



**Access Engineering PLC**  
**Financial Statements**  
**For the Period Ended 31st December 2020**

ACCESS ENGINEERING PLC  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31ST DECEMBER 2020



In LKR	Group				Company			
	Quarter ended 31st December		Period ended 31st December		Quarter ended 31st December		Period ended 31st December	
	2020	2019	2020	2019	2020	2019	2020	2019
Revenue	6,098,091,586	5,931,366,489	16,163,174,743	18,056,307,328	6,668,598,129	4,505,588,397	14,576,847,536	13,033,195,503
Cost of sales	(4,858,253,273)	(5,037,688,192)	(13,366,815,894)	(15,279,318,642)	(5,761,299,086)	(3,977,974,825)	(12,728,575,072)	(11,368,232,864)
<b>Gross profit</b>	<b>1,239,838,313</b>	<b>893,678,297</b>	<b>2,796,358,849</b>	<b>2,776,988,686</b>	<b>907,299,043</b>	<b>527,613,572</b>	<b>1,848,272,464</b>	<b>1,664,962,639</b>
Other income	91,805,509	103,295,755	251,842,031	372,248,863	43,683,333	216,352,788	444,990,264	781,022,876
Administrative expenses	(405,381,011)	(528,072,886)	(1,122,295,398)	(1,440,241,253)	(174,197,626)	(219,956,784)	(486,539,390)	(578,073,048)
Other expenses	(16,779,635)	(11,293,907)	(32,023,485)	(27,029,985)	(14,427,311)	(6,338,933)	(27,140,829)	(18,270,020)
<b>Operating profit</b>	<b>909,483,176</b>	<b>457,607,259</b>	<b>1,893,881,997</b>	<b>1,681,966,311</b>	<b>762,357,439</b>	<b>517,670,643</b>	<b>1,779,582,509</b>	<b>1,849,642,447</b>
Finance cost	(208,027,686)	(331,384,718)	(775,743,024)	(944,684,304)	(184,172,016)	(224,754,188)	(617,126,327)	(644,415,453)
Finance income	82,742,164	161,634,358	274,465,866	541,518,617	70,755,269	126,092,249	240,656,419	432,114,556
Share of results of equity-accounted investees, net of tax	688,522	(13,446,351)	(3,049,445)	(21,754,546)	-	-	-	-
<b>Profit before tax</b>	<b>784,886,176</b>	<b>274,410,548</b>	<b>1,389,555,394</b>	<b>1,257,046,078</b>	<b>648,940,692</b>	<b>419,008,704</b>	<b>1,403,112,601</b>	<b>1,637,341,549</b>
Income tax (expenses)/ reversal	(93,302,684)	12,189,444	(120,922,308)	(188,428,909)	(89,584,705)	(8,977,681)	(125,707,003)	(212,202,670)
<b>Profit for the period</b>	<b>691,583,492</b>	<b>286,599,992</b>	<b>1,268,633,086</b>	<b>1,068,617,169</b>	<b>559,355,987</b>	<b>410,031,023</b>	<b>1,277,405,598</b>	<b>1,425,138,879</b>
<b>Profit attributable to:</b>								
Equity holders of the parent	677,481,098	322,953,151	1,282,793,748	1,112,438,799	559,355,987	410,031,023	1,277,405,598	1,425,138,879
Non-controlling interest	14,102,394	(36,353,159)	(14,160,662)	(43,821,630)	-	-	-	-
<b>Profit for the period</b>	<b>691,583,492</b>	<b>286,599,992</b>	<b>1,268,633,086</b>	<b>1,068,617,169</b>	<b>559,355,987</b>	<b>410,031,023</b>	<b>1,277,405,598</b>	<b>1,425,138,879</b>
<b>Other comprehensive income</b>								
<b>Items that will not be reclassified to profit or loss</b>								
Remeasurement of defined benefit liability	(5,173,858)	(838,750)	(12,739,323)	(2,516,250)	(5,000,000)	(1,750,000)	(15,000,000)	(5,250,000)
Related tax	1,516,706	(189,403)	3,771,085	901,791	1,400,000	(245,000)	4,200,000	735,000
<b>Other comprehensive income for the period, net of tax</b>	<b>(3,657,152)</b>	<b>(1,028,153)</b>	<b>(8,968,238)</b>	<b>(1,614,459)</b>	<b>(3,600,000)</b>	<b>(1,995,000)</b>	<b>(10,800,000)</b>	<b>(4,515,000)</b>
<b>Total comprehensive income for the period, net of tax</b>	<b>687,926,340</b>	<b>285,571,839</b>	<b>1,259,664,848</b>	<b>1,067,002,710</b>	<b>555,755,987</b>	<b>408,036,023</b>	<b>1,266,605,598</b>	<b>1,420,623,879</b>
<b>Total comprehensive income attributable to;</b>								
Equity holders of the parent	673,889,745	321,745,780	1,273,710,860	1,110,286,686	555,755,987	408,036,023	1,266,605,598	1,420,623,879
Non-controlling interest	14,036,595	(36,173,941)	(14,046,012)	(43,283,976)	-	-	-	-
<b>Total comprehensive income for the period, net of tax</b>	<b>687,926,340</b>	<b>285,571,839</b>	<b>1,259,664,848</b>	<b>1,067,002,710</b>	<b>555,755,987</b>	<b>408,036,023</b>	<b>1,266,605,598</b>	<b>1,420,623,879</b>
<b>Basic earnings per share</b>	<b>0.68</b>	<b>0.32</b>	<b>1.28</b>	<b>1.11</b>	<b>0.56</b>	<b>0.41</b>	<b>1.28</b>	<b>1.43</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 the audit.

ACCESS ENGINEERING PLC  
STATEMENT OF FINANCIAL POSITION  
AS AT 31ST DECEMBER 2020



In LKR	Group		Company	
	31.12.2020 Unaudited	31.03.2020 Audited	31.12.2020 Unaudited	31.03.2020 Audited
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant and equipment	4,854,596,184	4,936,918,659	2,503,972,272	2,574,753,034
Right of use assets	231,188,444	259,194,678	2,256,960	25,808,317
Investment properties	10,330,968,144	10,330,805,144	560,007,200	560,007,200
Investment properties- work in progress	5,605,944,503	1,896,474,092	-	-
Intangible assets and goodwill	1,235,163,376	1,248,103,670	30,479,532	37,384,532
Investments in subsidiaries	-	-	15,840,896,157	13,865,857,707
Equity-accounted investees	1,286,326,893	889,376,338	1,255,465,410	855,465,410
Non-current financial assets	-	110,220,036	-	110,220,036
Deferred tax asset	44,455,960	33,901,427	-	-
	<b>23,588,643,504</b>	<b>19,704,994,044</b>	<b>20,193,077,531</b>	<b>18,029,496,236</b>
<b>Current assets</b>				
Inventories	7,525,629,374	8,297,097,495	1,653,243,757	2,269,730,808
Trade and other receivables	14,341,863,407	14,064,151,231	11,787,504,612	11,393,520,734
Amount due from related parties	54,815,774	239,117,758	1,929,780,810	890,226,038
Current tax assets	100,116,286	95,204,109	-	-
Other current financial assets	3,334,959,799	4,173,097,257	2,863,062,166	3,478,697,449
Short term investments	257,114,269	71,321,630	257,114,269	71,321,630
Short term deposits	990,528,534	1,268,925,720	789,234,872	600,671,244
Cash and cash equivalents	1,794,032,588	2,164,437,939	641,780,276	214,926,490
	<b>28,399,060,031</b>	<b>30,373,353,139</b>	<b>19,921,720,762</b>	<b>18,919,094,393</b>
<b>Total assets</b>	<b>51,987,703,535</b>	<b>50,078,347,183</b>	<b>40,114,798,293</b>	<b>36,948,590,629</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	469,042,894	469,042,894	210,819,173	210,819,173
Retained earnings	13,138,978,082	12,365,267,222	12,089,642,588	11,323,036,990
Equity attributable to equity holders of the parent	22,608,020,976	21,834,310,116	21,300,461,761	20,533,856,163
Non-controlling interests	2,538,738,316	2,552,784,328	-	-
<b>Total equity</b>	<b>25,146,759,292</b>	<b>24,387,094,444</b>	<b>21,300,461,761</b>	<b>20,533,856,163</b>
<b>Non-current liabilities</b>				
Government grants	5,320,165	5,484,707	-	-
Loans and borrowings	4,008,227,814	56,142,279	4,000,562,014	1,650,279
Lease liabilities	104,395,514	137,350,213	-	-
Employee benefit liabilities	411,792,473	360,269,657	326,541,125	278,609,201
Deferred tax liabilities	2,267,487,434	2,393,539,864	343,762,244	469,814,674
	<b>6,797,223,400</b>	<b>2,952,786,720</b>	<b>4,670,865,383</b>	<b>750,074,154</b>
<b>Current liabilities</b>				
Bank overdraft	264,600,774	516,221,235	-	125,036,649
Trade and other payables	14,443,758,988	11,012,743,258	9,785,365,164	7,151,916,529
Amount due to related parties	33,255,839	34,806,787	37,378,976	36,601,865
Loans and borrowings	4,975,923,925	10,911,060,875	4,052,630,924	8,099,866,742
Lease liabilities	38,760,347	10,497,052	2,512,086	27,692,165
Current tax liabilities	255,387,858	222,056,620	251,484,767	210,400,050
Unclaimed dividends	32,033,112	31,080,192	14,099,232	13,146,312
	<b>20,043,720,843</b>	<b>22,738,466,019</b>	<b>14,143,471,149</b>	<b>15,664,660,312</b>
<b>Total liabilities</b>	<b>26,840,944,243</b>	<b>25,691,252,739</b>	<b>18,814,336,532</b>	<b>16,414,734,466</b>
<b>Total equity and liabilities</b>	<b>51,987,703,535</b>	<b>50,078,347,183</b>	<b>40,114,798,293</b>	<b>36,948,590,629</b>
<b>Net asset per share</b>	<b>22.61</b>	<b>21.83</b>	<b>21.30</b>	<b>20.53</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

8th February 2021  
Colombo.

  
Director

Group	Attributable to equity holders of the parent				Non-controlling interests	Total equity
	Stated capital	Revaluation reserve	Retained earnings	Total		
<b>In LKR</b>						
<b>Balance at 01st April 2019</b>	<b>9,000,000,000</b>	<b>258,652,205</b>	<b>11,936,129,031</b>	<b>21,194,781,236</b>	<b>2,393,297,382</b>	<b>23,588,078,618</b>
Profit/(loss) for the period	-	-	1,112,438,800	1,112,438,800	(43,821,630)	1,068,617,170
Other comprehensive income/(loss) for the period, net of tax	-	-	(2,152,114)	(2,152,114)	537,655	(1,614,459)
<b>Total comprehensive income/(loss) for the period</b>	<b>-</b>	<b>-</b>	<b>1,110,286,686</b>	<b>1,110,286,686</b>	<b>(43,283,975)</b>	<b>1,067,002,711</b>
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
<b>Balance at 31st December 2019</b>	<b>9,000,000,000</b>	<b>258,652,205</b>	<b>12,546,415,717</b>	<b>21,805,067,922</b>	<b>2,550,013,389</b>	<b>24,355,081,311</b>
<b>Balance at 01st April 2020</b>	<b>9,000,000,000</b>	<b>469,042,894</b>	<b>12,365,267,222</b>	<b>21,834,310,116</b>	<b>2,552,784,328</b>	<b>24,387,094,444</b>
Profit/(loss) for the period	-	-	1,282,793,748	1,282,793,748	(14,160,662)	1,268,633,086
Other comprehensive income/(loss) for the period, net of tax	-	-	(9,082,888)	(9,082,888)	114,650	(8,968,238)
<b>Total comprehensive income/ (loss) for the period</b>	<b>-</b>	<b>-</b>	<b>1,273,710,860</b>	<b>1,273,710,860</b>	<b>(14,046,012)</b>	<b>1,259,664,848</b>
Cash dividends	-	-	(500,000,000)	(500,000,000)	-	(500,000,000)
<b>Balance at 31st December 2020</b>	<b>9,000,000,000</b>	<b>469,042,894</b>	<b>13,138,978,082</b>	<b>22,608,020,976</b>	<b>2,538,738,316</b>	<b>25,146,759,292</b>
<b>Company</b>						
	Stated capital	Revaluation reserve	Retained earnings	Total equity		
<b>In LKR</b>						
<b>Balance at 01st April 2019</b>	<b>9,000,000,000</b>	<b>152,660,185</b>	<b>9,932,281,210</b>	<b>19,084,941,395</b>		
Change in accounting policy	-	-	(2,166,703)	(2,166,703)		
<b>Restated total equity at 01st April 2019</b>	<b>9,000,000,000</b>	<b>152,660,185</b>	<b>9,930,114,507</b>	<b>19,082,774,692</b>		
Profit for the period	-	-	1,425,138,879	1,425,138,879		
Other comprehensive income/(loss) for the period, net of tax	-	-	(4,515,000)	(4,515,000)		
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>1,420,623,879</b>	<b>1,420,623,879</b>		
Cash dividends	-	-	(500,000,000)	(500,000,000)		
<b>Balance at 31st December 2019</b>	<b>9,000,000,000</b>	<b>152,660,185</b>	<b>10,850,738,386</b>	<b>20,003,398,571</b>		
<b>Balance as 01st April 2020</b>	<b>9,000,000,000</b>	<b>210,819,173</b>	<b>11,323,036,990</b>	<b>20,533,856,163</b>		
Profit for the period	-	-	1,277,405,598	1,277,405,598		
Other comprehensive income/(loss) for the period, net of tax	-	-	(10,800,000)	(10,800,000)		
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>1,266,605,598</b>	<b>1,266,605,598</b>		
Cash dividends	-	-	(500,000,000)	(500,000,000)		
<b>Balance at 31st December 2020</b>	<b>9,000,000,000</b>	<b>210,819,173</b>	<b>12,089,642,588</b>	<b>21,300,461,761</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 the audit.

ACCESS ENGINEERING PLC  
STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31ST DECEMBER 2020



For the period ended 31st December	Group		Company	
	2020	2019	2020	2019
<b>In LKR</b>				
<b>Cash flows from operating activities</b>				
Profit before tax	1,389,555,394	1,257,046,078	1,403,112,601	1,637,341,549
<b>Adjustments for:</b>				
Depreciation of property plant and equipment	758,945,911	776,108,796	573,508,503	619,910,724
Depreciation of right- of - use assets	28,006,234	-	23,551,357	42,008,466
Amortisation and impairment of intangible assets	13,573,938	27,871,422	7,511,451	7,372,742
Provision for employee benefits	51,952,655	57,950,420	39,645,690	39,750,002
Reversal of doubtful debts / inventories	(8,909,590)	(32,016,196)	-	(28,619,445)
Gain on fair value changes of short-term investments	(60,133,954)	(22,846,062)	(60,133,954)	(22,846,062)
Gain on disposal of property, plant and equipment	(32,847,478)	(24,723,154)	(23,509,126)	(24,053,877)
Loss on asset write off	830,790	-	830,790	-
Gain on disposal of short-term investments	-	(2,892,766)	-	(2,892,766)
Amortisation of government grant	(164,542)	-	-	-
Share of results of equity-accounted investees, net of tax	3,049,445	21,754,546	-	-
Dividend income	(7,092,363)	(371,063)	(330,966,865)	(672,110,771)
Net finance cost	501,277,158	403,165,687	376,469,907	212,300,898
<b>Operating profit before working capital changes</b>	<b>2,638,043,598</b>	<b>2,461,047,708</b>	<b>2,010,020,354</b>	<b>1,808,161,460</b>
<b>Changes in:</b>				
Inventories	785,640,770	(1,389,367,324)	616,487,051	(896,984,340)
Trade and other receivables	(275,214,100)	549,999,348	(381,642,563)	73,150,719
Other current financial assets	155,756,622	8,118,480	150,100,911	23,370,113
Amounts due from related parties	184,301,984	(14,813,627)	(3,014,593,222)	(6,204,957)
Trade and other payables	3,443,769,191	(765,036,291)	2,648,592,944	(680,530,765)
Amounts due to related parties	(1,550,949)	19,446,945	777,111	(239,335,539)
<b>Cash generated from operating activities</b>	<b>6,930,747,116</b>	<b>869,395,239</b>	<b>2,029,742,586</b>	<b>81,626,691</b>
Interest paid	(807,710,812)	(839,520,343)	(669,292,525)	(536,798,987)
Income tax paid	(220,758,946)	(737,280,318)	(206,474,716)	(731,928,641)
Gratuity paid	(18,205,749)	(20,244,786)	(6,713,766)	(9,135,503)
<b>Net cash flows generated from/(used in) operating activities</b>	<b>5,884,071,609</b>	<b>(727,650,208)</b>	<b>1,147,261,579</b>	<b>(1,196,236,440)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(724,334,513)	(452,285,305)	(510,886,639)	(207,098,464)
Purchase of intangible assets	(633,642)	(1,756,281)	(606,450)	-
Purchase of investment properties	(163,000)	(11,177,174)	-	-
Purchase of investment properties - work in progress	(3,709,470,411)	(130,685,179)	-	-
Proceeds from sale of property, plant and equipment	79,727,764	56,205,755	30,837,236	38,437,507
Investment in equity-accounted investees	(400,000,000)	-	(400,000,000)	-
Investment in equity securities	(138,000,000)	(54,999,896)	(138,000,000)	(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)
Proceeds from sale of unit trust	-	252,892,766	-	252,892,766
Proceed from maturity of quoted debt investment	756,460,000	-	550,000,000	-
(Investment in)/withdrawal from short term deposits	249,131,042	94,750,026	(208,044,991)	(91,778,657)
Dividends received	7,092,363	371,063	330,966,865	672,110,771
Interest received	194,749,892	241,194,973	135,757,268	138,189,129
<b>Net cash flows used in investing activities</b>	<b>(3,685,440,505)</b>	<b>(1,180,489,252)</b>	<b>(209,976,711)</b>	<b>(427,246,844)</b>
<b>Cash flows from financing activities</b>				
Dividends paid to equity holders of the parent	(500,000,000)	(500,000,000)	(500,000,000)	(500,000,000)
Proceeds from issue of shares to non-controlling interest	-	199,999,982	-	-
Proceeds from borrowings	21,641,962,112	16,029,096,977	11,434,998,689	1,955,000,000
Repayment of borrowings	(18,617,956,480)	(15,021,052,180)	(6,295,375,663)	(550,000,000)
Repayment of Debenture	(4,824,080,000)	-	(4,998,410,000)	-
Payment of lease liabilities	(17,341,625)	-	(26,607,459)	(47,508,886)
<b>Net cash flows generated from/(used in) financing activities</b>	<b>(2,317,415,993)</b>	<b>708,044,779</b>	<b>(385,394,433)</b>	<b>857,491,114</b>
Increase / (decrease) in cash and cash equivalents	(118,784,889)	(1,200,094,681)	551,890,435	(765,992,170)
Cash and cash equivalent at the beginning	1,648,216,704	2,156,043,960	89,889,841	1,075,663,894
<b>Cash and cash equivalent at 31st December</b>	<b>1,529,431,815</b>	<b>955,949,279</b>	<b>641,780,276</b>	<b>309,671,724</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 the audit.

**01 Corporate information**

Access Engineering PLC ("Company") is a public limited liability company, incorporated and domiciled in Sri Lanka. The company's registered office and the principal place of business are located at "Access Towers", 278, Union Place, Colombo 02. The ordinary shares of the Company are listed at the Colombo Stock Exchange.

**02 Approval of financial statements**

The interim financial statements of the Group and the Company for the nine months ended 31st December 2020 were authorized for issue by the Board of Directors on 8th February 2021.

**03 Basis of preparation**

The interim financial statements of the Company have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 – Interim Financial Reporting, and provide the information as required in term of Rule 7.4 of the Colombo Stock Exchange.

The interim condensed consolidated financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2020.

**04 Related party transactions**

For the period ended 31st December Transactions with related parties In LKR	Group		Company	
	2020	2019	2020	2019
Construction of investment properties	-	-	3,141,888,811	-
Sales of goods and services	117,437,598	196,391,586	102,374,922	419,328,102
Purchases of goods and services	(164,251,204)	(235,976,266)	(408,681,262)	(370,718,348)
Dividend income	-	-	323,874,502	671,739,708
Investment in shares - WUS Logistics (Private) Limited	-	-	(1,975,038,450)	(925,000,000)
Investment in shares - Blue Star Realities (Private) Limited	-	-	(400,000,000)	-
Purchase of plants and equipments	(3,599,297)	(944,333)	(41,723,500)	(970,941)

**05 Investment in subsidiary**

On 26th November 2020, the company has further invested LKR. 1,975,038,450/- in share capital of WUS Logistics (Private) Limited which is a fully owned subsidiary.

**06 Investment in joint venture**

The company has further invested LKR. 400,000,000/- in non voting share capital of Blue Star Realities (Private) Limited which is accounted for using the equity method.

**07 Other Information**

**07.1 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 2020 except for the following:

**07.1.1 Bank guarantees issued by the banks on behalf of the Company as at 31st December 2020 are as follows.**

	LKR
Nations Trust Bank PLC	569,763,883
Hatton National Bank PLC	1,504,033,520
Sampath Bank PLC	32,368,800
Bank of Ceylon	398,844,860
People's Bank	2,064,213,105
National Development Bank PLC	743,941,136
Cargills Bank Limited	1,280,626,309
Seylan Bank PLC	2,207,202,791
DFCC Bank PLC	12,832,417
	<b>8,813,826,821</b>

Corporate guarantees issued by Sathosa Motors PLC on behalf of Access Motors (Pvt) Limited is LKR 481.5 Mn and USD 1 Mn as at 31st December 2020 for the purpose of working capital requirement.

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.

**07.1.2 Tax Assessment**

**Income tax assessment received for the year of assessment 2017/18.**

The Department of Inland Revenue has raised an assessment of Income Tax for the year of assessment 2017/18, assessing the tax exemption claimed under Section 17 A (2) (c) and qualifying payment claimed under section 34 (2) of Inland Revenue Act No. 10 of 2006, to pay income tax LKR 100,122,822/- plus penalty of LKR 37,936,086/-. The company has filed valid appeal against this assessment.

**Value added Tax Assessment Received for the taxable period 01.12.2016 to 31.12.2016.**

The Department of Inland Revenue has raised an assessment of value added tax for the taxable period 01.12.2016 to 31.12.2016, assessing tax credit notes are not given when calculating the output tax to pay value added tax LKR. 2,504,622/-. The Company has filed a valid appeal against the determination to tax appeal commission on 02.12.2020.

**07.2 Comparative information**

The presentation and classification of the Financial Statements of the previous years have been amended, where relevant for better presentation and to be comparable with those of the current year.

**07.3 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.

The fair value changes in financial instruments in Level 1 and Level 3 category were properly recorded in the statement of profit or loss and other comprehensive income as at reporting date.

**07.4 Impact due to the COVID – 19**

As a result of island wide curfew imposed by the Government in March - May 2020, several group operations were temporarily disrupted. Nevertheless work on certain construction projects continued from end of April while complying with the public health related regulations imposed by the relevant authorities. By early May 2020 most of the remaining construction projects and production plants resumed work within confined worksites with necessary approval from the authorities. Impact due to the temporary disruption in operations has been taken into account in the financial results for the period ended 31st December 2020.

**07.5 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 disclose in the Financial Statements.

**Acquisition of subsidiary**

The company acquired 50% of share capital of Messrs Lanka AAC (Private) Limited, for a cash consideration of LKR. 131 Mn on 25th January 2021.

**08 Operating segment information**

The operating business segments are organised and managed separately according to the nature of the products and services provided. The primary segment reporting format is determined based on the products and services offered as the Group's risk and returns are affected predominantly by differences in the products and services offered.

As such for Management purposes, the Group is organised into business units based on their products and services and has four operating business segments as follows:

Business Segment	Operations
Construction	Process of constructing buildings and other infrastructures.
Construction-related materials	Production and supply of construction related material such as asphalt product, quarry products, crusher products, ready-mix concrete and other construction material.
Property	Development of high rise buildings and manage the same or otherwise leasing, renting out or sale in whole or in part.
Automobile	Importing and distribution or sale of three branded motor vehicles, spare parts and operating of work shops.

**08.1 Business segment**

	Construction	Construction related material	Property	Automobile	Adjustments and eliminations	Group total
<b>For the period ended 31st December 2020 (unaudited)</b>						
<b>In LKR</b>						
<b>Revenue</b>						
External customers	8,654,144,966	3,827,614,352	504,484,379	3,176,931,046	-	16,163,174,743
Inter segment	3,200,836,267	783,666,858	46,662,408	830,236	(4,031,995,769)	-
<b>Total revenue</b>	<b>11,854,981,233</b>	<b>4,611,281,210</b>	<b>551,146,787</b>	<b>3,177,761,282</b>	<b>(4,031,995,769)</b>	<b>16,163,174,743</b>
Segment operating profit	1,230,893,167	630,292,766	327,933,932	86,474,906	(381,712,774)	1,893,881,997
Net finance income / (cost)	(397,040,304)	-	9,584,193	(126,836,689)	13,015,642	(501,277,158)
Share of results of equity accounted investees, net of tax (Note 8.2)	-	-	-	-	(3,049,445)	(3,049,445)
Income tax (expense) / reversal	(125,707,003)	-	(6,418,523)	11,203,218	-	(120,922,308)
<b>Segment profit / (loss)</b>	<b>708,145,860</b>	<b>630,292,766</b>	<b>331,099,602</b>	<b>(29,158,565)</b>	<b>(371,746,577)</b>	<b>1,268,633,086</b>
Capital expenditure	459,630,415	97,080,850	3,741,121,652	129,124,778	7,643,871	4,434,601,566
Depreciation and amortisation	496,719,220	120,296,921	42,200,046	101,440,535	11,863,128	772,519,850
<b>As at 31st December 2020 (unaudited)</b>						
Segment assets	38,667,211,776	3,244,165,655	23,593,816,916	3,893,926,099	(17,411,416,911)	51,987,703,535
Segment liabilities:	18,262,633,985	1,861,433,586	7,103,501,365	1,750,400,096	(2,137,024,789)	26,840,944,243
<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)	-
<b>Total revenue</b>	<b>12,037,227,830</b>	<b>3,463,493,943</b>	<b>666,074,221</b>	<b>3,315,122,903</b>	<b>(1,425,611,569)</b>	<b>18,056,307,328</b>
Segment operating profit	1,648,541,174	307,227,591	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 8.2)	-	-	-	-	(21,754,546)	(21,754,546)
Income tax (expense) / reversal	(212,202,670)	-	(9,372,675)	33,146,436	-	(188,428,909)
<b>Segment profit / (loss)</b>	<b>1,198,049,996</b>	<b>307,227,591</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 March 2020 (audited)</b>						
Segment assets	36,543,359,658	1,957,822,424	19,424,724,742	6,547,237,417	(14,394,797,058)	50,078,347,183
Segment liabilities:	16,717,442,852	824,067,995	4,917,319,466	4,376,220,888	(1,143,798,462)	25,691,252,739

**08.2 Share of results of equity accounted investees, net of tax (unaudited)**

	ZPMC Lanka Company (Private) Limited		Blue Star Realities (Private) Limited		Total	
	2020	2019	2020	2019	2020	2019
<b>For the period ended 31st December (unaudited)</b>						
<b>In LKR</b>						
Share of profit, net of tax	11,811,504	14,622,281	(14,860,949)	(36,376,827)	(3,049,445)	(21,754,546)
	11,811,504	14,622,281	(14,860,949)	(36,376,827)	(3,049,445)	(21,754,546)



## 09 Share Information

### 09.1 Public Share Holdings

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

As at	31st December 2020
Public shareholding (%)	39.815
Number of public shareholders	9,055
Compliant under option 2 - Float adjusted market capitalization (LKR Mn)	9,794

### 09.2 Directors Share Holdings

The number of shares held by the Board of Directors as at 31st December 2020 are as follows.

	Number of Shares	%
Mr. Sumal J S Perera	250,000,000	25.00%
Mr. R J S Gomez	630,325	0.06%
Mr. J C Joshua	101,000,000	10.10%
Mr. S H S Mendis	24,300,000	2.43%
Mr. D A R Fernando	24,300,000	2.43%
Mr. S D Munasinghe	24,300,000	2.43%
Mr. S D Perera	2,000,000	0.20%
Prof. K A M K Ranasinghe	100	0.00%
Mr. N D Gunaratne	Nil	Nil
Mr. D S Weerakkody	10,000	0.00%
Mr. Shamal J S Perera	50,811,814	5.08%

### 09.3 Twenty largest shareholders of the company as at 31st December 2020 are as follows.

	Number of Shares	%
1 Mr. Sumal 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. Shamal J S Perera	50,811,814	5.08%
5 Mrs. D R S Malalasekera	45,000,000	4.50%
6 Foresight Engineering (Private) Limited	30,824,098	3.08%
7 Mr. J.W. Nanayakkara & Mrs. H.D. Nanayakkara	30,788,574	3.08%
8 Hatton National Bank PLC / Access International (Pvt) Limited	30,000,000	3.00%
9 Mr. D A R Fernando	24,300,000	2.43%
10 Mr. S H S Mendis	24,300,000	2.43%
11 Mr. S D Munasinghe	24,300,000	2.43%
12 Employees Provident Fund	20,478,289	2.05%
13 Mercantile Investments and Finance PLC	17,171,925	1.72%
14 Sri Lanka Insurance Corporation Ltd - General Fund	15,586,722	1.56%
15 Access Medical (Private) Limited	13,000,000	1.30%
16 Mr. M J Fernando	10,453,126	1.05%
17 Hatton National Bank PLC / NDB Wealth Growth and Income Fund	9,337,150	0.93%
18 Sri Lanka Insurance Corporation Ltd - Life Fund	7,465,751	0.75%
19 Nuwara Eliya Property Developers (Private) Limited	6,102,042	0.61%
20 Deutsche Bank AG AS Trustee For JB Vantage Value Equity Fund	5,072,312	0.51%
	<hr/>	
	785,991,803	78.60%
Others	214,008,197	21.40%
<b>Total</b>	<hr/> <b>1,000,000,000</b> <hr/>	<hr/> <b>100.00%</b> <hr/>

#### 09.4 Share Distribution

##### Shareholding as at 31st December 2020

From	To	No of Holders	No of Shares	%
1	1,000	4,632	1,723,123	0.17%
1,001	10,000	2,925	12,438,432	1.24%
10,001	100,000	1,176	39,020,087	3.91%
100,001	1,000,000	292	93,189,486	9.32%
Over 1,000,000		52	853,628,872	85.36%
		<b>9,077</b>	<b>1,000,000,000</b>	<b>100.00%</b>

Categories of Shareholders	No of Holders	No of Shares	%
Local Individuals	8,575	742,716,255	74.27%
Local Institutions	415	243,816,186	24.38%
Foreign Individuals	74	3,328,223	0.33%
Foreign Institutions	13	10,139,336	1.02%
	<b>9,077</b>	<b>1,000,000,000</b>	<b>100.00%</b>

#### 09.5 Stated Capital

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

As at	31st December 2020	31st March 2020
Ordinary Shares	1,000,000,000	1,000,000,000

#### 09.6 Market Price Per Share

In LKR	2020/21 3rd Quarter	2019/20 3rd Quarter
Highest	26.0	24.0
Lowest	19.5	17.6
Last Traded	24.6	21.8

#### 09.7 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.

debentures are as follows.

Debenture Type	Type 01	Type 02	Type 03	Type 04
Issue Date	18-Nov-2015	18-Nov-2015	18-Nov-2015	18-Nov-2015
Maturity Date	18-Nov-2020	18-Nov-2021	18-Nov-2022	18-Nov-2023
Interest Frequency	Semi-Annually	Semi-Annually	Semi-Annually	Semi-Annually
Coupon rate %	10.25	10.45	10.72	10.95
Effective Annual Yield %	10.51	10.72	11.01	11.25
IROCGS as at reporting date %	6.63	6.78	6.88	6.98

#### Market Values

Highest LKR.	Not traded	Not traded	Not traded	Not traded
Lowest LKR.	Not traded	Not traded	Not traded	Not traded
Last traded LKR.	Not traded	Not traded	Not traded	Not traded
Last traded date	Not traded	Not traded	Not traded	Not traded

#### Other ratios as at date of last trade

Interest Yield %	NA	NA	NA	NA
Yield to Maturity %	NA	NA	NA	NA

IROCGS - Interest rate of comparable government securities

The total amount raised through the Debenture issued in November 2015 was LKR 5 Bn. Type 01 of the debenture issue, amounting to LKR 4.998 Bn matured and fully paid in November 2020. The outstanding capital as of date is LKR. 1.59 Mn.

#### Debt Security related ratios

For the period ended / as at 31st December	2020	2019
Debt to equity ratio	0.38	0.34
Quick assets ratio	1.29	0.98
Interest cover	3.27	3.54

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