

INNOVATION. AGILITY. ENDURANCE.

Carson Cumberbatch PLC

Condensed Interim Financial Statements
For the period ended 31st December 2019

Carson Cumberbatch PLC – Interim Review for the 31st December 2019

Your group continues to keep pace with the market challenges in delivering value and progress.

Carson Cumberbatch PLC's consolidated net profit for the nine months ended 31st December 2019, totalled Rs. 2.2 Bn, based on a consolidated revenue of Rs. 80 Bn. The revenue growth over the comparable nine months was at 11%. Such revenue increase was predominantly attributable to the positive performance of the Oil Palm Plantations, Beverage and Portfolio and Asset Management sectors. However, the net profit depicted a YoY decline of 11% YoY to reach Rs. 2.18 Bn from Rs. 2.45 Bn reported in the comparative period with the increased cost metrics, which will be elaborated in the descriptions that follow, highlighting the performances of salient sectors of the group.

OIL PALM PLANTATIONS

Concluded nine months saw the sector revenue expanding by 19% relative to the prior period to be at Rs. 25.5 Bn. The above increase is due to broadened sales volumes stemming from the successful processing of external crop, offsetting the reduction of internal Fresh Fruit Bunch (FFB) crop. During the nine months period, the average selling price achieved by the sector reduced 5% YoY; weighed down by the first six months price performance within the Industry. Nevertheless, the Crude Palm Oil (CPO) prices started to move in an upward trend towards the commencement of the third quarter, as signs of gradual recovery from the global price downtrend, which transpired due to industry's lower crop, as well as global impacts from the trade dispute affecting China and its soy imports.

The sector continued its progress on young mature plantations, to build them into fully operational locations with work progressing on the investments of the three new mills. The Nabire main mill is on schedule to be fully operational by May 2020. Cost reduction efforts of the sector proved to be successful even though such costs were negatively impacted by the appreciation of the Indonesian currency relative to the past period. For the nine months period, the net finance cost of the sector showed a prominent increase in the context of increased LIBOR/Interest rates, enhanced working capital usage as well as loan restructuring expenses. Accordingly, the Oil Palm Plantations sector reported a loss of Rs. 1.6 Bn for the period under review. However, with the already completed refinancing exercise of the existing funding facilities, where future repayments are aligned to the future cash flow generation from its young mature ventures, the sector's capital structure is expected to gradually optimize. As of December 2019, the sector supplied to 250 customers spanning across 47 countries.

OILS AND FATS

The Oils and fats segment's topline which stood at Rs. 16.1 Bn, demonstrated a flat growth, reflecting the dip in Palm kernel prices. However, specialty fats production plant utilization was higher by 9% YoY, leading to greater specialty fats volumes sold, which increased by a significant 17% YoY. The sector posted a profit after tax of Rs. 312.9 Mn after discounted operations, compared to a net loss of Rs. 235.8 Mn in the comparable nine months.

During the period under review, the downstream Oils and Fats segment entered into a strategic business tie-up with a J-Oil Mills INC of Japan, which is a listed entity in the Tokyo Stock Exchange, where by J-Oil acquired an investment of 20% in the segment's leading specialty fats business (Premium Vegetable Oils Sdn Bhd), and a controlling investment (51%) in Premium Fats Sdn Bhd - the margarine production plant. The Oils and Fats segment will continue to focus on increasing margin from trading business, as well as expansion of its customer base and growth via increased sales to existing markets and new markets. A key strategy for this segment would be to retain customers via the technical support on product development and R&D. The Oils and Fats segment is also expected to leverage on the tie-up with J-Oil Mills in the immediate future.

Carson Cumberbatch PLC – Interim Review for the 31st December 2019

BEVERAGE

The Beverage sector witnessed an upturn of 12% in its revenue, reaching Rs. 37 Bn for the period. Aforementioned revenue achievement was despite a challenging operating context, where reduced economic and consumer activity following the April 21st incident coupled with the inclement weather, slowed down the sales potential of the sector for the period. As a result, the sector was compelled to account for an impairment of Rs. 538 Mn in relation to the brands acquired from Miller Brewery. Consequently, the profit for the period saw a decline of 12% YoY to be at Rs. 2.2 Bn for the period under consideration. Pursuant to the latest tax changes by the Government, VAT on beer was reduced to 8% w.e.f. 1st December 2019. However, the impact of the increase in excise duties outweighed such VAT reduction, leading to upward price revisions of most of the beer brands. The sector's export business covered 26 countries as of end of the reviewed period.

PORTFOLIO AND ASSET MANAGEMENT

The total portfolio of the sector, which stood at Rs. 15.5 Bn as of 31st March 2019, noted an appreciation of 13.59% to reach Rs. 17.6 Bn by 31st December 2019. The discretionary component appreciated by a commendable 13.06% during the same period to reach Rs. 12.9 Bn, compared to the All Share Price Index gain of 10.30%. Despite a slowly growing economy, the activity in the Colombo Stock Exchange was stimulated following the conclusion of the presidential elections and the expected fiscal stimulus, which was further motivated by the expectations of a low interest rate regime. Supported by the above reasons, the sector secured a 63% growth YoY in its topline, recording Rs. 616.4 Mn for the concluded nine months period. Further, with the recording of Rs. 1.1 Bn as unrealized gains on fair value adjustments on the Equity investments of the discretionary portfolio, the sector reported a net profit of Rs. 1.5 Bn for the period in comparison to a net loss of Rs. 1.2 Bn recorded in the corresponding period. The total assets managed under the sector stood at Rs. 26.2 Bn as of 31st December 2019.

Through mastering numerous external challenges and opportunities, we remain confident and committed in ensuring sustainable returns into the days ahead.

Carsons Management Services (Pvt) Ltd

6th February 2020

Company Statement of Income

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

	For the three months ended 31st December			For the nine months ended 31st December		
	2019	2018	Change %	2019	2018	Change %
Revenue	3,231	9,058	(64)	192,474	27,624	597
Direct operating expenses	-	-		-	-	
	3,231	9,058	(64)	192,474	27,624	597
Items of income						
Change in fair value of fair value through profit or loss financial assets	2,105	(672)	(413)	4,985	(6,711)	(174)
Items of expenses						
Administrative expenses	(18,751)	(17,763)	6	(58,001)	(56,268)	3
Profit / (Loss) from operations	(13,415)	(9,377)	43	139,458	(35,355)	(494)
Finance cost	(48,071)	(50,877)	(6)	(145,920)	(133,335)	9
Loss before income tax expenses	(61,486)	(60,254)	2	(6,462)	(168,690)	(96)
Income tax expenses						
Current taxation	-	-	-	-	-	-
Loss for the period	(61,486)	(60,254)	2	(6,462)	(168,690)	(96)
Other Comprehensive income						
Net change in fair value of financial assets measured at fair value through other comprehensive income	(67,150)	(323,252)	(79)	453,395	219,298	107
Other comprehensive income/(expenses) for the period, net of tax	(67,150)	(323,252)	(79)	453,395	219,298	107
Total comprehensive income/(expenses) for the period	(128,636)	(383,506)	(66)	446,933	50,608	783
Loss per ordinary share (Rs.)	(0.31)	(0.31)	-	(0.03)	(0.86)	(96)
Dividend per ordinary share (Rs.)	-	-		0.75	-	

Figures in brackets indicate deductions.

The notes on pages 16 to 32 form an integral part of these financial statements.

6th February 2020

(Amounts expressed in Sri Lankan Rs. '000)

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Company Statement of Changes in Equity

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

	Stated Capital	Capital Reserve	Revenue Reserves	Total Equity
Balance as at 31st March 2019 (Audited)	1,114,652	287,552	10,640,481	12,042,686
Loss for the period	-	-	(6,462)	(6,462)
Other comprehensive income for the period	-	-	453,395	453,395
Total Comprehensive income for the period	-	-	446,933	446,933
Transactions with owners of the company				
Ordinary dividend paid	-	-	(147,290)	(147,290)
Balance as at 31st December 2019 (Unaudited)	1,114,652	287,552	10,940,124	12,342,328
Balance as at 31st March 2018 (Audited)	1,114,652	287,552	10,758,772	12,160,976
Loss for the period	-	-	(168,690)	(168,690)
Other comprehensive income for the period	-	-	219,298	219,298
Total Comprehensive income for the period	-	-	50,608	50,608
Balance as at 31st December 2018 (Unaudited)	1,114,652	287,552	10,809,380	12,211,584

The notes on pages 16 to 32 form an integral part of these financial statements

Company Statement of Cash Flow

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

For the nine months ended 31st December	2019	2018
Cash Flows from Operating Activities		
Loss before income tax expenses	(6,462)	(168,690)
Adjustments for:		
Change in fair value of fair value through profit or loss financial assets	(4,985)	6,711
Finance expenses	145,920	133,335
	140,935	140,046
Operating loss before working capital changes	134,473	(28,644)
Changes in:		
Trade and other receivables	(2,933)	(95,462)
Amounts due from related companies	(106,141)	-
Trade and other payables	(896)	(1,359)
Cash generated from / (used) in operations	24,503	(125,465)
Interest paid	(145,920)	(128,943)
Income tax paid	(2,101)	(796)
Net cash used in operating activities	(123,518)	(255,204)
Cash flows from investing activities		
Payments for acquisition of additional interest in subsidiaries	-	(281,655)
Net cash used in investing activities	-	(281,655)
Cash flows from financing activities		
Dividend paid by the Company	(204,736)	(105,360)
Net cash used in financing activities	(204,736)	(105,360)
Net decrease in cash & cash equivalents	(328,254)	(642,219)
Cash & cash equivalents at the beginning of the year	(1,545,886)	(969,441)
Cash & cash equivalents at the end of the period	(1,874,140)	(1,611,660)
Statement of Cash & Cash Equivalents		
Cash and cash equivalents	5,749	306,026
	5,749	306,026
Short term borrowings	(1,879,889)	(1,917,686)
	(1,874,140)	(1,611,660)

The notes on pages 16 to 32 form an integral part of these financial statements

Consolidated Statement of Income

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

	For the three months ended 31st December			For the nine months ended 31st December		
	2019	2018	Change %	2019	2018	Change %
Continuing operations						
Revenue	27,702,914	25,462,808	9	79,709,414	71,835,215	11
Direct operating expenses	(20,961,301)	(19,008,283)	10	(60,474,807)	(49,935,642)	21
Gross profit	6,741,613	6,454,525	4	19,234,607	21,899,573	(12)
Change in fair value of fair value through profit or Loss financial assets	737,332	165,613	345	1,156,127	(1,284,863)	(190)
Other income	60,010	302,536	(80)	792,330	757,267	5
Distribution expenses	(1,461,822)	(1,949,987)	(25)	(4,712,588)	(5,565,933)	(15)
Administrative expenses	(2,452,453)	(2,169,784)	13	(6,703,801)	(5,900,233)	14
Other operating expenses	(100,806)	(29,230)	245	(470,547)	(295,429)	59
Impairment of intangible assets (Note 11)	(538,182)	-	-	(538,182)	-	-
Foreign exchange gain/(losses)	493,302	761,698	(35)	597,722	(1,026,472)	(158)
Profit from operations	3,478,994	3,535,371	(2)	9,355,668	8,583,910	9
Net finance cost	(1,693,705)	(1,219,254)	39	(4,911,605)	(3,552,798)	38
Share of net results of equity accounted investee (Note 10)	(6,287)	2,014	(412)	(3,556)	5,829	(161)
Profit before income tax expenses	1,779,002	2,318,131	(23)	4,440,507	5,036,941	(12)
Income tax expense						
Current taxation	(920,637)	(739,107)	25	(2,662,998)	(1,936,864)	37
Deferred taxation	236,220	79,566	197	527,907	(521,135)	(201)
	(684,417)	(659,541)	4	(2,135,091)	(2,457,999)	(13)
Profit from continuing operations	1,094,585	1,658,590	(34)	2,305,416	2,578,942	(11)
Discontinued operations						
Net impact from discontinued operations, net of tax (Note 5)	(44,812)	(46,265)	(3)	(123,168)	(124,485)	(1)
Total loss for the period from Discontinued Operations	(44,812)	(46,265)	(3)	(123,168)	(124,485)	(1)
Profit for the period	1,049,773	1,612,325	(35)	2,182,248	2,454,457	(11)
Profit Attributable to:						
Owners of the Company	499,332	762,704	(35)	898,654	974,175	(8)
Non controlling interest	550,441	849,621	(35)	1,283,594	1,480,282	(13)
	1,049,773	1,612,325	(35)	2,182,248	2,454,457	(11)
Earnings per share (Rs.)	2.54	3.88	(35)	4.58	4.96	(8)
Earnings per share - Continuing operations (Rs.)	2.66	4.01	(34)	4.91	5.30	(7)
Dividend per ordinary share (Rs.)	-	-	-	0.75	-	-

* Discontinued operations for the current period and prior period refers to results of Arani Agro Oil Industries Private Limited, which is further explained in Note 5.

Figures in brackets indicate deductions.

The notes on pages 16 to 32 form an integral part of these financial statements

6th February 2020

Statement of Profit or Loss and Other Comprehensive Income

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

	For the three months ended 31st December			For the nine months ended 31st December		
	2019	2018	Change %	2019	2018	Change %
Profit for the period	1,049,773	1,612,325	(35)	2,182,248	2,454,457	(11)
Other Comprehensive Income						
Items that may be reclassified subsequently to profit or loss:						
Net change in fair value of fair value through OCI financial assets	(229,708)	69,447	(431)	803,975	(26,710)	(3,110)
Exchange differences on translation of foreign operations	1,085,356	3,591,991	(70)	2,132,262	2,194,666	(3)
Cash flow Hedge reserve	(362,393)	-	-	(362,393)	-	-
Other comprehensive income for the period, net of tax	493,255	3,661,438	(87)	2,573,844	2,167,956	19
Total Comprehensive income for the period	1,543,028	5,273,763	(71)	4,756,092	4,622,413	3
Attributable to:						
Owners of the Company	684,364	2,416,211	(72)	2,257,423	1,897,271	19
Non controlling interest	858,664	2,857,552	(70)	2,498,669	2,725,142	(8)
	1,543,028	5,273,763	(71)	4,756,092	4,622,413	3

The Notes from pages 16 to 32 form an integral part of these financial statements.

Figures in brackets indicate deductions.

6th February 2020

Consolidated Statement of Financial Position

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

	As at 31st December 2019	As at 31.03.2019 (Audited)
ASSETS		
Non - Current Assets		
Property, plant & equipment	56,929,934	55,268,429
Bearer Plants	34,614,347	34,216,375
Prepaid lease payment for land	4,893,072	4,801,099
Right of use assets	247,849	-
Investment properties	3,887,846	3,878,996
Intangible assets	5,341,041	6,010,586
Investments in equity accounted investee (Note 10)	600,706	48,123
Investment in equity securities	6,146,009	5,342,033
Deferred tax assets	4,728,488	4,109,867
Other financial receivables	24,759	24,759
Other non financial receivables	8,036,056	5,729,033
Total non - current assets	125,450,107	119,429,300
Current Assets		
Inventories	9,008,150	6,886,406
Trade receivables	3,824,870	3,648,705
Other financial receivables	1,876,186	1,272,806
Other non financial receivables	14,470,164	7,221,750
Current tax recoverable	627,815	149,619
Investment in equity and debt securities	10,179,972	9,731,706
Investment in unit trusts	1,279,064	270,091
Derivative financial instruments	74,509	59,156
Biological assets	1,581,112	1,497,067
Cash and cash equivalents	14,408,619	14,797,784
	57,330,461	45,535,090
Assets held for sale	703,065	702,927
Total current assets	58,033,526	46,238,017
Total assets	183,483,633	165,667,317
EQUITY AND LIABILITIES		
EQUITY		
Stated capital	1,114,652	1,114,652
Capital reserves	2,786,451	2,786,451
Revenue reserves	30,967,196	28,407,317
Equity attributable to owners of the Company	34,868,299	32,308,420
Non-controlling interest	35,030,523	31,585,445
Total equity	69,898,822	63,893,865

Consolidated Statement of Financial Position

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

	As at 31st December 2019	As at 31.03.2019 (Audited)
LIABILITIES		
Non - Current Liabilities		
Loans and borrowings	53,078,490	42,692,542
Other financial payables	74,579	87,368
Other non financial liabilities	1,452,910	1,343,057
Deferred tax liabilities	10,216,210	10,235,928
Total non - current liabilities	64,822,189	54,358,895
Current Liabilities		
Trade payables	5,945,243	3,941,910
Other financial payables	14,304,806	9,855,815
Derivative financial Instrument	556,370	-
Current tax liabilities	1,337,943	1,093,390
Loans and borrowings	26,618,260	30,445,157
Debenture	-	2,078,285
Total current liabilities	48,762,622	47,414,557
Total liabilities	113,584,811	101,773,452
Total equity and liabilities	183,483,633	165,667,317
Net assets per ordinary share	177.55	164.51

I certify that these financial statements are in compliance with the requirements of Companies Act No. 7 of 2007.

Sgd.

A.P. Weeraratunge

Director

Carsons Management Services (Pvt) Ltd.

The Board of Directors is responsible for the preparation and presentation of these financial statements. These financial statements were approved by the Board on 6th February 2020.

Sgd.

M. Selvanathan

Director

Sgd.

D.C.R. Gunawardena

Director

The notes on pages 16 to 32 form an integral part of these financial statements

Consolidated Statement of Changes in Equity

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

	Stated Capital	Capital Reserves	Revenue Reserves	Attributable to owners of the company	Non - controlling interest	Total Equity
Balance as at 31st March 2019 (Audited)	1,114,652	2,786,451	28,407,317	32,308,420	31,585,445	63,893,865
Profit for the period	-	-	898,654	898,654	1,283,594	2,182,248
Other comprehensive income for the period	-	-	1,358,769	1,358,769	1,215,075	2,573,844
Total comprehensive income for the period	-	-	2,257,423	2,257,423	2,498,669	4,756,092
Transactions with owners of the Company, recognised directly in equity						
Share capital contributed by non-controlling shareholders	-	-	-	-	912,537	912,537
Dividend paid	-	-	(147,290)	(147,290)	-	(147,290)
Dividend paid to non-controlling shareholders	-	-	-	-	(247,822)	(247,822)
Goodwill on change in shareholdings	-	-	331,936	331,936	53,143	385,079
Acquisition, disposal and changes in Non controlling interest	-	-	117,810	117,810	228,551	346,361
Transactions with owners of the company, recognized directly in equity	-	-	302,456	302,456	946,409	1,248,865
Balance as at 31st December 2019 (Unaudited)	1,114,652	2,786,451	30,967,196	34,868,299	35,030,523	69,898,822
Balance as at 31st March 2018 (Audited)	1,114,652	2,684,579	27,702,694	31,501,925	29,148,484	60,650,409
Profit for the period	-	-	974,175	974,175	1,480,282	2,454,457
Other comprehensive expenses for the period	-	-	923,096	923,096	1,244,860	2,167,956
Total comprehensive expenses for the period	-	-	1,897,271	1,897,271	2,725,142	4,622,413
Transactions with owners of the company, recognized directly in equity						
Goodwill on change in shareholdings	-	-	(303,924)	(303,924)	(2)	(303,926)
Acquisition, disposal and changes in non-controlling interest	-	8,923	124,355	133,278	28,066	161,344
Transactions with owners of the company, recognized directly in equity	-	8,923	(179,569)	(170,646)	28,064	(142,582)
Balance as at 31st December 2018 (Unaudited)	1,114,652	2,693,502	29,420,396	33,228,550	31,901,690	65,130,240

The Notes from pages 16 to 32 form an integral part of these financial statements.

Statement of Cash Flow

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(Amounts expressed in Sri Lankan Rs. '000)

For the Nine months ended 31st September	Group	
	2019	2018
Cash flows from operating activities		
Profit before income tax expenses from continuing operations	4,440,507	5,036,941
Loss before income tax expenses from discontinued operations	(123,168)	(124,485)
	4,317,339	4,912,456
Adjustments for:		
Mark to market value adjustments - unrealized	(1,156,127)	1,284,863
Unwinding of discount on compensation receivable	-	(14,524)
Impairment of business assets/new investments	688,288	-
Share of net result of joint venture	3,556	(5,829)
Depreciation - property, plant & equipment	3,074,255	2,667,440
Depreciation - Bearer Plants	1,526,876	1,207,526
Amortization of intangible assets/prepaid lease payment	229,009	181,263
Provision for retiring gratuity	196,059	221,360
Finance expenses	4,995,795	3,635,473
Plasma interest income	(475,678)	-
Profit on disposal of property, plant & equipment	(16,226)	(102,167)
Unrealized loss on Derivative financial instruments	176,151	-
Amortisation of deferred revenue	-	(6,698)
Loss on PPE write-off	-	30,992
Net provision for Inventories	6,390	(77,408)
Exchange impact on translation of foreign operations	(597,722)	709,001
	8,650,626	9,731,292
Operating profit before working capital changes	12,967,965	14,643,746
Changes in:		
Inventories	(2,064,205)	(1,587,271)
Trade and other receivables	(7,191,720)	(3,449,503)
Trade and other payables	6,521,520	(3,203,552)
	10,233,560	6,403,420
Net cash movement in investments	(370,769)	457,482

For the Nine months ended 31st September	Group	
	2019	2018
Cash generated from operations	9,862,791	6,860,902
Interest paid	(4,686,788)	(3,391,603)
Income tax paid	(2,980,328)	(796,839)
Gratuity paid	(149,007)	(170,479)
Net cash generated from operating activities	2,046,668	2,501,981
Cash flows from investing activities		
Payments for property, plant & equipment/investment property	(3,393,205)	(2,404,385)
Payments for bearer plant development costs	(267,435)	(699,459)
Payments for intangible assets/prepaid lease payments	(9,057)	(60,721)
Proceeds from disposal of long term investment in subsidiaries	1,324,188	-
Payments for acquisition of additional interest in subsidiaries	-	(341,043)
Movement in non current VAT and other receivables	(1,645,829)	397,356
Movement in plasma investment	(291,148)	(14,507)
Proceeds from disposal of property, plant & equipment	37,210	186,006
Deposits received	211,950	211,710
Net cash used in investing activities	(4,033,326)	(2,725,042)
Cash flows from financing activities		
Net change in borrowings	(1,545,774)	(4,228,134)
Payment of finance lease creditors	(184,174)	(66,435)
Redemption of units	(4,388)	-
Non controlling interest Contribution for Subsidiary Share issue	-	200,293
Dividend paid to non - controlling shareholders by subsidiaries	(247,822)	-
Dividend paid by the Company	(204,736)	(105,360)
Net cash used in financing activities	(2,186,894)	(4,199,636)
Net decrease in cash & cash equivalents	(4,173,552)	(4,422,697)
Cash & cash equivalents at the beginning of the year	(3,652,490)	(697,439)
Cash & cash equivalents at the end of the period	(7,826,042)	(5,120,136)

The Notes from pages 16 to 32 form an integral part of these financial statements.

Figures in brackets indicate deductions.

Notes to the Condensed Interim Financial Statements

Operating Segment Information - Group

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(a) Segmental results are as follows:

(Amounts expressed in Sri Lankan Rs. '000)

Business Segment	Investment Holdings		Portfolio & Asset Management		Oil Palm Plantation		Oils and fats	
For the three months ended 31st December	2019	2018	2019	2018	2019	2018	2019	2018
Total revenue	3,231	9,058	329,357	85,173	13,072,611	9,172,455	5,955,197	6,048,722
Intra segment revenue	-	-	(28,158)	(20,959)	(3,220,402)	(1,288,612)	(79,812)	(25,608)
Segment revenue	3,231	9,058	301,199	64,214	9,852,209	7,883,843	5,875,385	6,023,114
Inter segment revenue	-	-	-	-	(548,846)	(469,906)	(167,918)	(152,059)
Revenue	3,231	9,058	301,199	64,214	9,303,363	7,413,937	5,707,467	5,871,055
Segment results	(13,415)	(9,378)	970,800	171,501	506,837	745,629	338,488	147,769
Foreign exchange (losses)/gains	-	-	245	(20,186)	397,438	761,238	84,453	(5,356)
Impairment of intangible assets	-	-	-	-	-	-	-	-
Profit/(loss) from operations	(13,415)	(9,378)	971,045	151,315	904,275	1,506,867	422,941	142,413
Net Finance cost	(48,071)	(50,875)	(7,371)	(4,958)	(1,282,915)	(754,241)	(153,705)	(166,578)
Share of net results of equity accounted investee	-	-	1,598	2,014	-	-	(7,885)	-
Profit/(loss) before Income tax expenses	(61,486)	(60,253)	965,272	148,371	(378,640)	752,626	261,351	(24,165)
Income tax expenses								
Current taxation	-	-	(14,968)	(15,182)	(291,132)	(423,036)	(8,134)	(1,517)
Deferred taxation	-	-	(1,689)	-	18,103	152,677	(12,503)	(11,775)
	-	-	(16,657)	(15,182)	(273,029)	(270,359)	(20,637)	(13,292)
Profit/(loss) from continuing operations	(61,486)	(60,253)	948,615	133,189	(651,669)	482,267	240,714	(37,457)
Discontinued operation								
Profit/(loss) from discontinued operation, net of tax	-	-	-	-	-	-	(44,812)	(46,265)
Profit/(loss) for the period	(61,486)	(60,253)	948,615	133,189	(651,669)	482,267	195,902	(83,722)
Attributable to:								
Owners of the Company	(61,486)	(60,253)	546,632	80,920	(366,156)	238,269	67,093	(46,356)
Non controlling interest	-	-	401,983	52,269	(285,513)	243,998	128,809	(37,366)
	(61,486)	(60,253)	948,615	133,189	(651,669)	482,267	195,902	(83,722)

Beverage		Real Estate		Leisure		Management Services		Group	
2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
12,355,377	12,042,985	71,202	81,319	161,034	170,593	150,245	112,448	32,098,254	27,722,753
(197,583)	(188,651)	-	-	-	-	-	-	(3,525,955)	(1,523,830)
12,157,794	11,854,334	71,202	81,319	161,034	170,593	150,245	112,448	28,572,299	26,198,923
-	-	(6,607)	(5,637)	-	-	(146,014)	(108,513)	(869,385)	(736,115)
12,157,794	11,854,334	64,595	75,682	161,034	170,593	4,231	3,935	27,702,914	25,462,808
1,677,389	1,674,276	41,484	49,659	(12,576)	13,555	14,867	(19,338)	3,523,874	2,773,673
11,150	25,848	-	-	16	154	-	-	493,302	761,698
(538,182)	-	-	-	-	-	-	-	(538,182)	-
1,150,357	1,700,124	41,484	49,659	(12,560)	13,709	14,867	(19,338)	3,478,994	3,535,371
(207,408)	(256,866)	5,314	3,487	881	10,738	(430)	39	(1,693,705)	(1,219,254)
-	-	-	-	-	-	-	-	(6,287)	2,014
942,949	1,443,258	46,798	53,146	(11,679)	24,447	14,437	(19,299)	1,779,002	2,318,131
(594,493)	(282,720)	(11,909)	(16,652)	-	-	(1)	-	(920,637)	(739,107)
233,167	(57,849)	(1,799)	(1,750)	941	(1,737)	-	-	236,220	79,566
(361,326)	(340,569)	(13,708)	(18,402)	941	(1,737)	(1)	-	(684,417)	(659,541)
581,623	1,102,689	33,090	34,744	(10,738)	22,710	14,436	(19,299)	1,094,585	1,658,590
-	-	-	-	-	-	-	-	(44,812)	(46,265)
581,623	1,102,689	33,090	34,744	(10,738)	22,710	14,436	(19,299)	1,049,773	1,612,325
277,795	516,248	30,680	32,740	(9,662)	20,435	14,436	(19,299)	499,332	762,704
303,828	586,441	2,410	2,004	(1,076)	2,275	-	-	550,441	849,621
581,623	1,102,689	33,090	34,744	(10,738)	22,710	14,436	(19,299)	1,049,773	1,612,325

Notes to the Condensed Interim Financial Statements

Operating Segment Information - Group

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(a) Segmental results are as follows:

(Amounts expressed in Sri Lankan Rs. '000)

Business Segment	Investment Holdings		Portfolio & Asset Management		Oil Palm Plantation		Oils and fats	
For the Nine months ended 31st December	2019	2018	2019	2018	2019	2018	2019	2018
Total revenue	192,474	27,624	699,790	455,055	32,150,458	27,166,053	16,663,481	16,759,811
Intra segment revenue	-	-	(83,422)	(76,109)	(6,009,732)	(3,386,552)	(223,186)	(85,535)
Segment revenue	192,474	27,624	616,368	378,946	26,140,726	23,779,501	16,440,295	16,674,276
Inter segment revenue	(186,617)	-	-	-	(605,152)	(2,302,218)	(324,119)	(360,058)
Revenue	5,857	27,624	616,368	378,946	25,535,574	21,477,283	16,116,176	16,314,218
Segment results	(47,159)	(35,355)	1,563,445	(1,096,899)	1,996,295	5,533,409	942,977	283,067
Foreign exchange (losses)/gains	-	-	1,448	(33,069)	488,755	(1,122,099)	92,634	92,475
Impairment of intangible assets	-	-	-	-	-	-	-	-
Profit/(loss) from operations	(47,159)	(35,355)	1,564,893	(1,129,968)	2,485,050	4,411,310	1,035,611	375,542
Net Finance cost	(145,920)	(133,335)	(18,015)	(5,626)	(3,698,241)	(2,085,632)	(483,711)	(484,028)
Share of net results of equity accounted investee	-	-	4,329	5,829	-	-	(7,885)	-
Profit/(loss) before Income tax expenses	(193,079)	(168,690)	1,551,207	(1,129,765)	(1,213,191)	2,325,678	544,015	(108,486)
Income tax expenses								
Current taxation	(4,643)	-	(45,255)	(43,050)	(805,394)	(1,450,425)	(31,085)	(4,914)
Deferred taxation	-	-	(1,689)	2,338	372,343	651,703	(76,858)	2,085
	(4,643)	-	(46,944)	(40,712)	(433,051)	(798,722)	(107,943)	(2,829)
Profit/(loss) from continuing operations	(197,722)	(168,690)	1,504,263	(1,170,477)	(1,646,242)	1,526,956	436,072	(111,315)
Discontinued operation								
Profit/(loss) from discontinued operation, net of tax	-	-	-	-	-	-	(123,168)	(124,485)
Profit/(loss) for the period	(197,722)	(168,690)	1,504,263	(1,170,477)	(1,646,242)	1,526,956	312,904	(235,800)
Attributable to:								
Owners of the Company	(197,722)	(168,690)	859,812	(658,663)	(903,412)	729,176	126,074	(130,876)
Non controlling interest	-	-	644,451	(511,814)	(742,830)	797,780	186,830	(104,924)
	(197,722)	(168,690)	1,504,263	(1,170,477)	(1,646,242)	1,526,956	312,904	(235,800)

Beverage		Real Estate		Leisure		Management Services		Group	
2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
37,565,661	33,414,338	224,859	236,636	442,609	486,458	409,064	331,905	88,348,396	78,877,880
(789,162)	(495,368)	-	-	-	-	-	-	(7,105,502)	(4,043,564)
36,776,499	32,918,970	224,859	236,636	442,609	486,458	409,064	331,905	81,242,894	74,834,316
-	-	(21,196)	(16,912)	-	-	(396,396)	(319,913)	(1,533,480)	(2,999,101)
36,776,499	32,918,970	203,663	219,724	442,609	486,458	12,668	11,992	79,709,414	71,835,215
4,763,341	4,795,454	149,607	163,210	(44,664)	31,699	(27,714)	(64,203)	9,296,128	9,610,382
14,794	35,898	-	-	91	323	-	-	597,722	(1,026,472)
(538,182)	-	-	-	-	-	-	-	(538,182)	-
4,239,953	4,831,352	149,607	163,210	(44,573)	32,022	(27,714)	(64,203)	9,355,668	8,583,910
(578,069)	(877,267)	9,617	4,850	3,036	28,218	(302)	22	(4,911,605)	(3,552,798)
-	-	-	-	-	-	-	-	(3,556)	5,829
3,661,884	3,954,085	159,224	168,060	(41,537)	60,240	(28,016)	(64,181)	4,440,507	5,036,941
(1,735,755)	(390,775)	(39,650)	(47,700)	-	-	(1,216)	-	(2,662,998)	(1,936,864)
234,693	(1,166,494)	(4,752)	(5,246)	4,170	(5,521)	-	-	527,907	(521,135)
(1,501,062)	(1,557,269)	(44,402)	(52,946)	4,170	(5,521)	(1,216)	-	(2,135,091)	(2,457,999)
2,160,822	2,396,816	114,822	115,114	(37,367)	54,719	(29,232)	(64,181)	2,305,416	2,578,942
-	-	-	-	-	-	-	-	(123,168)	(124,485)
2,160,822	2,396,816	114,822	115,114	(37,367)	54,719	(29,232)	(64,181)	2,182,248	2,454,457
969,616	1,110,099	107,141	108,073	(33,623)	49,237	(29,232)	(64,181)	898,654	974,175
1,191,206	1,286,717	7,681	7,041	(3,744)	5,482	-	-	1,283,594	1,480,282
2,160,822	2,396,816	114,822	115,114	(37,367)	54,719	(29,232)	(64,181)	2,182,248	2,454,457

Notes to the Condensed Interim Financial Statements

Operating Segment Information - Group

Unaudited Financial Statements for the Nine Months ended 31st December 2019

(b) Segments Assets/ liabilities are as follows:

(Amounts expressed in Sri Lankan Rs. '000)

Business Segment	Investment Holdings		Portfolio & Asset Management		Oil Palm Plantations		Oils and Fats	
As at	31.12.2019	31.03.2019	31.12.2019	31.03.2019	31.12.2019	31.03.2019	31.12.2019	31.03.2019
SEGMENT ASSETS								
Non - Current Assets								
Fixed assets*	-	-	2,090	2,185	67,095,665	65,145,944	7,894,706	8,218,805
Intangible assets	-	-	195,335	198,669	1,676,312	1,674,097	1,290,136	1,421,709
Investments in equity and debt securities	1,443,166	1,254,382	4,747,413	4,135,774	556,136	-	-	-
Deferred tax assets	-	-	922	2,611	4,702,614	4,082,305	-	-
Other financial receivables	-	-	-	-	-	-	-	-
Other non financial receivables	-	-	-	-	8,036,056	5,729,033	-	-
Total non - current assets	1,443,166	1,254,382	4,945,760	4,339,239	82,066,783	76,631,379	9,184,842	9,640,514
Current Assets								
Inventories / biological assets	-	-	-	-	4,144,440	3,750,056	3,263,354	2,053,722
Trade debtors and other financial assets	-	-	13,913	42,299	1,991,524	1,357,433	2,427,257	2,087,508
Other non financial receivables	20,329	16,451	85,093	66,188	9,910,008	5,448,369	3,844,504	716,324
Investments in equity and debt securities	94,033	89,048	11,213,993	9,843,117	-	-	-	-
Cash and cash equivalents	5,749	63,708	2,149,221	1,773,714	638,012	1,529,305	1,884,573	445,430
	120,111	169,207	13,462,220	11,725,318	16,683,984	12,085,163	11,419,688	5,302,984
Assets held for sale	-	-	-	-	-	-	703,065	702,927
Total current assets	120,111	169,207	13,462,220	11,725,318	16,683,984	12,085,163	12,122,753	6,005,911
Total segmental assets	1,563,277	1,423,589	18,407,980	16,064,557	98,750,767	88,716,542	21,307,595	15,646,425
SEGMENT LIABILITIES								
Non - Current Liabilities								
Loans and borrowings/debentures	-	-	-	-	44,859,463	33,607,495	5,534,760	5,701,464
Other financial payables	-	-	-	-	-	-	-	-
Other non financial liabilities	-	-	9,226	7,758	1,160,405	1,057,310	-	-
Deferred tax liabilities	-	-	-	-	3,793,628	3,595,898	343,898	327,235
Total non - current liabilities	-	-	9,226	7,758	49,813,496	38,260,703	5,878,658	6,028,699
Current Liabilities								
Trade and other financial liabilities	167,916	227,415	157,741	194,784	10,753,810	6,632,248	5,462,017	1,924,516
Loans and borrowings/debentures	1,879,889	1,609,594	523,761	182,172	9,210,009	13,642,972	5,611,675	6,709,743
Total current liabilities	2,047,805	1,837,009	681,502	376,956	19,963,819	20,275,220	11,073,692	8,634,259
Total segmental liabilities	2,047,805	1,837,009	690,728	384,714	69,777,315	58,535,923	16,952,350	14,662,958

*Fixed assets include Property Plant & Equipment, Bearer plants, Right of use assets, Leasehold land rights & Investment Properties.

Beverage		Real Estate		Leisure		Management Services		Group	
31.12.2019	31.03.2019	31.12.2019	31.03.2019	31.12.2019	31.03.2019	31.12.2019	31.03.2019	31.12.2019	31.03.2019
19,206,136	18,493,199	4,283,640	4,273,888	2,018,610	2,007,612	72,201	23,266	100,573,048	98,164,899
2,150,905	2,687,583	27,584	27,584	-	-	769	944	5,341,041	6,010,586
-	-	-	-	-	-	-	-	6,746,715	5,390,156
7,828	7,828	-	-	-	-	17,124	17,123	4,728,488	4,109,867
-	-	-	-	24,759	24,759	-	-	24,759	24,759
-	-	-	-	-	-	-	-	8,036,056	5,729,033
21,364,869	21,188,610	4,311,224	4,301,472	2,043,369	2,032,371	90,094	41,333	125,450,107	119,429,300
3,157,832	2,562,431	-	-	23,003	17,180	633	84	10,589,262	8,383,473
1,281,764	1,399,301	28,626	24,558	32,157	69,390	324	178	5,775,565	4,980,667
1,034,714	952,724	144,196	131,805	40,095	26,321	19,040	13,187	15,097,979	7,371,369
-	-	35,132	40,150	115,878	29,482	-	-	11,459,036	10,001,797
9,222,896	10,564,799	335,419	271,930	130,203	123,076	42,546	25,822	14,408,619	14,797,784
14,697,206	15,479,255	543,373	468,443	341,336	265,449	62,543	39,271	57,330,461	45,535,090
-	-	-	-	-	-	-	-	703,065	702,927
14,697,206	15,479,255	543,373	468,443	341,336	265,449	62,543	39,271	58,033,526	46,238,017
36,062,075	36,667,865	4,854,597	4,769,915	2,384,705	2,297,820	152,637	80,604	183,483,633	165,667,317
2,528,249	3,326,271	-	-	156,018	57,312	-	-	53,078,490	42,692,542
-	-	74,579	87,368	-	-	-	-	74,579	87,368
195,235	204,060	3,533	3,302	21,525	19,950	62,986	50,677	1,452,910	1,343,057
4,858,072	5,092,765	1,018,139	1,013,386	202,473	206,644	-	-	10,216,210	10,235,928
7,581,556	8,623,096	1,096,251	1,104,056	380,016	283,906	62,986	50,677	64,822,189	54,358,895
5,140,871	5,417,979	244,641	266,967	158,307	153,112	59,059	74,093	22,144,362	14,891,115
9,320,522	10,327,405	-	-	53,904	51,323	18,500	233	26,618,260	32,523,442
14,461,393	15,745,384	244,641	266,967	212,211	204,435	77,559	74,326	48,762,622	47,414,557
22,042,949	24,368,480	1,340,892	1,371,023	592,227	488,341	140,545	125,003	113,584,811	101,773,452

Notes to the Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

1 REPORTING ENTITY

Carson Cumberbatch PLC is a limited liability company which is incorporated in Sri Lanka. The ordinary shares of the Company have a primary listing on the Colombo Stock Exchange.

The Group is a diversified conglomerate and one of the foremost business establishments in Sri Lanka backed by a heritage of well over 100 years. Today it is positioned as a Group whose outlook is regional and focused on a future which is technology-oriented, results driven and world class.

The Group businesses range from oil palm plantations in Indonesia, palm oil refining in Malaysia to breweries, investment holdings, portfolio & assets management, real estate and leisure in Sri Lanka. The Group has offices in Malaysia, Singapore, Indonesia and India in addition to Sri Lanka.

There were no significant changes in the nature of the principal activities of the Company and the Group during the financial period under review.

2 BASIS OF PREPARATION OF INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements for the period ended 30th September 2019 have been prepared in accordance with LKAS 34 Interim Financial Reporting. The Group has applied the same accounting policies and methods of computation in the preparation of the consolidated financial statements for the current reporting period compared with the audited financial statements as at 31 March 2019.

The interim condensed financial statements are presented in Sri Lankan Rupees (LKR) and all values are rounded to the nearest thousand except when otherwise indicated.

(a) New standards, interpretations and amendments adopted by the Group

The Group and the Company adopted SLFRS 16, 'Leases', with effect from 1st April 2019, which resulted in changes in accounting policies and adjustments to the amounts recognised in the financial statements. The Group and Company has adopted SLFRS 16 using modified retrospective method from 1st April 2019, without restating comparatives for the 2018/19 reporting period, as permitted under the specific transitional provisions in the standard.

On adoption of SLFRS 16, the Company and the Group recognised right-of-use assets and lease liabilities in relation to leases which had previously been classified as 'operating leases' under the principles of LKAS 17, 'Leases'.

i) Nature of the effect of adoption of SLFRS 16

The Group has lease contracts for various items such as lands and vehicles. Vehicle leases are the major asset included in the right of use assets category. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. On adoption of SLFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified

as 'operating leases' under the principles of LKAS 17 Leases. These liabilities were measured at the present value of the remaining lease payments, discounted using the Group's incremental borrowing rate as of the transition date.

ii) Summary of new accounting policies

Set out below are the new accounting policies of the Group upon adoption of SLFRS 16, which have been applied from the date of initial application:

Right of use assets

The Group recognises right of use assets when the underlying asset is available for use. Right of use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right of use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right of use assets are depreciated on a straight-line basis over the shorter of its estimated useful life or the lease term. Right of use assets are subject to impairment.

Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

The effect of adopting SLFRS 16 is, as follows

Description	Right of Use Assets	Lease Creditor
As at 1st April 2019	292,574	296,947
Addition	5,643	5,643
Depreciation	(50,368)	-
Interest Expense	-	26,985
Payments	-	(63,347)
As at 31st December 2019	247,849	266,228

*Lease Creditors classified under Loans and borrowings

Notes to the Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

3 SEGMENTAL INFORMATION

For management purposes the Group's primary format segment reporting is Industry segments. The risks and returns of the Group's operations are primarily determined by the nature of the different activities that the group engages in, rather than the geographical location of these operations.

This is reflected by the Group's organizational structure. Industry segment activities of the group have been broadly classified into eight segments: Investment Holdings, Portfolio and Asset Management, Oil Palm Plantations, Beverage, Real-Estate, Leisure, Oils & Fats and Management Services according to the nature of product sold or service rendered. The principal product and services of each segments are follows.

Investment Holdings	- Holding of Strategic Investments
Portfolio and Asset Management	- Investment and management of listed, private equity, fixed income and unit trust investments
Oils & Fats	- Manufacturing, marketing and selling of refined oils and specialty fats to the bakery, chocolate and confectionery, Ice creams and creamer industries.
Oil Palm Plantations	- Production and sale of palm oil, palm kernel and fresh fruit bunches (FFB) to the local and international market.
Beverage	- Production and sale of Beer, import & distribution of alcoholic beverages.
Real Estate	- Letting office and warehouse premises on rent for commercial purposes.
Leisure	- Hoteliering.
Management Services	- Providing support services to the Group Companies.

Sales between segments are made at prices that approximate the market prices. Segment revenue, segment expenses and segment results include transactions between industry segments. These transactions and any unrealized profits and losses are eliminated on consolidation. Segmental expenses are expenses that are directly attributed to a relevant segment or a portion of expenses that can be allocated on a reasonable basis as determined by the Management.

4 EXCHANGE RATES

The results and net assets of the Group, as reported in Sri Lankan Rupees, are affected by movements in exchange rates between Sri Lankan Rupees and operational currencies of overseas subsidiaries. Carson Cumberbatch PLC uses the average of respective exchange rates prevailing during the period to translate the results and cash flows of overseas Group subsidiaries and associates into Sri Lankan Rupees and period end rates to translate the net assets of those undertakings. The currencies which most influence these translations and the relevant exchange rates, are:

	Nine Months ended 31.12.2019 Rs.	Six Months ended 30.09.2019 Rs.	Three Months ended 30.06.2019 Rs.	Nine Months ended 31.12.2018 Rs.	Year ended 31.03.2019 Rs.
Average rates:					
Malaysian Ringgit	42.88	42.60	42.42	40.52	41.37
US Dollar	178.29	176.97	175.83	164.85	168.52
Indonesian Rupiah (Rp)	0.0126	0.0125	0.0123	0.0114	0.0117
Indian Rupee	2.53	2.53	2.53	2.37	2.41
Period-end rates:					
Malaysian Ringgit	44.38	43.45	42.61	44.08	43.16
US Dollar	181.50	181.73	176.48	182.71	176.09
Indonesian Rupiah (Rp)	0.0131	0.0128	0.0125	0.0126	0.0124
Indian Rupee	2.55	2.58	2.56	2.61	2.55

Notes to the Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

5 DISCONTINUED OPERATION

Loss for the period from discontinued operation

	Group			
	For the three months ended 31st December		For the nine months ended 31st December	
	2019 Rs '000	2018 Rs '000	2019 Rs '000	2018 Rs '000
Revenue	-	-	-	-
Direct operating expenses	-	-	-	-
	-	-	-	-
Other income	-	-	1,529	956
Administrative expenses	(22,302)	(17,188)	(40,507)	(42,766)
Loss from operations	(22,302)	(17,188)	(38,978)	(41,810)
Net finance cost	(22,510)	(29,077)	(84,190)	(82,675)
Loss before Income tax expenses	(44,812)	(46,265)	(123,168)	(124,485)
Income tax expenses				
Current taxation	-	-	-	-
Deferred taxation	-	-	-	-
	-	-	-	-
Loss from discontinued operation, net of tax	(44,812)	(46,265)	(123,168)	(124,485)

The major classes of assets of Oil and Fats segment (Indian operation) classified as held for sale as at 31st December 2019 are as follows:

As at	Group	
	31st December 2019	31st March 2019
	Rs '000	Rs '000
Oils and fats		
Assets		
Property, plant & equipment	703,065	702,927
	703,065	702,927

6 INTANGIBLE ASSETS

	Goodwill	Customer Relationship	Brand	Total as at 31st December 2019	Total as at 31st March 2019
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Cost					
Balance at beginning of period	2,567,154	390,551	2,326,935	5,284,640	5,304,675
Impact on dialution of Equity holding	(119,771)	(4,164)	-	(123,935)	-
Impairment loss	-	-	(538,182)	(538,182)	-
	2,447,383	386,387	1,788,753	4,622,523	5,304,675
Accumulated Amortisation					
Balance at beginning of period	-	351,506	-	351,506	331,984
Impact on dialution of Equity holding	-	(1,041)	-	(1,041)	-
Amortization	-	14,640	-	14,640	19,522
	-	365,105	-	365,105	351,506
Balance at end of the period	2,447,383	21,282	1,788,758	4,257,418	4,953,169

7 RELATED PARTY TRANSACTIONS

For the period ended 31st December	Group		Company	
	2019 Rs '000	2018 Rs '000	2019 Rs '000	2018 Rs '000
Transactions with related parties				
Subsidiaries				
Dividend income received	-	-	-	-
Support service fees paid	-	-	9,000	9,000
Secretarial fees paid	-	-	333	333
Computer fees paid	-	-	450	450
Outstanding balances				
Amount due from related Companies	-	-	184,783	128,642
Joint Ventures				
Secretarial fees received	178	178	-	-

Notes to the Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

8 STATED CAPITAL

As at 31st December	Company / Group	
	2019	2018
	(Rs 000)	(Rs 000)
Issued and Fully Paid		
Ordinary Shares		
196,386,914 Ordinary shares	1,114,652	1,114,652
	1,114,652	1,114,652

9 LOANS AND BORROWINGS

	Group 31st December 2019		Group 31st March 2019	
	Secured (Rs 000)	Unsecured (Rs 000)	Secured (Rs 000)	Unsecured (Rs 000)
(A) Long term bank borrowings	52,669,801	3,003,889	48,592,180	4,899,620
Short term bank borrowings	12,363,743	11,051,912	10,401,187	8,921,073
Finance lease payable	607,405	-	323,639	-
Debenture	-	-	-	2,078,285
	65,640,949	14,055,801	59,317,006	15,898,978
(B) Amount repayable after one year	50,758,589	2,319,900	39,366,271	3,326,271
Amount repayable in one year or less, or on demand	14,882,360	11,735,901	19,950,735	12,572,707
	65,640,949	14,055,801	59,317,006	15,898,978

(C) Goodhope - Loan Refinancing

Goodhope Asia Holdings Limited ("GAHL") successfully completed raising of USD 295 mn of debt facilities ("Facilities") comprising (i) US\$ 170 mn 5-year senior, secured, amortizing term loan from a club of six banks (ii) US\$ 125 mn term-loan facilities comprising \$105 mn 6-year senior secured non-amortizing term loan and US\$ 20 mn working capital facility from a Global Investment Manager. These facilities have been secured by assets of borrowers and guaranties. Proceeds from the Facilities (a) were applied towards repayment of the existing term loan facilities including the USD 400 mn Syndicate Facility – Oil Palm Plantations, and (b) to be used for general corporate and working capital requirements of GAHL and its subsidiaries.

(D) The bank term loans and short term working capital loans of the Oil Palm Plantation sector and Oil & Fats sector are secured by a pledge over property, plant and equipment, bearer plants, fixed deposits and other deposits with financial institutions, Inventories, trade receivables and by within the sector corporate guarantees.

10 JOINT VENTURE WITH J-OIL MILLS INC, JAPAN

Premium Nutrients Private Limited (PNPL), a fully owned subsidiary of Goodhope Asia Holdings Ltd has concluded a business tie-up with J-Oil Mills INC, a listed entity on the Tokyo Stock Exchange, Japan on 2nd December 2019 for equity dilution in two subsidiary Companies of PNPL given below.

PNPL held 100% ownership in Premium Fats Sdn Bhd and Premium Vegetable Oils Sdn Bhd. J-Oil Mills INC acquired 51% stake in Premium Fats Sdn Bhd and a 20% stake in Premium Vegetable Oils Sdn Bhd at a total consideration of USD 12mn. [Equivalent to Rs. 2.17 Bn]

J-Oil Mills, INC engages in the production, processing, and sale of fats and oil products. It operates in three Segments. The oil and fats business segment offers fats and oil, soybean meals, and rapeseed meals. The oil and fats processing business segment offers margarine and powdered oil. The foodstuffs and fine material business includes the production, processing, and sale of starch, and chemical products.

PNPL continues to hold 49% stake in Premium Fats Sdn Bhd and 80% stake in Premium Vegetable Oils Sdn Bhd. Premium Fats Sdn Bhd will no longer be considered as a subsidiary Company within the Carson Cumberbatch Group.

11 IMPAIRMENT OF INTANGIBLE ASSETS

Lion Brewery Ceylon PLC (LBCPLC) acquired brands amounting to Rs. 4,000 mn during FY 2014/15 from Millers Brewery Limited. The said acquisition consisted of five brands namely, Sando Power, Sando Stout, Three Coins, Grand Blonde and Irish Dark. Brands are not amortised as the useful life is considered to be infinite given the nature of the assets. In March 2017 these brands were impaired by Rs. 1,673 mn and the carrying value as at 1 April 2019 was Rs. 2,326 mn.

Consequent to the evaluation of the short term down turn post April Easter Attacks and the inclement weather during the period under review an impairment test was carried out for the brands acquired from Millers Brewery Ltd as at 31st December 2019 as per the accounting standard LKAS 36. LBCPLC had computed its recoverable amount of the acquired brands by forecasting the annual sales values and discounting such estimated cash flows by its cost of equity. Accordingly, the carrying value of the said brands as at 31st December 2019 stands at Rs.1,788 mn resulting in an impairment of Rs. 538 mn which has been charged to the income statement.

Notes to the Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

12 There were no liabilities for management fees or any other similar expenditure not provided for in the interim financial statements.

13 The financial statements presented above have not been audited or reviewed by the Company auditors.

14 Net assets per share has been calculated for all periods, based on the number of Ordinary shares in issue as at 31st December 2019.

15 CONTINGENT LIABILITIES

There were no changes of material nature in the contingent liabilities since the last annual balance sheet date.

16 CAPITAL COMMITMENTS

There were no changes of material nature in the capital commitments since the last annual balance sheet date.

17 EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

No material events took place since December 31st, 2019 that require disclosure in these Financial Statements.

18 DIRECTORS SHAREHOLDING AS AT 31ST DECEMBER 2019

	No of Shares
Mr. Tilak de Zoysa	-
Mr. H. Selvanathan	76,852
Mr. M. Selvanathan	1,805,146
Mr. D.C.R.Gunawardena	-
Mr. S.K. Shah	-
Mr. V. P. Malalasekera	-
Mr. F. Mohideen	-
Mr. R. Theagarajah	-
Mr. W. M. R. S. Dias	-
Mr. A. S. Amaratunga	1,156
Ms. Sharada Selvanathan	-
M/s.M. Selvanathan & H. Selvanathan	449,820
Alternate Directors	
Mr. Krishna Selvanathan (for Mr. M. Selvanathan)	-
Mr. Sudarshan Selvanathan (for Mr. D. C. R. Gunawardena)	-

19 TWENTY MAJOR SHAREHOLDERS - ORDINARY SHARES

Name of Shareholder	As at 31.12.2019	
	No. of Shares	%
1 Bukit Darah PLC A/C No. 2	89,706,431	45.68
2 Tower Investments (Pvt) Ltd	20,927,425	10.66
3 Fulcrum (Private) Limited	19,231,059	9.79
4 Portelet Limited	14,747,670	7.51
5 Newgreens Limited	14,747,670	7.51
6 Employees Provident Fund	5,602,586	2.85
7 Mr. N. Ramaiah	5,543,473	2.82
8 Mrs. V. Nataraj	2,608,447	1.33
9 Mr. V. Nataraj	2,542,074	1.29
10 Goodhope Holdings (Pvt) Limited.	2,167,187	1.10
11 Mr. M. Selvanathan	1,805,146	0.92
12 GF Capital Global Limited	1,759,142	0.90
13 Ceylon Finance and Securities (Private) Ltd	1,606,239	0.82
14 Skan Investments (Pvt) Limited.	1,462,537	0.74
15 Mrs. M.N.C. Pellizzari	939,801	0.48
16 Pershing LLC S/A Averbach Grauson & Co.	769,388	0.39
17 Mr. Satish Selvanathan	703,348	0.36
18 Interkrish Investment Company (Pvt) Limited.	454,488	0.23
19 Mr. K.C. Vignarajah	451,975	0.23
20 Mr. M. Selvanathan & Mr. H. Selvanathan	449,820	0.23

20 PUBLIC HOLDING

The Company is in compliance with the Minimum Public Holding requirements for Companies listed on the Main Board as per Rule 7.13.1.a. of the Listing Rules of the Colombo Stock Exchange, under Option 4, i.e. Float-adjusted Market Capitalization of Rs.2.5Billion with 500 Public Shareholders and a Public Holding percentage of 10%.

The Company's Public Holding as at 31st December 2019

- * Market Capitalization of the Public Holding - Rs.5.38Billion
- * Percentage of ordinary shares held by the public - 14.41%
- * Number of Public Shareholders - 2,004

Notes to the Condensed Interim Financial Statements

Condensed Interim Financial Statements

Unaudited Financial Statements for the Nine Months ended 31st December 2019

21 INVESTOR INFORMATION

As at	Nine Months ended	Third quarter ended	Second quarter ended	First quarter ended	Nine Months ended	Year ended
	31.12.2019	31.12.2019	30.09.2019	30.06.2019	31.12.2018	31.03.2019
Market Performance - Ordinary Shares						
Market value per share (Rs.) - closing	190	190	161	160	170	160
Highest price per share (Rs.)	224	224	178	180	196	199
Lowest price per share (Rs.)	150	154	158	150	156	137
Share Trading						
Value of shares traded (Rs. Mn)	29	9	10	10	28	44
Number of shares traded	170,197	50,374	57,643	62,180	170,355	262,925
Number of trades	512	224	170	118	438	533
Other Information						
Market Capitalization (Rs. Mn)	37,314	37,314	31,618	31,422	33,425	31,422
Enterprise Value (Rs. Mn)	137,632	137,632	128,934	124,704	129,441	123,426

Notes

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Notes

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Corporate Information

Name of the Company

Carson Cumberbatch PLC

Company Registration No.

PQ 41

Legal Form

A Public Quoted Company with limited liability.
Incorporated in Sri Lanka in 1913.

BOARD OF DIRECTORS

Mr. T. de Zoysa (Chairman)
Mr. H. Selvanathan (Deputy Chairman)
Mr. M. Selvanathan
Mr. D.C.R. Gunawardena
Mr. S.K. Shah
Mr. V. P. Malalasekera
Mr. F. Mohideen
Mr. R. Theagarajah
Mr. W. M. R. S. Dias
Mr. A. S. Amaratunga
Ms. S. Selvanathan

Alternate Director

Mr. K. Selvanathan (for M. Selvanathan)
Mr. S. Selvanathan (for D. C. R. Gunawardena)

Audit Committee

Mr. V.P. Malalasekera (Chairman)
Non- Executive/Independent Director
Mr. D. C.R. Gunawardena
Non- Executive Director
Mr. F. Mohideen
Non- Executive/Independent Director
Mr. A. S. Amaratunga
Non-Executive/Independent Director

Remuneration Committee

Mr. T. de Zoysa (Chairman)
Non- Executive/Independent Director
Mr. D. C.R. Gunawardena
Non- Executive Director
Mr. R. Theagarajah
Non- Executive/Independent Director
Mr. W. M. R. S. Dias
Non- Executive/Independent Director

Nomination Committee

Mr. T. de Zoysa (Chairman)
Non- Executive/Independent Director
Mr. D. C.R. Gunawardena
Non- Executive Director
Mr. R. Theagarajah
Non- Executive/Independent Director
Mr. W. M. R. S. Dias
Non- Executive/Independent Director

Related Party Transactions Review Committee

Mr. V.P. Malalasekera (Chairman)
Non- Executive/Independent Director
Mr. F. Mohideen
Non- Executive/Independent Director
Mr. D. C.R. Gunawardena
Non- Executive Director
Mr. H. Selvanathan
Executive Director
Mr. M. Selvanathan
Executive Director
Mr. S.K. Shah
Executive Director

Bankers

Standard Chartered Bank
Bank of Ceylon
Commercial Bank of Ceylon PLC
Hatton National Bank PLC
Nations Trust Bank PLC
Deutsche Bank
Peoples' Bank

Auditors

Messrs KPMG
Chartered Accountants
No. 32A,
Sir Mohamed Macan Markar Mawatha,
Colombo 3
Sri Lanka

Secretaries

Carsons Management Services (Pvt) Ltd.
No. 61, Janadhipathi Mawatha,
Colombo 1
Sri Lanka
Tel: 94-11-2039200
Fax: 94-11-2039300

Registered Office

No. 61,
Janadhipathi Mawatha,
Colombo 1
Sri Lanka
Tel: 94-11-2039200
Fax: 94-11-2039300

Email

carsons@carcumb.com

Corporate Website

www.carsoncumberbatch.com

Parent Company

Bukit Darah PLC

