

Aitken Spence

Interim Statement
for the year ended 31st March 2017

Aitken Spence[®] 

Aitken Spence PLC

CONSOLIDATED INCOME STATEMENTS

	Quarter ended 31st March		Year ended 31st March	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Revenue	15,365,787	7,915,184	45,892,179	25,977,795
Revenue taxes	(165,414)	(134,212)	(515,589)	(286,807)
Net revenue	15,200,373	7,780,972	45,376,590	25,690,988
Other operating income	(162,888)	(210)	145,245	174,645
Changes in inventories of finished goods and work-in-progress	(42,767)	(194,477)	111,852	(20,850)
Raw materials and consumables used	(3,473,037)	(470,760)	(11,816,151)	(1,825,981)
Employee benefits expense	(2,294,455)	(1,526,040)	(7,474,224)	(5,905,093)
Depreciation, amortisation and impairment of non-financial assets	(642,334)	(842,095)	(2,330,861)	(2,089,386)
Other operating expenses-direct	(4,102,021)	(2,515,827)	(11,871,505)	(7,483,985)
Other operating expenses-indirect	(1,974,961)	(932,728)	(6,383,333)	(4,643,836)
Profit from operations	2,507,910	1,298,835	5,757,613	3,896,502
Finance income	231,525	143,159	761,496	647,715
Finance expenses	(454,996)	(306,342)	(1,656,633)	(970,879)
Net finance expense	(223,471)	(163,183)	(895,137)	(323,164)
Share of profit of equity-accounted investees (net of tax)	91,500	58,442	384,396	232,170
Profit before tax	2,375,939	1,194,094	5,246,872	3,805,508
Income tax expenses	(575,633)	(329,070)	(1,201,407)	(861,229)
Profit for the period	1,800,306	865,024	4,045,465	2,944,279
Attributable to:				
Equity holders of the Company	1,230,449	608,281	2,890,032	2,027,112
Non-controlling interests	569,857	256,743	1,155,433	917,167
Profit for the period	1,800,306	865,024	4,045,465	2,944,279
Earnings per share				
Basic/Diluted (Rs.)	3.03	1.50	7.12	4.99

The above figures are subject to audit.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 31st March		Year ended 31st March	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Profit for the period	1,800,306	865,024	4,045,465	2,944,279
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Revaluation of property, plant and equipment	207,671	–	207,671	–
Actuarial gains/(losses) on defined benefit obligations	76,155	17,821	76,155	17,821
Share of other comprehensive income of equity-accounted investees (net of tax)	85,912	19,366	85,832	19,452
Income tax on other comprehensive income	(15,348)	(3,941)	(15,348)	(3,941)
	<u>354,390</u>	<u>33,246</u>	<u>354,310</u>	<u>33,332</u>
Items that are or may be reclassified to profit or loss				
Exchange differences on translation of foreign operations	238,733	178,575	862,425	826,893
Net change in fair value of available-for-sale financial assets	1,925	2,983	(71,215)	22,477
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	–	(1,554)	–	(56)
Share of other comprehensive income of equity-accounted investees (net of tax)	103,668	33,724	163,738	34,332
	<u>344,326</u>	<u>213,728</u>	<u>954,948</u>	<u>883,646</u>
Other comprehensive income for the period, net of tax	698,716	246,974	1,309,258	916,978
Total comprehensive income for the period	2,499,022	<u>1,111,998</u>	5,354,723	<u>3,861,257</u>
Attributable to:				
Equity holders of the Company	1,770,788	810,390	3,898,189	2,672,708
Non-controlling interests	728,234	301,608	1,456,534	1,188,549
Total comprehensive income for the period	2,499,022	<u>1,111,998</u>	5,354,723	<u>3,861,257</u>

The above figures are subject to audit.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

<i>As at</i>	31.03.2017 Rs. '000	31.03.2016 Rs. '000
ASSETS		
Non-current assets		
Property, plant & equipment	50,048,523	35,278,046
Investment properties	1,630,801	1,630,801
Intangible assets	886,103	867,223
Biological assets	43,583	25,838
Leasehold properties	2,042,459	2,006,728
Pre-paid operating leases	1,978,348	1,828,797
Investments in equity-accounted investees	6,060,842	9,771,984
Deferred tax assets	434,794	328,140
Other financial assets	285,629	257,799
	<u>63,411,082</u>	<u>51,995,356</u>
Current assets		
Inventories	1,655,875	1,195,831
Pre paid operating leases	72,819	32,795
Trade and other receivables	11,664,152	4,800,506
Current tax receivable	210,095	224,257
Deposits and prepayments	1,781,102	1,165,943
Other current assets	10,318,598	9,136,630
Cash and short-term deposits	6,032,612	4,653,788
	<u>31,735,253</u>	<u>21,209,750</u>
Assets classified as held for sale	149,125	149,125
Total Assets	<u>95,295,460</u>	<u>73,354,231</u>
EQUITY AND LIABILITIES		
Equity		
Stated capital	2,135,140	2,135,140
Reserves	16,849,379	15,248,423
Retained earnings	20,492,912	19,262,056
Total equity attributable to equity holders of the Company	<u>39,477,431</u>	<u>36,645,619</u>
Non-controlling interests	11,315,985	7,554,724
Total Equity	<u>50,793,416</u>	<u>44,200,343</u>
Non-current liabilities		
Interest bearing liabilities	17,191,011	12,242,494
Deferred tax liabilities	863,958	678,010
Employee benefits	850,247	718,654
Other liabilities	597,833	—
	<u>19,503,049</u>	<u>13,639,158</u>
Current liabilities		
Interest bearing liabilities	4,829,650	3,736,594
Trade and other payables	11,370,334	9,783,515
Current tax payable	371,693	554,937
Bank overdrafts and other short-term borrowings	8,427,318	1,439,684
	<u>24,998,995</u>	<u>15,514,730</u>
Total Equity and Liabilities	<u>95,295,460</u>	<u>73,354,231</u>
Net Assets per share (Rs.)	97.24	90.26

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.
D.H.S. Jayawardena
Chairman

Sgd.
J.M.S. Brito
Deputy Chairman and
Managing Director

Sgd.
Ms. N. Sivapragasam
Chief Financial Officer

Colombo,
25th May 2017

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31st March 2017

	Attributable to equity holders of the company									
	Stated capital	Other capital reserves	General reserves	Revaluation reserve	Exchange fluctuation reserve	Available for sale 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
Balance as at 01st April 2016	2,135,140	148,440	7,298,726	6,387,900	1,318,925	94,432	19,262,056	36,645,619	7,554,724	44,200,343
Profit for the period	-	-	-	-	-	-	2,890,032	2,890,032	1,155,433	4,045,465
Other comprehensive income for the period	-	-	-	192,637	791,863	(61,360)	85,017	1,008,157	301,101	1,309,258
Total comprehensive income for the period	-	-	-	192,637	791,863	(61,360)	2,975,049	3,898,189	1,456,534	5,354,723
Share of net assets of equity-accounted investees	-	-	-	-	-	-	64,858	64,858	(4,043)	60,815
Acquisition and changes in non-controlling interest	-	-	-	-	(133)	-	(14,613)	(14,746)	3,053,017	3,038,271
Transfer to general reserve	-	-	677,949	-	-	-	(677,949)	-	-	-
Final dividends for 2015/2016	-	-	-	-	-	-	(608,994)	(608,994)	-	(608,994)
Interim dividends for 2016/2017	-	-	-	-	-	-	(507,495)	(507,495)	-	(507,495)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	(744,247)	(744,247)
Total contributions and distributions, recognised directly in equity	-	-	677,949	-	(133)	-	(1,744,193)	(1,066,377)	2,304,727	1,238,350
Balance as at 31st March 2017	2,135,140	148,440	7,976,675	6,580,537	2,110,655	33,072	20,492,912	39,477,431	11,315,985	50,793,416

For the year ended 31st March 2016

	Attributable to equity holders of the company									
	Stated capital	Other capital reserves	General reserves	Revaluation reserve	Exchange fluctuation reserve	Available for sale 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
Balance as at 01st April 2015	2,135,140	127,521	6,544,890	6,387,900	732,476	74,900	18,748,033	34,750,860	7,166,971	41,917,831
Profit for the period	-	-	-	-	-	-	2,027,112	2,027,112	917,167	2,944,279
Other comprehensive income for the period	-	-	-	-	593,835	19,532	32,229	645,596	271,382	916,978
Total comprehensive income for the period	-	-	-	-	593,835	19,532	2,059,341	2,672,708	1,188,549	3,861,257
Share of net assets of equity-accounted investees	-	-	-	-	-	-	(30)	(30)	(10)	(40)
Acquisition of non-controlling interest	-	20,919	-	-	(7,386)	-	37,829	51,362	(51,362)	-
Acquisition of subsidiary with non-controlling interest	-	-	-	-	-	-	-	-	17,096	17,096
Effect of capital reduction by subsidiary	-	-	-	-	-	-	-	-	(246,223)	(246,223)
Transaction costs on subsidiary share issue	-	-	-	-	-	-	(17,289)	(17,289)	(2,585)	(19,874)
Transfer to general reserve	-	-	753,836	-	-	-	(753,836)	-	-	-
Dividends for 2014/2015	-	-	-	-	-	-	(811,992)	(811,992)	-	(811,992)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	(517,712)	(517,712)
Total contributions and distributions, recognised directly in equity	-	20,919	753,836	-	(7,386)	-	(1,545,318)	(777,949)	(800,796)	(1,578,745)
Balance as at 31st March 2016	2,135,140	148,440	7,298,726	6,387,900	1,318,925	94,432	19,262,056	36,645,619	7,554,724	44,200,343

COMPANY INCOME STATEMENTS

	Quarter ended 31st March		Year ended 31st March	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Revenue	148,131	145,663	652,260	624,946
Revenue tax	(2,661)	(2,608)	(11,421)	(11,120)
Net revenue	145,470	143,055	640,839	613,826
Other operating income	999,953	725,009	1,767,232	1,553,228
Employee benefits expense	(122,679)	(94,570)	(468,004)	(454,769)
Depreciation and amortisation	(143,059)	(61,983)	(178,363)	(102,961)
Other operating expenses-indirect	(275,305)	(72,082)	(491,653)	(265,755)
Profit from operations	604,380	639,429	1,270,051	1,343,569
Finance income	214,040	148,849	725,000	538,546
Finance expenses	(224,759)	(158,045)	(808,664)	(524,028)
Net finance income/(expense)	(10,719)	(9,196)	(83,664)	14,518
Profit before tax	593,661	630,233	1,186,387	1,358,087
Income tax expenses	48,654	22,959	49,693	42,097
Profit for the period	642,315	653,192	1,236,080	1,400,184
Earnings per share				
Basic/Diluted (Rs.)	1.58	1.61	3.04	3.45

The above figures are subject to audit.

COMPANY STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 31st March		Year ended 31st March	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Profit for the period	642,315	653,192	1,236,080	1,400,184
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss</i>				
Actuarial gains / (losses) on defined benefit obligations	9,242	4,210	9,242	4,210
Income tax on other comprehensive income	(2,588)	(1,179)	(2,588)	(1,179)
	6,654	3,031	6,654	3,031
<i>Items that are or may be reclassified to profit or loss</i>				
Net change in fair value of available-for-sale financial assets	1,895	(761)	(367)	(1,868)
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	–	–	–	(56)
	1,895	(761)	(367)	(1,924)
Other comprehensive income for the period (net of tax)	8,549	2,270	6,287	1,107
Total comprehensive income for the period	650,864	655,462	1,242,367	1,401,291

The above figures are subject to audit.

COMPANY STATEMENT OF FINANCIAL POSITION

<i>As at</i>	31.03.2017 Rs.'000	31.03.2016 Rs.'000
ASSETS		
Non-current assets		
Property, plant & equipment	141,198	118,702
Investment properties	3,431,687	3,434,441
Intangible assets	11,036	21,876
Investments in subsidiaries	7,252,083	7,287,194
Investments in equity-accounted investees	2,755,184	2,850,235
Deferred tax assets	195,421	78,385
Other financial assets	<u>145,412</u>	<u>43,779</u>
	13,932,021	13,834,612
Current assets		
Inventories	2,183	2,322
Trade and other receivables	3,212,249	3,189,439
Current tax receivable	171,103	206,746
Deposits and prepayments	62,801	38,349
Other current assets	6,182,392	5,130,226
Cash and short-term deposits	<u>1,400,611</u>	<u>1,397,670</u>
	11,031,339	9,964,752
Assets classified as held for sale	<u>57,237</u>	<u>57,237</u>
Total Assets	<u>25,020,597</u>	<u>23,856,601</u>
EQUITY AND LIABILITIES		
Equity		
Stated capital	2,135,140	2,135,140
Reserves	7,937,490	7,259,908
Retained earnings	<u>3,338,642</u>	<u>3,890,346</u>
Total Equity	<u>13,411,272</u>	<u>13,285,394</u>
Non-current liabilities		
Interest-bearing liabilities	2,489,974	3,684,817
Employee benefits	<u>105,246</u>	<u>100,414</u>
	2,595,220	3,785,231
Current liabilities		
Interest-bearing liabilities	1,350,941	1,770,729
Trade and other payables	4,402,232	4,831,831
Bank overdrafts and other short-term borrowings	<u>3,260,932</u>	<u>183,416</u>
	9,014,105	6,785,976
Total Equity and Liabilities	<u>25,020,597</u>	<u>23,856,601</u>
Net Assets per share (Rs.)	33.03	32.72

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.
D.H.S. Jayawardena
Chairman

Sgd.
J.M.S. Brito
Deputy Chairman and
Managing Director

Sgd.
Ms. N. Sivapragasam
Chief Financial Officer

Colombo,
25th May 2017

COMPANY STATEMENT OF CHANGES IN EQUITY

For the year ended 31st March 2017

	Stated capital	General reserve	Available for sale reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2016	2,135,140	7,272,014	(12,106)	3,890,346	13,285,394
Profit for the period	–	–	–	1,236,080	1,236,080
Other comprehensive income for the period	–	–	(367)	6,654	6,287
Total comprehensive income for the period	–	–	(367)	1,242,734	1,242,367
Transfer to general reserve	–	677,949	–	(677,949)	–
Dividends for 2015/2016	–	–	–	(1,116,489)	(1,116,489)
Balance as at 31st March 2017	2,135,140	7,949,963	(12,473)	3,338,642	13,411,272

For the year ended 31st March 2016

	Stated capital	General reserve	Available for sale reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2015	2,135,140	6,518,178	(10,182)	4,052,959	12,696,095
Profit for the period	–	–	–	1,400,184	1,400,184
Other comprehensive income for the period	–	–	(1,924)	3,031	1,107
Total comprehensive income for the period	–	–	(1,924)	1,403,215	1,401,291
Transfer to general reserve	–	753,836	–	(753,836)	–
Dividends for 2014/2015	–	–	–	(811,992)	(811,992)
Balance as at 31st March 2016	2,135,140	7,272,014	(12,106)	3,890,346	13,285,394

CASH FLOW STATEMENTS

For the year ended 31st March	Group		Company	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Cash flow from operating activities				
Net profit before taxation	5,246,872	3,805,508	1,186,387	1,358,087
Adjustments for				
Depreciation and amortisation	2,330,031	1,746,018	48,300	52,988
Impairment of intangible assets	–	50,000	–	–
Interest expense	1,535,125	873,846	806,791	515,532
Gain on disposal of property plant and equipment	(28,205)	(22,697)	(2,568)	(805)
Gain on disposal of group investments	(18,573)	–	(3,256)	–
Gain on disposal of equity securities classified as available-for-sale financial assets	–	(53)	–	(53)
Interest income	(761,496)	(647,715)	(725,000)	(538,546)
Share of profit of equity-accounted investees (net of tax)	(384,396)	(232,170)	–	–
Impairment of investments in subsidiaries	–	–	130,063	50,000
Impairment losses/(reversals) of inventories	830	293,368	–	(27)
Impairment losses/(reversals) and write offs of trade and other receivables and deposits	20,062	34,204	198,785	(926)
Net unrealised foreign exchange (gain)/loss	357,342	876,496	176,414	259,235
Provision for retirement benefit obligations	167,650	122,437	19,781	18,655
	<u>3,218,370</u>	<u>3,093,734</u>	<u>649,310</u>	<u>356,053</u>
Operating profit before working capital changes	8,465,242	6,899,242	1,835,697	1,714,140
(Increase)/decrease in trade and other receivables	(3,403,838)	2,855,488	(221,595)	(338,653)
(Increase)/decrease in inventories	(457,239)	11,489	139	(296)
(Increase)/decrease in deposits & prepayments	(197,532)	(379,340)	(24,452)	(3,999)
Increase/(decrease) in trade and other payables	(1,443,745)	2,683,335	(939,724)	1,681,610
	<u>(5,502,354)</u>	<u>5,170,972</u>	<u>(1,185,632)</u>	<u>1,338,662</u>
Cash generated from operations	2,962,888	12,070,214	650,065	3,052,802
Interest paid	(1,524,997)	(863,778)	(799,468)	(506,085)
Income tax paid	(1,336,415)	(1,300,080)	(34,287)	(73,294)
Retirement benefit obligations paid	(85,662)	(91,737)	(5,707)	(12,271)
	<u>(2,947,074)</u>	<u>(2,255,595)</u>	<u>(839,462)</u>	<u>(591,650)</u>
Net cash flow from/(used in) operating activities	15,814	9,814,619	(189,397)	2,461,152
Cash flow from investing activities				
Interest received from deposits	761,496	640,025	725,000	540,301
Cash and cash equivalents vested on business combinations (Note B)	3,110,578	–	–	–
Assets/liabilities acquired on business combination	–	(5,476,675)	–	–
Investment in subsidiaries and equity-accounted investees	(75,095)	(4,404,787)	(52)	(2,648,755)
Purchase of equity and debt securities	(150,000)	(466)	(150,000)	–
Capital reduction by subsidiary	–	(246,223)	–	700,789
Cash and cash equivalents of subsidiaries divested (Note C)	(10,846)	–	–	–
Purchase of property, plant and equipment	(5,843,687)	(2,837,892)	(67,036)	(13,706)
Purchase of intangible assets	(23,696)	(11,914)	(1,767)	(6,991)
Purchase of biological assets	(18,159)	(25,838)	–	–
Purchase of pre-paid operating leases	(37,666)	(734,516)	–	–
Proceeds from disposal of property, plant and equipment	88,190	191,921	14,169	4,738
Proceeds from disposal of investment property	–	17,500	–	–
Proceeds from sale of equity and debt securities	45,711	45,801	45,711	45,857
Proceeds / (purchase) of other financial assets and liabilities (net)	(1,305,109)	3,289,970	(1,049,876)	(270,777)
Proceeds on retirement of assets held for sale	–	77,798	–	77,798
Final liquidation proceeds of subsidiary	3,356	–	3,356	–
Dividends paid to non-controlling interests	(744,247)	(517,712)	–	–
Dividends received from equity-accounted investees	204,454	322,234	–	–
Net cash flow from investing activities	(3,994,720)	(9,670,774)	(480,495)	(1,570,746)

CASH FLOW STATEMENTS – CONTD.

<i>For the year ended 31st March</i>	Group		Company	
	2017 Rs.'000	2016 Rs.'000	2017 Rs.'000	2016 Rs.'000
Cash flow from financing activities				
Proceeds from interest-bearing liabilities	3,624,754	6,843,802	–	2,340,250
Repayment of interest-bearing liabilities	(4,659,051)	(3,647,621)	(1,799,587)	(1,000,680)
Issue of shares by subsidiaries	–	17,094	–	–
Transaction costs on subsidiary share issue	–	(19,874)	–	–
Dividends paid to equity holders of the parent	(606,364)	(941,651)	(606,364)	(941,651)
Net cash flow from financing activities	(1,640,661)	2,251,750	(2,405,951)	397,919
Net increase/(decrease) in cash and cash equivalents	(5,619,567)	2,395,595	(3,075,843)	1,288,325
Cash and cash equivalents at the beginning of the period (Note A)	3,224,861	818,509	1,215,522	(74,071)
Cash and cash equivalents at the end of the period	(2,394,706)	3,214,104	(1,860,321)	1,214,254
Cash and cash equivalents at the end of the period				
Cash at bank and in hand & deposits	6,032,612	4,653,788	1,400,611	1,397,670
Short-term bank borrowings	(8,427,318)	(1,439,684)	(3,260,932)	(183,416)
Cash and cash equivalent at the end of the period	(2,394,706)	3,214,104	(1,860,321)	1,214,254
Note A				
Cash and cash equivalents at the beginning of the period				
Cash at bank and in hand & deposits	4,653,788	2,911,135	1,397,670	185,561
Short-term bank borrowings	(1,439,684)	(2,089,729)	(183,416)	(254,619)
Cash and cash equivalent as previously reported	3,214,104	821,406	1,214,254	(69,058)
Effect of exchange rate changes	10,757	(2,897)	1,268	(5,013)
Cash and cash equivalent as restated	3,224,861	818,509	1,215,522	(74,071)
Note B				
Assets and liabilities vested on business combination				
The assets and liabilities vested in business combination specified in note 7 to the financial statements are included below ;				
				Rs.'000
Property, plant and equipment				(9,508,007)
Intangible assets				(4,377)
Inventories				(3,635)
Trade and other receivables				(3,479,870)
Deposits and prepayments				(418,621)
Deferred taxation				(485)
Interest-bearing liabilities				6,509,164
Income taxation				15,178
Employee benefits				120,111
Trade and other payables				2,566,284
Cash and cash equivalents				(3,110,578)
Total identifiable net assets				(7,314,836)
Re-classified under subsidiaries				4,259,229
Changes in non-controlling interest				3,055,607
Cash and cash equivalents acquired				3,110,578
Net cash inflow on business combination				3,110,578
Note C				
Divestment of subsidiaries				
The group divest its investment in Ace Alliance Power Ltd., and Bhairob Power Ltd., during the financial year. The fair values of assets and liabilities thus divested are as follows;				
				Rs.'000
Property, plant and equipment				18,788
Deposits and prepayments				994
Trade and other payables				(45,845)
Cash and cash equivalents				10,846
Total identifiable net assets divested				(15,217)
Non-controlling interest divested				6,391
Gain on disposal				8,826
Cash and cash equivalents divested				(10,846)
Net cash outflow on divestment of subsidiaries				(10,846)

NOTES TO THE FINANCIAL STATEMENTS

1. Segment analysis

1.1 Segment analysis of Group revenue and profit

	Tourism sector		Maritime & Logistics sector		Strategic investments		Services sector		Total	
	2017 Rs. '000	2016 Rs. '000	2017 Rs. '000	2016 Rs. '000	2017 Rs. '000	2016 Rs. '000	2017 Rs. '000	2016 Rs. '000	2017 Rs. '000	2016 Rs. '000
<i>For the year ended 31st March</i>										
Total revenue generated	24,083,360	18,249,643	9,933,383	8,278,653	18,196,279	5,941,562	1,689,148	1,181,395	53,902,170	33,651,253
Less: Inter-segmental revenue	10,846	14,652	315,074	93,315	321,508	246,843	228,875	203,003	876,303	557,813
Less: Intra-segmental revenue	1,960,375	1,089,915	320,439	239,067	663,727	635,952	67,999	67,083	3,012,540	2,032,017
Total revenue with equity-accounted investees	22,112,139	17,145,076	9,297,870	7,946,271	17,211,044	5,058,767	1,392,274	911,309	50,013,327	31,061,423
Share of equity-accounted investees' revenue	(1,658,664)	(3,424,568)	(1,256,735)	(681,850)	(1,198,893)	(969,216)	(6,856)	(7,994)	(4,121,148)	(5,083,628)
Revenue from external customers	20,453,475	13,720,508	8,041,135	7,264,421	16,012,151	4,089,551	1,385,418	903,315	45,892,179	25,977,795
Profit from operations	2,734,385	2,946,956	1,469,409	1,230,874	1,311,847	(489,206)	241,972	207,878	5,757,613	3,896,502
Finance income	454,573	166,525	61,747	47,726	234,990	415,838	10,186	17,626	761,496	647,715
Finance expenses	(999,733)	(417,200)	(87,750)	(66,116)	(556,499)	(478,298)	(12,651)	(9,265)	(1,656,633)	(970,879)
Share of profit of equity-accounted investees (net of tax)	(62,459)	86,771	367,548	118,519	122,465	57,012	(43,158)	(30,132)	384,396	232,170
Profit before tax	2,126,766	2,783,052	1,810,954	1,331,003	1,112,803	(494,654)	196,349	186,107	5,246,872	3,805,508
Income tax expense	(674,250)	(494,607)	(375,558)	(289,162)	(72,923)	(15,494)	(78,676)	(61,966)	(1,201,407)	(861,229)
Profit for the period	1,452,516	2,288,445	1,435,396	1,041,841	1,039,880	(510,148)	117,673	124,141	4,045,465	2,944,279

1.2 Segment analysis of Group assets

	Tourism sector		Maritime & Logistics sector		Strategic investments		Services sector		Total	
	31.03.17 Rs. '000	31.03.16 Rs. '000	31.03.17 Rs. '000	31.03.16 Rs. '000	31.03.17 Rs. '000	31.03.16 Rs. '000	31.03.17 Rs. '000	31.03.16 Rs. '000	31.03.17 Rs. '000	31.03.16 Rs. '000
<i>As at</i>										
Segment assets	56,494,140	33,843,351	8,880,141	9,055,956	24,613,100	19,314,505	3,330,551	3,127,619	93,317,932	65,341,431
Investments in equity-accounted investees	1,297,164	5,612,048	3,625,941	3,112,779	996,697	863,137	141,040	184,020	6,060,842	9,771,984
Goodwill on consolidation	—	—	—	—	—	—	—	—	843,470	824,880
Assets classified as held for sale	—	—	—	—	—	—	—	—	149,125	149,125
Eliminations / adjustments	—	—	—	—	—	—	—	—	(5,075,909)	(2,733,189)
Total assets	57,791,304	39,455,399	12,506,082	12,168,735	25,609,797	20,177,642	3,471,591	3,311,639	95,295,460	73,354,231

NOTES TO THE FINANCIAL STATEMENTS – CONTD.

2. 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 Sri Lanka Accounting Standards - LKAS 34 - Interim Financial Reporting.
3. A first & final ordinary dividend of Rs. 1.50 per share for the year ended 31st March 2016 was paid on 12th July 2016, after it was approved at the Annual General Meeting on the 30th June 2016. Total dividend paid was Rs. 608,994,067.50.
An interim ordinary dividend of Rs. 1.25 per share for the year ended 31st March 2017 was declared on 10th March 2017 and paid on 30th March 2017. The total interim dividend payment amounted to Rs. 507,495,056.25.
4. There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.
5. During the period under review there were no material change in the nature of contingent liabilities disclosed in the annual report for the year ended 31st March 2016.
6. **Business combinations**
During the year under review the Group reassessed its control over Aitken Spence Travels Ltd., and Ahungalla Resorts Ltd and concluded that they would be subsidiaries based on the underlying circumstances. These investments were previously accounted as joint ventures using the equity method.
7. **Events occurring after the reporting date**
The Board of Directors of the Company resolved to recommend a final ordinary dividend of Rs. 0.50 per share for the year 2016/2017 to be approved at the Annual General Meeting.
There were no other material events that occurred after the reporting date that require adjustments to or disclosure in the financial statements.
8. The accounting policies have been consistently applied by the Group and are consistent with those used in the previous 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 year end reporting.

NON FINANCIAL INFORMATION

	31.03.2017
1. Stated Capital	
Number of shares represented by the stated capital (31.03.2016 - 405,996,045)	405,996,045
Number of Public Shareholders	4,583
Percentage of shares held by the Public	51.01%
2. Shares Traded	
Market Price per Share - Last traded (Rs.)	56.20
Market Price per Share - Highest (Rs.)	68.50
Market Price per Share - Lowest (Rs.)	55.00

3. Shareholding of Directors

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

Name of Director	Position	31.03.2017	31.03.2016
1 D. H. S. Jayawardena	Chairman	Nil	Nil
2 J. M. S. Brito	Deputy Chairman and Managing Director	309,495	304,495
3 R. M. Fernando	Director	Nil	Nil
4 M. P. Dissanayake	Director	Nil	Nil
5 D.S.T. Jayawardena	Director	27,839	27,839
6 G.C. Wickremasinghe	Director	7,308,240	7,308,240
7 C. H. Gomez	Director	Nil	Nil
8 N. J. de Silva Deva Aditya	Director	Nil	Nil
9 R. N. Asirwatham	Director	1,000	1,000
10 A. L. Gooneratne	Alternate Director to Mr. N.J. de Silva Deva Aditya	Nil	Nil

4. Substantial Shareholdings

The twenty largest shareholding as at 31st March 2017, are as follows:

Name of the Shareholder	Shareholding	%
1 Melstacorp PLC	183,190,790	45.12
2 Rubicond Enterprises Limited	65,990,145	16.25
3 Employees' Provident Fund	20,590,978	5.07
4 HSBC International Nominees Limited-BPSS LUX-Aberdeen Global-Asian Smaller Companies Fund	20,215,873	4.98
5 HSBC International Nominees Limited -BP2S London-Aberdeen Asia Pasific Equity Fund	10,490,578	2.58
6 Mr. G.C. Wickremasinghe	7,308,240	1.80
7 Placidrange Holdings Limited	5,521,500	1.36
8 Milford Exports (Ceylon) (Pvt) Limited	4,321,500	1.06
9 HSBC International Nominees Limited -BP2S London-Aberdeen New Dawn Investment Trust Xcc6	3,874,977	0.95
10 HSBC International Nominees Limited- SSBT-Aberdeen Institutional Commingled funds, LLC	3,868,047	0.95
11 HSBC International Nominees Limited -BP2S London-Aberdeen Asia Smaller Companies Investment Trust	3,400,000	0.84
12 Stassen Exports (Pvt) Limited	3,244,500	0.80
13 Ms. A.T. Wickremasinghe	3,211,975	0.79
14 Ms. K. Fernando	3,135,070	0.77
15 Mr. G.Wickremasinghe	3,019,090	0.74
16 HSBC International Nominees Limited -BP2S Luxembourg-Aberdeen Global-Frontier Markets Equity Fund	3,013,214	0.74
17 Employees Trust Fund Board	2,621,870	0.65
18 Bank of Ceylon No. 1 Account	2,596,230	0.64
19 National Savings Bank	2,593,516	0.64
20 Mellon Bank N.A.-Florida Retirement System	2,142,462	0.53

CORPORATE INFORMATION

as at 31st March 2017

DIRECTORS

Deshamanya D. H. S. Jayawardena - Chairman

Mr. J.M.S. Brito - Deputy Chairman and Managing Director

Dr. R. M. Fernando

Dr. M. P. Dissanayake

Miss. D.S.T. Jayawardena

Mr. G. C. Wickremasinghe

Mr. C. H. Gomez

Mr. N. J. de Silva Deva Aditya

Mr. R. N. Asirwatham

Mr. A. L. Gooneratne (Alternate Director to Mr. N.J. de Silva Deva Aditya)

SECRETARY

P W Corporate Secretarial (Pvt) Ltd.

REGISTERED OFFICE

Aitken Spence Tower II

315, Vauxhall Street,

Colombo 02,

Sri Lanka.