

DIESEL & MOTOR ENGINEERING PLC

INTERIM FINANCIAL STATEMENTS - THREE MONTHS ENDED 30TH JUNE 2018



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Group		Company		Group			Company		
Audited	Audited			Unaudited	Unaudited	Variance	Unaudited	Unaudited	Variance
Year ended	Year ended			3 months to	3 months to	%	3 months to	3 months to	%
31-03-2018	31-03-2018			30-06-2018	30-06-2017		30-06-2018	30-06-2017	
Rs.'000	Rs.'000			Rs.'000	Rs.'000		Rs.'000	Rs.'000	
43,686,158	40,710,842	Revenue		9,207,415	9,027,093	2%	8,384,164	8,509,648	(1%)
(250,797)	(202,458)	Sales taxes		(58,420)	(47,477)	23%	(43,968)	(39,799)	10%
43,435,361	40,508,384	Net revenue		9,148,995	8,979,616	2%	8,340,196	8,469,849	(2%)
(36,344,317)	(34,277,501)	Cost of sales		(7,483,744)	(7,508,020)	(0%)	(6,938,545)	(7,142,048)	(3%)
7,091,044	6,230,883	Gross profit		1,665,251	1,471,596	13%	1,401,651	1,327,801	6%
187,847	151,033	Other operating income		23,808	55,396	(57%)	19,866	55,655	(64%)
(865,623)	(788,824)	Selling and distribution expenses		(229,380)	(148,572)	54%	(203,570)	(137,857)	48%
(4,775,941)	(4,257,115)	Administrative expenses		(1,270,456)	(1,118,870)	14%	(1,083,662)	(1,009,713)	7%
1,637,327	1,335,977	Operating profit		189,223	259,550	(27%)	134,285	235,886	(43%)
171,368	154,264	Finance income		27,021	41,465	(35%)	28,118	36,897	(24%)
(1,058,109)	(1,038,623)	Finance costs		(285,827)	(270,808)	6%	(269,091)	(268,096)	0%
(886,741)	(884,359)	Net finance Costs		(258,806)	(229,343)	13%	(240,973)	(231,199)	4%
(2,980)	(2,980)	Share of loss of equity-accounted investee, net of tax		(6,535)	-	100%	(6,535)	-	100%
747,606	448,638	Profit/(loss) before tax		(76,118)	30,207	(352%)	(113,223)	4,687	(2516%)
(193,391)	(123,733)	Income tax expense		15,146	(3,482)	(535%)	29,690	2,084	1325%
554,215	324,905	Profit/(loss) for the period		(60,972)	26,725	(328%)	(83,533)	6,771	(1334%)
		Other comprehensive income							
		Items that will not be reclassified to profit or loss							
38,019	27,013	Remeasurement of defined benefit obligation		-	-	-	-	-	-
(10,646)	(7,564)	Deferred tax charge on actuarial loss/(gain)		-	-	-	-	-	-
2,780,984	2,780,984	Revaluation of freehold land		-	-	-	-	-	-
(1,571,993)	(1,571,993)	Deferred tax charge on Land revaluation		-	-	-	-	-	-
1,236,364	1,228,440			-	-		-	-	
		Items that are or may be reclassified subsequently to profit or loss							
1,892	(85)	Foreign operations- foreign currency translation differences		(550)	-	100%	967	-	100%
371	363	Net fair value gains on remeasuring financial assets-available-for-sale		(340)	587	(158%)	(351)	588	(160%)
2,263	278			(890)	587		616	588	
1,238,627	1,228,718	Total other comprehensive income/(loss) for the period, net of tax		(890)	587		616	588	
1,792,842	1,553,623	Total comprehensive income/ (loss) for the period		(61,862)	27,312		(82,917)	7,359	
		Profit/ (loss) attributable to:							
550,308	324,905	Owners of the Company		(53,892)	26,725		(83,533)	6,771	
3,907	-	Non-controlling interest		(7,080)	-		-	-	
554,215	324,905			(60,972)	26,725		(83,533)	6,771	
		Total comprehensive income/ (loss) attributable to:							
1,788,745	1,553,623	Owners of the Company		(54,528)	27,312		(82,917)	7,359	
4,097	-	Non-controlling interest		(7,334)	-		-	-	
1,792,842	1,553,623			(61,862)	27,312		(82,917)	7,359	
62.00	36.60	Basic and diluted earnings per share (Rs.)		(6.07)	3.01		(9.41)	0.76	

Figures in brackets indicate deductions

STATEMENT OF FINANCIAL POSITION

Group		Company	
Audited as at	Audited as at	Unaudited as at	Unaudited as at
31-03-2018	31-03-2018	30-06-2018	30-06-2017
Rs.'000	Rs.'000	Rs.'000	Rs.'000
ASSETS			
11,452,530	11,128,864	Property, plant and equipment	11,400,498
20,116	20,116	Lease rentals paid in advance	8,294,955
120,219	17,226	Intangible assets and goodwill	21,771
-	428,591	Investments in subsidiaries	19,689
55,098	55,098	Equity-accounted investee	-
8,296	8,267	Financial assets-available-for-sale	49,530
24,906	-	Deferred tax assets	8,015
11,681,165	11,658,162	Total non-current assets	7,975
9,561,038	8,915,805	Inventories	-
5,997,911	4,466,471	Trade and other receivables	27,710
934,878	613,467	Other current assets	8,350,319
121,978	118,510	Current tax asset	11,624,426
9,860	100,842	Amounts due from related parties	8,362,470
265,532	191,538	Cash and cash equivalents	9,401,349
16,891,197	14,406,633	Total current assets	14,120,709
28,572,362	26,064,795	TOTAL ASSETS	4,298,443
EQUITY AND LIABILITIES			
EQUITY			
425,297	425,297	Stated capital	1,310,823
4,050,962	4,049,154	Other components of equity	891,101
7,299,899	6,148,714	Revenue reserves	33,200
11,776,158	10,623,165	Equity attributable to owners of the Company	55,412
304,203	-	Non-controlling interests	297,910
12,080,361	10,623,165	Total Equity	14,032,854
312,505	310,140	Long-term borrowings	22,395,324
5,683	-	Finance lease liabilities	242,305
661,415	609,222	Employee benefits	4,115
1,864,432	1,861,319	Deferred tax liabilities	733,805
-	-	Contract liabilities	1,829,366
35,662	22,813	Deferred income	4,960
2,879,697	2,803,494	Total non-current liabilities	32,342
2,974,203	2,495,928	Trade payables	2,846,893
1,493,000	1,105,165	Other current liabilities	1,468,114
282,350	281,236	Current portion of long term-borrowings	2,765,616
11,333	-	Current portion of finance lease liabilities	1,387,410
-	-	Current portion of Contract liabilities	5,003,985
225,581	94,983	Current portion deferred income	1,685,316
31,769	-	Current tax liability	4,646,810
8,594,068	8,161,883	Short-term borrowings	1,569,127
-	498,941	Amounts due to related parties	956,821
13,612,304	12,638,136	Total current liabilities	308,966
28,572,362	26,064,795	TOTAL EQUITY AND LIABILITIES	281,242

It is certified that the Financial Statements have been prepared in accordance with the requirements of the Companies Act No.7 of 2007.

(Sgd.)E.D.C.Kodituwakku
General Manager - Finance & Controlling / Member - Group Management Committee

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

(Sgd.)A.R.Pandithage
Chairman/Managing Director
1st August 2018

(Sgd.)B.C.S.A.P.Gooneratne
Director

Statement of Changes in Equity

Group

For the three months ended 30th June 2017

	Other Components of Equity			Revenue Reserves		Non-controlling interests	Total
	Stated Capital	Revaluation Reserve	Available-for-Sale Reserve	Foreign currency translation reserve	General Reserve	Retained Earnings	
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
As at 01st April 2017	425,297	2,833,277	6,621	-	5,017,290	1,882,457	10,164,942
Profit for the period	-	-	-	-	-	26,725	26,725
Other comprehensive income, net of tax	-	-	587	-	-	-	587
Total comprehensive income	-	-	587	-	-	26,725	27,312
Transactions with owners of the Company							
- contributions and distributions	-	-	-	-	-	-	-
Transfer during the period	-	-	-	-	-	-	-
Total contributions and distributions	-	-	-	-	-	-	-
As at 30th June 2017	425,297	2,833,277	7,208	-	5,017,290	1,909,182	10,192,254

For the three months ended 30th June 2018

As at 01st April 2018	425,297	4,042,268	6,992	1,702	5,167,290	2,132,609	304,203	12,080,361
Change in accounting policy	-	-	-	-	-	(16,098)	-	(16,098)
Restated total equity as at 01st April 2018	425,297	4,042,268	6,992	1,702	5,167,290	2,116,511	304,203	12,064,263
Profit/ (loss) for the period	-	-	-	-	-	(53,892)	(7,080)	(60,972)
Other comprehensive income/(loss), net of tax	-	-	(340)	(296)	-	-	(254)	(890)
Total comprehensive income/(loss)	-	-	(340)	(296)	-	(53,892)	(7,334)	(61,862)
Transactions with owners of the Company								
- contributions and distributions	-	-	-	-	225,000	(225,000)	-	-
Transfer during the period	-	-	-	-	225,000	(225,000)	-	-
Total contributions and distributions	-	-	-	-	225,000	(225,000)	-	-
As at 30th June 2018	425,297	4,042,268	6,652	1,406	5,392,290	1,837,619	296,869	12,002,401

Company

For the three months ended 30th June 2017

	Other Components of Equity			Revenue Reserves		Total
	Stated Capital	Revaluation Reserve	Available-for-Sale Reserve	Foreign currency translation reserve	General Reserve	Retained Earnings
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
As at 01st April 2017	425,297	2,833,277	6,608	-	4,629,464	1,352,425
Profit for the period	-	-	-	-	-	6,771
Other comprehensive income, net of tax	-	-	588	-	-	-
Total comprehensive income	-	-	588	-	-	6,771
Transactions with owners of the Company						
- contributions and distributions	-	-	-	-	-	-
Transfer during the period	-	-	-	-	-	-
Total contributions and distributions	-	-	-	-	-	-
As at 30th June 2017	425,297	2,833,277	7,196	-	4,629,464	1,359,196

For the three months ended 30th June 2018

As at 01st April 2018	425,297	4,042,268	6,971	(85)	4,779,464	1,369,250	10,623,165
Change in accounting policy	-	-	-	-	-	(719)	(719)
Restated total equity as at 01st April 2018	425,297	4,042,268	6,971	(85)	4,779,464	1,368,531	10,622,446
Profit/ (loss) for the period	-	-	-	-	-	(83,533)	(83,533)
Other comprehensive income/(loss), net of tax	-	-	(351)	967	-	-	616
Total comprehensive income/(loss)	-	-	(351)	967	-	(83,533)	(82,917)
Transactions with owners of the Company							
- contributions and distributions	-	-	-	-	150,000	(150,000)	-
Transfer during the period	-	-	-	-	150,000	(150,000)	-
Total contributions and distributions	-	-	-	-	150,000	(150,000)	-
As at 30th June 2018	425,297	4,042,268	6,620	882	4,929,464	1,134,998	10,539,529

Figures in brackets indicate deductions.

Statement of Cash Flows

Group	Company	Group		Company	
Audited Year Ended 31-03-2018 Rs.'000	Audited Year Ended 31-03-2018 Rs.'000	Unaudited 3 months to 30/06/2018 Rs.'000	Unaudited 3 months to 30/06/2017 Rs.'000	Unaudited 3 months to 30/06/2018 Rs.'000	Unaudited 3 months to 30/06/2017 Rs.'000
Cash Flows from Operating Activities					
747,606	448,638	(76,118)	30,207	(113,223)	4,687
Profit before taxation					
Adjustments for:					
355,897	344,879	101,865	86,072	88,475	83,752
14,475	14,468	2,310	4,913	2,310	4,910
(12,100)	14,055	(3,320)	304	1,115	2,776
-	-	4,960	-	-	-
-	126	-	-	-	-
(18,480)	(16,791)	(5,016)	(5,928)	(1,341)	(4,194)
(38,623)	-	-	-	-	-
645	645	-	-	-	-
1,058,109	1,038,623	285,827	270,808	269,091	268,096
(19,222)	(14,308)	(6,305)	(2,039)	(3,597)	(1,853)
(480)	(480)	(112)	(159)	(112)	(159)
2,980	2,980	6,535	-	6,535	-
(81,013)	(87,542)	25,945	(26,199)	30,474	(24,480)
(56,078)	(66,985)	56,946	5,804	56,680	4,942
121,549	110,530	79,539	72,129	72,929	67,497
2,075,265	1,788,838	473,056	435,912	409,336	405,974
Changes in working capital					
(336,582)	(274,455)	(5,330,143)	(833,731)	(5,261,584)	(831,926)
(1,359,533)	(1,135,036)	311,035	137,010	137,554	(85,509)
188,862	210,979	(686,852)	(65,518)	(697,356)	(66,655)
(9,860)	(21,523)	(5,215)	-	(35,727)	23,907
1,184,874	932,747	2,029,782	3,972	2,150,882	5,946
151,690	(28,017)	171,806	(227,899)	161,046	(156,499)
(62,552)	(4,878)	14,216	(36,218)	92,076	(18,387)
-	-	66,240	-	14,072	-
-	303,792	-	-	117,320	152,539
1,832,164	1,772,447	(2,956,075)	(586,472)	(2,912,381)	(570,610)
Cash generated from/(used in) operating activities					
(1,038,766)	(1,019,446)	(259,800)	(249,548)	(243,496)	(246,366)
(59,563)	(58,207)	(7,149)	(29,942)	(6,864)	(29,942)
(270,777)	(223,077)	(90,351)	(55,786)	(63,217)	(50,655)
463,058	471,717	(3,313,375)	(921,748)	(3,225,958)	(897,573)
Net cash from/(used in) operating activities					
Cash Flows from Investing Activities					
30,634	25,611	23,835	9,438	2,401	4,838
379	379	54	159	54	159
19,677	14,308	6,305	2,039	3,597	1,853
-	(38,199)	-	-	-	-
(714,932)	(403,666)	-	-	-	-
(444,089)	(403,736)	(71,410)	(85,502)	(60,394)	(75,243)
(5,445)	(5,445)	(3,575)	-	(3,575)	-
(1,113,776)	(810,748)	(44,791)	(73,866)	(57,917)	(68,393)
Net cash used in investing activities					
Cash Flows from Financing Activities					
9,122	-	-	-	-	-
(317,061)	(316,990)	(70,201)	(79,979)	(69,993)	(79,979)
(1,525)	-	(3,694)	-	-	-
(177,529)	(177,529)	-	-	-	-
(486,993)	(494,519)	(73,895)	(79,979)	(69,993)	(79,979)
(1,137,711)	(833,550)	(3,432,061)	(1,075,593)	(3,353,868)	(1,045,945)
Net cash used in financing activities					
Net decrease in cash and cash equivalents					
(7,190,893)	(7,136,795)	(8,328,536)	(7,190,893)	(7,970,345)	(7,136,795)
68	-	(700)	-	-	-
(8,328,536)	(7,970,345)	(11,761,297)	(8,266,486)	(11,324,213)	(8,182,740)
Cash and cash equivalents at the end of the period (Note-A)					
Note - A					
Analysis of Cash and Cash Equivalents at the end of the period					
265,532	191,538	392,781	362,869	285,410	297,910
(8,594,068)	(8,161,883)	(12,154,078)	(8,629,355)	(11,609,623)	(8,480,650)
(8,328,536)	(7,970,345)	(11,761,297)	(8,266,486)	(11,324,213)	(8,182,740)
Cash and cash equivalents					

Figures in brackets indicate deductions.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. Corporate information

Diesel & Motor Engineering PLC (the Company) is a public limited liability Company, incorporated and domiciled in Sri Lanka. The registered office and principal place of business of the company is located at No. 65, Jetawana Road, Colombo 14. The ordinary shares of the Company are listed at the Colombo Stock Exchange.

2. Basis of preparation

The interim condensed financial statements have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 Interim Financial Reporting. These interim condensed financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2018 except for changes required due to adoption of following standard.

SLFRS 15, 'Revenue from Contracts with Customers' , is based on the principle that revenue is recognised when control of a good or service is transferred to the customer – so the notion of control replaces the existing notion of risk and rewards. A new five-step process must be applied before revenue can be recognised.

These financial statements provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.

3. Operating Segment Information

The operating business segments are organised and managed separately according to the nature of the products and services provided. The primary segment reporting format is determined based on products and services offered as the Group's risk and returns are affected predominantly by differences in the products and services offered.

4. Other information

4.1 Contingent liabilities

The Contingent Liabilities as at 30th June 2018, on guarantees given by the Company in respect of bid bonds, performance bonds and advance payments amounted to Rs.1,258.3 million (Rs.1,278.9 million as at 31st March 2018).

4.2 Income tax assessments

Assessment was received in Decemeber 2013 based on normal tax rates. Appeal was lodged against the tax assessed by the Department of Inland Revenue and the status of the appeal is as follows:

2010/2011 – An appeal made by the Company is currently with the Tax Appeals Commission.

Having discussed with the independent legal and tax expert and based on information available, the contingent liability as at 30th June 2018 is estimated to be Rs. 124.7 million (2017/18 – Rs. 124.7 million).

4.3 Capital expenditure commitments

Capital expenditure committed by the Board of Directors for which a provision has not been made in the interim condensed Financial Statements amounted to approximately Rs. 922.8 million (2017/18 - Rs. 874.7 million).

4.4 Comparative Information

Where necessary comparative figures have been reclassified to conform with the current year's presentation.

4.5 Events Occurring after the reporting period

There were no material events that occurred after the reporting date that require adjustments or disclosure to the Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

OPERATING SEGMENT INFORMATION

The Group comprises of the following main business segments.

Segment	Product & Services
Vehicles – Sales	Sale of brand new passenger vehicles, commercial vehicles, special purpose vehicles and pre-owned passenger vehicles.
Vehicles – After Services	Repair and service of vehicles included in the vehicle-sales segment, sale of franchised vehicle spare parts, accessories and components.
Marketing and Distribution	Sale and service of power tools and accessories, lamps, lighting controls, switchgear, fittings and accessories, tyres, original equipment spare parts and auto components.
Construction & Material Handling Equipment	Sales and Services of Earth Moving Machinery, Road Construction Machinery, Material Handling Machinery, Forklifts, Storage Systems, Dock Levellers, Car Parking Systems and Gondolas.
Agriculture	Import, sale and after sales services of agri machinery, import, processing and distribution of agro chemicals, seeds and fertilizer, import producing, processing and sale of agricultural seeds.
Electro-Mechanical , Bio-Medical and Marine Engineering	Sale, installation, commissioning and maintenance of medical equipment, generating sets, diesel engines for marine propulsion and rail traction, building management systems, fluid management systems, industrial refrigeration systems and power engineering equipment and systems.

	*Vehicles - Sales		*Vehicles - After Services		*Marketing and Distribution		Construction and Material Handling Equipment		Agriculture		Electro-Mechanical, Bio- Medical and Marine Engineering		Total	
For the period ended 30th June	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
		(Restated)		(Restated)		(Restated)				(Restated)				
Business Segment Turnover and Results														
Total segment revenue	5,395,990	5,813,414	1,190,942	1,029,387	945,530	1,043,732	499,852	550,953	917,467	363,279	552,705	484,323	9,502,486	9,285,088
Inter-segment revenue	(8,998)	(1,801)	(185,911)	(162,579)	(22,785)	(39,799)	(16,508)	(18,644)	(39,875)	(25,175)	(20,994)	(9,997)	(295,071)	(257,995)
Total external revenue	5,386,992	5,811,613	1,005,031	866,808	922,745	1,003,933	483,344	532,309	877,592	338,104	531,711	474,326	9,207,415	9,027,093
Segment results	227,541	277,583	180,756	158,107	24,675	41,780	43,617	87,831	(42,323)	(15,483)	60,804	20,439	495,070	570,257
Unallocated other income	-	-	-	-	-	-	-	-	-	-	-	-	23,808	55,396
Unallocated expenses	-	-	-	-	-	-	-	-	-	-	-	-	(336,190)	(366,103)
Finance costs- net	-	-	-	-	-	-	-	-	-	-	-	-	(258,806)	(229,343)
Income tax expense	-	-	-	-	-	-	-	-	-	-	-	-	15,146	(3,482)
Profit/ (loss) for the period	-	-	-	-	-	-	-	-	-	-	-	-	(60,972)	26,725
Business Segment Assets and Liabilities														
Segment assets	12,359,235	8,039,160	1,769,904	1,712,339	2,628,401	2,177,379	1,364,094	1,120,000	2,869,975	1,026,221	2,096,004	1,848,189	23,087,613	15,923,288
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	11,247,161	7,725,371
Total assets													34,334,774	23,648,659
Segment liabilities	12,275,431	3,101,931	629,186	1,466,737	924,478	732,713	706,703	283,320	1,696,393	265,201	531,412	331,299	16,763,603	6,181,201
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	5,865,639	7,275,204
Equity	-	-	-	-	-	-	-	-	-	-	-	-	11,705,532	10,192,254
Total equity and liabilities	-	-	-	-	-	-	-	-	-	-	-	-	34,334,774	23,648,659
Other Information														
Capital expenditure	2,562	5,487	24,711	10,875	10,127	1,070	18,112	484	15,490	1,486	3,937	9,572	74,939	28,974
Unallocated capital expenditure	-	-	-	-	-	-	-	-	-	-	-	-	9,193	56,528
Depreciation and amortisation	10,062	9,264	28,600	27,427	3,092	3,020	2,652	1,511	12,428	864	2,622	3,254	59,456	45,340
Unallocated depreciation and amortisation	-	-	-	-	-	-	-	-	-	-	-	-	44,719	45,645

*Restated to reflect the changes due to introduction of the new "Agriculture" operating segment.

INVESTOR INFORMATION

Market Value of Shares

The market value of an ordinary share of Diesel & Motor Engineering PLC is as follows:

	Quarter to 30-Jun-18 Rs.		Quarter to 30-Jun-17 Rs.	
Highest Price per Share	475.00	April 17, 2018	639.00	May 17,2017
Lowest Price per Share	421.30	June 29, 2018	540.00	April 11,2017
Last Traded Price per Share	421.30	June 29, 2018	546.20	June 30,2017

Market Capitalisation

	As at 30-Jun-18	As at 30-Jun-17
Market Capitalisation (Rs.'000)	3,739,643	4,848,310

Ratios

	<u>Group</u>		<u>Company</u>	
	30-Jun-18	30-Jun-17	30-Jun-18	30-Jun-17
E.P.S. Rs*	(6.07)	3.01	(9.41)	0.76
Net asset value per share*	1,318.72	1,148.24	1,187.36	1,042.58
Quick asset ratio	0.40	0.47	0.33	0.40
Interest cover (times)	0.73	1.11	0.58	1.02

* Earnings & net assets per share are based on 8,876,437 shares in issue as at 30th June 2018.

The stated capital consists of 8,876,437 Ordinary shares.

Statement of share holding of Directors (Including Spouses)

NAME	30TH JUNE 2018	
	SHARES	%
MR A R PANDITHAGE	1,929,735	21.74%
MR A N ALGAMA	213,739	2.41%
MR S C ALGAMA	574,779	6.48%
MR A G PANDITHAGE	570,862	6.43%
MR A M PANDITHAGE	224,172	2.53%
MR M V BANDARA	1,882	0.02%
	3,515,169	39.61%

Dr.H.Cabral, Mr.B.C.S.A.P Gooneratne, Mr.P.K.W.Mahendra, Mr.S.R.W.M.C.Ranawana, Mr A. N. Ranasinghe, Mr.R.Seevaratnam & Mr.A.D.B.Talwatte who are Directors of the Company did not hold any shares of the Company as at 30th June 2018.

PUBLIC HOLDING

As at 30th June 2018

Public Holding % 53.18%

Number of Public shareholders 1,878

Float adjusted market capitalisation LKR 1,988,747,914

The Company complies with option 5 of the Listing Rules 7.13.1 (a) – Less than Rs.2.5Billion Float Adjusted Market Capitalization which requires 20% minimum Public Holding.

Twenty Major Shareholders

NAME	30TH JUNE 2018	
	SHARES	%
EMPLOYEES PROVIDENT FUND	1,765,260	19.89%
MR. A R PANDITHAGE	991,233	11.17%
MRS. J C PANDITHAGE	938,502	10.57%
A & G INVESTMENTS (PVT) LIMITED	640,765	7.22%
MR. S C ALGAMA	567,786	6.40%
MR. A G PANDITHAGE	525,814	5.92%
ALMAR TRADING CO (PVT) LTD	279,945	3.15%
MR. A N ALGAMA	213,739	2.41%
MR. T G H PERIES	193,069	2.18%
MR. A M PANDITHAGE	182,319	2.05%
DR D JAYANNTHA	160,000	1.80%
MISS T R N C PERIES	148,009	1.67%
MR. L P ALGAMA	134,569	1.52%
ESTATE OF THE LATE N U ALGAMA	118,845	1.34%
DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE FUND	110,697	1.25%
UNITED MOTORS LANKA PLC	109,883	1.24%
THE TRUSTEE, BANK OF CEYLON ACCOUNT NO 1	77,935	0.88%
ALMAR INTERNATIONAL (PVT) LTD	62,861	0.71%
MR. C R PANDITHAGE	51,340	0.58%
MRS. I S SALGADO	46,000	0.52%
	7,318,571	82.47%

CORPORATE INFORMATION

Name of the Company

Diesel & Motor Engineering PLC

Legal Form

A Quoted Public Company with Limited Liability, incorporated in Sri Lanka in 1945.

Company Registration Number

PQ 146

Board of Directors

A. R. Pandithage - Dipl. Ing (Chairman, Managing Director)
A. G. Pandithage - FCMA (Chief Executive Officer)
A. N. Algama
S. C. Algama - FIED (SL)
M .V. Bandara - Postgraduate Certificate (USQ-Aus)
Dr. H. Cabral- PC, PhD
B. C. S. A. P. Gooneratne - FCA, MBA (Sri.J)
P. K. W. Mahendra - B.Eng (University of Greenwich-UK)
A. M. Pandithage
S. R. W. M. C. Ranawana - MBA (Warrborough University-UK)
A. N. Ranasinghe - BSc (Hons) Colombo, FCIM, Chartered Marketer, MBA (PIM)
R. Seevaratnam- FCA, B.Sc (Lon), FCA (E&W)
A. D. B. Talwatte - FCMA, FCA, MBA (Sri.J)

Company Secretary

B. C. S. A. P. Gooneratne - FCA, MBA(Sri.J)

Registrars

Jacey and Company
NO.9/5, Thambiah Avenue,
off Independence Avenue,
Colombo 07, Sri Lanka

Audit Committee

A. D. B. Talwatte (Chairman)
R. Seevaratnam
Dr. H. Cabral
A. M. Pandithage
A.N. Ranasinghe

Remuneration Committee

Dr. H. Cabral (Chairman)
A. M. Pandithage
R. Seevaratnam
A. D. B. Talwatte

Nomination Committee

Dr. H. Cabral (Chairman)
A. R. Pandithage
A. M. Pandithage
R. Seevaratnam
A. D. B. Talwatte
A.N. Ranasinghe

Related Party Transactions Review Committee

R. Seevaratnam (Chairman)
Dr. H. Cabral
A. M. Pandithage
A. D. B. Talwatte
A.N. Ranasinghe

Group Management Committee

A. R. Pandithage (Chairman)
A. G. Pandithage
S. C. Algama
M .V. Bandara
B. C. S. A. P. Gooneratne
R. K. J. Gunasekera
E. D. C. Kodituwakku
D.N.K.Kurukulasuriya
P. K. W. Mahendra
N.Mudannayake
C. R. Pandithage
S.R.W.M.C.Ranawana

Bankers

Bank of Ceylon
Commercial Bank of Ceylon PLC
DFCC Vardhana Bank
Hatton National Bank PLC
Hong Kong & Shanghai Banking Corporation Ltd.
Nations Trust Bank PLC
People's Bank
Sampath Bank PLC

Auditors

KPMG
Chartered Accountants,
P.O. Box 186,
No.32A, Sir Mohamed Macan Markar Mawatha,
Colombo 03, Sri Lanka

Lawyers

Julius & Creasy
Attorneys-at-law & Notaries Public
P.O.Box 154,
No 41, Janadhipathi Mawatha
Colombo 01, Sri Lanka

Registered Office

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