



Hemas Holdings PLC
Interim Report
2nd Quarter 2008-2009

CEO's Review

Your company ended the quarter ended September 2008 with a Turnover of Rs 4.2 Bn reflecting a year on year growth of 17%. Turnover for the first six months of the year reached Rs 8.0 Bn, an increase of 18% over the previous year. Operating margins for the first half of the year, however, declined by 2% to Rs 658.6 Mn compared to the corresponding period. Planned maintenance costs in the power sector as well as a 29% increase in administrative costs were contributory factors. As expected, Finance cost increased 28% to Rs 211.7 Mn during the half year due to prevailing high interest rates on loan capital obtained for our Hospital and Factory relocation projects, resulting in Profit before tax for the six months falling 12% to Rs 454.7 Mn. On the positive side, tax efficiencies resulted in Profit after tax decreasing by only 8% to Rs 372.4 Mn for the six month period.

The FMCG sector recorded a Turnover of Rs 2.3 Bn for the six month period, an increase of 11% compared to the corresponding period last year. Operating profits increased by 17% to Rs 282.8 Mn due to price adjustments as well as business efficiencies. Significantly, the sector grew sales volume during a period which saw declines in consumer consumption as a result of pressure on household spending. Our signature Baby care range, Baby CheraMy performed well retaining its position as market leader while its 'Flowers' range introduced last quarter was well received by the market. Diva Detergent powder recorded high growth during the first half of the year achieving market leadership in volume terms while Clogard toothpaste, supported by

consumer activation recorded double digit growth. Hemas Marketing achieved the distinction of being the second largest company in Sri Lanka in terms of distribution reach as per AC Neilson report on the Sri Lankan FMCG market released in September 2008 which augurs well for sector growth.

The Healthcare sector recorded a Turnover to Rs 1.82 Bn for the six month period ending September 2008, an increase of 26% compared to the corresponding period last year. Operating profits for the sector increased by 28% during the period to Rs 122.3 Mn. The soft opening of our 100 bed multi specialty hospital in Wattala was the highlight of the quarter, marking the successful conclusion of the project within budget. The out patient department including the emergency unit, laboratory, one operating theatre and a limited number of rooms are now fully operational and proving popular in the community. The formal opening of the hospital is scheduled for the end of this year. The Southern hospital in Galle which is undergoing renovation and extension recorded a marginal loss in the six month period. High finance costs together with higher taxes resulted in the sector recording a Profit after tax of Rs 50.7 Mn for the half year, a decline of 21% over the corresponding period last year.

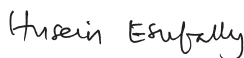
The Transportation sector continued its good performance reporting a Turnover of Rs 364.9 Mn for the half year, a growth of 25% in comparison to the corresponding period the previous year. The Travel and Aviation segments performed well, driven by an increase in overall market in passenger sales

and outbound tours. Our investment in the agency business in the Maritime sector also did well reporting a healthy growth in volumes. Our courier company, ACX won the Gold award for 'Service Providers to Exporters- Medium' category at the National Chamber of Exporters 2007 awards. The sector recorded an increase in net profits by 92% to Rs 110.0 Mn for the six months ended September 2008.

In the Leisure sector, Hemtours our destination management company was re-branded Diethelm Travel Sri Lanka (DTSL) consequent to a strategic partnership with the Diethelm Travel Group, joining a network of travel offices based in nine countries in the Far East. Low tourist arrivals in Sri Lanka meant that the sector delivered a lack luster performance with a Turnover of Rs 469.5 Mn for the six months ended September 2008, reporting an attributable profit of Rs 12.6 Mn mainly as a result of non operating income earned during the period.

The Power sector increased its Turnover by 18% to Rs 2.9 Bn during the half year mainly as a result of pass-through of increased fuel costs. A planned overhaul expense of Rs 185Mn and the shutdown of a turbine for unscheduled repairs resulted in an Operating margin of Rs 187.8 Mn for the six months. During the quarter we successfully commissioned our first 2 MW Hydro power plant in Giddawa which will generate revenue from the next quarter.

The second half of the year will pose a number of challenges as we gear ourselves to meet the implications of the global financial crisis. With major economies expected to go into recession we are mindful that productivity and efficiency are key to maintaining market share as disposable incomes contract. Prevailing high interest rates pose another set of challenges together with the implications of the depreciating rupee. We have, however, set in place a process to identify and mitigate our risks in this scenario and are confident that we would maintain our growth momentum in line with our strategic objectives.



Husein Esufally

Director and Chief Executive Officer

03rd November 2008

Investor Information

	6 Months Ended Sep '08	6 Months Ended Sep '07
Market Value of Shares		
Closing Price on 30th September (Rs)	78.00	100.25
Highest Price during the Period (Rs)	92.25	120.00
Lowest Price during the Period (Rs)	75.00	95.00
Market Capitalization on 30th September (Rs Mn)	7,902	10,156
Ratios		
Net Asset Per Share on 30th September (Rs)	65.73	55.42
Price Earnings Ratio on 30th September (times)	10.54	12.61
Share Trading		
No of transactions during the Period	734	499
No of shares traded during the Period	2,399,000	429,700
Value of shares traded during the Period (Rs Mn)	187	44
Number of shares	101,308,124	101,308,124

Consolidated Income Statement

	Quarter Ended 30.09.2008 Rs '000	Quarter Ended 30.09.2007 Rs '000	Change %	Six Months Ended 30.09.2008 Rs '000	Six Months Ended 30.09.2007 Rs '000	Change %
Revenue	4,156,758	3,566,369	16.6	7,910,242	6,697,330	18.1
Cost of Sales	<u>(3,097,223)</u>	<u>(2,608,346)</u>	(18.7)	<u>(5,800,281)</u>	<u>(4,806,127)</u>	(20.7)
Gross Profit	1,059,535	958,023	10.6	2,109,961	1,891,203	11.6
Dividend Income	-	353	(100.0)	-	353	(100.0)
Change in Fair Value of Investment Property	6,000	6,000	-	12,000	12,000	-
Other Income and Gains	79,262	47,572	66.6	140,986	94,441	49.3
Selling & Distribution Expenses	(281,445)	(255,033)	(10.4)	(531,119)	(486,769)	(9.1)
Administrative Expenses	(578,439)	(418,734)	(38.1)	(1,031,566)	(798,424)	(29.2)
Finance Cost	(113,828)	(85,112)	(33.7)	(211,665)	(165,569)	(27.8)
Share of Associate Companies Profits/(Losses)	-	-	NA	(4,244)	-	NA
Other Operating Expenses	<u>(9,855)</u>	<u>(15,777)</u>	37.5	<u>(29,577)</u>	<u>(30,135)</u>	1.9
Profit Before Taxation	161,230	237,292	(32.1)	454,776	517,100	(12.1)
Income Tax Expenses	<u>(52,051)</u>	<u>(60,630)</u>	14.1	<u>(82,344)</u>	<u>(110,872)</u>	25.7
Profit for the Period	<u>109,179</u>	<u>176,662</u>	(38.2)	<u>372,432</u>	<u>406,228</u>	(8.3)
Attributable to:						
Equity Holders of the Parent	103,773	166,365	(37.6)	374,832	402,915	(7.0)
Minority Interest	<u>5,406</u>	<u>10,297</u>	(47.5)	<u>(2,400)</u>	<u>3,313</u>	(172.4)
	<u>109,179</u>	<u>176,662</u>	(38.2)	<u>372,432</u>	<u>406,228</u>	(8.3)
Earnings per Share (Rs)	1.02	1.64		3.70	3.98	
Earnings per Share (Rs) - Annualised	4.10	6.57		7.40	7.95	
Dividends per Share (Rs)	-	-		1.25	-	

The above figures are provisional and subject to audit.

Consolidated Balance Sheet

	30.09.2008 Rs '000	30.09.2007 Rs '000	31.03.2008 Rs '000
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	6,846,237	5,196,936	5,229,067
Investment Property	1,190,710	975,710	1,178,710
Leasehold Property	66,443	69,509	67,976
Intangible Assets and Deferred Expenditure	182,696	212,610	173,622
Deferred Tax Assets	17,215	-	18,482
Investments in Associates	-	42,933	205,793
Other Investments	26,123	23,839	26,088
	<u>8,329,424</u>	<u>6,521,537</u>	<u>6,899,738</u>
Current Assets			
Inventories	1,350,730	960,560	1,263,114
Trade and Other Receivables	4,043,338	3,718,333	3,643,451
Loans Due from Related Parties	-	-	20,000
Investments	53	556,494	68
Taxation Recoverable	125,131	67,797	91,994
Amounts Due from Related Parties	-	259	13,286
Short Term Cash Investments	716,480	139,673	631,461
Cash and Bank Balances	452,793	560,305	567,512
	<u>6,688,525</u>	<u>6,003,421</u>	<u>6,230,886</u>
Total Assets	<u>15,017,949</u>	<u>12,524,958</u>	<u>13,130,624</u>
EQUITY AND LIABILITIES			
Equity Attributable to Equity Holders of the Parent			
Stated Capital	1,329,012	1,329,012	1,329,012
Preference Share Capital	50,000	66,667	58,333
Reserves	800,513	620,448	783,413
Retained Earnings	4,479,561	3,598,590	4,262,939
Shareholders' Funds	6,659,086	5,614,717	6,433,697
Minority Interest	896,817	740,549	604,967
Total Shareholders' Funds and Minority Interest	<u>7,555,903</u>	<u>6,355,266</u>	<u>7,038,664</u>
Non-Current Liabilities			
Non-Interest Bearing Loans and Borrowings	12,931	19,382	25,945
Interest Bearing Loans & Borrowings	2,307,196	1,082,512	823,227
Deferred Tax Liabilities	134,824	161,206	139,564
Other Deferred Liabilities	164,301	126,433	145,535
Provisions	38,129	18,611	21,500
	<u>2,657,381</u>	<u>1,408,144</u>	<u>1,155,771</u>
Current Liabilities			
Trade and Other Payables	3,042,264	2,259,293	2,519,009
Dividends Payable	2,793	2,678	2,482
Income Tax liabilities	62,732	56,285	17,907
Amounts Due to Related Parties	-	641	-
Non Interest Bearing Loans & Borrowings	1,207	3,590	1,207
Interest Bearing Loans & Borrowings	1,695,669	2,439,061	2,395,584
	<u>4,804,665</u>	<u>4,761,548</u>	<u>4,936,189</u>
Total Share Holders' Funds, Minority Interest and Liabilities	<u>15,017,949</u>	<u>12,524,958</u>	<u>13,130,624</u>
Net Asset per share (Rs)	65.73	55.42	63.51

The above figures are provisional and subject to audit.

These Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

Malinga Arsakularatne
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed on behalf of the Board by:

Husein Esufally
Director / Chief Executive Officer

Lalith De Mel
Chairman

03rd November 2008

Company Income Statement

	Quarter Ended 30.09.2008 Rs '000	Quarter Ended 30.09.2007 Rs '000	Change %	Six Months Ended 30.09.2008 Rs '000	Six Months Ended 30.09.2007 Rs '000	Change %
Revenue	94,320	31,582	198.7	130,366	64,784	101.2
Cost of Sales	-	-	NA	-	-	NA
Gross Profit	94,320	31,582	198.7	130,366	64,784	101.2
Dividend Income	39,509	67,139	(41.2)	141,156	67,139	110.2
Change in Fair Value of Investment Property	-	-	NA	-	-	NA
Other Income and Gains	8,415	3,897	115.9	15,526	9,739	59.4
Administrative Expenses	(48,797)	(48,763)	(0.1)	(98,556)	(90,098)	(9.4)
Finance Cost	(36,218)	(9,478)	(282.1)	(50,496)	(18,471)	(173.4)
Profit Before Taxation	57,229	44,377	29.0	137,996	33,093	317.0
Income Tax Expenses	(4,081)	2,270	(279.8)	(4,081)	802	(608.8)
Profit for the Year	53,148	46,647	13.9	133,915	33,895	295.1
Attributable to:						
Equity Holders of the Parent	53,148	46,647	13.9	133,915	33,895	295.1
Minority Interest	-	-	NA	-	-	NA
	53,148	46,647	13.9	133,915	33,895	295.1
Dividend per Share (Rs)	-	-		1.25	-	

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Company Balance Sheet

	30.09.2008 Rs '000	30.09.2007 Rs '000	31.03.2008 Rs '000
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	59,655	56,325	46,470
Investment Property	271,710	258,710	271,710
Loans Receivable from Related Parties	40,000	109,911	-
Investments in Subsidiaries	4,803,376	4,336,090	4,353,763
Investments in Joint Venture	-	8,359	8,475
Other Investments	16,405	13,405	16,405
	<u>5,191,146</u>	<u>4,782,800</u>	<u>4,696,823</u>
Current Assets			
Trade and Other Receivables	174,847	115,139	166,328
Loans Receivable from Related Parties	148,028	130,937	193,317
Investments	49	49	49
Taxation Recoverable	10,405	12,040	6,532
Amounts Due from Related Parties	223,843	54,121	220,166
Short Term Cash Investments	13,410	1,215	1,308
Cash and Bank Balances	31,105	76,324	16,447
	<u>601,687</u>	<u>389,825</u>	<u>604,147</u>
Total Assets	<u>5,792,833</u>	<u>5,172,625</u>	<u>5,300,970</u>
EQUITY AND LIABILITIES			
Equity Attributable to Equity Holders of the Parent			
Stated Capital	1,329,012	1,329,012	1,329,012
Reserves	372,664	372,664	372,664
Retained Earnings	2,684,146	2,646,463	2,665,572
Shareholders' Funds	<u>4,385,822</u>	<u>4,348,139</u>	<u>4,367,248</u>
Non-Current Liabilities			
Non-Interest Bearing Loans and Borrowings	-	422,790	-
Interest Bearing Loans and Borrowings	823,709	-	425,845
Deferred Tax Liabilities	38,697	50,917	37,048
Other Deferred Liabilities	22,340	11,818	13,277
	<u>884,746</u>	<u>485,525</u>	<u>476,170</u>
Current Liabilities			
Trade and Other Payables	47,352	20,897	70,272
Dividends Payable	136	162	137
Income Tax liabilities	3,829	4,760	-
Amounts Due to Related Parties	19,011	310,748	4,367
Interest Bearing Loans & Borrowings	451,937	2,394	382,776
	<u>522,265</u>	<u>338,961</u>	<u>457,552</u>
Total Share Holders' Funds and Liabilities	<u>5,792,833</u>	<u>5,172,625</u>	<u>5,300,970</u>
Net Asset per share (Rs)	43.29	42.92	43.11

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Malinga Arsakularatne

Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed on behalf of the Board by;

Husein Esufally
Director / Chief Executive Officer

Lalith De Mel
Chairman

03rd November 2008

Statement of Changes of Equity-Consolidated

Six months to 30th September 2008

	Attributable to Equity Shareholders of the Parent						Total Equity
	Stated Capital	Preference Share Capital	Share Redemption Capital Reserve	Exchange Reserve	Revaluation & Revenue Reserves	Retained Earnings	
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Balance as at 01st April 2008	1,329,012	58,333	-	(42,174)	825,587	4,262,939	6,433,697
Profit / (Loss) for the Period	-	-	-	-	-	374,832	374,832
Dividends Paid	-	-	-	-	-	(122,402)	(122,402)
- Ordinary Shares (2008)	-	-	-	-	-	(3,210)	(3,210)
- Preference Shares	-	-	-	-	-	-	-
Shares Issued to Minority Shareholders	-	-	-	-	-	-	-
Adjustment in respect of changes in Group Holding	-	-	-	-	-	(21,767)	(21,767)
Redemption of Preference Shares	-	(8,333)	-	-	-	-	(8,333)
Transferred to/from during the Period	-	-	-	-	-	-	-
- Overhaul Reserve	-	-	-	-	12,531	(12,531)	-
- Revaluation & Revenue Reserves	-	-	-	-	(1,502)	1,700	198
Net Gain/(Loss) Recognised Directly in Equity	-	-	-	6,071	-	-	6,071
- Exchange Reserve	-	-	-	(36,103)	836,616	4,479,561	6,659,086
Balance as at 30th September 2008	1,329,012	50,000	-	(36,103)	836,616	4,479,561	896,817

Six months to 30th September 2007

	Attributable to Equity Shareholders of the Parent						Total Equity
	Stated Capital	Preference Share Capital	Share Redemption Capital Reserve	Exchange Reserve	Revaluation & Revenue Reserves	Retained Earnings	
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Balance as at 01st April 2007	1,329,012	75,000	25,000	(77,742)	688,187	3,234,682	5,274,139
Profit / (Loss) for the Period	-	-	-	-	-	402,915	402,915
Dividends	-	-	-	-	-	(5,320)	(5,320)
Shares Issued to Minority Shareholders	-	-	-	-	(2,137)	(9,095)	(11,232)
Redemption of Preference Shares	-	(8,333)	8,333	-	-	(8,333)	(8,333)
Transferred to/from during the Period	-	-	-	-	-	-	-
- Overhaul Reserve	-	-	-	-	18,445	(18,445)	-
- Revaluation & Revenue Reserves	-	-	-	-	(1,926)	2,186	260
Net Gain/(Loss) Recognised Directly in Equity	-	-	-	(37,712)	-	-	(37,712)
- Exchange Reserve	-	-	-	(115,454)	702,569	3,598,590	5,614,717
Balance as at 30th September 2007	1,329,012	66,667	33,333	(115,454)	702,569	3,598,590	740,549

The above figures are provisional and subject to audit.

Statement of Changes of Equity-Company

Six months to 30th September 2008

	Stated Capital Rs '000	Capital & Revenue Reserves Rs '000	Retained Earnings Rs '000	Total Rs '000
Balance as at 01st April 2008	1,329,012	372,664	2,665,572	4,367,248
Net Profit / (Loss) for the Period	-	-	133,915	133,915
Dividends	-	-	(115,341)	(115,341)
Balance as at 30th September 2008	1,329,012	372,664	2,684,146	4,385,822

Six months to 30th September 2007

	Stated Capital Rs '000	Capital & Revenue Reserves Rs '000	Retained Earnings Rs '000	Total Rs '000
Balance as at 01st April 2007	1,329,012	372,664	2,612,568	4,314,244
Net Profit / (Loss) for the Period	-	-	33,895	33,895
Dividends	-	-	-	-
Balance as at 30th September 2007	1,329,012	372,664	2,646,463	4,348,139

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Cash Flow Statement - Consolidated

For the six months ended September

	2008	2007
	Rs '000	Rs '000
Operating Activities		
Profit Before Taxation	454,776	517,100
<u>Non-Cash</u>		
Depreciation	248,940	215,282
(Profit)/Loss on Sale of Property, Plant & Equipment	(13,651)	(860)
Provision for Retiring Gratuity	42,426	13,505
Amortisation of Intangible Assets	1,533	7,431
Finance Cost	211,665	165,569
Change in Value of Short-term Investments	(12,000)	(12,000)
<u>Working Capital Adjustments</u>		
(Increase)/Decrease in Trade & Other Receivables	(399,887)	(400,167)
(Increase)/Decrease in Inventories	(87,615)	30,470
Increase/(Decrease) in Amounts due from Related Companies	33,286	(259)
Increase/(Decrease) in Amounts due to Related Companies	-	641
Increase/(Decrease) in Trade & Other Payables	523,255	90,729
Increase/(Decrease) in Provisions	16,629	11,612
Finance Cost Paid	(211,665)	(165,569)
Income Tax Paid	(74,129)	(242,260)
Gratuity Paid	(23,661)	(7,903)
Net Cash from/(used in) Operating Activities	<u>709,902</u>	<u>223,321</u>
Investing Activities		
Purchase of Property, Plant & Equipment	(1,882,813)	(713,347)
Investment in Intangible Assets	(9,074)	(62,946)
Acquisition of Other Investments	(20)	(430,951)
Redemption of Preference Shares	(8,333)	(8,333)
Acquisitions and Disposals of Subsidiaries/Associates	393,280	-
Proceeds from Sale of Property, Plant & Equipment	30,354	7,171
Net Cash from / (used in) Investing Activities	<u>(1,476,606)</u>	<u>(1,208,406)</u>
Financing Activities		
Borrowing (Net)	837,650	160,525
Proceeds from Issue of Shares to Minority	85,196	137,359
Dividends Paid	(125,301)	(5,326)
Net Cash from/(used in) Financing Activities	<u>797,545</u>	<u>292,558</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	30,841	(692,527)
Cash & Cash Equivalents at the Beginning of the Year	(134,869)	(27,543)
Cash & Cash Equivalents at the End of the Period	<u>(104,028)</u>	<u>(720,070)</u>

The above figures are provisional and subject to audit.

Cash Flow Statement - Company

For the six months ended September

	2008 Rs '000	2007 Rs '000
Operating Activities		
Profit/(Loss) Before Taxation	137,996	33,093
<u>Non-Cash</u>		
Depreciation	10,158	13,645
(Profit)/Loss on Sale of Property, Plant & Equipment	7	-
Provision for Retiring Gratuity	9,133	1,082
Finance Cost	50,496	18,471
<u>Working Capital Adjustments</u>		
(Increase)/Decrease in Trade & Other Receivables	(8,520)	(40,107)
(Increase)/Decrease in Amounts due from Related Companies	1,612	30,914
Increase/(Decrease) in Amounts due to Related Companies	477,577	(34,374)
Increase/(Decrease) in Trade & Other Payables	(22,918)	3,681
Finance Cost Paid	(50,496)	(18,471)
Income Tax Paid	(2,476)	(5,755)
Gratuity Paid	(70)	(645)
Net Cash from / (used in) Operating Activities	602,499	1,534
<u>Investing Activities</u>		
Purchase of Property, Plant & Equipment	(23,384)	(2,115)
Proceeds from Sale of Property, Plant & Equipment	34	-
Acquisitions and Disposals of Subsidiaries/Associates	(441,138)	-
Net Cash from/(used in) Investing Activities	(464,488)	(2,115)
<u>Financing Activities</u>		
Dividends Paid	(115,344)	(6)
Net Cash from/(used in) Financing Activities	(115,344)	(6)
Net Increase/(Decrease) in Cash & Cash Equivalents	22,667	(587)
Cash & Cash Equivalents at the Beginning of the Year	16,826	75,733
Cash & Cash Equivalents at the End of the Period	39,493	75,146

The above figures are provisional and subject to audit.

Segmental Information

Information based on primary segments (Business segments)

For the quarter ended 30th September	FMCG		Healthcare		Leisure		Transportation		Power		Others		Group	
	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Segmental revenue	1,224,535	1,193,297	938,962	773,867	265,928	254,121	186,644	154,493	1,519,718	1,347,153	139,637	66,680	4,275,424	3,789,611
Initial Segmental Revenue	-	(152,733)	(2,084)	-	-	-	-	-	-	-	(1,636)	(1,478)	(3,720)	(154,211)
	1,224,535	1,040,564	936,878	773,867	265,928	254,121	186,644	154,493	1,519,718	1,347,153	138,001	65,202	4,271,704	3,635,400
Inter Segmental revenue	-	-	-	(17,963)	-	-	-	-	-	-	(114,946)	(51,068)	(114,946)	(69,031)
Revenue	1,224,535	1,040,564	936,878	755,904	265,928	254,121	186,644	154,493	1,519,718	1,347,153	23,055	14,134	4,156,758	3,566,369
Results														
Segmental Results	166,736	110,619	62,632	53,182	10,167	38,428	67,286	45,089	32,907	122,328	(70,670)	(53,242)	2,69,059	316,404
Finance Cost	(26,776)	(162)	(13,132)	(7,236)	(7,973)	(8,656)	(1,597)	(1,044)	(60,272)	(67,763)	(4,078)	(252)	(113,828)	(85,112)
Change in Fair Value of Investment Properties	-	-	-	-	-	-	-	-	-	-	6,000	6,000	6,000	6,000
Share of Associate Company Profit/(Loss)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit/(Loss) before tax	139,959	110,457	49,501	45,946	2,194	29,772	65,689	44,045	(27,365)	54,565	(68,748)	(47,494)	161,230	237,292
Income Tax	-	(10,601)	(24,199)	(12,835)	(5,071)	(5,785)	(15,676)	(13,748)	-	(9,999)	(7,105)	(7,662)	(52,051)	(60,630)
Profit/(Loss) for the period	139,959	99,856	25,302	33,112	(2,877)	23,987	50,013	30,297	(27,365)	44,566	(75,853)	(55,156)	109,179	176,662
Attributable to:														
Equity Holders of the Parent	139,959	99,856	16,199	33,112	820	13,690	50,013	30,297	(27,365)	44,566	(75,853)	(55,156)	103,773	166,365
Minority Interests	-	-	9,103	-	(3,697)	10,297	-	-	-	-	-	-	5,406	10,297
	139,959	99,856	25,302	33,112	(2,877)	23,987	50,013	30,297	(27,365)	44,566	(75,853)	(55,156)	109,179	176,662

Segmental Information

Information based on primary segments (Business segments)

For the six months ended 30th September	FMCG		Healthcare		Leisure		Transportation		Power		Others		Group	
	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
Revenue														
Segmental revenue	2,293,972	2,749,206	1,823,884	1,463,128	469,556	403,666	364,983	292,599	2,919,928	2,466,101	222,467	133,277	8,094,790	7,507,977
Intra Segmental Revenue	-	(690,076)	(2,654)	-	-	-	-	-	-	-	(5,456)	(5,873)	(8,110)	(695,949)
	2,293,972	2,059,130	1,821,230	1,463,128	469,556	403,666	364,983	292,599	2,919,928	2,466,101	217,011	127,404	8,086,680	6,812,028
Inter Segmental revenue	-	-	-	(17,963)	-	-	-	-	-	-	(176,438)	(96,735)	(176,438)	(114,698)
Revenue	2,293,972	2,059,130	1,821,230	1,445,165	469,556	403,666	364,983	292,599	2,919,928	2,466,101	40,573	30,669	7,910,242	6,697,330
Results														
Segmental Results	282,868	242,759	122,260	95,180	24,021	41,828	140,585	82,713	187,860	290,081	(98,909)	(81,892)	658,686	670,669
Finance Cost	(34,586)	(319)	(27,678)	(12,968)	(16,657)	(16,575)	(2,466)	(4,565)	(126,176)	(130,734)	(4,102)	(409)	(211,665)	(165,569)
Change in Fair Value of Investment Properties	-	-	-	-	-	-	-	-	-	-	12,000	12,000	12,000	12,000
Share of Associate Company Profit/(Loss)	-	-	-	(4,244)	-	-	-	-	-	-	-	-	-	(4,244)
Profit/(Loss) before tax	248,281	242,440	90,339	82,212	7,364	25,253	138,119	78,148	61,684	159,347	(91,011)	(70,301)	454,776	517,100
Income Tax	-	(41,138)	(39,588)	(17,770)	(6,250)	(11,585)	(28,114)	(20,938)	-	(9,999)	(8,392)	(9,442)	(82,344)	(110,872)
Profit/(Loss) for the period	248,281	201,302	50,751	64,443	1,114	13,668	110,005	57,210	61,684	149,348	(99,403)	(79,743)	372,432	406,228
Attributable to:														
Equity Holders of the Parent	248,281	201,302	41,648	64,443	12,617	10,355	110,005	57,210	61,684	149,348	(99,403)	(79,743)	374,832	402,915
Minority Interest	-	-	9,103	-	(11,503)	3,313	-	-	-	-	-	-	(2,400)	3,313
	248,281	201,302	50,751	64,443	1,114	13,668	110,005	57,210	61,684	149,348	(99,403)	(79,743)	372,432	406,228

Notes to the Financial Statements

- 1 The Interim Financial Statements have been prepared in accordance with the accounting policies set out in the audited accounts for the year ended 31st March 2008, and also in compliance with Sri Lanka Accounting Standard 35 - Interim Financial Reporting.
- 2 The previous years'/periods' figures and phrases have been rearranged wherever necessary to conform to the current presentation.
- 3 There has not been a significant change in the nature of the contingent liabilities which were disclosed in the Audited Accounts for the year ended 31st March 2008.
- 4 No circumstances have arisen since the Balance Sheet date that would require adjustments to or disclosure in the financial statements.
- 5 The operational results of the first six months may not reflect the full year results due to seasonality and cyclicity of the business, especially in the Leisure sector.

Corporate Information

NAME OF THE COMPANY	Hemas Holdings PLC
LEGAL FORM	A quoted company with limited liability incorporated in Sri Lanka under the Company's Ordinance No. 51 of 1938 on 10th December 1948.
STOCK EXCHANGE LISTING	The Ordinary Shares of the Company were listed in the Colombo Stock Exchange on 27th August 2003.
COMPANY REGISTRATION NO.	PQ 6
REGISTERED OFFICE	No. 36, Bristol Street, Colombo 01.
DIRECTORS	Lalith De Mel - Chairman Husein Esufally -CEO Abbas Esufally Imtiaz Esufally Murtaza Esufally Divyaroop Bhatnagar Maithri Wickremesinghe Pradipta Mohapatra
AUDIT COMMITTEE	Maithri Wickremesinghe -Chairman Pradipta Mohapatra
REMUNERATION COMMITTEE	Lalith De Mel -Chairman Maithri Wickremesinghe
SECRETARIES	Hemas Corporate Services (Pvt) Ltd No. 36, Bristol Street, Colombo 01. Tel : 4731731 Fax : 4731777
REGISTRARS	SSP Corporate Services (Pvt) Ltd 101, Inner Flower Road, Colombo 03. Tel : 4542264/5
AUDITORS	M/S. Ernst & Young Chartered Accountants No. 201, De Saram Place, P O Box 101, Colombo 10.
LAWYERS	D L and F de Saram No. 47, Alexandra Place, Colombo 07.
BANKERS	Commercial Bank of Ceylon Ltd Deutsche Bank Hongkong & Shanghai Banking Corp. Ltd Hatton National Bank Ltd Standard Chartered Bank Nations Trust Bank

