

# **CIC Holdings PLC**

Interim Report

For the Period Ended 30<sup>th</sup> September 2016

## **Corporate Information**

### **NAME OF THE COMPANY**

CIC Holdings PLC

### **COMPANY REGISTRATION NO.**

PQ 88

### **LEGAL FORM**

A Public Quoted Company with limited liability incorporated in Sri Lanka in 1964.

### **DIRECTORS**

S H Amarasekera- *Chairman*  
S P S Ranatunga - *Managing Director / CEO*  
R N Asirwatham  
R S Captain  
S M Enderby  
M P Jayawardena  
K B Kotagama  
Prof. P W M B B Marambe  
Dr. R C W M R D Nugawela  
P R Saldin  
A V P Silva  
D S Weerakkody

### **SECRETARY**

P D S Ruwanpura

### **AUDITORS**

KPMG  
Chartered Accountants  
32A, Sir Mohamed Macan Markar Mawatha  
Colombo 03.

### **LEGAL ADVISERS**

Julius & Creasy  
Attorneys - at - Law  
41, Janadhipathi Mawatha, Colombo 01.

Nithya Partners  
Attorneys - at -Law  
97A, Galle Road, Colombo 03.

### **REGISTERED OFFICE**

CIC House  
199, Kew Road  
Colombo 02.

## Chairman's Message

Dear Shareholder

I am pleased to report that CIC Holdings PLC (CIC) continues to record growth in revenues, business volumes and operating profits. The group recorded an increase in revenues of 38% and an increase in profits before interest and tax of 29% for the six months to September 2016 (1H17) compared to the corresponding period of the previous financial year (1H16). Our consolidated net profits however declined by 7% mainly due to a steep increase in finance costs. The increase in finance costs were attributable to both a 28% increase in total borrowings and an underlying industry wide increase in borrowing rates. The rise in CIC's debt balances are due to increased capex, new investments and additional working capital required for increased business volumes. The revenues from the capex and new investments will begin to flow from the beginning of the next financial year. Despite the increase in debt, we have reduced our financial leverage measured by debt to annualized EBITDA to 3.4x, compared to 4.3x as at FY16. We are also confident that the payoff from the investments would both in terms of financial returns and improved group synergies be significant. Our strategy is focused on long term and sustainable growth, and have already factored the expected near term increases in interest costs as a result of the investments into our corporate planning. Considering the overall performance, the Group expects to improve on last year's performance given that CIC's earnings in the second half are materially higher than the first half, due to the inherent seasonality of CIC's agri dependent businesses.

The crop solutions, livestock solutions, industrial solutions and health & personal care segments all recorded increases in operating profits in 1H17. At company level revenue growth was 22% and profit before interest and tax increased by 19% in 1H17 compared to 1H16.

The crop solutions segment continues to remain the group's highest contributor in terms of operating profits. The segment recorded a profit growth of 23% to Rs. 602m in 1H17 vs Rs. 488m in 1H16. The growth is reflective of the changes in the state fertiliser subsidy mechanism. The 69% revenue growth of the segment is partly due to the amended accounting treatment of fertiliser, which is now sold at market determined prices. The fertiliser subsidy receivable was Rs. 1.13 bn as at end September 2017 vs Rs. 3.32 bn as at end September 2016, and should be fully settled in the coming few months.

Operating profits of the livestock solutions segment grew by 49% to Rs. 433m in 1H17, despite flat revenues. Revenues of the segment increased only by 1% in 1H17. The improved profits are mainly due to lower input costs, compared to the corresponding period of the previous financial year.

Profits of the health and personal care segment grew by over 33% to Rs. 352m from Rs. 264m, driven mainly by the increased earnings of our pharma manufacturing operations. The industrial solutions segment recorded a 15% increase in segmental profits to Rs. 235m, primarily aided by an improved performance in Industrial Solutions SBU.

The agri produce segment of the group, incurred an operating loss of Rs30m in 1H17 due to the preliminary losses incurred on our new corn project which commenced operations in early part of 2016. The losses are due to delays in setting up, a supply shortage due to bad weather and unfavorable changes in both buying and selling prices compared to what was expected. That said, we see this project generating considerable synergies within the CIC group, as it will be a key supplier to the livestock solutions segment and contribute to increasing earnings of the crop solutions segment. The project is also important on a national level, as proper drying mechanisms are crucial in ensuring the quality of poultry feed. We also expect the project to generate meaningful profits in the next financial year as most of the teething issues have been resolved.

Work on the USD6m high tech greenhouse is nearing completion, and is expected to be completed within this financial year and will also add to revenues and profits.

Moving forward, the board and management of CIC, will continue to focus on achieving long term and sustainable growth in the existing business segments while looking for investments which will enhance the existing value chains. Particular attention will be paid to explore all options on lowering its funding costs.

S H Amarasekera

Chairman

## Company Statements of Comprehensive Income

<b>30th September</b>	<b>Three months to 2016</b>	<b>Three months to 2015</b>	<b>Variance %</b>	<b>Six months to 2016</b>	<b>Six months to 2015</b>	<b>Variance %</b>
<b>(In Rs.Mns)</b>						
Revenue	2,516.42	1,762.17	43	4,549.08	3,726.28	22
Cost of sales	<b>(1,862.44)</b>	(1,300.92)	43	<b>(3,416.82)</b>	(2,693.49)	27
<b>Gross profit</b>	<b>653.98</b>	461.25	42	<b>1,132.26</b>	1,032.79	10
Other income	219.25	107.54	104	300.27	141.43	112
Distribution expenses	<b>(375.67)</b>	(292.07)	29	<b>(699.31)</b>	(623.21)	12
Administrative expenses	<b>(168.97)</b>	(99.86)	69	<b>(321.06)</b>	(204.22)	57
Other expenses	-	(0.45)	(100)	-	(0.45)	(100)
Financing costs	<b>(128.18)</b>	(53.78)	138	<b>(223.70)</b>	(89.12)	151
<b>Profit before tax</b>	<b>200.41</b>	122.63	63	<b>188.46</b>	257.22	(27)
Tax expense	<b>(22.95)</b>	(20.94)	10	<b>(26.69)</b>	(66.20)	(60)
<b>Profit from continuing operations</b>	<b>177.46</b>	101.69	75	<b>161.77</b>	191.02	(15)
<b>Discontinued operations</b>						
Loss from discontinued operations (net of tax)	-	(1.67)	(100)	-	(0.24)	(100)
<b>Profit for the period</b>	<b>177.46</b>	100.02	77	<b>161.77</b>	190.78	(15)
<b>Other comprehensive income</b>						
<i>Items that are or may be reclassified to profit or loss</i>						
Net gain/(losses) on available for sale financial assets	<b>(7.14)</b>	(0.11)	6,391	<b>(5.20)</b>	(0.97)	436
<b>Other comprehensive income for the period (net of tax)</b>	<b>(7.14)</b>	(0.11)	6,391	<b>(5.20)</b>	(0.97)	436
<b>Total comprehensive income for the period (net of tax)</b>	<b>170.32</b>	99.91	70	<b>156.57</b>	189.81	(18)
<b>Earnings per share</b>						
Basic/diluted earnings per share (Rs.)	<b>1.87</b>	1.06	77	<b>1.71</b>	2.01	(15)
<b>Earnings per share-continuing operation</b>						
Basic/diluted earnings per share (Rs.)	<b>1.87</b>	1.07	75	<b>1.71</b>	2.02	(15)

*The above figures are provisional and unaudited  
Figures in brackets indicate deductions*

## Consolidated Statements of Comprehensive Income

<i>30th September</i>	<b>Three months to 2016</b>	Three months to 2015	Variance %	<b>Six months to 2016</b>	Six months to 2015	Variance %
Revenue	<b>9,317.10</b>	6,468.17	44.05	<b>17,820.29</b>	12,955.10	37.55
Cost of sales	<b>(7,256.43)</b>	(4,926.85)	47.28	<b>(13,750.77)</b>	(9,683.40)	42.00
<b>Gross profit</b>	<b>2,060.67</b>	1,541.32	33.70	<b>4,069.52</b>	3,271.70	24.39
Other income	<b>43.24</b>	56.88	(23.98)	<b>145.96</b>	102.48	42.43
Distribution expenses	<b>(848.64)</b>	(629.32)	34.85	<b>(1,699.01)</b>	(1,362.67)	24.68
Administrative expenses	<b>(511.41)</b>	(413.97)	23.54	<b>(943.77)</b>	(767.58)	22.95
Other expenses	-	(49.36)	(100.00)	-	(52.47)	(100.00)
Financing costs	<b>(381.31)</b>	(182.44)	109.01	<b>(763.26)</b>	(363.43)	110.02
Share of profit of equity accounted investees	<b>117.54</b>	109.97	6.88	<b>148.42</b>	140.49	5.64
<b>Profit before tax</b>	<b>480.09</b>	433.08	10.85	<b>957.86</b>	968.52	(1.10)
Tax expense	<b>(144.32)</b>	(83.95)	71.91	<b>(270.64)</b>	(227.84)	18.79
<b>Profit from continuing operations</b>	<b>335.77</b>	349.13	(3.83)	<b>687.22</b>	740.68	(7.22)
<b>Discontinued operations</b>						
Profit/(loss) from discontinued operations (net of tax)	<b>0.38</b>	5.00	(92.40)	<b>8.04</b>	9.39	(14.38)
<b>Profit for the period</b>	<b>336.15</b>	354.13	(5.08)	<b>695.26</b>	750.07	(7.31)
<b>Other comprehensive income</b>						
<i>Items that are or may be reclassified to profit or loss</i>						
Net gain/(losses) on available for sale financial assets	<b>(3.90)</b>	(1.40)	178.57	<b>0.18</b>	(0.03)	(700.00)
<b>Other comprehensive income for the period (net of tax)</b>	<b>(3.90)</b>	(1.40)	178.57	<b>0.18</b>	(0.03)	(700.00)
<b>Total comprehensive income for the period (net of tax)</b>	<b>332.25</b>	352.73	(5.81)	<b>695.44</b>	750.04	(7.28)
Profit Attributable to :						
Equity holders of the Company	<b>164.32</b>	257.07	(36.08)	<b>414.07</b>	563.84	(26.56)
Non-controlling interest	<b>171.83</b>	97.06	77.03	<b>281.19</b>	186.23	50.99
<b>Profit for the period</b>	<b>336.15</b>	354.13	(5.08)	<b>695.26</b>	750.07	(7.31)
Equity holders of the Company	<b>(5.01)</b>	(0.74)	577.03	<b>(2.11)</b>	(0.56)	276.79
Non-controlling interest	<b>1.11</b>	(0.66)	(268.18)	<b>2.29</b>	0.53	332.08
<b>Other comprehensive income for the period</b>	<b>(3.90)</b>	(1.40)	178.57	<b>0.18</b>	(0.03)	(700.00)
<b>Earnings per share</b>						
Basic/diluted earnings per share (Rs.)	<b>1.73</b>	2.71	(36.19)	<b>4.37</b>	5.95	(26.57)
<b>Earnings per share-continuing operations</b>						
Basic/diluted earnings per share (Rs.)	<b>1.72</b>	2.69	(36.06)	<b>4.34</b>	5.90	(26.44)

*The above figures are provisional and unaudited  
Figures in brackets indicate deductions*

## Statements of Financial Position

As at 30th Sep	Company			2016	Group	
	2016	2015	2016.03.31		2015	2016.03.31
<i>(In Rs.Mns)</i>						
<b>ASSETS</b>						
<b>Non- current assets</b>						
Property, plant & equipment	2,326.74	2,174.24	2,358.50	12,186.46	10,713.53	12,275.00
Investment property	-	-	-	51.40	51.40	51.40
Capital work-in-progress	90.79	124.03	-	172.32	239.18	72.15
Biological assets	-	-	-	187.00	70.04	226.38
Intangible assets	13.18	-	13.18	137.88	27.68	137.14
Deferred tax assets	-	-	-	44.55	13.89	41.70
Investment in subsidiaries	1,052.79	992.44	992.44	-	-	-
Investment in equity accounted investees	424.24	36.00	236.90	906.39	1,494.04	934.97
Other non-current financial assets	409.09	120.00	-	420.30	12.43	10.25
	<b>4,316.83</b>	<b>3,446.71</b>	<b>3,601.02</b>	<b>14,106.30</b>	<b>12,622.19</b>	<b>13,748.99</b>
<b>Current assets</b>						
Inventories	2,853.00	2,091.57	2,406.20	9,739.12	6,058.56	9,363.40
Trade receivables	2,441.83	1,587.84	2,036.45	5,388.76	3,359.55	4,055.61
Other receivables	397.10	403.62	533.00	2,859.41	4,723.26	2,544.13
Other current financial assets	36.83	34.98	32.35	88.14	92.66	81.92
Cash in hand and at bank	223.68	83.70	284.10	1,093.18	866.10	1,413.77
	<b>5,952.44</b>	<b>4,201.71</b>	<b>5,292.10</b>	<b>19,168.61</b>	<b>15,100.13</b>	<b>17,458.83</b>
Assets classified as held for sale	-	17.97	440.66	50.75	76.33	492.95
Assets classified as held for distribution	120.00	-	120.00	606.35	-	598.34
	<b>6,072.44</b>	<b>4,219.68</b>	<b>5,852.76</b>	<b>19,825.71</b>	<b>15,176.46</b>	<b>18,550.12</b>
<b>Total assets</b>	<b>10,389.27</b>	<b>7,666.39</b>	<b>9,453.78</b>	<b>33,932.01</b>	<b>27,798.65</b>	<b>32,299.11</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Equity attributable to equity holders of the company</b>						
Stated capital	1,008.45	1,008.45	1,008.45	1,008.45	1,008.45	1,008.45
Capital reserves	834.68	1,016.02	1,262.94	1,829.81	1,711.50	2,281.83
Revenue reserves	2,241.12	1,503.85	1,940.60	6,144.49	4,869.50	5,564.82
	<b>4,084.25</b>	<b>3,528.32</b>	<b>4,211.99</b>	<b>8,982.75</b>	<b>7,589.45</b>	<b>8,855.10</b>
Non-controlling interests	-	-	-	2,392.99	1,871.31	2,029.20
<b>Total equity</b>	<b>4,084.25</b>	<b>3,528.32</b>	<b>4,211.99</b>	<b>11,375.74</b>	<b>9,460.76</b>	<b>10,884.30</b>
<b>Non-current liabilities</b>						
Loans and borrowings	25.50	82.56	44.09	819.35	1,748.00	998.49
Retirement benefit obligations	224.44	210.50	206.19	655.56	570.44	603.83
Grants	-	-	-	12.76	15.73	13.70
Deferred tax liabilities	33.58	1.78	22.72	470.37	314.29	394.73
	<b>283.52</b>	<b>294.84</b>	<b>273.00</b>	<b>1,958.04</b>	<b>2,648.46</b>	<b>2,010.75</b>
<b>Current liabilities</b>						
Trade payables	1,040.00	1,219.70	1,364.54	5,705.83	5,079.39	6,268.83
Income tax payable	6.43	21.55	15.38	94.58	137.10	67.82
Accruals and other payables	503.60	351.33	448.47	1,169.61	886.23	950.39
Loans and borrowings	4,471.47	2,241.63	3,129.29	13,623.87	9,571.05	12,101.57
	<b>6,021.50</b>	<b>3,834.21</b>	<b>4,957.68</b>	<b>20,593.89</b>	<b>15,673.77</b>	<b>19,388.61</b>
Liabilities classified as held for sale	-	9.02	11.11	4.34	15.66	15.45
	<b>6,021.50</b>	<b>3,843.23</b>	<b>4,968.79</b>	<b>20,598.23</b>	<b>15,689.43</b>	<b>19,404.06</b>
<b>Total liabilities</b>	<b>6,305.02</b>	<b>4,138.07</b>	<b>5,241.79</b>	<b>22,556.27</b>	<b>18,337.89</b>	<b>21,414.81</b>
<b>Total equity and liabilities</b>	<b>10,389.27</b>	<b>7,666.39</b>	<b>9,453.78</b>	<b>33,932.01</b>	<b>27,798.65</b>	<b>32,299.11</b>
<b>Net assets per share</b>	<b>43.10</b>	<b>37.23</b>	<b>44.44</b>	<b>94.78</b>	<b>80.08</b>	<b>93.44</b>

The above figures are provisional unaudited.

I certify that the Financial Statements have been prepared in accordance with the requirements of the Companies Act No.07 of 2007.

**J N Weerakoon**

Group Finance Director

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

**S H Amarasekera**

Chairman

04th November 2016

Colombo

**S P S Ranatunga**

Managing Director/CEO

**P D S Ruwanpura**

Chief Financial Officer/Company Secretary

## Statement of Changes In Equity

For the period ended 30th September 2016

Company	Stated Capital	Revaluation Reserve	General Reserves	Available for sale Reserve	Retained Earnings	Total
<i>(In Rs. Mns)</i>						
<b>As at 1 April 2016</b>	<b>1,008.45</b>	<b>1,262.94</b>	<b>782.60</b>	<b>(1.12)</b>	<b>1,159.12</b>	<b>4,211.99</b>
Profit for the period	-	-	-	-	161.77	161.77
Other comprehensive income	-	-	-	(5.20)	-	(5.20)
Realization of capital reserve on account of disposal of assets	-	(428.26)	-	-	428.26	-
Dividend	-	-	-	-	(284.31)	(284.31)
<b>As at 30 Sep 2016</b>	<b>1,008.45</b>	<b>834.68</b>	<b>782.60</b>	<b>(6.32)</b>	<b>1,464.84</b>	<b>4,084.25</b>
As at 1 April 2015	1,008.45	1,016.02	782.60	2.47	623.74	3,433.28
Profit for the period	-	-	-	-	190.78	190.78
Other comprehensive income	-	-	-	(0.97)	-	(0.97)
Dividend	-	-	-	-	(94.77)	(94.77)
<b>As at 30 Sep 2015</b>	<b>1,008.45</b>	<b>1,016.02</b>	<b>782.60</b>	<b>1.50</b>	<b>719.75</b>	<b>3,528.32</b>

Group	Attributable to the equity holders of the company					Total	Non-controlling interest	Total Equity
	Stated Capital	Revaluation Reserve	General Reserve	Available for sale Reserve	Retained Earnings			
<i>(In Rs. Mns)</i>								
<b>As at 1 April 2016</b>	<b>1,008.45</b>	<b>2,281.83</b>	<b>861.60</b>	<b>5.39</b>	<b>4,697.83</b>	<b>8,855.10</b>	<b>2,029.20</b>	<b>10,884.30</b>
Profit for the period	-	-	-	-	414.07	414.07	281.19	695.26
Other comprehensive income	-	-	-	(2.11)	-	(2.11)	2.29	0.18
Realization of capital reserve on account of disposal of assets	-	(452.02)	-	-	452.02	-	-	-
Subsidiary investment in non-controlling interests	-	-	-	-	-	-	109.47	109.47
Dividend	-	-	-	-	(284.31)	(284.31)	-	(284.31)
Subsidiary dividends to non- controlling interests	-	-	-	-	-	-	(29.16)	(29.16)
<b>As at 30 Sep 2016</b>	<b>1,008.45</b>	<b>1,829.81</b>	<b>861.60</b>	<b>3.28</b>	<b>5,279.61</b>	<b>8,982.75</b>	<b>2,392.99</b>	<b>11,375.74</b>
As at 1st April 2015	1,008.45	1,711.50	861.60	14.90	3,524.49	7,120.94	1,722.31	8,843.25
Profit for the period	-	-	-	-	563.84	563.84	186.23	750.07
Other comprehensive income	-	(0.56)	-	-	-	(0.56)	0.53	(0.03)
Dividend	-	-	-	-	(94.77)	(94.77)	-	(94.77)
Subsidiary dividends to non- controlling interests	-	-	-	-	-	-	(37.76)	(37.76)
<b>As at 30 Sep 2015</b>	<b>1,008.45</b>	<b>1,710.94</b>	<b>861.60</b>	<b>14.90</b>	<b>3,993.56</b>	<b>7,589.45</b>	<b>1,871.31</b>	<b>9,460.76</b>

## Cash Flow Statements

For the period ended 30th September (In Rs. Mns)	Company		Group	
	2016	2015	2016	2015
<b>Cash flow from operating activities</b>				
Cash generated from operations (Note A)	(768.80)	119.22	(496.05)	174.01
Net interest paid	(223.70)	(89.12)	(763.26)	(363.43)
Retirement benefit costs paid	(5.82)	(15.64)	(15.21)	(51.00)
Income tax paid	(24.78)	(14.10)	(57.38)	(167.41)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>(1,023.10)</b>	<b>0.36</b>	<b>(1,331.90)</b>	<b>(407.83)</b>
<b>Cash flow from investing activities</b>				
Addition to property, plant & equipment	(125.65)	(103.72)	(590.23)	(395.22)
Addition to biological assets	-	-	-	(32.31)
Addition to intangible assets	-	-	(4.57)	-
Proceeds from disposal of property, plant & equipment	76.11	0.09	274.08	77.79
Proceeds from disposal of assets held for sale	445.00	-	436.16	-
Proceeds from disposal of investments	-	-	15.75	1.58
Proceeds from sale of biological assets	-	-	-	2.17
Dividend received from subsidiaries	34.53	41.66	-	-
Dividend received from equity accounted investees	159.30	54.00	159.30	54.00
Dividend received from other financial assets	0.57	1.02	2.21	5.72
Investment in subsidiaries and equity accounted investees	(247.69)	-	-	-
Subsidiary investment in non-controlling interests	-	-	109.47	-
Other long-term investments	(418.77)	-	(418.89)	(14.78)
Other short-term investments	-	-	(12.04)	-
Subsidiary dividends to non-controlling interest	-	-	(29.16)	(37.76)
<b>Net cash inflow/(outflow) from investing activities</b>	<b>(76.60)</b>	<b>(6.95)</b>	<b>(57.92)</b>	<b>(338.81)</b>
<b>Net Cash inflow/(outflow) before financing activities</b>	<b>(1,099.70)</b>	<b>(6.59)</b>	<b>(1,389.82)</b>	<b>(746.64)</b>
<b>Cash flow from financing activities</b>				
Dividends paid	(284.31)	(94.77)	(284.31)	(94.77)
Net Long term loan received/(settled)	(39.28)	(42.80)	(227.44)	424.13
<b>Net cash inflow/(outflow) from financing activities</b>	<b>(323.59)</b>	<b>(137.57)</b>	<b>(511.75)</b>	<b>329.36</b>
<b>Net increase / (decrease) in cash &amp; cash equivalents during the period</b>	<b>(1,423.29)</b>	<b>(144.16)</b>	<b>(1,901.57)</b>	<b>(417.28)</b>
<b>Cash &amp; cash equivalents at the beginning of the period</b>	<b>(2,749.26)</b>	<b>(1,916.52)</b>	<b>(9,910.12)</b>	<b>(5,548.40)</b>
<b>Cash &amp; cash equivalents at the end of the period (Note B)</b>	<b>(4,172.55)</b>	<b>(2,060.68)</b>	<b>(11,811.69)</b>	<b>(5,965.68)</b>
<b>Note A - Cash generated from / (used for) operations</b>				
Profit before interest and tax from continuing operations	412.16	346.34	1,572.70	1,191.46
Profit/(Loss) before interest and tax from discontinued operations	-	(0.55)	8.04	9.08
<b>Adjustments for:</b>				
Depreciation on property, plant & equipment	66.58	61.10	390.74	332.06
Amortization of Intangible assets	-	-	3.83	-
Share of profit of investments held for distribution	-	-	(8.01)	-
(Gain) /loss on disposal of property, plant & equipment	(76.07)	0.45	(86.22)	1.45
(Gain) /loss on disposal of assets held for sale	(4.34)	-	(4.34)	-
Provision for retirement benefit	24.07	16.75	66.94	50.81
(Gain) on disposal of investments	-	-	(0.90)	(0.09)
Loss from changes in fair value & utilization of biological assets	-	-	39.38	25.81
Grants amortised	-	-	(0.94)	(2.45)
Dividend income	(194.40)	(96.68)	(2.21)	(5.72)
<b>Operating profit before working capital changes</b>	<b>228.00</b>	<b>327.41</b>	<b>1,979.01</b>	<b>1,602.41</b>
(Increase)/decrease in trade and other receivables	(269.48)	(147.66)	(1,744.45)	(1,216.17)
(Increase)/decrease in inventories	(446.80)	(207.22)	(375.72)	(209.63)
Increase/(decrease) in trade and other payables	(280.52)	146.69	(354.89)	(2.60)
<b>Cash generated from operations</b>	<b>(768.80)</b>	<b>119.22</b>	<b>(496.05)</b>	<b>174.01</b>
<b>Note B - Analysis of cash &amp; cash equivalents at the end of the period</b>				
Cash in hand and at bank	223.68	83.70	1,093.18	871.60
Interest bearing short-term borrowings	(4,396.23)	(2,144.38)	(12,904.87)	(6,837.28)
	(4,172.55)	(2,060.68)	(11,811.69)	(5,965.68)



# CIC Holdings PLC

## Segmental Information

For the six months ended 30th September

2016

2015

(In Rs. Mns)

### Operating Segments

The Following table presents revenue, profit information regarding the Group's operating segments.

#### (a) Segmental Revenue

Crop Solutions	5,698.46	3,368.04
Agri Produce	2,363.69	1,408.06
Livestock Solutions	3,656.72	3,618.39
Industrial Solutions	2,131.90	1,886.64
Health & Personal Care	4,111.15	3,063.86
<b>Total Revenue</b>	<b>17,961.92</b>	<b>13,344.99</b>
Intra-group sales	(141.63)	(389.89)
<b>Net Revenue</b>	<b>17,820.29</b>	<b>12,955.10</b>

#### (b) Segmental Results

Crop Solutions	602.53	488.20
Agri Produce	(29.88)	(29.22)
Lives stock Solutions	432.85	291.44
Industrial Solutions	235.41	203.98
Health & Personal Care	352.02	264.34
Unallocated expenses	(166.19)	(129.76)
Other income	145.96	102.48
Financing costs	(763.26)	(363.43)
Share of profit from equity accounted investees	148.42	140.49
Tax expense	(270.64)	(227.84)
Profit from continuing operations	687.22	740.68
Profit from discontinued operations (net of tax)	8.04	9.39
<b>Profit for the period</b>	<b>695.26</b>	<b>750.07</b>
<b>Attributable to:</b>		
Equity holders of the Company	414.07	563.84
Non- controlling interest	281.19	186.23
<b>Profit for the period</b>	<b>695.26</b>	<b>750.07</b>

Note :

The above figures are provisional and unaudited.

## Notes to the Financial Statements

<i>For the period ended 30th September</i>	Company		Group	
	2016	2015	2016	2015
<b>(In Rs. Mns)</b>				
<b>1 Other Income</b>				
Rent income	7.43	17.36	7.43	17.43
Divided income	194.40	96.68	2.21	5.72
Gain on disposal of property, plant and equipment	76.07	0.45	86.22	20.09
Gain on disposal of assets classified as held for sale	4.34	-	4.34	-
Gain on disposal of investment	-	-	0.90	0.09
Direct sales commision	16.62	26.12	16.62	26.12
Grants amortised	-	-	0.94	2.45
Sundry income	1.41	0.82	27.30	30.58
	<b>300.27</b>	<b>141.43</b>	<b>145.96</b>	<b>102.48</b>
<b>2 Financing Cost (Net)</b>				
<b>Finance cost</b>				
Interest on loans	229.85	70.06	832.57	372.38
Interest on finance leases	-	2.13	0.36	3.20
Exchange loss	-	17.67	-	9.53
	<b>229.85</b>	<b>89.86</b>	<b>832.93</b>	<b>385.11</b>
<b>Finance income</b>				
Exchange gain	4.82	-	5.74	-
Interest income	1.33	0.74	63.93	21.68
	<b>6.15</b>	<b>0.74</b>	<b>69.67</b>	<b>21.68</b>
<b>Net financing cost</b>	<b>223.70</b>	<b>89.12</b>	<b>763.26</b>	<b>363.43</b>
<b>3 Market Value of Shares</b>				
<b>For the three months ended 30th September</b>	<b>2016</b>		<b>2015</b>	
	<b>Voting</b>	<b>Non-Voting</b>	<b>Voting</b>	<b>Non-Voting</b>
	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>
Highest	104.00	81.00	120.00	93.00
Lowest	90.50	69.00	83.00	68.00
Period end	102.90	80.00	108.10	77.50
<b>4 Number of Shares</b>				
<b>As at end of 30th September</b>			<b>2016</b>	<b>2015</b>
Ordinary Shares			72,900,000	72,900,000
Non-Voting (Class X)			21,870,000	21,870,000
<b>Total</b>			<b>94,770,000</b>	<b>94,770,000</b>
<b>5 Dividend Paid</b>				
	<b>2016/2017</b>		<b>2015/2016</b>	
	<b>Voting</b>	<b>Non-Voting</b>	<b>Voting</b>	<b>Non-Voting</b>
	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>
Interim dividend per share- 2016 Rs.1.00 (2015-Rs.0.00)	1.00	1.00	-	-
Final dividend per share- 2016 Rs.2.00 (2015-Rs.1.00)	2.00	2.00	1.00	1.00
<b>Total</b>	<b>3.00</b>	<b>3.00</b>	<b>1.00</b>	<b>1.00</b>
<b>6</b> Employee Share Option Scheme 2016, proposed by the Board of Directors was approved by the shareholders at the Annual General Meeting held on 30th June 2016. The shares under the scheme will be granted to the eligible employees starting from the financial year 2017/18 as it will be based on the results achieved in financial year 2016/17.				
<b>7</b> There have not been any significant changes in the nature of the Contingent Liabilities which were disclosed in the Annual Report for the year ended 31st March 2016.				
<b>8</b> The presentation and classification of figures for the corresponding year has been amended wherever relevant to be comparable with those for the current year.				
<b>9</b> There have not been any significant changes to the nature of the business.				
<b>10</b> These interim financial statements have been prepared in accordance with the accounting policies set out in the annual report for the year ended 31 <sup>st</sup> March 2016.				
<b>11</b> There are no events subsequent to the reporting date, which require disclosure in the interim financial statements.				

**SHAREHOLDER & INVESTOR INFORMATION****As At 30th September 2016****1 Twenty Largest Shareholders****VOTING (ORDINARY) SHARES**

<b>Name</b>	<b>No. of Shares</b>	<b>Percentage %</b>
1 Paints & General Industries Limited	38,860,349	53.31
2 Employees Provident Fund	6,144,767	8.43
3 Chacra Capital Holdings (Pvt) Limited	3,276,240	4.49
4 Associated Electrical Corporation Limited	2,872,657	3.94
5 Hotel International Limited	2,648,349	3.63
6 Bank of Ceylon No. 1 Account	742,848	1.02
7 Dr. H.R. & Mr. V.K.Wickremasinghe Custodian Trustees Martin Wickremasinghe Trust Fund	560,491	0.77
8 Hatton National Bank PLC A/C No. 05 (Trading Portfolio)	556,396	0.76
9 The Ceylon Chamber of Commerce A/C No. 02	486,531	0.67
10 Mr. S.K. Wickremesinghe	441,022	0.60
11 Mrs. L.K. Goonewardena	422,557	0.58
12 Mrs. K.J.M. De Silva	377,850	0.52
13 Star Packaging (Pvt) Limited	325,000	0.45
14 Estate of M. Radhakrishnan (Deceased)	303,750	0.42
15 Commercial Bank of Ceylon / Colombo Fort Investments PLC	300,000	0.41
16 Mr. G.N. Wikremanayake	265,625	0.36
17 DFCC Bank PLC A/C 01	247,900	0.34
18 Mrs. R.M.W. Rodrigo	243,486	0.33
19 National Development Bank PLC / Sakuvi Investment Trust	236,000	0.32
20 Deutsche Bank AG as Trustee to Candor Growth Fund	229,161	0.31
	<b>59,540,979</b>	<b>81.66</b>

Total Number of Shares Issued - 72,900,000 Ordinary Shares

**NON-VOTING (CLASS 'X') SHARES**

<b>Name</b>	<b>No. of Shares</b>	<b>Percentage %</b>
1 Employees Provident Fund	2,778,424	12.70
2 Chacra Capital Holdings (Pvt) Limited	1,546,070	7.07
3 Deutsche Bank AG as Trustee for JB Vantage Value Equity Fund	798,956	3.65
4 Paints & General Industries Limited	726,301	3.32
5 E.W. Balasuriya & Co. (Pvt) Ltd	672,600	3.08
6 Bank of Ceylon No. 1 Account	416,189	1.90
7 Mrs. M.S.E.V.E.A.U. Von Stumm	399,219	1.83
8 DFCC Bank A/C No.01	389,400	1.78
9 Mrs. C. Jayawardene	261,713	1.20
10 Ceylinco Life Insurance Limited Account No.1	240,000	1.10
11 Mrs. K.J.M. De Silva	238,710	1.09
12 Genesiis Software (Pvt) Ltd	201,868	0.92
13 Aruna Equity Care (Pvt) Ltd	188,942	0.86
14 Mr. K.C. Vignarajah	182,707	0.84
15 Mr. V.T. De Zoysa	175,200	0.80
16 Mr. M.J. Fernando	163,500	0.75
17 Commercial Bank of Ceylon PLC A/C No. 04	161,400	0.74
18 Perera and Sons (Bakers) Limited	150,000	0.69
19 Mr. D.A. Cabraal	150,000	0.69
20 Mr. N.K.A.D. De Silva	146,274	0.67
	<b>9,987,473</b>	<b>45.68</b>

Number of Shares issued - 21,870,000 Non-Voting (Class-'X') Shares

**SHAREHOLDER & INVESTOR INFORMATION Cont...**

As At 30th September 2016

**3 Shares held by Public**

Type	No.of Shares	%	No. of public share holders
Ordinary Shares	33,976,375	46.61	2,330
Non Voting (Class - X) Shares	21,019,444	96.11	2,627

\* Employee Provident Fund held 8.43% Voting shares and 12.70 % of Non- Voting shares

**4 Shares held by Director's together with the members of their families**

Type	No.of Shares	%
Ordinary Shares	80	0.00
Non Voting (Class - X) Shares	71,512	0.33

**5 Shares held by the Parent Company**

Type	No.of Shares	%
Ordinary Shares	38,860,349	53.31
Non Voting (Class - X) Shares	726,301	3.32

**6 Directors' shareholding together with the members of their families**

As at	Ordinary shares		Non-Voting (Class X)	
	30.09.2016	30.09.2015	30.09.2016	30.09.2015
Mr. S H Amarasekera	-	-	-	-
Mr. S P S Ranatunga - Managing Director / CEO	-	-	22,950	22,950
Mr. R N Asirwatham	-	-	-	-
Mr. R S Captain	80	80.00	1,762	1,762
Mr. M P Jayawardena	-	-	16,200	16,200
Prof. PWM B B Marambe	-	-	-	-
Mr. S.M. Enderby	-	-	-	-
Mr. K.B. Kotagama	-	-	17,100	17,100
Mr. R.C.W.M.R.D. Nugawela	-	-	-	-
Mr. P R Saldin	-	-	-	-
Mr. A.V.P. Silva	-	-	13,500	13,500
Mr. D.S. Weerakkody	-	-	-	-
	80	80.00	71,512	71,512

**Share Trading****For the Quarter ended**

	30th September 2016		30th September 2015	
	Ordinary shares	Non-Voting (Class X)	Ordinary shares	Non-Voting (Class X)
No of shares traded	770,197	864,503	4,640,346	2,331,591
No. of transactions	292	586	1,249	1,468
Value of shares traded (Rs.)	73,736,307	64,361,783	475,071,628	190,881,656