

Aitken Spence

Interim Statements

for the six months ended 30th September 2022

Aitken Spence[®] 

Aitken Spence PLC

CONSOLIDATED INCOME STATEMENTS

	Quarter ended 30th September		Six months ended 30th September	
	2022	2021	2022	2021
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Revenue	21,895,075	10,076,330	43,341,968	18,575,410
Revenue taxes	(242,687)	(140,361)	(435,436)	(229,897)
Net revenue	21,652,388	9,935,969	42,906,532	18,345,513
Other operating income	262,441	301,098	5,692,141	465,535
Changes in inventories of finished goods and work-in-progress	(51,231)	(49,670)	193,983	(135,842)
Raw materials and consumables used	(1,410,715)	(782,941)	(4,911,436)	(1,389,326)
Employee benefits expense	(3,617,167)	(2,205,519)	(7,147,216)	(4,350,568)
Depreciation and amortisation	(1,831,978)	(1,199,495)	(3,597,531)	(2,385,650)
Other operating expenses-direct	(8,366,734)	(3,481,655)	(15,161,993)	(6,620,647)
Other operating expenses-indirect	(3,505,076)	(1,289,359)	(6,668,290)	(2,628,292)
Profit from operations	3,131,928	1,228,428	11,306,190	1,300,723
Finance income	705,462	269,141	1,336,785	530,765
Finance expenses	(2,886,273)	(970,368)	(4,870,111)	(1,924,573)
Net finance expense	(2,180,811)	(701,227)	(3,533,326)	(1,393,808)
Share of profit of equity-accounted investees (net of tax)	415,081	206,832	770,306	359,792
Profit before tax	1,366,198	734,033	8,543,170	266,707
Income tax expense	(611,651)	(339,915)	(1,483,036)	(555,899)
Profit / (loss) for the period	754,547	394,118	7,060,134	(289,192)
Attributable to:				
Equity holders of the company	913,244	480,755	6,763,878	235,278
Non-controlling interests	(158,697)	(86,637)	296,256	(524,470)
Profit / (loss) for the period	754,547	394,118	7,060,134	(289,192)
Earnings per share				
Basic/Diluted (Rs.)	2.25	1.18	16.66	0.58

The above figures are subject to audit.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30th September		Six months ended 30th September	
	2022 Rs.'000	2021 Rs.'000	2022 Rs.'000	2021 Rs.'000
Profit / (loss) for the period	754,547	394,118	7,060,134	(289,192)
Other comprehensive income / (loss)				
Items that will not be reclassified to profit or loss				
Equity investments at FVOCI – net change in fair value	549	733	(798)	(3,969)
Share of other comprehensive income of equity-accounted investees (net of tax)	-	-	-	5,255
	<u>549</u>	<u>733</u>	<u>(798)</u>	<u>1,286</u>
Items that are or may be reclassified to profit or loss				
Exchange differences on translation of foreign operations	(48,665)	72,467	6,161,762	52,478
Net movement on cash flow hedges	697,157	153,141	(675,727)	53,334
Share of other comprehensive income of equity-accounted investees (net of tax)	(104,712)	(43,704)	429,179	(34,776)
	<u>543,780</u>	<u>181,904</u>	<u>5,915,214</u>	<u>71,036</u>
Other comprehensive income for the period, (net of tax)	544,329	182,637	5,914,416	72,322
Total comprehensive income / (loss) for the period	1,298,876	576,755	12,974,550	(216,870)
Attributable to:				
Equity holders of the company	1,076,052	569,953	11,184,146	265,110
Non-controlling interests	222,824	6,802	1,790,404	(481,980)
Total comprehensive income / (loss) for the period	1,298,876	576,755	12,974,550	(216,870)

The above figures are subject to audit.

STATEMENTS OF FINANCIAL POSITION

As at	Group		Company	
	30.09.2022 Rs.'000	31.03.2022 Rs.'000	30.09.2022 Rs.'000	31.03.2022 Rs.'000
ASSETS				
Non-current assets				
Property, plant & equipment	109,079,218	95,810,136	83,037	91,384
Investment properties	1,631,758	1,631,904	3,418,398	3,419,339
Intangible assets	1,860,861	1,358,973	67,970	77,044
Biological assets	69,232	69,669	-	-
Right-of-use assets	22,091,176	18,844,699	-	-
Investments in subsidiaries	-	-	14,440,491	13,040,491
Investments in equity-accounted investees	9,009,928	8,564,101	2,659,955	2,659,955
Deferred tax assets	1,383,625	1,336,394	726,421	647,131
Other financial assets	372,417	314,359	12,878	14,236
	<u>145,498,215</u>	<u>127,930,235</u>	<u>21,409,150</u>	<u>19,949,580</u>
Current assets				
Inventories	5,447,873	3,858,694	8,933	6,955
Trade and other receivables	23,481,176	21,135,828	5,271,743	4,615,363
Current tax receivable	105,740	111,239	45,709	39,677
Deposits and prepayments	4,180,096	2,086,513	166,904	104,960
Other current assets	26,711,243	25,128,390	19,955,199	19,524,210
Cash and short-term deposits	21,282,314	15,343,546	7,268,413	3,730,842
	<u>81,208,442</u>	<u>67,664,210</u>	<u>32,716,901</u>	<u>28,022,007</u>
Assets classified as held for sale	164,125	1,751,094	72,237	72,237
Total Assets	<u>226,870,782</u>	<u>197,345,539</u>	<u>54,198,288</u>	<u>48,043,824</u>
EQUITY AND LIABILITIES				
Equity				
Stated capital	2,135,140	2,135,140	2,135,140	2,135,140
Reserves	41,069,370	36,649,102	16,823,802	16,825,160
Retained earnings	31,939,187	27,164,516	10,795,655	7,105,888
Total equity attributable to equity holders of the company	<u>75,143,697</u>	<u>65,948,758</u>	<u>29,754,597</u>	<u>26,066,188</u>
Non-controlling interests	12,466,027	11,496,921	-	-
Total Equity	<u>87,609,724</u>	<u>77,445,679</u>	<u>29,754,597</u>	<u>26,066,188</u>
Non-current liabilities				
Interest-bearing loans and borrowings	55,386,660	49,274,764	3,639,765	3,518,534
Lease liabilities	18,484,500	15,835,194	-	-
Deferred tax liabilities	3,395,393	3,176,142	-	-
Employee benefits	1,215,097	1,102,308	98,075	87,629
Other liabilities	493,830	481,452	-	-
	<u>78,975,480</u>	<u>69,869,860</u>	<u>3,737,840</u>	<u>3,606,163</u>
Current liabilities				
Interest-bearing loans and borrowings	8,635,891	8,677,206	1,734,599	1,666,706
Lease liabilities	1,871,982	1,570,210	-	-
Trade and other payables	25,596,615	29,507,402	9,690,501	13,823,465
Current tax payable	781,562	658,179	-	-
Bank overdrafts and other short-term borrowings	23,399,528	9,617,003	9,280,751	2,881,302
	<u>60,285,578</u>	<u>50,030,000</u>	<u>20,705,851</u>	<u>18,371,473</u>
Total Equity and Liabilities	<u>226,870,782</u>	<u>197,345,539</u>	<u>54,198,288</u>	<u>48,043,824</u>
Net assets per share (Rs.)	185.08	162.44	73.29	64.20

The above figures are subject to audit.

The 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.
Deshamanya D.H.S. Jayawardena
Chairman

sgd.
Dr. M. P. Dissanayake
Deputy Chairman and
Managing Director

sgd.
Ms. N. Sivapragasam
Chief Financial Officer

Colombo,
03rd November 2022

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30th September 2022

	Attributable to equity holders of the company										
	Stated capital	Other capital reserves	General reserves	Revaluation reserve	Exchange fluctuation reserve	Fair value reserve	Cash flow hedge reserve	Retained earnings	Total	Non controlling interests	Total equity
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Balance as at 01st April 2022	2,135,140	148,440	16,882,827	9,828,214	11,934,302	(15,393)	(2,129,288)	27,164,516	65,948,758	11,496,921	77,445,679
Adjustment on Surcharge tax levied under Surcharge Act	-	-	-	-	-	-	-	(364,951)	(364,951)	(66,820)	(431,771)
Balance as at 01st April 2022 (Adjusted)	2,135,140	148,440	16,882,827	9,828,214	11,934,302	(15,393)	(2,129,288)	26,799,565	65,583,807	11,430,101	77,013,908
Profit for the period	-	-	-	-	-	-	-	6,763,878	6,763,878	296,256	7,060,134
Other comprehensive income / (loss) for the period	-	-	-	-	4,723,076	(798)	(302,010)	-	4,420,268	1,494,148	5,914,416
Total comprehensive income / (loss) for the period	-	-	-	-	4,723,076	(798)	(302,010)	6,763,878	11,184,146	1,790,404	12,974,550
Share of net assets of equity-accounted investees	-	-	-	-	-	-	-	(272)	(272)	(93)	(365)
Interim dividends for 2021/2022	-	-	-	-	-	-	-	(1,623,984)	(1,623,984)	-	(1,623,984)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(754,385)	(754,385)
Total contributions and distributions, recognised directly in equity	-	-	-	-	-	-	-	(1,624,256)	(1,624,256)	(754,478)	(2,378,734)
Balance as at 30th September 2022	2,135,140	148,440	16,882,827	9,828,214	16,657,378	(16,191)	(2,431,298)	31,939,187	75,143,697	12,466,027	87,609,724

For the six months ended 30th September 2021

	Attributable to equity holders of the company										
	Stated capital	Other capital reserves	General reserves	Revaluation reserve	Exchange fluctuation reserve	Fair value reserve	Cash flow hedge reserve	Retained earnings	Total	Non controlling interests	Total equity
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Balance as at 01st April 2021	2,135,140	148,440	14,227,074	9,019,561	5,545,133	(10,432)	(915,640)	19,340,780	49,490,056	9,702,142	59,192,198
Profit / (loss) for the period	-	-	-	-	-	-	-	235,278	235,278	(524,470)	(289,192)
Other comprehensive income / (loss) for the period	-	-	-	3,916	6,048	(3,969)	23,837	-	29,832	42,490	72,322
Total comprehensive income / (loss) for the period	-	-	-	3,916	6,048	(3,969)	23,837	235,278	265,110	(481,980)	(216,870)
Share of net assets of equity-accounted investees	-	-	-	-	-	-	-	21,838	21,838	7,479	29,317
Final dividends for 2020/2021	-	-	-	-	-	-	-	(405,996)	(405,996)	-	(405,996)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(540,040)	(540,040)
Total contributions and distributions, recognised directly in equity	-	-	-	-	-	-	-	(384,158)	(384,158)	(532,561)	(916,719)
Balance as at 30th September 2021	2,135,140	148,440	14,227,074	9,023,477	5,551,181	(14,401)	(891,803)	19,191,900	49,371,008	8,687,601	58,058,609

COMPANY INCOME STATEMENTS

	Quarter ended 30th September		Six months ended 30th September	
	2022 Rs.'000	2021 Rs.'000	2022 Rs.'000	2021 Rs.'000
Revenue	363,614	244,016	584,743	391,730
Other operating income	2,069,228	1,589,813	5,768,327	1,639,943
Employee benefits expense	(227,251)	(186,277)	(377,094)	(316,273)
Depreciation and amortisation	(12,290)	(9,214)	(24,562)	(18,180)
Other operating expenses-indirect	(204,898)	(114,292)	(309,449)	(181,986)
Profit from operations	1,988,403	1,524,046	5,641,965	1,515,234
Finance income	771,585	266,881	1,406,133	515,957
Finance expenses	(1,140,885)	(242,732)	(1,808,557)	(480,111)
Net finance income / (expense)	(369,300)	24,149	(402,424)	35,846
Profit before tax	1,619,103	1,548,195	5,239,541	1,551,080
Income tax expenses	68,593	(4,625)	74,210	(5,728)
Profit for the period	1,687,696	1,543,570	5,313,751	1,545,352
Earnings per share				
Basic/Diluted (Rs.)	4.16	3.80	13.09	3.81

The above figures are subject to audit.

COMPANY STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30th September		Six months ended 30th September	
	2022 Rs.'000	2021 Rs.'000	2022 Rs.'000	2021 Rs.'000
Profit for the period	1,687,696	1,543,570	5,313,751	1,545,352
Other comprehensive income / (loss)				
<i>Items that will not be reclassified to profit or loss</i>				
Equity investments at FVOCI – net change in fair value	(881)	742	(1,358)	(1,694)
Other comprehensive income / (loss) for the period, (net of tax)	(881)	742	(1,358)	(1,694)
Total comprehensive income for the period	1,686,815	1,544,312	5,312,393	1,543,658

The above figures are subject to audit.

COMPANY STATEMENT OF CHANGES IN EQUITY

For the six months ended 30th September 2022

	Stated capital	General reserve	Fair value reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2022	2,135,140	16,853,163	(28,003)	7,105,888	26,066,188
Profit for the period	-	-	-	5,313,751	5,313,751
Other comprehensive loss for the period	-	-	(1,358)	-	(1,358)
Total comprehensive profit/(loss) for the period	-	-	(1,358)	5,313,751	5,312,393
Interim dividends for 2021/2022	-	-	-	(1,623,984)	(1,623,984)
Balance as at 30th September 2022	2,135,140	16,853,163	(29,361)	10,795,655	29,754,597

For the six months ended 30th September 2021

	Stated capital	General reserve	Fair value reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2021	2,135,140	14,197,410	(25,585)	2,644,597	18,951,562
Profit for the period	-	-	-	1,545,352	1,545,352
Other comprehensive loss for the period	-	-	(1,694)	-	(1,694)
Total comprehensive profit/(loss) for the period	-	-	(1,694)	1,545,352	1,543,658
Final dividends for 2020/2021	-	-	-	(405,996)	(405,996)
Balance as at 30th September 2021	2,135,140	14,197,410	(27,279)	3,783,953	20,089,224

STATEMENTS OF CASH FLOWS

For the six months ended 30th September	Group		Company	
	2022 Rs.'000	2021 Rs.'000	2022 Rs.'000	2021 Rs.'000
Cash flow from operating activities				
Profit before taxation	8,543,170	266,707	5,239,541	1,551,080
Adjustments for				
Depreciation and amortisation	3,597,531	2,385,650	24,562	18,180
Interest expense	4,713,187	1,859,881	1,807,367	479,363
(Gain) / loss on disposal of property plant and equipment	4,275	(13,960)	-	-
Gain on retirement of assets held for sale	72,269	-	-	-
Interest income	(1,336,785)	(530,765)	(1,406,133)	(515,957)
Gain from bargain purchase	-	(119,503)	-	-
Share of profit of equity-accounted investees (net of tax)	(770,306)	(359,792)	-	-
Impairment losses / (reversals) and write offs of trade & other receivables	136,636	(60,952)	-	-
Net foreign exchange (gain) / loss	(3,660,292)	(75,887)	(3,284,467)	18,144
Provision for retirement benefit obligations	125,682	119,309	13,834	11,891
	<u>2,882,197</u>	<u>3,203,981</u>	<u>(2,844,837)</u>	<u>11,621</u>
Operating profit before working capital changes	11,425,367	3,470,688	2,394,704	1,562,701
(Increase)/decrease in trade and other receivables	(2,155,568)	2,112,617	(656,380)	(420,357)
(Increase)/decrease in inventories	(1,589,179)	(112,820)	(1,978)	(336)
(Increase)/ decrease in deposits & prepayments	(2,093,219)	(1,209,697)	(61,944)	16,201
Increase/(decrease) in trade and other payables	(4,035,901)	1,513,712	(4,143,973)	21,523
Increase/(decrease) in other liabilities	12,377	(34,632)	-	-
	<u>(9,861,490)</u>	<u>2,269,180</u>	<u>(4,864,275)</u>	<u>(382,969)</u>
Cash generated from / (used in) operations	1,563,877	5,739,868	(2,469,571)	1,179,732
Interest paid	(4,265,061)	(1,232,272)	(1,778,626)	(488,865)
Income tax paid	(1,163,275)	(365,809)	(11,113)	(5,470)
Surcharge tax paid	(431,771)	-	-	-
Retirement benefit obligations paid	(55,949)	(54,786)	(3,388)	(262)
	<u>(5,916,056)</u>	<u>(1,652,867)</u>	<u>(1,793,127)</u>	<u>(494,597)</u>
Net cash flow from operating activities	(4,352,179)	4,087,001	(4,262,698)	685,135
Cash flow from investing activities				
Interest received from deposits	1,329,844	519,340	1,405,415	515,339
Investment in subsidiaries (Note B)	(1,499,440)	(878,610)	(1,400,000)	(900,000)
Investment inequity-accounted investees	(7,500)	-	-	-
Investment in equity and debt securities	-	(3,050)	-	(650)
Purchase of property, plant and equipment	(1,153,385)	(528,461)	(6,199)	(12,790)
Purchase of intangible assets	(2,245)	(1,113)	-	-
Purchase of biological assets	-	(3,720)	-	-
Proceeds from disposal of property, plant and equipment	8,094	23,451	-	-
Proceeds / (purchase) of other financial assets and liabilities (net)	1,252,417	(1,407,615)	2,416,420	(649,817)
Proceeds on retirement of assets held for sale	1,878,448	-	-	-
Dividends paid to non-controlling interests	(754,385)	(540,040)	-	-
Dividends received from equity-accounted investees	760,794	367,418	-	-
	<u>1,812,642</u>	<u>(2,452,400)</u>	<u>2,415,636</u>	<u>(1,047,918)</u>
Net cash flow from investing activities	1,812,642	(2,452,400)	2,415,636	(1,047,918)

STATEMENTS OF CASH FLOWS – CONTD.

<i>For the six months ended 30th September</i>	Group		Company	
	2022 Rs.'000	2021 Rs.'000	2022 Rs.'000	2021 Rs.'000
Cash flow from financing activities				
Proceeds from interest-bearing loans and borrowings	172,144	1,153,266	-	1,003,750
Repayment of interest-bearing loans and borrowings	(4,911,712)	(1,062,900)	(974,880)	(655,000)
Payment of lease liabilities	(955,322)	(621,585)	-	-
Dividends paid to equity holders of the parent	(1,612,975)	(393,526)	(1,612,975)	(393,526)
Net cash flow from financing activities	<u>(7,307,865)</u>	<u>(924,745)</u>	<u>(2,587,855)</u>	<u>(44,776)</u>
Net increase/(decrease) in cash and cash equivalents	(9,847,402)	709,856	(4,434,917)	(407,559)
Cash and cash equivalents at the beginning of the period (Note A)	<u>7,730,188</u>	(7,068,843)	<u>2,422,579</u>	(5,815,491)
Cash and cash equivalents at the end of the period	<u>(2,117,214)</u>	<u>(6,358,987)</u>	<u>(2,012,338)</u>	<u>(6,223,050)</u>
Cash and cash equivalents at the end of the period				
Cash at bank and in hand & deposits	21,282,314	9,114,719	7,268,413	2,498,712
Short-term bank borrowings	(23,399,528)	(15,473,706)	(9,280,751)	(8,721,762)
Cash and cash equivalent at the end of the period	<u>(2,117,214)</u>	<u>(6,358,987)</u>	<u>(2,012,338)</u>	<u>(6,223,050)</u>
Note A				
Cash and cash equivalents at the beginning of the period				
Cash at bank and in hand & deposits	15,343,546	7,978,916	3,730,842	2,404,940
Short-term bank borrowings	(9,617,003)	(15,082,668)	(2,881,302)	(8,220,397)
Cash and cash equivalent as previously reported	5,726,543	(7,103,752)	849,540	(5,815,457)
Effect of exchange rate changes	2,003,645	34,909	1,573,039	(34)
Cash and cash equivalent as restated	<u>7,730,188</u>	<u>(7,068,843)</u>	<u>2,422,579</u>	<u>(5,815,491)</u>
Note B				
Acquisition of subsidiary				Rs. '000
During the period under review Aitken Spence PLC acquired 100% of the shareholding of Sagasolar Power (Pvt) Ltd. The fair values of assets and liabilities acquired in respect of this investment are included below;				
Non-current assets				(1,985,278)
Current assets				(326,780)
Non-current liabilities				1,026,939
Current liabilities				216,483
Total identifiable net assets acquired				<u>(1,068,636)</u>
Goodwill on acquisition				(331,364)
Purchase consideration transferred				<u>(1,400,000)</u>
Cash and cash equivalents acquired				(99,440)
Net cash outflow on acquisition of the company				<u>(1,499,440)</u>

NOTES TO THE FINANCIAL STATEMENTS

1. Segment analysis

1.1 Segment analysis of Group revenue and profit

For the six months ended 30th September	Tourism sector		Maritime & logistics sector		Strategic investments		Services sector		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Total revenue generated	22,147,617	8,797,135	15,845,485	8,175,427	12,695,029	5,615,835	1,073,703	954,881	51,761,834	23,543,278
Less: Inter-segmental revenue	14,199	15,903	276,131	125,209	384,866	237,742	101,423	79,605	776,619	458,459
Less: Intra-segmental revenue	1,191,791	678,468	680,470	255,455	802,299	294,538	35,873	26,623	2,710,433	1,255,084
Total revenue with equity-accounted investees	20,941,627	8,102,764	14,888,884	7,794,763	11,507,864	5,083,555	936,407	848,653	48,274,782	21,829,735
Share of equity-accounted investees revenue	(106,443)	(32,563)	(3,233,472)	(2,200,755)	(1,592,899)	(1,021,007)	-	-	(4,932,814)	(3,254,325)
Revenue from external customers	20,835,184	8,070,201	11,655,412	5,594,008	9,914,965	4,062,548	936,407	848,653	43,341,968	18,575,410
Profit/(loss) from operations	955,176	(1,233,433)	4,193,883	1,477,963	5,757,465	709,808	399,666	346,385	11,306,190	1,300,723
Finance income	602,575	194,150	606,759	78,038	104,524	247,817	22,927	10,760	1,336,785	530,765
Finance expenses	(2,838,817)	(1,249,906)	(138,015)	(75,466)	(1,846,120)	(589,714)	(47,159)	(9,487)	(4,870,111)	(1,924,573)
Share of profit / (loss) of equity- accounted investees (net of tax)	(105,871)	(122,142)	486,016	303,444	393,339	180,988	(3,178)	(2,498)	770,306	359,792
Profit / (loss) before tax	(1,386,937)	(2,411,331)	5,148,643	1,783,979	4,409,208	548,899	372,256	345,160	8,543,170	266,707
Income tax expense	(483,495)	(164,334)	(767,830)	(297,590)	(155,611)	(18,167)	(76,100)	(75,808)	(1,483,036)	(555,899)
Profit / (loss) for the period	(1,870,432)	(2,575,665)	4,380,813	1,486,389	4,253,597	530,732	296,156	269,352	7,060,134	(289,192)

1.2 Segment analysis of Group assets

As at	Tourism sector		Maritime & logistics sector		Strategic investments		Services sector		Total	
	30.09.2022	31.03.2022	30.09.2022	31.03.2022	30.09.2022	31.03.2022	30.09.2022	31.03.2022	30.09.2022	31.03.2022
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Segment assets	122,860,535	106,554,203	29,434,998	29,977,117	68,670,059	57,880,216	5,259,849	4,752,256	226,225,441	199,163,792
Investments in equity-accounted investees	296,097	402,334	6,626,562	6,373,405	2,055,364	1,753,279	31,905	35,083	9,009,928	8,564,101
Goodwill on consolidation	-	-	-	-	-	-	-	-	1,726,905	1,211,816
Assets classified as held for sale	-	-	-	-	-	-	-	-	164,125	1,751,094
Eliminations / adjustments	-	-	-	-	-	-	-	-	(10,255,617)	(13,345,264)
Total assets	123,156,632	106,956,537	36,061,560	36,350,522	70,725,423	59,633,495	5,291,754	4,787,339	226,870,782	197,345,539

NOTES TO THE FINANCIAL STATEMENTS - CONTD.

1. Basis of preparation

The Financial Statements of the company and those consolidated with such for the interim period have been prepared on the same basis as the most recent audited financial statements and are in compliance with the Sri Lanka Accounting Standards - LKAS 34 - Interim Financial Reporting.

The accounting policies have been consistently applied by the Group and are consistent with those used in the previous financial year. The presentation and classification of the financial statements of the previous period have been adjusted where relevant, for better presentation and to be comparable with current reporting.

2. Dividends paid

An interim ordinary dividend of Rs. 4.00 per share for the year ended 31st March 2022 was paid in accordance with the listing rules of the Colombo Stock Exchange, after it was approved by the Board of Directors of the Company on 11th May 2022. Total dividend paid was Rs. 1,623,984,180/-

3. Fair value measurement and related fair value disclosures

As at reporting date there were no significant differences in the comparison made between the fair value and carrying value of financial assets and liabilities, from that which was disclosed in the annual report for the year ending 31st March 2022. There were no transfers between different levels of fair value hierarchy or changes to assets classes classified on recurring and non-recurring basis. Valuation techniques or significant unobservable inputs used for measuring level 2 and level 3 fair values remains unchanged from 31st March 2022.

During the period under review there were no transfers in and out of level 3 financial instrument measurement and any change in fair values are captured in the statement of other comprehensive income.

Unquoted equity shares that are subjected to level 3 of fair value measurement hierarchy, were revalued as at the reporting date. Fair value would not significantly vary if one or more unobservable inputs used for valuation were changed.

4. Contingencies, capital and other commitments

There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.

During the period under review there were no material change in the nature of contingencies and other commitments, which were disclosed in the annual report for the year ended 31st March 2022.

5. Surcharge Tax

As per the Surcharge Tax Act No. 14 of 2022 which was certified on 8th April 2022, the Group is liable for the surcharge tax of Rs. 431.8 million for the year of assessment 2020/21. The surcharge tax thus calculated shall deemed to be an expenditure for the year ended 31st March 2021. Since the Act supercedes the requirements of the Sri Lanka Accounting Standards, the surcharge tax expense is accounted as an adjustment to the 01st April 2022 opening retained earnings of the Group's Statement of Changes in Equity as recommended by the "Addendum to the Statement of Alternative Treatment (SoAT) on Accounting for Surcharge Tax" issued by the Institute of Chartered Accountants of Sri Lanka, in August 2022. The Group paid Rs. 431.8 million, each on 20th April 2022 and 20th July 2022 as stipulated by the Surcharge Tax Act.

6. Disposal of assets classified as held for sale

During the period under review subsidiary company Ace Resorts (Pvt) Ltd., disposed its leasehold rights of the Raafushi Island which was previously included under assets classified as held for sale.

7. Acquisition of Sagasolar Power (Pvt) Ltd

Aitken Spence PLC acquired 100% of the shareholding of Sagasolar Power (Pvt) Ltd., which operates a 10 MW solar power project in Hambantota, Sri Lanka, on 05th July 2022 for a total consideration of Rs.1.4 billion.

8. Events after the reporting period

There were no material events that occurred after the reporting date that require adjustments to or disclosure in the financial statements.

NOTES TO THE FINANCIAL STATEMENTS - CONTD.

NON FINANCIAL INFORMATION

30.09.2022

1. Stated Capital

Number of shares represented by the stated capital (31.03.2022 - 405,996,045)	405,996,045
Number of public shareholders	4,552
Percentage of shares held by the public	45.66%
Floated adjusted market capitalisation - Rs.'000	25,028,078

As the floated adjusted market capitalisation is over 10.0 billion, Aitken Spence PLC complies under option 1 with the minimum public holding requirement.

2. Shares Traded

Market Price per Share - Last traded (Rs.)	135.00
Market Price per Share - Highest (Rs.)	155.00
Market Price per Share - Lowest (Rs.)	75.10

3. Shareholding of Directors

The number of shares held by the Board of Directors are as follows ;

	Name of Director	Position	30.09.2022	31.03.2022
1	Deshamanya D.H.S. Jayawardena	Chairman	Nil	Nil
2	Dr. M. P. Dissanayake	Deputy Chairman and Managing Director	Nil	Nil
3	Dr. R.M. Fernando	Director	Nil	Nil
4	Ms. D.S.T. Jayawardena	Director	27,839	27,839
5 (a)	Mr. J.M.S. Brito	Director	592,621	592,621
5 (b)	People's Leasing & Finance PLC / Mr. J.M.S. Brito and Mrs. B.S. Brito	Director	313,495	313,495
6	Mr. G.C. Wickremasinghe	Director	7,308,240	7,308,240
7	Mr. C.H. Gomez	Director	Nil	Nil
8	Mr. N. J. de S. Deva Aditya	Director	Nil	Nil
9	Mr. R.N. Asirwatham	Director	1,000	1,000
10	Mr. A.L. Gooneratne *	Alternate Director to Mr. N.J. de S. Deva Aditya	Nil	Nil

* Resigned from the office of Alternate Director to Mr. N. J. de S. Deva Aditya w.e.f. 1st July 2022.

4. Substantial Shareholdings

The twenty largest shareholding as at 30th September 2022 are as follows ;

	Name of the Share Holder	Shareholding	%
1	Melstacorp PLC	208,410,213	51.33
2	Rubicond Enterprises Limited	65,990,145	16.25
3	Employees' Provident Fund	20,590,978	5.07
4	Citibank New York S/A Norges Bank Account 2	9,197,724	2.27
5	Mr. G.C. Wickremasinghe	7,308,240	1.80
6	Finco Holdings (Private) Limited	6,483,061	1.60
7	Placidrange Holdings Limited	5,521,500	1.36
8	Miss. A.T. Wickremasinghe	3,211,975	0.79
9	Mrs. K. Fernando	3,135,070	0.77
10	SSBT-Sunsuper Pty. Ltd. as Trustee for Sunsuper Superannuation Fund	3,075,457	0.76
11	Mr. G.Wickremasinghe	3,019,090	0.74
12	Citibank Hong Kong S/A Hostplus Pooled Superannuation Trust	2,652,865	0.65
13	Employees Trust Fund Board	2,621,870	0.65
14	Union Assurance PLC-Universal Life Fund	2,304,840	0.57
15	Milford Exports (Ceylon) (Pvt) Limited	2,232,978	0.55
16	Hatton National Bank PLC - Senfin Growth Fund	2,214,676	0.55
17	Bank of Ceylon No. 1 Account	2,050,067	0.50
18	Stassen Exports (Pvt) Limited	2,029,980	0.50
19	Northern Trust Company S/A Hosking Global Fund PLC	2,014,940	0.50
20	Mr. K. Balendra	1,350,081	0.33

NOTES TO THE FINANCIAL STATEMENTS - CONTD.

CORPORATE INFORMATION

as at 30th September 2022

DIRECTORS

Deshamanya D.H.S. Jayawardena - Chairman

Dr. M. P. Dissanayake - Deputy Chairman and Managing Director

Dr. R.M. Fernando

Miss. D.S.T. Jayawardena

Mr. J.M.S. Brito

Mr. G.C. Wickremasinghe

Mr. C.H. Gomez

Mr. N.J. de S. Deva Aditya

Mr. R.N. Asirwatham

Mr. A.L. Gooneratne (Alternate Director to Mr. N.J. de S. Deva Aditya) -Resigned w.e.f. 1st July 2022.

SECRETARIES

Aitken Spence Corporate Finance (Private) Limited.

REGISTERED OFFICE

315, Vauxhall Street,

Colombo 02.

Sri Lanka