

**RADIANT GEMS
INTERNATIONAL PLC**

**INTERIM FINANCIAL STATEMENT
FOR THE QUARTER ENDED
31-Mar-19**

RADIANT GEMS INTERNATIONAL PLC:
INCOME STATEMENT

	For the Quarter Ended		Change %	For the period Ended		Change %
	31-Mar-19	31-Mar-18		31-Mar-19	31-Mar-18	
Turnover	22,391,663	19,869,121	13%	64,617,995	73,409,989	-12%
Cost of Sales	(10,463,967)	(8,644,296)	21%	(37,576,174)	(34,137,289)	10%
Gross profit	11,927,696	11,224,825	6%	27,041,821	39,272,700	-31%
Other Income	366,478	157,119	133%	910,227	601,775	51%
Administration Expenses	(9,960,011)	(8,308,155)	20%	(34,390,108)	(29,597,913)	16%
Distribution Expenses	-	(1,400)	-100%	(285,098)	(305,167)	-7%
Profit/(Loss)from operation	2,334,163	3,072,389		(6,723,158)	9,971,395	
Finance Income	1,393	1,719	-	1,393	7,039	-
Finance Costs	(1,060,868)	(753,439)	41%	(3,172,478)	(3,083,629)	3%
Exchange Loss Adjustment	(614,770)	(486,044)	26%	(3,070,568)	(1,584,466)	94%
Net Finance costs	(1,674,245)	(1,237,764)		(6,241,653)	(4,661,056)	
Profit/(Loss) Before Taxation	659,918	1,834,625	-64%	(12,964,811)	5,310,339	-344%
Income Tax Expenses	-	-		(157)	(4,569)	
Profit/(Loss) for the year	659,918	1,834,625	-64%	(12,964,968)	5,305,770	-344%
Other Comprehensive Income	-	-		-	-	
<u>Subsequently not re classified to profit or loss</u>						
Acturial Gain / (Loss)	(55,390)	-		(55,390)	-	
Total Comprehensive Income	604,528	1,834,625	-67%	(13,020,358)	5,305,770	-345%
Earning / (Loss) Per Share	0.27	0.76		(5.40)	2.21	

Note

All values are in Sri Lankan Rupees. Figures in brackets indicate deductions. The above figures are subject to audit.

RADIANT GEMS INTERNATIONAL PLC
BALANCE SHEET

	Unaudited	Audited
	As at	As at
	31-Mar-19	31-Mar-18
ASSETS		
NON CURRENT ASSETS		
Property Plant & Equipment	52,072,615	67,397,714
	<u>52,072,615</u>	<u>67,397,714</u>
Investment in Stock of Gems Stones	7,743,064	7,862,914
	<u>7,743,064</u>	<u>7,862,914</u>
Stock	3,578,695	3,577,695
Trade & Other Receivables	8,509,057	4,754,739
Deposits & Prepayments	1,468,779	711,684
Cash in Hand	383,928	42,876
	<u>13,940,459</u>	<u>9,086,994</u>
	<u>73,756,139</u>	<u>84,347,621</u>
EQUITY LIABILITIES		
Stated Capital	24,000,000	24,000,000
Retained Earnings	(112,823,090)	(110,420,642)
Other component of Equity	102,048,583	112,389,083
	<u>13,225,493</u>	<u>25,968,441</u>
NON CURRENT LIABILITIES		
Loan bank of Ceylon - FCBU	22,575,798	24,290,625
Term loan	205,881	2,111,708
Deferred Liability- Gratuity Provision	7,783,440	6,707,815
	<u>30,565,119</u>	<u>33,110,148</u>
CURRENT LIABILITIES		
Bank overdraft	11,690,225	4,672,982
Creditors & Accrued Expenses	9,613,798	14,900,101
Term loan	1,905,826	2,200,080
Related party payables	1,468,901	60,191
Loan Bank of Ceylon - FCBU	5,286,778	2,569,958
Lease Creditor	-	865,720
	<u>29,965,528</u>	<u>25,269,032</u>
	<u>73,756,139</u>	<u>84,347,621</u>

Note

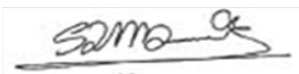
These Financial Statements are in compliance with the requirement of the Companies Act No. 7 of 2007.



W.K.G.W. Darshana Wijewickrama

Financial Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements. Signed for and on behalf of the Board by,



S H Munasinghe
Chairman/ Managing Director
24-05-2019



R. Madappuli
Director

RADIANT GEMS INTERNATIONAL PLC
CASH FLOW STATEMENT

	Unaudited For the year ended <u>31-Mar-19</u>	Audited As at <u>31-Mar-18</u>
Net (Loss)/Profit before Taxation	(12,964,811)	3,956,045
<u>Adjustments for</u>		
Depreciation	4,719,801	4,236,892
Gratuity Provision	1,274,485	1,164,728
Fixed Asset Disposal Loss	67,017	-
Finance Cost & Exchange loss adjustment	6,243,046	4,578,610
Finance Income	(1,393)	(7,039)
	<u>12,302,956</u>	<u>9,973,191</u>
Operating Profit /(Loss)Before Working Capital Changes	(661,855)	13,929,236
<u>Changes in Working Capital</u>		
Decrease/(Increases) in Debtors & Other Receivable	(3,754,318)	(63,440)
(Increases)/Decrease in Deposits & Prepayments	(757,095)	259,367
(Decrease)/Increase in Creditors & Accrued Expenses	(5,286,303)	3,479,392
(Decrease)/Increase in Stock	(1,000)	316,137
Changes In Working Capital	<u>(9,798,716)</u>	<u>3,991,455</u>
Cash generated from operational activities	(10,460,571)	17,920,691
Interest Paid	(2,960,853)	(2,994,143)
Interest Received	-	7,039
Gratuity Paid	(254,250)	(396,250)
Exchange Loss	(3,070,568)	(1,584,466)
Income Tax Payment	-	(4,569)
Net Cash Flow from Operating Activities	<u>(16,746,241)</u>	<u>12,948,302</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Fixed Assets	(1,341,282)	(7,744,907)
Disposal Fixed Asset	11,946,580	-
Revaluation Gain	-	7,308,525
Revaluation Gain in Investment Stock	-	371,326
Investment in Stock of Gems Stones	119,850	(324,135)
Net Cash Used in Investing Activities	<u>10,725,148</u>	<u>(389,191)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
BOC Loan Repayment	1,001,993	(60,877)
Term loan Repayment	(2,200,081)	(2,200,080)
Lease Rental Payment	(865,720)	(1,281,139)
Related Party Loan (Payment)/Received	1,408,710	(5,491,784)
Net Cash used in Financing Activities	<u>(655,098)</u>	<u>(9,033,880)</u>
Net Decrease in Cash or Cash Equivalents	<u>(6,676,191)</u>	<u>3,525,231</u>
<u>Cash & Cash Equivalent at the Beginning of the period</u>		
Cash at Bank	-	-
Cash in Hand	42,876	2,567
	42,876	2,567
Overdraft	(4,672,982)	(8,157,904)
Cash and cash equivalent at the beginning of the period	<u>(4,630,106)</u>	<u>(8,155,337)</u>
<u>Cash & Cash Equivalent at the End of the period</u>		
Cash at Bank	-	-
Cash in Hand	383,928	42,876
	383,928	42,876
Overdraft	(11,690,225)	(4,672,982)
Cash and cash equivalent at the end of the period	<u>(11,306,297)</u>	<u>(4,630,106)</u>

Note

All values are in Sri Lankan Rupees. Figures in brackets indicate deductions. The above figures are subject to audit.

RADIANT GEMS INTERNATIONAL PLC
STATEMENTS OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31ST MARCH 2019

Description	Stated Capital	Retained Profit/ (Loss)	Other component of Equity	Total
Balance as at 01-04-2017	24,000,000	(113,772,045)	104,709,232	14,937,187
Profit for the period	-	3,951,476	-	3,951,476
Acturial Gain	-	190,812	-	190,812
Revaluation Gain on PPE	-	-	7,308,525	7,308,525
Revaluation Gain on Investment Stock	-	-	371,326	371,326
Furnace Process Stock-Written Off	-	(790,885)	-	(790,885)
Balance as at 31-12-2017	<u>24,000,000</u>	<u>(110,420,642)</u>	<u>112,389,083</u>	<u>25,968,441</u>
Balance as at 01-04-2018	24,000,000	(110,420,642)	112,389,083	25,968,443
Adgment	-	277,410	-	277,410
Reverse Revaluation Recerv	-	10,340,499	(10,340,499)	-
Acturial Loss	-	(55,390)	-	(55,390)
Loss for the period	-	(12,964,968)	-	(12,964,968)
Balance as at 31-03-2019	<u>24,000,000</u>	<u>(112,823,090)</u>	<u>102,048,583</u>	<u>13,225,493</u>

NOTES TO THE FINANCIAL STATEMENTS

- 1) Figures for the Quarter ended 31st March 2019 are provisional and are subject to audit.
- 2) The interim condensed Financial Statements have been prepared in compliance 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 31 March 2018, including the changes to accounting policies as a result of convergence to Sri Lanka Financial Reporting Standards "SLFRS".
- 3) The Financial Statements for the Quater ended 31st March 2019 are prepared in accordance with Sri Lanka Accounting Standards (SLFRS/LKAS) immediately effective from 1 April 2012.
- 4) There have been no other events subsequent to the Balance Sheet date , which require disclosure in the Interim Financial Statements.
- 5) There has not been a significant change in the nature of the contingent liabilities and contingent assets, which were disclosed in the last Annual Report.

6) MARKET VALUE OF SHARES FOR THE QUARTER ENDED

	31-Mar-19	31-Mar-18
Closing Price on	16.10	21.00
Highest price recorded	24.00	28.40
Lowest price recorded	15.60	19.90

7) RATIOS

Net Asset Value Per Share	5.51	8.43
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8) DIVIDEND PAYMENT

Interim Dividend	Nil	Nil
Final Dividend	Nil	Nil

RADIANT GEMS INTERNATIONAL PLC

NOTES TO THE FINANCIAL STATEMENTS

- 09) Number of shares representing the stated capital as at 31st March 2019 was 2,400,000.
- 10) The percentage of shares held by the public as at 31st March 2019 was 95.47% of Issued Share Capital
- 11) Flot adjusted market capitalization as at 31st March 2019 was 36,889,608
- 12) The applicable option under CSE Rule 7.13.1 on minimum public holding is option 5
- 13) Number of Public Shareholders as at 31st March 2019 was 842
- 14) The number of shares held by the board of directors are as follows

S H Munasinghe - Chairman/ Managing Director		
-Individual	5,000	
-Jointly with H Abhayawardhana	26,547	
-Jointly with Mrs. K.V. Munasinghe	14,311	
-Jointly with Mrs. K.V. Abhayawardhana	11,000	56,858
M.D.M.R.S Madappuli		Nil
S.R.D.Abhayawardhane		Nil
Mr. A.D. Madushanka		Nil

- 15) List of 20 major share holders as at 31st March 2019

	NAME	SHAREHOLDING	PER (%)
1	Mr.K.E.H.De Alwis/Dialog Finance PLC	533,873	22.24
2	Mr.E Naftule	183,010	7.63
3	Mr.N Naftule	183,009	7.63
4	Mr.R Naftule	156,866	6.54
5	Orava (Pvt)Ltd	116,566	4.86
6	Mrs.A G N Kulartnepategay/G N Kularathne	80,000	3.33
7	Mr.W P Fernando	41,235	1.72
8	Seylan Bank PLC/A R Investments (Private)	39,999	1.67
9	Dr.M.I.M.Muhseen	38,507	1.60
10	Mr.L Kadirgamar	29,900	1.25
11	Mr.H Abhayawardhana / Mrs.K Munasinghe	26,548	1.11
12	Mr.H Abhayawardhana /Mr.S H Munasinghe	26,547	1.11
13	Mr.H Abhayawardhana / Ms.N V Munasinghe	26,547	1.11
14	Mr.H Abhayawardhana /Ms.R V Munasinghe	26,547	1.11
15	Mr.Nassin Hussain	24,557	1.02
16	Mr.Ibrahim Abdul Rahuman	23,627	0.98
17	Mr.R Naftule	20,000	0.83
18	Mr.S.N.C.W.Kandedegara	19,999	0.83
19	Mrs.Martenstyn Dilrukshi	19,825	0.83
20	Mrs.S Kadirgamar / Mr. A C N Kadiragamar	19,252	0.80
		1,636,414	68.20