

# The Strength of Fundamentals



**John Keells Holdings PLC**  
Interim Condensed Financial Statements twelve months ended 31 March 2023



# JOHN KEELLS GROUP

## FOURTH QUARTER 2022/23 PERFORMANCE

Summarised below are some of the key highlights for the fourth quarter ended 31 March 2023. The commentary on the annual performance is available on the JKH Annual Report 2022/23.

- The Group saw a challenging quarter on account of the macroeconomic environment, given the decline in consumer discretionary spending and the lagged effects of the working capital buildup which placed pressure on margins. The working capital pressures have now eased significantly while the reduction in certain input costs, the appreciation of the Rupee and the reduction in global commodity prices have begun to positively impact margins.
- For the quarter ended 31 March 2023, Group revenue decreased by 11% to Rs.67.82 billion and recurring Group EBITDA declined by 37% to Rs.11.65 billion.
- The revenue and recurring 4Q EBITDA for 2021/22 include the recognition from the handover of residential apartments at 'Cinnamon Life Integrated Resort' compared with no corresponding profit recognition in Q4 of 2022/23, which has distorted the comparative performance. Excluding the substantial EBITDA recognition of Rs.4.01 billion recorded at 'Cinnamon Life Integrated Resort' in 4Q 2021/22, the recurring EBITDA declined by 20% compared to the previous year.
- The Transportation business recorded a decline in performance mainly on account of the Bunkering business which recorded a substantial profit in the previous year due to significantly higher base oil prices and margins, which have normalised in the current quarter.
- The Consumer Foods industry group recorded a decline in profitability as volumes across the Beverages, Frozen Confectionary and Convenience Foods businesses reflected a reduction in consumer discretionary spend. Profitability was further impacted on account of the input cost increases. As explained above, these impacts are now mitigated to an extent with businesses seeing a reversal in margin pressure.
- The Supermarket business recorded a marginal growth in profitability driven by a growth in same store sales. Profitability was off-set to a large extent due to cost escalations compared to the previous quarter, including the newly introduced revenue-based tax of the social security contribution levy and electricity tariff increases, amongst others. Despite the growth in the Supermarket business, the Retail industry group recorded a decline in profitability due to the Office Automation business.
- The Leisure industry group recorded a strong recovery driven by the Maldivian Resorts segment. The Sri Lankan Leisure businesses recorded a recovery supported by a return to normalcy on the back of continued political and social stability.
- The profitability of Union Assurance PLC (UA) was driven by the life insurance surplus which recorded an increase against the corresponding period of the previous year and a growth in gross written premiums and net investment income, whilst the performance of Nations Trust Bank PLC was driven by growth in net interest margins.
- The reported PBT declined by 86% to Rs.2.31 billion from Rs.16.94 billion mainly on account of the one-off impacts explained below, in addition to the previous year including the profit recognition of Rs.4.01 billion from 'Cinnamon Life Integrated Resort'.
- The reported PBT of the previous year was impacted by the one-off non-cash impairments in the Transportation business and at 'Cinnamon Life Integrated Resort'. These impacts were more than off-set by the significant net exchange gain of Rs.12.38 billion, which positively impacted reported PBT in 4Q 2021/22, whereas the current year PBT included an exchange loss of Rs.980 million. The PBT was negatively impacted by the significant increase in finance costs on account of high interest rates and the notional interest charge on the convertible debenture issues to HWIC Asia Fund in August 2022.



# Consolidated Income Statement

|   | Note | Quarter ended 31 March |                   |                | Year ended 31 March |                    |             |
|---|------|------------------------|-------------------|----------------|---------------------|--------------------|-------------|
|   |      | 2023                   | 2022              | %              | 2023                | 2022               | %           |
| <b>Continuing operations</b>                                |      |                        |                   |                |                     |                    |             |
| Revenue from contracts with customers                       |      | 63,878,865             | 72,352,492        | (12)           | 260,687,372         | 202,849,175        | 29          |
| Revenue from Insurance Contracts                            |      | 3,941,508              | 3,776,479         | 4              | 15,952,535          | 15,225,571         | 5           |
| <b>Total Revenue</b>  |      | <b>67,820,373</b>      | <b>76,128,971</b> | <b>(11)</b>    | <b>276,639,907</b>  | <b>218,074,746</b> | <b>27</b>   |
| Cost of sales   |      | (54,894,941)           | (59,987,156)      | (8)            | (227,190,277)       | (180,430,008)      | 26          |
| <b>Gross profit</b>   |      | <b>12,925,432</b>      | <b>16,141,815</b> | <b>(20)</b>    | <b>49,449,630</b>   | <b>37,644,738</b>  | <b>31</b>   |
| Other operating income                                      |      | 1,093,153              | 374,589           | 192            | 3,260,621           | 2,614,793          | 25          |
| Selling and distribution expenses                           |      | (1,849,470)            | (1,489,808)       | 24             | (8,266,060)         | (5,732,694)        | 44          |
| Administrative expenses                                     |      | (5,102,953)            | (4,065,865)       | 26             | (21,927,758)        | (14,762,643)       | 49          |
| Other operating expenses                                    |      | (3,242,724)            | (11,148,298)      | (71)           | (9,825,773)         | (12,456,008)       | (21)        |
| <b>Results from operating activities</b>                    |      | <b>3,823,438</b>       | <b>(187,567)</b>  | <b>(2,138)</b> | <b>12,690,660</b>   | <b>7,308,186</b>   | <b>74</b>   |
| Finance cost  | 7    | (5,434,314)            | (2,167,600)       | 151            | (17,802,868)        | (7,034,757)        | 153         |
| Finance income  | 7    | 3,448,353              | 22,233,348        | (84)           | 26,899,776          | 30,806,179         | (13)        |
| Change in insurance contract liabilities                    | 6    | (2,131,957)            | (1,323,178)       | 61             | (7,650,232)         | (6,416,299)        | 19          |
| Change in fair value of investment property                 |      | 878,538                | (4,084,755)       | (122)          | 878,538             | (4,084,755)        | (122)       |
| Share of results of equity accounted investees (net of tax) |      | 1,725,927              | 2,470,148         | (30)           | 7,573,543           | 6,745,939          | 12          |
| <b>Profit before tax</b>                                    |      | <b>2,309,985</b>       | <b>16,940,396</b> | <b>(86)</b>    | <b>22,589,417</b>   | <b>27,324,493</b>  | <b>(17)</b> |
| Tax expense   | 8    | 1,451,138              | (5,523,994)       | (126)          | (3,693,293)         | (6,881,586)        | (46)        |
| <b>Profit for the period</b>                                |      | <b>3,761,123</b>       | <b>11,416,402</b> | <b>(67)</b>    | <b>18,896,124</b>   | <b>20,442,907</b>  | <b>(8)</b>  |
| <b>Attributable to:</b>                                     |      |                        |                   |                |                     |                    |             |
| Equity holders of the parent                                |      | 3,307,559              | 10,908,713        | (70)           | 18,173,868          | 20,212,968         | (10)        |
| Non-controlling interest                                    |      | 453,564                | 507,689           | (11)           | 722,256             | 229,939            | (214)       |
|   |      | <b>3,761,123</b>       | <b>11,416,402</b> | <b>(67)</b>    | <b>18,896,124</b>   | <b>20,442,907</b>  | <b>(8)</b>  |
|   |      | <b>Rs.</b>             | <b>Rs.</b>        |                | <b>Rs.</b>          | <b>Rs.</b>         |             |
| <b>Earnings per share</b>                                   |      |                        |                   |                |                     |                    |             |
| Basic   |      | 2.39                   | 7.88              |                | 13.12               | 15.13              |             |
| Diluted   |      | 2.39                   | 7.87              |                | 13.12               | 15.12              |             |
| <b>Dividend per share</b>                                   |      |                        |                   |                |                     |                    |             |
|   |      | 0.50                   | 0.50              |                | 2.00                | 1.50               |             |

Note : All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The above figures relating to fourth quarter are not audited.

# Consolidated Statement of Comprehensive Income

|  | Note | Quarter ended 31 March |                   | Year ended 31 March |                   |
|--|------|------------------------|-------------------|---------------------|-------------------|
|  |      | 2023                   | 2022              | 2023                | 2022              |
| Profit for the period  |      | 3,761,123              | 11,416,402        | 18,896,124          | 20,442,907        |
| <b>Other comprehensive income</b>  |      |                        |                   |                     |                   |
| <b>Other comprehensive income to be reclassified to income statement in subsequent periods</b>     |      |                        |                   |                     |                   |
| Currency translation of foreign operations   |      | (27,049,387)           | 49,501,266        | 4,936,383           | 50,010,858        |
| Net gain/(loss) on cash flow hedges  |      | (884,442)              | 2,210,008         | 1,287,023           | 2,612,965         |
| Net gain/(loss) on debt instruments at fair value through other comprehensive income               |      | 498,416                | (734,809)         | (1,423,636)         | (1,629,621)       |
| Share of other comprehensive income of equity-accounted investees (net of tax)                     |      | (819,281)              | 4,194,153         | 1,688,853           | 3,965,050         |
| Net other comprehensive income to be reclassified to income statement in subsequent periods        |      | <b>(28,254,694)</b>    | <b>55,170,618</b> | <b>6,488,623</b>    | <b>54,959,252</b> |
| <b>Other comprehensive income not to be reclassified to income statement in subsequent periods</b> |      |                        |                   |                     |                   |
| Net gain/(loss) on equity instruments at fair value through other comprehensive income             |      | (13,630)               | (9,508)           | (2,312)             | (16,145)          |
| Revaluation of land and buildings  |      | 8,002,843              | 4,412,240         | 8,002,843           | 4,626,359         |
| Remeasurement gain / (loss) on defined benefit plans   |      | 86,862                 | 28,309            | 81,295              | 24,720            |
| Share of other comprehensive income of equity-accounted investees (net of tax)                     |      | (47,870)               | (2,144)           | (47,870)            | 13,541            |
| Net other comprehensive income not to be reclassified to income statement in subsequent periods    |      | 8,028,205              | 4,428,897         | 8,033,956           | 4,648,475         |
| Tax on other comprehensive income  | 8    | (6,286,933)            | (813,943)         | (7,688,637)         | (806,930)         |
| Other comprehensive income for the period, net of tax  |      | (26,513,422)           | 58,785,572        | 6,833,942           | 58,800,797        |
| Total comprehensive income for the period, net of tax  |      | <b>(22,752,299)</b>    | <b>70,201,974</b> | <b>25,730,066</b>   | <b>79,243,704</b> |
| <b>Attributable to:</b>  |      |                        |                   |                     |                   |
| Equity holders of the parent   |      | (23,066,810)           | 67,392,185        | 24,448,793          | 76,732,956        |
| Non-controlling interest   |      | 314,511                | 2,809,789         | 1,281,273           | 2,510,748         |
|  |      | <b>(22,752,299)</b>    | <b>70,201,974</b> | <b>25,730,066</b>   | <b>79,243,704</b> |

Note: All values are in LKR '000s, unless otherwise stated.  
 Figures in brackets indicate deductions.  
 The above figures relating to fourth quarter are not audited.

# Consolidated Statement of Financial Position

| As at  | 31.03.2023         | 31.03.2022         |
|--|--------------------|--------------------|
| <b>ASSETS</b>  |                    |                    |
| <b>Non-current assets</b>                                  |                    |                    |
| Property, plant and equipment                              | 362,096,999        | 124,347,604        |
| Right-of-use assets  | 54,184,946         | 53,481,574         |
| Investment property  | 33,029,385         | 30,607,550         |
| Intangible assets  | 5,792,766          | 5,399,338          |
| Investments in equity accounted investees                  | 38,486,146         | 33,865,556         |
| Non-current financial assets                               | 63,957,051         | 48,690,489         |
| Deferred tax assets  | 2,582,275          | 1,554,438          |
| Other non-current assets                                   | 1,571,304          | 180,919,979        |
|  | <b>561,700,872</b> | <b>478,866,528</b> |
| <b>Current assets</b>                                      |                    |                    |
| Inventories  | 39,094,514         | 36,224,887         |
| Trade and other receivables                                | 21,508,078         | 27,495,348         |
| Amounts due from related parties                           | 317,700            | 196,394            |
| Other current assets                                       | 14,570,452         | 11,914,461         |
| Short term investments                                     | 82,221,822         | 110,721,544        |
| Cash in hand and at bank                                   | 25,092,977         | 52,376,531         |
|  | <b>182,805,543</b> | <b>238,929,165</b> |
| <b>Total assets</b>  | <b>744,506,415</b> | <b>717,795,693</b> |
| <b>EQUITY AND LIABILITIES</b>                              |                    |                    |
| <b>Equity attributable to equity holders of the parent</b> |                    |                    |
| Stated capital   | 73,187,861         | 73,187,861         |
| Revenue reserves   | 121,743,376        | 109,087,163        |
| Other components of equity                                 | 146,091,034        | 129,011,413        |
|  | <b>341,022,271</b> | <b>311,286,437</b> |
| <b>Non-controlling interest</b>                            | 19,396,186         | 18,805,036         |
| <b>Total equity</b>  | <b>360,418,457</b> | <b>330,091,473</b> |
| <b>Non-current liabilities</b>                             |                    |                    |
| Insurance contract liabilities                             | 58,907,310         | 51,349,323         |
| Interest-bearing loans and borrowings                      | 159,778,892        | 158,921,898        |
| Lease liabilities  | 32,052,489         | 30,066,952         |
| Deferred tax liabilities                                   | 19,687,569         | 12,016,404         |
| Employee benefit liabilities                               | 2,559,632          | 3,106,617          |
| Non-current financial liabilities                          | 20,107,025         | 2,413,880          |
| Other non-current liabilities                              | 286,236            | 220,203            |
|  | <b>293,379,153</b> | <b>258,095,277</b> |
| <b>Current liabilities</b>                                 |                    |                    |
| Trade and other payables                                   | 29,866,282         | 43,469,407         |
| Amounts due to related parties                             | 3,615              | 1,818              |
| Income tax liabilities                                     | 1,798,855          | 2,618,554          |
| Short term borrowings                                      | 8,701,652          | 14,833,056         |
| Interest-bearing loans and borrowings                      | 12,839,426         | 40,624,448         |
| Lease liabilities  | 2,258,653          | 3,459,496          |
| Other current liabilities                                  | 5,191,579          | 4,280,387          |
| Bank overdrafts  | 30,048,743         | 20,321,777         |
|  | <b>90,708,805</b>  | <b>129,608,943</b> |
| <b>Total equity and liabilities</b>                        | <b>744,506,415</b> | <b>717,795,693</b> |
|  | <b>Rs.</b>         | <b>Rs.</b>         |
| Net assets per share                                       | 246.24             | 224.77             |

Note: All values are in LKR '000s, unless otherwise stated.

I certify that the financial statements comply with the requirements of the Companies Act No.7 of 2007.

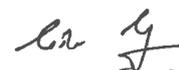


**K M Thanthirige**  
Group Financial Controller

The Board of Directors is responsible for these financial statements.



**K N J Balendra**  
Chairperson



**J G A Cooray**  
Deputy Chairperson/Group Finance Director

# Consolidated Statement of Cash Flows

| For the year ended 31 March  | Note | 2023                | 2022               |
|--|------|---------------------|--------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |      |                     |                    |
| Profit before working capital changes  | A    | 13,519,212          | 18,846,184         |
| (Increase) / Decrease in inventories   |      | (1,436,464)         | 31,067,158         |
| (Increase) / Decrease in trade and other receivables   |      | 6,228,264           | (24,703,584)       |
| (Increase) / Decrease in other current assets  |      | (2,913,286)         | (3,524,277)        |
| Increase / (Decrease) in other non-current financial liabilities                               |      | (611,355)           | (833,606)          |
| Increase / (Decrease) in trade, other payables and other non-current liabilities               |      | (10,489,973)        | (16,365,525)       |
| Increase / (Decrease) in other current liabilities and other current financial liabilities     |      | 909,897             | 2,844,022          |
| Increase / (Decrease) in insurance contract liabilities  |      | 7,557,987           | 6,188,712          |
| <b>Cash generated from operations</b>  |      | <b>12,764,282</b>   | <b>13,519,084</b>  |
| Finance income received  |      | 24,591,483          | 21,401,703         |
| Finance cost paid  |      | (21,620,166)        | (4,682,977)        |
| Dividend received  |      | 5,705,389           | 3,587,940          |
| Tax paid   |      | (6,143,062)         | (3,116,944)        |
| Surcharge tax paid   |      | (1,749,052)         | -                  |
| Gratuity paid  |      | (267,819)           | (269,012)          |
| <b>Net cash flows from operating activities</b>  |      | <b>13,281,055</b>   | <b>30,439,794</b>  |
| <b>CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES</b>  |      |                     |                    |
| Purchase and construction of property, plant and equipment                                     |      | (7,073,858)         | (6,626,776)        |
| Purchase of intangible assets  |      | (324,121)           | (580,932)          |
| Addition to investment property  |      | -                   | (386,987)          |
| (Increase) / decrease in other non-current assets  |      | (31,650,785)        | (26,275,996)       |
| Increase in interest in equity accounted investees   |      | (2,724,276)         | (2,946,672)        |
| Proceeds from sale of property, plant and equipment, Intangible assets and investment property |      | 400,669             | 1,600,605          |
| Proceeds from sale of financial instruments - fair value through profit or loss                |      | 3,769,663           | 3,662,251          |
| Purchase of financial instruments - fair value through profit or loss                          |      | (4,133,677)         | (3,059,517)        |
| (Purchase) / disposal of deposits and government securities (net)                              |      | (36,905,173)        | 77,079,443         |
| (Purchase) / disposal of other non-current financial assets (net)                              |      | (247,281)           | (111,553)          |
| Exercise of contingent consideration   |      | -                   | (2,991,093)        |
| <b>Net cash flows from/(used in) investing activities</b>                                      |      | <b>(78,888,839)</b> | <b>39,362,773</b>  |
| <b>CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES</b>  |      |                     |                    |
| Proceeds from issue of convertible debentures  |      | 27,056,250          | -                  |
| Proceeds from issue of shares  |      | -                   | 10,077,911         |
| Dividend paid to equity holders of parent  |      | (2,769,833)         | (2,012,192)        |
| Dividend paid to shareholders with non-controlling interest                                    |      | (388,897)           | (409,397)          |
| Proceeds from long term borrowings   |      | 2,077,091           | 53,876,802         |
| Repayment of long term borrowings  |      | (45,034,878)        | (34,946,688)       |
| Payment of principal portion of lease liability  |      | (4,308,342)         | (2,822,370)        |
| Proceeds from (repayment of) other financial liabilities (net)                                 |      | (5,277,692)         | 7,929,319          |
| <b>Net cash flows from / (used in) financing activities</b>                                    |      | <b>(28,646,301)</b> | <b>31,693,385</b>  |
| <b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>                                  |      | <b>(94,254,085)</b> | <b>101,495,952</b> |
| <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING</b>  |      | <b>134,564,103</b>  | <b>33,068,151</b>  |
| <b>CASH AND CASH EQUIVALENTS AT THE END</b>  |      | <b>40,310,018</b>   | <b>134,564,103</b> |
| <b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>   |      |                     |                    |
| <b>Favourable balances</b>   |      |                     |                    |
| Short term investments (less than 3 months)  |      | 45,265,784          | 102,509,349        |
| Cash in hand and at bank   |      | 25,092,977          | 52,376,531         |
| <b>Unfavourable balances</b>   |      |                     |                    |
| Bank overdrafts  |      | (30,048,743)        | (20,321,777)       |
| <b>Total cash and cash equivalents</b>   |      | <b>40,310,018</b>   | <b>134,564,103</b> |

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

# Consolidated Statement of Cash Flows

| For the year ended 31 March  | Note | 2023              | 2022              |
|--|------|-------------------|-------------------|
| <b>A. Profit before working capital changes</b>                                |      |                   |                   |
| Profit before tax  |      | 22,589,417        | 27,324,493        |
| <b>Adjustments for:</b>  |      |                   |                   |
| Finance income   | 7    | (26,899,776)      | (30,806,179)      |
| Finance costs  | 7    | 17,802,868        | 7,034,757         |
| Share based payment expense  |      | 274,062           | 204,618           |
| Change in fair value of investment property                                    |      | (878,538)         | 4,084,755         |
| Share of results of equity accounted investees                                 |      | (7,573,543)       | (6,745,939)       |
| Depreciation of property, plant and equipment                                  |      | 6,280,610         | 5,014,204         |
| Provision for impairment losses  |      | 1,106,367         | 4,886,733         |
| (Profit) / loss on sale of property, plant and equipment and intangible assets |      | (14,230)          | (62,198)          |
| Amortisation of right- of - use assets   |      | 4,151,230         | 2,841,789         |
| Amortisation of intangible assets  |      | 852,249           | 703,906           |
| Employee benefit provision and related costs                                   |      | (195,682)         | 584,154           |
| Unrealised (gain) / loss on foreign exchange (net)                             |      | (3,975,822)       | 3,781,091         |
|  |      | <b>13,519,212</b> | <b>18,846,184</b> |

# Consolidated Statement of Changes in Equity

| GROUP<br>In Rs.'000s                                    | Note | Attributable to equity holders of the parent |                                     |                        |   |                               |                             |  |                    |                    |                                 | Total<br>equity    |
|---|------|--|-------------------------------------|------------------------|---|-------------------------------|-----------------------------|--|--------------------|--------------------|---------------------------------|--------------------|
|   |      | Stated<br>capital                            | Restricted<br>regulatory<br>reserve | Revaluation<br>reserve | Foreign<br>currency<br>translation<br>reserve | Cash flow<br>hedge<br>reserve | Other<br>capital<br>reserve | Fair value<br>reserve<br>of financial<br>assets<br>at FVOCI* | Revenue<br>reserve | Total              | Non<br>controlling<br>interests |                    |
| <b>As at 1 April 2021</b>                               |      | 63,101,661                                   | 3,626,604                           | 37,777,543             | 26,424,124                                    | 349,024                       | 2,863,766                   | 1,362,079  | 90,651,930         | 226,156,731        | 16,830,098                      | 242,986,829        |
| Profit for the period                                   |      | -  | -                                   | -                      | -   | -                             | -                           | -  | 20,212,968         | 20,212,968         | 229,939                         | 20,442,907         |
| Other comprehensive income                              |      | -  | -                                   | 3,318,359              | 52,761,465                                    | 2,579,791                     | -                           | (2,164,322)  | 24,695             | 56,519,988         | 2,280,809                       | 58,800,797         |
| Total comprehensive income                              |      | -  | -                                   | 3,318,359              | 52,761,465                                    | 2,579,791                     | -                           | (2,164,322)  | 20,237,663         | 76,732,956         | 2,510,748                       | 79,243,704         |
| Private placement of ordinary shares                    |      | 10,048,991                                   | -                                   | -                      | -   | -                             | -                           | -  | -                  | 10,048,991         | -                               | 10,048,991         |
| Exercise of share options                               |      | 28,920                                       | -                                   | -                      | -   | -                             | -                           | -  | -                  | 28,920             | -                               | 28,920             |
| Transfer from revaluation reserve to retained earnings  |      | -  | -                                   | (83,349)               | -   | -                             | -                           | -  | 83,349             | -                  | -                               | -                  |
| Share based payments                                    |      | 8,289  | -                                   | -                      | -   | -                             | 196,329                     | -  | -                  | 204,618            | -                               | 204,618            |
| Final dividend paid - 2020/21                           | 11   | -  | -                                   | -                      | -   | -                             | -                           | -  | (659,869)          | (659,869)          | -                               | (659,869)          |
| Interim dividend paid - 2021/22                         | 11   | -  | -                                   | -                      | -   | -                             | -                           | -  | (1,352,323)        | (1,352,323)        | -                               | (1,352,323)        |
| Subsidiary dividend to non-controlling interest         |      | -  | -                                   | -                      | -   | -                             | -                           | -  | 126,413            | 126,413            | (535,810)                       | (409,397)          |
| <b>As at 31 March 2022</b>                              |      | <b>73,187,861</b>                            | <b>3,626,604</b>                    | <b>41,012,553</b>      | <b>79,185,589</b>                             | <b>2,928,815</b>              | <b>3,060,095</b>            | <b>(802,243)</b>   | <b>109,087,163</b> | <b>311,286,437</b> | <b>18,805,036</b>               | <b>330,091,473</b> |
| <b>As at 1 April 2022</b>                               |      | 73,187,861                                   | 3,626,604                           | 41,012,553             | 79,185,589                                    | 2,928,815                     | 3,060,095                   | (802,243)  | 109,087,163        | 311,286,437        | 18,805,036                      | 330,091,473        |
| Adjustments for Surcharge Tax                           |      | -  | -                                   | -                      | -   | -                             | -                           | -  | (2,954,039)        | (2,954,039)        | (70,725)                        | (3,024,764)        |
| <b>As at 1 April 2022 (Adjusted)</b>                    |      | <b>73,187,861</b>                            | <b>3,626,604</b>                    | <b>41,012,553</b>      | <b>79,185,589</b>                             | <b>2,928,815</b>              | <b>3,060,095</b>            | <b>(802,243)</b>   | <b>106,133,124</b> | <b>308,332,398</b> | <b>18,734,311</b>               | <b>327,066,709</b> |
| Profit for the period                                   |      | -  | -                                   | -                      | -   | -                             | -                           | -  | 18,173,868         | 18,173,868         | 722,256                         | 18,896,124         |
| Other comprehensive income                              |      | -  | -                                   | 128,669                | 5,408,613                                     | 1,287,023                     | -                           | (520,849)  | (28,531)           | 6,274,925          | 559,017                         | 6,833,942          |
| Total comprehensive income                              |      | -  | -                                   | 128,669                | 5,408,613                                     | 1,287,023                     | -                           | (520,849)  | 18,145,337         | 24,448,793         | 1,281,273                       | 25,730,066         |
| Transfer from Revaluation Reserves to Retained Earnings |      | -  | -                                   | (4,247)                | -   | -                             | -                           | -  | 4,247              | -                  | -                               | -                  |
| Share based payments                                    |      | -  | -                                   | -                      | -   | -                             | 274,062                     | -  | -                  | 274,062            | -                               | 274,062            |
| Final dividend paid - 2021/22                           | 11   | -  | -                                   | -                      | -   | -                             | -                           | -  | (692,458)          | (692,458)          | -                               | (692,458)          |
| Interim dividends paid - 2022/23                        | 11   | -  | -                                   | -                      | -   | -                             | -                           | -  | (2,077,375)        | (2,077,375)        | -                               | (2,077,375)        |
| Issue of convertible debentures                         |      | -  | -                                   | -                      | -   | -                             | 10,506,350                  | -  | -                  | 10,506,350         | -                               | 10,506,350         |
| Subsidiary dividend to non-controlling interest         |      | -  | -                                   | -                      | -   | -                             | -                           | -  | 230,501            | 230,501            | (619,398)                       | (388,897)          |
| <b>As at 31 March 2023</b>                              |      | <b>73,187,861</b>                            | <b>3,626,604</b>                    | <b>41,136,975</b>      | <b>84,594,202</b>                             | <b>4,215,838</b>              | <b>13,840,507</b>           | <b>(1,323,092)</b>   | <b>121,743,376</b> | <b>341,022,271</b> | <b>19,396,186</b>               | <b>360,418,457</b> |

\* FVOCI - Fair value through other comprehensive income  
Note: All values are in LKR '000s, unless otherwise stated.  
Figures in brackets indicate deductions.

# Company Income Statement

|  | Note | Quarter ended 31 March |                   |             | Year ended 31 March |                   |             |
|--|------|------------------------|-------------------|-------------|---------------------|-------------------|-------------|
|  |      | 2023                   | 2022              | %           | 2023                | 2022              | %           |
| <b>Continuing operations</b>                 |      |                        |                   |             |                     |                   |             |
| Services transferred over time               |      | 715,933                | 549,234           | 30          | 2,543,712           | 1,875,722         | 36          |
| <b>Revenue from contracts with customers</b> |      | <b>715,933</b>         | <b>549,234</b>    | <b>30</b>   | <b>2,543,712</b>    | <b>1,875,722</b>  | <b>36</b>   |
| Cost of sales                                |      | (345,208)              | (285,009)         | 21          | (1,166,753)         | (1,085,049)       | 8           |
| <b>Gross profit</b>                          |      | <b>370,725</b>         | <b>264,225</b>    | <b>40</b>   | <b>1,376,959</b>    | <b>790,673</b>    | <b>74</b>   |
| Dividend income                              |      | 4,701,328              | 5,490,587         | (14)        | 10,635,000          | 8,007,649         | 33          |
| Other operating income                       |      | 32,147                 | 36,407            | (12)        | 41,219              | 51,344            | (20)        |
| Administrative expenses                      |      | (543,201)              | (354,961)         | 53          | (2,087,177)         | (1,283,215)       | 63          |
| Other operating expenses                     |      | (711,505)              | (507,928)         | 40          | (748,154)           | (514,478)         | 45          |
| <b>Results from operating activities</b>     |      | <b>3,849,494</b>       | <b>4,928,330</b>  | <b>(22)</b> | <b>9,217,847</b>    | <b>7,051,973</b>  | <b>31</b>   |
| Finance cost                                 | 7    | (2,943,131)            | (795,973)         | 270         | (8,778,825)         | (2,966,139)       | 196         |
| Finance income                               | 7    | 332,783                | 20,750,383        | (98)        | 16,327,902          | 24,198,282        | (33)        |
| <b>Profit before tax</b>                     |      | <b>1,239,146</b>       | <b>24,882,740</b> | <b>(95)</b> | <b>16,766,924</b>   | <b>28,284,116</b> | <b>(41)</b> |
| Tax expense                                  | 8    | 917,121                | (3,644,954)       | (125)       | (2,057,640)         | (3,902,709)       | (47)        |
| <b>Profit for the period</b>                 |      | <b>2,156,267</b>       | <b>21,237,786</b> | <b>(90)</b> | <b>14,709,284</b>   | <b>24,381,407</b> | <b>(40)</b> |
|  |      | <b>Rs.</b>             | <b>Rs.</b>        |             | <b>Rs.</b>          | <b>Rs.</b>        |             |
| <b>Dividend per share</b>                    |      | 0.50                   | 0.50              |             | 2.00                | 1.50              |             |

Note : All values are in LKR '000s, unless otherwise stated.  
 Figures in brackets indicate deductions.  
 The above figures relating to fourth quarter are not audited.

# Company Statement of Comprehensive Income

|  | Note | Quarter ended 31 March |                   | Year ended 31 March |                   |
|--|------|------------------------|-------------------|---------------------|-------------------|
|  |      | 2023                   | 2022              | 2023                | 2022              |
| Profit for the period  |      | 2,156,267              | 21,237,786        | 14,709,284          | 24,381,407        |
| <b>Other comprehensive income</b>  |      |                        |                   |                     |                   |
| <b>Other comprehensive income to be reclassified to income statement in subsequent periods</b>     |      |                        |                   |                     |                   |
| Net gain/(loss) on cash flow hedge   |      | (884,442)              | 2,210,008         | 1,287,023           | 2,199,499         |
| Net other comprehensive income to be reclassified to Income Statement in subsequent periods        |      | <b>(884,442)</b>       | <b>2,210,008</b>  | <b>1,287,023</b>    | <b>2,199,499</b>  |
| <b>Other comprehensive income not to be reclassified to income statement in subsequent periods</b> |      |                        |                   |                     |                   |
| Remeasurement gain/(loss) on defined benefit plans   |      | (49,113)               | (3,810)           | (49,113)            | (3,810)           |
| Net gain/(loss) on equity instruments at fair value through other comprehensive income             |      | (33,930)               | (4,928)           | (22,511)            | (6,923)           |
| Net Other comprehensive income not to be reclassified to income statement in subsequent periods    |      | <b>(83,043)</b>        | <b>(8,738)</b>    | <b>(71,624)</b>     | <b>(10,733)</b>   |
| Tax on other comprehensive income  | 8    | -                      | -                 | -                   | -                 |
| <b>Other comprehensive income for the period, net of tax</b>                                       |      | <b>(967,485)</b>       | <b>2,201,270</b>  | <b>1,215,399</b>    | <b>2,188,766</b>  |
| <b>Total comprehensive income for the period, net of tax</b>                                       |      | <b>1,188,782</b>       | <b>23,439,056</b> | <b>15,924,683</b>   | <b>26,570,173</b> |

Note : All values are in Rs. '000s, unless otherwise stated.  
 Figures in brackets indicate deductions.  
 The above figures relating to fourth quarter are not audited.

# Company Statement of Financial Position

| As at                                     | 31.03.2023         | 31.03.2022         |
|---|--------------------|--------------------|
| <b>ASSETS</b>                             |                    |                    |
| <b>Non-current assets</b>                 |                    |                    |
| Property, plant and equipment             | 140,420            | 83,233             |
| Intangible assets                         | 62,812             | 94,363             |
| Investments in subsidiaries               | 198,074,611        | 116,966,595        |
| Investments in equity accounted investees | 16,217,500         | 13,261,772         |
| Non current financial assets              | 4,404,983          | 3,083,037          |
| Other Non-Current assets                  | 125,931            | 119,755            |
|   | <b>219,026,257</b> | <b>133,608,755</b> |
| <b>Current assets</b>                     |                    |                    |
| Trade and other receivables               | 207,733            | 103,914            |
| Amounts due from related parties          | 1,177,616          | 660,699            |
| Other current assets                      | 1,695,635          | 816,604            |
| Short term investments                    | 57,473,253         | 83,972,660         |
| Cash in hand and at bank                  | 8,232,006          | 27,362,010         |
|   | <b>68,786,243</b>  | <b>112,915,887</b> |
| <b>Total assets</b>                       | <b>287,812,500</b> | <b>246,524,642</b> |
| <b>EQUITY AND LIABILITIES</b>             |                    |                    |
| <b>Equity</b>                             |                    |                    |
| Stated capital                            | 73,187,861         | 73,187,861         |
| Revenue reserves                          | 101,806,985        | 90,582,276         |
| Other components of equity                | 18,055,005         | 6,010,081          |
| <b>Total equity</b>                       | <b>193,049,851</b> | <b>169,780,218</b> |
| <b>Non-current liabilities</b>            |                    |                    |
| Interest-bearing loans and borrowings     | 66,907,718         | 64,634,033         |
| Employee benefit liabilities              | 219,756            | 297,969            |
| Other Non Current Financial Liabilities   | 18,380,148         | -                  |
| Deferred tax liabilities                  | 2,841,984          | 2,841,984          |
|   | <b>88,349,606</b>  | <b>67,773,986</b>  |
| <b>Current liabilities</b>                |                    |                    |
| Trade and other payables                  | 631,405            | 566,252            |
| Amounts due to related parties            | 58,244             | 20,912             |
| Income tax liabilities                    | 888,214            | 880,969            |
| Short term borrowings                     | 1,300,000          | 2,000,000          |
| Interest-bearing loans and borrowings     | 3,344,997          | 2,562,994          |
| Other current liabilities                 | 17,811             | -                  |
| Bank overdrafts                           | 172,372            | 2,939,311          |
|   | <b>6,413,043</b>   | <b>8,970,438</b>   |
| <b>Total equity and liabilities</b>       | <b>287,812,500</b> | <b>246,524,642</b> |
|   | <b>Rs.</b>         | <b>Rs.</b>         |
| Net assets per share                      | 139.39             | 122.59             |

Note : All values are in LKR '000s, unless otherwise stated.

I certify that the financial statements comply with the requirements of the Companies Act No.7 of 2007.

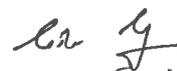


**K M Thanthirige**  
Group Financial Controller

The Board of Directors is responsible for these financial statements.



**K N J Balendra**  
Chairperson



**J G A Cooray**  
Deputy Chairperson/Group Finance Director

23 May 2023  
Colombo

# Company Statement of Cash Flows

| For the year ended 31 March  | Note | 2023                 | 2022               |
|--|------|----------------------|--------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |      |                      |                    |
| Profit before tax  |      | 16,766,924           | 28,284,116         |
| <b>Adjustments for:</b>  |      |                      |                    |
| Finance income   | 7    | (16,327,902)         | (24,198,282)       |
| Dividend income  |      | (10,635,000)         | (8,007,649)        |
| Finance costs  | 7    | 8,778,825            | 2,966,139          |
| Share based payment expense  |      | 78,989               | 61,117             |
| Depreciation of property, plant and equipment  |      | 45,153               | 38,590             |
| Provision for impairment   |      | 684,451              | 506,246            |
| (Profit) / loss on sale of property, plant and equipment and intangible assets                 |      | -                    | (2,532)            |
| Amortisation of intangible assets  |      | 31,551               | 33,324             |
| Employee benefit provision and related costs   |      | (123,440)            | 64,565             |
| <b>Profit before working capital changes</b>   |      | <b>(700,449)</b>     | <b>(254,366)</b>   |
| (Increase) / Decrease in trade and other receivables   |      | (1,613,836)          | 812,586            |
| (Increase) / Decrease in other current assets  |      | (1,563,482)          | (645,703)          |
| Increase / (Decrease) in trade, other payables and other non-current liabilities               |      | 102,485              | 202,013            |
| Increase / (Decrease) in other current liabilities and other current financial liabilities     |      | 17,811               | (20,796)           |
| <b>Cash generated from operations</b>  |      | <b>(3,757,471)</b>   | <b>93,734</b>      |
| Finance income received  |      | 13,711,513           | 12,728,549         |
| Finance cost paid  |      | (6,036,736)          | (2,823,070)        |
| Dividend received  |      | 10,402,546           | 7,782,432          |
| Tax paid   |      | (2,050,396)          | (892,485)          |
| Surcharge tax paid   |      | (665,629)            | -                  |
| Gratuity paid  |      | (3,886)              | (1,775)            |
| <b>Net cash flows from operating activities</b>  |      | <b>11,599,941</b>    | <b>16,887,385</b>  |
| <b>CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES</b>  |      |                      |                    |
| Purchase and construction of property, plant and equipment                                     |      | (102,340)            | (14,160)           |
| Purchase of intangible assets  |      | -                    | (30,165)           |
| Increase in interest in subsidiaries   |      | (80,912,944)         | (15,488,558)       |
| Increase in interest in equity accounted investees   |      | (2,723,273)          | (2,945,921)        |
| Proceeds from sale of property, plant and equipment, Intangible assets and investment property |      | -                    | 5,670              |
| (Purchase) / disposal of deposits and government securities (net)                              |      | (19,516,441)         | 82,967,106         |
| (Purchase) / disposal of other non-current financial assets (net)                              |      | 27,894               | (2,140)            |
| <b>Net cash flows from/(used in) investing activities</b>                                      |      | <b>(103,227,104)</b> | <b>64,491,832</b>  |
| <b>CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES</b>  |      |                      |                    |
| Proceeds from issue of convertible debentures  |      | 27,056,250           | -                  |
| Proceeds from issue of shares  |      | -                    | 10,077,911         |
| Dividend paid to equity holders of parent  |      | (2,769,833)          | (2,012,192)        |
| Proceeds from long term borrowings   |      | -                    | 3,000,000          |
| Repayment of long term borrowings  |      | (1,837,500)          | (1,474,806)        |
| Proceeds from (repayment of) other financial liabilities (net)                                 |      | (700,000)            | 2,000,000          |
| <b>Net cash flows from / (used in) financing activities</b>                                    |      | <b>21,748,917</b>    | <b>11,590,913</b>  |
| <b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>                                  |      | <b>(69,878,246)</b>  | <b>92,970,130</b>  |
| <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING</b>  |      | <b>107,885,292</b>   | <b>14,915,162</b>  |
| <b>CASH AND CASH EQUIVALENTS AT THE END</b>  |      | <b>38,007,046</b>    | <b>107,885,292</b> |
| <b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>   |      |                      |                    |
| <b>Favourable balances</b>   |      |                      |                    |
| Short term investments (less than 3 months)  |      | 29,947,412           | 83,462,593         |
| Cash in hand and at bank   |      | 8,232,006            | 27,362,010         |
| <b>Unfavourable balances</b>   |      |                      |                    |
| Bank overdrafts  |      | (172,372)            | (2,939,311)        |
| <b>Total cash and cash equivalents</b>   |      | <b>38,007,046</b>    | <b>107,885,292</b> |

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

# Company Statement of Changes in Equity

| Company                              | Note | Stated capital    | Other capital reserve | Cash flow hedge reserve | Fair value reserve of financial assets at FVOCI* | Revenue reserves   | Total equity       |
|--------------------------------------|------|-------------------|-----------------------|-------------------------|--|--------------------|--------------------|
| <b>As at 1 April 2021</b>            |      | <b>63,101,661</b> | <b>2,863,766</b>      | <b>729,316</b>          | <b>28,094</b>                                    | <b>68,216,871</b>  | <b>134,939,708</b> |
| Profit for the period                |      | -                 | -                     | -                       | -  | 24,381,407         | 24,381,407         |
| Other comprehensive income           |      | -                 | -                     | 2,199,499               | (6,923)  | (3,810)            | 2,188,766          |
| Total comprehensive income           |      | -                 | -                     | 2,199,499               | (6,923)  | 24,377,597         | 26,570,173         |
| Private placement of ordinary shares |      | 10,048,991        | -                     | -                       | -  | -                  | 10,048,991         |
| Exercise of share options            |      | 28,920            | -                     | -                       | -  | -                  | 28,920             |
| Share based payments                 |      | 8,289             | 196,329               | -                       | -  | -                  | 204,618            |
| Final dividend paid - 2020/21        | 11   | -                 | -                     | -                       | -  | (659,869)          | (659,869)          |
| Interim dividends paid - 2021/22     | 11   | -                 | -                     | -                       | -  | (1,352,323)        | (1,352,323)        |
| <b>As at 31 March 2022</b>           |      | <b>73,187,861</b> | <b>3,060,095</b>      | <b>2,928,815</b>        | <b>21,171</b>                                    | <b>90,582,276</b>  | <b>169,780,218</b> |
| <b>As at 1 April 2022</b>            |      | <b>73,187,861</b> | <b>3,060,095</b>      | <b>2,928,815</b>        | <b>21,171</b>                                    | <b>90,582,276</b>  | <b>169,780,218</b> |
| Adjustment for Surcharge Tax         |      | -                 | -                     | -                       | -  | (665,629)          | (665,629)          |
| <b>As at 1 April 2022 (Adjusted)</b> |      | <b>73,187,861</b> | <b>3,060,095</b>      | <b>2,928,815</b>        | <b>21,171</b>                                    | <b>89,916,647</b>  | <b>169,114,589</b> |
| Profit for the period                |      | -                 | -                     | -                       | -  | 14,709,284         | 14,709,284         |
| Other comprehensive income           |      | -                 | -                     | 1,287,023               | (22,511)   | (49,113)           | 1,215,399          |
| Total comprehensive income           |      | -                 | -                     | 1,287,023               | (22,511)   | 14,660,171         | 15,924,683         |
| Share based payments                 |      | -                 | 274,062               | -                       | -  | -                  | 274,062            |
| Issue of convertible debentures      |      | -                 | 10,506,350            | -                       | -  | -                  | 10,506,350         |
| Final dividend paid - 2021/22        | 11   | -                 | -                     | -                       | -  | (692,458)          | (692,458)          |
| Interim dividends paid - 2022/23     | 11   | -                 | -                     | -                       | -  | (2,077,375)        | (2,077,375)        |
| <b>As at 31 March 2023</b>           |      | <b>73,187,861</b> | <b>13,840,507</b>     | <b>4,215,838</b>        | <b>(1,340)</b>                                   | <b>101,806,985</b> | <b>193,049,851</b> |

\* FVOCI - Fair value through other comprehensive income

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

# Notes to the Financial Statements

## Operating segment information

### Business segments

The following tables present revenue, profit information and other disclosures regarding Group's business segments.

| For the Quarter ended 31 March                              | Transportation    |                    | Consumer Foods   |                  | Retail            |                    |
|---|-------------------|--------------------|------------------|------------------|-------------------|--------------------|
|   | 2023              | 2022               | 2023             | 2022             | 2023              | 2022               |
| Goods transferred at a point in time                        | 14,057,378        | 10,629,280         | 8,483,762        | 7,818,471        | 27,338,133        | 23,803,276         |
| Services transferred over time                              | 631,195           | 607,343            | -                | -                | 35,156            | 105,364            |
| <b>Total segment revenue</b>                                | <b>14,688,573</b> | <b>11,236,623</b>  | <b>8,483,762</b> | <b>7,818,471</b> | <b>27,373,289</b> | <b>23,908,640</b>  |
| Eliminations of inter segment revenue                       |                   |                    |                  |                  |                   |                    |
| <b>External revenue</b>                                     |                   |                    |                  |                  |                   |                    |
| Segment results   | 120,530           | (3,512,442)        | 305,336          | 1,331,660        | 1,441,451         | (2,184,022)        |
| Finance cost  | (177,790)         | (55,930)           | (332,385)        | (46,399)         | (1,082,211)       | (496,962)          |
| Finance income  | 117,594           | 27,211             | 15,520           | 10,081           | 26,961            | 101,088            |
| Change in fair value of investment property                 | -                 | -                  | 24,149           | 16,955           | (3,085)           | -                  |
| Share of results of equity accounted investees (net of tax) | 1,029,906         | 1,214,244          | -                | -                | -                 | -                  |
| Eliminations / adjustments                                  | -                 | -                  | (13,568)         | (2,373)          | (7,908)           | (20,365)           |
| <b>Profit / (loss) before tax</b>                           | <b>1,090,240</b>  | <b>(2,326,917)</b> | <b>(948)</b>     | <b>1,309,924</b> | <b>375,208</b>    | <b>(2,600,261)</b> |
| Tax expense   | (15,400)          | (206,933)          | 1,236,839        | (332,693)        | 943,767           | (303,301)          |
| <b>Profit / (loss) for the period</b>                       | <b>1,074,840</b>  | <b>(2,533,850)</b> | <b>1,235,891</b> | <b>977,231</b>   | <b>1,318,975</b>  | <b>(2,903,562)</b> |
| Purchase and construction of PPE*                           | 72,659            | 148,671            | 417,889          | 456,297          | 946,780           | 1,104,259          |
| Addition to IA*   | -                 | 2,854              | 408,822          | 23,124           | 180,699           | 314,054            |
| Depreciation of PPE*  | 51,294            | 44,244             | 273,452          | 243,768          | 432,331           | 346,807            |
| Amortisation / impairment of IA*                            | 2,115             | 360                | 16,802           | 11,828           | 99,320            | 74,790             |
| Amortisation of ROU assets*                                 | 37,225            | 14,094             | (1,654)          | 2,225            | 317,634           | 309,809            |
| Employee benefit provision and related costs                | (12,161)          | 2,615              | (90,843)         | (3,260)          | (35,713)          | 27,053             |

\* PPE (Property, plant and equipment), IA (Intangible assets), ROU (Right of use)

Note: All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The above figures relating to fourth quarter are not audited.

| Leisure           |                  | Property       |                    | Financial Services |                  | Others             |                   | Group Total       |                   |
|-------------------|------------------|----------------|--------------------|--------------------|------------------|--------------------|-------------------|-------------------|-------------------|
| 2023              | 2022             | 2023           | 2022               | 2023               | 2022             | 2023               | 2022              | 2023              | 2022              |
| -                 | -                | (1,184)        | 20,386,734         | -                  | -                | 944,498            | 556,483           | 50,822,587        | 63,194,244        |
| 12,415,332        | 8,284,488        | 516,572        | 270,739            | 4,003,489          | 3,911,144        | 1,739,414          | 833,246           | 19,341,158        | 14,012,324        |
| <b>12,415,332</b> | <b>8,284,488</b> | <b>515,388</b> | <b>20,657,473</b>  | <b>4,003,489</b>   | <b>3,911,144</b> | <b>2,683,912</b>   | <b>1,389,729</b>  | <b>70,163,745</b> | <b>77,206,568</b> |
|                   |                  |                |                    |                    |                  |                    |                   | (2,343,372)       | (1,077,597)       |
|                   |                  |                |                    |                    |                  |                    |                   | <b>67,820,373</b> | <b>76,128,971</b> |
| 2,188,369         | 2,470,888        | 264,893        | 892,192            | 997,496            | 781,743          | (781,079)          | (377,847)         | 4,536,996         | (597,828)         |
| (863,558)         | (355,430)        | (24,818)       | (84,134)           | (4)                | (323,330)        | (2,953,548)        | (805,415)         | (5,434,314)       | (2,167,600)       |
| 95,499            | 25,678           | 188,408        | 20,517             | 39,208             | 50,487           | 432,816            | 20,783,526        | 916,006           | 21,018,588        |
| 201,400           | 104,950          | 525,342        | (4,287,974)        | -                  | -                | 130,732            | 81,314            | 878,538           | (4,084,755)       |
| 1,392             | 1,805            | (249,065)      | 613,151            | 943,694            | 640,948          | -                  | -                 | 1,725,927         | 2,470,148         |
| (215,182)         | (168,107)        | (55,669)       | (8,958)            | -                  | -                | (20,841)           | 501,646           | (313,168)         | 301,843           |
| 1,407,920         | 2,079,784        | 649,091        | (2,855,206)        | 1,980,394          | 1,149,848        | (3,191,920)        | 20,183,224        | 2,309,985         | 16,940,396        |
| (376,483)         | (239,859)        | (119,147)      | (110,569)          | (239,304)          | (143,681)        | 20,866             | (4,186,958)       | 1,451,138         | (5,523,994)       |
| <b>1,031,437</b>  | <b>1,839,925</b> | <b>529,944</b> | <b>(2,965,775)</b> | <b>1,741,090</b>   | <b>1,006,167</b> | <b>(3,171,054)</b> | <b>15,996,266</b> | <b>3,761,123</b>  | <b>11,416,402</b> |
| 608,942           | 235,777          | 23,530         | 29,756             | 4,876              | 15,813           | 214,548            | 54,526            | 2,289,224         | 2,045,099         |
| 4,250             | 11,415           | -              | -                  | 4,835              | 13,506           | 7,589              | 38,809            | 606,195           | 403,762           |
| 801,945           | 580,472          | 11,197         | 14,178             | 31,732             | 27,578           | 50,342             | 35,425            | 1,652,293         | 1,292,472         |
| 19,120            | 18,168           | 1,650          | 1,650              | 61,528             | 77,520           | 12,761             | 13,724            | 213,296           | 198,040           |
| 681,499           | 432,042          | 5,258          | 6,057              | 31,690             | 29,748           | 295                | 293               | 1,071,947         | 794,268           |
| (200,073)         | 21,395           | (67,909)       | 12,265             | (119,393)          | 15,337           | (207,734)          | 37,937            | (733,826)         | 113,342           |

# Notes to the Financial Statements

## Operating segment information

### Business segments

The following tables present revenue, profit information and other disclosures regarding Group's business segments.

| For the year ended 31 March 2023                            | Transportation    |                    | Consumer Foods    |                   | Retail             |                   |
|---|-------------------|--------------------|-------------------|-------------------|--------------------|-------------------|
|   | 2023              | 2022               | 2023              | 2022              | 2023               | 2022              |
| Goods transferred at a point in time                        | 71,301,704        | 30,188,848         | 33,776,305        | 22,789,929        | 106,922,269        | 90,873,520        |
| Services transferred over time                              | 3,177,956         | 2,361,113          | -                 | -                 | 133,559            | 182,414           |
| <b>Total segment revenue</b>                                | <b>74,479,660</b> | <b>32,549,961</b>  | <b>33,776,305</b> | <b>22,789,929</b> | <b>107,055,828</b> | <b>91,055,934</b> |
| Eliminations of inter segment revenue                       |                   |                    |                   |                   |                    |                   |
| <b>External revenue</b>                                     |                   |                    |                   |                   |                    |                   |
| <b>Segment result</b>                                       | <b>4,253,990</b>  | <b>(2,628,478)</b> | <b>2,060,269</b>  | <b>2,451,687</b>  | <b>4,463,112</b>   | <b>1,551,585</b>  |
| Finance cost  | (719,143)         | (168,402)          | (958,157)         | (180,182)         | (4,096,912)        | (1,872,457)       |
| Finance income  | 260,451           | 132,359            | 65,532            | 36,885            | 196,401            | 331,717           |
| Change in fair value of investment property                 | -                 | -                  | 24,149            | 16,955            | (3,085)            | -                 |
| Share of results of equity accounted investees (net of tax) | 5,774,946         | 3,679,087          | -                 | -                 | -                  | -                 |
| Eliminations / adjustments                                  | -                 | 128                | (28,112)          | 21,540            | (1,453)            | (4,127)           |
| <b>Profit / (loss) before tax</b>                           | <b>9,570,244</b>  | <b>1,014,694</b>   | <b>1,163,681</b>  | <b>2,346,885</b>  | <b>558,063</b>     | <b>6,718</b>      |
| Tax expense   | (560,375)         | (282,038)          | 580,918           | (422,136)         | 737,612            | (871,971)         |
| <b>Profit / (loss) for the period</b>                       | <b>9,009,869</b>  | <b>732,656</b>     | <b>1,744,599</b>  | <b>1,924,749</b>  | <b>1,295,675</b>   | <b>(865,253)</b>  |
| Purchase and construction of PPE*                           | 331,667           | 283,326            | 1,026,914         | 1,147,426         | 3,041,194          | 4,144,698         |
| Addition to IA*   | -                 | 2,940              | 539,752           | 251,419           | 642,701            | 782,860           |
| Depreciation of PPE*  | 187,335           | 200,571            | 1,025,718         | 940,403           | 1,642,420          | 1,339,574         |
| Amortisation / impairment of IA*                            | 8,434             | 1,866              | 56,062            | 37,914            | 359,672            | 261,579           |
| Amortisation of ROU* assets                                 | 75,112            | 58,210             | 4,347             | 6,964             | 1,153,054          | 1,020,120         |
| Employee benefit provision and related costs                | 10,327            | 24,365             | 2,020             | 113,509           | 39,573             | 95,776            |

\* PPE (Property, plant and equipment), IA (Intangible assets), ROU (Right of use)

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

| Leisure           |                    | Property           |                   | Financial Services |                   | Others            |                   | Group Total        |                    |
|-------------------|--------------------|--------------------|-------------------|--------------------|-------------------|-------------------|-------------------|--------------------|--------------------|
| 2023              | 2022               | 2023               | 2022              | 2023               | 2022              | 2023              | 2022              | 2023               | 2022               |
| -                 | -                  | 552,474            | 35,220,257        | -                  | -                 | 3,743,937         | 2,018,797         | 216,296,689        | 181,091,351        |
| 39,731,355        | 18,914,184         | 1,875,744          | 763,173           | 16,202,957         | 15,685,926        | 6,699,917         | 4,125,135         | 67,821,488         | 42,031,945         |
| <b>39,731,355</b> | <b>18,914,184</b>  | <b>2,428,218</b>   | <b>35,983,430</b> | <b>16,202,957</b>  | <b>15,685,926</b> | <b>10,443,854</b> | <b>6,143,932</b>  | <b>284,118,177</b> | <b>223,123,296</b> |
|                   |                    |                    |                   |                    |                   |                   |                   | (7,478,270)        | (5,048,550)        |
|                   |                    |                    |                   |                    |                   |                   |                   | <b>276,639,907</b> | <b>218,074,746</b> |
| 2,398,333         | 65,158             | (1,627,298)        | 2,683,512         | 3,626,660          | 2,867,497         | (825,919)         | (791,245)         | 14,349,147         | 6,199,716          |
| (3,084,504)       | (1,354,402)        | (122,006)          | (138,747)         | (12)               | (323,352)         | (8,822,134)       | (2,997,215)       | (17,802,868)       | (7,034,757)        |
| 292,374           | 109,286            | 299,854            | 107,339           | 178,486            | 173,059           | 16,682,719        | 24,310,553        | 17,975,817         | 25,201,198         |
| 201,400           | 104,950            | 525,342            | (4,287,974)       | -                  | -                 | 130,732           | 81,314            | 878,538            | (4,084,755)        |
| (19,653)          | (35,391)           | (1,127,788)        | 824,630           | 2,946,038          | 2,277,613         | -                 | -                 | 7,573,543          | 6,745,939          |
| (217,825)         | (170,750)          | (83,057)           | (35,829)          | -                  | -                 | (54,313)          | 486,190           | (384,760)          | 297,152            |
| (429,875)         | (1,281,149)        | (2,134,953)        | (847,069)         | 6,751,172          | 4,994,817         | 7,111,085         | 21,089,597        | 22,589,417         | 27,324,493         |
| 76,220            | (21,031)           | (215,164)          | (139,140)         | (1,077,835)        | (680,777)         | (3,234,669)       | (4,464,493)       | (3,693,293)        | (6,881,586)        |
| <b>(353,655)</b>  | <b>(1,302,180)</b> | <b>(2,350,117)</b> | <b>(986,209)</b>  | <b>5,673,337</b>   | <b>4,314,040</b>  | <b>3,876,416</b>  | <b>16,625,104</b> | <b>18,896,124</b>  | <b>20,442,907</b>  |
| 1,996,884         | 639,952            | 112,907            | 114,410           | 117,516            | 183,620           | 446,776           | 113,344           | 7,073,858          | 6,626,776          |
| 5,050             | 11,415             | -                  | -                 | 74,818             | 244,721           | 33,469            | 66,822            | 1,295,790          | 1,360,177          |
| 3,080,095         | 2,230,149          | 62,701             | 57,419            | 118,669            | 99,540            | 163,672           | 146,548           | 6,280,610          | 5,014,204          |
| 75,607            | 71,774             | 6,601              | 6,601             | 294,149            | 274,115           | 51,724            | 50,057            | 852,249            | 703,906            |
| 2,771,224         | 1,633,812          | 20,477             | 21,427            | 125,838            | 100,078           | 1,178             | 1,178             | 4,151,230          | 2,841,789          |
| (42,308)          | 140,792            | (27,520)           | 14,221            | (62,150)           | 63,377            | (115,624)         | 132,114           | (195,682)          | 584,154            |

# Notes to the Financial Statements

## Operating segment information

### Business segments

The following table presents segment assets and liabilities of the Group's business segments.

| As at                                     | Transportation    |                   | Consumer Foods    |                   | Retail            |                   |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
|   | 31.03.2023        | 31.03.2022        | 31.03.2023        | 31.03.2022        | 31.03.2023        | 31.03.2022        |
| Property, plant and equipment             | 1,065,820         | 967,241           | 10,822,124        | 10,112,354        | 18,294,522        | 17,153,312        |
| Right-of-use-assets                       | 549,380           | 103,319           | 267,301           | 274,048           | 9,539,807         | 9,838,314         |
| Investment property                       | -                 | -                 | 341,398           | 317,250           | 304,474           | -                 |
| Intangible assets                         | 65,000            | 73,593            | 1,182,500         | 683,547           | 2,557,066         | 2,274,943         |
| Non-current financial assets              | 125,974           | 126,064           | 273,966           | 210,412           | 218,490           | 161,887           |
| Other non-current assets                  | 51,972            | 11,193            | 128,962           | 34,550            | 993,260           | 972,291           |
| <b>Segment non-current assets</b>         | <b>1,858,146</b>  | <b>1,281,410</b>  | <b>13,016,251</b> | <b>11,632,161</b> | <b>31,907,619</b> | <b>30,400,747</b> |
| Investments in equity accounted investees | 17,769,439        | 15,050,879        | -                 | -                 | -                 | -                 |
| Deferred tax assets                       |                   |                   |                   |                   |                   |                   |
| Goodwill                                  |                   |                   |                   |                   |                   |                   |
| Eliminations / adjustments                |                   |                   |                   |                   |                   |                   |
| <b>Total non-current assets</b>           |                   |                   |                   |                   |                   |                   |
| Inventories                               | 462,430           | 4,597,542         | 5,541,602         | 3,729,059         | 11,173,246        | 8,020,175         |
| Trade and other receivables               | 2,799,055         | 5,699,913         | 4,660,106         | 3,940,217         | 2,639,958         | 2,877,516         |
| Short term investments                    | 6,665,675         | 5,619,503         | -                 | 758               | 243,742           | 3,181,909         |
| Cash in hand and at bank                  | 3,012,674         | 4,931,536         | 547,979           | 615,102           | 1,335,771         | 5,273,668         |
| <b>Segment current assets</b>             | <b>12,939,834</b> | <b>20,848,494</b> | <b>10,749,687</b> | <b>8,285,136</b>  | <b>15,392,717</b> | <b>19,353,268</b> |
| Other current assets                      |                   |                   |                   |                   |                   |                   |
| Eliminations / adjustments                |                   |                   |                   |                   |                   |                   |
| <b>Total current assets</b>               |                   |                   |                   |                   |                   |                   |
| <b>Total assets</b>                       |                   |                   |                   |                   |                   |                   |
| Insurance contract liabilities            | -                 | -                 | -                 | -                 | -                 | -                 |
| Interest bearing loans and borrowings     | 199,760           | 7,333             | 227,802           | 358,647           | 6,622,609         | 7,991,304         |
| Lease Liabilities                         | 573,466           | 109,010           | 160,906           | 152,328           | 9,840,263         | 9,786,865         |
| Employee benefit liabilities              | 118,217           | 105,801           | 523,330           | 707,380           | 410,492           | 418,092           |
| Non-current financial liabilities         | -                 | -                 | -                 | -                 | -                 | -                 |
| Other non-current liabilities             | -                 | -                 | 104,036           | 96,183            | -                 | -                 |
| <b>Segment non-current liabilities</b>    | <b>891,443</b>    | <b>222,144</b>    | <b>1,016,074</b>  | <b>1,314,538</b>  | <b>16,873,364</b> | <b>18,196,261</b> |
| Deferred tax liabilities                  |                   |                   |                   |                   |                   |                   |
| Eliminations / adjustments                |                   |                   |                   |                   |                   |                   |
| <b>Total non-current liabilities</b>      |                   |                   |                   |                   |                   |                   |
| Trade and other payables                  | 2,970,264         | 5,700,540         | 3,716,255         | 4,321,046         | 13,838,670        | 21,981,118        |
| Short term borrowings                     | 5,943,802         | 10,838,491        | 262,177           |                   | 1,205,078         | 2,000,000         |
| Interest bearing loans and borrowings     | 2,000             | 10,000            | 391,775           | 634,042           | 2,068,696         | 1,588,696         |
| Lease liabilities                         | -                 |                   | 1,829             | 1,396             | 652,273           | 476,996           |
| Bank overdrafts                           | 2,545,939         | 1,905,340         | 5,653,860         | 2,121,675         | 10,625,490        | 3,773,544         |
| <b>Segment current liabilities</b>        | <b>11,462,005</b> | <b>18,454,371</b> | <b>10,025,896</b> | <b>7,078,159</b>  | <b>28,390,207</b> | <b>29,820,354</b> |
| Income tax liabilities                    |                   |                   |                   |                   |                   |                   |
| Other current liabilities                 |                   |                   |                   |                   |                   |                   |
| Eliminations / adjustments                |                   |                   |                   |                   |                   |                   |
| <b>Total current liabilities</b>          |                   |                   |                   |                   |                   |                   |
| <b>Total liabilities</b>                  |                   |                   |                   |                   |                   |                   |
| Total segment assets                      | 14,797,980        | 22,129,904        | 23,765,938        | 19,917,297        | 47,300,336        | 49,754,015        |
| Total segment liabilities                 | 12,353,448        | 18,676,515        | 11,041,970        | 8,392,697         | 45,263,571        | 48,016,615        |

Note : All values are in LKR '000s, unless otherwise stated.



# Notes to the Financial Statements

## 1 Corporate information

John Keells Holdings PLC is a public limited company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. Ordinary shares of the company are listed on the Colombo Stock Exchange and Global Depository Receipts (GDRs) are listed on the Luxembourg Stock Exchange.

## 2 Interim condensed financial statements

The financial statements for the period ended 31 March 2023, includes "the Company" referring to John Keells Holdings PLC, as the holding company and "the Group" referring to the companies whose accounts have been consolidated therein.

## 3 Approval of financial statements

The interim condensed financial statements of the Group and the Company for the twelve months ended 31 March 2023 were authorised for issue by the Board of Directors on 23 May 2023.

## 4 Basis of preparation and changes to the group's accounting policies

### 4.1 Basis of preparation

The interim condensed consolidated financial statements for the twelve months ended 31 March 2023 have been prepared in accordance with LKAS 34 Interim Financial Reporting.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 March 2022.

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

The interim condensed financial statements are presented in Sri Lankan Rupees (Rs.) and all values are rounded to the nearest thousand except when otherwise indicated.

The tax liability arising from the Surcharge Tax Act No: 14 of 2022 has been accounted as recommended by the (Addendum to) Statement of Alternative Treatment (SoAT) issued by the Institute of Chartered Accountants of Sri Lanka as disclosed under the note 8 to the financial statements.

## 4.2 Fair value measurement and related fair value disclosures

The fair values of all the financial assets and financial liabilities recognised during the quarter were not materially different from the transaction prices at the date of initial recognition. There were no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 categories as per the fair value hierarchy, during the quarter. The fair value changes on financial instruments in Level 3 category was properly recorded in the statement of other comprehensive income and there were no purchases and/or disposals during the period.

Fair valuation was done as of 31 March 2023 for all unquoted equity shares classified as Level 3 within the fair value hierarchy according to fair valuation methodology. Fair value would not significantly vary if one or more of the inputs were changed.

## 5 Operating segments

For management purposes, the Group organised into business units based on their products and services and has seven reportable operating segments as follows:

- Transportation
- Consumer Foods
- Retail
- Leisure
- Property
- Financial Services
- Others

## 6 Change in insurance contract liabilities

The results of Union Assurance PLC are consolidated line by line into the Group's consolidated income statement. The change in insurance contract liabilities represents the transfer to the Life Fund, the difference between all income and expenditure attributable to life policy holders during the period.

## 7 Net finance income

| For the twelve months ended 31 March<br>In Rs. '000s                      | GROUP               |                    | COMPANY            |                    |
|---|---------------------|--------------------|--------------------|--------------------|
|   | 2023                | 2022               | 2023               | 2022               |
| <b>Finance income</b>   |                     |                    |                    |                    |
| Interest income   | 16,859,268          | 11,754,077         | 6,868,182          | 5,570,988          |
| Dividend income on  |                     |                    |                    |                    |
| Financial assets at fair value through profit or loss                     | 122,681             | 147,739            | -                  | -                  |
| Financial assets at fair value through other comprehensive income         | 8,418               | 5,143              | -                  | -                  |
| Realised gains on financial assets at fair value through profit or loss   | 392,743             | 361,571            | -                  | -                  |
| Unrealised gains on financial assets at fair value through profit or loss | 170,719             | -                  | -                  | -                  |
| Investment related direct expenses  | (113,773)           | (89,645)           | -                  | -                  |
| Exchange gains  | 9,459,720           | 18,627,294         | 9,459,720          | 18,627,294         |
| <b>Total finance income</b>   | <b>26,899,776</b>   | <b>30,806,179</b>  | <b>16,327,902</b>  | <b>24,198,282</b>  |
| <b>Finance cost</b>   |                     |                    |                    |                    |
| Interest expense on borrowings  | (13,726,751)        | (5,199,990)        | (6,539,398)        | (2,966,139)        |
| Finance charge on lease liabilities                                       | (1,836,690)         | (1,511,437)        | -                  | -                  |
| Finance charge on convertible debentures                                  | (2,239,427)         | -                  | (2,239,427)        | -                  |
| Unrealised loss on financial assets at fair value through profit or loss  | -                   | (323,330)          | -                  | -                  |
| <b>Total finance cost</b>   | <b>(17,802,868)</b> | <b>(7,034,757)</b> | <b>(8,778,825)</b> | <b>(2,966,139)</b> |
| <b>Net finance income</b>   | <b>9,096,908</b>    | <b>23,771,422</b>  | <b>7,549,077</b>   | <b>21,232,143</b>  |

## 8 Tax expense

| For the twelve months ended 31 March<br>In Rs. '000s | GROUP            |                  | COMPANY          |                  |
|--|------------------|------------------|------------------|------------------|
|  | 2023             | 2022             | 2023             | 2022             |
| <b>Income statement</b>                              |                  |                  |                  |                  |
| Current income tax                                   | 4,614,495        | 3,453,159        | 2,057,640        | 1,060,725        |
| Deferred tax charge/(reversal)                       | (921,202)        | 3,428,427        | -                | 2,841,984        |
|  | <b>3,693,293</b> | <b>6,881,586</b> | <b>2,057,640</b> | <b>3,902,709</b> |
| <b>Other comprehensive Income</b>                    |                  |                  |                  |                  |
| Deferred tax charge/(reversal)                       | 7,688,637        | 806,930          | -                | -                |
|  | <b>7,688,637</b> | <b>806,930</b>   | <b>-</b>         | <b>-</b>         |

### Surcharge tax

Surcharge Tax Act No. 14 of 2022 was enacted on 8 April 2022 and is applicable to the John Keells Group as the collective taxable income of companies belonging to the Group, calculated in accordance with the provisions of the Inland Revenue Act No. 24 of 2017, exceeds Rs. 2,000 million, for the year of assessment 2020/2021. The liability is computed at the rate of 25 per cent on the taxable income of the individual Group companies, net of dividends from subsidiaries.

Total Surcharge Tax liability of Rs. 1,749 Mn and Rs. 666 Mn has been recognised for the Group and the Company respectively as an opening adjustment to the 1 April 2022 retained earnings in the statement of Changes in Equity as per the Addendum to the

Statement of Alternative Treatment (SoAT) issued by The Institute of Chartered Accountants of Sri Lanka.

South Asia Gateway Terminals (Pvt) Ltd (SAGT) and Nations Trust Bank PLC (NTB) are liable to pay Surcharge Tax on the respective individual entity level. The Group share of total Surcharge Tax liability of Rs. 1,276 Mn has been included in Surcharge Tax charge recognised in the Group Statement of Changes in Equity as an adjustment to the 1 April 2022 opening retained earnings.

### Income tax and Deferred tax

Income tax and Deferred tax have been provided as per the new rates legislated per the Inland Revenue (Amendment) Act No 45 of 2022.

# Notes to the Financial Statements

## 9 Related party transactions

| For the twelve months ended 31 March<br>In Rs. '000s   | GROUP     |           | COMPANY   |           |
|--|-----------|-----------|-----------|-----------|
|  | 2023      | 2022      | 2023      | 2022      |
| <b>Transactions with related parties</b>   |           |           |           |           |
| <b>Subsidiaries</b>  |           |           |           |           |
| Purchases of goods   | -         | -         | 17,865    | 6,540     |
| Rendering of services  | -         | -         | 1,788,455 | 1,411,346 |
| Receiving of services  | -         | -         | 624,506   | 433,074   |
| Rent paid  | -         | -         | 34,867    | 31,611    |
| Dividend received  | -         | -         | 4,697,143 | 4,194,492 |
| <b>Equity accounted investees</b>  |           |           |           |           |
| Sales of goods   | 18,861    | 9,567     | -         | -         |
| Rendering of services  | 1,243,441 | 693,777   | 759,450   | 461,150   |
| Receiving of services  | 311,256   | 199,477   | 88        | 115       |
| Interest received  | 1,096,370 | 160,859   | 1,066,417 | 96,108    |
| Interest paid  | 150,068   | 45,081    | 7,991     | 3         |
| Loans Received   | -         | 1,000,000 | -         | -         |
| Dividend received  | -         | -         | 5,937,857 | 3,813,157 |
| <b>Key management personnel (KMP)</b>  |           |           |           |           |
| Sales of goods   | -         | -         | -         | -         |
| <b>Close family members of KMP</b>   |           |           |           |           |
| Sales of goods   | -         | -         | -         | -         |
| <b>Companies controlled/jointly controlled/significantly influenced by KMP and their close family members of KMP</b> |           |           |           |           |
| Rendering of Services  | 1,548     | 5,037     | -         | -         |
| Receiving of services  | 37,151    | 14,374    | -         | -         |
| <b>Post employment benefit plan</b>  |           |           |           |           |
| Contributions to the provident fund  | 338,801   | 287,558   | 91,504    | 70,256    |

## 10 Share information

### 10.1 Stated capital

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

| As at             | 31-03-2023    | 31-12-2022    |
|-------------------|---------------|---------------|
| Ordinary shares * | 1,384,916,632 | 1,384,916,632 |

\* Includes global depository receipts of 1,320,942 (31 December 2022 - 1,320,942).

### Issue of unlisted convertible debentures to HWIC Asia Fund, a subsidiary of Fairfax Financial Holdings Limited

John Keells Holdings PLC raised foreign direct investments of Rs.27.06 billion through a private placement of unrated, unlisted, unsecured convertible debentures on 12 August 2022 to certain controlled affiliates (subsidiaries) of Fairfax Financial Holdings Limited. Fairfax Financial Holdings Limited is headquartered in Toronto, Canada.

### 10.2 Public share holdings

Percentage of shares held by the public and the number of public shareholders is as given below:

| As at  | 31-03-2023 | 31-12-2022 |
|--|------------|------------|
| Public shareholding (%)  | 98.51      | 98.53      |
| Number of public shareholders  | 15,099     | 15,298     |
| Compliant under option 1 - Float adjusted market capitalization (Rs. Bn) | 191.00     | 184.56     |

### 10.3 Net assets per share

Net assets per share have been calculated, for all periods, based on the number of shares in issue as of 31 March 2023.

### 10.4 Market price per share

The Company's highest, lowest and last traded market price is as given below:

| For the quarter ended 31 March | 2023<br>Rs. | 2022<br>Rs. |
|--------------------------------|-------------|-------------|
| Highest                        | 146.00      | 167.50      |
| Lowest                         | 134.50      | 140.25      |
| Last traded                    | 140.00      | 145.00      |

### 10.5 Directors' share holdings

The number of shares held by the Board of Directors (including their spouses) are as given below:

| As at   | 31-03-2023 | 31-12-2022 |
|---|------------|------------|
| K N J Balendra - Chairperson/CEO                          | 10,914,400 | 10,914,400 |
| J G A Cooray - Deputy Chairperson /Group Finance Director | 208,587    | 208,587    |
| D A Cabraal   | 250,137    | 250,137    |
| S A Coorey (appointed w.e.f. 1 January 2023)              | Nil        | N/A        |
| A N Fonseka   | Nil        | Nil        |
| M P Perera  | Nil        | Nil        |
| S S H Wijayasuriya  | Nil        | Nil        |

# Notes to the Financial Statements

## 10.6 Twenty largest shareholders

Twenty largest shareholders of the Company are as given below:

| As at   | 31-03-2023       |     | 31-12-2022       |     |
|---|------------------|-----|------------------|-----|
|   | Number of shares | %   | Number of shares | %   |
| 1 Mr S E Captain  | 134,044,705      | 9.7 | 134,044,705      | 9.7 |
| 2 Melstacorp PLC  | 128,917,111      | 9.3 | 128,917,111      | 9.3 |
| 3 HWIC Asia Fund  | 119,200,760      | 8.6 | 119,200,760      | 8.6 |
| 4 Paints & General Industries Limited                                 | 100,717,931      | 7.3 | 110,487,184      | 8.0 |
| 5 Asian Development Bank  | 65,042,006       | 4.7 | 65,042,006       | 4.7 |
| 6 Citigroup Global Markets Limited Agency Trading Prop Securities A/C | 61,904,939       | 4.5 | 61,904,939       | 4.5 |
| 7 Schroder International Selection Fund                               | 44,418,290       | 3.2 | 43,783,826       | 3.2 |
| 8 CIC Holdings PLC  | 35,338,032       | 2.6 | 22,977,461       | 1.7 |
| 9 Aberdeen Standard Asia Focus PLC                                    | 33,398,572       | 2.4 | 33,398,572       | 2.4 |
| 10 Norges Bank Account 2  | 31,901,605       | 2.3 | 31,901,605       | 2.3 |
| 11 Sri Lanka Insurance Corporation Ltd - Life Fund                    | 21,846,511       | 1.6 | 23,697,492       | 1.7 |
| 12 Mr Kandiah Balendra  | 19,511,476       | 1.4 | 19,511,476       | 1.4 |
| 13 Employees Trust Fund Board   | 18,499,897       | 1.3 | 18,499,897       | 1.3 |
| 14 Mrs C S De Fonseka   | 17,606,991       | 1.3 | 17,472,745       | 1.3 |
| 15 Edgbaston Asian Equity Trust                                       | 17,520,023       | 1.3 | 15,755,615       | 1.1 |
| 16 Fidelity Funds-Pacific   | 15,244,082       | 1.1 | 17,880,904       | 1.3 |
| 17 Mrs S A J De Fonseka   | 15,204,230       | 1.1 | 15,204,230       | 1.1 |
| 18 Polypak Secco Ltd  | 14,937,924       | 1.1 | -                | -   |
| 19 Chemanex PLC   | 13,105,475       | 0.9 | 12,631,033       | 0.9 |
| 20 Sunsuper Superannuation Fund                                       | 11,587,196       | 0.8 | -                | -   |

## 11 Dividends paid

| For the twelve months ended 31 March  | 2023        |                  | 2022        |                  |
|---|-------------|------------------|-------------|------------------|
|   | Rs.         | In Rs. '000s     | Rs.         | In Rs. '000s     |
| <b>Equity dividend on ordinary shares declared and paid during the year</b> |             |                  |             |                  |
| Final dividend (Previous years' final dividend paid in the current year)    | 0.50        | 692,458          | 0.50        | 659,869          |
| Interim dividends   | 1.50        | 2,077,375        | 1.00        | 1,352,323        |
| <b>Total dividend</b>   | <b>2.00</b> | <b>2,769,833</b> | <b>1.50</b> | <b>2,012,192</b> |

## 12 Governance

In furthering its governance and transparency practices, as routinely reviewed, the Group recorded its policy for bidding on contracts and tenders, which entails a standardised set of guidelines for bidding, including to those of local and foreign government and related bodies. The Company does not have any contracts with any local and foreign Governments and will disclose the same in its financial statements, in such an event.

## 13 Contingencies, capital and other commitments

There has been no significant increase in the nature of the contingencies and other commitments, which were disclosed in the annual report for the year ended 31 March 2022.

## 14 Events after the reporting period

The Board of Directors of the Company has declared a final dividend of Rs.0.50 per share for the financial year ended 31 March 2023. As required by section 56 (2) of the Companies Act No. 07 of 2007, the Board of Directors has confirmed that the Company satisfies the solvency test in accordance with section 57 of the Companies Act No.07 of 2007, and has obtained a certificate from auditors, prior to declaring a final dividend which is to be paid on or before 21 June 2023.

In accordance with LKAS 10, Events after the reporting period, the final dividend has not been recognised as a liability in the financial statements as at 31 March 2023.

# Corporate Information

## Name of Company

John Keells Holdings PLC

## Legal Form

Public Limited Liability Company

Incorporated in Sri Lanka in 1979

Ordinary Shares listed on the Colombo Stock Exchange

GDRs listed on the Luxembourg Stock Exchange

## Company Registration No.

PQ 14

## Directors

KN J Balendra - Chairperson/CEO

J G A Cooray - Deputy Chairperson/Group Finance Director

D A Cabraal

S A Coorey

A N Fonseka

M P Perera

S S H Wijayasuriya

## Senior Independent Director

A N Fonseka

## Audit Committee

A N Fonseka - Chairperson

D A Cabraal

M P Perera

## Human Resources and Compensation Committee

D A Cabraal - Chairperson

A N Fonseka

S S H Wijayasuriya

## Nominations Committee

D A Cabraal - Chairperson

KN J Balendra

M P Perera

S S H Wijayasuriya

## Related Party Transaction Review Committee

M P Perera - Chairperson

D A Cabraal

A N Fonseka

## Project Risk Assessment Committee

S S H Wijayasuriya - Chairperson

KN J Balendra

J G A Cooray

M P Perera

## Registered Office of the Company

117 Sir Chittampalam A. Gardiner Mawatha,

Colombo 2, Sri Lanka

Telephone : +94 11 230 6000

Internet : www.keells.com

Email : jkh@keells.com

## Secretaries

Keells Consultants (Private) Limited

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Colombo 2, Sri Lanka

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Email : keellsconsultants@keells.com

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## Sustainability, Enterprise Risk Management and Group Initiatives

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## Contact for Media

Corporate Communications Division

John Keells Holdings PLC

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Colombo 2, Sri Lanka

Telephone : +94 11 230 6191

Email : jkh@keells.com

## Auditors

Ernst & Young

Chartered Accountants

P.O. Box 101

Colombo, Sri Lanka

## Bankers for the Company

Bank of Ceylon

Citibank N.A.

Commercial Bank of Ceylon

Deutsche Bank A.G.

DFCC Bank

Hatton National Bank

Hongkong and Shanghai Banking Corporation

Nations Trust Bank

People's Bank

Sampath Bank

Seylan Bank

Standard Chartered Bank

## Depository for GDRs

Citibank N.A. New York



[www.keells.com](http://www.keells.com)