

VALLIBEL ONE PLC
INTERIM FINANCIAL STATEMENTS

Vallibel | ONE

FOR THE YEAR ENDED 31ST MARCH 2023

VALLIBEL ONE PLC
STATEMENT OF FINANCIAL POSITION

As at	Company		Group	
	31.03.2023 Rs.'000	31.03.2022 Rs.'000	31.03.2023 Rs.'000	31.03.2022 Rs.'000
ASSETS				
Cash and cash equivalent	1,366,913	904,727	10,042,529	32,068,507
Financial assets measured at fair value through profit or loss	55,313	48,608	244,464	94,039
Loans and Receivable	-	-	112,231,789	93,897,204
Lease rentals receivables and stock out on hire	-	-	34,139,807	41,640,198
Equity instruments measured at fair value through OCI	8,983,647	7,837,162	9,004,200	7,860,693
Other financial assets	-	-	21,792,561	5,691,763
Trade and other debtors and deposits	1,055,928	1,038,870	10,493,206	10,048,943
Contract asset	-	-	32,343	46,462
Other non-financial assets	5,811	5,562	4,774,098	2,967,995
Investments in subsidiaries	23,234,324	21,299,324	-	-
Investment in associate	413,068	413,068	593,932	598,333
Deferred tax assets	8,581	7,003	966,225	70,607
Income tax recoverable	-	-	3,038	31,847
Inventories	-	-	27,398,634	15,033,590
Leasehold rights over mining lands	-	-	-	-
Right of Use Lease Assets	21,185	21,903	2,544,947	2,626,495
Intangible assets	-	-	12,931,131	12,820,049
Consumable biological assets	-	-	-	595,643
Investment property	-	-	2,074,213	2,116,203
Property, plant and equipment	108,754	26,169	60,336,193	56,939,413
Assets held for sale	-	-	42,861	62,502
Total Assets	35,253,524	31,602,396	309,646,171	285,210,486
LIABILITIES				
Due to banks	490	155	23,661,702	29,518,650
Due to customers	-	-	114,248,253	89,478,506
Interest-bearing loans and borrowings	115,502	29,259	24,216,840	26,528,792
Trade and other payables	44,710	53,528	10,004,071	12,252,647
Other non-financial liabilities	-	-	1,919,070	771,895
Contract liabilities	-	-	2,831,092	6,474,167
Dividend payable	11,113	13,372	516,112	145,153
Employee benefit liabilities	25,722	24,553	1,659,197	1,944,313
Income tax liabilities	33,649	375,094	3,557,745	3,862,564
Deferred tax liabilities	-	-	7,449,283	5,566,274
Liabilities directly associated with the assets classified as held for sale	-	-	200,657	214,476
Total Liabilities	231,186	495,961	190,264,022	176,757,437
Shareholders' Funds				
Equity Attributable to Equity Holders of the Parent				
Stated capital	29,337,103	29,337,103	29,337,103	29,337,103
Reserves	8,014,505	5,245,086	33,720,011	28,346,306
Other components of equity	(2,329,270)	(3,475,754)	13,867,502	12,282,036
	35,022,338	31,106,435	76,924,616	69,965,445
Non Controlling Interest	-	-	42,457,533	38,487,604
Total Equity	35,022,338	31,106,435	119,382,149	108,453,049
Total Equity and Liabilities	35,253,524	31,602,396	309,646,171	285,210,486

Net Asset Per Share (Rs.) **30.75** **27.31** **67.54** **61.43**

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
30/05/2023

Sgd.
Director

VALLIBEL ONE PLC
STATEMENT OF INCOME

For the Year ended 31st March	Company					Group				
	2023 Quarter	2022 Quarter	2023 Cumulative	2022 Cumulative	Variance %	2023 Quarter	2022 Quarter	2023 Cumulative	2022 Cumulative	Variance %
	Rs.'000	Rs.'000	Rs.'000	Rs.'000		Rs.'000	Rs.'000	Rs.'000	Rs.'000	
Revenue										
Revenue from contract with customers	-	-	-	-	-	15,971,257	19,368,778	73,894,727	66,789,080	11
Interest income	-	-	-	-	-	9,458,561	5,545,169	39,973,555	27,506,107	45
Total revenue	-	-	-	-	-	25,429,818	24,913,947	113,868,282	94,295,187	21
Cost of sales	-	-	-	-	-	(16,253,609)	(12,686,362)	(66,202,342)	(48,765,087)	(36)
Gross profit	-	-	-	-	-	9,176,209	12,227,585	47,665,940	45,530,100	5
Dividend income	2,053,827	2,517,475	3,092,306	5,338,464	(42)	564,554	725,546	568,540	727,988	(22)
Other operating income	114,110	97,486	433,784	366,064	18	2,592,117	1,131,695	3,747,830	1,447,115	159
Administrative expenses	(94,609)	(86,203)	(391,964)	(331,393)	(18)	(3,073,475)	(2,260,052)	(11,231,203)	(8,969,398)	(25)
Distribution expenses	-	-	-	-	-	(2,537,134)	(2,071,799)	(9,358,517)	(7,315,909)	(28)
Other operating expenses	-	(25,981)	-	(39,390)	100	378,931	(625,307)	(721,686)	(1,280,793)	44
Result from operating activities	2,073,328	2,502,777	3,134,126	5,333,745	(41)	7,101,202	9,127,668	30,670,904	30,139,103	2
Finance cost	(9,084)	(1,095)	(19,763)	(7,949)	(149)	(924,049)	(202,166)	(4,159,420)	(1,035,465)	(302)
Finance income	1,765	9,785	71,801	35,397	103	71,138	160,853	1,248,812	537,278	132
Net finance income/ (cost)	(7,319)	8,690	52,038	27,448	90	(852,911)	(41,313)	(2,910,608)	(498,187)	(484)
Share of results of equity accounted investees	-	-	-	-	-	6,121	28,232	(4,473)	7,451	(160)
Profit before tax on financial services	2,066,009	2,511,467	3,186,164	5,361,193	(41)	6,254,412	9,114,587	27,755,823	29,648,367	(6)
Tax on financial services	-	-	-	-	-	(768,271)	(597,687)	(2,677,605)	(2,136,551)	(25)
Profit before tax	2,066,009	2,511,467	3,186,164	5,361,193	(41)	5,486,141	8,516,900	25,078,218	27,511,816	(9)
Income tax expense	(4,967)	(296,040)	(132,806)	(568,490)	77	(1,098,229)	(1,962,579)	(7,645,506)	(6,990,191)	(9)
Profit for the year from continuing operation	2,061,042	2,215,427	3,053,358	4,792,703	(36)	4,387,912	6,554,321	17,432,712	20,521,625	(15)
Discontinued Operation										
Profit/(Loss)After tax for the period from discontinued operations	-	-	-	-	-	383,668	46,464	375,988	58,597	542
Net profit for the year	2,061,042	2,215,427	3,053,358	4,792,703	(36)	4,771,580	6,600,784	17,808,700	20,580,221	(13)
Attributable to :										
Equity holders of the parent	2,061,042	2,215,427	3,053,358	4,792,703	(36)	2,975,853	3,147,073	9,524,006	10,352,614	(8)
Non - controlling interests	-	-	-	-	-	1,795,727	3,453,711	8,284,694	10,227,607	(19)
	2,061,042	2,215,427	3,053,358	4,792,703	(36)	4,771,580	6,600,784	17,808,700	20,580,221	(13)
Earnings Per Share (Rs.)	1.81	1.95	2.68	4.21		2.61	2.76	8.36	9.09	

VALLIBEL ONE PLC
STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31st March	Company					Group				
	2023 Quarter	2022 Quarter	2023 Cumulative	2022 Cumulative	Variance %	2023 Quarter	2022 Quarter	2023 Cumulative	2022 Cumulative	Variance %
	Rs.'000	Rs.'000	Rs.'000	Rs.'000		Rs.'000	Rs.'000	Rs.'000	Rs.'000	
Profit for the year	2,061,042	2,215,427	3,053,358	4,792,703	(36)	4,771,580	6,600,784	17,808,700	20,580,221	(13)
Other comprehensive income										
Other comprehensive income to be reclassified to income statement in subsequent periods										
Exchange difference on translation of foreign operations	-	-	-	-	-	(67,444)	202,325	(62,996)	59,564	206
Other comprehensive income not to be reclassified to income statement in subsequent periods										
Net gain/(loss) on equity instruments measured at fair value through OCI	3,131,442	(1,078,038)	1,146,484	(1,368,937)	184	3,124,371	(1,087,518)	1,143,466	(1,369,917)	183
Revaluation of land and building - net of tax	-	-	-	-	-	844,342	1,934,008	(43,090)	1,934,898	(102)
Actuarial gain/(loss) on retirement benefit obligation – net of tax	4,697	(3,688)	4,697	(3,688)	227	21,581	189,650	21,428	189,650	(89)
Share of other comprehensive income	-	-	-	-	-	72	(262)	72	(262)	127
Net other comprehensive expense from discontinued operation	-	-	-	-	-	-	-	(36,231)	-	(100)
Other comprehensive income for the year, net of tax	3,136,139	(1,081,726)	1,151,181	(1,372,625)	184	3,922,922	1,238,203	1,022,649	813,933	26
Total comprehensive income for the year, net of tax	5,197,181	1,133,701	4,204,539	3,420,078	23	8,694,501	7,838,987	18,831,349	21,394,154	(12)
Total comprehensive income attributable to:										
Equity holders of the parent	5,197,181	1,133,701	4,204,539	3,420,078	23	6,628,187	3,419,136	10,701,509	10,244,592	4
Non-controlling interests	-	-	-	-	-	2,030,084	4,419,851	8,129,840	11,149,562	(27)
	5,197,181	1,133,701	4,204,539	3,420,078	23	8,658,271	7,838,987	18,831,349	21,394,154	(12)

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- COMPANY

For the year ended 31st March	Stated Capital	Fair value	Retained	Total
	Rs.'000	Reserve	Earnings	Rs.'000
		Rs.'000	Rs.'000	
Balance as at 01st April 2021	29,337,103	(2,106,817)	3,303,360	30,533,645
Profit for the year	-	-	4,792,703	4,792,703
Other comprehensive income	-	(1,368,937)	(3,688)	(1,372,625)
Dividend paid	-	-	(2,847,289)	(2,847,289)
Balance as at 31st March 2022	<u>29,337,103</u>	<u>(3,475,754)</u>	<u>5,245,086</u>	<u>31,106,435</u>
Balance as at 01st April 2022	29,337,103	(3,475,755)	5,245,086	31,106,435
Surcharge tax			(288,636)	(288,636)
Balance after surcharge tax	<u>29,337,103</u>	<u>(3,475,755)</u>	<u>4,956,450</u>	<u>30,817,799</u>
Profit for the year	-	-	3,053,358	3,053,358
Other comprehensive income	-	1,146,484	4,697	1,151,181
Balance as at 31st March 2023	<u>29,337,103</u>	<u>(2,329,270)</u>	<u>8,014,505</u>	<u>35,022,338</u>

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- GROUP

For the year ended 31st March	Stated	Treasury	Statutory	Other Component of Equity			Revenue Reserve		Shareholder's	Non	Total
	Capital	Shares	Reserve	Fair Value	Foreign	Revaluation	General	Retained	Fund	Controlling	Equity
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Interest	Rs.'000
Balance as at 01st April 2021	29,337,103	(44,112)	6,152,845	(2,178,413)	100,704	7,458,538	578,449	21,151,234	62,556,349	31,633,592	94,189,941
Profit for the year	-	-	-	-	-	-	-	10,352,614	10,352,614	10,227,607	20,580,221
Other comprehensive income, net of tax	-	-	-	(1,369,587)	45,548	1,104,496	-	111,521	(108,022)	921,955	813,934
Total comprehensive income	-	-	-	(1,369,587)	45,548	1,104,496	-	10,464,135	10,244,592	11,149,562	21,394,154
Transfers	-	-	433,093	475	-	-	-	(433,568)	-	-	-
Dividend write back of unclaimed dividend	-	-	-	-	-	-	-	-	9,380	2,174	11,554
Non controlling interest recognised on acquisition on subsidiaries	-	-	-	-	-	-	-	-	-	154,871	154,871
Acquisition of non controlling interest	-	-	-	-	-	-	-	-	-	124,024	124,024
Dividend Paid	-	-	-	-	-	-	-	(2,844,875)	(2,844,875)	-	(2,844,875)
Subsidiary dividends to minority shareholders	-	-	-	-	-	-	-	-	-	(4,576,619)	(4,576,619)
Balance as at 31st March 2022	29,337,103	(44,112)	6,585,938	(3,547,525)	146,252	8,563,034	578,449	28,346,306	69,965,445	38,487,604	108,453,049
Balance as at 01st April 2022	29,337,103	(44,112)	6,585,938	(3,547,525)	146,252	8,563,034	578,449	28,346,306	69,965,445	38,487,604	108,453,049
Surcharge tax	-	-	-	-	-	-	-	(3,745,312)	(3,745,312)	(223,424)	(3,968,736)
Balance after surcharge tax	29,337,103	(44,112)	6,585,938	(3,547,525)	146,252	8,563,034	578,449	24,600,994	66,220,133	38,264,180	104,484,313
Profit for the year	-	-	-	-	-	-	-	9,524,006	9,524,006	8,284,694	17,808,700
Other comprehensive income, net of tax	-	-	-	1,144,482	(42,582)	60,540	-	15,063	1,177,503	(154,855)	1,022,648
Total comprehensive income	-	-	-	1,144,482	(42,582)	60,540	-	9,539,069	10,701,509	8,129,840	18,831,349
Transfers	-	-	423,016	10	-	-	-	(423,026)	-	-	-
Dividend write back of unclaimed dividend	-	-	-	-	-	-	-	11,207	11,207	393	11,600
Acquisition of NCI	-	-	-	-	-	-	-	-	-	(388)	(388)
Dividend paid	-	-	-	-	-	-	-	(39)	(39)	-	(39)
Subsidiary dividends to minority shareholders	-	-	-	-	-	-	-	-	-	(3,669,593)	(3,669,593)
Change in Non controlling Interest with disposal of a subsidiary	-	-	-	-	-	-	-	-	-	(455,677)	(455,677)
Change in ownership without change in control	-	-	-	-	-	-	-	(8,194)	(8,194)	188,779	180,585
Balance as at 31st March 2023	29,337,103	(44,112)	7,008,954	(2,403,033)	103,670	8,623,574	578,449	33,720,011	76,924,616	42,457,533	119,382,149

VALLIBEL ONE PLC
CASH FLOW STATEMENT

For the year ended	Company		Group	
	31.03.2023 Rs.'000	31.03.2022 Rs.'000	31.03.2023 Rs.'000	31.03.2022 Rs.'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Net Profit/ (Loss) before taxation	3,186,164	5,361,193	25,078,218	27,511,816
Profit/ (Loss) Before tax from discontinued operations	-	-	375,988	85,363
ADJUSTMENTS FOR				
Profit/(loss) on sale of property, plant and equipment	-	-	(16,385)	18,058
Depreciation on property, plant and equipment	11,220	10,897	2,449,114	2,377,279
Net Gain on financial assets recognised through profit or loss	(6,705)	-	(7,024)	(4,810)
Change in fair value of consumable biological assets	-	-	14,224	(23,335)
Change in fair value of investment property	-	-	(22,672)	(46,573)
Impairment provision/(reversal) of of financial assets at amortised cost - loans and advances	-	-	613,547	1,200,908
Impairment provision/(reversal) of of financial assets at amortised cost - lease rentals receivable & stock out on hire	-	-	(268,143)	44,402
Impairment provision/(reversal) of trade and other debtors, deposits and prepayments	-	-	102,780	28,061
Impairment of leasehold rights over mining lands	-	-	-	475
Amortisation intangible assets	-	-	91,279	88,132
Amortisation of biological assets	-	-	121,966	135,304
Bearer Biological Assets write off during the year	-	-	33,792	18,996
Depreciation of right of use assets	38,023	37,549	628,302	608,506
Amortization of capital grant	-	-	(7,670)	(7,565)
Share of results of equity accounted investees	-	-	4,473	(7,451)
Provision for employee benefit liabilities	7,879	5,011	480,311	286,409
Provision for inventory	-	-	276,682	337,245
Dividend income	(3,092,306)	(5,338,464)	(568,540)	(727,988)
Finance cost	19,763	7,949	4,159,420	1,168,395
Finance income	(71,801)	(35,397)	(1,248,812)	(1,306,394)
Operating profit before working capital changes	92,237	48,738	32,290,850	31,785,233
(Increase)/decrease in financial assets at amortised cost - loans and advances	-	-	(18,948,132)	(27,631,532)
(Increase)/decrease in financial assets at amortised cost - lease rentals receivable & stock out on hire	-	-	7,768,533	5,675,036
(Increase)/decrease in trade and other debtors, deposits and prepayments	(17,060)	(375,302)	138,251	(1,819,323)
(Increase)/decrease in other financial assets	-	75,000	(16,100,798)	5,495,435
(Increase)/decrease in other non-financial assets	(249)	(2,813)	(1,805,217)	(1,865,056)
(Increase)/decrease in consumable biological assets	-	-	(10,129)	58,270
Increase/(decrease) in due to banks	-	-	(6,245,479)	10,070,907
Increase/(decrease) in due to customers	-	-	24,769,747	3,538,293
Increase/(decrease) in trade and other payables	(8,818)	32,666	(2,599,308)	2,451,927
(Increase)/decrease in other non-financial liabilities	-	-	(2,382,576)	4,689,157
(Increase)/decrease in inventories	-	-	(13,127,959)	(3,052,518)
Increase/(decrease) in asset held for sale	-	-	26,417	(42,379)
Cash generated from operations	66,110	(221,711)	3,774,200	29,353,450
Retirement benefits liabilities paid	-	-	(284,485)	(197,333)
Finance cost paid	(19,763)	(7,949)	(4,123,017)	(1,668,268)
Interest received	71,801	35,397	1,248,812	1,306,394
Surcharge tax paid	(288,636)	-	(3,968,736)	-
Taxes paid	(477,841)	(408,019)	(7,788,174)	(6,710,341)
Net Cash from operating activities	(648,329)	(602,282)	(11,141,400)	22,083,902
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(6,235)	(4,583)	(7,389,770)	(4,657,406)
Proceeds from sale of property, plant and equipment	-	-	921,665	957,682
Cost on bearer biological assets	-	-	(278,515)	(171,287)
Disposal/(investment) in subsidiary	(1,935,000)	(1,068,601)	-	-
Proceeds from disposal of investment property	-	-	67,000	-
Purchase of intangible assets	-	-	(207,325)	(108,680)
Purchase of investment property	-	-	(2,337)	(89,324)
Sale/(purchase) of equity instruments measured at fair value through OCI	-	-	(41)	658
Sale/(purchase) of financial assets recognised through profit or loss	-	39,390	(143,401)	47,820
Proceeds from sale of intangible assets	-	-	4,949	-
Acquisition of right of use assets	(124,874)	-	(758,634)	(540,627)
Dividend received	3,092,306	5,338,464	568,540	727,988
Net Cash used in investing activities	1,026,197	4,304,670	(7,217,869)	(3,833,176)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from interest-bearing loans and borrowings	-	-	17,882,331	53,944,640
Repayment of interest-bearing loans and borrowings	86,243	(38,903)	(18,271,637)	(46,754,545)
Capital grant received	-	-	(275,480)	278,895
Disposal/(acquisition) of non controlling interest	-	-	821	1,894
Dividend paid	(2,259)	(2,847,738)	(3,287,074)	(7,356,948)
Net cash from/ (used in) financing activities	83,984	(2,886,641)	(3,951,039)	113,936
Net increase / (decrease) in cash & cash equivalents	461,852	815,747	(22,310,308)	18,364,662
Net unrealised exchange (gains)/losses	-	-	(62,730)	53,140
Cash and cash equivalents at the beginning of the year	904,572	88,825	27,573,191	9,156,288
Cash and cash equivalents at the end of the year	1,366,424	904,572	5,200,153	27,574,090

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 2023 is 1,138,915,644 (31st March 2022- 1,138,915,644).
- 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 2022
- 5 The consolidated financial statements of the company for the year ended 31st March 2023 comprise of the company , its subsidiaries and associates. The details of subsidiaries and associates are as follows:

Subsidiary Companies

Royal Ceramics Lanka PLC & Its Subsidiaries
L B Finance PLC & Its Subsidiaries
Greener Water Ltd
Delmege Limited & Its Subsidiaries

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 2021/22, 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 year ended 31st March	2023	2022
	Rs.'000	Rs.'000
Subsidiaries		
Technical fee - income recognized	411,115	302,222
Net investment through equity shares	1,935,000	1,068,601
Dividend income	2,423,238	4,612,532
Reimbursement of operating expenses incurred on behalf of company	14,490	17,940
Key management personnel (KMP)		
Directors remuneration	9,551	9,402
Key management compensation	23,269	-
Companies controlled / jointly controlled / significantly influenced by KMP and their close family members		
Investment in fixed deposits	3,395,000	3,575,000
Withdrawal of fixed deposits	2,974,000	2,685,000
Interest income	47,846	35,397
Technical fee - income recognized	15,964	63,842
Purchase of goods & services	16,285	7,481

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.

Rocell Pty Ltd ("RPTY")

On 31st January 2021, the Board of Directors of Royal Ceramics Lanka PLC decided to cease the operations of Rocell Pty Ltd ("RPTY") and to dispose of the assets thereof. RPTY is a fully owned subsidiary of Royal Ceramics Lanka PLC and it was engaged in the business of wholesale and retailing of floor tiles and wall tiles in Australia. With RPTY being classified as discontinued operations, its figures are no longer taken to lifestyle segment.

Management has reassessed the recoverability of the remaining assets and liabilities as at the reporting date. Management is continued to take steps to dispose the remaining assets of the Company. The results of discontinued operations for the period ended is presented below:

Horana Plantation PLC

On 28th March 2023, the group decided to dispose Horana Plantation PLC, which carried out all the group's plantation operations. The disposal was effected in order to generate cash flows for the expansion of group's other businesses. The disposal was completed on 29 March 2023, on which date control of the Horana Plantation PLC passed to the Hayles Plantation Management Services (Pvt) Ltd (the acquirer). Details of the assets and liabilities disposed of, and the calculation of the profit or loss on disposal, are disclosed in note 9.1

	<i>Delmege Coir (Private) Limited</i>	<i>Ever Paint and Chemical Industries (Private) Limited</i>	<i>Rocell Pty Ltd</i>	<i>Horana Plantation PLC</i>	<i>Total</i>	<i>Delmege Coir (Private) Limited</i>	<i>Ever Paint and Chemical Industries (Private) Limited</i>	<i>Rocell Pty Ltd</i>	<i>Horana Plantation PLC</i>	<i>Total</i>
	31.03.2023	31.03.2023	31.03.2023	31.03.2023	31.03.2023	31.03.2022	31.03.2022	31.03.2022	31.03.2022	31.03.2022
	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's
Net Revenue	-	-	-	3,794,035	3,794,035	-	-	-	2,563,636	2,563,636
Cost of Sales	-	-	-	(2,559,346)	(2,559,346)	-	-	-	(2,192,626)	(2,192,626)
Operating Income	-	-	-	1,234,689	1,234,689	-	-	-	371,010	371,010
Other Operating Income	-	-	-	3,404	3,404	491	-	-	39,028	39,519
Distribution Expenses	-	-	(235)	-	(235)	-	(1,476)	4,373	-	2,897
Administrative Expenses	-	(2,462)	(36)	(251,583)	(254,081)	-	2,578	(203)	(201,969)	(199,594)
Other Operating Expenses	-	-	-	-	-	-	3,219	12,224	(7,517)	7,926
Finance Expenses	-	-	(7,303)	(334,515)	(341,818)	(2)	(14)	(5,047)	(132,930)	(137,993)
Finance Income	-	-	8	5,097	5,105	-	-	-	700	700
Tax Expenses	-	-	-	(487,030)	(487,030)	-	-	-	(25,868)	(25,868)
Loss for the year from discontinued operations	-	(2,462)	(7,566)	170,062	160,034	489	4,307	11,347	42,454	58,597
Gain on disposal of Subsidiary to VPML	-	-	-	215,955	215,955	-	-	-	-	-
Total Gain/(Loss) for the year from discontinued Operation	-	(2,462)	(7,566)	386,017	375,989	489	4,307	11,347	42,454	58,597
Basic Earnings Per Share	-	-	-	6.80	6.80	0.14	0.22	4.55	1.70	1.70

The major classes of assets and liabilities of discontinued

	<i>Delmege Coir (Private) Limited</i>	<i>Ever Paint and Chemical Industries (Private) Limited</i>	<i>Rocell Pty Ltd</i>	<i>Total</i>	<i>Delmege Coir (Private) Limited</i>	<i>Ever Paint and Chemical Industries (Private) Limited</i>	<i>Rocell Pty Ltd</i>	<i>Total</i>
	31.03.2023	31.03.2023	31.03.2023	31.03.2023	31.03.2022	31.03.2022	31.03.2022	31.03.2022
	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's
Assets								
Property, Plant & Equipment	-	36,000	-	36,000	786	36,000	-	36,786
Trade and Other Receivables	-	-	-	-	264	7,079	-	7,343
Other Non Financial Assets	-	-	-	-	-	-	-	-
Other Financial assets	-	-	-	-	-	-	10,491	10,491
Cash and Cash Equivalents	-	172	6,689	6,861	-	829	7,053	7,882
Assets held for sale	-	36,172	6,689	42,860	1,050	43,908	17,544	62,502
Liabilities								
Trade and Other Payables	-	(214)	(17,678)	(17,892)	(6,246)	(205)	(21,747)	(28,198)
Interest Bearing Loans & Borrowings	-	-	(182,765)	(182,765)	-	-	(186,278)	(186,278)
Liabilities directly associated with the assets held for sale	-	(214)	(200,443)	(200,657)	(6,246)	(205)	(208,025)	(214,477)
Net Assets directly associated with disposal group	-	35,958	(193,754)	(157,796)	(5,196)	43,703	(190,481)	(151,975)

The net cash flows incurred by each company for the year ended is as follows:

	<i>Delmege Coir (Private) Limited</i>	<i>Ever Paint and Chemical Industries (Private) Limited</i>	<i>Rocell Pty Ltd</i>	<i>Horana Plantation PLC</i>	<i>Total</i>	<i>Delmege Coir (Private) Limited</i>	<i>Ever Paint and Chemical Industries (Private) Limited</i>	<i>Rocell Pty Ltd</i>	<i>Horana Plantation PLC</i>	<i>Total</i>
	31.03.2023	31.03.2023	31.03.2023	31.03.2023	31.03.2023	31.03.2022	31.03.2022	31.03.2022	31.03.2022	31.03.2022
	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's	Rs.000's
Operating	-	(658)	(11,643)	681,562	669,261	(491)	(683)	(2,516)	245,804	242,605
Investing	-	-	10,498	(430,106)	(419,608)	491	722	642	(300,989)	(299,625)
Financing	-	-	4,299	(227,186)	(222,887)	-	-	-	(159,097)	(159,097)
Net cash (outflow)/inflow	-	(658)	3,154	24,270	26,766	-	39	(1,874)	(214,282)	(216,117)

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

9.1 Disposal of subsidiary

	2023
	Rs. '000
The net assets of Horana Plantation PLC at the date of disposal were as follows:	
ASSETS	
Cash and cash equivalent	37,379
Trade and other debtors, deposits and prepayments	207,276
Inventories	486,233
Consumable biological assets	591,548
<u>Property, plant and equipment</u>	
Property, plant and equipment	552,281
Bearer biological assets	2,295,709
Right of use assets	184,740
Total Assets	<u><u>4,355,166</u></u>
LIABILITIES	
Interest bearing loans and borrowings	1,882,275
Trade and other payables	347,692
Contract liabilities	106,475
Employee benefit liabilities	505,748
Deferred tax liabilities	583,027
Total Liabilities	<u><u>3,425,217</u></u>
 Carrying amount of the net assets disposed	 929,949
 Gain on Disposal of Subsidiary - Group	
Total cash consideration receivable to vallibel plantation management limited (VPML)	695,180
 Net Assets Attributable to Immediate Parent	
Carrying amount of the net assets disposed	929,949
Goodwill on acquisition of HPPLC	4,949
De-recognition of non-controlling interests	(455,677)
Gain on disposal of subsidiary to VPML	<u><u>479,221</u></u>
 Attributable to:	
Equity holders of the parent - Vallibel One PLC	67,647
Non-controlling interest	148,312
	<u><u>215,959</u></u>

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

10 Greener Water Hotel Project

The soft launch of the Hotel previously scheduled for the 4th quarter of 2021 is now likely to be delayed. When certainty is reached, a further disclosure will be made in this regard

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

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

11 Surcharge Tax

The Government of Sri Lanka in its Budget for 2022 proposed a one-time tax, referred to as a surcharge tax, at the rate of 25% to be imposed on any company or Group that have earned a taxable income in excess of Rs. 2,000 Mn for the year of assessment 2020/2021. The tax is imposed by the Surcharge Tax Act No. 14 of 2022 which was passed by the Parliament of Sri Lanka on 7th April 2022. The law imposing the surcharge tax was enacted during the reporting period, the interim financial statements for the year ended 31st March 2023 reflect the Group surcharge tax paid amounted to Rs. 3,968 Mn (The Company 288 Mn).

12 Events occurring After the Reporting Date

There have been no material events occurring after the balance sheet date that require adjustments or disclosures in the financial statements.

VALLIBEL ONE PLC

13 Operating Segment Information

For the year ended 31st March

	Lifestyle		Finance		Alluminium		Plantation		Leisure	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Revenue										
Sales to external customers	52,011,450	44,032,439	39,973,555	29,981,172	4,933,738	6,935,832	-	-	-	-
Intra group revenue	14,564	24,542	-	-	323,105	378,917	-	-	-	-
Total revenue	52,026,014	44,056,981	39,973,555	29,981,172	5,256,843	7,314,749	-	-	-	-
Results										
Gross Profit	22,433,831	20,002,083	19,309,598	21,118,473	1,280,277	1,457,482	-	-	-	-
Dividend income	991	350	2,770	2,983	-	-	-	-	-	-
Other operating income	634,165	1,056,097	3,157,117	173,250	(68,651)	24,233	-	-	-	-
Administrative expenses	(2,611,987)	(1,758,757)	(6,956,184)	(5,948,570)	(283,249)	(238,278)	-	-	(1,266)	(878)
Distribution expenses	(7,621,556)	(6,008,760)	(473,499)	(362,587)	(581,823)	(547,335)	-	-	-	-
Other operating expenses	(44,528)	(96,784)	(519,133)	(1,126,044)	(280,102)	-	-	-	-	-
Finance cost	(1,696,818)	(614,524)	-	-	(1,391,619)	(145,565)	-	-	(158)	(65)
Finance income	1,323,865	551,654	-	-	-	-	-	-	339	155
Share of results of equity accounted investees	-	-	-	-	-	-	-	-	(4,473)	7,451
Profit before Tax on financial services	12,417,963	13,131,359	14,520,669	13,857,505	(1,325,167)	550,537	-	-	(5,558)	6,663
Tax on financial services	-	-	(2,677,606)	(2,136,551)	-	-	-	-	-	-
Profit / (Loss) before tax	12,417,963	13,131,359	11,843,063	11,720,954	(1,325,167)	550,537	-	-	(5,558)	6,663
Income tax expense	(3,855,397)	(2,808,631)	(3,290,178)	(3,244,923)	256,564	(96,394)	-	-	798	-
Profit / (Loss) for the year from continuing operations	8,562,566	10,322,728	8,552,885	8,476,031	(1,068,603)	454,143	-	-	(4,760)	6,663

As at 31st March

14 Segment Assets and Liabilities

Total Assets	66,508,026	58,087,342	183,018,067	165,078,282	7,230,678	7,522,471	-	3,989,610	8,861,133	8,138,139
Total Liabilities	31,215,851	24,374,989	144,590,100	131,741,169	6,665,619	5,897,622	-	3,173,063	1,713,862	2,925,339

15 Other Segment Information

Total cost incurred during the period to acquire Property, Plant & Equipment	4,889,654	2,650,137	796,406	742,055	134,792	184,294	-	293,076	726,502	435,902
Depreciation & amortisation	1,892,104	1,986,774	785,806	750,932	194,628	109,391	-	176,375	8,409	-
Provision for retirement benefit Liability	209,347	124,702	104,928	53,568	12,707	8,156	-	75,478	1,286	-

VALLIBEL ONE PLC

13 Operating Segment Information

For the year ended 31st March

	Consumer		Investment		Other		Eliminations / Adjustments		Group	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Revenue										
Sales to external customers	5,628,187	6,925,193	-	-	11,321,352	6,420,551	-	-	113,868,282	94,295,187
Intra group revenue	-	-	-	-	1,876,286	1,113,515	(2,213,955)	(1,516,974)	-	-
Total revenue	5,628,187	6,925,193	-	-	13,197,638	7,534,066	(2,213,955)	(1,516,974)	113,868,282	94,295,187
Results										
Gross Profit	1,119,241	1,311,422	-	-	3,494,479	1,661,247	28,514	(20,607)	47,665,940	45,530,100
Dividend income	-	-	3,092,306	5,338,464	-	1,137	(2,527,528)	(4,614,946)	568,540	727,988
Other operating income	(149)	6,995	433,783	366,064	629,207	569,986	(1,037,642)	(749,510)	3,747,830	1,447,115
Administrative expenses	(150,626)	(212,366)	(391,964)	(331,391)	(1,312,652)	(901,737)	476,727	422,579	(11,231,203)	(8,969,398)
Distribution expenses	(560,195)	(546,688)	-	-	(490,151)	(248,527)	368,707	397,988	(9,358,517)	(7,315,909)
Other operating expenses	-	-	-	(39,390)	-	(33,557)	122,077	14,982	(721,686)	(1,280,793)
Finance cost	(673,128)	(140,017)	(19,764)	(7,949)	(788,332)	(100,150)	410,399	(27,195)	(4,159,420)	(1,035,465)
Finance income	69,120	(73,755)	71,801	35,397	194,086	102,987	(410,399)	(79,161)	1,248,812	537,278
Share of results of equity accounted investees	-	-	-	-	-	-	-	-	(4,473)	7,451
Profit before Tax on financial services	(195,737)	345,591	3,186,162	5,361,195	1,726,637	1,051,386	(2,569,145)	(4,655,870)	27,755,823	29,648,367
Tax on financial services	-	-	-	-	-	-	-	-	(2,677,605)	(2,136,551)
Profit / (Loss) before tax	(195,737)	345,591	3,186,162	5,361,195	1,726,637	1,051,386	(2,569,145)	(4,655,870)	25,078,218	27,511,816
Income tax expense	41,702	(81,748)	(132,806)	(568,490)	(342,509)	(240,459)	(323,680)	50,454	(7,645,506)	(6,990,191)
Profit / (Loss) for the year from continuing operations	(154,035)	263,843	3,053,356	4,792,705	1,384,128	810,927	(2,892,825)	(4,605,416)	17,432,712	20,521,625

As at 31st March

14 Segment Assets and Liabilities

Total Assets	2,083,999	4,121,059	35,253,524	31,602,398	20,990,528	17,886,931	(14,299,785)	(11,215,748)	309,646,171	285,210,486
Total Liabilities	4,209,897	5,822,581	231,187	495,962	6,642,117	6,163,004	(5,004,612)	(3,836,294)	190,264,022	176,757,437

15 Other Segment Information

Total cost incurred during the period to acquire

Property, Plant & Equipment	-	12,227	6,235	4,583	403,674	335,132	432,507	-	7,389,770	4,657,406
Depreciation & amortisation	1,377	8,610	50,664	10,896	146,412	120,998	211,261	45,245	3,290,661	3,209,221
Provision for retirement benefit Liability	3,276	3,333	7,879	5,011	39,851	16,161	101,037	-	480,311	286,409

VALLIBEL ONE PLC
SHARE INFORMATION

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

	<u>2023</u> Rs.	<u>2022</u> Rs.
Highest	43.90	102.50
Lowest	28.30	38.60
Closing	36.60	40.20

2 Directors Shareholding as at 31st March

Name	No of shares as at 31st March 2023	No of shares as at 31st March 2022
Mr. S H Amarasekera -Shares held in the following manner		
Pan Asia Banking Corporation PLC / Mr. S H Amarasekera	1,048,192	1,048,192
Mrs. Y Bhaskaran	-	-
Mr. J A S S Adhihetty	104,819	104,819
Mr. R N Asirwatham	838	838
Mrs. Shirani Jayasekera- Shares held in the following manner		
Mrs. Shirani Jayasekera	41,927	41,927
Mr.T L F Jayasekera and Mrs. S A Jayasekera	20,000	20,000
Ms. A A K Amarasinghe	4,192	-
Ms. K A D Brindhiini Perera	-	-

3 The percentage of shares held by the public as at 31st March 2023 was 19.40% comprising of 16,849 Share holders.

4 The Float Adjusted Market Capitalization as at 31st ,March 2023 is Rs.8,088,798,189.00

5 The Float adjusted market capitalization of the company falls under Option 2 of Rule 7.14.1(i) (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 2023

	No of Shares	(%)
1 Mr. Dhammika Perera	722,966,300	63.478
2 Employees Provident Fund	106,443,137	9.346
3 Vallibel Investments (Private) Limited	96,398,569	8.464
4 Vallibel Leisure (Private) Limited	96,359,379	8.461
5 Bank of Ceylon A/c Ceybank Unit Trust	5,471,735	0.480
6 Hatton National Bank PLC/Subramanium Vasudevan	3,968,924	0.348
7 Mr. K D H Perera	3,413,718	0.300
8 Merrill J Fernando & Sons (Pvt) Limited	2,313,005	0.203
9 DFCC Bank PLC/J N Lanka Holdings Company (Pvt) Ltd	2,000,000	0.176
10 Mellon Bank N. A. -UPS Group Trust	1,922,903	0.169
11 National Saving Bank	1,668,128	0.146
12 Mr A Sithampalam	1,679,096	0.147
13 Mr. H R S Wijeratne	1,648,469	0.145
14 Mr. B.W. Kundanmal	1,533,724	0.135
15 Renuka Consultants & Services Limited	1,095,361	0.096
16 International Construction Consortium (Private) Limited	1,095,361	0.096
17 Pan Asia Banking Corporation PLC/ Mr. Shiran Harsha Amarasekera	1,048,192	0.092
18 Hatton National Bank PLC/Palaniyandy Muralitharan	1,010,000	0.089
19 Mackenzie Capital Ltd	1,000,000	0.088
20 Mr. K D A Perera	898,285	0.079
	1,053,934,286	92.538
Others	84,981,358	7.462
Total	<u>1,138,915,644</u>	<u>100.000</u>

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

Group Holding Company manages a portfolio of diversified business holdings

Board of Directors

Mr. S H Amarasekera - Chairman
Mrs. Y Bhaskaran - Managing Director
Mr. J A S S Adhihetty
Mr. R N Asirwatham
Mrs. S Jayesekara
Ms. A A K Amarasinghe
Ms. K A D Brindhiini Perera

Registered Office

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

Subsidiary Companies

Royal Ceramics Lanka PLC & Its Subsidiaries
L B Finance PLC & Its Subsidiaries
Greener Water Limited
Delmege Limited & Its Subsidiaries

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
National Development Bank PLC
Commercial Bank of Ceylon PLC