

VALLIBEL ONE PLC
INTERIM FINANCIAL STATEMENTS

Vallibel | ONE

For the Year ended 31st March 2015

VALLIBEL ONE PLC
STATEMENT OF FINANCIAL POSITION

As at	Company		Group	
	31.03.2015 Rs.'000	31.03.2014 Rs.'000	31.03.2015 Rs.'000	31.03.2014 Rs.'000
ASSETS				
Cash and Bank	19,886	33,413	7,905,429	3,132,574
Fair Value Through P&L - Financial Assets	281,501	274,816	294,080	447,323
Short Term Investments	1,895,469	1,140,537	1,141,499	390,537
Loans and Receivable	375,000	375,000	22,754,706	19,268,238
Lease Rentals receivables and Stock out on hire	-	-	33,695,517	30,290,732
Available for Sales - Financial Assets	654,775	803,932	791,886	2,467,261
Other Financial Assets	-	-	2,271,913	5,147,560
Trade and Other Receivables	88,575	88,458	5,076,541	6,726,047
Other Non Financial Assets	-	-	1,847,934	1,648,365
Investments in Subsidiaries	16,501,651	17,118,514	-	-
Investment in Associate	7,710,663	7,304,772	9,083,370	8,368,840
Amounts Due From Related Parties	189,854	123,846	11,736	-
Deferred Tax Assets	-	-	495,216	524,126
Income Tax Recoverable	4,091	6,102	109,879	47,239
Inventories	-	-	8,792,485	9,796,078
Intangible Assets	-	-	13,173,051	13,192,337
Property, Plant and Equipment	28,866	35,274	21,897,706	23,309,853
Investment Property	-	-	239,404	240,094
Leasehold rights over Mining Lands	-	-	512	1,227
Total Assets	27,750,330	27,304,665	129,582,862	124,998,431
LIABILITIES				
Due to Banks	-	4,483	7,703,290	6,776,384
Due to Customers	-	-	44,665,615	45,332,658
Interest Bearing Loans and Borrowings	-	-	19,289,271	20,091,277
Trade and Other Payables	7,342	840	5,988,685	4,942,929
Other Non Financial Liabilities	-	-	1,098,862	1,130,209
Amounts Due To Related Parties	-	-	-	91,602
Dividend Payable	2,369	3,659	102,767	50,121
Employee Benefit Liabilities	6,496	1,776	1,127,385	1,115,519
Income Tax Liabilities	-	-	714,732	148,147
Deferred Tax Liabilities	4,091	3,602	770,213	608,386
Capital Grants	-	-	121,613	118,411
Total Liabilities	20,298	14,359	81,582,434	80,405,643
Shareholders' Funds				
Equity Attributable to Equity Holders of the Parent				
Stated Capital	27,163,984	27,163,984	27,163,984	27,163,984
Reserves	566,048	126,322	7,461,021	5,328,082
	27,730,032	27,290,306	34,625,005	32,492,066
Non Controlling Interest	-	-	13,375,423	12,100,721
Total Equity	27,730,032	27,290,306	48,000,427	44,592,787
Total Equity and Liabilities	27,750,330	27,304,665	129,582,862	124,998,431

Net Asset Per Share (Rs.) 25.52 25.12 31.87 29.90

These Financial Statements are in Compliance with the requirements of Companies Act No. 07 of 2007.

Sgd.
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements signed for and on behalf of the board by.

Sgd.
Director
29-May-15

Sgd.
Director

VALLIBEL ONE PLC
STATEMENT OF INCOME

For the year ended 31st March	Company					Group				
	Quarter		Cumulative		Variance %	Quarter		Cumulative		Variance %
	2015 Rs.'000	2014 Rs.'000	2015 Rs.'000	2014 Rs.'000		2015 Rs.'000	2014 Rs.'000	2015 Rs.'000	2014 Rs.'000	
Revenue	-	-	-	-	-	11,674,608	12,030,842	43,449,828	48,331,091	(10)
Cost of Sales	-	-	-	-	-	(6,719,891)	(8,611,723)	(25,834,134)	(33,676,500)	23
Gross Profit	-	-	-	-	-	4,954,718	3,419,119	17,615,694	14,654,591	20
Dividend income	113,005	2,194	632,402	353,110	79	4,480	4,037	23,073	18,359	26
Other operating income	-	-	144,183	-	100	111,262	1,123,568	477,433	446,972	(7)
Administrative Expenses	(22,388)	(22,059)	(94,033)	(79,061)	(19)	(1,022,768)	(1,189,767)	(4,017,154)	(4,203,061)	4
Distribution Expenses	-	-	-	-	-	(909,535)	(855,216)	(3,153,576)	(2,700,871)	(17)
Other Operating Expenses	(12,500)	(4,267)	(12,500)	(4,267)	(193)	(954,377)	(409,593)	(3,228,111)	(1,669,507)	(93)
Gain / (loss) on Gold auction	-	-	-	-	-	(10,372)	(239,319)	(214,929)	(1,371,959)	84
Results from Operating activities	78,117	(24,131)	670,052	269,782	148	2,173,408	1,852,828	7,502,431	5,174,523	45
Finance Cost	-	(19,665)	(65,787)	(61,715)	(7)	(333,900)	(487,563)	(1,314,988)	(2,091,004)	37
Finance Income	18,657	73,316	305,810	299,963	2	104,105	89,916	294,554	285,064	3
Net Finance cost	18,657	53,651	240,023	238,248	1	(229,796)	(397,647)	(1,020,434)	(1,805,940)	43
Share of results of equity accounted Investees	-	-	-	-	-	536,456	190,798	1,110,314	576,140	93
Profit Before Value Added Tax	96,774	29,520	910,075	508,029	79	2,480,068	1,645,980	7,592,312	3,944,724	92
Value Added Tax on Financial Services	-	-	-	-	-	(34,494)	(46,490)	(271,527)	(112,618)	(141)
Profit Before Tax	96,774	29,520	910,075	508,029	79	2,445,574	1,599,489	7,320,784	3,832,106	91
Income Tax Expense	(13,537)	(7,597)	(52,806)	(48,258)	(9)	(655,205)	(50,479)	(1,951,113)	(770,047)	(153)
Profit for the Period from Continuing Operation	83,237	21,923	857,269	459,772	86	1,790,369	1,549,011	5,369,671	3,062,060	75
Discontinued Operation										
Loss after tax for the period from Discontinued Operations	-	-	-	-	-	-	-	(143,641)	-	(100)
Net Profit for the year	83,237	21,923	857,269	459,772	86	1,790,369	1,549,011	5,226,030	3,062,060	71
Attributable to :										
Equity holders of the Parent	83,237	21,923	857,269	459,772	86	902,973	749,996	2,858,358	1,573,934	82
Non - Controlling Interests	-	-	-	-	-	887,396	799,015	2,367,672	1,488,125	59
	83,237	21,923	857,269	459,772	86	1,790,369	1,549,011	5,226,030	3,062,060	71
Earnings Per Share (Rs.)	0.08	0.02	0.79	0.42		0.83	0.69	2.63	1.45	

VALLIBEL ONE PLC
STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31st March	Company					Group				
	Quarter		Cumulative		Variance %	Quarter		Cumulative		Variance %
	2015 Rs.'000	2014 Rs.'000	2015 Rs.'000	2014 Rs.'000		2015 Rs.'000	2014 Rs.'000	2015 Rs.'000	2014 Rs.'000	
Other Comprehensive Income										
Net Profit for the year	83,237	21,923	857,269	459,772	86	1,790,369	1,549,011	5,226,030	3,062,060	71
Share of other comprehensive income of equity accounted investees	-	-	-	-	-	(50,832)	13,349	(242,190)	259,870	193
Income tax effect	-	-	-	-	-	8	-	31,597	-	100
Net Gain/(Loss) on Available for sale Financial Assets	(87,085)	(18,828)	98,525	(53,151)	285	(226,842)	(7,877)	79,253	(10,158)	880
Income tax effect	-	-	-	-	-	11,636	(9,769)	11,636	(9,769)	219
Revaluation of Land & Building	-	-	-	-	-	155,075	816,863	155,075	817,351	81
Income tax effect	-	-	-	-	-	-	(7,528)	-	(7,528)	100
Actuarial Loss on Defined Benefit Plans	(23)	423	(23)	423	105	(16,915)	(107,074)	(5,666)	(107,074)	95
Income tax effect	-	(119)	-	(119)	100	-	20,567	-	20,567	100
Exchange difference on translation of foreign operations	-	-	-	-	-	(4,169)	30,212	(16,830)	3,127	638
Other Comprehensive Income for the year, net of tax	(87,108)	(18,524)	98,502	(52,846)	286	(132,039)	748,744	12,875	966,388	99
Total Comprehensive Income for the year, net of tax	(3,871)	3,399	955,771	406,925	135	1,658,330	2,297,754	5,238,905	4,028,448	30
Total Comprehensive income attributable to :										
Equity holders of the Parent	(3,871)	3,399	955,771	406,925	135	754,761	887,364	2,820,215	2,227,146	27
Non - Controlling Interests	-	-	-	-	-	903,569	1,410,391	2,418,690	1,801,302	34
	(3,871)	3,399	955,771	406,925	135	1,658,330	2,297,754	5,238,905	4,028,448	30

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- COMPANY

For the year ended 31st March	Stated Capital Rs.'000	Available for Sale Reserve Rs.'000	Retained Earnings/ (Losses) Rs.'000	Total Rs.'000
Balance as at 01st April 2013	27,163,984	(202,472)	682,460	27,643,972
Profit for the year	-	-	459,772	459,772
Other Comprehensive Income	-	(53,151)	-	(53,151)
Acturial Gain/(Loss) on retirement benefit obligation net of tax	-	-	305	
Dividend Paid	-	-	(760,592)	(760,592)
Balance as at 31st March 2014	<u>27,163,984</u>	<u>(255,623)</u>	<u>381,640</u>	<u>27,290,001</u>
Balance as at 01st April 2014	27,163,984	(255,623)	381,945	27,290,306
Restatement	-	-	(81,421)	(81,421)
Restated Balance	<u>27,163,984</u>	<u>(255,623)</u>	<u>300,523</u>	<u>27,208,884</u>
Profit for the year	-	-	857,269	857,269
Other Comprehensive Income	-	98,525	(23)	98,502
Dividend Paid	-	-	(434,624)	(434,624)
Balance as at 31st March 2015	<u>27,163,984</u>	<u>(157,097)</u>	<u>723,145</u>	<u>27,730,032</u>

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- GROUP

For the period ended 31st March Rs.'000	Stated Capital	Treasury Shares	Capital Reserves		Other Component of Equity			Revenue Reserve		Actuarial Gain/ (Loss)	Hedge Reserve	Shareholder's Fund	Non Controlling Interest	Total Equity
			Reserve Fund	Investment Fund Reserve	Available for Sale Reserve	Foreign Currency Translation Reserve	Revaluation Reserve	General Reserve	Retained Earnings					
			Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.					
Balance as at 01st April 2013	27,163,984	(66,372)	455,904	263,175	(832,781)	155,398	81,962	50,179	3,371,929	4,971	14,349	30,662,699	5,684,101	36,346,800
Profit for the year	-	-	-	-	-	-	-	-	1,573,934	-	-	1,573,934	1,488,125	3,062,060
Other Comprehensive Income														
Share of other comprehensive income of equity accounted investees	-	-	-	-	111,444	-	202,635	-	-	(39,734)	(14,475)	259,870	-	259,870
Exchange difference on translation of foreign operations	-	-	-	-	-	3,418	-	-	-	-	-	3,418	(291)	3,127
Net Gain/(Loss) on Available for sale	-	-	-	-	(31,788)	-	-	-	-	-	-	(31,788)	11,861	(19,927)
Revaluation of Land & Buildings	-	-	-	-	-	-	436,654	-	-	-	-	436,654	373,170	809,824
Gain / Loss on Cash flow hedge	-	-	-	-	-	-	-	-	-	(14,943)	-	(14,943)	(71,563)	(86,506)
Total other Comprehensive Income	-	-	-	-	79,656	3,418	639,289	-	-	(54,678)	(14,475)	653,211	313,177	966,388
Non controlling interest arising on business combinations	-	-	-	-	-	-	-	-	-	-	-	-	6,219,527	6,219,527
Treasury Share Adjustments	-	(1,300)	-	-	-	-	-	-	-	-	-	(1,300)	-	(1,300)
Disposal of Subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Adjustment due to changes in holding	-	-	-	-	-	-	-	-	326,471	-	-	326,471	(1,286,256)	(959,784)
Transfers	-	-	172,328	115,021	-	-	-	-	(287,348)	-	-	-	-	-
Write Back of Unclaimed Dividends	-	-	-	-	-	-	-	-	1,759	-	-	1,759	1,657	3,415
Structural Change Impact on NCI	-	-	-	-	-	-	-	-	-	-	-	-	14,743	14,743
Dividend Paid	-	-	-	-	-	-	-	-	(724,708)	-	-	(724,708)	(334,354)	(1,059,062)
Balance as at 31st March 2014	27,163,984	(67,672)	628,232	378,196	(753,125)	158,817	721,252	50,179	4,262,037	(49,706)	(126)	32,492,066	12,100,721	44,592,787
Balance as at 01st April 2014	27,163,984	(67,672)	628,232	378,196	(753,125)	158,817	721,252	50,179	4,262,037	(49,706)	(126)	32,492,066	12,100,721	44,592,787
Restatement	-	-	-	-	-	-	-	-	(81,421)	-	-	(81,421)	-	(81,421)
Restated Balance	27,163,984	(67,672)	628,232	378,196	(753,125)	158,817	721,252	50,179	4,180,616	(49,706)	(126)	32,410,645	12,100,721	44,511,366
Profit for the year	-	-	-	-	-	-	-	-	2,858,358	-	-	2,858,358	2,367,672	5,226,030
Other Comprehensive Income														
Share of other comprehensive income of equity accounted investees	-	-	-	-	(129,952)	777	-	-	(81,418)	-	-	(210,593)	-	(210,593)
Exchange difference on translation of foreign operations	-	-	-	-	-	(8,457)	-	-	-	-	-	(8,457)	(8,373)	(16,830)
Net Gain/(Loss) on Available for Sale	-	-	-	-	93,619	-	-	-	-	-	-	93,619	(2,730)	90,889
Revaluation of Land & Buildings	-	-	-	-	-	-	18,043	-	-	-	-	18,043	137,032	155,075
Actuarial Gain/(Loss)	-	-	-	-	-	-	-	-	(3,370)	-	-	(3,370)	(2,295)	(5,666)
Total other Comprehensive Income	-	-	-	-	(36,333)	(7,681)	18,043	-	(84,788)	-	-	(110,758)	123,634	12,875
Disposal of Subsidiary	-	21,850	-	-	-	(152,486)	-	-	152,486	-	-	21,850	(586,532)	(564,682)
Transfers	-	-	475,911	(993,788)	-	-	-	677,548	(159,670)	-	-	-	-	-
Effect on changes in holding	-	-	-	-	-	-	-	-	(122,997)	-	-	(122,997)	71,248	(51,749)
Written back on unclaimed Dividend	-	-	-	-	-	-	-	-	2,085	-	-	2,085	2,003	4,088
Dividend Paid	-	-	-	-	-	-	-	-	(434,178)	-	-	(434,178)	(703,323)	(1,137,501)
Balance as at 31st March 2015	27,163,984	(45,822)	1,104,142	(615,592)	(789,459)	-	739,295	727,726	6,391,912	(49,706)	(126)	34,625,005	13,375,423	48,000,427

VALLIBEL ONE PLC
CASH FLOW STATEMENT

For the year ended

CASH FLOWS FROM OPERATING ACTIVITIES

	Company		Group	
	31.03.2015 Rs.'000	31.03.2014 Rs.'000	31.03.2015 Rs.'000	31.03.2014 Rs.'000
Net Profit/ (Loss) before Taxation	910,075	508,029	7,320,784	3,832,106
Profit/ (Loss) Before Tax from Discontinued Operations	-	-	(143,641)	-
ADJUSTMENTS FOR				
Profit / Loss on sale of Property, Plant & equipment	-	-	(238,449)	(72,954)
Depreciation	9,158	8,643	1,545,655	1,545,526
Provision For Fall in Value of Investments	(3,231)	55,628	36,465	30,102
Amortization	-	-	26,881	73,517
Share of results of equity accounted investees	-	-	(700,929)	(576,140)
Net (gain) / loss on foreign exchange	-	4,267	(16,830)	(49,574)
Provision for impairment of assets	12,500	-	142,058	505,486
Provision For Defined Benefit Plan Costs	569	437	202,959	212,104
Amortization of Capital Grants	-	-	(4,653)	(5,659)
Gain on bargain purchase of Subsidiaries	-	-	-	(25,111)
Change in fair value of consumable biological assets	-	-	-	(26,052)
Increase in stock provision	-	-	-	81,784
Gain on disposal of subsidiary	(144,183)	-	(71,581)	-
(Profit) / Loss from sale of FVTP&L	(17,167)	(39,701)	(17,167)	(31,302)
Dividend Received	-	-	(23,073)	(18,359)
Finance Cost	-	6,087	1,314,988	2,091,004
Finance Income	(219,625)	(260,261)	(294,554)	(184,059)
Operating Profit/ (Loss) before Working Capital Changes	548,096	283,128	9,078,912	7,382,417
(Increase)/Decrease in Loans and Advances	-	-	(3,486,468)	(2,482,783)
(Increase)/Decrease in Trade & Other Debtors, Deposits & Prepayments	(179)	(4,303)	227,395	(665,974)
(Increase)/Decrease in Other Financial Assets	-	-	2,875,647	(3,593,057)
(Increase)/Decrease in Lease Rental Receivable	-	-	(3,404,785)	(2,502,404)
Increase/(Decrease) in Other Financial Liabilities	-	-	1,776,066	234,628
(Increase)/Decrease in Other Non Financial Assets	-	-	(199,569)	111,431
Increase/(Decrease) in Due to Banks	-	-	1,173,776	(2,077,814)
Increase/(Decrease) in Due to Customers	-	-	(667,042)	7,741,473
Increase/(Decrease) in Trade & Other Payables	1,485	(240,280)	38,237	(688,102)
Increase/(Decrease) in Other Non Financial Liabilities	-	-	(31,347)	-
(Increase)/Decrease in Inventories	-	-	(836,228)	(1,119,445)
Increase/(Decrease) in Amounts Due to Related Companies	-	(25)	(91,602)	47,844
Increase/(Decrease) in Amounts Due from Related Companies	(65,706)	24,461	(11,736)	21,695
Cash Generated from Operations	483,696	62,981	6,441,258	2,409,910
Retirement Benefits Liabilities paid	-	-	(74,602)	(120,458)
Interest Received	186,608	-	294,554	184,059
Finance income Received	-	301,792	-	-
Finance Cost Paid	-	(6,087)	(1,314,988)	(1,957,130)
Taxes Paid - Continuing Operations	(125,231)	(74,840)	(1,358,106)	(908,658)
Net Cash from/(Used in) Operating Activities	545,072	283,845	3,988,116	(392,276)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Property, Plant & Equipment	(2,750)	(3,056)	(1,790,276)	(4,038,557)
Proceeds from Sale of Property, Plant & Equipment	-	-	131,073	1,478,317
Acquisition of Intangible Assets	-	-	(31,706)	(117,084)
(Purchase) / Proceeds from short term investment	(754,931)	587,463	(750,961)	239,946
Net Proceeds of Fair Value through Profit and Loss Financial Assets	13,713	(80,413)	120,374	197,500
Purchase of Fair Value through Profit and Loss Financial Assets	-	-	-	(62,991)
Sale of Investment Property	-	-	-	80,000
Investment on Associate	(125,431)	-	(125,431)	-
Acquisition of Subsidiary	-	-	-	(3,519,142)
Disposal of Subsidiary (Note 11)	748,547	-	748,547	-
Net Proceeds (Purchase) of AFS	-	-	1,485,803	(964,312)
Dividend Received	-	-	204,845	150,868
Proceeds from leasehold right on Mining	-	-	-	-
Net Cash used in Investing Activities	(120,851)	503,993	(7,733)	(6,555,453)
CASH FLOWS FROM FINANCING ACTIVITIES				
Principal Payment under Finance Lease Liability	-	-	-	122,269
Proceeds from Interest Bearing Loans & Borrowings	-	-	18,423,923	9,721,665
Increase in Interest in Subsidiary	-	-	(67,166)	(959,784)
Repayment of Interest Bearing Loans & Borrowings	-	-	(16,878,859)	(3,906,809)
Capital Grant Received	-	-	7,855	8,133
Dividend Write Back	-	-	4,088	-
Net Proceeds from Commercial Papers	-	-	-	(945,831)
Payment of Non Controlling interest on Share Buy Back	-	-	15,417	-
Other Borrowings	-	-	-	3,431
Debenture Issue	-	-	-	1,563,062
Dividend Paid	(433,266)	(758,510)	(1,084,855)	(1,039,542)
Net Cash from Financing Activities	(433,266)	(758,510)	420,404	4,566,594
Net Increase / (Decrease) in Cash & Cash Equivalents	(9,045)	29,328	4,400,787	(2,381,135)
Cash and Cash Equivalents at the beginning of the year	28,930	(397)	(241,160)	2,139,975
Cash and Cash Equivalents at the end of the year	19,886	28,930	4,159,627	(241,160)

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

- 1 Financial year of the company ends on 31st March.
- 2 The above figures are provisional & subject to audit.
- 3 Number of fully paid ordinary shares as at 31st March 2015 is 1,086,559,353 (31st March 2014- 1,086,559,353).
- 4 The Interim Financial Statements have been prepared in accordance with the accounting policies set out in the Annual report for the year ended 31st March 2014 and comply with the Sri Lanka Accounting Standards (SLFRS/LKAS). These interim Financial Statements should be read in conjunction with the annual financial statements for the year ended 31st March 2014. They also provide the information required by the Colombo stock Exchange and LKAS 34.
- 5 Where necessary , Comparative figures have been re-stated to confirm with SLFRS/LKAS
- 6 The company paid Rs.0.40 (forty Cents) per share, interim dividend on 12th September 2014
- 7 No other circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the Financial Statements, except the contingent liability noted below.

As per Finance Bill issued on March 30, 2015, where the aggregate profits (as per audited financial statement) of subsidiaries and the holding company, within a group of Companies, exceed Rs.2B for the Year of assessment 2013/14, each company of such group is liable to pay a levy known as Super Gains Tax which is 25% of the taxable income of such company for the Year of assessment 2013/14. The Bill is yet to be enacted.

The Company and its subsidiaries would become liable to the said levy once the proposed Bill is legislated and the method of computation is established upon which the quantum of the levy will be ascertained.

- 8 The Consolidated Financial Statements of the Company for the quarter ended 31st March 2015 comprise of the Company , its Subsidiaries and Associates. The details of Subsidiaries and Associates are as follows:

Subsidiary Companies

Royal Ceramics Lanka PLC
L B Finance PLC
Greener Water Ltd
Delmege Limited
Orit Apparels Lanka (Private) Limited (disposed 11th August 2014)

Associate Companies

Sampath Bank PLC
Waskaduwa Beach Resort PLC
The Fortress Resorts PLC

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

9 Changes in accounting policies

SLFRS 10 Consolidated Financial Statements

SLFRS 10 establishes a single control model that applies to all entities including special purpose entities.

SLFRS 10 replaces the parts of previously existing LKAS 27 Consolidated and Separate Financial Statements that dealt with the consolidated financial statements and SIC-12 Consolidation – Special Purpose Entities. SLFRS 10 changes the definition of control such that an investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. To meet the definition of control in SLFRS 10, all three criteria must be met, they include:

- (a) an investor has power over an investee;
- (b) the investor has exposure, or rights, to variable returns from its involvement with the investee; and
- (c) the investor has the ability to use its power over the investee to affect the amount of the investor's returns.

SLFRS 10 has had no impact on the consolidation of investments held by the Group.

SLFRS 12 Disclosure of Interests in Other Entities

SLFRS 12 sets out the requirements for disclosures relating to an entity's interests in subsidiaries, joint arrangements, associates and structured entities. None of these disclosure requirements are applicable to the interim condensed consolidated financial statements, unless significant events and transactions in the interim period require that they are disclosed. Accordingly, the Group has not made any such disclosures.

SLFRS 13 Fair Value Measurement

SLFRS 13 establishes a single source of guidance under SLFRS for all fair value measurements. SLFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under SLFRS when fair value is required or permitted. The application of SLFRS 13 has not materially impacted the fair value measurements carried out by the Group.

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

10 Related Party Transactions

	2015	2014
	Rs.'000	Rs.'000
For the year ended 31st March		
Subsidiaries		
Loan Interest Received / (Paid)	1,800	13,227
Fixed Deposits (FD) - (Investment) / Withdrawals	(22,118)	363,000
FD Interest Received / (Paid)	65,589	125,268
Fund Transfers	56,576	42,827
Dividend received	432,639	207,864
Operating Expenses	37	11,349
Associates		
Dividend received	182,746	132,509
Equity Investments	125,431	-
Key management personnel (KMP)		
Directors Remuneration	7,200	7,200
Companies controlled / jointly controlled / significantly influenced by KMP and their close family members		
Fixed Deposits - (Investment) / Withdrawals	(732,813)	338,963
FD Interest Received / (Paid)	116,140	121,680
Dividend Received	10,913	9,822
Repo	12,000	29,000
Equity Investments	16,761	120,735

11 Disposal of controlling interest during interim period

In August 2014 the Company has disposed of its interest in one of its subsidiary, namely Orit Apparels Lanka (Private) Limited for Rs. 748 Mn. The resultant gain of Rs. 71Mn has been reflected in the consolidated income statement

Value recognised on disposal

	Rs.'000
Assets	
Cash and cash equivalents	1,490,514
Receivables and prepayments	1,336,258
Financial assets at fair value through Profit and loss	35,422
Inventories	1,784,946
Deferred tax assets	20,769
Intangible assets	24,110
Property, plant and equipment	1,919,219
	<u>6,611,239</u>
Liabilities	
Borrowings	(4,456,522)
Defined benefit obligations	(122,157)
Deferred tax liabilities	(515)
Trade and other payables	(768,547)
	<u>(5,347,741)</u>
Total identifiable net assets	<u>1,263,498</u>
Non controlling interest	(586,532)
Net asset directly associated with disposal group	676,965
Profit on disposal of non current investment	71,581
Net cash inflow on disposal of non current investment	<u>748,547</u>

12 Investment during the interim period

The Company acquired an additional 5.68% of voting shares of "The Fortress Resorts PLC" by paying a cash consideration of Rs.125 Mn, increasing its share ownership to 18.02%. From the date of transaction, "The Fortress Resorts PLC" treated as an associate of Vallibel One PLC due to availability of significant influence over The Fortress Resorts PLC.

The carrying value of the net assets of The Fortress Resort PLC, at the subsequent acquisition date was Rs. 1.25 Bn, and the carrying value of the additional interest acquired was Rs. 71 Mn. The difference between the consideration and the carrying value of the interest acquired of Rs. 179 Mn has been included in investment in associate according to the equity method.

VALLIBEL ONE PLC

13 Operating Segment information For the year ended 31st March Rs'000

	Investment		Tiles		Sanitary wear		Plantation		Bank & Finance		Leisure	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Revenue	-	-	14,824,667	14,198,807	1,353,789	1,124,667	2,164,543	2,069,471	14,646,910	13,491,704	-	-
Cost of Sales	-	-	(8,887,393)	(8,869,548)	(880,231)	(709,963)	(2,009,689)	(1,796,996)	(5,883,907)	(7,012,630)	-	-
Gross Profit/ (Loss)	-	-	5,937,274	5,329,259	473,559	414,703	154,854	272,475	8,763,003	6,479,074	-	-
Dividend income	17,013	12,737	4,846	1,836	-	-	-	-	806	2,407	-	-
Other income & gains	71,581	-	73,497	9,981	307	593	56,214	29,085	140,041	141,000	-	-
Administrative Expenses	(94,033)	(79,061)	(971,453)	(995,114)	(25,371)	(20,861)	(87,406)	(81,770)	(1,848,849)	(1,541,578)	(18,808)	(22,523)
Distribution Expenses	-	-	(2,165,089)	(1,868,416)	(56,449)	(33,681)	-	-	-	-	-	-
Other Operating Expenses	-	(4,267)	(33,567)	(25,173)	-	-	-	-	(3,185,056)	(1,616,125)	-	-
Finance Cost	(65,787)	(61,715)	(653,358)	(1,186,417)	(36,204)	(51,832)	(40,351)	(58,644)	-	(6,887)	(42)	(29)
Finance Income	238,421	161,468	(1,476)	58,784	2	-	558	315	-	272	201	198
Provision for fall in value of Investments	-	-	-	-	-	-	-	-	(214,929)	(1,371,959)	-	-
Share of results of equity accounted investees	-	-	-	-	-	-	-	-	1,168,596	577,751	(58,283)	(1,611)
Profit Before Value Added Tax	167,195	29,162	2,190,674	1,324,739	355,843	308,921	83,869	161,461	4,823,613	2,663,955	(76,931)	(23,965)
Value Added Tax on Financial Services	-	-	-	-	-	-	-	-	(271,527)	(112,618)	-	-
Profit / (loss) Before Tax	167,195	29,162	2,190,674	1,324,739	355,843	308,921	83,869	161,461	4,552,085	2,551,337	(76,931)	(23,965)
Income Tax Expense	(97,823)	(48,258)	(155,731)	(7,102)	(17,154)	(16,917)	(24,576)	(29,969)	(1,551,142)	(647,735)	(7,987)	(2)
Loss after tax for the period from Discontinued Operations	-	-	-	-	-	-	-	-	-	-	-	-
Profit / (Loss) for the year	69,372	(19,096)	2,034,943	1,317,637	338,689	292,005	59,293	131,492	3,000,943	1,903,603	(84,918)	(23,966)

14 Segment Assets and Liabilities

Total Assets	10,109,589	14,962,428	25,027,297	19,805,795	3,416,563	3,137,785	3,705,607	3,091,589	74,189,040	68,852,505	461,109	728,645
Total Liabilities	18,497	14,359	11,880,594	13,486,430	721,123	779,366	2,070,229	1,860,766	58,850,491	53,845,144	23,286	10,257

15 Other Segment Information

Total cost incurred during the period to acquire Property, Plant & Equipment	2,750	3,056	849,687	1,396,904	111,749	174,325	277,779	365,921	260,481	312,189	48,870	31,783
Depreciation	9,158	8,643	805,159	694,573	100,913	98,401	121,246	146,453	338,950	304,616	92	26
provision for retirement benefit Liability	569	437	67,149	74,527	321	2,380	79,630	71,028	29,799	39,906	280	120

VALLIBEL ONE PLC

13 Operating Segment information For the year ended 31st March Rs'000

	Consumer		Life style		Heath care		Apparel		Other		Group	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Revenue	2,826,341	2,150,977	1,402,165	1,287,932	1,691,265	1,175,240	-	9,780,968	4,540,148	3,051,324	43,449,828	48,331,091
Cost of Sales	(2,299,000)	(1,719,697)	(1,051,432)	(958,915)	(1,369,502)	(988,952)	-	(9,127,898)	(3,452,979)	(2,491,901)	(25,834,134)	(33,676,500)
Gross Profit/ (Loss)	527,340	431,281	350,733	329,017	321,763	186,288	-	653,070	1,087,168	559,423	17,615,694	14,654,591
Dividend income	408	1,379	-	-	-	-	-	-	-	-	23,073	18,359
Other income & gains	304	38,697	16,816	18,076	8	20,519	-	4,559	118,665	184,461	477,433	446,972
Administrative Expenses	(132,474)	(147,715)	(131,403)	(144,010)	(74,274)	(98,725)	-	(575,914)	(633,084)	(495,789)	(4,017,154)	(4,203,061)
Distribution Expenses	(384,397)	(350,079)	(138,359)	(139,494)	(151,621)	(104,373)	-	-	(257,661)	(204,829)	(3,153,576)	(2,700,871)
Other Operating Expenses	(5,558)	(34,786)	-	0	-	(2,189)	-	-	(3,930)	13,033	(3,228,111)	(1,669,507)
Finance Cost	(198,322)	(224,677)	(49,212)	(70,626)	(55,301)	(31,645)	-	(236,220)	(216,412)	(162,312)	(1,314,988)	(2,091,004)
Finance Income	8,736	-	10,673	9,104	5,131	-	-	48,555	32,308	6,367	294,554	285,064
Provision for fall in value of Investments	-	-	-	-	-	-	-	-	-	-	(214,929)	(1,371,959)
Share of results of equity accounted investees	-	-	-	-	-	-	-	-	-	-	1,110,314	576,140
Profit Before Value Added Tax	(183,961)	(285,900)	59,247	2,068	45,707	(30,124)	-	(105,950)	127,055	(99,644)	7,592,312	3,944,724
Value Added Tax on Financial Services	-	-	-	-	-	-	-	-	-	-	(271,527)	(112,618)
Profit / (loss) Before Tax	(183,961)	(285,900)	59,247	2,068	45,707	(30,124)	-	(105,950)	127,055	(99,644)	7,320,784	3,832,106
Income Tax Expense	-	-	(436)	(154)	-	-	-	(15,334)	(96,264)	(4,577)	(1,951,113)	(770,047)
Loss after tax for the period from Discontinued Operations	-	-	-	-	-	-	(143,641)	-	-	-	(143,641)	-
Profit / (Loss) for the year	(183,961)	(285,900)	58,812	1,914	45,707	(30,124)	(143,641)	(121,284)	30,791	(104,222)	5,226,030	3,062,060

14 Segment Assets and Liabilities

Total Assets	2,007,803	848,224	948,621	908,936	1,846,303	1,128,841	-	5,913,350	7,870,928	5,620,333	129,582,862	124,998,431
Total Liabilities	2,404,995	1,953,309	543,823	577,407	1,425,095	1,028,978	-	4,517,138	3,644,302	2,332,489	81,582,434	80,405,643

15 Other Segment Information

Total cost incurred during the period to acquire

Property , Plant & Equipment	5,427	915	19,608	10,184	1,853	3,647	-	111,113	212,072	235,642	1,790,276	2,645,678
Depreciation	3,209	2,307	11,659	11,959	1,606	1,691	-	235,089	153,664	82,150	1,545,655	1,585,909
provision for retirement benefit Liability	2,618	2,587	4,627	7,430	2,367	1,714	-	36,178	15,599	17,388	202,959	253,695

VALLIBEL ONE PLC
SHARE INFORMATION

1 Market prices of the shares for quarter ended 31st March

	<u>2015</u> Rs.	<u>2014</u> Rs.
Highest	26.50	17.50
Lowest	19.70	15.60
Closing	20.30	17.00

2 Directors Shareholding

Name	No of shares as at 31st March 2015	No of shares as at 31st March 2014
Mr. K D D Perera	689,726,471	689,726,471
Mr. W D N H Perera	Nil	Nil
Mr. S H Amarasekera -Shares held in the following manner		
Pan Asia Banking Corporation PLC / Mr. S H Amarasekara	1,000,000	1,000,000
Mr. J A S S Adhihetty	100,000	100,000
Ms. K Fernando	800,000	800,000
Mr. R N Asirwatham	800	800

3 Twenty Major Shareholders as at 31st March 2015.

	No of Shares	(%)
1 Mr. K D D Perera	689,726,471	63.478
2 Employees Provident Fund	101,549,200	9.346
3 Vallibel Investments (Private) Limited	91,966,451	8.464
4 Vallibel Leisure (Private) Limited	91,929,063	8.461
5 Bank of Ceylon A/c Ceybank Unit Trust	6,497,409	0.598
6 Mercantile Investments and Finance PLC	5,176,000	0.476
7 National Savings Bank	3,330,000	0.306
8 Mes Mellon Bank N. A. -UPS Group Trust	2,800,000	0.258
9 Rosewood (Pvt) Limited - Account No.1	2,799,300	0.258
10 Merrill J Fernando & Sons (Pvt) Limited	2,299,000	0.212
11 Mr. H R S Wijeratne	2,069,000	0.190
12 Mr. A M Weerasinghe	2,000,000	0.184
13 Wickramaratnes (Pvt) Limited	1,865,000	0.172
14 Employees Trust Fund Board	1,722,140	0.158
15 Prof M.T.A Furkhan	1,672,000	0.154
16 First Capital Markets Ltd / Mr. S N Kumar	1,610,134	0.148
17 Bank of Ceylon No. 1 Account	1,567,604	0.144
18 Mr A Sithampalam	1,567,000	0.144
19 Bartleet Asset Management (Pvt) Ltd	1,314,000	0.121
20 Mr. K D A Perera	1,231,361	0.113
	1,014,691,133	93.386
Others	71,868,220	6.614
Total	1,086,559,353	100.000

4 Public Shareholding

The percentage of shares held by the public as at 31st March 2015 being 19.128% comprising of 12,838 Share holders.

VALLIBEL ONE PLC
CORPORATE INFORMATION

Name of Company

Vallibel One PLC

Legal Form

A Public Quoted Company with limited liability
Incorporated under the provisions of the Companies Act, No. 07 of 2007.

Date of Incorporation

09 th June 2010

Company Registration Number

PB 3831 PQ

Nature of the Business

Diversified holding company with strategic investments.

Board of Directors

Mr. K D D Perera – Chairman / Managing Director
Mr. W D N H Perera - Executive Deputy Chairman
Mr. S H Amarasekera
Mr. J A S S Adhihetty
Ms. K Fernando
Mr. R N Asirwatham

Head Office and Registered Office

29, West Tower, World Trade Center
Echelon Square, Colombo 01
Telephone: 011 2445577
Fax: 011 2441444

Subsidiary Companies

Royal Ceramics Lanka PLC
L B Finance PLC
Greener Water Limited
Delmege Limited

Associate Companies

Sampath Bank PLC
Waskaduwa Beach Resort PLC
The Fortress Resorts PLC

Company Secretaries

P W Corporate Secretarial (Pvt) Ltd
No.3/17, Kynsey Road,
Colombo 08.
Telephone: 011 4640360
Fax: 011 4740588
E-mail:pwcs@pwcs.lk

Auditors

Ernst & Young
Chartered Accountants
No.201, De Saram Place
Colombo 10.

Bankers

Hatton National Bank PLC
Pan Asia Banking corporation PLC
Sampath Bank PLC