

# Q4

2018/2019

## Interim Financial Reports

For the period ended 31 March 2019

MERCANTILE SHIPPING COMPANY PLC

# Statutory Status

## COMPANY NAME

Mercantile Shipping Company PLC

## LEGAL FORM

Quoted Public Company with Limited Liability, Incorporated on the 17<sup>th</sup> of March 1981.

Registered No. PQ 148

## BOARD OF DIRECTORS

H A R K Wickramatileka (Chairman)

Capt. K Kriwat

T Kriwat (Managing Director)

(Mrs) C D A Peiris

S M D N Dharmapriya

M S P Gunawardena

Capt. R E G Codipilly

P A Nandasena

## CORPORATE SECRETARIES

Managers & Secretaries (Pvt) Ltd.

## BANKERS

Standard Chartered Bank

Commercial Bank of Ceylon PLC

## AUDITORS

Ernst & Young (Chartered Accountants)

## LAWYERS

Dissanayake Amaratunga Associates  
(Attorneys-at-Law & Notaries Public)

Julius & Creasy  
(Attorneys-at-Law & Notaries Public)

## REGISTERED OFFICE

108, Aluthmawatha Road,

Colombo 15, Sri Lanka

Tel: +94 11 4489900

Fax: +94 11 4489999

E-mail: [info@mercmarine.net](mailto:info@mercmarine.net)

Web: [www.mercmarine.net](http://www.mercmarine.net)

**MERCANTILE SHIPPING COMPANY PLC**

INTERIM FINANCIAL STATEMENTS

All in LKR

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

	12 Months			03 Months		
	Unaudited 31.03.2019	Audited 31.03.2018	Increase/ (Decrease) %	31.03.2019	31.03.2018	Increase/ (Decrease) %
<i>For the Period ended 31 March 2019</i>						
<i>(In Rs.)</i>						
Revenue	569,453,105	415,058,374	37	132,871,568	135,347,399	(2)
Cost of Sales	(539,051,515)	(562,436,197)	(4)	(118,015,808)	(155,284,369)	(24)
<b>Gross Profit/ (Loss)</b>	<b>30,401,589</b>	<b>(147,377,823)</b>	<b>(121)</b>	<b>14,855,759</b>	<b>(19,936,970)</b>	<b>(175)</b>
Other Income / (Expenses)	66,912,241	31,164,561	115	7,762,829	5,475,696	42
Selling and marketing expenses	820	(338,500)	-	240,204	(338,500)	100
Administrative Expenses	(27,795,681)	(51,018,658)	(46)	(8,098,587)	(14,548,279)	(44)
Finance Cost	(266,021,846)	(168,605,645)	58	(57,009,038)	(44,676,884)	28
Finance Income	4,819,608	5,182,937	-	1,073,383	(3,975,958)	(127)
<b>Profit/ (Loss) before Tax</b>	<b>(191,683,268)</b>	<b>(330,993,128)</b>	<b>(42)</b>	<b>(41,175,449)</b>	<b>(78,000,895)</b>	<b>(47)</b>
Income Tax expense / (reversal)	-	204,558	(100)	-	315,088	100
<b>Profit/ (Loss) for the Period</b>	<b>(191,683,268)</b>	<b>(330,788,570)</b>	<b>(42)</b>	<b>(41,175,449)</b>	<b>(77,685,807)</b>	<b>(69)</b>
<b>Attributable to ;</b>						
Owners of the Company	(191,683,268)	(330,788,570)	(42)	(41,175,449)	(77,685,807)	(69)
<b>Earnings per Share</b>						
Basic Earnings / (Loss) per Share *	(67.38)	(116.27)		(14.47)	(27.31)	

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	12 Months			03 Months		
	Unaudited 31.03.2019	Audited 31.03.2018	Increase/ (Decrease) %	31.03.2019	31.03.2018	Increase/ (Decrease) %
<i>For the Period ended 31 March 2019</i>						
<i>(In Rs.)</i>						
<b>Profit/ (Loss) for the Period</b>	<b>(191,683,268)</b>	<b>(330,788,570)</b>	<b>(42)</b>	<b>(41,175,449)</b>	<b>(77,685,807)</b>	<b>(47)</b>
<b>Other Comprehensive Income</b>						
Net Exchange Gain / (Loss) on Translation of Foreign Operations	(266,486,224)	(41,002,046)	550	82,334,664	(27,498,256)	(399)
Other Comprehensive Income for the period, net of tax	(266,486,224)	(41,002,046)	550	82,334,664	(27,498,256)	(399)
<b>Total Comprehensive Income for the period, net of tax</b>	<b>(458,169,493)</b>	<b>(371,790,616)</b>	<b>23</b>	<b>41,159,214</b>	<b>(105,184,063)</b>	<b>(139)</b>
<b>Attributable to ;</b>						
Owners of the Company	(458,169,493)	(371,790,616)	23	41,159,214	(105,184,063)	(139)

\*Computed based on 2,844,990 ordinary shares on issue at 31.03.2018

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The figures in brackets indicate deductions

# MERCANTILE SHIPPING COMPANY PLC

INTERIM FINANCIAL STATEMENTS

All in LKR


## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	Unaudited as at 31.03.2019	Audited as at 31.03.2018
<b>As at 31 March 2019</b>			
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant & Equipment		2,325,463,917	2,158,136,305
Capital Expenses on Vessel Dry-docking		-	-
Investment Property		52,721,065	56,762,803
Deferred Tax Asset		27,327	27,327
		<b>2,378,212,309</b>	<b>2,214,926,435</b>
<b>Current Assets</b>			
Inventories		8,361,785	4,722,130
Trade and Other Receivables		26,951,236	16,150,820
Advance and Prepayments		14,881,412	9,468,033
Income Tax Recoverables		3,675,098	3,675,098
Other Current Financial Assets	08	40,544,200	50,770,439
Cash and Cash Equivalents	09	6,437,294	11,823,803
		<b>100,851,025</b>	<b>96,610,323</b>
<b>Total Assets</b>		<b>2,479,063,335</b>	<b>2,311,536,758</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Stated Capital		37,262,606	37,262,606
Exchange Reserve		(399,650,904)	(133,164,680)
Retained Earnings / (losses)		(1,945,167,838)	(1,753,484,569)
<b>Total Equity</b>		<b>(2,307,556,136)</b>	<b>(1,849,386,643)</b>
<b>Non-Current Liabilities</b>			
Interest Bearing Loans and Borrowings	10	3,700,000	12,100,000
Retirement Benefit Liability		1,672,676	1,072,807
Deferred Tax Liability		-	-
		<b>5,372,676</b>	<b>13,172,807</b>
<b>Current Liability</b>			
Trade & Other Payables		19,350,703	35,612,062
Interest Bearing Loans and Borrowings	10	4,761,472,341	4,110,382,058
Tax Payables		423,752	1,756,474
		<b>4,781,246,795</b>	<b>4,147,750,594</b>
<b>Total Equity and Liabilities</b>		<b>2,479,063,335</b>	<b>2,311,536,758</b>
NAV per share (Rs.)		(811.09)	(650.05)

The figures are provisional and subject to audit.

The Chief Financial Officer certifies that the financial statements have been prepared in compliance with the requirement of the Companies Act No. 07 of 2007.

  
H.A.R.K. Wickramathilake  
Chairman

  
P.A. Nandasena  
Director

  
(Mrs.) C. D. A. Peiris  
Director (Finance)

May 22, 2019  
Colombo

**MERCANTILE SHIPPING COMPANY PLC**

INTERIM FINANCIAL STATEMENTS

All in LKR

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

<i>For the Period ended 31 March 2019</i>	Attributable to equity Holders of the company			
	Stated Capital	Foreign Currency Translation Reserve	Retained Earnings	Total Equity
<b>Balance as at 01 April 2017</b>	37,262,606	(92,162,634)	(1,422,695,999)	(1,477,596,027)
Profit / (Loss) for the Period	-	-	(330,788,570)	(330,788,570)
Other Comprehensive Income	-	(41,002,046)	-	(41,002,046)
<b>Balance as at 31 March 2018</b>	<b>37,262,606</b>	<b>(133,164,680)</b>	<b>(1,753,484,569)</b>	<b>(1,849,386,643)</b>
Profit / (Loss) for the Period	-	-	(191,683,268)	(191,683,268)
Other Comprehensive Income	-	(266,486,224)	-	(266,486,224)
<b>Balance as at 31 March 2019</b>	<b>37,262,606</b>	<b>(399,650,904)</b>	<b>(1,945,167,837)</b>	<b>(2,307,556,136)</b>

# MERCANTILE SHIPPING COMPANY PLC

INTERIM FINANCIAL STATEMENTS

All in LKR

## CONSOLIDATED STATEMENT OF CASH FLOW

<i>For the Period ended 31 March 2019</i>	Notes	Unaudited 31.03.2019	Audited 31.03.2018
<b>Cash Flows from/ (used in ) Operating Activities</b>			
Profit / (Loss) before tax		(191,683,268)	(330,993,128)
Adjustments for;			
Depreciation		114,162,432	105,545,981
Profit on Sale of Shares		-	(5,302,370)
Fair value adjustment of investments		137,088	(19,278)
Provision for Defined Benefit Obligation		-	153,410
Finance Cost		265,388,478	168,605,645
Finance Income		(4,954,043)	(5,163,659)
Provision for non-recoverable VAT		-	-
Gain on sale of other non current financial assets		-	-
Write off of Inventory		-	14,081,291
Exchange (gain) / loss		(31,970,896)	22,078,596
Operating Profit / (Loss) before Working Capital Changes		151,079,790	(31,013,512)
(Increase) / Decrease in Inventories		(3,639,655)	9,535,401
(Increase) / Decrease in Trade and Other Receivables		(10,800,416)	3,848,793
(Increase) / Decrease in Advance and Prepayments		(5,413,379)	2,201,978
Increase / (Decrease) in Trade and Other Payables		(15,366,898)	(31,356,925)
Cash Generated from / (used in) Operations		115,859,442	(46,784,265)
Finance Cost Paid		(133,204,096)	(159,778,911)
Tax Paid		(1,768,560)	(738,693)
Net Cash from / (used in) Operating Activities		(19,113,215)	(207,301,869)
<b>Cash Flows from/ (used in) Investing Activities</b>			
Disposal of Non Current Financial Assets		(101,490)	6,600,000
Proceeds from Disposal of Property, Plant and Equipment		-	(121,452,047)
Refurbishment of Investment Property		-	-
Capital Expenditure on Vessel Dry-docking		-	-
Finance Income Received		5,707,382	5,163,659
Investment in Fixed Deposits		-	(4,728,475)
Realization of non current financial assets		9,335,813	-
Net Cash from / (used in) investing Activities		14,941,704	(114,416,863)
<b>Cash Flows from/ (used in) Financing Activities</b>			
Repayment of Interest Bearing Loans and Borrowings		(7,800,000)	(6,470,152)
Net Cash from / (used in) Financing Activities		(7,800,000)	(6,470,152)
Effect of Exchange Rate Changes on Cash and Cash Equivalents		(38,245,493)	(29,597,073)
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>		<b>(50,217,003)</b>	<b>(357,785,953)</b>
<b>Cash and Cash Equivalents at the beginning of the period</b>		<b>(555,813,722)</b>	<b>(198,027,768)</b>
<b>Cash and Cash Equivalents at the end of the period</b>	<b>11</b>	<b>(606,030,726)</b>	<b>(555,813,722)</b>

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The figures in brackets indicate deductions

# MERCANTILE SHIPPING COMPANY PLC

INTERIM FINANCIAL STATEMENTS

All in LKR

## STATEMENT OF PROFIT OR LOSS

Company	12 Months			03 Months		
	Unaudited 31.03.2019	Audited 31.03.2018	Increase/ (Decrease) %	31.03.2019	31.03.2018	Increase/ (Decrease) %
<i>For the Period ended 31 March 2019</i>						
<i>(In Rs.)</i>						
Revenue	21,943,571	21,543,486	2	5,536,342	5,470,031	1
Cost of Sales	-	-		-	-	
<b>Gross Profit / (Loss)</b>	<b>21,943,571</b>	<b>21,543,486</b>	<b>2</b>	<b>5,536,342</b>	<b>5,470,031</b>	<b>1</b>
Other Income	936,019	5,304,940	(82)	932,092	-	0
Selling and Marketing Expenses	820	(338,500)	(100)	240,204	(88,500)	(371)
Administrative Expenses	(20,435,090)	(23,968,466)	(15)	(5,626,623)	(5,514,764)	2
Finance Cost	(3,105,984)	(3,710,733)	(16)	(669,694)	(878,206)	(24)
Finance Income	4,819,608	5,182,937	(7)	1,073,383	1,328,982	(19)
Impairment gain / (loss) (Note 8)	-	-		-	-	
<b>Profit / (Loss) before Tax</b>	<b>4,158,944</b>	<b>4,013,664</b>	<b>4</b>	<b>1,485,703</b>	<b>317,542</b>	<b>368</b>
Income Tax (expense) / reversal	-	204,559	(100)	-	299,773	(100)
<b>Profit / (Loss) for the Period</b>	<b>4,158,944</b>	<b>4,218,222</b>	<b>(1)</b>	<b>1,485,703</b>	<b>617,315</b>	<b>140.67</b>
<b>Earnings per Share</b>						
Basic Earnings / (Loss) per Share	1.46	1.48		0.52	0.22	

## STATEMENT OF COMPREHENSIVE INCOME

Company	12 Months			03 Months		
	Unaudited 31.03.2019	Audited 31.03.2018	Increase/ (Decrease) %	31.03.2019	31.03.2018	Increase/ (Decrease) %
<i>For the Period ended 31 March 2019</i>						
<i>(In Rs.)</i>						
<b>Profit / (Loss) for the Period</b>	<b>4,158,944</b>	<b>4,218,222</b>	<b>(1)</b>	<b>1,485,703</b>	<b>617,315</b>	<b>141</b>
<b>Other Comprehensive Income</b>						
Net Exchange Gain / (Loss) on Translation of Foreign Operations	-	-		-	-	
Other Comprehensive Income for the period, net of tax	-	-		-	-	
<b>Total Comprehensive Income for the period, net of tax</b>	<b>4,158,944</b>	<b>4,218,222</b>	<b>(1)</b>	<b>1,485,703</b>	<b>617,315</b>	<b>141</b>

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

# MERCANTILE SHIPPING COMPANY PLC

INTERIM FINANCIAL STATEMENTS

All in LKR

## STATEMENT OF FINANCIAL POSITION

Company

	Notes	Unaudited as at 31.03.2019	Audited as at 31.03.2018
<b>As at 31 March 2019</b>			
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant & Equipment		15,531	59,297
Investment Property		52,721,155	56,762,803
Investment in Subsidiaries		15,000,000	15,000,000
Deferred Tax Asset		27,327	27,327
		<b>67,764,013</b>	<b>71,849,427</b>
<b>Current Assets</b>			
Trade and Other Receivables		12,832,010	11,791,692
Advance and Prepayments		1,865,696	1,579,787
Income Tax Recoverables		1,232,436	-
Other Current Financial Assets	08	40,544,200	50,770,439
Cash and Cash Equivalents	09	414,557	414,557
		<b>56,888,899</b>	<b>64,556,474</b>
<b>Total Assets</b>		<b>124,652,912</b>	<b>136,405,901</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Stated Capital		37,262,606	37,262,606
Retained Earnings / (losses)		33,462,306	29,303,362
<b>Total Equity</b>		<b>70,724,911</b>	<b>66,565,968</b>
<b>Non-Current Liabilities</b>			
Interest Bearing Loans and Borrowings	10	3,700,000	12,100,000
Deferred Tax Liability		-	-
		<b>3,700,000</b>	<b>12,100,000</b>
<b>Current Liability</b>			
Trade & Other Payables		33,612,969	45,064,009
Interest Bearing Loans and Borrowings	10	16,615,032	12,139,800
Tax Payables		-	536,124
		<b>50,228,001</b>	<b>57,739,933</b>
<b>Total Equity and Liabilities</b>		<b>124,652,912</b>	<b>136,405,901</b>
NAV per share (Rs.)		<b>24.86</b>	<b>23.40</b>



# MERCANTILE SHIPPING COMPANY PLC

INTERIM FINANCIAL STATEMENTS

All in LKR

## STATEMENT OF CHANGES IN EQUITY

*Company*

	Stated Capital	Retained Earnings	Total Equity
<i>For the Period ended 31 March 2019</i>			
<b>Balance as at 01 April 2017</b>	37,262,606	25,085,139	62,347,745
Profit / (Loss) for the Period	-	4,218,222	4,218,222
Other Comprehensive Income	-	-	-
<b>Balance as at 31 March 2018</b>	<b>37,262,606</b>	<b>29,303,361</b>	<b>66,565,967</b>
Profit / (Loss) for the Period	-	4,158,944	4,158,944
Other Comprehensive Income	-	-	-
<b>Balance as at 31 March 2019</b>	<b>37,262,606</b>	<b>33,462,305</b>	<b>70,724,911</b>

# MERCANTILE SHIPPING COMPANY PLC

INTERIM FINANCIAL STATEMENTS

All in LKR

## STATEMENT OF CASH FLOW

*Company*

<i>For the Period ended 31 March 2019</i>	Notes	Unaudited 31.03.2019	Audited 31.03.2018
<b>Cash Flows from / (used in ) Operating Activities</b>			
Profit / (Loss) before tax		4,158,944	4,013,664
Adjustments for;			
Depreciation		4,186,904	7,296,374
Profit on Sale of Shares		-	(5,302,370)
Fair value adjustment of investments		137,088	(19,278)
Finance Cost		2,472,616	3,710,733
Finance Income		(4,954,043)	(5,163,659)
Provision for Outstanding tax matters		-	-
Operating Profit / (Loss) before Working Capital Changes		6,001,508	4,535,464
(Increase) / Decrease in Trade and Other Receivables		(1,040,319)	(1,112,046)
(Increase) / Decrease in Advance and Prepayments		(285,909)	(216,768)
Increase / (Decrease) in Trade and Other Payables		(11,451,041)	(2,716,273)
Cash Generated from / (used in) Operations		(6,775,760)	490,378
Finance Cost Paid		(2,439,602)	(3,710,733)
Tax Paid		(1,768,560)	(738,693)
Net Cash from / (used in) Operating Activities		(10,983,922)	(3,959,048)
<b>Cash Flows from / (used in) Investing Activities</b>			
Acquisition of Property Plant and Equipment		(101,490)	-
Finance Income Received		5,707,382	5,163,659
Investment in financial assets		-	(4,728,475)
Realization of Non-current financial assets		9,335,813	6,600,000
Net Cash from / (used in) investing Activities		14,941,704	7,035,184
<b>Cash Flows from / (used in) Financing Activities</b>			
Repayment of Interest Bearing Loans and Borrowings		(7,800,000)	(6,470,152)
Net Cash from / (used in) Financing Activities		(7,800,000)	(6,470,152)
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>			
Cash and Cash Equivalents at the beginning of the period		(3,093,116)	300,901
Cash and Cash Equivalents at the end of the period	7	(6,935,334)	(3,093,116)

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The figures in brackets indicate deductions

# MERCANTILE SHIPPING COMPANY PLC

## INTERIM FINANCIAL STATEMENTS

### Notes to the Financial Statements

#### 01. CORPORATE INFORMATION

Mercantile Shipping Company PLC ("Company") is a Public Limited Company, incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The registered office and the principle place of business are located at No.108, Aluthmawatha Road, Colombo 15.

#### 02. INTERIM CONDENSED FINANCIAL STATEMENTS

Mercantile Emerald Shipping (Pvt) Ltd & Mercantile Globe Shipping Limited are fully owned subsidiaries of Mercantile Shipping Company PLC. The Interim Financial Statements for the period reflect the result of all entities.

#### 03. BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES

##### 03.1 Basis of preparation

The interim condensed consolidated financial statements for the six months ended 31 December 2018 have been prepared in accordance with LKAS 34 Interim Financial Reporting and provide the information required by the Colombo Stock Exchange. These Interim Financial Statements which have not been audited. Accounting Policies and Method of Computations followed in the Annual Report for the year ended 31 March 2018.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 March 2018.

The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period.

##### 03.2 Fair value measurement and related fair value disclosures

The following methods and assumptions were used to estimate the fair values

-Cash and short term deposits, trade and other receivables and trade payables approximate their carrying amounts largely due to the short term maturities of these instruments.

-Fair value of quoted equity shares are based on market prices available in Colombo stock exchange at the reporting date.

-Long term borrowings approximate their carrying amount as loans consist of loans obtained at variable interest rates.

There were no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 categories as per the fair value hierarchy, during the period.

##### Fair Value Hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

**Level 1** : Quoted (unadjusted) 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 data.

##### 03.3 New standards, interpretations and amendments adopted by the Group

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

# MERCANTILE SHIPPING COMPANY PLC

## INTERIM FINANCIAL STATEMENTS

### Notes to the Financial Statements

#### 4. OPERATING SEGMENTS

The group is organised in to two operating segments based on operations. The following table presents income, profit and total assets information regarding the groups' operating segments.

	Group		
	Unaudited 31.03.2019	Audited 31.03.2018	Audited 31.03.2018
<b>Turnover</b>			
Vessel Operation	551,657,771	394,785,899	397,407,964
Investment Property	17,795,334	21,543,486	17,650,410
Other	-	-	-
	<b>569,453,105</b>	<b>416,329,385</b>	<b>415,058,374</b>
<b>Other Income</b>			
Vessel Operation	65,976,222	3,756,119	25,859,620
Investment Property	-	-	-
Other	936,019	5,304,940	5,304,941
	<b>66,912,241</b>	<b>9,061,060</b>	<b>31,164,561</b>
<b>Profit before Tax</b>			
Vessel Operation	(195,776,630)	(332,715,151)	(334,920,507)
Investment Property	4,158,944	4,013,664	3,019,769
Other	(65,583)	-	907,610
	<b>(191,683,268)</b>	<b>(328,701,487)</b>	<b>(330,993,128)</b>
<b>Total Assets</b>			
Vessel Operation	2,374,642,117	2,188,128,587	2,188,128,587
Investment Property	52,721,155	56,762,803	68,883,044
Other	51,700,063	83,196,927	54,525,127
	<b>2,479,063,335</b>	<b>2,328,088,317</b>	<b>2,311,536,758</b>

#### 05 CHANGE IN INSURANCE CONTRACT LIABILITIES

There are no contingent liabilities as at the balance sheet date.

#### 06 SHARE INFORMATION

Stated capital is represented by the number of shares in issue as given below:

	As at 31.03.2019		As at 31.03.2018	
	Number	Rs.	Number	Rs.
Fully paid Ordinary Shares	2,844,990	37,262,606	2,844,990	37,262,600

#### 06.1 Market Values of Shares

The Market Values of an ordinary share of Mercantile Shipping Company PLC was as follows.

		31.03.2019	31.03.2018
		Rs.	Rs.
Highest Price during the period	Quarter	70.00	80.40
Lowest Price during the period	Quarter	53.00	50.20
Price as at 31 March		69.70	79.00
Floated adjusted market capitalization		75,309,595	85,358,078

# MERCANTILE SHIPPING COMPANY PLC

## INTERIM FINANCIAL STATEMENTS

### Notes to the Financial Statements

07 RATIOS	31.03.2019 Rs.	31.03.2018 Rs.
Net Asset per share at the period end	(811)	(613)
Price Earnings ratio annualised (times)	(1)	(1)
Return on Equity	0%	0%
Return on Asset	-8%	-14%
Current Ratio	0.02	0.03
Gearing	194%	176%
<b>08 OTHER CURRENT FINANCIAL ASSETS</b>	<b>Group</b>	<b>Company</b>
Term deposits	40,330,000	40,330,000
Quoted shares-Lanka Wairtel PLC	214,200	214,200
Total Other Current Financial Assets	<u>40,544,200</u>	<u>40,544,200</u>
<b>09 CASH AND CASH EQUIVALENT</b>	<b>Group</b>	<b>Company</b>
Cash and Bank Balances	6,437,294	414,557
Term Deposits maturing less than one month	-	-
	<u>6,437,294</u>	<u>414,557</u>
<b>10 INTEREST BEARING LOANS AND BORROWINGS (CURRENT LIABILITY)</b>	<b>Group</b>	<b>Company</b>
Bank Overdraft	612,468,020	7,349,890
* Current Component of Loan Instalments	4,149,004,321	9,265,142
	<u>4,761,472,341</u>	<u>16,615,032</u>
<p>*Since no formal rescheduling in place with regard to the loan taken by Company's fully own subsidiary and its loan repayments are negotiated on "pay as you earn" basis the total loan has been considered under current liability in the group column. However, positive negotiations are being pursued with the Bremer Landesbank.</p>		
<b>11 CASH &amp; CASH EQUIVALENT FOR THE PURPOSE OF CASH FLOW STATEMENT</b>	<b>Group</b>	<b>Company</b>
Term deposits (maturity less than 3 months)	-	-
Cash and Bank Balance	6,437,294	414,557
Bank Overdraft	(612,468,020)	(7,349,890)
Total Cash and Cash Equivalent	<u>(606,030,726)</u>	<u>(6,935,334)</u>
<b>12. EVENTS AFTER THE REPORTING PERIOD</b>		
There are no material events after the balance sheet date		

# MERCANTILE SHIPPING COMPANY PLC

## INTERIM FINANCIAL STATEMENTS

### Notes to the Financial Statements

#### 13 TOP 20 SHAREHOLDERS

Name	No. of Shares	%
REEDEREI EUGEN FRIEDERICH GMBH SCHIFFFAHRTSGESELLSCHAFT	1,155,352	40.61
MERCANTILE MARINE MANAGEMENT LIMITED	593,580	20.86
HEMAS HOLDINGS PLC	484,334	17.02
CEYLON SHIPPING CORPORATION LIMITED	238,506	8.38
STATE STREET MUNICH C/O SSBT-DEG-DEUTSCHE INVESTITIONS-UND ENTWICKLUNGSGESELLSCHAFT MBH	238,259	8.37
Mr. HETTI ARACHCHIGE RANJITH KUMARA WICKRAMATILEKA	11,414	0.40
Mr. VALLIPURAM SATYENDRA	10,387	0.37
PEOPLE'S LEASING & FINANCE PLC/L.P.HAPANGAMA	9,100	0.32
ABC CAPITAL CORPORATION LTD	8,700	0.31
T R L HOLDINGS (PVT) LIMITED	7,508	0.26
MERCHANT BANK OF SRI LANKA & FINANCE PLC/S GOBINATH	6,250	0.22
MR. JALIYA JAYAMPATHI LOKESHWARA	5,600	0.20
Mr. KULAPPUARACHCHIGE DON DAMMIKA PERERA	4,778	0.17
Mr. ROHAN EDWARD GUY CODIPILLY	4,162	0.15
MISS AMITHA SUMITHRA RANASINGHE	3,804	0.13
MR. GINIGE CYRIL WALTER DE SILVA(DECEASED)	3,424	0.12
Mr. GAJATH CHRYSANTHA GOONETILLEKE	3,210	0.11
ARROW INTERNATIONAL (PVT) LTD A/C NO.1	3,000	0.11
Dr. MUTHURAMALINGAM RAMASUBBU	2,283	0.08
MR. TUAN SHIRAZI SALIM	2,100	0.07
	<b>2,795,751</b>	<b>98.27</b>
Other Shareholders	49,239	1.73
Total Issued Capital	<b>2,844,990</b>	<b>100.00</b>

#### 14 PUBLIC HOLDING AS AT 31.12.2018

**31.03.2019**

Percentage of public Holding	37.98%
Total number of shareholders representing the public holding	1,080,482
Float - Adjusted Market Capitalization (Rs.)	75,309,595

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

# MERCANTILE SHIPPING COMPANY PLC

## INTERIM FINANCIAL STATEMENTS

### Notes to the Financial Statements

#### 15 DIRECTORS SHAREHOLDING AS AT 31 MARCH 2019

Capt. Klaus Kriwat	Nil	
Thomas Kriwat	Nil	
Hettiarachchige Ranjith Kumara Wickramatileka	11,414	(CDS)
Chinthaka Parakrama Punyajith Gamalath Hapudeniya	Nil	
Samaraweera Mudalige Don Nihal Darmapriya	Nil	
Charmaine Divinia Anne Peiris	Nil	
Capt. Rohan Edward Guy Codipilly	4162	(CDS)
Mallawarachchige Sarathchandra Perera Gunawardena	Nil	
Panambara Arachchilage Nandasena	Nil	
Issued Shares (Ordinary Shares)		2,844,990
<b>(1.) Parent, subsidiary or associate entities or any subsidiaries or associates of its Parent Entity</b>		
<b>(2.) Directors of the entity, their spouses, their close family members</b>		
H A R K Wickrematileka	11,414	
Capt. Rohan Edward Guy Codipilly	4,162	(15,576)
<b>(3.) Chief Executive Officer and his close family members</b>		
<b>(4.) Key management Personnel and their close family members</b>		
<b>(5.) Any party acting in concert with the parties set out in 1,2,3 &amp; 4</b>		
<b>(6.) Entities, Single shareholders or Single shareholders jointly or severally holding 10% or more</b>		
Reederei Eugen Friederich	(1,155,352)	
Mercantile Marine Management Ltd	(593,580)	(1,748,932)
<b>Public Holding</b>		<b>1,080,482</b>
<b>Public Holding %</b>		<b>37.98%</b>

# MERCMARINE

GROUP OF COMPANIES

*Propelled by Passion*

**Mercantile Shipping Company PLC**

108, Aluthmawatha Road, Colombo 15, Sri Lanka  
(T): +94 11 4489900, (F): +94 11 4489999, (E): [info@mercmarine.net](mailto:info@mercmarine.net)