

03rd September 2019

Mr. Renuke Wijayawardhane
Chief Regulatory Officer,
Colombo Stock Exchange
4-01, West Block
WTC - Echelon Square
Colombo 01

Dear Sir,

**AMBEON CAPITAL PLC – ERRATA TO THE GROUP CASH FLOW STATEMENT REPORTED ON
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2019**

We refer to the Annual Report with the financial statements as at 31st March 2019 submitted to the Colombo Stock Exchange on 29.08.2019.

It was observed that there is an incorrect classification in the Statement of Cash Flow on Pages 67 & 68 of the Annual Report 2018/2019. The Group Cash Flow should be amended as shown in the table below for better presentation.

	Reported Group 2019 LKR	Restated Group 2019 LKR	Difference Group 2019 LKR
Net Cash Flow from/ (used in) Operating Activities	(955,649,694)	(896,370,301)	59,279,394
Net Cash Flow From / (Used) in Investing Activities	(874,021,322)	(404,576,341)	469,444,981
Net Cash Flow Used in Financing Activities	1,779,845,184	1,547,093,982	(232,751,202)
Net foreign Exchange Difference	-	(295,973,173)	(295,973,173)

The above changes have been made in the Financial Statements as per the Annexure attached hereto.

We sincerely regret the inconvenience caused in this regard.

Thanking you,
Yours faithfully,



Group MD/CEO

Ambeon Capital PLC

Company Registration No. PB 1090 PQ
No. 10, Gothami Road; Colombo 8.
T: 011 5 328 100 | F: 011 5 328 109
E: info@ambeoncapital.com

BOARD OF DIRECTORS

Sanjeev Gardiner (Chairman), Ajith Devasurendra (Deputy Chairman), Murali Prakash (Group Managing Director/CEO), Priyantha Fernando, Harsha Amarasekera, Ranil Pathirana, Sarinda Unamboowe, Desamanya Deva Rodrigo

Annexure - Restated Statement of Cash Flow

Ambeon Capital PLC

STATEMENT OF CASH FLOWS

Year ended 31 March 2019

	Notes	Group 2019 LKR
Cash Flows From Operating Activities		
Profit/(Loss) before Taxation		915,425,175
Profit/(Loss) before tax from Discontinuing Operations	4	(659,193)
Adjustment for		
Depreciation of Property, Plant & Equipment	12	382,674,182
Interest on Other Financial Liabilities		23,940
Amortization of Intangible Assets	13	8,304,754
Change in Fair Value of Financial Assets Held for Sale		145,624,635
Provision for Retirement Benefit Obligation	23	80,836,405
Change in Fair Value of Investment Property	15	(831,355,019)
Profit from Disposal of Current Investment		9,934,834
Gain on disposal of Property, Plant & Equipment	7	(7,155,621)
Impairment of provision of Trade and Other Receivables	19.2	(2,133,261)
Changes in fair value of Biological Assets	14	(2,100,000)
Gain on Loan Write Back		(153,859,921)
Provision / (Reversal) of provision on Inventories	18	(123,686,758)
Interest Expense	8	1,017,922,140
Employee Share Appreciation Rights	27	1,174,613
Operating Profit before Working Capital Changes		<u>1,440,970,905</u>
Increase in Inventories		(359,177,801)
(Increase)/Decrease in Trade & Other Receivables		(2,162,536,965)
Increase/(Decrease) in Contract Liability		(41,286,417)
Increase/(Decrease) in Trade & Other Payable		<u>1,232,032,473</u>
Cash Generated from Operations		<u>110,002,196</u>
Retirement Gratuity Paid	23	(62,910,528)
Interest Paid		(777,871,226)
Income Tax Paid		<u>(165,590,742)</u>
Net Cash Flow from/ (used in) Operating Activities		<u>(896,370,301)</u>
Cash Flow from Investing Activities		
Acquisition of Property, Plant & Equipment	12	(598,997,311)
Acquisition from other financial assets		(55,512,887)
Acquisition of Intangible Assets	13	(19,181,470)
Acquisition of Investment Properties	15	(7,542,453)
Disposal of Other Financial Assets		375,905,171
Net Proceeds from Government Securities		(137,407,115)
Proceeds on Disposal of Property, Plant & Equipment		<u>38,159,725</u>
Net Cash Flow From / (Used) in Investing Activities		<u>(404,576,341)</u>
Cash Flow from Financing Activities		
Loan Received		80,174,928,974
Dividend Paid to Non-Controlling Interest	34.1	(171,181,230)
Effect of Exchange Rate Changes in Loans & Borrowings		(2,233,893)
Repayment of Finance Lease	22.2	(3,400,000)
Proceeds from Non-Controlling Interest Through Holding Change		245,778,304
Repayment of Loans		(78,335,817,239)
Dividend paid to equity holders of parent	21.3	<u>(360,980,933)</u>
Net Cash Flow Used in Financing Activities		<u>1,547,093,982</u>
Net foreign Exchange Difference		<u>(295,973,173)</u>
Net Increase/(Decrease) in Cash & Cash Equivalent during the year		<u>(49,825,832)</u>
Cash & Cash Equivalents		
Net movement during the year		(49,825,832)
At the beginning of the year		<u>(761,812,454)</u>
At the end of the year (Note A)	20	<u>(811,638,286)</u>
Note A-Cash and Equivalents are as follows		
Cash in Hand & Bank		611,908,960
Bank Overdraft		<u>(1,423,547,246)</u>
		<u>(811,638,286)</u>