

VALLIBEL ONE PLC
INTERIM FINANCIAL STATEMENTS

Vallibel | ONE

FOR THE YEAR ENDED 31ST MARCH 2019

VALLIBEL ONE PLC
STATEMENT OF FINANCIAL POSITION

As at	Company		Group	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
ASSETS				
Cash and Bank	13,662	9,838	5,238,208	7,384,584
Financial Assets - Fair Value Through Profit or Loss	36,426	65,046	72,557	118,234
Loans and Receivable	-	-	47,773,703	39,894,276
Lease Rentals receivables and Stock out on hire	-	-	66,050,429	62,489,686
Financial Assets - Available for Sales	7,564,746	11,618,686	7,612,690	11,694,856
Other Financial Assets	-	718,943	11,070,794	7,918,184
Trade and Other Receivables	201,271	60,507	7,345,669	6,843,603
Contract Assets	-	-	67,190	-
Other Non Financial Assets	2,670	6,544	2,196,026	1,892,176
Investments in Subsidiaries	20,230,723	19,318,390	-	-
Investment in Associate	405,891	405,891	640,394	618,392
Amounts Due From Related Parties	94,490	215,625	-	-
Deferred Tax Assets	-	-	108,344	14,686
Income Tax Recoverable	-	4,219	202,038	136,771
Inventories	-	-	15,674,646	12,552,520
Intangible Assets	-	-	12,921,477	12,983,839
Investment property	-	-	1,725,250	1,287,007
Leasehold rights Over Mining Lands	-	-	4,238	6,536
Biological Assets	-	-	2,792,847	2,712,627
Property, Plant and Equipment	47,595	29,219	43,427,643	37,479,880
Assets Classified as Held for Sale	-	-	63,520	145,007
Total Assets	28,597,474	32,452,909	224,987,663	206,172,864
LIABILITIES				
Due to Banks	298,417	63,243	29,544,912	25,693,372
Due to Customers	-	-	83,242,616	72,946,011
Interest Bearing Loans and Borrowings	500,000	1,000,000	22,626,965	22,601,387
Trade and Other Payables	5,562	6,007	7,819,647	7,581,573
Other Non Financial Liabilities	-	-	895,158	853,165
Contract Liabilities	-	-	588,028	-
Dividend Payable	7,325	9,456	234,721	208,563
Employee Benefit Liabilities	8,473	5,976	1,648,314	1,478,707
Income Tax Liabilities	5,670	17,198	1,461,264	937,287
Deferred Tax Liabilities	289	1,280	5,413,939	5,391,524
Liabilities Directly Associated with the Assets Classified as Held for Sale	-	-	18,692	18,822
Total Liabilities	825,736	1,103,160	153,494,256	137,710,411
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	607,754	4,185,765	21,074,133	20,726,930
	27,771,738	31,349,749	48,238,117	47,890,914
Non Controlling Interest	-	-	23,255,290	20,571,539
Total Equity	27,771,738	31,349,749	71,493,407	68,462,453
Total Equity and Liabilities	28,597,474	32,452,909	224,987,663	206,172,864

Net Asset Per Share (Rs.) 25.56 28.85 44.40 44.08

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
30/05/2019

Sgd.
Director

VALLIBEL ONE PLC
STATEMENT OF INCOME

For the Year Ended 31st March 2019	Company					Group				
	2019 Quarter	2018 Quarter	2019 Cumulative	2018 Cumulative	Variance %	2019 Quarter	2018 Quarter	2019 Cumulative	2018 Cumulative	Variance %
	Rs.'000	Rs.'000	Rs.'000	Rs.'000		Rs.'000	Rs.'000	Rs.'000	Rs.'000	
Revenue from Contract With Customers	-	-	-	-	-	11,133,847	10,177,651	39,404,620	37,719,126	4
Interest Income	-	-	-	-	-	7,052,161	6,252,741	27,286,391	23,249,736	17
Total Revenue	-	-	-	-	-	18,186,008	16,430,392	66,691,011	60,968,862	9
Cost of Sales	-	-	-	-	-	(10,544,250)	(9,243,222)	(38,444,089)	(34,808,482)	(10)
Gross Profit	-	-	-	-	-	7,641,758	7,187,170	28,246,922	26,160,380	8
Dividend Income	180,871	761,613	571,441	1,221,112	(53)	181,196	(1,957)	187,476	18,431	917
Other Operating Income	81,120	43,476	267,296	157,614	70	611,124	287,661	958,498	575,007	67
Administrative Expenses	(59,364)	(40,458)	(233,457)	(183,596)	(27)	(1,909,656)	(1,726,224)	(7,507,349)	(6,778,851)	(11)
Distribution Expenses	-	-	-	-	-	(1,422,326)	(1,452,649)	(5,732,607)	(5,365,406)	(7)
Other Operating Expenses	(5,203)	(167)	(28,620)	(167)	(17038)	(111,016)	(455,589)	(1,162,742)	(883,191)	(32)
Gold Loan Auction Losses	-	-	-	-	-	(2,747)	(2,862)	(1,043)	(2,995)	65
Results from Operating Activities	197,424	764,464	576,660	1,194,963	(52)	4,988,333	3,835,549	14,989,156	13,723,375	9
Finance Cost	(25,262)	(1,424)	(111,383)	(2,183)	(5002)	(612,909)	(500,895)	(2,603,198)	(1,915,045)	(36)
Finance Income	27	32,323	38,389	165,026	(77)	24,479	100,984	127,108	381,975	(67)
Net Finance Income/(Cost)	(25,235)	30,899	(72,994)	162,843	(145)	(588,430)	(399,910)	(2,476,090)	(1,533,070)	(62)
Share of Results of Equity Accounted Investees	-	-	-	-	-	27,193	26,172	44,667	30,553	46
Reclassification of the Gain/Loss Recognised in OCI Through Retained Earnings	-	(147,164)	-	(147,164)	(100)	-	(147,164)	-	(147,164)	100
Profit Before Tax on Financial Services	172,189	648,199	503,666	1,210,642	(58)	4,427,096	3,314,646	12,557,733	12,073,694	4
Tax on Financial Services	-	-	-	-	-	(822,215)	(376,412)	(2,015,619)	(1,336,693)	(51)
Profit Before Tax	172,189	648,199	503,666	1,210,642	(58)	3,604,881	2,938,234	10,542,114	10,737,001	(2)
Income Tax Expense	5,253	(18,578)	(27,861)	(55,792)	50	(988,948)	(1,310,179)	(3,799,819)	(3,926,815)	3
Profit/(Loss) for the Year from Continuing Operation	177,442	629,621	475,805	1,154,850	(59)	2,615,933	1,628,055	6,742,295	6,810,186	(1)
Discontinued Operation										
Profit/(Loss) After Tax for the Year from Discontinued Operations	-	-	-	-	-	5,029	(17,992)	(8,387)	(40,673)	79
Net Profit for the Year	177,442	629,621	475,805	1,154,850	(59)	2,620,961	1,610,063	6,733,908	6,769,513	(1)
Attributable to :										
Equity Holders of the Parent	177,442	629,621	475,805	1,154,850	(59)	1,555,315	892,452	4,041,612	3,609,109	12
Non - Controlling Interests	-	-	-	-	-	1,065,645	717,611	2,692,296	3,160,404	(15)
	177,442	629,621	475,805	1,154,850	(59)	2,620,960	1,610,063	6,733,908	6,769,513	(1)
Earnings Per Share (Rs.)	0.16	0.58	0.44	1.06		1.43	0.82	3.72	3.32	

VALLIBEL ONE PLC
STATEMENT OF COMPREHENSIVE INCOME

For the Year ended 31st March 2019	2019	2018	2019	2018	Variance %	2019	2018	2019	2018	Variance %
	Quarter	Quarter	Cumulative	Cumulative		Quarter	Quarter	Cumulative	Cumulative	
	Rs.'000	Rs.'000	Rs.'000	Rs.'000		Rs.'000	Rs.'000	Rs.'000	Rs.'000	
Net Profit for the Year	177,442	629,621	475,805	1,154,850	(59)	2,620,961	1,610,063	6,733,909	6,769,513	(1)
Other comprehensive Income										
To be Reclassified to Profit or Loss in Subsequent Periods										
Reclassification of the Gain/Loss Recognised in OCI Through										
Retained Earnings	-	147,164	-	147,164	100	-	147,164	-	147,164	(100)
Net Gain/(Loss) on Available for Sale Financial Assets	-	(509,952)	-	1,567,953	(100)	-	(513,794)	-	1,575,587	(100)
Exchange Difference on Translation of Foreign Operations	-	-	-	-	-	(8,814)	5,870	21,042	8,454	149
Not to be Reclassified to Profit or Loss in Subsequent Periods										
Net Gain/(Loss) on Equity Instruments Measured at Fairvalue through										
OCI	(2,305,966)	-	(4,053,466)	-	(100)	(2,315,348)	-	(4,081,902)	-	(100)
Revaluation of Land & Building- Net of tax	-	-	-	-	-	1,048,121	1,564,625	1,048,121	1,564,625	(33)
Actuarial Loss on Defined Benefit Plans	(349)	(425)	(349)	(425)	(18)	(11,465)	(118,031)	(36,405)	(118,031)	(69)
Other Comprehensive Income for the Year, Net of Tax	(2,306,315)	(363,214)	(4,053,815)	1,714,691	(336)	(1,287,506)	1,085,834	(3,049,144)	3,177,799	(196)
Total Comprehensive Income for the Year, Net of Tax	(2,128,874)	266,407	(3,578,011)	2,869,541	(225)	1,333,455	2,695,897	3,684,764	9,947,312	(63)
Total Comprehensive Income Attributable to :										
Equity Holders of the Parent	(2,128,874)	266,407	(3,578,011)	2,869,541	(225)	(129,041)	2,115,856	601,842	6,919,351	(91)
Non - Controlling Interests	-	-	-	-	-	1,462,495	580,041	3,082,922	3,027,961	2
	(2,128,874)	266,407	(3,578,011)	2,869,541	(225)	1,333,453	2,695,897	3,684,764	9,947,312	(63)

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 2018	27,163,984	400,218	1,459,286	29,023,487
Profit for the Year	-	-	1,154,850	1,154,850
Other Comprehensive Income	-	1,715,117	(425)	1,714,691
Dividend Paid	-	-	(543,280)	(543,280)
Balance as at 31st March 2018	<u>27,163,984</u>	<u>2,115,335</u>	<u>2,070,431</u>	<u>31,349,749</u>
Balance as at 01st April 2018	27,163,984	2,115,335	2,070,430	31,349,749
Profit for the Year	-	-	475,805	475,805
Other Comprehensive Income	-	-	(349)	(349)
Balance as at 31st March 2019	<u>27,163,984</u>	<u>2,115,335</u>	<u>2,545,886</u>	<u>31,825,205</u>

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- GROUP

For the Year Ended 31st March Rs.'000	Stated Capital	Treasury Shares	Statutory Reserve	Other Component of Equity			Revenue Reserve		Shareholder's Fund	Non Controlling Interest	Total Equity
				Fair Value Reserve	Foreign Currency Translation Reserve	Revaluation Reserve	General Reserve	Retained Earnings			
				Rs.	Rs.	Rs.	Rs.	Rs.			
Balance as at 01st April 2017	27,163,984	(44,112)	2,216,947	414,490	1,798	2,196,687	578,449	9,053,329	41,581,572	18,930,698	60,512,271
Profit for the year	-	-	-	-	-	-	-	3,609,109	3,609,109	3,160,404	6,769,513
Other Comprehensive Income											
Reclassification of the Gain/Loss Recognised in OCI by the Investment in Ass	-	-	-	147,164	-	-	-	-	147,164	-	147,164
Exchange Difference on Translation of Foreign Operations	-	-	-	-	5,275	-	-	-	5,275	3,178	8,454
Net Gain/(Loss) on Available for Sale Financial Assets	-	-	-	1,573,017	-	-	-	-	1,573,017	2,570	1,575,587
Revaluation of Land & Buildings	-	-	-	-	-	1,655,027	-	-	1,655,027	(90,401)	1,564,625
Actuarial Gain/(Loss) on Retirement Benefit Obligations	-	-	-	-	-	-	-	(70,242)	(70,242)	(47,790)	(118,032)
Gain / Loss on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-
Total Other Comprehensive Income	-	-	-	1,720,181	5,275	1,655,027	-	(70,242)	3,310,242	(132,443)	3,177,799
Effect on Change in Holding	-	-	-	-	-	-	-	(71,422)	(71,422)	(219,616)	(291,038)
Purchase of Shares	-	-	-	-	-	-	-	-	-	5,996	5,996
Transfers	-	-	850,144	-	-	-	-	(850,144)	-	-	-
Write Back of Unclaimed Dividends	-	-	-	-	-	-	-	4,231	4,231	3,621	7,852
Dividend Paid	-	-	-	-	-	-	-	(542,819)	(542,819)	(1,177,121)	(1,719,940)
Balance as at 31st March 2018	27,163,984	(44,112)	3,067,091	2,134,671	7,073	3,851,714	578,449	11,132,043	47,890,914	20,571,539	68,462,453
Balance as at 01st April 2018	27,163,984	(44,112)	3,067,091	2,134,671	7,073	3,851,714	578,449	11,132,043	47,890,914	20,571,539	68,462,453
Impact of adopting IFRS 09								(299,026)	(299,026)	-	(299,026)
Profit for the year	-	-	-	-	-	-	-	4,041,612	4,041,612	2,692,296	6,733,908
Other Comprehensive Income											
Exchange Difference on Translation of Foreign Operations	-	-	-	-	13,394	-	-	-	13,394	7,647	21,041
Transfer from revaluation reserve on disposal of land	-	-	-	-	-	(1,180)	-	1,180	-	-	-
Net Gain/(Loss) on Equity Instruments Measured at Fairvalue through OCI	-	-	-	(4,072,329)	-	-	-	-	(4,072,329)	(9,571)	(4,081,900)
Revaluation of Land & Buildings	-	-	-	-	-	638,054	-	-	638,054	410,067	1,048,121
Actuarial Gain/(Loss) on Retirement benefit obligations	-	-	-	-	-	-	-	(18,889)	(18,889)	(17,517)	(36,406)
Total other Comprehensive Income	-	-	-	(4,072,329)	13,394	636,874	-	(17,709)	(3,439,770)	390,626	(3,049,144)
Transfers	-	-	1,010,932	-	-	-	-	(1,010,932)	-	-	-
Acquisition of Non controlling interest	-	-	-	-	-	-	-	32,087	32,087	(35,522)	(3,435)
Written Back on Unclaimed Dividend	-	-	-	-	-	-	-	12,300	12,300	4,342	16,642
Dividend Paid	-	-	-	-	-	-	-	-	-	(367,991)	(367,991)
Balance as at 31st March 2019	27,163,984	(44,112)	4,078,023	(1,937,658)	20,467	4,488,588	578,449	13,890,375	48,238,117	23,255,290	71,493,407

VALLIBEL ONE PLC
CASH FLOW STATEMENT

For the Year Ended

	Company		Group	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Net Profit/ (Loss) before Taxation	503,666	1,210,642	10,542,114	10,737,001
Profit/ (Loss) Before Tax from Discontinued Operations	-	-	(8,387)	(40,673)
ADJUSTMENTS FOR				
Profit / Loss on sale of Property, Plant & equipment	(2,890)	167	14,215	(17,677)
Depreciation	12,116	10,228	2,026,033	1,820,216
Gain on Disposal of Available for sale Investment	-	-	-	(5,396)
Change in fair value of Biological Assets	-	-	(86,509)	(44,995)
Change in fair value of Investment Property	-	-	(436,476)	(121,600)
Impairment of Goodwill	-	-	-	2,387
Amortization of Capital Grants	-	-	(13,179)	(6,198)
Provision For Fall in Value of Investments	28,620	(5,368)	(9,996)	(22,713)
Amortization Intangible assets	-	-	84,521	86,216
Amortisation of biological assets	-	-	112,223	138,030
Amortisation of leasehold assets	-	-	3,867	3,837
Amortisation of JEDB	-	-	7,179	7,715
Impairment of Loans	-	-	883,326	341,655
Share of results of Equity Accounted Investees	-	-	(44,667)	(30,553)
Net (Gain) / Loss on Foreign Exchange	-	(85)	21,042	(40,700)
Impairment Charges/(Reversal) for Loans and Other Losses	-	-	8,667	3,362
Provision For Defined Benefit Plan Costs	2,032	1,576	250,267	265,274
Allowances for impairment Losses	-	-	22,272	195,831
Profit /(Loss) on disposal of investments	-	-	-	(1,453)
Provision for Inventory	-	-	75,776	63,703
Gain on Disposal of Subsidiary	-	147,164	-	147,164
Dividend Income	-	-	(187,476)	(18,431)
Finance Cost	111,383	2,183	2,603,198	1,915,045
Finance Income	(38,389)	(159,573)	(127,108)	(324,912)
Operating Profit/ (Loss) Before Working Capital Changes	616,538	1,206,933	15,740,902	15,052,134
(Increase)/Decrease in Loans and Advances	-	150,000	(8,463,727)	(6,255,497)
(Increase)/Decrease in Trade & Other Debtors, Deposits & Prepayments	(178,736)	134,671	(524,338)	(391,433)
(Increase)/Decrease in Other Financial Assets	718,943	681,819	(3,152,610)	467,898
(Increase)/Decrease in Lease Rental Receivable	-	-	(3,558,445)	(7,026,129)
(Increase)/Decrease in Other Non Financial Assets	3,874	(14,991)	(371,040)	(595,350)
Increase/(Decrease) in Due to Banks	-	-	2,012,463	(1,190,197)
Increase/(Decrease) in Due to Customers	-	-	10,296,605	12,544,056
Increase/(Decrease) in Trade & Other Payables	(861)	(2,379)	238,076	434,749
Increase/(Decrease) in Other Non Financial Liabilities	-	-	640,826	49,699
(Increase)/Decrease in Inventories	-	-	(3,197,902)	(2,584,439)
Increase/(Decrease) in Assets Held For Sale	-	-	81,356	(7,191)
(Increase)/Decrease in Amounts Due from Related Companies	121,035	(154,213)	-	-
Cash Generated from Operations	1,280,793	2,001,840	9,742,166	10,498,301
Retirement Benefits Liabilities Paid	-	-	(137,959)	(151,969)
Interest Received	80,580	169,663	127,108	324,912
Finance Cost Paid	(112,588)	(2,652)	(2,603,198)	(1,973,066)
Income Tax Paid	(38,068)	(45,255)	(3,370,369)	(2,831,085)
Net Cash from/(Used in) Operating Activities	1,210,717	2,123,595	3,757,748	5,867,092
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Property, Plant & Equipment	(30,493)	(2,482)	(7,621,786)	(5,601,076)
Net Proceeds from Intangible Assets	-	-	(22,049)	(25,694)
Proceeds from Sale of Property, Plant & Equipment	2,890	-	50,704	129,500
Cost of Bearer Biological Assets	-	-	(105,934)	(241,550)
Net Proceeds of Fair Value Through Profit and Loss Financial Assets	-	50,882	47,006	60,467
Sale of Investment Property	-	-	(1,767)	-
Increase the Stake of Subsidiary	(912,334)	(515,500)	-	-
Acquisition of Non Controlling Interest	-	-	(2,275)	(291,038)
Net Change in Available for Sale Financial Assets	-	(2,167,636)	-	(1,863,608)
Dividend Received	-	-	210,141	18,431
Proceeds from leasehold right on Mining	-	-	-	6,414
Net Cash used in Investing Activities	(939,936)	(2,634,736)	(7,445,960)	(7,808,152)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from Interest Bearing Loans & Borrowings	(500,000)	600,000	25,577	5,419,646
Capital Grant Received	-	-	2,374	-
Dividend Paid	(2,130)	(541,472)	(325,192)	(1,719,940)
Net Cash from Financing Activities	(502,130)	58,528	(297,241)	3,699,706
Net Increase / (Decrease) in Cash & Cash Equivalents	(231,349)	(452,612)	(3,985,453)	1,758,646
Cash and Cash Equivalents at the beginning of the Year	(53,405)	399,208	3,243,893	1,485,247
Cash and Cash Equivalents at the end of the Year	(284,754)	(53,404)	(741,560)	3,243,893

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 2019 is 1,086,559,353 (31st March 2018- 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 2018
- 5 The Consolidated Financial Statements of the Company for the Period ended 31st March 2018 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

6 Basis of Preparation

The Consolidated and Separate Financial Statements have been prepared in accordance with Sri Lanka Accounting Standards comprising SLFRS and LKAS as issued by the institute of Chartered Accountants of Sri Lanka. Further these Interim Financial Statements have been prepared in compliance with the requirements of LKAS 34 on 'Interim Financial Reporting'.

7 Significant Accounting Policies

The changes to accounting policies which have been disclosed in the company's Annual Report 2017/18, have been applied consistently to all periods presented in these Interim Financial Statements.

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.

8 Related Party Transactions

For the Period ended 31st March	2019	2018
	Rs.'000	Rs.'000
Subsidiaries		
Technical Fee - Income Recognized	233,794	105,919
Fund Transfers	-	154,213
Net Investment Through Equity Shares	912,334	515,500
Dividend Income	370,593	1,204,465
Associates		
Dividend Income	19,977	-
Key management personnel (KMP)		
Directors Remuneration	5,596	5,596
Companies controlled / jointly controlled / significantly Influenced by KMP and their close family members		
Investment in Fixed Deposits	2,078,934	3,410,726
Withdrawal of Fixed Deposits	2,797,876	4,092,545
Interest Income	38,389	159,573
Dividend Income	-	17,817
Technical Fee - Income Recognized	30,612	-
Purchase of Goods & Services	88	879
Operating Expenses Incurred on behalf of Company	275	390
Reimbursement of Operating Expenses Incurred on behalf of Company	1,240	3,670

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

9 Discontinued Operations

Delmege Coir (Private) Limited

During the year 2017/18, the Board of Directors of Delmege Limited took a decision to cease the operations of Delmege Coir (Private) Limited and to dispose of the assets thereof. Further, the company is available for immediate sale in its current condition and the actions to complete the sale were initiated. Delmege Forsyth & Co. (Exports) Ltd owns 60% and ESNA Exports (Pvt) Ltd owns 40% of Delmege Coir (Private) Limited and both shareholders are incorporated in Sri Lanka. It was engaged in the business of manufacturing and export of Coir. The results of Delmege Coir (Private) Limited for the year is presented below:

Ever Paint and Chemical Industries (Private) Limited ("EPCI")

During the year 2016/17, the Board of Directors of Royal Ceramics Lanka PLC took a decision to cease the operations of Ever Paint and Chemical Industries (Private) Limited ("EPCI") 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.

9.1 The results of Delmege Coir (Private) Limited and EPCI for the Period :

	Delmege Coir (Private) Limited		Ever Paint and Chemical Industries (Private) Limited ("EPCI")	
	2019 Rs.'000	2018 Rs.'000	2019 Rs.'000	2018 Rs.'000
Revenue	-	93,707	10,238	2,356
Cost of Sales	-	(89,471)	(24,664)	(12,906)
Gross Profit	-	4,236	(14,426)	(10,550)
Finance Income	229	1,060	-	-
Other Income and Gains	15,080	614	(1,100)	3,683
Selling and Distribution Costs	84	(2,841)	(2,175)	(7,343)
Administrative Expenses	(5,293)	(17,258)	6,777	(5,499)
Other Operating Expenses	(4,362)	-	-	2,324
Finance Cost	(3,201)	(5,637)	-	(3,463)
Loss for the year from discontinued operations	2,537	(19,826)	(10,924)	(20,848)
Loss from discontinued operations (Group) for the Year ended 31st March 2019				(8,387)

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

	Delmege Coir (Private) Limited		Ever Paint and Chemical Industries (Private) Limited	
	2019 Rs.'000	2018 Rs.'000	2019 Rs.'000	2018 Rs.'000
Assets				
Property, Plant and Equipment	786	27,603	36,722	45,283
Inventories	5,536	10,820	-	18,560
Trade and Other Receivables	2,266	9,966	15,683	15,822
Cash and Cash Equivalents	523	696	2,004	5,582
Assets Held for Sale	9,111	49,085	54,409	85,248
Current Liabilities				
Trade and Other Payables	(10,469)	(10,546)	(8,223)	(7,873)
Interest Bearing Loans & Borrowings	-	-	-	-
Retirement Benefit Liability	-	-	-	(402)
Liabilities Directly Associated with the Assets Held for Sale	(10,469)	(10,546)	(8,223)	(8,275)
Net Assets Directly Associated with Disposal Group	(1,358)	38,539	46,186	76,973

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

9 Discontinued Operations (Contd...)

9.3 The net cash flows incurred by Delmege Coir (Private) Limited and Ever Paint and Chemical Industries (Private) Limited are as follows:

	Delmege Coir (Private) Limited Year ended		Ever Paint and Chemical Industries (Private) Limited Year ended	
	31.03.2019 Rs.'000	31.03.2018 Rs.'000	31.03.2019 Rs.'000	31.03.2018 Rs.'000
Operating	(37,062)	15,140	(10,449)	91,142
Investing	41,110	(1,513)	6,871	35,286
Financing	-	-	-	(120,880)
Net cash (outflow)/inflow	4,049	13,627	(3,578)	5,548

Group

Assets	31.03.2019 Rs.'000	31.03.2018 Rs.'000
	Delmege Coir (Private) Limited	9,111
Ever Paint and Chemical Industries (Private) Limited	54,409	85,248
	-	10,674
	63,520	145,007
Liabilities		
Delmege Coir (Private) Limited	(10,469)	(10,546)
Ever Paint and Chemical Industries (Private) Limited	(8,223)	(8,276)
	(18,693)	(18,822)

10 Greener Water Hotel Project

- One of the key milestones of the hotel project is being achieved with the completion of super structure of the main hotel building and the Mechanical, Electrical and Plumbing works are in progress in compliance to the revised project plan.

- Utilization of IPO funds via Investing on Greener Water Hotel shares

Detail	Objective	Amount raise as per Prospectus	Amount allocated from the Proceeds	% of Total Proceeds	Amount Utilized Rs. mn	% of Utilization against Allocation
Initial Public Offer in June 2011	To fund the Balance Capital Requirement of Greenerwater Ltd	532.8	532.8	100%	532.8	100%

11 Events occurring After the Reporting Date

Royal Ceramics Lanka PLC

The Company declared and paid an interim dividend of Rs 2.50 per share for the year ended 31 March 2019 on 11 April 2019 and 06 May 2019 respectively. Further, Subject to the approval of the shareholders at the Annual General Meeting Directors recommended payment of a final dividend of Rs 1.50 per share for the year ended 31 March 2019 on 27 May 2019.

LB Finance PLC

The Company declared and paid an interim dividend of Rs 8 per share for the year ended 31 March 2019 on 04 April 2019 and 18 April 2019 respectively. Further, Subject to the approval of the shareholders at the Annual General Meeting Directors recommended payment of a final dividend of Rs 4 per share for the year ended 31 March 2019 on 27 May 2019.

Other than the above events, 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 Year Ended 31st March Rs'000

	Lifestyle		Finance		Aluminium		Plantation		Leisure	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Revenue	25,090,887	22,936,228	29,207,761	24,900,784	3,089,557	3,340,583	2,020,360	2,214,284	-	-
Intra group Revenue	15,929	11,593	-	-	44,065	-	-	34,178	-	-
Total Revenue	25,106,816	22,947,821	29,207,761	24,900,784	3,133,622	3,340,583	2,020,360	2,248,462	-	-
Results										
Gross Profit	9,689,661	9,916,167	16,254,606	13,401,728	533,355	1,013,412	165,106	202,098	-	-
Dividend Income	825	476	9,831	-	-	-	-	-	-	-
Other Operating Income	629,378	250,727	124,620	146,152	8,395	5,569	106,549	51,563	-	-
Administrative Expenses	(1,483,547)	(1,322,030)	(5,055,687)	(2,766,420)	(188,162)	(164,718)	(136,222)	(112,290)	(41,613)	(45,682)
Distribution Expenses	(4,529,512)	(3,889,317)	(539,173)	-	(198,261)	(398,456)	-	-	-	-
Other Operating Expenses	(76,672)	(155,980)	(1,004,341)	(2,969,751)	-	-	-	-	-	-
Finance Cost	(1,438,617)	(1,111,996)	-	-	(334,630)	(116,621)	(130,699)	(91,607)	(177)	(147)
Finance Income	52,467	164,223	-	-	-	-	-	-	873	1,026
Gold Loan Auction Losses	-	-	(1,043)	(2,995)	-	-	-	-	-	-
Share of results of Equity Accounted Investees	-	-	-	-	-	-	-	-	44,667	30,553
Profit Before Tax on Financial Services	2,843,983	3,852,271	9,788,813	7,808,714	(179,303)	339,186	4,734	49,764	3,750	(14,250)
Tax on Financial Services	-	-	(2,015,619)	(1,336,693)	-	-	-	-	-	-
Profit / (Loss) Before Tax	2,843,983	3,852,271	7,773,194	6,472,021	(179,303)	339,186	4,734	49,764	3,750	(14,250)
Income Tax Expense	(930,040)	(1,242,411)	(2,693,771)	(2,226,969)	54,496	(84,978)	(2,546)	(13,271)	(254)	(187)
Loss after tax for the year from Discontinued Operations	-	-	-	-	-	-	-	-	-	-
Profit / (Loss) for the Year	1,913,943	2,609,860	5,079,423	4,245,052	(124,807)	254,208	2,188	36,493	3,496	(14,437)

As at 31st March

13 Segment Assets and Liabilities

Total Assets	47,778,474	41,523,929	136,517,813	120,820,780	4,424,811	3,298,891	3,799,058	3,347,599	5,983,842	4,690,297
Total Liabilities	28,139,101	21,884,526	118,050,291	105,471,884	3,209,960	2,600,456	2,491,171	2,308,928	1,007,209	584,853

14 Other Segment Information

Total Cost Incurred During the Period to Acquire	Property, Plant & Equipment		Intangible Assets		Depreciation & Amortization		provision for Retirement Benefit Liability			
	3,884,468	2,866,287	2,320,005	1,537,335	175,487	489,727	59,930	15,556	1,102,735	650,838
	12,412	1,545	9,215	22,739	-	-	-	-	-	-
	1,210,380	1,109,484	436,930	384,234	99,463	62,468	168,690	157,666	6,562	6,514
	123,846	117,692	39,130	44,689	4,349	4,000	62,829	74,718	632	674

VALLIBEL ONE PLC

12 Operating Segment Information For the Year Ended 31st March Rs'000

	Consumer		Investment		Other		Eliminations / Adjustments		Group	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Revenue	3,675,134	4,387,209	-	-	3,786,935	3,195,366	(179,623)	(5,592)	66,691,011	60,968,862
Intra group Revenue	-	-	-	-	541,016	458,777	(601,010)	(504,548)	-	-
Total Revenue	3,675,134	4,387,209	-	-	4,327,951	3,654,142	(780,633)	(510,140)	66,691,011	60,968,862
Results										
Gross Profit	779,847	905,992	-	-	865,896	732,683	(41,549)	(11,701)	28,246,922	26,160,380
Dividend Income	-	-	571,441	1,221,112	-	6,217	(394,621)	(1,209,373)	187,476	18,431
Other Operating Income	28,911	25,029	267,296	157,614	535,727	472,766	(742,377)	(534,413)	958,498	575,007
Administrative Expenses	(211,519)	(205,381)	(233,457)	(183,596)	(735,838)	(624,295)	578,696	349,213	(7,507,349)	(5,075,198)
Distribution Expenses	(453,983)	(496,627)	-	-	(186,761)	(162,808)	175,082	160,840	(5,732,606)	(4,786,367)
Other Operating Expenses	(1,979)	-	(28,620)	(167)	(5,885)	-	(45,245)	(39,985)	(1,162,742)	(3,165,883)
Finance Cost	(500,133)	(510,139)	(111,383)	(2,183)	(231,583)	(223,052)	144,026	140,701	(2,603,198)	(1,915,045)
Finance Income	38,337	90,039	38,389	165,026	102,438	101,996	(105,396)	(140,334)	127,108	381,975
Gold Loan Auction Losses	-	-	-	-	-	-	-	-	(1,043)	(2,995)
Share of results of Equity Accounted Investees	-	-	-	-	-	-	-	-	44,667	30,553
Profit Before Tax on Financial Services	(320,519)	(191,088)	503,666	1,210,641	343,994	303,508	(431,384)	(1,285,051)	12,557,734	12,073,695
Tax on Financial Services	-	-	-	-	-	-	-	-	(2,015,619)	(1,336,693)
Profit / (Loss) Before Tax	(320,519)	(191,088)	503,666	1,210,641	343,994	303,508	(431,384)	(1,285,051)	10,542,115	10,737,002
Income Tax Expense	(2,786)	(7,776)	(27,861)	(55,792)	(94,391)	(97,260)	(102,666)	(198,171)	(3,799,819)	(3,926,815)
Loss after tax for the year from Discontinued Operations	-	-	-	-	-	-	(8,387)	(40,673)	(8,387)	(40,673)
Profit / (Loss) for the Year	(323,305)	(198,864)	475,805	1,154,849	249,602	206,248	(542,437)	(1,523,895)	6,733,908	6,769,513

As at 31st March

13 Segment Assets and Liabilities

Total Assets	2,461,323	2,831,488	28,598,748	32,452,909	9,925,621	9,782,466	(14,502,026)	(12,575,495)	224,987,664	206,172,864
Total Liabilities	4,387,499	4,421,193	820,474	1,103,160	3,516,793	4,601,298	(8,128,242)	(5,265,887)	153,494,256	137,710,411

14 Other Segment Information

Total Cost Incurred During the Period to Acquire										
Property, Plant & Equipment	6,119	9,407	30,493	2,482	42,549	29,443	-	-	7,621,786	5,601,076
Intangible Assets	-	-	-	-	422	1,410	-	-	22,049	25,694
Depreciation & Amortization	8,853	11,946	12,116	10,228	122,314	118,647	45,245	45,245	2,110,554	1,906,432
provision for Retirement Benefit Liability	2,656	3,790	2,032	1,576	14,794	18,134	-	-	250,267	265,273

VALLIBEL ONE PLC
SHARE INFORMATION

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

	<u>2019</u> Rs.	<u>2018</u> Rs.
Highest	17.50	25.00
Lowest	13.90	17.20
Closing	14.30	22.60

2 Directors Shareholding

Name	No of shares as at 31st March 2019	No of shares as at 31st March 2018
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 The percentage of shares held by the public as at 31st March 2019 was 19.25% comprising of 11,019 Share holders.

⁴ The Float Adjusted Market Capitalization as at 31st March 2019 is Rs. 2,991,352,993.20/-

⁵ The Float adjusted market capitalization of the company falls under Option 1 of Rule 7.13.1(b) of the Listing Rules of the Colombo Stock Exchange and the company has complied with the minimum public holding requirement applicable under the said option.

6 Twenty Major Shareholders as at 31st March 2019.

	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	14,662,563	1.349
6 Mercantile Investments and Finance PLC	5,176,000	0.476
7 National Savings Bank	3,269,832	0.301
8 Mellon Bank N. A. -UPS Group Trust	2,800,000	0.258
9 Hatton National Bank PLC/Sanka Ramoorthy Nadaraj Kumar	2,742,297	0.252
10 Bank of Ceylon No. 1 Account	2,427,704	0.223
11 Merrill J Fernando & Sons (Pvt) Limited	2,299,000	0.212
12 Mr. S.L.R.R. Premathilaka & Mis. A.R.N. Perera	2,100,000	0.193
13 Mr. K D A Perera	2,079,039	0.191
14 Mr. H R S Wijeratne	2,069,000	0.190
15 Mr. A M Weerasinghe	2,000,000	0.184
16 Wickramaratnes (Pvt) Limited	1,865,000	0.172
17 Employees Trust Fund Board	1,722,140	0.158
18 Prof M.T.A Furkhan	1,672,000	0.154
19 Mr A Sithampalam	1,567,000	0.144
20 Bartleet Asset Management (Pvt) Ltd	1,314,000	0.121
	1,024,936,760	94.330
Others	61,622,593	5.671
Total	1,086,559,353	100.000

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

MCB Bank Limited