

# **Lion Brewery (Ceylon) PLC**

*Interim Condensed Financial Statements  
for the Year ended  
31st March 2024*

## **LION BREWERY (CEYLON) PLC**

### **Review**

The economic pressures continued during the quarter under review, with excise taxes increasing by 14% in January 24, which was on top of a 20% duty hike in July 2023 for the 23/24 financial year. VAT was also higher by 3% vs prior year quarter. The escalation in price of alcoholic beverages has brought further pressure to consumers who have seen a rapid deterioration of their disposable income which has led to the widespread availability of illicit products. Consequently, company volumes declined for the full year.

The Government and regulator must take this into consideration and provide price stability for the industry to recover, if this level of excise increases continue, Government revenue will be impacted due to lower volumes. In order to support consumer affordability, the launch of the 500ml returnable bottles from Lion Strong and Carlsberg Special Brew at lower price threshold was an attempt to minimize consumers downtrading to illicit product.

Cost saving initiatives were a central focus to offset the adverse impacts of tax hikes on the company's profitability. However, there is a limit to cost reduction before quality and other critical elements are impacted. The outlook for 24/25 is in keeping with 23/24 – volume and margin pressure. In addition to an excise duty hike in January 2025, we expect there to be a margin headwind in the event of a Rupee depreciation in the second half of the financial year. Furthermore, national elections in the second half of the year will also increase uncertainty. Total taxes paid to the Government during the fiscal year amounted to Rs. 73.5 Bn.

**LION BREWERY (CEYLON) PLC**  
**BOARD OF DIRECTORS AS AT 31ST MARCH 2024**

Mr. D. A. Cabraal (Chairman)  
Mr. H. Selvanathan (Deputy Chairman)  
Mr. R. H. Meewakkala (CEO/Director)  
Mr. D. C. R. Gunawardena  
Mr. K. Selvanathan  
Mr. D. R. P. Goonetilleke  
Mrs. S. J. F. Evans  
Mr. S. Selvanathan  
Mr. S. Clini  
Ms. V. Gun  
Mr. A.B. Baliga (appointed w.e.f 02/02/2024)

<b>LION BREWERY (CEYLON) PLC</b>				
<b>CONDENSED STATEMENT OF FINANCIAL POSITION</b>				
	<b>Company</b>		<b>Group</b>	
<b>As at</b>	<b>31.03.2024</b>	<b>31.03.2023</b>	<b>31.03.2024</b>	<b>31.03.2023</b>
<b>In Sri Lankan Rs.'000s</b>		<b>(Audited)</b>		<b>(Audited)</b>
<b>ASSETS</b>				
<b>Non- Current Assets</b>				
Property, plant & equipment	25,115,951	21,297,983	27,146,278	22,975,571
Right of use assets	173,464	164,345	173,464	164,345
Intangible assets	713,813	394,991	713,813	394,991
Investments in subsidiaries	1,255,600	1,150,000	-	-
<b>Total Non-Current Assets</b>	<b>27,258,828</b>	<b>23,007,319</b>	<b>28,033,555</b>	<b>23,534,907</b>
<b>Current Assets</b>				
Inventories	8,767,135	7,188,830	8,778,530	7,188,830
Trade and other receivables	5,582,037	5,024,094	5,613,156	5,037,618
Amounts due from related companies	468,365	383,511	468,363	383,511
Cash and cash equivalents	12,098,727	11,104,008	12,459,256	11,227,079
<b>Total Current Assets</b>	<b>26,916,264</b>	<b>23,700,443</b>	<b>27,319,305</b>	<b>23,837,038</b>
<b>Total Assets</b>	<b>54,175,092</b>	<b>46,707,762</b>	<b>55,352,860</b>	<b>47,371,945</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Stated capital	2,537,801	2,537,801	2,537,801	2,537,801
Capital reserves	2,005,484	1,487,870	2,835,823	2,092,103
Retained earnings	22,583,969	18,966,356	22,233,549	18,596,857
Translation reserve	-	-	(7,005)	-
<b>Total Equity</b>	<b>27,127,254</b>	<b>22,992,027</b>	<b>27,600,168</b>	<b>23,226,761</b>
<b>Non- Current Liabilities</b>				
Loans and borrowings	1,373,569	1,924,442	1,373,569	1,924,442
Lease creditor (Note 04)	194,798	179,789	194,798	179,789
Employee benefits	285,268	249,767	285,268	249,767
Deferred tax liabilities	5,744,129	4,990,136	6,433,379	5,540,692
<b>Total Non- Current Liabilities</b>	<b>7,597,764</b>	<b>7,344,134</b>	<b>8,287,014</b>	<b>7,894,690</b>
<b>Current Liabilities</b>				
Trade and other payables	4,391,474	4,527,102	4,407,065	4,528,414
Amounts due to related companies	148,606	199,132	148,619	76,041
Refundable deposits	2,996,694	2,742,490	2,996,694	2,742,490
Current tax liabilities	6,872,156	2,679,393	6,872,156	2,680,065
Loans and borrowings	3,219,699	4,680,158	3,219,699	4,680,158
Lease creditor (Note 04)	24,397	27,012	24,397	27,012
Bank overdrafts	1,797,048	1,516,314	1,797,048	1,516,314
<b>Total Current Liabilities</b>	<b>19,450,074</b>	<b>16,371,601</b>	<b>19,465,678</b>	<b>16,250,494</b>
<b>Total Liabilities</b>	<b>27,047,838</b>	<b>23,715,735</b>	<b>27,752,692</b>	<b>24,145,184</b>
<b>Total Equity and Liabilities</b>	<b>54,175,092</b>	<b>46,707,762</b>	<b>55,352,860</b>	<b>47,371,945</b>
<b>Net assets per ordinary share (Rs.)</b>	<b>339.09</b>	<b>287.40</b>	<b>345.00</b>	<b>290.33</b>

The above figures are provisional and subject to audit.

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

(sgd.)

**J.N. Goonaratne**

Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved and signed on behalf of the Managers

Approved and signed on behalf of the Board

(sgd.)

**V. R. Wijesinghe**

Director

**Carsons Management Services (Private) Limited**

28th May 2024

(sgd.)

**R.H. Meewakkala**

Director

(sgd.)

**D.R.P. Goonetilleke**

Director

## LION BREWERY (CEYLON) PLC

## CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

	Quarter Ended		Change	Year Ended		Change
	31.03.2024	31.03.2023	%	31.03.2024	31.03.2023	%
<i>In Sri Lankan Rs.'000s</i>						
<b>Revenue</b>	<b>30,918,808</b>	<b>24,862,453</b>	<b>24</b>	<b>109,745,332</b>	<b>94,969,346</b>	<b>16</b>
Cost of sales	(23,435,797)	(18,916,982)	24	(83,383,016)	(72,506,090)	15
<b>Gross profit</b>	<b>7,483,011</b>	<b>5,945,471</b>	<b>26</b>	<b>26,362,316</b>	<b>22,463,256</b>	<b>17</b>
Other income	97,623	74,918	30	484,385	291,296	66
	<b>7,580,634</b>	<b>6,020,389</b>	<b>26</b>	<b>26,846,701</b>	<b>22,754,552</b>	<b>18</b>
Distribution expenses	(2,297,735)	(1,854,454)	24	(7,295,037)	(5,847,362)	25
Administrative expenses	(1,226,915)	(932,685)	32	(3,897,860)	(2,723,473)	43
Other expenses	(242,246)	(20,343)	1,091	(555,443)	(717,138)	(23)
Reversal/(provision) of impairment for intangible assets	-	-	-	291,063	(353,229)	100
<b>Operating profit before finance cost</b>	<b>3,813,738</b>	<b>3,212,907</b>	<b>19</b>	<b>15,389,424</b>	<b>13,113,350</b>	<b>17</b>
Finance income	245,045	412,100	(41)	1,189,758	1,457,475	(18)
Finance costs	(778,206)	(1,486,164)	(48)	(2,581,608)	(3,357,718)	(23)
<b>Net finance income /(cost)</b>	<b>(533,161)</b>	<b>(1,074,064)</b>	<b>(50)</b>	<b>(1,391,850)</b>	<b>(1,900,243)</b>	<b>(27)</b>
	<b>3,280,577</b>	<b>2,138,843</b>	<b>53</b>	<b>13,997,574</b>	<b>11,213,107</b>	<b>25</b>
<b>Profit before taxation</b>	<b>3,280,577</b>	<b>2,138,843</b>	<b>53</b>	<b>13,997,574</b>	<b>11,213,107</b>	<b>25</b>
Income tax expense	(1,399,513)	(562,139)	149	(5,189,000)	(3,862,223)	34
Deferred taxation	40,158	(465,859)	(109)	(424,175)	(349,577)	21
<b>Profit after taxation</b>	<b>1,921,222</b>	<b>1,110,845</b>	<b>73</b>	<b>8,384,399</b>	<b>7,001,307</b>	<b>20</b>
<b>Other comprehensive income</b>						
<i>Items that will not be reclassified to profit or loss</i>						
Remeasurement of employee benefit obligations	(38,146)	(50,899)	-	(38,146)	(50,899)	-
Deferred tax charge on actuarial gain	15,258	20,360	-	15,258	20,360	-
Revaluation gain on land & buildings	862,690	-	-	862,690	-	-
Deferred tax charge on land and building revaluation	(345,076)	-	-	(345,076)	-	-
<b>Total other comprehensive income for the period net of tax</b>	<b>494,726</b>	<b>(30,539)</b>	<b>-</b>	<b>494,726</b>	<b>(30,539)</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>2,415,948</b>	<b>1,080,306</b>	<b>124</b>	<b>8,879,125</b>	<b>6,970,768</b>	<b>27</b>
<b>Earnings per ordinary share (Rs.)</b>	<b>24.02</b>	<b>13.89</b>		<b>104.80</b>	<b>87.52</b>	

The above figures are provisional and subject to audit.

	Quarter Ended		Change	Year Ended		Change
	31.03.2024	31.03.2023	%	31.03.2024	31.03.2023 (Audited)	%
<i>In Sri Lankan Rs. '000s</i>						
<b>Revenue</b>	<b>30,929,044</b>	<b>24,862,453</b>	<b>24</b>	<b>109,755,568</b>	<b>94,969,346</b>	<b>16</b>
Cost of sales	(23,443,524)	(18,916,982)	24	(83,390,743)	(72,506,090)	15
<b>Gross profit</b>	<b>7,485,520</b>	<b>5,945,471</b>	<b>26</b>	<b>26,364,825</b>	<b>22,463,256</b>	<b>17</b>
Other income	102,848	75,147	37	489,921	299,029	64
	<b>7,588,368</b>	<b>6,020,618</b>	<b>26</b>	<b>26,854,746</b>	<b>22,762,285</b>	<b>18</b>
Distribution expenses	(2,297,735)	(1,854,454)	24	(7,295,037)	(5,847,362)	25
Administrative expenses	(1,239,993)	(970,729)	28	(3,927,573)	(2,777,048)	41
Other expenses	(242,246)	(20,343)	1,091	(555,443)	(717,138)	(23)
Reversal/(provision) of impairment for intangible assets	-	2,744	-	291,063	(350,485)	100
<b>Operating profit before finance cost</b>	<b>3,808,394</b>	<b>3,177,836</b>	<b>20</b>	<b>15,367,756</b>	<b>13,070,252</b>	<b>18</b>
Finance income	250,436	419,975	(40)	1,215,800	1,476,719	(18)
Finance costs	(778,200)	(1,486,164)	(48)	(2,581,608)	(3,357,718)	(23)
<b>Net finance income/(cost)</b>	<b>(527,764)</b>	<b>(1,066,189)</b>	<b>(50)</b>	<b>(1,365,808)</b>	<b>(1,880,999)</b>	<b>(27)</b>
	<b>3,280,630</b>	<b>2,111,647</b>	<b>55</b>	<b>14,001,948</b>	<b>11,189,253</b>	<b>25</b>
<b>Profit before taxation</b>	<b>3,280,630</b>	<b>2,111,647</b>	<b>55</b>	<b>14,001,948</b>	<b>11,189,253</b>	<b>25</b>
Income tax expense	(1,399,514)	(562,139)	149	(5,189,000)	(3,862,223)	34
Deferred taxation	43,089	(458,449)	(109)	(409,470)	(335,427)	22
<b>Profit after taxation</b>	<b>1,924,205</b>	<b>1,091,059</b>	<b>76</b>	<b>8,403,478</b>	<b>6,991,603</b>	<b>20</b>
<b>Other comprehensive income</b>						
<i>Items that will not be reclassified to profit or loss</i>						
Remeasurement of employee benefit obligations	(38,146)	(50,899)	-	(38,146)	(50,899)	-
Deferred tax charge on actuarial gain	15,258	20,360	-	15,258	20,360	-
Revaluation gain on land & buildings	1,239,533	-	-	1,239,533	-	-
Deferred tax charge on land and building revaluation	(495,813)	-	-	(495,813)	-	-
<i>Items that are or may be reclassified subsequently to profit or loss</i>						
Foreign currency translation gain/(loss) from foreign operation	(7,327)	-	-	(7,005)	-	-
<b>Total other comprehensive income for the period net of tax</b>	<b>713,505</b>	<b>(30,539)</b>	<b>-</b>	<b>713,827</b>	<b>(30,539)</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>2,637,710</b>	<b>1,060,520</b>	<b>149</b>	<b>9,117,305</b>	<b>6,961,064</b>	<b>31</b>
<b>Earnings per ordinary share (Rs.)</b>	<b>24.05</b>	<b>13.64</b>		<b>105.04</b>	<b>87.40</b>	

The above figures are provisional and subject to audit.

**LION BREWERY (CEYLON) PLC****STATEMENT OF CHANGES IN EQUITY - COMPANY**

<i>In Rs. '000s</i>	Stated Capital	Revaluation Reserve	Retained Earnings	Translation Reserve	Total Equity
<b>Balance as at 1st April 2022</b>	<b>2,537,801</b>	<b>1,487,870</b>	<b>15,657,552</b>	-	<b>19,683,223</b>
Surcharge tax	-	-	(1,193,964)	-	<b>(1,193,964)</b>
<b>Balance as at 1st April 2022 (Adjusted)</b>	<b>2,537,801</b>	<b>1,487,870</b>	<b>14,463,588</b>	-	<b>18,489,259</b>
<b>Total comprehensive income for the period</b>					
Profit for the period	-	-	7,001,307	-	<b>7,001,307</b>
Other comprehensive income	-	-	(30,539)	-	<b>(30,539)</b>
<b>Total comprehensive income for the period</b>	-	-	<b>6,970,768</b>	-	<b>6,970,768</b>
<b>Transactions with owners of the Company</b>					
<b>Distribution made to owners</b>					
Dividends paid	-	-	(2,468,000)	-	<b>(2,468,000)</b>
<b>Balance as at 31st March 2023</b>	<b>2,537,801</b>	<b>1,487,870</b>	<b>18,966,356</b>	-	<b>22,992,027</b>
<b>Balance as at 1st April 2023</b>	<b>2,537,801</b>	<b>1,487,870</b>	<b>18,966,356</b>	-	<b>22,992,027</b>
<b>Total comprehensive income for the period</b>					
Profit for the period	-	-	8,384,399	-	<b>8,384,399</b>
Other comprehensive income for the period	-	517,614	(22,888)	-	<b>494,726</b>
<b>Total comprehensive income for the period</b>	-	<b>517,614</b>	<b>8,361,511</b>	-	<b>8,879,125</b>
<b>Transactions with owners of the Company</b>					
<b>Distribution made to owners</b>					
Dividends paid	-	-	(4,744,000)	-	<b>(4,744,000)</b>
Forfeiture of unclaimed dividends	-	-	102	-	<b>102</b>
<b>Balance as at 31st March 2024</b>	<b>2,537,801</b>	<b>2,005,484</b>	<b>22,583,969</b>	-	<b>27,127,254</b>

**LION BREWERY (CEYLON) PLC****STATEMENT OF CHANGES IN EQUITY - GROUP**

<i>In Rs. '000s</i>	Stated Capital	Revaluation Reserve	Retained Earnings	Translation Reserve	Total Equity
<b>Balance as at 1st April 2022</b>	<b>2,537,801</b>	<b>2,092,103</b>	<b>15,297,757</b>	-	<b>19,927,661</b>
Surcharge tax	-	-	(1,193,964)	-	<b>(1,193,964)</b>
<b>Balance as at 1st April 2022 (Adjusted)</b>	<b>2,537,801</b>	<b>2,092,103</b>	<b>14,103,793</b>	-	<b>18,733,697</b>
<b>Total comprehensive income for the period</b>					
Profit for the period	-	-	6,991,603	-	<b>6,991,603</b>
Other comprehensive income	-	-	(30,539)	-	<b>(30,539)</b>
<b>Total comprehensive income for the period</b>	-	-	<b>6,961,064</b>	-	<b>6,961,064</b>
<b>Transactions with owners of the Company</b>					
<b>Distribution made to owners</b>					
Dividends paid	-	-	(2,468,000)	-	<b>(2,468,000)</b>
<b>Balance as at 31st March 2023</b>	<b>2,537,801</b>	<b>2,092,103</b>	<b>18,596,857</b>	-	<b>23,226,761</b>
<b>Balance as at 1st April 2023</b>	<b>2,537,801</b>	<b>2,092,103</b>	<b>18,596,857</b>	-	<b>23,226,761</b>
<b>Total comprehensive income for the year</b>					
Profit for the period	-	-	8,403,478	-	<b>8,403,478</b>
Other comprehensive income for the period	-	743,720	(22,888)	(7,005)	<b>713,827</b>
<b>Total comprehensive income for the year</b>	-	<b>743,720</b>	<b>8,380,590</b>	<b>(7,005)</b>	<b>9,117,305</b>
<b>Transactions with owners of the Company</b>					
<b>Distribution made to owners</b>					
Dividends paid	-	-	(4,744,000)	-	<b>(4,744,000)</b>
Forfeiture of unclaimed dividends	-	-	102	-	<b>102</b>
<b>Balance as at 31st March 2024</b>	<b>2,537,801</b>	<b>2,835,823</b>	<b>22,233,549</b>	<b>(7,005)</b>	<b>27,600,168</b>



**LION BREWERY (CEYLON) PLC**  
**STATEMENT OF CASH FLOWS**

<i>Period ended</i> In Rs.'000s	Company		Group	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
<b>Cash flows from operating activities</b>				
<b>Profit before taxation</b>	<b>13,997,574</b>	<b>11,213,107</b>	<b>14,001,948</b>	<b>11,189,253</b>
<i>Adjustments for:</i>				
Finance costs	2,395,673	3,346,073	2,395,673	3,346,073
Depreciation on property, plant & equipment	2,322,867	1,770,704	2,353,350	1,786,317
Amortisation on Intangible assets	13,463	12,101	13,463	12,101
Depreciation on right of use assets	38,873	35,055	38,873	35,055
Net inventory provision/ (reversal)	(63,221)	49,009	(63,221)	49,009
Provision for retirement benefit obligation	69,253	42,988	69,253	42,988
Impairment of property, plant & equipment	84,889	18,460	84,889	38,460
Provision/(Reversal) of impairment for intangible assets	(291,063)	353,229	(291,063)	353,229
Reversal of impairment for investment in Pearl Springs (Pvt) Ltd	-	(120,377)	-	-
Gain on disposal of property, plant & equipment	(189,523)	21,080	(189,523)	21,080
Lease interest expense	37,035	30,379	37,035	30,379
Gain on derecognition of right of use assets	(14,330)	-	(14,330)	-
Unrealised foreign exchange gain	(7,694)	(459,622)	(7,694)	(459,622)
Finance Income	(1,189,758)	(1,457,475)	(1,215,800)	(1,476,719)
<b>Operating cash flow before working capital changes</b>	<b>17,204,037</b>	<b>14,854,711</b>	<b>17,212,852</b>	<b>14,967,603</b>
(Increase)/Decrease in inventories	(1,515,084)	(2,799,322)	(1,526,479)	(2,799,322)
(Increase)/Decrease in trade and other receivables	(547,438)	(3,299,912)	(565,033)	(3,308,197)
(Increase)/Decrease in amounts due from related companies	(84,854)	(9,333)	(84,852)	(9,333)
Increase/(Decrease) in tax payable/receivable	3,175,763	(462,948)	3,177,755	(463,746)
Increase/(Decrease) in trade and other payables	(130,889)	1,441,091	(116,610)	1,440,954
Increase/(Decrease) in amounts due to related companies	(50,526)	43,376	72,578	(79,715)
<b>Cash generated from operations</b>	<b>18,051,009</b>	<b>9,767,663</b>	<b>18,170,211</b>	<b>9,748,244</b>
Finance expenses paid	(2,565,339)	(3,202,082)	(2,565,339)	(3,202,082)
Retirement benefits paid	(71,898)	(17,824)	(71,898)	(17,824)
Surcharge tax paid	-	(1,193,964)	-	(1,193,964)
Tax paid	(4,172,000)	(3,836,000)	(4,172,000)	(3,836,000)
<b>Net cash (used in)/generated from operating activities</b>	<b>11,241,772</b>	<b>1,517,793</b>	<b>11,360,974</b>	<b>1,498,374</b>
<b>Cash flows from investing activities</b>				
Purchase and construction of property, plant & equipment	(5,391,902)	(4,295,928)	(5,398,282)	(4,295,928)
Purchase of intangible assets	(41,222)	(7,814)	(41,222)	(7,814)
Proceeds from sale of property, plant & equipment	21,345	14,675	21,345	14,675
Agent deposits received	451,251	441,309	451,251	441,309
Investment in subsidiaries	(105,600)	-	-	-
Interest received	1,189,758	1,457,475	1,215,800	1,476,719
<b>Net cash (used in)/generated from investing activities</b>	<b>(3,876,370)</b>	<b>(2,390,283)</b>	<b>(3,751,108)</b>	<b>(2,371,039)</b>
<b>Cash flows from financing activities</b>				
Loans and borrowings obtained	1,900,000	2,000,000	1,900,000	2,000,000
Repayments of loans and borrowing	(3,741,667)	(1,187,400)	(3,741,667)	(1,187,400)
Repayments of lease rentals	(58,303)	(56,142)	(58,303)	(56,142)
Forfeiture of unclaimed dividends	102	-	102	-
Dividend paid net of tax	(4,737,625)	(2,466,766)	(4,737,625)	(2,466,766)
<b>Net cash (used in)/generated from financing activities</b>	<b>(6,637,493)</b>	<b>(1,710,308)</b>	<b>(6,637,493)</b>	<b>(1,710,308)</b>
<b>Net (decrease)/increase in cash &amp; cash equivalents</b>	<b>727,909</b>	<b>(2,582,798)</b>	<b>972,373</b>	<b>(2,582,973)</b>
<b>Cash &amp; cash equivalents at the beginning of the year</b>	<b>9,587,694</b>	<b>11,793,500</b>	<b>9,710,765</b>	<b>11,916,746</b>
Effect of movements in exchange rate on translation reserve	-	-	(7,005)	-
Effect of exchange rate changes on cash and cash equivalents	(13,925)	376,992	(13,925)	376,992
<b>Cash &amp; cash equivalents at the end of the year</b>	<b>10,301,679</b>	<b>9,587,694</b>	<b>10,662,208</b>	<b>9,710,765</b>
<b>Analysis of cash and cash equivalents</b>				
Cash and cash equivalents	12,098,727	11,104,008	12,459,256	11,227,079
Bank overdraft	(1,797,048)	(1,516,314)	(1,797,048)	(1,516,314)
	<b>10,301,679</b>	<b>9,587,694</b>	<b>10,662,208</b>	<b>9,710,765</b>

**1 CORPORATE INFORMATION**

Lion Brewery (Ceylon) PLC is a public limited liability Company incorporated and domiciled in Sri Lanka and is listed on the Colombo Stock Exchange. Ceylon Beverage Holdings PLC is the immediate Parent Company of Lion Brewery (Ceylon) PLC and the ultimate Parent Company is Bukit Darah PLC. The registered office of the Company is situated at No 61, Janadhipathi Mawatha, Colombo 01 and the principal place of business is situated at No 254, Colombo Road, Biyagama.

The Interim condensed financial statements comprise of the Company and its subsidiaries (together referred to as the "Group" and individually Group entities). The subsidiaries of the Company are set out below.

<b>Subsidiary</b>	<b>Controlling interest</b>
Millers Brewery Limited (MBL)	100%
Lion Beer (Ceylon) Pte Ltd, Singapore	100%

**2 BASIS OF PREPARATION**

**2.1 Statement of Compliance**

The interim condensed financial statements of the Company and Group have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 (Interim Financial Reporting). These interim condensed financial statements should be read in conjunction with the last annual audited financial statements for the year ended 31st March 2024, as the same accounting policies have been applied consistently.

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.

**2.2 Going Concern**

Based on currently available information the management is satisfied that Company and its subsidiaries would continue its operations in the foreseeable future.

**2.3 Basis of measurement**

Financial Statements have been prepared on historical cost basis and applied consistently with no adjustments being made for inflationary factors affecting the financial statements, except for the following;

- Freehold Land and buildings are measured at cost at the time of acquisition and construction and subsequently at revalued amounts, which are the fair values at the date of revaluation less accumulated depreciation and impairment losses, if any.
- Employee benefits are measured at present value of the obligation.

**2.4 Functional Currency and Presentation Currency**

All values presented in the Financial Statements are in Sri Lankan Rupees Thousands (Rs.'000s) which is the Group's functional currency, unless otherwise indicated.

**3 COMMITMENTS AND CONTINGENT LIABILITIES**

**3.1 Finance Commitments**

Document credits established for foreign purchases of the Company as at 31st March 2024 amounts to Rs.1,308 Mn (2023 - Rs.1,657 Mn).

**3.2 Capital Commitments**

Capital expenditure committed by the Company for which a provision has not been made in the Financial Statements amounts to Rs. 1,249 Mn as at 31st March 2024 (2023 - Rs. 700Mn).

**3.3 Contingencies**

Contingent liabilities as at 31st March 2024 amounts to Rs. 781 Mn (2023 - Rs.78 Mn), being bank guarantees given to Government bodies and foreign suppliers for operational purposes.

**4 LEASE CREDITOR**

As at In Rs. 000's	Company/Group	
	31.03.2024	31.03.2023
Balance as at beginning of the period	206,801	185,077
Leases obtained	62,384	47,486
Derecognition of lease liability	(28,722)	-
Lease rentals paid	(58,303)	(56,141)
Interest expense for the period	37,035	30,379
Balance as at end of the period	<b>219,195</b>	<b>206,801</b>

**5 SEGMENTAL ANALYSIS**

The Company does not distinguish its products into significant components for different Geographical / Business segments as the differentiations are insignificant.

**6 EVENTS AFTER THE REPORTING PERIOD**

The Board of Directors approved a second interim dividend of Rs. 12.50 per share for the year ended 31st March 2024 on 09th May 2024. In Accordance with Sri Lanka Accounting Standards LKAS 10 - Events after the reporting period, this dividend has not been recognised as a liability as at 31st March 2024.

Apart from the above, there were no material events that took place since 31st March 2024 that require adjustments or disclosure in these Financial Statements.

**7 INVESTOR INFORMATION**

Investor Information	Quarter Ended		Year Ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
<b>1 Share Information</b>				
Price as at the end of the period (Rs.)	953.25	714.75	953.25	714.75
Highest price (Rs.)	982.50	728.00	991.00	728.00
Lowest price (Rs.)	903.25	510.00	510.00	420.00
<b>2 Trading Statistics</b>				
No of Transactions	194	407	1,389	892
No of Shares traded	329,828	208,674	1,340,361	800,646
Value of all shares traded (Rs. Mn.)	312	131	1,174	441

**LION BREWERY (CEYLON) PLC**  
**NOTES TO THE FINANCIAL STATEMENTS**

**8 TWENTY MAJOR SHAREHOLDERS AS AT 31ST MARCH 2024**

#	Name	Total Shares	%
1	CEYLON BEVERAGE HOLDINGS PLC	41,798,788	52.25
2	CARLSBERG BREWERY MALAYSIA BERHAD	20,000,686	25.00
3	CB NY S/A ALLAN GRAY FRONTIER MARKETS EQUITY FUND LIMITED	5,589,256	6.99
4	CARSON CUMBERBATCH PLC A/C NO. 02	4,107,793	5.13
	CARSON CUMBERBATCH PLC A/C NO. 01	2,553,792	3.19
5	BUKIT DARAH PLC A/C NO. 02	1,300,000	1.63
6	SSBT-AL MEHWAR COMMERCIAL INVESTMENTS L.L.C.	783,779	0.98
7	RBC INVESTOR SERVICES BANK-COELI SICAV I- FRONTIER MARKETS FUNDS	683,116	0.85
8	GF CAPITAL GLOBAL LIMITED	427,179	0.53
9	SAMPATH BANK PLC/MRS.PRIYANI DHARSHINI RATNAGOPAL	300,000	0.38
10	J.B. COCOSHELL (PVT) LTD	265,518	0.33
11	PORTELET LIMITED	161,920	0.20
12	ODYSSEY CAPITAL PARTNERS (PRIVATE) LIMITED	159,521	0.19
13	DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE EQUITY FUND	133,771	0.17
14	TRANZ DOMINION,L.L.C.	129,251	0.16
15	SSBT-FRANK RUSSEL TRUST COMPANY COMINGLED BENEFIT FUNDS TRUST GNA-6QH3	114,879	0.14
16	MR. M. A. JAFFERJEE	91,884	0.11
17	NEWGREENS LIMITED	83,200	0.10
18	JB CAPITAL (PRIVATE) LIMITED	70,000	0.09
19	FERN HOLDINGS (PRIVATE) LIMITED	68,701	0.09
20	COMMERCIAL BANK OF CEYLON PLC A/C NO. 03	50,000	0.06

**9 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 (i) (a) of the Listing Rules of the Colombo Stock Exchange, under Option 2, i.e. Float-Adjusted Market Capitalization of Rs.7.5 Billion with 500 Public Shareholders and a Public Holding percentage of 5%.

**The Company's Public Holding as at 31st March 2024**

Float Adjusted Market Capitalization (Rs.)	9,227,460,000
Percentage of ordinary shares held by the public	12.10%
Number of Public Shareholders	1,262

**10 DIRECTOR'S SHAREHOLDINGS**

As at 31st March 2024	No. of Shares
Mr. D. A. Cabraal (Chairman)	-
Mr. H. Selvanathan (Deputy Chairman)	1,579
Mr. R. H. Meewakkala (CEO/Director)	-
Mr. D. C. R. Gunawardena	34
Mr. K. Selvanathan	-
Mr. D. R. P. Goonetilleke	1
Mrs. S. J. F. Evans	-
Mr. S. Selvanathan	-
Mr. S. Clini	-
Ms. V. Gun	-
Mr. A.B. Baliga (appointed w.e.f 02/02/2024)	-

**11 STATED CAPITAL**

The Company's stated capital consists of 80,000,000 ordinary shares.

**LION BREWERY (CEYLON) PLC**  
**NOTES TO THE FINANCIAL STATEMENTS**

**12 RELATED PARTY TRANSACTIONS**

The Company carried out transactions in the ordinary course of its business with parties who are defined as related parties in Sri Lanka Accounting Standard LKAS 24 - 'Related Party Disclosures', the details of which are reported below.

In Rs.'000s For the period ended	Group		Company	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
<b>Transactions with related parties/subsidiaries</b>				
Royalty expenses	600,355	473,387	600,355	473,387
Intercompany interest income	67,132	65,473	67,132	65,473
Beer sales income	854,598	740,069	854,598	740,069
Trade rebates	2,720	3,503	2,720	3,503
Marketing assistance fee	23,167	25,333	23,167	25,333
Distribution services fee income	4,591	3,929	4,591	3,929
Rent expenses	4,860	10,588	37,410	37,650
Hotel expenses	7,457	106	7,457	106
Support services fees expenses	923,323	628,010	923,077	628,010
Other service fee expense	157,647	95,500	157,453	95,500
Purchase of raw materials	518,933	275,026	518,933	275,026
<b>Outstanding balances</b>				
Amounts due from related companies	468,363	383,511	468,365	383,511
Amounts due to related companies	148,619	76,041	148,606	199,132

## **LION BREWERY (CEYLON) PLC**

### **Corporate Information**

#### **NAME OF COMPANY**

Lion Brewery (Ceylon) PLC  
(A Carson Cumberbatch Company)

#### **COMPANY REGISTRATION NUMBER**

PQ 57

#### **LEGAL FORM**

A Public Quoted Company with Limited Liability.  
Incorporated in Sri Lanka in 1996  
Official listing of the Colombo Stock Exchange obtained in 1997

#### **SUBSIDIARY COMPANIES**

Millers Brewery Limited  
Lion Beer (Ceylon) Pte Ltd

#### **PARENT AND CONTROLLING ENTITY**

Ceylon Beverage Holdings PLC is the immediate Parent Company of Lion Brewery (Ceylon) PLC.  
Carson Cumberbatch PLC is the Parent Company of Ceylon Beverage Holdings PLC and Bukit Darah PLC is the Ultimate Parent and Controlling Entity of Ceylon Beverage Holdings PLC.

#### **DIRECTORS**

Mr. D. A. Cabraal (Chairman)  
Mr. H. Selvanathan (Deputy Chairman)  
Mr. R. H. Meewakkala (CEO/Director)  
Mr. D. C. R. Gunawardena  
Mr. K. Selvanathan  
Mr. D. R. P. Goonetilleke  
Mrs. S. J. F. Evans  
Mr. S. Selvanathan  
Mr. S. Clini  
Ms. V. Gun  
Mr. A. B. Baliga (appointed w.e.f 02/02/2024)

#### **BANKERS**

Citibank  
Commercial Bank of Ceylon PLC  
Deutsche Bank AG.  
DFCC Bank  
Hatton National Bank PLC  
Nations Trust Bank PLC  
National Development Bank PLC  
Standard Chartered Bank  
Sampath Bank PLC  
Bank of China Limited

#### **LEGAL ADVISERS**

Messrs. F. J. & G. De Saram  
216, De Saram Place  
Colombo 10, Sri Lanka  
Tel: +94 11 4718 200  
Fax:+94 11 4718 220

#### **AUDITORS**

Messrs. KPMG  
Chartered Accountants  
No. 32A, Sir Mohamed Macan Markar Mawatha  
Colombo 3, Sri Lanka  
Tel: +94 11 5426 426  
Fax:+94 11 2445 872

#### **MANAGERS & SECRETARIES**

Carsons Management Services (Private) Limited  
No. 61, Janadhipathi Mawatha  
Colombo 01, Sri Lanka  
Tel : +94 11 2039 200  
Fax: +94 11 2039 300

#### **REGISTERED OFFICE**

No. 61, Janadhipathi Mawatha  
Colombo 01, Sri Lanka  
Tel : +94 11 2039 200  
Fax: +94 11 2039 300

#### **CORPORATE OFFICE & BREWERY**

254, Colombo Road, Biyagama, Sri Lanka  
Tel : +94 11 2465 900 (10 Lines)  
Fax : +94 11 2465 901

#### **GROUP WEBSITE**

[www.carsoncumberbatch.com](http://www.carsoncumberbatch.com)