

INTERIM FINANCIAL STATEMENTS

FOR THE YEAR ENDED

MARCH - 2019

Abans PLC

No. 498,
Galle Road, Colombo 03
www.abnansgroup.com

Abans

STATEMENT OF PROFIT OR LOSS

For the Year Ended
31st March

	Note	Group				Company			
		2019	2018	Change		2019	2018	Change	
		LKR '000	LKR '000	LKR '000	%	LKR '000	LKR '000	LKR '000	%
Continuing Operations									
Revenue	3	35,260,656	40,215,826	(4,955,170)	(12.32)	33,291,480	37,527,176	(4,235,696)	(11.29)
Cost of Sales		(24,663,692)	(29,327,293)	4,663,601	(15.90)	(23,782,151)	(28,129,729)	4,347,578	(15.46)
Gross Profit		10,596,964	10,888,533	(291,569)	(2.68)	9,509,329	9,397,447	111,882	1.19
Other Operating Income		944,560	906,766	37,794	4.17	777,557	910,931	(133,374)	(14.64)
Selling & Distribution Expenses		(4,909,180)	(5,814,994)	905,814	(15.58)	(4,749,885)	(5,507,950)	758,065	(13.76)
Administration Expenses		(3,960,875)	(3,786,450)	(174,425)	4.61	(3,162,657)	(2,818,589)	(344,068)	12.21
Operating Profit		2,671,469	2,193,855	477,614	21.77	2,374,344	1,981,839	392,505	19.81
Finance Cost		(1,458,372)	(1,593,793)	135,421	(8.50)	(1,458,372)	(1,588,950)	130,578	(8.22)
Finance Income		27,947	59,321	(31,374)	(52.89)	28,520	58,050	(29,530)	(50.87)
Change in Fair Value of Investment Properties		42,812	18,405			42,812	18,405		
Share of Associate's Profit/ (Loss)		31,931	18,665	13,266	71.07	-	-	-	-
Share of Joint Venture's Loss		(102,317)	(142,546)	40,229	(28.22)	-	-	-	-
Profit Before Income Tax & Value Added Tax on Financial Services		1,213,470	553,907	635,156	119.07	987,304	469,344	517,960	110.36
Value Added Tax on Financial Services		(77,948)	(63,087)	(14,861)	23.56	(7,501)	(2,843)	(4,658)	163.84
Profit Before Income Tax		1,135,522	490,820	620,295	131.35	979,803	466,501	513,302	110.03
Income Tax (Expense)/Reversal		(168,363)	(154,927)	(13,436)	8.67	(105,621)	(44,403)	(61,218)	137.87
Profit for the period from continue operation		967,159	335,893	606,859	187.94	874,182	422,098	452,084	107.10
Discontinued Operations:	13								
Loss for the period from Discontinued Operation		(18,224)	(160,533)	142,309	(88.65)	-	-	-	-
Profit for the Period		948,935	175,360	749,168	441.14	874,182	422,098	452,084	107.10
Other Comprehensive Income									
Revaluation Gain from Land and Buildings			109,271	(109,271)	(100.00)		53,783	(53,783)	(100.00)
Actuarial Gains/(Loss) on Employee Benefits Liabilities		3,337	(3,781)	7,118	(188.26)	26	(5,504)	5,530	(100.47)
Net Other Comprehensive Income Year from Discontinued Operations			5,802	(5,802)	(100.00)				-
Revaluation Gain from Equity Accounted Investee- Associate		44,169	133,107	(88,938)	(66.82)				-
Tax Effect on above		(936)	(121,408)			(7)	(105,481)		
Actuarial Gains/(Losses) from Equity Accounted Investee- Associate		1,471	433	1,038	239.72				-
Total Comprehensive Income		996,976	298,784	698,192	233.68	874,201	364,896	509,305	139.58
Profit / (Loss) Attributable to;									
Equity Holders of the Parent		915,746	137,774	777,972	564.67	874,182	422,098	452,084	107.10
Non-Controlling Interest		33,189	37,586	(4,397)	(11.70)	-	-	-	-
		948,935	175,360	773,575	441.14	874,182	422,098	452,084	107.10
Total Comprehensive Income Attributable to;									
Equity Holders of the Parent		962,585	261,198	701,387	268.53	874,201	364,896	509,305	139.58
Non-Controlling Interest		34,391	37,586	(3,195)	(8.50)	-	-	-	-
		996,976	298,784	698,192	233.68	874,201	364,896	509,305	139.58
Earnings Per Share		419.11	63.05			400.08	193.18		

Note - Figures in brackets indicate deductions
The above figures are subject to audit

STATEMENT OF PROFIT OR LOSS

For the Fourth Quarter Ended
31st March

	Group				Company			
	2019	2018	Change		2019	2019	Change	
	LKR '000	LKR '000	LKR '000	%	LKR '000	LKR '000	LKR '000	%
Revenue	8,177,863	8,371,605	(193,742)	(2.31)	7,688,023	7,817,693	(129,670)	(1.66)
Cost of Sales	(5,801,099)	(5,729,238)	(71,861)	1.25	(5,582,823)	(5,496,710)	(86,113)	1.57
Gross Profit	2,376,764	2,642,367	(265,603)	(10.05)	2,105,200	2,320,983	(215,783)	(9.30)
Other Operating Income	364,101	572,506	(208,405)	(36.40)	359,987	583,788	(223,801)	(38.34)
Selling & Distribution Expenses	(1,027,639)	(1,530,685)	503,046	(32.86)	(931,609)	(1,517,026)	585,417	(38.59)
Administration Expenses	(949,343)	(1,089,330)	139,987	(12.85)	(819,353)	(866,674)	47,321	(5.46)
Operating Profit	763,883	594,858	169,025	28.41	714,225	521,071	193,154	37.07
Finance Cost	(383,017)	(371,565)	(11,452)	3.08	(383,017)	(371,565)	(11,452)	3.08
Finance Income	6,835	16,144	(9,309)	(57.66)	7,074	16,008	(8,934)	(55.81)
Change in Fair Value of Investment Properties	42,812	18,405	24,407	132.61	42,812	18,405	24,407	132.61
Share of Associate's Profit/ (Loss)	17,599	(6,174)	23,773	(385.05)	-	-	-	-
Share of Joint Venture's Profit Loss	25,502	(37,070)	62,572	(168.79)	-	-	-	-
Profit Before Income Tax & Value Added Tax on Financial Services	473,614	214,598	259,016	120.70	381,094	183,919	197,175	107.21
Value Added Tax on Financial Services	(31,095)	(16,891)	(14,204)	84.09	(2,962)	(893)	(2,069)	231.69
Income Tax (Expense)/Reversal	(135,007)	(56,402)	(78,605)	139.37	(108,042)	32,762	(140,804)	(429.78)
Profit for the period from continue operation	307,512	141,305	166,207	117.62	270,090	215,788	54,302	25.16
Discontinued Operations:								
Profit/(Loss) for the year from Discontinued Operation		(16,050)	16,050	(100.00)	-	-	-	-
Profit/(Loss) for the Period	307,512	125,255	182,258	145.51	270,090	215,788	54,302	25.16
Other Comprehensive Income								
Revaluation Gain from Land and Buildings		109,271	(109,271)	(100.00)		53,783	(53,783)	(100.00)
Actuarial Loss from Associate	1,471	433	1,038	239.72				
Actuarial Gains/(Loss) on Employee Benefits Liabilities	3,337	(3,781)	7,118	(188.26)	26	(5,504)	5,530	(100.47)
Revaluation Gains/(Losses) from Associate	44,169	133,107	(88,938)	(66.82)				
Tax Effect on above	(936)	(121,407)	120,471	(99.23)		(105,481)	105,481	(100.00)
Net Other Comprehensive Income Year from Discontinued Operations		5,802	(5,802)	(100.00)				
Total Comprehensive Income	355,553	248,680	106,874	42.98	270,116	158,586	111,530	70.33
Profit / (Loss) Attributable to;								
Equity Holders of the Parent	298,113	118,577	179,536	151.41	270,090	215,788	54,302	25.16
Non-Controlling Interest	9,399	6,678	2,721	40.75	-	-	-	-
	307,512	125,255	182,257	145.51	270,090	215,788	54,302	25.16
Total Comprehensive Income Attributable to;								
Equity Holders of the Parent	344,952	242,164	102,788	42.45	270,116	158,586	111,530	70.33
Non-Controlling Interest	10,601	6,516	4,085	62.69	-	-	-	-
	355,553	248,680	106,873	42.98	270,116	158,586	111,530	70.33
Earnings/(Loss) Per Share	136.44	54.27			123.61			

Note - Figures in brackets indicate deductions
The above figures are subject to audit

STATEMENT OF FINANCIAL POSITION

As at	Group		Company	
	Mar-19	Mar-18	Mar-19	Mar-18
	LKR '000	LKR '000	LKR '000	LKR '000
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	1,374,929	1,289,794	1,232,283	1,028,267
Leasehold Land Payments	249,495	252,121	249,495	252,121
Investment Property	411,296	368,483	411,296	368,483
Intangible Assets	60,162	62,323	27,389	39,391
Lease Rentals Receivable and Stock Out on Hire	2,164,844	3,639,778	-	-
Investments in Subsidiary Companies	-	-	3,218,824	3,350,205
Investments in Associate Companies	579,692	506,511	30,752	30,752
Investments in Joint Ventures	2,645,096	2,059,005	-	-
Other Financial Assets	15,080	15,180	15,000	15,100
Deferred Tax Assets	201,656	339,604	186,522	166,191
Loans and Advances	738,431	699,363	-	-
	8,440,681	9,232,162	5,371,561	5,250,510
Current Assets				
Inventories	8,483,307	9,643,842	8,430,497	8,421,262
Trade and Other Receivables	10,047,609	11,641,384	9,783,319	11,511,575
Loans and Advances	1,348,207	1,694,618	-	-
Lease Rentals Receivable and Stock Out on Hire	3,090,170	852,523	-	-
Income Tax Recoverable	441,122	378,302	336,644	279,570
Other Financial Assets	490,103	795,144	4,530	4,913
Securities Purchased under Repurchase Agreement	281,537	362,248	-	-
Cash and Short Term Deposits	685,625	998,411	417,580	581,891
	24,867,680	26,366,472	18,972,570	20,799,211
Total Assets	33,308,361	35,598,634	24,344,131	26,049,721
EQUITY AND LIABILITIES				
Capital and Reserves				
Stated Capital	218,500	218,500	218,500	218,500
Other Component of Equity	661,569	614,474	338,394	345,809
Retained Earnings	7,178,091	6,660,401	5,691,402	5,171,954
Equity Attributable to Equity Holders of the Parent	8,058,160	7,493,375	6,248,296	5,736,263
Non-Controlling Interest	866,373	880,906	-	-
Total Equity	8,924,533	8,374,281	6,248,296	5,736,263
Non-Current Liabilities				
Interest Bearing Borrowings	2,858,833	4,089,712	2,465,700	3,979,655
Deferred Tax Liabilities	44,981	40,922	-	-
Employee Benefit Liability	268,077	299,810	229,564	226,271
Trade and Other Payables	1,099,094	1,297,220	-	-
	4,270,985	5,727,664	2,695,264	4,205,926
Current Liabilities				
Warranty Provision	301,323	384,590	300,527	375,330
Trade and Other Payables	9,985,771	11,859,325	5,813,796	7,518,992
Interest Bearing Borrowings	9,825,749	9,252,774	9,286,248	8,213,210
	20,112,843	21,496,689	15,400,571	16,107,532
Total Equity and Liabilities	33,308,361	35,598,634	24,344,131	26,049,721

Note - Figures in brackets indicate deductions

The above figures are subject to audit

These Financial Statements are in compliance with the requirements of the Companies Act No :07 of 2007.

(Sgd.)

Chief Financial Officer

The board of directors are responsible for the preparation and presentation of these financial statements. Signed for and on behalf of the board by.

(Sgd.)

Director

29th May 2019

Colombo

(Sgd.)

Director

STATEMENT OF CHANGES IN EQUITY

GROUP	Attributable to Equity Holders of the Parent					Non-Controlling Interest	Total Equity
	Share Capital	Revaluation Reserve	Other Reserve	Retained Earnings	Total		
	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000
Balance as at 31st March 2017	218,500	395,864	96,682	6,494,341	7,205,387	422,417	7,627,804
Profit for the Period	-	-	-	137,774	137,774	37,586	175,360
Other Comprehensive Income	-	102,955	-	646	103,601	19,823	123,424
Change in Holding Percentage without Change in Controlling power	-	-	-	46,613	46,613	407,780	454,393
Transfers to/(from) during the Year	-	-	18,973	(18,973)	-	-	-
Dividends	-	-	-	-	-	(6,700)	(6,700)
Balance as at 31st March 2018	218,500	498,819	115,655	6,660,401	7,493,375	880,906	8,374,281
Effect of adopting new accounting standards				(43,991)	(43,991)	(30,033)	(74,024)
Restated Balance under SLFRS Adjustment 1 April 2018	218,500	498,819	115,655	6,616,410	7,449,384	850,873	8,300,257
Profit for the Period	-	-	-	915,746	915,746	33,189	948,935
Other Comprehensive Income	-	44,169	-	2,670	46,839	1,202	48,041
Changes in Ownership Interest in Subsidiary	-	-	-	(585)	(585)	(18,891)	(19,476)
Disposal of Subsidiary		(3,187)			(3,187)		(3,187)
Direct Cost of Right Issue & Private Placement							
Transfers to/(from) during the Year			6,113	(6,113)			
Dividends	-	-	-	(350,037)	(350,037)		(350,037)
Balance as at 31st March 2019	218,500	539,801	121,768	7,178,091	8,058,160	866,373	8,924,533

COMPANY	Share Capital	Other Reserves	Revaluation Reserve	Retained Earnings	Total Equity
	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000
Balance as at 31st March 2017	218,500	7,415	391,634	4,753,819	5,371,368
Profit for the Period	-	-	-	422,098	422,098
Other Comprehensive Income	-	-	(53,240)	(3,963)	(57,203)
Dividends	-	-	-	-	-
Balance as at 31st March 2018	218,500	7,415	338,394	5,171,954	5,736,263
Effect of adopting new accounting standards				(12,131)	(12,131)
Restated Balance under SLFRS Adjustment 1 April 2018	218,500	7,415	338,394	5,159,823	5,724,132
Profit for the Period	-	-	-	874,182	874,182
Other Comprehensive Income	-	-	-	19	19
Transfers to/(from) during the Year			(7,415)	7,415	
Dividends	-	-	-	(350,037)	(350,037)
Balance as at 31st March 2019	218,500	-	338,394	5,691,402	6,248,296

Note - Figures in brackets indicate deductions
The above figures are subject to audit

STATEMENT OF CASH FLOWS

	Group		Company	
	2019 LKR '000	2018 LKR '000	2019 LKR '000	2018 LKR '000
<i>For the Year Ended 31st March</i>				
Cash Flows From / (Used in) Operating Activities				
Profit / (Loss) from Continued Operation	1,213,470	553,907	987,304	469,344
Profit / (Loss) from Discontinued Operation	(35,793)	(265,330)		
Profit Before Taxation	1,177,677	288,577	987,304	469,344
Adjustments for				
Depreciation - Property Plant & Equipments	147,134	154,958	123,578	116,809
Change in Fair Value of Investment Properties	(42,812)	(18,405)	(42,812)	(18,405)
Amortization of Intangible Assets & Prepaid Rent	22,977	21,165	19,210	17,200
Reversal of Land Impairment		(4,718)		
(Profit)/Loss on Disposal of Property, Plant & Equipment	(2,157)	(7,549)	(2,157)	(6,366)
Effect of adopting new accounting standards	(74,024)		(12,131)	
(Profit)/Loss on Disposal of Subsidiaries		-	149,686	-
(Profit) / Loss for the year from discontinued operations	35,793	-	-	-
Fair Value of Quoted Shares	383	7,625	383	
(Profit)/Loss on Disposal of Other Investment	(1,780)		(1,780)	
Finance Costs	1,458,372	1,593,793	1,458,372	1,588,950
Share of Profit from Associate	(31,931)	(18,665)	-	-
Loss/Profit of Associate Investment	-	-	-	-
Share of Loss from Joint Venture	102,317	142,546	-	-
Income from Investments	(650,019)	(604,383)	(653,795)	(629,886)
Provision for Warranty	211,123	331,312	219,851	380,960
Defined Benefit Plans Transferred	(3,668)	444	(3,668)	29,657
Provision for Defined Benefit Plans	55,624	65,223	46,309	46,609
Operating Profit Before Working Capital Changes	2,405,009	1,951,923	2,288,351	1,994,872
(Increase)/ Decrease in Inventories	7,881	1,532,955	(9,235)	1,334,984
(Increase)/ Decrease in Trade and Other Receivables	384,485	(2,897,551)	1,728,255	(3,415,004)
Increase/ (Decrease) in Trade and Other Payables	(1,237,786)	672,989	(1,705,196)	1,311,928
Cash Generated from Operations	1,559,589	1,260,316	2,302,175	1,226,780
Finance Cost Paid	(1,409,391)	(1,494,501)	(1,409,391)	(1,516,526)
Defined Benefit Plan Costs Paid	(45,847)	(24,661)	(39,320)	(14,842)
Repair Charges Paid	(294,390)	(291,976)	(294,654)	(284,898)
Income Tax Paid	(300,053)	(322,671)	(190,535)	(189,222)
Net Cash From/(Used in) Operating Activities	(490,092)	(873,493)	368,274	(778,708)
Cash Flows from / (Used in) Investing Activities				
Acquisition of Property, Plant and Equipment	(353,970)	(199,553)	(335,114)	(145,970)
Acquisition of Intangible Assets	(19,988)	(16,719)	(4,582)	(15,327)
Proceeds from Sale of Property, Plant & Equipment	9,677	52,433	9,677	45,638
(Acquisition)/Proceeds from Other Investments	306,538	(81,520)	1,880	10,225
Proceeds From Subsidiary Investments	516,670		343,620	
Investments in Subsidiaries	(18,305)		(361,925)	(2,241,719)
Investments in Joint Ventures	(688,408)		-	2,423,594
Securities Purchased Under Repurchase Agreement	80,711	(111,438)	-	-
Dividend Received	650,019	604,383	653,795	629,886
Net Cash Flows from/(Used in) Investing Activities	482,944	247,586	307,351	706,327
Cash Flows from / (Used in) Financing Activities				
Proceeds from Import Financing Loans	19,283,979	25,528,446	19,283,979	25,528,446
Repayment of Import Financing Loans	(19,172,023)	(24,780,606)	(19,172,023)	(24,780,607)
Proceeds from Bank Loans	3,617,398	10,799,276	3,172,398	9,537,353
Repayment of Bank Loans	(3,343,776)	(9,654,955)	(3,072,393)	(8,450,217)
Proceeds from Commercial Papers	160,693	-	160,693	-
Repayment of Commercial Papers	(156,092)	(165,855)	(156,092)	(165,855)
Repayment of Debentures - Listed - Unsecured	(828,415)	(1,682,320)	(828,415)	(1,682,320)
Repayment of Finance Lease Liabilities	-	(8,106)	-	(1,183)
Net Impact on Ownership Change without change in controlling power		454,393		
Proceeds from Securitization	420,594		-	
Dividends Paid	(350,037)	(6,700)	(350,037)	
Net Cash Flows (Used in) Financing Activities	(367,679)	483,573	(961,890)	(14,383)
Net Increase/(Decrease) in Cash and Cash Equivalents	(374,827)	(142,334)	(286,265)	(86,764)
Cash and Cash Equivalents at the Beginning of the Period	676,154	818,488	448,249	535,013
Cash and Cash Equivalents at the End of the Period	301,328	676,154	161,984	448,249
Analysis of cash and cash equivalents				
Cash and Short Term Deposits	685,625	998,411	417,580	581,891
Bank Overdrafts	(384,297)	(322,257)	(255,596)	(133,642)
Total Cash and Cash Equivalents	301,328	676,154	161,984	448,249

Note - Figures in brackets indicate deductions
The above figures are subject to audit

NOTES TO THE FINANCIAL STATEMENTS

1 The Interim Financial Statements of the Company and Group have been prepared on the basis of the same accounting policies and methods applied for the year ended 31st March 2018 and in compliance with LKAS 34 -Interim Financial Reporting' & all figures are subject to Audit.

2 NEW STANDARDS INTERPRETATIONS AND AMENDMENTS ADOPTED BY THE GROUP

2.1 SLFRS 9 - Financial Instrument

The SLFRS 9 replaces the existing guidance in LKAS 39 - Financial Instrument Recognition & Measurement .The group has prepared the Interim Financial Statements for the period ended 31 March 2019 based on SLFRS 9.

2.2 SLFRS 15 - Revenue from Contracts with Customers

SLFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces existing revenue recognition guidance, including LKAS 18 "Revenue", LKAS 11 "Construction Contracts and IFRIC 13 "Customer Loyalty Programmes". Accordingly the Group adopted SLFRS 15 using the modified retrospective method of adoption. Based on the assessment performed, the Group concluded that SLFRS 15 does not have a material impact on the Group's consolidated statement of Profit & Loss Accounts.

3 REVENUE	modified	Group		Company	
		2019 LKR '000	2018 LKR '000	2019 LKR '000	2018 LKR '000
<i>For the Year Ended 31st March</i>					
3.1 Summary					
Gross Revenue		35,575,003	40,584,610	33,605,897	37,890,080
Less: Nation Building Tax		(314,347)	(368,784)	(314,417)	(362,904)
Revenue		35,260,656	40,215,826	33,291,480	37,527,176

3.2 Segment Information

	TRADING		FINANCIAL SERVICES		GROUP	
	Mar-19 LKR '000	Mar-18 LKR '000	Mar-19 LKR '000	Mar-18 LKR '000	Mar-19 LKR '000	Mar-18 LKR '000
Revenue	33,295,618	38,316,846	1,965,038	1,898,980	35,260,656	40,215,826
Segment Results	2,490,308	2,002,251	181,161	191,604	2,671,469	2,193,855
Finance Costs	(1,458,372)	(1,593,793)	-	-	(1,458,372)	(1,593,793)
Finance Income	27,947	59,321	-	-	27,947	59,321
Change in Fair Value of Investment Properties	42,812	18,405	-	-	42,812	18,405
Share of Associates' Profits	31,931	18,665	-	-	31,931	18,665
Share of Joint Venture Loss	(102,317)	(142,546)	-	-	(102,317)	(142,546)
Profit Before Income Tax	1,032,309	362,303	181,161	191,604	1,213,470	553,907
VAT on Financial Services	(7,666)	(4,432)	(70,282)	(58,655)	(77,948)	(63,087)
Income Tax Expense	(125,126)	(116,841)	(43,237)	(38,086)	(168,363)	(154,927)
Discontinued Operation	(18,224)	(160,533)	-	-	(18,224)	(160,533)
Profit for the year	881,293	80,497	67,642	94,863	948,935	175,360
Segment Result Stated after Charging Following Expenses						
Amortization of Intangible Assets	16,605	14,600	3,746	2,974	20,351	17,574
Depreciation	126,551	109,665	23,209	20,670	149,760	130,335

	TRADING		ENGINEERING		FINANCIAL SERVICES		GROUP	
	As At Mar-19 LKR '000	As At Mar-18 LKR '000	As At Mar-19 LKR '000	As At Mar-18 LKR '000	As At Mar-19 LKR '000	As At Mar-18 LKR '000	As At Mar-19 LKR '000	As At Mar-18 LKR '000
Assets and Liabilities								
Non Current Assets	2,296,353	4,319,791	-	290,602	6,144,328	4,621,769	8,440,681	9,232,162
Current Assets	22,156,772	19,972,742	-	2,058,075	2,710,908	4,335,655	24,867,680	26,366,472
Total assets	24,453,126	24,292,533	-	2,348,677	8,855,235	8,957,424	33,308,361	35,598,634
Non-Current Liabilities	1,955,138	4,244,408	-	60,735	2,315,847	1,422,521	4,270,985	5,727,664
Current Liabilities	15,188,382	14,066,170	-	1,463,244	4,924,461	5,967,275	20,112,843	21,496,689
Total Liabilities	17,143,520	18,310,578	-	1,523,979	7,240,308	7,389,796	24,383,828	27,224,353

Note - Figures in brackets indicate deductions

The above figures are subject to audit

NOTES TO THE FINANCIAL STATEMENTS

4 COMMITMENTS AND CONTINGENCIES

There were no Material Commitments and Contingencies as at the reporting date except the following

Contingent Liabilities

LKR

Letter of Credit Opened with Banks Favouring Suppliers	1,092	Million
Standby Letter of Credits	1,030	Million
Guarantees Issued by Banks	1,299	Million

5 EVENTS OCCURRING AFTER THE REPORTING DATE

Subsequent to the reporting date, no circumstances have arisen which would require adjustment to or disclose in the Financial Statements

6 RELATED PARTY DISCLOSURES

Details of significant related party disclosures are as follows:

6.1 Transactions with /between Subsidiaries and Subsidiaries of the Parent Company

Nature of Transaction	Group		Company	
	2019 Mar LKR '000	2018 Mar LKR '000	2019 Mar LKR '000	2018 Mar LKR '000
Sale of Goods	-	-	2,693	18,925

* Subsidiaries including

AB Technologies (Pvt) Ltd , Abans Finance PLC , Abans Lanka (Pvt) Ltd , Abans Retail (Pvt) Ltd ,AB Suncity (Pvt)Ltd.

During the Financial Period the Parent company (Abans PLC) Disposed Abans Engineering (Pvt) Ltd to Abans Retail Holding (Pvt)Ltd.

6.2 Transactions with /Between Associates and Associates of the Parent Company

Nature of Transaction	Group		Company	
	2019 Mar LKR '000	2018 Mar LKR '000	2019 Mar LKR '000	2018 Mar LKR '000
Sale of Goods	46,637	33,957	46,637	9,250
Purchase of Goods	1,634,775	2,329,749	1,619,446	2,316,476
Receipt of Services	824,430	721,301	824,430	697,077

* Associates including

Abans Electricals PLC

Note - The above figures are subject to audit

NOTES TO THE FINANCIAL STATEMENTS

6.3 Transactions with Joint Venture

Nature of Transaction	Group		Company	
	2019	2018	2019	2018
	Mar	Mar	Mar	Mar
	LKR	LKR	LKR	LKR
	'000	'000	'000	'000
Sale of Goods	4,080	3,412	4,080	3,396

* Joint Venture Includes
Colombo City Centre Partners (Pvt) Ltd

6.4 Transactions with Other Related Companies

Nature of Transaction	Group		Company	
	2019	2018	2019	2018
	Mar	Mar	Mar	Mar
	LKR	LKR	LKR	LKR
	'000	'000	'000	'000
Sale of Goods	21,830	27,531	21,830	11,909
Purchase of Goods	1,514,733	2,189,673	37,214	-
Receipts of Services	1,204,536	1,814,599	1,204,536	1,777,081
Rent Expenses	165,706	175,826	165,706	160,814

** Other Related Party Including

Add Outdoor (Pvt) Ltd, Abans Office Automation (Pvt) Ltd, Abans Warehousing (Pvt) Ltd, ABS Gardner Dixen Hall International (Pvt) Ltd, Abans Tours (Pvt) Ltd, Abans Investments (Pvt) Ltd, Crown City Developers (Pvt) Ltd, Abans Environmental Services (Pvt) Ltd, AB Leisure (Pvt) Ltd, Abans Constructions & Engineering (Pvt) Ltd, Logitech Software (Pvt) Ltd, Cleantech (Pvt) Ltd, Abans Graphics (Pvt) Ltd, Abans Tourist Hotels (Pvt) Ltd, Abans Development (Pvt) Ltd, Abans Consolidated (Pvt) Ltd, A-Z Electronics (Pvt) Ltd, Sirius Technologies Services (Pvt) Ltd, A-Z Lanka (Pvt) Ltd, Abans Restaurant Systems (Pvt) Ltd, AB securities (Pvt) Ltd, S.A. Electricals (Pvt) Ltd, Aban Pestonjee Trust, AB Logistics Ltd, Abans Auto (Pvt) Ltd, AB Transport (Pvt) Ltd, Abans Marketing (Pvt) Ltd, Absgro (Pvt) Ltd, Logirite (Pvt) Ltd, Abans Resorts (Pvt) Limited, ABS Courier Services (Pvt) Ltd, Abstract Lanka (Pvt) Ltd, Abans Engineering (Pvt) Ltd

Note - The above related party Transactions are arms Length
The above figures are subject to audit

NOTES TO THE FINANCIAL STATEMENTS

7 Share Related Details

Directors' Shareholding

The shareholding of Directors as at 31st March 2019 is given below.

Name of Directors	Shareholding					
	Ordinary Voting Shares		Ordinary Non Voting Management		Total Ordinary Shares (Voting & Non Voting)	
	Number	%	Number	%	Number	%
Mrs Aban Pestonjee	NIL	-	NIL	-	NIL	-
Mrs Saroshi Dubash	NIL	-	NIL	-	NIL	-
Mr Behman Pestonjee	NIL	-	NIL	-	NIL	-
Mr Rusi Pestonjee	NIL	-	NIL	-	NIL	-
Mr. Hiran Embuldeniya	NIL	-	NIL	-	NIL	-
Mr. R Selvaskandan	NIL	-	NIL	-	NIL	-

Twenty largest shareholders of the Company

	Number	%
P N P Logistic (Pvt) Ltd	2,160,000	100
Currently Known as Abans Retail Holdings (Pvt) Ltd		

The Company's parent holding as at 31st March 2018 is P.N.P.Logistics (Pvt) Limited and the ultimate parent of the company is Abans International (Pvt) Limited. On 29th March 2018 P.N.P.Logistic (Pvt) Limited acquired entire shares of Abans PLC's shareholders.

Note - There were No Movement in Share Capital During the Financial year

Public Holding

Total number of shares issued	2,160,000
No of shares held by the Public	NIL
Percentage of shares held by the Public	NIL

Market Value Per Share

Market Value is not available since the shares of the company is not publicly traded.

Net Assets Per Share

	LKR
Group	3,731
Company	2,893

NOTES TO THE FINANCIAL STATEMENTS

8 <i>Debt Securities Related Details</i>	<i>Group</i>	<i>Company</i>
	<i>Mar-19 LKR</i>	<i>Mar-19 LKR</i>
Debt to Equity Ratio	1.42	1.88
Quick Assets Ratio	0.81	0.68
Interest Coverage Ratio	1.94	1.76

9 *Interest Rate of Comparable Government Security*

<i>Debenture Issue 2014</i>	<i>Category</i>	
	<i>4 Years</i>	<i>5 Years</i>
Abans PLC		9.00%
Government		8.93%

10 *Market Value per Debenture*

<i>Debenture Issue 2014</i>	<i>Category</i>
	<i>5 Years LKR</i>
Highest Price	92.48
Lowest Price	92.48
Last Traded Price	92.48
Last Traded Dates- 5 Years - 27th April 2018	

N/T - Not Traded

NOTES TO THE FINANCIAL STATEMENTS

11 Approx Yield to Maturity Ratio

	<i>Category</i>
<i>Debenture Issue</i>	5 Years
2014	19.88%

12 Interest Yield Ratio

	<i>Category</i>
<i>Debenture Issue</i>	5 Years
2014	9.73%

N/T - Not Traded
N/A - Not Applicable

NOTES TO THE FINANCIAL STATEMENTS

13 DISCONTINUED OPERATIONS

During the Financial year 2018/2019 (31st October 2018) , Abans Engineering (Pvt)Ltd fully owned subsidiary of Abans PLC was classified as a disposal Group held for sale and as a discontinue Operation. On 1st November 2018 the company (Abans PLC) disposed the Abans Engineering (Pvt)Ltd to Abans Retail Holdings (Pvt)Ltd for a sale consideration of 343 Million. The business of Abans Engineering (Pvt)Ltd represented the entirety of the Group's engineering service operating segment until 31 October 2018. With Abans Engineering (Pvt)Ltd being classified as discontinued operations, Therefor results of engineering service segment is no longer presented in the segment note. The results of Abans Engineering (Pvt)Ltd for the seven months period are presented below;

13.1 Revenue and Expenses from Discontinued Operations

	Oct-18 LKR '000	Related Party Transaciton Elimination Oct-18 LKR '000	After Related Party Transaciton Elimination Oct-18 LKR '000	Audited Mar-18 LKR '000	Related Party Transaciton Elimination Mar-18 LKR '000	After Related Party Transaciton Elimination Mar-18 LKR '000
Revenue	613,444	(317)	613,127	1,396,816	(15,036)	1,381,780
Cost of Sales	(522,592)	317	(522,275)	(1,324,400)	15,036	(1,309,364)
Gross Profit / (Loss)	90,852	-	90,852	72,416	-	72,416
Other Operating Income	69,126	-	69,126	52,432	-	52,432
Selling and Distribution Expenses	(114,409)	4,266	(110,143)	(156,545)	4,266	(152,279)
Administrative Expenses	(110,270)	-	(110,270)	(134,802)	-	(134,802)
Finance Cost	(89,402)	-	(89,402)	(104,429)	-	(104,429)
Finance Income				1,332		1,332
Profit/(Loss) Before Tax	(154,103)	4,266	(149,837)	(269,596)	4,266	(265,330)
Income Tax Expense	17,569	-	17,569	104,797		104,797
Profit / (Loss) for the year from discontinued operations	(136,534)	4,266	(132,268)	(164,799)	4,266	(160,533)
Group Disposal Profit /Loss	114,044	-	114,044	-	-	-
Total Profit / (Loss) for the year from discontinued operations	(22,490)	4,266	(18,224)	(164,799)	4,266	(160,533)

13.2 The major class of assets and liabilities of Abans Engineering (Pvt) Ltd classified as held for sale as at 31st October are, as follows

	Oct-18 LKR '000
Assets	
Property, Plant and Equipment	99,865
Intangible Assets	1,229
Deferred Tax Assets	139,385
Inventories	1,217,708
Trade and Other Receivables	606,889
Income Tax Receivable	18,678
Cash and Cash Equivalent	33,273
Total Assets held for Sale	2,117,027
Liabilities	
Employee Benefit Liabilities	32,718
Lease Creditor	5,849
Interest Bearing Loans and Borrowings	916,310
Trade and Other Payables	932,574
Liabilities directly associated with assets held for sale	1,887,451
Net assets directly associated with disposal group	229,576

13.3 The net cash flows analysis of Abans Engineering (Pvt)Ltd are, as follows

	Oct-18 LKR '000
Operating Activates	36,118,993
Investing Activates	(670,711)
Financing Activates	(1,008,279)
Net cash generated/ (used)	34,440,003

Note - Figures in brackets indicate deductions
The above figures are subject to audit

NOTES TO THE FINANCIAL STATEMENTS

14 RECLASSIFICATION OF COMPARATIVES

The following amounts have been reclassified in order to comply with the current year presentation

14 Impact on the Statement of Profit or Loss for the Year Ended 31st March 2018

	Previously Reported	Discontinued Adjustment	Impact of Adjustment	Reclassified Amount
	LKR '000	LKR '000	LKR '000	LKR '000
Group				
Revenue	41,597,606	(1,381,780)		40,215,826
Cost of Sales	(30,636,657)	1,309,364		(29,327,293)
Gross Profit / (Loss)	10,960,949	(72,416)		10,888,533
Other Operating Income	959,198	(52,432)		906,766
Selling & Distribution Expenses	(5,032,330)	152,279	(934,943)	(5,814,994)
Administration Expenses	(4,856,195)	134,802	934,943	(3,786,450)
Finance Cost	(1,698,222)	104,429		(1,593,793)
Finance Income	60,653	(1,332)		59,321
Income Tax Expense	(50,130)	(104,797)		(154,927)
Profit / (Loss) for the year from discontinued operations		(160,533)		(160,533)
Company				
Selling & Distribution Expenses	(4,600,290)	-	(907,660)	(5,507,950)
Administration Expenses	(3,726,249)	-	907,660	(2,818,589)

The above reclassification did not have any impact on other comprehensive income, statement of financial position, earnings per share, operating, investing and financing cash flows for the year ended 31 March 2018.

14 Impact on the Statement of Profit or Loss for the Three Month Period Ended 31st March 2018

	Previously Reported	Discontinued Adjustment	Impact of Adjustment	Reclassified Amount
	LKR '000	LKR '000	LKR '000	LKR '000
Group				
Revenue	8,763,464	(391,859)		8,371,605
Cost of Sales	(6,053,214)	323,976		(5,729,238)
Gross Profit / (Loss)	2,710,250	(67,883)		2,642,367
Other Operating Income	597,389	(24,883)		572,506
Selling & Distribution Expenses	(1,279,655)	74,917	(325,947)	(1,530,685)
Administration Expenses	(1,444,999)	29,722	325,947	(1,089,330)
Finance Cost	(401,895)	30,330		(371,565)
Finance Income	10,225	5,919		16,144
Income Tax Expense	(71,290)	14,888		(56,402)
Profit / (Loss) for the year from discontinued operations		(16,050)		(16,050)
Company				
Selling & Distribution Expenses	(1,192,504)	-	(324,522)	(1,517,026)
Administration Expenses	(1,191,196)	-	324,522	(866,674)

The above reclassification did not have any impact on other comprehensive income, statement of financial position, earnings per share, operating, investing and financing cash flows for the 4th Quarter ended 31 March 2018.

Note - Figures in brackets indicate deductions
The above figures are subject to audit