

Report of the Directors

The Directors of Hemas Holdings PLC submit hereto their fifth Annual Report to the members which includes the audited Financial Statements of the Company and the Consolidated Financial Statements of the Group for the year ended 31st March 2008, prepared in accordance with Section 152 of the Companies' Act No. 7 of 2007.

This Report describes, so far as the Board believes is material, the state of the Company's affairs and of the Group in compliance with the requirements of the Companies' Act and the Listing Rules of the Colombo Stock Exchange

Review of activities and development of the Group's Business

Hemas Holdings PLC, is a holding company that holds direct and indirect investments in a number of companies that constitute the Hemas' group. The Group is engaged in several diverse activities, which are categorized into 5 main sectors i.e. FMCG, Healthcare, Transportation, Leisure and Power. The Group's performance, with comments on the financial results and future developments is contained in the reports of the Chairman and the Chief Executive Officer, as well as in the Operational and Financial reviews.

The Directors believe that the Group's future development will continue to focus on operational excellence, along with medium and long term strategies that will ensure stability and sustainability of its performance. Special emphasis will be placed on inorganic growth and internationalization adding a new dimension to the corporate strategy.

Important Events during the year

- In keeping with the vision of becoming the leading provider of Healthcare services, the following events took place:-
 - Agreements were entered into with Principals, Reckitt Benckiser, Boehringer Ingelheim and Bayer Schering.
 - Hemas Hospitals (Pvt) Ltd, an Associate of Hemas Holdings PLC acquired Southern Hospitals, Galle in June 2007.
- The Transportation Sector, in its pursuit to explore new opportunities in the Maritime and Logistics business, and strengthen its infrastructure, entered into the following:-
 - an Agreement to collaborate as joint venture partner to operate the Skynet Worldwide Express network system/courier service in Sri Lanka.
 - an Agreement with Far Shipping Lines (Pte) Ltd

Singapore to act as its exclusive Shipping Agent for all owned and chartered vessels of the Principal.

- The relocation of the factory to Dankotuwa by the FMCG Sector was successfully implemented and operations commenced in April this year.
- The Company's stake in e-Chanelling PLC was disposed of during the year.

Auditors

The Financial statements for the year have been audited by Messrs. Ernst & Young, Chartered Accountants, who offer themselves for re-appointment. The Directors, at a meeting held on 23rd May 2008, resolved to recommend their re-appointment as Auditors for the ensuing year. A resolution to re-appoint them and to authorize the directors to fix their remuneration will be proposed at the Annual General Meeting.

Amounts paid and payable by the Company as Audit fees and expenses for the financial year ended 31 March 2008 are Rs. 735,000/-. Fees and expenses paid and payable by the Company for other services provided by the Auditors amounts to Rs. 364,780/-.

The directors confirm that to the best of their knowledge the Auditors have no other relationship or interest in the Company or any of its subsidiaries other than as Auditors.

The Auditors confirm that they are independent in accordance with the Code of Ethics of the Institute of Chartered Accountants of Sri Lanka.

Auditors' Report

The Report of the Auditors on the group financial statements appear on page 53.

Accounting Policies

The policies adopted by the Company when preparing the statements of accounts are disclosed on page 59. There was no change in the accounting policies adopted during the year under review.

Directors

The names of the Directors who held office during the year under review are as given below:-

Non-Executive Directors

Mr. J.C.L. De Mel (Chairman, Main Board and Remuneration Committee)

Mr. M.E. Wickremesinghe (Chairman Audit Committee)

Report of the Directors

Mr. S.J. Scarff (resigned as at 13th July 2007)
Mr. P.K. Mohapatra (appointed on 13th July 2007)

Executive Directors

Mr. H.N. Esufally (Chief Executive Officer)
Mr. A.N. Esufally
Mr. I.A.H. Esufally
Mr. M.A.H. Esufally
Mr. D. Bhatnagar

Brief biographical details of each of the directors are given on page 08 of this Report.

Mr. D. Bhatnagar ceased to be Executive Director w.e.f 1st April 2008 but continues to serve as a Non-Executive Director.

Mr. S.J. Scarff relinquished his seat on the Board of the Company on 13th July 2007. He was replaced by Mr. P.K. Mohapatra from that date.

In accordance with the Articles of Association of the Company, Messrs. Divyaroop Bhatnagar and Imtiaz Esufally retire by rotation at this year's Annual General Meeting and each, being eligible, is recommended for re-election.

Mr. J.C.L. De Mel, who reached the age of 71 years on 6th May 2008, vacates office in terms of Section 210 (2) (a) of the Companies' Act-7 of 2007. The Directors intend proposing a resolution to re-appoint Mr. J.C.L. De Mel in accordance with Section 211 (1) of the Statutes.

Interest Register

In compliance with the requirements of the Companies' Act No 7 of 2007, an Interest Register was maintained by the Company during the accounting period ended 31st March 2008.

Relevant disclosures made by the Directors on contracts or proposed contracts with the Company appear on page 38 of this Report. These interests have been declared at meetings of the Board.

Direct shareholding of the Directors during the year were as follows:-

| | As at 31.03.08 | As at 31.03.07 |
|---------------------|-------------------|-------------------|
| Mr. J.C.L. De Mel | 17,500 | 17,500 |
| Mr. H.N. Esufally | 1,209,041 | 1,206,125 |
| Mr. A.N. Esufally | 398,417 | 1,145,500 |
| Mr. I.A.H. Esufally | 1,226,500 | 1,226,500 |

| | | |
|-------------------------|-----------|-----------|
| Mr. D. Bhatnagar | 30 | 15,550 |
| Mr. M.A.H. Esufally | 1,131,000 | 1,131,000 |
| Mr. M.E. Wickremesinghe | 2,250 | 2,250 |
| Mr. P.K. Mohapatra | Nil | Nil |

Indirect holding by directors

| | | |
|----------------------------------|------------|------------|
| Mr. H.N. Esufally | | |
| -Saraz Investments (Pvt) Ltd | 17,279,207 | 17,279,207 |
| Mr. A.N. Esufally | | |
| -AZ Holdings (Pvt) Ltd | 18,152,575 | 18,152,575 |
| Mr. I.A.H. Esufally | | |
| -Blueberry Investments (Pvt) Ltd | 17,156,250 | 17,156,250 |
| Mr. M.A.H. Esufally | | |
| -Amagroup (Pvt) Ltd | 17,156,133 | 17,156,133 |

Remuneration of directors

The Report of the Remuneration Committee on page 41 provide details of the aggregate remuneration received by the Directors during the financial year under review.

Independence of directors

Mr. Lalith De Mel, Chairman, Mr. Maithri Wickremesinghe and Mr. Pradipta Mohapatra function as independent non-executive directors on the board of Hemas.

In accordance with Rule 6.4 of the rules and regulations of the Colombo Stock Exchange on corporate governance, each of the directors have declared their independence, having met the relevant criteria.

Directors' and Officers' Liability Insurance

Your Company has purchased insurance to cover Directors' and Officers' liability as permitted by Section 218 of the Companies' Act No. 7 of 2007.

Directors' Responsibilities

A Statement by the Board of Directors acknowledging their obligation to prepare group financial statements is disclosed on page 52.

Donations to Charity

Corporate donations during the year to Government approved charities amounted to Rs. 742,774/-.

Report of the Directors

Results and Dividends

The turnover of the group for the financial year ended 31st March 2008 amounted to Rs. 14.1Bn with pre tax profit totaling Rs. 1.2 Bn. The net profit attributable to the group after deducting income tax expenses of Rs. 108Mn and minority interest of Rs. 15 Mn was Rs. 1,135 Mn.

In February this year, the Directors' resolved to pay an interim dividend of Rs. 1.25 per ordinary share for the year ending 31st March 2008 (2007 - 12.5%).

After having satisfied the Company's status of solvency, in terms of Section 56 of the Companies Act no. 7 of 2007, the dividend was paid on 21st February 2008.

The Income Statement of the Company and the Group appear on Page 54.

Transfers to and from Reserves are disclosed on Page 56 of this Report.

Property, Plant and Equipment

During the financial under review, Property Plant and Equipment were acquired by the Company and the Group to the aggregate value of Rs. 6.9 Mn and Rs. 1.07 Bn respectively.

Details relating to their movement appear in note 11 to the Financial Statement.

Value of Assets

The Directors have assessed the fair value of the investment properties of the Company and the Group as at 31st March 2008 on an open market value for existing use basis. The additions during the year and changes in fair value of the properties have been disclosed in the notes to the financial statements.

Stated Capital and Reserves

The Stated Capital of the Company as at 31st March 2008 was Rs. 1,329,012,573/-. There was no change in the Stated Capital during the year.

The composition of the Stated Capital and movement in Reserves of the Group are indicated in the notes to the Financial Statements on Pages 82 and 83.

Total Reserves of the Group and the Company as at 31st March 2008 stood at Rs. 5.0 Bn and Rs. 3.0 Bn respectively.

Share Information

Information on earnings, dividends, net assets and share trading are disclosed on pages 42 and 99 of the Report.

Shareholdings

The twenty largest shareholders of the Company are disclosed on page 42 of this report.

The percentage of share held by the public as at 31st March 2008 was 27.22%

Corporate Governance

A report on Corporate Governance practices adopted by the Company is included on page 30.

Employees

Hemas believes in a culture of openness and integrity, which has been built over the years and is now a part of our core values. A Chief Executive Officers's communication process takes place each quarter, reaching out to all levels, so that all employees have a clear understanding of the business priorities and the Company's progress.

The group continues to implement appropriate human resource policies and practices to develop its employees and ensure their optimum contribution towards achievement of corporate goals.

Employee share option plans

The Company operated two share option schemes, one approved by the shareholders in August 2003 and the other in June 2006.

Under the first scheme, options were offered in three tranches between the period 1st April 2004 and 31st March 2008. Options for a total of 2,424,199 shares were exercised as at 31st March 2008. The scheme has since lapsed.

Under the 2nd scheme, a first award of 1,006,000 shares were listed with the Colombo Stock Exchange and issued to Messrs. Jacey Trust Services, Trustees to the Share Option Scheme in September 2006. The options granted under this scheme have to be exercised on or before 31st March 2009.

Report of the Directors

Details of the Share Option Schemes are tabulated below :-

| | Date of Grant | Options granted | Share price Rs. | Expiry date | Shares * adjusted | Shares exercised | Shares lapsed | Shares outstanding |
|-----------|---------------|-----------------|-----------------|-------------|-------------------|------------------|---------------|--------------------|
| Scheme 1 | | | | | | | | |
| Grant 1 | 01.04.04 | 1,558,850 | 50/-* | 31/3/06 | 68737 | 1,521,974 | 105,613 | |
| Grant 2 | 10.09.04 | 732,500 | 90/-* | 31.03.07 | 126,175 | 831,175 | 27,500 | |
| Grant 3 | 29.09.05 | 781,150 | 116/- | 31.03.08 | 195,287 | 71050 | 905,387 | |
| | | 3,072,500 | | | 390,199 | 2,424,199 | 1,038,500 | |
| Scheme 11 | | | | | | | | |
| Tranche 1 | 26.09.06 | 1,006,000 | 105/- | 31.03.09 | | 86,500 | | 919,500 |

* Subsequent to a bonus issue in 2005, the exercise price of the first two grants under scheme 1 were adjusted to Rs. 40/- and Rs. 72/- respectively.

Events After Balance Sheet Date

No material events that require adjustments to the Financial Statements have taken place, subsequent to the date of the Balance Sheet.

Notice of Meeting

Notice of the Fifth Annual General Meeting of the Company appears on page 100.

HEMAS HOLDINGS PLC

Husein Esufally

Husein Esufally
Director
23rd May 2008

Lalith De Mel

Lalith De Mel
Director

Directors interest in contracts with the Company

Related Party disclosures as required by the Sri Lanka Accounting Standards No. 30 on Related Party Disclosures is detailed in Note 37 to the financial statement. In addition, the Company carried out transactions in the ordinary course of business with entities where the Directors of the Company are Directors of such entities.

| Company | Directors | Nature of Transaction | Value 2008 Rs. |
|---|-------------------------------------|-------------------------------|----------------|
| Hemas International Freight (Private) Ltd | Mr. H. Esufally Mr. I. Esufally | Management Fees | 781,250 |
| | | Bank Guarantee Charges | 22,500 |
| | | Consultancy Fees | 863,590 |
| | | IT Charges | 3,441,308 |
| | | Interest Income | 1,836,738 |
| | | Dividend Income | 1,122,194 |
| Hemas Travels (Private) Ltd | Mr. H. Esufally Mr. I. Esufally | Air Line Ticket Sales | 4,361,914 |
| | | Bank Guarantee Charges | 70,000 |
| | | Management Fees | 888,452 |
| | | Consultancy Fees | 12,017,609 |
| | | IT Charges | 6,117,384 |
| | | Interest Income | 114,761 |
| | | Dividend Income | 7,851,179 |
| Hemas Marketing (Private) Ltd | Mr. H. Esufally Mr. D. Bhatnagar | Consultancy Fees | 16,874,379 |
| | | IT Charges | 4,247,684 |
| | | Interest Income | 2,243,601 |
| | | Management Fees | 2,866,199 |
| | | Dividend Income | 70,644,010 |
| Hemas Manufacturing (Private) Ltd | Mr. H. Esufally Mr. D. Bhatnagar | Rental Income | 4,723,557 |
| | | Consultancy Fees | 27,586,664 |
| | | IT Charges | 17,376,225 |
| | | Management Fees | 2,866,199 |
| | | Interest Income | 321,458 |
| | | Dividend Income | 22,331,670 |
| Hemas Air Services (Private) Ltd | Mr. H. Esufally Mr. I. Esufally | Management Fees | 971,812 |
| | | Consultancy Fees | 13,596,670 |
| | | Interest Expense | (4,505,449) |
| | | IT Charges | 1,689,209 |
| | | Dividend Income | 4,273,914 |
| Hemas Pharmaceuticals (Private) Ltd | Mr. H. Esufally Mr. M. Esufally | Consultancy Fees | 41,517,287 |
| | | IT Charges | 16,900,429 |
| | | Inter Company Interest Income | 4,983,191 |
| | | Management Fees | 1,734,544 |
| | | Bank Guarantee Charges | 443,750 |
| | | Dividend Income | 28,426,207 |

Directors interest in contracts with the Company

| Company | Directors | Nature of Transaction | Value 2008 Rs. |
|---|-----------------|-------------------------------|----------------|
| Hemtours (Private) Ltd | Mr. H. Esufally | IT Charges | 5,844,731 |
| | Mr. A. Esufally | Interest Income | 1,944,308 |
| | | Dividend Income | 2,365,308 |
| Forbes Air Services (Private) Ltd | Mr. H. Esufally | Management Fees | 1,185,541 |
| | Mr. A. Esufally | Consultancy Fees | 22,768,943 |
| | Mr. I. Esufally | Bank Guarantee charges | 11,250 |
| | Mr. M. Esufally | IT Charges | 549,548 |
| | | Dividend Income | 6,708,777 |
| Hemas Developments (Private) Ltd | Mr. A. Esufally | Management Fees | 1,206,003 |
| | | Consultancy Fees | 1,483,425 |
| | | Interest Expense | (4,325,220) |
| | | IT Charges | 42,241 |
| | | Dividend Income | 6,307,489 |
| Vishwa BPO (Private) Ltd | Mr. H. Esufally | Shared Services Expenses | (3,228,444) |
| Hemas Power (Private) Ltd | Mr. H. Esufally | Bank Guarantee Charges | 46,875 |
| | | IT Charges | 184,688 |
| | | Interest Income | 9,406,874 |
| | | Dividend Income | 2,019,950 |
| Peace Haven Resorts Ltd | Mr. H. Esufally | Interest Expense | (29,216,237) |
| | Mr. A. Esufally | Dividend Income | 2,905,950 |
| Hemas Corporate Services (Private) Ltd | Mr. H. Esufally | Centralised Coporate Services | (4,855,106) |
| | | Bank Guarantee Charges | 25,000 |
| | | IT Charges | 1,834,761 |
| | | Interest Income | 859,244 |
| | | Dividend Income | 1,172,237 |
| Hemas Hospitals (Private) Ltd | Mr. M. Esufally | Bank Guarantee Charges | 156,250 |
| | | Consultancy Fees & IT Charges | 1,250,000 |
| | | IT Charges | 61,024 |
| | | Interest Income | 442,508 |
| | | Interest Expense | (1,314,001) |
| Hemas Southern Hospitals (Private) Ltd | Mr. M. Esufally | Bank Guarantee Charges | 137,500 |
| | | Interest Income | 1,742,345 |
| | | Interest Expense | (732,693) |
| Giddawa Hydro Power (Private) Ltd | Mr. H. Esufally | Bank Guarantee Charges | 660,000 |
| ACX International (Private) Ltd | Mr. H. Esufally | IT Charges | 178,720 |
| | Mr. I. Esufally | Interest Income | 97,623 |
| Hellman Worldwide Logistics (Private) Ltd | Mr. I. Esufally | Interest Income | 426,900 |

Board Committee Reports

Report of the Audit Committee

The Audit Committee is a Standing Committee of the Board of Directors and consists of two non-employee directors who qualify as Independent Non-Executive Directors under the standards prescribed by the Colombo Stock Exchange.

The Audit Committee has oversight responsibilities relating to the quality and integrity of the Company's financial statements and financial reporting process including the preparation, presentation and adequacy of disclosures in the financial statements of Company in accordance with the Sri Lanka Accounting Standards; the Company's compliance with financial reporting and information requirements of the Companies Act and other relevant financial reporting related regulations; the processes to ensure that the Company's internal controls and risk management are adequate to meet the requirements of the Sri Lanka Auditing Standards; and compliance by the Company with legal and statutory requirements. The Audit Committee is directly responsible as a committee of the Board in assessing the independence and performance of the external auditors of the Company and making recommendations to the Board pertaining to the appointment, re-appointment and removal of external auditors and to approve the remuneration and terms of engagement of the external auditors. The internal auditors report to the Audit Committee which meets with the internal auditors both with and without the management present.

The Audit Committee met three times during the year. The Chief Executive Officer and the Chief Financial Officer were present at the meetings on invitation. In carrying out its responsibilities the activities of the Audit Committee in the financial year ended 31 March 2008 included the following

- Procuring the formulation of an internal audit plan and reviewing the internal audit plan on a continuing basis and monitoring the performance of the internal auditors and adherence to the internal audit plan.
- Reviewing the internal audit reports and monitoring follow up action by the management.
- Discussing the business risks faced and the steps to be taken in mitigating such risks.
- Reviewing the adequacy of the periodic reports of compliance.
- Reviewing the un-audited quarterly financial statements and discussion with the management before submission to the Board and circulation to shareholders.

- Reviewing the audited financial statements for the year ended 31 March 2008 discussing those financial statements with the management and external auditors.
- Discussing with the management and Company's external auditors the results of the external auditors examinations and the judgment of the external auditors concerning the quality as well as the acceptability of the Company's accounting principles.
- Discussing with the external auditors the management letter and monitoring follow up action by the management.
- Discussing with the external auditors their independence from the Company and the Company's management including a consideration of the compatibility of non-audit services provided by the external auditors with their independence.

Having reviewed the effectiveness of the external audit, the Audit Committee recommended to the Board the re-appointment of Messrs Ernst & Young Chartered Accountants as the external auditors of the Company for the ensuing financial year, subject to the approval of the shareholders at the Annual General Meeting.

The Audit Committee wishes to place on record its deep appreciation of the services performed by Mr. Simon Scarff who served as Chairman of the Audit Committee from its inception until 13th July 2007.



Maithri Wickremesinghe
Chairman

Audit Committee

Board Committee Reports

Report of the Remuneration Committee

The Committee is made up exclusively of independent non-executive directors. The members of the Committee are Mr. Lalith De Mel, who also serves as the Chairman of the Board of the Company and Mr. Maithri Wckremesinghe, Chairman Audit Committee. (Appointed 13th July 2007)

Mr. Simon Scarff served as member of the Committee until 13th July 2007.

The Committee meets at least four times each year. Details of attendance at meetings by Committee members are shown on Page 40.

Role of the Committee

The Committee reviews and approves the overall remuneration strategy and policies including performance management systems, fixed and variable pay schemes and benefits. It agrees on the individual remuneration packages of the Chief Executive Officer and all other executive directors.

Remuneration Policy

The success of the group depends upon the performance and commitment of talented employees. The group's remuneration policy continues to be to support a strong performance-oriented culture and ensure that individual rewards and incentives relate directly to the performance of the individual, the operations and functions for which they are responsible and the group as a whole.

The Committee continually reviews the remuneration policy against significant regulatory developments, market practices and employee expectations.

Remuneration to directors

The aggregate Remuneration received by the directors is as noted hereunder:-

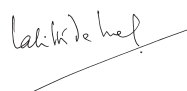
| | |
|-------------------------|------------------|
| Executive directors | Rs. 36,552,438/- |
| Non-executive directors | Rs. 3,805,000/- |

Details of emoluments received by the Board of Directors are given in the note to the Financial Statements.

Share Option Schemes

The group seeks to engage employees in the performance of the group, align their interests more closely with those of the shareholders and offer them an opportunity for long term savings and a share in the group's financial success which they helped to create. The group has operated two share option schemes details of which are given on page 36.

During the year under review, the Committee has sought the advise of external consultants to design alternative schemes, purely for purposes of retaining those in responsible positions who by virtue of their positions, their past performance and ability can meaningfully contribute to the future success of the group and consequently benefit all employees and shareholders of Hemas.



Lalith De Mel
Chairman

Remuneration Committee

Shareholder Information

| Shareholdings | Number of Shareholders | RESIDENT | | Number of Shareholders | NON RESIDENT | | Number of Shareholders | TOTAL | |
|----------------------------|------------------------|--------------|----------------|------------------------|--------------|----------------|------------------------|--------------|----------------|
| | | No of Shares | Percentage (%) | | No of Shares | Percentage (%) | | No of Shares | Percentage (%) |
| 1 to 1000 Shares | 3293 | 645,560 | 0.64 | 22 | 6,220 | 0.01 | 3315 | 651,780 | 0.65 |
| 1001 to 5,000 Shares | 320 | 674,160 | 0.67 | 12 | 29,550 | 0.03 | 332 | 703,710 | 0.70 |
| 5,001 to 10,000 Shares | 46 | 327,997 | 0.32 | 4 | 29,625 | 0.03 | 50 | 357,622 | 0.35 |
| 10,001 to 50,000 Shares | 59 | 1,355,032 | 1.34 | 4 | 140,550 | 0.14 | 63 | 1,495,582 | 1.48 |
| 50,001 to 100,000 Shares | 17 | 1,171,512 | 1.16 | - | - | - | 17 | 1,171,512 | 1.16 |
| 100,001 to 500,000 Shares | 14 | 3,312,347 | 3.27 | 1 | 141,400 | 0.14 | 15 | 3,453,747 | 3.41 |
| 500,001 to 1000,000 Shares | 1 | 922,750 | 0.91 | 1 | 550,000 | 0.54 | 2 | 1,472,750 | 1.45 |
| Over 1,000,000 Shares | 11 | 81,016,681 | 79.96 | 3 | 10,984,740 | 10.84 | 14 | 92,001,421 | 90.80 |
| | 3761 | 89,426,039 | 88.27 | 47 | 11,882,085 | 11.73 | 3808 | 101,308,124 | 100.00 |

Computation of % of Public Shareholding

| Shareholdings over 10% | 31st March 2008 | 31st March 2007 |
|---|-------------------|-------------------|
| | No. of Shares | No. of Shares |
| A Z Holdings (Pvt) Ltd. | 18,152,575 | 18,152,575 |
| Saraz Investments (Pvt) Ltd. | 17,279,207 | 17,279,207 |
| Blueberry Investments (Pvt) Ltd. | 17,156,250 | 17,156,250 |
| Amagroup (Pvt) Ltd. | 17,156,133 | 17,156,133 |
| Directors shareholding | | |
| Mr. A. N. Esufally | 398,417 | 1,145,500 |
| Mr. H. N. Esufally | 1,209,041 | 1,206,125 |
| Mr. I. A. H. Esufally | 1,226,500 | 1,226,500 |
| Mr. M. A. H. Esufally | 1,131,000 | 1,131,000 |
| Mr. L. De. Mel | 17,500 | 17,500 |
| Mr. D. Bhatnagar | 30 | 15,550 |
| Mr. M. E. Wickremesinghe | 2,250 | 2,250 |
| Mr. S. J. Scarff | - | - |
| Mr. P. K. Mohapatra | - | - |
| | 73,728,903 | 74,488,590 |
| Issued Share Capital as at 31st March 2008 | 101,308,124 | 101,308,124 |
| Less: Over 10% & Directors' Shareholding | 73,728,903 | 74,488,590 |
| Public Holding | 27,579,221 | 26,819,534 |
| Public Holding as a % of Issued Share Capital | 27.22% | 26.47% |

SHARE TRADING

| | 2007/08 | | 2006/07 | |
|------------------------------------|-------------|------------|-------------|------------|
| | | | | |
| Market Price | | | | |
| Highest | 120.00 | (16.04.07) | 127.50 | (02.02.07) |
| Lowest | 87.00 | (31.03.08) | 99.00 | (17.08.06) |
| As at year ended | 87.50 | (31.03.08) | 107.00 | (31.03.07) |
| No. of Trades | 915 | | 2,148 | |
| No. of Shares Traded | 1,594,400 | | 6,798,100 | |
| Value of the Shares Traded - (Rs.) | 158,574,675 | | 733,147,925 | |
| Market Capitalisation (Rs.) | 9 Billion | (31.03.08) | 11 Billion | (31.03.07) |

Shareholder Information

List of 20 Major Shareholders

MAJOR SHAREHOLDING

The twenty major shareholders as at 31st March 2008 with comparative figures for 2007.

| | 2008 | | 2007 | |
|--|----------------|--------|----------------|--------|
| | No of Shares | % | No of Shares | % |
| 1 A Z Holdings (Private) Limited | 18,152,575 | 17.92 | 18,152,575 | 17.92 |
| 2 Saraz Investments (Private) Limited | 17,279,207 | 17.06 | 17,279,207 | 17.06 |
| 3 Bluberry Investments (Private) Limited | 17,156,250 | 16.93 | 17,156,250 | 16.93 |
| 4 Amagroup (Private) Limited | 17,156,133 | 16.93 | 17,156,133 | 16.93 |
| 5 HSBC INTL NOM LTD - Arisaig India Fund Limited | 8,042,050 | 7.94 | 8,042,050 | 7.94 |
| 6 Employees Provident Fund | 3,665,975 | 3.62 | 3,518,375 | 3.47 |
| 7 Goldman Sachs International S/A Tree Line Asia Master Fund | 1,937,690 | 1.91 | 1,961,190 | 1.94 |
| 8 Sri Lanka Insurance Corporation Ltd. - Life Fund | 1,749,100 | 1.73 | 1,749,100 | 1.73 |
| 9 Mr. I.A.H. Esufally | 1,226,500 | 1.21 | 1,226,500 | 1.21 |
| 10 Mr. H.N. Esufally | 1,209,041 | 1.19 | 1,206,125 | 1.19 |
| 11 National Savings Bank | 1,200,000 | 1.18 | 1,200,000 | 1.18 |
| 12 Mr. M.A.H. Esufally | 1,131,000 | 1.12 | 1,131,000 | 1.12 |
| 13 Akbar Brothers Limited | 1,090,900 | 1.08 | 1,090,900 | 1.08 |
| 14 HSBC Intl Nominees Ltd - HSBC Bank PLC - CMG First State Global Umbrella Fund PLC - CMG First State Indian | 1,005,000 | 0.99 | 1,005,000 | 0.99 |
| 15 Jacey Trust Services (Private) Limited | 922,750 | 0.91 | 922,750 | 0.91 |
| 16 Galleon Diversified Fund Limited | 550,000 | 0.54 | | |
| 17 Cocoshell Activated Carbon Company Limited | 407,275 | 0.40 | 408,575 | 0.40 |
| 18 The Ceylon Guardian Investment Trust PLC | 399,400 | 0.39 | 399,400 | 0.39 |
| 19 Mr. A.N. Esufally | 398,417 | 0.39 | 1,145,500 | 1.13 |
| 20 M.J.F. Exports Limited | 341,000 | 0.34 | 341,000 | 0.34 |
| | 95,020,263 | 93.79 | 95,426,030 | 94.19 |
| Shares held by the balance shareholders | 6,287,861 | 6.21 | 5,882,094 | 5.81 |
| Total Issued Shares | 101,308,124 | 100.00 | 101,308,124 | 100.00 |
| | As at 31.03.08 | | As at 31.03.07 | |
| PUBLIC HOLDING | 27.22% | | 26.47% | |