



**SINGER**<sup>®</sup>  
Trusted Excellence

**REGNIS (LANKA) PLC**

**INTERIM FINANCIAL STATEMENTS FOR THE  
NINE MONTHS ENDED 30TH SEPTEMBER 2018**

**STATEMENT OF FINANCIAL POSITION**

	Group 30-Sep. 2018 Rs'000	Group 30-Sep. 2017 Rs'000	Group 31-Dec. 2017 Rs'000	Company 30-Sep. 2018 Rs'000	Company 30-Sep. 2017 Rs'000	Company 31-Dec. 2017 Rs'000
<b>ASSETS</b>						
<b>Non-Current Assets</b>						
Property, Plant & Equipment	1,149,920	1,088,072	1,097,046	1,044,482	1,003,246	1,014,299
Intangible Assets	3,416	3,502	3,832	3,227	3,218	3,572
Investments in Subsidiary	-	-	-	150,000	150,000	150,000
Available for Sale Financial Asset	23,431	20,763	22,850	23,431	20,763	22,850
Pre-paid operating lease	63,870	-	64,846	-	-	-
Other Receivables	8,535	3,469	2,936	4,317	2,586	2,108
<b>Total Non-Current Asset</b>	<b>1,249,172</b>	<b>1,115,806</b>	<b>1,191,510</b>	<b>1,225,457</b>	<b>1,179,813</b>	<b>1,192,829</b>
<b>Current Assets</b>						
Inventories	1,081,288	985,475	1,150,247	786,967	822,666	912,446
Trade and Other Receivables	28,776	38,189	43,757	24,928	25,039	26,298
Amounts Due from Related Parties -Trade	524,586	547,802	538,525	355,229	429,150	382,591
Amounts Due from Related Parties - Non Trade	-	-	-	4,778	9,180	-
Income tax receivables	36,354	-	17,569	36,354	-	21,364
Prepayments	13,965	8,443	13,320	6,615	6,024	4,464
Cash at Bank and In hand	10,044	2,959	5,580	9,994	2,909	5,530
<b>Total current Assets</b>	<b>1,695,013</b>	<b>1,582,868</b>	<b>1,768,998</b>	<b>1,224,865</b>	<b>1,294,968</b>	<b>1,352,693</b>
<b>Total Assets</b>	<b>2,944,185</b>	<b>2,698,673</b>	<b>2,960,509</b>	<b>2,450,324</b>	<b>2,474,780</b>	<b>2,545,523</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Equity</b>						
Stated Capital	211,192	211,192	211,192	211,192	211,192	211,192
Reserves	325,824	414,272	328,951	325,824	414,272	328,951
Retained Earnings	889,622	932,601	956,991	694,124	711,220	724,497
<b>Total Equity</b>	<b>1,426,638</b>	<b>1,558,065</b>	<b>1,497,134</b>	<b>1,231,140</b>	<b>1,336,684</b>	<b>1,264,640</b>
<b>Non-Current Liabilities</b>						
Deferred Tax Liabilities	188,495	79,721	173,933	180,140	69,811	166,176
Employee benefits	113,378	101,915	104,595	109,680	99,743	101,294
Loans and Borrowings	-	25,070	-	-	25,070	-
<b>Total non-current liabilities</b>	<b>301,873</b>	<b>206,706</b>	<b>278,528</b>	<b>289,820</b>	<b>194,624</b>	<b>267,470</b>
<b>Current Liabilities</b>						
Trade and Other Payable	312,049	293,232	319,010	205,242	246,929	238,632
Amounts Due to Related Parties - Trade	17,905	7,529	16,383	93,928	97,366	78,277
Amounts Due to Related Parties -Non Trade	129,216	55,488	86,447	110,531	54,306	83,491
Provisions	42,395	49,871	45,594	26,032	35,082	29,170
Current tax liabilities	1,470	13,097	-	-	3,545	-
Dividends Payable	5,965	3,090	4,890	5,965	3,090	4,890
Loans Due to Related Parties	150,000	150,000	150,000	150,000	150,000	150,000
Loans and Borrowings	494,916	315,654	463,221	299,377	315,654	362,707
Bank overdraft	61,758	45,940	99,302	38,289	37,500	66,246
<b>Total current liabilities</b>	<b>1,215,674</b>	<b>933,901</b>	<b>1,184,847</b>	<b>929,364</b>	<b>943,472</b>	<b>1,013,413</b>
<b>Total Liabilities</b>	<b>1,517,547</b>	<b>1,140,607</b>	<b>1,463,375</b>	<b>1,219,184</b>	<b>1,138,096</b>	<b>1,280,883</b>
<b>Total Equity and Liabilities</b>	<b>2,944,185</b>	<b>2,698,673</b>	<b>2,960,509</b>	<b>2,450,324</b>	<b>2,474,780</b>	<b>2,545,523</b>
<b>Net Assets per Share</b>	<b>126.61</b>	<b>138.28</b>	<b>132.87</b>	<b>109.26</b>	<b>118.63</b>	<b>112.23</b>

I certify that the financial statements of the company comply with the requirements of the Companies Act No 7 of 2007

(Sgd.)

**Kanchana Atukorala**  
Chief Financial Officer

Figures in brackets indicate deductions.

The above figures are provisional and subject to Audit.

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

Signed for and on behalf of the board

(Sgd.)

**M.H.Wijewardene**  
Director

November 9, 2018  
Colombo

(Sgd.)

**K.D.Kospelawatta**  
Director

# Interim Financial Statements For the Nine Months Ended 30th September 2018

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

<i>For the quarter ended 30th September</i>		Group		Company		Group Variance Vs Prior Year		Company Variance Vs Prior Year	
		2018	2017	2018	2017	RS'000	%	RS'000	%
	Note	RS'000	RS'000	RS'000	RS'000	RS'000	%	RS'000	%
Revenue	2.1	1,225,895	1,146,963	851,163	927,327	78,932	6.9%	(76,164)	-8.2%
Cost of Sales		(1,175,837)	(1,094,163)	(815,034)	(899,468)	(81,674)	7.5%	84,434	-9.4%
<b>Gross Profit</b>		<b>50,058</b>	<b>52,800</b>	<b>36,129</b>	<b>27,859</b>	<b>(2,742)</b>	<b>-5.2%</b>	<b>8,270</b>	<b>29.7%</b>
Other Operating Income/ (Loss)		160	275	160	235	(115)	-41.8%	(75)	-31.9%
Administrative Expenses		(5,923)	(4,667)	(4,529)	(3,808)	(1,256)	26.9%	(721)	18.9%
Selling & Distribution Expenses		(10,870)	(18,259)	(9,270)	(11,887)	7,389	-40.5%	2,617	-22.0%
<b>Results from Operating Activities</b>		<b>33,425</b>	<b>30,149</b>	<b>22,490</b>	<b>12,399</b>	<b>3,276</b>	<b>10.9%</b>	<b>10,091</b>	<b>81.4%</b>
Finance Cost		(23,401)	(18,138)	(19,844)	(18,684)	(5,263)	29.0%	(1,160)	6.2%
Finance Income		35	234	961	946	(199)	-85.0%	15	1.6%
Net Finance Cost		(23,366)	(17,904)	(18,883)	(17,738)	(5,462)	-30.5%	(1,145)	-6.5%
<b>Profit Before Taxation</b>		<b>10,059</b>	<b>12,245</b>	<b>3,607</b>	<b>(5,339)</b>	<b>(2,186)</b>	<b>-17.9%</b>	<b>8,946</b>	<b>-167.6%</b>
Taxation Expense		(2,539)	(2,650)	(1,307)	1,409	111	-4.2%	(2,716)	-192.8%
<b>Profit for the Period</b>		<b>7,520</b>	<b>9,595</b>	<b>2,300</b>	<b>(3,930)</b>	<b>(2,075)</b>	<b>-21.6%</b>	<b>6,230</b>	<b>-158.5%</b>
<b>Items that are or may be reclassified subsequently to profit or loss</b>									
Net change in fair value of available-for-sale financial assets		192	184	192	184	8	4.3%	8	4.3%
<b>Other Comprehensive Income net of tax</b>		<b>192</b>	<b>184</b>	<b>192</b>	<b>184</b>	<b>8</b>	<b>4.3%</b>	<b>8</b>	<b>4.3%</b>
<b>Total Comprehensive Income</b>		<b>7,712</b>	<b>9,779</b>	<b>2,492</b>	<b>(3,746)</b>	<b>(2,067)</b>	<b>-21.1%</b>	<b>6,238</b>	<b>-166.5%</b>
<b>Profit attributable to:</b>									
Owners of the Company		7,520	9,595	2,300	(3,930)	(2,075)	-21.6%	6,230	-158.5%
Non controlling interest		-	-	-	-	-	-	-	-
<b>Profit for the period</b>		<b>7,520</b>	<b>9,595</b>	<b>2,300</b>	<b>(3,930)</b>	<b>(2,075)</b>	<b>-21.6%</b>	<b>6,230</b>	<b>-158.5%</b>
<b>Total Comprehensive Income attributable to:</b>									
Owners of the Company		7,712	9,779	2,492	(3,746)	(2,067)	-21.1%	6,238	-166.5%
Non controlling interest		-	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the period</b>		<b>7,712</b>	<b>9,779</b>	<b>2,492</b>	<b>(3,746)</b>	<b>(2,067)</b>	<b>-21.1%</b>	<b>6,238</b>	<b>-166.5%</b>
Basic Earnings per Share		0.67	0.85	0.20	(0.35)				

Figures in brackets indicate deductions.

The above figures are provisional and subject to Audit.

Share Prices	Three Months Ended 30th September 2018	Three Months Ended 30th September 2017
Highest	Rs. 82.90	Rs. 158.00
Lowest	Rs. 68.00	Rs. 134.00
Last Traded Price	Rs. 68.20	Rs. 135.00

# Interim Financial Statements For the Nine Months Ended 30th September 2018

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

<i>Nine Months ended September</i>		Group		Company		Group Variance Vs Prior Year		Company Variance Vs Prior Year	
		2018	2017	2018	2017	RS'000	%	RS'000	%
Note	RS'000	RS'000	RS'000	RS'000	RS'000	%	RS'000	%	
<b>Revenue</b>	2.2	3,925,914	3,734,486	2,770,048	2,973,592	191,428	5.1%	(203,544)	-6.8%
Cost of Sales		(3,724,032)	(3,425,864)	(2,628,744)	(2,776,108)	(298,168)	8.7%	147,364	-5.3%
<b>Gross Profit</b>		<b>201,882</b>	<b>308,622</b>	<b>141,304</b>	<b>197,484</b>	<b>(106,740)</b>	<b>-34.6%</b>	<b>(56,180)</b>	<b>-28.4%</b>
Other Operating Income		408	307	56,433	75,867	101	32.9%	(19,434)	-25.6%
Administrative Expenses		(18,738)	(14,944)	(15,062)	(12,642)	(3,794)	25.4%	(2,420)	19.1%
Selling & Distribution Expenses		(51,356)	(61,091)	(34,806)	(41,493)	9,735	-15.9%	6,687	-16.1%
<b>Results from Operating Activities</b>		<b>132,196</b>	<b>232,894</b>	<b>147,869</b>	<b>219,216</b>	<b>(100,698)</b>	<b>-43.2%</b>	<b>(71,347)</b>	<b>-32.5%</b>
Finance Cost		(59,659)	(46,844)	(53,905)	(47,646)	(12,815)	27.4%	(6,259)	13.1%
Finance Income		313	1,542	2,841	2,853	(1,229)	-79.7%	(12)	-0.4%
Net Finance Cost		(59,346)	(45,302)	(51,064)	(44,793)	(14,044)	-31.0%	(6,271)	-14.0%
<b>Profit Before Taxation</b>		<b>72,850</b>	<b>187,592</b>	<b>96,805</b>	<b>174,423</b>	<b>(114,742)</b>	<b>-61.2%</b>	<b>(77,618)</b>	<b>-44.5%</b>
Taxation Expense		(25,770)	(54,232)	(12,982)	(27,460)	28,462	-52.5%	14,478	-52.7%
<b>Profit for the period</b>		<b>47,080</b>	<b>133,360</b>	<b>83,823</b>	<b>146,963</b>	<b>(86,280)</b>	<b>-64.7%</b>	<b>(63,140)</b>	<b>-43.0%</b>
<b>Other Comprehensive Income</b>									
<b>Items that will not be reclassified to profit or loss</b>									
Re-measurement of defined benefit liability		252	-	568	-	252	100.0%	568	100.0%
Related Tax		(96)	-	(159)	-	(96)	-100.0%	(159)	-100.0%
<b>Items that are or may be reclassified subsequently to profit or loss</b>									
Net change in fair value of available-for-sale financial assets		581	582	581	582	(1)	-0.2%	(1)	-0.2%
<b>Other Comprehensive Income for the period, net of tax</b>		<b>737</b>	<b>582</b>	<b>990</b>	<b>582</b>	<b>155</b>	<b>27%</b>	<b>408</b>	<b>70.1%</b>
<b>Total Comprehensive Income for the period</b>		<b>47,817</b>	<b>133,942</b>	<b>84,813</b>	<b>147,545</b>	<b>(86,125)</b>	<b>-64.3%</b>	<b>(62,732)</b>	<b>-42.5%</b>
<b>Profit attributable to:</b>									
Owners of the Company		47,080	133,360	83,823	146,963	(86,280)	-64.7%	(63,140)	-43.0%
Non controlling interest		-	-	-	-	-	-	-	-
<b>Profit for the period</b>		<b>47,080</b>	<b>133,360</b>	<b>83,823</b>	<b>146,963</b>	<b>(86,280)</b>	<b>-64.7%</b>	<b>(63,140)</b>	<b>-43.0%</b>
<b>Total Comprehensive Income attributable to:</b>									
Owners of the Company		47,817	133,942	84,813	147,545	(86,125)	-64.3%	(62,732)	-42.5%
Non controlling interest		-	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the period</b>		<b>47,817</b>	<b>133,942</b>	<b>84,813</b>	<b>147,545</b>	<b>(86,125)</b>	<b>-64.3%</b>	<b>(62,732)</b>	<b>-42.5%</b>
Earnings per Share		4.18	11.84	7.44	13.04				

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

Share Prices	Nine Month Ended 30th September 2018	Nine Month Ended 30th September 2017
Highest	Rs. 123.00	Rs. 173.00
Lowest	Rs. 68.00	Rs. 131.50
Last Traded Price	Rs. 68.20	Rs. 135.00

## Interim Financial Statements For the Nine Months Ended 30th September 2018

### STATEMENT OF CHANGES IN EQUITY

Group	Stated Capital  Rs'000	Revaluation Reserve  Rs'000	Available For Sale Reserves  Rs'000	Retained Earnings  Rs'000	Total  Rs'000
<b>Balance as at 1st January 2017</b>	<b>211,192</b>	<b>414,587</b>	<b>2,181</b>	<b>1,004,618</b>	<b>1,632,578</b>
Profit for nine months 30th September 2017	-	-	-	133,360	133,360
Total other comprehensive income for the period	-	-	582	-	582
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>582</b>	<b>133,360</b>	<b>133,942</b>
<b>Transaction with owners of the company, recognised directly in equity</b>					
Final dividends 2016	-	-	-	(208,455)	(208,455)
<b>Total transaction with owners of the company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(208,455)</b>	<b>(208,455)</b>
Realisation of revaluation surplus	-	(3,078)	-	3,078	-
<b>Balance as at 30th September 2017</b>	<b>211,192</b>	<b>411,509</b>	<b>2,763</b>	<b>932,601</b>	<b>1,558,065</b>
Profit for the three months ended	-	-	-	<b>21,757</b>	<b>21,757</b>
<b>other comprehensive income</b>					
Re-measurement of defined benefit obligation	-	-	-	1,139	1,139
Related taxes	-	-	-	(372)	(372)
Deferred tax on revaluation of land	-	(85,542)	-	-	(85,542)
<b>Total other comprehensive income for three months</b>	<b>-</b>	<b>(85,542)</b>	<b>2,087</b>	<b>767</b>	<b>(82,688)</b>
<b>Total comprehensive income for three months</b>	<b>-</b>	<b>(85,542)</b>	<b>2,087</b>	<b>22,524</b>	<b>(60,931)</b>
<b>Total transaction with owners of the company</b>					
Realisation of revaluation surplus	-	(1,866)	-	1,866	-
<b>Balance as at 31 December 2017</b>	<b>211,192</b>	<b>324,101</b>	<b>4,850</b>	<b>956,991</b>	<b>1,497,135</b>
Profit for nine months 30th September 2018	-	-	-	47,080	47,080
Total other comprehensive income for the period	-	-	581	156	737
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>581</b>	<b>47,236</b>	<b>47,817</b>
<b>Transaction with owners of the company, recognised directly in equity</b>					
Final dividends 2017	-	-	-	(118,313)	(118,313)
<b>Total transaction with owners of the company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(118,313)</b>	<b>(118,313)</b>
Realisation of revaluation surplus	-	(3,708)	-	3,708	-
<b>Balance as at 30th September 2018</b>	<b>211,192</b>	<b>320,393</b>	<b>5,431</b>	<b>889,622</b>	<b>1,426,638</b>

## Interim Financial Statements For the Nine Months Ended 30th September 2018

### STATEMENT OF CHANGES IN EQUITY

Company	Stated Capital	Revaluation Reserve	Available For Sale Reserves	Retained Earnings	Total
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>Balance as at 1st January 2017</b>	211,192	414,587	2,181	769,634	1,397,594
Profit for nine months 30th September 2017	-	-	-	146,963	146,963
Total other comprehensive income for the period	-	-	582	-	582
<b>Total comprehensive income for the period</b>	-	-	582	146,963	147,545
<b>Transaction with owners of the company, recognised directly in equity</b>					
Final dividends 2016	-	-	-	(208,455)	(208,455)
<b>Total transaction with owners of the company</b>	-	-	-	(208,455)	(208,455)
Realisation of revaluation surplus	-	(3,078)	-	3,078	-
<b>Balance as at 30th September 2017</b>	211,192	411,509	2,763	711,220	1,336,684
Profit for the three months ended	-	-	-	10,114	10,114
<b>other comprehensive income</b>					
Re-measurement of defined benefit obligation	-	-	-	1,801	1,801
Related taxes	-	-	-	(504)	(504)
Deferred tax on revaluation of land	-	(85,542)	-	-	(85,542)
<b>Total other comprehensive income for three months</b>	-	(85,542)	2,087	1,297	(82,158)
<b>Total comprehensive income for three months</b>	-	(85,542)	2,087	11,411	(72,044)
<b>Total transaction with owners of the company</b>					
Realisation of revaluation surplus	-	(1,866)	-	1,866	-
<b>Balance as at 31 December 2017</b>	211,192	324,101	4,850	724,497	1,264,640
Profit for nine months 30th September 2018	-	-	-	83,823	83,823
Total other comprehensive income for the period	-	-	581	409	990
<b>Total comprehensive income for the period</b>	-	-	581	84,232	84,813
<b>Transaction with owners of the company, recognised directly in equity</b>					
Final dividends 2017	-	-	-	(118,313)	(118,313)
<b>Total transaction with owners of the company</b>	-	-	-	(118,313)	(118,313)
Realisation of revaluation surplus	-	(3,708)	-	3,708	-
<b>Balance as at 30th September 2018</b>	211,192	320,393	5,431	694,124	1,231,140

# Interim Financial Statements For the Nine Months Ended 30th September 2018

## STATEMENT OF CASH FLOWS

	Group Sep. 2018 Rs. '000	Group Sep. 2017 Rs. '000	Company Sep. 2018 Rs. '000	Company Sep. 2017 Rs. '000
<b>Cash Flows from Operating Activities</b>				
Profit before income tax expense	72,850	187,592	96,805	174,423
<b>Adjustments for:</b>				
Depreciation of property, plant & equipment	53,984	41,030	44,367	32,956
Amortisation of intangible assets	1,389	233	345	185
Profit /Loss on disposal of Property, Plant & Equipment	(239)	(40)	(239)	-
Provision for inventories	(2,681)	(7,521)	(3,731)	(8,510)
Interest expense	59,659	46,844	53,905	47,646
Interest income	(721)	(1,808)	(3,249)	(3,120)
Dividend Income	-	-	(56,025)	(75,600)
Provision for employee benefits	13,516	12,323	13,331	11,813
<b>Operating profit before working capital changes</b>	<b>197,757</b>	<b>278,652</b>	<b>145,509</b>	<b>179,793</b>
(Increase)/decrease in inventories	71,642	182,734	129,210	75,146
(Increase)/decrease in trade and other receivables	9,794	(17,599)	(585)	(9,684)
(Increase)/decrease in prepayments	(645)	(1,045)	(2,151)	(762)
(Increase)/decrease in amounts due from related parties	13,939	(115,138)	22,584	(130,487)
Increase /(decrease) in trade and other payables	(13,186)	(50,144)	(33,390)	(3,357)
Increase /(decrease) in Provision	(3,199)	(4,058)	(3,138)	(4,187)
Increase/(decrease) in amount due to related parties	44,291	56,059	42,691	101,869
<b>Cash generated from operations</b>	<b>320,393</b>	<b>329,461</b>	<b>300,730</b>	<b>208,330</b>
Interest paid	(60,632)	(47,425)	(54,878)	(48,227)
Retiring gratuity paid	(4,480)	-	(4,376)	-
Income tax paid	(22,395)	(87,885)	(14,168)	(58,984)
<b>Net cash flow from operating activities</b>	<b>232,886</b>	<b>194,152</b>	<b>227,308</b>	<b>101,119</b>
<b>Cash Flows from Investing Activities</b>				
Acquisition of property, plant & equipment and intangible assets	(106,857)	(151,073)	(74,552)	(140,047)
Proceeds from disposal of property, plant & equipment	239	56	239	-
Interest income received	309	1,121	2,995	2,854
Dividend Income received	-	-	56,025	75,600
<b>Net cash flows from/(used in) investing activities</b>	<b>(106,309)</b>	<b>(149,896)</b>	<b>(15,293)</b>	<b>(61,592)</b>
<b>Cash Flows from Financing Activities</b>				
Proceeds from long-term loans	-	200,000	-	200,000
Repayment of long-term loans	(74,970)	(74,970)	(74,970)	(74,970)
Proceeds from short-term borrowings	1,169,852	903,042	732,907	883,042
Repayment of short-term borrowings	(1,062,213)	(983,548)	(720,293)	(963,548)
Proceeds from related company borrowings	-	150,000	-	150,000
Dividend paid	(117,238)	(208,455)	(117,238)	(208,455)
<b>Net cash flows from/(used in) financing activities</b>	<b>(84,569)</b>	<b>(13,933)</b>	<b>(179,594)</b>	<b>(13,931)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>42,008</b>	<b>30,323</b>	<b>32,421</b>	<b>25,596</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>(93,722)</b>	<b>(73,304)</b>	<b>(60,716)</b>	<b>(60,187)</b>
<b>Cash and cash equivalents at the end September</b>	<b>(51,714)</b>	<b>(42,981)</b>	<b>(28,295)</b>	<b>(34,591)</b>

# Interim Financial Statements For the Nine Months Ended 30th September 2018

## Notes to the Interim Financial Statements (Contd)

1 The Interim Condensed Financial Statements of the Company and Group have been prepared on the basis of the same accounting policies and methods applied for the year ended 31<sup>st</sup> December 2017.

### 1.2 Application of Sri Lanka Accounting Standards (SLFRS/LKAS)

The Financial Statements for the period ended 31st December 2012 are the First Financial Statements prepared and presented in accordance with Sri Lankan Accounting Standards (SLFRS/LKAS) immediately effective from 1st January 2012. These SLFRS/LKAS have materially converged with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB)

### 2.0 SEGMENT INFORMATION

Segmental Analysis of Group is as Follows.

#### 2.1 For the Quarter ended 30th September

	Refrigerator		Washing Machine		Other		Consolidation Adjustment		Total	Total
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
External Segment Revenue	851,163	927,327	366,862	208,246	7,870	11,390	-	-	1,225,895	1,146,963
Inter-Segment revenue	-	-	-	-	62,776	63,506	(62,776)	(63,506)	-	-
Reportable segment revenue	851,163	927,327	366,862	208,246	70,646	74,896	(62,776)	(63,506)	1,225,895	1,146,963
Segment Result	22,490	12,399	8,983	12,465	1,744	4,720	208	565	33,425	30,149
Net Finance cost	(18,883)	(17,738)	(3,771)	(122)	(712)	(44)	-	-	(23,366)	(17,904)
Profit before taxation	3,607	(5,339)	5,212	12,343	1,032	4,676	208	565	10,059	12,245
Capital expenditure	143,506	12,958	504	36	-	170	-	-	144,010	13,164

#### 2.2 For the Nine Months ended 30th September

	Refrigerator		Washing Machine		Other		Consolidation Adjustment		Total	Total
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
External Segment Revenue	2,770,048	2,973,592	1,131,567	723,099	24,298	37,796	-	-	3,925,914	3,734,486
Inter-Segment revenue	-	-	-	-	186,376	204,235	(186,376)	(204,235)	-	-
Reportable segment revenue	2,770,048	2,973,592	1,131,567	723,099	210,674	242,031	(186,376)	(204,235)	3,925,913	3,734,487
Segment Result	147,869	219,216	32,333	66,750	6,020	22,342	(54,026)	(75,414)	132,196	232,894
Net Finance cost	(51,064)	(44,793)	(6,982)	(381)	(1,300)	(128)	-	-	(59,346)	(45,302)
Profit before taxation	96,805	174,423	25,351	66,369	4,720	22,214	(54,026)	(75,414)	72,850	187,592
Capital expenditure	169,408	135,359	29,793	1,346	-	5,067	-	-	199,201	141,772

### 2.3 Segmental Information - Company

The company, Regnis (Lanka) PLC, does not have different segments for the Refrigerators and Bottle Coolers because, they require same technology and market strategies. The segment is managed as one SBU (Strategic Business Unit) and CEO considers the products manufacture by the company within Refrigerator segment.

### 3 CAPITAL COMMITMENTS & CONTINGENCIES

#### 3.1.1 Contingencies

The company cleared a shipment of imported goods during the year 2008 on provision of a bank guarantee amounting to Rs. 6,522,083/- to the Director of Customs. The bank guarantee relates to alleged additional duty payable on imports which is contested by the Company. The customs inquiry initiated in 2008 is still pending. The management is of the opinion that there is no basis that the company is liable for additional duty and hence, no provision is made in the financial statements.

#### 3.1.2

Corporate guarantees were given to banks on behalf of the Subsidiary Company Regnis Appliances (Pvt) Ltd amounting to Rs.345 Mn. for the purpose of obtaining banking facilities.

Other than the above, the company does not have significant contingencies as at the Reporting date.

#### 3.1.3 Capital Commitments

There were no material capital commitments as at the Reporting date.

### 3.2 EVENTS OCCURRING AFTER THE REPORTING DATE

No Circumstances have arisen since the reporting date, which would require adjustments or disclosure in the financial statement except following.

- The appointment of Mr.M.H. Wijewardene as an Executive Director and Chief Executive Officer of Regnis (Lanka)PLC with effect from 1st November 2018.
- Mr. Asoka Pieris relinquished his duties as an Executive Director/Chief Executive Officer of Regnis (Lanka)PLC with effect from 31st October 2018.



# Interim Financial Statements For the Nine Months Ended 30th September 2018

## Notes to the Financial Statements

4 GENERAL	30-Sep-18	30-Sep-17
Stated Capital	Rs. 211,192,425/-	Rs. 211,192,425/-
No of shares - Ordinary Shares	11,267,863	11,267,863
Voting rights	One vote per ordinary share	One vote per ordinary share

### 4.1 Rights, Preference and Restrictions of Classes of 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 a meeting of the Company.

### 5 PARENT & ULTIMATE PARENT

Singer (Sri Lanka) PLC is the parent company of Regnis (Lanka) PLC. The Hayleys PLC is the ultimate parent company of Regnis (Lanka) PLC.

On 15th October 2018, Hayleys PLC purchased the balance 35,562,883(9.47%) Ordinary shares held by Retail Holdings (Sri Lanka) BV in Singer (Sri Lanka) PLC at a price of Rs.47/- per share upon Retail Holdings (Sri Lanka) BV exercising their option to sell its shares to Hayleys PLC as previously agreed.

After accepting this offer, Hayleys PLC together with its group Companies holds 90.43% (80.96% previously) of Singer(Sri Lanka)PLC.

### 6 TWENTY LARGEST SHAREHOLDERS AS AT 30TH SEPTEMBER 2018

Name	2018	
	No of Shares	%
1 SINGER (SRI LANKA) PLC	6,568,577	58.29
2 SEYLAN BANK PLC/CHANNA NALIN RAJAHMONEY	800,519	7.10
3 MR. DUELEEP FAIRLIE GEORGE DALPETHADO & MRS. H.A.K.D. DALPETHADO	156,442	1.39
4 CITIZENS DEVELOPMENT BUSINESS FINANCE PLC	155,315	1.38
5 BNYMSANV RE-MILLVILLE OPPORTUNITIES MASTER FUND, LP	154,996	1.38
6 UNION INVESTMENTS PRIVATE LTD	124,600	1.11
7 MR. MILINDA RANJAN PERERA	119,267	1.06
8 HINL-UBS AG ZURICH-MR CAPITAL MANAGEMENT LTD.	89,200	0.79
9 MRS. CONCEICAO APARECIDA DOS SANTOS WOODWARD	87,835	0.78
10 Mr. AZEEZ JALALUDDIN RUMY	77,110	0.68
11 Mr. VIDYARATNE GANITAGURUGE KULATUNGE VIDYARATNE	60,155	0.53
12 MR. PRIYANKA MANJULA PATHIRAJA & MRS. D.A.O. KANDAMUDALI	58,396	0.52
13 Mrs. SONALI ROSHINI PERERA	58,282	0.52
14 MR. SUVIN WETTIMUNY	50,188	0.45
15 TRADING PARTNERS (PVT) LTD	48,584	0.43
16 MRS. LILANI IRANDATHIE PERERA	47,989	0.42
17 SANDWAVE LIMITED	47,515	0.42
18 MR. ABEYSIRI HEMAPALA MUNASINGHE	46,922	0.42
19 MR. ELMO FAVIAN WEERACKOON	41,087	0.36
20 DFCC BANK PLC/MR.K.T.R.P. SAMARATHUNGA	40,274	0.36
<b>Total</b>	<b>8,833,253</b>	<b>78.39</b>

## Interim Financial Statements For the Nine Months Ended 30th September 2018

### Notes to the Financial Statements

<b>7 DIRECTORS' AND CEO'S SHAREHOLDINGS AS AT</b>	<b>30-Sep-18</b>	<b>30-Sep-17</b>
<b>Name of the Director</b>	<b>No of Shares</b>	<b>No of Shares</b>
Mr. A.M Pandithage -Chairman (Executive)	-	-
Mr.H.A.Pieris MD/CEO (Resigned w.e.f 31.10.2018)	<b>1,000</b>	1,000
Mr.M.H.Wijewardene MD/CEO (Appointed w.e.f 01.11.2018)	-	-
Mr. M.H.Jamaldeen	-	-
Mr. Noel Joseph	-	-
Mr. K.D.G Gunaratne	-	-
Mr.G.J.Walker (Resigned w.e.f 04.07.2018)	-	-
Mr. D.K De Silva Wijeyeratne	-	-
Mr.V.G.K.Vidyaratne	<b>60,155</b>	60,155
Mr.S.C.Ganegoda	-	-
Mr.K.D Kospelawatta	-	-

### **8 SHARES HELD BY PUBLIC AS AT 30TH SEPTEMBER 2018**

Public Holding percentage - 41.16%

Number of shareholders representing Public Holding - 1,627

Float adjusted Market capitalization - Rs. 316,301,534/=

The Company complies with option 5 of the Listing Rules 7.13.1 (a) - which requires a minimum public Holding of 20% for a Company having a float adjusted market capitalisation of less than Rs. 2.5Bn.

### **9 INFORMATION OF THE COMPANY SECRETARY**

Hayleys Group Services (Private) Limited

Contact No. 011 2627650

**SINGER**<sup>®</sup>  
Trusted Excellence