Ceylon Beverage Holdings PLC

Interim Condensed Financial Statements
for the Fourth Quarter ended
31st March 2019

CEYLON BEVERAGE HOLDINGS PLC

Review

During the 12 months ending 31st March 2019, on a turnover of Rs 44.2bn, we achieved a post-tax profit of Rs 3.1bn. The pickup in tourism has been a key contributor to our results. In the meanwhile, Government revenue from the beer industry grew by Rs 8.2bn to Rs.35.4bn during the financial year.

In the last month of the financial year, beer taxes were increased by 12.5%. In the meanwhile, excise duty on the major contributor to arrack volumes – Extra Special Arrack – remained unchanged whilst, those of other arracks were increased by 7.5%. Once again it seems that policy consistency is being compromised, an age-old challenge for the private sector in Sri Lanka. Ostensibly, the tax on Extra Special Arrack remained unchanged since it was the "poor man's" drink. Encouraging the "poor man" or for that matter anyone to drink the much more harmful hard alcohol is an unusual policy measure to say the least.

Going forward, we urge policymakers to give confidence to the private sector by being consistent with policy. In this context, we have noted the intent of Government – as stated in the budget speech - to index future increases in alcohol taxation to a transparent data point such as GDP growth. We are fully supportive of such an initiative & hope that it will be implemented without delay.

Whilst the new financial year commenced on a positive note, the tragic events of 21st April, will leave a deep scar on the collective psyche of all Sri Lankans. We express our condolences to the families who lost loved ones on that day & wish those injured a speedy recovery. 3 of our closest business partners were affected as well but we are confident of their ability bounce back quickly. Unfortunately, the economy has taken a few steps back because of these events and we are likely to see a significant drop in tourism in the months ahead. Whilst this has the potential to challenge our results in the immediate future, management is taking all possible steps to continue the positive momentum achieved in the year just concluded.

CEYLON BEVERAGE HOLDINGS PLC

BOARD OF DIRECTORS AS AT 31ST MARCH 2019

Mr. D. A. Cabraal (Chairman)

Mr. H. Selvanathan (Deputy Chairman)

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

Mr. S. K. Shah (Chief Executive Officer)

Mr. D. C. R. Gunawardena

Mr. L. Lehmann

Mr. R. H. Meewakkala

CEYLON BEVERAGE HOLDINGS PLC

STATEMENT OF FINANCIAL POSITION

	Company		Group	
As at *In Rs.'000s*	31st March 2019	31st March 2018 (Audited)	31st March 2019	31st March 2018 (Audited)
ASSETS				
Non-Current Assets				
Property, plant & equipment	330,613	331,190	18,493,204	18,476,588
Intangible assets	-	-	2,442,755	2,447,946
Deferred taxation	-	-	13,496	-
Investments in subsidiaries	1,764,272	1,971,964	-	-
Loan to operators	-	-	-	53,422
Total Non-Current Assets	**2,094,885**	**2,303,154**	**20,949,455**	**20,977,956**
Current Assets				
Inventories	-	-	2,512,995	1,910,141
Trade & other receivables	22,457	10,141	2,345,704	3,128,030
Amounts due from related companies	36,079	107,818	-	5,535
Current Taxation	-	-	5,653	16,232
Cash and cash equivalents	242,604	36,045	10,564,799	8,180,171
Total Current Assets	**301,140**	**154,004**	**15,429,151**	**13,240,109**
Total Assets	**2,396,025**	**2,457,158**	**36,378,606**	**34,218,065**
EQUITY AND LIABILITIES				
Equity				
Stated capital	533,384	533,384	533,384	533,384
Capital reserves	245,352	245,352	813,949	708,955
Revenue reserves	815,521	965,727	4,732,703	3,348,742
Equity Attributable To Equity Holders of the Company	**1,594,257**	**1,744,463**	**6,080,036**	**4,591,081**
Non controlling interest	-	-	5,978,375	4,493,662
Total Equity	**1,594,257**	**1,744,463**	**12,058,411**	**9,084,743**
Non Current Liabilities				
Debentures	-	-	-	2,000,000
Loans and borrowings	55,000	85,000	3,326,271	4,899,620
Employee benefits	-	-	204,058	190,953
Net deferred tax liabilities	89,935	89,935	5,092,601	3,691,521
Total Non- Current Liabilities	**144,935**	**174,935**	**8,622,930**	**10,782,094**
Current Liabilities				
Trade and other payables	17,834	15,047	1,350,370	1,391,694
Amounts due to related companies	588,587	394,170	114,945	105,559
Refundable deposits	-	-	1,456,224	1,164,261
Tax liabilities	20,024	3,977	2,448,319	1,967,401
Debentures	-	-	2,078,285	1,110,582
Loans and borrowings	30,388	124,566	6,353,084	6,991,619
Bank overdraft	-	-	1,896,038	1,620,112
Total Current Liabilities	**656,833**	**537,760**	**15,697,265**	**14,351,228**
Total Liabilities	**801,768**	**712,695**	**24,320,195**	**25,133,322**
Total Equity and Liabilities	**2,396,025**	**2,457,158**	**36,378,606**	**34,218,065**
Net assets per ordinary share (Rs.)	**75.96**	**83.12**	**289.69**	**218.75**

The above figures are provisional and subject to audit.

I certify that the above Financial Statements comply with the requirements of Companies Act No.07 of 2007.

(Sgd.)
D.R.P. Goonetilleke
Head of Finance

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

Approved and signed on behalf of the Managers

(Sgd.)
V. Wijesinghe
Director - Finance
Carsons Management Services (Private) Ltd.
8th May 2019

Approved and signed on behalf of the Board

(Sgd.)
M.Selvanathan
Director

(Sgd.)
S.K. Shah
Director

CEYLON BEVERAGE HOLDINGS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

In Rs.'000s	Quarter Ended			Year Ended		
	31-Mar-19	31-Mar-18	Change %	31-Mar-19	31-Mar-18 (Audited)	Change %
Revenue	187,305	187,591	(0)	293,426	255,261	15
Cost of Sales	-	-	-	-	-	-
Gross Profit	**187,305**	**187,591**	**(0)**	**293,426**	**255,261**	**15**
Administrative Expenses	(4,160)	(3,441)	21	(15,138)	(20,055)	(25)
Impairment of investments (Note 05)	(207,692)	-	-	(207,692)	-	-
Profit/(Loss) from Operations	**(24,547)**	**184,150**	**(113)**	**70,596**	**235,206**	**(70)**
Finance Income	12,741	-	-	12,741	-	-
Finance Costs	(33,593)	(6,997)	380	(49,118)	(37,904)	30
Net Finance Costs	**(20,852)**	**(6,997)**	**198**	**(36,377)**	**(37,904)**	**(4)**
Profit/(Loss) Before Taxation	**(45,399)**	**177,153**	**(126)**	**34,219**	**197,302**	**(83)**
Income Tax	(13,075)	(12,298)	6	(37,508)	(21,567)	74
Profit/(Loss) After Taxation	**(58,474)**	**164,855**	**(135)**	**(3,289)**	**175,735**	**(102)**
Total Comprehensive Income/(Loss)	**(58,474)**	**164,855**	**(135)**	**(3,289)**	**175,735**	**(102)**
Earnings per Ordinary Share (Rs.)	**(2.79)**	**7.85**		**(0.16)**	**8.37**	
Dividend per Ordinary Share (Rs.)	**-**	**-**		**7.00**	**8.00**	

The above figures are provisional and subject to audit.
Figures in brackets indicate deductions.

CEYLON BEVERAGE HOLDINGS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

In Rs.'000s	Quarter Ended			Year Ended		
	31-Mar-19	31-Mar-18	Change %	31-Mar-19	31-Mar-18 (Audited)	Change %
Revenue	12,268,093	10,582,080	16	44,216,827	31,456,943	41
Cost of Sales	(9,274,877)	(8,214,285)	13	(32,953,571)	(24,987,277)	32
Gross Profit	**2,993,216**	**2,367,795**	**26**	**11,263,256**	**6,469,666**	**74**
Progressive insurance receipts on business interruption	-	492,737	-	-	1,205,359	-
Other Income	49,567	22,253	123	138,025	56,515	144
	3,042,783	**2,882,785**	**6**	**11,401,281**	**7,731,540**	**47**
Distribution Expenses	(886,616)	(1,006,563)	(12)	(3,030,771)	(2,490,257)	22
Administrative Expenses	(531,459)	(353,468)	50	(1,657,223)	(1,260,692)	31
Other Expenses	(120,041)	5,524	(2,273)	(413,166)	(349,364)	18
Profit from Operations	**1,504,667**	**1,528,278**	**(2)**	**6,300,121**	**3,631,227**	**73**
Progressive insurance receipts on property damage	-	752,263	-	-	752,263	-
Profit Before Finance Cost	**1,504,667**	**2,280,541**	**(34)**	**6,300,121**	**4,383,490**	**44**
Finance Income	279,702	186,429	50	1,009,923	819,652	23
Finance Costs	(522,899)	(560,624)	(7)	(2,094,515)	(2,311,507)	(9)
Net Finance Costs	**(243,197)**	**(374,195)**	**(35)**	**(1,084,592)**	**(1,491,855)**	**(27)**
Profit Before Taxation	**1,261,470**	**1,906,346**	**(34)**	**5,215,529**	**2,891,635**	**80**
Income tax expence	(455,411)	(273,409)	67	(846,185)	(402,432)	110
Deferred taxation	(137,931)	(700,649)	(80)	(1,304,425)	(848,836)	54
Profit After Taxation	**668,128**	**932,288**	**(28)**	**3,064,919**	**1,640,367**	**87**
Other Comprehensive Income						
Items that will never be reclassified to profit or loss						
Remeasurement of employee benefit obligation	12,533	(40,938)	-	12,533	(40,938)	-
Deferred tax adjustment	(5,013)	16,375	-	(5,013)	16,375	-
Revaluation gain on land & buildings	279,091	-	-	279,091	-	-
Deferred tax adjustment on revaluation of lands	(78,145)	(485,631)	-	(78,145)	(485,631)	-
Total Other Comprehensive Income	208,466	(510,194)	-	208,466	(510,194)	-
Total Comprehensive Income	**876,594**	**422,094**	**108**	**3,273,385**	**1,130,173**	**190**
Profit Attributable to						
- Equity Holders of the Company	272,846	445,850	(39)	1,526,949	762,781	100
- Minority Shareholders	395,282	486,438	(19)	1,537,970	877,586	75
Profit Available for Appropriation	**668,128**	**932,288**	**(28)**	**3,064,919**	**1,640,367**	**87**
Total Comprehensive Income Attributable to						
- Equity Holders of the Company	381,769	136,615	179	1,635,872	453,546	261
- Minority Shareholders	494,825	285,479	73	1,637,513	676,627	142
Profit Available for Appropriation	**876,594**	**422,094**	**108**	**3,273,385**	**1,130,173**	**190**
Earnings per Ordinary Share (Rs.)	**13.00**	**21.24**		**72.75**	**36.34**	
Dividend per Ordinary Share (Rs.)	**-**	**-**		**7.00**	**8.00**	

The above figures are provisional and subject to audit.
Figures in brackets indicate deductions.

STATEMENT OF CASH FLOWS

For the period ended *In Rs.'000s*	Company		Group	
	31-Mar-19	31-Mar-18 (Audited)	31-Mar-19	31-Mar-18 (Audited)
Cash Flows From Operating Activities				
Profit before taxation	34,219	197,302	5,215,529	2,891,635
Adjustments for:				
Finance expenses	49,118	37,904	2,096,645	2,316,863
Depreciation on property, plant & equipment	577	577	1,224,815	1,131,509
Amortisation of intangible assets	-	-	53,516	24,018
Net Inventory provisions/(reversals)	-	-	(134,308)	(26,549)
Provision for retirement benefit obligations	-	-	36,796	87,819
Impairment of property plant & equipment	-	-	60,544	7,394
Impairment of Intangible Assets	-	-	880	-
Impairment of Investments (Note 05)	207,692	-	-	-
Progressive insurance receipts on property damage	-	-	-	(752,263)
Finance income	(12,741)	-	(1,009,923)	(819,652)
(Profit)/Loss on disposal of property, plant & equipment	-	-	-	(12,212)
ESC Write Off	-	-	-	127
Unrealised exchange loss/(gain)	-	-	(4,638)	-
Operating cash flow before working capital changes	**278,865**	**235,783**	**7,539,856**	**4,848,689**
(Increase)/decrease in inventories	-	-	(468,546)	650,686
(Increase)/decrease in trade & other receivables	(12,302)	8,235	782,336	(765,901)
(Increase)/decrease in amounts due from related companies	84,480	(67,909)	58,957	27,541
Increase/(decrease) in amounts due to related companies	163,862	394,170	9,386	(39,069)
Increase/(decrease) in tax payables	158	1,250	129,006	798,240
Increase/(decrease) in trade & other payables	771	2,550	(41,324)	637,934
Cash generated from operations	**515,834**	**574,079**	**8,009,671**	**6,158,120**
Finance expenses	(18,563)	(36,638)	(1,899,037)	(2,213,329)
Tax paid	(21,620)	(25,493)	(460,282)	(455,249)
Retirement benefits paid	-	-	(11,158)	(16,244)
Net cash generated from operating activities	**475,651**	**511,948**	**5,639,194**	**3,473,298**
Cash Flows from Investing Activities				
Purchase and construction of property, plant & equipment	-	-	(1,025,082)	(1,364,544)
Borrowing cost capitalized	-	-	-	(21,864)
Purchase of intangible assets	-	-	(47,006)	(2,951)
Proceeds from sale of property, plant & equipment	-	-	-	50,146
Agent deposits received	-	-	291,963	209,362
Agent deposits refunded	-	-	-	(54,458)
Interest received	-	-	1,009,923	819,652
Net cash generated from/(used in) investing activities	**-**	**-**	**229,798**	**(364,657)**
Cash Flows from Financing Activities				
Proceeds from loans & borrowings	-	-	-	1,500,000
Repayment of loans & borrowings	(123,300)	(129,600)	(2,438,351)	(2,778,579)
Repayment of debentures	-	-	(998,800)	(799,400)
Progressive insurance receipts on property damage	-	-	-	752,263
Dividends paid net of tax	(145,792)	(167,905)	(323,139)	(320,705)
Net cash generated from/(used in) financing activities	**(269,092)**	**(297,505)**	**(3,760,290)**	**(1,646,421)**
Net increase/(decrease) in cash & cash equivalents	**206,559**	**214,443**	**2,108,702**	**1,462,220**
Cash & cash equivalents at the beginning of the year	36,045	(178,398)	6,560,059	5,097,839
Cash & cash equivalents at the end of the year	**242,604**	**36,045**	**8,668,761**	**6,560,059**
Analysis of Cash and Cash Equivalents				
Cash and cash equivalents	242,604	36,045	10,564,799	8,180,171
Bank overdraft	-	-	(1,896,038)	(1,620,112)
	242,604	**36,045**	**8,668,761**	**6,560,059**

Figures in brackets indicate deductions.

STATEMENTS OF CHANGES IN EQUITY

In Rs.'000s	Attributable to Equity Holders of the Parent					Non-Controlling Interests	Total Equity
	Stated Capital	Revaluation Reserve	General Capital Reserve	Retained Profits	Total		
COMPANY							
Balance as at 1st April 2017	**533,384**	**328,914**	**5,776**	**957,897**	**1,825,971**	**-**	**1,825,971**
Total Comprehensive Income							
Profit for the period	-	-	-	175,735	175,735	-	175,735
Other comprehensive Loss for the period	-	(89,338)	-	-	(89,338)		(89,338)
Total Comprehensive income for the period	**-**	**(89,338)**	**-**	**175,735**	**86,397**	**-**	**86,397**
Transactions with owners, recorded directly in equity							
contribution by and distribution to owners							
Dividends	-	-	-	(167,905)	(167,905)	-	(167,905)
Balance as at 31st March 2018	**533,384**	**239,576**	**5,776**	**965,727**	**1,744,463**	**-**	**1,744,463**
Balance as at 1st April 2018	**533,384**	**239,576**	**5,776**	**965,727**	**1,744,463**	**-**	**1,744,463**
Total Comprehensive Income							
Loss for the period	-	-	-	(3,289)	(3,289)	-	(3,289)
Total Comprehensive Loss for the period	**-**	**-**	**-**	**(3,289)**	**(3,289)**	**-**	**(3,289)**
Transactions with owners, recorded directly in equity							
contribution by and distribution to owners							
Dividends	-	-	-	(146,917)	(146,917)	-	(146,917)
Balance as at 31st March 2019	**533,384**	**239,576**	**5,776**	**815,521**	**1,594,257**	**-**	**1,594,257**
GROUP							
Balance as at 1st April 2017	**533,384**	**999,580**	**5,776**	**2,766,700**	**4,305,440**	**3,969,835**	**8,275,275**
Total Comprehensive Income							
Profit for the period	**-**	**-**	**-**	762,781	762,781	877,586	1,640,367
Other comprehensive Loss for the period	**-**	(296,401)	**-**	(12,834)	(309,235)	(200,959)	(510,194)
Total Comprehensive Income for the period	**-**	**(296,401)**	**-**	**749,947**	**453,546**	**676,627**	**1,130,173**
Transactions with owners, recorded directly in equity							
contribution by and distribution to owners							
Dividends	-	-	-	(167,905)	(167,905)	(152,800)	(320,705)
Balance as at 31st March 2018	**533,384**	**703,179**	**5,776**	**3,348,742**	**4,591,081**	**4,493,662**	**9,084,743**
Balance as at 1st April 2018	**533,384**	**703,179**	**5,776**	**3,348,742**	**4,591,081**	**4,493,662**	**9,084,743**
Total Comprehensive Income							
Profit for the period	**-**	**-**	**-**	1,526,949	1,526,949	1,537,970	3,064,919
Other comprehensive income for the period	**-**	104,994	**-**	3,929	108,923	99,543	208,466
Total Comprehensive Income for the period	**-**	**104,994**	**-**	**1,530,878**	**1,635,872**	**1,637,513**	**3,273,385**
Transactions with owners, recorded directly in equity							
contribution by and distribution to owners							
Dividends	-	-	-	(146,917)	(146,917)	(152,800)	(299,717)
Balance as at 31st March 2019	**533,384**	**808,173**	**5,776**	**4,732,703**	**6,080,036**	**5,978,375**	**12,058,411**

CEYLON BEVERAGE HOLDINGS PLC
NOTES TO THE FINANCIAL STATEMENTS

1 CORPORATE INFORMATION

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

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

Subsidiary	Controlling interest	Note
Lion Brewery (Ceylon) PLC	52.25%	**"LBCPLC"**
Pubs 'N Places (Private) Limited	99.9%	
Retail Spaces (Private) Limited	100%	
Luxury Brands (Private) Limited	100%	
Pearl Springs (Private) Limited	52.25%	**"PSPL"** , 100% Subsidiary of LBCPLC
Millers Brewery Limited	52.25%	100% Subsidiary of PSPL

The principal activities of the Group is brewing and marketing of high quality beers for both local & export markets and retailing of beer & alcohol products locally through its owned/managed wine shops & pubs. The Group is also engaged in the import & marketing of globally renowned high quality beer and spirits brands.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

The condensed Interim Financial Statements of the Company and Group have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 – Interim Financial Reporting. This Interim Financial Statement should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2018 including the changes to accounting policies as a result of adapting to Sri Lanka Financial Reporting Standards,(" SLFRSs/LKASs ")

2.2 Basis of measurement

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

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

- Employee benefits are recognized as the net total of the plan assets, plus unrecognized past service cost and unrecognized actuarial losses, less unrecognized actuarial gains and the present value of the defined benefit obligation.

2.3 Functional Currency and Presentation Currency

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

3 FINANCIAL COMMITMENTS AND CONTINGENT LIABILITIES

3.1 Financial Commitments

Lion Brewery (Ceylon) PLC

Document credits established for foreign purchases of the Company as at 31st March 2019 amounts to Rs. 359,426,133/- (2018 - Rs.43,795,228/-)

3.2 Contingencies

Following legal matters are outstanding against the Group and no provision has been made in the Financial Statements in this regard.

(i) Company

In 2008 the Customs Department instituted a prosecution in the Fort Magistrate's Court (MC) in Case No. S/65898/07/B against the Company and its Directors for the recovery of Rs. 48,121,634/29 comprising of Rs.23,062,080/43 being the amount of Excise (Special Provision) Duty (the 'duty') purportedly in arrears during the period 1998/IVq to 2001/IIIq and Rs.25,059,553/86 as its penalty. The Company and the Directors filed an application for Writ in the Court of Appeal (CA) to quash the Certificate of Excise Duty in Default issued by the Director General of Customs and Excise Duty and obtained a Stay Order in respect of the proceedings of the Fort MC Case. A sum of Rs. 23,062,080/43 being the duty amount in dispute was paid to Sri Lanka Customs by the Company as required before submitting its appeal. Subsequently the CA Application was dismissed and the Company appealed against the Order to the Supreme Court and was granted Special Leave to Appeal by the Court. The Court also ordered the staying of all further proceedings in the MC Case until final hearing and determination of the Appeal. No provision has been made for the payment of penalty amounting to Rs.25,059,553/86, pending the Judgment from the Supreme Court in the said Leave to Appeal matter. Currently this matter is in the Arguments stage and will be heard in the Supreme Court.

(ii) Contingent liabilities as at 31st March 2019 amounts to Rs.167,049,559/- (2018 - Rs. 72,312,314/-), being bank guarantees given to Government bodies and foreign suppliers for operational purposes.

Apart from the above there were no other material contingent liabilities which would require adjustments to or disclosure in the Financial Statements.

CEYLON BEVERAGE HOLDINGS PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS

4 COMPARATIVE FIGURES

Comparative figures/information have been reclassified where necessary in line with the changes to the new Sri Lanka Accounting Standards (SLFRS/LKAS).

The Company has initially applied SLFRS 15 from 01 April 2018. Accordingly the comparative figures have been reclassified to provide a better presentation as required by LKAS 8.

Rs. 000'	**Group**		
	As previously reported	Effect of change in accounting policy	**Adjusted Balance**
Revenue	32,363,184	(906,241)	**31,456,943**
Distribution Expenses	(3,396,498)	906,241	**(2,490,257)**

5 Impairment of investment in subsidiary

During the year under review, an impairment provision for Rs.207,692,369/- was recognised against the investment made in Pub's N' Places (pvt) Ltd.

6 STATED CAPITAL

The Company's stated capital consists of 20,988,090 ordinary shares.

7 SEGMENTAL ANALYSIS

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

8 INVESTOR INFORMATON

Investor Information	**Quarter Ended**		**Year Ended**	
	31.03.2019	**31.03.2018**	**31.03.2019**	**31.03.2018**
Share Information				
Price as at the end of the period (Rs.)	**825.00**	630.30	**825.00**	630.30
Highest price (Rs.)	**899.90**	810.00	**899.90**	810.00
Lowest price (Rs.)	**680.00**	487.00	**600.00**	487.00
Trading Statistics				
No of Transactions	**29**	101	**155**	394
No of Shares traded	**8,990**	13,559	**24,816**	438,293
Value of all shares traded (Rs. Mn.)	**6.84**	9.28	**18.05**	269.94

CEYLON BEVERAGE HOLDINGS PLC
NOTES TO THE INTERIM FINANCIAL STATEMENTS

9 DIRECTORS' SHAREHOLDINGS

As at 31st March 2019	No. of Shares
Mr. D. A. Cabraal (Chairman)	1,500
Mr. H. Selvanathan (Deputy Chairman)	690
Mr. M. Selvanathan (Director / Alternate Director to Mr. H. Selvanathan)	690
Mr. S. K. Shah (Chief Executive Officer)	2,632
Mr. D.C.R. Gunawardena	15
Mr. L. Lehmann	-
Mr. R. H. Meewakkala	-

10 TWENTY MAJOR SHAREHOLDERS AS AT 31ST MARCH 2019

#	Name of Shareholder	No. of Shares	%
1	CARSON CUMBERBATCH PLC A/C NO.2	15,726,912	74.93
2	GF CAPITAL GLOBAL LIMITED	1,920,586	9.15
3	CARLSBERG A/S	1,676,440	7.99
4	BNYM RE-BUTTERFIELD TRUST (BERMUDA) LIMITED	800,000	3.81
5	SSBT-DEUSTCHE BANK AG SINGAPORE A/C 01	135,000	0.64
6	CARSON CUMBERBATCH PLC A/C NO. 01	91,655	0.44
7	TRANZ DOMINION,L.L.C.	75,500	0.36
8	MRS. C.A.D.S. WOODWARD	40,065	0.19
9	MRS. J.K.P. SINGH	31,485	0.15
10	GUINNESS MORISON INTERNATIONAL LIMITED	20,953	0.10
11	SAMPATH BANK PLC/MRS.PRIYANI DHARSHINI RATNAGOPAL	13,650	0.07
12	MISS M.P. RADHAKRISHNAN	10,257	0.05
13	MISS A. RADHAKRISHNAN	10,256	0.05
14	SEYLAN BANK PLC/CHANNA NALIN RAJAHMONEY	10,061	0.05
15	MR. H.A. PIERIS	10,000	0.05
16	MR. N.J. GAMADIA	8,786	0.04
17	MR. R. MAHESWARAN	8,134	0.04
18	MRS. M.S.K. WELIKALA	7,856	0.04
19	ADMIN.OF T A.C. ABDEEN (DECD)	7,725	0.04
20	MRS. M.C. ABEYSEKERA	7,622	0.04

11 PUBLIC HOLDING

The Company is in compliance with the Minimum Public Holding requirements for Companies listed on the Diri Savi Board as per Rule 7.13.1 (b) of the Listing Rules of Colombo Stock Exchange, under Option 1, i.e. Float-Adjusted Market Capitalization of Rs.1 Billion with 200 Public Shareholders and a Public Holding percentage of 7.5%.

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

Market Capitalization of the Public Holding	Rs.4.26 Billion
Percentage of ordinary shares held by the public	24.60%
Number of Public Shareholders	936

12 EVENTS AFTER THE REPORTING PERIOD

No circumstances have arisen which required adjustment to or disclosure in the Financial Statements.

13 RELATED PARTY DISCLOSURES

13.1 Parent and ultimate controlling party

In the opinion of the Directors, Carson Cumberbatch PLC is the Parent Company of Ceylon Beverage Holdings PLC and Bukit Darah PLC is the Ultimate Parent and Controlling Entity of Ceylon Beverage Holdings PLC.

13.2 Transactions with key management personnel (KMP)

(I) According to Sri Lanka Accounting Standard 24 "Related Party Disclosures", key management personnel are those having authority and responsibility for planning and controlling the activities of the entity. Accordingly, the Directors of the Company and its parent company (including executive and non executive directors) and their immediate family members have been classified as KMP of the Company.

(II) The compensation paid to key management personnel consist of short-term employment benefits and no other payments such as post-employment benefits, termination benefits and share based payments have been paid to key management personnel during the Period.

13.3 Other related party transactions

13.3.1 Transactions with subsidiary companies

Messers H.Selvanathan, S.K.Shah, D.C.R.Gunawardena, D.A. Cabraal, Mr. L. Lehmann, Mr. R. H. Meewakkala are also Directors of Lion Brewery (Ceylon) PLC, with which the following contracts/ transactions have been entered into during the period by the Company in the normal course of business.

(a) Lion Brewery (Ceylon) PLC (LBCPLC)

(i) Was charged Rs. 142,939,758/- (2018 -Rs. 93,985,710/-) as royalty in accordance with the licensed brewing agreement with the Company.

(ii) A dividend of Rs. 143,787,831/- was paid by LBCPLC to the company during the period. (2018 - Rs. 150,475,635/-)

(iii) Rs.588,586,958/- balance payable to the company as at 31st March 2019. (2018 - 394,170,643/-)

(iv) As per the loan agreement with Ceylon Beverage Holdings PLC, the Company was charged Rs. 30,554,963/- (2018 - Nil) at a rate of AWPLR+1% as loan interest during the period

(b) Pubs 'N Places (Private) Limited

(i) Mr. S.K. Shah Director of the Company is also a Director of Pubs 'N Places (Private) Limited, which as at 31st March 2019 balance receivable from Pubs 'N Places (Private) Limited to the Company was Rs. 36,078,862/-. (2018 - Rs. 107,817,481/-).

(ii) An interest amount of Rs. 12,740,925- (2018 - NIl) was charged from Pubs 'N Places (Private) Limited for the outstanding receivable balance during the period at a rate of AWPLR+1%.

(c) Retail Spaces (Pvt) Limited

(i) No balance was receivable or payble to the company as at 31st March 2019 .(2018 - Nil)

13.3.2 Transactions with group entities

(a) Carsons Management Services (Private) Ltd.

Messrs. H.Selvanathan, S.K.Shah and M.Selvanathan,Directors of the Company, are also Directors of Carsons Management Services (Private) Ltd., which provides supporting services to the Company. An amount of Rs. 717,133/-(2018 -Rs.1,062,470/-) was charged by Carsons Management Services (Private) Limited to the Company and Group Rs .453,699,665/- (2018-Rs.435,447,597/-) during the period ,which included supporting services fees of Rs . 448,072,553,/-(2018 - Rs.386,774,479/-) and other reimbursable expenses incurred by Carsons Management Services (Private) Limited on behalf of the Group.

(b) SKC Management Services Ltd.

A sum of Rs. 1,144,650/- was incurred as reimbursement of casual wages for the period. (2018 - 580,550/-)

CEYLON BEVERAGE HOLDINGS PLC

Corporate Information

NAME OF THE COMPANY

Ceylon Beverage Holdings PLC
(A Carson Cumberbatch Company)

COMPANY REGISTRATION NUMBER

PQ 35

LEGAL FORM

A Public Quoted Company with Limited Liability incorporated in Sri Lanka in 1910
Official listing of the Colombo Stock Exchange was obtained in April 1991

SUBSIDIARY COMPANIES

Lion Brewery (Ceylon) PLC
Pubs 'N Places (Private) Limited
Retail Spaces (Private) Limited
Luxury Brands (Private) Limited
Pearl Springs (Private) Limited
Millers Brewery Limited

PARENT AND CONTROLLING ENTITY

In the opinion of the Directors, Carson Cumberbatch PLC is the Parent Company of Ceylon Beverage Holdings PLC and Bukit Darah PLC is the Ultimate Parent and Controlling Entity of Ceylon Beverage Holdings PLC.

DIRECTORS

Mr. D. A. Cabraal (Chairman)
Mr. H. Selvanathan (Deputy Chairman)
Mr. M. Selvanathan (Director / Alternate Director to H. Selvanathan)
Mr. S. K. Shah (Chief Executive Officer)
Mr. D. C. R. Gunawardena
Mr. L. Lehmann
Mr. R. H. Meewakkala

BANKERS

Bank of Ceylon
Citibank
Commercial Bank
Deutsche Bank
DFCC Bank
Hatton National Bank
HSBC
Nations Trust Bank
National Development Bank
Peoples' Bank
Standard Chartered Bank
Sampath Bank

LEGAL ADVISERS

Messrs. F.J .& G. De Saram
216, De Saram Place
Colombo 10
Sri Lanka
Tel: + 94 11 4718200
Fax: + 94 11 4718220

AUDITORS

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

MANAGERS & SECRETARIES

Carsons Management Services (Private) Limited
No: 61, Janadhipathi Mawatha
Colombo 1
Sri Lanka
Tel : +94 11 2039 200
Fax: +94 11 2039 300

REGISTERED OFFICE

No: 61, Janadhipathi Mawatha
Colombo 1
Sri Lanka
Tel : +94 11 2039 200
Fax: +94 11 2039 300

CORPORATE OFFICE & BREWERY

254, Colombo Road, Biyagama
Sri Lanka
Tel: +94 11 2465900 (10 Lines)
Fax:+94 11 2465901

GROUP WEBSITE

www.carsoncumberbatch.com