

BEYOND BORDERS

BUKIT DARAH PLC

Condensed Interim Financial Statements
For the period ended 31st December 2018

BUKIT DARAH PLC – INTERIM REVIEW FOR THE PERIOD ENDED 31ST DECEMBER 2018

Over the last nine months, we have been able to deliver a healthy growth in the top line through strengthened and focused operations, where Bukit Darah, on a group level posted a revenue of Rs. 71.8 Bn from continuing operations, an increase of 25% versus the comparative period. Beverage segment emerged as the main contributor to the group with a 53% YoY growth in its standalone topline, aided by the business upsurge in the Oil Palm Plantations and Oils and Fats segments.

Beverage segment revenue has expanded by a commendable Rs. 11 Bn to stand at Rs. 32.9 Bn. Tourism growth has certainly favoured the Beverage segment. In the meanwhile, the pragmatic and result oriented excise tax policy introduced in November 2017 has proved to be successful for the government and the consumer alike where the government revenue from beer has tremendously grown by Rs. 7 Bn to Rs. 25 Bn during the period under discussion. Much anticipated progress on beer exports was also prominent, where the volumes increased by 33% in the discussed period. Exports of Lion branded beer & stout now exceed 1.5 containers a day & the Brewery is focused on rapidly growing this business in the future.

Oil Palm Plantations segment was able to grow its revenue by 13% over the corresponding nine months to Rs. 21.5 Bn, where catalyst for such improvement has been the expansion in the internal Crude Palm Oil (CPO) production by 26%, driven by peak crop production in the first half of the year. The revenue growth is in spite of the average CPO sales prices realized by the segment for the period being 17% lower, over the comparable nine months, driven down by the increased volumes within the industry. As we move forward, the key focus of this segment would be on the control of costs and the increased asset utilization. Sales volumes of the Oil and Fats segment has improved by 22% owing to better plant utilization where the high margin packed specialty fats sales volumes have observed a 17% YoY growth. As such,

Oils and Fats segment was able to post a revenue of Rs. 16.3 Bn, indicating an improvement of 4% YoY. Moving forward, intention is to maximize the plant utilization of the segment and to increase sales in all categories while managing the input prices. The cost focus would be on working capital management and covering foreign exchange impact.

Portfolio and Asset Management segment has noted a 47% decline in its revenue, which reached Rs. 378.9 Mn for the period under review, owing to the downtrend in the market with a year to date return of negative 6.6% observed in the All Share Price Index. Private equity and venture capital business continued to show lackluster performance with less activity, mirroring the past year conditions. Yet, value-investing philosophy of the segment has resulted in a strong performance relative to its ASPI benchmark with the discretionary portfolio providing a return of 24.53% over the last 5 years compared to 2.36% return by the benchmark ASPI. The portfolio has also outperformed the ASPI over the last three years where it recorded a negative return of 0.04% as compared to ASPI, which showed negative 12.21%, an outperformance of 12.17%.

As disclosed in the previous interim review, the low base of operations of the Leisure segment due to the 32-room closure relating to 21-room refurbishment project at Giritala hotel for over six months, has led to a revenue reduction of 3.5% YoY to Rs. 486.4 Mn. Conversely, Pegasus Reef Hotel saw a 6% YoY growth in its company topline attributable to marginal increases in occupancy and Average room rates. As means of strengthening the competitive stand and service, plans are currently underway for a banquet hall refurbishment at Pegasus Reef for a duration of four months, commencing from February 2019.

In the meantime, the Real Estate segment noted a 11% YoY hike in its revenue to reach Rs. 219.7 Mn, reinforced by rent reviews and near full occupancy during majority of the period under discussion.

The group accounted for a total non-cash foreign exchange loss of Rs. 1 Bn as opposed to a loss of Rs. 351.4 Mn in the corresponding nine months, mostly as a result of the USD denominated borrowings of the Oil Palm Plantations segment getting impacted by the depreciating Indonesian Rupiah. In addition to the impact on the income statement, said exchange fluctuation is artificially inflating the group borrowings by as much as Rs. 8.8 Bn resulting from translation to reporting currency.

The Portfolio and Asset Management segment noted a non-cash fair value loss of Rs. 1.28 Bn recognized in profit or loss pursuant to the adoption of SLFRS 9, due to the sharp decline in market prices of the stocks in the fair value through profit or loss financial assets category.

Factoring in the above segmental performances, the group observed a consolidated operating profit of Rs. 8.6 Bn, which is an increase of 8% over the corresponding period. Driven by the Oil Palm Plantations segment, net finance cost expanded by 6% YoY to stand at Rs. 3.6 Bn. The consolidated profit before tax noted a YoY increase of 10% to Rs. 5 Bn while the profit from continuing operations noted a decline of 18% YoY from Rs. 3.1 Bn to Rs. 2.6 Bn amid a deferred tax increase arising from the Beverage segment.

After the incorporation of a reduced loss of discontinued operations of Arani Agro Oil Industries, Bukit Darah PLC posted a consolidated profit of Rs. 2.4 Bn for the nine months ended 31st December 2018, which demonstrated a YoY reduction of 14%.

COMPANY STATEMENT OF INCOME

(Amounts expressed in Sri Lankan Rs.'000)

	For the three months ended 31st December			For the nine months ended 31st December		
	2018	2017	% Change	2018	2017	% Change
Revenue	722	811	(11)	2,387	2,737	(13)
Direct operating expenses	-	-	-	-	-	-
	722	811	(11)	2,387	2,737	(13)
Items of expenses						
Administrative expenses	(6,215)	(6,219)	-	(21,708)	(18,640)	16
Loss before income tax expenses	(5,493)	(5,408)	2	(19,321)	(15,903)	21
Income tax expenses						
Current taxation	(202)	(250)	(19)	(668)	(841)	(21)
Loss for the period	(5,695)	(5,658)	1	(19,989)	(16,744)	19
Other Comprehensive Income						
Net change in fair value of financial assets measured at fair value through other comprehensive income/(expenses)	(89,700)	-	-	57,980	-	-
Total other comprehensive income	(89,700)	-	-	57,980	-	-
Total Comprehensive Income/ (expenses) for the period	(95,395)	(5,658)	1,586	37,991	(16,744)	(327)
Loss per ordinary share (Rs.)	(0.06)	(0.06)	1	(0.20)	(0.17)	19
Dividend per ordinary share (Rs.)	-	-	-	-	-	-

Change % column represents the percentage change in current period's results compared to comparative period of previous year.

Figures in brackets indicate deductions.

The above figures are subject to audit.

The notes on pages 14 to 31 form an integral part of these financial statements.

8th February 2019

COMPANY STATEMENT OF FINANCIAL POSITION

(Amounts expressed in Sri Lankan Rs.'000)

	As at 31st December 2018	As at 31.03.2018 (Audited)
Assets		
Non Current Assets		
Investments in subsidiaries	7,026,772	7,139,062
Financial assets measured at fair value through other comprehensive income	741,000	-
Total non - current assets	7,767,772	7,139,062
Current Assets		
Other non financial receivables	1,439	1,901
Current tax recoverable	124	-
Cash and cash equivalents	36,085	115,258
Total current assets	37,648	117,159
Total assets	7,805,420	7,256,221
Equity and Liabilities		
Equity		
Stated capital	412,635	412,635
Capital Reserve	40,000	40,000
Revenue reserves	7,279,062	6,670,451
Total equity	7,731,697	7,123,086
Current Liabilities		
Other financial payables	73,723	132,970
Current tax liabilities	-	165
Total current liabilities	73,723	133,135
Total liabilities	73,723	133,135
Total Equity and Liabilities	7,805,420	7,256,221
Net assets per ordinary share (Rs.)	75.40	69.43

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

Sgd.
A.P. Weeratunge
Director
Carsons Management Services (Pvt) Ltd.

The Board of Directors is responsible for the preparation and presentation of these financial statements.
These financial statements were approved by the Board on 8th February 2019.

Sgd.
M.Selvanathan
Director

Sgd.
D.C.R. Gunawardena
Director

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The notes on pages 14 to 31 form an integral part of these financial statements.

COMPANY STATEMENT OF CHANGES IN EQUITY

(Amounts expressed in Sri Lankan Rs.'000)

	Stated Capital	Capital Reserve	Revenue Reserve	Total Equity
Balance as at 31st March 2018 (Audited)	412,635	40,000	6,670,451	7,123,086
Impact of adopting SLFRS 9 – “Financial Instruments” as at 1 April 2018	-	-	570,728	570,728
Restated Balance as at 1 April 2018	412,635	40,000	7,241,179	7,693,814
Loss for the period	-	-	(19,989)	(19,989)
Other comprehensive income for the period	-	-	57,980	57,980
Total Comprehensive Income for the period	-	-	37,991	37,991
Transactions with owners of the company				
Dividend paid - Participating Cumulative Preference Shares	-	-	(108)	(108)
Balance as at 31st December 2018 (Unaudited)	412,635	40,000	7,279,062	7,731,697
Balance as at 31st March 2017 (Audited)	412,635	40,000	6,666,151	7,118,786
Loss for the period	-	-	(16,744)	(16,744)
Total Comprehensive expenses for the period	-	-	(16,744)	(16,744)
Transactions with owners of the company				
Dividend paid - Participating Cumulative Preference Shares	-	-	(108)	(108)
Balance as at 31st December 2017 (Unaudited)	412,635	40,000	6,649,299	7,101,934

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The notes on pages 14 to 31 form an integral part of these financial statements.

COMPANY STATEMENT OF CASH FLOW

(Amounts expressed in Sri Lankan Rs.'000)

For the nine months ended 31st December	2018	2017
Cash Flows from Operating Activities		
Loss before income tax expenses	(19,321)	(15,903)
Operating profit before working capital changes		
Increase in trade and other receivables	462	616
(Increase)/decrease in trade and other payables	(1,165)	4,919
Cash generated from/(used in) operations	(20,024)	(10,368)
Income tax paid	(959)	(597)
Net cash used in operating activities	(20,983)	(10,965)
Cash Flows from Financing Activities		
Dividend paid by the Company	(58,190)	-
Net cash used in financing activities	(58,190)	-
Net decrease in cash & cash equivalents	(79,173)	(10,965)
Cash & cash equivalents at the beginning of the year	115,258	55,428
Cash & cash equivalents at the end of the period	36,085	44,463
Statement of Cash & Cash Equivalents		
Cash and cash equivalents	36,085	44,463
	36,085	44,463

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The notes on pages 14 to 31 form an integral part of these financial statements.

CONSOLIDATED STATEMENT OF INCOME

(Amounts expressed in Sri Lankan Rs.'000)

	Note	For the three months ended 31st December			For the nine months ended 31st December		
		2018	2017	% Change	2018	2017	% Change
Continuing Operations							
Revenue		25,460,357	20,656,335	23	71,828,088	57,581,207	25
Direct operating expenses		(19,008,283)	(15,669,640)	21	(49,935,642)	(42,343,200)	18
Gross profit		6,452,074	4,986,695	29	21,892,446	15,238,007	44
Progressive insurance receipts on business interruption claim		-	7,537	(100)	-	712,622	(100)
Fair value change in financial assets measured at fair value through profit or loss	5(b)	165,613	(50,093)	(431)	(1,284,863)	57,442	(2,337)
Other income		302,536	563,408	(46)	757,267	1,110,509	(32)
Distribution expenses		(1,949,987)	(1,257,940)	55	(5,565,933)	(3,542,753)	57
Administrative expenses		(2,172,827)	(1,694,054)	28	(5,912,428)	(5,019,780)	18
Other operating expenses		(29,230)	(62,583)	(53)	(295,429)	(183,387)	61
Impairment of business assets		-	371	(100)	-	(102,209)	(100)
Foreign exchange gain/(losses)	5(a)	761,698	(250,160)	(404)	(1,026,472)	(351,350)	192
Profit from operations		3,529,877	2,243,181	57	8,564,588	7,919,101	8
Net finance cost		(1,219,254)	(1,326,363)	(8)	(3,552,798)	(3,361,562)	6
Share of net results of equity accounted investee		2,014	1,769	14	5,829	9,646	(40)
Profit before income tax expenses		2,312,637	918,587	152	5,017,619	4,567,185	10
Income tax expense							
Current taxation		(739,309)	(337,147)	119	(1,937,532)	(1,591,589)	22
Deferred taxation		79,566	85,941	(7)	(521,135)	149,325	(449)
		(659,743)	(251,206)	163	(2,458,667)	(1,442,264)	70
Profit from continuing operations		1,652,894	667,381	148	2,558,952	3,124,921	(18)
Discontinued operations							
Net impact from discontinued operations, net of tax *		(46,265)	(115,226)	(60)	(124,485)	(301,952)	(59)
Total Loss for the Period from Discontinued Operations	6	(46,265)	(115,226)	(60)	(124,485)	(301,952)	(59)
Profit for the period		1,606,629	552,155	191	2,434,467	2,822,969	(14)
Profit Attributable to:							
Owners of the Company		488,805	98,475	396	863,604	1,112,819	(22)
Non controlling interest		1,117,824	453,680	146	1,570,863	1,710,150	(8)
		1,606,629	552,155	191	2,434,467	2,822,969	(14)
Earnings per ordinary share (Rs.)		4.79	0.96	397	8.47	10.91	(22)
Earnings per ordinary share - Continuing operations (Rs.)		5.06	1.64	208	9.20	12.68	(27)
Dividend per ordinary share (Rs.)		-	-	-	-	-	-

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

Change % column represents the percentage change in current period's results compared to comparative period of previous year. The above figures are subject to audit.

Figures in brackets indicate deductions.

The notes on pages 14 to 31 form an integral part of these financial statements
8th February 2019

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

(Amounts expressed in Sri Lankan Rs.'000)

	For the three months ended 31st December			For the nine months ended 31st December		
	2018	2017	% Change	2018	2017	% Change
Profit for the period	1,606,629	552,155	191	2,434,467	2,822,969	(14)
Other Comprehensive Income						
Item that may be reclassified subsequently to profit or loss						
Net changes in available for sale financial assets	-	50,854	-	-	760,696	-
Transfer of realized loss on available for sale financial assets	-	(55,112)	-	-	(144,379)	-
Exchange differences on translation of foreign operations	3,591,991	(89,444)	(4,116)	2,194,666	(319,319)	(787)
Other comprehensive income / (expenses) for the period net of tax	3,591,991	(93,702)	(3,933)	2,194,666	296,998	639
Total Comprehensive Income for the period, net of tax	5,198,620	458,453	1,034	4,629,133	3,119,967	48
Attributable to:						
Owners of the Company	2,488,420	54,279	4,484	1,910,124	1,103,114	73
Non controlling interest	2,710,200	404,174	571	2,719,009	2,016,853	35
	5,198,620	458,453	1,034	4,629,133	3,119,967	48

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8th February 2019

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Amounts expressed in Sri Lankan Rs.'000)

	As at 31st December 2018	As at 31.03.2018 (Audited)
Assets		
Non Current Assets		
Property, plant & equipment	54,319,523	50,911,747
Bearer Plants	34,918,139	31,730,624
Prepaid lease payment for land	4,735,563	4,379,949
Investment properties	3,448,106	3,447,798
Intangible assets	5,072,290	5,042,130
Investments in equity accounted investee	47,016	41,184
Financial assets measured at fair value through other comprehensive income	-	9,780,301
Deferred tax assets	4,546,331	3,537,087
Other financial receivables	184,490	169,966
Other non financial receivables	7,136,767	6,510,303
Total non current assets	114,408,225	115,551,089
Current Assets		
Inventories	8,057,126	6,469,855
Trade receivables	4,299,174	3,607,319
Other financial receivables	1,194,638	1,914,747
Other non financial receivables	11,043,285	7,452,441
Current tax recoverable	210,469	99,385
Financial assets measured at fair value through profit or loss	10,632,415	2,597,369
Derivative financial instruments	120,115	103,756
Biological Assets	1,923,174	1,724,203
Cash and cash equivalents	15,457,861	13,457,452
	52,938,257	37,426,527
Assets held for sale	721,424	660,825
Total current assets	53,659,681	38,087,352
Total Assets	168,067,906	153,638,441
Equity and Liabilities		
Equity		
Stated capital	412,635	412,635
Capital reserve	2,461,640	2,451,129
Revenue reserves	20,346,684	18,520,535
Equity attributable to owners of the company	23,220,959	21,384,299
Non - controlling interest	35,421,540	32,771,762
Total Equity	58,642,499	54,156,061
Investment through subsidiaries	(10,688)	(10,688)
	58,631,811	54,145,373

	As at 31st December 2018	As at 31.03.2018 (Audited)
Liabilities		
Non Current Liabilities		
Loans and borrowings	44,825,787	40,396,059
Debenture	2,000,000	2,000,000
Other financial payables	88,947	87,695
Other non financial liabilities	1,656,439	1,462,835
Deferred tax liabilities	9,707,418	8,262,412
Total non current liabilities	58,278,591	52,209,001
Current Liabilities		
Trade payables	2,724,958	3,729,543
Other financial payables	13,380,545	15,437,639
Current tax liabilities	2,341,387	1,063,857
Derivative financial instruments	-	10,916
Loans and borrowings	32,671,041	25,931,530
Debenture	39,573	1,110,582
Total current liabilities	51,157,504	47,284,067
Total liabilities	109,436,095	99,493,068
Total equity and liabilities	168,067,906	153,638,441
Net assets per ordinary share (Rs.)	227.26	209.25

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

Sgd.

A.P. Weeratunge

Director

Carsons Management Services (Pvt) Ltd.

The Board of Directors is responsible for the preparation and presentation of these financial statements.

These financial statements were approved by the Board on 8th February 2019.

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M.Selvanathan

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D.C.R. Gunawardena

Director

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The notes on pages 14 to 31 form an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(Amounts expressed in Sri Lankan Rs.'000)

	Stated Capital	Capital Reserve	Revenue Reserve	Attributable to owners of the company	Non - controlling interest	Total Equity
Balance as at 31st March 2018 (Audited)	412,635	2,451,129	18,520,535	21,384,299	32,771,762	54,156,061
Profit for the period	-	-	863,604	863,604	1,570,863	2,434,467
Other comprehensive income for the period	-	-	1,046,520	1,046,520	1,148,146	2,194,666
Total comprehensive income for the period	-	-	1,910,124	1,910,124	2,719,009	4,629,133
Transaction with owners of the Company, recognised directly in equity						
Goodwill on changing shareholdings	-	-	(139,032)	(139,032)	(186,996)	(326,028)
Dividend paid - Participating Cumulative Preference Shares	-	-	(108)	(108)	-	(108)
Acquisition, disposal and changes in Non controlling interest	-	10,511	55,165	65,676	117,765	183,441
Total Transactions with owners of the Company	-	10,511	(83,975)	(73,464)	(69,231)	(142,695)
Balance as at 31st December 2018 (Unaudited)	412,635	2,461,640	20,346,684	23,220,959	35,421,540	58,642,499
Balance as at 31st March 2017 (Audited)	412,635	2,695,839	17,426,236	20,534,710	30,975,002	51,509,712
Profit for the period	-	-	1,112,819	1,112,819	1,710,150	2,822,969
Other comprehensive income for the period	-	-	(9,705)	(9,705)	306,703	296,998
Total comprehensive income for the period	-	-	1,103,114	1,103,114	2,016,853	3,119,967
Transaction with owners of the Company, recognised directly in equity						
Goodwill on changing shareholdings	-	-	25,111	25,111	37,240	62,351
Dividend paid - Participating Cumulative Preference Shares	-	-	(108)	(108)	-	(108)
Subsidiary dividend to non-controlling interest	-	-	-	-	(116,604)	(116,604)
Acquisition, disposal and changes in no controlling interest	-	(3,023)	99,654	96,631	80,449	177,080
Total Transactions with owners of the Company	-	(3,023)	124,657	121,634	1,085	122,719
Balance as at 31st December 2017 (Unaudited)	412,635	2,692,816	18,654,006	21,759,458	32,992,940	54,752,398

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The notes on pages 14 to 31 form an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CASH FLOW

Amounts expressed in Sri Lankan Rs. '000)

For the nine months ended 31st December	2018	2017
Cash Flows from Operating Activities		
Profit before income tax expenses from continuing operations	5,017,619	4,567,185
Loss before income tax expenses from discontinued operations	(124,485)	(301,952)
	4,893,134	4,265,233
Adjustments for:		
Foreign exchange gains	709,001	474,697
Unwinding of discount on compensation receivable	(14,524)	(13,026)
Fair value change in financial assets measured at fair value through profit or loss	1,284,863	(57,442)
Share of net result of equity accounted investee	(5,829)	(9,646)
Impairment of business assets	-	102,209
Depreciation on property, plant & equipment	2,667,440	2,406,169
Depreciation on Bearer Plants	1,207,526	824,769
Amortization of intangible assets/prepaid lease payment	181,263	183,282
Net Inventory provision	(77,408)	181,282
Provision for retiring gratuity	221,360	199,578
Finance expenses	3,635,473	3,609,160
Loss on property, plant & equipment write-off	30,992	-
Profit/ (loss) on disposal of property, plant & equipment	(102,167)	27,300
Amortisation of deferred revenue	(6,698)	(5,380)
	9,731,292	7,922,952
Operating profit before working capital changes	14,624,426	12,188,185
(Increase)/decrease in inventories	(1,587,271)	111,335
Increase in trade and other receivables	(3,449,043)	(2,585,522)
(Increase) / decrease in trade and other payables	(3,204,717)	264,468
	6,383,395	9,978,466
Net cash movement in investment	457,482	(349,929)
Cash generated from operations	6,840,877	9,628,537
Interest paid	(3,391,603)	(3,609,160)
Income tax paid	(797,798)	(695,304)
Gratuity paid	(170,479)	(204,037)
Net cash generated from operating activities	2,480,997	5,120,036

For the nine months ended 31st December	2018	2017
Cash Flows from Investing Activities		
Payments for property, plant & equipment/Investment property	(2,404,385)	(2,435,393)
Payments for bearer Plants	(699,459)	(1,316,326)
Payments for Intangible assets/prepaid lease payments	(60,721)	(177,559)
Proceeds from disposal of long term investment in subsidiaries	-	267,850
Payments for acquisition of additional interest in subsidiaries	(341,043)	(5,197)
Movement in non current VAT and other receivables	397,356	254,839
Movement in Plasma investment	(14,507)	(457,440)
Proceeds from disposal of property, plant & equipment	186,006	38,324
Deposits received	211,710	50,832
Net cash used in investing activities	(2,725,043)	(3,780,070)
Cash Flows from Financing Activities		
Net change in borrowings /debenture	(4,228,134)	613,560
Payment of finance lease creditors	(66,435)	(83,074)
Non Controlling Interest Contribution for Subsidiary Share Issues	200,293	-
Dividend paid to non -controlling shareholders by subsidiaries	(105,360)	(116,604)
Dividend paid by the Company	(58,190)	-
Net cash generated from/(used in) financing activities	(4,257,826)	413,882
Net increase/(decrease) in cash & cash equivalents	(4,501,872)	1,753,848
Cash & cash equivalents at the beginning of the year	(582,180)	(7,756,323)
Cash & cash equivalents at the end of the period	(5,084,052)	(6,002,475)
Statement of Cash & Cash Equivalents		
Cash and cash equivalents	15,457,861	13,083,910
	15,457,861	13,083,910
Short term borrowings	(20,541,913)	(19,086,385)
	(5,084,052)	(6,002,475)

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

Operating Segmental Information

(a) Segmental results are as follows:

(Amounts expressed in Sri Lankan Rs.'000)

Business Segment	Investment Holdings		Portfolio & Asset Management		Oil Palm Plantations		Oils and fats	
For the three months ended 31st December	2018	2017	2018	2017	2018	2017	2018	2017
Total revenue	9,780	3,057	85,173	306,483	9,172,455	6,351,060	6,048,722	6,214,993
Intra segment revenue	-	-	(20,959)	(18,737)	(1,288,612)	(785,068)	(25,608)	(41,883)
Segment revenue	9,780	3,057	64,214	287,746	7,883,843	5,565,992	6,023,114	6,173,110
Inter segment revenue	-	-	-	-	(469,906)	(152,853)	(152,059)	(103,679)
Revenue	9,780	3,057	64,214	287,746	7,413,937	5,413,139	5,871,055	6,069,431
Segment results	(14,872)	(18,763)	171,501	184,016	745,629	936,027	147,769	427,692
Flood related activities	-	-	-	-	-	-	-	-
Impairment of business assets	-	-	-	371	-	-	-	-
Foreign Exchange gain / (losses)	-	-	(20,186)	7,455	761,238	(95,391)	(5,356)	(167,035)
Profit/(loss) before finance costs	(14,872)	(18,763)	151,315	191,842	1,506,867	840,636	142,413	260,657
Net finance cost	(50,875)	(38,104)	(4,958)	75	(754,241)	(754,840)	(166,578)	(151,113)
Share of net results of equity accounted investee	-	-	2,014	1,769	-	-	-	-
Profit/ (loss) before taxation	(65,747)	(56,867)	148,371	193,686	752,626	85,796	(24,165)	109,544
Income tax expenses								
Current taxation	(202)	(617)	(15,182)	(8,039)	(423,036)	(230,675)	(1,517)	(2,692)
Deferred taxation	-	-	-	-	152,677	134,358	(11,775)	(32,619)
	(202)	(617)	(15,182)	(8,039)	(270,359)	(96,317)	(13,292)	(35,311)
Profit/(loss) from continuing operations	(65,949)	(57,484)	133,189	185,647	482,267	(10,521)	(37,457)	74,233
Discontinued operation								
Loss from discontinued operation, net of tax	-	-	-	-	-	-	(46,265)	(115,226)
	(65,949)	(57,484)	133,189	185,647	482,267	(10,521)	(83,722)	(40,993)
Attributable to:								
Owners of the Company	(33,219)	(29,331)	36,679	45,017	267,692	(11,679)	(51,630)	(27,343)
Non controlling interest	(32,730)	(28,153)	96,510	140,630	214,575	1,158	(32,092)	(13,650)
	(65,949)	(57,484)	133,189	185,647	482,267	(10,521)	(83,722)	(40,993)

Beverage		Real Estate		Leisure		Management Services		Group	
2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
12,042,985	8,658,517	81,319	74,358	170,593	180,348	112,448	111,723	27,723,475	21,900,539
(188,651)	(25,698)	-	-	-	-	-	-	(1,523,830)	(871,386)
11,854,334	8,632,819	81,319	74,358	170,593	180,348	112,448	111,723	26,199,645	21,029,153
-	-	(5,637)	(5,168)	-	-	(111,686)	(111,118)	(739,288)	(372,818)
11,854,334	8,632,819	75,682	69,190	170,593	180,348	762	605	25,460,357	20,656,335
1,674,276	852,876	49,659	54,403	13,555	15,237	(19,338)	33,945	2,768,179	2,485,433
-	7,537	-	-	-	-	-	-	-	7,537
-	-	-	-	-	-	-	-	-	371
25,848	4,747	-	-	154	64	-	-	761,698	(250,160)
1,700,124	865,160	49,659	54,403	13,709	15,301	(19,338)	33,945	3,529,877	2,243,181
(256,866)	(387,797)	3,487	(1,815)	10,738	7,279	39	(48)	(1,219,254)	(1,326,363)
-	-	-	-	-	-	-	-	2,014	1,769
1,443,258	477,363	53,146	52,588	24,447	22,580	(19,299)	33,897	2,312,637	918,587
(282,720)	(81,067)	(16,652)	(13,334)	-	(724)	-	-	(739,309)	(337,147)
(57,849)	(12,431)	(1,750)	(2,423)	(1,737)	(944)	-	-	79,566	85,941
(340,569)	(93,498)	(18,402)	(15,757)	(1,737)	(1,668)	-	-	(659,743)	(251,206)
1,102,689	383,865	34,744	36,831	22,710	20,912	(19,299)	33,897	1,652,894	667,381
-	-	-	-	-	-	-	-	(46,265)	(115,226)
1,102,689	383,865	34,744	36,831	22,710	20,912	(19,299)	33,897	1,606,629	552,155
253,810	82,096	14,954	15,705	9,335	8,526	(8,816)	15,483	488,805	98,475
848,879	301,769	19,790	21,126	13,375	12,386	(10,483)	18,414	1,117,824	453,680
1,102,689	383,865	34,744	36,831	22,710	20,912	(19,299)	33,897	1,606,629	552,155

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

Operating Segmental Information

(a) Segmental results are as follows:

(Amounts expressed in Sri Lankan Rs.'000)

Business Segment	Investment Holdings		Portfolio & Asset Management		Oil Palm Plantations		Oils and fats	
For the nine months ended 31st December	2018	2017	2018	2017	2018	2017	2018	2017
Total revenue	30,010	279,764	455,055	779,917	27,166,053	22,200,161	16,759,811	16,173,799
Intra segment revenue	-	-	(76,109)	(70,021)	(3,386,552)	(2,829,107)	(85,535)	(144,563)
Segment revenue	30,010	279,764	378,946	709,896	23,779,501	19,371,054	16,674,276	16,029,236
Inter segment revenue	-	(274,405)	-	-	(2,302,218)	(401,364)	(360,058)	(397,104)
Revenue	30,010	5,359	378,946	709,896	21,477,283	18,969,690	16,314,218	15,632,132
Segment results	(54,677)	(51,914)	(1,096,899)	590,880	5,533,409	4,849,868	283,067	652,541
Flood related activities	-	-	-	-	-	-	-	-
Impairment of business assets	-	-	-	(102,209)	-	-	-	-
Foreign Exchange gain / (losses)	-	-	(33,069)	3,840	(1,122,099)	(375,960)	92,475	18,331
Profit/(loss) before finance costs	(54,677)	(51,914)	(1,129,968)	492,511	4,411,310	4,473,908	375,542	670,872
Net finance cost	(133,335)	(123,097)	(5,626)	624	(2,085,632)	(1,684,708)	(484,028)	(448,587)
Share of net results of equity accounted investee	-	-	5,829	9,646	-	-	-	-
Profit/ (loss) before taxation	(188,012)	(175,011)	(1,129,765)	502,781	2,325,678	2,789,200	(108,486)	222,285
Income tax expenses								
Current taxation	(668)	(2,539)	(43,050)	(26,432)	(1,450,425)	(1,387,120)	(4,914)	(6,248)
Deferred taxation	-	-	2,338	-	651,703	322,147	2,085	(14,112)
	(668)	(2,539)	(40,712)	(26,432)	(798,722)	(1,064,973)	(2,829)	(20,360)
Profit/(loss) from continuing operations	(188,680)	(177,550)	(1,170,477)	476,349	1,526,956	1,724,227	(111,315)	201,925
Discontinued operation								
Loss from discontinued operation, net of tax	-	-	-	-	-	-	(124,485)	(301,952)
	(188,680)	(177,550)	(1,170,477)	476,349	1,526,956	1,724,227	(235,800)	(100,027)
Attributable to:								
Owners of the Company	(97,045)	(90,197)	(301,391)	114,392	819,256	929,357	(145,686)	(68,274)
Non controlling interest	(91,635)	(87,353)	(869,086)	361,957	707,700	794,870	(90,114)	(31,753)
	(188,680)	(177,550)	(1,170,477)	476,349	1,526,956	1,724,227	(235,800)	(100,027)

Beverage		Real Estate		Leisure		Management Services		Group	
2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
33,414,338	21,627,495	236,636	213,437	486,458	504,305	331,905	302,948	78,880,266	62,081,826
(495,368)	(67,670)	-	-	-	-	-	-	(4,043,564)	(3,111,361)
32,918,970	21,559,825	236,636	213,437	486,458	504,305	331,905	302,948	74,836,702	58,970,465
-	-	(16,912)	(15,503)	-	-	(329,426)	(300,882)	(3,008,614)	(1,389,258)
32,918,970	21,559,825	219,724	197,934	486,458	504,305	2,479	2,066	71,828,088	57,581,207
4,795,454	1,390,244	163,210	154,261	31,699	52,161	(64,203)	21,997	9,591,060	7,660,038
-	712,622	-	-	-	-	-	-	-	712,622
-	-	-	-	-	-	-	-	-	(102,209)
35,898	2,224	-	-	323	215	-	-	(1,026,472)	(351,350)
4,831,352	2,105,090	163,210	154,261	32,022	52,376	(64,203)	21,997	8,564,588	7,919,101
(877,267)	(1,119,892)	4,850	(5,107)	28,218	19,325	22	(120)	(3,552,798)	(3,361,562)
-	-	-	-	-	-	-	-	5,829	9,646
3,954,085	985,198	168,060	149,154	60,240	71,701	(64,181)	21,877	5,017,619	4,567,185
(390,775)	(129,024)	(47,700)	(36,049)	-	(4,177)	-	-	(1,937,532)	(1,591,589)
(1,166,494)	(148,186)	(5,246)	(7,477)	(5,521)	(3,047)	-	-	(521,135)	149,325
(1,557,269)	(277,210)	(52,946)	(43,526)	(5,521)	(7,224)	-	-	(2,458,667)	(1,442,264)
2,396,816	707,988	115,114	105,628	54,719	64,477	(64,181)	21,877	2,558,952	3,124,921
-	-	-	-	-	-	-	-	(124,485)	(301,952)
2,396,816	707,988	115,114	105,628	54,719	64,477	(64,181)	21,877	2,434,467	2,822,969
545,926	146,232	49,365	44,883	22,496	26,433	(29,317)	9,993	863,604	1,112,819
1,850,890	561,756	65,749	60,745	32,223	38,044	(34,864)	11,884	1,570,863	1,710,150
2,396,816	707,988	115,114	105,628	54,719	64,477	(64,181)	21,877	2,434,467	2,822,969

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

Operating Segment Information -Group

(b) Segments Assets/ liabilities are as follows:

(Amounts expressed in Sri Lankan Rs.'000)

Business Segment	Investment Holding		Portfolio & Asset Management		Oil Palm Plantations		Oils & Fats	
As at	31.12.2018	31.03.2018	31.12.2018	31.03.2018	31.12.2018	31.03.2018	31.12.2018	31.03.2018
SEGMENT ASSETS								
Non - Current Assets								
Fixed assets**	-	-	2,368	2,854	64,940,703	58,171,819	8,475,945	8,037,310
Intangible assets	-	-	101,832	105,167	774,159	751,129	1,616,709	1,610,281
Financial assets measured at Fair value through other comprehensive income / Equity accounted investee	-	67,028	47,016	9,754,457	-	-	-	-
Deferred tax assets	-	-	2,850	511	4,523,346	3,516,041	-	-
Other financial receivables	-	-	-	-	-	-	-	-
Other non financial receivables	-	-	-	-	7,136,767	6,510,303	-	-
Total non - current assets	-	67,028	154,066	9,862,989	77,374,975	68,949,292	10,092,654	9,647,591
Current Assets								
Inventories ***	-	-	-	-	5,093,419	3,571,886	2,623,383	2,658,623
Trade debtors and other financial assets	-	-	20,532	22,611	1,258,768	729,227	2,371,395	2,087,088
Other non financial receivables	29,904	15,209	88,243	61,174	6,123,589	3,241,692	3,768,832	3,571,812
Financial assets measured at fair value through profit or loss	90,385	30,068	10,517,666	2,462,497	-	-	-	-
Cash and cash equivalents	342,110	503,032	2,276,657	1,779,167	1,923,020	2,665,601	152,053	126,915
Total current assets	462,399	548,309	12,903,098	4,325,449	14,398,796	10,208,406	8,915,663	8,444,438
Assets held for sales	-	-	-	-	-	-	721,424	660,825
	462,399	548,309	12,903,098	4,325,449	14,398,796	10,208,406	9,637,087	9,105,263
Total segmental assets	462,399	615,337	13,057,164	14,188,438	91,773,771	79,157,698	19,729,741	18,752,854
SEGMENT LIABILITIES								
Non - Current Liabilities								
Loans and borrowings	-	-	-	-	34,907,582	29,585,378	6,208,799	5,884,558
Other financial payables	-	-	-	-	-	-	-	-
Other non financial liabilities	-	-	9,121	7,426	1,388,712	1,187,632	-	-
Deferred tax liabilities	-	-	-	-	3,472,026	3,228,294	269,853	251,675
Total non - current liabilities	-	-	9,121	7,426	39,768,320	34,001,304	6,478,652	6,136,233
Current Liabilities								
Trade and other financial liabilities	224,542	390,680	156,587	241,978	8,206,959	10,452,321	4,412,236	4,083,870
Loans and borrowings	1,927,302	1,362,421	166,287	16,112	14,124,351	9,768,271	7,547,760	6,162,440
Total current liabilities	2,151,844	1,753,101	322,874	258,090	22,331,310	20,220,592	11,959,996	10,246,310
Total segmental liabilities	2,151,844	1,753,101	331,995	265,516	62,099,630	54,221,896	18,438,648	16,382,543

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

*** Inventories include, Biological Assets.

Beverage		Real Estate		Leisure		Management Services		Group	
31.12.2018	31.03.2018	31.12.2018	31.03.2018	31.12.2018	31.03.2018	31.12.2018	31.03.2018	31.12.2018	31.03.2018
18,175,088	18,476,586	3,852,049	3,851,924	1,947,675	1,887,517	27,503	42,109	97,421,331	90,470,118
2,565,783	2,561,544	12,799	12,799	-	-	1,010	1,210	5,072,290	5,042,130
-	-	-	-	-	-	-	-	47,016	9,821,485
6,446	6,846	-	-	-	-	13,689	13,689	4,546,331	3,537,087
-	-	-	-	184,490	169,966	-	-	184,490	169,966
-	-	-	-	-	-	-	-	7,136,767	6,510,303
20,747,317	21,044,976	3,864,848	3,864,723	2,132,165	2,057,483	42,202	57,008	114,408,225	115,551,089
2,241,258	1,945,091	-	-	22,151	18,368	89	90	9,980,300	8,194,058
1,880,220	2,703,523	19,081	19,292	62,098	63,828	1,833	253	5,613,927	5,625,822
1,076,307	545,247	126,973	85,419	20,798	11,234	19,108	20,039	11,253,754	7,551,826
-	-	24,364	104,804	-	-	-	-	10,632,415	2,597,369
10,298,040	8,180,170	291,514	20,711	149,514	148,430	24,953	33,426	15,457,861	13,457,452
15,495,825	13,374,031	461,932	230,226	254,561	241,860	45,983	53,808	52,938,257	37,426,527
-	-	-	-	-	-	-	-	721,424	660,825
15,495,825	13,374,031	461,932	230,226	254,561	241,860	45,983	53,808	53,659,681	38,087,352
36,243,142	34,419,007	4,326,780	4,094,949	2,386,726	2,299,343	88,185	110,816	168,067,906	153,638,441
5,678,964	6,899,620	-	-	30,442	26,503	-	-	46,825,787	42,396,059
-	-	88,947	87,695	-	-	-	-	88,947	87,695
194,353	190,953	3,065	3,511	19,366	17,250	41,822	56,063	1,656,439	1,462,835
4,870,293	3,697,964	892,952	887,705	202,294	196,774	-	-	9,707,418	8,262,412
10,743,610	10,788,537	984,964	978,911	252,102	240,527	41,822	56,063	58,278,591	52,209,001
4,977,740	4,709,532	259,724	149,058	149,884	131,346	59,218	83,170	18,446,890	20,241,955
8,932,484	9,722,314	-	-	11,703	8,475	727	2,079	32,710,614	27,042,112
13,910,224	14,431,846	259,724	149,058	161,587	139,821	59,945	85,249	51,157,504	47,284,067
24,653,834	25,220,383	1,244,688	1,127,969	413,689	380,348	101,767	141,312	109,436,095	99,493,068

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Amounts expressed in Sri Lankan Rs.'000)

1. REPORTING ENTITY

Bukit Darah PLC is a limited liability company which is incorporated in Sri Lanka. The ordinary shares of the Company have a primary listing on the Colombo Stock Exchange.

The Group is a diversified conglomerate and one of the foremost business establishments in Sri Lanka backed by a heritage of well over 100 years. Today it is positioned as a Group whose outlook is regional, focused on a future which is technology-oriented, results driven and world class.

The Group businesses range from oil palm plantations in Indonesia, palm oil refining in Malaysia to breweries, investment holdings, portfolio & assets management, real estate and leisure in Sri Lanka. The Group has offices in Malaysia, Singapore, Indonesia and India, in addition to Sri Lanka.

There were no significant changes in the nature of the principal activities of the Company and the Group during the financial period under review.

2. BASIS OF PREPARATION OF INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements for the nine months ended 31st December 2018 have been prepared in accordance with LKAS 34 Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31st March 2018. The interim condensed financial statements are presented in Sri Lankan Rupees (LKR) and all values are rounded to the nearest thousand except when otherwise indicated.

SLFRS 9 Financial Instruments

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

Classification and measurement of financial assets and financial liabilities

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

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

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

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

Group	Note	Original classification under LKAS 39	New classification under SLFRS 9	Original carrying amount under LKAS 39 Rs. '000	New carrying amount under SLFRS 9 Rs. '000
Financial assets					
Investment in equity securities - quoted : excluding strategic	2.1	Available-for-sale	FVTPL	9,517,445	9,517,445
Investment in other securities - unquoted	2.1/2.3	Available-for-sale	FVTPL	262,856	262,856
Total financial assets - 31st March' 2018				9,780,301	9,780,301

Company		Original classification under SLFRS 3	New classification under SLFRS 9	Original carrying amount under SLFRS 3 Rs. '000	New carrying amount under SLFRS 9 Rs. '000
Financial assets					
Investment in equity securities - quoted : strategic		Investments in Subsidiaries	FVOCI - Equity instrument	112,292	683,020
Total financial assets				112,292	683,020

2.1 The non-derivative financial assets that were designated as available-for-sale or were not classified in any of the other categories of financial assets under the LKAS 39, excluding strategic investments have been classified as FVTPL, because they are managed and the performance is monitored on a fair value basis.

2.2 Company's direct holding in Lion Brewery Ceylon PLC 1.625% has been re-classified under FVOIC effective 1/4/2018 as Company does not intend to dispose of this share in the short term.

2.3 The Debentures categorised as available-for-sale under LKAS 39, which are held by the Group earns interest income and may be sold or redeemed in the normal course of business. Hence, the Group considers that these securities are held within a business model whose objective is achieved both by collecting contractual cash flows and by selling securities. Therefore, these assets have been classified as financial assets at FVOCI under SLFRS 9.

Impairment

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Amounts expressed in Sri Lankan Rs.'000)

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

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

3. SEGMENTAL INFORMATION

For management purposes the Group's primary format segment reporting is Industry segments. The risks and returns of the Group's operations are primarily determined by the nature of the different activities that the Group engages in, rather than the geographical location of these operations.

This is reflected by the Group's organizational structure. Industry segment activities of the Group have been broadly classified into eight segments: Investment Holdings, Portfolio and Asset Management, Oil Palm Plantations, Beverage, Real-Estate, Leisure, Oils & Fats and Management Services according to the nature of product sold or service rendered. The principal product and services of each segments are follows.

Investment Holdings	- Holding of Strategic Investments
Portfolio and Assets Management	- Investment and management of listed, private equity, fixed income and unit trust investments
Oil Palm Plantations	- Production and sale of palm oil, palm kernel and fresh fruit bunches (FFB) to the local and international market
Oils & Fats	- Manufacturing, marketing and selling of refined oils and specialty fats to the bakery, chocolate and confectionery, ice creams and creamer industries to end-customers.
Beverage	- Production and sale of Beer, Import & distribution of alcoholic beverages
Real Estate	- Letting office and warehouse premises on rent for commercial purposes
Leisure	- Hoteliering
Management Services	- Providing support services to the Group Companies.

Sales between segments are made at prices that approximate the market prices. Segment revenue, segment expenses and segment results include transactions between industry segments. These transactions and any unrealized profits and losses are eliminated on consolidation. Segmental expenses are expenses that are directly attributed to a relevant segment or a portion of expenses that can be allocated on a reasonable basis as determined by the Management.

4. EXCHANGE RATES

The results and net assets of the Group, as reported in Sri Lankan Rupees, are affected by movements in exchange rates between Sri Lankan Rupees and operational currencies of overseas subsidiaries. Bukit Darah PLC uses the average of respective exchange rates prevailing during the period to translate the results and cash flows of overseas Group subsidiaries and associates into Sri Lankan Rupees and period end rates to translate the net assets of those undertakings. The currencies which most influence these translations and the relevant exchange rates, are:

	Nine Months ended 31.12.2018	Six Months ended 30.09.2018	Three Months ended 30.06.2018	Nine Months ended 31.12.2017	Year ended 31.03.2018
Average rates:					
Malaysian Ringgit	40.52	39.68	39.95	36.02	36.80
US Dollar	164.85	159.36	157.52	152.99	153.35
Indonesian Rupiah (Rp)	0.0114	0.0112	0.0112	0.0114	0.0114
Indian Rupee	2.37	2.33	2.36	2.37	2.38
Period-end rates:					
Malaysian Ringgit	44.08	40.87	39.13	37.63	40.33
US Dollar	182.71	168.92	158.22	153.23	155.60
Indonesian Rupiah (Rp)	0.0126	0.0113	0.0110	0.0113	0.0113
Indian Rupee	2.61	2.33	2.30	2.39	2.39

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Amounts expressed in Sri Lankan Rs.'000)

5.

(a) Foreign Exchange Gains/ (Losses)

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

For the period ended 31st December 2018, the Goodhope Asia Holding Limited group recorded a foreign exchange loss of Rs. 1,030 Mn. This unrealized exchange gain/(loss) mainly arose from the translation of foreign currency denominated long term borrowings as at the balance sheet date consequent to depreciation of the Indonesian rupiah (IDR) against the US dollar (USD) throughout the period.

The closing exchange rate of IDR against USD as at 31st December 2018 was IDR 14,481 which is a 5.3% depreciation compared to the closing exchange rate IDR 13,756 that prevailed as at 31 March, 2018.

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

The Group recently adopted the new accounting standard on "Financial Instruments - SLFRS 9" effective for the annual periods beginning on or after 1st January 2018. As per the SLFRS 9, entity has classified its equity investments in the discretionary portfolio as "financial assets held for fair value through profit or loss" which requires recognizing all gains/ (losses) arising from changes in fair values due to market prices fluctuations, in the Statement of Profit or Loss. Accordingly, with the significant market downward movement, a fair value loss of Rs. 1,285 Mn is recognized in profit or loss during the period under review.

6. DISCONTINUED OPERATION

Loss for the period from discontinued operations

	For the three months ended 31st December		For the nine months ended 31st December	
	2018	2017	2018	2017
	Rs '000	Rs '000	Rs '000	Rs '000
Revenue	-	-	-	2,697
Direct operating expenses	-	-	-	(3,376)
	-	-	-	(679)
Other items of income				
Other income	-	-	956	1,013
Distribution expenses	-	-	-	-
Administrative expenses	(17,188)	(12,145)	(42,766)	(54,688)
Impairment of business assets	-	-	-	-
Foreign exchange losses	-	-	-	-
Loss from operations	(17,188)	(12,145)	(41,810)	(54,354)
Net finance cost	(29,077)	(103,081)	(82,675)	(247,598)
Loss before Income tax expenses	(46,265)	(115,226)	(124,485)	(301,952)
Income tax expenses				
Current taxation	-	-	-	-
Deferred taxation	-	-	-	-
	-	-	-	-
Loss for the Period from Discontinued Operations	(46,265)	(115,226)	(124,485)	(301,952)

The major classes of assets of oil and fats segment (Indian operation) Classified as held for sale as at 31st December 2018 are as follows;

As at	Group	
	31st December 2018	31st March 2017
Oils and Fats		
ASSETS		
Property, plant & equipments	721,424	660,825
	721,424	660,825

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Amounts expressed in Sri Lankan Rs.'000)

7. DIVIDEND

	Group/Company	
	2018	2017
On Preference shares		
Annual dividend	108	108
Total	108	108

8. INTANGIBLE ASSETS

	Goodwill	Customer Relationship	Trade Mark	Total as at 31st December	Total as at 31st March
				2018	2018
Cost					
Balance at beginning of period	1,583,053	390,551	2,326,935	4,300,539	4,320,574
Impairment Loss	-	-	-	-	(20,035)
	1,583,053	390,551	2,326,935	4,300,539	4,300,539
Accumulated Amortisation					
Balance at beginning of period	-	331,984	-	331,984	305,783
Amortization	-	14,640	-	14,640	26,201
	-	346,624	-	346,624	331,984
	1,583,053	43,927	2,326,935	3,953,915	3,968,555

9. RELATED PARTY TRANSACTIONS

For the nine months ended 31st December	Group		Company	
	2018	2017	2018	2017
Transactions with related parties				
Subsidiaries				
Dividend income received	-	-	-	-
Support Service fees paid	-	-	9,000	9,000
Secretarial fees paid	-	-	333	333
Computer charges paid	-	-	180	180
Joint Ventures				
Secretarial fees received	178	178	-	-

10. STATED CAPITAL

As at 31st December	Group/Company	
	2018	2017
Issued and Fully Paid		
102,000,000 Ordinary shares	371,880	371,880
1,839,568 8% Participating Cumulative Preference shares	40,755	40,755
	412,635	412,635

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Amounts expressed in Sri Lankan Rs.'000)

11. LOANS AND BORROWINGS

	Group 31st December 2018		Group 31st March 2018	
	Secured	Unsecured	Secured	Unsecured
(a) Long term bank borrowings	50,244,097	5,362,108	44,810,913	6,702,176
Short term bank borrowings	12,173,175	9,346,228	6,543,643	8,224,766
Finance lease payable	371,220	-	46,091	-
Debenture	-	2,039,573	-	3,110,582
	62,788,492	16,747,909	51,400,647	18,037,524
(b) Amount repayable after one year	41,116,381	5,709,406	35,469,936	6,926,123
Amount repayable in one year or less, or on demand	21,672,111	11,038,503	15,930,711	11,111,401
	62,788,492	16,747,909	51,400,647	18,037,524

(c) The bank term loans and short term working capital loans of the Oil Palm Plantation sector and Oil & Fats sector are secured by a pledge over property, plant and equipment, bearer plants, fixed deposits and other deposits with financial institutions, Inventories, trade receivables and by corporate guarantees.

12. There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.

13. The financial statements presented above have not been audited or reviewed by the Company auditors.

14. Net assets per share has been calculated for all periods, based on the number of Ordinary shares in issue as at 31st December 2018.

15. CONTINGENT LIABILITIES

There were no changes of material nature in the contingent liabilities since the last annual balance sheet date.

16. CAPITAL COMMITMENTS

There were no changes of material nature in the capital commitments since the last annual balance sheet date.

17. EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

No material events took place since December 31st, 2018 that require disclosure in these Financial Statements.

18. DIRECTORS SHAREHOLDING AS AT 31ST DECEMBER 2018

	No. of Shares
Mr. H. Selvanathan (Chairman)	153,112
Mr. M. Selvanathan	44,214
Mr. I. Paulraj	1,127
Mr. D. C.R. Gunawardena	-
Mr. L. R. de Lanerolle	3,074
Mr. S. K. Shah	-
Mr. M. Dayananda	-
Alternate Director	
Mr. K. Selvanathan (for M. Selvanathan)	-
8% Participating Cumulative Preference shares	
Mr. H. Selvanathan	345,130
Mr. M. Selvanathan	824,231

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

(Amounts expressed in Sri Lankan Rs.'000)

19. TWENTY MAJOR SHAREHOLDERS - ORDINARY SHARES

Name of Shareholder	As at 31.12.2018	
	No. of Shares	%
Rubber Investment Trust Limited A/C No.03	20,438,250	20.04
Portelet Limited	9,409,500	9.23
Skan Investments (Pvt) Limited.	8,357,904	8.19
Goodhope Holdings (Pvt) Limited.	8,149,039	7.99
Newgreens Limited	7,905,000	7.75
Interkrish Investment Company (Pvt) Limited.	7,314,903	7.17
Krish Investment Company (Pvt) Ltd.	7,304,150	7.16
Carson Cumberbatch PLC A/C No.2	6,270,781	6.15
Mrs. V. Nataraj	4,392,535	4.31
Mr. V. Nataraj	4,312,911	4.23
Gee Gees Properties (Pvt) Ltd	3,734,220	3.66
Employees Provident Fund	2,857,872	2.80
S Kanapathy Chetty (Private) Limited.	2,139,922	2.10
Pershing LLC S/A Averbach Grauson & Co.	1,353,833	1.33
Ceylon Finance and Securities (Private) Ltd	1,006,085	0.99
Thurston Investments Limited	871,570	0.85
Mr. E.A. Samaraweera	612,000	0.60
Mrs. H. Pope (Decd)	612,000	0.60
Mr. W. Tippetts	520,200	0.51
Mr. K.C. Vignarajah	496,079	0.49

20. PUBLIC HOLDING

The Company is in compliance with the Minimum Public Holding requirements for Companies listed on the Main Board as per Rule 7.13.1.a. of the Listing Rules of the Colombo Stock Exchange, under Option 5, i.e. Float-adjusted Market Capitalization of less than Rs.2.5 Billion with 500 Public Shareholders and a Public Holding percentage of 20%.

The Company's Public Holding as at 31st December 2018

Market Capitalization of the Public Holding - Rs. 4.82Bn

Percentage of ordinary shares held by the public - 23.04%

Number of Public Shareholders - 1,680

21. INVESTOR INFORMATION

As at	Nine Months ended 31.12.2018	Third quarter 31.12.2018	Second quarter 30.09.2018	First quarter 30.06.2018	Nine Months ended 31.12.2017	Year ended 31.03.2018
Market Performance -Ordinary Shares						
Market value per share (Rs.) - closing	205	205	203	202	211	206
Highest price per share (Rs.)	238	230	224	238	280	280
Lowest price per share (Rs.)	199	199	200	201	201	201
Share Trading						
Value of shares traded (Rs. Mn)	19	2	4	13	104	1,874
Number of shares traded	86,958	9,663	18,807	58,488	457,294	9,315,005
Number of trades	378	124	136	118	1,136	1,358
Other Information						
Market Capitalization (Rs. Mn)	20,920	20,920	20,655	20,645	21,471	21,022
Enterprise Value (Rs. Mn)	120,420	120,420	113,514	110,400	111,940	109,775

NOTES

CORPORATE INFORMATION

NAME OF THE COMPANY

Bukit Darah PLC

COMPANY REGISTRATION NO.

PQ 56

LEGAL FORM

A Public Quoted Company with limited liability.
Incorporated in Sri Lanka in 1916.

BOARD OF DIRECTORS

Mr. H. Selvanathan (Chairman)
Mr. M. Selvanathan
Mr. I. Paulraj
Mr. D. C. R. Gunawardena
Mr. L. R. de Lanerolle
Mr. S.K. Shah
Mr. M. Dayananda

ALTERNATE DIRECTOR

Mr. K. Selvanathan (for M. Selvanathan)

AUDIT COMMITTEE

Mr. L. R. de Lanerolle (Chairman)
Non- Executive/Independent Director

Mr. M. Dayananda
Non- Executive/Independent Director

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

REMUNERATION COMMITTEE

Mr. M. Dayananda (Chairman)
Non- Executive/Independent Director

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

Mr. L. R. de Lanerolle
Non- Executive/Independent Director

NOMINATION COMMITTEE

Mr. I. Paulraj (Chairman)
Non- Executive Director

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

Mr. L. R. de Lanerolle
Non- Executive/Independent Director

RELATED PARTY TRANSACTIONS REVIEW COMMITTEE

Mr. L. R. de Lanerolle (Chairman)
Non- Executive/Independent Director

Mr. M. Dayananda
Non- Executive/Independent Director

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

Mr. H. Selvanathan
Executive Director

Mr. M. Selvanathan
Executive Director

BANKERS

Standard Chartered Bank
Commercial Bank of Ceylon PLC
Deutsche Bank A. G

AUDITORS

Messrs KPMG
Chartered Accountants
No. 32A,
Sir Mohamed Macan Markar Mawatha,
Colombo 3
Sri Lanka
Tel: 94-11-5426426
Fax: 94-11-2445872

SECRETARIES

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(Private) Limited
No. 61, Janadhipathi Mawatha,
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Fax: 94-11-2039300

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