

Lion Brewery (Ceylon) PLC

*Interim Condensed Financial Statements
for the Second Quarter ended
30th September 2022*

LION BREWERY (CEYLON) PLC

Review

The economic crisis continues to have an impact on the quarter under review. High interest rates and inflation compounded by the fuel and electricity crisis brought about a challenging environment which had a considerable impact on operations. A series of tax increases further stretched consumer affordability. The business experienced significant cost inflation with our raw material basket inflating by over 100%. A new import tax was introduced on our key raw material which further increased our cost base. Furthermore, the increases in fuel and electricity prices also had significant negative impacts on the business. These tax and cost increases resulted in consumer pricing increasing in excess of 60% so far, which is well in excess of wage growth. Despite the difficult conditions, the company continued investing behind capabilities and brands with overhead expenses increasing by LKR 650m over the prior year. Cash flow was strained due to increased working capital requirements and capital expenditure costs.

Despite the pressures on the business, we delivered substantial tax growth to Government in calendar year 2022. Estimated total taxes paid by Lion Brewery in 2022 will increase by 60% to c. LKR 60bn. This tax growth is driven primarily by excise, VAT and SSL increases. Had the increases been implemented on January 1st, total tax growth would have been even higher. The beer industry did not benefit from the 2019 VAT reduction as it was implemented in a tax neutral manner by simultaneously increasing excise taxes. As a result, the increases this year have been entirely incremental to government revenue.

The outlook for the rest of the year is negative as the cumulative effect of the economic depression takes hold. This will be compounded by a steep increase in personal income taxes which will reduce take home pay. Following the Government's successful efforts to restore regular gas and fuel supplies, supply of illicit alcohol has also resumed. As beer prices have significantly outpaced wage growth, consumers are seeking out cheaper alternatives. As such, continued volume loss to the legal industry is to be expected. No relief is expected on the cost front.

LION BREWERY (CEYLON) PLC

BOARD OF DIRECTORS AS AT 30TH SEPTEMBER 2022

Mr. D. A. Cabraal (Chairman)

Mr. H. Selvanathan (Deputy Chairman)

Mr. R. H. Meewakkala (CEO/Director)

Mr. D. C. R. Gunawardena

Mr. K. Selvanathan (Director / Alternate Director to H. Selvanathan)

Mr. D. R. P. Goonetilleke

Mrs. S. J. F. Evans

Mr. S. Selvanathan

Mr. S. Clini

Ms. V. Gun

LION BREWERY (CEYLON) PLC**CONDENSED STATEMENT OF FINANCIAL POSITION**

	Company		Group	
	30-Sep-22	31-Mar-22 (Audited)	30-Sep-22	31-Mar-22 (Audited)
<i>In Rs.'000s</i>				
ASSETS				
Non- Current Assets				
Property, plant & equipment	19,237,373	18,829,387	20,942,568	20,542,588
Right of use assets	174,584	151,914	174,584	151,914
Intangible assets	392,278	750,093	392,278	750,093
Investments in subsidiary	1,029,623	1,029,623	-	-
Total Non-Current Assets	20,833,858	20,761,017	21,509,430	21,444,595
Current Assets				
Inventories	4,436,291	4,438,517	4,436,291	4,438,517
Trade and other receivables	4,446,106	1,791,119	4,451,720	1,796,357
Amounts due from related companies	361,165	374,178	361,165	374,178
Cash and cash equivalents	11,493,527	12,889,986	11,630,453	13,013,232
Total Current Assets	20,737,089	19,493,800	20,879,629	19,622,284
Total Assets	41,570,947	40,254,817	42,389,059	41,066,879
EQUITY AND LIABILITIES				
Equity				
Stated capital	2,537,801	2,537,801	2,537,801	2,537,801
Capital reserves	1,487,870	1,487,870	2,092,103	2,092,103
Retained earnings	16,904,494	15,657,552	16,556,239	15,297,757
Total Equity	20,930,165	19,683,223	21,186,143	19,927,661
Non- Current Liabilities				
Loans and borrowings	1,968,607	2,300,311	1,968,607	2,300,311
Lease creditor (Note 04)	187,183	160,546	187,183	160,546
Employee benefits	182,148	173,704	182,148	173,704
Net deferred tax liabilities	4,490,396	4,660,920	5,050,358	5,225,626
Total Non- Current Liabilities	6,828,334	7,295,481	7,388,296	7,860,187
Current Liabilities				
Trade and other payables	3,460,283	3,234,345	3,460,200	3,235,794
Amounts due to related companies	317,765	155,756	317,765	155,756
Refundable deposits	2,536,784	2,301,181	2,536,784	2,301,181
Current tax liabilities	2,925,098	3,116,118	2,927,353	3,117,587
Loans and borrowings	3,087,526	3,347,696	3,087,526	3,347,696
Lease creditor (Note 04)	24,556	24,531	24,556	24,531
Bank overdrafts	1,460,436	1,096,486	1,460,436	1,096,486
Total Current Liabilities	13,812,448	13,276,113	13,814,620	13,279,031
Total Liabilities	20,640,782	20,571,594	21,202,916	21,139,218
Total Equity and Liabilities	41,570,947	40,254,817	42,389,059	41,066,879

Net assets per ordinary share (Rs.)**261.63****246.04****264.83****249.10**

The above figures are provisional and subject to audit.

These financial statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

J.N. Goonaratne

Deputy Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved and signed on behalf of the Managers

Approved and signed on behalf of the Board

(Sgd.)

V. R. Wijesinghe

Director

Carsons Management Services (Private) Limited

11th November 2022

(Sgd.)

R.H. Meewakkala

Director

(Sgd.)

D.R.P. Goonetilleke

Director

LION BREWERY (CEYLON) PLC
CONDENSED STATEMENT OF COMPREHENSIVE INCOME - COMPANY

<i>In Sri Lankan Rs. '000s</i>	Quarter Ended		Change	Six Months Ended		Change	Year Ended
	30.09.2022	30.09.2021	%	30.09.2022	30.09.2021	%	31.03.2022 (Audited)
Revenue	25,002,496	11,205,449	123	46,313,114	21,762,587	113	58,570,885
Cost of sales	(18,965,350)	(9,245,694)	105	(35,714,643)	(17,767,834)	101	(47,520,726)
Gross profit	6,037,146	1,959,755	208	10,598,471	3,994,753	165	11,050,159
Other income	53,992	42,385	27	124,585	74,948	66	189,598
	6,091,138	2,002,140	204	10,723,056	4,069,701	163	11,239,757
Distribution expenses	(1,314,832)	(491,023)	168	(2,394,810)	(1,141,327)	110	(2,865,746)
Administrative expenses	(612,138)	(585,391)	5	(1,123,741)	(975,276)	15	(2,122,587)
Other expenses	(171,424)	(91,894)	87	(504,849)	(200,075)	152	(480,695)
Impairment of intangible assets	-	-	-	(353,229)	-	100	(463,578)
Operating profit before finance cost	3,992,744	833,832	379	6,346,427	1,753,023	262	5,307,151
Finance income	336,064	157,275	114	622,341	298,175	109	644,827
Finance costs	(819,191)	(245,484)	234	(889,942)	(453,335)	96	(389,793)
Net finance income /(cost)	(483,127)	(88,209)	448	(267,601)	(155,160)	72	255,034
Profit before taxation	3,509,617	745,623	371	6,078,826	1,597,863	280	5,562,185
Income tax expense	(1,252,048)	(254,152)	393	(2,428,444)	(557,901)	335	(2,214,371)
Deferred taxation	(87,404)	70,672	(224)	170,524	136,206	25	347,440
Profit after taxation	2,170,165	562,143	286	3,820,906	1,176,168	225	3,695,254
Other comprehensive income							
Items that will not be reclassified to profit or loss							
Remeasurement of employee benefit obligations	-	-	-	-	-	-	45,763
Deferred tax charge on actuarial gain	-	-	-	-	-	-	(18,305)
Revaluation gain on land & buildings	-	-	-	-	-	-	858,170
Deferred tax charge on land and building revaluation	-	-	-	-	-	-	(343,268)
Total other comprehensive income for the period net of tax	-	-	-	-	-	-	542,360
Total comprehensive income for the period	2,170,165	562,143	286	3,820,906	1,176,168	225	4,237,614
Earnings per ordinary share (Rs.)	27.13	7.03		47.76	14.70		46.19

The above figures are provisional and subject to audit.

LION BREWERY (CEYLON) PLC
CONDENSED STATEMENT OF COMPREHENSIVE INCOME - GROUP

<i>In Sri Lankan Rs. '000s</i>	Quarter Ended		Change	Six Months Ended		Change	Year Ended
	30.09.2022	30.09.2021	%	30.09.2022	30.09.2021	%	31.03.2022 (Audited)
Revenue	25,002,496	11,205,449	123	46,313,114	21,762,587	113	58,570,885
Cost of sales	(18,965,350)	(9,245,694)	105	(35,714,643)	(17,767,834)	101	(47,520,726)
Gross profit	6,037,146	1,959,755	208	10,598,471	3,994,753	165	11,050,159
Other income	55,101	42,478	30	132,036	75,179	76	189,902
	6,092,247	2,002,233	204	10,730,507	4,069,932	164	11,240,061
Distribution expenses	(1,314,832)	(491,023)	168	(2,394,810)	(1,141,327)	110	(2,865,746)
Administrative expenses	(614,944)	(602,567)	2	(1,131,289)	(997,625)	13	(2,156,933)
Other expenses	(171,424)	(91,894)	87	(504,849)	(200,075)	152	(480,695)
Impairment of intangible assets	-	-	-	(353,229)	-	100	(463,578)
Operating profit before finance cost	3,991,047	816,749	389	6,346,330	1,730,905	267	5,273,109
Finance income	340,374	157,922	116	629,234	300,120	110	648,869
Finance costs	(819,191)	(245,484)	234	(889,942)	(453,335)	96	(389,793)
Net finance income/(cost)	(478,817)	(87,562)	447	(260,708)	(153,215)	70	259,076
	3,512,230	729,187	382	6,085,622	1,577,690	286	5,532,185
Profit before taxation	3,512,230	729,187	382	6,085,622	1,577,690	286	5,532,185
Income tax expense	(1,252,049)	(254,153)	393	(2,428,444)	(557,901)	335	(2,214,371)
Deferred taxation	(84,249)	70,672	(219)	175,268	136,206	29	350,291
Profit after taxation	2,175,932	545,706	299	3,832,446	1,155,995	232	3,668,105
Other comprehensive income							
Items that will not be reclassified to profit or loss							
Remeasurement of employee benefit obligations	-	-	-	-	-	-	45,763
Deferred tax charge on actuarial gain	-	-	-	-	-	-	(18,305)
Revaluation gain on land & buildings	-	-	-	-	-	-	1,172,713
Deferred tax charge on land and building revaluation	-	-	-	-	-	-	(469,085)
Total other comprehensive income for the period net of tax	-	-	-	-	-	-	731,086
Total comprehensive income for the period	2,175,932	545,706	299	3,832,446	1,155,995	232	4,399,191
Earnings per ordinary share (Rs.)	27.20	6.82		47.91	14.45		45.85

The above figures are provisional and subject to audit.

LION BREWERY (CEYLON) PLC
STATEMENT OF CHANGES IN EQUITY
Company

<i>In Rs. '000s</i>	Stated Capital	Revaluation Reserve	Retained Earnings	Total Equity
Balance as at 1st April 2021	2,537,801	972,968	13,380,781	16,891,550
Total comprehensive income for the period				
Profit for the period	-	-	1,176,168	1,176,168
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	1,176,168	1,176,168
Transactions with owners of the Company				
Distribution made to owners				
Ordinary dividends	-	-	(1,152,000)	(1,152,000)
Balance as at 30th September 2021	2,537,801	972,968	13,404,949	16,915,718
Balance as at 1st April 2021	2,537,801	972,968	13,380,781	16,891,550
Total comprehensive income for the year				
Profit for the year	-	-	3,695,254	3,695,254
Other comprehensive income for the year	-	514,902	27,458	542,360
Total comprehensive income for the year	-	514,902	3,722,712	4,237,614
Transactions with owners of the Company				
Distribution made to owners				
Ordinary dividends	-	-	(1,446,400)	(1,446,400)
Forfeiture of unclaimed dividends	-	-	459	459
Balance as at 31st March 2022	2,537,801	1,487,870	15,657,552	19,683,223
Balance as at 1st April 2022	2,537,801	1,487,870	15,657,552	19,683,223
Change relating to surcharge tax (Note 07)	-	-	(1,193,964)	(1,193,964)
Adjusted balance as at 1st April 2022	2,537,801	1,487,870	14,463,588	18,489,259
Total comprehensive income for the period				
Profit for the period	-	-	3,820,906	3,820,906
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	3,820,906	3,820,906
Transactions with owners of the Company				
Distribution made to owners				
Ordinary dividends	-	-	(1,380,000)	(1,380,000)
Balance as at 30th September 2022	2,537,801	1,487,870	16,904,494	20,930,165

GROUP

<i>In Rs. '000s</i>	Stated Capital	Revaluation Reserve	Retained Earnings	Total Equity
Balance as at 1st April 2021	2,537,801	1,388,475	13,048,135	16,974,411
Total comprehensive income for the period				
Profit for the period	-	-	1,155,995	1,155,995
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	1,155,995	1,155,995
Transactions with owners of the Company				
Distribution made to owners				
Ordinary dividends	-	-	(1,152,000)	(1,152,000)
Balance as at 30th September 2021	2,537,801	1,388,475	13,052,130	16,978,406
Balance as at 1st April 2021	2,537,801	1,388,475	13,048,135	16,974,411
Total comprehensive income for the year				
Profit for the year	-	-	3,668,105	3,668,105
Other comprehensive income for the year	-	703,628	27,458	731,086
Total comprehensive income for the year	-	703,628	3,695,563	4,399,191
Transactions with owners of the Company				
Distribution made to owners				
Ordinary dividends	-	-	(1,446,400)	(1,446,400)
Forfeiture of unclaimed dividends	-	-	459	459
Balance as at 31st March 2022	2,537,801	2,092,103	15,297,757	19,927,661
Balance as at 1st April 2022	2,537,801	2,092,103	15,297,757	19,927,661
Change relating to surcharge tax (Note 07)	-	-	(1,193,964)	(1,193,964)
Adjusted Balance as at 1st April 2022	2,537,801	2,092,103	14,103,793	18,733,697
Total comprehensive income for the year				
Profit for the period	-	-	3,832,446	3,832,446
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the year	-	-	3,832,446	3,832,446
Transactions with owners of the Company				
Distribution made to owners				
Ordinary dividends	-	-	(1,380,000)	(1,380,000)
Balance as at 30th September 2022	2,537,801	2,092,103	16,556,239	21,186,143

LION BREWERY (CEYLON) PLC
STATEMENT OF CASH FLOWS

Period ended In Rs.'000s	Company			Group		
	30.09.2022	30.09.2021	31.03.2022 (Audited)	30.09.2022	30.09.2021	31.03.2022 (Audited)
Cash flows from operating activities						
Profit before taxation	6,078,826	1,597,863	5,562,185	6,085,622	1,577,690	5,532,185
Adjustments for:						
Finance costs (excluding exchange gain)	1,302,018	452,702	981,268	1,302,018	452,702	981,268
Depreciation on property, plant & equipment	811,554	707,533	1,503,714	819,560	713,984	1,516,617
Amortization on Intangible assets	6,062	6,291	12,360	6,062	6,291	12,360
Depreciation on Leased assets	16,891	15,919	32,127	16,891	15,919	32,127
Net inventory provision reversal	(28,608)	(27,254)	(10,315)	(28,608)	(27,254)	(10,315)
Provision for retirement benefit obligation	12,316	(8,363)	14,060	12,316	(8,363)	14,060
Impairment of property, plant & equipment	175,752	-	-	175,752	-	-
Impairment of intangible assets	353,229	-	463,578	353,229	-	463,578
Loss on disposal of property, plant & equipment	31,548	26,010	12,006	31,548	26,010	12,006
Lease interest	12,424	12,894	25,734	12,424	12,894	25,734
Unrealized foreign exchange gain	(702,753)	(1,593)	(614,148)	(702,753)	(1,593)	(614,148)
Finance Income	(622,341)	(298,175)	(644,827)	(629,234)	(300,120)	(648,869)
Operating cash flow before working capital changes	7,446,918	2,483,827	7,337,742	7,454,828	2,468,160	7,316,603
(Increase)/Decrease in inventories	30,834	(787,955)	(935,085)	30,834	(787,955)	(935,085)
Increase in trade and other receivables	(2,647,547)	(668,758)	(471,327)	(2,647,923)	(667,694)	(470,489)
Decrease in amounts due from related companies	13,013	15,667	71,441	13,013	15,667	71,441
Increase/(Decrease) in tax payable/receivable	(849,464)	(583,693)	525,085	(848,680)	(583,987)	525,017
Increase/(Decrease) in trade and other payables	373,043	(244,295)	1,253,147	371,511	(243,401)	1,252,732
Increase in amounts due to related companies	162,009	68,433	32,414	162,009	68,947	32,928
Cash generated from operations	4,528,807	283,226	7,813,417	4,535,592	269,737	7,793,147
Finance expenses paid	(1,256,490)	(414,418)	(939,681)	(1,256,490)	(414,418)	(939,681)
Retirement benefits paid	(3,872)	(1,956)	(28,526)	(3,872)	(1,956)	(28,526)
Surcharge tax paid	(1,193,964)	-	-	(1,193,964)	-	-
Tax paid	(1,770,000)	(1,130,000)	(2,006,914)	(1,770,000)	(1,130,000)	(2,006,914)
Net cash generated from operating activities	304,481	(1,263,148)	4,838,296	311,266	(1,276,637)	4,818,026
Cash flows from investing activities						
Purchase and construction of property, plant & equipment	(1,426,841)	(919,611)	(2,092,615)	(1,426,841)	(919,611)	(2,092,615)
Purchase of intangible assets	(1,475)	-	(922)	(1,475)	-	(922)
Proceeds from sale of property, plant & equipment	-	-	14,005	-	-	14,005
Agent deposits received	235,603	144,569	400,788	235,603	144,569	400,788
Interest received	622,341	298,175	644,827	629,234	300,120	648,869
Net cash (used in)/generated from investing activities	(570,372)	(476,867)	(1,033,917)	(563,479)	(474,922)	(1,029,875)
Cash flows from financing activities						
Loans and borrowings received	-	5,550,000	2,000,000	-	5,550,000	2,000,000
Repayments of loans and borrowing	(637,400)	(868,900)	(1,759,300)	(637,400)	(868,900)	(1,759,300)
Repayments of lease rentals	(25,323)	(22,330)	(45,800)	(25,323)	(22,330)	(45,800)
Forfeiture of unclaimed dividends	-	-	459	-	-	459
Dividend paid net of tax	(1,380,033)	(1,152,000)	(1,445,145)	(1,380,033)	(1,152,000)	(1,445,145)
Net cash used in financing activities	(2,042,756)	3,506,770	(1,249,786)	(2,042,756)	3,506,770	(1,249,786)
Net (decrease)/increase in cash & cash equivalents	(2,308,648)	1,766,755	2,554,593	(2,294,970)	1,755,211	2,538,365
Cash & cash equivalents at the beginning of the year	11,793,500	8,503,503	8,503,503	11,916,746	8,642,977	8,642,977
Effect of exchange rate changes on cash and cash equivalents	548,240	(2,209)	735,404	548,240	(2,209)	735,404
Cash & cash equivalents at the end of the year	10,033,091	10,268,049	11,793,500	10,170,017	10,395,980	11,916,746
Analysis of cash and cash equivalents						
Cash and cash equivalents	11,493,527	11,268,321	12,889,986	11,630,453	11,396,252	13,013,232
Bank overdraft	(1,460,436)	(1,000,272)	(1,096,486)	(1,460,436)	(1,000,272)	(1,096,486)
	10,033,091	10,268,049	11,793,500	10,170,017	10,395,980	11,916,746

LION BREWERY (CEYLON) PLC
NOTES TO THE FINANCIAL STATEMENTS

1 CORPORATE INFORMATION

Lion Brewery (Ceylon) PLC is a public limited liability Company incorporated and domiciled in Sri Lanka and is listed on the Colombo Stock Exchange. The parent company is Ceylon Beverage Holdings PLC and the ultimate parent company is Bukit Darah PLC. The registered office of the Company is situated at No 61, Janadhipathi Mawatha, Colombo 01 and the principal place of business is situated at No 254, Colombo Road, Biyagama.

The Interim Consolidated Financial Statements comprise of the Company and its subsidiaries (together referred to as the "Group" and individually Group entities). The subsidiaries of the Company are set out below.

Subsidiary	Controlling interest	Note
Pearl Springs (Private) Limited	100%	"PSPL"
Millers Brewery Limited	100%	100% Subsidiary of PSPL

2 BASIS OF PREPARATION

2.1 Statement of Compliance

The condensed Interim Financial Statements of the Company and Group have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 – Interim Financial Reporting. This Interim Financial Statement should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2022 including the changes to accounting policies as a result of adapting to Sri Lanka Financial Reporting Standards, (" SLFRSs/LKASs").

2.2 Going Concern

Based on currently available information the management is satisfied that the Company and its subsidiaries would continue its operations in the foreseeable future.

2.3 Basis of measurement

The Financial Statements have been prepared on the historical cost basis and applied consistently with no adjustments being made for inflationary factors affecting the financial statements, except for the following;

- Freehold Land and buildings are measured at cost at the time of acquisition and construction and subsequently at revalued amounts, which are the fair values at the date of revaluation less accumulated depreciation and impairment losses, if any.
- Employee benefits are measured at present value of the obligation.

2.4 Functional Currency and Presentation Currency

All values presented in the Financial Statements are in Sri Lankan Rupees Thousands (Rs.'000s) which is the Group's functional currency, unless otherwise indicated.

3 COMMITMENTS AND CONTINGENT LIABILITIES

3.1 Finance Commitments

Document credits established for foreign purchases of the Company as at 30th September 2022 amounts to Rs. 2,790Mn (2021 - Rs. 2,135Mn).

3.2 Capital Commitments

Capital expenditure committed by the Company for which a provision has not been made in the Financial Statements amounts to Rs. 803 Mn as at 30th September 2022 (2021 - 603 Mn).

3.3 Contingencies

Contingent liabilities as at 30th September 2022 amounts to Rs. 469Mn (2021 - Rs. 275Mn), being bank guarantees given to Government bodies and foreign suppliers for operational purposes.

LION BREWERY (CEYLON) PLC
NOTES TO THE FINANCIAL STATEMENTS

4 LEASE CREDITOR

In Rs. 000's	Company		Group	
	2022/23	2021/22	2022/23	2021/22
Balance as at beginning of the period	185,077	185,221	185,077	185,221
Leases obtained	39,561	19,922	39,561	19,922
Lease rentals paid	(25,323)	(45,800)	(25,323)	(45,800)
Interest expense for the period	12,424	25,734	12,424	25,734
Balance as at end of the period	211,739	185,077	211,739	185,077

5 SEGMENTAL ANALYSIS

The Company does not distinguish its products into significant components for different Geographical / Business segments as the differentiations are insignificant.

6 COMPARATIVE FIGURES

Empty bottle depreciation and machinery maintenance cost previously reported under distribution expenses and other expenses have been reclassified under cost of sales in 2022/2023 financial year. The previous years have been amended, where relevant, for better presentation to be comparable with those of the current year.

7 SURCHARGE TAX

According to the Surcharge Tax Act No. 14 of 2022 which was legislated on 8th April 2022, the Group is liable for the surcharge tax of Rs. 1,194Mn out of taxable income of Rs. 4,776 Mn for year of assessment 2020/21.

Total Surcharge tax liability of Rs. 1,194Mn has been recognized as an adjustment to retained earnings of 1st April 2022 in the statement of Changes in Equity as per the Addendum to Statement of Alternative Treatment (SoAT) issued by The Institute of Chartered Accountants of Sri Lanka. The said Addendum recommends to recognize Surcharge Tax through the Statement of Changes in Equity as an equity adjustment on the first day of the first reporting period ending after enactment of the said Act.

The Company paid Rs. 597Mn as first instalment on 20th April 2022 and the balance amount of Rs. 597Mn was paid on 20th July 2022.

Statement of Changes in Equity as at the Beginning of the Financial Year,

	Retained Earnings Rs. Mn
Balance as at 1 April 2022	15,658
Adjustment for Surcharge tax	(1,194)
Adjusted balance as at 1 April 2022	14,464

8 EVENTS AFTER THE REPORTING PERIOD

There were no material events taken place since 30th September 2022 that require adjustments or disclosure in these Financial Statements.

9 INVESTOR INFORMATION

Investor Information	Quarter Ended		Six Months Ended		Year Ended
	30.09.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
1 Share Information					
Price as at the end of the period (Rs.)	525.00	559.50	525.00	559.50	525.00
Highest price (Rs.)	538.00	596.00	538.00	615.00	615.00
Lowest price (Rs.)	420.00	540.00	420.00	540.00	451.00
2 Trading Statistics					
No of Transactions	222	291	342	561	1,174
No of Shares traded	558,476	212,398	566,284	401,947	890,157
Value of all shares traded (Rs. Mn.)	293	118	297	222	487

LION BREWERY (CEYLON) PLC**NOTES TO THE FINANCIAL STATEMENTS****10 TWENTY MAJOR SHAREHOLDERS AS AT 30TH SEPTEMBER 2022**

#	Name	Total Shares	%
1	CEYLON BEVERAGE HOLDINGS PLC	41,798,788	52.25
2	CARLSBERG BREWERY MALAYSIA BERHAD	20,000,686	25.00
3	CB NY S/A ALLAN GRAY FRONTIER MARKETS EQUITY FUND	5,589,256	6.99
4	CARSON CUMBERBATCH PLC A/C NO. 02	4,107,793	5.13
	CARSON CUMBERBATCH PLC A/C NO. 01	1,778,808	2.22
5	BUKIT DARAH PLC A/C NO. 02	1,300,000	1.63
6	SSBT-AL MEHWAR COMMERCIAL INVESTMENTS L.L.C.	983,779	1.23
7	RBC INVESTOR SERVICES BANK-COELI SICAV I- FRONTIER MARKETS FUND	683,116	0.85
8	GF CAPITAL GLOBAL LIMITED	427,179	0.53
9	SAMPATH BANK PLC/MRS.PRIYANI DHARSHINI RATNAGOPAL	300,000	0.38
10	DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE EQUITY FUND	267,947	0.33
11	CITIBANK NEWYORK S/A NORGES BANK ACCOUNT 2	202,978	0.25
12	SSBT-FRANK RUSSEL TRUST COMPANY COMINGLED BENEFIT FUNDS TRUST GNA-6QH3	198,268	0.25
13	J.B. COCOSHELL (PVT) LTD	190,147	0.24
14	PORTELET LIMITED	161,920	0.20
15	TRANZ DOMINION,L.L.C.	129,251	0.16
16	PEOPLE'S LEASING & FINANCE PLC/C.D.KOHOMBANWICKRAMAGE	104,739	0.13
17	PERSHING LLC S/A AVERBACH GRAUSON & CO.	92,000	0.12
18	MR. M.A. JAFFERJEE	91,884	0.11
19	METROCORP (PVT) LTD	86,792	0.11
20	NEWGREENS LIMITED	83,200	0.10

11 PUBLIC HOLDING

The Company is in compliance with the Minimum Public Holding requirements for Companies listed on the Main Board as per Rule 7.14.1 (i) (a) of the Listing Rules of the Colombo Stock Exchange, under Option 3, i.e. Float-Adjusted Market Capitalization of Rs.5 Billion with 500 Public Shareholders and a Public Holding percentage of 7.5%.

The Company's Public Holding as at 30th September 2022

Market Capitalization of the Public Holding	Rs.5.49 Billion
Percentage of ordinary shares held by the public	13.06%
Number of Public Shareholders	1,282

12 DIRECTOR'S SHAREHOLDINGS

As at 30th September 2022	No. of Shares
Mr. D. A. Cabraal (Chairman)	-
Mr. H. Selvanathan (Deputy Chairman)	1,579
Mr. R. H. Meewakkala (CEO/Director)	-
Mr. D. C. R. Gunawardena	34
Mr. K. Selvanathan (Director / Alternate Director to H. Selvanathan)	-
Mr. D. R. P. Goonetilleke	1
Mrs. S. J. F. Evans	-
Mr. S. Selvanathan	-
Mr. S. Clini	-
Ms. V. Gun	-

13 STATED CAPITAL

The Company's stated capital consists of 80,000,000 ordinary shares.

LION BREWERY (CEYLON) PLC**NOTES TO THE FINANCIAL STATEMENTS****14 RELATED PARTY TRANSACTIONS**

The Company carried out transactions in the ordinary course of its business with parties who are defined as related parties in Sri Lanka Accounting Standard LKAS 24 - 'Related Party Disclosures', the details of which are reported below.

In Rs.'000s For the period ended 30 th September	Group		Company	
	2022	2021	2022	2021
Transactions with related parties/subsidiaries				
Royalty expenses	228,117	112,404	228,117	112,404
Intercompany interest income	24,279	10,579	24,279	10,579
Beer sales income	368,758	166,997	368,758	166,997
Trade rebates	2,209	1,037	2,209	1,037
Marketing fee expenses	13,000	16,250	13,000	16,250
Distribution services fee income	1,819	1,011	1,819	1,011
Rent expenses	8,147	19	21,671	6,648
Support services fees expenses	296,334	354,250	296,277	354,250
Other service fee expense	71,375	137,399	71,375	137,351
Disposal of motor vehicles	-	3,125	-	3,125

LION BREWERY (CEYLON) PLC

Corporate Information

NAME OF COMPANY

Lion Brewery (Ceylon) PLC
(A Carson Cumberbatch Company)

COMPANY REGISTRATION NUMBER

PQ 57

LEGAL FORM

A Public Quoted Company with Limited Liability
Incorporated in Sri Lanka in 1996
Official listing of the Colombo Stock Exchange obtained in 1997

SUBSIDIARY COMPANIES

Pearl Springs (Private) Limited
Millers Brewery Limited

PARENT AND CONTROLLING ENTITY

Ceylon Beverage Holdings PLC is the immediate Parent Company of Lion Brewery (Ceylon) PLC. Carson Cumberbatch PLC is the Parent Company of Ceylon Beverage Holdings PLC and Bukit Darah PLC is the Ultimate Parent and Controlling Entity of Ceylon Beverage Holdings PLC.

DIRECTORS

Mr. D. A. Cabraal (Chairman)
Mr. H. Selvanathan (Deputy Chairman)
Mr. R. H. Meewakkala (CEO/Director)
Mr. D. C. R. Gunawardena
Mr. K. Selvanathan (Director / Alternate Director to H. Selvanathan)
Mr. D. R. P. Goonetilleke
Mrs. S.J.F.Evans
Mr. S. Selvanathan
Mr. S. Clini
Ms. V. Gun

BANKERS

Citi Bank
Commercial Bank
Deutsche Bank
DFCC Bank
Hatton National Bank
Nations Trust Bank
National Development Bank
Standard Chartered Bank
Sampath Bank

LEGAL ADVISERS

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Fax:+94 11 4718 220

AUDITORS

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Chartered Accountants
No. 32A, Sir Mohamed Macan Markar Mawatha
Colombo 3, Sri Lanka
Tel: +94 11 5426 426
Fax:+94 11 2445 872

MANAGERS & SECRETARIES

Carsons Management Services (Private) Limited
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REGISTERED OFFICE

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Tel : +94 11 2039 200
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CORPORATE OFFICE & BREWERY

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Fax : +94 11 2465 901

GROUP WEBSITE

www.carsoncumberbatch.com