

INTERIM FINANCIAL STATEMENTS

For the Period Ended 30 September 2023



UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Group						Company					
		Un-audited 6 Months ended 30.09.2023	Un-audited 6 Months ended 30.09.2022	Variance	Un-audited 3 Months ended 30.09.2023	Un-audited 3 Months ended 30.09.2022	Variance	Un-audited 6 Months ended 30.09.2023	Un-audited 6 Months ended 30.09.2022	Variance	Un-audited 3 Months ended 30.09.2023	Un-audited 3 Months ended 30.09.2022	Variance
		Revenue from contracts with customers	5	5,299,720	6,221,605	-14.8%	2,859,891	3,183,388	-10.2%	2,944,479	2,396,759	22.9%	1,696,211
Cost of sales		(3,955,335)	(4,655,419)	15.0%	(2,198,249)	(2,400,879)	8.4%	(1,952,104)	(1,615,929)	-20.8%	(1,151,487)	(679,385)	-69.5%
Gross profit		1,344,385	1,566,186	-14.2%	661,642	782,509	-15.4%	992,375	780,830	27.1%	544,724	437,017	24.6%
Distribution expenses		(275,456)	(160,260)	-71.9%	(142,783)	(70,034)	-103.9%	(146,458)	(86,264)	-69.8%	(72,614)	(32,112)	-126.1%
Administrative expenses		(1,190,767)	(1,155,547)	-3.0%	(595,140)	(594,996)	0.0%	(999,901)	(878,786)	-13.8%	(509,033)	(451,975)	-12.6%
Net impairment gains/(losses) on trade and other receivables		35,031	(54,056)	164.8%	30,107	(7,329)	510.8%	4,750	11,715	-59.5%	(1,231)	7,341	-116.8%
Other (losses)/gains-net	6	70,884	195,215	-63.7%	71,355	336,338	-78.8%	143,319	166,991	-14.2%	7,855	72,816	-89.2%
Other income		40,296	46,176	-12.7%	19,472	31,488	-38.2%	106,354	106,711	-0.3%	53,182	60,287	-11.8%
Profit from operations		24,373	437,714	-94.4%	44,653	477,976	-90.7%	100,439	101,197	-0.7%	22,883	93,374	-75.5%
Finance income		36,729	31,813	15.5%	18,129	14,052	29.0%	248,297	238,219	4.2%	202,772	192,207	5.5%
Finance cost		(280,897)	(266,899)	-5.2%	(121,686)	(154,665)	21.3%	(20,667)	(7,150)	-189.1%	(13,421)	(2,916)	-360.3%
Net finance (cost)/income		(244,168)	(235,086)	-3.9%	(103,557)	(140,613)	26.4%	227,630	231,069	-1.5%	189,351	189,291	0.0%
(Loss)/profit before income tax expense		(219,795)	202,628	-208.5%	(58,904)	337,363	117.5%	328,069	332,266	-1.3%	212,234	282,665	-24.9%
Income tax reversal/(expense)		(75,716)	(89,606)	15.5%	(102,809)	(86,116)	-19.4%	(81,681)	(77,203)	-5.8%	(53,055)	(59,371)	10.6%
(Loss)/profit for the period		(295,511)	113,022	-361.5%	(161,713)	251,247	-164.4%	246,388	255,063	-3.4%	159,179	223,294	-28.7%
Other Comprehensive Income													
Items that will never be reclassified to profit or loss													
Changes in the fair value of equity investments at fair value through Other Comprehensive Income		80,356	(6,889)		68,231	23,785		69,857	(11,146)		60,409	15,192	
Other Comprehensive Income/(loss) for the period		80,356	(6,889)		68,231	23,785		69,857	(11,146)		60,409	15,192	
Total Comprehensive (loss)/Income for the period		(215,155)	106,133		(93,482)	275,032		316,245	243,917		219,588	238,486	
(Loss)/profit attributable to:													
Owners of United Motors Lanka PLC		(295,511)	113,022		(161,713)	251,247		246,388	255,063		159,179	223,294	
(Loss)/profit for the period		(295,511)	113,022		(161,713)	251,247		246,388	255,063		159,179	223,294	
Total Comprehensive Income attributable to:													
Owners of United Motors Lanka PLC		(215,155)	106,133		(93,482)	275,032		316,245	243,917		219,588	238,486	
Total Comprehensive (loss)/Income for the period		(215,155)	106,133		(93,482)	275,032		316,245	243,917		219,588	238,486	
Earnings per share-basic and diluted (LKR)		(2.93)	1.12		(1.60)	2.49		2.44	2.53		1.58	2.21	

Note:
All amounts are in LKR.'000s, unless otherwise stated.
Figures in brackets indicate deductions.

UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023
STATEMENT OF FINANCIAL POSITION

	Group		Company	
	Un-audited 30.09.2023	Audited 31.03.2023	Un-audited 30.09.2023	Audited 31.03.2023
As at				
Assets				
Non-current assets				
Property, plant & equipment	8,492,464	8,519,939	7,823,077	7,860,162
Investment property	-	-	580,000	580,000
Intangible assets	154,545	168,339	151,656	165,451
Right-of-use assets	240,491	251,682	129,940	131,138
Investments in subsidiaries	-	-	222,400	222,400
Financial assets at fair value through other comprehensive income	173,175	122,532	136,591	96,448
Reimbursable right	19,619	19,619	13,584	13,584
Deferred tax assets	965,269	925,524	231,074	213,138
Total non-current assets	10,045,563	10,007,635	9,288,322	9,282,321
Current assets				
Inventories	4,392,033	5,537,596	1,893,422	2,245,136
Trade and other receivables	2,659,407	2,642,257	1,558,709	1,070,440
Amounts due from related parties	-	5,845	142,370	72,903
Current tax receivables	19,544	19,544	-	-
Other financial assets at amortised cost	-	-	2,546,749	2,694,773
Financial assets at fair value through profit or loss	474,843	615,479	474,843	312,619
Cash and cash equivalents	348,831	329,583	201,976	203,053
Total current assets	7,894,658	9,150,304	6,818,069	6,598,924
Total assets	17,940,221	19,157,939	16,106,391	15,881,245
Equity and liabilities				
Equity				
Stated capital	336,335	336,335	336,335	336,335
Capital reserve	5,829,573	5,829,573	5,436,283	5,436,283
Other components of equity	1,465,578	1,390,247	1,493,395	1,428,563
Retained earnings	5,655,604	6,072,216	7,163,630	7,038,343
Total equity attributable to the equity holders of the parent	13,287,090	13,628,371	14,429,643	14,239,524
Non-current liabilities				
Employee benefit obligations	227,503	234,612	214,305	208,286
Lease liabilities	130,326	153,884	96,600	96,524
Deferred tax liabilities	812,818	821,589	780,311	785,034
Total non-current liabilities	1,170,647	1,210,085	1,091,216	1,089,844
Current liabilities				
Interest bearing borrowings	2,370,844	2,926,236	-	-
Trade and other payables	781,410	1,143,205	273,271	344,630
Lease liabilities	109,358	94,957	30,662	28,883
Amounts due to related parties	-	-	69,703	33,803
Current tax liabilities	86,799	90,198	78,956	88,203
Bank overdrafts	134,073	64,887	132,940	56,358
Total current liabilities	3,482,484	4,319,483	585,532	551,877
Total liabilities	4,653,131	5,529,568	1,676,748	1,641,721
Total equity and liabilities	17,940,221	19,157,939	16,106,391	15,881,245
Net assets per share -LKR	131.68	135.07	143.01	141.12

Note:

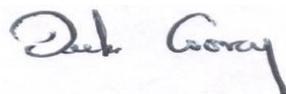
All amounts are in LKR.'000s, unless otherwise stated.

I certify that these interim financial statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

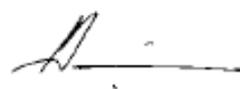


Thushara Jayasekara
Executive Director - Finance

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



Devaka Cooray
Chairman
10-Nov-2023
Colombo



Chanaka Yatawara
Group Chief Executive Officer / Executive Director

UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023
STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Capital Reserve	Other Components of Equity				Retained Earnings	Total Equity
			Development Reserve	Property, Plant & Equipment Replacement Reserve	General Reserves	FVOCI Reserve		
	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000
Group								
Balance as at 01.04.2022	336,335	5,822,198	785,400	308,900	466,250	(176,909)	6,337,108	13,879,282
Profit for the six months ended 30.09.2022							113,022	113,022
Other Comprehensive Income								
Items that will not be reclassified to profit or loss								
Net change in equity investments at fair value through Other Comprehensive Income						(6,889)	-	(6,889)
Net gains on disposal of equity investments at fair value through Other Comprehensive Income						(6,034)	6,034	-
Total comprehensive income for the period	-	-	-	-	-	(12,923)	119,056	106,133
Transactions with owners in their capacity as owners :								
Final dividend payable 2021 / 2022							(50,450)	(50,450)
Total Dividends	-	-	-	-	-	-	(50,450)	(50,450)
Balance as at 30.09.2022	336,335	5,822,198	785,400	308,900	466,250	(189,832)	6,405,714	13,934,965
Loss for the six months ended 31.03.2023							(244,113)	(244,113)
Other Comprehensive Income								
Items that will not be reclassified to profit or loss								
Re-measurements of post employment benefit obligations							18,562	18,562
Deferred tax on re-measurements of post employment benefit obligations							(7,046)	(7,046)
Net change in equity investments at fair value through Other Comprehensive Income						19,529	-	19,529
Revaluation of land		412,500					-	412,500
Deferred tax on revaluation of land		(405,125)					-	(405,125)
Total comprehensive income for the period	-	7,375	-	-	-	19,529	(232,597)	(205,693)
Transactions with owners in their capacity as owners :								
Interim dividend payable 2022 / 2023							(100,901)	(100,901)
Total Dividends	-	-	-	-	-	-	(100,901)	(100,901)
Balance as at 31.03.2023	336,335	5,829,573	785,400	308,900	466,250	(170,303)	6,072,216	13,628,371
Loss for the six months ended 30.09.2023							(295,511)	(295,511)
Other Comprehensive Income								
Items that will not be reclassified to profit or loss								
Net change in equity investments at fair value through Other Comprehensive Income						80,356	-	80,356
Net gains on disposal of equity investments at fair value through Other Comprehensive Income						(5,025)	5,025	-
Total comprehensive income for the period	-	-	-	-	-	75,331	(290,486)	(215,155)
Transactions with owners in their capacity as owners :								
Final dividend payable for 2022 / 2023							(126,126)	(126,126)
Total Dividends	-	-	-	-	-	-	(126,126)	(126,126)
Balance as at 30.09.2023	336,335	5,829,573	785,400	308,900	466,250	(94,972)	5,655,604	13,287,090

Notes:
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Figures in the brackets indicate deduction.

UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023
STATEMENT OF CHANGES IN EQUITY

	Stated Capital LKR '000	Capital Reserve LKR '000	Other Components of Equity				Retained Earnings LKR '000	Total Equity LKR '000
			Development Reserve LKR '000	Property, Plant & Equipment Replacement Reserve LKR '000	General Reserves LKR '000	FVOCI Reserve LKR '000		
Company								
Balance as at 01.04.2022	336,335	5,426,258	785,400	308,900	466,250	(133,932)	6,622,299	13,811,510
Profit for the six months ended 30.09.2022							255,063	255,063
Other Comprehensive Income								
Items that will not be reclassified to profit or loss								
Net change in equity investments at fair value through Other Comprehensive Income						(11,146)	-	(11,146)
Net gains on disposal of equity investments at fair value through Other Comprehensive Income						(4,262)	4,262	-
Total comprehensive income for the period	-	-	-	-	-	(15,408)	259,325	243,917
Transactions with owners in their capacity as owners :								
Final dividend payable 2021 / 2022							(50,450)	(50,450)
Total Dividends	-	-	-	-	-	-	(50,450)	(50,450)
Balance as at 30.09.2022	336,335	5,426,258	785,400	308,900	466,250	(149,340)	6,831,174	14,004,977
Profit for the six months ended 31.03.2023							297,453	297,453
Other Comprehensive Income								
Items that will not be reclassified to profit or loss								
Re-measurements of post employment benefit obligations							17,200	17,200
Deferred tax on re-measurements of post employment benefit obligations							(6,583)	(6,583)
Net change in equity investments at fair value through Other Comprehensive Income	-	-	-	-	-	17,353	-	17,353
Revaluation of land		390,000						390,000
Deferred tax on revaluation of land		(379,975)						(379,975)
Total comprehensive income for the period	-	10,025	-	-	-	17,353	308,070	335,448
Transactions with owners, recognised directly in equity								
Interim dividend payable 2022 / 2023							(100,901)	(100,901)
Total Dividends	-	-	-	-	-	-	(100,901)	(100,901)
Balance as at 31.03.2023	336,335	5,436,283	785,400	308,900	466,250	(131,987)	7,038,343	14,239,524
Profit for the six months ended 30.09.2023							246,388	246,388
Other Comprehensive Income								
Items that will not be reclassified to profit or loss								
Net change in equity investments at fair value through Other Comprehensive Income						69,857	-	69,857
Net gains on disposal of equity investments at fair value through Other Comprehensive Income						(5,025)	5,025	-
Total comprehensive income for the period	-	-	-	-	-	64,832	251,413	316,245
Transactions with owners in their capacity as owners :								
Final dividend payable for 2022 / 2023							(126,126)	(126,126)
Total Dividends	-	-	-	-	-	-	(126,126)	(126,126)
Balance as at 30.09.2023	336,335	5,436,283	785,400	308,900	466,250	(67,155)	7,163,630	14,429,643

Notes:
All amounts are in LKR.'000s, unless otherwise stated.
Figures in the brackets indicate deduction.

UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023

Statement of Cash Flows

For the period ended 30 September	Group		Company	
	2023 LKR '000	2022 LKR '000	2023 LKR '000	2022 LKR '000
Cash flows from operating activities				
(Loss)/profit before income tax expense	(219,795)	202,628	328,069	332,266
Adjustments for;				
Provision for depreciation / amortisation	76,817	96,055	66,648	83,498
Profit on disposal of property, plant & equipment	(211)	(11,370)	(186)	(10,750)
Net gains on disposal of financial asset at fair value through profit or loss	(26,750)	(8,330)	(26,750)	(8,330)
Net change in fair value - financial asset at fair value through profit or loss	(59,573)	(7,539)	(59,573)	(7,539)
Interest expense	280,897	266,900	20,667	7,150
Interest income	(36,729)	(31,813)	(34,652)	(28,534)
Dividend income from equity investments	(4,397)	(3,626)	(4,330)	(2,809)
Impairment of trade & other receivables and losses on warranty claims	(35,031)	54,056	(4,750)	(11,715)
Provision for employee benefit obligations	23,127	23,626	18,506	19,005
Amortisation of right-of-use assets	72,859	83,717	19,177	75,552
Write-down/(write back) of inventory to lower of cost or NRV (Net Realisable Value)	32,931	27,294	31,916	12,320
Fair value adjustment on unit trust and commercial papers	(8,141)	-	(64,632)	(53,846)
Operating profit before working capital changes	96,004	691,598	290,110	406,268
Decrease in inventories	1,112,633	695,118	319,797	360,652
Decrease/(increase) in trade and other receivables	17,880	253,906	(483,519)	152,732
Decrease/(Increase) in amounts due from related parties	5,845	-	(69,467)	(21,935)
Increase in amounts due to related parties	-	-	35,900	35,018
Decrease in trade and other payables	(361,797)	(1,938,058)	(71,358)	(523,565)
Cash inflow/(outflow) from operating activities	870,565	(297,436)	21,463	409,170
Interest paid	(296,682)	(259,878)	(20,667)	(7,150)
Taxes paid	(127,631)	(86,314)	(113,587)	(83,125)
Contribution paid and received from investment plan (net)	(30,237)	(569)	(12,487)	-
Net cash inflow/(outflow) from operating activities	416,015	(644,197)	(125,278)	318,895
Cash flows from investing activities				
Investment in shares, unit trust and commercial papers	(3,859,000)	(1,130,000)	(3,859,000)	(2,581,948)
Proceeds from disposal of investments/unit trust/commercial papers	4,123,812	2,059,821	4,025,467	2,750,076
Acquisitions of property, plant & equipment and intangible assets	(35,899)	(25,155)	(15,835)	(18,748)
Proceeds from disposal of property, plant & equipment	562	16,016	253	13,521
Interest received	36,729	31,813	34,652	28,534
Dividend received	4,397	3,626	4,330	2,809
Net cash inflow from investing activities	270,601	956,121	189,867	194,244
Cash flows from financing activities				
Dividend paid	(126,125)	(50,450)	(126,125)	(50,450)
Principal element of lease payments	(70,825)	(69,759)	(16,123)	(70,353)
Loans obtained	12,151,668	3,091,528	2,242,399	-
Loans paid	(12,691,272)	(2,741,397)	(2,242,399)	-
Net cash (outflow)/inflow from financing activities	(736,554)	229,922	(142,248)	(120,803)
Net (decrease)/increase in cash & cash equivalents	(49,938)	541,846	(77,659)	392,336
Cash & cash equivalents at the beginning of the period	264,696	342,718	146,695	220,686
Cash and cash equivalents at the end of the period	214,758	884,564	69,036	613,022
	Group		Company	
	30.09.2023 LKR '000	30.09.2022 LKR '000	30.09.2023 LKR '000	30.09.2022 LKR '000
Cash and bank balances	224,450	493,682	127,687	237,277
Short term deposits	124,381	585,637	74,289	535,432
Bank overdrafts	(134,073)	(194,755)	(132,940)	(159,687)
Total cash & cash equivalents	214,758	884,564	69,036	613,022

Notes:

All amounts are in LKR.'000s, unless otherwise stated.
Figures in brackets indicate deductions.

UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023
NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. Reporting entity

United Motors Lanka PLC (the "Company"), is a Public Quoted Company incorporated on 9 May 1989 and domiciled in Sri Lanka. The registered office and the principal place of business of the Company are located at No.100, Hyde Park Corner, Colombo 02.

The ultimate parent company - R I L Property PLC holds 51% of the issued shares of the Company.

2. Interim consolidated financial statements

The consolidated interim financial statements of the Group as at and for the period ended 30 September 2023 comprise the Company and its subsidiaries. All the group entities are limited liability companies, incorporated and domiciled in Sri Lanka.

The Company is primarily involved in distribution of brand new Mitsubishi and Fuso vehicles, used vehicles, spare parts, lubricants, 3D printers and filaments, after sales services and related services and other companies in the Group are engaged in distribution of vehicles of other brands, heavy equipment, generators, accessories, tyres and assembling of vehicles.

3. Basis of preparation

The interim financial statements of the Company and the Group have been prepared based on the Sri Lanka Accounting Standards SLFRS/LKAS and consistently applied the accounting policies as stated in the most recent annual report for the year ended 31 March 2023.

These interim financial statements have been prepared in compliance with the requirements of the Sri Lanka Accounting Standard - LKAS 34 on "Interim Financial Reporting" and should be read in conjunction with the annual financial statements for the year ended 31 March 2023.

These financial statements provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.

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

4. Operating segments

An operating segment is a component of the Group that engages in business activities from which it earns revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components whose operating results are reviewed regularly by the Group Chief Executive Officer/Executive Director to make decisions about resources allocated to each segment and assess its performance and for which discrete financial information is available.

The business segments of the Group are highlighted in the table below:

Reportable segment	Nature of business
Spare parts & workshop	Repair and service of vehicles, machinery and equipment, Sale of vehicle spare parts, accessories and related components.
Vehicles	Sale of passenger vehicles, assembled vehicles, commercial vehicles, special purpose vehicles, pre-owned passenger vehicles and commercial vehicles. Provide vehicle sales facilitation and brokering services.
Equipment & machinery	Sale of heavy equipment, generators & machinery
3D Printers & services	Sale of 3D printers, filaments, spare parts and related services
Tyres	Sale of tyres
Lubricant and car care products	Sale of lubricants and car care products

5. Revenue from contracts with customers

	Group		Company	
	6 months ended 30.09.2023 LKR'000	6 months ended 30.09.2022 LKR'000	6 months ended 30.09.2023 LKR'000	6 months ended 30.09.2022 LKR'000
Spare parts, repairs and services	1,577,738	1,175,849	1,630,859	1,171,879
Vehicles	2,393,382	4,072,816	310,047	534,688
Local charges and brokering fees - vehicles	20,325	2,275	20,325	2,275
Equipment and machinery	223,722	216,405	-	-
3D printers and services	6,562	8,547	6,562	8,547
Tyres	104,536	69,721	-	-
Lubricants and car care products	973,455	675,992	973,621	677,075
Hiring	-	-	3,065	2,295
	<u>5,299,720</u>	<u>6,221,605</u>	<u>2,944,479</u>	<u>2,396,759</u>

Timing of revenue recognition

The group recognised total revenue from the transfer of goods and services at a point in time.

	Group		Company	
	6 months ended 30.09.2023 LKR'000	6 months ended 30.09.2022 LKR'000	6 months ended 30.09.2023 LKR'000	6 months ended 30.09.2022 LKR'000
Revenue recognised at a point in time	5,299,720	6,221,605	2,944,479	2,396,759
	<u>5,299,720</u>	<u>6,221,605</u>	<u>2,944,479</u>	<u>2,396,759</u>

UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023
NOTES TO THE INTERIM FINANCIAL STATEMENTS (contd.)

Revenue by nature of transactions

	Group		Company	
	6 months ended 30.09.2023 LKR'000	6 months ended 30.09.2022 LKR'000	6 months ended 30.09.2023 LKR'000	6 months ended 30.09.2022 LKR'000
Sale of goods	5,000,468	5,988,859	2,549,576	2,137,213
Rendering of services	278,927	230,471	371,513	254,976
Service support income	20,325	2,275	23,390	4,570
	<u>5,299,720</u>	<u>6,221,605</u>	<u>2,944,479</u>	<u>2,396,759</u>

6. Other (losses)/gains-net

	Group		Company	
	6 months ended 30.09.2023 LKR'000	6 months ended 30.09.2022 LKR'000	6 months ended 30.09.2023 LKR'000	6 months ended 30.09.2022 LKR'000
Foreign exchange (losses)/gains-net	(23,580)	179,346	(7,636)	97,276
Net change in fair value of financial assets at				
Fair value through profit or loss-equity investments	59,573	7,539	59,573	7,539
Fair value through profit or loss-unit trust	8,141	-	8,141	-
Fair value through profit or loss-commercial papers	-	-	56,491	53,846
Net gains on disposal of				
Financial assets at fair value through profit or loss	<u>26,750</u>	<u>8,330</u>	<u>26,750</u>	<u>8,330</u>
	<u>70,884</u>	<u>195,215</u>	<u>143,319</u>	<u>166,991</u>

7. Fair values Vs. carrying amounts

7.1 The following notes show 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 liabilities not measured at fair value if the carrying amount is a reasonable approximation of the fair value.

Trade receivable includes the contractual amounts for settlement of trade and other obligations due to the Company. Trade and other payables and borrowings represent contract amounts and obligations due from the Company.

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are recognised and measured at fair value in the financial statements. To provide an indication about the reliability of the inputs used in determining the fair values, the Group has classified its financial instruments into the three levels prescribed in the accounting standard.

	Group					
	Carrying amount	30.09.2023 Fair value		Carrying amount	31.03.2023 Fair value	
		Level 1 LKR '000	Level 2 LKR '000		Level 1 LKR '000	Level 2 LKR '000
Financial assets at fair value through profit or loss (FVPL)						
Equity shares	63,702	63,702	-	252,426	252,426	-
Investments in unit trusts	411,141	-	411,141	363,053	-	363,053
Financial assets at amortised cost						
Trade & other receivables excluding prepayments	2,262,384	-	-	2,304,238	-	-
Amounts due from related parties	-	-	-	5,845	-	-
Cash & cash equivalents	348,831	-	-	329,583	-	-
Financial assets measured at fair value through other comprehensive income (FVOCI)						
Equity shares	173,175	173,175	-	122,532	122,532	-
	<u>3,259,233</u>	<u>236,877</u>	<u>411,141</u>	<u>3,377,677</u>	<u>374,958</u>	<u>363,053</u>
Financial liabilities at amortised cost						
Interest bearing borrowings	2,370,844	-	-	2,926,236	-	-
Bank overdrafts	134,073	-	-	64,887	-	-
	<u>2,504,917</u>	<u>-</u>	<u>-</u>	<u>2,991,123</u>	<u>-</u>	<u>-</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (contd.)

	Company					
	Carrying amount	30.09.2023		Carrying amount	31.03.2023	
		Fair value			Fair value	
		Level 1	Level 2		Level 1	Level 2
LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	LKR '000	
Financial assets at fair value through profit or loss (FVPL)						
Equity shares	63,702	63,702	-	252,426	252,426	-
Investments in unit trusts	411,141	-	411,141	60,193	-	60,193
Financial assets at amortised cost						
Trade & other receivables excluding prepayments	1,467,992	-	-	1,010,006	-	-
Amounts due from related parties	142,370	-	-	72,903	-	-
Other financial assets at amortised cost-investments in commercial papers	2,546,749	-	-	2,694,773	-	-
Cash & cash equivalents	201,976	-	-	203,053	-	-
Financial assets measured at fair value through other comprehensive income (FVOCI)						
Equity shares	136,591	136,591	-	96,448	96,448	-
	<u>4,970,521</u>	<u>200,293</u>	<u>411,141</u>	<u>4,389,802</u>	<u>348,874</u>	<u>60,193</u>
Financial liabilities at amortised cost						
Bank overdrafts	132,940	-	-	56,358	-	-
	<u>132,940</u>	<u>-</u>	<u>-</u>	<u>56,358</u>	<u>-</u>	<u>-</u>

The following table shows the valuation technique used in measuring level 2 fair values, as well as the significant unobservable inputs used.

Type	Valuation technique	Significant unobservable inputs	Inter-relationship between key unobservable inputs and fair value measurement
Investments in unit trusts	Fair value is based on the published unit prices.	Based on published unit prices.	The estimated fair value will increase/(decrease) if; the published unit prices are higher/(lower).

7.2 Fair value hierarchy

Fair value of financial instruments are based on a fair value hierarchy which is defined below.

Level 1

Inputs that are quoted market prices (unadjusted) in active market for identical instruments. The Company measures the fair value of an instrument using active quoted prices or dealer price quotations without any deductions for transaction cost. Market is regarded as active if quoted prices are readily and regularly available and represent actual and regularly occurring market transactions at arm's length basis.

Level 2

Inputs other than quoted prices included within level one that are observable either directly or indirectly. This category includes instruments valued using ; quoted market prices in an active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or valuation techniques in which whole significant inputs are directly or indirectly observable from market data.

Level 3

The input that are unobservable. This category includes all the instruments for which valuation techniques includes input not based on observable data and the unobservable inputs have a significant effect on the instruments valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

8. Approval of financial statements

These consolidated interim financial statements for the period ended 30 September 2023 were authorized for issue by the Board of Directors on 10 November 2023.

9 Temporary suspension of vehicle imports

The temporary suspension of vehicle imports brought in through the Gazette Extraordinary No 2176/19 and later amended by Gazette Extraordinary No. 2182/10 is still in force.

UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023
NOTES TO THE INTERIM FINANCIAL STATEMENTS (contd.)

10. Capital commitments and other Contingent liabilities

There has been no significant change in nature of the contingencies, capital commitments and other matters which were disclosed in the Annual Report 2022/23 under note number 39 and 42 except below;

During the quarter ended 30 September 2023, Unimo Enterprises Ltd (UEL) a fully owned subsidiary of United Motors Lanka PLC (UML) settled the dispute it had with a licensed Commercial bank on settlement of some Letters of Credit which was disclosed under other matters in the Annual Report for the year 2022/23. According to the mutually agreed settlement, LKR 99 million was debited to UEL accounts during the quarter ended 30 September 2023.

11. Events after the reporting period and other matters

On 17 October 2023, United Motors Lanka PLC entered into a share sale and purchase agreement with TRF Singapore Pte Ltd to purchase 100% shareholding of Dutch Lanka Trailer Manufacturers Limited, for a total consideration of Sri Lankan Repees seven hundred million (LKR 700,000,000), subject to the terms and conditions of the said share sales and purchase agreement.

Subsequent to the reporting date, no circumstances have arisen, which would require adjustments or disclosures in the financial statements other than disclosed above.

12. Related party transactions

12.1 Transactions with the parent company

Transaction type	Period ended 30.09.2023 LKR'000	Period ended 30.09.2022 LKR'000
United Motors Lanka PLC		
Repairs & services provided	844	825

12.2 Transactions with subsidiaries

Transaction type	Period ended 30.09.2023 LKR'000	Period ended 30.09.2022 LKR'000
Sale of goods	36,065	1,386
Purchase of goods	11,944	423
Repairs and services provided	106,189	48,812
Repairs & services obtained	40	1,130
Fees on financial services provided	48,258	45,300
Expenses incurred	245,243	39,729
Reimbursement of expenses	2,567	3,086
Hiring income received	3,065	2,294
Hiring rentals paid for vehicles	401	401
Interest received	270,873	263,531
Interest paid	864	-
Loans granted	265,000	13,600
Loan settlements	265,000	13,600
Commission on sales	417	-
Investments in commercial papers	-	1,403,800
Settlement of commercial papers including interest	317,285	866,334
Rentals paid for premises occupied	49,022	49,022
Rentals received for premises occupied	19,137	20,527

12.3 Transactions with other related entities of the parent company

Company	Transaction type	Period ended 30.09.2023 LKR'000	Period ended 30.09.2022 LKR'000
Pap Solar One (Pvt) Ltd	Repairs & services provided	399	167

12.4 Non – recurrent related party transactions

There were no non – recurrent transactions for the period ended 30 September 2023 which requires immediate market disclosure.

UNITED MOTORS LANKA PLC
INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2023
NOTES TO THE INTERIM FINANCIAL STATEMENTS (contd.)

13. Share information

13.1 Stated capital

Stated capital is represented by number of shares in issue as given below:

As at	30.09.2023	31.03.2023
Ordinary shares	100,900,626	100,900,626

13.2 Public shareholding

As at	30.09.2023	31.03.2023
Number of public shareholders	3,575	3,593
Percentage of shares held by the public	24.47%	24.47%

The float adjusted market capitalisation as at 30 September 2023 - LKR. 1,876,950,188.

Public shareholding percentage as at 30 September 2023 is 24.47% and the Company is in compliance with option 5 of Section 7.13.1 (a) of the Listing Rules of Colombo Stock Exchange.

13.3 Directors' shareholding

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

As at	30.09.2023	31.03.2023
Mr. Devaka Cooray	50,000	50,000
Mr. Chanaka Yatawara	1,696,193	1,696,193
Mr. Ananda Atukorala	3,000	3,000
Ms. Hiroshini Fernando	-	-
Mr. Ramesh Yaseen	10,620	10,620
Prof. Malik Ranasinghe	-	-
Mr. Stuart Chapman	-	-
Ms. Coralie Pietersz	-	-
Mr. Junya Takami	-	-
Mr. Thushara Jayasekara	-	-
	<u>1,759,813</u>	<u>1,759,813</u>

13.4 Twenty largest shareholders of the Company are as follows:

As at	30.09.2023		31.03.2023	
	Number of shares	%	Number of shares	%
R I L Property PLC	51,459,320	51.00	51,459,320	51.00
Ms. R. R. Takahashi	11,762,041	11.66	11,762,041	11.66
Mr. M. A. Yaseen	11,178,511	11.08	11,178,511	11.08
Mrs. S. M. Chrysostom	6,945,471	6.88	6,945,471	6.88
Mitsubishi Motors Corporation	4,937,142	4.89	4,937,142	4.89
Mr. Chanaka Yatawara	1,696,193	1.68	1,696,193	1.68
Mr. A. M. Weerasinghe	1,369,743	1.36	1,369,743	1.36
Amana Bank PLC / Mr. M. Z. Mohamed Ghouse	636,500	0.63	636,000	0.63
Rubber Investment Trust LTD A/C No. 01	389,427	0.39	389,427	0.39
Seylan Bank PLC / Mr. Mohamed Nayaz Deen	359,175	0.36	359,175	0.36
Amana Bank PLC / Mr. Mohamed Nayaz Deen	255,683	0.25	255,683	0.25
Mr. S. D. Yaseen	243,300	0.24	243,300	0.24
Mrs. L. E. M. Yaseen	200,000	0.20	200,000	0.20
Mr. M. S. Bahaudeen	189,302	0.19	184,497	0.18
Hatton National Bank PLC / Mohamed Zulficar Mohamed	171,000	0.17	171,000	0.17
Mr. P. Rathnayaka	156,000	0.15	156,000	0.15
Mercantile Investments and Finance PLC	150,000	0.15	150,000	0.15
Akbar Brothers (Pvt) Ltd A/C No. 1	136,648	0.14	136,648	0.14
Mr. S. A. C. Keerthisinghe & Mrs. D. M. J. S. Dissanayaka	133,000	0.13	131,000	0.13
Mr. M. Anndreino Yaseen	119,430	0.12	119,430	0.12

13.5 Earnings per share (EPS)

Earnings per share has been calculated for all the periods based on the number of shares in issue as at the current period end.

13.6 Net assets per share

Net assets per share has been calculated for all the periods based on the number of shares in issue as at the current period end.

13.7 Market price per share

	2023	2022
	LKR	LKR
For the quarter ended 30 September		
Highest price	80.00	60.90
Lowest price	54.60	50.00
Last traded price	76.00	58.00

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SEGMENT INFORMATION

Group	Spare parts and workshop		Vehicles		Equipment and machinery		3D Printers and services		Tyres		Lubricants and car care products		Total	
	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended	6 Months ended
	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022
In LKR'000	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited
Segment revenue	1,679,877	1,203,101	2,422,957	4,075,091	223,722	217,535	6,562	8,547	106,981	70,144	1,011,227	679,370	5,451,326	6,253,788
Inter segment revenue	(102,139)	(27,252)	(9,250)	-	-	(1,130)	-	-	(2,445)	(423)	(37,772)	(3,378)	(151,606)	(32,183)
Revenue from external customers	1,577,738	1,175,849	2,413,707	4,075,091	223,722	216,405	6,562	8,547	104,536	69,721	973,455	675,992	5,299,720	6,221,605
Revenue from contracts with customers														
Goods transferred at a point in time	1,298,811	945,378	2,393,382	4,072,816	223,722	216,405	6,562	8,547	104,536	69,721	973,455	675,992	5,000,468	5,988,859
Services rendered at a point in time	278,927	230,471	20,325	2,275	-	-	-	-	-	-	-	-	299,252	232,746
Total revenue from contracts with customers	1,577,738	1,175,849	2,413,707	4,075,091	223,722	216,405	6,562	8,547	104,536	69,721	973,455	675,992	5,299,720	6,221,605
Segment profit/(loss)	255,574	254,323	61,342	446,749	(20,139)	(43,282)	(5,224)	(4,602)	16,683	14,324	89,479	151,907	397,715	819,419
Unallocated income													40,296	46,176
Unallocated expenses													(413,638)	(427,881)
Profit from operations before finance cost													24,373	437,714
Finance income													36,729	31,813
Finance cost													(280,897)	(266,899)
Net finance (cost)/income													(244,168)	(235,086)
(Loss)/profit before income tax expenses													(219,795)	202,628
Income tax reversal/(expense)													(75,716)	(89,606)
(Loss)/profit for the period													(295,511)	113,022
Segment assets	3,906,078	4,734,103	6,010,678	7,265,519	636,246	760,341	13,559	19,120	306,234	205,361	3,156,153	1,863,677	14,028,948	14,848,121
Unallocated assets													3,911,273	4,044,068
Total assets	3,906,078	4,734,103	6,010,678	7,265,519	636,246	760,341	13,559	19,120	306,234	205,361	3,156,153	1,863,677	17,940,221	18,892,189
Segment liabilities	32,667	86,124	173,403	834,289	10,804	93,042	667	1,789	2,261	1,495	1,981	45,689	221,783	1,062,428
Unallocated liabilities													4,431,348	3,894,796
Total liabilities	32,667	86,124	173,403	834,289	10,804	93,042	667	1,789	2,261	1,495	1,981	45,689	4,653,131	4,957,224
Segment capital expenditure-allocated	10,688	4,754	16,350	16,476	1,515	875	44	35	708	282	6,594	2,733	35,899	25,155
Depreciation and amortisation-allocated	29,532	26,841	95,033	132,003	6,579	6,720	96	135	1,537	1,097	16,899	12,976	149,676	179,772
Non cash expenses/(income)	16,092	14,143	(40,057)	68,853	7,444	(54)	2,178	140	1,198	8,733	11,045	(10,465)	(2,100)	81,350

Notes:

All amounts are in LKR.'000s, unless otherwise stated.
Figures in brackets indicate deductions.