



SUNSHINE HOLDINGS PLC

**INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
31 DECEMBER 2021**

GROUP MANAGING DIRECTOR'S MESSAGE

Dear Shareholder,

The Group recorded a consolidated revenue of LKR 24 billion for the period ended 31st December 2021 (9M FY21/22), up 39% YoY. The Group revenue which predominantly includes revenue from Healthcare, Consumer goods, and Agribusiness sectors, contributed 54%, 25%, and 21% respectively. Healthcare sector recorded YoY growth of 43% against last year, while the Agri sector revenue was up by 69%. Consumer goods sector recorded a 22% increase in revenue compared to 9M FY20/21 mainly driven by the acquisition of Daintee Limited in FY21.

Gross profit margin for 9M FY21/22 stood at 33.7%, which is a marginal increase of 40 basis points against the same period last year. The gross profit improved by LKR 2.3 billion up 40.2% YoY compared to the previous year; in line with revenue growth. The Group EBIT closed at LKR 4.4 billion, an increase of 53.1% YoY.

Healthcare sector recorded a revenue of LKR 12.9 billion during 9M FY21/22, a significant increase of 43% YoY backed by the improved performance in Pharmaceutical and Medical Devices segments together with the contribution from the addition of Akbar Pharmaceuticals. EBIT for the sector was LKR 1.2 billion.

Consumer Goods sector reported a 22% YoY increase in revenue to close at LKR 6 billion in 9M FY21/22. The revenue increase is mainly driven by the addition of the confectionary business segment via the acquisition of Daintee Ltd. The PAT of the sector decreased by LKR 72 million (-23.8% YoY) comparison to the same period last year due to lower profitability in Daintee. PAT contribution of Daintee Limited to the Consumer sector is LKR 73 million.

Agribusiness sector revenue increased by 69% YoY during 9M FY21/22 compared to the corresponding period last year. The EBIT increased to LKR 2.8 billion from LKR 1.5 billion driven by the improved performance in the Palm oil segment backed by the growth in NSA. PAT of the Agri sector closed at LKR 2.7 billion for 9M FY21/22, up by LKR 1.4 billion compared to the same period last year; while PAT of the Dairy segment decreased to LKR 38 million compared to a net profit of LKR 52 million during the same period last year due to higher feed cost.

Group PAT amounted to LKR 3.6 billion in 9M FY21/22 compared to LKR 1.9 billion reported during same period last year. Profits attributable to equity shareholders (PATMI) closed at LKR 1.8 billion for 9M FY21/22.

As a Group, we have been facing challenges in some of our core sectors and will continue to do so in the short to medium term due to the negative economic impact caused by the COVID-19 pandemic. All possible measures have been taken to ensure business sustainability and continuity in the coming months.

Further details of the Group's performance are available on the company website. (<https://www.sunshineholdings.lk/investor/financial-reports>)



V. Govindasamy

Group Managing Director

February 03, 2022

Colombo

CONDENSED STATEMENT OF COMPREHENSIVE INCOME - GROUP

	Unaudited			Unaudited			Audited
	Period ended 31st December 2021	Period ended 31st December 2020	Change	Quarter ended 31st December 2021	Quarter ended 31st December 2020	Change	Year ended 31st March 2021
	LKR	LKR	%	LKR	LKR	%	LKR
Continuing operations							
Revenue	24,108,676,040	17,399,559,555	39	8,305,412,246	6,448,876,517	29	24,339,446,156
Cost of sales	(15,981,132,315)	(11,602,165,641)	38	(5,556,794,832)	(4,397,457,217)	26	(16,601,729,049)
Gross profit	8,127,543,725	5,797,393,914	40	2,748,617,414	2,051,419,300	34	7,737,717,107
Other income	250,901,448	252,857,679	(1)	61,823,180	99,373,810	(38)	291,436,825
Selling & distribution expenses	(2,008,920,536)	(1,575,795,747)	27	(729,267,842)	(669,526,437)	9	(2,182,677,904)
Administration expenses	(1,916,045,297)	(1,568,429,214)	22	(610,356,802)	(541,945,026)	13	(2,177,851,096)
Impairment of asset held for sale	-	-	-	-	-	-	(143,246,439)
Gain/(loss) on disposal of subsidiary	(2,750,340)	-	-	-	-	-	-
Results from operating activities	4,450,729,000	2,906,026,632	53	1,470,815,950	939,321,647	57	3,525,378,493
Finance income	129,816,481	188,492,037	(31)	61,097,473	43,837,745	39	252,646,432
Finance cost	(232,605,503)	(389,683,175)	(40)	(92,691,698)	(110,270,342)	(16)	(468,793,779)
Net finance cost	(102,789,022)	(201,191,138)	(49)	(31,594,225)	(66,432,597)	(52)	(216,147,347)
Share of profit/ (loss) of equity accounted investees	(436,572)	(298,147)	46	(163,160)	142,038	(215)	(92,356)
Profit before tax	4,347,503,406	2,704,537,347	61	1,439,058,565	873,031,088	65	3,309,138,790
Income tax expense	(770,439,773)	(816,702,908)	(6)	(318,754,202)	(270,580,752)	18	(771,610,789)
Profit for the period	3,577,063,633	1,887,834,439	89	1,120,304,363	602,450,336	86	2,537,528,001
Other comprehensive income							
Equity investments at FVOCI – net change in fair value	-	-	-	-	-	-	(32,088,698)
Exchange gain/(Loss) on foreign operation translation	901,272	135,187	567	274,187	1,010,004	(73)	1,092,211
Remeasurement of retirement benefit liability	-	7,148,972	-	-	-	-	(25,750,348)
Tax on other comprehensive income	-	(2,001,712)	-	-	-	-	18,776,503
Total other comprehensive income for the period	901,272	5,282,447	-	274,187	1,010,004	-	(37,970,332)
Total comprehensive income for the period	3,577,964,905	1,893,116,886	89	1,120,578,550	603,460,340	86	2,499,557,669
Profit attributable to:							
Owners of the parent company	1,820,333,663	1,091,356,824	67	611,395,788	387,049,567	58	1,522,207,103
Non-controlling interest	1,756,729,970	796,477,615	121	508,908,575	215,400,769	136	1,015,320,898
Other comprehensive income attributable to:							
Owners of the parent company	901,272	5,988,073	(85)	274,187	1,010,004	(73)	(43,843,965)
Non-controlling interest	-	(705,626)	(100)	-	-	-	5,873,633
Total comprehensive income for the period	3,577,964,905	1,893,116,886	89	1,120,578,550	603,460,340	86	2,499,557,669
Basic earnings per share	4.06	2.43		1.36	0.86		3.39

Figures in brackets indicate deductions.
The above figures are not audited

CONDENSED STATEMENT OF COMPREHENSIVE INCOME - COMPANY

	Unaudited			Unaudited			Audited
	Period ended 31st December 2021	Period ended 31st December 2020	Change	Quarter ended 31st December 2021	Quarter ended 31st December 2020	Change	Year ended 31st March 2021
	LKR	LKR	%	LKR	LKR	%	LKR
Revenue	683,745,587	636,200,418	7	254,878,004	187,520,516	36	850,202,179
Cost of sales	-	-	n/m	-	-	n/m	-
Gross profit	683,745,587	636,200,418	7	254,878,004	187,520,516	36	850,202,179
Other income	305,648,841	229,324,012	33	104,593,228	98,818,417	6	341,800,630
Administration expenses	(359,665,156)	(311,282,772)	16	(125,459,997)	(128,213,644)	(2)	(449,704,631)
Impairment of investment in equity-accounted investee	-	-	-	-	-	-	(59,452)
Gain on disposal of subsidiaries	-	-	-	-	-	-	2,032,745,933
Gain on disposal of subsidiary shares	-	-	-	-	-	-	260,563,654
Results from operating activities	629,729,272	554,241,658	14	234,011,235	158,125,289	48	3,035,548,313
Finance income	34,889,403	67,409,898	(48)	11,119,598	15,690,983	(29)	156,225,875
Finance cost	(3,854,600)	(313,413,766)	99	(210,768)	(97,854,960)	100	(170,998,805)
Net finance cost	31,034,803	(246,003,868)	(113)	10,908,830	(82,163,977)	(113)	(14,772,930)
Profit before tax	660,764,075	308,237,790	114	244,920,065	75,961,312	222	3,020,775,383
Income tax expense	1,956,695	(8,375,218)	(123)	731,835	(7,571,424)	(110)	(117,053,693)
Profit for the period	662,720,770	299,862,572	121	245,651,900	68,389,888	259	2,903,721,690
Other comprehensive income							
Equity investments at FVOCI – net change in fair value	-	-	-	-	-	-	(32,088,698)
Defined benefit plan actuarial gain/(loss)	-	-	-	-	-	-	6,049,909
Income tax on other comprehensive income	-	-	-	-	-	-	10,912,884
Total other comprehensive income for the period	-	-	-	-	-	-	(15,125,905)
Total comprehensive income for the period	662,720,770	299,862,572	121	245,651,900	68,389,888	259	2,888,595,785
Basic earnings per share from continuing operations	1.48	0.67		0.55	0.15		6.47

Figures in brackets indicate deductions.

The above figures are not audited

n/m- not meaningful

STATEMENT OF FINANCIAL POSITION - GROUP

	Unaudited	Audited
	As at	As at
	31st December	31st March
	2021	2021
	LKR	LKR
ASSETS		
Non current assets		
Property, plant and equipment	4,723,139,125	4,794,110,834
Intangible assets	298,967,391	249,057,345
Leasehold right to bare land	238,845,000	238,853,000
Biological assets	3,632,635,000	3,492,193,000
Investment property	769,499,144	769,499,144
Equity-accounted investee	855,435	1,292,006
Other investments	808,347,198	1,004,330,898
Deferred tax assets	44,568,677	42,611,982
Goodwill on Acquisition	1,576,648,376	1,576,648,378
Total non-current assets	12,093,505,345	12,168,596,587
Current assets		
Biological assets-growing crops on bearer plants	72,495,000	52,688,000
Inventories	5,460,081,794	5,145,162,996
Other investments, including derivatives	-	335,364,187
Current tax assets	55,183,750	29,585,672
Trade & other receivables	5,543,370,386	4,848,691,358
Amounts due from related parties	82,390,201	475,000
Cash & cash equivalent	4,163,391,314	2,520,552,239
Assets Held for sale	-	1,781,889,421
Total current assets	15,376,912,445	14,714,408,873
Total assets	27,470,417,790	26,883,005,460
EQUITY AND LIABILITIES		
Equity		
Stated capital	1,641,715,247	1,641,715,247
Reserves	339,686,250	339,686,250
Retained earnings	10,065,363,967	8,551,561,683
Equity attributable to owners of the company	12,046,765,464	10,532,963,180
Non-controlling interests	5,272,079,557	4,808,856,243
Total equity	17,318,845,021	15,341,819,423
Non-current liabilities		
Loans and borrowings	1,844,745,428	1,968,834,746
Employee benefits	738,490,031	713,774,478
Contingent consideration	-	78,026,414
Deferred income and capital grants	54,081,000	91,996,000
Deferred tax	627,408,318	632,277,792
Total non-current liabilities	3,264,724,777	3,484,909,430
Current liabilities		
Trade and other payables	4,376,483,313	3,775,377,119
Amounts due to related parties	14,161,463	12,802,099
Current tax liabilities	445,939,727	354,693,979
Contingent consideration	82,293,201	-
Loans and borrowings	950,783,203	2,184,694,049
Bank overdraft	1,017,187,085	872,203,730
Liabilities directly associated with assets held for sale	-	856,505,631
Total current liabilities	6,886,847,992	8,056,276,607
Total equity and liabilities	27,470,417,790	26,883,005,460
Net asset value per share (Rs.)	26.85	23.48

Figures in brackets indicate deductions.

The above figures are not audited

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.



Group Chief Financial Officer

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

Approved and signed for and on behalf of the Board,



Chairman
February 03, 2022
Colombo



Group Managing Director

STATEMENT OF FINANCIAL POSITION - COMPANY

	Unaudited	Audited
	As at 31st December 2021	As at 31st March 2021
	LKR	LKR
ASSETS		
Non-current assets		
Property, Plant and Equipment	19,498,283	33,067,152
Intangible assets	16,589,734	7,555,660
Investment in subsidiaries	4,167,962,217	3,767,962,237
Equity-accounted investee	1,292,007	1,292,007
Other investments	738,033,198	647,177,898
Deferred tax assets	44,492,846	42,536,150
Total non-current assets	4,987,868,285	4,499,591,104
Current assets		
Derivative assets on SWAP agreement	-	222,469,740
Current tax assets	14,318,672	14,318,672
Trade & other receivables	102,233,101	70,396,643
Amounts due from related parties	212,386,485	223,215,489
Cash & cash equivalent	194,968,455	1,281,865,256
Total current assets	523,906,713	1,812,265,800
Total assets	5,511,774,998	6,311,856,904
EQUITY AND LIABILITIES		
Equity		
Stated capital	1,641,715,247	1,641,715,247
Reserves	331,291,975	331,382,645
Retained earnings	3,355,949,240	3,141,800,110
Equity attributable to owners of the company	5,328,956,462	5,114,898,002
Total equity	5,328,956,462	5,114,898,002
Non-current liabilities		
Employee benefits	113,800,001	103,878,290
Total non-current liabilities	113,800,001	103,878,290
Current liabilities		
Trade and other payables	53,823,370	24,974,054
Amounts due to related parties	1,549,287	-
Current tax liabilities	9,364,159	60,099,084
Loans and borrowings	4,281,720	1,006,808,533
Bank overdraft	-	1,198,941
Total current liabilities	69,018,536	1,093,080,612
Total equity and liabilities	5,511,774,998	6,311,856,904
Net asset value per share (Rs.)	11.88	11.40

Figures in brackets indicate deductions.
The above figures are not audited

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.



Group Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.
Approved and signed for and on behalf of the Board,



Chairman
February 03, 2022
Colombo



Group Managing Director

CONDENSED STATEMENT OF CHANGES IN EQUITY - GROUP

FOR THE NINE MONTHS ENDED 31ST DECEMBER 2021

	Attributable to owners of the company							Non-controlling interest	Total equity
	Stated capital	Reserve on exchange gain or loss	General reserve	Fair value gain or loss reserve on AFS	Retained earnings	Total			
In LKR									
Balance as at 01st April 2020	1,641,715,247	3,131,942	1,257,725	353,928,208	6,414,107,233	8,414,140,355	4,035,566,113	12,449,706,468	
Profit from continuing operations for the nine months	-	-	-	-	704,307,257	704,307,257	581,076,846	1,285,384,103	
Total other comprehensive income for the nine months	-	4,978,070	-	-	-	4,978,070	(705,627)	4,272,443	
Total comprehensive income for the nine months	-	4,978,070	-	-	704,307,257	709,285,327	580,371,219	1,289,656,546	
Issue of shares to NCI of Sunshine Wilmar (Pvt) Ltd	-	-	-	-	-	-	1,520,750,002	1,520,750,002	
Impact on loss of effective shareholding in Watawala Plantations PLC	-	-	-	-	(352,071,099)	(352,071,099)	352,071,099	-	
Acquisition of Non controlling interest in Estate Management Services (Pvt) Ltd	-	-	-	-	(307,579,587)	(307,579,587)	(2,595,484,445)	(2,903,064,032)	
Impact on gain of effective shareholding in Watawala Tea Ceylon Limited Group	-	-	-	-	522,016,592	522,016,592	(522,016,592)	-	
Dividend paid to owners for 2019/20	-	-	-	-	(112,165,577)	(112,165,577)	(354,614,773)	(466,780,350)	
	-	-	-	-	(249,799,671)	(249,799,671)	(1,599,294,709)	(1,849,094,380)	
Balance as at 31st December 2020	1,641,715,247	8,110,012	1,257,725	353,928,208	6,868,614,819	8,873,626,011	3,016,642,623	11,890,268,634	
Profit from continuing operations for the three months	-	-	-	-	817,899,846	817,899,846	434,244,052	1,252,143,898	
Total other comprehensive income for the three months	-	(3,885,859)	-	(19,723,836)	(25,212,340)	(48,822,035)	6,579,260	(42,242,775)	
Total comprehensive income for the three months	-	(3,885,859)	-	(19,723,836)	792,687,506	769,077,811	440,823,312	1,209,901,123	
Acquisition through business Combination	-	-	-	-	-	-	131,339,319	131,339,319	
Impact of loss effective shareholding of 25% in Sunshine Healthcare Lanka Ltd	-	-	-	-	928,404,876	928,404,876	1,391,844,424	2,320,249,300	
Impact of disposal of 3% Shares held in Sunshine Healthcare Lanka Ltd	-	-	-	-	111,408,585	111,408,585	167,021,331	278,429,916	
Dividend paid to owners for 2019/20	-	-	-	-	(149,554,103)	(149,554,103)	(338,814,766)	(488,368,869)	
	-	-	-	-	890,259,358	890,259,358	1,351,390,308	2,241,649,666	
Balance as at 31st March 2021	1,641,715,247	4,224,153	1,257,725	334,204,372	8,551,561,683	10,532,963,180	4,808,856,243	15,341,819,423	
Profit from continuing operations for the nine months	-	-	-	-	1,820,333,663	1,820,333,663	1,756,729,970	3,577,063,633	
Total other comprehensive income for the nine months	-	-	-	-	901,272	901,272	-	901,272	
Total comprehensive income for the nine months	-	-	-	-	1,821,234,935	1,821,234,935	1,756,729,970	3,577,964,905	
Disposal of NCI - Waltrim Energy Ltd	-	-	-	-	-	-	(345,322,392)	(345,322,392)	
Impact on loss of effective shareholding of 4.12% in Watawala Dairy Ltd	-	-	-	-	267,098,594	267,098,594	88,841,406	355,940,000	
Acquisition of 30% NCI in Sunshine Energy (Private) Limited	-	-	-	-	(125,868,935)	(125,868,935)	(274,131,065)	(400,000,000)	
Dividend paid to owners for 2020/21	-	-	-	-	(448,662,310)	(448,662,310)	(762,894,605)	(1,211,556,915)	
	-	-	-	-	(307,432,651)	(307,432,651)	(1,293,506,656)	(1,600,939,307)	
Balance as at 31st December 2021	1,641,715,247	4,224,153	1,257,725	334,204,372	10,065,363,967	12,046,765,464	5,272,079,557	17,318,845,021	

Figures in brackets indicate deductions.

The above figures are not audited

STATEMENT OF CHANGES IN EQUITY - COMPANY

FOR THE NINE MONTHS ENDED 31ST DECEMBER 2021

In LKR	Stated capital	Fair value gain or loss reserve on AFS	General reserve	Retained earnings	Total
Balance as at 31st March 2020 - Restated	1,641,715,247	349,758,086	1,257,725	3,398,354,871	5,391,085,929
Total comprehensive income for the period					
Profit for the nine months	-	-	-	299,862,572	299,862,572
Total other comprehensive income for the nine months	-	-	-	-	-
Total comprehensive income for the nine months	-	-	-	299,862,572	299,862,572
Dividend paid to owners - 2019/20	-	-	-	(112,165,577)	(112,165,577)
Balance as at 31st December 2020	1,641,715,247	349,758,086	1,257,725	3,586,051,866	5,578,782,924
Total comprehensive income for the period					
Profit for the three months	-	-	-	2,603,859,118	2,603,859,118
Total other comprehensive income for the three months	-	(19,723,836)	-	4,597,931	(15,125,905)
Total comprehensive income for the three months	-	(19,723,836)	-	2,608,457,049	2,588,733,213
Set-off of Acquisition of 40% of Non Controlling Interest in EMSPL against the investment made during the year	-	-	-	(2,903,064,032)	(2,903,064,032)
Dividend paid to owners - 2019/20 and 2020/21	-	-	-	(149,554,103)	(149,554,103)
Balance as at 31st March 2021	1,641,715,247	330,034,250	1,257,725	3,141,890,780	5,114,898,002
Total comprehensive income for the period					
Profit for the nine months	-	-	-	662,720,770	662,720,770
Total other comprehensive income for the nine months	-	-	-	-	-
Total comprehensive income for the nine months	-	-	-	662,720,770	662,720,770
Dividend paid to owners - 2020/21	-	-	-	(448,662,310)	(448,662,310)
Balance as at 31st December 2021	1,641,715,247	330,034,250	1,257,725	3,355,949,240	5,328,956,462

Figures in brackets indicate deductions.

The above figures are not audited

STATEMENT OF CASH FLOWS - GROUP

	Unaudited Period ended 31st December 2021 LKR	Unaudited Period ended 31st December 2020 LKR	Audited Year ended 31st March 2021 LKR
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax	4,347,503,406	2,704,537,347	3,309,138,790
Adjustments for;			
Interest income	(129,816,481)	(170,946,929)	(202,383,169)
Impairment/Write off of Assets Held for Sale	-	-	143,246,439
Profit on sale of property, plant & equipment	(49,708,024)	(27,895,620)	(31,708,661)
Write-off of Intangible Assets	-	900,000	-
Provision/(reversal) and write-off for bad and doubtful debts	23,506,777	63,119,890	57,788,999
Provision for other receivable	-	-	370,565
Biological assets- (gain)/loss from produce crop valuation	-	6,349,000	(10,891,000)
Interest expense	232,605,503	389,683,175	468,793,779
Depreciation of Property, Plant and Equipment	461,799,226	439,850,234	647,977,610
Depreciation of mature plantations	135,646,000	115,250,000	157,230,000
Amortization of Intangible Assets	25,330,754	25,839,061	38,151,772
Profit/(loss) of equity accounted investee	436,572	298,147	92,356
Fair value changes in Deferred consideration	4,266,786	-	-
Impairment of biological assets	-	8,000,000	20,126,000
Fair value gain in quoted shares	7,638,675	2,228,921	1,086,323
Fair value gain on Short term investments	-	(1,110,696)	-
Amortization of deferred income & capital grants	(37,915,000)	(37,916,000)	(50,554,000)
Amortisation of leasehold right to land	8,448,000	7,374,000	10,120,000
Fair value gain / (loss) on livestock	9,422,000	(2,582,000)	30,000
Fair value gain/loss on Consumable Biological Assets	(72,000)	-	(1,200,000)
Profit on sale of Investments	-	(7,805,836)	-
Provision/ (reversals) and Write-off for inventories	(4,791,926)	29,655,020	72,364,883
Rent Concession	(12,470,713)	(16,366,404)	(22,153,634)
Provision gratuity excluding actuarial gain/(loss)	80,681,011	73,243,525	119,130,631
Gain on disposal of subsidiary	2,750,340	63,000	63,000
Operating profit before working capital changes	5,105,260,905	3,601,767,835	4,726,820,683
(Increase)/decrease in inventories	(329,933,871)	(1,530,392,443)	(1,282,057,453)
(Increase)/decrease in trade and other receivables	(649,558,404)	338,320,063	47,163,592
(Increase)/decrease in amounts due from related parties	(81,915,201)	57,444,371	78,318,595
Increase/(decrease) in trade and other payables	609,934,718	892,436,165	1,043,501,779
Increase/(decrease) in amounts due to related parties	51,004,520	(17,618,689)	(21,760,653)
Cash generated from/ (used in) operations	4,704,792,667	3,341,957,302	4,591,986,543
Interest paid	(177,821,981)	(333,774,989)	(372,313,140)
Income tax paid	(691,340,288)	(560,635,268)	(643,172,689)
Gratuity paid	(55,965,459)	(38,520,472)	(44,655,743)
Net cash generated from / (used in) operating activities	3,779,664,939	2,409,026,573	3,531,844,971
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	121,388,481	174,623,641	175,994,128
(Investments)/ disposal in other long term investments	(98,493,973)	43,978,265	52,076,228
(Investments)/ disposal in short term investments	112,894,447	223,843,760	375,484,496
(Investments)/ withdrawal in gratuity fund	295,267,000	44,343,000	(13,428,000)
Additions to Bearer plants	(109,062,000)	(100,281,000)	(165,202,000)
Investment in livestock	(191,967,000)	(44,729,000)	(53,832,000)
Acquisition of property, plant & equipment	(670,460,705)	(196,868,178)	(345,733,540)
Acquisition of intangible assets	(74,340,801)	(1,250,000)	(52,883,028)
Proceeds from disposal of biological assets	474,000	-	-
Proceeds from disposal of property, plant & equipment	62,804,872	62,815,720	77,070,511
Acquisition of Non controlling interest in Subsidiaries	(400,000,000)	(2,903,064,032)	(2,903,064,032)
Disposal of Subsidiary (net of cash)	645,479,827	1,268,000	1,268,000
Acquisition of Subsidiaries (net of cash)	-	(1,544,022,015)	(2,238,359,537)
Proceeds on Disposal of Shares held in Subsidiary	-	-	278,429,916
Proceeds from Sale of Livestock	15,117,000	3,508,000	-
Net cash generated from / (used in) Investing activities	(290,898,852)	(4,235,833,839)	(4,812,178,858)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from share issued by subsidiary to NCI	355,940,000	1,520,750,002	1,520,750,002
Receipts of interest bearing borrowings	2,402,644,027	8,427,555,418	11,031,270,271
Repayment of interest bearing borrowings	(3,528,504,743)	(8,111,708,132)	(11,852,381,665)
Payment of lease liabilities	(60,422,524)	(106,883,163)	(175,206,299)
Dividend paid	(1,211,556,914)	(805,595,116)	(955,149,219)
Net cash from / (used in) financing activities	(2,041,900,154)	924,119,009	(430,716,910)
Net increase/(decrease) in cash and cash equivalents	1,446,865,933	(902,688,257)	(1,711,050,797)
Cash and cash equivalents at the beginning of the period	1,698,437,024	3,408,395,610	3,408,395,610
Effect of exchange rate changes on cash and cash equivalents	901,272	135,187	1,092,211
Cash and cash equivalents at the end of the period	3,146,204,229	2,505,842,540	1,698,437,024
Cash and cash equivalents			
Cash in hand & bank	4,163,391,314	2,960,613,181	2,566,573,920
Bank overdraft	(1,017,187,085)	(454,770,641)	(918,225,412)
Cash and bank Balance under Asset held for sale	-	-	52,507,138
Bank overdraft under Liability held for sale	-	-	(2,418,622)
	3,146,204,229	2,505,842,540	1,698,437,024

Figures in brackets indicate deductions.
The above figures are not audited

STATEMENT OF CASH FLOWS - COMPANY

	Unaudited Period ended 31st December 2021	Unaudited Period ended 31st December 2020	Audited Year ended 31st March 2021
	LKR	LKR	LKR
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax	660,764,075	308,237,790	3,020,775,383
Adjustments for;			
Interest income	(34,889,403)	(67,409,898)	(156,225,875)
Interest expense	3,854,600	313,413,766	170,998,805
Fair value gain/ loss in quoted shares and unit trust	(4,190,151)	2,228,921	2,225,511
Depreciation of Property, Plant and Equipment	15,424,329	16,037,136	21,463,966
Amortization of Intangible Assets	-	-	4,685
Profit on sale of property, plant & equipment	(8,626,500)	-	-
Loss/ (Gain) on disposal of a Subsidiary	-	-	(2,032,745,933)
Gain on partial disposal of investment in Subsidiary	-	-	(260,563,654)
Loss / (Profit) on sale of investments	-	-	(9,007,485)
Write-off of tax receivables	-	(2,212,006)	-
Rent concession	-	(1,079,325)	(1,079,325)
Impairment of investment	-	-	59,452
Provision for gratuity	9,900,000	9,589,015	13,526,859
Operating profit before working capital changes	642,236,950	578,805,399	769,432,389
(Increase)/decrease in trade and other receivables	(31,836,458)	(32,145,099)	27,247,827
(Increase)/decrease in amounts due from related parties	10,829,003	(20,537,523)	17,561,881
Increase/(decrease) in trade and other payables	28,849,312	26,488,245	(5,755,018)
Increase/(decrease) in amounts due to related parties	1,570,999	3,649,157,989	(3,186,792)
Cash generated from/ (used in) operations	651,649,806	4,201,769,011	805,300,287
Interest paid	(2,990,036)	(289,376,278)	(169,371,726)
Income tax paid	(50,734,925)	(1,433,096)	-
Employee benefits paid	-	-	(63,223,579)
Net cash generated from / (used in) operating activities	597,924,845	3,910,959,637	572,704,982
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	36,395,430	70,152,364	156,256,012
Investments in subsidiaries	(400,000,000)	(4,423,814,034)	(4,423,814,034)
Disposal of Subsidiary (net of cash)	-	-	2,999,743,572
Proceeds on disposal of shares held in subsidiary	-	-	278,429,916
(Investments)/ disposal in other investments	(88,171,175)	37,106,676	54,664,537
Acquisition of intangible assets	(9,034,053)	-	(7,555,660)
Proceed from disposal of property, plant & equipment	8,626,500	-	-
Acquisition of property, plant & equipment	(1,855,463)	(1,734,775)	(4,504,705)
Net cash used in investing activities	(454,038,761)	(4,318,289,769)	(946,780,362)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts of interest bearing borrowings	-	3,104,000,000	3,104,000,000
Repayment of interest bearing borrowings	(767,969,737)	(3,981,951,198)	(4,999,121,698)
Payment of lease liabilities	(12,951,896)	(11,872,575)	(14,750,775)
Dividend paid	(448,662,310)	(112,165,577)	(261,719,680)
Net Cash generated from / (used in) Financing Activities	(1,229,583,943)	(1,001,989,350)	(2,171,592,153)
Net increase/(decrease) in cash and cash equivalents	(1,085,697,859)	(1,409,319,482)	(2,545,667,533)
Cash and cash equivalents at the beginning of the period	1,280,666,314	2,185,982,598	3,826,333,848
Cash and cash equivalents at the end of the period	194,968,455	776,663,116	1,280,666,315
Cash and cash equivalents			
Cash in hand & bank	194,968,455	776,663,116	1,281,865,256
Bank overdraft	-	-	(1,198,941)
	194,968,455	776,663,116	1,280,666,315

Figures in brackets indicate deductions.
The above figures are not audited

SEGMENTAL ANALYSIS

FOR THE NINE MONTHS ENDED 31ST DECEMBER

	Investment and Management															
	Services		Healthcare		Agri		Consumer Goods		Energy		Rental business		Intragroup		Group	
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE	2,042,178,974	1,541,822,676	12,945,956,380	9,080,488,728	5,033,465,000	2,971,533,000	6,026,523,413	4,937,489,451	20,891,694	348,056,292	30,301,370	25,917,802	(1,990,640,791)	(1,505,748,394)	24,108,676,040	17,399,559,555
RESULT																
Profit from operating activities	1,986,994,205	1,682,516,831	1,253,336,849	924,632,476	2,824,163,000	1,496,661,000	398,295,625	419,561,009	(63,280,362)	159,011,221	25,203,069	18,307,006	(1,973,983,387)	(1,794,662,911)	4,450,729,000	2,906,026,632
Net finance cost	37,042,649	(26,974,350)	(72,631,888)	(42,410,693)	(15,476,000)	(64,195,000)	(67,323,926)	(21,743,830)	25,698,189	(33,195,375)	(10,098,046)	(12,671,890)	-	-	(102,789,022)	(201,191,138)
Share of equity accounted investee	-	-	-	-	-	-	-	-	-	-	-	-	(436,572)	(298,147)	(436,572)	(298,147)
Income tax expense	(191,012,899)	(246,217,256)	(334,543,398)	(289,559,512)	(138,500,000)	(169,379,000)	(100,143,366)	(94,649,739)	(6,185,813)	(18,241,361)	(54,297)	1,343,960	-	-	(770,439,773)	(816,702,908)
Profit for the year	1,833,023,954	1,409,325,225	846,161,564	592,662,271	2,670,187,000	1,263,087,000	230,828,333	303,167,440	(43,767,986)	107,574,485	15,050,726	6,979,076	(1,974,419,959)	(1,794,961,058)	3,577,063,633	1,887,834,439
Other comprehensive income	-	(1,825,873,902)	-	-	-	-	901,272	5,282,447	-	-	-	-	-	1,825,873,902	901,272	5,282,447
Total comprehensive income	1,833,023,954	(416,548,677)	846,161,564	592,662,271	2,670,187,000	1,263,087,000	231,729,605	308,449,887	(43,767,986)	107,574,485	15,050,726	6,979,076	(1,974,419,959)	30,912,844	3,577,964,906	1,893,116,886

OTHER INFORMATION

	Investment and Management															
	Services		Healthcare		Agri		Consumer Goods		Energy		Rental business		Intragroup		Group	
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
	31st December 2021	31st March 2021	31st December 2021	31st March 2021	31st December 2021	31st March 2021	31st December 2021	31st March 2021	31st December 2021	31st March 2021	31st December 2021	31st March 2021	31st December 2021	31st March 2021	31st December 2021	31st March 2021
Segment assets	9,468,305,831	9,405,365,622	11,776,485,012	10,720,898,200	8,351,768,000	7,106,719,000	3,606,204,378	3,774,410,106	922,112,802	2,270,973,724	1,003,868,792	1,002,012,269	(7,658,327,024)	(7,397,373,461)	27,470,417,790	26,883,005,460
Equity & reserves	9,158,052,964	8,160,791,316	6,354,079,298	5,857,931,784	6,258,759,000	5,062,410,000	1,342,697,404	1,280,967,800	921,186,367	1,383,404,504	752,281,009	737,230,281	(7,468,211,022)	(7,140,916,262)	17,318,845,021	15,341,819,423
Total liabilities	310,252,865	1,244,574,305	5,422,405,715	4,862,966,416	2,093,009,000	2,044,309,000	2,263,506,974	2,493,442,306	926,436	887,569,220	251,587,782	264,781,986	(190,116,003)	(256,457,196)	10,151,572,769	11,541,186,037
	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR	LKR
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Depreciation	16,180,256	16,817,669	208,291,745	131,757,971	274,477,000	240,470,000	126,110,923	111,417,580	6,164,056	84,216,760	-	-	-	3,633,315	631,223,979	588,313,295
Capital expenditure	10,925,774	1,734,775	151,464,476	31,420,088	590,210,000	216,891,000	287,979,335	16,926,466	5,250,921	76,155,849	-	-	-	-	1,045,830,506	343,128,178

Figures in brackets indicate deductions.
The above figures are not audited

NOTES TO THE ACCOUNTS

1. Corporate information

Sunshine Holdings PLC (the "Company") is a Company incorporated and domiciled in Sri Lanka. The ordinary shares of the Company are listed on Colombo Stock Exchange of Sri Lanka. The address of the Company's registered office is no. 60, Dharmapala Mawatha, Colombo 03.

The Group is primarily involved in the importing and selling of pharmaceuticals, managing portfolio of investments, marketing of tea, palm oil and related products.

The Registrar General of Companies on February 2, 2021 issued the certificate of Amalgamation in terms of section 244(1) (a) of the Companies Act, No. 7 of 2007 that Estate Management Services (Pvt) Limited to be amalgamated with Sunshine Holdings PLC in accordance with the provisions of part VIII of the Companies Act, No. 7 of 2007 with Sunshine Holdings PLC as the surviving entity.

2. Interim condensed financial statements

"The Interim Condensed Financial Statements for the period ended 31st December 2021, includes the "Company" referring to Sunshine Holdings PLC as the holding Company and the "Group" comprise the Company and subsidiary companies of Sunshine Consumer Lanka Limited and its subsidiaries, Sunshine Healthcare Lanka Limited and its subsidiaries, Sunshine Packaging Lanka Limited and its subsidiary, Sunshine Energy (Pvt) Limited, Sunshine Wilmar (Pvt) Ltd and its subsidiaries.

The ultimate parent of the company is Lamurep Investments Limited which holds 60.50% of the issued share capital of the company as at 31st December 2021."

3. Approval of financial statements

The Interim Condensed Financial Statements of the Group and the Company for the period ended 31st December 2021, were authorised for issue by the Board of Directors on February 03, 2022.

4. Basis of preparation

"The Interim Condensed Consolidated Financial Statements have been prepared in accordance with the Sri Lanka Accounting Standards with effect from 01st January 2014 (SLFRS/LKAS). There were no changes to the accounting policies and methods of computation since the publication of the Annual Report 2020/21. Further, these Financial Statements have been prepared in compliance with the requirement of the Sri Lanka Accounting Standard - LKAS 34 on "Interim Financial Reporting".

The Interim Condensed Consolidated Financial Statements do not include all the information and disclosures required in the Annual Financial Statements, and should be read in conjunction with the Group's annual Consolidated Financial Statements as at 31 March 2021.

Previous period figures and phrases have been rearranged wherever necessary to conform to the current presentation.

5. Significant Accounting Policies

The accounting policies applied in these interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 March 2021.

5.1. Standards Issued but not yet Effective

A number of new standards and amendments to standards are effective for annual periods beginning after 1 April 2021 and early application is permitted; however the Group has not early adopted any of the forthcoming new or

amended standards in preparing these condensed consolidated interim financial statements.

5.2. Basis of Consolidation

Subsidiaries are those entities controlled by the Group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes in to consideration that substantive rights that give the ability to direct the activities of the subsidiaries.

"The Financial Statements of the subsidiaries are included in the Consolidated Financial Statements from the date the control effectively commences until the date that control effectively ceases. Non- controlling interest is measured at the proportionate share of the acquiree's identifiable net assets. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction."

5.3. Use of judgements and estimates

"In preparing these interim condensed financial statements, management has made judgements and estimates that affected the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ these estimates. "

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

5.4. Property, Plant & equipment

Recognition and measurement

Property, plant and equipment is recorded at cost less accumulated depreciation and accumulated impairment losses if any, whilst land is measured at fair value.

De-recognition

The carrying amount of an item of Property, plant & equipment is de-recognised on disposal; or when no future economic benefits are expected from its use. Gains and losses on de-recognition are recognised in income statement and gains are not classified as revenue. When re-valued assets are sold, any related amount included in the revaluation reserve is transferred to Retained Earnings.

Depreciation

Depreciation is recognised in income statement on a straight-line basis over the estimated useful lives of each part of an item of property, plant & equipment.

5.4.1 Impairment

The Board of Directors has assessed the potential impairment loss of the property, plant and equipment as at 31 March 2021. Based on the assessment, no impairment provision is required to be made in the financial statements as at the reporting date.

5.5. Biological assets

The Group recognise the biological assets when, and only when, the Company controls the assets as a result of past events, it is probable that future economic benefits associated with the assets will flow to the entity and fair value or cost of the assets can be measured reliably.

Bearer biological assets

Tea, rubber, oil palm, cinnamon, sundry crops and nurseries are classified as bearer biological assets. The bearer biological assets are measured at cost less accumulated depreciation and accumulated impairment losses, if any, in terms of Sri Lanka Accounting Standard LKAS 16 - Property Plant and Equipment as per the ruling issued by Institute of Chartered Accountants of Sri Lanka.

NOTES TO THE ACCOUNTS

Consumable biological assets

Timber plantation is classified as consumable biological assets and is measured on initial recognition and at the end of each reporting period at fair value less cost to sell. Costs to sell include all costs that would be necessary to sell the assets, including transportation costs. The fair value of trees younger than five years cannot be reliably estimated and are carried at cost less impairment. The cost includes direct material, direct labour and appropriate proportion of directly attributable overheads. Gains or losses arising on initial recognition of timber plantations at fair values less costs to sell and from the change in fair values less costs of plantations at each reporting date are included in profit or loss for the period in which they arise. All costs incurred in maintaining the assets are included in Profit or Loss for the period in which they arise.

Livestock

Livestock is measured at their fair value less estimated point of sale costs. Changes in fair value of livestock are recognised in the income statement.

5.6. Investment properties

"Investment properties are measured initially at cost, including transaction costs. The carrying value of an investment property includes the cost of replacing part of an existing investment property, at the time that cost is incurred if the recognition criteria are met, and excludes the costs of day to-day servicing of the investment property. Subsequent to initial recognition, the investment properties are stated at fair values, which reflect market conditions at the reporting date. Gains or losses arising from changes in fair value are included in the income statement in the year in which they arise. Fair values are evaluated at least every 3 years by an accredited external, independent valuer. Investment properties are derecognised when disposed, or permanently withdrawn from use because no future economic benefits are expected. Any gains or losses on retirement or disposal are recognised in the income statement in the year of retirement or disposal."

5.7 Inventories

Inventories other than produce stock and nurseries are stated at the lower of cost or net realisable value, after making due allowances for obsolete and slow moving items. The Group uses weighted average cost formula and actual cost in assigning the cost of inventories. The cost includes expenses in acquiring stocks, production and conversion cost and other costs incurred in bringing them to their existing location and condition.

6. Revenue

Nature of timing of satisfaction of performance obligations, including significant payment terms and Revenue recognition under SLFRS 15 (applicable from 1 April 2018).

SLFRS 15 - Revenue from contracts with customers, establishes a comprehensive framework for determining whether, how much and when revenue is recognised. The Group recognises revenue when a customer obtains control of the goods or services. Judgement is used to determine the timing of transfer of control - at a point in time or over time.

a) Investments

Dividend income is recognised in profit or loss on the date on which the Group's right to receive payment is established. This is now under the scope of SLFRS 9.

b) Plantation

Customers obtain the control of the produce after the customer acknowledgement at the dispatch point. Revenue is recognized point in time, at the time of dispatch after the customer acknowledgement.

c) Consumer

Customers obtain control of the goods sold when the goods are delivered to and have been accepted at their premises. Invoices are generated at that point in time. Revenue is recognized when a customer obtains control of the goods or services. Determining the timing of the transfer of control is at a point in time.

d) Healthcare

Customers obtain control of the goods sold when the goods are delivered to and have been accepted at their premises. Invoices are generated at that point in time. Revenue is recognized when a customer obtains control of the goods or services. Determining the timing of the transfer of control is at a point in time.

e) Energy This includes income from generating electricity units and transferred to Ceylon Electricity Board of Sri Lanka. Revenue is recognized point in time as the electricity units are transferred to Ceylon Electricity Board of Sri Lanka.

f) Rent income

This includes rental income earned from renting out investment property owned by the Subsidiary. Revenue is recognized over time as the rent income is recognized on a straight line basis over the term of the agreement.

6.1 Disaggregation of Revenue from Contracts with Customers

The disaggregation of revenue has been provided under segmental analysis.

7. Investments in subsidiaries

"Quoted and unquoted investments in shares held on long term basis by the Company and Group are stated at cost less provision for diminution in value of investments."

7.1. Disposal of a Subsidiary

On September 22, 2021, Sunshine Energy (Private) Limited, a subsidiary of the Company, has disposed its subsidiary Sky Solar (Private) Limited for total consideration of LKR 265Mn.

7.2. Change In NCI

On September 27, 2021, the Company has acquired the remaining stake of 30% in Sunshine Energy (Private) Limited from SBI Ven Holdings Pte Limited for the purchase consideration of Rs. 400 million. As a result of this transaction effective shareholdings of Sunshine Energy (Private) Limited has increased from 70% to 100% .

NOTES TO THE ACCOUNTS

8. Valuation of Financial Assets and Liabilities

8.1. Accounting Classification and Fair Values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

31 December 2021	Classification	GROUP					COMPANY				
		Carrying amount	Fair value				Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total		Level 1	Level 2	Level 3	Total
Financial Assets measured at Fair value											
Investment in Unquoted Shares	Fair value through OCI	505,433,942	-	-	505,433,942	505,433,942	505,433,942	-	-	505,433,942	505,433,942
Investment in Quoted Shares	Fair value through P&L	27,716,242	27,716,242	-	-	27,716,242	28,999,385	28,999,385	-	-	28,999,385
Investment Fund	Fair value through P&L	70,314,000	-	70,314,000	-	70,314,000	-	-	-	-	-
		603,464,184	27,716,242	70,314,000	505,433,942	603,464,184	534,433,327	28,999,385	-	505,433,942	534,433,327
Financial Assets not measured at Fair value											
Trade and other receivables **	Amortized cost	5,543,370,386	-	5,543,370,386	-	5,543,370,386	102,233,101	-	102,233,101	-	102,233,101
Investment in Debentures	Amortized cost	204,883,014	-	204,883,014	-	204,883,014	204,883,014	-	204,883,014	-	204,883,014
Amounts due from related parties **	Amortized cost	82,390,201	-	82,390,201	-	82,390,201	212,386,485	-	212,386,485	-	212,386,485
Cash & cash equivalents **	Amortized cost	4,163,391,314	-	4,163,391,314	-	4,163,391,314	194,968,455	-	194,968,455	-	194,968,455
		9,994,034,915	-	9,994,034,915	-	9,994,034,915	714,471,055	-	714,471,055	-	714,471,055
Financial Liabilities not measured at Fair value											
Loans and borrowings ***	Other financial liabilities	2,795,528,631	-	2,795,528,631	-	2,795,528,631	4,281,720	-	4,281,720	-	4,281,720
Bank overdraft **	Other financial liabilities	1,017,187,085	-	1,017,187,085	-	1,017,187,085	-	-	-	-	-
Trade and other payables **	Other financial liabilities	4,376,483,313	-	4,376,483,313	-	4,376,483,313	53,823,370	-	53,823,370	-	53,823,370
Amounts due to related parties **	Other financial liabilities	14,161,463	-	14,161,463	-	14,161,463	1,549,287	-	1,549,287	-	1,549,287
		8,203,360,492	-	8,203,360,492	-	8,203,360,492	59,654,377	-	59,654,377	-	59,654,377

31 March 2021	Classification	GROUP					COMPANY				
		Carrying amount	Fair value				Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total		Level 1	Level 2	Level 3	Total
Financial Assets measured at Fair value											
Investment in Unquoted Shares	Fair value through OCI	505,433,941	-	-	505,433,941	505,433,941	505,433,941	-	-	505,433,941	505,433,941
Investment in Quoted Shares	Fair value through P&L	35,354,916	35,354,916	-	-	35,354,916	35,354,916	35,354,916	-	-	35,354,916
Derivative instruments	Fair value through P&L	222,469,740	-	222,469,740	-	222,469,740	222,469,740	-	222,469,740	-	222,469,740
Investment Fund	Fair value through P&L	357,153,000	-	357,153,000	-	357,153,000	-	-	-	-	-
		1,120,411,597	35,354,916	579,622,740	505,433,941	1,120,411,597	763,258,597	35,354,916	222,469,740	505,433,941	763,258,597
Financial Assets not measured at Fair value											
Trade and other receivables **	Amortized cost	4,281,151,733	-	4,281,151,733	-	4,281,151,733	16,236,144	-	16,236,144	-	16,236,144
Investment in Debentures	Amortized cost	106,389,041	-	106,389,041	-	106,389,041	106,389,041	-	106,389,041	-	106,389,041
Short term investment	Amortized cost	112,894,447	-	112,894,447	-	112,894,447	-	-	-	-	-
Amounts due from related parties **	Amortized cost	475,000	-	475,000	-	475,000	223,215,489	-	223,215,489	-	223,215,489
Cash & cash equivalents **	Amortized cost	2,520,552,239	-	2,520,552,239	-	2,520,552,239	1,281,865,256	-	1,281,865,256	-	1,281,865,256
		7,021,462,460	-	7,021,462,460	-	7,021,462,460	1,627,705,930	-	1,627,705,930	-	1,627,705,930
Financial Liabilities not measured at Fair value											
Loans and borrowings ***	Other financial liabilities	4,153,528,795	-	4,153,528,795	-	4,153,528,795	1,006,808,533	-	1,006,808,533	-	1,006,808,533
Bank overdraft **	Other financial liabilities	872,203,730	-	872,203,730	-	872,203,730	1,198,941	-	1,198,941	-	1,198,941
Trade and other payables **	Other financial liabilities	2,593,943,975	-	2,593,943,975	-	2,593,943,975	-	-	-	-	-
Amounts due to related parties **	Other financial liabilities	12,802,099	-	12,802,099	-	12,802,099	-	-	-	-	-
		7,632,478,599	-	7,632,478,599	-	7,632,478,599	1,008,007,474	-	1,008,007,474	-	1,008,007,474

** Classes of financial instruments that are not carried at fair value and of which carrying amounts are a reasonable approximation of fair value. This includes trade receivables, cash and cash equivalents, trade payable, other payables, amounts due to and due from related parties and bank overdraft. The carrying amounts of these financial assets and liabilities are a reasonable approximation of fair values due to their short term nature.

*** Discounted cash flows: The valuation model considers the present value of expected payments, discounted using a risk-adjusted discount rate.

NOTES TO THE ACCOUNTS

8.2. Measurement of Fair Values

Financial Assets and Liabilities measured or disclosed at Fair Value

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Group measures the fair value using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurement. An analysis of the fair value measurement of financial and non-financial assets and liabilities are provided below:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

When available, the Group measures the fair value of an instrument using active quoted prices or dealer price quotations (assets and long positions are measured at a bid price; liabilities and short positions are measured at an ask price), without any deduction for transaction costs. A market is regarded as active if transactions for asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

This category includes instruments valued using:

- quoted prices in active markets for similar instruments,
 - quoted prices for identical or similar instruments in markets that are considered to be less active, or
 - other valuation techniques in which almost all significant inputs are directly or indirectly observable from market data.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs). This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation.

8.2.a Valuation techniques and significant unobservable inputs

The following valuation techniques used in measuring Level 2 and Level 3 fair values at 31 December 2021 and 31 March 2021 for financial instruments measured at fair value in the statement of financial position, as well as the significant unobservable inputs used.

• Unquoted equity instruments - Discounted cash flows

The valuation model considers the present value of expected net cash flows from those investments discounted using a risk adjusted discount rate. The expected cash flows are derived based on the budgeted cash flow forecasts of those investments determined by considering the sensible probability of the forecast EBITDA.

• Interest rate swaps/Cross currency swaps- Swap models

The fair value is calculated as the present value of the estimated future cash flows. Estimates of future floating-rate cash flows are based on quoted swap rates, futures prices and interbank borrowing rates. Estimated cash flows are discounted using a yield curve constructed from similar sources and which reflects the relevant benchmark interbank rate used by market participants for this purpose when pricing interest rate swaps. The fair value estimate is subject to a credit risk adjustment that reflects the credit risk of the Group and of the counterparty; this is calculated based on credit spreads derived from current credit default swap or bond prices.

Those assumptions for assets categorised as Level 3 has been described under respective notes to the financial Statements as at 31 March 2021.

During the reporting period ended 31 December 2021 and 31 March 2021, there were no transfers between Level 1 and Level 2 fair value measurements

8.3. Concentration on Credit Risk

The Group's concentration on Credit Risk as at 31 December 2021 remain the same as at 31 March 2021.

9. Utilisation of private placement proceeds

The Company has terminated the SWAP agreement entered with Standard Chartered Bank for the repayment of USD Loan at the fixed exchange rate on April 12, 2021. Accordingly, the loan outstanding as at March 31, 2021 amounted to USD 4,806,000 (Rs.771 Mn) has been fully settled on April 12, 2021 using the Private Placements funds available as at that date and the corresponding Derivative Asset amounted to Rs. 222,469,740 has been de-recognised on the same date.

10. Comparatives

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

11. Events after the reporting date

No circumstance has arisen since the reporting date which would require adjustment to or disclosure in the financial statements.

12. Stated capital is represented by shares in issue as given below:

No. of shares as at	31st December 2021	31st March 2021	31st December 2020
Ordinary shares*	448,662,309	448,662,309	149,554,103

* As resolved in the Extra Ordinary General Meeting held, with effect from March 25, 2021, One Hundred and Forty Nine Million Five Hundred and Fifty Four Thousand One Hundred and Three (149,554,103) existing ordinary shares of the Company has increased by a subdivision of the Existing Shares on the basis of one (1) Existing Shares into three (03) ordinary shares thereby increasing the number of ordinary shares in the Company to Four Hundred and Forty Eight Million Six Hundred and Sixty Two Thousand Three Hundred and Nine (448,662,309) ordinary shares.

13. Dividend

	Year ended 31st March	
	2021	2020
Dividend paid (Rs)	373,885,258	112,165,577
No of ordinary shares	448,662,309	149,554,103
Dividend per share (cash)	0.83	0.75

14. Commitments & contingencies

There has not been significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31st March 2021.

15. Net Assets per share

Net assets per share has been calculated, for all periods, based on the number of shares issued as at the reporting date.

16. The interim Financial Statements are not audited.

SHAREHOLDER INFORMATION

Market price per share	Nine months ended 31st December 2021	Nine months ended 31st December 2020	Audited Year ended 31st March 2021
	Rs.	Rs.	Rs.
Highest price	47.90	87.80	105.00
Lowest price	22.50	50.00	26.00
Last traded price	45.40	82.60	26.50

TWENTY (20) LARGEST SHAREHOLDERS AS AT

Name	31st December 2021		31st March 2021	
	No of Shares Held	%	No of Shares Held	%
1 Lamurep Investments Limited	271,454,139	60.50%	229,216,803	51.09%
2 Deepcar Limited	44,866,231	10.00%	78,215,478	17.43%
3 Ceylon Property Development Limited	10,915,876	2.43%	9,165,876	2.04%
4 Mr.V.Govindasamy	6,079,500	1.36%	3,079,500	0.69%
5 Citibank Newyork S/A Norges Bank Account 2	7,676,274	1.71%	-	0.00%
6 Sampath Bank PLC/Mr. Gerard Shamil Niranjana Peiris & Mrs. Indrani Roshani Peiris	4,000,000	0.89%	-	0.00%
7 Seylan Bank PLC/W.G.U.I. Ranaweera	2,829,590	0.63%	-	0.00%
8 Ceylon Investment PLC A/C # 02	2,800,000	0.62%	1,650,000	0.37%
9 Ceylon Guardian Investment Trust Plc A/C # 02	2,690,233	0.60%	1,540,233	0.34%
10 Mr. K.A.S.R.Nissanka	2,501,180	0.56%	-	0.00%
11 GF Capital Global Limited	2,402,154	0.54%	4,202,154	0.94%
12 Hatton National Bank Plc-Senfin Growth Fund	2,019,084	0.45%	2,019,084	0.45%
13 Hallsville Trading Group Inc.	1,840,000	0.41%	2,400,000	0.53%
14 Mr. C.H.R.De Soysa	1,773,400	0.40%	-	0.00%
15 Commercial Bank Of Ceylon PLC/Ayenka Holdings (Pvt) Limited	1,750,000	0.39%	-	0.00%
16 Commercial Bank Of Ceylon Plc/Metrocorp (Pvt) Ltd	1,600,000	0.36%	-	0.00%
17 Mr. G.B.D.Tilakathne	1,575,049	0.35%	-	0.00%
18 J.B. Cocoshell (Pvt) Limited	1,541,099	0.34%	3,268,833	0.73%
19 Hatton National Bank PLC/Ratnasabapathy Iyer Shanmugasarma	1,449,470	0.32%	-	0.00%
20 DFCC Bank Plc/L.C.A. Lankeshwara	1,200,000	0.27%	-	0.00%
Sub Total	372,963,279	83.13%	334,757,961	74.61%
Others	75,699,030	16.87%	113,904,348	25.39%
Total	448,662,309	100.00%	448,662,309	100.00%

PUBLIC SHARE HOLDING

	Requirement by CSE	As at 31st December 2021	Requirement by CSE	As at 31st March 2021
Option	3	3	4	4
Float adjusted market capitalization	Above Rs.5,000,000,000/-	7,273,865,899	Above Rs.2,500,000,000/-	4,359,898,421
The percentage of shares held by the public	7.5%	35.71%	10%	36.67%
Number of shareholders representing public holding	500	5,331	500	3,238

The number of shares held by the Board of Directors are as follows:

	As at 31st December 2021	As at 31st March 2021
Mr.V.Govindasamy - Group Managing Director	6,079,500	3,079,500
Mr.G.Sathasivam	9,165	9,165
Mr.S.G.Sathasivam	3,054	3,054
Mr.A.D.B.Talwatte	3,054	3,054
Ms. S. Ratwatte	-	7,500

CORPORATE INFORMATION

Name of Company

Sunshine Holdings PLC

Legal Form

Public Limited Liability Company
(Incorporated in 1973 and listed in the Colombo Stock Exchange)

Company Registration Number

PQ13

Principal Activities

Holding Company, carrying out investment in subsidiaries

Registered Office

No. 60, Dharmapala Mawatha, Colombo 03

Directors

Mr. D. A. Cabraal - (Appointed Chairman w.e.f. 25th June 2021)
Mr. Munir Shaikh - (Retired as of 25th June 2021)
Mr. G. Sathasivam
Mr. V. Govindasamy - (Group Managing Director)
Mr. S. G. Sathasivam
Mr. H. D. Abeywickrama
Mr. A. Talwatte
Mr. S. Shishoo
Mr. Y. Kitao - (Resigned from 10th December 2021)
Mr. Shiran Dias - Alternate Director to Mr. Y. Kitao (Resignation effective as above)
Ms. Shalini Ratwatte
Ms. Aruni Goonetilleke - (Resigned from 11th November 2021)

Secretaries

Corporate Services (Private) Limited
No. 216, De Seram Place,
Colombo 10
Tel: 011 4 605 100

Auditors

KPMG
Chartered Accountants
32A, Sri Mohamed Macan Marker Mawatha,
Colombo 03

Lawyers

F J & G de Saram (Attorney- at -Law)
No. 216, de Saram Place
Colombo 10

Nithya Partners
Attorneys-at-Law
No. 97/A, Galle Road
Colombo 03

Bankers

Hatton National Bank PLC
National Development Bank PLC
MCB Bank Limited
Standard Chartered Bank Ltd.
Seylan Bank PLC
Nations Trust Bank PLC
Commercial Bank PLC
DFCC Bank PLC

Credit Ratings

The Company has been assigned a national long-term rating of 'AA+(lka)'; outlook stable by Fitch Ratings Lanka Limited