

VALLIBEL ONE PLC
INTERIM FINANCIAL STATEMENTS

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FOR THE NINE MONTHS PERIOD ENDED 31ST DECEMBER 2021

VALLIBEL ONE PLC
STATEMENT OF FINANCIAL POSITION

| As at | Company | | Group | |
|---|------------------------|------------------------|------------------------|------------------------|
| | 31.12.2021 Rs. '000 | 31.03.2021 Rs. '000 | 31.12.2021 Rs. '000 | 31.03.2021 Rs. '000 |
| ASSETS | | | | |
| Cash and cash equivalent | 258,917 | 88,931 | 25,612,506 | 11,517,402 |
| Financial assets measured at fair value through profit or loss | 74,589 | 87,998 | 135,498 | 137,049 |
| Loans and Receivable | - | - | 82,497,548 | 67,466,580 |
| Lease rentals receivables and stock out on hire | - | - | 42,285,442 | 47,359,635 |
| Equity instruments measured at fair value through OCI | 8,915,200 | 9,206,099 | 8,949,032 | 9,231,268 |
| Other financial assets | - | 75,000 | 7,107,542 | 11,187,198 |
| Trade and other debtors and deposits | 305,798 | 663,567 | 8,812,558 | 8,257,681 |
| Contract asset | - | - | 40,343 | 52,561 |
| Other non-financial assets | 4,096 | 2,749 | 1,834,396 | 1,114,376 |
| Investments in subsidiaries | 20,230,723 | 20,230,723 | - | - |
| Investment in associate | 413,068 | 413,068 | 570,363 | 591,144 |
| Deferred tax assets | 3,954 | 3,954 | 64,630 | 37,510 |
| Income tax recoverable | - | - | 60,502 | 64,894 |
| Inventories | - | - | 14,512,151 | 12,318,317 |
| Leasehold rights over mining lands | - | - | 1,619 | 1,619 |
| Right of Use Lease Assets | 31,291 | 59,452 | 3,322,343 | 2,724,270 |
| Intangible assets | - | - | 12,735,548 | 12,798,873 |
| Consumable biological assets | - | - | 592,893 | 630,578 |
| Investment property | - | - | 1,996,010 | 1,980,307 |
| Property, plant and equipment | 28,333 | 32,484 | 53,580,383 | 52,594,706 |
| Assets held for sale | - | - | 58,613 | 65,602 |
| Total Assets | 30,265,969 | 30,864,025 | 264,769,920 | 240,131,570 |
| LIABILITIES | | | | |
| Due to banks | 2,257 | 106 | 23,020,253 | 17,904,126 |
| Due to customers | - | - | 87,672,862 | 85,940,213 |
| Interest-bearing loans and borrowings | 39,734 | 68,162 | 24,615,465 | 19,386,131 |
| Trade and other payables | 42,865 | 20,863 | 11,612,911 | 9,150,750 |
| Other non-financial liabilities | - | - | 940,408 | 729,673 |
| Contract liabilities | - | - | 4,338,969 | 1,832,902 |
| Dividend payable | 34,086 | 13,821 | 172,369 | 92,161 |
| Employee benefit liabilities | 17,280 | 14,689 | 2,230,496 | 2,093,302 |
| Income tax liabilities | 157,016 | 212,739 | 2,709,306 | 3,141,752 |
| Deferred tax liabilities | - | - | 5,487,660 | 5,501,377 |
| Liabilities directly associated with the assets classified as held for sale | - | - | 142,235 | 169,243 |
| Total Liabilities | 293,238 | 330,380 | 162,942,934 | 145,941,630 |
| 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 | 3,033,344 | 3,303,359 | 24,252,914 | 21,151,234 |
| Other components of equity | (2,397,716) | (2,106,817) | 12,946,912 | 12,068,011 |
| | 29,972,731 | 30,533,645 | 66,536,929 | 62,556,348 |
| Non Controlling Interest | - | - | 35,290,057 | 31,633,592 |
| Total Equity | 29,972,731 | 30,533,645 | 101,826,986 | 94,189,940 |
| Total Equity and Liabilities | 30,265,969 | 30,864,025 | 264,769,920 | 240,131,570 |

| | | | | |
|----------------------------------|--------------|--------------|--------------|--------------|
| Net Asset Per Share (Rs.) | 26.32 | 26.81 | 58.42 | 54.93 |
|----------------------------------|--------------|--------------|--------------|--------------|

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
11/02/2022

Sgd.
Director

VALLIBEL ONE PLC
STATEMENT OF INCOME

| For the Period ended 31st December | Company | | | | | Group | | | | |
|--|-----------------|-----------------|--------------------|--------------------|---------------|------------------|------------------|--------------------|--------------------|---------------|
| | 2021 Quarter | 2020 Quarter | 2021 Cumulative | 2020 Cumulative | Variance % | 2021 Quarter | 2020 Quarter | 2021 Cumulative | 2020 Cumulative | Variance % |
| | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | |
| Revenue | | | | | | | | | | |
| Revenue from contract with customers | - | - | - | - | - | 18,868,545 | 15,571,061 | 47,420,302 | 34,885,837 | 36 |
| Interest income | - | - | - | - | - | 8,372,767 | 7,470,136 | 21,960,938 | 21,717,094 | 1 |
| Total revenue | | | | | | 27,241,312 | 23,041,197 | 69,381,240 | 56,602,931 | 23 |
| Cost of sales | - | - | - | - | - | (13,724,735) | (12,407,022) | (36,078,725) | (32,056,782) | (13) |
| Gross profit | | | | | | 13,516,577 | 10,634,175 | 33,302,515 | 24,546,149 | 36 |
| Dividend income | 930,039 | - | 2,820,989 | 856,216 | 229 | 2,183 | 3,279 | 2,442 | 673,886 | (100) |
| Other operating income | 120,451 | 90,417 | 268,578 | 273,399 | (2) | 78,949 | 143,843 | 315,420 | 354,742 | (11) |
| Administrative expenses | (104,964) | (54,273) | (245,190) | (174,496) | (41) | (2,451,761) | (2,044,450) | (6,709,346) | (5,623,578) | (19) |
| Distribution expenses | - | - | - | - | - | (2,061,347) | (1,906,667) | (5,244,110) | (4,400,236) | (19) |
| Other operating expenses | (25,143) | - | (13,409) | - | (100) | 83,646 | (491,649) | (655,486) | (1,999,271) | 67 |
| Result from operating activities | 920,383 | 36,144 | 2,830,968 | 955,119 | 196 | 9,168,247 | 6,338,531 | 21,011,435 | 13,551,692 | 55 |
| Finance cost | (1,446) | (19,879) | (6,854) | (85,141) | 92 | (249,777) | (349,807) | (833,299) | (1,588,091) | 48 |
| Finance income | 8,381 | - | 25,612 | - | 100 | 165,042 | 6,523 | 376,425 | 64,530 | 483 |
| Net finance cost | 6,935 | (19,879) | 18,758 | (85,141) | 122 | (84,735) | (343,284) | (456,874) | (1,523,561) | 70 |
| Share of results of equity accounted investees | - | - | - | - | - | 553 | (9,847) | (20,781) | (31,948) | 35 |
| Profit before tax on financial services | 927,318 | 16,265 | 2,849,726 | 869,978 | 228 | 9,084,065 | 5,985,400 | 20,533,780 | 11,996,183 | 71 |
| Tax on financial services | - | - | - | - | - | (667,228) | (450,132) | (1,538,864) | (1,090,338) | (41) |
| Profit before tax | 927,318 | 16,265 | 2,849,726 | 869,978 | 228 | 8,416,837 | 5,535,268 | 18,994,916 | 10,905,845 | 74 |
| Income tax expense | (49,435) | 1,285 | (272,450) | (91,371) | (198) | (2,143,903) | (1,452,993) | (5,027,612) | (2,996,189) | (68) |
| Profit for the period from continuing operation | 877,883 | 17,550 | 2,577,276 | 778,607 | 231 | 6,272,934 | 4,082,275 | 13,967,304 | 7,909,656 | 77 |
| Discontinued Operation | | | | | | | | | | |
| Profit/(Loss)After tax for the year from discontinued operations | - | - | - | - | - | 4,658 | (3,419) | 12,133 | (18,764) | 165 |
| Net profit for the period | 877,883 | 17,550 | 2,577,276 | 778,607 | 231 | 6,277,592 | 4,078,856 | 13,979,437 | 7,890,892 | 77 |
| Attributable to : | | | | | | | | | | |
| Equity holders of the parent | 877,883 | 17,550 | 2,577,276 | 778,607 | 231 | 3,160,232 | 2,033,933 | 7,205,541 | 4,477,644 | 61 |
| Non - controlling interests | - | - | - | - | - | 3,117,360 | 2,044,923 | 6,773,896 | 3,413,248 | 98 |
| | 877,883 | 17,550 | 2,577,276 | 778,607 | 231 | 6,277,592 | 4,078,856 | 13,979,437 | 7,890,892 | 77 |
| Earnings Per Share (Rs.) | 0.81 | 0.02 | 2.37 | 0.72 | | 2.90 | 1.87 | 6.62 | 4.12 | |

VALLIBEL ONE PLC
STATEMENT OF COMPREHENSIVE INCOME

| For the period ended 31st December | Company | | | | | Group | | | | |
|--|-----------------|-----------------|--------------------|--------------------|---------------|------------------|------------------|--------------------|--------------------|---------------|
| | 2021 Quarter | 2020 Quarter | 2021 Cumulative | 2020 Cumulative | Variance % | 2021 Quarter | 2020 Quarter | 2021 Cumulative | 2020 Cumulative | Variance % |
| | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | |
| Profit for the period | 877,883 | 203,557 | 2,577,276 | 778,607 | 231 | 6,277,592 | 4,078,856 | 13,979,437 | 7,890,892 | 77 |
| Other comprehensive income | | | | | | | | | | |
| Other comprehensive income to be reclassified to income statement in subsequent periods | | | | | | | | | | |
| Exchange difference on translation of foreign operations | - | - | - | - | - | 34,554 | (13,537) | (142,761) | 13,402 | (1165) |
| 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 | 17,112 | 205,340 | (290,899) | (1,363,233) | 79 | 39,838 | 206,928 | (282,399) | (1,360,871) | 79 |
| Revaluation of land and building - net of tax | - | - | - | - | - | 25 | - | 890 | - | 100 |
| Actuarial gain/(loss) on retirement benefit obligation – net of tax | - | - | - | - | - | - | (1,231) | - | (3,692) | 100 |
| Other comprehensive income for the period, net of tax | 17,112 | 205,340 | (290,899) | (1,363,233) | 79 | 74,417 | 192,160 | (424,270) | (1,351,161) | 69 |
| Total comprehensive income for the period, net of tax | 894,995 | 408,897 | 2,286,377 | (584,626) | 491 | 6,352,009 | 4,271,016 | 13,555,167 | 6,539,732 | 107 |
| Total comprehensive income attributable to: | | | | | | | | | | |
| Equity holders of the parent | 894,995 | 408,897 | 2,286,377 | (584,626) | 491 | 3,215,481 | 2,231,052 | 6,825,456 | 3,123,613 | 119 |
| Non-controlling interests | - | - | - | - | - | 3,136,528 | 2,039,964 | 6,729,711 | 3,416,119 | 97 |
| | 894,995 | 408,897 | 2,286,377 | (584,626) | 491 | 6,352,009 | 4,271,016 | 13,555,167 | 6,539,732 | 107 |

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- COMPANY

| For the period ended 31st December | Stated Capital | Fair value | Retained | Total |
|---|-----------------------|--------------------|------------------|-------------------|
| | Rs.'000 | Reserve | Earnings | Rs.'000 |
| | | Rs.'000 | Rs.'000 | |
| Balance as at 01st April 2020 | 27,163,984 | (2,215,191) | 3,413,067 | 28,361,859 |
| Profit for the period | - | - | 778,607 | 778,607 |
| Other comprehensive income | - | (1,363,233) | - | (1,363,233) |
| Balance as at 31st December 2020 | <u>27,163,984</u> | <u>(3,578,424)</u> | <u>4,191,673</u> | <u>27,777,233</u> |
| Balance as at 01st April 2021 | 29,337,103 | (2,106,817) | 3,303,359 | 30,533,645 |
| Profit for the period | - | - | 2,577,276 | 2,577,276 |
| Other comprehensive income | - | (290,899) | - | (290,899) |
| Dividend Paid | - | - | (2,847,289) | (2,847,289) |
| Balance as at 31st December 2021 | <u>29,337,103</u> | <u>(2,397,716)</u> | <u>3,033,347</u> | <u>29,972,731</u> |

VALLIBEL ONE PLC
STATEMENT OF CHANGES IN EQUITY- GROUP

| For the period ended 31st December 2021 | 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 2020 | 27,163,984 | (44,112) | 5,115,434 | (2,285,842) | 83,823 | 6,576,979 | 578,449 | 16,754,896 | 53,943,612 | 26,115,996 | 80,059,608 |
| Profit for the period | - | - | - | - | - | - | - | 4,477,644 | 4,477,644 | 3,413,248 | 7,890,892 |
| Other Comprehensive Income, Net of Tax | - | - | - | (1,361,666) | 9,701 | - | - | (2,067) | (1,354,032) | 2,871 | (1,351,161) |
| Total Comprehensive Income | - | - | - | (1,361,666) | 9,701 | - | - | 4,475,578 | 3,123,613 | 3,416,120 | 6,539,732 |
| Transfers | - | - | 795,605 | - | - | - | - | (795,605) | - | - | - |
| Balance as at 31st December 2020 | 27,163,984 | (44,112) | 5,911,039 | (3,647,508) | 93,525 | 6,576,979 | 578,449 | 20,434,870 | 57,067,226 | 29,212,396 | 86,279,622 |
| Balance as at 01st April 2021 | 29,337,103 | (44,112) | 6,152,845 | (2,178,413) | 100,704 | 7,458,538 | 578,449 | 21,151,233 | 62,556,348 | 31,633,592 | 94,189,940 |
| Profit for the period | - | - | - | - | - | - | - | 7,205,541 | 7,205,541 | 6,773,896 | 13,979,437 |
| Other Comprehensive Income, Net of Tax | - | - | - | (285,260) | (95,323) | 498 | - | - | (380,085) | (44,185) | (424,270) |
| Total Comprehensive Income | - | - | - | (285,260) | (95,323) | 498 | - | 7,205,541 | 6,825,456 | 6,729,711 | 13,555,168 |
| Dividend Paid | - | - | - | - | - | - | - | (2,844,875) | (2,844,875) | - | (2,844,875) |
| Subsidiary Dividends to Minority Shareholders | - | - | - | - | - | - | - | - | - | (3,073,246) | (3,073,246) |
| Balance as at 31st December 2021 | 29,337,103 | (44,112) | 6,152,845 | (3,722,659) | 5,381 | 7,459,036 | 578,449 | 26,770,882 | 66,536,929 | 35,290,057 | 101,826,986 |

VALLIBEL ONE PLC
CASH FLOW STATEMENT

| For the period ended | Company | | Group | |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| | 31.12.2021 Rs.'000 | 31.12.2020 Rs.'000 | 31.12.2021 Rs.'000 | 31.12.2020 Rs.'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | |
| Net Profit/ (Loss) before taxation | 2,849,726 | 869,978 | 18,994,916 | 10,905,845 |
| Profit/ (Loss) Before tax from discontinued operations | - | - | 12,133 | (18,764) |
| ADJUSTMENTS FOR | | | | |
| Profit/(loss) on sale of property, plant and equipment | - | - | (15,359) | (23,084) |
| Depreciation | 8,228 | 12,418 | 2,077,779 | 2,008,470 |
| Provision/(reversal) for change in market value of the investments FVTPL assets | 13,409 | (38,552) | (32,436) | (96,090) |
| Change in fair value of biological assets | - | - | 41,076 | 20,268 |
| Impairment of loans | - | - | 592,995 | 1,575,974 |
| Impairment provision/(reversal) of trade and other debtors, deposits and prepayments | - | - | 61,791 | 152,903 |
| Amortisation | - | - | 65,610 | 70,327 |
| Depreciation of Right of Use Assets | 28,162 | 28,162 | 225,872 | 252,386 |
| Capital grant amortisation | - | - | (5,675) | (5,594) |
| Share of results of equity accounted investees | - | - | 20,781 | 31,948 |
| Provision for employee benefit liabilities | 2,591 | 2,249 | 251,422 | 226,478 |
| Provision for inventory | - | - | 141,278 | 253,019 |
| Dividend income | - | - | (2,442) | (673,886) |
| Finance cost | 6,854 | 85,141 | 833,299 | 1,591,760 |
| Finance income | (25,612) | - | (376,425) | (64,688) |
| Operating profit before working capital changes | 2,883,359 | 959,396 | 22,886,615 | 16,207,272 |
| (Increase)/decrease in loans and advances | - | - | (15,030,968) | (5,259,882) |
| (Increase)/decrease in trade and other debtors, deposits and prepayments | 357,770 | (49,046) | (616,668) | 177,684 |
| (Increase)/decrease in other financial assets | 75,000 | - | 4,079,656 | (4,633,290) |
| (Increase)/decrease in lease rental receivable | - | - | 4,481,198 | 9,949,732 |
| (Increase)/decrease in other non-financial assets | (1,347) | (700) | (707,802) | (704,794) |
| Increase/(decrease) in due to banks | - | - | 4,094,939 | (2,681,982) |
| Increase/(decrease) in due to customers | - | - | 1,732,649 | (927,328) |
| Increase/(decrease) in trade and other payables | 22,001 | (10,730) | 2,462,161 | 2,172,763 |
| (Increase)/decrease in other non-financial liabilities | - | - | 2,722,477 | 1,570,637 |
| (Increase)/decrease in inventories | - | - | (2,335,112) | 4,884,538 |
| Increase/(decrease) in asset held for sale | - | - | (17,449) | 5,801 |
| Cash generated from operations | 3,336,782 | 898,920 | 23,748,305 | 20,761,501 |
| Retirement benefits liabilities paid | - | - | (114,228) | (113,787) |
| Finance cost paid | (1,577) | (76,357) | (833,299) | (1,591,760) |
| Interest received | 25,612 | 1,175 | 376,425 | 64,688 |
| Taxes paid | (328,173) | (45,186) | (5,496,503) | (2,010,861) |
| Net Cash from operating activities | 3,032,644 | 778,552 | 17,680,700 | 17,109,781 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Purchase of property, plant and equipment | (4,079) | (6,867) | (3,753,741) | (1,674,234) |
| Proceeds from sale of property, plant and equipment | - | - | 564,359 | 53,468 |
| Purchase of intangible assets | - | - | (2,285) | (7,753) |
| Purchase of investment property | - | - | (15,703) | - |
| Net change available for sale financial assets | - | - | (163) | (198) |
| Net change FVTPL assets | - | - | 33,987 | 24,796 |
| Dividend received | - | - | 2,442 | 673,886 |
| Net Cash used in investing activities | (4,079) | (6,867) | (3,852,874) | (1,074,134) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | |
| Net change in interest-bearing loans and borrowings | - | (150,000) | 5,229,334 | (5,429,637) |
| Dividend paid | (2,827,024) | - | (5,837,913) | (310,022) |
| Net cash from/ (used in) financing activities | (2,860,729) | (182,414) | (608,579) | (5,737,058) |
| Net increase / (decrease) in cash & cash equivalents | 167,836 | 589,271 | 13,219,247 | 10,298,589 |
| Net Unrealised Exchange (Gains)/Losses | - | - | (142,761) | 13,402 |
| Cash and cash equivalents at the beginning of the period | 88,825 | (593,165) | 9,156,288 | 396,182 |
| Cash and cash equivalents at the end of the period | 256,661 | (3,894) | 22,232,774 | 10,708,173 |

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 December 2021 is 1,138,915,644 (31st March 2021- 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 2021
- 5 The consolidated financial statements of the company for the period ended 31st December 2021 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 2020/21, 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 December | 2021 | 2020 |
|---|----------------|----------------|
| | Rs.'000 | Rs.'000 |
| Subsidiaries | | |
| Technical Fee - Income Recognized | 221,738 | 193,366 |
| Dividend Income | 2,820,989 | 186,102 |
| Key management personnel (KMP) | | |
| Directors Remuneration | 7,051 | 7,051 |
| Companies controlled / jointly controlled / significantly Influenced by KMP and their close family members | | |
| Investment in Fixed Deposits | 2,810,000 | - |
| Withdrawal of Fixed Deposits | 2,685,000 | - |
| Interest Income | 7,173 | - |
| Technical Fee - Income Recognized | 46,840 | 41,481 |
| Purchase of Goods & Services | 2,115 | 4,814 |

VALLIBEL ONE PLC
NOTES TO THE FINANCIAL STATEMENTS

9 Discontinued Operations

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:

| | <i>Ever Paint and Chemical Industries (Private) Limited</i> | | | <i>Ever Paint and Chemical Industries (Private) Limited</i> | | |
|---|---|-------------------|-------------------|---|-------------------|-------------------|
| | <i>31.12.2021</i> | <i>31.12.2021</i> | <i>31.12.2021</i> | <i>31.12.2020</i> | <i>31.12.2020</i> | <i>31.12.2020</i> |
| | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> |
| Net Revenue | - | - | - | - | 71,990 | 71,990 |
| Cost of Sales | - | - | - | - | (36,571) | (36,571) |
| Operating Income | - | - | - | - | 35,419 | 35,419 |
| Other Operating Income | - | 12,152 | 12,152 | - | 12,091 | 12,091 |
| Distribution Expenses | (1,113) | 4,487 | 3,374 | (1,064) | (59,888) | (60,952) |
| Administrative Expenses | (212) | (122) | (334) | (365) | (1,445) | (1,810) |
| Finance Expenses | - | (3,132) | (3,132) | - | (3,669) | (3,669) |
| Finance Income | - | 73 | 73 | - | 158 | 158 |
| Loss for the year from discontinued operations | (1,325) | 13,458 | 12,133 | (1,429) | (17,335) | (18,764) |

The major classes of assets and liabilities of discontinued operations are being classified as held for sale as at the end of the period:

| | <i>Ever Paint and Chemical Industries (Private) Limited</i> | | | <i>Ever Paint and Chemical Industries (Private) Limited</i> | | |
|---|---|-------------------|-------------------|---|--|--|
| | <i>31.12.2021</i> | <i>31.12.2021</i> | <i>31.12.2021</i> | <i>31.12.2020</i> | | |
| | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> | | |
| Assets | | | | | | |
| Property, Plant & Equipment | 36,722 | - | 36,722 | 36,722 | | |
| Trade and Other Receivables | 7,982 | 91 | 8,073 | 12,270 | | |
| Other Non Financial Assets | - | 0 | 0 | - | | |
| Other Financial assets | - | 6,795 | 6,795 | - | | |
| Cash and Cash Equivalents | 943 | 6,080 | 7,023 | 693 | | |
| Assets held for sale | 45,647 | 12,966 | 58,613 | 49,685 | | |
| Liabilities | | | | | | |
| Trade and Other Payables | (7,852) | (16,572) | (24,424) | (7,931) | | |
| Interest Bearing Loans & Borrowings | - | (117,812) | (117,812) | - | | |
| Liabilities directly associated with the assets held for sale | (7,852) | (134,384) | (142,235) | (7,931) | | |
| Net Assets directly associated with disposal group | 37,795 | 147,350 | (83,622) | 41,754 | | |

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

| | <i>Ever Paint and Chemical Industries (Private) Limited</i> | | | <i>Ever Paint and Chemical Industries (Private) Limited</i> | | |
|----------------------------------|---|-------------------|-------------------|---|-------------------|-------------------|
| | <i>31.12.2021</i> | <i>31.12.2021</i> | <i>31.12.2021</i> | <i>31.12.2020</i> | <i>31.12.2020</i> | <i>31.12.2020</i> |
| | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> | <i>Rs.000's</i> |
| Operating | 153 | (4,366) | (4,213) | 81 | (4,689) | (4,608) |
| Investing | - | 3,918 | 3,918 | - | (1,652) | (1,652) |
| Financing | - | - | - | - | (1,762) | (1,762) |
| Net cash (outflow)/inflow | 153 | (448) | (295) | 81 | (8,102) | (8,021) |

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, had to be postponed. 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 against |
|--|--|---|--|--------------------------------|---------------------------------------|---|
| 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

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

VALLIBEL ONE PLC

12 Operating Segment Information For the period ended 30th September

| | Lifestyle | | Finance | | Alluminium | | Plantation | | Leisure | |
|---|-------------------|-------------------|-------------------|-------------------|------------------|------------------|------------------|------------------|-----------------|-----------------|
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Revenue | | | | | | | | | | |
| Sales to external customers | 31,749,732 | 24,952,090 | 21,960,938 | 21,717,094 | 4,366,540 | 2,410,749 | 1,858,101 | 1,514,288 | - | - |
| Intra group revenue | 18,469 | 667 | - | - | 207,560 | 77,458 | - | - | - | - |
| Total revenue | 31,768,201 | 24,952,757 | 21,960,938 | 21,717,094 | 4,574,100 | 2,488,207 | 1,858,101 | 1,514,288 | - | - |
| Results | | | | | | | | | | |
| Gross Profit | 14,347,272 | 9,814,418 | 15,503,052 | 12,531,304 | 1,157,158 | 667,942 | 239,297 | 160,384 | - | - |
| Dividend income | 305 | 281 | 2,983 | 3,490 | - | - | - | - | - | - |
| Other operating income | 285,159 | 321,733 | 91,110 | 102,690 | 14,481 | 7,051 | 11,512 | 11,620 | - | - |
| Administrative expenses | (1,205,928) | (965,338) | (4,429,547) | (4,028,516) | (179,650) | (78,459) | (145,613) | (146,033) | (755) | (25,063) |
| Distribution expenses | (4,406,205) | (3,890,353) | (232,815) | (148,497) | (364,712) | (235,634) | - | - | - | - |
| Other operating expenses | (68,798) | (407,081) | (604,189) | (1,591,281) | - | (16,578) | - | - | - | - |
| Finance cost | (414,178) | (1,012,033) | - | - | (92,439) | (129,121) | (97,926) | (104,469) | (46) | (1,578) |
| Finance income | 321,021 | 92,917 | - | - | - | - | - | - | 117 | 148 |
| Share of results of equity accounted investees | - | - | - | - | - | - | - | - | (20,781) | (31,948) |
| Profit before Tax on financial services | 8,858,648 | 3,954,544 | 10,330,594 | 6,869,190 | 534,838 | 215,201 | 7,270 | (78,498) | (21,465) | (58,441) |
| Tax on financial services | - | - | (1,538,864) | (1,090,338) | - | - | - | - | - | - |
| Profit / (Loss) before tax | 8,858,648 | 3,954,544 | 8,791,730 | 5,778,852 | 534,838 | 215,201 | 7,270 | (78,498) | (21,465) | (58,441) |
| Income tax expense | (1,993,204) | (997,230) | (2,521,039) | (1,772,887) | (97,820) | (43,040) | (17,409) | (13,392) | - | - |
| Profit/(Loss) after tax for the period from discontinued operations | - | - | - | - | - | - | - | - | - | - |
| Profit / (Loss) for the period | 6,865,444 | 2,957,314 | 6,270,691 | 4,005,965 | 437,018 | 172,161 | (10,139) | (91,890) | (21,465) | (58,441) |

As at 30th June

13 Segment Assets and Liabilities

| | | | | | | | | | | |
|--------------------------|------------|------------|-------------|-------------|-----------|-----------|-----------|-----------|-----------|-----------|
| Total Assets | 52,957,938 | 44,079,241 | 154,772,847 | 146,075,926 | 5,434,833 | 3,719,816 | 4,002,065 | 3,749,881 | 8,019,308 | 7,281,121 |
| Total Liabilities | 22,799,480 | 20,099,869 | 122,445,953 | 118,864,181 | 3,688,357 | 2,373,927 | 3,232,217 | 3,024,837 | 2,806,405 | 2,373,665 |

14 Other Segment Information

Total cost incurred during the period to acquire

| | | | | | | | | | | |
|--|-----------|-----------|---------|---------|---------|--------|---------|---------|---------|---------|
| Property, Plant & Equipment | 1,917,474 | 722,620 | 644,450 | 475,927 | 158,127 | 19,494 | 161,620 | 28,122 | 320,520 | 330,238 |
| Depreciation & amortisation | 1,383,640 | 1,168,755 | 599,751 | 566,603 | 90,230 | 75,042 | 131,709 | 128,138 | - | 4,228 |
| Provision for retirement benefit Liability | 95,473 | 86,247 | 52,635 | 48,873 | 8,412 | 3,252 | 69,009 | 70,017 | 405 | 955 |

VALLIBEL ONE PLC

12 Operating Segment Information For the period ended 30th September

| | Consumer | | Investment | | Other | | Eliminations / Adjustments | | Group | |
|---|------------------|------------------|------------------|----------------|------------------|------------------|----------------------------|------------------|-------------------|-------------------|
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Revenue | | | | | | | | | | |
| Sales to external customers | 4,726,669 | 3,055,241 | - | - | 4,719,260 | 2,953,469 | - | - | 69,381,240 | 56,602,931 |
| Intra group revenue | 810 | 30,003 | - | - | 811,111 | 332,945 | (1,037,950) | (441,073) | - | - |
| Total revenue | 4,727,479 | 3,085,244 | - | - | 5,530,371 | 3,286,414 | (1,037,950) | (441,073) | 69,381,240 | 56,602,931 |
| Results | | | | | | | | | | |
| Gross Profit | 893,812 | 685,767 | - | - | 1,190,025 | 741,868 | (28,101) | (55,534) | 33,302,515 | 24,546,149 |
| Dividend income | - | - | 2,820,989 | 856,216 | 2,414 | - | (2,824,249) | (186,102) | 2,442 | 673,886 |
| Other operating income | 3,066 | 7,272 | 266,064 | 273,399 | 336,614 | 251,905 | (692,586) | (620,928) | 315,420 | 354,742 |
| Administrative expenses | (153,224) | (125,988) | (245,190) | (174,496) | (641,613) | (402,145) | 292,174 | 322,460 | (6,709,346) | (5,623,578) |
| Distribution expenses | (338,368) | (244,555) | - | - | (189,016) | (160,275) | 287,006 | 279,078 | (5,244,110) | (4,400,236) |
| Other operating expenses | - | (866) | (10,895) | - | (2,750) | (3,087) | 31,146 | 19,622 | (655,486) | (1,999,271) |
| Finance cost | (173,279) | (265,557) | (6,854) | (85,141) | (142,018) | (87,012) | 93,441 | 96,820 | (833,299) | (1,588,091) |
| Finance income | 18,479 | 10,100 | 25,612 | - | 63,616 | 55,977 | (52,420) | (94,612) | 376,425 | 64,530 |
| Share of results of equity accounted investees | - | - | - | - | - | - | - | - | (20,781) | (31,948) |
| Profit before Tax on financial services | 250,486 | 66,173 | 2,849,726 | 869,978 | 617,272 | 397,232 | (2,893,589) | (239,196) | 20,533,780 | 11,996,183 |
| Tax on financial services | - | - | - | - | - | - | - | - | (1,538,864) | (1,090,338) |
| Profit / (Loss) before tax | 250,486 | 66,173 | 2,849,726 | 869,978 | 617,272 | 397,231 | (2,893,589) | (239,196) | 18,994,916 | 10,905,844 |
| Income tax expense | (60,501) | (15,613) | (272,450) | (91,371) | (119,559) | (62,900) | 54,370 | 244 | (5,027,612) | (2,996,189) |
| Profit/(Loss) after tax for the period from discontinued operations | - | - | - | - | 12,133 | (18,764) | - | - | 12,133 | (18,764) |
| Profit / (Loss) for the period | 189,985 | 50,560 | 2,577,276 | 778,607 | 509,846 | 315,568 | (2,839,219) | (238,952) | 13,979,437 | 7,890,892 |

As at 30th June

13 Segment Assets and Liabilities

| | | | | | | | | | | |
|--------------------------|-----------|-----------|------------|------------|------------|------------|-------------|-------------|-------------|-------------|
| Total Assets | 3,554,697 | 2,282,885 | 30,265,968 | 28,809,755 | 14,390,512 | 10,549,441 | (8,628,249) | (7,100,138) | 264,769,920 | 239,447,928 |
| Total Liabilities | 5,332,139 | 4,253,965 | 293,236 | 1,032,520 | 6,283,351 | 365,895 | (3,938,202) | (2,220,548) | 162,942,934 | 150,168,311 |

14 Other Segment Information

Total cost incurred during the period to acquire

| | | | | | | | | | | |
|--|-------|-------|--------|--------|---------|--------|----------|--------|-----------|-----------|
| Property, Plant & Equipment | 9,957 | 1,330 | 4,079 | 6,867 | 303,989 | 89,636 | - | - | 3,520,216 | 1,674,234 |
| Depreciation & amortisation | 5,453 | 5,308 | 33,228 | 12,418 | 91,701 | 82,070 | (33,549) | 36,235 | 2,302,163 | 2,078,797 |
| Provision for retirement benefit Liability | 5,135 | 646 | 2,591 | 2,249 | 17,762 | 14,239 | - | - | 251,422 | 226,478 |

VALLIBEL ONE PLC
SHARE INFORMATION

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

| | <u>2021</u> Rs. | <u>2020</u> Rs. |
|---------|--------------------|--------------------|
| Highest | 80.00 | 27.70 |
| Lowest | 57.60 | 18.00 |
| Closing | 72.60 | 26.00 |

2 Directors and CEO's Shareholding as at 31st December

| Name | No of shares as at 31st December 2021 | No of shares as at 31st December 2020 |
|---|---|--|
| Mr. Dhammika Perera | 722,966,300 | 689,726,471 |
| Mr. S H Amarasekera -Shares held in the following manner | | |
| Pan Asia Banking Corporation PLC / Mr. S H Amarasekera | 1,048,192 | 1,000,000 |
| Mr. J A S S Adhihetty | 104,819 | 100,000 |
| Mr. R N Asirwatham | 838 | 800 |
| Mrs. Shirani Jayasekera- Shares held in the following manner | | |
| Mrs. Shirani Jayasekera | 41,927 | 40,000 |
| Mr.T L F Jayasekera and Mrs. S A Jayasekera | 20,000 | - |
| Mrs. Y Bhaskaran (CEO) | Nil | Nil |

3 The percentage of shares held by the public as at 31st December 2021 was 19.41% comprising of 14,976 Share holders.

4 The Float Adjusted Market Capitalization as at 31st Decemember 2021 is Rs.16,045,311,988.20

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 December 2021

| | No of Shares | (%) |
|--|----------------------|----------------|
| 1 Mr. Dhammika Perera | 722,966,300 | 66.537 |
| 2 Employees Provident Fund | 106,443,137 | 9.796 |
| 3 Vallibel Investments (Private) Limited | 96,398,569 | 8.872 |
| 4 Vallibel Leisure (Private) Limited | 96,359,379 | 8.868 |
| 5 Bank of Ceylon A/c Ceybank Unit Trust | 5,426,232 | 0.499 |
| 6 Hatton National Bank PLC/Subramaniam Vasudevan | 4,253,498 | 0.391 |
| 7 Seylan Bank PLC/ARRC Capital(Pvt) Limited | 3,197,082 | 0.294 |
| 8 Hatton Natinal Bank PLC/Karuna Ranaraja Ekanayaka Mudiyansele | | |
| Dharshan Maduranga Bandara Jayasundara | 2,483,583 | 0.229 |
| 9 Merrill J Fernando & Sons (Pvt) Limited | 2,313,005 | 0.213 |
| 10 Mr. H R S Wijeratne | 2,168,710 | 0.200 |
| 11 Mellon Bank N. A. -UPS Group Trust | 1,922,903 | 0.177 |
| 12 Mr A Sithampalam | 1,634,096 | 0.150 |
| 13 Mr. G B D Tilakarathne | 1,290,007 | 0.119 |
| 14 Hatton Natinal Bank PLC/Ihalagamage Punarjeeva Karunanayake | 1,101,256 | 0.101 |
| 15 Renuka Consultants & Services Limited | 1,095,361 | 0.101 |
| 16 International Construction Consorttium (Private) Limited | 1,095,361 | 0.101 |
| 17 Pan Asia Banking Corporation PLC/ Mr. Shiran Harsha Amarasekera | 1,048,192 | 0.096 |
| 18 Mr. K D H Perera | 1,048,192 | 0.096 |
| 19 People's Leasing & Finance PLC/ Mr. D M P Disanayake | 1,038,316 | 0.096 |
| 20 Cosmo Mart (Private) Limited | 1,009,606 | 0.093 |
| | 1,054,292,785 | 92.570 |
| Others | 84,622,859 | 7.430 |
| 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. Dhammika Perera – Chairman / Managing Director
Mr. S H Amarasekera
Mr. J A S S Adhihetty
Mr. R N Asirwatham
Mrs. S Jayesekara

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
National Development Bank PLC
Commercial Bank of Ceylon PLC