



HEMAS HOLDINGS PLC

The central graphic consists of a large circle containing various line-art icons representing different industries and business concepts. These icons include a medical monitor, a delivery truck, a tube of toothpaste, a notebook, a pill bottle, a target, a mountain with a flag, a factory, a hospital, a ship, a globe, an airplane, a forklift, and a person with a plus sign. The text "EMPOWER EXECUTE" is centered within this circle, with "EMPOWER" in blue and "EXECUTE" in orange.

# EMPOWER EXECUTE

INTERIM REPORT  
2018/2019 - Q4

## CEO's Review

The horrific events of Easter Sunday and the on-going challenging security situation in the country remains a major concern for all of us. We are trying to help those directly impacted and are also taking steps to ensure the safety of our staff and business. We applaud the hard work of the security forces in their efforts to ensure the safety and security of all.

In the aftermath, Hemas has been subject to baseless allegations that we favour one community over another. The Hemas that I am proud to play a leadership role in is a secular, performance, ethics and value driven organisation. We take decisions based on delighting our customers, improving performance and developing our great teams, while always looking to reduce our impact on the environment and improve the well-being of the community. We are committed to serving all Sri Lankans well.

The Group reported consolidated revenue of Rs.64.1Bn for the year ended March 31, 2019, indicating a Year-on-Year (YoY) growth of 28.5%. Group operating profit stood at Rs.5.7Bn, a growth of 33.4% over the previous financial year. The profit attributable to equity holders of the parent at Rs.3.4Bn is a YoY growth of 25.4%.

The acquisition of Atlas and additional one offs relating to the disposal gain from the sale of Hemas Southern hospital, fair value adjustments and unrealised exchange losses impacted operating profit for the year. If we remove these we achieved full year revenue growth of 13.3% and operating profit growth of 9.2%, the result of weak macroeconomic growth of 3.2% in 2018, significant currency devaluation of 13% for the year ending 31<sup>st</sup> March 2019 and price controls on pharmaceuticals.

During the period under review, our consumer sector recorded a revenue of Rs.25.6Bn, indicating a YoY growth of 55.0%. Operating profit of Rs.2.8Bn grew by 91.1% during financial year 2018/19. Amidst challenging economic conditions, our domestic Home and Personal Care business managed to sustain profitability, registering a robust topline performance during the year. The growth was led by a favourable mix of personal care products combined with price and volume growth. To support growth there had been continued focus on increasing operational efficiencies and we are seeing the benefits of our profit improvement programme initiated last year. Our personal care brands experienced share gains across all categories. Profitability during Q4 was challenging due to duty increases coupled with currency devaluations impacting the price of raw materials. Marketing and trade spends were higher in the quarter as we invested behind the line-up of relaunches brought to market during late Q3. In Bangladesh, the business has recorded modest year-to-date revenue growth of 6.1% during the year. Profit growth continues to be a challenge due to new promotional campaigns to combat competition. Atlas recorded revenue growth of 14.9% over the same period last year (9 months of which was prior to our ownership) performing well during the Q3 back to school season. Atlas market share increased in its core categories and has also seen growth in its new back to school segment comprising of school bags.

Healthcare sector achieved a consolidated revenue of Rs.27.7Bn, a YoY increase of 20.3% while operating profit and earnings indicated a decline of 5.0% and 10.5% respectively. We have started to see this improve in Q4, when the rupee appreciated by 4% against the US Dollar, delivering 9.4% operating profit growth compared to Q4 FY18.

Hemas pharmaceutical distribution registered strong revenue growth stemming from the latest addition of new principals last year and the continued efforts to improve the existing portfolio. However, the

impact of price regulation and significant currency depreciation continues to compress margins. Additionally, the increase in interest costs from working capital funding added to pressure on earnings.

Hospitals experienced good growth in revenue in relation to its industry achieving an average occupancy of 60% across the two hospitals, Wattala and Thalawathugoda. The increase in the number of channeling, surgical and inpatient volumes during the year contributed towards improved operational performance in addition to the lean projects carried out at hospitals. Hospital group reduced its gearing due to the cash proceeds received through divesting Hemas Southern Hospital.

Our pharmaceutical manufacturing business, Morison posted a revenue of Rs.3.6Bn and operating profit of Rs.260.5Mn during FY 2018/19. Morison's underlying revenue growth, excluding Alcon distribution business, which we exited during the latter part of FY2017/18, was 8.7%. Profitability was impacted due to pharmaceutical price controls and the significant rupee depreciation on raw material imports. Morison experienced profitability challenges owing to increased advertising and promotional expenditure in retaining the competitiveness in the OTC consumer brands range. Underlying earnings at Morison PLC recorded a decline of 44.0% excluding the loss of Alcon agency, contributing negatively towards the segment earnings.

Hemas Leisure, Travel and Aviation (LTA) sector achieved revenues of Rs.5.0Bn, reflecting a growth of 19.4% during FY 2018/19. Serendib Hotels (SHOT) recorded a strong quarter, with an average occupancy reaching 91% across its owned hotels. Despite a robust revenue contribution to the quarter, profitability at the SHOT is a challenge with increased finance costs over last year, due to the acquisition financing for the Lantern boutique hotel and exchange losses. During Q4, Anantara Peace Haven Tangalle improved performance with occupancy crossing over 75% although the exchange losses arising from the foreign currency loan was a drag on group profitability. Inbound travel segment experienced a resurgence in operating performance through the restructuring process carried out to secure key accounts and better negotiations on improved supplier margins. Overall sector underlying operating profits increased by 68.4% due to remarkable performance across the LTA sector during the peak season, Q4, contributing 33.6% to the Group operating profit.

Hemas Logistics and Maritime sector recorded a moderate revenue growth of 0.7% over last year with revenues of Rs.2.8Bn. The main contributors to the growth were increases in volume in the maritime sector coupled with the devaluation of the rupee. Although the logistics business experienced a modest growth in 3PL and warehousing segments during the year, profitability is impacted owing to delays in ramp up of the new logistics park distribution center and the sudden drop in demand in import cargo due to devaluation. The commencement of loan repayments and depreciation charges as commercial operations commenced further added to the margin pressure.

Our technology business, N\*able reported significant growth in the fourth quarter with increased operating profit over last year by 16.6% whilst operating profit growth remained flat during the year.

We continue to work hard to mitigate the impact of the terrible events of Easter Sunday on the business. The immediate direct effect has been on the tourism sector. Our teams are reviewing every cost to see how we can reduce losses from the decline in tourist arrivals. During 2018/19 our Leisure and Travel interests generated 3.0% of Group Earnings. We are also concerned about the impact of the terrorist events and communal unrest on domestic consumer demand.

A handwritten signature in dark ink, appearing to be 'S. Enderby', is positioned above a faint, light-colored rectangular stamp or watermark.

Steven Enderby  
Chief Executive Officer

24 May, 2019  
Colombo

## Consolidated Statement of Profit or Loss

LKR '000	Three Months Ended		Change	Twelve Months Ended		Change
	31.03.2019	31.03.2018 <i>Restated</i>	%	31.03.2019	31.03.2018 <i>Restated</i>	%
<b>Revenue</b>	<b>16,054,217</b>	15,027,351	6.8	<b>64,082,154</b>	49,874,384	28.5
Cost of Sales	(10,430,549)	(9,991,011)	4.4	(42,604,605)	(32,167,426)	32.4
<b>Gross Profit</b>	<b>5,623,668</b>	5,036,340	11.7	<b>21,477,549</b>	17,706,958	21.3
Other Operating Income	169,355	176,563	(4.1)	793,590	414,487	91.5
Selling and Distribution Expenses	(1,538,147)	(1,478,068)	4.1	(5,894,116)	(4,686,750)	25.8
Administrative Expenses	(3,006,151)	(2,490,045)	20.7	(10,622,973)	(9,073,118)	17.1
Share of Results of Joint Ventures & Associates	126,273	59,459	112.4	(92,725)	(116,482)	(20.4)
<b>Operating Profit</b>	<b>1,374,998</b>	1,304,249	5.4	<b>5,661,325</b>	4,245,095	33.4
Finance Cost	(237,803)	(211,673)	12.3	(1,046,212)	(618,109)	69.3
Finance Income	150,401	116,880	28.7	478,027	765,350	(37.5)
<b>Profit Before Tax</b>	<b>1,287,596</b>	1,209,456	6.5	<b>5,093,140</b>	4,392,336	16.0
Income Tax Expenses	(387,688)	(486,547)	(20.3)	(1,413,904)	(1,441,523)	(1.9)
<b>Profit for the Period</b>	<b>899,908</b>	722,909	24.5	<b>3,679,236</b>	2,950,813	24.7
<b>Attributable to:</b>						
Equity Holders of the Parent	863,043	585,343	47.4	3,369,279	2,687,457	25.4
Non-Controlling Interests	36,865	137,566	(73.2)	309,957	263,356	17.7
	<b>899,908</b>	<b>722,909</b>	<b>24.5</b>	<b>3,679,236</b>	<b>2,950,813</b>	<b>24.7</b>
<b>Earnings Per Share</b>						
Basic Earnings Per Share (LKR)	1.45	0.98		5.65	4.52	
Diluted Earnings Per Share (LKR)	1.45	0.98		5.65	4.51	
Dividend Per Share (LKR)	3.08	-		4.93	1.85	

## Consolidated Statement of Comprehensive Income

LKR '000	Three Months Ended		Twelve Months Ended	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
<b>Profit for the Period</b>	<b>899,908</b>	722,909	<b>3,679,236</b>	2,950,813
<b>Other Comprehensive Income</b>				
<b>Other Comprehensive Income to be reclassified to Profit or Loss in Subsequent Periods</b>				
Net Loss on Available-for-Sale Financial Assets	-	(175,543)	-	(173,964)
Net Movement on Cash Flow Hedges	(38,454)	(6,434)	(37,802)	(28,247)
Income Tax Effect on Other Comprehensive Income	11,549	-	11,549	-
Exchange Differences on Translation of Foreign Operations	(82,241)	(4,371)	111,387	(13,747)
Share of Other Comprehensive Income of Joint Venture / Associates	(98,731)	2,165	(98,731)	2,165
<b>Other Comprehensive Income not to be reclassified to Profit or Loss in subsequent periods</b>				
Net Loss on Financial Assets at FVOCI (Equity)	(126,601)	-	(126,692)	-
Actuarial Loss on Defined Benefit Plans	(39,373)	(15,527)	(39,373)	(15,527)
Revaluation of Land and Building	12,205	774,785	12,205	774,785
Income Tax Effect on Other Comprehensive Income	3,532	(864,002)	3,532	(871,204)
Share of Other Comprehensive Income of Joint Venture / Associates	3,166	(1,569)	3,166	(1,569)
<b>Other Comprehensive Loss for the Period, Net of Tax</b>	<b>(354,948)</b>	(290,496)	<b>(160,759)</b>	(327,308)
<b>Total Comprehensive Income for the Period, Net of Tax</b>	<b>544,960</b>	432,413	<b>3,518,477</b>	2,623,505
<b>Attributable to:</b>				
Equity Holders of the Parent	563,083	355,193	3,246,399	2,429,463
Non-Controlling Interests	(18,123)	77,220	272,078	194,042
	<b>544,960</b>	<b>432,413</b>	<b>3,518,477</b>	<b>2,623,505</b>

The above figures are provisional and subject to audit.

## Consolidated Statement of Financial Position

As at

LKR '000

31.03.2019 31.03.2018

**Restated****ASSETS****Non-Current Assets**

Property, Plant and Equipment	18,685,435	18,069,039
Investment Properties	1,647,591	1,507,474
Leasehold Rights	731,276	766,809
Intangible Assets	3,468,946	3,493,982
Investment in Joint Ventures	883,620	1,025,855
Investment in Associates	5,868	28,394
Other Non Current Financial Assets	655,457	711,335
Deferred Tax Asset	107,862	61,510
	<b>26,186,055</b>	<b>25,664,398</b>

**Current Assets**

Inventories	11,200,949	9,873,450
Trade and Other Receivables	18,434,020	14,122,211
Tax Recoverable	299,270	196,263
Other Current Financial Assets	155,475	130,857
Cash and Short Term Deposits	6,473,631	7,711,402
	<b>36,563,345</b>	<b>32,034,183</b>
<b>Total Assets</b>	<b>62,749,400</b>	<b>57,698,581</b>

**EQUITY AND LIABILITIES****Equity**

Stated Capital	7,734,054	5,960,450
Other Capital and Revenue Reserves	185,449	141,775
Other Components of Equity	1,682,492	1,955,897
Retained Earnings	18,496,649	17,420,761
<b>Equity Attributable to Equity Holders of the Parent</b>	<b>28,098,644</b>	<b>25,478,883</b>
Non-Controlling Interests	3,771,078	3,590,445
<b>Total Equity</b>	<b>31,869,722</b>	<b>29,069,328</b>

**Non-Current Liabilities**

Interest Bearing Loans and Borrowings	1,369,067	2,243,540
Other Financial Liabilities	1,955,697	1,909,341
Deferred Tax Liability	1,811,865	1,814,508
Employee Benefit Liability	968,964	850,448
	<b>6,105,593</b>	<b>6,817,837</b>

**Current Liabilities**

Trade and Other Payables	18,599,450	16,414,895
Income Tax Liabilities	439,083	493,525
Interest Bearing Loans and Borrowings	3,553,237	2,931,913
Bank Overdraft	2,182,315	1,971,083
	<b>24,774,085</b>	<b>21,811,416</b>
<b>Total Equity and Liabilities</b>	<b>62,749,400</b>	<b>57,698,581</b>

**Net Assets Per Share - (LKR)**

47.14 44.32

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.


**Zalmi Fazeel**

Chief Financial Officer

The Board of Directors is responsible for these financial statements.

Signed for and on behalf of the Board by,


**Husein Esufally**

Chairman

May 24, 2019

Colombo


**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	Other	Other Component of Equity				Retained				
	Capital	Capital & Revenue Reserves	Revaluation Reserve	Foreign Currency Translation Reserve	Available for Sale Reserve	Fair Value Reserve	Cash Flow Hedge Reserve				Earnings
LKR '000											
Balance as at 1 April 2017	5,741,038	104,938	1,961,868	49,407	133,184	-	13,598	16,907,218	24,911,251	3,217,800	28,129,051
Profit for the Period	-	-	-	-	-	-	-	2,687,457	2,687,457	263,356	2,950,813
Other Comprehensive Income	-	-	(74,708)	(9,452)	(149,015)	-	(12,174)	(12,645)	(257,994)	(69,314)	(327,308)
Total Comprehensive Income	-	-	(74,708)	(9,452)	(149,015)	-	(12,174)	2,674,812	2,429,463	194,042	2,623,505
Final Dividend - 2016/17	-	-	-	-	-	-	-	(831,198)	(831,198)	-	(831,198)
Interim Dividend - 2017/18	-	-	-	-	-	-	-	(229,826)	(229,826)	-	(229,826)
Subsidiary Dividend to Non-Controlling Interest	-	-	-	-	-	-	-	-	-	(370,144)	(370,144)
Exercise of Share Options	219,412	-	-	-	-	-	-	-	219,412	-	219,412
Share Based Payments	-	36,837	-	-	-	-	-	-	36,837	-	36,837
Adjustment in Respect of Changes In Group Holding	-	-	41,674	1,699	10	-	(194)	1,435	44,624	1,398,346	1,442,970
Balance as at 31 March 2018	5,960,450	141,775	1,928,834	41,654	(15,821)	-	1,230	18,522,441	26,580,563	4,440,044	31,020,607
Recognition of non controlling interest to be acquired	-	-	-	-	-	-	-	(1,101,680)	(1,101,680)	(790,720)	(1,892,400)
Adjustment on Acquisition	-	-	-	-	-	-	-	-	-	(58,879)	(58,879)
As at 31 March 2018 (Restated)	5,960,450	141,775	1,928,834	41,654	(15,821)	-	1,230	17,420,761	25,478,883	3,590,445	29,069,328
Effect of adaption of new accounting standards	-	-	-	-	15,821	(15,821)	-	(17,223)	(17,223)	(9,220)	(26,443)
Profit for the Period	-	-	-	-	-	-	-	3,369,279	3,369,279	309,957	3,679,236
Other Comprehensive Income	-	-	7,496	105,760	-	(100,228)	(110,897)	(25,011)	(122,880)	(37,879)	(160,759)
Total Comprehensive Income	-	-	7,496	105,760	-	(100,228)	(110,897)	3,344,268	3,246,399	272,078	3,518,477
Final Dividend - 2017/18	-	-	-	-	-	-	-	(833,655)	(833,655)	-	(833,655)
First Interim Dividend - 2018/19	-	-	-	-	-	-	-	(229,981)	(229,981)	-	(229,981)
Second Interim Dividend - 2018/19 - Scrip Issue	1,771,630	-	-	-	-	-	-	(1,771,630)	-	-	-
Subsidiary Dividend to Non-Controlling Interest	-	-	-	-	-	-	-	-	-	(32,938)	(32,938)
Transfers	-	-	(175,536)	-	-	-	-	175,536	-	-	-
Exercise of Share Options	1,974	-	-	-	-	-	-	-	1,974	-	1,974
Share Based Payments	-	43,674	-	-	-	-	-	-	43,674	-	43,674
Recognition of non controlling interest to be acquired	-	-	-	-	-	-	-	408,830	408,830	(135,887)	272,943
Adjustment in Respect of Changes In Group Holding	-	-	-	-	-	-	-	(257)	(257)	86,600	86,343
Balance as at 31 March 2019	7,734,054	185,449	1,760,794	147,414	-	(116,049)	(109,667)	18,496,649	28,098,644	3,771,078	31,869,722

The above figures are provisional and subject to audit.

## Statement of Profit or Loss Company

	Three Months Ended		Change	Twelve Months Ended		Change
	31.03.2019	31.03.2018	%	31.03.2019	31.03.2018	%
<i>LKR '000</i>						
<b>Revenue</b>	<b>296,591</b>	228,967	29.5	<b>969,197</b>	831,364	16.6
Cost of Sales	-	-	-	-	-	-
<b>Gross Profit</b>	<b>296,591</b>	228,967	29.5	<b>969,197</b>	831,364	16.6
Other Operating Income	<b>140,423</b>	2,228,739	(93.7)	<b>358,647</b>	2,804,991	(87.2)
Administrative Expenses	<b>(370,291)</b>	(284,400)	30.2	<b>(1,092,105)</b>	(987,003)	10.6
<b>Operating Profit</b>	<b>66,723</b>	2,173,306	(96.9)	<b>235,739</b>	2,649,352	(91.1)
Finance Cost	<b>(76,451)</b>	(87,597)	(12.7)	<b>(214,041)</b>	(231,138)	(7.4)
Finance Income	<b>22,268</b>	41,096	(45.8)	<b>58,329</b>	446,339	(86.9)
<b>Profit Before Tax</b>	<b>12,540</b>	2,126,805	(99.4)	<b>80,027</b>	2,864,553	(97.2)
Income Tax Expenses	<b>(45,640)</b>	(70,783)	(35.5)	<b>(66,777)</b>	(112,846)	(40.8)
<b>(Loss)/Profit for the Period</b>	<b>(33,100)</b>	2,056,022	(101.6)	<b>13,250</b>	2,751,707	(99.5)

## Statement of Comprehensive Income Company

	Three Months Ended		Twelve Months Ended	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
<i>LKR '000</i>				
<b>(Loss)/Profit for the period</b>	<b>(33,100)</b>	2,056,022	<b>13,250</b>	2,751,707
<b>Other Comprehensive Income/(Loss)</b>				
<b>Other Comprehensive Income to be reclassified to Profit or Loss in subsequent periods</b>				
Net Loss on Available-for-Sale Financial Assets	-	(119,516)	-	(119,495)
<b>Other Comprehensive Income not to be reclassified to Profit or Loss in subsequent periods</b>				
Net Loss on Financial Assets at FVOCI (Equity)	<b>(66,661)</b>	-	<b>(66,662)</b>	-
Actuarial Gain on Defined Benefit Plans	<b>1,286</b>	84	<b>1,286</b>	84
Income Tax on Other Comprehensive Income	<b>(360)</b>	(24)	<b>(360)</b>	(24)
<b>Other Comprehensive Loss for the Period, Net of Tax</b>	<b>(65,735)</b>	(119,456)	<b>(65,736)</b>	(119,435)
<b>Total Comprehensive (Loss)/Income for the Period, Net of Tax</b>	<b>(98,835)</b>	1,936,566	<b>(52,486)</b>	2,632,272

The above figures are provisional and subject to audit.

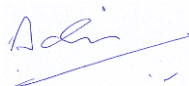
## Statement of Financial Position

### Company

As at	31.03.2019	31.03.2018
LKR '000		
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	150,359	162,547
Investment Properties	657,950	592,125
Intangible Assets	72,946	80,248
Investment in Subsidiaries	17,498,412	17,850,805
Other Non Current Financial Assets	243,046	369,708
	<b>18,622,713</b>	<b>19,055,433</b>
<b>Current Assets</b>		
Trade and Other Receivables	348,111	333,263
Tax Recoverable	22,558	14,418
Other Current Financial Assets	20,028	342,094
Cash and Short Term Deposits	524,287	285,729
	<b>914,984</b>	<b>975,504</b>
<b>Total Assets</b>	<b>19,537,697</b>	<b>20,030,937</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Stated Capital	7,734,054	5,960,450
Other Capital Reserves	406,800	363,126
Other Components of Equity	(51,485)	15,177
Retained Earnings	9,203,220	12,024,751
<b>Total Equity</b>	<b>17,292,589</b>	<b>18,363,504</b>
<b>Non-Current Liabilities</b>		
Interest Bearing Loans and Borrowings	-	955,048
Deferred Tax Liability	136,782	138,076
Employee Benefit Liability	47,394	48,248
	<b>184,176</b>	<b>1,141,372</b>
<b>Current Liabilities</b>		
Trade and Other Payables	505,919	288,569
Income Tax Liabilities	-	17,196
Interest Bearing Loans and Borrowings	1,554,640	185,097
Bank Overdraft	373	35,199
	<b>2,060,932</b>	<b>526,061</b>
<b>Total Equity and Liabilities</b>	<b>19,537,697</b>	<b>20,030,937</b>
<b>Net Assets Per Share - (LKR)</b>	<b>29.01</b>	<b>31.94</b>

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.



**Zalmi Fazeel**  
Chief Financial Officer

The Board of Directors is responsible for these financial statements.  
Signed for and on behalf of the Board by,



**Husein Esufally**  
Chairman  
May 24, 2019  
Colombo



**Steven Enderby**  
Chief Executive Officer

## Statement of Changes in Equity Company

	Other Components Of Equity					
	Stated Capital	Other Capital Reserves	Available for Sale Reserve	Fair Value Reserve of Financial Assets at FVOCI	Retained Earnings	Total Equity
LKR '000						
Balance as at 1 April 2017	5,741,038	326,289	134,672	-	10,334,008	16,536,007
Profit for the Period	-	-	-	-	2,751,707	2,751,707
Other Comprehensive Income	-	-	(119,495)	-	60	(119,435)
Total Comprehensive Income	-	-	(119,495)	-	2,751,767	2,632,272
Exercise of Share Options	219,412	-	-	-	-	219,412
Share Based Payments	-	36,837	-	-	-	36,837
Final Dividend Paid 2016/17	-	-	-	-	(831,198)	(831,198)
Interim Dividend Paid 2017/18	-	-	-	-	(229,826)	(229,826)
Balance as at 31 March 2018	5,960,450	363,126	15,177	-	12,024,751	18,363,504
Effect of adoption of new accounting standards	-	-	(15,177)	15,177	(441)	(441)
Profit for the Period	-	-	-	-	13,250	13,250
Other Comprehensive Income	-	-	-	(66,662)	926	(65,736)
Total Comprehensive Income	-	-	-	(66,662)	14,176	(52,486)
Exercise of Share Options	1,974	-	-	-	-	1,974
Share Based Payments	-	43,674	-	-	-	43,674
Final Dividend Paid - 2017/18	-	-	-	-	(833,655)	(833,655)
First Interim Dividend Paid - 2018/19	-	-	-	-	(229,981)	(229,981)
Second Interim Dividend - 2018/19 - Scrip Issue	1,771,630	-	-	-	(1,771,630)	-
Balance as at 31 March 2019	7,734,054	406,800	-	(51,485)	9,203,220	17,292,589

The above figures are provisional and subject to audit.

## Statement of Cash Flows

For twelve months ended <i>LKR '000</i>	Group		Company	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
<b>Operating Activities</b>				
<b>Profit before taxation</b>	<b>5,093,140</b>	4,392,336	<b>80,027</b>	2,864,553
<b>Adjustments for,</b>				
Depreciation	1,270,844	1,071,018	34,437	34,462
Gain on Disposal of Property, Plant and Equipment, Investment Properties	(25,048)	(24,344)	(4,969)	(8,439)
Gain on Sale of Non-Current Investments	(85,575)	(5,364)	-	-
Provision for Share Based Payment Expense	44,044	72,436	5,805	20,205
Provision/(Reversal) for Impairment of Trade Receivables	138,404	99,746	(24,024)	11,450
Amortisation of Intangible Assets	88,615	92,180	20,211	21,861
Amortisation of Leasehold Rights	5,627	36,208	-	-
Gain on Fair Value Adjustment of Investment Properties	(140,117)	(34,546)	(65,825)	(22,984)
Impairment of Investment in Subsidiaries/Joint Ventures/Other Financial Assets	-	24,572	3,000	-
Exchange Loss/(Gain) on Foreign Currency Borrowings	79,521	(8,169)	-	-
Provision for Obsolete Stocks	(97,824)	(9,028)	-	-
Finance Cost	1,046,212	618,109	214,041	231,138
Finance Income	(478,027)	(765,350)	(58,329)	(446,339)
Share of Results of Joint Ventures & Associates	92,725	116,482	-	-
Investment Income	-	-	(283,121)	(2,764,812)
Movement in Employee Benefit Liability	200,120	164,700	10,349	2,209
<b>Operating Cash Flows before Working Capital Adjustments</b>	<b>7,232,661</b>	5,840,986	<b>(68,398)</b>	(56,696)
<b>Working Capital Adjustments</b>				
(Increase)/Decrease in Inventories	(1,247,123)	(2,453,528)	-	-
(Increase)/Decrease in Trade and Other Receivables	(4,508,846)	285,143	47,594	279,374
Increase/(Decrease) in Trade and Other Payables	2,258,991	3,608,047	165,183	52,318
Increase/(Decrease) in Other Non Current Financial Liabilities	319,299	6,762	-	-
<b>Cash Generated from Operations</b>	<b>4,054,982</b>	7,287,410	<b>144,379</b>	274,996
Finance Cost Paid	(1,044,430)	(611,408)	(214,041)	(231,138)
Finance Income Received	470,019	761,020	58,329	446,339
Income Tax Paid	(1,558,032)	(1,571,491)	(41,600)	(23,638)
Employee Retirement Benefit Paid	(109,118)	(83,385)	(9,917)	(8,468)
<b>Net Cash Flows From/(Used in) Operating Activities</b>	<b>1,813,421</b>	5,782,146	<b>(62,850)</b>	458,091
<b>Investing Activities</b>				
Purchase of Property, Plant and Equipment	(2,644,089)	(2,416,892)	(40,314)	(88,382)
Investment in Intangible Assets	(63,628)	(16,667)	(12,909)	-
(Investment in)/Disposal of Financial Assets	(69,419)	(30,951)	60,000	-
Investment in Joint Ventures/ Associates	(13,054)	(26,000)	-	-
Acquisition of Investment in Subsidiaries	-	(5,036,944)	(134,097)	(5,820,994)
Disposal/derecognition of Subsidiaries	442,825	-	483,490	-
Investment Income Received	-	-	283,121	2,764,812
Proceeds on Disposal of Property, Plant and Equipment/ Intangible Assets / Leasehold Properties/ Investment Properties	150,033	169,849	23,033	11,891
<b>Net Cash Flows (Used in)/From Investing Activities</b>	<b>(2,197,332)</b>	(7,357,605)	<b>662,324</b>	(3,132,673)
<b>Financing Activities</b>				
Interest Bearing Loans and Borrowings (Net)	(126,541)	(2,162,685)	735,942	(991,682)
Proceed from Exercise of Share Options	1,604	183,813	1,604	183,813
Proceeds (to)/from Non-Controlling Interests	86,343	118,463	-	-
Dividends Paid - Equity Holders of the Parent	(1,063,636)	(1,061,024)	(1,063,636)	(1,061,024)
Dividends Paid - Non-Controlling Interests	(32,938)	(370,144)	-	-
<b>Net Cash Flows (Used in)/From Financing Activities</b>	<b>(1,135,168)</b>	(3,291,577)	<b>(326,090)</b>	(1,868,893)
Net (Decrease)/Increase in Cash and Cash Equivalents	(1,519,079)	(4,867,036)	273,384	(4,543,475)
Net Foreign Exchange Difference	70,076	(11,582)	-	-
Cash and Cash Equivalents at the Beginning of the Period	5,740,319	10,618,937	250,530	4,794,005
<b>Cash and Cash Equivalents at the End of the Period</b>	<b>4,291,316</b>	5,740,319	<b>523,914</b>	250,530

The above figures are provisional and subject to audit.

### Segmental Information

	Consumer		Healthcare		Leisure, Travels & Aviation		Mobility		Others		Group	
For three months ended 31 March LKR '000	2019	2018 Restated	2019	2018 Restated	2019	2018 Restated	2019	2018 Restated	2019	2018 Restated	2019	2018 Restated
<b>Revenue</b>												
Segmental Revenue - Gross	5,249,404	4,820,243	7,270,055	6,505,338	1,892,456	1,583,221	693,240	772,972	1,427,196	1,955,679	16,532,351	15,637,453
Intra Segmental Revenue	(2,513)	(61,873)	(56,621)	(52,065)	-	-	(9,039)	(9,675)	(46,320)	(204,803)	(114,493)	(328,416)
<b>Segmental Revenue</b>	<b>5,246,891</b>	<b>4,758,370</b>	<b>7,213,434</b>	<b>6,453,273</b>	<b>1,892,456</b>	<b>1,583,221</b>	<b>684,201</b>	<b>763,297</b>	<b>1,380,876</b>	<b>1,750,876</b>	<b>16,417,858</b>	<b>15,309,037</b>
Inter Segmental Revenue	-	(4,085)	-	-	-	-	(30,287)	-	(333,354)	(277,601)	(363,641)	(281,686)
<b>Total Revenue</b>	<b>5,246,891</b>	<b>4,754,285</b>	<b>7,213,434</b>	<b>6,453,273</b>	<b>1,892,456</b>	<b>1,583,221</b>	<b>653,914</b>	<b>763,297</b>	<b>1,047,522</b>	<b>1,473,275</b>	<b>16,054,217</b>	<b>15,027,351</b>
<b>Results</b>												
<b>Segmental Results</b>	<b>(36,944)</b>	<b>46,209</b>	<b>671,336</b>	<b>613,584</b>	<b>284,049</b>	<b>297,923</b>	<b>70,790</b>	<b>206,937</b>	<b>119,376</b>	<b>45,591</b>	<b>1,108,608</b>	<b>1,210,244</b>
Finance Cost	(108,906)	(48,440)	(89,077)	(83,001)	4,220	(8,962)	31,615	(5,765)	(75,655)	(65,505)	(237,803)	(211,673)
Finance Income	88,159	60,479	39,608	111,143	19,248	13,085	(10,281)	7,182	13,667	(75,009)	150,401	116,880
Change in Fair Value of Investment Properties	-	-	-	-	113,492	34,612	-	-	26,625	(66)	140,117	34,546
Share of Results of Joint Ventures & Associates	-	-	-	-	130,694	66,222	-	-	(4,421)	(6,763)	126,273	59,459
<b>(Loss)/Profit before Tax</b>	<b>(57,691)</b>	<b>58,248</b>	<b>621,867</b>	<b>641,726</b>	<b>551,703</b>	<b>402,880</b>	<b>92,124</b>	<b>208,354</b>	<b>79,592</b>	<b>(101,752)</b>	<b>1,287,596</b>	<b>1,209,456</b>
Income Tax	(81,897)	11,779	(144,139)	(104,484)	(20,761)	(60,611)	(29,823)	(33,976)	(111,068)	(299,255)	(387,688)	(486,547)
<b>(Loss)/Profit for the Period</b>	<b>(139,588)</b>	<b>70,027</b>	<b>477,728</b>	<b>537,242</b>	<b>530,942</b>	<b>342,269</b>	<b>62,301</b>	<b>174,378</b>	<b>(31,476)</b>	<b>(401,007)</b>	<b>899,908</b>	<b>722,909</b>
<b>Attributable to:</b>												
Equity Holders of the Parent	(69,991)	110,212	502,758	520,071	402,709	203,278	59,042	146,270	(31,475)	(394,490)	863,043	585,341
Non-Controlling Interests	(69,597)	(40,185)	(25,030)	17,171	128,233	138,991	3,259	28,108	-	(6,517)	36,865	137,568
	<b>(139,588)</b>	<b>70,027</b>	<b>477,728</b>	<b>537,242</b>	<b>530,942</b>	<b>342,269</b>	<b>62,301</b>	<b>174,378</b>	<b>(31,476)</b>	<b>(401,007)</b>	<b>899,908</b>	<b>722,909</b>

The above figures are provisional and subject to audit.

## Segmental Information

	Consumer		Healthcare		Leisure, Travel & Aviation		Mobility		Others		Group	
For twelve months ended 31 March LKR '000	2019	2018 Restated	2019	2018 Restated	2019	2018 Restated	2019	2018 Restated	2019	2018 Restated	2019	2018 Restated
<b>Revenue</b>												
Segmental Revenue - Gross	25,718,741	16,693,547	27,942,220	23,267,154	4,981,878	4,171,976	2,965,565	2,837,321	4,357,810	4,733,279	65,966,214	51,703,277
Intra Segmental Revenue	(163,696)	(189,667)	(244,980)	(240,746)	-	-	(35,505)	(23,040)	(187,540)	(308,278)	(631,721)	(761,731)
<b>Segmental Revenue</b>	<b>25,555,045</b>	<b>16,503,880</b>	<b>27,697,240</b>	<b>23,026,408</b>	<b>4,981,878</b>	<b>4,171,976</b>	<b>2,930,060</b>	<b>2,814,281</b>	<b>4,170,270</b>	<b>4,425,001</b>	<b>65,334,493</b>	<b>50,941,546</b>
Inter Segmental Revenue	-	(13,985)	-	-	-	-	(95,095)	-	(1,157,244)	(1,053,177)	(1,252,339)	(1,067,162)
<b>Total Revenue</b>	<b>25,555,045</b>	<b>16,489,895</b>	<b>27,697,240</b>	<b>23,026,408</b>	<b>4,981,878</b>	<b>4,171,976</b>	<b>2,834,965</b>	<b>2,814,281</b>	<b>3,013,026</b>	<b>3,371,824</b>	<b>64,082,154</b>	<b>49,874,384</b>
<b>Results</b>												
<b>Segmental Results</b>	<b>2,737,949</b>	<b>1,433,058</b>	<b>2,181,087</b>	<b>2,296,741</b>	<b>372,032</b>	<b>263,201</b>	<b>691,750</b>	<b>835,972</b>	<b>(368,886)</b>	<b>(501,941)</b>	<b>5,613,933</b>	<b>4,327,031</b>
Finance Cost	(261,768)	(48,467)	(395,081)	(272,237)	(82,284)	(32,443)	(86,958)	(28,349)	(220,121)	(236,613)	(1,046,212)	(618,109)
Finance Income	233,683	148,116	117,116	124,820	53,669	47,106	40,143	19,850	33,416	425,458	478,027	765,350
Change in Fair Value of Investment Properties	-	-	-	-	113,492	34,612	-	-	26,625	(66)	140,117	34,546
Share of Results of Joint Ventures & Associates	-	-	-	-	(69,628)	(83,593)	-	-	(23,097)	(32,889)	(92,725)	(116,482)
<b>Profit/(Loss) before Tax</b>	<b>2,709,864</b>	<b>1,532,707</b>	<b>1,903,122</b>	<b>2,149,324</b>	<b>387,281</b>	<b>228,883</b>	<b>644,935</b>	<b>827,473</b>	<b>(552,063)</b>	<b>(346,051)</b>	<b>5,093,140</b>	<b>4,392,336</b>
Income Tax	(680,244)	(336,803)	(404,546)	(420,434)	(74,804)	(118,820)	(115,529)	(126,962)	(138,781)	(438,504)	(1,413,904)	(1,441,523)
<b>Profit/(Loss) for the Period</b>	<b>2,029,620</b>	<b>1,195,904</b>	<b>1,498,576</b>	<b>1,728,890</b>	<b>312,477</b>	<b>110,063</b>	<b>529,406</b>	<b>700,511</b>	<b>(690,844)</b>	<b>(784,555)</b>	<b>3,679,236</b>	<b>2,950,813</b>
<b>Attributable to:</b>												
Equity Holders of the Parent	1,889,987	1,227,685	1,492,759	1,668,027	213,081	35,547	464,295	542,670	(690,844)	(786,474)	3,369,279	2,687,455
Non-Controlling Interests	139,633	(31,781)	5,817	60,863	99,396	74,516	65,111	157,841	-	1,919	309,957	263,358
	<b>2,029,620</b>	<b>1,195,904</b>	<b>1,498,576</b>	<b>1,728,890</b>	<b>312,477</b>	<b>110,063</b>	<b>529,406</b>	<b>700,511</b>	<b>(690,844)</b>	<b>(784,555)</b>	<b>3,679,236</b>	<b>2,950,813</b>

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 2018. Further, provisions of the Companies Act No. 7 of 2007 have been considered in preparing the interim financial statements.

**Prior Year Adjustments**

The Consolidated Financial Statements have been restated in accordance with Sri Lanka Accounting Standard LKAS 8-Accounting Policies, Changes in Accounting Estimates and Errors, to reflect the followings,

**Adjustment to Fair Value - SLFRS 3**

Hemas Holdings PLC acquired Atlas Axilia in January 2018 and the Financial Statements of the Group for the year ended 31 March 2018 were drawn up applying provisional amounts relating to the fair value of assets and liabilities acquired on Business Combination.

With the completion of the acquisition, the carrying value of assets and liabilities acquired have been adjusted retrospectively in their Financial Statements in accordance with SLFRS 3; Business Combinations

**Recognition of NCI to be acquired**

Where the group has an obligation to acquire the outstanding shares of non-controlling interests at a future date (Put Option), the group firstly considers whether the terms of the transaction gives it present access to the returns associated with the shares subject option.

**Statement of Financial Position**

LKR 000

	As previously reported	Effect of Recognition of NCI to be acquired	Adjustment to fair value on acquisition - SLFRS 3	Restated
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Intangible Assets	3,445,167	-	48,815	3,493,982
Other Non Current Financial Assets	731,335	-	(20,000)	711,335
<b>Current Assets</b>				
Inventories	9,909,384	-	(35,934)	9,873,450
Trade and Other Receivables	14,178,651	-	(56,440)	14,122,211
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Retained Earnings	18,522,441	(1,101,680)	-	17,420,761
Non-Controlling Interests	4,440,044	(790,720)	(58,879)	3,590,445
			-	
<b>Non-Current Liabilities</b>				
Other Financial Liabilities	16,941	1,892,400	-	1,909,341
Deferred Tax Liability	1,844,002	-	(29,494)	1,814,508
<b>Current Liabilities</b>				
Trade and Other Payables	16,390,081	-	24,814	16,414,895

**New standards, Interpretations and Amendments adopted by the Group**

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 March 2018, except for the adoption of SLFRS 15 and SLFRS 09 which is effective as of 1 April 2018. The Group has not early adopted any other standard, interpretation or amendment that have been issued but is not yet effective.

## Notes to the Financial Statements

**Basis of preparation and changes to the Group's accounting policies on SLFRS 09 - Financial Instrument - Recognition & Measurement**

SLFRS 9 Financial Instruments replaces IAS 39 Financial Instruments: Recognition and Measurement for annual periods beginning on or after 1 April 2018, bringing together all three aspects of the accounting for financial instruments: classification and measurement; impairment; and hedge accounting.

The Group applied SLFRS 9 retrospectively, with the initial application date of 1 April 2018. The group has not restated the comparative information, which continues to be reported under IAS 39. Differences arising from the adoption of SLFRS 9 have been recognized directly in retained earnings and other components of equity.

The effect of adopting SLFRS 9 as at 01 April 2018 was, as follows.

	<b>Impact of adopting SLFRS 9</b>	
	Group	Company
<b>Assets</b>		
<i>Trade &amp; Other Receivable</i>	(26,443)	(441)
<b>Total Adjustment on equity</b>		
<i>Retained Earnings</i>	(17,223)	(441)
<i>Non Controlling Interest</i>	(9,220)	-

The Group applies, SLFRS 15 Revenue from Contracts with Customers for the first time using the full retrospective method of adoption. As required by LKAS 34, the nature and effect of these changes are disclosed below.

**Basis of preparation and changes to the Group's accounting policies on SLFRS 15 - Revenue from Contracts with Customers**

SLFRS 15 supersedes LKAS 11 Construction Contracts, LKAS 18 Revenue and related Interpretations and it applies to all revenue arising from contracts with customers, unless those contracts are in the scope of other standards. The new standard establishes a five-step model to account for revenue arising from contracts with customers. Under SLFRS 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

The standard to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers.

The effect of adopting SLFRS 15 is, as follows:

**For the Period Ended**

	<b>31 March 2018 (LKR '000)</b>		
	<b>As Previously Reported</b>	<b>Impact on SLFRS 15</b>	<b>SLFRS 15 Adjusted</b>
<b>Revenue</b>	<b>50,860,017</b>	<b>(985,633)</b>	<b>49,874,384</b>
Cost of Sales	(32,206,161)	38,735	(32,167,426)
<b>Gross Profit</b>	<b>18,653,856</b>	<b>(946,898)</b>	<b>17,706,958</b>
Other Operating Income	414,487	-	414,487
Selling and Distribution Expenses	(5,608,121)	921,371	(4,686,750)
Administrative Expenses	(9,098,645)	25,527	(9,073,118)
Share of Results of Joint Ventures & Associates	(116,482)	-	(116,482)
<b>Operating Profit</b>	<b>4,245,095</b>	<b>-</b>	<b>4,245,095</b>
Finance Cost	(618,109)	-	(618,109)
Finance Income	765,350	-	765,350
<b>Profit Before Tax</b>	<b>4,392,336</b>	<b>-</b>	<b>4,392,336</b>
Income Tax Expenses	(1,441,523)	-	(1,441,523)
<b>Profit for the Period</b>	<b>2,950,813</b>	<b>-</b>	<b>2,950,813</b>
Profit attributable to:			
Equity Holders of the Parent	2,687,457	-	2,687,457
Non-Controlling Interests	263,356	-	263,356
	<b>2,950,813</b>	<b>-</b>	<b>2,950,813</b>

There is no material impact on the statement of other comprehensive income, Statement of financial position, statement of cash flows and Earnings Per Share.

The different business segments of the group are in the course of providing variety of goods and services. The impacts of SLFRS 15 identified in Consumer and Healthcare sectors, stemming from variable consideration and customer allowances and incentives.

- 2 The unsecured redeemable debentures of LKR 10M, (rated AA-Ika, by Fitch Rating Lanka Limited) carrying a coupon rate of 11% p.a payable semi-annually, issued on 29 April 2014, will mature on 29 April 2019.

### Notes to the Financial Statements

- 3 The Company paid a final dividend of LKR.1.45 per share for the financial year ended 31 March 2018.
- 4 The Company paid first interim dividend of LKR.0.40 per share for the financial year ended 31 March 2019.
- 5 The Company paid second interim dividend of LKR.3.08 per share for the financial year ended 31 March 2019 as Scrip Dividend.
- 6 The Board of Directors decision (with the approval in principle of the Colombo Stock Exchange) 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 and create a Employee Share Option Scheme (ESOS), was authorized by shareholders at an Extraordinary General Meeting dated 10 April 2015.

Accordingly, 3,053,750 employee share options were granted on the first Grant to the Executive Directors and Senior Executives of the company and its subsidiaries at the exercise price of LKR 82 with a vesting period of one year starting from 27 July 2015 and exercise period of 3 years starting from 27 July 2016, out of which 2,574,423 employee share options were vested during the year ended 31 March 2017.

At the second Grant, 3,008,750 employee share options were granted with the exercise price of LKR 87.50 with a one year vesting period starting from 27 July 2016 and exercise period of 3 years starting from 27 July 2017, out of which 2,421,867 employee share options were vested on 27 July 2017.

At the third Grant, 3,420,000 employee share options were granted with the exercise price of LKR149.50 with a one year vesting period starting from 27 July 2017 and exercise period of 3 years starting from 27 July 2018, out of which 2,034,796 employee share options were vested on 27 July 2018.

Further, at the fourth Grant of 3,491,250 employee share options were granted on 27 July 2018 with the exercise price of LKR108.81 with a one year vesting period starting from 27 July 2018.

- 7 MSJ Industries (Ceylon) (Pvt) Ltd.(MSJI) has been amalgamated with Morison PLC (Morison) with effect from 02 July, 2018 in accordance of the provisions of the Companies Act No.07 of 2007. The regulatory approval and the approval of the shareholders have been duly obtained.

Hence w.e.f. 02 July, 2018, the net assets of MSJI were absorbed into Morison and Morison continues its activities as public limited company which 91% effectively owned by Hemas Holdings PLC.

- 8 Hemas Hospitals (Pvt) Ltd., a subsidiary of Hemas Holdings PLC divested its 100% stake in Hemas Southern Hospital (Pvt) Ltd. at a total Consideration of LKR 450Mn on 02 November 2018.

The fair value of assets and liabilities disposed were as follows:

In LKR '000

#### Assets

Cash and Cash Equivalents	20,884
Tax Receivables	7,145
Trade and Other Receivables	43,598
Inventories	17,449
Intangible Assets	778
Property, Plant and Equipment	683,416

#### Liabilities

Bank Overdrafts	(13,710)
Interest Bearing Loans and Borrowings	(243,931)
Trade & Other Payables	(74,434)
Employee Benefit Liability	(11,859)
Deferred Tax Liability	(53,018)
Total identifiable net assets	376,318
Gain on Disposal	73,682
Sales Consideration	450,000
Cash and cash equivalent disposed	(7,174)
Net cash inflow on disposal of non current investments	442,826

- 9 The Board of Directors of the Company has declared a final dividend of LKR 1.45 per share for the financial year ended 31 March 2019 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 5 July 2019.

In accordance with the Sri Lanka Accounting Standard (LKAS 10) - Events after the reporting date, the final dividend has not been recognised as a liability in the Financial Statements as at 31 March 2019.

Other than those mention above, no circumstances have arisen since the reporting date, which would require adjustment to or disclosure in the 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 2018.

## Investor Information

Three Months Ended

31.03.2019

31.03.2018

### Market Value of Shares

Closing Price on 31 March (LKR)	75.00	124.90
Highest Price During the Period (LKR)	91.00	126.00
Lowest Price During the Period (LKR)	73.50	115.20
Market Capitalisation on 31 March (LKR Mn)	44,703	71,809

### Ratios

Net Asset Per Share on 31 March (LKR)	47.14	44.32
Price Earnings Ratio on 31 March (Times)	51.72	127.45

### Debt security related ratios

Debt/Equity Ratio	22.3%	24.6%
Quick Asset Ratio	1.02	1.02
Interest Cover (Times)	5.78	6.16
Interest Yield as at Date of Last Trade	-	-
Yield to Maturity of Trade Done	-	-
Interest Rate of Comparable Government Security (5 Year Treasury Bond Rate )	11.04%	9.4%

### Share Trading

No of Transactions During the Period	2,542	3,216
No of Shares Traded During the Period	46,483,897	45,206,524
Value of Shares Traded During the Period (LKR Mn)	4,468	6,114

<b>Number of Shares</b>	<b>596,043,425</b>	<b>574,934,259</b>
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### Debentures 11% Fixed - Unsecured Redeemable

Closing Price on 31 March (LKR)	-	-
Highest Price During the Period (LKR)	-	-
Lowest Price During the Period (LKR)	-	-

There has been no trading in the listed Debentures of the Company during the twelve months period ended 31 March 2019.

<b>Number of Debentures</b>	<b>10,000,000</b>	<b>10,000,000</b>
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## Share Information

LIST OF 20 MAJOR SHAREHOLDERS	31.03.2019		31.03.2018	
	No. of Shares	%	No. of Shares	%
1 A Z Holdings (Pvt) Ltd.	94,092,305	15.79	90,762,875	15.79
2 Saraz Investments (Pvt) Ltd.	89,565,277	15.03	86,396,035	15.03
3 Blueberry Investments (Pvt) Ltd.	88,927,940	14.92	85,781,250	14.92
4 Amagroup (Pvt) Ltd.	88,927,333	14.92	85,780,665	14.92
5 HSBC Intl Nominees Ltd-JPMLU-Franklin Templeton Investment Funds	34,134,070	5.73	40,804,579	7.10
6 Citi Bank New York S/A Norges Bank Account 2	17,815,148	2.99	17,184,764	2.99
7 HSBC International Nominees Ltd. -JPMCB- Templeton Global Investment Trust- Templeton Emerging Markets Small Cap Fund	15,513,186	2.60	14,964,257	2.60
8 BNYMSANV Re-First State Investments ICVC-Stewart Investors Indian Subcontinent Fund.	12,401,434	2.08	11,962,613	2.08
9 BBH-Kopernik Global All Cap Fund	9,846,711	1.65	-	-
10 CB London s/a Verdipapirfondet Holberg Rurik	8,899,078	1.49	7,863,006	1.37
11 HSBC Intl Nom Ltd-JPMCB- Pacific Assets Trust PLC	7,043,079	1.18	6,793,862	1.18
12 Mr. M.A.H. Esufally	6,164,633	1.03	5,946,500	1.03
13 BNYMSANV Re-First State Investments ICVC-Stewart Investors Asia Pacific Sustainability Fund.	6,085,356	1.02	9,745,440	1.70
14 Phoenix Ventures (Pvt) Limited.	5,985,804	1.00	-	-
15 Mr. H.N. Esufally	5,791,640	0.97	5,586,705	0.97
16 BBH-Kopernik Global All Cap Equity Fund	5,477,055	0.92	-	-
17 Mr. I.A.H. Esufally	4,586,284	0.77	4,424,000	0.77
18 Mellon Bank N.A.-Florida Retirement System	4,569,397	0.77	4,407,711	0.77
19 BNYMSANV Re-First State Investments ICVC-Stewart Investors Global Emerging Market Sustainability Fund	4,315,390	0.72	5,036,288	0.88
20 HSBC Intl. Nom. LTD-State Street Luxembourg c/o SSBT- Alliancebernstein Next 50 Emerging Markets(MASTER) Fund SICAV-SIF	4,215,354	0.71	4,066,195	0.71

DIRECTORS' SHAREHOLDING	31.03.2019	31.03.2018
	No. of Shares	No. of Shares
<b>DIRECTORS' INDIRECT SHAREHOLDING</b>		
A Z Holdings (Pvt) Ltd.	94,092,305	90,762,875
Saraz Investments (Pvt) Ltd.	89,565,277	86,396,035
Blueberry Investments (Pvt) Ltd.	88,927,940	85,781,250
Amagroup (Pvt) Ltd.	88,927,333	85,780,665
<b>DIRECTORS' DIRECT SHAREHOLDING</b>		
Mr. H.N. Esufally (Chairman)	5,791,640	5,586,705
Mr. A.N. Esufally	2,367,353	2,283,585
Mr. I.A.H. Esufally	4,586,284	4,424,000
Mr. M. A. H. Esufally	6,164,633	5,946,500
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	-	-
Mr. J.M. Trivedi	-	-
Prof. N.R. De Silva (w.e.f. 01.10.2018)	-	-
	<b>380,422,765</b>	<b>366,961,615</b>

PUBLIC HOLDING	31.03.2019	31.03.2018
Issued Share Capital (No. of Shares)	596,043,425	574,934,259
Public Holding as a % of Issued Share Capital	35.70%	35.69%
Total Number of Shareholders	4,204	4,108
Number of Shareholders representing the Public Holding	4,192	4,096

**Minimum Public Holding Requirement as per Listing Rules 7.13.1**

Minimum Public Holding

Float Adjusted Market Capitalisation - (LKR)	Public Holding Percentage	No of Shareholders	Option
15,959,062,704	35.70%	4,192	1

# 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](http://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  
Ramabadran Gopalakrishnan  
Dr. Anura Ekanayake  
Dinesh Weerakkody  
Malinga Arsakularatne  
Amitha Saktha Amaratunga  
Jyotindra Manibhai Trivedi  
Prof. Nilanthi Renuka De Silva (w.e.f. 01.10.2018)

## 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, Attorneys-at-law  
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  
Citi Bank, N.A.  
DFCC Bank PLC