



SOFTLOGIC HOLDINGS PLC

INTERIM FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2017

Softlogic Holdings PLC

CONSOLIDATED INCOME STATEMENT

In Rs.	Unaudited 12 months to 31-03-2017	Restated 12 months to 31-03-2016	Change as a %	Unaudited 3 months to 31-03-2017	Unaudited 3 months to 31-03-2016	Change as a %
Continuing operations						
Revenue	59,087,730,597	54,599,932,995	8.22	14,275,341,569	13,550,481,540	5.35
Cost of sales	(39,377,706,757)	(36,059,140,163)	9.20	(8,956,614,170)	(8,506,074,187)	5.30
Gross profit	19,710,023,840	18,540,792,832	6.31	5,318,727,399	5,044,407,353	5.44
Other operating income	999,072,567	894,827,630	11.65	257,537,672	283,161,987	(9.05)
Distribution expenses	(3,198,962,678)	(2,924,528,902)	9.38	(935,373,140)	(839,682,459)	11.40
Administrative expenses	(12,191,073,254)	(10,330,133,813)	18.01	(3,626,690,273)	(3,084,171,427)	17.59
Results from operating activities	5,319,060,475	6,180,957,747	(13.94)	1,014,201,658	1,403,715,454	(27.75)
Finance income	897,391,474	917,311,187	(2.17)	321,175,417	178,337,927	80.09
Finance expenses	(4,809,538,225)	(3,246,488,072)	48.15	(1,492,624,530)	(806,265,261)	85.13
Net finance cost	(3,912,146,751)	(2,329,176,885)	67.96	(1,171,449,113)	(627,927,334)	(86.56)
Change in fair value of investment property	354,120,000	13,532,000	2,516.91	354,120,000	13,532,000	2,516.91
Change in insurance contract liabilities	(82,439,974)	(1,028,927,837)	(91.99)	13,048,765	(181,056,534)	107.21
Share of profit of equity accounted investees	9,905,625	13,501,860	(26.64)	(9,716,110)	(432,193)	(2,148.10)
Profit before tax	1,688,499,375	2,849,886,885	(40.75)	200,205,200	607,831,393	(67.06)
Tax expense on profit for the period	(606,654,747)	(741,667,140)	(18.20)	(229,719,117)	(139,013,535)	65.25
Profit/ (loss) after tax	1,081,844,628	2,108,219,745	(48.68)	(29,513,917)	468,817,858	(106.30)
Tax effect on dividends paid to equity holders	(256,548,257)	(151,013,260)	69.88	(141,313,472)	(13,465,340)	949.46
Profit/ (loss) for the period from continuing operations	825,296,371	1,957,206,485	(57.83)	(170,827,389)	455,352,518	(137.52)
Profit/ (loss) for the period from discontinued operation	145,317,367	(72,514,640)	(300.40)	-	(74,591,393)	(100.00)
Profit/ (loss) for the year	970,613,738	1,884,691,845	(48.50)	(170,827,389)	380,761,125	(144.86)
Attributable to:						
Equity holders of the parent	112,524,577	571,999,981	(80.33)	(234,542,588)	146,206,184	(260.42)
Non controlling interest	858,089,161	1,312,691,864	(34.63)	63,715,199	234,554,941	(72.84)
	970,613,738	1,884,691,845	(48.50)	(170,827,389)	380,761,125	(144.86)
Earnings per share - Basic (Rs.)	0.15	0.74	(80.32)	(0.30)	0.19	(260.48)
Dividend per share	0.25	0.25	-	-	-	-

Note : Figures in brackets indicate deductions.
The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

In Rs.	Unaudited 12 months to 31-03-2017	Restated 12 months to 31-03-2016	Change as a %	Unaudited 3 months to 31-03-2017	Unaudited 3 months to 31-03-2016	Change as a %
Profit/ (loss) for the year	970,613,738	1,884,691,845	(48.50)	(170,827,389)	380,761,125	(144.86)
Continuing operations						
Other comprehensive income						
Other comprehensive income to be reclassified to income statement in sbsequent periods						
Currency translation of foreign operations	(4,948,205)	(11,538,598)	(57.12)	(6,277,661)	(4,518,020)	38.95
Net change in fair value on derivative financial instruments	(38,096,017)	(106,930,240)	(64.37)	(10,043,546)	(106,930,240)	(90.61)
Net (loss) / gain on available-for-sale financial assets	(371,744,345)	(1,447,550,151)	(74.32)	(169,937,758)	(676,328,097)	(74.87)
Available-for-sale financial assets reclassified to income statement	(20,364,400)	(105,819,875)	(80.76)	(52,400)	4,562,125	(101.15)
Net other comprehensive income to be reclassified to income statement in subsequent periods	(435,152,967)	(1,671,838,864)	(73.97)	(186,311,365)	(783,214,232)	(76.21)
Other comprehensive income not to be reclassified to income statement in subsequent periods						
Revaluation of land and buildings	856,803,972	2,827,760,339	(69.70)	856,803,972	2,827,760,339	(69.70)
Re-measurement gain/ (loss) on retirement benefits	(50,033,638)	71,768,167	(169.72)	(36,729,313)	71,697,285	(151.23)
Share of other comprehensive income of equity accounted investments	289,308	(376,419)	176.86	289,308	(376,419)	(176.86)
Tax on other comprehensive income not to be reclassified to income statement in subsequent periods	(38,263,450)	(43,034,073)	(11.09)	(29,120,337)	(43,034,073)	(32.33)
Net other comprehensive income not to be reclassified to income statement in subsequent periods	768,796,192	2,856,118,014	(73.08)	791,243,630	2,856,047,132	(72.30)
Other comprehensive income from continuing operations for the period, net of tax	333,643,225	1,184,279,150	(71.83)	604,932,265	2,072,832,900	(70.82)
Other comprehensive income from discontinued operations for the period, net of tax	72,882,792	(195,703,588)	137.24	-	(61,336,363)	
Total comprehensive income for the year, net of tax	1,377,139,755	2,873,267,407	(52.07)	434,104,876	2,392,257,662	(81.85)
Attributable to:						
Equity holders of the parent	335,633,813	1,836,216,203	(81.72)	185,003,027	1,930,378,230	(90.42)
Non-controlling interest	1,041,505,942	1,037,051,204	0.43	249,101,849	461,879,432	(46.07)
	1,377,139,755	2,873,267,407	(52.07)	434,104,876	2,392,257,662	(81.85)

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

In Rs.	Unaudited as at 31-03-2017	Restated as at 31-03-2016	Restated as at 01-04-2015
ASSETS			
Non-current assets			
Property, plant and equipment	36,006,496,833	30,760,141,516	24,909,536,887
Lease rentals paid in advance	852,722,035	853,758,972	854,795,905
Investment property	1,036,999,999	682,880,000	94,848,000
Intangible assets	8,569,237,396	8,701,078,597	8,857,003,875
Investments in associates	68,436,255	60,241,336	26,216,105
Other non-current financial assets	10,232,310,890	11,770,455,928	7,957,967,862
Rental receivable on lease assets and hire purchase	278,938,755	481,364,790	1,807,538,872
Other non current assets	236,545,947	385,626,456	292,792,966
Deferred tax assets	508,967,693	245,373,503	318,527,576
	57,790,655,803	53,940,921,098	45,119,228,048
Current assets			
Inventories	8,978,775,090	8,712,392,800	7,651,914,660
Trade and other receivables	8,565,020,425	8,444,525,068	6,622,803,106
Loans and advances	15,298,369,009	10,828,507,219	10,384,479,602
Rental receivable on lease assets and hire purchase	557,147,388	964,200,007	1,287,992,775
Amounts due from related parties	333,422	807,734	572,053
Other current assets	3,334,840,578	3,507,811,967	3,234,527,730
Short term investments	3,793,755,672	4,508,634,254	8,392,441,152
Cash in hand and at bank	2,786,215,453	2,958,753,845	1,926,725,822
	43,314,457,037	39,925,632,894	39,501,456,900
Investment property held for sale	-	-	2,698,000,000
	43,314,457,037	39,925,632,894	42,199,456,900
Total assets	101,105,112,840	93,866,553,992	87,318,684,948
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Stated capital	5,089,000,000	5,089,000,000	5,089,000,000
Revenue reserves	641,049,270	1,033,552,373	871,208,622
Other components of equity	2,999,437,220	2,666,667,707	1,368,340,826
	8,729,486,490	8,789,220,080	7,328,549,448
Non controlling interests	7,557,058,366	7,542,627,551	8,011,198,585
Total equity	16,286,544,856	16,331,847,631	15,339,748,033
Non-current liabilities			
Insurance contract liabilities	6,616,558,060	6,534,118,177	5,129,272,339
Interest bearing borrowings	30,020,452,984	21,231,336,127	22,844,291,422
Public deposits	2,382,369,730	1,521,942,995	2,214,295,787
Deferred tax liabilities	491,898,301	338,202,428	314,257,283
Employee benefit liabilities	802,427,400	688,105,084	655,925,545
Other deferred liabilities	117,122,579	1,609,638	3,044,433
Other non current financial liabilities	28,848,995	28,732,581	31,710,620
	40,459,678,049	30,344,047,030	31,192,797,429
Current liabilities			
Trade and other payables	6,643,587,092	7,914,514,160	7,216,085,558
Amounts due to related parties	17,565,485	47,339,959	15,970,784
Income tax liabilities	371,320,990	403,919,344	322,656,391
Other current financial liabilities	12,041,918,725	14,875,266,676	14,787,184,778
Current portion of interest bearing borrowings	5,977,298,532	7,188,714,116	4,616,956,512
Other current liabilities	1,438,243,108	1,155,142,814	2,330,891,786
Public deposits	13,653,811,849	12,469,899,392	9,838,392,041
Bank overdrafts	4,215,144,154	3,135,862,870	1,658,001,636
	44,358,889,935	47,190,659,331	40,786,139,486
Total equity and liabilities	101,105,112,840	93,866,553,992	87,318,684,948

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

I certify that the financial statements comply with the requirements of the Companies Act No. 7 of 2007.

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Group Chief Financial Officer

The Board of directors is responsible for the preparation and presentation of these financial statements.

-sgd-

Chairman

-sgd-

Director

07 June 2017
Colombo

Softlogic Holdings PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

GROUP

In Rs.	Attributable to equity holders of parent										Non controlling interest	Total equity
	Stated capital	Treasury Shares	Revaluation reserve	Exchange translation reserve	Available-for-sale reserve	Statutory reserve fund	Other reserves	Cash flow hedge reserve	Revenue reserve	Total		
As at 01 April 2016 - restated	5,089,000,000	(55,921,185)	3,754,705,394	(38,314,379)	(575,351,439)	190,324,200	(502,065,112)	(106,709,772)	1,033,552,373	8,789,220,080	7,542,627,551	16,331,847,631
Profit for the year	-	-	-	-	-	-	-	-	112,524,577	112,524,577	858,089,161	970,613,738
Other comprehensive income	-	-	434,896,450	(4,948,205)	(143,150,790)	-	-	(38,017,471)	(25,670,750)	223,109,234	183,416,783	406,526,017
Total Comprehensive income	-	-	434,896,450	(4,948,205)	(143,150,790)	-	-	(38,017,471)	86,853,827	335,633,811	1,041,505,944	1,377,139,755
Direct cost on issue of shares/ share repurchase	-	-	-	-	-	-	-	-	(18,993,226)	(18,993,226)	(21,724,921)	(40,718,147)
Transfer to reserve fund	-	-	-	-	-	74,815,906	-	-	(74,815,906)	-	-	-
Deferred tax reversal on depreciation impact of revaluation	-	-	(1,656,351)	-	-	-	-	-	1,656,351	-	-	-
Acquisitions, disposals and changes in holding	-	-	-	-	-	-	10,829,974	-	-	10,829,974	(46,234,714)	(35,404,740)
Dividend paid	-	-	-	-	-	-	-	-	(387,204,149)	(387,204,149)	-	(387,204,149)
Subsidiary dividend to non controlling interest	-	-	-	-	-	-	-	-	-	-	(959,115,494)	(959,115,494)
As at 31 March 2017	5,089,000,000	(55,921,185)	4,187,945,493	(43,262,584)	(718,502,229)	265,140,106	(491,235,138)	(144,727,243)	641,049,270	8,729,486,490	7,557,058,366	16,286,544,856
As at 01 April 2015 - as previously stated	5,089,000,000	(55,921,185)	1,636,375,397	(26,775,781)	200,328,059	116,532,044	(502,197,708)	-	1,167,195,634	7,624,536,460	8,157,436,153	15,781,972,613
Prior year adjustment - note B	-	-	-	-	-	-	-	-	(295,987,012)	(295,987,012)	(146,237,568)	(442,224,580)
As at 01 April 2015 - restated	5,089,000,000	(55,921,185)	1,636,375,397	(26,775,781)	200,328,059	116,532,044	(502,197,708)	-	871,208,622	7,328,549,448	8,011,198,585	15,339,748,033
Profit for the year	-	-	-	-	-	-	-	-	571,999,981	571,999,981	1,312,691,864	1,884,691,845
Other comprehensive income	-	-	2,116,971,350	(11,538,598)	(775,679,498)	-	-	(106,709,772)	41,172,740	1,264,216,222	(275,640,660)	988,575,562
Total Comprehensive income	-	-	2,116,971,350	(11,538,598)	(775,679,498)	-	-	(106,709,772)	613,172,721	1,836,216,203	1,037,051,204	2,873,267,407
Direct cost on share issue	-	-	-	-	-	-	-	-	(19,181,879)	(19,181,879)	(13,615,385)	(32,797,264)
Transfer to reserve fund	-	-	-	-	-	73,792,156	-	-	(73,792,156)	-	-	-
Deferred tax reversal on depreciation impact of revaluation	-	-	1,358,647	-	-	-	-	-	-	1,358,647	2,104,297	3,462,944
Acquisitions, disposals and changes in holding	-	-	-	-	-	-	132,596	-	-	132,596	(120,058,400)	(119,925,804)
Dividend paid	-	-	-	-	-	-	-	-	(193,602,071)	(193,602,071)	-	(193,602,071)
Subsidiary dividend to non controlling interest	-	-	-	-	-	-	-	-	-	-	(1,162,387,614)	(1,162,387,614)
As at 31 March 2016 - restated	5,089,000,000	(55,921,185)	3,754,705,394	(38,314,379)	(575,351,439)	190,324,200	(502,065,112)	(106,709,772)	1,197,805,237	8,953,472,944	7,754,292,687	16,707,765,631
Adjustment made as directed by Insurance Board of Sri Lanka	-	-	-	-	-	-	-	-	(164,252,864)	(164,252,864)	(211,665,136)	(375,918,000)
As at 31 March 2016 - restated	5,089,000,000	(55,921,185)	3,754,705,394	(38,314,379)	(575,351,439)	190,324,200	(502,065,112)	(106,709,772)	1,033,552,373	8,789,220,080	7,542,627,551	16,331,847,631

Note : Figures in brackets indicate deductions.
The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

CONSOLIDATED CASH FLOW STATEMENT

In Rs.	Unaudited 12 months to 31-03-2017	Restated 12 months to 31-03-2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax from continuing operations	1,688,499,375	2,849,886,885
Profit/ (loss) before tax from discontinuing operations	146,734,075	(103,169,863)
Profit before tax	1,835,233,450	2,746,717,022
Adjustments for:		
Finance income	(897,391,474)	(1,059,256,615)
Finance cost	4,809,538,225	3,249,698,879
Change in fair value of investment property	(354,120,000)	(13,532,000)
Share of results of associates	(9,905,625)	(13,501,860)
Gratuity provision and related costs	170,729,390	151,091,113
Provisions for/ write off of impaired receivables	391,960,654	124,450,862
Provision for impairment of inventories	204,523,462	216,992,560
Provisions for/ write off of loans and advances	80,441,946	377,926,652
Provisions for/ write off of investments in lease and hire purchase	288,312,537	333,918,930
Depreciation of property, plant and equipment	1,711,865,771	1,535,469,422
(Profit)/ loss on sale of property, plant and equipment	(19,155,280)	(3,328,749)
Profit on sale of investments	(43,037,847)	(110,282,192)
(Profit)/ loss on disposal of investment property	-	803,680
Unrealised (gain)/ loss on foreign exchange	6,977,729	17,392,624
Amortisation/ impairment of intangible assets	348,649,813	279,697,721
Amortisation of prepaid lease rentals	1,036,937	1,036,933
Provision for financial liabilities at fair value through profit or loss	-	3,096,355
Increase / (decrease) in deferred income	174,821,188	22,721,610
Impairment and derecognition of property, plant & equipment and Intangible assets	69,567,436	21,357,916
Profit before working capital changes	8,770,048,312	7,882,470,863
(Increase) / decrease in inventories	(477,758,120)	(1,277,470,701)
(Increase) / decrease in trade and other receivables	(1,098,981,652)	(2,095,457,658)
(Increase) / decrease in loans and advances	(2,849,947,026)	(3,050,425,063)
(Increase) / decrease in investments in lease and hire purchase	321,166,117	1,184,960,754
(Increase) / decrease in other current assets	209,412,483	(273,284,237)
(Increase) / decrease in amounts due from related parties	474,312	(235,681)
Increase / (decrease) in trade and other payables	405,314,497	673,014,260
Increase / (decrease) in amounts due to related parties	(29,774,474)	1,369,175
Increase / (decrease) in other current liabilities	419,984,860	94,619
Increase / (decrease) in public deposits	2,044,339,192	1,939,154,560
Increase / (decrease) in insurance provision	82,439,883	1,404,845,838
Cash generated from operations	7,796,718,384	6,389,036,729
Finance income received	801,291,463	809,484,568
Finance expenses paid	(4,761,426,673)	(3,213,373,741)
Dividend received	(2,000,016)	8,998,000
Tax paid	(1,088,653,474)	(550,268,367)
Gratuity paid	(88,313,236)	(52,297,920)
Net cash flow from operating activities	2,657,616,448	3,391,579,269
CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES		
Purchase and construction of property, plant and equipment	(6,394,499,201)	(4,759,704,651)
Addition to intangible assets	(221,672,346)	(131,742,624)
(Increase)/ decrease in other non-current assets	564,222	(92,833,490)
(Purchase) / disposal of short term investments (net)	(1,587,779,901)	(743,727,475)
Dividends received	99,942,789	135,944,407
(Purchase) / disposal of other non-current financial assets	(572,253,862)	(1,251,117,200)
Proceeds from disposal of subsidiary (A)	1,424,337,122	-
Proceeds from sale of investment property (net of tax)	-	1,497,196,320
Proceeds from sale of property, plant and equipment	154,864,023	109,327,701
Net cash flow from used in investing activities	(7,096,497,154)	(5,236,657,012)
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES		
Dividend paid to non-controlling interest	(959,115,494)	(181,008,974)
Proceeds from shareholders with non-controlling interest on issue of shares in subsidiaries	-	845,708,336
Repayment of non-controlling interest on repurchase of shares in subsidiaries	-	(368,726,833)
Proceeds from long term borrowings	15,809,249,622	10,812,256,492
(Increase) / decrease of controlling interest	(247,887,644)	(1,860,957,354)
(Increase) / decrease in other non-current financial liabilities	116,414	3,282,313
Repayment of long term borrowings	(8,576,285,815)	(10,403,803,296)
Proceeds from / (repayment of) short term borrowings (net)	(2,833,347,951)	109,057,570
Direct cost on issue of shares/ share repurchase	(40,718,147)	(32,797,264)
Dividend paid to equity holders of parent	(387,204,149)	(193,602,071)
Net cash flow from/ (used in) financing activities	2,764,806,836	(1,270,591,081)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,674,073,870)	(3,115,668,824)
CASH AND CASH EQUIVALENTS AT THE BEGINNING	2,531,997,653	5,648,046,408
Effect of exchange rate changes	111,448	(379,931)
CASH AND CASH EQUIVALENTS AT THE END	858,035,231	2,531,997,653
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Continuing operations		
Favourable balances		
Cash in hand and at Bank	2,786,215,453	2,958,753,845
Short term investments	2,286,963,932	2,709,106,678
Unfavourable balances		
Bank overdrafts	(4,215,144,154)	(3,135,862,870)
Cash and cash equivalents	858,035,231	2,531,997,653

Note : Figures in brackets indicate deductions.
The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

CONSOLIDATED CASH FLOW STATEMENT

(A) Disposal of subsidiaries

Asian Alliance General Insurance Ltd, which is a 43.97% owned subsidiary of Softlogic Holdings PLC via investment under Softlogic Life Insurance PLC (previously known as Asian Alliance Insurance PLC), was disposed on 3 October 2016 by way of sale all of the shares it held at Asian Alliance General Insurance Ltd.

The disposal had the following effect on the group's assets and liabilities.

In Rs.	Unaudited 12 months to 31-03-2017
Property, plant and equipment	43,772,478
Intangible assets	200,000
Other non current assets	148,516,287
Deferred tax assets	52,675,692
Inventories	6,852,368
Trade and other receivables	633,065,940
Other current assets	93,598,631
Short term investments	1,937,644,252
Cash in hand and at bank	49,243,310
Deferred tax liabilities	(240,093)
Employee benefit liabilities	(18,127,472)
Trade and other payables	(1,676,241,565)
Income tax liabilities	(23,708,572)
Other current liabilities	(196,192,814)
Bank overdrafts	(30,722,929)
Net identifiable assets and liabilities	1,020,335,513
Share of net assets disposed	448,614,346
Non controlling interest investment reversal	784,457,291
Gain on disposal	256,326,165
Cash (net) consideration to be received on disposal of non-current investments	(46,540,299)
Cash consideration received on disposal of non-current investments	1,442,857,503
Net cash and cash in hand disposed	(18,520,381)
Net cash inflow on disposal of non-current investments	1,424,337,122

The assets and liabilities as at the acquisition date are stated at their provisional fair values and may be amended in accordance with SLFRS 3 - Business Combinations.

Softlogic Holdings PLC

COMPANY INCOME STATEMENT

In Rs.	Unaudited 12 months to 31-03-2017	Audited 12 months to 31-03-2016	Change as a %	Unaudited 3 months to 31-03-2017	Unaudited 3 months to 31-03-2016	Change as a %
Revenue	628,427,166	600,385,932	4.67	158,743,735	156,457,797	1.46
Cost of sales	(200,180,876)	(179,629,772)	11.44	(51,615,655)	(45,710,950)	12.92
Gross profit	428,246,290	420,756,160	1.78	107,128,080	110,746,847	(3.27)
Dividend income	1,056,404,290	1,169,827,933	(9.70)	681,860,903	23,550,599	2,795.30
Other operating income	1,137,299,866	719,453,832	58.08	25,840,157	701,048,282	(96.31)
Administrative expenses	(611,924,563)	(385,586,997)	58.70	(190,098,214)	(140,669,463)	35.14
Results from operating activities	2,010,025,883	1,924,450,928	4.45	624,730,926	694,676,265	(10.07)
Finance income	1,045,636,385	359,796,925	190.62	339,087,137	108,985,717	211.13
Finance expenses	(2,039,862,417)	(1,220,414,677)	67.15	(566,853,912)	(357,350,716)	58.63
Net finance cost	(994,226,032)	(860,617,752)	15.52	(227,766,775)	(248,364,999)	(8.29)
Change in fair value of investment property	62,176,317	95,383,063	(34.81)	62,176,317	95,383,063	(34.81)
Profit before tax	1,077,976,168	1,159,216,239	(7.01)	459,140,468	541,694,329	(15.24)
Tax expense	(52,560,266)	(127,446,638)	(58.76)	(5,060,266)	(91,055,346)	(94.44)
Profit for the year	1,025,415,902	1,031,769,601	(0.62)	454,080,202	450,638,983	0.76

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

STATEMENT OF COMPREHENSIVE INCOME

In Rs.	Unaudited 12 months to 31-03-2017	Audited 12 months to 31-03-2016	Change as a %	Unaudited 3 months to 31-03-2017	Unaudited 3 months to 31-03-2016	Change as a %
Profit for the year	1,025,415,902	1,031,769,601	(0.62)	454,080,202	450,638,983	0.76
Other comprehensive income						
Other comprehensive income not to be reclassified to income statement in subsequent periods						
Actuarial gains/ (loss) on retirement benefits	(1,337,860)	(7,236,739)	(81.51)	(1,337,860)	(7,236,739)	(81.51)
	(1,337,860)	(7,236,739)	(81.51)	(1,337,860)	(7,236,739)	(81.51)
Tax on other comprehensive income	374,601	2,026,286	(81.51)	374,601	2,026,286	(81.51)
Other comprehensive income for the year, net of tax	(963,259)	(5,210,453)	(81.51)	(963,259)	(5,210,453)	(81.51)
Total comprehensive income for the year, net of tax	1,024,452,643	1,026,559,148	(0.21)	453,116,943	445,428,530	1.73

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

COMPANY STATEMENT OF FINANCIAL POSITION

In Rs.	Unaudited as at 31-03-2017	Audited as at 31-03-2016
ASSETS		
Non-current assets		
Property, plant and equipment	201,286,751	130,772,378
Investment property	609,385,000	546,500,000
Intangible assets	1,040,255	2,510,822
Investments in subsidiaries	13,598,298,653	12,062,825,177
Investments in associates	11,000,000	11,000,000
Other non current financial assets	1,490,000,000	468,957,025
	15,911,010,659	13,222,565,402
Current assets		
Trade and other receivables	166,515,467	251,924,055
Amounts due from related parties	5,962,701,013	5,183,549,885
Other current assets	16,829,848	45,288,342
Short term investments	1,665,030,219	2,110,363,247
Cash in hand and at bank	92,204,224	105,683,489
	7,903,280,771	7,696,809,018
Total assets	23,814,291,430	20,919,374,420
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Stated capital	5,089,000,000	5,089,000,000
Revenue reserves	2,008,175,015	1,373,222,372
Total equity	7,097,175,015	6,462,222,372
Non-current liabilities		
Interest bearing borrowings	8,509,979,170	4,533,628,353
Employee benefit liabilities	49,130,020	43,389,551
Other non current financial liabilities	186,200,000	165,000,000
Other deferred liabilities	147,747,752	-
Deferred tax liabilities	23,696,010	22,689,470
	8,916,752,952	4,764,707,374
Current liabilities		
Trade and other payables	24,132,881	31,361,772
Amounts due to related parties	68,063,660	270,683,835
Income tax liabilities	56,554,781	36,662,162
Other current financial liabilities	4,447,997,514	6,727,193,704
Current portion of interest bearing borrowings	2,580,018,501	2,354,816,617
Other current liabilities	73,349,287	30,333,590
Bank overdrafts	550,246,839	241,392,994
	7,800,363,463	9,692,444,674
Total equity and liabilities	23,814,291,430	20,919,374,420

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

I certify that the financial statements comply with the requirements of the Companies Act No. 7 of 2007.

-sgd-

Group Chief Financial Officer

The Board of directors is responsible for the preparation and presentation of these financial statements.

-sgd-

Chairman

-sgd-

Director

07 June 2017

Colombo

Softlogic Holdings PLC

COMPANY STATEMENT OF CHANGES IN EQUITY

COMPANY

In Rs.	Stated capital	Revenue reserve	Total
As at 01 April 2016	5,089,000,000	1,373,222,372	6,462,222,372
Profit for the year	-	1,025,415,902	1,025,415,902
Other comprehensive loss	-	(963,259)	(963,259)
Total comprehensive income	-	1,024,452,643	1,024,452,643
Dividend paid	-	(389,500,000)	(389,500,000)
As at 31 March 2017	5,089,000,000	2,008,175,015	7,097,175,015
As at 01 April 2015	5,089,000,000	541,413,224	5,630,413,224
Profit for the year	-	1,031,769,601	1,031,769,601
Other comprehensive loss	-	(5,210,453)	(5,210,453)
Total comprehensive income	-	1,026,559,148	1,026,559,148
Dividend paid	-	(194,750,000)	(194,750,000)
As at 31 March 2016	5,089,000,000	1,373,222,372	6,462,222,372

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

COMPANY STATEMENT OF CASH FLOW

In Rs.	Unaudited 12 months to 31-03-2017	Audited 12 months to 31-03-2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,077,976,168	1,159,216,239
Adjustments for:		
Finance income	(1,045,636,385)	(359,796,925)
Dividend income	(1,056,404,290)	(1,169,827,933)
Finance cost	2,039,862,417	1,220,414,677
Change in fair value of investment property	(62,176,317)	(95,383,063)
Gratuity provision and related costs	10,075,034	6,988,842
Provisions for impairment	219,488,135	91,737,770
Depreciation of property, plant and equipment	28,898,601	21,199,039
Profit on sale of property, plant and equipment	(4,577,585)	63,245
Profit on sale of investments	(1,112,455,617)	(700,929,730)
Amortisation/ impairment of intangible assets & loan processing fee	3,716,100	2,346,643
Deferred revenue	(18,018,014)	-
Impairment & derecognition of property, plant & equipment	-	142,878
Profit before working capital changes	80,748,247	176,171,682
(Increase) / decrease in trade and other receivable	7,555,404	(10,199,464)
(Increase) / decrease in other current assets	13,305,725	(23,564,241)
(Increase) / decrease in amount due from related parties	(866,777,748)	(2,893,042,004)
Increase / (decrease) in trade and other payables	(7,228,890)	26,354,760
Increase / (decrease) in amount due to related parties	(202,742,045)	122,678,201
Increase / (decrease) in other current liabilities	194,166,463	6,324,253
Cash generated from / (used in) operations	(780,972,844)	(2,595,276,813)
Finance income received	843,469,413	370,641,133
Finance expenses paid	(1,992,112,198)	(1,209,603,618)
Dividend received	1,056,404,290	169,648,939
Tax paid	(16,133,737)	-
Gratuity paid	(5,550,554)	(1,505,761)
Net cash flow used in operating activities	(894,895,630)	(3,266,096,120)
CASH FLOWS FROM /(USED IN) INVESTING ACTIVITIES		
Purchase and construction of property, plant and equipment	(51,195,819)	(10,902,646)
Addition to investment property	(708,683)	(8,475,551)
Addition to intangible assets	(2,245,531)	(3,133,957)
(Purchase) / disposal of other non current financial assets	(1,021,042,975)	808,990,523
Proceeds from disposal of controlling interest	1,173,296,412	1,979,727,343
Increase in interest in subsidiaries	(1,650,322,600)	(1,838,945,320)
Proceeds from disposal of Short term investments	(2,500,000)	-
Proceeds from sale of property, plant and equipment	17,308,425	18,758,978
Net cash flow from/ (used in) investing activities	(1,537,410,771)	946,019,370
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES		
Proceeds from long term borrowings	6,932,770,102	2,524,765,770
Repayment of long term borrowings	(2,825,300,622)	(3,845,522,243)
Proceeds from / (repayment of) short term borrowings (net)	(2,279,196,189)	2,535,594,936
Increase/ (decrease) in other non current financial liabilities	21,200,000	(344,915,332)
Dividend paid to equity holders of parent	(389,500,000)	(194,750,000)
Net cash flow from financing activities	1,459,973,291	675,173,131
NET DECREASE IN CASH AND CASH EQUIVALENTS	(972,333,110)	(1,644,903,619)
CASH AND CASH EQUIVALENTS AT THE BEGINNING	514,290,495	2,159,194,114
CASH AND CASH EQUIVALENTS AT THE END	(458,042,615)	514,290,495
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Favourable balances		
Cash in hand and at bank	92,204,224	105,683,489
Short term investments	-	650,000,000
Unfavourable balances		
Bank overdrafts	(550,246,839)	(241,392,994)
Cash and cash equivalents	(458,042,615)	514,290,495

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

OPERATING SEGMENT INFORMATION

REVENUE AND PROFIT For the year ended 31 March	Information Technology		Leisure		Retail		Auto Motoriles		Financial Services		Healthcare Services		Others		Group	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Continuing operations																
Revenue																
Total revenue	18,569,379,576	17,101,632,636	1,296,213,079	1,067,208,936	20,510,917,873	19,412,045,815	1,640,445,885	1,323,594,183	8,987,166,802	7,861,708,030	10,759,284,015	9,952,384,806	652,470,450	617,444,582	62,415,877,680	57,336,018,988
Inter group	(1,030,029,480)	(1,019,798,838)	(132,116,560)	(140,657,524)	(890,816,622)	(809,139,414)	(232,985,368)	(145,452,589)	(13,989,717)	(16,572,683)	(386,689,900)	-	(641,525,346)	(604,464,942)	(3,328,147,083)	(2,736,085,900)
Total external revenue	17,539,350,096	16,081,833,798	1,164,102,519	926,551,412	19,620,101,251	18,602,906,401	1,407,460,517	1,178,141,594	8,973,177,085	7,845,135,347	10,372,594,025	9,952,384,806	16,945,104	12,979,640	59,087,730,597	54,599,932,998
Operating profit/ (loss)	689,630,715	775,666,499	(143,467,281)	37,030,267	2,091,859,540	1,717,128,448	(82,530,846)	(111,130,879)	851,524,809	1,479,637,281	2,141,096,488	2,125,757,938	(229,052,950)	156,868,193	5,319,060,475	6,180,957,747
Finance income	35,973,647	5,324,556	18,434,481	6,453,715	82,540,036	40,545,152	105,134	236,013	706,896,899	687,386,526	40,450,402	173,210,102	12,990,875	4,155,123	897,391,474	917,311,187
Finance cost	(349,390,618)	(297,377,642)	(279,273,130)	(129,278,412)	(1,767,492,128)	(1,051,401,221)	(158,724,094)	(90,042,533)	(217,718,035)	(131,508,913)	(824,486,154)	(690,078,885)	(1,212,454,466)	(856,800,466)	(4,869,538,225)	(3,246,488,072)
Change in fair value of investment property	-	-	-	-	354,120,000	13,532,000	-	-	-	-	-	-	-	-	354,120,000	13,532,000
Share of results of associates	-	-	-	-	-	-	-	-	-	-	(11,055,885)	-	20,961,510	13,501,860	9,905,625	13,501,860
Change in insurance contract liabilities	-	-	-	-	-	-	-	-	(82,439,974)	(1,028,927,837)	-	-	-	-	(82,439,974)	(1,028,927,837)
Profit/ (loss) before taxation	376,214,144	483,613,413	(404,305,930)	(85,794,430)	761,027,448	719,804,379	(241,149,806)	(200,937,399)	1,258,263,699	1,006,587,057	1,346,004,851	1,608,889,155	(1,407,555,031)	(682,275,290)	1,688,499,375	2,849,886,885
Tax expense on profit for the period	(117,325,707)	(122,713,000)	109,492,881	(6,770,502)	(374,909,834)	(247,812,012)	(2,576,017)	(18,362,689)	(100,785,400)	(25,602,960)	(66,223,570)	(201,854,668)	(54,327,100)	(118,551,309)	(686,654,747)	(741,667,140)
Profit after tax	258,888,437	360,900,413	(294,813,049)	(92,564,932)	386,117,614	471,992,367	(243,725,823)	(219,300,088)	1,157,478,299	980,984,097	1,279,781,281	1,407,034,487	(1,461,882,131)	(800,826,599)	1,001,844,628	2,108,219,745
Tax effect on dividends paid to equity holders	-	(10,679,752)	-	-	(29,090,000)	(8,571,087)	-	-	(64,931,995)	(8,357,852)	(102,508,942)	(4,098,315)	(60,017,320)	(119,306,254)	(256,548,257)	(151,013,260)
Profit/ (loss) from continuing operations	258,888,437	350,220,661	(294,813,049)	(92,564,932)	357,027,614	463,421,280	(243,725,823)	(219,300,088)	1,092,546,304	972,626,245	1,177,272,339	1,402,936,172	(1,521,899,451)	(920,132,853)	825,296,371	1,957,206,485
Profit/ (loss) for the period from discontinued operation	-	-	-	-	-	-	-	-	145,317,367	(72,514,640)	-	-	-	-	145,317,367	(72,514,640)
Profit/ (loss) after taxation	258,888,437	350,220,661	(294,813,049)	(92,564,932)	357,027,614	463,421,280	(243,725,823)	(219,300,088)	1,237,863,671	900,111,605	1,177,272,339	1,402,936,172	(1,521,899,451)	(920,132,853)	970,613,738	1,884,691,845
Depreciation of property, plant & equipment (PPE)	75,458,614	69,433,601	238,483,628	197,836,577	382,939,780	353,289,383	38,567,759	41,919,064	158,860,710	151,611,229	783,322,747	694,707,882	34,943,291	26,671,686	1,712,576,529	1,535,469,422
Amortisation of lease rentals paid in advance	-	-	-	-	-	-	-	-	-	-	1,036,933	1,036,933	-	-	1,036,933	1,036,933
Amortisation of intangible assets	44,415,320	20,390,565	15,399,250	48,541,865	60,933,475	58,473,344	25,482,915	25,801,495	215,388,613	141,423,428	8,521,877	8,521,877	3,716,100	2,346,642	348,354,635	279,697,721
Retirement benefit obligations and related cost	22,387,120	18,237,151	3,762,213	3,519,617	22,387,120	22,387,120	1,429,409	1,814,886	27,127,801	22,647,521	80,844,508	71,992,784	10,227,643	7,077,660	171,261,609	151,091,114
Purchase and construction of PPE	54,112,957	48,851,946	3,049,948,987	2,700,035,206	700,463,966	1,127,773,459	13,778,874	20,580,982	258,194,492	206,686,393	2,214,358,498	1,084,823,159	105,131,423	63,370,297	6,475,989,197	5,292,121,442
Additions to intangible assets	91,664,587	63,360,178	15,993,779	6,405,486	39,197,547	44,526,445	-	-	72,570,801	14,316,558	-	-	2,245,532	3,133,957	221,672,346	131,742,624

REVENUE AND PROFIT For the three months ended 31 March	Information Technology		Leisure		Retail		Auto Motoriles		Financial Services		Healthcare Services		Others		Group	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Continuing operations																
Revenue																
Total revenue	4,320,063,294	3,786,959,015	523,678,017	366,721,975	4,732,628,105	4,751,699,068	410,986,068	307,096,211	2,409,813,809	2,200,073,770	2,868,642,107	2,645,123,754	164,695,523	160,476,298	15,430,506,923	14,218,150,091
Inter group	(365,252,838)	(215,674,326)	(29,602,352)	(15,023,661)	(357,432,703)	(195,662,743)	(138,734,804)	(101,124,418)	(2,118,297)	17,573,763	(99,885,189)	-	(162,139,171)	(157,757,168)	(1,155,165,354)	(667,668,551)
Total external revenue	3,954,810,456	3,571,284,689	494,075,665	351,698,314	4,375,195,402	4,556,036,325	272,251,264	205,971,793	2,407,695,512	2,217,647,533	2,768,756,918	2,645,123,754	2,586,352	2,719,132	14,275,341,569	13,550,481,540
Operating profit/ (loss)	111,961,691	126,193,625	(100,207,301)	64,243,417	347,709,244	353,709,915	(51,582,975)	(64,004,895)	287,828,779	250,791,124	586,932,084	483,186,293	(168,439,864)	189,595,975	1,014,201,658	1,403,715,454
Finance income	8,085,381	2,022,651	13,679,155	(1,239,969)	25,957,861	20,356,944	37,172	93,525	246,349,680	99,516,495	26,439,680	55,516,676	626,638	2,071,605	321,175,417	178,337,927
Finance cost	(75,417,376)	(73,939,672)	(142,434,357)	55,552,120	(725,906,270)	(295,161,452)	(40,165,186)	(23,471,200)	(55,196,002)	(54,577,687)	(210,306,512)	(212,803,691)	(243,198,827)	(201,863,679)	(1,482,624,530)	(806,265,261)
Change in fair value of investment property	-	-	-	-	354,120,000	13,532,000	-	-	-	-	-	-	-	-	354,120,000	13,532,000
Share of results of associates	-	-	-	-	-	-	-	-	-	-	(11,055,885)	-	1,339,775	(432,193)	(9,716,110)	(432,193)
Change in insurance contract liabilities	-	-	-	-	-	-	-	-	13,048,765	(181,056,534)	-	-	-	-	13,048,765	(181,056,534)
Profit/ (loss) before taxation	44,629,696	54,276,604	(228,962,503)	118,555,568	1,880,835	92,437,407	(91,710,989)	(87,382,570)	492,031,072	114,673,398	392,009,367	325,899,278	(409,672,278)	(10,628,292)	200,205,200	607,831,393
Tax expense on profit for the period	(44,691,669)	15,056,705	77,104,277	(1,221,863)	(191,342,305)	(86,187,157)	3,271,494	(12,695,494)	(38,109,505)	17,571,936	(31,065,252)	(9,482,692)	(4,886,157)	(62,054,970)	(229,719,117)	(139,013,535)
Profit after tax	(61,973)	69,333,309	(151,858,226)	117,333,705	(189,461,470)	6,250,250	(88,439,495)	(100,078,064)	453,921,567	132,245,334	360,944,115	316,416,586	(414,558,435)	(68,823,262)	(29,513,917)	468,817,858
Tax effect on dividends paid to equity holders	-	-	-	-	(4,080,000)	(8,366,087)	-	-	(47,941,808)	(2,462,500)	(52,953,780)	-	(36,337,884)	(2,636,753)	(141,313,472)	(13,465,340)
Profit/ (loss) from continuing operations	(61,973)	69,333,309	(151,858,226)	117,333,705	(193,541,470)	(2,115,837)	(88,439,495)	(100,078,064)	405,979,759	129,782,834	307,990,335	316,416,586	(450,896,319)	(75,320,015)	(170,827,389)	455,352,518
Profit/ (loss) for the period from discontinued operation	-	-	-	-	-	-	-	-	-	(74,591,393)	-	-	-	-	-	(74,591,393)
Profit/ (loss) after taxation	(61,973)	69,333,309	(151,858,226)	117,333,705	(193,541,470)	(2,115,837)	(88,439,495)	(100,078,064)	405,979,759	55,191,441	307,990,335	316,416,586	(450,896,319)	(75,320,015)	(170,827,389)	380,761,125
Depreciation of property, plant & equipment (PPE)	20,358,570	21,112,877	97,116,664	67,964,425	103,467,828	89,235,802	9,315,779	14,214,857	31,549,102	37,942,942	202,999,775	174,894,895	13,999,406	9,845,245	478,807,124	415,211,043
Amortisation of lease rentals paid in advance	-	-	-	-	-	-	-	-	-	-	259,233	259,233	-	-	259,233	259,233
Amortisation of intangible assets	(529,389)	5,535,459	4,055,321	12,335,941	15,501,240	16,335,303	-	-	101,427,981	30,042,134	2,130,469	2,130,469	935,921	927,570	123,521,543	67,306,876
Retirement benefit obligations and related cost	6,205,963	3,413,821	8,496,278	(2,091,383)	13,266,275	8,467,223	(99,704)	(83,304)	7,154,633	7,186,849	23,224,449	27,480,085	2,403,219	1,073,422	40,299,633	45,446,713
Purchase and construction of PPE	20,086,197	17,886,956	551,874,474	1,072,067,078	224,682,966	221,083,455	1,101,719	1,500,135	154,752,115	36,816,013	726,550,422	406,626,263	13,823,524	12,626,236	1,692,970,547	1,768,614,765
Additions to intangible assets	28,318,809	46,432,030	15,784,979	-	15,766,475	1,624,289	-	-	70,484,129	2,412,857	-	-	-	-	129,764,392	50,469,176

Note : Figures in brackets indicate deductions.

The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

OPERATING SEGMENT INFORMATION

As at 31 March	Information Technology		Leisure		Retail		Auto Mobiles		Financial Services		Healthcare Services		Others		Group	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Property, plant and equipment	193,232,459	216,147,508	11,150,981,441	8,411,650,895	6,551,505,556	6,290,256,032	316,010,586	350,026,054	972,971,610	905,691,413	14,384,167,796	12,322,259,325	201,878,453	131,493,110	33,770,747,901	28,627,524,337
Lease rentals paid in advance	-	-	-	-	-	-	-	-	-	-	852,722,035	853,758,972	-	-	852,722,035	853,758,972
Investment property	205,530,000	217,620,000	1,100,000,000	1,075,000,000	1,410,722,258	999,880,000	-	-	-	-	-	-	609,385,000	546,500,000	3,325,637,258	2,839,000,000
Intangible assets	258,841,132	211,886,943	19,802,283	5,808,498	347,591,287	369,327,215	-	-	129,690,849	86,214,254	-	-	-	2,510,822	796,965,805	675,747,732
Other non current financial assets	3,066,786	5,587,237	-	-	470,481,771	289,952,006	-	-	9,408,789,961	11,064,792,537	349,972,372	407,624,148	-	2,500,000	10,232,310,890	11,770,455,928
Rental receivable on lease assets and hire purchase	-	-	-	-	-	-	-	-	278,938,755	481,364,790	-	-	-	-	278,938,755	481,364,790
Other non current assets	11,200,657	16,578,165	8,456,000	8,456,000	202,378,787	161,163,561	6,677,169	2,327,169	3,500,000	143,654,400	4,333,334	5,333,335	-	48,113,826	236,545,947	385,626,456
Segment non current assets	671,871,034	667,819,853	12,279,239,724	9,500,915,393	8,982,679,659	8,110,578,814	322,687,755	352,353,223	10,793,891,175	12,681,717,394	15,591,195,537	13,588,975,780	812,303,707	731,117,758	49,453,868,591	45,633,478,215
Investments in associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	68,436,255	60,241,336
Goodwill	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,115,823,525	4,115,823,525
Intangible assets through business combinations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,696,448,066	3,909,507,340
Deferred tax assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	508,967,693	245,373,503
Eliminations/ adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(52,888,327)	(23,502,821)
Total non current assets	671,871,034	667,819,853	12,279,239,724	9,500,915,393	8,982,679,659	8,110,578,814	322,687,755	352,353,223	10,793,891,175	12,681,717,394	15,591,195,537	13,588,975,780	812,303,707	731,117,758	57,790,655,803	53,940,921,098
Inventories	1,715,064,302	1,443,505,385	668,746,653	20,890,866	5,488,269,564	5,601,855,070	475,439,660	689,875,586	115,944,123	512,207,690	515,310,788	444,058,204	-	-	8,978,775,090	8,712,392,801
Trade and other receivables	2,193,495,897	2,613,432,113	185,592,755	139,516,604	4,813,423,239	4,140,880,904	88,061,660	32,376,972	833,690,131	1,084,423,740	440,599,245	419,723,433	10,157,498	14,171,302	8,565,020,425	8,444,525,068
Loans and advances	-	-	-	-	-	-	-	-	15,298,369,009	10,828,507,219	-	-	-	-	15,298,369,009	10,828,507,219
Rental receivable on lease assets and hire purchase	-	-	-	-	-	-	-	-	557,147,388	964,200,007	-	-	-	-	557,147,388	964,200,007
Other current assets	340,858,498	659,208,867	211,393,660	203,998,029	1,703,659,637	1,143,122,071	50,883,298	124,884,841	601,102,093	801,681,843	410,100,900	529,615,026	16,842,798	45,301,290	3,334,840,578	3,507,811,967
Short term investments	2,605,757	13,187,687	323,070	315,221	28,051,390	24,823,859	1,500,000	1,500,000	3,626,787,716	3,686,950,867	-	-	134,487,739	781,856,620	3,733,755,672	4,508,634,254
Cash in hand and at bank	358,044,039	417,243,459	81,576,984	275,907,504	457,644,916	487,371,998	8,012,397	15,772,328	883,020,382	734,531,266	896,519,051	903,990,819	101,397,684	123,936,471	2,786,215,453	2,958,753,845
Segment current assets	4,610,068,493	5,146,577,511	1,147,633,122	640,628,224	12,491,048,440	11,398,053,902	623,897,015	864,409,727	21,916,060,842	18,612,502,632	2,262,529,984	2,297,387,482	262,885,719	965,265,683	43,314,123,615	39,924,825,161
Amounts due from related parties	-	-	-	-	-	-	-	-	-	-	-	-	-	-	333,422	807,734
Total current assets	4,610,068,493	5,146,577,511	1,147,633,122	640,628,224	12,491,048,440	11,398,053,902	623,897,015	864,409,727	21,916,060,842	18,612,502,632	2,262,529,984	2,297,387,482	262,885,719	965,265,683	43,314,457,037	39,925,632,895
Total assets															101,105,112,840	93,866,553,993
Insurance contract liabilities	-	-	-	-	-	-	-	-	6,616,558,060	6,534,118,177	-	-	-	-	6,616,558,060	6,534,118,177
Interest bearing borrowings	96,556,053	38,000,000	6,601,439,802	5,091,071,063	4,089,793,982	2,291,258,056	72,380,020	109,047,981	3,694,000,656	2,948,337,837	6,956,303,301	6,219,992,839	8,509,979,170	4,533,628,351	30,020,452,984	21,231,336,127
Public deposits	-	-	-	-	-	-	-	-	2,382,369,730	1,521,942,995	-	-	-	-	2,382,369,730	1,521,942,995
Employee benefit liabilities	124,057,566	97,565,766	11,460,127	9,759,733	112,365,655	96,608,735	4,454,740	4,087,620	99,506,151	84,774,084	400,972,781	351,441,598	49,608,380	43,867,548	802,427,400	688,105,084
Other deferred liabilities	5,410,863	817,980	-	-	-	791,658	-	-	-	-	-	-	111,711,716	-	117,122,579	1,609,638
Other non current financial liabilities	6,511,726	28,732,581	22,337,269	-	-	-	-	-	-	-	-	-	-	-	28,848,995	28,732,581
Segment non current liabilities	232,536,208	165,116,327	6,635,237,198	5,100,830,796	4,202,159,637	2,388,658,449	76,834,760	113,135,601	12,792,436,597	11,089,173,093	7,357,276,082	6,571,434,437	8,671,299,266	4,577,495,899	39,967,779,748	30,005,844,602
Deferred tax liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	491,898,301	338,202,428
Total non current liabilities	232,536,208	165,116,327	6,635,237,198	5,100,830,796	4,202,159,637	2,388,658,449	76,834,760	113,135,601	12,792,436,597	11,089,173,093	7,357,276,082	6,571,434,437	8,671,299,266	4,577,495,899	40,459,678,049	30,344,047,030
Trade and other payables	2,851,915,039	2,212,282,723	491,274,626	292,918,923	1,468,091,016	2,188,685,064	11,388,722	11,596,704	1,040,690,470	2,062,887,620	758,089,376	1,125,627,578	22,137,843	20,515,548	6,643,587,092	7,914,514,160
Other current financial liabilities	1,673,297,395	2,557,581,098	27,273,303	27,273,303	8,758,512,005	6,983,382,554	206,286,995	360,071,339	823,053,817	1,418,856,260	-	12,437,194	4,447,997,514	6,727,193,704	15,936,421,029	18,086,795,452
Current portion of interest bearing borrowings	62,000,000	69,457,174	578,005,437	395,251,263	1,299,559,684	2,767,398,151	27,680,153	28,492,884	259,363,253	846,960,457	1,170,671,504	940,390,469	2,580,018,501	2,354,816,617	5,977,298,532	7,402,767,015
Other current liabilities	408,365,513	371,087,813	175,935,809	12,909,571	306,807,540	258,135,901	7,857,807	27,838,304	345,367,013	409,621,829	84,159,319	44,545,210	109,750,107	31,004,186	1,438,243,108	1,155,142,814
Public deposits	-	-	-	-	-	-	-	-	13,653,811,849	12,469,899,392	-	-	-	-	13,653,811,849	12,469,899,392
Bank overdrafts	37,780,364	91,035,251	431,494,404	49,064,591	875,447,530	544,984,046	43,171,586	45,629,473	1,228,807,461	1,350,523,494	1,048,195,970	813,233,025	550,246,839	241,392,995	4,215,144,154	3,135,862,875
Segment current liabilities	5,033,358,311	5,301,444,059	1,703,983,579	777,417,651	12,708,417,775	12,742,585,716	296,385,263	473,628,704	17,351,093,863	18,558,749,052	3,061,116,169	2,936,233,476	7,710,150,804	9,374,923,050	47,864,505,764	50,164,981,708
Income tax liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	371,320,990	403,919,344
Amounts due to related parties	-	-	-	-	-	-	-	-	-	-	-	-	-	-	17,565,485	47,339,959
Eliminations/ adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(3,894,502,304)	(3,425,581,680)
Total current liabilities	5,033,358,311	5,301,444,059	1,703,983,579	777,417,651	12,708,417,775	12,742,585,716	296,385,263	473,628,704	17,351,093,863	18,558,749,052	3,061,116,169	2,936,233,476	7,710,150,804	9,374,923,050	44,358,889,935	47,190,659,331
Total liabilities															84,818,567,984	77,534,706,361
Total segment assets	5,281,939,527	5,814,397,364	13,426,872,846	10,141,543,617	21,473,728,099	19,508,632,716	946,584,770	1,216,762,950	32,709,952,017	31,294,220,026	17,853,725,521	15,886,363,262	1,075,189,426	1,696,383,441	92,767,992,206	85,558,303,376
Total segment liabilities	5,265,894,519	5,466,560,386	8,339,220,777	5,878,248,447	16,910,577,412	15,131,244,165	373,220,023	586,764,305	30,143,530,460	29,647,922,145	10,418,392,251	9,507,667,913	16,381,450,070	13,952,418,949	87,832,285,512	80,170,826,310

Note : Figures in brackets indicate deductions.
The above figures are not audited unless otherwise stated.

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

(B) PRIOR YEAR ADJUSTMENT

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 following.

Softlogic Information Technologies (Pvt) Ltd, Softlogic Life Insurance PLC and Softlogic Finance PLC which are subsidiaries of Softlogic Holdings PLC adjusted errors mainly due to overstatement and under statement of assets and liabilities in previous years and revisited the methodology used for estimating provisions for loans, lease and hire purchase to be in compliance with LKAS 39.

Comparative information in the consolidated financial statements have been restated as follows:

Impact to the consolidated income statement for the year ended 31 March 2016

	Published for FY 2016	Impact of errors/ revisited the methodology used	Published for FY 2017
Continuing operations			
Revenue	54,648,175,016	(48,242,021)	54,599,932,995
Cost of sales	(36,044,329,389)	(14,810,774)	(36,059,140,163)
Gross profit	18,603,845,627	(63,052,796)	18,540,792,832
Administrative expenses	(10,053,549,098)	(276,584,715)	(10,330,133,813)
Results from Operating Activities	6,520,595,258	(339,637,511)	6,180,957,747
Profit before taxation	3,189,524,395	(339,637,511)	2,849,886,884
Tax expense	(935,956,382)	43,275,982	(892,680,400)
Profit for the period from continuing operations	2,253,568,013	(296,361,529)	1,957,206,484
Profit/ (loss) for the period from discontinued operation	(72,514,640)	-	(72,514,640)
Profit for the year	2,181,053,373	(296,361,529)	1,884,691,844
Attributable to:			
Equity holders of the parent	722,046,693	(150,046,713)	571,999,980
Non-controlling interest	1,459,006,680	(146,314,816)	1,312,691,864
Profit for the year	2,181,053,373	(296,361,529)	1,884,691,844
Earnings/ (loss) per share			
Basic	0.93	(0.19)	0.74

Impact to the consolidated financial position as at 01 April 2015 and 31 March 2016

	EQUITY AS AT 31 MARCH 2016			EQUITY AS AT 01 APRIL 2015		
	Published/ restated for FY 2016	Impact of errors/ revisited the methodology used	Published for FY 2017	Published for FY 2015	Impact of errors/ revisited the methodology used	Published for FY 2017
ASSETS						
Current assets						
Inventories	8,730,040,986	(17,648,185)	8,712,392,801	7,669,562,845	(17,648,185)	7,651,914,660
Loans and advances	11,222,013,402	(393,506,183)	10,828,507,219	10,548,141,182	(163,661,581)	10,384,479,601
Rental receivable on lease assets and hire purchase	1,102,341,200	(138,141,193)	964,200,007	1,295,046,798	(7,054,023)	1,287,992,775
Other current assets	3,551,690,639	(43,878,672)	3,507,811,967	3,314,511,439	(79,983,709)	3,234,527,730
Total current assets	40,518,807,128	(593,174,233)	39,925,632,895	42,467,804,397	(268,347,497)	42,199,456,900
Total assets	94,459,728,226	(593,174,233)	93,866,553,993	87,587,032,445	(268,347,497)	87,318,684,948
EQUITY AND LIABILITIES						
Equity attributable to equity holders of the parent						
Revenue reserves	1,643,838,961	(610,286,589)	1,033,552,372	1,167,195,634	(295,987,012)	871,208,622
	9,399,506,668	(610,286,589)	8,789,220,079	7,624,536,460	(295,987,012)	7,328,549,448
Non-controlling interests	8,046,845,071	(504,217,519)	7,542,627,552	8,157,436,153	(146,237,568)	8,011,198,585
Total equity	17,446,351,739	(1,114,504,108)	16,331,847,631	15,781,972,613	(442,224,580)	15,339,748,033
Non-current liabilities						
Insurance contract liabilities	6,158,200,177	375,918,000	6,534,118,177	-	-	-
Deferred tax liabilities	381,478,410	(43,275,982)	338,202,428	-	-	-
Total non-current liabilities	30,011,405,012	332,642,018	6,872,320,605	-	-	-
Current liabilities						
Trade and other payables	7,725,457,941	189,056,219	7,914,514,160	7,041,840,113	174,245,445	7,216,085,558
Public deposits	12,470,267,755	(368,363)	12,469,899,392	9,838,760,403	(368,363)	9,838,392,041
Total current liabilities	47,001,971,475	188,687,856	47,190,659,331	40,612,262,403	173,877,082	40,786,139,485
Total equity and liabilities	94,459,728,226	(593,174,234)	93,866,553,992	87,587,032,445	(268,347,497)	87,318,684,948

Figures in brackets indicate deductions.

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

Adjustment made as directed by Insurance Board of Sri Lanka

Through a letter dated 09 September 2016 the Insurance Board of Sri Lanka (IBSL) has instructed the company to obtain an independent valuation of life fund liability as at 31 December 2015 based on Solvency Margin (Long term Rules) 2002 - Net Premium Based Liability Valuation (NPV). This was the same basis on which the Company's Appointed Independent Actuary, Mr. M. Poopalanathan had performed the reported liability valuation as at 31 December 2015.

Further to the above, IBSL instructed the Company on the "One-off surplus created due to change in valuation method from NPV to GPV" should be calculated based on valuation carried out by an additional Independent Actuary (Towers and Watson). This required the Company to state its opening Life Fund Value as per the value provided by the said Independent Actuary.

The table below summarizes the Policy liability valuation results as at 31 December 2015 between the two Actuaries;

Valuation on NPV Basis	
Appointed Actuary's Valuation as at 31 December 2015 Mr. M. Poopalanathan, AIA, Actuarial & Management Consultants	5,966,014,998
Independent Actuary's Valuation as at 31 December 2015 Mr. Mark Birch, FIA, Messrs. Willis Towers Watson	6,341,932,998
Adjustment as at 31 December 2015	375,918,000

In order to record the additional liability of Rs. 376 mn as at 31 December 2015, as required by IBSL, the Company has charged its opening retained earnings and increased the life fund liability by Rs. 376 mn as at 31 December 2015. Accordingly the Statement of Financial Position and Statement of Changes in Equity have been restated. Based on the discussions with the Actuaries, it is understood that it is not practical to determine the period specific effect as this difference may be arising due to methodology / approach used by actuaries over many years. As such the cumulative effect of Rs. 376 mn had been adjusted in retained earnings as at 31 December 2015, without adjusting the impact in the comparative income statement.

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

Softlogic Holdings PLC, is a public limited company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange.

The interim financial statements of the Group and the Company for the nine months ended 31 March 2017 were authorised for issue by the Board of Directors on 06 June 2017.

2. BASIS OF PREPARATION

The interim condensed financial statements have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting. These interim condensed financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2016.

The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period except for the prior year adjustments as described in note xx.

The interim financial statements are presented in Sri Lankan Rupees.

3. CHANGE IN LIFE INSURANCE CONTRACT LIABILITIES

The results of Softlogic Life Insurance PLC's (previously known as Asian Alliance Insurance PLC) life business segment is consolidated line by line into the Group's consolidated income statement. The change in life insurance contract liabilities represents the difference between all income and expenditure attributable to life policy holders during the period.

3.1 Surplus created due to change in valuation method from NPV to GPV

As per the Solvency Margin Rules (Risk Based Capital) which has been enacted with effect from 01st January 2016, all Insurance companies are required to value the Life Insurance Policy Liabilities as per the Gross Premium Valuation (GPV) method.

One-off Surplus

The change in the valuation method from Net Premium Valuation (NPV) which was computed based on Solvency Margin Rules 2002 to Gross Premium Valuation (GPV) resulted a one off release in policy liabilities amounting to Rs. 4,815 mn.

The Insurance Board of Sri Lanka (IBSL) has directed all insurance companies not to transfer or distribute the "Surplus created due to change in valuation method from NPV to GPV" and to maintain it within the long term insurance fund until specific instructions are issued by the IBSL.

	Participating Fund Rs. '000	Non- Participating Fund Rs. '000	Total Rs. '000
Value of Insurance Contract Liability based on Independent Actuary - NPV as at 31 December 2015	3,866,780	2,472,575	6,339,355
Value of Insurance Contract Liability based on Independent Actuary - GPV as at 31 December 2015	2,810,245	(1,285,685)	1,524,560
Surplus Created due to Change in Valuation method from NPV to GPV	1,056,535	3,758,260	4,814,795

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

3. CHANGE IN LIFE INSURANCE CONTRACT LIABILITIES

3.2 Valuation of Life Insurance Fund

	Participating Fund Rs. '000	Non- Participating Fund Rs. '000	Total Rs. '000
Insurance Contract Liabilities	4,077,327	(2,275,554)	1,801,773
Surplus created due to change in valuation method from NPV to GPV	1,056,535	3,758,260	4,814,795
Surplus Created due to Change in Valuation method from NPV to GPV	5,133,862	1,482,706	6,616,568

An amount of Rs. 440 million declared as surplus for the quarter ended 31 March 2017, as recommended by appointed Actuary Mr. Kunj Behari Maheshwari, Messrs. Wills Towers Watson (WTW) and surplus transfer has been permitted by Insurance Board of Sri Lanka (IBSL) subject to strict conditions

3.3 Liability Adequacy Test (LAT) - Life Insurance Contract Liabilities

Liability Adequacy Test (LAT) in respect of the Insurance Contract Liabilities as required by SLFRS 4 - Insurance Contracts was carried out annually

4. DISCONTINUING OPERATION

The directors of Softlogic Life Insurance PLC (previously known as Asian Alliance Insurance PLC), a subsidiary of Softlogic Holdings PLC announced that on 24 June 2016, the company entered into a Share Sales and Purchase Agreement for the sale of entire stake in Asian Alliance General Insurance Ltd to Fairfax Asia Ltd or another nominated member of the Fairfax Group. The said transaction was completed on 03 October 2016 and Asian Alliance Insurance PLC divested its 100% stake in Asian Alliance General Insurance Ltd to Fairfax Asia Ltd.

The General Insurance Business segment was not previously classified as "discontinued operation". The comparative "Statements of Income" and "Statement Comprehensive Income" have been restated to reflect the impact of the discontinuation of a significant business segment (i.e. General Insurance business).

The disclosures relating to reclassification of a significant business segment (i.e. General Insurance business) as required by SLFRS - 5 "Non-Current Asset Held for Sale and Discontinued Operations" are as follows.

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

4. DISCONTINUING OPERATION (Cont....)

4.1 Summarised Income Statement of discontinuing operation

For the year ended 31 March	2017	2016
Revenue	959,713,630	1,615,018,972
Cost of sales	(870,198,304)	(1,352,032,207)
Gross profit	89,515,326	262,986,765
Other operating income	32,372,499	73,284,934
Distribution expenses	(10,097,822)	(46,649,693)
Administrative expenses	(292,513,104)	(531,526,491)
Results from operating activities	(180,723,101)	(241,904,485)
Finance income	74,810,351	150,117,224
Finance expenses	(3,681,538)	(11,382,602)
Net finance cost	71,128,813	138,734,622
Profit before tax	(109,594,288)	(103,169,863)
Tax expense	(1,416,707)	30,655,224
Profit/ (loss) for the period from discontinuing operations	(111,010,995)	(72,514,639)
Profit on disposal of discontinued operations	256,328,363	-
Profit for the period from discontinuing operations	145,317,368	(72,514,639)

4.2 Summarised Other Comprehensive Income Statement of discontinuing operation

For the year ended 31 March	2017	2016
Net (loss) / gain on available-for-sale financial assets	95,489,246	(214,598,795)
Re-measurement gain/ (loss) on retirement benefits	-	(5,154,511)
Tax on other comprehensive income	(22,606,454)	24,049,717
Net other comprehensive income/ (loss) for the period from discontinuing operations	72,882,792	(195,703,589)

4.3 Summarised Cash flow Statement of discontinuing operation

For the year ended 31 March	2017	2016
Net cash flow from/ (used in) operating activities	267,963,050	(22,337,670)
Net cash flow used in investing activities	(430,614,586)	(396,460,414)
Net cash flow from financing activities	300,000,000	299,970,000
Net increase / (decrease) in cash and cash equivalents	137,348,464	(118,828,084)
Cash and cash equivalents at the beginning	(118,828,084)	-
Cash and cash equivalents at the end from discontinuing operations	18,520,380	(118,828,084)

5. SHARE INFORMATION

5.1 Public share holdings

The percentage of shares held by the public as at 31 March 2017 was 27.95% (number of public shareholders - 12,966)

5.2 Directors' share holdings

The number of shares held by the Board of Directors are as follows:

As at	31-03-2017
A K Pathirage - Chairman/ Managing Director	367,221,269
G W D H U Gunawardena	57,527,300
R J Perera	60,836,700
H K Kaimal	64,870,800
M P R Rasool	Nil
Dr S Sellaih	2,000,000
W M P L De Alwis, PC	Nil
G L H Premaratne	Nil
R A Ebell	Nil
Prof. A S Dharmasiri	Nil
A Russell-Davison	Nil
	552,456,069

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

5.3 Twenty largest shareholders of the company are as follows:

As at	Number of shares 31-03-2017	%
1 Mr. A K Pthirage	328,271,269	42.14
2 Mr. H K Kaimal	64,870,800	8.33
3 Mr. R J Perera	60,836,700	7.81
4 Mr. G W D H U Gunawardena	57,527,300	7.38
5 Pemberton Asian Opportunities Fund	46,000,000	5.91
6 Commercial Bank of Ceylon PLC/ A K Pathirage	38,950,000	5.00
7 Rubber Investment Trust Ltd - AC 01	15,857,188	2.04
8 Employees Provident Fund	7,230,500	0.93
9 Softlogic Life Insurance PLC - AC 02 (Life Fund)	4,591,702	0.59
10 Mrs. A Selliah	4,236,000	0.54
11 Arunodhaya Investments (Private) Limited	3,950,000	0.51
12 Arunodhaya Industries (Private) Limited	3,950,000	0.51
13 Arunodhaya (Private) Limited	3,950,000	0.51
14 Miss. S Subramaniam	3,800,000	0.49
15 Mr. V Kailasapillai	3,800,000	0.49
16 Mrs. A Kailasapillai	3,800,000	0.49
17 Ceylon Investment PLC - AC 01	3,671,578	0.47
18 Mr. K Aravinthan	3,500,000	0.45
19 Deutsche Bank AG as Trustee for Namal Acuity Value	3,396,497	0.44
20 The Ceylon Chamber of Commerce - AC 02	3,208,552	0.41

6. STATED CAPITAL MOVEMENTS

6.1 No of shares

No of shares
As at 01 April 2016
779,000,000
As at 31 March 2017
779,000,000

6.2 Value of shares

Rs
As at 01 April 2016
5,089,000,000
As at 31 March 2017
5,089,000,000

7. INVESTOR INFORMATION

7.1 Market value of shares

The market value of an ordinary share of Softlogic Holdings PLC was as follows.

31-03-2017
Closing price on (Rs.)
11.90
Highest price recorded for the three months ending (Rs.)
13.30
Lowest price recorded for the three months ending (Rs.)
11.70
Market Capitalisation (Rs. mn)
9,270.10

7.2 Ratios

Net assets per share at the period end (Rs.)	11.87
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7.3 Share trading information from 01 January 2017 to 31 March 2017

Number of shares traded	6,322,756
Value of shares traded (Rs.)	80,473,191

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

8. CONTINGENCIES

CONTINGENT LIABILITIES

There were no significant contingent liabilities as at the date of the statement of financial position other than those disclosed below, which require adjustments to or disclosures in the financial statements.

8.1 Softlogic Life Insurance PLC

- VAT Assessments were received by Softlogic Life Insurance PLC in October 2011 and April 2013 in relation to taxable periods ended 31 December 2009 and 31 December 2010 amounting to Rs. 9.60 mn and Rs. 52.3 mn respectively.

The Company has filed an appeal in November 2011 on the basis that the underlying computation includes items which are exempt /out of scope of the Value Added Tax Act. The Commissioner General of Inland Revenue has determined the assessment and the Company has appealed to the Tax Appeals Commission and awaiting the final decision.

Based on the information available and the advice of the tax consultants, the Directors are confident that the ultimate resolution of the above contingency is unlikely to have a material adverse effect on the company or on the group.

- The company has received a tax assessments letter for Life Insurance taxation for the years 2010, 2011, 2012 and 2013. The company is of the strong view that no additional tax liability is arising and also we have filed a response highlighting company's view which was done in consultation with Tax Consultants. Further even if this would materialised against the Company, no additional tax liabilities are required for the Company due to carried forward taxable losses and credits. However, the accumulated tax losses of Life business will come down by Rs. 1,188 mn if all assessments were confirmed.

8.2 Asiri Surgical Hospital PLC

As dispute has arisen with the Department of Inland Revenue with regard to the BOI applicable tax exemption as per the BOI agreement entered between Asiri Surgical Hospital PLC and Board of Investment (BOI) in 2000 (Court of Appeal in CA (Writ) 386/2016).

In accordance with Paragraph 92 of LKAS 37, the company does not provide further information on this and associated risks, in order not to impair the outcome and company's position in this matter.

9. CAPITAL COMMITMENTS

As at 31 March 2017, the group had capital commitments contracted but not provided in the financial statements amounting to Rs. 1,833 mn (31 March 2017 - 6.158 mn).

10. EVENTS AFTER THE REPORTING PERIOD

There were no significant events subsequent to the date of the statement of financial position, which require disclosure in the financial statements.

Softlogic Holdings PLC

NOTES TO THE FINANCIAL STATEMENTS

11. RELATED PARTY TRANSACTIONS

11.1 Transactions with related parties

In Rs.	Group		Company	
	12 months to 31-03-2017	12 months to 31-03-2016	12 months to 31-03-2017	12 months to 31-03-2016
Subsidiaries				
(Purchases) / sales of goods	-	-	(36,428,238)	(34,321,202)
(Receiving) / rendering of services	-	-	527,485,463	530,978,944
(Purchases) / sale of property plant & equipment	-	-	(44,942,474)	(7,173,245)
Loans given / (obtained)	-	-	742,379,412	2,182,195,397
Interest received / (paid)	-	-	632,247,907	218,721,935
Rent received / (paid)	-	-	49,157,625	48,549,727
Dividend received	-	-	1,054,604,276	1,161,729,733
Profit on disposal of shares	-	-	1,112,455,617	700,929,730
Guarantee charges received	-	-	155,966,528	125,233,016
Guarantees given / (obtained)	-	-	20,868,890,000	20,187,600,000
Associates				
(Purchases) / sale of property plant & equipment	947,859	9,875,514	-	-
(Receiving) / rendering of services	1,414,394	5,508,902	10,718,117	12,557,137
Dividend received	-	-	1,800,014	8,098,200
Key management personnel				
Loans given/ (received)	(12,435,268)	(12,450,259)	(1,992,157)	(1,992,157)
Guarantees given/ (received)	(730,000,000)	(940,000,000)	(100,000,000)	(100,000,000)
Loans given/ (deposits received)	(85,775,249)	(77,117,364)	-	-
Advances given/ (received)	(60,765,196)	-	-	-
Close family members of KMP				
(Receiving) / rendering of services	-	-	-	-

11.2 Terms and conditions of transactions with related parties

Transactions with related parties are carried out in the ordinary course of the business. Outstanding current account balances at year end are unsecured, interest free and settlement occurs in cash. Interest bearing borrowings are at pre-determined interest rates and terms.

Softlogic Holdings PLC

CORPORATE INFORMATION

Name of Company

Softlogic Holdings PLC

Legal Form

Public Limited Liability Company.

Incorporated in Sri Lanka on 25 February 1998 as a Private Limited

Liability Company under the Companies Act No. 17 of 1982.

Re-registered on 17 December 2007 as a Public Limited Liability

Company under the Companies Act No. 07 of 2007.

The status of the Company was changed to a Public Limited Company

on 10 December 2008. Subsequent to the listing of shares on the Main

Board of Colombo Stock Exchange, the name of the Company was

changed to Softlogic Holdings PLC on 25 August 2011.

Company Registration No

PV 1536 PB/PQ

Registered Office of the Company

14, De Fonseka Place,

Colombo 05

Sri Lanka

Tel : +94 11 5575 000

Fax : +94 11 2595 441

E-mail : info@softlogic.lk

Web : www.softlogic.lk

Directors

A K Pathirage - Chairman/ Managing Director

G W D H U Gunawardena

H K Kaimal

R J Perera

M P R Rasool

Dr S Selliah

W M P L De Alwis, PC

G L H Premaratne

R A Ebell

Prof. A S Dharmasiri

A Russell-Davison

Audit Committee

R A Ebell - Chairman

Dr S Selliah

Prof. A S Dharmasiri

A Russell-Davison

HR and Remuneration Committee

Prof. A S Dharmasiri - Chairman

W M P L De Alwis, PC

G L H Premaratne

R A Ebell

A Russell-Davison

Related Party Transaction Committee

Dr S Selliah - Chairman

H K Kaimal

W M P L De Alwis, PC

Secretaries

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Bankers

Bank of Ceylon

Cargills Bank Ltd

Commercial Bank of Ceylon PLC

Deutsche Bank AG, Colombo

DFCC Bank PLC

Hatton National Bank PLC

Muslim Commercial Bank

National Development Bank PLC

Nations Trust Bank PLC

Pan Asia Banking Corporation PLC

People's Bank

Sampath Bank PLC

Seylan Bank PLC

Union Bank of Colombo PLC

Auditors

Ernst & Young

Chartered Accountants

201, De Saram Place,

Colombo 10