

BEYOND BORDERS

Carson Cumberbatch PLC - Interim review for the period ended 30th September 2018

The half year concluded proved to be relatively successful for the Carson Cumberbatch group in terms of top line generation, where the consolidated revenue saw an increase of Rs. 9.24 Bn or 26% YoY to reach Rs. 46.37 Bn, mainly driven by enhanced performance of Beverage, Oil Palm Plantations and Oils and Fats sectors.

Oil Palm Plantations sector witnessed a significant increase in production of approximately 33% during the six months under review, leading to increased Crude Palm Oil (CPO) volumes which in return drove up the revenue from Rs. 13.56 Bn to Rs. 14.06 Bn. However, average CPO sales prices during the period trended down, due to the global macro-economic forces.

During the period, the Oil Palm Plantations sector focused on improving efficiency in its milling operations through continued capex investments targeting improved oil quality. The sector achieved a 19.5% reduction in Overhead costs through the implementation of the cost curtailment activities. Compared to last year, all development locations except Nabire have now been declared as mature, and these location costs are now being expensed and impacting profitability, rather than being capitalized as previously under immature status. The Oil Palm Plantations sector is currently carrying high finished CPO stock, which is expected to be realized in the upcoming quarter, and have also decreased its current liabilities and creditors using the funds generated from operations.

The downstream Oils and Fats segment continued to focus on its strategy of improved capacity utilization, where the solvent plant operated at 89% while the sale volumes saw an approximate improvement of 20% on a YoY basis. However, there was only a marginal improvement in its revenue from Rs. 9.56 Bn to Rs. 10.44 Bn as average prices remained subdued during the period.

Beverage sector on a turnover of Rs. 21.06 Bn, has earned a post-tax profit of Rs. 1.29 Bn. These results are in line with those of the first two quarters of the financial year 15/16 when operating conditions were similar. Interestingly, there has also been a shift from hard to

mild alcohols and very encouragingly from illicit to soft liquor, which has also positively affected the top line of the Beverage sector during the six months under review. The sector is one of the largest tax payers in the Country and during the six months under review it increased its contribution to Government by 52%.

Subdued market conditions and lower realized gains primarily dragged down the revenue contribution of the Portfolio and Asset Management sector by Rs. 107.4 Mn relative to the comparative six months, which stood at Rs. 314.73 Mn for the period.

The closure of 32 rooms of Giritala hotel for a comprehensive room refurbishment during the period under review, resulted in the leisure sector revenue dedining by 2% to Rs. 315.87 Mn. Yet, Pegasus Reef Hotel recorded a 7% growth in its total revenue in comparison to the previous year's first six months, largely driven by the MICE business. Meanwhile, the rate increases of the property sector facilitated a revenue enhancement of 12% to reach Rs. 144.04 Mn during the period under review.

The group accounted for a total foreign exchange loss of Rs. 1.79 Bn as opposed to Rs. 101.19 Mn during the comparative six months. This foreign exchange loss being a non-cash translation loss is predominantly stemming from the Oil Palm Plantations segment, resulting from USD denominated borrowings being affected by the considerable 8.5% depreciation of the Indonesian Rupiah.

Adoption of SLFRS 9 led the Portfolio and Asset Management sector to record unrealized losses of Rs. 1.4 Bn in profit or loss, on the fair value adjustments on the Equity investments of the discretionary portfolio, which sprung from the significant market decline.

Due to the above mentioned reasons, the overall consolidated operating profit of the group was pushed down to Rs. 5.05 Bn from Rs. 5.69 Bn during the six months under review.

Carson Cumberbatch PLC - Interim review for the period ended 30th September 2018

Consolidated net finance cost of the group saw an increase of 15% to reach Rs. 2.3 Bn, primarily pushed up by the increased finance costs of Oil Palm Plantations and Oils and Fats segments. In the meanwhile, due to prudent management, net borrowings of the Beverage sector saw a gradual reduction.

The group recorded a profit before tax of Rs. 2.7 Bn, which showed a YoY decrease of 26%, while the profit from continuing operations saw a decline of 63% over the corresponding six months, primarily because of the non-cash exchange translation loss mentioned above, to reach Rs. 920.35 Mn. After accounting for the loss of Rs. 78.22 Mn relating to the discontinued operations of Arani Agro Oil Industries Private Limited, Carson Cumberbatch PLC, on a group level recorded a net profit of Rs. 842.13 Mn for the six months ended 30th September 2018.

Company Statement of Income

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

	For the three months ended			For the six months ended		
	30th September			30th September		
	2018	2017	Change	2018	2017	Change
			%			%
Revenue	10,866	262,102	(96)	18,566	274,782	(93)
Direct operating expenses	-	-	-	-	-	-
	10,866	262,102	(96)	18,566	274,782	(93)
Items of income						
Fair value change in financial assets measured at fair value through profit or loss	(3,535)	(5,274)	(33)	(6,039)	3,458	(275)
Items of expenses						
Administrative expenses	(15,007)	(14,235)	5	(38,505)	(26,490)	45
Profit / (Loss) from operations	(7,676)	242,593	(103)	(25,978)	251,750	(110)
Net finance cost	(45,014)	(41,364)	9	(82,458)	(84,994)	(3)
Profit / (Loss) before income tax expenses	(52,690)	201,229	(126)	(108,436)	166,756	(165)
Income tax expenses						
Current taxation	-	-	-	-	-	-
Profit / (Loss) for the period	(52,690)	201,229	(126)	(108,436)	166,756	(165)
Other Comprehensive income / (expenses)						
Net change in fair value of financial assets measured at fair value through other comprehensive income	342,377	(306,697)	(212)	542,551	(332,412)	(263)
Total other comprehensive income / (expenses)	342,377	(306,697)	(212)	542,551	(332,412)	(263)
Total comprehensive income / (expenses) for the period	289,687	(105,468)	(375)	434,115	(165,656)	(362)
Earnings (Loss) per ordinary share (Rs.)	(0.27)	1.02	(126)	(0.55)	0.85	(165)
Dividend per ordinary share (Rs.)	-	-	-	-	-	-

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.

The notes on pages 16 to 30 form an integral part of these financial statements.

5th November 2018

Company Statement of Financial Position

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

	As at 30th September 2018	As at 31.03.2018 (Audited)
Assets		
Non Current Assets		
Investments in subsidiaries	9,307,446	10,244,764
Financial assets measured at fair value through other comprehensive income	4,482,931	1,359,668
Total non - current assets	13,790,377	11,604,432
Current Assets		
Trade receivables	130,561	35,101
Other non financial receivables	6,432	3,968
Current tax recoverable	10,135	9,339
Financial assets measured at fair value through profit or loss	91,058	30,068
Cash and cash equivalents	294,894	387,773
Total current assets	533,080	466,249
Total assets	14,323,457	12,070,681
Equity and Liabilities		
Equity		
Stated capital	1,114,652	1,114,652
Capital reserve	287,552	287,552
Revenue reserves	11,192,887	9,048,514
Total equity	12,595,091	10,450,718
Current Liabilities		
Other financial payables	149,553	257,542
Loans and borrowings	1,578,813	1,362,421
Total current liabilities	1,728,366	1,619,963
Total liabilities	1,728,366	1,619,963
Total equity and liabilities	14,323,457	12,070,681
Net assets per ordinary share (Rs.)	64.13	53.21

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 5th November 2018.

Sgd.

M. Selvanathan

Director

Sgd.

D.C.R. Gunawardena

Director

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The notes on pages 16 to 30 form an integral part of these financial statements

Company Statement of Changes in Equity

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

	Stated Capital	Capital Reserve	Revenue Reserve	Total Equity
Balance as at 31st March 2018 (Audited)	1,114,652	287,552	9,048,514	10,450,718
Impact of adopting SLFRS 9 – “Financial Instruments” as at 1 April 2018	-	-	1,710,258	1,710,258
Restated Balance as at 1 April 2018	1,114,652	287,552	10,758,772	12,160,976
Loss for the period	-	-	(108,436)	(108,436)
Other comprehensive income for the period	-	-	542,551	542,551
Total Comprehensive income for the period	-	-	434,115	434,115
Transactions with owners of the company				
Dividend paid on Ordinary shares	-	-	-	-
Balance as at 30th September 2018 (Unaudited)	1,114,652	287,552	11,192,887	12,595,091
Balance as at 31st March 2017 (Audited)	1,114,652	287,552	9,187,287	10,589,491
Profit for the period	-	-	166,756	166,756
Other comprehensive expenses for the period	-	-	(332,412)	(332,412)
Total Comprehensive expenses for the period	-	-	(165,656)	(165,656)
Transactions with owners of the company				
Dividend paid on Ordinary shares	-	-	-	-
Balance as at 30th September 2017 (Unaudited)	1,114,652	287,552	9,021,631	10,423,835

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The notes on pages 16 to 30 form an integral part of these financial statements

Company Statement of Cash Flow

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

For the six month ended 30th September	2018	2017
Cash Flows from Operating Activities		
Loss before income tax expenses	(108,436)	166,756
Adjustments for:		
Fair value change in financial assets measured at fair value through profit or loss	6,039	(3,458)
Finance expenses	82,458	84,994
	88,497	81,536
Operating profit before working capital changes	(19,939)	248,292
(Increase) / Decrease in trade and other receivables	(97,924)	12,395
Decrease in trade and other payables	(2,635)	(8,357)
	(120,498)	252,330
Net cash movement in investment	-	-
Cash generated from / (used in) operations	(120,498)	252,330
Interest paid	(80,941)	(84,994)
Income tax paid	(797)	-
Net cash generated from / (used in) operating activities	(202,236)	167,336
Cash Flows from Investing Activities		
Payments for acquisition of additional interest in subsidiaries	(164)	(5,197)
Net cash used in investing activities	(164)	(5,197)
Cash Flows from Financing Activities		
Dividend paid by the Company	(105,354)	-
Net cash used in financing activities	(105,354)	-
Net increase / (decrease) in cash & cash equivalents	(307,754)	162,139
Cash & cash equivalents at the beginning of the year	(969,441)	(1,416,463)
Cash & cash equivalents at the end of the period	(1,277,195)	(1,254,324)
Statement of Cash & Cash Equivalents		
Cash and cash equivalents	294,894	1,376
	294,894	1,376
Short term borrowings	(1,572,089)	(1,255,700)
	(1,277,195)	(1,254,324)

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The notes on pages 16 to 30 form an integral part of these financial statements

Consolidated Statement of Income

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

	For the three months ended			For the six months ended		
	30th September			30th September		
	2018	2017	Change	2018	2017	Change
Note			%			%
Continuing operations						
Revenue	23,218,481	20,501,644	13	46,372,407	36,929,288	26
Direct operating expenses	(16,272,263)	(14,501,794)	12	(30,927,359)	(26,673,560)	16
Gross profit	6,946,218	5,999,850	16	15,445,048	10,255,728	51
Progressive insurance receipts on business interruption claim	-	96,389	-	-	705,085	-
Fair value change in financial assets measured at fair value through profit or loss	5 (943,800)	(108,622)	769	(1,450,476)	107,535	(1,449)
Other income	354,420	408,828	(13)	454,731	547,101	(17)
Distribution expenses	(1,941,470)	(1,328,127)	46	(3,615,946)	(2,284,813)	58
Administrative expenses	(1,619,528)	(1,516,240)	7	(3,730,449)	(3,319,647)	12
Other operating expenses	(152,446)	(64,523)	136	(266,199)	(120,804)	120
Impairment of business assets	-	(30,050)	-	-	(102,580)	-
Foreign exchange gain/(losses)	5 (821,853)	(250,690)	228	(1,788,170)	(101,190)	1,667
Profit from operations	1,821,541	3,206,815	(43)	5,048,539	5,686,415	(11)
Net finance cost	(1,209,291)	(1,019,890)	19	(2,333,544)	(2,035,199)	15
Share of net results of equity accounted investee	2,004	1,441	39	3,815	7,877	(52)
Profit before income tax expenses	614,254	2,188,366	(72)	2,718,810	3,659,093	(26)
Income tax expense						
Current taxation	(448,573)	(701,393)	(36)	(1,197,757)	(1,253,948)	(4)
Deferred taxation	(442,137)	75,364	(687)	(600,701)	63,384	(1,048)
Profit/ (loss) from continuing operations	(276,456)	1,562,337	(118)	920,352	2,468,529	(63)
Discontinued operations						
Net impact from discontinued operations, net of tax	(39,394)	(107,947)	(64)	(78,220)	(186,726)	(58)
Total loss for the period from Discontinued Operations	6 (39,394)	(107,947)	(64)	(78,220)	(186,726)	(58)
Profit/ (loss) for the period	(315,850)	1,454,390	(122)	842,132	2,281,803	(63)
Profit/ (loss) Attributable to:						
Owners of the Company	(290,096)	695,177	(142)	211,471	1,091,826	(81)
Non controlling interest	(25,754)	759,213	(103)	630,661	1,189,977	(47)
	(315,850)	1,454,390	(122)	842,132	2,281,803	(63)
Earnings (loss) per share (Rs.)	(1.48)	3.54	(142)	1.08	5.56	(81)
Earnings (loss) per share - Continuing operations (Rs.)	(1.37)	3.83	(136)	1.29	6.07	(79)
Dividend per ordinary share (Rs.)	-	-	-	-	-	-

* Discontinued operations for the current period and prior period include results of Arani Agro Oil Industries Private Limited which is explained in Note 6.

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 16 to 30 form an integral part of these financial statements

5th November 2018

Consolidated Statement of Other Comprehensive Income

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

	For the three months ended 30th September			For the six months ended 30th September		
	2018	2017	Change	2018	2017	Change
			%			%
Profit/ (loss) for the period	(315,850)	1,454,390	(122)	842,132	2,281,803	(63)
Other Comprehensive Income						
Items that may be reclassified subsequently to profit or loss						
Net changes in fair value of financial assets measured at other comprehensive income	2,671	(1,684,660)	(100)	(96,157)	(705,737)	(86)
Transfer of realized gain / (loss) on available for sale financial assets	-	(80,773)	-	-	(89,267)	-
Exchange differences on translation of foreign operations	111,224	(503,939)	(122)	(1,397,325)	(229,875)	508
Other comprehensive income / (expenses) for the period net of tax	113,895	(2,269,372)	(105)	(1,493,482)	(1,024,879)	46
Total Comprehensive Income / (expenses) for the period net of tax	(201,955)	(814,982)	(75)	(651,350)	1,256,924	(152)
Attributable to:						
Owners of the Company	(284,897)	(683,120)	(58)	(601,882)	388,789	(255)
Non controlling interest	82,942	(131,862)	(163)	(49,468)	868,135	(106)
	(201,955)	(814,982)	(75)	(651,350)	1,256,924	(152)

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5th November 2018

Consolidated Statement of Financial Position

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

	As at 30th September 2018	As at 31.03.2018 (Audited)
ASSETS		
Non Current Assets		
Property, plant & equipment	50,829,475	50,911,747
Bearer Plants	31,578,668	31,730,624
Prepaid lease payment for land	4,282,540	4,379,949
Investment properties	3,447,849	3,447,798
Intangible assets	6,006,697	6,026,230
Investments in equity accounted investee	45,002	41,184
Financial assets measured at fair value through other comprehensive income	5,411,260	15,285,264
Deferred tax assets	4,038,293	3,537,087
Other financial receivables	179,497	169,966
Other non financial receivables	6,318,938	6,510,303
Total non current assets	112,138,219	122,040,152
Current Assets		
Inventories	7,655,946	6,469,855
Trade receivables	5,159,789	3,607,319
Other financial receivables	1,068,054	1,914,747
Other non financial receivables	9,122,887	7,450,540
Current tax recoverable	159,471	99,385
Financial assets measured at fair value through profit or loss	10,371,281	2,597,369
Derivative financial instruments	99,315	103,756
Biological assets	1,724,685	1,724,203
Cash and cash equivalents	14,778,993	13,342,194
	50,140,421	37,309,368
Assets held for sale	643,820	660,825
Total current assets	50,784,241	37,970,193
Total assets	162,922,460	160,010,345
EQUITY AND LIABILITIES		
EQUITY		
Stated capital	1,114,652	1,114,652
Capital reserves	2,687,322	2,684,579
Revenue reserves	27,152,091	27,702,694
Equity attributable to owners of the company	30,954,065	31,501,925
Non - controlling interest	29,185,069	29,148,484
Total equity	60,139,134	60,650,409

Consolidated Statement of Financial Position

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

	As at 30th September 2018	As at 31.03.2018 (Audited)
LIABILITIES		
Non Current Liabilities		
Loans and borrowings	42,118,644	40,396,059
Debenture	2,000,000	2,000,000
Other financial payables	94,941	87,695
Other non financial liabilities	1,474,310	1,462,835
Deferred tax liabilities	9,365,344	8,262,413
Total non current liabilities	55,053,239	52,209,002
Current Liabilities		
Trade payables	2,912,111	3,729,543
Other financial payables	12,493,106	15,304,671
Current tax liabilities	1,544,296	1,063,692
Derivative financial instruments	8,047	10,916
Loans and borrowings	30,693,812	25,931,530
Debenture	78,715	1,110,582
Total current liabilities	47,730,087	47,150,934
Total liabilities	102,783,326	99,359,936
Total equity and liabilities	162,922,460	160,010,345
Net assets per ordinary share (Rs.)	157.62	160.41

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

Sgd.

A.P. Weeraratne

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 5th November 2018.

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M. Selvanathan

Director

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D.C.R. Gunawardena

Director

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Consolidated Statement of Changes in Equity

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

	Stated Capital	Capital Reserves	Revenue Reserves	Attributable to owners of the company	Non - controlling interest	Total Equity
Balance as at 31st March 2018	1,114,652	2,684,579	27,702,694	31,501,925	29,148,484	60,650,409
Profit for the period	-	-	211,471	211,471	630,661	842,132
Other comprehensive expenses for the period	-	-	(813,351)	(813,351)	(680,129)	(1,493,480)
Total comprehensive expense income for the period	-	-	(601,880)	(601,880)	(49,468)	(651,348)
Transactions with owners of the Company, recognised directly in equity						
Goodwill on change in shareholdings	-	-	(33,241)	(33,241)	(18,239)	(51,480)
Acquisition, disposal and changes in Non controlling interest	-	2,743	84,518	87,261	104,292	191,553
Total Transactions with owners of the Company	-	2,743	51,277	54,020	86,053	140,073
Balance as at 30th September 2018 (Unaudited)	1,114,652	2,687,322	27,152,091	30,954,065	29,185,069	60,139,134
Balance as at 31st March 2017	1,114,652	3,207,132	26,905,892	31,227,676	28,225,711	59,453,387
Profit for the period	-	-	1,091,826	1,091,826	1,189,977	2,281,803
Other comprehensive expenses for the period	-	-	(703,036)	(703,036)	(321,842)	(1,024,878)
Total comprehensive income for the period	-	-	388,790	388,790	868,135	1,256,925
Transactions with owners of the Company, recognised directly in equity						
Goodwill on change in shareholdings	-	-	(3,271)	(3,271)	(41)	(3,312)
Acquisition, disposal and changes in non-controlling interest	-	-	-	-	(116,604)	(116,604)
Total Transactions with owners of the Company	-	-	(3,271)	(3,271)	(116,645)	(119,916)
Balance as at 30th September 2017 (Unaudited)	1,114,652	3,207,132	27,291,411	31,613,195	28,977,201	60,590,396

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Consolidated Statement of Cash Flow

Condensed Interim Financial Statements

(Amounts expressed in Sri Lankan Rs.'000)

For the Six months ended 30th September	2018	2017
Cash Flows from Operating Activities		
Profit before income tax expenses from continuing operations	2,718,810	3,659,093
Loss before income tax expenses from discontinued operations	(78,220)	(186,726)
	2,640,590	3,472,367
Adjustments for:		
Unwinding of discount on compensation receivable	(9,532)	(8,549)
Fair value change in financial assets measured at fair value through profit or loss	1,450,476	(107,535)
Share of net result of equity accounted investee	(3,815)	(7,877)
Impairment of business assets	-	102,580
Depreciation on property, plant & equipment	1,720,925	1,620,446
Depreciation on Bearer Plants	753,135	549,674
Amortization of intangible assets/prepaid lease payment	129,754	101,654
Net Inventory provisions	(16,364)	47,726
Provision for retiring gratuity	136,065	134,861
Amortization of deferred revenue	(4,123)	(3,431)
Finance expenses	2,387,142	2,179,716
Loss on property, plant & equipment write-off	29,960	-
Profit on disposal of property, plant & equipment	(85,570)	6,932
Exchange impact on translation of foreign operations	1,788,170	101,190
	8,276,223	4,717,387
Operating profit before working capital changes	10,916,812	8,189,754
(Increase)/decrease in inventories	(1,186,091)	68,221
Increase in trade and other receivables	(2,378,003)	(1,925,614)
Decrease in trade and other payables	(4,003,222)	(1,049,010)
	3,349,496	5,283,351
Net cash movement in investment	445,644	(206,369)
Cash generated from operations	3,795,140	5,076,982
Interest paid	(2,330,570)	(2,179,716)
Income tax paid	(765,400)	(570,037)
Gratuity paid	(107,783)	(140,577)
Net cash generated from operating activities	591,387	2,186,652

For the Six months ended 30th September	2018	2017
Cash Flows from Investing Activities		
Payments for property, plant & equipment/Investment property	(1,528,932)	(1,516,511)
Payments for bearer Plant development costs	(548,517)	(1,010,751)
Payments for Intangible assets/prepaid lease payments	(47,533)	(154,113)
Payments for acquisition of additional interest in subsidiaries	(59,552)	(5,197)
Movement in non current VAT and other receivables	502,580	127,382
Movement in Plasma investment	(323,175)	(89,705)
Proceeds from disposal of property, plant & equipment	149,480	20,936
Deposits received	136,717	32,390
Net cash used in investing activities	(1,718,932)	(2,595,569)
Cash Flows from Financing Activities		
Net change in borrowings /debenture	(3,197,443)	2,210,100
Payment of finance lease creditors	(21,036)	(60,822)
Non controlling interest Contribution for Subsidiary Share Issues	193,622	-
Dividend paid to non -controlling shareholders by subsidiaries	-	(116,604)
Dividend paid by the company	(105,354)	-
Net cash generated from/(used in) financing activities	(3,130,211)	2,032,674
Net increase/(decrease) in cash & cash equivalents	(4,257,756)	1,623,756
Cash & cash equivalents at the beginning of the year	(697,439)	(7,811,751)
Cash & cash equivalents at the end of the period	(4,955,195)	(6,187,995)
Statement of Cash & Cash Equivalents		
Cash and cash equivalents	14,778,993	14,281,027
	14,778,993	14,281,027
Short term borrowings	(19,734,188)	(20,469,022)
	(4,955,195)	(6,187,995)

The above figures are subject to audit.

The notes on pages 16 to 30 form an integral part of these financial statements

Notes to the Condensed Interim Financial Statements

Operating Segment 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	
	2018	2017	2018	2017	2018	2017	2018	2017
For the three months ended 30th September								
Total revenue	10,866	262,101	124,643	263,484	8,625,970	8,307,372	5,293,039	5,701,700
Intra segment revenue	-	-	(34,721)	(24,640)	(1,203,463)	(691,471)	(16,726)	(37,251)
Segment revenue	10,866	262,101	89,922	238,844	7,422,507	7,615,901	5,276,313	5,664,449
Inter segment revenue	-	(261,920)	-	-	(874,993)	(244,332)	(128,487)	(129,721)
Revenue	10,866	181	89,922	238,844	6,547,514	7,371,569	5,147,826	5,534,728
Segment results	(7,676)	(19,329)	(930,541)	74,868	1,812,082	2,583,377	193,219	301,012
Flood related activities	-	-	-	-	-	-	-	-
Foreign Exchange gain/(losses)	-	-	(8,667)	(782)	(815,203)	(246,176)	(11,298)	31,316
Impairment of business assets	-	-	-	(30,050)	-	-	-	-
Profit/(loss) from operations	(7,676)	(19,329)	(939,208)	44,036	996,879	2,337,201	181,921	332,328
Net finance cost	(45,016)	(41,363)	(738)	281	(729,826)	(462,995)	(156,257)	(162,176)
Share of net results of equity accounted investee	-	-	2,004	1,441	-	-	-	-
Profit/(loss) before taxation	(52,692)	(60,692)	(937,942)	45,758	267,053	1,874,206	25,664	170,152
Income tax expenses								
Current taxation	-	(242)	(16,448)	(8,995)	(403,190)	(680,952)	(1,400)	(1,798)
Deferred taxation	-	-	2,338	-	263,956	123,566	3,996	112
	-	(242)	(14,110)	(8,995)	(139,234)	(557,386)	2,596	(1,686)
Profit/(loss) from continuing operations	(52,692)	(60,934)	(952,052)	36,763	127,819	1,316,820	28,260	168,466
Discontinued operations								
Loss from discontinued operations, net of tax	-	-	-	-	-	-	(39,394)	(107,947)
Profit/(loss) for the period	(52,692)	(60,934)	(952,052)	36,763	127,819	1,316,820	(11,134)	60,519
Attributable to								
Owners of the Company	(52,692)	(60,934)	(546,431)	25,455	44,889	642,791	(7,647)	29,038
Non controlling interest	-	-	(405,621)	11,308	82,930	674,029	(3,487)	31,481
	(52,692)	(60,934)	(952,052)	36,763	127,819	1,316,820	(11,134)	60,519

Beverage		Real Estate		Leisure		Management Services		Group	
2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
11,450,640	7,130,802	78,407	70,889	170,437	183,085	120,305	95,967	25,874,307	22,015,400
(276,025)	(27,502)	-	-	-	-	-	-	(1,530,935)	(780,864)
11,174,615	7,103,300	78,407	70,889	170,437	183,085	120,305	95,967	24,343,372	21,234,536
-	-	(5,638)	(5,168)	-	-	(115,773)	(91,751)	(1,124,891)	(732,892)
11,174,615	7,103,300	72,769	65,721	170,437	183,085	4,532	4,216	23,218,481	20,501,644
1,537,866	374,721	55,814	51,730	15,042	32,260	(32,412)	(7,472)	2,643,394	3,391,166
-	96,389	-	-	-	-	-	-	-	96,389
13,203	(35,153)	-	-	112	105	-	-	(821,853)	(250,690)
-	-	-	-	-	-	-	-	-	(30,050)
1,551,069	435,957	55,814	51,730	15,154	32,365	(32,412)	(7,472)	1,821,541	3,206,815
(288,834)	(358,703)	1,637	(1,479)	9,736	6,550	7	(5)	(1,209,291)	(1,019,890)
-	-	-	-	-	-	-	-	2,004	1,441
1,262,235	77,254	57,451	50,251	24,890	38,915	(32,405)	(7,477)	614,254	2,188,366
(12,103)	4,053	(15,432)	(11,228)	-	(2,231)	-	-	(448,573)	(701,393)
(709,002)	(39,967)	(1,654)	(3,075)	(1,771)	(5,272)	-	-	(442,137)	75,364
(721,105)	(35,914)	(17,086)	(14,303)	(1,771)	(7,503)	-	-	(890,710)	(626,029)
541,130	41,340	40,365	35,948	23,119	31,412	(32,405)	(7,477)	(276,456)	1,562,337
-	-	-	-	-	-	-	-	(39,394)	(107,947)
541,130	41,340	40,365	35,948	23,119	31,412	(32,405)	(7,477)	(315,850)	1,454,390
245,633	4,711	37,754	33,289	20,803	28,305	(32,405)	(7,477)	(290,096)	695,177
295,497	36,629	2,611	2,659	2,316	3,107	-	-	(25,754)	759,213
541,130	41,340	40,365	35,948	23,119	31,412	(32,405)	(7,477)	(315,850)	1,454,390

Notes to the Condensed Interim Financial Statements

Operating Segment 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	
	2018	2017	2018	2017	2018	2017	2018	2017
For the six months ended 30th September								
Total revenue	18,566	274,781	369,882	473,434	17,993,598	15,849,101	10,711,089	9,958,806
Intra segment revenue	-	-	(55,150)	(51,284)	(2,097,940)	(2,044,039)	(59,927)	(102,680)
Segment revenue	18,566	274,781	314,732	422,150	15,895,658	13,805,062	10,651,162	9,856,126
Inter segment revenue	-	(274,405)	-	-	(1,832,312)	(248,511)	(207,999)	(293,425)
Revenue	18,566	376	314,732	422,150	14,063,346	13,556,551	10,443,163	9,562,701
Segment results	(25,977)	(22,656)	(1,268,400)	406,864	4,787,780	3,913,841	135,298	224,849
Flood related activities	-	-	-	-	-	-	-	-
Foreign Exchange gain/(losses)	-	-	(12,883)	(3,615)	(1,883,337)	(280,569)	97,831	185,366
Impairment of business assets	-	-	-	(102,580)	-	-	-	-
Profit/(loss) from operations	(25,977)	(22,656)	(1,281,283)	300,669	2,904,443	3,633,272	233,129	410,215
Net finance cost	(82,460)	(84,993)	(668)	549	(1,331,391)	(929,868)	(317,450)	(297,474)
Share of net results of equity accounted investee	-	-	3,815	7,877	-	-	-	-
Profit/(loss) before taxation	(108,437)	(107,649)	(1,278,136)	309,095	1,573,052	2,703,404	(84,321)	112,741
Income tax expenses								
Current taxation	-	(1,331)	(27,868)	(18,393)	(1,027,389)	(1,156,445)	(3,397)	(3,557)
Deferred taxation	-	-	2,338	-	499,026	187,789	13,860	18,507
	-	(1,331)	(25,530)	(18,393)	(528,363)	(968,656)	10,463	14,950
Profit/(loss) from continuing operations	(108,437)	(108,980)	(1,303,666)	290,702	1,044,689	1,734,748	(73,858)	127,691
Discontinued operations								
Loss from discontinued operations, net of tax	-	-	-	-	-	-	(78,220)	(186,726)
Profit/(loss) for the period	(108,437)	(108,980)	(1,303,666)	290,702	1,044,689	1,734,748	(152,078)	(59,035)
Attributable to								
Owners of the Company	(108,437)	(108,980)	(739,583)	151,938	490,907	870,058	(84,520)	(37,957)
Non controlling interest	-	-	(564,083)	138,764	553,782	864,690	(67,558)	(21,078)
	(108,437)	(108,980)	(1,303,666)	290,702	1,044,689	1,734,748	(152,078)	(59,035)

Beverage		Real Estate		Leisure		Management Services		Group	
2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
21,371,353	12,968,978	155,317	139,079	315,865	323,957	219,457	191,225	51,155,127	40,179,361
(306,717)	(41,972)	-	-	-	-	-	-	(2,519,734)	(2,239,975)
21,064,636	12,927,006	155,317	139,079	315,865	323,957	219,457	191,225	48,635,393	37,939,386
-	-	(11,275)	(10,335)	-	-	(211,400)	(183,422)	(2,262,986)	(1,010,098)
21,064,636	12,927,006	144,042	128,744	315,865	323,957	8,057	7,803	46,372,407	36,929,288
3,121,178	537,368	113,551	99,858	18,144	36,924	(44,865)	(11,948)	6,836,709	5,185,100
-	705,085	-	-	-	-	-	-	-	705,085
10,050	(2,523)	-	-	169	151	-	-	(1,788,170)	(101,190)
-	-	-	-	-	-	-	-	-	(102,580)
3,131,228	1,239,930	113,551	99,858	18,313	37,075	(44,865)	(11,948)	5,048,539	5,686,415
(620,401)	(732,095)	1,363	(3,292)	17,480	12,046	(17)	(72)	(2,333,544)	(2,035,199)
-	-	-	-	-	-	-	-	3,815	7,877
2,510,827	507,835	114,914	96,566	35,793	49,121	(44,882)	(12,020)	2,718,810	3,659,093
(108,055)	(47,957)	(31,048)	(22,812)	-	(3,453)	-	-	(1,197,757)	(1,253,948)
(1,108,645)	(135,755)	(3,496)	(5,054)	(3,784)	(2,103)	-	-	(600,701)	63,384
(1,216,700)	(183,712)	(34,544)	(27,866)	(3,784)	(5,556)	-	-	(1,798,458)	(1,190,564)
1,294,127	324,123	80,370	68,700	32,009	43,565	(44,882)	(12,020)	920,352	2,468,529
-	-	-	-	-	-	-	-	(78,220)	(186,726)
1,294,127	324,123	80,370	68,700	32,009	43,565	(44,882)	(12,020)	842,132	2,281,803
593,851	125,919	75,333	63,667	28,802	39,201	(44,882)	(12,020)	211,471	1,091,826
700,276	198,204	5,037	5,033	3,207	4,364	-	-	630,661	1,189,977
1,294,127	324,123	80,370	68,700	32,009	43,565	(44,882)	(12,020)	842,132	2,281,803

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 Holdings		Portfolio & Asset Management		Oil Palm Plantations		Oils and Fats	
	30.09.2018	31.03.2018	30.09.2018	31.03.2018	30.09.2018	31.03.2018	30.09.2018	31.03.2018
SEGMENT ASSETS								
Non - Current Assets								
Fixed assets**	-	-	2,615	2,854	58,170,510	58,171,819	7,957,545	8,037,310
Intangible assets	-	-	200,892	203,115	1,649,669	1,675,255	1,418,765	1,426,295
Financial assets measured at fair value through other comprehensive income/ equity accounted investee	1,270,061	1,359,668	4,186,201	13,966,780	-	-	-	-
Deferred tax assets	-	-	2,849	511	4,015,309	3,516,041	-	-
Other financial receivables	-	-	-	-	-	-	-	-
Other non financial receivables	-	-	-	-	6,318,938	6,510,303	-	-
Total non - current assets	1,270,061	1,359,668	4,392,557	14,173,260	70,154,426	69,873,418	9,376,310	9,463,605
Current Assets								
Inventories ***	-	-	-	-	4,320,986	3,571,886	2,924,306	2,658,623
Trade debtors and other financial assets	-	-	4,603	22,611	2,052,452	729,227	2,461,009	2,087,088
Other non financial receivables	16,566	13,308	82,109	61,174	4,511,966	3,241,692	3,527,265	3,571,812
Financial assets measured at fair value through profit or loss	91,058	30,068	10,259,853	2,462,497	-	-	-	-
Cash and cash equivalents	296,813	387,774	2,475,694	1,779,167	1,850,355	2,665,601	99,136	126,915
	404,437	431,150	12,822,259	4,325,449	12,735,759	10,208,406	9,011,716	8,444,438
Assets held for sale	-	-	-	-	-	-	643,820	660,825
Total current assets	404,437	431,150	12,822,259	4,325,449	12,735,759	10,208,406	9,655,536	9,105,263
Total segmental assets	1,674,498	1,790,818	17,214,816	18,498,709	82,890,185	80,081,824	19,031,846	18,568,868
SEGMENT LIABILITIES								
Non - Current Liabilities								
Loans and borrowings	-	-	-	-	32,157,517	29,585,378	5,889,137	5,884,558
Other financial payables	-	-	-	-	-	-	-	-
Other non financial liabilities	-	-	8,515	7,426	1,213,985	1,187,632	-	-
Deferred tax liabilities	-	-	-	-	3,221,231	3,228,295	239,911	251,675
Total non - current liabilities	-	-	8,515	7,426	36,592,733	34,001,305	6,129,048	6,136,233
Current Liabilities								
Trade and other financial liabilities	149,554	257,547	231,666	241,978	7,384,875	10,452,321	4,302,910	4,083,870
Loans and borrowings	1,578,815	1,362,421	167,160	16,112	12,933,235	9,768,271	6,834,656	6,162,440
Total current liabilities	1,728,369	1,619,968	398,826	258,090	20,318,110	20,220,592	11,137,566	10,246,310
Total segmental liabilities	1,728,369	1,619,968	407,341	265,516	56,910,843	54,221,897	17,266,614	16,382,543

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

*** Inventories include, Biological Assets

Beverage		Real Estate		Leisure		Management Services		Group	
30.09.2018	31.03.2018	30.09.2018	31.03.2018	30.09.2018	31.03.2018	30.09.2018	31.03.2018	30.09.2018	31.03.2018
(Audited)									
18,218,337	18,476,586	3,851,062	3,851,924	1,906,353	1,887,517	32,110	42,109	90,138,532	90,470,118
2,708,710	2,692,771	27,584	27,584	-	-	1,077	1,210	6,006,697	6,026,230
-	-	-	-	-	-	-	-	5,456,262	15,326,448
6,446	6,846	-	-	-	-	13,689	13,689	4,038,293	3,537,087
-	-	-	-	179,497	169,966	-	-	179,497	169,966
-	-	-	-	-	-	-	-	6,318,938	6,510,303
20,933,493	21,176,203	3,878,646	3,879,508	2,085,850	2,057,483	46,876	57,008	112,138,219	122,040,152
2,115,348	1,945,091	-	-	19,886	18,368	105	90	9,380,631	8,194,058
1,743,382	2,703,523	16,359	19,292	48,140	63,828	1,213	253	6,327,158	5,625,822
992,779	545,247	106,752	85,419	20,905	11,234	24,016	20,039	9,282,358	7,549,925
-	-	-	104,804	20,370	-	-	-	10,371,281	2,597,369
9,697,929	8,180,170	181,912	20,711	145,251	148,430	31,903	33,426	14,778,993	13,342,194
14,549,438	13,374,031	305,023	230,226	254,552	241,860	57,237	53,808	50,140,421	37,309,368
-	-	-	-	-	-	-	-	643,820	660,825
14,549,438	13,374,031	305,023	230,226	254,552	241,860	57,237	53,808	50,784,241	37,970,193
35,482,931	34,550,234	4,183,669	4,109,734	2,340,402	2,299,343	104,113	110,816	162,922,460	160,010,345
6,050,280	6,899,620	-	-	21,710	26,503	-	-	44,118,644	42,396,059
-	-	94,941	87,695	-	-	-	-	94,941	87,695
192,863	190,953	2,988	3,511	18,439	17,250	37,520	56,063	1,474,310	1,462,835
4,812,442	3,697,964	891,202	887,705	200,558	196,774	-	-	9,365,344	8,262,413
11,055,585	10,788,537	989,131	978,911	240,707	240,527	37,520	56,063	55,053,239	52,209,002
4,567,899	4,709,532	132,425	149,058	129,151	131,346	59,080	83,170	16,957,560	20,108,822
9,237,035	9,722,314	-	-	20,343	8,475	1,283	2,079	30,772,527	27,042,112
13,804,934	14,431,846	132,425	149,058	149,494	139,821	60,363	85,249	47,730,087	47,150,934
24,860,519	25,220,383	1,121,556	1,127,969	390,201	380,348	97,883	141,312	102,783,326	99,359,936

Notes to the Condensed Interim Financial Statements

Condensed Interim Financial Statements

1. REPORTING ENTITY

Carson Cumberbatch 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 Group whose outlook is regional, focused on a future which is technology-oriented, results driven and world class.

The Group 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

The interim condensed consolidated financial statements for the six months ended 30 September 2018 have been prepared in accordance with LKAS 34 Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 March 2018.

The interim condensed financial statements are presented in Sri Lankan Rupees (LKR) and all values are rounded to the nearest thousand except when otherwise indicated.

SLFRS 9 Financial Instruments

The Group has initially adopted SLFRS 9 Financial Instruments with effect from 1st April 2018 in preparation of its financial statements. The effect of applying this standard is described below.

Classification and measurement of financial assets and financial liabilities

SLFRS 9 largely retains the existing requirements in LKAS 39 for the classification and measurement of financial liabilities. However, it eliminates the previous LKAS 39 categories of financial assets of held to maturity, loans and receivables and available for sale.

The impact of SLFRS 9 on the classification and measurement of financial assets is set out below.

Under SLFRS 9, on initial recognition, a financial asset is classified as measured at: amortised cost; fair value through other comprehensive income (FVOCI) – debt investment; FVOCI – equity investment; or fair value through profit or loss (FVTPL). The classification of financial assets under SLFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

The following table is the reconciliation of original measurement categories and carrying value in accordance with LKAS 39, SLFRS 3 and the new measurement categories under SLFRS 9 for the Group's / Company's financial assets as at 1st April 2018.

Group

	Note	Original classification under LKAS 39	New classification under SLFRS 9	Original carrying amount under LKAS 39 Rs'000	New carrying amount under SLFRS 9 Rs'000
Financial assets					
Investment in equity securities - quoted : excluding strategic	2.1	Available-for-sale	FVTPL	9,517,445	9,517,445
Investment in equity securities - quoted : strategic	2.3	Available-for-sale	FVOCI - Equity instrument	5,504,964	5,504,964
Investment in other securities - unquoted	2.1 / 2.3 / 2.4	Available-for-sale	FVTPL	262,855	262,855
Total financial assets - 31st March' 2018				15,285,264	15,285,264

Company

	Note	Original classification under LKAS 39	Original classification under SLFRS 3	New classification under SLFRS 9	Original carrying amount under LKAS 39 Rs'000	Original carrying amount under SLFRS 3 Rs'000	New carrying amount under SLFRS 9 Rs'000
Financial assets							
Investment in equity securities - quoted : strategic	2.1	Available-for- sale		FVOCI - Equity Investment	1,292,640	-	1,292,640
Investment in equity securities - quoted : strategic	2.2		Investments in Subsidiaries	FVOCI - Equity instrument	-	937,482	2,647,740
Investment in other securities - unquoted	2.3	Available-for- sale		FVTPL	67,028	-	67,028
Total financial assets - 31st March' 2018					1,359,668	937,482	4,007,408

- 2.1 The non-derivative financial assets that were designated as available-for-sale or were not classified in any of the other categories of financial assets under the LKAS 39, excluding strategic investments have been classified as FVTPL, because they are managed and the performance is monitored on a fair value basis.
- 2.2 Company's direct holding in Lion Brewery (Ceylon) PLC 6.26% has been re-classified under FVOCI effective 1/4/2018. Company does not intend to dispose of this share in the short term.

Notes to the Condensed Interim Financial Statements

Condensed Interim Financial Statements

- 2.3 This represents the investment that the Group intends to hold for strategic purposes. As permitted by SLFRS 9, the Group has designated these investments at the date of initial application as measured at FVOCI. Unlike LKAS 39, the accumulated fair value reserve related to these investments will never be reclassified to profit or loss.
- 2.4 The Debentures categorised as available-for-sale under LKAS 39, which are held by the Group earns interest income and may be sold or redeemed in the normal course of business. Hence, the Group considers that these securities are held within a business model whose objective is achieved both by collecting contractual cash flows and by selling securities. Therefore, these assets have been classified as financial assets at FVOCI under SLFRS 9.

Impairment

The adoption of SLFRS 9 has fundamentally changed the Group's accounting for impairment losses for financial assets by replacing LKAS 39's incurred loss approach with a forward-looking expected credit loss (ECL) approach. SLFRS 9 requires the Group to record an allowance for ECLs for all loans and other debt financial assets not held at FVTPL.

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

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

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 Investments
Portfolio and Asset Management	- Investment and management of listed, private equity, fixed income and unit trust investments
Oils & Fats	- Manufacturing, marketing and selling of refined oils and specialty fats to the bakery, chocolate and confectionery, Ice creams and creamer industries to end-customers.
Oil Palm Plantations	- Production and sale of palm oil, palm kernel and fresh fruit bunches (FFB) to the local and international market.
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.

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. Carson Cumberbatch PLC uses the average of respective 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:

	Six Months ended 30.09.2018	Six Months ended 30.09.2017	First Quarter ended 30.06.2018	Year ended 31.03.2018
	Rs.	Rs.	Rs.	Rs.
Average rates:				
Malaysian Ringgit	39.68	35.57	39.95	36.80
US Dollar	159.36	152.82	157.52	153.35
Indonesian Rupiah (Rp)	0.0112	0.0115	0.0112	0.0114
Indian Rupee	2.33	2.37	2.36	2.38
Period-end rates:				
Malaysian Ringgit	40.87	36.21	39.13	40.33
US Dollar	168.92	153.01	158.22	155.60
Indonesian Rupiah (Rp)	0.0113	0.0113	0.0110	0.0113
Indian Rupee	2.33	2.34	2.30	2.39

5 (a) Fair Value Change in Financial Assets Measured at Fair Value Through Profit or Loss.

The Group recently adopted the new accounting standard on "Financial Instruments - SLFRS 9" effective for the annual periods beginning on or after 1st January 2018. As per the SLFRS 9, entity has classified its equity investments in the discretionary portfolio as "financial assets held for fair value through profit or loss" which requires recognizing all gains/ (losses) arising from changes in fair values due to market prices fluctuations, in the Statement of Profit or Loss. Accordingly, with the significant market downward movement, a fair value loss of Rs. 1,450.4 Mn recognized in profit or loss during the period under review.

(b) Foreign Exchange Gains/ (Losses)

The foreign exchange gain/(loss) relates to the assets, liabilities, income and expenses of the Goodhope Asia Holdings Limited and its subsidiaries whose certain transactions and balances are recorded in different currencies other than reporting currency of each such subsidiary.

For the period ended 30th September 2018, the Goodhope Asia Holding Limited group recorded a foreign exchange loss of Rs. 1,785 Mn. The unrealized exchange gain/(loss) mainly arose from the translation of foreign currency denominated long term borrowings as at the balance sheet date consequent to depreciation of the Indonesian rupiah (IDR) against the US dollar (USD) throughout the period.

The closing exchange rate of IDR against USD as at 30th September 2018 was IDR 14,929 which is a 8.53% depreciation compared to the closing exchange rate IDR 13,756 that prevailed as at 31 March, 2018.

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Condensed Interim Financial Statements

6 DISCONTINUED OPERATIONS

Loss for the period from discontinued operations

	Group			
	For the three months ended		For the six months ended	
	30th September		30th September	
	2018	2017	2018	2017
	(Rs '000)	(Rs '000)	(Rs '000)	(Rs '000)
Revenue	-	-	-	2,697
Direct operating expenses	-	-	-	(3,376)
	-	-	-	(679)
Other income	-	-	956	1,013
Distribution expenses	-	-	-	-
Administrative expenses	(12,598)	(28,266)	(25,578)	(42,543)
Impairment of business assets	-	-	-	-
Foreign exchange losses	-	-	-	-
Loss from operations	(12,598)	(28,266)	(24,622)	(42,209)
Net finance cost	(26,796)	(79,681)	(53,598)	(144,517)
Loss before Income tax expenses	(39,394)	(107,947)	(78,220)	(186,726)
Income tax expenses	-	-	-	-
Current taxation	-	-	-	-
Deferred taxation	-	-	-	-
Loss from discontinued operations, net of tax	(39,394)	(107,947)	(78,220)	(186,726)

The major classes of assets of Oil and Fats segment (Indian operation) Classified as held for sale as at 30th September 2018 are as follows:

As at	Group	
	30th September	31st March
	2018	2018
	(Rs '000)	(Rs '000)
Assets		
Oils and fats		
Property, plant & equipments	643,820	660,825
	643,820	660,825

7 DIVIDEND PER SHARE

The Directors did not declare a dividend for the period ended 30th September 2018.

8 INTANGIBLE ASSETS

	Goodwill	Customer Relationship	Brand	Total as at 30th September 2018	Total as at 31st March 2018
	(Rs '000)	(Rs '000)	(Rs '000)	(Rs '000)	(Rs '000)
Cost					
Balance at beginning of period	2,567,154	390,551	2,326,935	5,284,640	5,304,675
Impairment	-	-	-	-	(20,035)
	2,567,154	390,551	2,326,935	5,284,640	5,284,640
Accumulated Amortisation					
Balance at beginning of period	-	331,984	-	331,984	305,783
Amortization	-	9,760	-	9,760	26,201
	-	341,744	-	341,744	331,984
	2,567,154	48,807	2,326,935	4,942,896	4,952,656

9 RELATED PARTY TRANSACTIONS

For the period ended 30th September	Group		Company	
	2018 (Rs '000)	2017 (Rs '000)	2018 (Rs '000)	2017 (Rs '000)
Transactions with related parties				
Subsidiaries				
Dividend income received	-	-	-	274,405
Support service fees	-	-	6,000	6,000
Secretarial fees paid	-	-	222	222
Computer fees paid	-	-	300	300
Outstanding balances				
Amount due from related Companies	-	-	128,642	74,793
Amount due to related Companies	-	-	-	-
Joint Ventures				
Secretarial fees received	118	118	-	-

Notes to the Condensed Interim Financial Statements

Condensed Interim Financial Statements

10 STATED CAPITAL

As at 30th September	Company	
	2018 (Rs 000)	2017 (Rs 000)
Issued and Fully Paid		
Ordinary Shares		
196,386,914 Ordinary shares	1,114,652	1,114,652
	1,114,652	1,114,652

11 LOANS AND BORROWINGS

	Group		Group	
	30th September 2018		31st March 2018	
	Secured (Rs.000)	Unsecured (Rs.000)	Secured (Rs.000)	Unsecured (Rs.000)
(a) Long term bank borrowings	46,347,318	5,799,602	44,810,913	6,702,176
Short term bank borrowings	11,342,114	9,198,309	6,543,643	8,224,766
Finance lease payable	125,113	-	46,091	-
Debenture	-	2,078,715	-	3,110,582
	57,814,545	17,076,626	51,400,647	18,037,524
(b) Amount repayable after one year	38,046,654	6,071,990	35,469,936	6,926,123
Amount repayable in one year or less, or on demand	19,767,891	11,004,636	15,930,711	11,111,401
	57,814,545	17,076,626	51,400,647	18,037,524

(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 by 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 30th September 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 September 30th, 2018 that require disclosure in these Financial Statements.

18 DIRECTORS SHAREHOLDING AS AT 30TH SEPTEMBER 2018

	No of Shares
Mr. Tilak de Zoysa	-
Mr. H. Selvanathan	76,852
Mr. M. Selvanathan	1,805,146
Mr. D.C.R.Gunawardena	-
Mr. S.K. Shah	-
Mr. P.C.P. Tissera	12
Mr. V. P. Malalasekera	-
Mr. F. Mohideen	-
Mr. R. Theagarajah	-
Mr. W. M. R. S. Dias	-
Mr. A. S. Amaratunga	1,156
M/s.M. Selvanathan & H. Selvanathan	449,820
Alternate Directors	
Mr. Krishna Selvanathan (for M. Selvanathan)	-
Mr. Sudarshan Selvanathan (for Mr. D. C. R. Gunawardena)	-

19 TWENTY MAJOR SHAREHOLDERS - ORDINARY SHARES

	Name of Shareholder	As at 30.09.2018	
		No. of Shares	%
1	Bukit Darah PLC A/C No 2	89,706,431	45.68
2	Tower Investments (Pvt) Ltd	20,927,425	10.66
3	Fulcrum (Private) Limited	19,231,059	9.79
4	Portelet Limited	14,747,670	7.51
5	Newgreens Limited	14,747,670	7.51
6	Employees Provident Fund	5,602,586	2.85
7	Mr. N. Ramaiah	5,563,473	2.83
8	Mrs. V. Nataraj	2,598,447	1.32
9	Mr. V. Nataraj	2,532,074	1.29
10	Goodhope Holdings (Pvt) Limited.	2,167,187	1.10
11	Mr. M. Selvanathan	1,805,146	0.92
12	Ceylon Finance and Securities (Private) Ltd	1,606,239	0.82
13	GF Capital Global Limited	1,584,253	0.81
14	Skan Investments (Pvt) Limited.	1,462,537	0.74
15	Mrs. M.N.C. Pellizzari	939,801	0.48
16	Pershing LLC S/A Averbach Grauson & Co.	769,388	0.39
17	Mr. Satish Selvanathan	703,348	0.36
18	Interkrish Investment Company (Pvt)Limited.	454,488	0.23
19	MR. K.C. Vignarajah	451,965	0.23
20	M/s.M. Selvanathan & H. Selvanathan	449,820	0.23

Notes to the Condensed Interim Financial Statements

Condensed Interim Financial Statements

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 4, i.e. Float-adjusted Market Capitalization of Rs.2.5Billion with 500 Public Shareholders and a Public Holding percentage of 10%.

The Company's Public Holding as at 30th September 2018

* Market Capitalization of the Public Holding - Rs.4.73Billion

* Percentage of ordinary shares held by the public - 14.41%

* Number of Public Shareholders - 2,004

21 INVESTOR INFORMATION

As at	Six Months ended 30.09.2018	Second quarter 30.09.2018	First quarter 30.06.2018	Six Months ended 30.09.2017	Year ended 31.03.2018
Market Performance - Ordinary Shares					
Market value per share (Rs.) - closing	167	167	165	152	168
Highest price per share (Rs.)	196	196	190	189	240
Lowest price per share (Rs.)	165	165	165	145	145
Share Trading					
Value of shares traded (Rs. Mn)	22	13	9	32	898
Number of shares traded	131,377	76,484	54,893	195,607	5,597,903
Number of trades	339	180	159	497	1,101
Other Information					
Market Capitalization (Rs. Mn)	32,797	32,797	32,423	29,851	32,993
Enterprise Value (Rs. Mn)	122,094	122,094	118,476	116,632	118,237

Corporate Information

Name of the Company

Carson Cumberbatch PLC

Company Registration No.

PQ 41

Legal Form

A Public Quoted Company with limited liability.

Incorporated in Sri Lanka in 1913.

Board Of Directors

Mr. Tilak de Zoysa (Chairman)
Mr. H. Selvanathan (Deputy Chairman)
Mr. M. Selvanathan
Mr. D. C. R. Gunawardena
Mr. S.K. Shah
Mr. P.C.P. Tissera
Mr. V.P. Malalasekera
Mr. F. Mohideen
Mr. R. Theagarajah
Mr. W. M. R. S. Dias
Mr. A. S. Amaratunga

Alternate Director

Mr. Krishna Selvanathan (for M. Selvanathan)
Mr. Sudarshan Selvanathan
(for D. C. R. Gunawardena)

Audit Committee

Mr. V.P. Malalasekera (Chairman)
Non- Executive/Independent Director

Mr. D. C.R. Gunawardena
Non- Executive Director

Mr. F. Mohideen
Non- Executive/Independent Director

Remuneration Committee

Mr. T. de Zoysa (Chairman)
Non- Executive/Independent Director

Mr. D. C.R. Gunawardena
Non- Executive Director

Mr. R. Theagarajah
Non- Executive/Independent Director

Mr. W. M. R. S. Dias
Non- Executive/Independent Director

Nomination Committee

Mr. T. de Zoysa (Chairman)
Non- Executive/Independent Director

Mr. D. C.R. Gunawardena
Non- Executive Director

Mr. R. Theagarajah
Non- Executive/Independent Director

Mr. W. M. R. S. Dias
Non- Executive/Independent Director

Related Party Transactions Review Committee

Mr. V.P. Malalasekera (Chairman)
Non- Executive/Independent Director

Mr. F. Mohideen
Non- Executive/Independent Director

Mr. D. C.R. Gunawardena
Non- Executive Director

Mr. H. Selvanathan
Executive Director

Mr. M. Selvanathan
Executive Director

Mr. S.K. Shah
Executive Director

Bankers

Standard Chartered Bank
Bank of Ceylon
Commercial Bank of Ceylon PLC
Sampath Bank PLC
Hatton National Bank PLC
Nations Trust Bank PLC
Deutsche Bank

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

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No. 61, Janadhipathi Mawatha,
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Tel: 94-11-2039200
Fax: 94-11-2039300

Registered Office

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Janadhipathi Mawatha,
Colombo 1
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Email

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Corporate Website

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