



ENRICHING LIVES. INSPIRING CHANGE.

Statement of Financial Position

As at	Group		Company	
	30.06.2012	31.03.2012	30.06.2012	31.03.2012
Rs '000				
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	10,205,466	10,291,159	103,978	105,185
Investment Properties	474,685	474,685	331,500	331,500
Leasehold Right	93,685	94,456	-	-
Intangible Assets	300,857	302,491	1,032	1,275
Investment in Subsidiaries	-	-	6,195,595	6,194,296
Investment in Joint Ventures	-	-	38,519	38,519
Other Non Current Financial Assets	652,177	643,960	213,034	217,437
Deferred Tax Assets	25,808	25,031	-	-
	11,752,678	11,831,782	6,883,658	6,888,212
Current Assets				
Inventories	1,977,372	2,003,864	-	-
Trade and Other Receivables	6,846,031	5,907,346	402,399	366,158
Tax Recoverable	150,152	134,306	8,729	585
Other Current Financial Assets	110,490	105,752	597,484	350,717
Cash and Short Term Deposits	2,592,538	2,703,013	123,472	42,919
	11,676,583	10,854,281	1,132,084	760,379
Total Assets	23,429,261	22,686,063	8,015,742	7,648,591
EQUITY AND LIABILITIES				
Capital and Reserves				
Stated Capital	1,600,603	1,600,603	1,600,603	1,600,603
Other Capital Reserves	452,233	437,923	257,032	257,032
Other Components of Equity	1,136,395	1,152,284	340	7,735
Retained Earnings	7,440,113	7,121,708	4,358,678	4,248,415
Equity attributable to owners of the parent	10,629,344	10,312,518	6,216,653	6,113,785
Non- Controlling Interest	2,073,053	2,100,310	-	-
Total Equity	12,702,397	12,412,828	6,216,653	6,113,785
Non-Current Liabilities				
Interest Bearing Loans and Borrowings	1,833,635	1,384,827	886,018	940,785
Other Non Current Financial Liabilities	151,376	146,091	10,599	10,599
Employee Benefit Liability	260,328	248,342	31,503	30,551
Deferred Tax Liabilities	165,884	161,308	45,904	40,056
Other Non Current Liabilities	255,881	258,657	-	-
	2,667,104	2,199,225	974,024	1,021,991
Current Liabilities				
Trade and Other Payables	5,678,144	5,188,231	235,920	222,225
Income Tax Liabilities	129,801	63,742	5,577	-
Other Current Financial Liabilities	-	-	-	-
Interest Bearing Loans and Borrowings	338,747	936,458	577,070	290,590
Bank overdraft	1,913,068	1,885,579	6,498	-
	8,059,760	8,074,010	825,065	512,815
Total Equity and Liabilities	23,429,261	22,686,063	8,015,742	7,648,591
Net Asset per share - (Rs)	20.63	20.01	12.06	11.86

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 for and on behalf of the Board by,

Husein Esufally
Chief Executive Officer
Colombo
July 25, 2012



Lalith De Mel
Chairman

Income Statement

<i>Rs '000</i>	Group	Company
	Three Months Ended 30.06.2012	Three Months Ended 30.06.2012
Revenue	6,323,697	77,487
Cost of Sales	(4,486,160)	-
Gross Profit	1,837,537	77,487
Other Operating Income	80,234	136,204
Selling and Distribution Costs	(483,769)	-
Administrative Expenses	(983,130)	(80,204)
Operating Profit	450,872	133,487
Finance Costs	(79,725)	(33,617)
Finance Income	69,085	16,240
Profit Before Tax	440,232	116,110
Income Tax Expense	(95,692)	(5,847)
Profit for the Period	344,540	110,263
Attributable to:		
Owners of the Parent	334,328	110,263
Non-Controlling Interest	10,212	-
	344,540	110,263
Earnings Per Share (Rs)	0.65	0.21
Annualised Earnings Per Share (Rs)	2.60	0.86
Dividends Per Share (Rs.)	-	-

Statement of Comprehensive Income

<i>Rs '000</i>	Group	Company
	Three Months Ended 30.06.2012	Three Months Ended 30.06.2012
Profit for the Period	344,540	110,263
Other Comprehensive Income		
Net (loss)/gain on available-for-sale financial assets	(668)	(7,395)
Exchange differences on translation of foreign operations	(273)	-
Net movement on cash flow hedges	(8,814)	-
Income Tax on other comprehensive income	-	-
Other Comprehensive Income for the period, net of tax	(9,755)	(7,395)
Total Comprehensive Income for the period, net of tax	334,785	102,868
Attributable to:		
Owners of the Parent	318,439	102,868
Non-Controlling Interest	16,346	-
	334,785	102,868

The above figures are provisional and subject to audit.

Consolidated Statement of Changes in Equity

	Attributable to Owners of the Parent						Total	Non Controlling Interest	Total Equity	
	Stated Capital	Other Capital Reserves	Other Component Of Equity							Retained Earnings
			Available for Sale Reserve	Foreign Currency translation Reserve	Cash flow hedge Reserve	Asset Revaluation Reserve				
As at 01 April 2012- as per SLAS	1,600,603	2,055,433	-	(59,662)	-	-	7,195,185	10,791,559	2,145,976	12,937,535
SLFRS first time adoption impact -as at 01.04.2011	-	(675,151)	2,830	-	-	274,132	(44,715)	(442,904)	(9,105)	(452,009)
SLFRS first time adoption impact for Year ended 31.03.2012	-	(942,359)	7,550	58,211	(43,658)	912,881	(28,762)	(36,137)	(36,561)	(72,698)
Balance as at 01 April 2012 -as per SLFRS	1,600,603	437,923	10,380	(1,451)	(43,658)	1,187,013	7,121,708	10,312,518	2,100,310	12,412,828
Profit for the Period	-	-	-	-	-	-	334,328	334,328	10,212	344,540
Other Comprehensive Income	-	-	(9,006)	(273)	(6,610)	-	-	(15,889)	6,134	(9,755)
Total Comprehensive Income	1,600,603	437,923	1,374	(1,724)	(50,268)	1,187,013	7,456,036	10,630,957	2,116,656	12,747,613
Dividends Paid - Ordinary Shares	-	-	-	-	-	-	-	-	(43,820)	(43,820)
Transfer to/from during the Period										
- Other Reserves	-	14,310	-	-	-	-	(14,310)	-	-	-
Differed Tax attributable to revaluation surplus	-	-	-	-	-	-	-	-	52	52
Transaction cost on Issue of shares	-	-	-	-	-	-	(1,613)	(1,613)	(537)	(2,150)
Adjustment in respect of changes in Group Holding	-	-	-	-	-	-	-	-	702	702
As at 30 June 2012	1,600,603	452,233	1,374	(1,724)	(50,268)	1,187,013	7,440,113	10,629,344	2,073,053	12,702,397

The above figures are provisional and subject to audit

Statement of Changes in Equity- Company

	Stated Capital	Other Capital Reserves	Other Component Of Equity Available for Sale Reserve	Retained Earnings	Total
<i>Rs '000</i>					
As at 01 April 2012- as per SLAS	1,600,603	257,032	-	4,288,974	6,146,609
SLFRS first time adoption impact -as at 01.04.2011	-	-	32,430	16,301	48,731
SLFRS first time adoption impact for Year ended 31.03.2012	-	-	(24,695)	(56,860)	(81,555)
Balance as at 01 April 2012 - as per SLFRS	1,600,603	257,032	7,735	4,248,415	6,113,785
Profit for the Period	-	-	-	110,263	110,263
Other Comprehensive Income	-	-	(7,395)	-	(7,395)
Total Comprehensive Income	1,600,603	257,032	340	4,358,678	6,216,653
As at 30 June 2012	1,600,603	257,032	340	4,358,678	6,216,653

The above figures are provisional and subject to audit

Cash Flow Statement

	Group	Company
	Three Months Ended 2012	Three Months Ended 2012
<i>Rs '000</i>		
Operating Activities		
Profit Before Taxation	440,232	116,110
Adjustments for		
Depreciation	166,380	6,039
Profit on Disposal of Property, Plant and Equipment	(12,595)	(1,452)
Amortisation/Impairment of Intangibles	1,816	316
Amortisation of Leasehold Rights	770	-
Finance Cost	79,725	33,617
Finance Income	(69,085)	(16,240)
Investment Income	(1,893)	(132,834)
Employee Benefit Liability	14,888	952
Exchange (Gain)/Loss on Foreign Currency Loans	18,702	-
Working Capital Adjustments		
(Increase)/Decrease in Financial Assets	(3,728)	(249,759)
(Increase)/Decrease in Trade and Other Receivables	(938,686)	(31,745)
(Increase)/Decrease in Inventories	26,492	-
Increase/(Decrease) in Trade and Other Payables	489,914	13,695
Increase/(Decrease) in Other Non Current Liabilities	(2,776)	-
Increase/(Decrease) in Other Non Current Financial Liabilities	1,767	-
Finance Cost Paid	(76,106)	(28,894)
Finance Income Received	59,190	13,115
Investment Income Received	1,893	131,463
Income Tax Paid	(41,712)	(2,567)
Employee Retirement Benefit Paid	(2,902)	-
Net Cash flows from/(Used in) Operating Activities	152,286	(148,184)
Investing Activities		
Purchase of Property, Plant and Equipment	(88,570)	(4,832)
Investment in Intangible Assets	(182)	(74)
Investment in Subsidiaries	-	(1,298)
Proceeds from Disposal of Property, Plant and Equipment	21,002	1,452
Net Cash flows from/(Used in) Investing Activities	(67,750)	(4,752)
Financing Activities		
Interest Bearing Loans and Borrowings (Net)		
- Rupee Loan	(116,880)	226,991
- Foreign Currency Loans	(59,639)	-
Transaction cost on subsidiary share issue	(2,150)	-
Proceeds from Non-Controlling interest	702	-
Dividends Paid to Non-Controlling Interest	(43,820)	-
Net Cash flows from/(Used in) Financing Activities	(221,787)	226,991
Net Increase/(Decrease) in Cash and Cash Equivalents	(137,251)	74,055
Net Foreign Exchange Difference	(714)	-
Cash and Cash Equivalents at the beginning of the Year	817,435	42,919
Cash and Cash Equivalents at the end of the period	679,470	116,974

The above figures are provisional and subject to audit

As per SLFRS

Hemas Holdings PLC- Interim Report 1st Quarter 2012-2013

Segmental Information

Three months ended 30 June 2012

	FMCG	Healthcare	Leisure	Transportation	Power	Others	Group
Rs '000							
Revenue							
Total Revenue	1,785,402	2,250,525	289,626	227,108	1,503,555	397,713	6,453,929
Intra Segmental Revenue	-	(16,417)	-	-	-	(13,227)	(29,644)
Segmental Revenue	1,785,402	2,234,108	289,626	227,108	1,503,555	384,486	6,424,285
Inter Segmental Revenue	-	-				(100,588)	(100,588)
External Revenue	1,785,402	2,234,108	289,626	227,108	1,503,555	283,898	6,323,697
Segmental Results	151,893	219,451	16,881	88,736	34,486	(60,575)	450,872
Finance Cost	(3)	(35,634)	(8,345)	(1,582)	(32,263)	(1,898)	(79,725)
Finance Income	19,346	2,247	5,546	7,356	30,440	4,150	69,085
Profit/(Loss) before Tax	171,236	186,064	14,082	94,510	32,663	(58,323)	440,232
Income Tax	(10,225)	(51,513)	1,201	(27,212)	(234)	(7,709)	(95,692)
Profit / (Loss) for the Period	161,011	134,551	15,283	67,298	32,429	(66,032)	344,540
Attributable to:							
Owners of the Parent	161,011	140,720	6,297	67,298	25,034	(66,032)	334,328
Non-controlling interest	-	(6,169)	8,986	-	7,395	-	10,212
	161,011	134,551	15,283	67,298	32,429	(66,032)	344,540

The above figures are provisional and subject to audit

Consolidated Balance Sheet

As at	30.06.2012	30.06.2011	31.03.2012
Rs '000			
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	10,201,765	8,466,609	10,288,807
Investment Properties	474,685	309,965	474,685
Leasehold Property	55,160	58,013	55,713
Intangible Assets	300,267	323,669	300,409
Other Investments	384,148	433,605	384,148
Deferred Tax Assets	25,808	23,175	25,031
Other Long Term Receivables	399,346	43,318	399,346
	11,841,179	9,658,354	11,928,139
Current Assets			
Inventories	1,978,496	1,836,834	2,004,990
Trade and Other Receivables	6,999,285	4,784,762	6,038,471
Other Investments	53	68	53
Tax Recoverable	150,152	157,970	134,306
Short Term Cash Investments	1,414,738	1,697,291	1,614,034
Cash and Cash Equivalents	1,177,800	1,414,879	1,088,979
	11,720,524	9,891,804	10,880,833
Total Assets	23,561,703	19,550,158	22,808,972
EQUITY AND LIABILITIES			
Equity Attributable to Equity Holders of the Parent			
Stated Capital	1,600,603	1,468,425	1,600,603
Reserves	1,998,218	1,063,427	1,995,771
Retained Earnings	7,522,998	6,587,884	7,195,185
Shareholders' Funds	11,121,819	9,119,736	10,791,559
Minority Interests	2,115,637	1,904,424	2,145,976
Total Shareholders' Funds and Minority Interests	13,237,456	11,024,160	12,937,535
Non-Current Liabilities			
Interest Bearing Loans and Borrowings	1,833,635	1,397,752	1,384,827
Deferred Tax Liabilities	165,884	110,146	161,309
Retirement Benefit Liability	260,328	244,895	248,342
Other Non-Current Liabilities	13,476	156,168	13,506
	2,273,323	1,908,961	1,807,984
Current Liabilities			
Trade and Other Payables	5,663,482	4,179,593	5,171,603
Dividends Payable	5,825	5,285	6,071
Income Tax Liabilities	129,801	119,699	63,742
Interest Bearing Loans and Borrowings	338,748	908,777	936,458
Bank overdraft	1,913,068	1,403,683	1,885,579
	8,050,924	6,617,037	8,063,453
Total Shareholders' Funds, Minority Interests and Liabilities	23,561,703	19,550,158	22,808,972
Net Asset per share - (Rs)	21.58	17.81	20.94

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 for and on behalf of the Board by,

Husein Esufally

Chief Executive Officer

Colombo

July 25, 2012



Lalith De Mel
Chairman

Consolidated Income Statement

<i>Rs '000</i>	Three Months Ended 30.06.2012	Three Months Ended 30.06.2011	Change %
Revenue	6,323,146	4,976,820	27.1
Cost of Sales	(4,488,936)	(3,426,532)	31.0
Gross Profit	1,834,210	1,550,288	18.3
Dividend Income	1,893	2	94,550.0
Other Income and Gains	78,341	39,618	97.7
Selling and Distribution Costs	(476,551)	(437,999)	8.8
Administrative Expenses	(971,061)	(793,278)	22.4
Finance Cost	(68,533)	(62,410)	9.8
Finance Income	59,190	37,211	59.1
Profit Before Tax	457,489	333,432	37.2
Income Tax Expenses	(95,692)	(50,902)	88.0
Profit for the Period	361,797	282,530	28.1
Attributable to:			
Equity Holders of the Parent	346,639	261,965	32.3
Minority Interests	15,158	20,565	(26.3)
	361,797	282,530	28.1
Earnings Per Share (Rs)	0.66	0.50	
Annualised Earnings Per Share (Rs)	2.64	2.00	
Dividends Per Share (Rs)	-	-	

The above figures are provisional and subject to audit.

Statement of Changes in Equity- Group

	Attributable to Equity Holders of the Parent				Total	Minority Interests	Total Equity
	Stated Capital	Exchange Reserve	Revaluation and Other Capital Reserve	Retained Earnings			
Rs '000							
As at 01 April 2012	1,600,603	(59,662)	2,055,433	7,195,185	10,791,559	2,145,976	12,937,535
Profit for the period	-	-	-	346,639	346,639	15,158	361,797
Dividends paid							
- Ordinary Shares	-	-	-	-	-	(43,820)	(43,820)
- Preference Shares of Joint Venture Company	-	-	-	(5,680)	(5,680)	(1,893)	(7,573)
Transfer to/from during the Period							
- Overhaul, Heat Rate and Lube Oil Reserves	-	-	11,534	(11,534)	-	-	-
- Other Reserve	-	(8,814)	-	-	(8,814)	-	(8,814)
Transaction cost on Issue of shares	-	-	-	(1,612)	(1,612)	(538)	(2,150)
Adjustment in respect of changes in Group Holding	-	-	-	-	-	702	702
Net Gain/(Loss) Recognised Directly in Equity							
- Deferred Income Tax	-	-	-	-	-	52	52
- Exchange Reserve	-	(273)	-	-	(273)	-	(273)
As at 30 June 2012	1,600,603	(68,749)	2,066,967	7,522,998	11,121,819	2,115,637	13,237,456
As at 01 April 2011	1,468,425	(1,179)	1,047,156	6,359,604	8,874,006	1,701,635	10,575,641
Profit for the Year	-	-	-	261,965	261,965	20,565	282,530
Redemption of Preference Shares of Joint Venture Company	-	-	-	(7,843)	(7,843)	-	(7,843)
Dividends Paid							
- Ordinary Shares 2010/2011	-	-	-	-	-	(62,600)	(62,600)
- Preference Shares of Joint Venture Company	-	-	-	(5,999)	(5,999)	(2,000)	(7,999)
Transfer to/from during the Period							
- Overhaul Reserve, Heat Rate and Lube Oil	-	-	18,895	(18,895)	-	-	-
- Revaluation Reserve	-	-	(805)	805	-	-	-
Transaction cost on issue of Serendib shares	-	-	-	(1,752)	(1,752)	(1,707)	(3,459)
Shares Issued to Minority Shareholders	-	-	-	-	-	248,531	248,531
Net Gain/(Loss) Recognised Directly in Equity							
- Deferred Income Tax	-	-	-	-	-	-	-
- Exchange Reserve	-	(640)	-	-	(640)	-	(640)
As at 30 June 2011	1,468,425	(1,819)	1,065,246	6,587,885	9,119,737	1,904,424	11,024,161

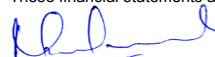
The above figures are provisional and subject to audit

Company Balance Sheet

As at	30.06.2012	30.06.2011	31.03.2012
Rs '000			
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	105,010	103,061	106,461
Investment Properties	331,500	309,965	331,500
Investment in Subsidiaries	6,195,595	5,866,806	6,194,296
Investment in Joint Ventures	38,519	38,519	38,519
Other Investments	114,008	54,008	114,008
Loans Due from Related Parties	15,000	156,236	15,000
Other Long Term Receivables	111,765	-	111,765
	6,911,397	6,528,595	6,911,549
Current Assets			
Trade and Other Receivables	376,286	224,267	295,246
Loans Due from Related Parties	568,040	628,217	329,474
Other Investments	49	49	49
Tax Recoverable	8,729	-	585
Amounts Due from Related Parties	88,487	132,723	126,280
Short Term Cash Investments	105,593	74,108	8,800
Cash and Cash Equivalents	17,879	14,063	34,119
	1,165,063	1,073,427	794,553
Total Assets	8,076,460	7,602,022	7,706,102
EQUITY AND LIABILITIES			
Equity Attributable to Equity Holders of the Parent			
Stated Capital	1,600,603	1,468,425	1,600,603
Reserves	257,032	257,032	257,032
Retained Earnings	4,399,771	4,285,901	4,288,973
Shareholders' Funds	6,257,406	6,011,358	6,146,608
Non-Current Liabilities			
Interest Bearing Loans and Borrowings	905,981	668,073	965,472
Deferred Tax Liabilities	45,904	39,360	40,056
Retirement Benefit Liability	31,503	19,679	30,551
Other Non-Current Liabilities	10,599	-	10,599
	993,987	727,112	1,046,678
Current Liabilities			
Trade and Other Payables	95,602	51,728	82,241
Dividends Payable	2,888	2,331	2,553
Income Tax Liabilities	5,577	19,625	-
Amounts Due to Related Parties	137,432	160,853	137,432
Interest Bearing Loans and Borrowings	577,070	616,640	290,590
Bank overdraft	6,498	12,375	-
	825,067	863,552	512,816
Total Shareholders' Funds and Liabilities	8,076,460	7,602,022	7,706,102
Net Asset per share - (Rs)	12.14	11.74	11.93

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 for and on behalf of the Board by,

Husein Esufally

Chief Executive Officer

Colombo

July 25, 2012



Lalith De Mel
Chairman

Company Income Statement

<i>Rs '000</i>	Three Months Ended 30.06.2012	Three Months Ended 30.06.2011	Change %
Revenue	77,487	88,065	(12.0)
Cost of Sales	-	-	-
Gross Profit	77,487	88,065	(12.0)
Dividend Income	131,463	187,802	(30.0)
Other Income and Gains	3,370	1,785	88.8
Administrative Expenses	(79,896)	(62,696)	27.4
Finance Cost	(28,894)	(11,550)	150.2
Finance Income	13,115	11,826	10.9
Profit Before Tax	116,645	215,232	(45.8)
Income Tax Expenses	(5,847)	(7,182)	(18.6)
Profit for the Period	110,798	208,050	(46.7)
Dividends Per Share (Rs)	-	-	-

The above figures are provisional and subject to audit.

Statement of Changes in Equity- Company

	Stated Capital	Other Capital Reserve	Retained Earnings	Total
<i>Rs '000</i>				
As at 01 April 2012	1,600,603	257,032	4,288,973	6,146,608
Profit for the Period	-	-	110,798	110,798
As at 30 June 2012	1,600,603	257,032	4,399,771	6,257,406
As at 01 April 2011	1,468,425	257,032	4,077,851	5,803,308
Profit for the Period	-	-	208,050	208,050
As at 30 June 2011	1,468,425	257,032	4,285,901	6,011,358

The above figures are provisional and subject to audit

Cash Flow Statement

Rs '000	Group		Company	
	Three Months Ended	Three Months Ended	Three Months Ended	Three Months Ended
	30.06.2012	30.06.2011	30.06.2012	30.06.2011
Operating Activities				
Profit Before Taxation	457,489	333,432	116,645	215,232
Adjustments for				
Depreciation	167,910	155,601	6,356	5,853
Profit on Disposal of Property, Plant and Equipment	(12,595)	(8,070)	(1,452)	-
Amortisation/Impairment of Intangibles	142	903	-	-
Amortisation of Leasehold Property	554	766	-	-
(Profit)/Loss on Sale of Non current Investment	-	759	-	-
Finance Cost	68,533	62,410	28,894	11,550
Investment Income	(1,893)	(2)	(131,463)	(187,802)
Retirement Benefit Plan	14,888	17,387	952	1,004
Exchange (Gain)/Loss on USD Loan	18,702	4,601	-	-
Working Capital Adjustments				
(Increase)/Decrease in Trade and Other Receivables	(960,814)	(211,810)	(81,038)	(48,080)
(Increase)/Decrease in Inventories	26,493	(156,062)	-	-
(Increase)/Decrease in Amounts Due from Related Parties	-	-	37,792	(1,997)
Increase/(Decrease) in Amounts Due to Related Parties	-	-	-	(6,959)
Increase/(Decrease) in Trade and Other Payables	491,878	88,225	13,695	11,988
Finance Cost Paid	(68,533)	(62,410)	(28,894)	(11,550)
Income Tax Paid	(41,712)	(41,958)	(2,567)	(3,604)
Gratuity Paid	(2,902)	(2,781)	-	-
Net Cash from/(Used in) Operating Activities	158,140	180,990	(41,080)	(14,366)
Investing Activities				
Purchase of Property, Plant and Equipment	(88,752)	(165,581)	(4,906)	(3,608)
Investment in Subsidiaries	-	250	(1,298)	(110,805)
Investment in Intangible Assets	-	(676)	-	-
Other Investments	-	56	-	-
Proceeds from Disposal of Property, Plant and Equipment	21,002	9,079	1,452	-
Redemption of Preference Shares of Joint Venture Company	-	(7,843)	-	-
Investment Income Received	1,893	2	131,463	187,802
Net Cash from/(Used in) Investing Activities	(65,857)	(164,713)	126,711	73,389
Financing Activities				
Interest Bearing Loans and Borrowings (Net)				
- Rupee Loan	(116,807)	(193,748)	(11,576)	26,389
- Foreign Currency Loans	(59,639)	(49,742)	-	-
Transaction cost of Issue of shares	(2,150)	(3,458)	-	-
Proceeds from Minority Shareholders	702	248,531	-	-
Dividends Paid	-	-	-	-
- Ordinary Shares	(51,640)	(72,113)	-	-
- Preference Shares	-	(5,999)	-	-
Net Cash from/(Used in) Financing Activities	(229,534)	(76,529)	(11,576)	26,389
Net Increase/(Decrease) in Cash and Cash Equivalents	(137,251)	(60,252)	74,055	85,412
Exchange Loss	(714)	(640)	-	-
Cash and Cash Equivalents at the beginning of the Year	817,435	1,769,379	42,919	(9,616)
Cash and Cash Equivalents at the end of the period	679,470	1,708,487	116,974	75,796

The above figures are provisional and subject to audit

Hemas Holdings PLC- Interim Report 1st Quarter 2012-2013

Segmental Information

For Three months ended 30 June	FMCG		Health Care		Leisure		Transportation		Power		Others		Group	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
<i>Rs '000</i>														
Revenue														
Segmental Revenue - Gross	1,785,402	1,568,567	2,250,525	1,847,636	289,074	208,603	227,108	181,191	1,503,555	987,450	397,713	317,681	6,453,377	5,111,128
Intra Segmental Revenue	-	-	(16,417)	(17,198)	-	-	-	-	-	-	(13,226)	(3,499)	(29,643)	(20,697)
Segmental Revenue	1,785,402	1,568,567	2,234,108	1,830,438	289,074	208,603	227,108	181,191	1,503,555	987,450	384,487	314,182	6,423,734	5,090,431
Inter Segmental Revenue	-	-	-	-	-	-	-	-	-	-	(100,588)	(113,611)	(100,588)	(113,611)
Total Revenue	1,785,402	1,568,567	2,234,108	1,830,438	289,074	208,603	227,108	181,191	1,503,555	987,450	283,899	200,571	6,323,146	4,976,820
Segmental Results	157,268	107,013	223,210	182,570	18,719	(19,325)	90,077	50,101	31,606	82,227	(54,048)	(43,955)	466,832	358,631
Finance Cost	(3)	(2,750)	(35,634)	(25,433)	(8,345)	(15,775)	(1,583)	(3,370)	(21,070)	(13,349)	(1,898)	(1,733)	(68,533)	(62,410)
Finance Income	15,670	12,304	696	665	5,519	665	6,830	4,567	29,512	18,349	963	1,326	59,190	37,211
Profit/(Loss) before Tax	172,935	116,567	188,272	157,137	15,893	(34,435)	95,324	51,298	40,048	87,227	(54,983)	(44,362)	457,489	333,432
Income Tax	(10,225)	1,058	(51,513)	(45,760)	1,201	12,148	(27,212)	(9,249)	(234)	90	(7,709)	(9,189)	(95,692)	(50,902)
Profit / (Loss) for the Period	162,710	117,625	136,759	111,377	17,094	(22,287)	68,112	42,049	39,814	87,317	(62,692)	(53,551)	361,797	282,530
Attributable to:														
Equity Holders of the Parent	162,710	117,625	142,249	115,938	6,382	(25,690)	68,112	42,049	29,878	65,505	(62,692)	(53,462)	346,639	261,965
Minority Interests	-	-	(5,490)	(4,561)	10,712	3,403	-	-	9,936	21,812	-	(89)	15,158	20,565
	162,710	117,625	136,759	111,377	17,094	(22,287)	68,112	42,049	39,814	87,317	(62,692)	(53,551)	361,797	282,530

The above figures are provisional and subject to audit

Notes to the Financial Statements

1 Basis of preparation

These are the Group's first SLFRS condensed interim financial statements prepared in accordance with Sri Lanka Financial Reporting Standard - SLFRS 1, First-time Adoption of Sri Lanka Accounting Standards ("SLFRSs").

The condensed interim financial statements have been prepared in accordance with Sri Lanka Accounting Standard LKAS- 34, Interim Financial Reporting. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2012, including the changes to accounting policies as a result of convergence to revised Sri Lanka Accounting Standards (SLFRSs/LKASs). Further, provisions of the Companies Act No. 7 of 2007 have been considered in preparing the interim financial statements.

Under the Ruling for the Comparative figures in the Interim Financial Statements issued by the Institute of Chartered Accountants of Sri Lanka, the Group/Company opted to prepare the interim financial statements presenting the current period figures based on Sri Lanka Accounting Standards (SLFRSs/LKASs) effective from 1 January 2012, while presenting the comparative figures under the Sri Lanka Accounting Standards (SLASs) existed immediately prior to 1 January 2012 (Option 3 in the given Ruling).

Accordingly, current period figures as of 30 June 2012 has been presented in accordance with Sri Lanka Accounting Standards (SLFRS/LKAS) effective from 1 January 2012, while both current period figures and comparative figures have been presented under the Sri Lanka Accounting Standards existed immediately prior to 1 January 2012 (SLASs).

2 Changes in accounting policies

The accounting policies adopted for quarter ended 30 June 2012 are consistent with those of the previous financial year except as described below.

2.1 Business combinations and goodwill

Definition of a business is an integrated set of assets (inputs) and activities (processes) which are capable of being conducted and managed to provide a return, as opposed to a mere asset acquisition. Business combinations are accounted for using the acquisition method. For each business combination, the Group elects whether it measures the non-controlling interest in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition costs incurred are expensed and included in administrative expenses.

If the business combination is achieved in stages, the acquisition date fair value of the acquirer's previously held equity interest in the acquiree is re-measured to fair value at the acquisition date through profit or loss.

Subsequent to the acquisition of control, any acquisitions or disposals of non-controlling interest with out loss of control is accounted for as equity transactions and is not recognized as profit/loss on disposal of investments.

2.2 Property, plant and equipment

All items of Property, Plant and Equipment are initially recorded at cost. If payment is deferred beyond normal credit terms, the difference between the cash price equivalent and the total payment is recognized as interest over the period, unless such interest is capitalized in accordance with LKAS 23-Borrowing Costs. Significant components of an asset are identified and depreciated separately. When significant parts of property, plant and equipment are required to be replaced at intervals, the Group de-recognises the replaced part, and recognises the new part with its own associated useful life and depreciation. All other repair and maintenance costs are recognised in the income statement as incurred.

2.3 Leases

The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date, whether fulfillment of the arrangement is dependent on the use of aspecific asset or assets or the arrangement conveys a right to use the asset, even if that right is not explicitly specified in an arrangement.

For arrangements entered prior to 1 April 2011, the date of inception is deemed to be 1 April 2011 in accordance with SLFRS 1.

Notes to the Financial Statements

2.4 Employee Benefit Plan

Defined Benefit Plan

Actuarial gains and losses for defined benefit plans are recognised in full in the period in which they occur in the income statement.

2.5 Share-based payment transactions

Equity-settled transactions

The cost of equity-settled transactions is recognised, together with a corresponding increase in other capital reserves in equity, over the period in which the performance and/or service conditions are fulfilled. The cumulative expense recognised for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Group's best estimate of the number of equity instruments that will ultimately vest. The income statement expense or credit for a period represents the movement in cumulative expense recognised as at the beginning and end of that period and is recognised in employee benefits expense.

Cash-settled transactions

The cost of cash-settled transactions is measured initially at fair value at the grant date. This fair value is expensed over the period until the vesting date with recognition of a corresponding liability. The liability is remeasured to fair value at each reporting date up to and including the settlement date, with changes in fair value recognised in employee benefits expense.

2.6 Financial Instruments

LKAS 32 – Financial Instruments: Presentation, LKAS 39 – Financial Instruments: Recognition and Measurement and SLFRS 7 – Financial Instruments: Disclosures result in changes to the current method of recognizing financial assets, financial liabilities and equity instruments. These standards require measurement of financial assets and financial liabilities at fair value at initial measurement. The subsequent measurement of financial assets classified as fair value through profit and loss and available for sale are at fair value, with the gains and losses routed through the income statement and other comprehensive income respectively. Financial assets classified as held to maturity and loans and receivables are measured subsequently at amortized cost. These assets have been assessed for any objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') coupled with a reliable estimate of the loss event (or events) impact on the estimated future cash flows of the financial asset or group of financial assets.

Financial liabilities are either classified as fair value through profit or loss or at amortized cost.

2.7 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duty.

Revenue recognition policy for following elements has been changed.

Interest income

For all financial instruments measured at amortised cost and interest bearing financial assets classified as available for sale, interest income or expense is recorded using the effective interest rate (EIR), which is the rate that exactly discounts the estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or liability. Interest income is included in finance income in the income statement.

Dividends

Revenue is recognised when the Group's right to receive the payment is established.

Notes to the Financial Statements

3 First-time adoption of SLFRS

SLFRS 1, First-Time Adoption of Sri Lanka Financial Reporting Standards allows first-time adopters certain exemptions from the retrospective application of SLFRS. Set out below are the applicable exemptions and exceptions under SLFRS 1 applied by the Group in preparing the first condensed consolidated interim financial statements for the quarter ended 30 June 2012.

Optional exemptions which the group has opted to apply:

Business combinations

SLFRS 3 Business Combinations has not been applied to acquisitions of subsidiaries, which are considered businesses for SLFRS, or of interests in associates and joint ventures that occurred before 1 April 2011.

Share-based payment transactions

The group has not applied the SLFRS 2 Share based Payment for the equity instruments that were granted on or before 1 January 2012.

Fair value as deemed cost

Certain items of property, plant and equipment have been measured at fair value and use that fair value as its deemed cost at the date of transition to SLFRS.

Leases

The Group has applied the transitional provision in IFRIC 4 Determining Whether an Arrangement Contains a Lease and has assessed all arrangements based upon the conditions in place as at the date of transition. Accordingly, the Group has determined whether an arrangement existing at the date of transition to SLFRS contains a lease on the basis of facts and circumstances existing at that date.

Investments in subsidiaries, jointly controlled entities and associates

The group has measured an investment in a subsidiary, jointly controlled entity or associate at deemed cost (previous SLAS carrying amount) in its separate SLFRS financial statements.

Assets and liabilities of subsidiaries, jointly controlled entities and associates

When the parent becomes a first-time adopter later than its subsidiary, associate or joint venture, in the parent's consolidated financial statements the assets and liabilities of the subsidiary, associate or joint venture are measured at the same amounts as in the subsidiary's, associate's or joint venture's financial statements (after adjusting for consolidation and equity accounting adjustments and for the effects of the business combination in which the entity acquired the subsidiary).

Designation of previously recognised financial instruments

The Group has designated equity instruments held as at 1 April 2011 as available-for-sale investments.

Exceptions the group has not applied retrospectively:

Estimates

The estimates are consistent with those made for the same dates in accordance with SLASs (after adjustments to reflect any differences in accounting policies).

De-recognition of financial assets and financial liabilities

The Group has not recognized financial assets and financial liabilities which were previously de-recognised under SLAS as a result of a transaction that occurred before 1 April 2011.

Hedge Accounting

Transactions entered into before the date of transition to SLFRS have not been retrospectively designated as hedges. Further, the application of hedge accounting has been discontinued if an instrument is designated as a hedge before the date of transition, but does not meet the conditions for hedge accounting in LKAS 39.

Non-controlling interests

The following requirements of LKAS 27 are applied prospectively from the date of transition to SLFRS.

- To attribute total comprehensive income to non-controlling interests irrespective of whether this results in a deficit balance.
- To treat changes in a parents ownership interest that do not result in a loss of control as equity transactions.
- To apply LKAS 27 to loss of control of a subsidiary

Notes to the Financial Statements

- 4 The previous years'/periods' figures and phrases have been amended where relevant, for better presentation and to be comparable with those of the current period.
- 5 The Company paid a final dividend of Rs.0.25 per share on 12 July 2011, for the financial year ended 31 March 2012.
- 6 There have been no other events subsequent to the balance sheet date, which require disclosure in the interim financial statements.
- 7 There has been no significant changes in the nature of the contingent liabilities which were disclosed in the Audited Accounts for the year

Investor Information

	Three months Ended 30.06.2012	Three months Ended 30.06.2011
Market Value of Shares		
Closing Price on 30th June (Rs)	22.10	44.60
Highest Price during the Period (Rs)	27.00	51.00
Lowest Price during the Period (Rs)	19.10	44.50
Market Capitalization on 30th June (Rs Mn)	11,388	22,837
Ratios (As per SLASs)		
Net Asset Per Share on 30th June (Rs)	21.58	17.81
Price Earnings Ratio on 30th June (times)	8.37	22.30
Ratios (As per SLFRSs)		
Net Asset Per Share on 30th June (Rs)	20.63	-
Price Earnings Ratio on 30th June (times)	8.52	-
Share Trading		
No of transactions during the Period	936	2,904
No of shares traded during the Period	2,632,631	8,646,900
Value of shares traded during the Period (Rs Mn)	60	412
Number of Shares	515,290,620	512,040,620

Share Information

LIST OF 20 MAJOR SHAREHOLDERS	30.06.2012		30.06.2011	
	No. of Shares	%	No. of Shares	%
1 A Z Holdings (Pvt) Ltd.	90,762,875	17.61	90,762,875	17.73
2 Saraz Investments (Pvt) Ltd.	86,396,035	16.77	86,396,035	16.87
3 Bluberry Investments (Pvt) Ltd.	85,781,250	16.65	85,781,250	16.75
4 Amagroup (Pvt) Limited	85,780,665	16.65	85,780,665	16.75
5 Employees Provident Fund	26,650,875	5.17	26,650,875	5.20
6 HSBC Intl. Nominees Ltd-SSBT-The RBS as Dep of FS India Subcontinent Fund As S/F Of First State Investment	9,732,370	1.89	9,732,370	1.90
7 Jacey Trust Services (Pvt) Ltd -Account No 2	8,000,000	1.55	5,500,000	1.07
8 Sri Lanka Insurance Corporation Ltd. - Life Fund	6,635,700	1.29	6,635,700	1.30
9 Mr. I.A.H. Esufally	6,424,000	1.25	6,132,500	1.20
10 HSBC Intl. Nominees Ltd-SSBT-The RBS PLC as Dep for first state Asia Pacific Sustainability Fund S/F of FS	6,272,899	1.22	6,272,899	1.23
11 Mr. H.N. Esufally	6,086,705	1.18	5,795,205	1.13
12 Mr. M.A.H. Esufally	5,946,500	1.15	5,655,000	1.10
13 HSBC Intl. Nominees Ltd. - HSBC Bank PLC - CMG First State Global Umbrella Fund PLC CMG First State India	5,149,500	1.00	5,825,500	1.14
14 Lexinton Holdings (Pvt) Ltd.	4,740,600	0.92	4,738,200	0.93
15 Jacey Trust Services (Pvt) Ltd	4,613,750	0.90	4,613,750	0.90
16 Anverally and sons (pvt) Ltd A/C no 01	3,828,661	0.74	2,621,100	0.51
17 HSBC Intl Nom Ltd-JPMCB- Pacific Assests Trust PLC	3,051,800	0.59	3,051,800	0.60
18 Cocoshell Activated Carbon Company Ltd.	2,803,575	0.54	2,938,275	0.57
19 Employees Trust Fund Board	2,795,100	0.54	-	-
20 Mr. A. N. Esufally	2,283,585	0.44	1,992,085	0.39
DIRECTORS' SHAREHOLDING	30.06.2012		30.06.2011	
	No. of Shares		No. of Shares	
DIRECTORS' INDIRECT SHAREHOLDING				
A Z Holdings (Pvt) Ltd.	90,762,875		90,762,875	
Saraz Investments (Pvt) Ltd.	86,396,035		86,396,035	
Blueberry Investments (Pvt) Ltd.	85,781,250		85,781,250	
Amagroup (Pvt) Ltd.	85,780,665		85,780,665	
DIRECTORS' DIRECT SHAREHOLDING				
Mr. J. C. L. De Mel (Chairman)	87,500		87,500	
Mr. H.N. Esufally (Chief Executive Officer)	6,086,705		5,795,205	
Mr. A.N. Esufally	2,283,585		1,992,085	
Mr. I.A.H. Esufally	6,424,000		6,132,500	
Mr. M.E. Wickremesinghe	11,250		11,250	
Mr. M. A. H. Esufally	5,946,500		5,655,000	
Mr. D. Bhatnagar	-		150	
	369,560,365		368,394,515	
PUBLIC HOLDING	30.06.2012		30.06.2011	
	No. of Shares		No. of Shares	
Issued Share Capital	515,290,620		512,040,620	
Less:Directors' Direct and Indirect Shareholding	369,560,365		368,394,515	
Public Holding	145,730,255		143,646,105	
Public Holding as a % of Issued Share Capital	28.28%		28.05%	

Corporate Information

Legal Form

Quoted Public Company with limited liability listed on the Colombo Stock Exchange on 15 October 2003

Date of Incorporation

10 December 1948

Date of Re-Registration

30 May 2007

New Registration Number

PQ 6

Accounting year end

31 March

Registered Office

Hemas House
No. 75, Braybrooke Place, Colombo 2.

Website

www.hemas.com

Auditors

Ernst & Young
Chartered Accountants
No. 201, De Saram Place, Colombo 10.

Directors

Lalith De Mel (Chairman)
Husein Esufally (CEO)
Imtiaz Esufally
Murtaza Esufally
Abbas Esufally
Maithri Wickremesinghe
Pradipta Mohapatra
Ramabadrans Gopalakrishnan

Secretaries & Registrars

Hemas Corporate Services (Pvt) Ltd.
No.75, Braybrooke Place, Colombo 02.
Telephone: 4 731731 (hunting)
Facsimile: 4 731777

Lawyers to the Company

D.L. & F De Saram
No. 47, Alexandra Place, Colombo 7

Bankers

Bank of Ceylon
Commercial Bank of Ceylon PLC
Citi Bank N.A
Deutsche Bank AG
Hong Kong & Shanghai Banking Corp. Ltd.
Hatton National Bank PLC
Standard Chartered Bank
Nations Trust Bank PLC
People's Bank
DFCC Bank PLC
National Development Bank PLC
Sampath Bank PLC