



**Interim Financial Statements**  
Period Ended 31 March 2019

**AMBEON CAPITAL PLC AND ITS SUBSIDIARIES**  
**STATEMENT OF PROFIT OR LOSS**

For the Quarter Ended 31st March,	GROUP			COMPANY		
	2019	2018	% Change	2019	2018	% Change
<i>Continuing Operations</i>	LKR	LKR		LKR	LKR	
Revenue	4,341,621,228	4,439,138,054	-2%	25,490,561	90,516,994	-72%
Direct Cost	(3,293,738,554)	(3,462,176,524)	-5%	-	-	-
<b>Gross Profit</b>	<b>1,047,882,674</b>	<b>976,961,530</b>	<b>7%</b>	<b>25,490,561</b>	<b>90,516,994</b>	<b>-72%</b>
Investment and Other Income	99,262,375	297,231,866	-67%	72,160	8,345,024	-99%
Selling and Distribution Expenses	(307,308,384)	(127,655,499)	141%	-	-	-
Administrative Expenses	(388,131,351)	(733,633,436)	-47%	(13,856,040)	(74,646,952)	-81%
Change in Fair Value of Financial Assets Held for Trading	31,635,256	3,115,239	916%	2,751,683	(13,109,599)	-121%
Changes in Fair Value of Investment Property	817,925,544	18,600,000	4297%	1,500,000	4,000,000	-
Reversal of Impairment of Investment in Subsidiary	-	-	0%	-	218,707,472	-
Gain/ (Loss) From Disposal of Subsidiary	-	-	0%	531,286	609,911,667	-100%
Finance Cost	(159,208,963)	(255,058,925)	-38%	(127,233,803)	(134,814,447)	-6%
<b>Profit/(Loss) Before Income Tax from Continuing Operations</b>	<b>1,142,057,151</b>	<b>179,560,775</b>	<b>536%</b>	<b>(110,744,153)</b>	<b>708,910,159</b>	<b>-116%</b>
Income Tax Expense	(209,326,606)	167,300,152	-225%	-	17,324,614	-
<b>Profit/(Loss) for the Period from Continuing Operations</b>	<b>932,730,546</b>	<b>346,860,927</b>	<b>169%</b>	<b>(110,744,153)</b>	<b>726,234,773</b>	<b>-115%</b>
<i>Discontinued Operations</i>						
Profit/(Loss) after tax for the period from discontinued operations	(553,566)	11,607,409	-105%	-	-	-
<b>Profit/(Loss) for the period</b>	<b>932,176,980</b>	<b>358,468,336</b>	<b>160%</b>	<b>(110,744,153)</b>	<b>726,234,773</b>	<b>-</b>
<b>Profit Attributable to:</b>						
Equity Holders of the Company	564,194,339	217,081,248	160%	(110,744,153)	726,234,773	-
Non - Controlling Interests	367,982,641	141,387,089	160%	-	-	-
	<b>932,176,980</b>	<b>358,468,336</b>	<b>160%</b>	<b>(110,744,153)</b>	<b>726,234,773</b>	<b>-</b>
Basic Earnings / (Deficit) Per Share	0.56	0.22		(0.11)	0.72	

The Notes form an integral part of these Financial Statements  
 Figures in bracket indicate deductions

**AMBEON CAPITAL PLC AND ITS SUBSIDIARIES  
STATEMENT OF OTHER COMPREHENSIVE INCOME**

	GROUP		COMPANY	
	2019 LKR	2018 LKR	2019 LKR	2018 LKR
<b>For the Quarter Ended 31st March,</b>				
Profit/ (Loss) for the Period	<b>932,176,980</b>	358,468,336	<b>(110,744,153)</b>	726,234,773
<b>Other Comprehensive Income</b>				
<b>Items that will never be reclassified to profit or loss</b>				
Defined Benefit Obligations Actuarial Gain / (Loss)	<b>34,548,018</b>	(32,800,240)	-	163,962
Related Tax	<b>(14,556,554)</b>	8,636,253	-	(45,910)
	<b>19,991,464</b>	(24,163,987)	-	118,052
<b>Items that are or may be reclassified to profit or loss</b>				
Revaluation Gain of Land and Bulding	<b>542,922,181</b>	1,068,005,405	-	-
Tax on Revaluation Gain	<b>(115,776,616)</b>	(519,300,584)	-	-
Change in Fair Value - AFS Investments	-	-	-	-
Currency Translation of Foreign Operation	<b>(67,824,525)</b>	(40,515)	-	-
Gain/(Loss) From Change in Fair Value of Financial Assets	<b>(153,757,244)</b>	-	-	-
	<b>205,563,797</b>	548,664,306	-	-
<b>Total Other Comprehensive Income</b>	<b>225,555,261</b>	524,500,319	-	118,052
<b>Total Comprehensive Income for the Period</b>	<b>1,157,732,241</b>	882,968,655	<b>(110,744,153)</b>	726,352,825
<b>Total Comprehensive Income Attributable to:</b>				
Equity Holders of the Company	<b>694,124,760</b>	611,397,077	<b>(110,744,153)</b>	726,352,825
Non - Controlling Interests	<b>463,607,181</b>	271,571,579	-	-
	<b>1,157,731,941</b>	882,968,655	<b>(110,744,153)</b>	726,352,825

**AMBEON CAPITAL PLC AND ITS SUBSIDIARIES  
STATEMENT OF PROFIT OR LOSS**

For the Period Ended 31st March,	GROUP			COMPANY	
	2019	2018	% Change	2019	2018
	LKR	LKR		LKR	LKR
<b>Continuing Operations</b>					
Revenue	17,734,636,824	12,588,656,155	41%	7,036,462	280,869,653
Direct Cost	(13,828,648,456)	(10,087,751,071)	37%	-	-
<b>Gross Profit</b>	<b>3,905,988,367</b>	2,500,905,084	56%	<b>7,036,462</b>	280,869,653
Investment and Other Income	160,309,466	397,008,438	-60%	365,046,183	14,938,972
Selling and Distribution Expenses	(822,576,652)	(448,865,633)	83%	-	-
Administrative Expenses	(2,204,642,487)	(1,793,441,082)	23%	(45,064,369)	(142,431,390)
Change in Fair Value of Financial Assets Held for Trading	(145,624,635)	222,469,300	-165%	2,435,719	-
Changes in Fair Value of Investment Property	829,125,544	237,834,192	249%	1,500,000	4,000,000
Reversal of Impairment of Investment in Subsidiary	-	-	-	-	218,707,472
Gain/ (Loss) From Disposal of Subsidiary	-	-	-	531,286	609,911,667
Finance Cost	(837,930,806)	(829,580,187)	1%	(476,726,534)	(572,728,205)
<b>Profit/(Loss) Before Income Tax from Continuing Operations</b>	<b>884,648,798</b>	286,330,112	209%	<b>(145,241,255)</b>	413,268,169
Income Tax Expense	(378,931,169)	86,096,598	-540%	-	17,324,614
<b>Profit/(Loss) for the Period from Continuing Operations</b>	<b>505,717,629</b>	372,426,710	36%	<b>(145,241,255)</b>	430,592,783
<b>Discontinued Operations</b>					
Profit/(Loss) after tax for the period from discontinued operations	(2,667,937)	9,870,089	-127%	-	-
<b>Profit/(Loss) for the period</b>	<b>503,049,693</b>	382,296,799	32%	<b>(145,241,255)</b>	430,592,783
<b>Profit Attributable to:</b>					
Equity Holders of the Company	36,300,332	151,541,224		(145,241,255)	430,592,783
Non - Controlling Interests	466,749,360	230,755,575		-	-
	<b>503,049,693</b>	382,296,799		<b>(145,241,255)</b>	430,592,783
Basic Earnings / (Deficit) Per Share	<b>0.04</b>	0.15		<b>(0.14)</b>	0.43

The Notes form an integral part of these Financial Statements  
Figures in bracket indicate deductions

**AMBEON CAPITAL PLC AND ITS SUBSIDIARIES**  
**STATEMENT OF OTHER COMPREHENSIVE INCOME**

	GROUP		COMPANY	
	2019 LKR	2018 LKR	2019 LKR	2018 LKR
<b>For the Period Ended 31st March,</b>				
Profit/ (Loss) for the Period	<b>503,049,693</b>	382,296,799	<b>(145,241,255)</b>	430,592,783
<b>Other Comprehensive Income</b>				
<b>Items that will never be reclassified to profit or loss</b>				
Defined Benefit Obligations Actuarial Gain / (Loss)	34,548,018	(32,800,240)	-	163,962
Related Tax	(14,556,554)	8,636,253	-	(45,910)
	<b>19,991,464</b>	(24,163,987)	-	118,052
<b>Items that are or may be reclassified to profit or loss</b>				
Revaluation Gain of Land and Building	<b>655,107,181</b>	1,068,005,405	-	-
Tax on Revaluation Gain	(147,188,416)	(519,300,584)	-	-
Currency Translation of Foreign Operation	(365,567,323)	(40,515)	-	-
Gain/(Loss) From Change in Fair Value of Financial Assets	(153,757,244)	-	-	-
	<b>(11,405,802)</b>	548,664,306	-	-
<b>Total Other Comprehensive Income</b>	<b>8,585,663</b>	524,500,319	-	118,052
<b>Total Comprehensive Income for the Period</b>	<b>511,635,355</b>	906,797,118	<b>(145,241,255)</b>	430,710,835
<b>Total Comprehensive Income Attributable to:</b>				
Equity Holders of the Company	(4,694,142)	545,857,053	(145,241,255)	430,710,835
Non - Controlling Interests	<b>516,329,497</b>	360,940,065	-	-
	<b>511,635,355</b>	906,797,118	<b>(145,241,255)</b>	430,710,835

**AMBEON CAPITAL PLC AND ITS SUBSIDIARIES**  
**STATEMENT OF FINANCIAL POSITION**

As at,	GROUP		COMPANY	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
	LKR	Audited LKR	LKR	Audited LKR
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property, Plant & Equipment	4,565,594,989	5,474,938,163	16,427,628	446,108
Intangible Assets	1,164,275,337	845,866,849	-	-
Biological Assets	50,381,950	48,281,950	-	-
Investment Property	4,179,894,435	1,688,188,153	30,500,000	29,000,000
Investment in Subsidiaries	0	-	4,881,053,191	5,149,202,175
Other Financial Assets	26,023,508	25,234,242	-	-
Deferred Tax Asset	237,671,390	274,360,132	18,270,536	18,270,536
	<b>10,223,841,609</b>	8,356,869,490	<b>4,946,251,355</b>	5,196,918,819
<b>Current Assets</b>				
Inventories	4,124,853,130	3,758,051,548	-	-
Other Financial Assets	1,905,623,269	2,409,055,751	895,197,720	757,790,605
Trade & Other Receivables	5,497,362,149	4,009,655,688	88,663,553	104,765,555
Income Tax Recoverable	37,415,435	16,476,850	-	-
Cash & Cash Equivalents	604,886,289	1,999,187,137	1,089,126	372,368
	<b>12,170,140,272</b>	12,192,426,975	<b>984,950,398</b>	862,928,527
<b>Total Assets</b>	<b>22,393,981,881</b>	20,549,296,465	<b>5,931,201,753</b>	6,059,847,346
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Stated Capital	1,053,643,405	1,053,643,405	1,053,643,405	1,053,643,405
Preference shares	-	-	-	-
Available For Sale Reserve	-	-	-	-
Foreign Currency Translation Reserve	(290,972,259)	(435,509)	-	-
Retained Earnings	1,514,046,918	2,140,513,433	527,187,099	1,033,409,287
Revaluation Reserves	1,211,099,963	856,717,592	-	-
Other Capital Reserves	(89,431,802)	-	-	-
Amalgamation Reserve	-	-	258,920,263	258,920,263
<b>Equity Attributable to Equity Holders of the Company</b>	<b>3,398,386,225</b>	4,050,438,921	<b>1,839,750,767</b>	2,345,972,955
Non Controlling Interests	3,154,355,898	2,428,238,516	-	-
<b>Total Equity</b>	<b>6,552,742,123</b>	6,478,677,437	<b>1,839,750,767</b>	2,345,972,955
<b>Non-Current Liabilities</b>				
Other Financial Liabilities	21,862,863	32,935,638	20,965,777	32,038,552
Interest Bearing Loans & Borrowings	3,206,764,730	1,562,021,994	3,129,472,593	-
Retirement Benefit Obligations	392,347,207	410,048,970	-	4,615,058
Deferred Tax Liability	949,532,615	620,479,220	-	-
	<b>4,570,507,415</b>	2,625,485,822	<b>3,150,438,370</b>	36,653,610
<b>Current Liabilities</b>				
Trade and Other Payables	4,105,483,823	3,292,344,120	43,546,042	31,460,607
Income Tax Payable	201,379,670	177,629,824	-	-
Deferred Income	706,864,079	748,150,496	-	-
Interest Bearing Loans & Borrowings	6,257,004,772	7,227,008,766	897,466,574	3,645,760,174
	<b>11,270,732,344</b>	11,445,133,206	<b>941,012,615</b>	3,677,220,781
<b>Total Equity and Liabilities</b>	<b>22,393,981,881</b>	20,549,296,465	<b>5,931,201,753</b>	6,059,847,346
Net Assets Per Share (Rs.)	3.39	4.04	1.83	2.34

The notes form an integral part of these financial statements.  
Figures in brackets indicate deductions

I certify that the Financial Statements have been prepared in compliance with the requirements of Companies Act No. 07 of 2007.

Sgd.  
Haritha C Perera  
**Chief Financial Officer**

The Directors are responsible for the preparation and presentation of these Financial Statements. Signed for and on behalf of the Board.

Sgd.  
Ajith Devasurendra  
**Deputy Chairman**

Sgd.  
Murali Prakash  
**Group Managing Director/ CEO**

30th May 2019  
Colombo

**AMBEON CAPITAL PLC AND ITS SUBSIDIARIES**  
**STATEMENT OF CHANGES IN EQUITY**

GROUP	Attributable to Equity Holders of the Company						Non Controlling Interests	Total Equity
	Stated Capital	Fair Value Through OCI Reserve	Revaluation Reserve	Foreign Currency Translation Reserve	Retained Earnings	Total		
	Rs.				Rs.	Rs.		
<b>Balance as at 31 March 2017</b>	<b>1,053,643,405</b>	-	<b>445,801,569</b>	<b>(394,994)</b>	<b>2,016,509,172</b>	<b>3,515,559,152</b>	<b>2,069,496,197</b>	<b>5,585,055,349</b>
Profit / (Loss) for the period					151,541,224	151,541,224	230,755,575	382,296,799
Other Comprehensive Income			410,916,023	(40,515)	(16,559,679)	394,315,829	130,184,490	524,500,319
<b>Total Comprehensive Income for the Year</b>			410,916,023	(40,515)	134,981,545	545,857,053	360,940,065	906,797,118
<b>Transactions with owners of the Company</b>								
<b>Contributions and Distributions</b>								
Subsidiary Dividend Paid to Minority Share Holders					-	-	(12,248,532)	(12,248,532)
<b>Total Contributions and Distributions</b>	-	-	-	-	-	-	(12,248,532)	(12,248,532)
Effect of Change in Percentage Holding in Subsidiary					(10,977,286)	(10,977,286)	10,050,786	(926,500)
<b>Total changes in ownership interest</b>					(10,977,286)	(10,977,286)	10,050,786	(926,500)
<b>Total Transactions with owners of the Company</b>					(10,977,286)	(10,977,286)	(2,197,746)	(13,175,032)
<b>Balance as at 31 March 2018</b>	<b>1,053,643,405</b>	-	<b>856,717,592</b>	<b>(435,509)</b>	<b>2,140,513,431</b>	<b>4,050,438,919</b>	<b>2,428,238,516</b>	<b>6,478,677,434</b>
Impact of adapting SLFRS 9		35,772,721			(160,177,327)	(124,404,606)	(27,835,624)	(152,240,230)
Profit / (Loss) for the period					36,300,332	36,300,332	466,749,360	503,049,693
Other Comprehensive Income		(125,204,523)	360,193,211	(290,536,750)	14,553,588	(40,994,475)	49,580,137	8,585,663
<b>Total Comprehensive Income for the Year</b>		(89,431,802)	360,193,211	(290,536,750)	(109,323,406)	(129,098,748)	488,493,873	359,395,125
Dividend Paid					(360,980,933)	(360,980,933)	(171,179,240)	(532,160,173)
Transfer			(5,810,840)		5,810,840	-	-	-
Holding Change					(161,973,013)	(161,973,013)	408,802,749	246,829,736
<b>Balance as at 31 March 2019</b>	<b>1,053,643,405</b>	<b>(89,431,802)</b>	<b>1,211,099,963</b>	<b>(290,972,259)</b>	<b>1,514,046,918</b>	<b>3,398,386,224</b>	<b>3,154,355,898</b>	<b>6,552,742,123</b>

COMPANY	Stated Capital	Amalgamation Reserve	Retained Earnings	Total Equity
	Rs.	Rs.	Rs.	Rs.
	<b>Balance as at 31<sup>st</sup> March 2017</b>	<b>1,053,643,405</b>		<b>602,698,453</b>
Profit / (Loss) for the period	-	-	430,592,783	430,592,783
Other Comprehensive Income	-	-	118,052	118,052
Net Result to the Equity on Amalgamation	-	258,920,263	-	258,920,263
<b>Total Comprehensive Income for the Year</b>		<b>258,920,263</b>	<b>430,710,835</b>	<b>689,631,098</b>
<b>Balance as at 31<sup>st</sup> March 2018</b>	<b>1,053,643,405</b>	<b>258,920,263</b>	<b>1,033,409,288</b>	<b>2,345,972,956</b>
Profit / (Loss) for the period	-	-	(145,241,255)	(145,241,255)
Dividend Paid			(360,980,934)	(360,980,934)
<b>Balance as at 31<sup>st</sup> March 2019</b>	<b>1,053,643,405</b>	<b>258,920,263</b>	<b>527,187,099</b>	<b>1,839,750,767</b>

**AMBEON CAPITAL PLC AND ITS SUBSIDIARIES**  
**CASH FLOW STATEMENT**

	CONSOLIDATED		COMPANY	
	2019 Rs.	2018 Rs.	2019 Rs.	2018 Rs.
<b>For the period Ended 31st March,</b>				
<b>Cash flows From Operating Activities</b>				
Profit before Taxation	884,648,798	286,330,112	(145,241,255)	413,268,169
Profit/(Loss) before tax from discontinued operations	(2,667,937)	13,144,636	-	-
<b>Adjustment for</b>				
Depreciation, amortization and impairment charges	387,441,666	340,343,584	4,018,479	289,906
Amortisation of Intangible Assets	8,304,753	12,314,099	-	-
Fair Value gain on current Investment	158,470,780	(222,469,300)	-	-
Provision for Retirement Gratuity	84,757,543	62,963,136	-	890,966
Write-off of Fixed Asset	(440,780)	-	(440,780)	-
Change in fair value of investment property	(829,125,544)	(237,834,192)	(1,500,000)	(4,000,000)
Change in Fair Value of Biological Assets	(2,100,000)	(2,400,000)	-	-
Interest Income	-	(32,406)	-	-
Interest Expense	837,930,806	829,604,127	-	-
(Gain)/Loss on disposal of Property, Plant & Equipment	2,081,054	(1,277,631)	-	-
Impairment of Inventories	-	81,134,087	-	-
Impairment of trade and other receivables	-	25,569,882	-	2,083,386
Reversal Of Impairment of Investment in Subsidiaries	-	-	-	(218,707,472)
Deferred income	-	(387,745)	-	-
(Gain)/Loss on disposal of Subsidiary	-	-	(531,286)	(609,911,667)
Exchange (Gain) / Losses	(365,567,323)	-	-	-
Write back of Interest Bearing loans and Borrowings	(153,859,921)	-	-	-
(Profit)/Loss on disposal of Assets Held for Sale	-	(47,223,506)	-	-
Employee Share Appreciation Rights	1,174,613	61,612,600	1,174,613	61,612,600
<b>Operating Profit before Working Capital Changes</b>	<b>1,011,048,508</b>	<b>1,201,391,483</b>	<b>(142,520,228)</b>	<b>(354,474,112)</b>
(Increase)/Decrease in Inventories	(366,801,582)	(980,719,808)	-	-
(Increase)/Decrease in Trade & Other Receivables	(1,487,706,460)	(676,601,091)	16,102,001	(61,003,692)
Increase/(Decrease) in Deferred income	(91,575,797)	241,731,816.00	-	-
Increase/(Decrease) in Trade & Other Payable	813,139,703	336,598,342	(161,959)	(2,915,202)
<b>Cash Generated from Operations</b>	<b>(121,895,628)</b>	<b>122,400,742</b>	<b>(126,580,186)</b>	<b>(418,393,006)</b>
Interest Paid	(837,930,806)	(802,990,718)	-	-
Income Tax Paid	(97,549,872)	(158,388,903)	-	-
Retiring Gratuity Paid	(66,301,117)	(35,677,973)	(4,615,058)	-
<b>Net Cash Flow from Operating Activities</b>	<b>(1,123,677,424)</b>	<b>(874,656,852)</b>	<b>(131,195,244)</b>	<b>(418,393,006)</b>
<b>Cash Flow from Investing Activities</b>				
Net Proceeds from Government Securities	(137,407,115)	13,715,047	(137,407,115)	(613,846,352)
Acquisition of Property, Plant & Equipment	(587,306,293)	(196,550,798)	(20,000,000)	(38,500)
Purchase of Intangible Assets	(14,017,620)	(9,948,144)	-	-
Investments in Investment Property	(1,072,856)	(4,835,475)	-	-
Invest in Subsidiaries	-	(122,684,068)	-	(513,416,776)
Proceeds from disposal of Subsidiaries	-	-	298,680,270	671,345,000
Disposal of Other Financial assets	-	538,848,506	-	-
Investment In Other Financial Assets	(304,948,922)	(978,464,969)	-	-
Proceeds on Disposal of Property, Plant & Equipment	24,261,451	23,129,099	-	-
Proceeds from sale of Investments	276,671,265	-	-	-
Assets Classified as Held for Sale	-	(11,438,421)	-	-
Proceed from Assets Held for sale	-	1,000,000,000	-	-
Redemption of Preference Shares	-	-	-	560,000,000
<b>Net Cash Flow Used in Investing Activities</b>	<b>(743,820,089)</b>	<b>251,770,777</b>	<b>141,273,155</b>	<b>104,043,372</b>
<b>Cash Flow from Financing Activities</b>				
Loan Received	68,476,017,926	181,358,319,324	68,482,453,133	173,334,199,226
Repayment of finance Lease	-	(3,400,000)	-	-
Dividend Paid to Non Controlling Interest	(88,340,869)	(12,248,531)	-	-
Repayments of Loans	(66,279,726,274)	(178,927,746,614)	(66,155,708,838)	(173,162,993,569)
Effect of Exchange Rate Changes in Loans & Borrowings	-	30,783,651	-	-
Acquisition by Non Controlling Interest	246,830,136	-	-	-
Dividend Paid	(532,160,173)	-	(360,980,933)	-
<b>Net Cash Flow from Financing Activities</b>	<b>1,822,620,747</b>	<b>2,445,707,830</b>	<b>1,965,763,362</b>	<b>171,205,657</b>
<b>Net Increase/Decrease in Cash &amp; Cash Equivalent during the period</b>	<b>(44,876,766)</b>	<b>1,822,821,755</b>	<b>1,975,841,273</b>	<b>(143,143,977)</b>
<b>Cash &amp; Cash Equivalents</b>				
Net movement during the period	(44,876,766)	1,822,821,755	1,975,841,273	(143,143,977)
At the beginning of the period	(761,812,454)	(2,584,634,209)	(2,009,722,836)	(1,866,578,860)
<b>At the end of the year (Note A)</b>	<b>(806,689,220)</b>	<b>(761,812,454)</b>	<b>(33,881,563)</b>	<b>(2,009,722,837)</b>
<b>Note A-Cash and Equivalents are as follows</b>				
Cash in Hand & Bank	604,886,289	1,999,187,137	1,089,126	372,368
Bank & Other Borrowings	(1,411,575,508)	(2,760,999,591)	(34,970,689)	(2,010,095,205)
	<b>(806,689,220)</b>	<b>(761,812,454)</b>	<b>(33,881,563)</b>	<b>(2,009,722,837)</b>



**1 Corporate Information**

The Company was incorporated in Sri Lanka on 20th September 2006 as a public limited liability company and re-registered under the Company's Act No 7 of 2007 on 3rd August 2009. On 17th May 2012 the company was successfully listed on the Diri Savi Board of Colombo Stock Exchange and subsequently changed its name to Taprobane Holdings PLC on 13th July 2012 and as Ambeon Capital PLC on 10th May 2018.

The Interim Financial Statements of the Group and the Company for the three months ended 31st March 2019 were authorised for issue by the Board of Directors on 30th May 2019.

**2 Basis of Preparation**

The Institute of Chartered Accountants of Sri Lanka has issued a new volume of Sri Lanka Accounting Standards which became applicable for financial periods beginning on or after 1st January 2012. The Consolidated Financial Statements of the Group and the Financial Statements of the company which comprise the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Notes thereto have been prepared in accordance with these Sri Lanka Accounting Standards (SLFRSs and LKASs) laid down by the Institute of Chartered Accountants of Sri Lanka.

**SLFRS 15**

SLFRS 15 establishes a five-step model to account for revenue arising from contracts with customers. Under SLFRS 15, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The new revenue standard will supersede all current revenue recognition requirements under SLFRS.

**SLFRS 09**

SLFRS 9 brings together all three aspects of the accounting for financial instruments project: classification and measurement, impairment and hedge accounting. SLFRS 9 is effective for annual periods beginning on or after 1 January 2018. However, paragraph 7.2.16 of SLFRS 9 permits an entity not to apply the requirements of this Standard to interim periods prior to the date of initial application, if it is impracticable.

Based on the "Statement of Alternative Treatment (SoAT) on the Figures in the Interim Financial Statements" issued by The Institute of Chartered Accountants of Sri Lanka entities are granted with the option to prepare Interim Financial Statements continuing the application of LKAS 39 with disclosures on impact to the Income Statement and Statement of Profit or Loss and Other Comprehensive Income for the period if SLFRS 9 has been applied. Accordingly, as permitted by the above SoAT, the Company has prepared the Interim Financial Statements for the quarter ended 31st March 2019 based on LKAS 39.

These interim consolidated financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2018. The Accounting policies are in line with the policies published in the annual financial statements for the year ended 31 March 2018.

**3 Segment Information - Group**

	<b>CONSOLIDATED</b>	
	<b>2018/19</b>	<b>2017/18</b>
	<b>12 Months</b>	<b>12 Months</b>
<b>(a) Revenue</b>		
Manufacturing Footwear	<b>606,347,292</b>	636,698,891
Manufacturing Porcelain	<b>2,178,649,472</b>	2,082,525,521
Manufacturing Textile	<b>8,296,138,014</b>	7,744,924,982
Investment	<b>(25,111,902)</b>	320,608,238
IT and related Services	<b>6,533,340,789</b>	1,562,444,695
Financial Services	<b>113,277,335</b>	114,539,601
Property	<b>31,995,822</b>	126,914,228
<b>Revenue</b>	<b>17,734,636,824</b>	12,588,656,155
Direct Expenses	<b>(13,828,648,456)</b>	(10,087,751,071)
<b>Gross Profit</b>	<b>3,905,988,367</b>	2,500,905,084
<b>(b) Industry Segment Profit</b>		
Manufacturing Footwear	<b>51,856,088</b>	(310,273,278)
Manufacturing Porcelain	<b>456,759,134</b>	(54,407,424)
Manufacturing Textile	<b>474,234,920</b>	387,832,863
Investment	<b>(838,008,028)</b>	(377,216,914)
IT and related Services	<b>546,275,598</b>	283,258,824
Financial Services	<b>31,371,639</b>	42,013,479
Property	<b>162,159,447</b>	315,122,562
<b>Profit Before Income Tax</b>	<b>884,648,798</b>	286,330,112
Income Tax Expense	<b>(378,931,169)</b>	86,096,598
<b>Profit/(Loss) for the period from continuing operations</b>	<b>505,717,629</b>	372,426,710
Discontinued operations	<b>(2,667,937)</b>	9,870,089
<b>Profit/(Loss) for the Period</b>	<b>503,049,693</b>	382,296,799
Other Comprehensive Income for the period (Net of Tax)	<b>8,585,663</b>	524,500,319
<b>Total Comprehensive Income for the period</b>	<b>511,635,355</b>	906,797,118

**4 Stated Capital**

Stated Capital is represented by number of shares in issue as given below:

	<b>2019</b>	2018
Ordinary Shares	<b>1,002,724,815</b>	1,002,724,815

**5 Related Party Transactions**

The nature of Related Party Transactions in the period under review is similar to those reported in the annual report for the year 2017/18.

**6 Share Information**

**6.1 Market Price per Share**

**31.03.2019**                      31.03.2018

The market value of an ordinary share of Ambeon Capital PLC was as follows:

Last traded price recorded for 3 months ended	<b>3.70</b>	5.40
Highest price recorded for 3 months ended	<b>4.40</b>	6.20
Lowest price recorded for 3 months ended	<b>3.20</b>	5.00

**6.2 Public Share Holdings**

The company is not in compliance with the Minimum Public Holding requirements for Companies listed on the Dirige Savi Board as per Rule 7.13.1 (b) of the Listing Rules of the Colombo Stock Exchange, under Option 2, i.e. Float-Adjusted Market Capitalization of less than Rs 1 Billion with 200 Public Shareholders and a Public Holding percentage of 10%.

**The Company's Public Holding as at 31st March 2019**

Float-Adjusted Market Capitalization	97,194,456.40
Number of Public shareholders	659
Percentage of ordinary shares held by the public	2.62%

**6.3 Twenty Major Shareholders**

**31.03.2019**

	Name of Shareholders	Number of	
		Shares	(%)
1	CHC Investment (Pvt) Ltd	568,327,024	56.68%
2	Seylan Bank PLC/ARRC Capital (Pvt) Ltd	355,526,332	35.46%
3	Commercial Bank Ceylon PLC/ARC Capital (Pvt) Ltd	51,190,106	5.11%
4	Seylan Bank Limited/Ruwan Prasanna Sugathadasa	18,233,891	1.82%
5	Ms. Fleur Annaleen Ann Mack	800,000	0.08%
6	Mr. Sarinda Wasanth Unamboowe	768,783	0.08%
7	Mr. Ranil Prasad Pathirana	500,000	0.05%
8	Hatton National Bank PLC/Sanka Ramoorthy Nadaraj Kumar	497,709	0.05%
9	Seylan Bank PLC/Dr.Thirugnanasambandar Senthilvel	413,353	0.04%
10	Mr. Joseph Callistus Ethelred Alles	342,810	0.03%
11	Mrs .Banuri Kumari Vanya Wickramasinghe	267,500	0.03%
12	Mrs. Shirani Sunila Silva	260,900	0.03%
13	Mr. Ram Pritamdas/'593403092Vn', '498112668Vn'	243,982	0.02%
14	Merchant Bank Of Sri Lanka & Finance PLC 01	220,000	0.02%
15	Mr. Kangasu Chelvadurai Vignarajah	207,547	0.02%
16	Mr. Pathirage Hemantha Devapriya Perera	157,380	0.02%
17	Mr. Ravindra Earl Rambukwella	153,430	0.02%
18	Asha Financial Services Limited/Mr.C.N.Pakianathan	152,399	0.02%
19	Mr. Michael De Saram	140,000	0.01%
20	Mr. Mohamed Thasim Rajabkhan	132,800	0.01%
		<b>998,535,946</b>	<b>99.58%</b>

**6.4 Director's and Chief Executive Officers Share Holding as at 31st March 2019**

	Number of Shares
Mr. S.E. Gardiner	Nil
Mr. P. D. J. Fernando	Nil
Mr. A. L. Devasurendra	138
Mr. S.H. Amarasekera	Nil
Mr. R.P. Pathirana	500,000
Mr. S.W. Unamboowe	768,783
Mr. P.D. Rodrigo	Nil
Mr. N.M. Prakash	20,477
	<b>1,289,398</b>

**7 Earnings per Share**

The computation of the Basic Earnings per Ordinary Share has been done based on net profit attributable to ordinary shareholders for the year, divided by weighted average number of ordinary shares in issue as at the balance sheet date and calculated as follows.

	Group		Company	
	31/03/2019	31/03/2018	31/03/2019	31/03/2018
<u>Amounts used as the Numerator</u>				
Net Profit / (Loss) Attributable to Ordinary Shareholders	<u>36,300,332</u>	<u>151,541,224</u>	<u>(145,241,255)</u>	<u>430,592,783</u>
Weighted Average Number of Ordinary Shares in Issue (Nos.)	<u>1,002,724,815</u>	<u>1,002,724,815</u>	<u>1,002,724,815</u>	<u>1,002,724,815</u>
Basic Earnings per Ordinary Share (Rs.)	<b>0.04</b>	0.15	<b>(0.14)</b>	0.43

**8 Comparative Information**

The presentation and classification of the financial statements of the previous years have been amended, where relevant for better presentation and to be comparable with those of the current year.

**9 Commitment and Contingencies**

Ambeon Holdings PLC has provided corporate guarantee facilities to banks on behalf of its subsidiaries to obtain banking facilities. The details are as follows.

Name of the Company	Bank	Amount LKR Mn	Outstanding Balance as at 31st March
Royal Fernwood Porcelain Ltd	People's Bank	Rs. 65	33Mn
Millennium Information Technologies (Pvt) Limited	Seylan Bank	Rs. 2,000	676Mn
South Asia Textiles Ltd	Peoples Bank	804 (USD 4.4)	697Mn

**10 Dispose of Lexinton Holdings (Pvt) Ltd**

The Board of Directors of Ambeon Capital PIC (the "Company") by resolution passed on 10 December 2018 disposed the 72% shares held in Lexinton Holdings (Private) Limited (LEXH) to Colombo City Holdings PLC for a consideration of Rs. 298 Mn on 28th January 2019.

10 FAIR VALUE MEASUREMENT

GROUP

The Group uses the following hierarchy for determining and disclosing the fair value of assets and liabilities by valuation technique:

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities

Level 2: Other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: Techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data

The Group held the following assets and liabilities carried at fair value in the statement of financial position:

**Assets Measured at Fair Value**

	Level 1		Level 2		Level 3	
	31/03/2019	31/03/2018	31/03/2019	31/03/2018	31/03/2019	31/03/2018
	LKR	LKR	LKR	LKR	LKR	LKR
Investment Properties	-	-	-	-	4,179,894,435	1,688,188,153
Assets classified as Held for sale	-	-	22,451,836	22,451,836	-	-
Land	-	-	-	-	1,174,551,000	1,806,927,600
Buildings	-	-	-	-	1,038,839,000	1,011,716,139
Building on Leasehold Land	-	-	-	-	805,500,000	730,700,001
<b>FVTPL - Financial Assets</b>						
Financial assets held for trading:	1,905,623,269	2,409,055,751	-	-	-	-
	<u>1,905,623,269</u>	<u>2,409,055,751</u>	<u>22,451,836</u>	<u>22,451,836</u>	<u>7,198,784,435</u>	<u>5,237,531,893</u>

COMPANY	Level 1		Level 2		Level 3	
	31/03/2019	31/03/2018	31/03/2019	31/03/2018	31/03/2019	31/03/2018
	LKR	LKR	LKR	LKR	LKR	LKR
Assets Measured at Fair Value						
<b>FVTPL - Financial Assets</b>						
Financial assets held for trading:	895,197,720	757,790,605	-	-	-	-
	<u>895,197,720</u>	<u>757,790,605</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**Financial Assets and Liabilities measured or disclosed at Fair Value**

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

The fair values of the quoted equities are based on price quotations at the reporting date.

Long-term fixed-rate borrowings are evaluated by the Group based on interest rates.

Those assumptions for assets categorised as Level 3 has been described under respective note numbers.

During the reporting period ended 31 March 2019 and 31 March 2018, there were no transfers between Level 1 and Level 2 fair value measurements.

11 Events after the Balance Sheet date

No circumstances have arisen since the reporting date, which would require adjustment to or disclosure in the Financial Statements.

12 Interim figures are provisional and subject to an audit.

**Name of the Company**

Ambeon Capital PLC

**Legal Form**

A Public Limited Liability Company

Quoted on the Colombo Stock Exchange on the 17th May 2012 and

Incorporated in Sri Lanka on 20th September 2006

**Company Registration Number**

PB 1090 PQ

**Board of Directors**

Mr. Sanjeev Edward Gardiner- Chairman

Mr. Ajith Lasantha Devasurendra - Deputy Chairman

Mr. Nadarajah Muralee Prakash - Group Managing Director/CEO

Mr. Priyantha Damian Joseph Fernando - Independent Non- Executive Director

Mr. Shiran Harsha Amarasekera - Non Independent Non- Executive Director

Mr. Ranil Prasad Pathirana- Non Independent Non - Executive Director

Mr. Sarinda Wasanth Unamboowe - Independent Non- Executive Director

Mr. Parakrama Devasiri Rodrigo - Independent Non- Executive Director

**Secretaries**

Managers & Secretaries (Pvt) Ltd

No. 08, Tickell Road ,

Colombo 08.

**Business & Registered Office**

No.10, Gothami Road,

Colombo 08

Telephone : 94 11 5328100

Fax : 94 11 5328109

**Auditors**

ERNST & YOUNG

Chartered Accountants,

No. 201, De Saram Place,

Colombo 10.

**Bankers**

Seylan Bank PLC - Millennium Branch

Pan Asia Banking Corporation PLC - Head Office

National Development Bank PLC - Head Office