



HEMAS HOLDINGS PLC INTERIM REPORT - 4TH QUARTER 2015/16

ENERGIZE. EXPLORE.

CEO's Review

Hemas Holdings PLC (HHL) and its subsidiaries achieved consolidated revenues of Rs.37.9Bn, a year-on-year (YoY) growth of 16.9% for the twelve months ended March 31, 2016. During this period operating profit reached Rs.4.0Bn and earnings Rs.2.7Bn, growth of 17.5% and 37.7% respectively. An additional interest income of Rs.280Mn was earned from investing the proceeds of the rights issue.

The FMCG sector achieved total revenues of Rs.14.3Bn for the twelve months, a 20.2% YoY increase over the previous financial year. Operating profits were Rs.1.8Bn, 50.5% YoY growth, whilst earnings grew at 37.2% to stand at Rs.1.4Bn. Strong performance was underpinned by our Bangladesh operation maintaining excellent revenue and profit growth, as well as strong sales across all our major brands in the domestic market and relatively weak commodity prices for key raw material inputs.

Overall healthcare sector revenue for the twelve months under review stood at Rs.16.1Bn, a YoY increase of 16.0%, whilst earnings grew at 22.8%. During the year, Hemas Hospitals opened its first wellness centre at Orion City, three new laboratories and invested in building capabilities in the Urology specialty. Our hospitals growth in revenue contributed 34.7% of the overall segments revenue growth. Hemas pharmaceutical distribution operation registered a YoY topline growth of 8.2% maintaining its market leadership position. Our pharmaceutical sales growth continues to be driven by our strong presence in growing therapeutic segments.

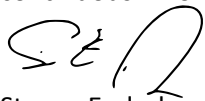
JL Morison posted a YoY growth of 22.8% and earnings growth of 43.4% for the twelve months ended March 31, 2016. Revenue growth was largely driven by the increase in sales from the buyback arrangement with Government of Sri Lanka and sales growth in key diagnostics agencies. The significant growth in operating profit resulted from increases in revenues in both consumer/OTC products and pharmaceuticals segments, efficiency and capacity gains at the plant, after a period of closure of the plant in Q1 2014/15 and a restructured distribution network.

Transportation sector reported a revenue of Rs.1.8Bn, a 17.2% YoY topline growth. Revenue growth was driven by higher volumes through our domestic logistics operation with warehouses operating at high levels of capacity, higher volume throughput at our container depot and new 3PL customers, specifically Hemas Logistics was able to secure a warehouse and distribution agreement for Sathosa. GSA businesses continued to experience challenges from lower yields of ticketing income. With subdued revenue growth from the aviation segment, the transportation sector registered an operating profit of Rs.500Mn which is a growth of 10.7% over the previous year.

The leisure sector recorded a revenue of Rs.3.4Bn for the 12 months ended March 31, 2016, a growth of 13.0% over the previous year. Our newest property, the luxury hotel Anantara Peace Haven Tangalle Resort, opened in December, finished its first operating quarter with encouraging performance. Serendib Hotels posted a revenue growth of 12.2%, driven by strong performance from the popular Dolphin Hotel which recorded year-round occupancy of 83%.

Finally in technology, N-Able posted a YoY revenue growth of 16.1%, despite the revenue growth, earnings were impacted by project delays and high operational leverage.

We continue to focus on driving growth from our core Consumer and Healthcare businesses while seeking continuous innovation, and strong profitability for the year ahead.



Steven Enderby
Chief Executive Officer

Colombo
26 May 2016

Consolidated Statement of Profit or Loss

Rs '000	Three Months Ended		Change	Twelve Months Ended		Change
	31.03.2016	31.03.2015	%	31.03.2016	31.03.2015	%
Continuing Operations						
Revenue	9,689,563	8,856,839	9.4	37,976,564	32,496,953	16.9
Cost of Sales	(5,950,973)	(5,974,425)	(0.4)	(23,929,067)	(21,108,953)	13.4
Gross Profit	3,738,590	2,882,414	29.7	14,047,497	11,388,000	23.4
Other Operating Income	140,455	354,220	(60.3)	358,128	546,289	(34.4)
Selling and Distribution Expenses	(891,584)	(911,832)	(2.2)	(3,877,715)	(3,368,704)	15.1
Administrative Expenses	(1,801,479)	(1,158,507)	55.5	(6,479,006)	(5,329,192)	21.6
Share of results of Joint ventures & Associates	(9,981)	(9,013)	10.7	(88,355)	134,783	(165.6)
Operating Profit	1,176,001	1,157,282	1.6	3,960,549	3,371,176	17.5
Finance Cost	(146,396)	(117,341)	24.8	(512,676)	(459,659)	11.5
Finance Income	194,317	87,794	121.3	642,467	183,422	250.3
Profit Before Tax	1,223,922	1,127,735	8.5	4,090,340	3,094,939	32.2
Income Tax Expenses	(333,755)	(237,718)	40.4	(1,164,370)	(704,200)	65.3
Profit for the period from Continuing Operations	890,167	890,017	0.0	2,925,970	2,390,739	22.4
Discontinued Operations						
Loss after tax from Discontinued operations	-	(431)	(100.0)	-	(194,823)	(100.0)
Profit for the period	890,167	889,586	0.1	2,925,970	2,195,916	33.2
Attributable to:						
Equity Holders of the Parent	744,237	771,571	(3.5)	2,653,208	1,927,051	37.7
Non-Controlling Interests	145,930	118,015	23.7	272,762	268,865	1.4
	890,167	889,586	0.1	2,925,970	2,195,916	33.2
Earnings Per Share (Rs)	1.30	1.50		4.63	3.74	
Earnings Per Share for Continuing Operations (Rs)	1.30	1.49		4.63	4.22	
Diluted Earnings Per Share	1.32	1.50		4.71	3.74	
Dividend per share				1.10	1.10	

Consolidated Statement of Comprehensive Income

Rs '000	Three Months Ended		Twelve Months Ended	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Profit for the Period	890,167	889,586	2,925,970	2,195,916
Other Comprehensive Income				
Actuarial (loss)/gain on defined benefit plans	30,720	(103,579)	30,720	(103,579)
Net (loss)/gain on available-for-sale financial assets	4,798	2,577	(6,109)	(531)
Exchange differences on translation of foreign operations	2,425	1,119	27,386	1,342
Net movement on cash flow hedges	(12,922)	62,419	(56,759)	153,964
Revaluation of land and buildings	1,078,827	138,761	1,078,827	138,761
Income Tax on other comprehensive income	(85,054)	22,972	(85,054)	22,972
Other Comprehensive Income for the period, net of tax	1,018,794	124,269	989,011	212,929
Total Comprehensive Income for the period, net of tax	1,908,961	1,013,855	3,914,981	2,408,845
Attributable to:				
Equity Holders of the Parent	1,535,229	870,445	3,437,078	2,063,130
Non-Controlling Interests	373,732	143,410	477,903	345,715
	1,908,961	1,013,855	3,914,981	2,408,845


The above figures are provisional and subject to audit.

Consolidated Statement of Financial Position

As at	31.03.2016	31.03.2015
Rs '000		
Non-Current Assets		
Property, Plant and Equipment	12,764,329	11,465,089
Investment Properties	1,735,779	1,763,665
Leasehold Right	115,751	109,545
Intangible Assets	852,339	755,953
Investment in Joint Ventures	1,323,506	1,235,763
Investment in Associates	359,064	383,561
Other Non Current Financial Assets	420,392	472,101
Deferred Tax Asset	47,829	72,731
	17,618,989	16,258,408
Current Assets		
Inventories	5,232,312	4,135,584
Trade and Other Receivables	7,462,326	7,214,110
Tax Recoverable	39,724	59,229
Other Current Financial Assets	84,861	393,884
Cash and Short Term Deposits	11,888,963	6,377,105
	24,708,186	18,179,912
Total Assets	42,327,175	34,438,320
Equity		
Stated Capital	5,722,837	1,600,603
Other Capital and Revenue Reserves	58,542	35,681
Other Components of Equity	2,022,644	1,292,039
Retained Earnings	14,187,670	12,730,653
Equity attributable to equity holders of the parent	21,991,693	15,658,976
Non-Controlling Interests	2,661,619	2,263,623
Total Equity	24,653,312	17,922,599
Non-Current Liabilities		
Interest Bearing Loans and Borrowings	3,241,655	3,420,154
Other Non Current Financial Liabilities	4,247	29,883
Deferred Tax Liability	424,484	260,979
Employee Benefit Liability	566,044	533,599
	4,236,430	4,244,615
Current Liabilities		
Trade and Other Payables	10,542,074	8,964,237
Income Tax Payable	523,074	146,207
Interest Bearing Loans and Borrowings	1,370,454	1,649,242
Bank Overdraft	1,001,831	1,511,420
	13,437,433	12,271,106
Total Equity and Liabilities	42,327,175	34,438,320
Net Asset per share - (Rs)	38.41	30.39

The above figures are provisional and subject to audit.

These financial statements are in compliance with the requirements of the Companies Act No. 07 of 2007.



Sanjeewa Samaranyake

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,

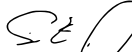


Husein Esufally

Chairman

Colombo

May 26, 2016



Steven Enderby

Chief Executive Officer

Consolidated Statement of Changes in Equity

	Attributable to Equity Holders of the Parent						Total	Non Controlling Interests	Total Equity	
	Stated Capital	Other Capital & Revenue Reserves	Other Component Of Equity			Retained Earnings				
			Revaluation Reserve	Exchange Reserve	Available for sale Reserve					Cash flow hedge Reserve
<i>Rs '000</i>										
Balance as at 1 April 2014	1,600,603	400,289	1,120,802	(3,515)	7,370	(32,451)	11,207,426	14,300,524	3,329,111	17,629,635
Profit for the period	-	-	-	-	-	-	1,927,051	1,927,051	268,865	2,195,916
Other comprehensive income	-	-	138,761	1,227	(539)	69,985	(73,355)	136,079	76,850	212,929
Total comprehensive income	-	-	138,761	1,227	(539)	69,985	1,853,696	2,063,130	345,715	2,408,845
Dividends Paid- Ordinary Shares	-	-	-	-	-	-	(566,820)	(566,820)	(30,388)	(597,208)
Transfer to/from during the period										
- Overhaul Reserve	-	(291,924)	-	-	-	-	218,943	(72,981)	72,981	-
- Revaluation Reserve	-	-	(515)	-	-	-	515	-	-	-
- Deferred Tax Attributable to Revaluation Reserve	-	-	106	-	-	-	-	106	80	186
Transaction cost on Issue of shares	-	-	-	-	-	-	(6,188)	(6,188)	(1,281)	(7,469)
Adjustment in respect of changes in Group Holding	-	(72,684)	(9,192)	-	-	-	23,081	(58,795)	(1,452,595)	(1,511,390)
Balance as at 31 March 2015	1,600,603	35,681	1,249,962	(2,288)	6,831	37,534	12,730,653	15,658,976	2,263,623	17,922,599
Balance as at 1 April 2015	1,600,603	35,681	1,249,962	(2,288)	6,831	37,534	12,730,653	15,658,976	2,263,623	17,922,599
Super Gain Tax	-	-	-	-	-	-	(572,762)	(572,762)	(32,131)	(604,893)
Profit for the period	-	-	-	-	-	-	2,653,208	2,653,208	272,762	2,925,970
Other comprehensive income	-	-	736,711	27,102	(6,070)	(27,138)	21,134	751,739	237,272	989,011
Total comprehensive income	-	-	736,711	27,102	(6,070)	(27,138)	2,101,580	2,832,185	477,903	3,310,088
Rights Issue	4,122,234	-	-	-	-	-	-	4,122,234	-	4,122,234
Dividends Paid - Ordinary Shares	-	-	-	-	-	-	(629,800)	(629,800)	(100,969)	(730,769)
Share based payments	-	22,861	-	-	-	-	-	22,861	-	22,861
Transaction cost on Issue of Shares	-	-	-	-	-	-	(66,749)	(66,749)	-	(66,749)
Reinstated of fully depreciated assets	-	-	-	-	-	-	47,482	47,482	-	47,482
Adjustment in respect of changes in Group Holding	-	-	-	-	-	-	3,324	3,324	19,585	22,909
Write back of Unclaimed Dividend	-	-	-	-	-	-	1,180	1,180	1,477	2,657
Balance as at 31 March 2016	5,722,837	58,542	1,986,673	24,814	761	10,396	14,187,670	21,991,693	2,661,619	24,653,312

Statement of Profit or Loss (Company)

<i>Rs '000</i>	Three Months Ended		Change %	Twelve Months Ended		Change %
	31.03.2016	31.03.2015		31.03.2016	31.03.2015	
Revenue	184,313	164,290	12.2	682,418	656,735	3.9
Cost of Sales	-	-	-	-	-	-
Gross Profit	184,313	164,290	12.2	682,418	656,735	3.9
Other Operating Income	24,401	791,541	96.9	323,643	869,916	(62.8)
Administrative Expenses	(249,559)	(233,738)	6.8	(736,528)	(689,167)	6.9
Operating Profit	(40,845)	722,093	105.7	269,533	837,484	(67.8)
Finance Cost	(60,988)	(66,240)	(7.9)	(221,589)	(230,887)	(4.0)
Finance Income	133,230	61,834	115.5	495,696	142,314	248.3
Profit Before Tax	31,397	717,687	95.6	543,640	748,911	(27.4)
Income Tax Expenses	(105,725)	7,053	(1,599.0)	(139,801)	(22,171)	530.6
Profit for the Period	(74,328)	724,740	110.3	403,839	726,740	(44.4)

Statement of Comprehensive Income (Company)

<i>Rs '000</i>	Three Months Ended		Twelve Months Ended	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Profit for the Period	(74,328)	724,740	403,839	726,740
Other Comprehensive Income/ (Expense)				
Net (loss)/gain on available-for-sale financial assets	4,958	2,502	(5,754)	(605)
Actuarial Gain/(losses) on defined benefit plans	2,629	(10,897)	2,629	(10,897)
Income Tax on other comprehensive income	(736)	3,051	(736)	3,051
Other Comprehensive Income/ (Expense) for the period, net of tax	6,851	(5,344)	(3,861)	(8,451)
Total Comprehensive Income for the period, net of tax	(67,477)	719,396	399,978	718,289

The above figures are provisional and subject to audit

Statement of Financial Position (Company)

As at	31.03.2016	31.03.2015
Rs '000		
Non-Current Assets		
Property, Plant and Equipment	127,324	146,940
Investment Properties	700,480	675,750
Intangible Assets	97,590	27,299
Investment in Subsidiaries	4,550,098	4,532,536
Other Non Current Financial Assets	363,048	423,355
	5,838,540	5,805,880
Current Assets		
Trade and Other Receivables	490,752	1,229,648
Tax Recoverable	9,071	17,054
Other Current Financial Assets	1,036,966	1,129,426
Cash and Short Term Deposits	5,949,460	1,992,990
	7,486,249	4,369,118
Total Assets	13,324,789	10,174,998
Equity		
Stated Capital	5,722,837	1,600,603
Other Capital Reserves	279,893	257,032
Other Components of Equity	266	6,020
Retained Earnings	4,808,943	5,130,187
Total Equity	10,811,939	6,993,842
Non-Current Liabilities		
Interest Bearing Loans and Borrowings	1,447,947	1,680,698
Other Non Current Financial Liabilities	-	9,434
Deferred Tax Liability	63,066	53,002
Employee Benefit Liability	26,732	27,686
	1,537,745	1,770,820
Current Liabilities		
Trade and Other Payables	432,577	387,445
Income Tax Payable	92,560	-
Interest Bearing Loans and Borrowings	348,647	290,201
Bank Overdraft	101,321	732,690
	975,105	1,410,336
Total Equity and Liabilities	13,324,789	10,174,998
Net Asset per share - (Rs)	18.88	13.57

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Sanjeewa Samaranyake

Chief Financial Officer

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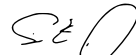


Husein Esufally

Chairman

Colombo

May 26, 2016



Steven Enderby

Chief Executive Officer

Statement of Cash Flows

For twelve months ended 31 March Rs '000	Group		Company	
	2016	2015	2016	2015
Operating Activities				
Profit before taxation from continuing operations	4,090,340	3,094,939	543,640	748,911
Profit/(loss) before taxation from discontinued operations	-	(177,007)	-	-
Adjustments for				
Depreciation	891,512	828,003	45,031	45,285
(Gain)/Loss on Disposal of Property, Plant and Equipment	(14,501)	(101,395)	(2,015)	(424)
Impairment of Property, Plant and Equipment	4,015	-	-	-
Loss on Sale of Non-Current Investments	2,139	300,077	-	299,154
Provision for Share based payment expense	22,861	-	5,258	-
Amortisation/ Impairment of Intangible Assets	45,045	28,120	16,573	10,637
Amortisation of Leasehold Rights	12,886	22,683	-	-
Gain on Fair Value Adjustment of Investment Properties	(37,227)	(281,624)	(24,730)	(58,135)
Impairment of Investment in subsidiaries/joint ventures	53,603	-	53,603	39,456
Exchange Gain or Loss on Foreign Currency Borrowings	8,254	5,331	-	-
Finance Cost	512,676	459,659	221,589	230,887
Finance Income	(642,467)	(183,422)	(495,696)	(142,314)
Share of results of Associates/Joint Ventures	88,355	(2,835)	-	-
Investment Income	-	-	(288,956)	(1,103,251)
Movement in Employee Benefit Liability	127,030	99,709	6,939	6,731
Working Capital Adjustments				
(Increase)/Decrease in Inventories	(1,096,728)	(319,107)	-	-
(Increase)/Decrease in Trade and Other Receivables	(186,994)	(886,918)	752,177	(912,004)
Increase/(Decrease) in Trade and Other Payables	1,483,528	1,402,105	45,132	253,994
Increase/(Decrease) in Other Non Current Financial Liabilities	(25,636)	20,141	(9,760)	-
Finance Cost Paid	(383,064)	(458,233)	(221,263)	(230,293)
Finance Income Received	624,094	171,786	495,418	138,516
Income Tax Paid	(659,918)	(606,192)	(29,930)	(19,145)
Super Gain Tax	(604,893)	-	(31,615)	-
Employee Retirement Benefit Paid	(63,965)	(86,768)	(942)	(23,751)
Net Cash flows from/(Used in) Operating Activities	4,250,945	3,329,052	1,080,453	(715,746)
Investing Activities				
Purchase of Property, Plant and Equipment	(1,100,899)	(1,187,533)	(48,633)	(30,672)
Investment in Intangible Assets	(134,693)	(53,521)	(86,864)	(14,744)
Disposal of/ Investment in Financial Assets	301,836	197,239	302,965	(24,298)
Acquisition/Investment in Joint Ventures	(250,512)	(3,000)	-	-
Investment in Investment Properties	(18,538)	-	-	-
Investment in Leasehold Rights	(19,092)	-	-	-
Investment in Subsidiaries	45,493	(536,665)	(17,562)	(188,489)
Disposal/derecognition of Joint ventures	-	531,753	-	-
Proceeds from Disposal of Investments	-	941,905	-	1,684,332
Dividend Received from Joint Venture/ Associate	80,700	87,000	-	-
Investment Income Received	-	-	288,956	1,103,251
Proceeds on Disposal of Property, Plant and Equipment/ Intangible As / Leasehold Property	143,637	196,536	25,233	8,343
Net Cash flows from/(Used in) Investing Activities	(952,068)	173,714	464,095	2,537,723
Financing Activities				
Interest Bearing Loans and Borrowings (Net)	(634,355)	515,544	(383,582)	(261,151)
Transaction Cost of Right Issue	(66,749)	-	(65,561)	-
Transaction cost on subsidiary share issue	-	(7,469)	-	-
Proceeds from Right Issue	4,122,234	-	4,122,234	-
Proceeds to Non-Controlling Interests	3,222	(75,820)	-	-
Dividends Paid - Equity Holders of the Parent	(629,800)	(566,820)	(629,800)	(566,820)
- Non-Controlling Interests	(100,969)	(30,388)	-	-
Net Cash flows from/(Used in) Financing Activities	2,693,583	(164,953)	3,043,291	(827,971)
Net Increase/(Decrease) in Cash and Cash Equivalents	5,992,460	3,337,813	4,587,839	994,006
Net Foreign Exchange Difference	28,987	(1,020)	-	-
Cash and Cash Equivalents at the beginning of the Year	4,865,685	1,528,892	1,260,300	266,294
Cash and Cash Equivalents at the end of the period	10,887,132	4,865,685	5,848,139	1,260,300

The above figures are provisional and subject to audit

Statement of Changes in Equity (Company)

<i>Rs '000</i>	Other Component Of Equity				Total Equity
	Stated Capital	Other Capital Reserves	Available for Sale Reserve	Retained Earnings	
Balance as at 1 April 2014	1,600,603	257,032	6,625	4,978,113	6,842,373
Profit for the period	-	-	-	726,740	726,740
Other comprehensive income	-	-	(605)	(7,846)	(8,451)
Total comprehensive income	-	-	(605)	718,894	718,289
Final dividend paid 2013/2014				(360,704)	(360,704)
Interim dividend paid 2014/2015				(206,116)	(206,116)
Balance as at 31 March 2015	1,600,603	257,032	6,020	5,130,187	6,993,842
Balance as at 1 April 2015	1,600,603	257,032	6,020	5,130,187	6,993,842
Super Gain Tax				(31,615)	(31,615)
Profit for the period	-	-	-	403,839	403,839
Other comprehensive income	-	-	(5,754)	1,893	(3,861)
Total comprehensive income	-	-	(5,754)	374,117	368,363
Rights Issue	4,122,234	-	-	-	4,122,234
Transaction cost of Rights issue	-	-	-	(65,561)	(65,561)
Share based payments	-	22,861	-	-	22,861
Final Dividend Paid 2014/15	-	-	-	(400,782)	(400,782)
Interim dividend paid 2015/2016			-	(229,018)	(229,018)
Balance as at 31 March 2016	5,722,837	279,893	266	4,808,943	10,811,939

The above figures are provisional and subject to audit

Segmental Information

For three months ended 31 March	FMCG		Healthcare		Leisure		Transportation		Power		Others		Group	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Rs '000														
Revenue														
Segmental Revenue - Gross	3,200,249	2,947,053	4,273,002	3,887,170	1,252,125	1,041,715	499,837	403,815	-	-	895,216	889,863	10,120,429	9,169,616
Intra Segmental Revenue	(56,174)	(23,179)	(36,045)	(32,945)	-	-	(4,881)	-	-	-	(100,420)	(64,028)	(197,520)	(120,152)
Segmental Revenue	3,144,075	2,923,874	4,236,957	3,854,225	1,252,125	1,041,715	494,956	403,815	-	-	794,796	825,835	9,922,909	9,049,464
Inter Segmental Revenue	(3,300)	-	-	-	-	-	-	-	-	-	(230,046)	(192,625)	(233,346)	(192,625)
Total Revenue	3,140,775	2,923,874	4,236,957	3,854,225	1,252,125	1,041,715	494,956	403,815	-	-	564,750	633,210	9,689,563	8,856,839
Segmental Results														
Finance Cost	(13,922)	(20)	(45,829)	(40,537)	(5,060)	(6,417)	(9,082)	(7,439)	-	-	(72,503)	(62,928)	(146,396)	(117,341)
Finance Income	50,251	21,213	2,188	2,797	3,372	(1,081)	5,156	6,319	-	-	133,350	58,546	194,317	87,794
Change in Fair Value of Investment Properties	-	-	-	-	(41,092)	(9,517)	31,111	504	-	-	37,227	281,624	37,227	281,624
Share of results of Joint ventures & Associates	-	-	-	-	(41,092)	(9,517)	31,111	504	-	-	-	-	(9,981)	(9,013)
Profit/(Loss) before Tax	420,667	299,441	451,346	362,171	219,899	226,745	144,643	61,827	-	-	(12,633)	177,551	1,223,922	1,127,735
Income Tax	(34,693)	(35,150)	(106,791)	(72,691)	(33,923)	(41,319)	(11,056)	(2,575)	-	-	(147,292)	(85,983)	(333,755)	(237,718)
Profit / (Loss) from Continuing Operations	385,974	264,291	344,555	289,480	185,976	185,426	133,587	59,252	-	-	(159,925)	91,568	890,167	890,017
Profit / (Loss) from Discontinued Operations	-	-	-	-	-	-	-	-	-	(431)	-	-	-	(431)
Profit / (Loss) for the Period	385,974	264,291	344,555	289,480	185,976	185,426	133,587	59,252	-	(431)	(159,925)	91,568	890,167	889,586
Attributable to:														
Equity Holders of the Parent	385,478	255,912	337,912	291,715	57,916	78,781	121,810	51,359	-	1,434	(158,879)	92,369	744,237	771,571
Non-Controlling Interests	496	8,379	6,643	(2,235)	128,060	106,645	11,777	7,893	-	(1,865)	(1,046)	(801)	145,930	118,015
	385,974	264,291	344,555	289,480	185,976	185,426	133,587	59,252	-	(431)	(159,925)	91,568	890,167	889,586

The above figures are provisional and subject to audit

Segmental Information

For twelve months ended 31 March	FMCG		Healthcare		Leisure		Transportation		Power		Others		Group	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Rs '000														
Revenue														
Segmental Revenue - Gross	14,457,927	11,918,244	16,290,946	14,053,227	3,417,627	3,024,409	1,783,201	1,517,730	-	-	3,365,410	3,065,899	39,315,111	33,579,509
Intra Segmental Revenue	(156,161)	(23,179)	(148,256)	(132,546)	-	-	(4,881)	-	-	-	(175,813)	(132,877)	(485,111)	(288,602)
Segmental Revenue	14,301,766	11,895,065	16,142,690	13,920,681	3,417,627	3,024,409	1,778,320	1,517,730	-	-	3,189,597	2,933,022	38,830,000	33,290,907
Inter Segmental Revenue	(3,300)	-	-	-	-	-	-	-	-	-	(850,136)	(793,954)	(853,436)	(793,954)
Total Revenue	14,298,466	11,895,065	16,142,690	13,920,681	3,417,627	3,024,409	1,778,320	1,517,730	-	-	2,339,461	2,139,068	37,976,564	32,496,953
Segmental Results														
Finance Cost	1,768,185	1,174,648	1,780,402	1,395,210	453,921	381,122	388,654	351,165	-	-	(379,485)	(347,376)	4,011,677	2,954,769
Finance Income	(13,938)	(1,717)	(192,036)	(196,455)	(21,861)	(33,870)	(33,991)	(24,396)	-	-	(250,850)	(203,221)	(512,676)	(459,659)
Change in Fair Value of Investment Properties	105,474	40,334	7,799	8,806	13,485	9,628	25,889	27,850	-	-	489,820	96,804	642,467	183,422
Share of results of Joint ventures & Associates	-	-	-	-	(198,911)	24,519	110,556	110,264	-	-	37,227	281,624	37,227	281,624
	-	-	-	-	(198,911)	24,519	110,556	110,264	-	-	-	-	(88,355)	134,783
Profit/(Loss) before Tax	1,859,721	1,213,265	1,596,165	1,207,561	246,634	381,399	491,108	464,883	-	-	(103,288)	(172,169)	4,090,340	3,094,939
Income Tax	(402,237)	(142,572)	(381,034)	(237,315)	(67,284)	(63,480)	(61,231)	(60,430)	-	-	(252,584)	(200,403)	(1,164,370)	(704,200)
Profit / (Loss) from Continuing Operations	1,457,484	1,070,693	1,215,131	970,246	179,350	317,919	429,877	404,453	-	-	(355,872)	(372,572)	2,925,970	2,390,739
Profit / (Loss) from Discontinued Operations	-	-	-	-	-	-	-	-	-	(194,823)	-	-	-	(194,823)
Profit / (Loss) for the Period	1,457,484	1,070,693	1,215,131	970,246	179,350	317,919	429,877	404,453	-	(194,823)	(355,872)	(372,572)	2,925,970	2,195,916
Attributable to:														
Equity Holders of the Parent	1,452,361	1,058,701	1,187,608	966,891	(25,739)	144,922	398,803	380,171	-	(247,551)	(359,825)	(376,084)	2,653,208	1,927,051
Non-Controlling Interests	5,123	11,992	27,523	3,355	205,089	172,997	31,074	24,282	-	52,728	3,953	3,512	272,762	268,865
	1,457,484	1,070,693	1,215,131	970,246	179,350	317,919	429,877	404,453	-	(194,823)	(355,872)	(372,572)	2,925,970	2,195,916

The above figures are provisional and subject to audit

Notes to the Financial Statements

1 Basis of preparation

The condensed interim financial statements have been prepared in accordance with Sri Lanka Accounting Standard LKAS- 34, Interim Financial Reporting. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2015. Further, provisions of the Companies Act No. 7 of 2007 have been considered in preparing the interim financial statements.

The previous years'/periods' figures and phrases have been amended where relevant, for better presentation and to be comparable with those of the current period.

- 2 The ten million, rated (AA-lka, by Fitch Rating Lanka Limited) unsecured redeemable debentures carrying a coupon rate of 11% p.a., payable semi-annually issued on 29th April 2014 are to be matured on 29th April 2019.
- 3 The company paid a final dividend of Rs. 0.70 per share for the financial year ended 31 March 2015.
- 4 The company paid an interim dividend of Rs. 0.40 per share for the financial year ending 31 March 2016.
- 5 Hemas Holdings PLC (HHL) announced a Rights Issue of 57,254,513 shares to the value of Rs. 4,122,324,936/- (at the proportion of One Ordinary Share for every Nine Ordinary Shares at a consideration of Rs. 72 per share) after obtaining the principal approval from the Securities Exchange Commission and by its shareholders on the Extraordinary General Meeting dated 10th April 2015 and has successfully completed on 26th May 2015.
- 6 The Board of Directors, with the approval in principal of the Colombo Stock Exchange, and authorized by the shareholders on an Extraordinary General Meeting dated 10th April 2015, to create a Employee Share Option Scheme (ESOS) to offer 13,900,000 ordinary shares being 2.4% of the total number of shares in issue to Executive Directors and Senior Executives of the company and its subsidiaries whom the Board deems to be eligible to be awarded the shares.

Accordingly, 3,053,750 employee share options were granted to the Executive Directors and Senior Executives of the company and its subsidiaries at the exercise price of Rs.82/- with a vesting period of one year starting from 27th July 2015 and exercise period of 3 years starting from 27th August 2016.

- 7 As per the provision of part III of the Finance Act No. 10 of 2015, the Group and the Company was liable for Super Gain Tax (SGT) of Rs. 605 Mn and Rs. 32 Mn respectively. The SGT has been Accounted in accordance with the requirements of the said Act as recommended by the Statement of Alternative Treatment (SoAT) on accounting for SGT issued by the Institute of Chartered Accountants of Sri Lanka, dated 24th November 2015 since the Act requires to treat SGT as an expenditure for year of assessment 2013/14 and the Act supersedes the provisions of the Sri Lanka Accounting Standards.

Events After the Reporting Period

- 8 The Board of Directors of the Company has declared a final dividend of Rs. 1.00 per share for the financial year ended 31 March 2016 as required by section 56(2) of the companies Act No 07 of 2007 , the Board of Directors has confirmed that the Company satisfies the solvency test in accordance with section 57 of the companies Act No. 07 of 2007, and has obtained a certificate from the Auditors, prior to declaring the final dividend which is to be paid on 12 July 2016.
- 9 There have been no other events subsequent to the reporting date, which require disclosure in the interim financial statements.
- 10 There have been no significant changes in the nature of the contingent liabilities which were disclosed in the Audited Financial Statements for the year ended 31 March 2015.

Investor Information

Twelve Months Ended

	31.03.2016	31.03.2015
Market Value of Shares		
Closing Price on 31 March (Rs)	80.60	73.70
Highest Price during the Period (Rs)	92.90	89.90
Lowest Price during the Period (Rs)	72.00	70.00
Market Capitalization on 31 March (Rs Mn)	46,147	37,977
Ratios		
Net Asset Per Share on 31 March (Rs)	38.41	30.39
Price Earnings Ratio on 31 March (times)	17.39	14.32
Debt security related ratios		
Debt/Equity Ratio	23%	37%
Quick Asset Ratio	1.45	1.10
Interest Cover	8.98	7.73
Interest yield as at date of last trade	-	9.30%
Yield to maturity of trade done	-	9.30%
Interest rate of comparable Government security (5 Year Treasury Bond rate)	13.00%	9.02%
Share Trading		
No of transactions during the Period	5,752	1,708
No of shares traded during the Period	33,111,693	7,114,373
Value of shares traded during the Period (Rs Mn)	2,808	576
Number of Shares	572,545,133	515,290,620
Debentures 11% fixed - Unsecured redeemable		
Closing Price on 31 March (Rs)	101.49	105.69
Highest Price during the Period (Rs)	-	105.69
Lowest Price during the period (Rs)	-	102.17
Number of Debentures	10,000,000	10,000,000

Share Information

LIST OF 20 MAJOR SHAREHOLDERS	31.03.2016		31.03.2015	
	No. of Shares	%	No. of Shares	%
1 A Z Holdings (Pvt) Ltd.	90,762,875	15.85	90,762,875	17.61
2 Saraz Investments (Pvt) Ltd.	86,396,035	15.09	86,396,035	16.77
3 Blueberry Investments (Pvt) Ltd.	85,781,250	14.98	85,781,250	16.65
4 Amagroup (Pvt) Limited	85,780,665	14.98	85,780,665	16.65
5 HSBC Intl Nominees Ltd-JPMLU-Franklin Templeton Investment Funds	55,368,238	9.67	37,153,700	7.21
6 HSBC Intl. Nominees Ltd. -JPMCB- Templeton Global Investment Trust-Templeton Emerging Markets S	14,964,257	2.61	2,379,832	0.46
7 HSBC Intl. Nom Ltd-SSBT-National Westminster Bank PLC as depository of First State Indian Subcontinent	11,962,613	2.09	9,732,370	1.89
8 Pemberton Asian Opportunities Fund	10,000,000	1.75	10,000,000	1.94
9 HSBC Intl. Nom Ltd-SSBT-National Westminster Bank PLC as a depository of First State Asia Pacific Susta	8,286,047	1.45	6,272,899	1.22
10 HSBC Intl. Nominees Ltd. -JPMCB- Scottish ORL SML TR GTI 6018	8,006,561	1.40	5,149,500	1.00
11 HSBC Intl Nom Ltd-SSBT- National Westminster Bank PLC as Depository of First State Asia Pacific Fund	6,435,960	1.12	-	-
12 Mr. M.A.H. Esufally	5,946,500	1.04	5,946,500	1.15
13 Mr. H.N. Esufally	5,586,705	0.98	5,836,705	1.13
14 Mr. I.A.H. Esufally	4,424,000	0.77	4,424,000	0.86
15 HSBC Intl Nom Ltd-JPMCB- Pacific Assests Trust PLC	4,344,132	0.76	3,051,800	0.59
16 HSBC Intl Nom Ltd-State Street Luxembourg c/o SSBT - Alliancebernstein next 50 emerging Markets (MASTE)	3,949,115	0.69	2,915,348	0.57
17 HSBC Intl. Nom. LTD-BBH-Grandeur Peak Emerging Markets Opportunities Fund	3,804,326	0.66	2,492,145	0.48
18 HSBC Intl. Nom. LTD-BBH-Matthews Emerging Asia Fund	3,687,573	0.64	-	-
19 HSBC Intl Nom Ltd-SSBT- Wasatch Frontier Emerging Small Countries Fund	3,603,598	0.63	3,868,367	0.75
20 HSBC Intl Nom Ltd-SSBT- National Westminster Bank PLC as Depository of First State Global Emerging MA	3,317,420	0.58	-	-
	31.03.2016		31.03.2015	
DIRECTORS' SHAREHOLDING	No. of Shares		No. of Shares	
DIRECTORS' INDIRECT SHAREHOLDING				
A Z Holdings (Pvt) Ltd.	90,762,875		90,762,875	
Saraz Investments (Pvt) Ltd.	86,396,035		86,396,035	
Blueberry Investments (Pvt) Ltd.	85,781,250		85,781,250	
Amagroup (Pvt) Ltd.	85,780,665		85,780,665	
DIRECTORS' DIRECT SHAREHOLDING				
Mr. H.N. Esufally (Chairman)	5,586,705		5,836,705	
Mr. A.N. Esufally	2,283,585		2,283,585	
Mr. I.A.H. Esufally	4,424,000		4,424,000	
Mr. M. A. H. Esufally	5,946,500		5,946,500	
Mr. Pradipta Kumar Mohapatra	-		-	
Mr. R. Gopalakrishnan	-		-	
Dr S.A.B Ekanayake	-		-	
Mr. D.S. Weerakkody	-		-	
Mr. S.M Enderby (Chief Executive Officer)	-		-	
Mr. W.M.De F. Arsakularatne	-		-	
Mr. A.S. Amaratunga	-		-	
	366,961,615		367,211,615	
	31.03.2016		31.03.2015	
PUBLIC HOLDING	No. of Shares		No. of Shares	
Issued Share Capital	572,545,133		515,279,370	
Less:Directors' Direct and Indirect Shareholding	366,961,615		367,211,615	
Close Family Members	2,750,000		2,500,000	
Public Holding	202,833,518		145,567,755	
Public Holding as a % of Issued Share Capital	35.43%		28.25%	
Total Number of Shareholders	4,525		4,642	
Number of persons holdings Shares Excluded when computing Public Holding %	12		12	
Number of Shareholders representing the Public Holding	4,513		4,630	

Corporate Information

Legal Form

Quoted Public Company with limited liability listed on the Colombo Stock Exchange on 15 October 2003

Date of Incorporation

10 December 1948

Date of Re-Registration

30 May 2007

New Registration Number

PQ 6

Accounting year end

31 March

Registered Office

Hemas House
No. 75, Braybrooke Place, Colombo 2.

Website

www.hemas.com

Auditors

Ernst & Young
Chartered Accountants
No. 201, De Saram Place, Colombo 10.

Directors

Husein Esufally (Chairman)
Steven Enderby (CEO)
Imtiaz Esufally
Murtaza Esufally
Abbas Esufally
Maithri Wickremesinghe (resigned w.e.f. 31 December 2015)
Pradipta Mohapatra
Ramabadrán Gopalakrishnan
Dr Anura Ekanayake
Dinesh Weerakkody
Malinga Arsakularatne
Amitha Saktha Amaratunga (appointed w.e.f. 1 January 2016)

Secretaries

Hemas Corporate Services (Pvt) Ltd.
No.75, Braybrooke Place, Colombo 02.
Telephone: 4 731731 (hunting)
Facsimile: 4 731777

Registrars

SSP Corporate Services (Pvt) Ltd
101, Inner Flower Road
Colombo 03

Lawyers to the Company

D.L. & F De Saram
No. 47, Alexandra Place, Colombo 7

Bankers

Commercial Bank of Ceylon PLC
Deutsche Bank AG
Hong Kong & Shanghai Banking Corp. Ltd.
Hatton National Bank PLC
Standard Chartered Bank
Nations Trust Bank PLC
People's Bank
National Development Bank PLC
Sampath Bank PLC