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YEARS OF TRUST



Browns
A Heritage of Trust

Interim Report
Year ended 31st March 2019

BROWN & COMPANY PLC
STATEMENT OF FINANCIAL POSITION

	Group		Company	
	As at 31.03.2019 (Un-Audited)	As at 31.03.2018 (Audited)	As at 31.03.2019 (Un-Audited)	As at 31.03.2018 (Audited)
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	35,302,341	30,939,740	1,858,188	2,746,114
Investment Properties	19,993,337	14,561,347	10,011,437	4,403,650
Prepaid Lease Rentals	2,801,522	2,709,831	-	119,764
Intangible Assets	1,617,933	1,620,532	7,708	10,122
Bearer Biological Assets	1,259,879	1,212,196	-	-
Consumable Biological Assets	3,788,540	3,305,919	-	-
Investments in Subsidiaries	-	-	12,054,779	11,636,019
Investments in Equity Accounted Investees	3,938,879	2,166,187	875,698	875,698
Other Financial Assets	4,182,428	1,385,979	-	-
Deferred Tax Assets	-	653,844	-	33,061
Loans Receivables	545,777	-	-	-
	73,430,636	58,555,575	24,807,810	19,824,428
Current Assets				
Inventories	5,537,798	4,294,573	4,184,861	3,600,142
Trade and Other Receivables	8,706,531	6,992,624	4,209,398	3,189,341
Loans to Related Parties	690,695	682,323	8,566,808	2,333,962
Loans Receivables	-	315,452	-	154,151
Amounts due from Related Parties	846,386	715,017	947,762	303,651
Current Tax Recoverable	33,571	24,221	102,163	3,032
Other Financial Assets	1,965,545	2,792,415	1,609,030	2,174,081
Cash and Cash Equivalents	1,470,550	889,883	482,438	270,250
	19,251,075	16,706,508	20,102,460	12,028,610
Total Assets	92,681,712	75,262,083	44,910,269	31,853,038
EQUITY AND LIABILITIES				
Equity				
Stated Capital	9,093,101	2,005,601	9,093,101	2,005,601
Other Reserves	3,874,376	2,454,529	2,662,918	1,733,565
Revenue Reserve	13,086,060	14,900,123	15,233,035	13,404,004
Equity Attributable to Equity holders of Parent	26,053,537	19,360,253	26,989,054	17,143,170
Non-controlling Interests	20,145,597	17,179,560	-	-
Total Equity	46,199,135	36,539,813	26,989,054	17,143,170
Non-Current Liabilities				
Loans and Borrowings	7,629,232	6,456,353	1,875,126	1,649,463
Finance Lease Obligations	53,220	51,911	-	-
Retirement Benefit Obligations	866,337	829,717	92,347	97,725
Deferred Tax Liabilities	1,860,979	1,695,048	149,116	-
Deferred Income	153,656	182,425	19,770	35,451
Loans from Related Parties	2,888,348	-	-	-
	13,451,772	9,215,454	2,136,359	1,782,639
Current Liabilities				
Trade and Other Payables	6,512,335	6,331,078	3,085,062	3,340,495
Loans and Borrowings	2,453,760	3,149,294	1,535,932	1,311,757
Finance Lease Obligations	153	11,617	-	133
Loans from Related Parties	2,659,429	2,299,489	1,012,707	1,528,582
Amounts due to Related Parties	9,472,516	11,299,992	510,072	889,242
Current Tax Payable	348,916	273,638	16,416	-
Dividend Payable	56,101	98,594	50,168	50,320
Short Term Borrowings	9,606,695	5,115,144	8,047,649	5,062,978
Bank Overdrafts	1,920,902	927,970	1,526,850	743,722
	33,030,806	29,506,816	15,784,856	12,927,229
	92,681,712	75,262,083	44,910,269	31,853,038
Net Assets per Share (Rs.)	122.53	273.16		

Note : All values are in Rupees '000s, unless otherwise stated.
Figures in brackets indicate deductions.

The Statement of Financial Position as at 31st March 2019 and related Income Statement, Statements of Other Comprehensive Income, Changes in Equity and Cash Flows for the period ended 31st March

2019 are drawn up from the unaudited Financial Statements of the Company, its Subsidiaries, Associates, and Joint Ventures, and they provide the information required by the Colombo Stock Exchange.

The Board of Directors is responsible for the preparation and presentation of these Financial Statements. The Group Chief Financial Officer certifies that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

Sgd : Group Chief Financial Officer

Signed for and on behalf of the Board.

Sgd : Director
30th May 2019

Sgd : Director

Group Income Statement

	Quarter ended 31st March			Twelve months ended 31st March		
	2019 (Un-Audited)	2018 (Un-Audited)	% Change	2019 (Un-Audited)	2018 (Audited)	% Change
Revenue	6,476,098	5,147,316	25.82	21,193,726	20,554,110	3.11
Cost of Sales	(5,237,075)	(3,924,851)	(33.43)	(16,061,477)	(15,166,619)	(5.90)
Gross profit	1,239,023	1,222,465	1.35	5,132,250	5,387,491	(4.74)
Other Income	242,803	496,203	(51.07)	867,838	1,767,451	(50.90)
Distribution Expenses	(307,698)	(168,207)	(82.93)	(1,060,389)	(863,052)	(22.87)
Administrative Expenses	(845,952)	(908,470)	6.88	(3,902,357)	(3,704,374)	(5.34)
Other Expenses	(125,051)	(50,490)	(147.68)	(714,721)	(164,866)	(333.52)
Finance Income	149,578	187,926	(20.41)	537,819	385,194	39.62
Finance Cost	(997,859)	(924,057)	(7.99)	(3,856,654)	(2,970,629)	(29.83)
Net Finance Cost	(848,281)	(736,131)	(15.24)	(3,318,835)	(2,585,435)	(28.37)
Change in Fair Value of Investment Properties	2,618,470	2,064,494	26.83	2,618,470	2,064,494	(26.83)
Change in Fair Value of Consumable Biological Assets	439,076	285,256	53.92	439,076	285,256	(53.92)
Gain/(loss) on disposal of subsidiaries	485	-	100.00	485	-	100.00
Gain on Bargain Purchase	-	105,611	(100.00)	-	105,611	(100.00)
Reclassification of translation reserve on step acquisition	-	61,621	(100.00)	-	61,621	(100.00)
Share of Gain of Equity Accounted Investees (Net of Taxation)	(21,905)	36,848	(159.45)	62,849	77,845	(19.26)
Profit/ (loss) before Taxation	2,390,971	2,409,200	0.76	124,664	2,432,042	(94.87)
Income Tax Expense	154,500	(224,412)	168.85	(114,785)	(495,569)	76.84
Profit/ (loss) for the year	2,545,470	2,184,788	(16.51)	9,879	1,936,473	99.49
Attributable to :						
Equity holders of the Company	2,642,653	1,111,612	(137.73)	1,273,539	813,961	(56.46)
Non-controlling interests	(97,183)	1,073,176	109.06	(1,263,660)	1,122,512	(212.57)
	2,545,470	2,184,788	(16.51)	9,879	1,936,473	99.49
Basic Earnings/ (loss) per share - Rs.	19.61	15.68		7.22	11.48	
Diluted Earnings/ (loss) per share - Rs.	19.61	15.68		7.22	11.48	

Company Income Statement

	Quarter ended 31st March			Twelve months ended 31st March		
	2019 (Un-Audited)	2018 (Un-Audited)	% Change	2019 (Un-Audited)	2018 (Audited)	% Change
Revenue	3,863,813	3,248,800	18.93	12,952,965	13,327,220	(2.81)
Cost of Sales	(3,075,119)	(2,681,145)	(14.69)	(10,388,812)	(10,777,082)	3.60
Gross Profit	788,694	567,656	38.94	2,564,153	2,550,138	0.55
Other Income	(109,149)	353,423	(130.88)	288,174	764,517	(62.31)
Distribution Expenses	(249,560)	(81,961)	(204.49)	(818,612)	(576,742)	(41.94)
Administrative Expenses	(332,727)	(377,083)	11.76	(1,433,480)	(1,351,609)	(6.06)
Other Expenses	(135,738)	(15,804)	(758.86)	(682,730)	(93,105)	(633.29)
Finance Income	317,117	90,203	251.56	1,157,848	341,991	238.56
Finance Cost	(498,704)	(319,745)	(55.97)	(1,924,581)	(1,149,297)	(67.46)
Net Finance Cost	(181,588)	(229,542)	20.89	(766,733)	(807,306)	5.03
Change in Fair Value of Investment Properties	2,497,405	309,050	708.09	2,497,405	309,050	708.09
Profit/ (loss) before Taxation	2,277,337	525,738	333.17	1,648,177	794,943	107.33
Income Tax Expense	287,817	18,140	(1486.62)	180,854	(51,888)	448.54
Profit/ (loss) for the year	2,565,154	543,878	371.64	1,829,031	743,055	146.15

Note :

All values are in Rupees '000s, unless otherwise stated.
Figures in brackets indicate deductions.

BROWN & COMPANY PLC
STATEMENT OF OTHER COMPREHENSIVE INCOME

	Group					
	Quarter ended 31st March			Twelve months ended 31st March		
	2019 (Un-Audited)	2018 (Un-Audited)	% Change	2019 (Un-Audited)	2018 (Audited)	% Change
Loss for the Period	2,545,470	2,184,788	(16.51)	9,879	1,936,473	99.49
Other comprehensive income						
Items that may be reclassified to income statement in subsequent periods						
Revaluation surplus on property, plant and equipment	1,289,656	1,374,815	(6.19)	1,289,656	1,374,815	(6.19)
Deferred tax on revaluation	(360,181)	(634,915)	(43.27)	(360,181)	(634,915)	(43.27)
Actuarial gains/(losses) on defined benefit obligation	(59,831)	(52,002)	(15.06)	(59,831)	(52,002)	(15.06)
Share of other comprehensive income of equity accounted investees	373,672	84,386	342.81	373,672	84,386	342.81
Tax on other comprehensive income	(26,382)	-	(100.00)	(26,382)	-	(100.00)
Items that are or may be Reclassified to Profit or Loss						
Net change in fair value of FVOCI financial assets	(67,396)	-	(100.00)	(67,396)	50,289	(100.00)
Exchange gain/(loss) from translation of foreign operation	(1,482,159)	107,913	(1473.48)	913,959	127,423	617.26
Reclassification of translation reserve on step acquisition	52,839	(106,641)	(149.55)	-	(61,621)	(100.00)
Other comprehensive income for the period, net of tax	(279,782)	773,556	(136.17)	2,063,497	888,375	132.28
Total comprehensive income for the period	2,265,688	2,958,344	23.41	2,073,376	2,824,848	26.60
Total comprehensive income Attributable to :						
Equity holders of the Company	2,537,618	1,487,337	(70.61)	2,693,489	1,185,925	(127.12)
Non-controlling interests	(271,930)	1,471,007	118.49	(620,114)	1,638,923	(137.84)
	2,265,688	2,958,344	23.42	2,073,376	2,824,848	26.60

	Company					
	Quarter ended 31st March			Twelve months ended 31st March		
	2019 (Un-Audited)	2018 (Audited)	% Change	2019 (Un-Audited)	2018 (Audited)	% Change
Profit/ (loss) for the Period	2,565,154	543,878	(371.64)	1,829,031	743,055	146.15
Other comprehensive income						
Items that may be reclassified to income statement in subsequent periods						
Defined benefit plan actuarial Losses, net of tax						
Revaluation of property, plant and equipment	1,285,156	43,392	2861.77	1,285,156	43,392	2861.77
Deferred tax impact on revaluation	(360,181)	-	(100.00)	(360,181)	(190,966)	(100.00)
Actuarial Gain/ (Loss) on defined benefit obligation, (Net of Tax)	4,378	7,641	(42.70)	4,378	7,641	(42.70)
Other comprehensive income for the period, net of tax	929,353	51,033		929,353	(139,933)	
Total comprehensive income for the period	3,494,507	594,911	(487.40)	2,758,384	603,122	357.35

Note :
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Figures in brackets indicate deductions.

Group

	Attributable to Equity holders of the Company					Total	Non-controlling Interests	Total
	Stated Capital	Revaluation Reserve	Fair Value through Other comprehensive income	Foreign Currency Translation Reserve	Retained Earnings			
Balance as at 1st April 2017	2,005,601	2,277,605	(233,925)	37,073	14,123,385	18,209,739	15,012,565	33,222,304
Profit/ (loss) for the period	-	-	-	-	813,961	813,961	1,122,512	1,936,473
Other comprehensive income for the period, net of tax								
Revaluation of Property, Plant and Equipment	-	677,500	-	-	-	677,500	697,315	1,374,815
Deferred tax impact on revaluation	-	(384,910)	-	-	-	(384,910)	(250,005)	(634,915)
Exchange gain from translation of foreign operations	-	-	-	37,440	-	37,440	89,983	127,423
Net change in fair value of available-for-sale financial assets	-	-	19,149	-	-	19,149	31,140	50,289
Reclassification of translation reserve on step acquisition	-	-	-	(24,495)	-	(24,495)	(37,126)	(61,621)
Share of other comprehensive income of equity accounted investees (Net of Tax)	-	-	-	50,293	-	50,293	34,093	84,386
Defined benefit plan actuarial gain	-	-	-	-	(3,012)	(3,012)	(48,990)	(52,002)
	-	292,590	19,149	63,238	(3,012)	371,965	516,410	888,375
Realization of previously recognized revaluation gain	-	(1,201)	-	-	1,201	-	-	-
Issues of shares to Non-Controlling Interests	-	-	-	-	(35,412)	(35,412)	(580,496)	(615,908)
On acquisition of subsidiaries	-	-	-	-	-	-	1,344,999	1,344,999
Dividend paid	-	-	-	-	-	-	(236,430)	(236,430)
Balance as at 31st March 2018	2,005,601	2,568,994	(214,776)	100,311	14,900,123	19,360,253	17,179,560	36,539,813
Balance as at 1st April 2018	2,005,601	2,568,994	(214,776)	100,311	14,900,123	19,360,253	17,179,560	36,539,813
Loss for the period	-	-	-	-	1,273,539	1,273,539	(1,263,660)	9,879
Other Comprehensive income	-	919,371	(91,106)	591,855	(170)	1,419,950	643,546	2,063,497
Share issue by subsidiaries to non-controlling interests	-	-	-	-	-	-	823,219	823,219
Rights issue of shares	7,087,500	-	-	-	-	7,087,500	-	-
On acquisition of subsidiaries	-	-	-	-	-	-	12,285	12,285
Adjustments due to changes in group holdings and other adjustments	-	-	-	-	(3,087,705)	(3,087,705)	2,750,647	(337,058)
Reclass to retained earnings	-	-	(274)	-	274	-	-	-
Balance as at 31st March 2019	9,093,101	3,488,365	(306,156)	692,166	13,086,060	29,106,848	20,145,597	46,470,930

Note :

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

Figures in brackets indicate deductions.

BROWN & COMPANY PLC
STATEMENT OF CHANGES IN EQUITY

	Company			Total
	Stated Capital	Revaluation Reserve	Retained Earnings	
Balance as at 1st April 2017	2,005,601	1,881,139	12,653,308	16,540,048
Profit for the period	-	-	743,055	743,055
Other comprehensive income for the period, net of tax				
Revaluation of Property, Plant and Equipment	-	43,392	-	43,392
Deferred Tax impact on Revaluation	-	(190,966)	-	(190,966)
Defined Benefit Plan Actuarial Gain, (Net of Tax)	-	-	7,641	7,641
	-	(147,574)	7,641	(139,933)
Balance as at 31st March 2018	2,005,601	1,733,565	13,404,004	17,143,170
Balance as at 1st April 2018	2,005,601	1,733,565	13,404,004	17,143,170
Profit for the period	-	-	1,829,031	1,829,031
Other comprehensive income for the period, net of tax				
Revaluation of Property, Plant and Equipment , (Net of Tax)	-	924,975	-	924,975
Defined benefit plan actuarial gains , (Net of Tax)	-	4,378	-	4,378
	-	929,353	-	929,353
Rights issue of shares	7,087,500	-	-	7,087,500
Balance as at 31st March 2019	9,093,101	2,662,918	15,233,035	26,989,054

Note :

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

Figures in brackets indicate deductions.

BROWN & COMPANY PLC
STATEMENT OF CASH FLOWS

	Group		Company	
	Twelve months ended 31st March		Twelve months ended 31st March	
	2019 (Un-Audited)	2018 (Audited)	2019 (Un-Audited)	2018 (Audited)
Cash Flows from Operating Activities				
Profit/ (loss) before Taxation	124,664	2,432,042	1,648,177	794,943
Adjustment for:				
Share of Gain of Equity Accounted Investees	(62,849)	(77,845)	-	-
Gain on Disposal of Investments	-	(892,727)	-	-
Depreciation on Property, Plant and Equipment	680,429	649,844	69,048	77,840
Amortization of Bearer Biological Assets	48,601	48,267	-	-
Amortization of Intangible Assets	12,460	11,512	2,621	913
Amortization of Deferred Income	(28,769)	(77,670)	(15,680)	(60,712)
Provision for Retiring Gratuity	134,473	128,002	20,581	20,222
Provision for Bad & Doubtful Debts	92,978	6,777	75,286	7,691
Reversal of Impairment of Investment in Subsidiaries	-	-	-	(440,000)
Provision for Slow Moving Stocks	166,963	11,903	152,835	5,138
Gain on Bargain Purchase	-	(105,611)	-	-
Dividend Income	(53,934)	(79,905)	(51,401)	(79,807)
Interest Income	(537,819)	(385,194)	(1,157,848)	(341,991)
(Gain)/ loss on Changes in Fair Value of Short term Investments	-	-	616,278	3,832
Reversal of provision for investment in subsidiaries	-	-	-	-
Change in Fair Value of Investment Properties	(2,618,470)	(2,064,494)	(2,497,405)	(309,050)
Change in Fair Value of Consumable Biological Assets	(439,076)	(285,256)	-	-
Gain on Disposal of Subsidiary/ Group Investments	-	(61,621)	-	-
Impairment of Goodwill	-	8,673	-	-
(Gain)/Loss on Changes in Fair Value of Short term Investments	616,258	4,083	-	-
(Gain)/Loss on Disposal of Investment properties	-	(980)	-	-
Net Gain on Disposal of Property, Plant and Equipment	(95,044)	(3,602)	(36,863)	(8)
Gain on Disposal of Bearer Biological assets	-	(27,636)	-	-
Interest Expense	3,856,654	2,970,629	1,924,581	1,149,297
Operating Profit before Working Capital Changes	1,897,520	2,209,193	750,210	828,308
Changes in				
Inventories	(1,369,714)	(664,203)	(737,554)	(660,062)
Trade and Other Receivables	(1,734,152)	(1,795,614)	(1,173,371)	(380,668)
Amounts due from Related Companies	(131,369)	(290,386)	(644,110)	355,681
Trade & Other Payables	70,858	382,334	(252,038)	777,704
Amounts due to Related Companies	(1,827,476)	885,715	(379,170)	705,476
Cash Generated from Operations	(3,094,334)	727,039	(2,436,033)	1,626,440
Interest Paid	(3,856,654)	(2,964,631)	(1,924,581)	(1,149,266)
Income Tax / ESC Paid	(48,857)	(170,613)	(63,020)	(98,009)
Retiring Gratuity Paid	(162,436)	(353,162)	(19,879)	(4,536)
Net Cash Flows used in Operating Activities	(7,162,281)	(2,761,367)	(4,443,513)	374,629
Cash Flows from Investing Activities				
Acquisition of Property, Plant and Equipment	(5,708,330)	(3,384,010)	(918,457)	(296,944)
Proceeds from Disposal of Bearer Biological Assets	-	31,753	-	-
Proceeds from disposal of Property, Plant and Equipment	127,481	-	68,533	-
Net Investment in Bearer Biological Assets	(139,829)	(149,662)	-	-
Investment in Subsidiary	(70,659)	(312,156)	(413,929)	(2,314,375)
Acquisition of Non-controlling Interests	(337,058)	(615,908)	-	-
Deferred income received	-	24,262	-	17,956
Investment in Equity Accounted Investees	(176,728)	(1,740,345)	-	-
Net Investment in Financial Assets	(2,677,373)	(398,161)	-	(613,700)
Investment in Short Term Investments	-	-	-	-
Net (Increase)/decrease in Loans Receivables	(238,697)	-	(6,078,695)	-
Net (Increase)/decrease in Loans to Related Companies	-	(22,336)	-	(391,198)
Proceeds from Disposal of Property, Plant and Equipment	-	18,271	-	10,108
Proceeds from disposal of other financial assets	-	1,892,727	-	-
Proceeds from disposal of Investment Properties	-	16,980	-	-
Dividend Received	53,934	79,905	51,401	35,912
Interest Received	537,819	385,194	1,157,848	341,991
Net Cash Flows used in Investing Activities	(8,629,440)	(4,173,486)	(6,133,299)	(3,210,250)
Cash Flows from Financing Activities				
Proceeds from Interest Bearing Liabilities	6,213,938	6,764,344	4,679,551	1,722,269
Repayment of Interest Bearing Liabilities	(1,245,307)	(4,752,299)	(1,245,043)	(727,963)
Net Increase/ (decrease) in Loans from Related Companies	2,552,754	414,261	(515,876)	1,457,036
Lease Rentals Paid	(10,155)	(32,280)	(137)	(328)
Cash flows from right issue	7,087,500	-	7,087,500	-
Shares Issued by Subsidiaries	823,219	-	-	-
Dividend Paid	(42,493)	(208,699)	(152)	(8,408)
Net Cash Flows Generated from/ (used in) Financing Activities	15,379,456	2,185,327	10,005,843	2,442,606
Net increase / (decrease) in Cash and Cash Equivalents during the period	(412,265)	(4,749,526)	(570,969)	(393,015)
Cash and Cash Equivalents at the beginning of the period	(38,087)	4,711,439	(473,443)	(80,457)
Cash and Cash Equivalents at the end of the period	(450,352)	(38,087)	(1,044,412)	(473,472)
Analysis of Cash and Cash Equivalents at the end of the period				
Cash at Bank and in Hand	1,470,550	889,883	482,438	270,250
Bank Overdraft	(1,920,902)	(927,970)	(1,526,850)	(743,722)
	(450,352)	(38,087)	(1,044,412)	(473,472)

Note :

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

Figures in brackets indicate deductions.

1 Corporate Information

Brown & Company PLC (“Company”) is a public limited company incorporated and domiciled in Sri Lanka, and listed on the Colombo Stock Exchange. The registered office of the Company is located at 481, T B Jayah Mawatha, Colombo 10.

The Interim Financial Statements of the Group and the Company for the twelve months ended 31st March 2019 were authorized for issue by the Board of Directors on 30th May 2019.

2 Basis of Preparation

The condensed interim financial statements of Brown & Company PLC have been prepared in accordance with LKAS 34-Interim Financial reporting. These Financial Statements have been prepared in accordance with SLFRS and LKAS. The interim financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2019.

The presentation and classification of the Financial Statements of the comparative period have been amended, where relevant, for better presentation and to be comparable with those of the current period.

3 Stated Capital

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

31.03.2019	31.03.2018
212,625,000	70,875,000

3.1 Movement in stated capital

Balance at the beginning of the period
 Rights issue of share during the period
 Balance at the end of the period

Number of shares		Amount (Rs)	
31.03.2019	31.03.2018	31.03.2019	31.03.2018
70,875,000	70,875,000	2,005,601,000	2,005,601,000
141,750,000	-	7,087,500,000	-
<u>212,625,000</u>	<u>70,875,000</u>	<u>9,093,101,000</u>	<u>2,005,601,000</u>

The company issued two new ordinary shares for every one existing ordinary share in the equity capital of the company by way of a rights issue to holders of the issued ordinary shares of the company at a price of Rs. 50 per share. The share holders of the company approved the right issue at the Extra Ordinary General Meeting held on 17th July 2018.

4 Earnings/ (loss) per share

The computation of the basic earnings per ordinary share has been calculated based on net profit/ (loss) attributable to ordinary shareholders for the period, divided by weighted average number of ordinary shares in issue as at the balance sheet date and calculated as follows.

For the period

Net profit / (loss) attributable to ordinary shareholders (Rs.000)
 Weighted average number of ordinary shares in issue ('000)
 Basic/diluted earnings/ (loss) per ordinary share (Rs.)

Group		Company	
31.03.2019	31.03.2018	31.03.2019	31.03.2018
1,273,539	813,961	1,829,031	743,055
176,508	70,875	176,508	70,875
7.22	11.48	10.36	10.48

For the quarter

Net profit/ (loss) attributable to ordinary shareholders (Rs.000)
 Weighted average number of ordinary shares in issue ('000)
 Basic/diluted Earnings/ (loss) per ordinary share (Rs.)

2,642,653	1,111,612	2,565,154	543,878
134,740	70,875	134,740	70,875
19.61	15.68	19.04	7.67

5 Contingent Liabilities

There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the annual financial statements for the year ended 31st March 2019.

6 Events after the reporting date

Subsequent to the Reporting date, no circumstances have arisen which would require adjustments to or disclosure in the Financial Statements.

7 Acquisition of Gurind Accor (Pvt) Ltd

The Group acquired 85% stake of Gurind Accor (Pvt) Ltd for a consideration of Rs. 53.8Mn. The fair value of identified assets and liabilities as at acquisition date were;

	Rs.000
Property, plant and equipment	52,092
Inventories	40,474
Trade and other receivables	72,733
Cash and cash equivalents	33,297
Retirement benefit obligations	(4,752)
Interest bearing borrowings	(264)
Trade and other payable	(110,399)
Bank overdraft	(50,151)
Net identifiable assets and liabilities	<u>33,030</u>
Non controlling interests, based on their proportionate interest	(12,285)
Cash paid on acquisition	53,805
Goodwill	8,490
Cash paid for acquisition	53,805
Cash and cash equivalents of subsidiaries acquired	16,854
Net cash outflow	<u>70,659</u>

7 Segment reporting

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. All operating segments operating results are reviewed regularly by Group Board of Directors to make decisions about resources to be allocated to the segment and to assess its performance, and for which detailed financial information is available.

Accordingly, the segments comprise of Trading, Manufacturing, Investments, Leisure, Real Estate, Plantation, Health Care and Others.

Segment Information - Group	Twelve months ended 31st March																		Group Total	
	Trading		Manufacturing		Investments		Plantation		Leisure		Real Estate		Health Care		Others		Adjustments			
	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000	2019 Rs.000	2018 Rs.000
a) Segment Results																				
Revenue	14,105,997	14,060,187	1,427,887	692,346	-	764,032	1,749,084	2,281,891	1,623,862	1,711,929	317,336	77,978	868,070	708,952	1,590,444	1,116,017	488,953	(859,221)	21,193,726	20,554,110
Cost of Sales	(11,306,592)	(11,347,606)	(1,128,719)	(543,197)	-	(30,537)	(1,803,543)	(2,034,679)	(647,004)	(436,477)	(82,778)	(12,236)	(232,046)	(199,242)	(1,014,889)	(611,671)	(154,094)	49,026	(16,061,477)	(15,166,619)
Gross Profit/ (Loss)	2,799,404	2,712,581	299,168	149,149	-	733,494	(54,460)	247,212	976,857	1,275,452	234,559	65,743	636,024	509,709	575,555	504,346	334,858	(810,195)	5,132,250	5,387,491
Add : Other Income	(389,033)	1,117,597	18,562	37,507	52,447	2,827,313	246,082	283,055	24,868	85,080	2,325	290,479	3,912	46,003	80,830	28,844	(827,845)	(2,563,232)	867,838	2,152,645
Share of Profit of Equity Accounted Investees (Net of Income Tax)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	62,849	77,845	62,849	77,845
Change in fair value of Investment Properties	2,497,405	309,050	-	6,500	89,019	129,000	-	-	-	325,954	(68,953)	1,480,002	-	-	101,000	178,450	-	(364,462)	2,618,470	2,064,494
Gain on change in fair value of consumable biological	-	-	-	-	-	-	439,076	285,256	-	-	-	-	-	-	-	-	-	-	439,076	285,256
Gain on Disposal of Bearer Biological assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gain on disposal of Group Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(485)	61,621	(485)	61,621
Gain on Bargaining Purchases	-	-	-	-	-	105,611	-	-	-	-	-	-	-	-	-	-	-	-	-	105,611
Less : Expenses	(3,317,929)	(3,356,623)	(329,403)	(225,421)	(613,314)	(1,960,878)	(575,271)	(534,824)	(2,525,242)	(2,274,205)	(158,639)	(383,515)	(610,285)	(576,401)	(359,043)	(355,863)	507,176	1,964,809	(8,996,303)	(7,702,921)
Profit/ (Loss) before Taxation	(1,728,083)	782,605	(341,076)	(32,266)	(1,085,162)	1,834,540	(519,845)	280,698	(4,048,759)	(587,720)	(149,348)	1,452,709	(580,633)	(20,689)	39,300	355,778	581,802	(1,633,613)	124,664	2,432,042
Income Tax Expense	177,863	(54,420)	(2,571)	(6,282)	(147,216)	(245,342)	(124,783)	(80,348)	(19,911)	(72,112)	(10,119)	(15,201)	75,515	(724)	(63,563)	(19,190)	-	(1,950)	(114,785)	(495,569)
Profit/ (Loss) for the Period	(1,550,220)	728,185	(343,646)	(38,548)	(1,232,378)	1,589,198	(644,628)	200,350	(4,068,670)	(659,831)	(159,468)	1,437,508	(505,118)	(21,413)	(24,263)	336,588	581,802	(1,635,564)	9,879	1,936,473
b) Segment Assets																				
Non-current Assets	26,249,355	20,484,608	1,144,985	373,322	33,485,413	28,140,263	6,241,461	5,779,175	26,867,022	28,376,839	8,558,760	8,733,532	2,728,850	2,127,966	502,334	4,458,040	(32,347,544)	(39,918,169)	73,430,636	58,555,575
Current Assets	21,167,737	12,894,715	1,345,375	770,334	17,339,415	14,027,777	592,480	435,420	4,569,918	2,389,936	720,378	1,545,680	295,273	236,856	1,279,596	1,608,328	(28,059,097)	(17,202,538)	19,251,075	16,706,508
	47,417,092	33,379,324	2,490,359	1,143,656	50,824,828	42,168,040	6,833,941	6,214,595	31,436,940	30,766,775	9,279,138	10,279,212	3,024,123	2,364,822	1,781,930	6,066,367	(60,406,641)	(57,120,707)	92,681,711	75,262,083
c) Segment Liabilities																				
Non-current Liabilities	2,151,562	1,785,227	37,856	16,009	4,700,754	1,435,280	3,562,506	2,244,177	2,620,266	2,599,442	308,640	337,154	9,212	75,398	19,569	1,543,164	41,407	(820,398)	13,451,772	9,215,454
Current Liabilities	16,793,660	13,271,938	1,303,123	379,965	7,366,895	14,663,824	1,922,039	2,661,265	16,199,908	12,452,725	550,130	1,411,565	632,891	384,876	1,070,407	1,303,110	(12,808,248)	(17,022,452)	33,030,806	29,506,816
	18,945,222	15,057,165	1,340,979	395,974	12,067,650	16,099,104	5,484,546	4,905,442	18,820,173	15,052,167	858,770	1,748,719	642,103	460,274	1,089,976	2,846,274	(12,766,842)	(17,842,850)	46,482,577	38,722,270

9 Share Information

9.1 Market Price per Share

The market value of an ordinary share of Brown & Company PLC was as follows:

Last traded price recorded for 3 months ended
Highest price recorded for 3 months ended
Lowest price recorded for 3 months ended

31.03.2019 Rs.	31.03.2018 Rs.
48.00	69.00
59.50	79.90
48.00	68.50

9.2 Public Shareholdings

No of Shares held by public
Number of public shareholders
Percentage of shares held by the public
Float adjusted market capitalisation (Rs' 000)

31.03.2019	31.12.2018
34,963,421	34,963,421
2,364	2,367
16.44%	16.44%
1,677,866	2,132,289

Company complies with the Minimum Public Holding Requirement under option 1 as set out in the listing rules 7.13.1.(b) as at reporting date.

9.3 Major Shareholders

Name of Shareholders	31.03.2019		Name of Shareholders	31.12.2018	
	Number of Shares	(%)		Number of Shares	(%)
1 LOLC Holdings PLC	142,092,103	66.83	1 LOLC Holdings PLC	142,092,103	66.83
2 Engineering Services (Pvt) Limited	16,588,962	7.80	2 Engineering Services (Pvt) Limited	16,588,962	7.80
3 Masons Mixture Limited	13,732,632	6.46	3 Masons Mixture Limited	13,732,632	6.46
4 Employees Provident Fund	6,914,625	3.25	4 Employees Provident Fund	6,914,625	3.25
5 Commercial Bank of Ceylon PLC/ S. V. Somasunderam	4,964,900	2.34	5 Commercial Bank of Ceylon PLC/ S. V. Somasunderam	4,964,900	2.34
6 Browns Holdings Limited	4,948,182	2.33	6 Browns Holdings Limited	4,948,182	2.33
7 ACE Bonus Investments Limited	1,755,000	0.83	7 ACE Bonus Investments Limited	1,755,000	0.83
8 Vyjanthi & Company Limited	1,155,897	0.54	8 Vyjanthi & Company Limited	1,155,897	0.54
9 National Savings Bank	985,000	0.46	9 National Savings Bank	985,000	0.46
10 Kashyapa Capital (Pvt) Ltd.	869,565	0.41	10 Kashyapa Capital (Pvt) Ltd.	869,565	0.41
11 Bank of Ceylon No. 1 Account	809,616	0.38	11 Bank of Ceylon No. 1 Account	809,616	0.38
12 LOLC Finance PLC/Mrs. J.M.S Rohini	807,225	0.38	12 LOLC Finance PLC/Mrs. J.M.S Rohini	807,225	0.38
13 Sri Lanka Insurance Corporation Ltd. - Life Fund	786,990	0.37	13 Sri Lanka Insurance Corporation Ltd. - Life Fund	786,990	0.37
14 Commercial Bank Of Ceylon PLC/S.A.Gulamhusein	715,990	0.34	14 Commercial Bank Of Ceylon PLC/S.A.Gulamhusein	715,990	0.34
15 Mrs. Pamela Christine Cooray	506,408	0.24	15 Mrs. Pamela Christine Cooray	506,408	0.24
16 Mrs. Jayaweera Muhandiramge Sumeda Rohini	394,656	0.19	16 Mrs. Jayaweera Muhandiramge Sumeda Rohini	394,656	0.19
17 Seylan Bank PLC/Pubudhu Saranga Wijayakumari Rupasinghe	300,000	0.14	17 Seylan Bank PLC/Pubudhu Saranga Wijayakumari Rupasinghe	300,000	0.14
18 Mr. Ishara Chinthaka Nanayakkara	299,700	0.14	18 Mr. Ishara Chinthaka Nanayakkara	299,700	0.14
19 Hatton National Bank PLC/Arunasalam Sithampalam	272,727	0.13	19 Hatton National Bank PLC/Arunasalam Sithampalam	272,727	0.13
20 Hatton National Bank PLC/Chokshanada Kumara Sangakkara	194,622	0.09	20 Mrs Meenambigai Priyadarshini Radhakrishnan	192,880	0.09
	199,094,800	93.65		199,093,058	93.65

9.4 Directors' share holdings

Mr. I. C. Nanayakkara
Mr. W.D.K. Jayawardena
Mrs. K.U. Amarasinghe
Mr. H.P.J. de Silva
Mr. T.K. Bandaranayake

31.03.2019 Number of Shares	31.03.2019 Number of Shares
299,700	299,700
Nil	Nil
Nil	Nil
Nil	Nil
Nil	Nil
299,700	299,700

Name of the Company

Brown & Company PLC

Legal Form

A Public Limited Liability Company incorporated in Sri Lanka on 17th August 1892 under the Joint Stock Companies Ordinance 1861 and re-registered under the Companies Act No. 07 of 2007. The Company was listed on the Colombo Stock Exchange on 25th April 1991.

Company Registration Number

PQ 25

Board of Directors

Mr. I.C. Nanayakkara- Executive Chairman
Mr. W.D.K Jayawardena - Non-Executive Director
Mrs. K.U. Amarasinghe - Non-Executive Director
Mr. H.P.J. de Silva- Independent Non-Executive Director
Mr. T.K. Bandaranayake - Independent Non-Executive Director

Secretaries

LOLC Corporate Services (Pvt) Ltd.
100/1, Sri Jayawardanepura Mawatha
Rajagiriya
Fax : 0112307380
Tel : 0112663000

Registrars

SSP Corporate Services (Pvt) Ltd.
101, Inner Flower Road
Colombo 03
Fax : 0112573609
Tel : 0112573894

Registered Office

No. 481, T.B. Jayah Mawatha, (Darley Road)
P.O. Box 200
Colombo 10
Fax : 0112307380
Tel : 0112663000
Website : www.brownsgroup.com

Business Office

No. 34, Sir Mohamed Macan Markar Mawatha
Colombo 3
Fax : 0112307380
Tel : 0112663000
Website : www.brownsgroup.com

Auditors

Messrs. PricewaterhouseCoopers
Chartered Accountants
100, Braybrooke Place
Colombo 2

Bankers

Bank of Ceylon
Commercial Bank of Ceylon PLC
Cargills Bank Ltd.
DFCC Bank
Deutsche Bank
Hatton National Bank PLC
ICICI Bank Ltd.
MCB Bank Ltd.
National Development Bank PLC
Peoples Bank
Pan Asia Banking Corporation PLC
Standard Chartered Bank PLC
Sampath Bank PLC
Seylan Bank PLC
Union Bank of Colombo PLC