

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

CONSOLIDATED INCOME STATEMENT

1

	Note	Quarter ended 30th September			Six months ended 30th September		
		2022	2021	Change %	2022	2021	Change %
Continuing operations							
Goods transferred at a point in time		1,765,941	1,060,739	66	3,368,384	1,948,189	73
Revenue from contracts with customers		1,765,941	1,060,739	66	3,368,384	1,948,189	73
Cost of sales		(1,385,733)	(801,726)	73	(2,604,516)	(1,475,597)	77
Gross profit		380,208	259,013	47	763,868	472,592	62
Other operating income		2,825	721	292	4,393	1,334	229
Selling and distribution expenses		(180,532)	(124,443)	45	(338,502)	(244,311)	39
Administrative expenses		(78,071)	(58,859)	33	(144,263)	(114,209)	26
Other operating expenses		(16,719)	(20,266)	(18)	(41,622)	(37,027)	12
Results from operating activities		107,711	56,166	92	243,874	78,379	211
Finance cost	6	(25,551)	(3,475)	635	(37,323)	(7,014)	432
Finance income	6	2,484	1,547	61	4,965	3,274	52
Profit before tax		84,644	54,238	56	211,516	74,639	183
Tax expense	7	(23,665)	(7,150)	231	(45,437)	(7,065)	543
Profit for the period		60,979	47,088	30	166,079	67,574	146
Attributable to:							
Equity holders of the Parent		60,979	47,088	30	166,079	67,574	146
		60,979	47,088	30	166,079	67,574	146
		LKR.	LKR.		LKR.	LKR.	
Earnings per share							
Basic		2.39	1.85		6.51	2.65	
Diluted		2.39	1.85		6.51	2.65	
Dividend per share		-	-		0.50	2.50	

Note : All values are in LKR '000s, unless otherwise stated.
Figures in brackets indicate deductions.
The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

2

	Quarter ended 30th September		Six months ended 30th September	
	2022	2021	2022	2021
Profit for the period	60,979	47,088	166,079	67,574
Other comprehensive income				
Other comprehensive income to be reclassified to income statement in subsequent periods				
Currency translation of foreign operations	118	25	(428)	22
Net other comprehensive income/(expense) to be reclassified to income statement in subsequent periods	118	25	(428)	22
Other comprehensive income/(expense) for the period, net of tax	118	25	(428)	22
Total comprehensive income for the period, net of tax	61,097	47,113	165,651	67,596
Attributable to:				
Equity holders of the Parent	61,097	47,113	165,651	67,596

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

3

As at	30.09.2022	31.03.2022
ASSETS		
Non-current assets		
Property, plant and equipment	1,466,733	1,502,851
Right of use assets	6,706	7,437
Intangible assets	247,367	247,621
Non-current financial assets	56,930	51,284
Other non-current assets	20,327	8,421
	1,798,063	1,817,614
Current assets		
Inventories	1,124,005	585,727
Trade and other receivables	793,120	621,526
Amounts due from related parties	237,306	196,158
Other current assets	157,546	108,608
Cash in hand and at bank	121,951	109,901
	2,433,928	1,621,920
Total assets	4,231,991	3,439,534
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Stated capital	1,294,815	1,294,815
Revenue reserves	560,750	503,344
Other components of equity	394,507	394,472
Total equity	2,250,072	2,192,631
Non-current liabilities		
Interest bearing borrowings	20,486	42,213
Lease liability	6,885	7,448
Deferred tax liabilities	146,363	150,551
Employee benefit liabilities	154,554	144,120
	328,288	344,332
Current liabilities		
Trade and other payables	641,250	527,166
Amounts due to related parties	22,585	21,856
Income tax liabilities	20,132	40,153
Interest-bearing borrowings	43,455	43,455
Lease liability	1,372	1,243
Other current liabilities	25,952	23,437
Short-term borrowings	31,501	-
Bank overdrafts	867,384	245,261
	1,653,631	902,571
Total equity and liabilities	4,231,991	3,439,534
	LKR	LKR
Net assets per share	88.24	85.99

Note : All values are in LKR '000s, unless otherwise stated.

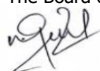
The above figures are not audited.

I certify that the Financial Statements comply with the requirements of the Companies Act No.07 of 2007.

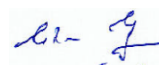


P N Fernando
 Director/ Chief Financial Officer

The Board of Directors is responsible for these Financial Statements.



D P Gamlath
 Director



J G A Cooray
 Director

02nd November 2022

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

CONSOLIDATED STATEMENT OF CASH FLOWS

4

For the Six months ended 30th September	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	211,516	74,639
Adjustments for:		
Finance income*	(4,965)	(3,274)
Finance cost	37,323	7,014
Share-based payment expense	463	1,072
Depreciation of property, plant and equipment	91,364	85,247
Profit on sale of property, plant and equipment	(186)	-
Amortisation of right of use assets	731	731
Amortisation of intangible assets	480	201
Provision made on slow moving inventory	806	-
Provision for impairment of trade receivable	1,206	-
Gratuity provision and related costs	11,376	9,896
Profit before working capital changes	350,114	175,526
(Increase) / Decrease in inventories	(539,084)	(59,121)
(Increase) / Decrease in trade and other receivables	(187,859)	(27,141)
(Increase) / Decrease in amounts due from related parties	(41,148)	44,163
(Increase) / Decrease in other current assets	(48,938)	(2,269)
Increase / (Decrease) in trade and other payables	114,084	88,257
Increase / (Decrease) in amounts due to related parties	729	3,955
Increase / (Decrease) in other current liabilities	2,515	(7,240)
Cash generated from/(used in) operations	(349,587)	216,130
Finance income received	2,472	1,530
Finance cost paid	(36,846)	(6,474)
Tax paid	(69,648)	(26,013)
Surcharge Tax paid	(95,923)	-
Gratuity paid/transfers	(942)	(3,410)
Net cash flow from/(used in) operating activities	(550,474)	181,763
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Purchase and construction of property, plant and equipment	(55,246)	(42,074)
Purchase of intangible assets	(225)	-
Proceeds from sale of property, plant and equipment	186	140
Net cash flow (used in) investing activities	(55,285)	(41,934)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Dividend paid	(12,750)	(63,750)
Repayment of interest bearing borrowings	(21,727)	(21,727)
Proceed from short-term borrowings	31,501	-
Payment of lease liability	(910)	(867)
Net cash flow (used in) financing activities	(3,886)	(86,344)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(609,645)	59,211
CASH AND CASH EQUIVALENTS AT THE BEGINNING	(135,360)	(130,287)
Effect of exchange rate changes	(428)	22
CASH AND CASH EQUIVALENTS AT THE END	(745,433)	(71,054)
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Favorable balances		
Short-term investments	-	511
Cash in hand and at bank	121,951	58,608
Unfavorable balances		
Bank overdrafts	(867,384)	(130,173)
Total cash and cash equivalents	(745,433)	(71,054)

*Finance income from other financial instruments includes, notional interest pertaining to loans granted to executive staff, and has been adjusted in the cash flows.

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

5

	Attributable to equity holders of parent					
	Stated capital	Revaluation reserve	Foreign currency translation reserve	Other capital reserve	Revenue reserves	Total Equity
As at 1st April 2021	1,294,815	305,456	(5,322)	58,700	422,733	2,076,382
Profit for the period	-	-	-	-	67,574	67,574
Other comprehensive income	-	-	22	-	-	22
Total comprehensive income	-	-	22	-	67,574	67,596
Share based payments	-	-	-	1,072	-	1,072
Final dividend paid - 2020/21	-	-	-	-	(63,750)	(63,750)
As at 30th September 2021	1,294,815	305,456	(5,300)	59,772	426,557	2,081,300
As at 1 April 2022	1,294,815	338,274	(4,609)	60,807	503,344	2,192,631
Charge relating to Surcharge Tax	-	-	-	-	(95,923)	(95,923)
As at 1st April 2022 (Adjusted)	1,294,815	338,274	(4,609)	60,807	407,421	2,096,708
Profit for the period	-	-	-	-	166,079	166,079
Other comprehensive income	-	-	(428)	-	-	(428)
Total comprehensive income	-	-	(428)	-	166,079	165,651
Share based payments	-	-	-	463	-	463
Final dividend paid - 2021/22	-	-	-	-	(12,750)	(12,750)
As at 30th September 2022	1,294,815	338,274	(5,037)	61,270	560,750	2,250,072

Note : All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

COMPANY INCOME STATEMENT

6

	Note	Quarter ended 30th September			Six months ended 30th September		
		2022	2021	Change %	2022	2021	Change %
Continuing operations							
Goods transferred at a point in time		1,765,941	1,060,739	66	3,368,384	1,948,189	73
Revenue from contracts with customers		1,765,941	1,060,739	66	3,368,384	1,948,189	73
Cost of sales		(1,385,733)	(801,726)	73	(2,604,516)	(1,475,597)	77
Gross profit		380,208	259,013	47	763,868	472,592	62
Other operating income		2,825	721	292	4,393	1,334	229
Selling and distribution expenses		(180,525)	(124,443)	45	(338,502)	(244,311)	39
Administrative expenses		(76,960)	(58,461)	32	(142,720)	(113,423)	26
Other operating expenses		(16,719)	(20,266)	(18)	(41,622)	(37,027)	12
Results from operating activities		108,829	56,564	92	245,417	79,165	210
Finance cost	6	(25,551)	(3,475)	635	(37,323)	(7,014)	432
Finance income	6	2,484	1,547	61	4,965	3,274	52
Profit before tax		85,762	54,636	57	213,059	75,425	182
Tax expense	7	(23,665)	(7,150)	231	(45,437)	(7,065)	543
Profit for the period		62,097	47,486	31	167,622	68,360	145
		LKR.	LKR.		LKR.	LKR.	
Dividend per share		-	-		0.50	2.50	

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

COMPANY STATEMENT OF COMPREHENSIVE INCOME

7

	Quarter ended 30th September		Six months ended 30th September	
	2022	2021	2022	2021
Profit for the period	62,097	47,486	167,622	68,360
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period, net of tax	62,097	47,486	167,622	68,360

Note : All values are in LKR '000s, unless otherwise stated.
Figures in brackets indicate deductions.
The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

COMPANY STATEMENT OF FINANCIAL POSITION

8

As at	30.09.2022	31.03.2022
ASSETS		
Non-current assets		
Property, plant and equipment	1,466,733	1,502,851
Right of use assets	6,706	7,437
Intangible assets	247,367	247,621
Investments in subsidiary	-	-
Non-current financial assets	56,930	51,284
Other non-current assets	20,327	8,421
	1,798,063	1,817,614
Current assets		
Inventories	1,124,005	585,727
Trade and other receivables	793,120	621,526
Amounts due from related parties	237,306	196,158
Other current assets	157,546	108,608
Cash in hand and at bank	120,977	108,787
	2,432,954	1,620,806
Total assets	4,231,017	3,438,420
EQUITY AND LIABILITIES		
Stated capital	1,294,815	1,294,815
Revenue reserves	561,514	502,565
Other components of equity	399,544	399,081
Total equity	2,255,873	2,196,461
Non-current liabilities		
Interest bearing borrowings	20,486	42,213
Lease liability	6,885	7,448
Deferred tax liabilities	146,363	150,551
Employee benefit liabilities	154,554	144,120
	328,288	344,332
Current liabilities		
Trade and other payables	634,526	522,222
Amounts due to related parties	22,585	21,856
Income tax liabilities	20,132	40,153
Interest bearing borrowings	43,455	43,455
Lease liability	1,372	1,243
Short-term borrowings	31,501	-
Other current liabilities	25,901	23,437
Bank overdrafts	867,384	245,261
	1,646,856	897,627
Total equity and liabilities	4,231,017	3,438,420
	LKR	LKR
Net assets per share	88.47	82.37

Note : All values are in LKR '000s, unless otherwise stated.

The above figures are not audited.

I certify that the Financial Statements comply with the requirements of the Companies Act No.07 of 2007.



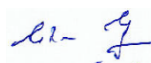
P N Fernando

Director/ Chief Financial Officer

The Board of Directors is responsible for these Financial Statements.



D P Gamlath
Director



J G A Cooray
Director

02nd November 2022

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

COMPANY STATEMENT OF CASH FLOWS

9

For the Six months ended 30th September

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	213,059	75,425
Adjustments for:		
Finance income*	(4,965)	(3,274)
Finance cost	37,323	7,014
Share based payment expenses	463	1,072
Depreciation of property, plant and equipment	91,364	85,247
Profit on sale of property, plant and equipment	(186)	-
Amortisation of right of use assets	731	731
Amortisation of intangible assets	480	201
Provision made on slow moving inventory	806	-
Provision for impairment of trade receivable	1,206	-
Gratuity provision and related costs	11,376	9,896
Profit before working capital changes	351,657	176,312
(Increase) / Decrease in inventories	(539,084)	(59,121)
(Increase) / Decrease in trade and other receivables	(187,859)	(20,322)
(Increase) / Decrease in amounts due from related parties	(41,148)	43,070
(Increase) / Decrease in other current assets	(48,938)	(2,269)
Increase / (Decrease) in trade and other payables	112,304	87,824
Increase / (Decrease) in amounts due to related parties	729	3,955
Increase / (Decrease) in other current liabilities	2,464	(7,370)
Cash generated from/(used in) operations	(349,875)	222,079
Finance income received	2,472	1,530
Finance cost paid	(36,846)	(6,474)
Tax paid	(69,648)	(26,013)
Surcharge tax paid	(95,923)	-
Gratuity paid/transfers	(942)	(3,410)
Net cash flow from/(used in) operating activities	(550,762)	187,712
CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES		
Purchase and construction of property, plant and equipment	(55,246)	(42,074)
Purchase of intangible assets	(225)	-
Proceeds from sale of property, plant and equipment	186	140
Net cash flow (used in) investing activities	(55,285)	(41,934)
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES		
Dividend paid	(12,750)	(63,750)
Repayment of interest bearing borrowings	(21,727)	(21,727)
Proceed from short-term borrowings	31,501	-
Payment of lease liability	(910)	(867)
Net cash flow (used in) financing activities	(3,886)	(86,344)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(609,933)	59,434
CASH AND CASH EQUIVALENTS AT THE BEGINNING	(136,474)	(131,374)
CASH AND CASH EQUIVALENTS AT THE END	(746,407)	(71,940)
ANALYSIS OF CASH & CASH EQUIVALENTS		
Favorable balances		
Cash in hand and at bank	120,977	58,233
Unfavorable balances		
Bank overdrafts	(867,384)	(130,173)
Total cash and cash equivalents	(746,407)	(71,940)

*Finance income from other financial instruments includes, notional interest pertaining to loans granted to executive staff, and has been adjusted in the cash flows.

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

COMPANY STATEMENT OF CHANGES IN EQUITY

10

	Stated capital	Revaluation reserve	Other capital reserve	Revenue reserves	Total Equity
As at 1st April 2021	1,294,815	305,456	58,700	420,363	2,079,334
Profit for the period	-	-	-	68,360	68,360
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	68,360	68,360
Share based payments	-	-	1,072	-	1,072
Final dividend paid - 2020/21	-	-	-	(63,750)	(63,750)
As at 30th September 2021	1,294,815	305,456	59,772	424,973	2,085,016
As at 1st April 2022	1,294,815	338,274	60,807	502,565	2,100,538
Charge relating to Surcharge Tax	-	-	-	(95,923)	(95,923)
As at 1 April 2022 (Adjusted)	1,294,815	338,274	60,807	406,642	2,004,615
Profit for the period	-	-	-	167,622	167,622
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	167,622	167,622
Share based payments	-	-	463	-	463
Final dividend paid - 2021/22	-	-	-	(12,750)	(12,750)
As at 30th September 2022	1,294,815	338,274	61,270	561,514	2,159,950

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

11

Business segments

The following tables present revenue, profit information and other disclosures regarding Group's business segments.

For the quarter ended 30th September	Manufacturing		Trading		Group Total	
	2022	2021	2022	2021	2022	2021
Goods transferred at a point in time	1,713,967	990,049	51,974	70,690	1,765,941	1,060,739
Total segment revenue from contracts with customers	1,713,967	990,049	51,974	70,690	1,765,941	1,060,739
Segment result	358,469	236,676	21,739	22,337	380,208	259,013
Other operating income	2,825	721	-	-	2,825	721
Selling and distribution expenses	(173,576)	(115,072)	(6,956)	(9,371)	(180,532)	(124,443)
Administrative expenses	(76,073)	(54,605)	(1,998)	(4,254)	(78,071)	(58,859)
Other operating expenses	(16,395)	(19,976)	(324)	(290)	(16,719)	(20,266)
Results from operating activities	95,250	47,743	12,461	8,423	107,711	56,166
Finance cost	(24,447)	(3,308)	(1,104)	(167)	(25,551)	(3,475)
Finance income	2,484	1,547	-	-	2,484	1,547
Profit before tax	73,287	45,982	11,357	8,256	84,644	54,238
Tax expenses	(20,939)	(6,559)	(2,726)	(591)	(23,665)	(7,150)
Profit after tax	52,348	39,423	8,631	7,665	60,979	47,088
Segment assets						
Segment liabilities						
Purchase and construction of PPE*	34,611	12,764	-	-	34,611	12,764
Depreciation of PPE*	46,538	43,035	-	-	46,538	43,035
Amortisation / impairment of IA**	240	101	-	-	240	101
Amortisation of ROUA***	365	365	-	-	365	365
Employees benefit provisions and related costs	5,333	4,948	-	-	5,333	4,948

*PPE (Property, plant and equipment), **IA (Intangible assets),***ROUA (Right of use assets)

Non-current assets have not been allocated to the trading segment.

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

Keells Food Products PLC - PQ3
117, Sir Chittampalam A. Gardiner Mawatha
Colombo 2.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

12

Business segments

The following tables present revenue, profit information and other disclosures regarding Group's business segments.

For the six months ended 30th September	Manufacturing		Trading		Group Total	
	2022	2021	2022	2021	2022	2021
Goods transferred at a point in time	3,253,456	1,823,290	114,928	124,899	3,368,384	1,948,189
Total segment revenue from contracts with customers	3,253,456	1,823,290	114,928	124,899	3,368,384	1,948,189
Segment result	714,869	439,465	48,999	33,127	763,868	472,592
Other operating income	4,393	1,334	-	-	4,393	1,334
Selling and distribution expenses	(325,155)	(224,085)	(13,347)	(20,226)	(338,502)	(244,311)
Administrative expenses	(139,806)	(105,468)	(4,457)	(8,741)	(144,263)	(114,209)
Other operating expenses	(41,104)	(36,542)	(518)	(485)	(41,622)	(37,027)
Results from operating activities	213,197	74,704	30,677	3,675	243,874	78,379
Finance cost	(36,219)	(6,658)	(1,104)	(356)	(37,323)	(7,014)
Finance income	4,965	3,274	-	-	4,965	3,274
Profit before tax	181,943	71,321	29,573	3,318	211,516	74,639
Tax expenses	(38,339)	(6,332)	(7,098)	(733)	(45,437)	(7,065)
Profit after tax	143,604	64,989	22,475	2,585	166,079	67,574
Segment assets	4,165,606	3,039,584	66,385	53,817	4,231,991	3,093,401
Segment liabilities	1,934,306	982,066	47,613	30,035	1,981,919	1,012,101
Purchase and construction of PPE*	55,246	42,074	-	-	55,246	42,074
Depreciation of PPE*	91,364	85,247	-	-	91,364	85,247
Amortisation / impairment of IA**	480	201	-	-	480	201
Amortisation of ROUA***	731	731	-	-	731	731
Employees benefit provisions and related costs	11,376	9,896	-	-	11,376	9,896

*PPE (Property, plant and equipment), **IA (Intangible assets), ***ROUA (Right of use assets)

Non-current assets have not been allocated to the trading segment.

Note : All values are in LKR '000s, unless otherwise stated.
 Figures in brackets indicate deductions.
 The above figures are not audited.

1 CORPORATE INFORMATION

Keells Food Products PLC is a Public Liability Company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange.

2 INTERIM CONDENSED FINANCIAL STATEMENTS

The Financial Statements for the six months ended 30th September 2022, includes "the Company" referring to Keells Food Products PLC., and "the Group" referring to the "Company" and its Subsidiary John Keells Food India (Private) Limited whose accounts have been consolidated thereon.

3 APPROVAL OF FINANCIAL STATEMENTS

The interim condensed Financial Statements of the Group and the Company for six months ended 30th September 2022 were authorised for issue by the Board of Directors on 20th October 2022.

4 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES

4.1 Basis of Preparation

The interim condensed Financial Statements for the six months ended 30th September 2022 have been prepared in accordance with LKAS 34 Interim Financial Reporting.

The interim condensed Financial Statements do not include all the information and disclosures required in the annual Financial Statements, and should be read in conjunction with the Group's annual Financial Statements as at 31st March 2022.

The tax liability arising from the Surcharge Tax Act No: 14 of 2022 has been accounted as recommended by the (Addendum to) Statement of Alternative Treatment (SoAT) issued by the Institute of Chartered Accountants of Sri Lanka as disclosed under the note 07 on Income Taxes.

5 OPERATING SEGMENTS

For management purposes, the Group is organised into business units based on their products and services and has two reportable operating segments as follows;

- Manufacturing
- Trading

6 NET FINANCE COST

For the six months ended 30 th September In LKR '000s	Group		Company	
	2022	2021	2022	2021
Finance income				
Interest income	4,965	3,274	4,965	3,274
Total finance income	4,965	3,274	4,965	3,274
Finance Cost				
Interest expense on borrowings	(36,846)	(6,474)	(36,846)	(6,474)
Finance charge on lease liabilities	(477)	(540)	(477)	(540)
Total finance cost	(37,323)	(7,014)	(37,323)	(7,014)
Net finance cost	(32,358)	(3,740)	(32,358)	(3,740)

7 TAX EXPENSE

For the six months ended 30 th September In LKR '000s	Group		Company	
	2022	2021	2022	2021
Income statement				
Current income tax	49,627	11,777	49,627	11,777
Deferred tax reversal	(4,190)	(4,712)	(4,190)	(4,712)
	45,437	7,065	45,437	7,065

Surcharge Tax Act No. 14 of 2022 was enacted on 8 April 2022 and is applicable to the John Keells Group as the collective taxable income of companies belonging to the Group, calculated in accordance with the provisions of the Inland Revenue Act No. 24 of 2017, exceeds Rs. 2,000 Mn, for the year of assessment 2020/2021. The liability is computed at the rate of 25 per cent on the taxable income of the individual Group companies, net of dividends from subsidiaries.

Total Surcharge Tax liability of Rs. 96 Mn has been recognised for the Group and the Company respectively as an opening adjustment to the 1 April 2022 retained earnings in the statement of Changes in Equity as per the Addendum to the Statement of Alternative Treatment (SoAT) issued by The Institute of Chartered Accountants of Sri Lanka. According to the said Act, the surcharge tax shall be deemed to be an expenditure in the financial statements relating to the year of assessment which commenced on 1 April 2020.

8 RELATED PARTY TRANSACTIONS

For the six months ended 30th September

In LKR '000s

	Group		Company	
	2022	2021	2022	2021
Transactions with related parties				
Ultimate Parent Company - John Keells Holdings PLC				
Receiving of services	(22,665)	(20,369)	(22,665)	(20,369)
Subsidiary	-	-	-	-
Companies under common control				
Sale of Goods	763,226	527,116	763,226	527,116
Purchase of Goods	(719)	(56)	(719)	(56)
Receiving of services	(52,230)	(25,547)	(52,230)	(25,547)
Purchase of property plant & equipment	-	-	-	-
Equity accounted investees of the Parent				
Sale of Goods	-	-	-	-
Receiving of services	(378)	(6,821)	(378)	(6,821)
Key Management Personnel (KMP)	-	-	-	-
Close family members of KMP	-	-	-	-
Companies controlled/jointly controlled/significantly influenced by KMP and their close family members	-	-	-	-
Compensation to Key Management Personnel				
Short-term employee benefit	(4,840)	(3,600)	(4,840)	(3,600)
Post employment benefit plan				
Contributions to the provident fund	(1,373)	(1,257)	(1,373)	(1,257)

9 Share information

9.1 Stated capital

Stated capital is represented by number of shares in issue as given below:

As at	No. of Shares 30-09-2022	No. of Shares 30-06-2022	No. of Shares 31-03-2022
Ordinary shares	25,500,000	25,500,000	25,500,000

9.2 Net assets per share

Net assets per share have been calculated, for all periods, based on the number of shares in issue as at 30th September 2022.

9.3 Market price per share

For the quarter ended 30th September

	2022 LKR	2021 LKR
Highest	184.50	175.00
Lowest	151.00	157.00
Last traded	180.00	169.00

9.4 Public share holdings

Percentage of shares held by the public and the number of public shareholders is as given below.

As at	30-09-2022	30-06-2022
Public share holding (%)	10.05%	10.05%
Public share holders	1,217	1,247
Compliant under option 2 of the Diri Savi Board - Float adjusted market capitalization (Rs. Mn.)	461	436

9.5 Directors' and CEO's share holdings

The number of shares held by the Board of Directors (including spouses) are as follows:

As at	30-09-2022	30-06-2022
Name of the Directors	No. of Shares	No. of Shares
K N J Balendra	-	-
J G A Cooray	-	-
D P Gamlath	-	-
P N Fernando (Ms.)	-	-
P D Samarasinghe	-	-
S De Silva (Ms.)	-	-
A E H Sanderatne	-	-
I Samarajiva	-	-

The number of shares held by the Chief Executive Officer (including spouse) are as follows:

As at	30-09-2022	30-06-2022
Name of the Chief Executive Officer (CEO)	No. of Shares	No. of Shares
V I Wickramaratne	-	-

9.6 Twenty largest shareholders of the company are as follows:

	30-09-2022		30-06-2022	
	Number of shares	%	Number of shares	%
John Keells Holdings PLC	20,364,054	79.86%	20,364,054	79.86%
John Keells PLC	2,573,196	10.09%	2,573,196	10.09%
Usui Lanka (Pvt) Ltd	684,921	2.69%	620,106	2.43%
People's Leasing and Finance PLC/ Mr. L P Hapangama	210,719	0.83%	214,046	0.84%
Merchant Bank of Sri Lanka & Finance PLC/ R N Machado	186,000	0.73%	186,000	0.73%
People's Leasing and Finance PLC/ Mr. H L M P Haradasa	141,753	0.56%	141,753	0.56%
Mr. J B Hirdaramani	104,720	0.41%	104,720	0.41%
Ms. N Harnam	82,844	0.32%	82,844	0.32%
T R L Holdings (Pvt) Ltd	74,695	0.29%	48,770	0.19%
Enterprise Ceylon Capital (Pvt) Ltd	61,843	0.24%	61,843	0.24%
Employees Trust Fund Board	48,842	0.19%	48,842	0.19%
Deutsche Bank Ag Singapore A/C 02	47,469	0.19%	47,469	0.19%
Mrs. J M Blackler	46,686	0.18%	46,686	0.18%
Harnam Holdings SDN BHD	40,000	0.16%	40,000	0.16%
Mr. A J M Jinadasa	36,000	0.14%	36,000	0.14%
Mrs. G J E S De Fonseka	33,240	0.13%	33,240	0.13%
Mr. D H N Kandamudali	29,371	0.12%	29,371	0.12%
People's Leasing and Finance PLC/ L.H.L Noris de Silva and Son (Pvt) Ltd	28,273	0.11%	28,273	0.11%
Akbar Bothers (Pvt) Ltd A/C 01	26,023	0.10%	26,023	0.10%
Mrs. Niluka Bandaranayake	25,270	0.10%	25,270	0.10%

10 Dividends paid

For the six month ended 30th September
 In LKR '000s

	2022	2021
Final dividend for 2021/22 LKR 0.50	12,750	63,750

11 Contingencies, capital and other commitments

There has been no significant change in the nature of the contingencies and other commitments, which were discussed in the annual report for the year ended 31st March 2022.

12 Events after the reporting period

There have been no events subsequent to the reporting date, which require disclosure in the interim condensed Financial Statements.