2023
2024

Annual Report

STANDARD CAPITAL PLC

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Corporate Information

NAME OF THE COMPANY
Standard Capital PLC

COMPANY REGISTRATION NO.
PQ206

LEGAL FORM
A Public Limited Liability Company initially incorporated under Companies Act No. 17 of 1982 and re-registered under Companies Act No. 7 of 2007.

DIRECTORS
Mr. W. I. Arambage - Chairman, Non-Independent/ Non-Executive Director
Mr. V. C. Velivitiya - Non-Independent/ Executive Director (Managing Director/ Chief Executive Officer)
Mr. S. Kader - Non-Independent/ Non-Executive Director
Mr. A. M. A. Cader - Senior Independent / Non-Executive Director
Mr. B. J. Jayaratne- Independent /Non-Executive Director (Appointed on 02.05.2025)
Mr. S. Gamage - Independent / Non-Executive Director (Resigned on 04.10.2023)
Mr. A. I. Neama - Non Independent / Non-Executive Director (Resigned on 18.02.2024)
Mr. R. M. K. B. Rathnasighe- Independent / Non-Executive Director (Appointed on 04.10.2023 & Resigned on 02.05.2025)

AUDIT COMMITTEE
Mr. A. M.A. Cader - Chairman (Independent / Non-Executive)
Mr. B. J. Jayaratne- (Independent /Non-Executive Director)
Mr. W. I. Arambage - (Non-Independent / Non-Executive)

REMUNERATION COMMITTEE
Mr. B. J. Jayaratne- Chairman (Independent /Non-Executive Director)
Mr. A. M.A. Cader - (Independent / Non-Executive)
Mr. W. I. Arambage - (Non-Independent / Non-Executive)

RELATED PARTY TRANSACTIONS COMMITTEE
Mr. A. M. A. Cader - Chairman (Independent /Non-Executive)
Mr. B. J. Jayaratne- (Independent / Non-Executive Director)
Mr. W. I. Arambage - (Non-Independent/ Non-Executive)

COMPANY SECRETARY
Messrs. Corporate Advisory Services (Pvt) Ltd
No.47, Alexandra Place,
Colombo07

REGISTRARS
S S P Corporate Services (Pvt) Ltd
101, Inner Flower Road,
Colombo 3

AUDITORS
M/s Kreston MNS & Co. Chartered Accountants
1st & 2nd Floor Advantage Building,
74A, Srimath Anagarika Dharmapala Mawatha,
Colombo 07.

BANKERS
Commercial Bank of Ceylon PLC
Seylan Bank PLC
Nations Trust Bank PLC

REGISTERED OFFICE
No.16/1,
Mohideen Terrace,
Ward Place,
Colombo 07

Chairman's Review

On behalf of the Board of Directors, I have the pleasure of welcoming you to the 34th Annual General Meeting of Standard Capital PLC, and to present you the Annual Report and Financial Statements for the Financial Year ended 31st March 2024.

The Company has a 65% stake of Standard Paints Ltd (SPL), which manufactured paints and wood care products. Due to adverse market conditions, The Board of Directors have proposed closing down of the paints manufacturing business of Standard Paints Ltd and sale of assets utilized for paints manufacturing at the shareholder approved valuations which has been approved by the shareholders of Standard Paints Ltd. The asset parcel consisting of machinery, vehicles, stocks and other movable items were sold at shareholder approved valuations. Standard Paints Ltd intends to sell factories that were used for paints production in the near future.

The Board of Directors of the company intend to concentrate on making selective investments in listed equities after sale of the remaining assets of the subsidiary is finalized.

I take this opportunity to extend the appreciation of the Board of Directors of the Company to the shareholders for their continued support and confidence in the Company.



Waruna Arambage
Chairman

12th August 2025

Board of Directors

Mr. Waruna Indika Arambage
Chairman/Non Independent/Non Executive Director

Mr. Waruna Indika Arambage was appointed to the Board of Standard Capital PLC on 3rd August 2009 as a non-executive Nominee Director of Gulf East Finance Limited, the Major Shareholder of the Company, and appointed as the Chairman on 6th October 2009.

Mr. Arambage is a Member of Chartered Institute of Management Accountants - UK (FCMA, CGMA), Association of Chartered Certified Accountants - UK and Institute of Engineers- Sri Lanka (AMIESL). He holds a BSc (Hons) in Electrical Engineering from the University of Moratuwa and a Masters in Business Administration from the University of Surrey (UK).

He is a Director on the Boards of Equity Investments Lanka Ltd, Standard Paints Ltd, Standard Constructions (Pvt.) Ltd, Standard Logistics (Pvt.) Ltd, Standard Trading Ltd & Sinali Capital (Pvt.) Ltd. He also acts as the financial consultant for several overseas companies with operations in UK, Middle East and Africa.

Mr. Sarhank Kader
Non Independent/Non Executive Director

Mr. Sarhank Kader was appointed to the Board of Directors of the Company on 04th November, 2011. He is the Current Chairman of Delta Communication Group of Companies of Middle East and holds a proven track record for creating new businesses and forming profitable partnerships. As a Business Consultant, he advises and assists numerous territories on new media mobile marketing for variety of clients, focusing primarily, although not exclusively, on the strategic use of operations and technology. The services offered by him include, Turnaround Strategy, Business Process Improvements and Advisory Services, Technology Assessments and Systems Selections. As a pioneer in the field, Mr. Kader has over twenty years of experience in business administration, including Property Management, Marketing and Project Financing.

Mr. Kader has a good academic background and he has followed various courses in Economics, Politics and Business Administration at North Trafford College, Woolwich Polytechnics & Manchester Polytechnics in England.

MR. VIDHURA C. VELIVITIYA

Mr. Vidhura C. Velivitiya, has successfully completed EMBA (Major in Marketing) in North South University-Dhaka, Bangladesh and Bachelor of Science (Chemistry Special) from the University of Colombo – Colombo 03, Sri Lanka. He is currently the General Manager of Standard Industries (Private) Limited. He is engaged in driving business strategies for sales growth and general management of current operations in Paints & Coatings, Biomass fuel products, Kixx (South Korean No. 01 Lubricant brand) and Bangladesh export business. He has experience in working as a Business Development Manager at Hichemicals (Pvt) Limited-Sri Lanka, Sales & Marketing Manager (Textile Chemicals) at Haycolour (Pvt) Limited (A member of Hayleys Group-Sri Lanka), Country Sales Manager at Multichemi Bangladesh (Pvt) Ltd, Product Manager at Meechu Aero Style Factory, Product Executive (Medical Division) at Analytical Instruments (Pvt) Ltd, Hygiene Manager (Food & Beverage Hygiene Division) at Diversey Inc and as a Hygiene Delegate (Food & Beverage Hygiene Division) at Diversey Inc.

Mr. Bandunath Jayaweera Jayaratne

Mr. Bandunath Jayaweera Jayaratne has served as commissioner and senior commissioner in various units of the Department of Inland Revenue and has been an active team member and leader of the committee tasked with implementing the new Inland Revenue Act 24 of 2017. He has acquired expertise in providing insights into diverse tax-related matters throughout his professional career. Moreover, he possesses experience in commissioner hearings and rendering decisions in appeal resolutions. Additionally, his academic and professional credentials encompass the following:

1. Master of Science (Management) University of Sri Jayewardenepura Dissertation : Tax Avoidance and Evasion and Its Management
2. Attorney-at-Law (first class honors)—Council of Legal Education—Law College
3. (MAAT) Association of Accounting Technicians of Sri Lanka
4. Certificate of Business Accounting—Chartered Institute of Management Accountants
5. APPA (Fellow Member of the Association of Public Finance Accountants of Sri Lanka)

Mr. A.M.A. Cader

Independent/Non Executive Director

Mr. A M A Cader was appointed to the Board of Directors of the company as an Independent, Non-executive Director on 05th February 2016.

He is specialized by 35 years of industry proficiency, Mr. Cader was the Deputy General Manager (Corporate Advisory & Capital Markets division) of Merchant Bank of Sri Lanka and Finance PLC for 25years (1990 to 2015). During his professional career, Mr Cader has gained experience as a competent investment banker with specialization in services such as IPO's Pre-IPO Restructuring & Advisory, Strategic Business Plans, Corporate Valuations, Portfolio Management, Employee Share Option Plans, Debt Syndications, Securitizations and delivering training Programs.

He is Fellow Member of the Chartered Institute of Management Accountants, UK, a fellow Member Society of Certified management Accountants of Sri Lanka, an Associate Member of the Institute Financial Accountants, London and a Member of Association of Accounting Technicians, Sri Lanka.

Also, he holds a Master of Business Studies from University of Colombo, a M.Sc. in Information Technology from Sri Lanka Institute of Information Technology (SLIIT), a Post Graduate Diploma in Economic Development from University of Colombo, a Post Graduate Diploma in Business Administration from University of Colombo and a Post Graduate Diploma in Information Technology from University of Colombo.

He was trained overseas in Advance Corporate Finance by Citicorp Investment in Singapore and Advanced Capital Markets by Westpac in Australia. SEC-Sri Lanka and SEC-Australia in 1990/91.

Risk Management

The Company is of the view that Risk management is a main dynamic to sustain and develop the business, as balancing risks against returns is a crucial trade off decision in making investment decisions. Early identification of risks and timely deployment of necessary actions to reduce or manage such risks will ensure the Company's objectives are achieved. The Board of Directors of the Company has ultimate responsibility for risk management and the risk management process supports,

- Corporate Governance
- Quality of Business planning
- Audit planning
- Building confidence of various stakeholder groups of the Company and the Group.

The risk of the subsidiary Standard Paints Limited is reviewed and managed for effective mitigation by the Company, while necessary action plans are created at subsidiary level. These include Liquidity and Cash Management, Interest risk, Credit Risks, Inventory Management, Technology and Quality related risks, Asset Risks, Competitor Risks, Information Systems and Internal Control Risks, Environmental Risks and Legal & Regulatory issues.

Each Risk has been categorized under High, Moderate or Low category based on the level of significance to the entity and actions taken accordingly.

The Company is exposed to adverse movements in the securities markets for equity and fixed income investments, which could cause loss of value together with fluctuations in the returns expected from the securities. Market risks are inherent in every security and are hence viewed from the portfolio level which considers the allocations on the portfolio. Market risks affecting a specific class of security are mitigated by replacement/switching to securities that are determined to be less risky.

The Company has developed its own model taking into account exposure limits and parameters to sustain itself when faced with market risks that has an impact on portfolio values. Trading decisions are made if indications are that there is a slowing down of stock market activity or become adverse.

Report of the Directors

The Directors have pleasure in presenting to the shareholders, their Report together with the Audited Financial Statements of the Company for the year ended 31st March, 2024.

The details set out herein provide pertinent information required by the Companies Act No. 07 of 2007, the Listing Rules of the Colombo Stock Exchange and are guided by recommended best Accounting Practices.

Principal Activities
The principal activities of the Company are engage in tyre retreading for local markets. Investing in Capital market and financial instruments and renting of premises.

Changes to the nature of Business
There were no material changes to the nature of the business of the Company during the financial year ended 31st March, 2024.

Subsidiary Companies
Standard Capital PLC owns 65% of the stated Capital of Standard Paints Ltd. The Financial Information pertaining to the said Investment in Subsidiary Company is presented in the Consolidated Financial Statements in Note 08 on page 43 set out in the Annual Report of the Company.

Accounting Policies
The Accounting Policies adopted by the Group and the Company are consistent with those of the previous financial year except as required by new or revised standards mandatory to be adopted in the current financial year. A summary of significant Accounting Policies is set out on pages 21 to 38.

Business Review of the Year
The chairman's statement describes in brief the company's affairs and important events during the period under review.

Financial Statements
The financial statements for the year ended 31st March 2024 are set out on pages 17 to 58.

Directors' Responsibility for the Financial Statements
The Directors are responsible for preparing and presenting the financial statements, which are set-out on pages 17 To 58. The financial statements have been prepared in accordance with the Sri Lanka Accounting Standards as laid down by the Institute of Chartered Accountants of Sri Lanka and also in conformity with the requirements of the Companies Acsarmat No.7 of 2007. A Statement of Directors Responsibilities is set out on page 7 of this Report.

Financial Position
A summary of the key financial information of the group is set Out below

Year Ended 31st March	2024	2023
Profit /(Loss) Before Tax	(74,048,422)	(29,564,420)
Profit /(Loss) After Tax	(80,727,696)	(29,257,261)
Total Comprehensive Income for the year, net of tax	(71,142,007)	(29,311,261)
Stated Capital	242,411,225	242,411,225
Revaluation Reserve	8,208,764	48,514,957
Accumulated Losses	(126,011,495)	(124,392,861)

Auditor's Report

The Auditors' Report which is an integral part of the financial statements prepared for the accounting period ended 31st March, 2024, is set out on page 13 - 16 in the Annual Report.

Property, Plant & Equipment

Details of the Property, Plant & equipment, right of use Assets and the applicable depreciation charge for the year are set out on pages 39 to 42.

Market Value of Properties

The revaluation process for the land and building of the Group was carried out by professionally qualified independent valuer. The last revaluation exercise on the property, of the Group was carried out as at 31st March 2024.

Details of property, plants and equipment, Right of use Assets and Investment Property of the Group are given in Note 04, 05, 06 and 07 to the Financial Statements on pages 39 to 42.

Board of Directors

The Board of Directors of the Company as at date is set out on page 02 titled "Corporate Information". The Directors of the Company who held office during the year under review and changes thereto are indicated below:

Mr W I Arambage	Chairman, Non Independent / Non Executive Director
Mr B J Jayaratne	Independent / Non Executive Director (Appointed on 02.05.2025)
Mr S Gamage	Independent / Non Executive Director (Resigned on 04.10.2023)
Mr A I Neama	Non Independent / Non Executive Director (Resigned on 18.02.2024)
Mr R M K B Rathnasighe	Independent / Non Executive Director (Appointed on 04.10.2023 & Resigned on 02.05.2025)
Mr V C Velivitiya	Non Independent / Executive Director
Mr S Kader	Non Independent / Non Executive
Mr A M A Cader	Independent / Non Executive Director

In terms of Article 85 of the Articles of Association of the Company, Mr A M A Cader, Director, retires by rotation and being eligible is recommended by the Board of Directors for re-election by the Shareholders, at the Annual General Meeting of the Company.

Report of the Directors Contd...

Directors Shareholdings

Name of the Director	As At 31.03.2024	As At 31.03.2023
Mr. W. I. Arambage	-	-
Mr. B. J. Jayaratne	-	-
Mr. V C Velivitiya	-	-
Mr. S. Kader	-	-
Mr. A. M. A. Cader	06	06

Directors' Remuneration and other Benefits

Directors' fees and emoluments for the financial year ended 31st March, 2024, for the group is Rs. 675,000. (2023 - Rs. 350,000/-)

Interest Register

The Company maintains an Interest Register in compliance with the requirements of the Companies Act No 07 of 2007.

Directors' Interest in contracts are disclosed under related party transactions in Note 33 on page 55 to the financial statements.

Donations

No donations have been paid during the year ended 31st March, 2024.

Shareholders

The total number of shares of the Company as at 31st March, 2024 was 5,540,828 (2023 - 5,540,828). The distribution of the Shareholding and a listing of the 25 Major Shareholders are given under Investor Information on pages 60, 61 and 62.

The market value of the Company's Ordinary Shares as at 31st March, 2024, Rs. Rs.37.00 (2023 Rs.42.40).

Auditors

The financial statements of the Company, for the period under review have been audited by M/s Kreston MNS & Co. Chartered Accountants Rs. 328,000/- (2023 - Rs.126,500/-) was payable by the Company as audit fee for the year ended 31st March, 2024. (For the Group Rs. 410,000/= (2023 - Rs 335,500/=)

M/s Kreston MNS & Co. Chartered Accountants, have expressed their willingness to continue in Office and a Resolution to re- appoint them and to authorize the Directors' to determine their remuneration will be proposed at the Annual General Meeting.

Events after Reporting Date

There were no any post Balance Sheet events, which would require adjustment or disclosure in the Financial Statements

By Order of the Board

Mr. Waruna Arambage
Chairman

Mr. A. M. A. Cader
Director

Corporate Advisory Services (Pvt) Ltd
Secretaries

Colombo
12th August 2025

Statement of Directors' Responsibilities

Directors' Responsibilities for the Preparation of Financial Statements

This Statement of Directors' Responsibilities is to be read in conjunctions with the Auditors' Report and is made to distinguish the respective responsibilities of the Directors and of the Auditors in relation to the Financial Statements contained in this Annual Report. The Directors of your Company are required by the Companies Act No.7 of 2007 to prepare Financial Statements which give a true and fair view of the state of affairs of the Company as at the end of the Financial Year, and of the Profit and Loss and of the Cash Flows of the Company for the Financial Year.

The Directors confirm that the Financial Statements of the Company for the year ended 31st March, 2024 presented in the Report have been prepared in accordance with the Sri Lanka Accounting Standards and the Companies Act No.7 of 2007. In preparing the Financial Statements, the Directors have selected the appropriate accounting policies and have applied them consistently. Reasonable and prudent judgments and estimates have been made and applicable accounting standards have been followed and the Financial Statements have been prepared on a going concern basis.

The Directors are of the view that adequate funds and other resources are available within the Company for the Company to continue in operation for the foreseeable future.

The Directors have taken all reasonable steps expected of them to safeguard the assets of the Company and to establish appropriate systems of internal controls in order to prevent, deter and detect any fraud, misappropriation or other irregularities. The Directors have also taken all reasonable steps to ensure that the Company maintains adequate and accurate accounting books of record which reflect the transparency of transactions and provide an accurate disclosure of the Company's financial position.

The Directors are required to provide the Auditors with every opportunity to take whatever steps and undertake whatever inspection they consider appropriate for the purpose of enabling them to give their Audit Report. The Directors are of the view that they have discharged their responsibilities in this regard.

Compliance Report

The Directors confirm that, to the best of their knowledge, all taxes and levies payable by the Company and all contributions, levies and taxes payable on behalf of the employees of the Company, and all other known statutory obligations as at the balance sheet date have been paid or provided for in the Financial Statements.

By Order of the Board

Corporate Advisory Services (Pvt) Ltd
Secretaries

Colombo
12th August 2025

Corporate Governance

Corporate Governance refers to the systems, principles and process by which a company is governed. It provides guidelines as to how the company should be directed or controlled in order to fulfill its goals and objectives in a manner that also adds value to all its stakeholders, in the short and long term. Stakeholders of a company would include everyone ranging from the Board of Directors, Management, Shareholders, customers, employees and the society. The Board of Directors of the Company therefore takes upon the role of a trustee for all the stakeholder groups.

As the Board of Directors are responsible for the governance of the Company, to take it forward in the right direction, the Shareholders role in governance is to appoint the Board of Directors and the Auditors and to satisfy themselves that an appropriate governance structure for the Company is in place.

Compliance with the Code of Best Practice

The Company currently complies with the requirements set out in the Code of Best Practice for Corporate Governance issued by the Institute of Chartered Accountant of Sri Lanka; Rules on Corporate Governance contained in the Listing Rules of the Colombo Stock Exchange.

The financial statements for the year ended 31st March, 2024 of the Company, comply with Sri Lanka Financial Reporting Standards corresponding to International Financial Reporting Standards (IFRS)

Board of Directors

The Board of Directors of the Company comprises of Four (04) Non-Executive Directors.

The Board meets as and when the need arises to and discusses matters pertaining to performance, governance and financial management of the Company and advices and directs the Management on necessary policy implementation and planning in order to enhance the performance of the Company. One (01) Meetings of the Board of Directors have been convened during the year under review.

A Statement of Directors' Responsibilities for the preparation of Financial Statements is set out on page 7 of this Report.

Board Sub-Committees

In accordance with the Listing Rules of the Colombo Stock Exchange, the Board has constituted three sub committees, namely, the Audit committee, Remuneration Committee and Related Party Transaction Review Committee.

The Board sub-committees scrutinize and analyze the areas under their purview and make recommendations to the Board on necessary adjustments and modifications to the internal systems of the Company.

The Reports on the Audit, Remuneration Related Party Transaction Review Committees set and put on pages 10, 11 and 12 respectively.

The Composition of the Board as at the end of the period under review is set out in the table below, together with a record of the attendance of every Director at Board and Sub Committee Meetings during the period under review.

Following table illustrate details of attendance of each of the Director at the said one (01) Board Meeting of the Company.

Name of the Director	Category	Attendance
Mr W I Arambage	Non-Executive / Non-Independent	1
Mr. R. M. K. B. Rathnasighe	Non-Executive / Independent	1
Mr V C Velivitiya	Executive / Non-Independent	1
Mr S Kader (Represented by his Alternate Director W I Arambage)	Non-Executive / Non-Independent	1
Mr A M A Cader	Independent / Non-Executive	1

Company Secretaries

Corporate Advisory Services (Pvt) Ltd provides Corporate Secretarial Services to the Company. The Company Secretaries play a key role in compliance matters by ensuring that the Company complies with the requirements of the Companies Act No.7 of 2007, the Rules of the Colombo Stock Exchange and other regulatory bodies. The Secretaries also ensure that Board procedures are followed and information is provided to shareholders on a timely basis.

Compliance with Legal Requirements

All Directors have access to the advice and services of the Company Secretaries as well as to the Financial Information of the Company. The Directors make every endeavor to ensure that the Company Complies with Laws and Regulations.

Corporate Governance Contd...

Corporate Governance Report Levels of compliance as per Section 07 of the Listing Rules of the Colombo Stock Exchange

Rule No.	Subject	Applicable requirement	Compliance Status
9.19	Non-Executive Directors	At least 1/3 of the total number of Directors should be Non-Executive Directors at the immediately preceding Annual General Meeting	Complied
9.8.1 9.8.2	Independent Directors	At least 1/3 of Non-Executive Directors should be independent. Two (2) of the Four (04) Non-Executive Directors are independent. Each Non-Executive Director should submit a declaration of independence/ non-independence in the prescribed format	Complied Complied
9.10	Disclosure relating to Directors	Names of independent Directors should be disclosed in the Annual Report The Board shall make a determination annually as to the independence or non-independence of each non-executive Director based on the Declaration A brief resume of each Director should be included in the Annual Report and should include the Director's areas of expertise	Complied Complied Complied
9.12	Remuneration Committee	A listed Company shall have a Remuneration Committee and shall comprise of Non-Executive Directors a majority of whom will be independent	Complied Please refer page 11 of the Annual Report
9.13	Audit Committee	A Listed entity shall have an Audit Committee comprising of Non-Executive Directors a majority of whom shall be independent A non-Executive Director shall be appointed as the Chairman of the Audit Committee Unless otherwise determined by the Committee the Chief Executive Officer and the Chief Financial Officer shall attend Audit Committee Meetings The Chairman or one Member of the Committee should be a member of a recognized professional accounting body	Complied Complied Complied Complied Please refer page 10 of the Annual Report

Audit Committee Report

The scope of the audit committee is to assist the main board in safeguarding the interest of the shareholders and all other stakeholders. The main objectives of the committee are review of annual financial statements, quarterly financial statements, ensuring compliance with all laws and regulations, review of effectiveness of financial and internal control system and follow up independent audit committee reports, recommendations of appointment of independent auditors and their fees and identification of risks that would impact on company's business.

Audit committee consists of 3 non-executive directors who are as follows.

- Mr. A M A Cader - Chairman (Independent / Non Executive Director)
- Mr. B. J. Jayaratne - (Independent / Non-Executive Director - Appointed on 02.05.2025)
- Mr. W. I. Arambage - (Non - Independent / Non Executive Director)
- Mr. R. M. K. B. Rathnasighe- Independent / Non-Executive Director (Appointed on 04.10.2023 & Resigned on 02.05.2025)

The committee met only two (02) occasions in 2023/2024 And all the committee members were attended to the meeting.

External Auditors

The committee is responsible for developing, Implementing and reviewing of the companies Policies on External Auditors.

The committee monitors and reviews the Independence and the objectivity of the External Auditors functions, by considering the requirements of the relevant regulatory Bodies.

The committee is satisfied that the Independence of the External Auditors is not impaired or Affected by any manner that gives rise to a Conflict of interest.

Due consideration has been given to the non-audit Services provided by the External Auditors to ensure That, those tasks are not likely to conflict with the Independence And the objectivity of the External Auditors

Relevant financial statements, including quarterly and annual statements and findings of the statutory auditors were reviewed by the committee. Additionally, the impact of the changes in legislation affecting the activities of the company was addressed. The audit committee recommends the re-appointment of M/S Kreston MNS & Co., Chartered Accountants as the Independent Auditor for the year 2024/2025.



A M A Cader
Chairman

12th August 2025

Remuneration Committee Report

The Remuneration Committee consists of 3 Non-Executive Directors, who are as follows

- Mr. B. J. Jayaratne - Chairman - (Independent / Non-Executive Director - Appointed on 02.05.2025)
- Mr. A M A Cader (Independent / Non Executive Director)
- Mr. W. I. Arambage - (Non - Independent / Non Executive Director)
- Mr. R. M. K. B. Rathnasighe- Independent / Non-Executive Director (Appointed on 04.10.2023 & Resigned on 02.05.2025)

MEETINGS

The Committee met only One (01) occasion in 2023/2024 and, all the committee members Were attended to the meeting.

The Company remuneration policy focuses on attracting the best possible professional and talented people and encouraging and motivating them to perform at the highest possible standard. The company has a structured performance appraisal scheme which evaluate the performance of the employees. The Company has taken all the possible steps to ensure that remuneration at all levels is in line with that of the industry. Further, general inflationary conditions prevailing within the country are also being considered in formulating remuneration packages.



Mr. B. J. Jayarathne
Chairman

12th August 2025

Related Party Transactions Review Committee Report

The Board of Directors of Standard Capital PLC (the Company) adopted the Code of Best Practices on related party transactions issued by the Securities and Exchange Commission of Sri Lanka (SEC) and established the Related Party Transactions Review Committee (RPTRC) on 19th February, 2016. The purpose of the RPTRC is to conduct an independent review approval and oversight of all related party transactions of the Company and to ensure that the Company complies with the rules set out in the Code. The primary objectives of the said rules are to ensure that the interest of the shareholders as a whole are taken into account when entering into related party transactions, and to prevent the Directors, Key Management Personnel or substantial shareholders from taking advantages of their positions. To exercise this purpose the Committee had adopted the related party transaction Policy which contains the Company's Policy governing the review, approval and oversight of related party transactions. The members of the RPTRC are:

- Mr. A M A Cader - Chairman (Independent / Non Executive Director)
- Mr. B. J. Jayaratne - (Independent / Non - Executive Director Appointed on 02.05.2025)
- Mr. W. I. Arambage - (Non - Independent / Non Executive Director)
- Mr. R. M. K. B. Rathnasighe- Independent / Non-Executive Director (Appointed on 04.10.2023 & Resigned on 02.05.2025)

MEETINGS

During the year under review in 2023/2024, the committee met Four (04) occasions and all the committee members attended to the Meeting.

The committee specifies a ruling process to encounter All the related party transactions and to report to the Board of Directors of Standard Capital PLC as per the Ruling requirements governed by the section 09 of the CSE Listing Rules.

The above proceedings of the Committee which reported to the Board of Directors, who will in turn make the final determination based on the recommendations of the Committee.

POLICIES AND PROCEDURES ADOPTED BY THE COMMITTEE.

- The committee reviews all the proposed related party Transactions in advance to ensure that whether they are carried out on an arm's length basis.
- Any material changes to the previously reviewed related party transaction must be disclosed and must get the approval prior to the completion of the transactions.
- Make recommendation to obtain shareholder approval by way of Special Resolution for applicable related party transactions as per the directions imposed in the code and section 09 of CSE Listing Rules.
- Seek any information the committee requires from different parties with regards to any transactions entered with Related Parties.
- Obtain knowledge or expertise to assess all aspects of proposed related party transactions when and then necessary.
- To review the Economic and Commercial substance of both Recurrent and Non- Recurrent Related party transactions.
- To ensure that the interest of the Shareholders as a whole are taken into account by the company when entering into transactions with Related Parties.

DISCLOSURES

All the related party transactions including Recurring and Non-Recurring Related Party Transactions, which are required to be disclosed under the directions of section 9.14.8 of the Listing Rules of CSE have been made available in Note 33 to the Financial Statements.

DECLARATION

The Board has made a declaration regarding compliance with the Rules specified under Section 9.3.2. of CSE Listing Rules.

CONCLUSION

The committee reviewed the system in place to report Related Party Transactions to the committee and all the transactions in line with its compliance with its terms of references.

Related Party Transactions which required the approval of Shareholders by way of Special Resolution in terms of Section 9.14.6 is disclosed in note 33.3.1 was reported to the committee by the Management during the year 2023/2024.



Mr. A. M. A. Cader
Chairman – Related Party Transactions Review Committee

12th August 2025

KRESTON SRI LANKA

Kreston MNS & Co
Chartered Accountants
Level 1 & 2, Advantage Building
74A, Dharmapala Mawatha
Colombo 07

Tel: + 94 (0) 11 2323571-3
+ 94 (0) 11 2301396-7
Fax: + 94 (0) 11 2433388
E-mail: audit@kreston.lk
Web: www.kreston.lk

INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF STANDARD CAPITAL PLC

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **STANDARD CAPITAL PLC** ("the Company") and the consolidated Financial Statements of the Company and its subsidiary ("the Group"), which comprise the Statement of Financial Position as at 31st March 2024, and the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including material accounting policy information exhibited on pages 21 to 58 .

In our opinion, the accompanying Financial Statements of the Company and the Group give a true and fair view of the financial position of the Company and the Group as at 31st March 2024, and of their financial performance and cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Sri Lanka Auditing Standards (SLAuSs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics for Professional Accountants issued by CA Sri Lanka (Code of Ethics) and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 2.3 (a) in the consolidated financial statements, which indicates that the Group has incurred continuous losses during the last 2 financial years leading to accumulated losses of Rs.126,011,495/- as at reporting date and has a working capital deficit of Rs. 76,203,828/- as at the same date. The only subsidiary of the company "Standard Paints Ltd" has ceased its operations during the year. As stated in Note 2.3 (a), these events or conditions, along with other matters set forth therein, indicate that a material uncertainty exists that cast significant doubt on the Group's ability to continue as a going concern. However, the consolidated financial statements have been prepared on a going concern basis, based on management's future plans as described in Note 2.3 (a). Our opinion is not modified in respect of this matter.

Emphasis of Matter - Related Party Transactions

We draw attention to Note 33.3.1 to the consolidated financial statements, which describes a related party transaction involving the acquisition of a property from a subsidiary. The legal deed for the transfer has been executed at a value of Rs. 120,000,000/- based on a stamp duty assessment confirmed by the Department of Revenue – Western Province. However, the transaction has been recorded in the financial statements at Rs 195,000,000/- in accordance with the fair value assessment carried out by management using an independent property valuer. Our opinion is not modified in respect of this matter.

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Partners
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Branches
Anuradhapura, Badulla, Batticaloa, Hatton, Jaffna, Kandy, Negombo, Nuwara Eliya,Trincomalee

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Company's Financial Statements and the Consolidated Financial Statements of the current period. These matters were addressed in the context of our audit of the Company's Financial Statements and Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How our audit addressed the Key Audit Matter
Assessment of Fair Value of Investment Property The carrying value of the Investment Property (IP) of the Group as at 31.03.2024 was Rs.246,599,000/- This was a key audit matter due to the following :- • Materiality of the reported IP which represented 98 % of the total assets as of reporting date. • Degree of assumptions, judgements and estimation uncertainties associated with the fair valuation of IP such as reliance on comparable market transactions and consideration of current market conditions.	• We assessed the objectivity, independence, competence and qualifications of the external valuer engaged by the Company. • We obtained and inspected the valuation report prepared by the external valuer • We assessed the key assumptions applied by the external valuer in deriving the fair value of IP and comparing the same with evidence of current market values • We assessed the adequacy of the Financial Statement disclosures.

Other Matter

The Financial Statements of the Company and Group for the year ended 31 March 2023 were audited by another auditor who has expressed an unmodified opinion on those statements on 04 October 2023.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Financial Statements and our auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of financial statements in accordance with Sri Lanka Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's and the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SLAuSs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an Audit in accordance with SLAuSs, we exercise professional judgment and maintain professional skepticism throughout the Audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company and the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated Financial Statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

As required by section 163 (2) of the Companies Act No. 07 of 2007, we have obtained all the information and explanations that were required for the audit and, as far as appears from our examination, proper accounting records have been kept by the Company.

CA Sri Lanka membership number of the engagement partner responsible for signing this independent auditor's report is 5333

CHARTERED ACCOUNTANTS
COLOMBO
12th August 2025

Standard Capital PLC

STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH	Note	Group 2024 Rs.	Group 2023 Rs.	Company 2024 Rs.	Company 2023 Rs.
Assets					
Non-Current Assets					
Property, Plant & Equipment	4	-	30,186,914	-	-
Intangible Assets	5	-	-	-	-
Right of Use Assets	6	-	12,239,205	-	-
Investment Properties	7	246,599,000	300,000,000	200,099,000	-
Investments in Subsidiary	8	-	-	-	-
Long Term Investments	9	1,208,000	1,146,000	1,208,000	1,146,000
Deferred Tax Asset	19	-	-	-	2,587
Total Non Current Assets		247,807,000	343,572,119	201,307,000	1,148,587
Current Assets					
Inventories	10	587,944	-	587,944	-
Trade and Other Receivables	11	1,649,192	3,412,300	1,475,192	941,761
Investments In Quoted Shares	14	1,011,206	2,539,400	1,011,206	2,539,400
Amounts Due from Related Parties	12	-	5,596,500	7,149,808	185,749,991
Cash & Cash Equivalents	13	735,292	164,395	541,939	91,410
Total Current Assets		3,983,634	11,712,595	10,766,089	189,322,562
Total Assets		251,790,634	355,284,714	212,073,089	190,471,149
Equity and Liabilities					
Equity					
Stated Capital	15	242,411,225	242,411,225	242,411,225	242,411,225
Revaluation Reserve		8,208,764	48,514,957	-	-
Fair value reserve of financial assets at FVOCI		261,000	199,000	261,000	199,000
Accumulated Losses		(126,011,495)	(124,392,861)	(140,506,542)	(56,279,365)
Total Equity Attributable to the Equity holders of the Parent		124,869,494	166,732,321	102,165,683	186,330,860
Non-Controlling Interest		(22,597,530)	6,681,650	-	-
Total Equity		102,271,964	173,413,971	102,165,683	186,330,860
Non-Current Liabilities					
Interest Bearing Loans and Borrowings	16	63,843,395	-	63,843,395	-
Lease Creditor Payable after one year	17	3,687,813	-	-	-
Retirement Benefit Obligation	18	-	318,985	-	10,781
Deferred Tax Liability	19	-	7,170,890	-	-
Deposits	20	1,800,000	2,479,428	1,500,000	-
Total Non Current Liabilities		69,331,208	9,969,303	65,343,395	10,781
Current Liabilities					
Trade & Other Payables	21	38,057,585	54,100,421	2,205,071	653,696
Lease Creditor Payable in the ensuing year	17	663,755	-	-	-
Interest Bearing Loans and Borrowings	16	19,070,659	47,898,219	19,070,659	-
Amounts Due to Related Parties	22	17,313,241	-	18,155,099	250,000
Income Tax Liabilities	23	2,486,906	2,994,783	2,537,866	3,045,743
Bank Overdrafts	13	2,595,316	66,908,017	2,595,316	180,069
Total Current Liabilities		80,187,462	171,901,440	44,564,011	4,129,508
Total Equity & Liabilities		251,790,634	355,284,714	212,073,089	190,471,149

The Accounting Policies and Notes from pages 21 to 58 form an integral part of these Financial Statements.

I certify that the above Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

.....
Chief Financial Officer

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

Approved and Signed for and on behalf of the Board of Directors

.....
Mr. W. I. Arambage
Director

.....
Mr. A. M. A. Cader
Director

12th August 2025

Standard Capital PLC

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31ST MARCH	Note	Group 2024 Rs.	Group 2023 Rs.	Company 2024 Rs.	Company 2023 Rs.
Revenue	25	8,541,445	6,532,875	6,515,695	-
Cost of Sales		(3,734,348)	(1,860,283)	(3,734,348)	-
Gross Profit		4,807,097	4,672,592	2,781,347	-
Other Income	26	76,824,593	12,803,455	(190,127)	3,317,695
Administrative Expenses		(10,331,320)	(13,422,812)	(6,025,309)	(2,417,547)
Other Expense	27	(570,604)	(22,400)	(65,349,188)	(17,448,560)
Operating Profit / (Loss)		70,729,766	4,030,835	(68,783,277)	(16,548,412)
Finance Income	28	45,294	-	622,611	-
Finance Cost	29	(23,556,349)	(33,595,255)	(16,020,356)	-
Changes in Fair Value of Investment Property	7.1 & 7.2	(121,267,133)	-	-	-
Loss before Tax	30	(74,048,422)	(29,564,420)	(84,181,022)	(16,548,412)
Tax expense	31	(6,679,274)	307,159	(78,767)	-
Loss for the Year from Continuing Operations		(80,727,696)	(29,257,261)	(84,259,789)	(16,548,412)
Profit/ (Loss) After Tax for the year from Discontinued Operations		-	-	-	-
Loss for the Year		(80,727,696)	(29,257,261)	(84,259,789)	(16,548,412)
Other Comprehensive Income					
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods (net of tax);					
Net gain/(loss) on equity instruments at fair value through other comprehensive income		62,000	(54,000)	62,000	(54,000)
Actuarial Gain / (Loss) on Retirement Benefit Obligation		46,589	-	46,589	-
Deferred Tax effect on Actuarial Gain / (Loss) on Retirement Benefit Obligation		(13,977)	-	(13,977)	-
Revaluation Gain on Property Plant and Equipment		13,558,681	-	-	-
Deferred Tax effect on Revaluation of Property Plant and Equipment		(4,067,604)	-	-	-
Total Other Comprehensive Income for the year, net of tax		9,585,689	(54,000)	94,612	(54,000)
Total Comprehensive Income for the Year (net of tax)		(71,142,007)	(29,311,261)	(84,165,177)	(16,602,412)
Profit/(Loss) attributable to:					
Equity Holders of the Company		(59,213,023)	(18,708,341)		
Non Controling Interest		(21,514,673)	(10,548,920)		
		(80,727,696)	(29,257,261)		
Total Comprehensive Income Attributable to:					
Equity Holders of the Parent		(52,949,212)	(18,762,341)		
Non Controling Interest		(18,192,795)	(10,548,920)		
		(71,142,007)	(29,311,261)		
Earnings / (Losses) Per Share - Basic	32	(10.69)	(3.38)	(15.21)	(2.99)
Net Assets per Share		**22.54**	**30.09**	**18.44**	**33.63**

The Accounting Policies and Notes from pages 21 to 58 form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the parent						
Group	**Stated Capital Rs.**	**Revaluation Reserve Rs.**	**Fair value reserve of financial assets at FVOCI Rs.**	**Accumulated Losses Rs.**	**Total Rs.**	**Non Controlling Interest Rs.**	**Total Rs.**
Balance as at 1st April 2022	242,411,225	48,514,957	253,000	(105,910,264)	185,268,918	17,230,570	202,499,488
Prior Year Adjustment- Expenses overstated	-	-	-	225,744	225,744	-	225,744
Loss for the year	-	-	-	(18,708,341)	(18,708,341)	(10,548,920)	(29,257,261)
Other Comprehensive Income for the year	-	-	(54,000)	-	(54,000)	-	(54,000)
Total Comprehensive Income for the year	-	-	(54,000)	(18,708,341)	(18,762,341)	(10,548,920)	(29,311,261)
Balance as at 31st March 2023	242,411,225	48,514,957	199,000	(124,392,861)	166,732,321	6,681,650	173,413,971
Transfers		(46,475,393)	-	57,561,777	11,086,384	(11,086,384)	-
Loss for the year	-	-	-	(59,213,023)	(59,213,023)	(21,514,673)	(80,727,696)
Other Comprehensive Income for the year	-	6,169,200	62,000	32,612	6,263,812	3,321,877	9,585,689
Total Comprehensive Income for the year	-	6,169,200	62,000	(59,180,411)	(52,949,213)	(18,192,796)	(71,142,007)
Balance as at 31st March 2024	242,411,225	8,208,764	261,000	(126,011,495)	124,869,494	(22,597,530)	102,271,964
Company							
Balance as at 1st April 2022	242,411,225	-	253,000	(39,730,953)	202,933,272	-	202,933,272
Loss for the year	-	-	-	(16,548,412)	(16,548,412)	-	(16,548,412)
Other Comprehensive Income for the year	-	-	(54,000)	-	(54,000)	-	(54,000)
Total Comprehensive Income for the year	-	-	(54,000)	(16,548,412)	(16,602,412)	-	(16,602,412)
Balance as at 31st March 2023	242,411,225	-	199,000	(56,279,365)	186,330,860	-	186,330,860
Loss for the year	-	-	-	(84,259,789)	(84,259,789)	-	(84,259,789)
Other Comprehensive Income for the year	-	-	62,000	32,612	94,612	-	94,612
Total Comprehensive Income for the year	-	-	62,000	(84,227,177)	(84,165,177)	-	(84,165,177)
Balance as at 31st March 2024	242,411,225	-	261,000	(140,506,542)	102,165,683	-	102,165,683

The Accounting Policies and Notes from pages 21 to 58 form an integral part of these Financial Statements.

STATEMENT OF CASH FLOW

FOR THE YEAR ENDED 31ST MARCH	Note	Group 2024 Rs.	Group 2023 Rs.	Company 2024 Rs.	Company 2023 Rs.
CASH FLOW FROM OPERATING ACTIVITIES					
Loss before Tax		(74,048,422)	(29,564,420)	(84,181,022)	(16,548,412)
Adjustments for					
Profit on Disposal of Shares	26	(314,880)	(501,368)	(314,880)	(501,368)
Depreciation of Property,plant and equipment	4	1,542,913	1,419,919	-	-
Amortization of Right of Use Asset	7	590,214	405,364	-	-
Finance Cost	29	23,556,349	33,595,255	16,020,356	-
Dividend Income	26	(32,069)	(79,610)	(32,069)	(79,610)
Interest Income	28	(45,294)	-	(622,611)	-
Provision / (Reversal) for Retirement Benefits	18	(129,896)	(129,309)	35,808	-
Impairment/(Gain) of Equity Investment		-	-	-	17,433,510
Fair Value (gain) or loss on investments	26	537,076	(1,064,500)	537,076	(1,064,500)
Fair Value Gain / (Loss) of Investment Property	7.1 & 7.2	121,267,133	-	-	-
Reversal of impairment Provision of Trade Debtors	26	(35,000)	-	-	-
Written back of NBT Payable	26	(2,778,556)	-	-	-
Written back of Other Payable	26	(146,400)	-	-	-
Written back of Deposits	26	(679,428)	-	-	-
Receivables Written off	27	212,367	-	-	-
Prior year Adjustments		-	225,744	-	-
Impairment of Receivable from subsidiary	27	-	-	65,000,000	-
Operating Profit / (Loss) before Changes in Working Capital		69,496,107	4,307,075	(3,557,342)	(760,380)
Net Changes in Working Capital					
(Increase) / Decrease in :					
Change in Trade and Other Receivables		903,997	(1,748,578)	(623,587)	(850,876)
Change in Inventories	10	(587,944)	-	(587,944)	-
Change in Amounts due from Related Parties	12	5,596,500	2,403,981	113,600,183	877,065
Increase / (Decrease) in :					
Change in Amounts due to Related Parties	22	17,313,240	-	17,905,099	(295,000)
Change in Trade and Other Payables		(30,367,878)	13,543,094	1,551,375	(9,253)
Cash Generated From / (Used in) Operating Activities		62,354,021	18,505,572	128,287,784	(1,038,444)
Interest Received		45,294	-	622,611	-
Finance Cost Paid		(6,596,367)	(33,595,255)	(2,160,987)	-
Income Tax / WHT Paid	23	(507,877)	-	(507,877)	-
Deposit Received		-		1,500,000	-
Gratuity Paid	18	(142,500)	-	-	-
Net Cash Flows From / (Used in) Operating Activities		55,152,571	(15,089,683)	127,741,531	(1,038,444)
CASH FLOW FROM INVESTING ACTIVITIES					
Sale proceeds from disposal of shares		1,334,880	850,368	1,334,880	850,368
Dividend Received	26	32,069	79,610	32,069	79,610
Acquisition of Investment Property	7.1	(6,314,238)	-	(200,099,000)	-
Acquisition of Shares	14	(28,882)	-	(28,882)	-
Acquisition of Property, Plant and Equipment	4	(4,297,318)	-	-	-
Net Cash From / (Used in) Investing Activities		(9,273,489)	929,978	(198,760,933)	929,978
CASH FLOWS FROM FINANCING ACTIVITIES					
Loans obtained during the year	16	103,684,210	-	103,684,210	-
Interest paid on Long Term Loans		(15,468,931)	-	(13,316,982)	-
Repayment of Term Loans	16	(69,210,763)	-	(21,312,544)	-
Net Cash From / (Used in) Financing Activities		19,004,516	-	69,054,684	-
Net Increase / (Decrease) in Cash & Cash Equivalents		64,883,598	(14,159,705)	(1,964,718)	(108,466)
Cash and Cash Equivalents at the beginning of the year	13	(66,743,622)	(52,583,917)	(88,659)	19,807
Cash and Cash Equivalents at the end of the year	13	(1,860,024)	(66,743,622)	(2,053,377)	(88,659)

The Accounting Policies and Notes from pages 21 to 58 form an integral part of these Financial Statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – CORPORATE INFORMATION

1.1 GENERAL

(i)	Name of the Company	:	STANDARD CAPITAL PLC.
(ii)	Registered Office	:	No. 16/1, Mohideen Terrace, Ward Place, Colombo 07.
(iii)	Domicile and Legal form	:	Incorporated and domiciled in Sri Lanka and listed in the Colombo Stock Exchange.
(iv)	Date of Incorparation	:	13th September 2008

1.2 Principal Activities and Nature of Operations

During the year, the principal activities of the Company and Subsidiary were as follows.

Company	Activities
Standard Capital PLC	Engaged in Tyre retreading business for local markets, Investing in capital market and financial instruments and Renting of premises.
Standard Paints Limited	Manufacturing and distribution of paints and allied products. The company has ceased its operation and no activity was carried out during the year.

1.3 Directors' Responsibility

The Board of Directors is responsible for these consolidated Financial Statements as per the provisions of the Companies Act No. 07 of 2007 and the Sri Lanka Accounting Standards.

1.4 Date of Authorization for issue

The consolidated financial statements of Standard Capital PLC and its subsidiary (collectively, "Group") for the year ended 31st March 2024 were authorized for issue in accordance with a resolution of the Directors on 12th August 2025.

NOTE 2 – STATEMENT OF COMPLIANCE

The consolidated financial statements of the Group have been prepared in accordance with Sri Lanka Accounting Standards as issued by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka), and in compliance with the Companies Act No. 07 of 2007.

2.1 Basis of Preparation

The consolidated financial statements have been prepared on an accrual basis and under the historical cost convention except for investment in shares, investment properties that have been measured at fair value.

The consolidated financial statements are presented in Sri Lankan Rupees (Rs.)

NOTE 2 - STATEMENT OF COMPLIANCE (CONTD.)

2.2 Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Group and its subsidiary as at 31st March 2024.

Control over an investee is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Specifically, the Group controls as investee if any and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee).
- Exposure, or rights, to variable returns from its involvement with the investee.
- The ability to use its power over the investee to affect its returns. When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including;
    - The contractual arrangement with the other vote holders of the investee;
    - Rights arising from other contractual arrangements; and
    - The Group's voting rights and potential voting rights.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceased to control the subsidiary. Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interest, even if this result in the non-controlling interest having a deficit balance.

The financial statements of the subsidiary is prepared for the same reporting period as the parent company using consistent accounting policies. All intra-Group balances, transactions, unrealized gains and losses resulting from intra-Group transactions and dividends are eliminated in full.

If the Group losses control over a subsidiary, it derecognizes the related assets (including goodwill), liabilities, non-controlling interest and other components of equity while any resultant gain or loss is recognized in the income statement. Any investment retained is recognized at fair value.

The total profits and losses for the year of the company and of its subsidiary included in consolidation are shown in the consolidated statement of comprehensive income and all assets and liabilities of the company and of its subsidiary included in consolidation are shown in the consolidated statement of financial position.

Non-controlling interest which represents the portion of profit or loss and net assets not held by the Group, are shown as a component of profit or loss for the period in the consolidated statement of comprehensive income and as a component of equity in the consolidated statement of financial position, separately from equity attributable to the shareholders of the Parent. The Consolidated statement of cash flows includes the cash flows of the Company and its subsidiary.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 2 - STATEMENT OF COMPLIANCE (CONTD.)

2.3.(a) Going Concern Assessment of the Group

The consolidated Financial Statements have been prepared on a going concern basis, which assumes that the Group will continue its operations and meet its financial obligations as they fall due for the foreseeable future. However, the following events and conditions indicate the existence of material uncertainties that may cast significant doubt on the Group's ability to continue as a going concern:

1. The Group has incurred continuous losses during the last 2 financial years leading to accumulated losses of Rs 126,011,495/- as at 31.03.2024

2. The subsidiary company – Standard Paints Ltd has ceased its operations and its financial statements have been prepared on a 'non-going concern basis' as stated in Note 2.3(b).

3. As at the reporting date, the Group's current liabilities exceed its current assets by Rs 76,203,828/-, creating a significant working capital deficit.

4. The Group has a loan liability of Rs. 82,914,054/-, with limited ongoing operational income to service the related repayments and interest obligations.

Despite the above, the Board of Directors has prepared the consolidated financial statements on a going concern basis based on the following mitigating factors and future plans:

- The parent company is in the process of diversifying its operations and has planned to commence a new Can manufacturing business by September 2025, which is expected to contribute positively to future cash flows.

- The Group's projected budgets and forecasts for the next three financial years commencing 01.04.2025 indicate a return to profitability and a gradual recovery of the business. Profits estimated for the years 2025/26, 2026/27 and 2027/28 are Rs 6,285,500/-, Rs 16,721,830/- and Rs 22,949,452/- respectively.

- The Board is actively pursuing strategic investment opportunities and is in discussions with potential investors to strengthen the Group's capital base and support future operations.

Based on the above considerations, the Directors believe that the Group will have sufficient financial resources to continue as a going concern for the foreseeable future. Accordingly, the consolidated financial statements have been prepared on the assumption that the Group will continue its operations and will be able to realize its assets and discharge its liabilities in the normal course of business.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 2 - STATEMENT OF COMPLIANCE (CONTD.)

2.3.(b) Going Concern of Subsidiary Company – Standard Paints Ltd

Considering the operational and financial challenges, Standard Paints Ltd has ceased its business operations since 2024 and does not have any plan on future business activities. Accordingly, the Financial Statements have been prepared on the basis that Standard Paints Ltd is not a going concern.

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Comparative Figures

The accounting policies adopted in the preparation of the Financial Statements are consistent with those followed in the previous financial year.

The Group has not early adopted any standards, interpretations or amendments that have been issued but not yet effective.

Certain comparative figures have been reclassified in order to conform to the presentation for the current period. Such re classification were made to improve the quality of presentation. If the previously reported results or equity is affected those have been restated.

3.2 Foreign Currency Transactions

The Group's consolidated financial statements are presented in Sri Lankan Rupees, which is also the parent Company's functional currency. For each entity the Group determines the functional currency and items included in the financial statements of each entity are measured using that functional currency.

The Functional currency is the currency of the primary economic environment in which the Company operate.

All foreign exchange transactions are converted to Sri Lanka Rupees, at the rates of exchange prevailing at the time the transactions are effected.

Monetary assets and liabilities denominated in foreign currency are retranslated to Sri Lankan Rupee equivalents at the exchange rate prevailing at the reporting date. Non-monetary assets and liabilities are translated using exchange rates that existed when the values were determined. The resulting gains and losses are accounted for in the Income Statement.

3.3 Property, Plant and Equipment

Assets are initially recognised at acquisition cost or construction cost, including any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the Company's management.

Subsequent to the initial recognition as an asset at cost, revalued property, plant and equipment are carried at revalued amounts, less any subsequent depreciation thereon. The Company applies the Revaluation Model to Buildings while asset of other classes are stated at cost, net of accumulated depreciation. Revaluations are made with sufficient regularity to ensure that their carrying amounts do not differ materially from their fair values at the reporting date.

When an asset is revalued, any increase in the carrying amount is credited directly to a revaluation surplus unless it reverses a previous revaluation decrease relating to the same asset, which was previously recognized as an expense. In these circumstances, the increase is recognized as income to the extent of the previous write down. When an asset carrying amount is decreased as a result. of a revaluation, the decrease is recognized as an expense unless it reverses a previous increment relating to that asset, in which case it is charged against

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.3 Property, Plant and Equipment (Contd.)

any related revaluation surplus, to the extent that the decrease does not exceed the amount held in the revaluation surplus in respect of that same asset. Any balance remaining in the revaluation surplus in respect of an asset, is transferred directly to the retained earnings on retirement or disposal of the asset

Subsequent Expenditure

The company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item, when the cost is incurred, if it is probable that the future economic benefits embedded in the item will flow to the company and the cost of the item can be measured reliably. All other costs are recognized in the income statement as an expense incurred.

Depreciation

Depreciation is recognized in Statement of Comprehensive Income on a straight-line basis over the estimated useful lives of each part of an item of Property, Plant and Equipment.

The estimated useful lives of the Group's assets for the calculation of depreciation are as follows:

Assets	Years
Buildings	20 - 25 Years
Computers and Others	4 Years
Office equipment	5 Years
Furniture and Fittings	5 Years

Depreciation of an asset begins when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal, Company that is classified as held for sale) and the date that the asset is derecognized

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of assets. Any gain or loss arising on recognition of assets (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the statement of profit or loss in the period the item is derecognized.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount being the higher of their fair value less costs to sell and their value in use.

The assets residual value, useful lives and methods of depreciation of property, plant and equipment are reviewed at each reporting period end, and adjusted prospectively, if appropriate

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.4 Intangible Assets

Computer software acquired separately are measured on initial recognition at cost. Following initial recognition, computer software are carried at cost less accumulated amortization.

Computer software is amortized over the useful economic life and assessed for impairment whenever there is an indication that the computer software may be impaired. The useful economic life of the computer software for the current and comparative periods are 4 years. The amortization period and for the amortization method are reviewed at each reporting period end and adjusted prospectively, if appropriate.

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognized in the statement of profit or loss when the asset is derecognized.

3.5 Investment properties

Investment properties are properties held either to earn rental income or for capital appreciation or both, but not for sale in the ordinary course of business, used in the production or supply of goods or services or for administrative purposes. Investment properties are initially measured at cost and the fair value model is used for subsequent measurement in accordance with Sri Lanka Accounting Standard (LKAS 40) –Investment Property. The cost of the investment property comprises of its purchase price and any directly attributable expenditure and changes to fair value recognized in Profit or loss.

3.6 Leases

Right of Use Assets

Right of use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right of use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Company is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right of use assets are depreciated on a straight-line basis over the shorter of its estimated useful life or the lease term. Right of use assets are subject to impairment.

Lease Liabilities

Lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.7 Financial Instruments

a) Recognition, initial measurement and derecognition

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument and are measured initially at fair value adjusted by transactions costs, except for those carried at fair value through profit or loss which are measured initially at fair value. Subsequent measurement of financial assets and financial liabilities are described below.

b) Classification and subsequent measurement of financial assets.

For the purpose of subsequent measurement, financial assets are classified into the following categories upon initial recognition:

- debt instruments at amortised cost
- debt instruments at fair value through other comprehensive income (FVTOCI)
- debt instruments, derivatives and equity instruments at fair value through profit and loss (FVTPL)
- equity instruments at fair value through other comprehensive income (FVTOCI)

Debt instruments at amortised cost

A financial asset is measured at amortised cost if both the following conditions are met

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit and loss. The losses arising from impairment are recognised in the profit and loss. This category generally applies to trade and other receivables, loans and other financial assets.

Debt instruments at FVTOCI

A financial asset is measured at FVTOCI if both the following conditions are met

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Group recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the statement of profit and loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to statement of profit and loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.7 Financial Instruments (Contd.)

b) Classification and subsequent measurement of financial assets (Contd.)

Debt instruments, derivatives and equity instruments at FVTPL

Debt instrument at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The Group has not designated any debt instrument as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

Equity investments

All equity investments in scope of SLFRS 9 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Group may make an irrevocable election to present subsequent changes in the fair value in other comprehensive income. The Group makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

In case of equity instrument classified as FVTOCI, all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to statement of profit and loss, even on sale of investment. However, the Group may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

c) Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when the rights to receive cash flows from the asset expires or the Group transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or the Group neither transfers nor retains substantially all the risks and rewards of the asset, but transfers control of the asset.

When the Group transfers a financial asset, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of the Group's continuing involvement. In that case, the Group also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.7 Financial Instruments (Contd.)

d) Impairment of financial assets

The Group follows 'simplified approach' for recognition of impairment loss allowance on Trade Receivables. The application of simplified approach does not require the Group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime expected credit losses (ECLs) at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Group determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

Definition of default

The Group considers a financial instrument as defaulted for ECL calculations in all cases when the customer becomes 180 days due from the date of delivery of goods.

As a part of a qualitative assessment of whether an individually significant customer is in default, the Group also considers a variety of instances that may indicate unlikeliness to pay. When such events occur, the Group carefully considers whether the event should result in treating the customer as defaulted for ECL calculations

Such events include:

- Reasonable and supportable forecasts of future economic conditions show a direct negative impact on the performance of a customer.
- Group is unable to contact or reach the customer even after sending three email reminders and customer has not responded calls for more than 6 months from date of delivery of services.

Write-offs

Financial assets are written off either partially or in their entirety only when the entity has stopped pursuing the recovery. The entity has a policy of writing off the gross carrying amount when the financial asset is due for one (01) year, based on historical experience on recovery of similar assets.

e) Classification and subsequent measurement of financial liabilities

The Group classifies financial liabilities as described below:

- Financial liabilities at fair value through profit or loss (FVTPL)
- Financial liabilities at amortised cost

The subsequent measurement of financial liabilities depends on their classification.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.7 Financial Instruments (Contd.)

Financial liabilities at FVTPL

Financial liabilities at fair value through profit and loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit and loss.

Gains or losses on liabilities held for trading are recognised in the profit and loss.

The Group has not designated any financial liability as at fair value through profit and loss.

Financial liabilities at amortised cost

The financial liabilities which are not designated at FVTPL are classified as financial liabilities at amortised cost.

After initial recognition, such financial liabilities are subsequently measured at amortised cost using the EIR method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. Gains and losses are recognised in profit and loss when the liabilities are derecognised as well as through the EIR amortisation process

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

f) Reclassification of financial assets and liabilities

Financial assets are not reclassified subsequent to their initial recognition, except and only in those rare circumstances when the Group changes its objective of the business model for managing such financial assets which may include the acquisition, disposal or termination of a business line.

Financial liabilities are not reclassified as such reclassifications are not permitted by SLFRS 9.

g) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously

3.8 Inventories

Inventories are value at the lower of cost and net realizable value. Net realizable value is the estimated selling price less estimated costs of completion and estimated costs necessary to make the sale.

The cost incurred in bringing inventories to its present location and condition, are accounted for as follows.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.8 Inventories (Contd.)

a) Raw materials

At actual cost on first-in-first-out (FIFO).

b) Finished Goods

At the cost of direct materials, direct labour and an appropriate proportion of production overheads based on normal operating capacity.

Provision for inventory obsolescence is estimated on a systematic basis and deducted from the gross carrying value of the inventory.

3.9 Impairment of Non Financial Assets

The Group assesses at each reporting date whether there is an indication that an assets may be impaired. If any indication exists, or when annual impairment testing for an assets is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating units ("CGU") fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Impairment losses of continuing operations are recognized in the statement of profit or loss in those expenses categories consistent with the function of the impaired asset.

For assets excluding goodwill, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the Group estimates the asset's or CGU's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the assets in prior periods. Such reversal is recognized in the statement of profit or loss.

3.10 Cash & Cash Equivalents

For the purposes of the consolidated cash flow statement, cash and cash equivalents comprise cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, net of bank overdrafts. In the Statement of financial position, bank overdrafts are included in current liabilities.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.11 Fair Value Measurement

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

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

Level 2 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

3.12 Equity, Reserves and Dividend Payments

The total amount received by the Company or due and payable to the Company in respect of the issue of shares are referred to as “Stated Capital”.

The holders of Ordinary Shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All shares rank equally with regards to the Company’s residual assets.

3.13 Post Employment Benefits, Short-Term Employee Benefits

Post Employment Benefit Plan

The Group provides post employment benefits through various defined contribution and defined benefit plans.

Defined contribution plans

A defined contribution plan is a post employment plan under which group pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay a further amount.

Obligations for contributions to defined contribution plans are recognized as expense in the Statement of Comprehensive Income in the period during which related services are rendered by employees.

Employees’ Provident Fund

The Group and Employees’ contribute 12% & 8% respectively on the salary of each employee respectively. The said provident fund is being managed by the Central Bank of Sri Lanka.

Employees’ Trust Fund

The company contributes 3% of the salary of each employee to the Employees’ Trust Fund. Contributions to defined contribution plans are recognized as an expense in the Statement of Comprehensive Income as incurred.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

Employee Defined Benefit Plan – Gratuity

Provision has been made in the Financial Statements for retiring gratuities which may fall due for payment under the Payment of Gratuity Act No. 12 of 1983 in respect of all employees including those who have less than 5 years continued service.

However, as per the Payment of Gratuity Act No. 12 of 1983 this liability only arises upon completion of 5 years of continued service.

The liability recognized in the statement of financial position is the present value of the defined benefit obligation at the reporting date using projected unit credit method on the formula prescribed in Sri Lanka Accounting Standards 19 - "Employee Benefits". Any actuarial gains or losses arising are recognized immediately in the statement of other comprehensive income. However, no actuarial valuation was carried out at the end of the accounting period. The companies are liable to pay gratuity in terms of the relevant status. The gratuity liability is not externally funded.

3.14 Provision For Contingent Assets And Contingent Liabilities

Provision is recognised if as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

All contingent liabilities are disclosed as a note to the Financial Statements unless the outflow of resources is remote.

All contingent assets are disclosed where inflow of economic benefits is probable.

3.15 Revenue

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and the revenue and associated costs incurred or to be incurred can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, net of trade discounts and sale taxes. The specific recognized criteria described below must also be met before revenue is recognized.

Sale of Goods

Sale of Goods is recognized 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.

Other Income

Others income is recognized on an accrual basis. Net gains and losses of a revenue nature arising from the disposal of the property, plant and equipment and other non-current assets, including investments in subsidiaries, are accounted in the profit or loss, after deducting the carrying amount from the proceeds on disposal of such assets and related selling expenses.

Gains and Losses arising from activities incidental to the main revenue generating activities and those arising from a group of similar transactions, which are not material are aggregated, reported and presented on a net basis.

Interest income

Interest income is recorded as it accrues using the effective interest method.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

Dividend income

Dividend income is recognized when the Group's right to receive the payments is established.

Rental Income

Rental income arising on investment properties is accounted for on an accrual basis based on the rights to receive the payments as per the contract.

3.16 Operating Expenses

All expenditure incurred in running of the business and in maintaining the Property, Plant & Equipment in a state of efficiency has been charged to the Statement of Comprehensive Income. For the purpose of presentation of Statement of Comprehensive Income, the Directors are of the opinion that function of expense method present fairly the elements of the enterprise's performance, hence such presentation method is adopted.

Expenditure incurred for the purpose of acquiring, expanding or improving assets of a permanent nature by means of which to carry on the business or for the purpose of increasing the earning capacity of the business has been treated as capital expenditure.

Repairs and renewals are charged to Statement of Comprehensive Income in the year in which the expenditure is incurred.

3.17 Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time the assets are substantially ready for their intended use. Borrowing Cost include foreign exchange differences to the extent that such differences are regarded as an adjustment to interest cost as permitted by the accounting standards.

3.18 Finance Income & Finance Cost

Finance income comprises interest income on funds invested. Interest income is recognized as it accrues in the Statement of Comprehensive Income, using the effective interest method.

Finance cost comprise interest expenses on borrowings, unwinding of the discount on provisions and contingent consideration, and impairment losses recognized on financial assets (other than trade receivables).

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.19 Taxes

Current Income Tax

The provision for Income Tax of the Group is based on the elements of income and expenditure as reported in the Financial Statements and computed in accordance with the provisions of the Inland Revenue Act in the following manner:

The Business Income of Standard Capital PLC and Standard Paints Ltd are liable to Income Tax at 30% under the Inland Revenue Act No. 24 of 2017 and its amendments for the Year of Assessment 2023/24.

Investment Income is liable at 30%

Deferred Tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes related to the same taxable entity and the same taxation authority

The Group has evaluated the recoverability of unrelieved losses through taxable profit forecast and deferred tax that there is only a little likelihood of recovering the unrelieved tax losses in the forceable future and accordingly unrelieved tax losses have not been considered in the deferred tax adjustments.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.20 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Group consolidated financial statements requires management to make judgments, estimates and assumptions the affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities, at the reporting date. However, uncertainty exists at the date of preparation, about these assumption and estimates could result in outcomes that require a material adjustment to the recorded carrying amount of the asset or liability as at the reporting date or in future periods

3.20.1 Judgements

In the process of applying the Group's accounting policies, management has made following judgements which have the most significant effect on the amounts recognised in the consolidated financial statements:

Tax on Financial Statements

The Group is subject to income taxes and other taxes. Significant judgement was required to determine the total provision for current, deferred and other taxes and the taxable profit for the purpose of imposition of taxes. Uncertainties exist, with respect to the interpretation of the applicability of tax laws and timing of future taxable income, including but not limited to those that can arise due to treatment of effect of adoption of Sri Lanka Accounting Standards and Transfer Pricing, at the time of the preparation of these Financial Statements.

Deferred Tax Assets

Deferred tax assets are recognized for all unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and level of future taxable profits together with future tax planning strategies.

Impairment of Receivables

The Group reviews at each reporting date all receivables to assess whether an allowance should be recorded in the Income Statement. The management uses judgement in estimating such amounts in the light of the duration of, outstanding and any other factors management is aware of that indicates uncertainty in recovery

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.20 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (CONTD.)

3.20.1 Judgements (Contd.)

Impairment of inventories

Inventories are held at the lower of cost and net realizable value. When inventories become old or obsolete, an estimate is made of their net realizable value. For individually significant amount this estimation is performed on an individual basis. Amounts which are not individually significant, but which are old or obsolete, are assessed collectively and a provision applied according to the inventory type and the degree of ageing or obsolescence, based on historical selling prices.

3.20.2 Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates, on parameters available when the consolidated Financial Statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group such changes are reflected in the assumptions when they occur.

Impairment of non-financial assets

In assessing impairment, management estimates the recoverable amount of each asset or cash-generating units based on expected future cash flows and uses an interest rate to discount them. Estimation uncertainty relates to assumptions about future operating results and the determination of a suitable discount rate.

Fair value of financial Instruments

Management applies valuation techniques to determine the fair value of financial instruments where active market quotes are not available. This requires management to develop estimates and assumptions based on market inputs, using observable data that market participants would use in pricing the instrument. Where such data is not observable, management uses its best estimate. Estimated fair values of financial instruments may vary from the actual prices that would be achieved in an arm's length transactions at the reporting date.

Useful lives of property, plant equipment

The management determines the estimated useful lives of its property, plant and equipment for calculating depreciation. This estimate is determined after considering the expected usage of the assets or physical wear and tear. Management reviews the residual value and useful lives annually and future depreciation charge would be adjusted where the management believes the useful lives differ from previous estimates.

Defined Benefit Plan – Gratuity

The employee benefit liability of the Group is based on the projected unit credit method base on the formula prescribed in Sri Lanka Accounting Standards 19 - "Employee Benefits". The projected unit credit method based on the formula involves making assumptions about discount rates and future salary increases. The complexity of the valuation, the underlying assumptions and its long terms nature, the defined benefit obligation is highly sensitive to changes in these assumption. Management reviews all assumptions at each reporting date and revise assumptions where appropriate.

NOTES TO FINANCIAL STATEMENTS (CONTD.)

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.21 EFFECT OF ACCOUNTING STANDARDS ISSUED BUT NOT YET EFFECTIVE

The following amendments to SLFRS / LKAS issued by CA Sri Lanka are not expected to have a significant impact on the Company's Financial Statements.

a. Classification of Liabilities as Current or Non-current - Amendments to LKAS 1
b. Lease Liability in a Sale and Leaseback - Amendment to SLFRS 16
c. Disclosures: Supplier Finance Arrangements - Amendments to LKAS 7 and SLFRS 7
d. International Tax Reform—Pillar Two Model Rule - Amendments to LKAS 12

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 4 - PROPERTY,PLANT AND EQUIPMENT

Group

Cost/Valuation	As at 01.04.2023 Rs.	Additions during the year Rs.	Transfer on Revaluation Rs.	Revaluation Gain Rs.	Transferred to Investment Property Rs.	As at 31.03.2024 Rs.
Buildings	35,497,963	4,297,318	(6,853,962)	13,558,681	(46,500,000)	-
Computer	713,833	-	-	-	-	713,833
Office Equipment	2,959	-	-	-	-	2,959
Furniture and Fittings	4,649,307	-	-	-	-	4,649,307
	40,864,062	4,297,318	(6,853,962)	13,558,681	(46,500,000)	5,366,099

Depreciation	As at 01.04.2023 Rs.	Depreciation Charge for the year Rs.	Transfer on Revaluation Rs.	As at 31.03.2024 Rs.
Buildings	5,311,049	1,542,913	(6,853,962)	-
Computer	713,833	-	-	713,833
Office Equipment	2,959	-	-	2,959
Furniture and Fittings	4,649,307	-	-	4,649,307
	10,677,148	1,542,913	(6,853,962)	5,366,099

Written down value	As at 31.03.2024 Rs.	As at 31.03.2024 Rs.
Buildings	-	30,186,914
Computer	-	-
Office Equipment	-	-
Furniture and Fittings	-	-
	-	30,186,914

4.a Revaluation of Buildings

The Group uses the revaluation model of measurement for buildings. The company engaged independent expert valuer to determine the fair value of its buildings. The results of such revaluation were incorporated in these financial statements from its effective date which was 31 March 2024.

The two buildings situated on leasehold lands owned by State were revalued by Mr. U.A. Kalubowila (Chartered Valuer) FIV-SL on 31 March 2024 and details of such revaluation are depicted below. Leasehold right details have been disclosed in note 06 of these financial statements.

4.b Description of significant unobservable inputs on valuation of buildings.

Location	Asset	Extent	Inputs used for measurement	Range Rs.	Valuation Rs.	Sensitivity of fair value to unobservable input
No.45, Fullerton Industrial Estate, Nagoda, Kaluthara, Sri Lanka **(LOT 562)**	Office Building Factory Building 1 Factory Building 2	9,474 Sq Ft	Value per square feet	2,880 - 3,600 per Sqft	28,500,000	Estimated fair value would increase /(decrease) if value per square feet increases / (decreases)
No. 19/20, Fullerton Industrial Estate, Nagoda, Kaluthara, Sri Lanka. **(LOT Y)**	Factory Building - Front Factory Building - Rear	7,700 Sq.Ft	Value per square feet	990 - 2,640 per Sqft	18,000,000	
					46,500,000	

4.c The carrying amount of revalued assets that would have been included in the financial statements had the assets been carried at cost less depreciation.

Class of assets	Cost Rs.	Cumulative Depreciation if assets were carried at cost Rs.	Net Carrying Value as at 31.03.2024 Rs.	Net Carrying Value as at 31.03.2024 Rs.
Buildings	52,809,386	(24,350,626)	28,458,760	26,710,040
	52,809,386	(24,350,626)	28,458,760	26,710,040

4.d The group has decided to either rent or dispose the above two buildings in future. Accordingly same has been transferred to investment property from 31.03.2024

4.e Cost of fully depreciated assets as at 31st march 2024 and 31st march 2023 are given below.

Class of assets	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
Computer	713,833	713,833
Office Equipment	2,959	2,959
Furniture & Fittings	4,649,307	4,649,307
	5,366,099	5,366,099

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 4 - PROPERTY,PLANT AND EQUIPMENT

Company

Cost	As at 01.04.2023 Rs.	Additionas during the year Rs.	As at 31.03.2024 Rs.
Computer	57,250	-	57,250
Office Equipment	2,959	-	2,959
Furniture & Fittings	1,389,730	-	1,389,730
	1,449,939	-	1,449,939

Depreciation	As at 01.04.2023 Rs.	Depreciation Charge for the year Rs.	As at 31.03.2024 Rs.
Computer	57,250	-	57,250
Office Equipment	2,959	-	2,959
Furniture & Fittings	1,389,730	-	1,389,730
	1,449,939	-	1,449,939

Written down value	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
Computer	-	-
Office Equipment	-	-
Furniture and Fittings	-	-
	-	-

Cost of fully depreciated assets as at 31st March 2024 and 31st March 2023 are given below.

Class of assets	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
Computer	57,250	57,250
Office Equipment	2,959	2,959
Furniture and Fittings	1,389,730	1,389,730
	1,449,939	1,449,939

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
NOTE 5 - INTANGIBLE ASSETS				
Computer Software				
Cost				
Balance on 01st April	1,248,748	1,248,748	-	-
Additions during the year	-	-	-	-
Balance on 31st March	1,248,748	1,248,748	-	-
Amortisation				
Balance on 01st April	1,248,748	1,248,748	-	-
Amortisation during the year	-	-	-	-
Balance on 31st March	1,248,748	1,248,748	-	-
Net Book Value	-	-	-	-
NOTE 6 - RIGHT OF USE ASSETS				
Cost				
Balance on 01st April	16,291,230	16,291,230	-	-
Additions	3,402,904	-	-	-
Transferred to Investment Property	(19,694,134)	-	-	-
Balance on 31st March	-	16,291,230	-	-
Accumulated Amortisation				
Balance on 01st April	4,052,025	3,646,661	-	-
Amortisation for the year	590,214	405,364	-	-
Transferred to Investment Property	(4,642,239)	-	-	-
Balance on 31st March	-	4,052,025	-	-
Net Book Value	-	12,239,205	-	-

Details of Right of Use Assets transferred to Investment Properties are given in Note 7.2

6.a. Standard Paints Limited, subsidiary company of the Group entered into lease agreement with Ministry of Industry and Commerce for lease of two land areas. Details of same are tabulated below:

LOT	Extent	Address	Total Lease Period	Remaining Lease period as at 31.03.2024
LOT 562	0A-2R-00.00P	No.45, Fullerton Industrial Estate, Nagoda, Kaluthara, Sri Lanka	44	33
LOT Y	0A-3R-23.00P	No. 19/20, Fullerton Industrial Estate, Nagoda, Kaluthara, Sri Lanka	35	28

There are two buildings located on two leasehold land as detailed in Note 4(b) of these financial statements.

Since the group has decided to either rent or dispose the two buildings, corresponding right of these properties and buildings have been classified as Investment Properties from 31.03.2024 as detailed in Note 7.2 of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 7 - INVESTMENT PROPERTIES

NOTE 7.1 - INVESTMENT PROPERTIES - FREEHOLD

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Balance on 01st April	300,000,000	300,000,000	-	-
Additions	6,314,238	-	200,099,000	-
Net gain/(loss) from fair value re measurement	(106,215,238)	-	-	-
Balance on 31st March	200,099,000	300,000,000	200,099,000	-

NOTE 7.2-INVESTMENT PROPERTIES-ON LEASEHOLD LAND

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Balance on 1st April	-	-	-	-
Transferred from Right of Use Asset (Note 6)	15,051,895	-	-	-
Transferred from Property Plant and Equipment	46,500,000	-	-	-
Net gain / (loss) from fair value remeasurement	(15,051,895)	-	-	-
Balance on 31st March	46,500,000	-	-	-
Balance as at 31st March - Total	246,599,000	300,000,000	200,099,000	-

7.a The investment properties owned by the group have been stated at fair value as at 31.03.2024. Fair value assessment of investment properties have been carried out by Mr. U.A. Kalubowila (Chartered Valuer) FIV-SL on 31 March 2024 and details of such are given below.

Location	Asset	Method of Valuation	Extent	Effective Date of Valuation	Significant unobservable input (Level 2)	Range Rs.	Fair value measurement Rs.	Sensitivity of fair value to unobservable input
Freehold Properties								
794/2, 3rd Lane, Galle Road, Molligoda, Wadduwa.	Land	Market Approach	83.16 p	31.3.2024	Price per perch	1,400,000	116,424,000	Estimated fair value would increase / (decrease) if price per perch or value per square feet increases / (decrease)
794/2, 3rd Lane, Galle Road, Molligoda, Wadduwa.	Building	Depreciation Replacement Cost Approach	17,000 Sq.Ft	31.3.2024	Value per square feet	3,690 - 9,430	83,576,000	
							200,000,000	
Properties on Leasehold Land								
No.45, Fullerton Industrial Estate, Nagoda, Kaluthara Sri Lanka (LOT 562)	Building	Depreciation Replacement Cost Approach	9,474 Sq.Ft	31.3.2024	Value per square feet	2,880 - 3,600	28,500,000	Estimated fair value would increase / (decrease) if price per perch or value per square feet increases / (decrease)
No.19/20, Fullerton Industrial Estate, Nagoda, Kaluthara Sri Lanka (LOT Y)	Building	Depreciation Replacement Cost Approach	7,700 Sq.Ft	31.3.2024	Value per square feet	990 - 2,640	18,000,000	
							46,500,000	
							246,500,000	

7.b Subsidiary company of the Group, Standard Paints Ltd sold its investment property located at NO:794/2, 3rd Lane Molligoda, Wadduwa (Land and Buildings) to the parent Company on 25th May 2023. The transaction has been accounted based on the fair value assessment carried out by Mr. U.A. Kalubowila (Chartered Valuer) FIV-SL Transaction details are as follows.

Market Value on transaction date	Rs.	195,000,000
Stamp duty and legal fees paid on deed transfer	Rs.	5,099,000
		200,099,000

7.c In relation to Investment Properties on leasehold land, the Management is of the view that value of leasehold right is not realizable and value of buildings can be realised at market value. Accordingly only the value of building has been considered for fair value assessment as at 31.03.2024

7.d The carrying amount of revalued assets that would have been included in the financial statements had the assets been carried at cost less depreciation

		Group		Company	
Assets class	Address	As at 31.03.2024	As at 31.03.2023	As at 31.03.2024	As at 31.03.2023
Land	794/2, 3rd Lane, Galle Road, Molligoda,Wadduwa	25,017,131	22,050,370	116,424,000	-
Buildings	794/2, 3rd Lane, Galle Road, Molligoda,Wadduwa	12,035,979	9,438,506	83,675,000	-
Buildings Lot 562 &Y	Fullerton industrial Estate, Nagoda, Kaluthara	28,458,760	26,710,040	-	-

7.e **Income and expenditure related to investment properties.**
Rental income generated from the properties are disclosed in Note 25.

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 8 - INVESTMENT IN SUBSIDIARY

Company	% Holding		No. of Shares			Value		
As at	01.04.2023	31.03.2024	01.04.2023	Movement	31.03.2024	01.04.2023 Rs.	Movement Rs.	31.03.2024 Rs.
Standard Paints Limited								
Ordinary Shares	65%	65%	6,500,000	-	6,500,000	65,000,000	-	65,000,000
Preference Shares			10,000,000	-	10,000,000	100,000,000	-	100,000,000
			16,500,000	-	16,500,000	165,000,000	-	165,000,000
Less : Provision for Impairment of Investment						(165,000,000)	-	(165,000,000)
						-	-	-

8.a. Standard Paints Limited is a limited liability Company, incorporated and domiciled in Sri Lanka. The registered office and principal place of business is located at No.16/1, Mohideen Terrace Ward Place,Colombo 07. This company has ceased its business operations and financial statements have been prepared on 'not a going concern basis.'

8.b. The 8% cumulative preference shares issued by Standard Paints Limited, subsidiary of the company, are to be redeemed at the option of Standard Paints Limited any time after 01st April 2017. The dividend on cumulative preference shares shall be paid subject to satisfying solvency test as required by the Companies Act No 7 of 2007. Accordingly no accrual has been made for the said dividend amounting to Rs. 8,000,000 for the year ended 31st March 2024 (2023 - Rs. 8 Mn) in the company's financial Statements as Standard Paints Limited could not satisfy the solvency test.

NOTE 9 - LONG TERM INVESTMENTS

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Balance on 1st April	1,146,000	1,200,000	1,146,000	1,200,000
Additions / (Disposals)	-	-	-	-
	1,146,000	1,200,000	1,146,000	1,200,000
Changes in Fair Value	62,000	(54,000)	62,000	(54,000)
Balance on 31st March	1,208,000	1,146,000	1,208,000	1,146,000

Group / Company	No. of Shares			Cost			Fair Value			
	As at 01.04.2023	Addition / (Disposal)	As at 31.03.2024	As at 01.04.2023 Rs.	Addition / (Disposal) Rs.	As at 31.03.2024 Rs.	As at 01.04.2023 Rs.	Additions / (Disposal) during the year Rs.	Fair Value Gain / (Loss) Rs.	As at 31.03.2024 Rs.
Equity Investment Lanka Limited	100,000	-	100,000	1,200,000	-	1,200,000	1,146,000	-	62,000	1,208,000
	100,000	-	100,000	1,200,000	-	1,200,000	1,146,000	-	62,000	1,208,000

9.a. Basis of Valuation - Net Assets per share at the date of reporting.

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
NOTE 10 - INVENTORIES				
Raw Material	445,942	3,416,000	445,942	-
Finished Goods	142,002	5,815,597	142,002	-
	587,944	9,231,597	587,944	-
Less : Inventory written off	-	(9,231,597)	-	-
	587,944	-	587,944	-
NOTE 11 - TRADE & OTHER RECEIVABLES				
Financial Assets				
Trade Debtors - Related Parties - Note 11(a)	237,520	-	237,520	-
Trade Debtors - Others	708,170	1,398,468	534,170	-
Less: Provision for Impairment - Note 11(b)	-	(1,224,468)	-	-
	945,690	174,000	771,690	-
Rent Receivable	486,000	-	486,000	-
Other Receivables	-	-	-	851,096
	1,431,690	174,000	1,257,690	851,096
Non Financial Assets				
Deposits,Advance and Prepayments	217,502	232,834	217,502	508
Other Receivables	-	3,005,466	-	90,157
	217,502	3,238,300	217,502	90,665
	1,649,192	3,412,300	1,475,192	941,761
NOTE 11(a) - TRADE DEBTORS - RELATED PARTIES				
	Relationship			
Standard Industries (Pvt) Ltd	Significant Investor	237,520	-	237,520	-
		237,520	-	237,520	-
NOTE 11(b) - PROVISION FOR IMPAIRMENT				
Balance as at 01st April		1,224,468	1,441,468	-	-
Provision / (Reversal) made during the year		(35,000)	(217,000)	-	-
Written off during the year		(1,189,468)	-	-	-
Balance as at 31st March		-	1,224,468	-	-
NOTE 12 - AMOUNT DUE FROM RELATED PARTIES				
	Relationship			
Standard Industries (Pvt) Ltd	Significant Investor	-	5,596,500	-	-
Standard Paints Ltd	Subsidiary	-	-	72,149,808	185,749,991
		-	5,596,500	72,149,808	185,749,991
Less : Impairment Provision		-	-	(65,000,000)	-
		-	5,596,500	7,149,808	185,749,991
NOTE 13 - CASH & CASH EQUIVALENTS				
Favourable Cash & Bank Balances				
Cash at Bank		734,688	162,341	541,829	91,300
Cash in Hand		604	2,054	110	110
		735,292	164,395	541,939	91,410
Unfavourable Bank Balances				
Bank Overdraft		(2,595,316)	(66,908,017)	(2,595,316)	(180,069)
Net Cash & Cash Equivalents		(1,860,024)	(66,743,622)	(2,053,377)	(88,659)

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 14 - INVESTMENTS IN QUOTED SHARES

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Balance on 1st April	2,539,400	1,823,900	2,539,400	1,823,900
Additions / (Disposals)	(991,118)	(349,000)	(991,118)	(349,000)
	1,548,282	1,474,900	1,548,282	1,474,900
Changes in Fair Value	(537,076)	1,064,500	(537,076)	1,064,500
Balance on 31st March	1,011,206	2,539,400	1,011,206	2,539,400

Group / Company	No. of Shares			Cost			Fair Value			
	As at 01.04.2023 Rs.	Additions / (Disposal) during the year Rs.	As at 31.03.2024 Rs.	As at 01.04.2023 Rs.	Additions / (Disposal) during the year Rs.	As at 31.03.2024 Rs.	As at 01.04.2023 Rs.	Additions / (Disposal) during the year Rs.	Fair Value Gain / (Loss) Rs.	As at 31.03.2024 Rs.
Sri Lanka Telecom PLC	15,000	(15,000)	-	517,038	(517,038)	-	1,020,000	(1,020,000)	-	-
Renuka Foods PLC	71,000	1,229	72,229	2,281,182	28,882	2,310,064	1,519,400	28,882	(537,076)	1,011,206
	86,000	(13,771)	72,229	2,798,220	(488,156)	2,310,064	2,539,400	(991,118)	(537,076)	1,011,206

Class of shares refers to ordinary shares unless otherwise stated.

NOTE 15 - STATED CAPITAL

Ordinary Shares

Number of Ordinary Shares issued & fully paid				
Balance on 31st March	5,540,828	5,540,828	5,540,828	5,540,828
Stated Capital				
Balance on 31st March	242,411,225	242,411,225	242,411,225	242,411,225

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 16 - INTEREST BEARING LOANS AND BORROWINGS

	Group		Company	
	31.03.2024 Rs.	**31.03.2023 Rs.**	**31.03.2024 Rs.**	**31.03.2023 Rs.**
Import & Short Term Loan - Note 16 (a)	5,006,210	3,500,000	5,006,210	-
Term Loan - Note 16 (b)	77,907,844	44,398,219	77,907,844	-
	82,914,054	47,898,219	82,914,054	-
Amount Payable within one year	19,070,659	47,898,219	19,070,659	-
Amount Payable after one year	63,843,395	-	63,843,395	-

NOTE 16 (a) Import & Short Term Loan

Balance on 1st April	3,500,000	3,500,000	-	-
Loans obtained during the year	5,000,000	-	5,000,000	-
Repayments during the year	(3,500,000)	-	-	-
Balance on 31st March	5,000,000	3,500,000	5,000,000	-
Interest payable on Loan	6,210	-	6,210	-
	5,006,210	3,500,000	5,006,210	-
Loan Repayable within one year	5,006,210	3,500,000	5,006,210	-
Loan Repayable after one year	-	-	-	-

NOTE 16 (b) Term Loan

Balance on 1st April	44,398,219	44,398,219	-	-
Loans obtained during the year	98,684,210	-	98,684,210	-
Repayments during the year	(65,710,763)	-	(21,312,544)	-
Balance on 31st March	77,371,666	44,398,219	77,371,666	-
Interest payable on Loan	536,178	-	536,178	-
	77,907,844	44,398,219	77,907,844	-
Loan Repayable within one year	14,064,449	44,398,219	14,064,449	-
Loan Repayable after one year	63,843,395	-	63,843,395	-

Refer Note 16 (c) for loan details

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 16 - INTEREST BEARING LOANS AND BORROWINGS (CONTD.)

NOTE 16 (c) - Loan Details

Loan Agreement Number	Lender	Loan Type	Purpose	Loan Obtained Date	Amount Obtained Rs.	Outstanding as at 31.03.2024 Rs.	Period	Interest Rate	Terms of repayment	Security
640960002151	Nation Trust Bank PLC	Short Term Loan	To Purchase raw material from local market	28/02/2024	5,000,000	5,006,210	90 Days	Monthly AWPLR + 4%p.a. (To be reviewed every three months from the loan granted date)	Revolving bullet payment (Total capital at the maturity)	Refer Note 16 (d)
640960002143	Nation Trust Bank PLC	Term Loan	To take over the existing term loan and to part finance the purchase of machinery for Dag tyre manufacturing plant	15/02/2024	13,684,210	13,481,017	52 Months	Monthly AWPLR + 2%p.a. (To be reviewed every three months from the loan granted date)	51 equal monthly capital repayment of Rs.263,158/- each and a final capital repayment of Rs. 263,152/-	Refer Note 16 (d)
640960002100	Nation Trust Bank PLC	Term Loan	To part finance the purchase cost of a property and take over the term loan facilities of subsidiary company from other bank	30/05/2023	70,000,000	64,426,827	81 Months	Monthly AWPLR + 2%p.a. (To be reviewed every six months from the loan granted date)	80 equal monthly capital repayment of Rs.864,198/- each and a final capital repayment of Rs. 864,160/-	Refer Note 16 (d)
						82,914,054				

NOTE 16 (d) - SECURITIES GIVEN FOR BANKING FACILITIES

Bank	Facilities	Securities
Nation Trust Bank PLC	Overdraft	Primary Mortgage Bond for Rs. 100,000,000/- over property depicted as Lot 1A and 1B in survey Plan No.4850 dated 28/12/2011 located in No: 794/2, 3rd Lane Molligoda, Wadduwa
	Letter of Credit	Personal Guarantee from director Mr.Waruna Indika Arambage for Rs.10,000,000/-
	Acceptance	Corporate Guarantee from Standard Industries (Pvt) Ltd for Rs.100,000,000/-
	Import Finance Loan	
	Long Term Loan	
	Short Term Loan	

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 17 - LEASE LIABILITIES	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Balance on 01st April	-	-	-	-
Additions	3,402,904	-	-	-
Interest charged for the year	948,664	-	-	-
Payment made during the year	-	-	-	-
	4,351,568	-	-	-
Lease Instalments payable in the ensuing year	663,755	-	-	-
Lease Instalments payable after one year	3,687,813	-	-	-
	4,351,568	-	-	-

NOTE 18 - RETIREMENT BENEFIT OBLIGATION

Movements in the present value of the Retirement Benefit Obligation are as follows:-

Balance as at 01st April	318,985	448,295	10,781	10,781
Prior Year adjustment	-	(155,744)	-	-
Current Service Cost / (Reversal)	46,589	12,346	46,589	-
Interest Cost	-	14,088	-	-
Benefits Paid	(142,500)	-	-	-
Reversal of over provision	(176,485)	-	(10,781)	-
Actuarial Loss / (Gain)	(46,589)	-	(46,589)	-
Balance as at 31st March	-	318,985	-	10,781

18.a. The Amounts Recognized in Statement of Comprehensive Income are as follows.

Amounts recognised in Income Statement				
Current Service Cost	46,589	12,346	46,589	-
Interest Cost	-	14,088	-	-
Reversal of over provision	(176,485)	-	(10,781)	-
	(129,896)	26,434	35,808	-
Amount recognised in Other Comprehensive Income				
Actuarial loss / (gain) on Obligation	(46,589)	-	(46,589)	-
	(176,485)	-	(10,781)	-

18.b. The retirement benefit obligation of the company is based on the projected unit credit method promulgated by LKAS 19 Employee Benefits. No actuarial valuation was carried out.

The principle assumptions used were as follows.	**2023/24**	**2022/23**	**2023/24**	**2022/23**
Discount Rate:	12.97%	5%	12.97%	5%
Salary Increment Rate:	5%	2.5%	5%	2.5%
Staff Turnover Rate	-	50%	-	50%
Retirement Age:	60 Years	55 years	60 Years	55 years

Number of Employees as at 31.03.2024 in the Group is 11 and service period of all employee are less than one year

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 19 - DEFERRED TAX LIABILITIES / (ASSETS)

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Balance on 1st April	7,170,890	7,478,049	(2,587)	(2,587)
Deferred Tax charged / (reversed) to income Statement	(11,252,471)	(307,159)	(11,390)	-
Deferred Tax charged / (reversed) to Statement of Other Comprehensive Income	4,081,581	-	13,977	-
Balance on 31st March	-	7,170,890	-	(2,587)
Deferred tax asset, liability relates to the following				
(a) Deferred Tax Liability	-	7,244,859	-	-
Accelerated depreciation for tax purposes	13,950,000	-	-	-
Investment Property	13,950,000	7,244,859	-	-
(b) Deferred Tax Assets				
Retirement benefit obligations	-	(73,969)	-	(2,587)
Net of Right of use Asset and Lease Liability	(1,305,471)	-	-	-
Unutilised Tax Losses	(133,427,387)	-	(43,790,191)	-
	(134,732,858)	(73,969)	(43,790,191)	(2,587)
Net deferred tax liability / (asset)	(120,782,858)	7,170,890	(43,790,191)	(2,587)

The deferred tax asset amounting to Rs.120,782,858/- (Group) and Rs.43,790,191/- (Company) have not been recognized since there is no reasonable evidence that the temporary deference relating to part of the unutilised tax losses Rs.402,609,527/- (Group) and Rs.145,967,303/- (company) respectively will reverse for some considerable period ahead

Note 20 - Deposits

Staff -on risk allowance	-	12,317	-	-
Staff- on commission	-	667,111	-	-
Rent-Wadduwa factory	1,500,000	1,500,000	1,500,00	-
Rant-Nagoda factory	300,000	300,000	-	-
	1,800,000	2,479,428	1,500,000	-

Note 21- TRADE & OTHER PAYABLES

Financial Liabilities	472,364	-	472,365	-
Trade Payable	1,641,045	32,982,589	1,169,196	210,862
Accrued Expense	440,209	-	440,209	440,290
Dividend Payable	2,553,618	32,982,589	2,081,770	651,071
Non Financial Liabilities	102,875	21,117,832	102,875	2,625
Accrued Expense and other payables	35,380,666	-	-	-
Provision for statutory liabilities - VAT and Tax on Asset Disposal	20,426	-	20,426	-
Raw Material Stock Loan	35,503,967	21,117,832	123,301	2,625
	38,057,585	54,100,421	2,205,071	653,696

Note 22 - AMOUNT DUE TO RELATED PARTIES

	Relationship				
Sinali Capital (Pvt) Ltd	Entity Controlled by Chairman	200,000	-	200,000	-
Standard Industries (Pvt) Ltd	Significant Investor	17,113,241	-	17,955,099	250,000
		17,313,241	-	18,155,099	250,000

Note 23 - INCOME TAX LIABILITIES / (REFUND DUE)

Balance in 1st April	2,994,783	2,994,783	3,045,743	3,045,743
Provision made during the year	-	-	-	-
	2,994,783	2,994,783	3,045,743	3,045,743
Income Tax & W.H.T Tax Payments made during the year	(507,877)	-	(507,877)	-
Balance on 31st March	2,486,906	2,994,783	2,537,866	3,045,743

Note 23.1 - INCOME TAX LIABILITIES / (REFUND DUE)- REPRESENTED BY

Year of Assessment- Payable				
2015/16	1	1	1	1
2016/17	2,088,808	2,088,808	2,088,808	2,088,808
2017/18	956,934	956,934	956,934	956,934
	3,045,743	3,045,743	3,045,743	3,045,743
Year of Assessment- Refund Due / Credits				
2017/18	(50,960)	(50,960)	-	-
2023/24	(507,877)	-	(507,877)	-
	(558,837)	(50,960)	(507,877)	-
	2,486,906	2,994,783	2,537,866	3,045,743

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 24 - ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

Group

The carrying amounts of Financial Assets and Financial Liabilities in each category are as follows.

	Note	Equity Instruments at FVTOCI Rs.	Equity Instruments at FVTPL Rs.	Debt Instruments at amortised cost Rs.	Total Rs.
31st March 2024					
Financial Assets					
Long Term Investments	9	1,208,000	-	-	1,208,000
Trade and Other Receivables	11	-	-	1,431,690	1,431,690
Investments In Quoted Shares	14	-	1,011,206	-	1,011,206
Cash & Cash Equivalents	13	-	-	735,292	735,292
		1,208,000	1,011,206	2,166,982	4,386,188

		Liabilities at FVTPL Rs.	Liabilities At Amortised Cost Rs.	Total Rs.
Financial Liabilities				
Interest Bearing Loans and Borrowings	16	-	82,914,054	82,914,054
Deposits	20	-	1,800,000	1,800,000
Trade & Other Payables	21	-	2,553,618	2,553,618
Amounts Due to Related Parties	22	-	17,313,241	17,313,241
Lease Liabilities	17	-	4,351,568	4,351,568
Bank Overdrafts	13	-	2,595,316	2,595,316
		-	111,527,797	111,527,797

	Note	Equity Instruments at FVTOCI Rs.	Equity Instruments at FVTPL Rs.	Debt Instruments at amortised cost Rs.	Total Rs.
31st March 2023					
Financial Assets					
Long Term Investments	9	1,146,000	-	-	1,146,000
Trade and Other Receivables	11	-	-	174,000	174,000
Investments In Quoted Shares	14	-	2,539,400	-	2,539,400
Amounts Due from Related Parties	12	-	-	5,596,500	5,596,500
Cash & Cash Equivalents	13	-	-	164,395	164,395
		1,146,000	2,539,400	5,934,895	9,620,295

		Liabilities at FVTPL Rs.	Liabilities At Amortised Cost Rs.	Total Rs.
Financial Liabilities				
Interest Bearing Loans and Borrowings	16	-	47,898,219	47,898,219
Deposits	20	-	2,479,428	2,479,428
Trade & Other Payables	21	-	32,982,589	32,982,589
Bank Overdrafts	13	-	66,908,017	66,908,017
		-	150,268,253	150,268,253

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 24 - ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS (CONTD.)

Company

The carrying amounts of Financial Assets and Financial Liabilities in each category are as follows.

	Note	Equity Instruments at FVTOCI Rs.	Equity Instruments at FVTPL Rs.	Debt Instruments at amortised cost Rs.	Total Rs.
31st March 2024					
Financial Assets					
Long Term Investments	9	1,208,000	-	-	1,208,000
Trade and Other Receivables	11	-	-	1,257,690	1,257,690
Investments In Quoted Shares	14	-	1,011,206	-	1,011,206
Amounts Due from Related Parties	12	-	-	7,149,808	7,149,808
Cash & Cash Equivalents	13	-	-	541,939	541,939
		1,208,000	1,011,206	8,949,437	11,168,643

		Liabilities at FVTPL Rs.	Liabilities At Amortised Cost Rs.	Total Rs.
Financial Liabilities				
Interest Bearing Loans and Borrowings	16	-	82,914,054	82,914,054
Deposits	20	-	1,500,000	1,500,000
Trade & Other Payables	21	-	2,081,770	2,081,770
Amounts Due to Related Parties	22	-	18,155,099	18,155,099
Bank Overdrafts	13	-	2,595,316	2,595,316
		-	107,246,239	107,246,239

	Note	Equity Instruments at FVTOCI Rs.	Equity Instruments at FVTPL Rs.	Debt Instruments at amortised cost Rs.	Total Rs.
31st March 2023					
Financial Assets					
Long Term Investments	9	1,146,000	-	-	1,146,000
Trade and Other Receivables	11	-	-	851,096	851,096
Investments In Quoted Shares	14	-	2,539,400	-	2,539,400
Amounts Due from Related Parties	12	-	-	185,749,991	185,749,991
Cash & Cash Equivalents	13	-	-	91,410	91,410
		1,146,000	2,539,400	186,692,497	190,377,897

		Liabilities at FVTPL Rs.	Liabilities At Amortised Cost Rs.	Total Rs.
Financial Liabilities				
Trade & Other Payables	21	-	651,071	651,071
Amounts Due to Related Parties	22	-	250,000	250,000
Bank Overdrafts	13	-	180,069	180,069
		-	1,081,140	1,081,140

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
NOTE 25 - REVENUE				
Revenue on Tyre Retreading	1,459,570	-	1,459,570	-
Rent Income - Darshana International (Pvt) Ltd	6,037,875	5,488,875	5,056,125	-
Service Income	1,044,000	1,044,000	-	-
	8,541,445	6,532,875	6,515,695	-
NOTE 26 - OTHER INCOME				
Profit on Disposal of Shares	314,880	501,368	314,880	501,368
Dividend Income	32,069	79,610	32,069	79,610
Reversal of Impairment Provision of Trade Debtors	35,000	217,000	-	-
Reversal of Impairment Provision of Inventory	-	9,231,597	-	-
Liquidation Proceeds - Standard Industrial Solutions (Pvt) Ltd	-	1,709,380	-	1,672,217
Fair Value gain or (loss) on investments	(537,076)	1,064,500	(537,076)	1,064,500
Written back of NBT Payable	2,778,556	-	-	-
Written back of other Payable	146,400	-	-	-
Written back of Deposits	679,428	-	-	-
Concession Received on Settlement of borrowing of Standard Paints Ltd	73,375,336	-	-	-
	76,824,593	12,803,455	(190,127)	3,317,695
NOTE 27 - OTHER EXPENSES				
Bank Charges	358,237	22,400	349,188	15,050
Impairment of Investment in Subsidiary	-	-	-	17,433,510
Receivables Written off	212,367	-	-	-
Impairment of Receivable from Subsidiary - Standard Paints Ltd	-	-	65,000,000	-
	570,604	22,400	65,349,188	17,448,560
NOTE 28 - FINANCE INCOME				
Interest on Intercompany Loans	-	-	577,317	-
Interest on Savings account	45,294	-	45,294	-
	45,294	-	622,611	-
NOTE 29 - FINANCE COST				
Interest on Import & Term Loans	16,011,318	13,710,847	13,859,369	-
Interest Expense on Bank Overdraft	4,472,822	19,884,408	37,442	-
Lease Interest	948,664	-	-	-
Interest on Intercompany Loans	2,123,545	-	2,123,545	-
	23,556,349	33,595,255	16,020,356	-

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 30 - PROFIT/(LOSS) BEFORE TAX

Profit/(Loss) before tax is stated after charging all expenses including the following

	Group		Company	
	31.03.2024 Rs.	**31.03.2023 Rs.**	**31.03.2024 Rs.**	**31.03.2023 Rs.**
Depreciation	1,542,913	1,419,919	-	-
Amortization - Right of Use Assets	590,214	405,364	-	-
Employee Benefits including the following:				
Defined Benefit Plan Costs - Gratuity	(129,896)	26,434	35,808	-
Defined Contribution Plan Costs - EPF and ETF	207,225	51,300	168,750	-
Salaries and Allowance	3,236,738	540,000	2,831,738	-
Directors' emoluments	675,000	350,000	675,000	350,000
Audit Fees	410,000	335,500	328,000	126,500
Impairment Provision for investment in Subsidiary	-	-	-	17,433,510
Impairment on Receivable from Subsidiary	-	-	65,000,000	-

NOTE 31 - TAX EXPENSES

NOTE 31.1 - Tax Recognized in the Statement of Comprehensive Income

Income Tax Expenses	-	-	-	-
Deferred Tax Expenses/(Reversal)	(11,252,471)	(307,159)	(11,390)	-
Tax on asset disposal	17,250,000	-	-	-
Unclaimed WHT written off	681,745	-	90,157	
	6,679,274	(307,159)	78,767	-

NOTE 31.2 - Reconciliation between Accounting Profit and Taxable Income or (Loss)

Accounting Profit/(Loss)	(74,048,422)	(29,257,261)	(84,181,022)	(16,548,412)
Income from other sources	(6,384,821)	(7,491,092)	(5,403,074)	(1,704,980)
Income not taxable	(164,896)	(69,926)	-	(1,612,717)
Aggregate Disallowed items	125,457,845	480,059	65,629,684	17,433,510
Aggregate Allowable Expenses	(142,500)	-	-	-
Less - Deduction under Section 19 Losses claimed	(44,717,206)	-	-	-
Adjusted Business Profit/(Loss)	-	(36,338,220)	(23,954,412)	(2,432,599)
Investment Income	6,384,821	7,491,092	5,403,074	1,704,980
Less - Exempt income	(346,946)	-	(346,949)	-
Less - Deduction under Section 19 Losses claimed	(6,037,875)	(7,491,092)	(5,056,125)	(1,704,980)
Assessable Income	-	-	(5,403,074)	(1,704,980)
Current Income Tax on Taxable Profit from Business	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 32 - EARNINGS /(LOSS) PER SHARE

NOTE-32.1 Basic earnings /(LOSS) per share

Basic earning / (loss) per share is calculated by dividing the profit / (loss) for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the period.

	Group		Company	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Profits/(loss) attributable to equity holders of the Company (Rs.)	(59,213,023)	(18,708,341)	(84,259,789)	(16,548,412)
Weighted average number of ordinary shares	5,540,828	5,540,828	5,540,828	5,540,828
Basic earnings / (loss) per ordinary share (Rs.)	(10.69)	(3.38)	(15.21)	(2.99)

Nore-32.2 Diluted earnings per share

As at 31st March 2024 and as at 31st March 2023 there were no dilutive potential ordinary shares. Hence diluted earnings per share is same as basic earnings per share.

NOTE 33 - RELATED PARTY TRANSACTIONS

33.1 Transactions with Subsidiary and Related Entities

33.1.1 Group

	Entity Controlled by Chairman		Significant Investor	
	Sinali Capital (Pvt) Ltd		Standard Industries (Pvt) Ltd	
	2024 Rs.	2023 Rs.	2024 Rs.	2023 Rs.
As at 01st April				
Amounts due from Related Parties	-	-	5,596,500	8,000,481
Amounts due to Related Parties	-	-	-	-
	-	-	5,596,500	8,000,481
Sales of Goods / Services	-	-	237,520	(2,403,981)
Purchase of Goods / Services	-	-	(1,200)	-
Stamp Duty & Legal Fee of Investment				
Property incurred on behalf of the company	-	-	(5,099,000)	-
Purchase of Assets	-	-	(1,081,628)	-
Transferred/ (Obtained) Funds	-	-	(11,433,945)	-
Interest Expense	-	-	(2,123,545)	-
Expense Incurred on behalf of company	-	-	(2,970,423)	-
Rent Expenses	(200,000)	-	-	-
As at 31st March	(200,000)	-	(16,875,721)	5,596,500
Included In the following As At 31 March				
Trade Receivables	-	-	237,520	-
Amounts due from Related Parties	-	-	-	5,596,500
Amounts due to Related Parties	(200,000)	-	(17,113,241)	-
As at 31st march	(200,000)	-	(16,875,721)	5,596,500

33.1.2 Company

	Subsidiary		Entity Controlled by Chairman		Significant Investor	
	Standard Paints Ltd		Sinali Capital (Pvt) Ltd		Standard Industries (Pvt) Ltd	
	2024 Rs.	2023 Rs.	2024 Rs.	2023 Rs.	2024 Rs.	2023 Rs.
As at 01st April						
Amounts due from Related Parties	185,749,991	186,627,056	-	-	-	-
Amounts due to Related Parties	-	-	-	-	(250,000)	(545,000)
	185,749,991	186,627,056	-	-	(250,000)	(545,000)
Repayment of Temporary Finance	-	(510,000)	-	-	-	545,000
Sale of Goods / Services	-	-	-	-	237,520	-
Purchase of Goods / Services	-	-	-	-	(1,200)	-
Purchase of Investment Property (Note 33.3.1)	(195,000,000)	-	-	-	-	-
Stamp Duty & Legal Fee of Investment	-	-	-	-	(5,099,000)	-
Property Incurred on behalf of the company						
Transferred / (Obtained) Funds	79,675,000	-	-	-	(7,510,931)	(250,000)
Interest Income	577,317	-	-	-	-	-
Interest Expense	-	-	-	-	(2,123,545)	-
Refundable Deposit Received	1,500,00	-	-	-	-	-
Rent Expenses	(352,500)	(330,000)	(200,000)	-	-	-
Expense Incurred on behalf of company	-	(37,065)	-	-	(2,970,423)	-
As at 31st March	72,149,808	185,749,991	(200,000)	-	(17,717,579)	(250,000)
Included In the following As At 31 March						
Trade Receivables	-	-	-	-	237,520	-
Amounts due from Related Parties	72,149,808	185,749,991	-	-	-	-
Amounts due to Related Parties	-	-	(200,000)	-	(17,955,099)	(250,000)
As at 31st march	72,149,808	185,749,991	(200,000)	-	(17,717,579)	(250,000)

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 33 - RELATED PARTY DISCLOSURES (CONTD.)

33.2 Recurrent Related Party Transactions

Recurrent transactions that have been entered in to with Related Parties during the year which are more than 10% of the income as specified in section 9.14.8 of the Listing Rules of Colombo Stock Exchange that require disclosure to this Annual Report are given below :-

Name of the Related Party	Relationship	Nature of the Transaction	Aggregate Value of the Related Party Transaction Rs.	Aggregate Value of the Related Party Transaction as a % of Gross Revenue / Income	Terms and Conditions of the Related Party Transactions
Standard Industries (Pvt) Ltd	Significant Investor	Sale and Purchase of goods	238,720		At commercial terms agreed by the management
		Interest Expense	2,123,545		
		Expense Incurred	2,970,423		
			5,332,688	27.58%	

33.3 Non - Recurrent Related Party Transactions

Non - recurrent transactions that have been entered in to with Related Parties during the year which are more than 10% of the Equity or 5% of the total assets whichever is lower as specified in Section 9.14.8 of the Listing Rules of Colombo Stock Exchange that require disclosure to this Annual Report are given below

Name of the Related Party	Relationship	Nature of the Transaction	Aggregate Value of the Related Party Transaction Rs.	Aggregate Value of the Related Party Transaction as a % of the Total Assets	Terms and Conditions of the Related Party Transactions
Standard Paints Ltd	Subsidiary	Purchase of Investment Property	195,000.000		At commercial terms agreed by the management
		Funds Transferred	79,675,000		
		Refundable Deposit Received	1,500,000		
			276,175,000	145%	
Standard Industries (Pvt) Ltd	Significant Investor	Stamp Duty & Legal Fee of Investment Property	5,099,000		At commercial terms agreed by the management
		Funds Obtained	11,433,946		
		Purchase of Assets	1,081,628		
			17,614,574	9.25%	

33.3.1 During the year, the Company has acquired a property from its subsidiary, Standard Paints Ltd. The transaction was carried out at a consideration of Rs. 195,000,000/- which reflects the fair value of the property. Accordingly this transaction has been recorded in the financial statements of both the parent and subsidiary company at Rs. 195,000,000/- and stamp duty thereon, in accordance with the fair value assessment, and in Compliance with the relevant Sri Lanka Accounting Standards.

However, for the purpose of stamp duty assessment, the Company sought a formal opinion from the Department of Revenue - Western Province, which confirmed that stamp duty to be paid based on a value of Rs. 120,000,000/- Accordingly, the deed of transfer was executed at Rs. 120,000,000/-

Fair Value Assessment on the transaction date has been decided based on a valuation carried out by Mr. U. A. Kalubowila (Charteted Valuer) FIV - SL. The transaction is disclosed in accordance with LKAS 24 - Related Party Disclosures.

33.4 Terms and conditions of transactions with related parties.

All related party transactions are carried out in the normal course of business and transacted at normal business terms. It is the policy of the group to carry out the sales to and purchases from related parties on terms equivalent to those that prevail in arm's length transactions and comparable with those that would have been charged from unrelated parties. All related party outstanding balances at the year-end are unsecured and are to be settled in cash. The balance outstanding as at the reporting date is disclosed in note 12 and 22 to these financial statements.

33.5 Transactions with Key Management Personnel of the Company.

Key Managerial Persons represent all executive and non executive directors and all members of the senior management team of the Company. Following were members of the board of directors of the company throughout the year :-

Mr. W. I. Arambage	Chairman
Mr. S. Kader	Non Independent / Non-Executive Director
Mr. A. M. A. Cader	Senior Independent Non Executive Director
Mr. Sudharshan Gamage (Resigned on 04.10.2023),	Independent / Non-Executive Director
Mr. Ahmed Bassam Al-Neama (Resigned on 18.02.2024)	Non-Independent / Non-Executive Director
Mr. R. M. N. K. B. Rathnasinghe (Appointed on 04.10.2023 and Resigned on 02.05.2025)	Independent / Non-Executive Director
Mr. V. C. Velivitiya (Appointed on 18.02.2024)	CEO / Non-Independent / Executive Director

33.5.1 Key Management Personnel Compensation

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Directors' emoluments	675,000	350,000	675,000	350,000

NOTE 34 - CAPITAL COMMITIMENTS

There are no material capital commitments which would require adjustments to or disclosure in the Financial Statements.

NOTE 35 - CONTINGENT LIABILITIES

There are no contingent liabilities which would require adjustments to or disclosure in the Financial Statements

NOTE 36 - EVENTS AFTER THE REPORTING DATE

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

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 37 - FINANCIAL RISK MANAGEMENT

The Group's principal financial liabilities comprise trade payables, other payables, amounts due to related parties, lease liabilities and interest bearing loans and borrowings. The main purpose of these financial liabilities is to finance the Group's operations. The Group's principal financial assets include bank balances and cash, trade receivables, other receivables, amounts due from related parties and investment in shares that derive directly from its operations.

The Group is exposed in verious risks in relation to financial instruments including market risk, credit risk and liquidity risk. The Board of directors reviews and agrees policies for managing each of these risks.

The Group does not actively engage in the trading of financial assets for speculative purposes. The most significant risk to which the group is exposed are described below :-

(a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk of the Group comprises of interest rate risk.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's financial instruments.

The Group's financial liabilities that are subject to interest rate risk comprise interest bearing loans and borrowings amounting to Rs. 85,509,370/- (2023: Rs. 114,806,236/-)

As at the reporting date the interest rate profile of the group interest- bearing financial instruments were :-

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
1. Variable Rate Instruments				
Bank Overdraft	2,595,316	66,908,017	2,595,316	180,069
Import Loans	5,006,210	3,500,000	5,006,210	-
Term Loans	77,907,844	-	77,907,844	-
	85,509,370	70,408,017	85,509,370	180,069
2. Fixed Rate Instruments				
Term Loans	-	44,398,219	-	-
	-	44,398,219	-	-

The assumed spread of basis points for the interest rate sensitivity analysis is based on the currently observable market environment changes to base rates such as AWPLR.

	Effect on Profit / (Loss) Before Tax			
	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Increase/ (decrease) in basis points				
+1000 basis points	(868,408)	(2,449,965)	(24,922)	(3,843)
- 1000 basis points	868,408	2,449,965	24,922	3,843
+500 basis points	(434,204)	(1,224,983)	(12,461)	(1,921)
- 500 basis points	434,204	1,224,983	12,461	1,921

(b) Credit risk

Credit risk is the risk that the counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities primarily trade receivables and from its financing activities, including deposits with bank and other financial assets.

The Group trades only with recognised creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis with the result that the Group's exposure to bad debits is not significant.

The Group's maximum exposure to credit risk is limited to the carrying amount of financial assets recognised at 31 March, as summarised below:

	Group		Company	
	31.03.2024 Rs.	31.03.2023 Rs.	31.03.2024 Rs.	31.03.2023 Rs.
Classes of financial assets - carrying amounts:				
Cash & Bank balances	735,292	164,395	514,939	91,410
Trade & Other receivables	1,431,690	1,398,468	1,257,690	851,096
Amounts due from related parties	-	5,596,500	72,149,808	185,749,991
Long Term Investment	1,208,000	1,146,000	1,208,000	1,146,000
Investments in Quoted Shares	1,011,206	2,539,400	1,011,206	2,539,400
	4,386,188	10,844,763	76,168,643	190,377,897
Less : Provision for impairment	-	(1,224,468)	(65,000,000)	-
	4,386,188	9,620,295	11,168,643	190,377,897

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 37 - FINANCIAL RISK MANAGEMENT (CONTD.)

(c) Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet obligations as they fall due. The Group's approach to managing liquidity risk is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or destructing the Group's operations.

The Group's objective is to maintain a balance between continuity of funding and flexibility through use of the Group's own reserves, funds from the shareholders and bank facilities.

The table below summarises the maturity profile of the Group's financial liabilities as at reporting date, based on contractual undiscounted payments.

Group	Current		Non Current		
	Within 6 months	6-12 months	1-5 years	Later than 5 years	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
31st March 2024					
Trade & Other payables	2,553,618	-	-	-	2,553,618
Deposits	-	-	1,800,000	-	1,800,000
Amounts due to related parties	17,313,241	-	-	-	17,313,241
Interest bearing loans and borrowings	9,535,330	9,535,330	51,744,660	12,098,734	82,914,054
Lease Liabilities	331,878	331,878	1,136,919	2,550,893	4,351,568
Bank Overdrafts	2,595,316	-	-	-	2,595,316
	32,329,383	9,867,208	54,681,579	14,649,627	111,527,797
31st March 2023					
Trade & Other payables	32,982,589	-	-	-	32,982,589
Deposits	-	-	2,479,428	-	2,479,428
Interest bearing loans and borrowings	23,949,109	23,949,109	-	-	47,898,218
Bank Overdrafts	66,908,017	-	-	-	66,908,017
	123,839,715	23,949,109	2,479,428	-	150,268,253

Company	Current		Non Current		
	Within 6 months	6-12 months	1-5 years	Later than 5 years	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
31st March 2024					
Trade & Other payables	2,081,770	-	-	-	2,081,770
Deposits	-	-	1,500,000	-	1,500,000
Amounts due to related parties	18,155,099	-	-	-	18,155,099
Interest bearing loans and borrowings	9,535,330	9,535,330	51,744,660	12,098,734	82,914,054
Bank Overdrafts	2,595,316	-	-	-	2,595,316
	32,367,515	9,535,330	53,244,660	12,098,734	107,246,239
31st March 2023					
Trade & Other payables	651,071	-	-	-	651,071
Amounts due to related parties	250,000	-	-	-	250,000
Bank Overdrafts	180,069	-	-	-	180,069
	1,081,140	-	-	-	1,081,140

(d) Capital management

The Group manages its capital to ensure that it will be able to continue as a going concern while maximising the return to shareholders through the optimisation of the debt and equity balance.

The Group makes adjustments to its capital structure, in light of changes in economic and business conditions. To maintain or adjust the capital structure, the Group may issue new shares or adjust dividend payments to shareholders. No changes were made in the objectives, policies or processes during the year ended 31 March 2024.

Capital, which includes Stated Capital, Revaluation Reserve, Fair value reserve of financial assets at FVOCI and Accumulated Losses is measured at of Rs. 124,869,494/- as at 31 March 2024 (2023 - of Rs. 166,732,321/-)

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 38 - FAIR VALUE HIERARCHY

Level 1 - Quoted (unadjusted) Market prices in active markets for identical assets or liabilities
Level 2 - Other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly
Level 3 - Techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market.

Group

	Level 1		Level 2		Level 3	
AS AT 31ST MARCH	**2024**	**2023**	**2024**	**2023**	**2024**	**2023**
Asset measurement at fair value						
Property Plant & Equipment - Buildings	-	-	-	30,186,914	-	-
Investment Properties	-	-	246,599,000	300,000,000	-	-
Long Term Investments	-	-	-	-	1,208,000	1,146,000
Investments In Quoted Shares	1,011,206	2,539,400	-	-	-	-

Company

	Level 1		Level 2		Level 3	
AS AT 31ST MARCH	**2024**	**2023**	**2024**	**2023**	**2024**	**2023**
Asset measurement at fair value						
Investment Properties	-	-	200,099,000	-	-	-
Long Term Investments	-	-	-	-	1,208,000	1,146,000
Investments In Quoted Shares	1,011,206	2,539,400	-	-	-	-

Ten Year Summary

Year Ended 31st March	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Revenue	8,541,445	6,532, 875	-	42,800	419,441	36,144,846	151,124,697	212,166,519	170,061,748	222,454,301
Profit /(Loss) Before Tax	(74,048,422)	(29,564,420)	36,527,848	13,091,580	6,454,217	(9,695,751)	(46,090,893)	(70,291,181)	(42,103,545)	(37,381,268)
Net Finance Cost	(23,511,055)	(33,595,255)	(19,408,937)	(31,373,681)	(20,734,306)	(5,294,818)	(14,983,035)	(13,034,483)	(2,808,952)	(7,264,168)
Net Profit/(Loss) From Continuing Operations	(80,727,696)	(29,257,261)	36,906,269	14,920,517	6,569,487	(9,851,360)	(47,047,828)	(69,271,858)	(48,026,289)	(33,331,279)
EQUITY & LIABILITIES										
Stated Capital	242,411,225	242,411,225	242,411,225	242,411,225	242,411,225	242,411,225	242,411,225	242,411,225	242,411,225	242,411,225
Reserves	8,469,764	48,713,957	48,773,945	49,422,957	48,515,957	48,514,957	66,969,747	41,307,237	53,477,391	22,779,117
Retained Earnings	(126,011,495)	(124,392,861)	(105,916,250)	(136,430,307)	(108,395,381)	(110,076,052)	(101,445,131)	(62,714,171)	41,957,212	68,365,608
Total Non-Current Liabilities	69,331,208	9,969,303	10,513,362	10,839,377	2,903,487	2,624,162	5,170,359	4,722,633	27,186,374	27,531,408
Total Current Liabilities	80,187,462	171,901,440	144,293,868	129,355,126	115,624,600	104,138,048	168,553,963	173,388,159	148,708,581	91,188,044
ASSETS										
Investment Property	246,599,000	300,000,000	300,000,000	245,000,000	200,000,000	165,000,000	142,000,000	133,000,000	125,000,000	125,000,000
Unquoted Investments	1,208,000	1,146,000	1,200,000	1,200,000	947,000	947,000	1,569,000	1,576,395	1,612,089	1,759,183
Total Current Assets	3,983,634	11,712,595	11,747,727	13,932,499	28,943,504	43,601,844	119,351,274	160,655,795	238,411,342	233,577,345

Investor Information

Standard Capital PLC

ANALYSIS OF SHAREHOLDERS ACCORDING TO THE NUMBER OF SHARES AS AT 28-MAR-2024

1 SHAREHOLDING - TOTAL

No. of Shareholders	Shareholdings	No. of Shares	Percentage (%)
1,012	1 to 1000 Shares	104,547	1.89
64	1001 to 10,000 Shares	203,657	3.67
6	10,001 to 100,000 Shares	244,362	4.41
5	100,001 to 1000,000 Shares	1,575,648	28.44
2	Over 1,000,000 Shares	3,412,614	61.59
1,089		5,540,828	100.00

2 RESIDENT SHAREHOLDING

No. of Share Holders	Shareholdings	No. of Share	Percentage (%)
1,009	1 to 1000 Shares	103,992	1.88
64	1001 to 10,000 Shares	203,657	3.68
6	10,001 to 100,000 Shares	244,362	4.41
2	100,001 to 1000,000 Shares	573,362	10.35
1	Over 1,000,000 Shares	1,652,614	29.83
1,082		2,777,987	50.14

3 NON RESIDENT SHAREHOLDING

No. of Share Holders	Shareholdings	No. of Shares	Percentage (%)
3	1 to 1000 Shares	555	0.01
0	1001 to 10,000 Shares	0	0
0	10,001 to 100,000 Shares	0	0
3	100,001 to 1000,000 Shares	1,002,286	18.09
1	Over 1,000,000 Shares	1,760,000	31.76
7		2,762,841	49.86

4 Categories of Shareholders

	No. of Shareholders	No. of Shares
Individual	1,059	781,396
Institutional	30	4,759,432
Total	1,089	5,540,828

Investor Information Contd...

5 Market and Other Information

	31.03.2024	31.03.2023
Market Value Per Share at the end of Financial year	37.00	42.40
No of Ordinary Voting Shares	5,540,828	5,540,828
Market Capitalization	205,010,636	234,931,107
Market Capitalization is calculated based on 31/03/2024 closing trade price		
Float Adjusted Market Capitalization	78,728,896	90,236,019
Float Adjusted Market Capitalization is calculated based on31/03/2024 closing trade price		
Relevant Public Holdings Option	Option 05	Option 05

The Percentage of shares hold by the public as at 28th March 2024 was 38.40% of the issued Share Capital
Number of Public Shareholders as at 28th March 2024 was 1085

6 LIST OF 25 MAJOR SHAREHOLDERS BASED ON THEIR SHAREHOLDINGS AS AT 28TH MARCH 2024

	SHAREHOLDING	PERCENTAGE (%)
1. Gulf East Finance Limited	1,760,000	31.76
2. Standard Industries (Pvt) Ltd	1,652,614	29.83
3. Eastern Ocean Investments Ltd	528,987	9.55
4. Best Real Invest Co Services (Private) Limited	293,521	5.30
5. Mr. K.C. Vignarajah	279,841	5.05
6. Standard Chemical Corporationpte Ltd	270,000	4.87
7. Amina Investments Limited	203,299	3.67
8. Mrs K Gunaratnam	64,930	1.17
9. Ms S. Gunaratnam	64,930	1.17
10. Miss N.R. Fonseka	38,536	0.70
11. First Capital Markets Limited/mr.s.p.jayakumar	35,685	0.64
12. Mrs. S. Vignarajah	26,324	0.48
13. Mr. U.D.M. Fernando	13,957	0.25
14. Mrs. G.Y. Packeerally	10,000	0.18
15. Mrs K Sathasivam	10,000	0.18
16. Mr G Sathasivam	10,000	0.18
17. Mr G Udayakumar	10,000	0.18
18. Mr. R.E. Rambukwelle	8,500	0.15
19. Mr. S.K. Gopidas	7,805	0.14
20. Mr. K. Ganesharajah	7,658	0.14
21. Pmf Finance Plc/s.s.kumar	7,332	0.13
22. Mr. G.H.S. Senarathne	7,250	0.13
23. Dr. W.W.P.W.M.R.S. Kularatne	6,724	0.12
24. Mr. M. Senanayeke (Deceased)	6,250	0.11
25. Mr. J.J. Ravindran	5,438	0.10
	5,329,581	96.18%

Investor Information Contd...

7 Details of Twenty Five Major Shareholders as at 31st March 2023

		No. of Shares	As a Percentage (%)
1	Gulf East Finance Ltd	2,800,000	50.53
2	Sinali Capital (Pvt) Ltd	612,614	11.06
3	Eastern Ocean Investments Ltd	528,987	9.55
4	Best Real Invest Co Services (Pvt) Ltd	293,521	5.30
5	Mr. Kangasu Chelvadurai Vignarajah	279,841	5.05
6	Standard Chemical Corporation Pte.Ltd	270,000	4.87
7	Amina Investments Limited	209,656	3.78
8	Mrs. Sarojini Gunatatnam	64,930	1.17
9	Mrs. Kamala Gunarartnam	64,930	1.17
10	First Capital Markets Ltd/Mr S.P. Jayakumar	35,685	0.64
11	Miss Nishma Rusi.Fonseka	34,554	0.62
12	Mrs. Sarathathevy Vignarajah	26,324	0.48
13	Mrs. Gnei.Yasmin.Packeeralley	10,100	0.18
14	Mr. Govindasamy Udayakumar	10,000	0.18
15	Mrs. Kalyani Sathasivam	10,000	0.18
16	Mr. Govindasamy Sathasivam	10,000	0.18
17	Mr. Rohan De Silva	9,360	0.17
18	Mr. Kanthasamy Ganesharajah	7,562	0.14
19.	PMF Finance PLC / S.S. Kumar	7,332	0.13
20	Dr Wijesundara Wickramasingha Panditharatne Kularatne	6,724	0.12
21.	Mr. Maithripala Senanayeke (Deceased)	6,250	0.11
22.	Mr. Galle Hewage Sunil Senarathne	6,000	0.11
23.	Mr. Ungamandadige Dimuthu Madushan Fernando	5,759	0.10
24.	Mr. Jeyasingham John Ravindran	5,438	0.10
25.	Mr. Ravindra Erle Rambukwelle	5,000	0.09
	TOTAL	5,320,567	96.01