

**Access Engineering PLC**  
**Financial Statements**  
**For the Period Ended 31st December 2019**

In LKR	Group				Company			
	Quarter ended 31st December		Nine Months Ended 31st December		Quarter ended 31st December		Nine Months Ended 31st December	
	2019	2018	2019	2018	2019	2018	2019	2018
Revenue	5,931,366,489	7,947,984,867	18,056,307,328	21,574,670,766	4,505,588,397	5,156,016,814	13,033,195,503	13,814,744,161
Cost of sales	(5,037,688,192)	(6,630,537,763)	(15,279,318,642)	(17,918,010,562)	(3,977,974,825)	(4,217,821,662)	(11,368,232,864)	(11,551,272,804)
<b>Gross profit</b>	<b>893,678,297</b>	<b>1,317,447,104</b>	<b>2,776,988,686</b>	<b>3,656,660,204</b>	<b>527,613,572</b>	<b>938,195,152</b>	<b>1,664,962,639</b>	<b>2,263,471,357</b>
Other income	103,295,755	194,184,200	372,248,863	396,895,044	216,352,788	114,035,020	781,022,876	668,879,222
Administrative expenses	(528,072,886)	(484,909,837)	(1,440,241,253)	(1,337,713,638)	(219,956,784)	(203,271,733)	(578,073,048)	(554,379,080)
Other expenses	(11,293,907)	(7,473,736)	(27,029,985)	(15,543,210)	(6,338,933)	(4,299,418)	(18,270,020)	(11,209,490)
<b>Operating profit</b>	<b>457,607,259</b>	<b>1,019,247,731</b>	<b>1,681,966,311</b>	<b>2,700,298,400</b>	<b>517,670,643</b>	<b>844,659,021</b>	<b>1,849,642,447</b>	<b>2,366,762,009</b>
Net finance cost	(169,750,360)	(186,435,198)	(403,165,687)	(516,082,611)	(98,661,939)	(117,994,501)	(212,300,898)	(390,100,245)
Share of results of equity-accounted investees, net of tax	(13,446,351)	5,235,879	(21,754,546)	(824,900)	-	-	-	-
<b>Profit before tax</b>	<b>274,410,548</b>	<b>838,048,412</b>	<b>1,257,046,078</b>	<b>2,183,390,889</b>	<b>419,008,704</b>	<b>726,664,520</b>	<b>1,637,341,549</b>	<b>1,976,661,764</b>
Income tax expenses	12,189,444	(197,907,485)	(188,428,909)	(522,853,615)	(8,977,681)	(184,253,592)	(212,202,670)	(418,047,838)
<b>Profit for the period</b>	<b>286,599,992</b>	<b>640,140,927</b>	<b>1,068,617,169</b>	<b>1,660,537,274</b>	<b>410,031,023</b>	<b>542,410,928</b>	<b>1,425,138,879</b>	<b>1,558,613,926</b>
<b>Profit attributable to:</b>								
Equity holders of the parent	322,953,152	659,316,985	1,112,438,800	1,654,870,556	410,031,023	542,410,928	1,425,138,879	1,558,613,926
Non-controlling interest	(36,353,160)	(19,176,058)	(43,821,630)	5,666,719	-	-	-	-
<b>Profit for the period</b>	<b>286,599,992</b>	<b>640,140,927</b>	<b>1,068,617,170</b>	<b>1,660,537,274</b>	<b>410,031,023</b>	<b>542,410,928</b>	<b>1,425,138,879</b>	<b>1,558,613,926</b>
<b>Other comprehensive income</b>								
<b>Items that will not be reclassified to profit or loss</b>								
Remeasurement of defined benefit liability	(838,750)	(533,545)	(2,516,250)	(1,600,634)	(1,750,000)	(1,750,000)	(5,250,000)	(5,250,000)
Related tax	(189,403)	527,968	901,791	1,470,000	(245,000)	490,000	735,000	1,470,000
<b>Other comprehensive income for the period, net of tax</b>	<b>(1,028,153)</b>	<b>(5,577)</b>	<b>(1,614,459)</b>	<b>(130,634)</b>	<b>(1,995,000)</b>	<b>(1,260,000)</b>	<b>(4,515,000)</b>	<b>(3,780,000)</b>
<b>Total comprehensive income for the period, net of tax</b>	<b>285,571,839</b>	<b>640,135,350</b>	<b>1,067,002,711</b>	<b>1,660,406,640</b>	<b>408,036,023</b>	<b>541,150,928</b>	<b>1,420,623,879</b>	<b>1,554,833,926</b>
<b>Total comprehensive income attributable to:</b>								
Equity holders of the parent	321,745,780	659,062,349	1,110,286,687	1,653,992,741	408,036,023	541,150,928	1,420,623,879	1,554,833,926
Non-controlling interest	(36,173,941)	(18,926,999)	(43,283,976)	6,413,899	-	-	-	-
<b>Total comprehensive income for the period, net of tax</b>	<b>285,571,839</b>	<b>640,135,350</b>	<b>1,067,002,711</b>	<b>1,660,406,640</b>	<b>408,036,023</b>	<b>541,150,928</b>	<b>1,420,623,879</b>	<b>1,554,833,926</b>
<b>Basic earnings per share</b>	<b>0.32</b>	<b>0.66</b>	<b>1.11</b>	<b>1.65</b>	<b>0.41</b>	<b>0.54</b>	<b>1.43</b>	<b>1.56</b>

The Accounting Policies and Notes form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

The above figures are subject to audit.



ACCESS ENGINEERING PLC  
STATEMENT OF FINANCIAL POSITION  
AS AT 31ST DECEMBER 2019



In LKR	Group		Company	
	31.12.2019 Unaudited	31.03.2019 Audited	31.12.2019 Unaudited	31.03.2019 Audited
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant and equipment	4,842,783,132	5,198,089,223	2,640,742,373	3,067,938,263
Right of use assets	-	-	39,882,641	-
Investment properties	10,740,369,693	10,729,192,520	415,800,000	415,800,000
Investment properties- work in progress	1,523,254,100	492,568,921	-	-
Intangible assets and goodwill	1,380,119,073	1,406,234,214	39,824,239	47,196,982
Investments in subsidiaries	-	-	14,155,857,707	13,230,857,707
Equity-accounted investees	876,264,579	898,019,125	855,465,410	855,465,410
Non-current financial assets	473,484,417	1,420,363,347	432,831,507	1,008,933,068
Deferred tax asset	11,981,379	-	-	-
	<b>19,848,256,373</b>	<b>20,144,467,350</b>	<b>18,580,403,877</b>	<b>18,626,191,430</b>
<b>Current assets</b>				
Inventories	7,977,742,956	6,578,633,179	2,347,314,458	1,440,013,027
Trade and other receivables	13,133,315,968	13,784,379,147	10,045,641,277	10,101,674,043
Amount due from related parties	141,709,616	126,895,989	415,827,825	409,622,868
Current tax assets	83,828,495	55,203,106	-	-
Other current financial assets	3,693,574,062	2,697,690,207	3,045,074,040	2,466,744,153
Short term investments	103,615,352	25,769,394	103,615,352	25,769,394
Short term deposits	2,068,397,457	2,163,147,483	566,977,256	475,198,599
Cash and cash equivalents	1,412,580,373	2,485,877,649	309,671,724	1,075,663,894
	<b>28,614,764,280</b>	<b>27,917,596,154</b>	<b>16,834,121,932</b>	<b>15,994,685,978</b>
<b>Total Assets</b>	<b>48,463,020,653</b>	<b>48,062,063,504</b>	<b>35,414,525,809</b>	<b>34,620,877,408</b>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Stated capital	9,000,000,000	9,000,000,000	9,000,000,000	9,000,000,000
Revaluation reserve	258,652,205	258,652,205	152,660,185	152,660,185
Retained earnings	12,546,415,717	11,936,129,031	10,850,738,386	9,932,281,210
<b>Equity attributable to equity holders of the parent</b>	<b>21,805,067,922</b>	<b>21,194,781,236</b>	<b>20,003,398,571</b>	<b>19,084,941,395</b>
Non-controlling interest	2,550,013,389	2,393,297,382	-	-
<b>Total equity</b>	<b>24,355,081,311</b>	<b>23,588,078,618</b>	<b>20,003,398,571</b>	<b>19,084,941,395</b>
<b>Non-current liabilities</b>				
Government grants	5,704,096	5,704,096	-	-
Loans and borrowings	63,517,647	5,097,947,765	1,609,647	5,188,152,871
Lease liabilities	-	-	2,512,087	-
Employee benefit liabilities	304,903,694	263,326,437	229,317,051	193,452,552
Deferred tax liabilities	1,840,404,873	2,165,728,615	214,881,353	519,040,038
	<b>2,214,530,310</b>	<b>7,532,706,913</b>	<b>448,320,138</b>	<b>5,900,645,461</b>
<b>Current liabilities</b>				
Bank overdraft	456,631,094	329,833,689	-	-
Trade and other payables	11,606,073,763	12,491,096,071	7,802,392,207	8,528,943,819
Amount due to related parties	43,933,708	24,486,763	40,655,982	279,991,521
Loans and borrowings	9,555,539,988	3,637,207,534	6,878,825,489	402,128,177
Lease liabilities	-	-	39,973,496	-
Current tax liabilities	196,392,865	424,288,511	188,105,642	411,867,608
Unclaimed dividends	34,837,614	34,365,405	12,854,284	12,359,427
	<b>21,893,409,032</b>	<b>16,941,277,973</b>	<b>14,962,807,100</b>	<b>9,635,290,552</b>
<b>Total liabilities</b>	<b>24,107,939,342</b>	<b>24,473,984,886</b>	<b>15,411,127,238</b>	<b>15,535,936,013</b>
<b>Total equity and liabilities</b>	<b>48,463,020,653</b>	<b>48,062,063,504</b>	<b>35,414,525,809</b>	<b>34,620,877,408</b>
<b>Net asset per share</b>	<b>21.81</b>	<b>21.19</b>	<b>20.00</b>	<b>19.08</b>

The Accounting Policies and Notes form an integral part of these Financial Statements.

The Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

  
Deputy General Manager -Finance

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.  
Approved and signed for and on behalf of the Board of Directors of Access Engineering PLC.

  
Director

12th February 2020  
Colombo.

  
Director

ACCESS ENGINEERING PLC  
STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31ST DECEMBER 2019



Group	Attributable to equity holders of the parent				Non-controlling interests	Total equity
	Stated capital	Revaluation reserve	Retained earnings	Total		
In LKR						
Balance at 01st April 2018	9,000,000,000	404,698,445	11,375,847,076	20,780,545,521	2,299,725,473	23,080,270,994
Change in accounting policy	-	-	(22,050,720)	(22,050,720)	-	(22,050,720)
Restated total equity as at 01st April 2018	9,000,000,000	404,698,445	11,353,796,356	20,758,494,801	2,299,725,473	23,058,220,274
Profit for the period	-	-	1,654,870,555	1,654,870,555	5,666,719	1,660,537,274
Other comprehensive income for the period, net of tax	-	-	(877,814)	(877,814)	747,180	(130,634)
Total comprehensive income for the period	-	-	1,653,992,741	1,653,992,741	6,413,899	1,660,406,640
Cash dividends	-	-	(250,000,000)	(250,000,000)	-	(250,000,000)
Disposal of Subsidiary - Horizon Knowledge City Limited	-	(146,046,240)	146,061,660	15,420	(15,420)	-
Balance at 31st December 2018	9,000,000,000	258,652,205	12,903,850,757	22,162,502,962	2,306,123,952	24,468,626,914
Balance at 01st April 2019	9,000,000,000	258,652,205	11,936,129,031	21,194,781,236	2,393,297,382	23,588,078,618
Profit for the period	-	-	1,112,438,800	1,112,438,800	(43,821,630)	1,068,617,170
Other comprehensive income for the period, net of tax	-	-	(2,152,114)	(2,152,114)	537,655	(1,614,459)
Total comprehensive income for the period	-	-	1,110,286,686	1,110,286,686	(43,283,975)	1,067,002,711
Cash dividends	-	-	(500,000,000)	(500,000,000)	-	(500,000,000)
Non-controlling interest of Access Motors (Private) Limited right issue	-	-	-	-	199,999,982	199,999,982
Balance at 31st December 2019	9,000,000,000	258,652,205	12,546,415,717	21,805,067,922	2,550,013,389	24,355,081,311

Company	Stated capital	Revaluation reserve	Retained earnings	Total equity
<b>In LKR</b>				
<b>Balance at 01st April 2018</b>	9,000,000,000	152,660,185	8,714,965,150	17,867,625,335
Change in accounting policy	-	-	(22,050,720)	(22,050,720)
<b>Restated total equity as at 01st April 2018</b>	9,000,000,000	152,660,185	8,692,914,430	17,845,574,615
Profit for the period	-	-	1,558,613,930	1,558,613,930
Other comprehensive income for the period, Net of tax	-	-	(3,780,000)	(3,780,000)
<b>Total comprehensive income for the period</b>	-	-	1,554,833,930	1,554,833,930
Cash dividends	-	-	(250,000,000)	(250,000,000)
<b>Balance at 31st December 2018</b>	9,000,000,000	152,660,185	9,997,748,360	19,150,408,545
<b>Balance at 01st April 2019</b>	9,000,000,000	152,660,185	9,932,281,210	19,084,941,395
Change in accounting policy	-	-	(2,166,703)	(2,166,703)
<b>Restated total equity as at 01st April 2019</b>	9,000,000,000	152,660,185	9,930,114,507	19,082,774,692
Profit for the period	-	-	1,425,138,879	1,425,138,879
Other comprehensive income for the period, net of tax	-	-	(4,515,000)	(4,515,000)
<b>Total comprehensive income for the period</b>	-	-	1,420,623,879	1,420,623,879
Cash dividends	-	-	(500,000,000)	(500,000,000)
<b>Balance at 31st December 2019</b>	9,000,000,000	152,660,185	10,850,738,386	20,003,398,571

The Accounting Policies and Notes form an integral part of these Financial Statements.  
Figures in brackets indicate deductions.  
The above figures are subject to audit.



**ACCESS ENGINEERING PLC**  
**STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 31ST DECEMBER 2019**



For the Year Ended 31st December	Group		Company	
	2019	2018	2019	2018
<b>In LKR</b>				
<b>Operating activities</b>				
Profit before tax	1,257,046,078	2,183,390,889	1,637,341,549	1,976,661,768
<b>Adjustments to reconcile profit before tax to net cash flows:</b>				
Depreciation of property plant and equipment	776,108,796	812,936,223	619,910,724	660,218,349
Amortisation of right- of - use assets	-	-	42,008,466	-
Amortisation and impairment of intangible assets	27,871,422	25,469,122	7,372,742	6,864,152
Provision for employee benefits	57,950,420	39,316,688	39,750,002	26,250,001
Provision for / (reversal of) doubtful debts / inventories	(32,016,196)	34,487,513	(28,619,445)	-
Gain on fair value changes of Investment properties	-	-	-	-
(Gain) / Loss on fair value changes of short-term investments	(22,846,062)	5,330,283	(22,846,062)	5,330,283
Gain on disposal of property, plant and equipment	(24,723,154)	(35,885,591)	(24,053,877)	(23,351,170)
(Gain)/Loss on disposal of subsidiary	-	5,977,460	-	(140,010,000)
(Gain) on disposal of Short term Investments	(2,892,766)	-	(2,892,766)	-
Amortisation of Government Grant	-	-	-	-
Share of results of equity-accounted investees, net of tax	21,754,546	824,900	-	-
Dividend income	(371,063)	(791,981)	(672,110,771)	(332,430,154)
Net finance cost	403,165,687	516,082,611	212,300,898	390,100,244
<b>Operating profit before working capital changes</b>	<b>2,461,047,708</b>	<b>3,587,138,117</b>	<b>1,808,161,460</b>	<b>2,569,633,473</b>
<b>Working capital adjustments:</b>				
(Increase) / decrease inventories	(1,389,367,324)	(1,236,111,387)	(896,984,340)	5,059,255
(Increase) / decrease trade and other receivables	549,999,348	(1,489,955,646)	73,150,719	(631,837,688)
(Increase) / decrease other current financial assets	8,118,480	(509,868,612)	23,370,113	(457,987,159)
Increase amounts due from related parties	(14,813,627)	(4,012,518)	(6,204,957)	(188,439,537)
Increase / (decrease) trade and other payables	(765,036,291)	1,606,227,506	(680,530,765)	533,173,898
Increase / (decrease) amounts due to related parties	19,446,945	99,297,027	(239,335,539)	9,101,687
<b>Cash generated from operating activities</b>	<b>869,395,239</b>	<b>2,052,714,487</b>	<b>81,626,691</b>	<b>1,838,703,929</b>
Interest paid	(839,520,343)	(924,245,284)	(536,798,987)	(622,755,489)
Income tax paid	(737,280,318)	(277,785,432)	(731,928,641)	(107,430,528)
Gratuity paid	(20,244,786)	(13,875,760)	(9,135,503)	(12,056,907)
<b>Net cash flows generated from / (used in) operating activities</b>	<b>(727,650,208)</b>	<b>836,808,011</b>	<b>(1,196,236,440)</b>	<b>1,096,461,005</b>
<b>Investing Activities</b>				
Purchase of property, plant and equipment	(452,285,305)	(847,496,276)	(207,098,464)	(458,843,440)
Purchase of intangible assets	(1,756,281)	(34,822,615)	-	-
Purchase of investment properties	(11,177,174)	(6,937,655)	-	-
Purchase of investment properties - work in progress	(130,685,179)	(73,451,498)	-	-
Proceeds from sale of property, plant and equipment	56,205,755	80,755,402	38,437,507	33,197,715
Proceeds from sale of investments	-	39,850,000	-	-
Net cash flows on disposal subsidiary	-	762,119,876	-	765,000,000
Investment in equity securities	(54,999,896)	-	(54,999,896)	-
Investment in unit trust	(250,000,000)	-	(250,000,000)	-
Acquisition of subsidiary, net of cash acquired	(925,000,000)	-	(925,000,000)	-
Investment in Joint Venture	-	-	-	-
Investment in subsidiary	-	-	-	(126,572,560)
Proceeds from Sale of Unit Trust	252,892,766	-	252,892,766	-
(Investment in) / withdrawal from short term deposits	94,750,026	(86,720,058)	(91,778,657)	(196,961,758)
Dividend received	371,063	791,981	672,110,771	332,430,154
Interest received	241,194,973	227,414,396	138,189,129	84,120,202
<b>Net cash flows generated from / (used in) investing activities</b>	<b>(1,180,489,252)</b>	<b>61,503,553</b>	<b>(427,246,844)</b>	<b>432,370,313</b>
<b>Financing activities</b>				
Dividends paid to equity holders of the parent	(500,000,000)	(250,000,000)	(500,000,000)	(250,000,000)
Proceeds from Issue of Debentures	-	-	-	-
Dividend paid to non-controlling interests	-	-	-	-
Acquisition of non-controlling interests	-	-	-	-
Proceeds from issue of shares to non-controlling interest	199,999,982	-	-	-
Proceeds from borrowings	16,029,096,977	8,387,225,043	1,955,000,000	3,195,000,000
Repayment of borrowings	(15,021,052,180)	(7,899,196,436)	(550,000,000)	(3,605,000,000)
Payment of lease liabilities	-	(6,116,140)	(47,508,886)	-
<b>Net cash flows generated from / (used in) financing activities</b>	<b>708,044,779</b>	<b>231,912,467</b>	<b>857,491,114</b>	<b>(660,000,000)</b>
Increase / (decrease) in cash and cash equivalents	(1,200,094,681)	1,130,224,031	(765,992,170)	868,831,318
Cash and cash equivalent at the beginning	2,156,043,960	829,386,236	1,075,663,894	577,006,066
<b>Cash and cash equivalent at 31st December</b>	<b>955,949,279</b>	<b>1,959,610,267</b>	<b>309,671,724</b>	<b>1,445,837,384</b>

Cash and cash equivalent includes bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.

The Accounting Policies and Notes form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

The above figures are subject to audit.



## 01 Basis of preparation

The financial statements of the Company have been prepared in accordance with Sri Lanka Accounting Standards comprising of SLFRS and LKAS (hereafter referred as "SLFRS"), as issued by the Institute of Chartered Accountants of Sri Lanka. Accordingly the Interim Financial Statements of the Company have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 – Interim Financial Reporting.

The preparation and presentation of these financial statements are in compliance with the Companies Act No. 07 of 2007.

These interim condensed financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2019, except for changes required due to adoption of SLFRS 16, "Leases".

### 01.1 Fair value measurement and related fair value disclosures

The fair values of all the financial assets and financial liabilities recognized during the period were not materially different from the transaction prices at the date of initial recognition. There were no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 categories as per the fair value hierarchy, during the period.

There were no significant variances between the fair valuation done as at 31 March 2019 and as at reporting date for all the financial assets and financial liabilities within the fair value hierarchy according to fair valuation methodology.

### 01.2 New standards, interpretations and amendments adopted by the Group

#### SLFRS 16 Leases

SLFRS 16 supersedes LKAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model.

The Group adopted SLFRS 16 using the modified retrospective method of adoption with the date of initial application of 1 April 2019, without restating comparatives for the 2018/19 reporting period, as permitted under the specific transitional provisions in the standard. The Group elected to use the transition practical expedient allowing the standard to be applied only to contracts that were previously identified as leases applying LKAS 17 and IFRIC 4 at the date of initial application, exempt for lease contracts that, at the commencement date, have a lease term of 12 months or less and do not contain a purchase option ('short-term leases'), and lease contracts for which the underlying asset is of low value ('low-value assets').

Lessor accounting under SLFRS 16 is substantially unchanged under LKAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as in LKAS 17. Therefore, SLFRS 16 did not have an impact for leases where the Group is the lessor.

## 02 Related party transactions

For the period ended 31st December	Group		Company	
	2019	2018	2019	2018
<b>Transactions with related parties</b>				
<b>In LKR</b>				
Sales of goods and services	196,391,586	503,051,978	419,328,102	586,324,118
Purchases of goods and services	(235,976,266)	(166,182,432)	(370,718,348)	(197,757,202)
Dividend income	-	-	671,739,708	331,638,173
Investment in shares -Access Realities (Private) Limited	-	-	-	(126,572,560)
Investment in Shares -WUS Logistics (Private) Limited	-	-	(925,000,000)	-
Purchase of plants and equipments	(944,333)	(731,140)	(970,941)	(149,235,000)

### 03 Events after the reporting period

There have been no material events after the reporting date except for the following that would require adjustments to or disclosure in the Financial Statements.

#### Disposal of subsidiary

Company intends to dispose its investments in Horizon Holdings Ventures (Private) Limited during the year 2019/20.

### 04 Acquisition of subsidiary

On 30th September 2019, the company has acquired 100% of the issued shares of WUS Logistics (Private) Limited at a total consideration of LKR 925 Mn. WUS Logistics (Private) Limited owns a Land of 41.5 acres situated in Kimbulapitiya will be developed for warehousing.

## 05 Contingent liabilities

There were no changes in the nature of the contingent liabilities since the publication of Annual Report for the year ended 31st March 2019 except for the following:

### 05.1 Bank guarantees issued by the banks on behalf of the Company as at 31st December 2019 are as follows.

	LKR
Nations Trust Bank PLC	1,109,677,565
Hatton National Bank PLC	3,194,302,814
Sampath Bank PLC	72,123,023
Bank of Ceylon	325,620,910
People's Bank	2,003,218,605
National Development Bank PLC	759,853,803
Commercial Bank of Ceylon PLC	29,700,000
Cargills Bank Limited	761,610,039
Seylan Bank PLC	918,585,969
	<u>9,174,692,728</u>

Corporate Guarantees issued by Sathosa Motors PLC on behalf of Access Motors (Pvt) Limited (formerly known as SML Frontier Automotive (Pvt) Limited) amounting to Rs. 1,077.3 Mn as at 31st March 2019, have been revised for an amount of LKR 481.5 Mn and USD 1 Mn.

Corporate guarantees issued by the company on behalf of Access Projects (Private) Limited, Sathosa Motors PLC and Harbour Village (Private) Limited, for banking facilities are LKR 250Mn, LKR 500Mn and LKR 300Mn respectively.

### 05.2 Tax Assessment

#### Income tax assessment received for the year of assessment 2016/17.

The Department of Inland Revenue has raised an assessment of Income Tax for the year of assessment 2016/17, assessing the tax exemption claimed under Section 17 A (2) (c) of Inland Revenue Act No. 10 of 2006 to pay income tax LKR 152,641,422/- plus penalty of LKR 63,597,614/-. The company has filed valid appeal against this assessment.



06 Business Segment

	Construction	Construction related material	Property	Automobile	Adjustments and eliminations	Group total
<b>For the Period Ended 31st December 2019 (Unaudited)</b>						
<b>In LKR</b>						
<b>Revenue</b>						
External customers	11,708,328,658	2,427,198,005	607,589,156	3,313,191,508	-	18,056,307,328
Inter segment	328,899,172	1,036,295,937	58,485,065	1,931,395	(1,425,611,569)	-
Total revenue	12,037,227,830	3,463,493,943	666,074,221	3,315,122,903	(1,425,611,569)	18,056,307,328
Segment operating profit	1,346,941,590	608,827,175	402,157,805	110,433,695	(786,393,961)	1,681,966,304
Net finance income / (cost)	(238,288,509)	-	68,282,871	(239,096,701)	5,936,658	(403,165,681)
Share of results of equity accounted investees, net of tax (Note 6.1 )	-	-	-	-	(21,754,546)	(21,754,546)
Income tax expense	(212,202,670)	-	(9,372,675)	33,146,436	-	(188,428,909)
<b>Segment profit</b>	<b>896,450,411</b>	<b>608,827,175</b>	<b>461,068,001</b>	<b>(95,516,570)</b>	<b>(802,211,849)</b>	<b>1,068,617,168</b>
Capital expenditure	128,405,163	109,118,020	169,982,707	186,588,422	1,809,627	595,903,939
Depreciation and amortisation	533,701,514	119,312,129	35,050,280	102,836,951	13,079,344	803,980,218
<b>As at 31st December 2019 (Unaudited)</b>						
Segment assets	34,546,303,120	2,771,578,445	19,218,552,279	6,022,573,450	(14,095,986,642)	48,463,020,652
Segment liabilities	15,912,693,161	1,032,917,889	3,866,630,105	3,870,487,552	(574,789,363)	24,107,939,344

	Construction	Construction related material	Property	Automobile	Adjustments and eliminations	Group total
<b>For the Period Ended 31st December 2018 (Unaudited)</b>						
<b>In LKR</b>						
<b>Revenue</b>						
External customers	12,528,094,481	2,220,992,218	543,069,348	6,282,514,720	-	21,574,670,767
Inter segment	265,427,890	1,009,688,333	52,763,178	149,492,624	(1,477,372,025)	-
Total revenue	12,793,522,371	3,230,680,551	595,832,526	6,432,007,344	(1,477,372,025)	21,574,670,767
Segment operating profit	2,129,698,841	339,414,788	436,800,381	303,296,000	(508,911,609)	2,700,298,400
Net finance income / (cost)	(430,609,173)	-	133,143,428	(218,616,865)	-	(516,082,610)
Share of results of equity accounted investees, net of tax (Note 6.1 )	-	-	-	-	(824,900)	(824,900)
Income tax expense	(418,047,838)	-	(32,682,933)	(63,886,436)	(8,236,408)	(522,853,615)
<b>Segment profit</b>	<b>1,281,041,830</b>	<b>339,414,788</b>	<b>537,260,876</b>	<b>20,792,699</b>	<b>(517,972,918)</b>	<b>1,660,537,274</b>
Capital expenditure	462,484,454	6,353,361	147,572,236	346,297,993	-	962,708,044
Depreciation and amortisation	573,707,372	117,727,202	30,485,069	103,666,827	12,818,876	838,405,345
<b>As at 31st March 2019 (Audited)</b>						
Segment assets	34,608,139,636	1,843,581,942	17,873,371,580	7,013,712,416	(13,276,742,070)	48,062,063,504
Segment liabilities	16,290,063,874	787,983,121	3,237,135,553	4,966,109,943	(807,307,605)	24,473,984,886

06.1 Share of Results of Equity Accounted Investees, Net of Tax (Unaudited)

	ZPMC Lanka Company (Private ) Limited		Horizon Holdings (Private) Limited		Blue Star Realities (Private) Limited		Total	
<b>For the Period Ended 31st December (Unaudited)</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
<b>In LKR</b>								
Share of profit, net of tax	14,622,281	18,783,745	-	(1,387,520)	(36,376,827)	(18,221,126)	(21,754,546)	(824,900)
	14,622,281	18,783,745	-	(1,387,520)	(36,376,827)	(18,221,126)	(21,754,546)	(824,900)



## 07 Share Information

### 07.1 Public Share Holdings

Percentage of shares held by the public and the number of public shareholders are as follows.

As at	31st December 2019
Public shareholding (%)	45.014
Number of public shareholders	8,548
Compliant under option 2 - Float adjusted market capitalization (LKR Mn)	9,813

### 07.2 Directors Share Holdings

The number of shares held by the Board of Directors as at 31st December 2019 are as follows.

	Number of Shares	%
Mr. S J S Perera	250,000,000	25%
Mr. R J S Gomez	45,130,325	4.51%
Mr. J C Joshua	101,000,000	10.1%
Mr. S H S Mendis	24,000,000	2.4%
Mr. D A R Fernando	24,000,000	2.4%
Mr. S D Munasinghe	24,000,000	2.4%
Mr. S D Perera	2,000,000	0.2%
Prof. K A M K Ranasinghe	100	0.00%
Mr. N D Gunaratne	Nil	Nil
Mr. D S Weerakkody	10,000	0.00%

### 07.3 Twenty largest shareholders of the company as at 31st December 2019 are as follows.

	Number of Shares	%
1 Mr. S J S Perera	250,000,000	25.00%
2 Mr. J C Joshua	101,000,000	10.10%
3 Mrs. R M N Joshua	70,000,000	7.00%
4 Mr. S J S Perera	50,811,814	5.08%
5 Mr. R S J Gomez	45,130,325	4.51%
6 Mrs. D R S Malalasekera	45,000,000	4.50%
7 Foresight Engineering (Private) Limited	30,824,098	3.08%
8 Hatton National Bank/ Access International (Private) Limited	30,000,000	3.00%
9 Mr. S D Munasinghe	24,000,000	2.40%
10 Mr. S H S Mendis	24,000,000	2.40%
11 Mr. D A R Fernando	24,000,000	2.40%
12 Employees Provident Fund	20,478,289	2.05%
13 SEB AB-Tundra Sustainable Frontier Fund	18,282,027	1.83%
14 Access Medical (Private) Limited	13,000,000	1.30%
15 Mr. M J Fernando	10,832,688	1.08%
16 Nuwara Eliya Property Developers (Private) Limited	8,102,042	0.81%
17 Deutsche Bank AG AS Trustee For JB Vantage Value Equity Fund	5,072,312	0.51%
18 Mr. B.S. Navarathna	3,914,362	0.39%
19 AIA Insurance Lanka Limited	3,690,700	0.37%
20 National Savings Bank	3,470,023	0.35%
	781,608,680	78.16%
Others	218,391,320	21.84%
<b>Total</b>	<b>1,000,000,000</b>	<b>100.00%</b>

#### 07.4 Share Distribution

##### Shareholding as at 31st December 2019

From	To	No of Holders	No of Shares	%
1	1,000	4,086	1,539,451	0.15%
1,001	10,000	2,823	11,921,273	1.19%
10,001	100,000	1,277	43,257,376	4.34%
100,001	1,000,000	318	88,866,489	8.89%
Over 1,000,000		63	854,415,411	85.44%
		<b>8,567</b>	<b>1,000,000,000</b>	<b>100%</b>

Categories of Shareholders	No of Holders	No of Shares	%
Local Individuals	8,042	766,638,131	76.66%
Local Institutions	441	197,817,461	19.78%
Foreign Individuals	68	3,631,877	0.36%
Foreign Institutions	16	31,912,531	3.19%
	<b>8,567</b>	<b>1,000,000,000</b>	<b>100%</b>

#### 07.5 Stated Capital

Stated Capital is represented by number of shares in issue as given below.

As at	31st December 2019	31st March 2019
Ordinary Shares	1,000,000,000	1,000,000,000

#### 07.6 Market Price Per Share

In LKR	2019/20 3rd Quarter	2018/19 3rd Quarter
Highest	24	19
Lowest	17.6	13.5
Last Traded	21.8	14.1



#### 07.7 Debenture Information

On 18th November 2015 Company issued fifty million (50,000,000) rated senior unsecured redeemable debentures to the value of Rupees five billion (LKR 5,000,000,000). These debentures are listed in the Colombo Stock Exchange.

Details regarding the listed debentures are as follows.

Instrument Type	Interest Frequency	Coupon rate %	Effective Annual Yield %	IROCGS as at reporting date %
Type 01 – 5 Years Tenor	Semi-Annually	10.25	10.51	9.94
Type 02 – 6 Years Tenor	Semi-Annually	10.45	10.72	10.11
Type 03 – 7 Years Tenor	Semi-Annually	10.72	10.01	10.115
Type 04 – 8 Years Tenor	Semi-Annually	10.95	11.25	10.12

IROCGS - Interest rate of comparable government securities

The Listed Debentures were not traded since issuing date. Therefore, Highest Traded price, Lowest Traded Price, Last Traded Price for the year ended 31st December 2019 and Yield to Maturity of trade were not available.

#### Debt Security related ratios

For the Period ended / as at 31st December	2019	2018
Debt to equity ratio	0.34	0.34
Quick assets ratio	0.98	1.46
Interest cover	3.54	4.95

Utilization of funds raised via debenture issue is as follows.

Objective	Construction of Access Tower II at Union Place, Colombo 02	Urban Regeneration Project - Design and Construction of 941 Housing Units at Henamulla, Colombo 15
Amount allocated from proceeds in LKR (Mn) (A)	2,586	2,414
Amount utilized in LKR (Mn) (B)	2,586	2,414
% Utilization against allocation (B/A)	100%	100%

## **CORPORATE INFORMATION**

### **Name of Company**

Access Engineering PLC

### **Registered office**

Access Engineering PLC

Access Tower,

278, Union Place,

Colombo 02.

Tel: +94 11 7606606

Fax: +94 11 7606605

Web: [www.accessengsl.com](http://www.accessengsl.com)

E-mail: [investor.relations@accessengsl.com](mailto:investor.relations@accessengsl.com)

### **Legal Form**

A Public Limited Liability Company incorporated in Sri Lanka on 31st July 2001 under the Companies Act No. 17 of 1982 and Re-registered under the Companies Act No. 07 of 2007 on 06th February 2008.

Ordinary Voting Shares are listed on the Main Board of the Colombo Stock Exchange.

Rated Senior Unsecured Redeemable Debentures are listed on the Colombo Stock Exchange.

### **Company Registration Number**

P B 200 PQ

### **Bankers**

Bank of Ceylon

Sampath Bank PLC

Hatton National Bank PLC

Nations Trust Bank PLC

Commercial Bank of Ceylon PLC

DFCC Bank PLC

People's Bank

National Development Bank PLC

Union Bank of Colombo PLC

Cargills Bank Limited

CAC International Bank

International Commercial Bank

Seylan Bank PLC

### **Secretaries**

P W Corporate Secretarial (Private) Limited

No 3/17, Kynsey Road,

Colombo 08.

Tel: +94 11 4640360

Fax: +94 11 4740588

### **Auditors**

Messrs KPMG

Chartered Accountants

32A, Sir Mohamed Macan Markar Mawatha,

Colombo 03.

Tel: +94 11 2426426

Fax: +94 11 2445872