

Tea Smallholder Factories PLC

**Interim Financial
Statements
30th September 2018**



TEA SMALLHOLDER FACTORIES PLC
No. 04, Leyden Bastian Road, Colombo 01.

19-Oct-2018

STATEMENT OF PROFIT OR LOSS

Note	For the quarter ended 30th September			For the six months ended 30th September		
	2018	2017	Change %	2018	2017	Change %
Revenue from contracts with Customers	512,169	712,605	(28)	1,093,791	1,323,370	(17)
Cost of Sales	(543,967)	(685,964)	(21)	(1,114,082)	(1,240,793)	(10)
Gross Profit	(31,798)	26,641	(219)	(20,291)	82,577	(125)
Other Operating Income	13,613	13,492	1	27,010	27,688	(2)
Administrative Expenses	(20,779)	(18,010)	15	(37,095)	(31,383)	18
Management Fees	(4,491)	(7,656)	(41)	(9,588)	(17,957)	(47)
Results From Operating Activities	(43,455)	14,467	(400)	(39,964)	60,925	(166)
Finance Cost	(1,695)	(844)	101	(2,187)	(1,205)	81
Finance Income	1,004	1,522	(34)	2,393	3,118	(23)
Net Finance (Cost) / Income	(691)	678	(202)	206	1,913	89
Profit/(Loss) Before Tax	(44,146)	15,145	(391)	(39,758)	62,838	(163)
Tax (Expense) / Reversal	12,361	(4,350)	(384)	10,934	(17,636)	(162)
Profit/(Loss) for the Period	(31,785)	10,795	(394)	(28,824)	45,202	(164)
	Rs.	Rs.		Rs.	Rs.	
Earnings Per Share - Basic	(1.06)	0.36		(0.96)	1.51	
Dividend Per Share	-	-		2.00	1.70	

Note : All values are in Rupees '000s, unless otherwise stated.
Figures in brackets indicate deductions.
The above figures are not audited.

TEA SMALLHOLDER FACTORIES PLC
No. 04, Leyden Bastian Road, Colombo 01.

19-Oct-2018

STATEMENT OF COMPREHENSIVE INCOME

	For the quarter ended 30th September			For the six months ended 30th September		
	2018	2017	<i>Change %</i>	2018	2017	<i>Change %</i>
Profit/(Loss) for the Period	(31,785)	10,795	<i>(394)</i>	(28,824)	45,202	<i>(164)</i>
Other Comprehensive Income						
Other comprehensive Income not to be reclassified to profit or loss in subsequent periods	-	-	-	-	-	-
Tax on Other Comprehensive Income	-	-	-	-	-	-
Total Other Comprehensive Income for the year, net of Tax	-	-	-	-	-	-
Total Comprehensive Income for the Period, net of Tax	(31,785)	10,795	<i>(394)</i>	(28,824)	45,202	<i>(164)</i>

Note : All values are in Rupees '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

STATEMENT OF FINANCIAL POSITION

As at 30th September

ASSETS

Non-Current Assets

	2018	2017	As at 31st March 2018
Property, Plant and Equipment	759,325	770,125	769,494
Lease Rentals Paid in Advance	2,527	2,612	2,569
Investment Property	407,911	176,263	407,911
Intangible Assets	7,303	7,303	7,303
Non-Current Financial Assets	1,787	2,358	2,126
Other Non-Current Assets	501	626	564
	1,179,354	959,287	1,189,967

Current Assets

Inventories	259,663	321,853	309,974
Trade and Other Receivables	88,869	95,514	84,535
Other Current Assets	22,973	11,346	14,286
Short Term Investments	5,284	5,285	116,810
Cash in Hand and at Bank	1,776	24,980	495
	378,565	458,978	526,100

Total Assets

	1,557,919	1,418,265	1,716,067
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EQUITY AND LIABILITIES

Capital and Reserves

Stated Capital	150,000	150,000	150,000
Revaluation Reserve	466,895	403,443	466,895
Revenue Reserves	573,594	463,168	662,418
Total Equity	1,190,489	1,016,611	1,279,313

Non-Current Liabilities

Deferred Tax Liabilities	172,831	175,727	183,765
Retirement Benefit Obligations	43,756	42,290	44,561
Deferred Grants and Subsidies	517	686	527
	217,104	218,703	228,853

Current Liabilities

Trade and Other Payables	89,875	155,570	174,658
Amounts due to Related Parties	4,377	3,126	3,478
Income Tax Payable	15,207	14,885	19,384
Other Current Liabilities	2,939	3,338	4,281
Bank Overdraft	37,928	6,032	6,100
	150,326	182,951	207,901

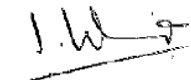
Total Equity and Liabilities

	1,557,919	1,418,265	1,716,067
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	Rs.	Rs.	Rs.
Net Assets Per Share	39.68	33.89	42.64

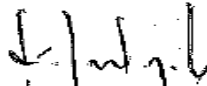
Note : All values are in Rupees '000s, unless otherwise stated.
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I certify that the financial statements comply with the requirements of the Companies Act No.7 of 2007.

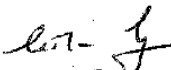


K. D. Weerasinghe
Chief Financial Officer

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



S. C. Ratnayake
Director



J. G. A. Cooray
Director

**TEA SMALLHOLDER FACTORIES PLC
CASH FLOW STATEMENT**

For the six months ended 30th September

CASH FLOWS FROM OPERATING ACTIVITIES

Profit / (Loss) Before Tax

ADJUSTMENTS FOR :

Finance Income

Depreciation and Amortisation

Gratuity Charge and Related Cost

Amortisation of Grants

Finance Cost

(Profit) on disposal of Fixed Assets

Operating Profit before Working Capital changes

(Increase) / Decrease in Inventories

(Increase) / Decrease in Trade and Other Receivables

(Increase) / Decrease in Other Current Assets

(Increase) / Decrease in Other Non-Current Assets

Increase / (Decrease) in Trade and Other Payables

Increase / (Decrease) in Other Current Liabilities

Cash Generated from Operations

Finance Income Received

Finance Cost Paid

Gratuity Paid

Tax Paid

Net Cash Flow from Operating Activities

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of Property, Plant and Equipment

Proceeds from Sale of Property, Plant and Equipment

Net Cash Flow from / (used) in Investing Activities

CASH FLOWS FROM FINANCING ACTIVITIES

Dividend Paid

Net Cash from / (used) in Financing Activities

Net Increase / (Decrease) in Cash and Cash Equivalents

Cash and Cash Equivalents at the beginning

Note A

Cash and Cash Equivalents at the end

Note B

NOTES

A. Cash and Cash Equivalents at the beginning

Cash and Bank Balances

Short Term Investments

Bank Overdraft

B. Cash and Cash Equivalents at the end

Cash & Bank Balances

Short Term Investments

Bank Overdraft

	2018	2017
Profit / (Loss) Before Tax	(39,758)	62,838
ADJUSTMENTS FOR :		
Finance Income	(2,393)	(3,118)
Depreciation and Amortisation	28,263	29,933
Gratuity Charge and Related Cost	2,777	2,630
Amortisation of Grants	(10)	(86)
Finance Cost	2,187	1,205
(Profit) on disposal of Fixed Assets	(60)	(5,484)
Operating Profit before Working Capital changes	(8,994)	87,918
(Increase) / Decrease in Inventories	50,311	(105,410)
(Increase) / Decrease in Trade and Other Receivables	(3,995)	(20,730)
(Increase) / Decrease in Other Current Assets	(8,688)	(7,165)
(Increase) / Decrease in Other Non-Current Assets	63	(504)
Increase / (Decrease) in Trade and Other Payables	(83,885)	4,640
Increase / (Decrease) in Other Current Liabilities	(1,342)	(1,084)
Cash Generated from Operations	(56,530)	(42,335)
Finance Income Received	2,393	3,118
Finance Cost Paid	(2,187)	(1,205)
Gratuity Paid	(3,581)	(2,595)
Tax Paid	(4,177)	(8,181)
Net Cash Flow from Operating Activities	(64,082)	(51,200)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment	(18,077)	(23,099)
Proceeds from Sale of Property, Plant and Equipment	86	6,060
Net Cash Flow from / (used) in Investing Activities	(17,991)	(17,039)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend Paid	(60,000)	(51,000)
Net Cash from / (used) in Financing Activities	(60,000)	(51,000)
Net Increase / (Decrease) in Cash and Cash Equivalents	(142,073)	(119,239)
Cash and Cash Equivalents at the beginning	111,205	143,472
Cash and Cash Equivalents at the end	(30,868)	24,233
NOTES		
A. Cash and Cash Equivalents at the beginning		
Cash and Bank Balances	495	1,117
Short Term Investments	116,810	142,355
Bank Overdraft	(6,100)	-
	111,205	143,472
B. Cash and Cash Equivalents at the end		
Cash & Bank Balances	1,776	24,980
Short Term Investments	5,284	5,285
Bank Overdraft	(37,928)	(6,032)
	(30,868)	24,233

STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Revaluation Reserve	Retained Earnings	Total
As at 1st April 2017	150,000	403,443	468,966	1,022,409
Profit for the period	-	-	45,202	45,202
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	45,202	45,202
First and final dividend paid - 2016 / 2017	-	-	(51,000)	(51,000)
As at 30th September 2017	150,000	403,443	463,168	1,016,611
As at 1st April 2018	150,000	466,895	662,418	1,279,313
Profit / (Loss) for the period	-	-	(28,824)	(28,824)
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	(28,824)	(28,824)
First and final dividend paid - 2017 / 2018	-	-	(60,000)	(60,000)
As at 30th September 2018	150,000	466,895	573,594	1,190,489

Note : All values are in Rupees '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The above figures are not audited.

**TEA SMALLHOLDER FACTORIES PLC
OPERATING SEGMENT INFORMATION**

Geographical Segment	Galle		Matara		Rathnapura		N'Eliya		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
For the six months ended 30th September										
Segment Revenue	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Goods transferred at a point in time	568,985	690,972	-	57,907	308,584	333,004	216,222	241,487	1,093,791	1,323,370
Net revenue from contracts with customers	<u>568,985</u>	<u>690,972</u>	<u>-</u>	<u>57,907</u>	<u>308,584</u>	<u>333,004</u>	<u>216,222</u>	<u>241,487</u>	<u>1,093,791</u>	<u>1,323,370</u>
Segment Results										
Net revenue from contracts with customers	568,985	690,972	-	57,907	308,584	333,004	216,222	241,487	1,093,791	1,323,370
Revenue Expenditure	(551,856)	(623,162)	-	(57,195)	(327,554)	(316,547)	(205,622)	(212,937)	(1,085,032)	(1,209,841)
Depreciation / Amortisation	(14,690)	(15,148)	-	(1,612)	(8,356)	(7,964)	(4,071)	(4,196)	(27,117)	(28,920)
Gratuity Charge and Related Costs	(1,115)	(1,037)	-	(159)	(485)	(540)	(333)	(296)	(1,933)	(2,032)
Segment Gross Profit / (Loss)	<u>1,324</u>	<u>51,625</u>	<u>-</u>	<u>(1,059)</u>	<u>(27,811)</u>	<u>7,954</u>	<u>6,196</u>	<u>24,057</u>	<u>(20,291)</u>	<u>82,577</u>
Other Operating Income									27,010	27,688
Finance Income									2,393	3,118
Unallocated Expenses									(39,282)	(32,588)
Management Fees									(9,588)	(17,957)
Profit / (Loss) Before Tax									<u>(39,758)</u>	<u>62,838</u>
Segment Capital Expenditure										
Allocated Capital Expenditure	11,131	11,204	-	62	4,910	350	1,785	2,223	17,827	13,839
Unallocated Capital Expenditure									250	9,260
									<u>18,077</u>	<u>23,099</u>

As at end	September 2018	March 2018	September 2018	March 2018	September 2018	March 2018	September 2018	March 2018	September 2018	March 2018
Segment Assets	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Allocated Assets										
Non - Current Assets										
Cost	535,329	533,672	-	4,834	302,868	299,961	142,997	142,864	981,194	981,331
Depreciation / Amortisation	(114,253)	(108,080)	-	(4,522)	(76,508)	(71,154)	(38,083)	(35,663)	(228,843)	(219,419)
Current Assets	174,063	216,496	-	127	110,963	122,385	72,298	67,696	357,324	406,704
	<u>595,139</u>	<u>642,088</u>	<u>-</u>	<u>439</u>	<u>337,323</u>	<u>351,193</u>	<u>177,212</u>	<u>174,897</u>	<u>1,109,675</u>	<u>1,168,616</u>
Unallocated Assets										
Non - Current Assets										
Cost									451,968	447,757
Depreciation / Amortisation									(24,965)	(19,702)
Current Assets									21,241	119,396
Total Assets									<u>1,557,919</u>	<u>1,716,067</u>
Segment Liabilities										
Allocated Liabilities										
Non Current Liabilities	13,084	13,158	-	2,917	9,196	9,958	4,980	4,738	27,260	30,771
Current Liabilities	39,471	78,400	-	1,393	17,010	34,439	23,297	29,421	79,778	143,653
	<u>52,555</u>	<u>91,558</u>	<u>-</u>	<u>4,310</u>	<u>26,206</u>	<u>44,397</u>	<u>28,277</u>	<u>34,160</u>	<u>107,038</u>	<u>174,424</u>
Unallocated Liabilities										
Non Current Liabilities									189,844	198,082
Current Liabilities									70,548	64,248
									<u>260,392</u>	<u>262,330</u>
Total Liabilities									<u>367,430</u>	<u>436,755</u>

Note : All values are in Rupees '000s, unless otherwise stated.
Figures in brackets indicate deductions.
The above figures are not audited.

TEA SMALLHOLDER FACTORIES PLC
OPERATING SEGMENT INFORMATION

For the quarter ended 30th September

Geographical Segment	Galle		Matara		Rathnapura		N'Eliya		Total	
	2018 Rs.	2017 Rs.	2018 Rs.	2017 Rs.	2018 Rs.	2017 Rs.	2018 Rs.	2017 Rs.	2018 Rs.	2017 Rs.
Segment Revenue										
Goods transferred at a point in time	278,885	377,831	-	30,583	124,208	172,826	109,076	131,365	512,169	712,605
Net revenue from contracts with customers	<u>278,885</u>	<u>377,831</u>	<u>-</u>	<u>30,583</u>	<u>124,208</u>	<u>172,826</u>	<u>109,076</u>	<u>131,365</u>	<u>512,169</u>	<u>712,605</u>
Segment Results										
Segment Revenue	278,885	377,831	-	30,583	124,208	172,826	109,076	131,365	512,169	712,605
Revenue Expenditure	(275,414)	(352,106)	-	(30,596)	(146,159)	(168,569)	(107,826)	(119,450)	(529,398)	(670,722)
Depreciation / Amortisation	(7,354)	(7,659)	-	(807)	(4,205)	(3,984)	(2,063)	(2,098)	(13,622)	(14,547)
Gratuity Charge and Related Costs	(553)	(456)	-	(1)	(229)	(173)	(165)	(64)	(947)	(694)
Segment Gross Profit / (Loss)	<u>(4,436)</u>	<u>17,610</u>	<u>-</u>	<u>(821)</u>	<u>(26,385)</u>	<u>101</u>	<u>(978)</u>	<u>9,752</u>	<u>(31,798)</u>	<u>26,641</u>
Other Operating Income									13,613	13,492
Finance Income									1,004	1,522
Unallocated Expenses									(22,474)	(18,854)
Management Fees									(4,491)	(7,656)
Profit / (Loss) Before Tax									<u>(44,146)</u>	<u>15,145</u>
Segment Capital Expenditure										
Allocated Capital Expenditure	8,560	1,329	-	62	3,939	-	1,598	873	14,097	2,264
Unallocated Capital Expenditure									250	523
									<u>14,347</u>	<u>2,787</u>

Note : All values are in Rupees '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
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TEA SMALLHOLDER FACTORIES PLC
NOTES TO THE INTERIM FINANCIAL STATEMENTS

1 Corporate Information

Tea Smallholder Factories PLC is a public limited company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange.

2 Approval of Financial Statements

The interim condensed financial statements of the company for the six months ended 30th September 2018 were authorised for issue by the Board of Directors on 19th October 2018.

3 Basis of Preparation and Changes to the Company's Accounting Policies

3.1 Basis of Preparation

The interim condensed financial statements for the six months ended 30th September 2018 have been prepared in accordance with LKAS 34 Interim Financial Reporting.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 31st March 2018.

The interim condensed financial statements are presented in Sri Lankan Rupee and all values are rounded to the nearest thousand except when otherwise indicated.

3.2 New Accounting Standards, Interpretations and Amendments Adopted by the Company

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31st March 2018, except for the adoption of new standards effective as of 1st April 2018. The Company has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The Company applies, for the first time, SLFRS 15, Revenue from Contracts with Customers and SLFRS 9, Financial Instruments, that require restatement of previous financial statements. As required by LKAS 34, the nature and effect of these changes are disclosed below.

Several other amendments and interpretations apply for the first time in 2018, but do not have an impact on the interim condensed financial statements of the Company.

SLFRS 15 Revenue from Contracts with Customers

SLFRS 15 supersedes LKAS 11, Construction Contracts, LKAS 18, Revenue and related interpretations and it applies to all revenue arising from contracts with customers, unless those contracts are in the scope of other standards. The new Standard establishes a five step model to account for revenue arising from contracts with customers. Under SLFRS 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract.

The Company adopted SLFRS 15 using the full retrospective method of adoption. Based on the assessment performed, the Company concluded that SLFRS 15 does not have a material impact on the Company's financial statements.

Sale of Goods

Under SLFRS 15, revenue is recognised upon satisfaction of performance obligation. The revenue recognition occurs at a point in time when control of the asset is transferred to the customer, generally on delivery of the goods.

Rendering of Services

Under SLFRS 15, the Company determines at contract inception whether it satisfies the performance obligation over time or at a point in time. For each performance obligation satisfied overtime, the Company recognises the revenue over time by measuring the progress towards complete satisfaction of that performance obligation.

SLFRS 9 Financial Instruments

SLFRS 9 Financial Instruments replaces LKAS 39 Financial Instruments: Recognition and Measurement for annual periods beginning on or after 1 April 2018, bringing together all three aspects of the accounting for financial instruments: classification and measurement; impairment; and hedge accounting.

With the exception of hedge accounting, the Company has applied SLFRS 9 retrospectively, with the initial application date of 1 April 2018. The Company has taken an exception not to restate comparative information for prior periods with respect to classification and measurement requirements.

Classification and measurement

Except for certain trade receivables, under SLFRS 9, the Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs.

Under SLFRS 9, debt financial instruments are subsequently measured at fair value through profit or loss (FVPL), amortised cost, or fair value through other comprehensive income (FVOCI). The classification is based on two criteria: the Company's business model for managing the assets; and whether the instruments' contractual cash flows represent 'solely payments of principal and interest' on the principal amount outstanding.

The new classification and measurement of the Company's debt financial assets are as follows:

Debt instruments at amortised cost for financial assets that are held within a business model with the objective to hold the financial assets in order to collect contractual cash flows that meet the SPPI criterion. This category includes the Company's Trade and other receivables, and Loans included under Other non-current financial assets.

Debt instruments at FVOCI, with gains or losses recycled to profit or loss on derecognition. As the company does not hold debt instruments at FVOCI, the company has no significant impact on its statement of profit or loss or other comprehensive income in applying the classification and measurement requirements of SLFRS 9.

Other financial assets are classified and subsequently measured, as follows:

The assessment of the Company's business models was made as of the date of initial application, 1st April 2018, and then applied retrospectively to those financial assets that were not derecognised before 1st April 2018. The assessment of whether contractual cash flows on debt instruments are solely comprised of principal and interest was made based on the facts and circumstances as at the initial recognition of the assets.

The accounting for the Company's financial liabilities remains largely the same as it was under LKAS 39. Similar to the requirements of LKAS 39, SLFRS 9 requires contingent consideration liabilities to be treated as financial instruments measured at fair value, with the changes in fair value recognised in the statement of profit or loss.

Impairment

The adoption of SLFRS 9 has fundamentally changed the Company'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 Company to record an allowance for ECLs for all loans and other debt financial assets not held at FVPL.

ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company 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 Company has applied the standard's simplified approach and has calculated ECLs based on lifetime expected credit losses

Hedge accounting

The Company applied hedge accounting prospectively. At the date of the initial application, the Company did not hold hedging relationships eligible to be treated as continuing hedging relationships, as such, the adoption of the hedge accounting requirements of SLFRS 9 had no significant impact on the Company's financial statements.

4 Operating Segments

An operating segment is a component of the company that engages in business activities from which it may earn revenues and incur expenses, including revenue and expenses that relate to transactions with any of the company's other components. The segments are determined based on the company's geographical spread of operations. All operating segments' operating results are reviewed regularly by the CEO to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Segment results that are reported to the CEO include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets (primarily the company's head office), head office expenses, and income tax liabilities.

Segment capital expenditure is the total cost incurred during the period to acquire property, plant and equipment.

5 Tax Expense / (Reversal)

For the six months ended 30th September

	2018	2017
Current Income Tax		
Current Tax Charge	-	14,320
	-	14,320
Deferred Income Tax		
Relating to origination and reversal of temporary differences	(10,934)	3,316
	(10,934)	3,316
Total Tax Expense / (Reversal)	(10,934)	17,636

6 Related Party Transactions

For the six months ended 30th September	2018	2017
Parent company		
Receiving of services	(1,318)	(854)
Companies under common control of the parent company		
Purchase of goods	(92)	-
Sale of goods	1	7
Receiving of services	(20,659)	(24,310)
Rent paid	(1,239)	(1,126)
Transactions with Associates		
Receiving of services	(3,281)	(2,872)
Companies which have significant influence		
Purchase of goods	(425)	(476)

6.1 Transactions with Key Management Personnel of the Company

The company has paid Rs. 1.8 million to their Directors as fees during the quarter ended 30th September 2018 (End September 2017 - Rs. 2.08 million). Other than that there are no transactions, arrangements and agreements with close family members of Key Management Personnel or with companies controlled / jointly controlled / significantly influenced by Key Management Personnel and their close family members.

6.2 Terms and Conditions of Transactions with Related Parties

Transaction with related parties are carried out in the ordinary course of business. Outstanding current account balances at the period end are unsecured, interest free and settlement occurs in cash.

6.3 Management Fee

The management fee to managing agents, John Keells Teas (Private) Limited was paid at contractual price.

7 Share Information

7.1 Float adjusted market capitalization and Public share holdings	As at 30th September 2018	As at 30th June 2018
Number of public shareholders	1,182	1,187
Public holding percentage	33.05	33.05
Compliant under option 5 - Float adjusted market capitalization (Rs.'000s)	237,972	275,651

The Company has complied with the Rule 7.13.1 (a) of the Listing Rules of the Colombo Stock Exchange governing the minimum public holding requirement of listed entities for continuous listing requirements. As at 30th September 2018, the public holding of the Company stood at 33.05 percent surpassing the minimum requirement of 20 percent, under the option 5.

7.2 The number of shares held by the Board of Directors and the Chief Executive Officer are as follows:

Names	As at 30th September 2018	As at 30th June 2018
Mr. S. C. Ratnayake (Chairman)	Nil	Nil
Mr. K. N. J. Balendra	Nil	Nil
Mr. J. G. A. Cooray	Nil	Nil
Mr. E. H. Wijenaik	10,000	10,000
Mr. J. R. Gunaratne (Appointed with effect from 1st July 2018)	Nil	Nil
Mr. S. K. L. Obeysekere	Nil	Nil
Mr. A. S. Jayatilleke	Nil	Nil
Mr. M. H. De Silva	Nil	Nil
Mr. A. K. Gunaratne (Appointed with effect from 1st July 2018)	Nil	Nil
Mr. V. A. A. Perera (CEO)	Nil	Nil

7.3 Twenty largest shareholders of the company are as follows:

Seq.No.	Name	As at 30th September 2018		As at 30th June 2018	
		No. of Shares	% Holdings	No. of Shares	% Holdings
1	John Keells Holdings PLC	11,286,000	37.62	11,286,000	37.62
2	Akbar Brothers Limited	7,318,000	24.39	7,318,000	24.39
3	Central Finance Company PLC	6,854,814	22.85	6,854,814	22.85
4	CF Growth Fund Limited	1,933,678	6.45	1,933,678	6.45
5	Mr. K. D. S. R. Upasena	469,120	1.56	469,120	1.56
6	Anverally & Sons (Private) Limited	392,300	1.31	392,300	1.31
7	Seylan Bank Limited / Govindasamy Ramanan	104,102	0.35	103,602	0.35
8	Mr. D. J. De Silva Wijeyeratne	98,400	0.33	98,400	0.33
9	Mr. N. D. Kurukulasuriya	62,400	0.21	62,400	0.21
10	Dr. D. S. A. Samaraweera	53,000	0.18	53,000	0.18
11	Mrs. R. Z. Wickramanayake	44,963	0.15	44,963	0.15
12	Dr. N. I. Wickramanayake	43,691	0.15	43,691	0.15
13	Mr. C. S. N. Silvapulle	37,956	0.13	37,381	0.12
14	Mr. C. N. Lawrence	24,000	0.08	24,000	0.08
15	Mrs. Jacintha Aloysius	20,000	0.07	20,000	0.07
16	Mrs. S. K. Leelananda	20,000	0.07	20,000	0.07
17	Mr. H. A. S. Madanayake	20,000	0.07	20,000	0.07
18	Mrs. Jeniffer Aloysius	20,000	0.07	20,000	0.07
19	Mr. N. J. H. M. Cooray	20,000	0.07	20,000	0.07
20	Mr. E. Gunatunga	20,000	0.07	20,000	0.07
	Total	<u>28,842,424</u>	<u>96.18</u>	<u>28,841,349</u>	<u>96.17</u>

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

	As at 30th September 2018	As at 30th June 2017
Ordinary Shares (in thousands)	30,000	30,000

7.5 Net Assets per share

Net assets per share have been calculated, for all periods, based on the number of shares in issue as at 30th September 2018.

7.6 Market Price per share

For the quarter ended 30th September	2018	2017
	Rs.	Rs.
Highest	31.60	42.30
Lowest	21.00	31.20
Last Traded	24.00	40.00

8 Dividend paid

A first and final dividend of Rs. 2.00 per share for the financial year ended 31st March 2018 was paid on 14th June 2018.

9 Capital Commitments

The value of contractual commitments for acquisition of property, plant and equipment as at 30th September 2018 is Rs. 5.03 million.

10 Contingencies

There is no contingent liability of the company as at 30th September 2018.

11 Events After the Reporting Period

There have been no events subsequent to the reporting date, which require disclosure in the interim condensed financial statements.