                              |                   |                      |                   |                   |                   |                   |                   |                  |                  |                  |                  |                     |                |                    |                    |
| Loans and borrowings                              | -                  | -                | -                            | -                 | 29,585,377           | 24,314,043        | 5,884,559         | 3,209,662         | 6,892,084         | 8,191,865         | -                | -                | 26,503           | 6,550            | -                   | -              | 42,388,523         | 35,722,120         |
| Other financial payables                          | -                  | -                | -                            | -                 | -                    | -                 | -                 | -                 | -                 | -                 | 87,694           | 77,607           | -                | -                | -                   | -              | 87,694             | 77,607             |
| Other non financial liabilities                   | -                  | -                | 7,425                        | 10,479            | 1,090,965            | 988,550           | -                 | -                 | 190,953           | 78,440            | 3,511            | 3,505            | 17,250           | 16,021           | 56,063              | 47,169         | 1,366,167          | 1,144,164          |
| Deferred tax liabilities                          | -                  | -                | -                            | -                 | 3,064,895            | 3,006,429         | 248,980           | 162,554           | 3,400,377         | 2,379,861         | 902,125          | 193,010          | 196,773          | 66,978           | -                   | -              | 7,813,150          | 5,808,832          |
| <b>Total non - current liabilities</b>            | <b>-</b>           | <b>-</b>         | <b>7,425</b>                 | <b>10,479</b>     | <b>33,741,237</b>    | <b>28,309,022</b> | <b>6,133,539</b>  | <b>3,372,216</b>  | <b>10,483,414</b> | <b>10,650,166</b> | <b>993,330</b>   | <b>274,122</b>   | <b>240,526</b>   | <b>89,549</b>    | <b>56,063</b>       | <b>47,169</b>  | <b>51,655,534</b>  | <b>42,752,723</b>  |
| <b>Current Liabilities</b>                        |                    |                  |                              |                   |                      |                   |                   |                   |                   |                   |                  |                  |                  |                  |                     |                |                    |                    |
| Trade and other financial liabilities             | 395,657            | 220,447          | 242,744                      | 281,910           | 10,906,558           | 10,162,658        | 4,373,474         | 4,760,224         | 4,883,576         | 2,837,619         | 149,057          | 165,506          | 131,287          | 136,300          | 83,169              | 68,240         | 21,165,523         | 18,632,904         |
| Loans and borrowings                              | 1,357,213          | 1,418,175        | 16,112                       | 12,723            | 9,313,418            | 15,167,636        | 5,872,838         | 7,714,346         | 10,503,393        | 11,331,783        | -                | -                | 5,064            | 55               | 2,079               | 3,412          | 27,070,117         | 35,648,130         |
|   | 1,752,870          | 1,638,622        | 258,856                      | 294,633           | 20,219,976           | 25,330,294        | 10,246,312        | 12,474,570        | 15,386,969        | 14,169,402        | 149,057          | 165,506          | 136,351          | 136,355          | 85,248              | 71,652         | 48,235,640         | 54,281,034         |
| Liabilities associated with assets held for sale  | -                  | -                | -                            | -                 | 260,068              | -                 | -                 | -                 | -                 | -                 | -                | -                | -                | -                | -                   | -              | 260,068            | -                  |
| <b>Total current liabilities</b>                  | <b>1,752,870</b>   | <b>1,638,622</b> | <b>258,856</b>               | <b>294,633</b>    | <b>20,480,044</b>    | <b>25,330,294</b> | <b>10,246,312</b> | <b>12,474,570</b> | <b>15,386,969</b> | <b>14,169,402</b> | <b>149,057</b>   | <b>165,506</b>   | <b>136,351</b>   | <b>136,355</b>   | <b>85,248</b>       | <b>71,652</b>  | <b>48,495,708</b>  | <b>54,281,034</b>  |
| <b>Total segmental liabilities</b>                | <b>1,752,870</b>   | <b>1,638,622</b> | <b>266,281</b>               | <b>305,112</b>    | <b>54,221,281</b>    | <b>53,639,316</b> | <b>16,379,851</b> | <b>15,846,786</b> | <b>25,870,383</b> | <b>24,819,568</b> | <b>1,142,387</b> | <b>439,628</b>   | <b>376,877</b>   | <b>225,904</b>   | <b>141,311</b>      | <b>118,821</b> | <b>100,151,242</b> | <b>97,033,757</b>  |

\*\* Fixed assets include, Property Plant & Equipments, Bearer Plants, Leasehold land rights & Investment properties.

\*\*\* Inventories include, Biological Assets

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

### 1. Reporting Entity

Bukit Darah PLC is a limited liability company which is incorporated in Sri Lanka. The ordinary shares of the Company have a primary listing on the Colombo Stock Exchange.

The Group is a diversified conglomerate and one of the foremost business establishments in Sri Lanka backed by a heritage of well over 100 years. Today it is positioned as a company whose outlook is regional, focused on a future which is technology-oriented, results driven and world class.

The businesses range from oil palm plantations in Indonesia, palm oil refining in Malaysia to breweries, investment holdings, portfolio & assets management, real estate and leisure in Sri Lanka. The Group has offices in Malaysia, Singapore, Indonesia and India, in addition to Sri Lanka.

There were no significant changes in the nature of the principal activities of the Company and the Group during the financial period under review.

### 2 Basis of Preparation of Interim Condensed Financial Statements

These Interim Financial Statement of the Company and the Group have been prepared based on the Sri Lanka Accounting Standards LKAS 34 -Interim Financial reporting. The Group has applied the same accounting policies and methods of computation in the preparation of the consolidated financial statements for the current reporting period compared with the audited financial statements as at 31 March 2018.

### 3 Segmental Information

For management purposes the Group's primary format segment reporting is Industry segments . The risks and returns of the Group's operations are primarily determined by the nature of the different activities that the Group engages in, rather than the geographical location of these operations.

This is reflected by the Group's organizational structure. Industry segment activities of the Group have been broadly classified into eight segments: Investment Holdings, Portfolio and Asset Management, Oil Palm Plantations, Beverage, Real-Estate, Leisure, Oils & Fats and Management Services according to the nature of product sold or service rendered. The principal product and services of each segments are follows.

Investment Holdings - Holding of Strategic Investment

Portfolio and Assets Management - Investment and management of listed, private equity, fixed income and unit trust investments

Oil Palm Plantations - Production and sale of palm oil, palm kernel and fresh fruit bunches (FFB) to the local and international market

Oils & Fats - Manufacturing, marketing and selling of refined oils and specialty fats to the bakery, chocolate and confectionery, ice creams and creamer industries and cooking oil products to end-customers.

Beverage - Production and sale of Beer, Import & distribution of alcoholic beverages

Real Estate - Letting office and warehouse premises on rent for commercial purposes

Leisure - Hoteliering

Management Services - Providing support services to the Group Companies.

Sales between segments are made at prices that approximate the market prices. Segment revenue, segment expenses and segment results include transactions between industry segments. These transactions and any unrealized profits and losses are eliminated on consolidation. Segmental expenses are expenses that are directly attributed to a relevant segment or a portion of expenses that can be allocated on a reasonable basis as determined by the Management.

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

### 4 Exchange Rates

The results and net assets of the Group, as reported in Sri Lankan Rupees, are affected by movements in exchange rates between Sri Lankan Rupees and operational currencies of overseas subsidiaries. Bukit Darah PLC uses the average of exchange rates prevailing during the period to translate the results and cash flows of overseas Group subsidiaries and associates into Sri Lankan Rupees and period end rates to translate the net assets of those undertakings. The currencies which most influence these translations and the relevant exchange rates, are:

|                          | Year ended<br>31.03.2018 | Nine Months ended<br>31.12.2017 | Six Months ended<br>30.09.2017 | First Quarter ended<br>30.06.2017 | Year ended<br>31.03.2017 |
|--------------------------|--------------------------|---------------------------------|--------------------------------|-----------------------------------|--------------------------|
|                          | Rs.                      | Rs.                             | Rs.                            | Rs.                               | Rs.                      |
| <b>Average rates:</b>    |                          |                                 |                                |                                   |                          |
| Malaysian Ringgit        | 36.80                    | 36.02                           | 35.57                          | 35.17                             | 34.90                    |
| US Dollar                | 155.58                   | 152.99                          | 152.82                         | 152.52                            | 147.61                   |
| Indonesian Rupiah (Rp)   | 0.0114                   | 0.0114                          | 0.0115                         | 0.0115                            | 0.0111                   |
| Indian Rupee             | 2.38                     | 2.37                            | 2.37                           | 2.36                              | 2.20                     |
| <b>Period-end rates:</b> |                          |                                 |                                |                                   |                          |
| Malaysian Ringgit        | 40.33                    | 37.63                           | 36.21                          | 35.75                             | 34.28                    |
| US Dollar                | 155.60                   | 153.23                          | 153.01                         | 153.30                            | 151.99                   |
| Indonesian Rupiah (Rp)   | 0.0113                   | 0.0113                          | 0.0113                         | 0.0115                            | 0.0114                   |
| Indian Rupee             | 2.39                     | 2.39                            | 2.34                           | 2.37                              | 2.34                     |

### 5 Impairment of business assets

|                                     | Group                                    |                    |
|-------------------------------------|--|--------------------|
|                                     | For the year ended<br>31st March<br>2018 | 31st March<br>2017 |
|                                     | Rs '000                                  | Rs '000            |
| <b>Continuing operations</b>        |  |                    |
| Brands                              | -  | 1,673,065          |
| Property, plant & equipment         | 4,032,300                                | 414,900            |
| Bearer Plants                       | (3,379,941)                              | 76,686             |
| Prepaid lease payment for land      | 308,716                                  | -                  |
| Goodwill on consolidation           | -  | 14,942             |
| Customer relationship               | 20,035                                   | 52,401             |
| Available-for-sale financial assets | 91,350                                   | 198,825            |
|                                     | <b>1,072,460</b>                         | <b>2,430,819</b>   |
| <b>Discontinued operations</b>      |  |                    |
| Assets held for sale                | -  | 259,404            |
|                                     | -  | <b>259,404</b>     |

### 6 Discontinued operation

#### Profit/(loss) for the period from discontinued operations

|   | Group                                    |                  |                                  |                  |
|---|--|------------------|----------------------------------|------------------|
|   | For the three months ended<br>31st March |                  | For the year ended<br>31st March |                  |
|   | 2018                                     | 2017             | 2018                             | 2017             |
| <b>Revenue</b>  | -  | (11,289)         | 2,697                            | 2,585,925        |
| Direct operating expenses   | -  | (199,502)        | (3,376)                          | (2,274,372)      |
|   | -  | (210,791)        | (679)                            | 311,553          |
| <b>Other items of income</b>  |  |                  |                                  |                  |
| Other income  | (1,609)                                  | 16,268           | (596)                            | 52,165           |
| <b>Other items of expenses</b>  |  |                  |                                  |                  |
| Distribution expenses   | -  | (10,561)         | -                                | (52,612)         |
| Administrative expenses   | (17,340)                                 | (48,163)         | (72,028)                         | (265,599)        |
| Impairment of business assets   | -  | (259,404)        | -                                | (259,404)        |
| Foreign exchange losses   | -  | (56,116)         | -                                | (65,054)         |
| <b>Profit/(loss) from operations</b>  | <b>(18,949)</b>                          | <b>(568,767)</b> | <b>(73,303)</b>                  | <b>(278,951)</b> |
| Net finance cost  | 421,309                                  | (116,944)        | 173,711                          | (298,482)        |
| <b>Profit/(loss) before Income tax expenses</b>                             | <b>402,360</b>                           | <b>(685,711)</b> | <b>100,408</b>                   | <b>(577,433)</b> |
| <b>Income tax expenses</b>  |  |                  |                                  |                  |
| Current taxation  | -  | (20,471)         | -                                | (60,031)         |
| Deferred taxation   | -  | 282,386          | -                                | 282,386          |
|   | -  | 261,915          | -                                | 222,355          |
| <b>Profit/(loss) from discontinued operations, net of tax</b>               | <b>402,360</b>                           | <b>(423,796)</b> | <b>100,408</b>                   | <b>(355,078)</b> |
| Profits from disposal of Plantation Assets                                  | -  | 16,427           | -                                | 6,225,874        |
| Transfer from Translation Reserve on discontinued Overseas branch operation | -  | (145,167)        | -                                | (1,470,256)      |
| <b>Total Profit/(loss) for the Period from Discontinued Operations</b>      | <b>402,360</b>                           | <b>(552,536)</b> | <b>100,408</b>                   | <b>4,400,540</b> |

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

The major classes of assets of oil palm plantations oil and fats segment (Indian operation) Classified as held for sale as at 31st March 2018 are as follows

| As at                          | Group              |                    |
|--------------------------------|--------------------|--------------------|
|                                | 31st March<br>2018 | 31st March<br>2017 |
| <b>ASSETS</b>                  |                    |                    |
| <b>Oils and fats</b>           |                    |                    |
| Property, plant & equipments   | <u>660,826</u>     | <u>647,447</u>     |
|                                | <u>660,826</u>     | <u>647,447</u>     |
| <b>Oil Palm Plantations</b>    |                    |                    |
| Property, plant & equipment    | <u>1,106,312</u>   | -                  |
| Bearer Plants                  | <u>6,101,088</u>   | -                  |
| Prepaid lease payment for land | <u>614,980</u>     | -                  |
| Total assets held for sale     | <u>7,822,380</u>   | -                  |
|                                | <u>8,483,206</u>   | <u>647,447</u>     |
| <b>LIABILITES</b>              |                    |                    |
| Retirement benefit obligation  | <u>96,668</u>      | -                  |
| Deferred tax liabilities       | <u>163,400</u>     | -                  |
|                                | <u>260,068</u>     | -                  |

### 7 DIVIDEND PER SHARE

|                             | Total Dividend |         | Dividend per share |               |
|-----------------------------|----------------|---------|--------------------|---------------|
|                             | 2018           | 2017    | 2018<br>(Rs.)      | 2017<br>(Rs.) |
| <b>On Ordinary Shares</b>   |                |         |                    |               |
| Paid for 2018               | <u>137,700</u> | 102,000 | <u>1.35</u>        | 1.00          |
| <b>On Preference shares</b> |                |         |                    |               |
| Annual dividend             | 145            | 145     | 0.08               | 0.08          |
| Paid for 2018               | <u>19,775</u>  | 14,624  | <u>10.75</u>       | 7.95          |
| Total                       | <u>19,920</u>  | 14,769  | <u>10.83</u>       | 8.03          |

### 8 Intangible assets

|                                | Goodwill         | Customer<br>Relationship | Trade<br>Mark    | Total as at        | Total as at        |
|--------------------------------|------------------|--------------------------|------------------|--------------------|--------------------|
|                                |                  |                          |                  | 31st March<br>2018 | 31st March<br>2017 |
| <b>Cost</b>                    |                  |                          |                  |                    |                    |
| Balance at beginning of period | 1,583,053        | 410,586                  | 2,326,935        | 4,320,574          | 6,060,982          |
| Impairment                     | -                | (20,035)                 | -                | -                  | (1,740,408)        |
|                                | <u>1,583,053</u> | <u>390,551</u>           | <u>2,326,935</u> | <u>4,320,574</u>   | <u>4,320,574</u>   |
| <b>Impairment losses</b>       |                  |                          |                  |                    |                    |
| Balance at beginning of period | -                | 305,783                  | -                | 305,783            | 268,794            |
| Amortization                   | -                | 36,988                   | -                | 36,988             | 36,989             |
|                                | <u>-</u>         | <u>342,771</u>           | <u>-</u>         | <u>342,771</u>     | <u>305,783</u>     |
|                                | <u>1,583,053</u> | <u>47,780</u>            | <u>2,326,935</u> | <u>3,977,803</u>   | <u>4,014,791</u>   |



## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

### 9 RELATED PARTY TRANSACTIONS

|                                   | Group |      | Company |         |
|-----------------------------------|-------|------|---------|---------|
|                                   | 2018  | 2017 | 2018    | 2017    |
| For the year ended 31st March     |       |      |         |         |
| Transactions with related parties |       |      |         |         |
| <b>Subsidiaries</b>               |       |      |         |         |
| Dividend income received          | -     | -    | -       | 138,069 |
| Secretariat fees paid             | -     | -    | 12,255  | 12,250  |
| Secretarial fees paid             | -     | -    | 444     | 403     |
| Computer charges paid             | -     | -    | 240     | 240     |
| <b>Joint Ventures</b>             |       |      |         |         |
| Secretarial fees received         | 238   | 216  | -       | -       |

### 10 Stated Capital

|   | Company        |                |
|---|----------------|----------------|
|   | 2018           | 2017           |
| As at 31st March  |                |                |
| <b>Issued and Fully Paid</b>                            |                |                |
| 102,000,000 Ordinary shares                             | 371,880        | 371,880        |
| 1,839,568 8% Participating Cumulative Preference shares | 40,755         | 40,755         |
|   | <b>412,635</b> | <b>412,635</b> |

|   | Group             |                   | Group             |                   |
|---|-------------------|-------------------|-------------------|-------------------|
|   | 31st March 2018   |                   | 31st March 2017   |                   |
|   | Secured           | Unsecured         | Secured           | Unsecured         |
| <b>11 Loans and borrowings</b>  |                   |                   |                   |                   |
| (a) Long term bank borrowings   | 44,790,034        | 6,699,676         | 37,419,570        | 6,754,489         |
| Short term bank borrowings  | 5,820,068         | 8,992,190         | 12,927,534        | 10,266,792        |
| Finance lease payable   | 46,090            | -                 | 65,133            | -                 |
| Debenture   | -                 | 3,110,582         | -                 | 3,936,732         |
|   | <b>50,656,192</b> | <b>18,802,448</b> | <b>50,412,237</b> | <b>20,958,013</b> |
| (b) Amount repayable after one year   | 35,469,936        | 6,918,587         | 27,530,255        | 8,191,865         |
| Amount repayable in one year or less, or on demand  | 15,186,256        | 11,883,861        | 22,881,982        | 12,766,148        |
|   | <b>50,656,192</b> | <b>18,802,448</b> | <b>50,412,237</b> | <b>20,958,013</b> |
| (c) The bank term loans and short term working capital loans of the Oil Palm Plantation sector and Oil & Fats sector are secured by a pledge over property, plant and equipment, bearer plants, fixed deposits and other deposits with financial institutions, Inventories, trade receivables and corporate guarantees. | -                 | -                 | -                 | -                 |

12 There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.

13 The financial statements presented above have not been audited or reviewed by the Company auditors.

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

### 15 Contingent Liabilities

There were no changes of material nature in the contingent liabilities since the last annual balance sheet date.

### 16 Capital Commitments

There were no changes of material nature in the capital commitments since the last annual balance sheet date.

### 17 Events Occurring After the Balance Sheet Date

No material events took place since March 31st, 2018 that require disclosure in these Financial Statements .

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

### Interim Financial Statements

#### 18 Directors Shareholding as at 31st March 2018

Directors shareholding in the ordinary shares of the company are as follows:

|  | No of Shares |
|--|--------------|
| Mr. H. Selvanathan                                   | 153,112      |
| Mr. M. Selvanathan                                   | 44,214       |
| Mr. I. Paulraj                                       | 1,127        |
| Mr. D. C.R. Gunawardena                              | -            |
| Mr. L. R. de Lanerolle                               | 3,074        |
| Mr. S. K. Shah                                       | -            |
| Mr. M. Dayananda                                     | -            |
| <b>Alternate Director</b>                            |              |
| Mr. K. Selvanathan (for M. Selvanathan)              | -            |
| <br>   |              |
| <b>8% Participating Cumulative Preference shares</b> |              |
| Mr. H. Selvanathan                                   | 345,130      |
| Mr. M. Selvanathan                                   | 824,231      |

#### 19 Twenty Major Shareholders - Ordinary Shares

| Name of Shareholder                          | As at 31.03.2018 |       |
|--|------------------|-------|
|  | No. of Shares    | %     |
| Rubber Investment Trust Limited A/C No.03    | 20,438,250       | 20.04 |
| Portelet Limited                             | 9,409,500        | 9.23  |
| Skan Investments (Pvt) Limited.              | 8,357,904        | 8.19  |
| Goodhope Holdings (Pvt) Limited.             | 8,149,039        | 7.99  |
| Newgreens Limited                            | 7,905,000        | 7.75  |
| Interkrish Investment Company (Pvt) Limited. | 7,314,903        | 7.17  |
| Krish Investment Company (Pvt) Ltd.          | 7,304,150        | 7.16  |
| Carson Cumberbatch PLC A/C No.2              | 6,270,781        | 6.15  |
| Mrs. V. Nataraj                              | 4,392,535        | 4.31  |
| Mr. V. Nataraj                               | 4,312,911        | 4.23  |
| Gee Gees Properties (Pvt) Ltd                | 3,734,220        | 3.66  |
| Employees Provident Fund                     | 2,857,872        | 2.80  |
| S Kanapathy Chetty (Private) Limited.        | 2,139,922        | 2.10  |
| Pershing LLC S/A Averbach Grauson & Co.      | 1,310,533        | 1.28  |
| Ceylon Finance and Securities (Private) Ltd  | 1,006,085        | 0.99  |
| Thurston Investments Limited                 | 871,570          | 0.85  |
| Mr. E.A. Samaraweera                         | 612,000          | 0.60  |
| Mrs. H. Pope (Decd)                          | 612,000          | 0.60  |
| Mr. W. Tippetts                              | 520,200          | 0.51  |
| Mr. K.C. Vignarajah                          | 496,045          | 0.49  |

#### 20 Public Holding

The Company is in compliance with the Minimum Public Holding requirements for Companies listed on the Main Board as per Rule 7.13.1.a. of the Listing Rules of the Colombo Stock Exchange, under Option 5, i.e. Float-adjusted Market Capitalization of less than Rs.2.5 Billion with 500 Public Shareholders and a Public Holding percentage of 20%.

#### The Company's Public Holding as at 31st March 2018

Market Capitalization of the Public Holding - Rs. 4.84Bn  
Percentage of ordinary shares held by the public - 23.04%  
Number of Public Shareholders - 1,725

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

Interim Financial Statements

### 21 Investor Information

| As at                                      | Year<br>ended<br>31.03.2018 | Forth<br>quarter<br>31.03.2018 | Third<br>quarter<br>31.12.2017 | Second<br>quarter<br>30.09.2017 | First<br>quarter<br>30.06.2017 | Year<br>ended<br>31.03.2017 |
|--|-----------------------------|--------------------------------|--------------------------------|---------------------------------|--------------------------------|-----------------------------|
| <b>Market Performance -Ordinary Shares</b> |                             |                                |                                |                                 |                                |                             |
| Market value per share (Rs.)               | 206                         | 206                            | 211                            | 207                             | 256                            | 260                         |
| Highest price per share (Rs.)              | 280                         | 275                            | 235                            | 272                             | 280                            | 395                         |
| Lowest price per share (Rs.)               | 200                         | 200                            | 201                            | 207                             | 250                            | 241                         |
| <b>Share Trading</b>                       |                             |                                |                                |                                 |                                |                             |
| Value of shares traded (Rs. Mn)            | 1,875                       | 1,771                          | 73                             | 11                              | 20                             | 83                          |
| Number of shares traded                    | 9,319,039                   | 8,861,745                      | 335,616                        | 49,399                          | 72,279                         | 277,389                     |
| Number of trades                           | 1,378                       | 242                            | 410                            | 449                             | 277                            | 1,528                       |
| <b>Other Information</b>                   |                             |                                |                                |                                 |                                |                             |
| Market Capitalization (Rs. Mn)             | 21,022                      | 21,022                         | 21,471                         | 21,134                          | 26,122                         | 26,540                      |
| Enterprise Value (Rs. Mn)                  | 109,384                     | 109,384                        | 111,940                        | 111,316                         | 114,588                        | 113,448                     |

## Corporate Information

### Name of the Company

Bukit Darah PLC

### Company Registration No.

PQ 56

### Legal Form

A Public Quoted Company with limited liability.  
Incorporated in Sri Lanka in 1916.

### Board of Directors

Mr. H. Selvanathan (Chairman)

Mr. M. Selvanathan

Mr. I. Paulraj

Mr. D. C. R. Gunawardena

Mr. L. R. de Lanerolle

Mr. S.K. Shah

Mr. M. Dayananda

### Alternate Director

Mr. K. Selvanathan (for M. Selvanathan)

### Audit Committee

Mr. L. R. de Lanerolle (Chairman)

Non- Executive/Independent Director

Mr. M. Dayananda

Non- Executive/Independent Director

Mr. D. C.R. Gunawardena

Non- Executive Director

### Remuneration Committee

Mr. M. Dayananda (Chairman)

Non- Executive/Independent Director

Mr. D. C.R. Gunawardena

Non- Executive Director

Mr. L. R. de Lanerolle

Non- Executive/Independent Director

### Nomination Committee

Mr. I. Paulraj (Chairman)

Non- Executive Director

Mr. D. C.R. Gunawardena

Non- Executive Director

Mr. L. R. de Lanerolle

Non- Executive/Independent Director

### Related Party Transactions Review Committee

Mr. L. R. de Lanerolle (Chairman)

Non- Executive/Independent Director

Mr. M. Dayananda

Non- Executive/Independent Director

Mr. D. C.R. Gunawardena

Non- Executive Director

Mr. H. Selvanathan

Executive Director

Mr. M. Selvanathan

Executive Director

### Bankers

Standard Chartered Bank

Bank of Ceylon

Citibank NA

Commercial Bank of Ceylon PLC

HSBC

Sampath Bank PLC

Hatton National Bank PLC

Nations Trust Bank PLC

Deutsche Bank A. G

Public Bank

Pan Asia Banking Corporation PLC

### Auditors

Messrs KPMG

Chartered Accountants

No. 32A,

Sir Mohamed Macan Markar

Mawatha,

Colombo 3

Sri Lanka

Tel: 94-11-5426426

Fax: 94-11-2445872

### Secretaries

Carsons Management Services

(Private) Limited

No. 61, Janadhipathi Mawatha,

Colombo 1

Sri Lanka

Tel: 94-11-2039200

Fax: 94-11-2039300

### Registered Office

No. 61,

Janadhipathi Mawatha,

Colombo 1

Sri Lanka

Tel: 94-11-2039200

Fax: 94-11-2039300

### Email

carsons@carcumb.com

### Corporate Website

www.carsoncumberbatch.com