

VALLIBEL ONE PLC
INTERIM FINANCIAL STATEMENTS

Vallibel | ONE

FOR THE SIX MONTHS PERIOD ENDED 30TH SEPTEMBER 2017

VALLIBEL ONE PLC
STATEMENT OF FINANCIAL POSITION

As at	Company		Group	
	30.09.2017 Rs.'000	31.03.2017 Rs.'000	30.09.2017 Rs.'000	31.03.2017 Rs.'000
ASSETS				
Cash and Bank	24,011	399,210	5,220,995	5,378,756
Financial Assets - Fair Value Through Profit or Loss	120,480	110,560	181,916	161,264
Loans and Receivable	-	150,000	35,711,346	33,638,779
Lease Rentals receivables and Stock out on hire	-	-	59,441,436	55,659,388
Financial Assets - Available for Sales	9,301,380	7,883,555	9,386,707	7,951,947
Other Financial Assets	1,272,473	1,400,762	9,633,718	8,254,185
Trade and Other Receivables	118,878	230,981	6,503,959	6,584,067
Other Non Financial Assets	-	-	2,254,824	1,296,826
Investments in Subsidiaries	18,974,390	18,802,890	-	-
Investment in Associate	405,891	405,891	583,528	587,838
Amounts Due From Related Parties	169,347	26,074	-	-
Deferred Tax Assets	-	-	263,984	340,549
Income Tax Recoverable	4,042	5,270	149,934	115,943
Inventories	-	-	11,429,496	10,031,785
Intangible Assets	-	-	13,019,862	13,046,742
Investment property	-	-	237,679	238,024
Leasehold rights Over Mining Lands	-	-	14,414	16,080
Biological Assets	-	-	2,582,324	2,575,552
Property, Plant and Equipment	32,735	37,132	31,098,359	29,566,426
Assets Classified as Held for Sale	-	-	103,473	137,815
Total Assets	30,423,627	29,452,325	187,817,955	175,581,967
LIABILITIES				
Due to Banks	-	2	22,922,276	26,636,388
Due to Customers	-	-	68,555,172	60,401,955
Interest Bearing Loans and Borrowings	-	400,000	20,659,737	16,155,167
Trade and Other Payables	6,761	8,855	5,096,454	4,954,353
Other Non Financial Liabilities	-	-	2,817,533	2,842,747
Dividend Payable	10,567	7,648	149,382	113,083
Employee Benefit Liabilities	3,809	3,809	1,200,190	1,211,122
Income Tax Liabilities	455	6,062	928,054	1,220,668
Deferred Tax Liabilities	2,461	2,461	1,822,907	1,711,056
Capital Grants	-	-	137,865	153,189
Liabilities Directly Associated with the Assets Classified as Held for Sale	-	-	30,368	137,944
Total Liabilities	24,053	428,837	124,319,939	115,537,673
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	3,235,590	1,859,504	16,696,096	14,187,517
	30,399,574	29,023,488	43,860,080	41,351,501
Non Controlling Interest	-	-	19,637,936	18,692,794
Total Equity	30,399,574	29,023,488	63,498,016	60,044,295
Total Equity and Liabilities	30,423,627	29,452,325	187,817,955	175,581,967

Net Asset Per Share (Rs.) **27.98** **26.71** **40.37** **38.06**

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
8-Nov-17

Sgd.
Director

VALLIBEL ONE PLC
STATEMENT OF INCOME

For the Period ended 30th September	Company					Group				
	2017 Quarter Rs.'000	2016 Quarter Rs.'000	2017 Cumulative Rs.'000	2016 Cumulative Rs.'000	Variance %	2017 Quarter Rs.'000	2016 Quarter Rs.'000	2017 Cumulative Rs.'000	2016 Cumulative Rs.'000	Variance %
Revenue	-	-	-	-	-	14,645,752	12,585,321	27,646,197	24,145,139	15
Cost of Sales	-	-	-	-	-	(8,367,584)	(6,847,027)	(15,948,801)	(13,382,571)	(19)
Gross Profit	-	-	-	-	-	6,278,167	5,738,294	11,697,396	10,762,569	9
Dividend Income	130	1,447	459,499	870,177	(47)	2,481	6,959	20,397	21,601	(6)
Other operating income	46,559	-	54,025	2,857	1791	111,095	67,662	184,625	117,197	58
Administrative Expenses	(50,655)	(38,763)	(91,297)	(70,788)	(29)	(1,249,887)	(1,195,837)	(2,434,664)	(2,365,465)	(3)
Distribution Expenses	-	-	-	-	-	(1,066,193)	(1,025,118)	(2,114,368)	(1,984,290)	(7)
Other Operating Expenses	-	-	-	-	-	(769,697)	(508,505)	(1,354,262)	(917,510)	(48)
Loss from the Difference between the Fair Value of the Retained Interest and the Carrying Value of the Investment in Associates.	-	(828,882)	-	(828,882)	100	-	(3,297,524)	-	(3,297,524)	100
Gain / (loss) on Gold Auction	-	-	-	-	-	40	272	(430)	(1,850)	77
Results from Operating Activities	(3,967)	(866,198)	422,227	(26,637)	1685	3,306,007	(213,797)	5,998,694	2,334,727	157
Finance Cost	-	-	(759)	-	(100)	(473,829)	(409,530)	(902,153)	(769,452)	(17)
Finance Income	26,146	71,472	107,978	167,500	(36)	78,907	126,060	211,780	254,687	(17)
Net Finance Cost	26,146	71,472	107,220	167,500	(36)	(394,922)	(283,469)	(690,373)	(514,764)	(34)
Share of Results of Equity Accounted Investees	-	-	-	-	-	(3,805)	110,506	(4,311)	445,083	(101)
Reclassification of the Gain/Loss Recognised in OCI Through Retained Earnings	-	-	-	-	-	-	(648,594)	-	(648,594)	100
Profit Before Value Added Tax	22,179	(794,725)	529,447	140,864	276	2,907,280	(1,035,355)	5,304,011	1,616,451	228
Value Added Tax on Financial Services	-	-	-	-	-	(311,740)	(206,408)	(607,320)	(433,712)	(40)
Profit Before Tax	22,179	(794,725)	529,447	140,864	276	2,595,540	(1,241,763)	4,696,691	1,182,740	297
Income Tax Expense	(12,894)	(13,031)	(27,433)	(30,994)	11	(925,566)	(838,903)	(1,592,295)	(1,597,586)	0.3
Profit/(Loss) for the Period from Continuing Operation	9,285	(807,756)	502,014	109,869	357	1,669,974	(2,080,666)	3,104,396	(414,846)	848
Discontinued Operation										
Loss After Tax for the Period from Discontinued Operations	-	-	-	-	-	399	(36,311)	(12,403)	(36,311)	66
Net Profit for the Period	9,285	(807,756)	502,014	109,869	357	1,670,372	(2,116,977)	3,091,993	(451,157)	785
Attributable to :										
Equity Holders of the Parent	9,285	(807,756)	502,014	109,869	357	805,516	(3,001,939)	1,628,940	(1,903,013)	186
Non - Controlling Interests	-	-	-	-	-	864,856	884,961	1,463,053	1,451,856	1
	9,285	(807,756)	502,014	109,869	357	1,670,372	(2,116,977)	3,091,993	(451,157)	785
Earnings Per Share (Rs.)	0.01	(0.74)	0.46	0.10		0.74	(2.76)	1.50	(1.75)	

VALLIBEL ONE PLC
STATEMENT OF COMPREHENSIVE INCOME

For the Period ended 30th September	2017 Quarter Rs.'000	2016 Quarter Rs.'000	2017 Cumulative Rs.'000	2016 Cumulative Rs.'000	Variance %	2017 Quarter Rs.'000	2016 Quarter Rs.'000	2017 Cumulative Rs.'000	2016 Cumulative Rs.'000	Variance %
Net Profit for the Period	9,285	(807,756)	502,014	109,869	357	1,670,372	(2,116,977)	3,091,993	(451,157)	785
Other comprehensive Income										
To be Reclassified to Profit or Loss in Subsequent Period										
Share of other Comprehensive Income of Equity Accounted Investees	-	-	-	-	-	-	7,980	-	23,432	(100)
Reclassification of the Gain/Loss Recognised in OCI Through Retained Earnings	-	-	-	-	-	-	648,594	-	648,594	(100)
Net Gain/(Loss) on Available for Sale Financial Assets	539,441	979,771	1,417,351	1,059,904	33.72449	544,928	979,671	1,435,556	1,063,141	35
Exchange Difference on Translation of Foreign Operations	-	-	-	-	-	1,881	3,849	4,082	1,400	192
Not to be Reclassified to Profit or Loss in Subsequent Period										
Realisation of Revaluation Reserve - Transfer Out	-	-	-	-	-	-	(202,635)	-	(202,635)	100
Realisation of Actuarial loss - Transfer Out	-	-	-	-	-	-	39,734	-	39,734	(100)
Other Comprehensive Income for the Period, Net of Tax	539,441	979,771	1,417,351	1,059,904	34	546,809	1,477,193	1,439,638	1,573,666	(9)
Total Comprehensive Income for the Period, Net of Tax	548,727	172,015	1,919,365	1,169,773	64	2,217,182	(639,784)	4,531,631	1,122,508	304
Total Comprehensive Income Attributable to :										
Equity Holders of the Parent	548,727	172,015	1,919,365	1,169,773	64	1,349,590	(1,526,595)	3,060,452	(331,189)	1024
Non - Controlling Interests	-	-	-	-	-	867,592	886,811	1,471,179	1,453,697	1
	548,727	172,015	1,919,365	1,169,773	64	2,217,182	(639,784)	4,531,631	1,122,508	304

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- COMPANY

For the Period ended 30th September	Stated Capital Rs.'000	Available for Sale Reserve Rs.'000	Retained Earnings/ (Losses) Rs.'000	Total Rs.'000
Balance as at 01st April 2016	27,163,984	(351,118)	762,296	27,575,162
Profit for the Period	-	-	109,869	109,869
Other Comprehensive Income	-	1,059,904	-	1,059,904
Dividend Paid	-	-	(543,280)	(543,280)
Balance as at 30th September 2016	<u>27,163,984</u>	<u>708,786</u>	<u>328,886</u>	<u>28,201,655</u>
Balance as at 01st April 2017	27,163,984	400,218	1,459,286	29,023,488
Profit for the Period	-	-	502,014	502,014
Other Comprehensive Income	-	1,417,351	-	1,417,351
Dividend Paid	-	-	(543,280)	(543,280)
Balance as at 30th September 2017	<u>27,163,984</u>	<u>1,817,569</u>	<u>1,418,021</u>	<u>30,399,574</u>

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- GROUP

For the Period ended 30th September Rs.'000

	Stated Capital	Treasury Shares	Capital		Other Component of Equity			Revenue Reserve		Hedge Reserve	Actuarial Gain/ (Loss)	Shareholder's Fund	Non Controlling Interest	Total Equity
			Reserve	Available for Sale Reserve	Foreign Currency Translation Reserve	Revaluation Reserve	General Reserve	Retained Earnings						
			Fund	Rs.	Rs.	Rs.	Rs.	Rs.						
Balance as at 01st April 2016	27,163,984	(44,112)	1,433,306	(996,972)	6,057	1,143,873	578,449	8,839,685	(32,984)	(126)	38,091,162	16,579,367	54,670,528	
Profit for the Period	-	-	-	-	-	-	-	(1,903,013)	-	-	(1,903,013)	1,451,856	(451,157)	
Realisation of Revaluation Reserve - Transfer Out	-	-	-	-	-	-	-	202,635	-	-	202,635	-	202,635	
Realisation of Actuarial loss - Transfer Out	-	-	-	-	-	-	-	(39,734)	-	-	(39,734)	-	(39,734)	
Other Comprehensive Income														
Share of Other Comprehensive Income of Equity Accounted Investees	-	-	-	23,693	(261)	-	-	-	-	-	23,432	-	23,432	
Reclassification of the Gain/Loss Recognised in OCI by the Investment in Associate to Retained Earnings	-	-	-	654,012	(5,544)	-	-	-	-	126	648,594	-	648,594	
Realisation of Revaluation Reserve - Transfer Out	-	-	-	-	-	(202,635)	-	-	-	-	(202,635)	-	(202,635)	
Realisation of Actuarial Loss - Transfer Out	-	-	-	-	-	-	-	-	39,734	-	39,734	-	39,734	
Exchange Difference on Translation of Foreign Operations	-	-	-	-	714	-	-	-	-	-	714	-	1,400	
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	1,061,986	-	-	-	-	-	-	1,061,986	1,156	1,063,141	
Total Other Comprehensive Income	-	-	-	1,739,691	(5,091)	(202,635)	-	-	39,734	126	1,571,825	1,841	1,573,666	
Effect on Change in Holding	-	-	-	-	-	-	-	35,400	-	-	35,400	(178,959)	(143,559)	
Transfers	-	-	239,172	-	-	-	-	(239,172)	-	-	-	-	-	
Write Back of Unclaimed Dividends	-	-	-	-	-	-	3,817	-	-	-	3,817	-	3,817	
Dividend Paid	-	-	-	-	-	-	-	(542,819)	-	-	(542,819)	(470,314)	(1,013,133)	
Balance as at 30th September 2016	27,163,984	(44,112)	1,672,478	742,720	966	941,238	582,267	6,352,982	6,750	-	37,419,273	17,383,791	54,803,063	
Balance as at 01st April 2017	27,163,984	(44,112)	2,216,947	414,490	1,798	2,196,687	578,449	8,810,680	12,578	-	41,351,501	18,692,794	60,044,295	
Profit for the Period	-	-	-	-	-	-	-	1,628,940	-	-	1,628,940	1,463,053	3,091,993	
Other Comprehensive Income														
Exchange Difference on Translation of Foreign Operations	-	-	-	-	2,284	-	-	-	-	-	2,284	1,798	4,082	
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	1,429,228	-	-	-	-	-	-	1,429,228	6,328	1,435,556	
Total other Comprehensive Income	-	-	-	1,429,228	2,284	-	-	-	-	-	1,431,513	8,125	1,439,638	
Transfers	-	-	378,197	-	-	-	-	(378,197)	-	-	-	-	-	
Effect on Changes in Holding	-	-	-	-	-	-	-	(9,054)	-	-	(9,054)	(91,295)	(100,349)	
Dividend Paid	-	-	-	-	-	-	-	(542,819)	-	-	(542,819)	(434,742)	(977,561)	
Balance as at 30th September 2017	27,163,984	(44,112)	2,595,144	1,843,718	4,082	2,196,687	578,449	9,509,550	12,578	-	43,860,080	19,637,936	63,498,016	

VALLIBEL ONE PLC
CASH FLOW STATEMENT

For the Period ended

CASH FLOWS FROM OPERATING ACTIVITIES

	Company		Group	
	30.09.2017 Rs.'000	30.09.2016 Rs.'000	30.09.2017 Rs.'000	30.09.2016 Rs.'000
Net Profit/ (Loss) before Taxation	529,447	140,864	4,696,691	1,182,740
Profit/ (Loss) Before Tax from Discontinued Operations	-	-	(12,403)	(36,311)
ADJUSTMENTS FOR				
Profit / Loss on sale of Property, Plant & equipment	-	(2,857)	(14,934)	(26,122)
Depreciation	5,193	5,478	838,804	837,064
Provision For Fall in Value of Investments	(9,920)	(56,806)	(19,544)	(99,380)
Amortization	-	-	41,730	18,685
Impairment of Loans	-	-	196,253	15,009
Share of results of Equity Accounted Investees	-	-	4,311	(445,083)
Net (Gain) / Loss on Foreign Exchange	(85)	-	-	-
Provision for Impairment of Assets	-	-	-	20,419
Provision For Defined Benefit Plan Costs	-	-	105,164	110,300
Amortization of Capital Grants	-	-	(2,523)	(2,348)
Provision for Inventory	-	-	10,184	6,265
Reclassification Loss on Associate to Available for sale Financial Assets	-	828,882	-	3,297,524
Dividend Received	(459,499)	-	(17,817)	(18,814)
Finance Cost	759	-	428,324	769,452
Finance Income	(97,974)	(110,694)	(132,874)	(254,687)
Operating Profit/ (Loss) before Working Capital Changes	(32,079)	804,868	6,121,367	5,374,711
(Increase)/Decrease in Loans and Advances	150,000	-	(2,268,820)	(3,353,891)
(Increase)/Decrease in Trade & Other Debtors, Deposits & Prepayments	97,639	(3,142)	80,109	(478,692)
(Increase)/Decrease in Other Financial Assets	-	-	(1,379,533)	430,842
(Increase)/Decrease in Lease Rental Receivable	-	-	(3,782,048)	(4,714,341)
(Increase)/Decrease in Other Non Financial Assets	-	-	(957,998)	(418,100)
Increase/(Decrease) in Due to Banks	-	-	(3,393,108)	3,730,974
Increase/(Decrease) in Due to Customers	-	-	8,153,218	347,920
Increase/(Decrease) in Trade & Other Payables	(420)	-	127,102	(585,937)
Increase/(Decrease) in Other Non Financial Liabilities	-	-	(25,214)	753,170
(Increase)/Decrease in Inventories	-	-	(1,414,668)	(860,441)
Increase/(Decrease) in Assets Held For Sale	-	-	(73,105)	-
(Increase)/Decrease in Amounts Due from Related Companies	(143,274)	(909,523)	-	-
Cash Generated from Operations	71,865	(107,797)	1,187,301	226,214
Retirement Benefits Liabilities Paid	-	-	(116,096)	(68,252)
Interest Received	112,179	120,296	132,874	254,687
Finance Cost Paid	(2,432)	-	(428,324)	(769,452)
Taxes Paid - Discontinued Operations	-	-	-	-
Taxes Paid - Continuing Operations	(31,812)	(36,641)	(1,730,485)	(1,841,609)
Net Cash from/(Used in) Operating Activities	149,800	(24,142)	(954,730)	(2,198,412)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Property, Plant & Equipment	(796)	(1,520)	(2,903,403)	(2,793,877)
Net Proceeds from Intangible Assets	-	-	(14,850)	55,578
Proceeds from Sale of Property, Plant & Equipment	-	3,100	551,898	14,279
Net Proceeds of Fair Value Through Profit and Loss Financial Assets	-	129,204	(1,108)	20,172
Acquisition of Subsidiary	-	-	-	(59,999)
Increase the Stake of Subsidiary	(171,500)	-	-	-
Acquisition of Non Controlling Interest	-	(136,028)	(100,349)	(143,559)
Net Proceeds (Purchase) of Available for Sale Financial Assets	-	-	796	-
Net Proceed From Short Term Investment	128,289	576,976	-	(69,203)
Dividend Received	459,370	-	17,817	158,491
Proceeds from leasehold right on Mining	-	-	1,666	(8,000)
Net Cash used in Investing Activities	415,363	571,732	(2,447,533)	(2,826,117)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from Interest Bearing Loans & Borrowings	-	-	5,546,226	9,848,588
Repayment of Interest Bearing Loans & Borrowings	(400,000)	-	(1,041,657)	(5,618,277)
Capital Grant Received	-	-	2,199	2,701
Dividend Paid	(540,361)	(541,505)	(941,262)	(1,096,417)
Net Cash from Financing Activities	(940,361)	(541,505)	3,565,507	3,136,594
Net Increase / (Decrease) in Cash & Cash Equivalents	(375,198)	6,085	163,244	(1,887,935)
Cash and Cash Equivalents at the beginning of the Period	399,208	41,298	1,485,247	5,416,563
Cash and Cash Equivalents at the end of the Period	24,011	47,383	1,648,491	3,528,627

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 30th September 2017 is 1,086,559,353 (31st March 2017- 1,086,559,353).
- 4 There has not been a significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the year ended 31st March 2017
- 5 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 2017 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 2017. They also provide the information required by the Colombo stock Exchange and LKAS 34.
- 6 Where necessary , Comparative figures have been re-stated to confirm with SLFRS/LKAS.
- 7 The Consolidated Financial Statements of the Company for the Period ended 30th September 2017 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

Associate Companies

The Fortress Resorts PLC

8 Related Party Transactions

For the Period ended 30th September	2017	2016
	Rs.'000	Rs.'000
Subsidiaries		
Interest Income Recognized	-	17,943
Technical Fee - Income Recognized	54,025	-
Fund Transfers	169,347	909,523
Dividend received	441,683	714,867
Associates		
Dividend received	-	139,677
Key management personnel (KMP)		
Directors Remuneration	5,596	6,667
Companies controlled / jointly controlled / significantly Influenced by KMP and their close family members		
Fixed Deposits - (Investment) / Withdrawals	128,289	576,976
Interest Income Recognized	97,974	91,729
Dividend Received	17,817	15,634
Repo	13,000	38,000

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

9 Discontinued Operations

During the year 2016/17, the Royal Ceramics Lanka PLC publicly announced the decision of its Board of Directors to cease the operations of Ever Paint and Chemical Industries (Private) Limited ("EPCI") with immediate effect and to dispose of the assets thereof. EPCI is a fully owned subsidiary of Royal Ceramics Lanka PLC and it was engaged in the business of manufacturing and marketing of paints and allied products. With EPCI being classified as discontinued operations, The results of EPCI for the period is presented below:

	Period ended 30.09.2017 Rs.'000	Period ended 30.09.2016 Rs.'000
Net Revenue	1,297	27,784
Cost of Sales	(2,362)	(25,385)
Gross Profit	<u>(1,065)</u>	<u>2,398</u>
Other Operating Income	8,259	113
Distribution Expenses	(5,502)	(19,010)
Administrative Expenses	(10,767)	(7,344)
Finance Expenses	<u>(3,328)</u>	<u>(12,469)</u>
Loss for the period from discontinued operations	<u>(12,403)</u>	<u>(36,311)</u>

The major classes of assets and liabilities of EPCI is classified as held for sale as at the end of the period:

	30.09.2017 Rs.'000	30.09.2016 Rs.'000
Assets		
Property, Plant & Equipment	57,449	120,675
		15,367
Inventories	28,519	137,286
Trade and Other Receivables	17,339	31,123
Other Non Financial Assets	-	18,665
Cash and Cash Equivalents	<u>165</u>	<u>655</u>
Assets held for sale	103,473	323,771
Liabilities		
Trade and Other Payables	(8,344)	(17,467)
Interest Bearing Loans & Borrowings	(19,815)	(206,775)
Retirement Benefit Liability	<u>(2,210)</u>	<u>(1,682)</u>
Liabilities directly associated with the assets held for sale	<u>(30,368)</u>	<u>(225,924)</u>
Net Assets directly associated with disposal group	<u>73,105</u>	<u>97,847</u>

The net cash flows incurred by EPCI is as follows:

	Period ended 30.09.2017 Rs.'000	Period ended 30.09.2016 Rs.'000
Operating	78,466	29,354
Investing	22,731	(3,738)
Financing	<u>(105,030)</u>	<u>(13,105)</u>
Net cash (outflow)/inflow	<u>(3,833)</u>	<u>12,511</u>

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

10 Greener Water Hotel Project

- Civil, Structural and MEP (Mechanical, Electrical and Plumbing) work of the super structure is in progress whilst Interior and Landscaping work is scheduled to commence in early 2018.
- Delays have been encountered in the construction of the super structure vis-à-vis the Project milestones. This has necessitated variations to the timelines, thus delaying the Project completion by approximately one year.
- In view of the aforesaid, it is expected to commence commercial operations by April 2020.

11 There have been no material events occurring after the balance sheet date that require adjustment or disclosure in the financial statement.

VALLIBEL ONE PLC

**12 Operating Segment Information
For the Period ended 30th September
Rs'000**

	Investment Sector		Tiles Sector		Sanitaryware Sector		Packaging Sector		Aluminium Sector		Plantation Sector		Bank & Finance Sector	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Revenue														
Sales to external customers	-	-	7,924,075	7,614,092	872,728	923,066	1,177,040	1,096,962	1,343,830	1,160,359	1,140,459	836,937	11,488,679	8,921,529
Intra group Revenue	-	-	-	-	1,249	-	130,275	91,840	-	(1,298)	22,722	870	-	-
Total Revenue	-	-	7,924,075	7,614,092	873,977	923,066	1,307,315	1,188,802	1,343,830	1,159,062	1,163,181	837,806	11,488,679	8,921,529
Results														
Gross Profit	-	-	3,689,787	3,605,055	381,539	390,468	160,489	186,645	422,990	366,018	120,808	(82,600)	5,985,204	5,317,923
Dividend Income	459,499	870,177	435	3,180	-	-	-	-	-	-	-	-	1,972	2,786
Other Income & Gains	54,025	2,857	112,691	199,291	1,270	2,139	49,093	29,236	2,025	2,395	9,155	6,998	65,536	19,804
Administrative Expenses	(91,297)	(70,788)	(539,121)	(570,081)	(17,827)	(20,568)	(62,270)	(63,855)	(66,769)	(65,413)	(59,987)	(46,343)	(1,320,965)	(1,232,304)
Distribution Expenses	-	-	(1,431,242)	(1,330,303)	(185,296)	(160,352)	(49,679)	(43,967)	(167,857)	(139,811)	-	-	-	-
Other Operating Expenses	-	-	(31,171)	(43,750)	-	-	-	-	-	-	-	-	(1,298,523)	(838,388)
Loss from the Difference Between the Fair Value of the Retained Interest and the Carrying Value of the Investment in Associates.	-	(828,882)	-	-	-	-	-	-	-	-	-	-	-	(2,468,642)
Finance Cost	(759)	-	(435,884)	(386,767)	(45,450)	(32,465)	(39,765)	(33,652)	(57,564)	(35,175)	(48,813)	(41,251)	-	-
Finance Income	107,978	167,500	63,196	79,505	244	98	-	-	-	3,630	432	64	-	-
Provision for fall in value of Investments	-	-	-	-	-	-	-	-	-	-	-	-	(430)	(1,850)
Share of results of Equity Accounted Investees	-	-	-	-	-	-	-	-	-	-	-	-	-	441,053
Reclassification of the Gain/Loss Recognised in OCI Through Retained Earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	(648,594)
Profit Before Value Added Tax	529,447	140,864	1,428,690	1,556,131	134,479	179,320	57,868	74,407	132,824	131,645	21,595	(163,133)	3,432,795	591,789
Value Added Tax on Financial Services	-	-	-	-	-	-	-	-	-	-	-	-	(607,320)	(433,712)
Profit / (Loss) Before Tax	529,447	140,864	1,428,690	1,556,131	134,479	179,320	57,868	74,407	132,824	131,645	21,595	(163,133)	2,825,475	158,077
Income Tax Expense	(27,433)	(30,994)	(458,914)	(398,913)	(26,617)	(38,011)	(8,056)	(16,487)	(32,686)	-	(3,886)	7,779	(934,490)	(974,445)
Loss after tax for the Period from Discontinued Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit / (Loss) for the Period	502,014	109,869	969,776	1,157,219	107,862	141,309	49,812	57,920	100,139	131,645	17,709	(155,354)	1,890,985	(816,367)
As at 30th September														
13 Segment Assets and Liabilities														
Total Assets	30,423,627	29,452,325	40,468,352	37,944,446	4,406,720	4,072,544	2,798,758	2,658,108	2,875,626	2,712,829	4,066,526	3,966,100	111,938,812	102,763,035
Total Liabilities	24,053	428,837	16,900,448	14,684,211	1,367,885	1,139,251	1,476,001	1,357,263	1,631,899	1,569,242	2,309,439	2,258,207	97,941,189	90,253,356
14 Other Segment Information														
Total Cost Incurred During the Period to Acquire Property, Plant & Equipment	796	1,520	1,278,260	1,278,063	128,451	189,431	3,684	111,444	107,156	52,155	130,884	172,189	961,688	188,698
Intangible Assets	-	-	1,545	-	-	-	-	-	-	-	-	-	13,305	19,633
Depreciation & Amortization	5,193	5,478	488,089	466,944	59,351	50,722	40,279	66,369	38,150	30,054	68,548	31,187	182,076	170,459
provision for Retirement Benefit Liability	-	-	35,959	38,814	1,891	1,254	3,738	38,523	36	3,276	35,898	701	24,761	19,082

VALLIBEL ONE PLC

**12 Operating Segment Information
For the Period ended 30th September
Rs'000**

	Leisure Sector		Consumer Sector		Life style Sector		Heath care Sector		Other		Eliminations / Adjustments		Group	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Revenue														
Sales to external customers	-	-	1,461,815	1,139,648	1,052,339	1,001,906	882,087	1,140,630	303,145	310,714	-	(703)	27,646,197	24,145,139
Intra group Revenue	-	-	1,134	-	12,122	2,943	-	-	72,360	112,577	(239,862)	(206,932)	-	-
Total Revenue	-	-	1,462,949	1,139,648	1,064,460	1,004,849	882,087	1,140,630	375,506	423,291	(239,862)	(207,636)	27,646,197	24,145,139
Results														
Gross Profit	-	-	290,288	231,570	260,585	254,424	179,629	220,072	225,305	262,316	(19,228)	10,678	11,697,396	10,762,569
Dividend Income	-	-	-	-	-	-	-	-	5,795	-	(447,305)	(854,543)	20,397	21,601
Other Income & Gains	-	-	7,332	93	8,129	5,531	916	7,942	128,625	28,080	(254,171)	(187,169)	184,625	117,197
Administrative Expenses	(24,683)	(18,432)	(53,735)	(27,881)	(87,815)	(51,192)	(43,833)	(25,112)	(262,680)	(230,434)	196,319	56,938	(2,434,664)	(2,365,465)
Distribution Expenses	-	-	(143,815)	(149,456)	(93,632)	(100,178)	(75,489)	(113,254)	(24,418)	(35,762)	57,060	88,793	(2,114,368)	(1,984,290)
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-	(24,568)	(35,372)	(1,354,262)	(917,510)
Loss from the Difference Between the Fair Value of the Retained Interest and the Carrying Value of the Investment in Associates.	-	-	-	-	-	-	-	-	-	-	-	-	-	(3,297,524)
Finance Cost	(74)	(127)	(223,239)	(134,452)	(42,975)	(23,425)	(48,539)	(21,264)	(72,550)	(66,299)	113,458	5,425	(902,153)	(769,452)
Finance Income	387	921	61,293	1,899	10,736	3,516	8,933	127	62,702	17,570	(104,121)	(20,143)	211,780	254,687
Provision for fall in value of Investments	-	-	-	-	-	-	-	-	-	-	-	-	(430)	(1,850)
Share of results of Equity Accounted Investees	(4,311)	4,030	-	-	-	-	-	-	-	-	-	-	(4,311)	445,083
Reclassification of the Gain/Loss Recognised in OCI Through Retained Earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	(648,594)
Profit Before Value Added Tax	(28,680)	(13,608)	(61,876)	(78,227)	55,028	88,676	21,617	68,510	62,780	(24,529)	(482,556)	(935,393)	5,304,011	1,616,451
Value Added Tax on Financial Services	-	-	-	-	-	-	-	-	-	-	-	-	(607,320)	(433,712)
Profit / (loss) Before Tax	(28,680)	(13,608)	(61,876)	(78,227)	55,028	88,676	21,617	68,510	62,780	(24,529)	(482,556)	(935,393)	4,696,691	1,182,740
Income Tax Expense	(70)	(50)	(2,996)	-	(3,355)	(18,146)	(902)	(10,845)	(13,522)	(13,249)	(79,368)	(104,225)	(1,592,295)	(1,597,586)
Loss after tax for the Period from Discontinued Operations	-	-	-	-	-	-	-	-	(12,403)	(36,311)	-	-	(12,403)	(36,311)
Profit / (Loss) for the Period	(28,751)	(13,658)	(64,872)	(78,227)	51,673	70,530	20,714	57,666	36,855	(74,089)	(561,924)	(1,039,618)	3,091,993	(451,157)

As at 30th September

13 Segment Assets and Liabilities

Total Assets	2,012,130	3,890,992	2,202,801	1,254,265	1,448,095	1,231,501	1,566,881	1,799,559	7,619,786	6,498,734	(24,010,158)	(22,662,472)	187,817,955	175,581,967
Total Liabilities	184,514	61,736	3,726,849	3,313,638	1,144,015	617,911	1,490,164	1,068,945	1,945,810	1,446,749	(5,822,328)	(2,661,673)	124,319,939	115,537,673

14 Other Segment Information

Total Cost Incurred During the Period to Acquire Property, Plant & Equipment	271,108	775,539	782	2,774	3,197	714	4,770	718	12,626	20,634	-	-	2,903,403	2,793,877
Intangible Assets	-	-	-	3,801	-	74	-	-	-	-	-	-	14,850	23,509
Depreciation & Amortization	3,166	1,282	2,171	2,004	5,751	6,800	2,340	1,548	7,697	45,524	(22,622)	(22,622)	880,189	855,749
provision for Retirement Benefit Liability	116	292	339	1,151	339	2,254	343	825	1,743	4,128	-	-	105,164	110,300

VALLIBEL ONE PLC
SHARE INFORMATION

1 Market prices of the shares for quarter ended 30th September

	<u>2017</u> Rs.	<u>2016</u> Rs.
Highest	20.20	22.40
Lowest	17.50	19.00
Closing	17.80	22.00

2 Directors Shareholding

Name	No of shares as at 30th September 2017	No of shares as at 30th September 2016
Mr. Dhammika Perera	689,726,471	689,726,471
Mr. J A S S Adhihetty	100,000	100,000
Mr. S H Amarasekera -Shares held in the following manner Pan Asia Banking Corporation PLC / Mr. S H Amarasekera	1,000,000	1,000,000
Ms. K Fernando	800,000	800,000
Mr. R N Asirwatham	800	800

3 Twenty Major Shareholders as at 30th September 2017.

	No of Shares	(%)
1 Mr. Dhammika 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	10,536,293	0.970
6 Mercantile Investments and Finance PLC	5,176,000	0.476
7 National Savings Bank	3,143,693	0.289
8 Mellon Bank N. A. -UPS Group Trust	2,800,000	0.258
9 Bank of Ceylon No. 1 Account	2,427,704	0.223
10 Merrill J Fernando & Sons (Pvt) Limited	2,299,000	0.212
11 Mr. K D A Perera	2,079,039	0.191
12 Mr. H R S Wijeratne	2,069,000	0.190
13 Mr. A M Weerasinghe	2,000,000	0.184
14 Hatton National Bank PLC/Sanka Ramoorthy Nadaraj Kumar	1,925,103	0.177
15 Wickramaratnes (Pvt) Limited	1,865,000	0.172
16 Employees Trust Fund Board	1,722,140	0.158
17 Prof.M.T.A Furkhan	1,672,000	0.154
18 Mr A Sithampalam	1,567,000	0.144
19 Bartleet Asset Management (Pvt) Ltd	1,314,000	0.121
20 Mr. U F Strunk and Mrs M G De Albuquerque Leinenbach	1,218,380	0.112
	1,018,985,537	93.781
Others	67,573,816	6.219
Total	1,086,559,353	100.000

4 Public Shareholding

The percentage of shares held by the public as at 30th September 2017 was 19.252% comprising of 11,563 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

09th June 2010

Company Registration Number

PB 3831 PQ

Nature of the Business

Group Holding Company manages a portfolio of diversified business holdings

Board of Directors

Mr. Dhammika Perera – Chairman / Managing Director
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

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
Standard Chartered Bank Ltd