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INDEPENDENT LIMITED ASSURANCE REPORT TO THE DIRECTORS OF DIESEL & MOTOR ENGINEERING PLC

Conclusion

Based on the evidence we obtained from the procedures performed, we are not aware of any material misstatements in the specified Sustainability Indicators in the DIMO PLC 2024 integrated report, which has been prepared by the management in accordance with the criteria for the year ended 31st March 2024.

Information Subject to Assurance

We have been engaged by the Directors of DIMO PLC (“the Company”) to provide limited assurance in respect of the Sustainability Indicators in the Company’s Annual Report for the year ended 31 March 2024. The Scope of work comprised limited assurance over the content on material aspects and data underlying the indicators as specified in the table below.

The Sustainability Indicators covered by our limited assurance engagement are:

Limited Assurance Sustainability Indicators	Integrated Annual Report Page
Financial and ESG Highlights	06
Information provided on following	
Financial Capital	55 to 58
Manufactured Capital	59 to 62
Human Capital	63 to 66
Social & Relationship Capital	67 to 71
Intellectual Capital	72 to 76
Natural Capital	77 to 78

Criteria

The Company’s 2024 Sustainability Indicators has been prepared and presented by the management in accordance with the Consolidated Set of Global Reporting Initiative Sustainability Reporting Standards Guidelines and the Sustainability Accounting Standards Board (SASB) Framework Standards for (‘Multiline and Specialty Retailers & Distributors’, ‘Agricultural Products’, and ‘Engineering & Construction Services’).

Basis of our Conclusion

We conducted our work in accordance with Sri Lanka Standard on Assurance Engagements SLSAE 3000: Assurance Engagements other than Audits or Reviews of Historical Financial Information issued by the Institute of Chartered Accountants of Sri Lanka. In accordance with standard, we have;

Ensured that the engagement team possess the appropriate knowledge, skills and professional competencies.

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Principals: S.R.I. Perera FCMA (UK), LLB, Attorney-at-Law, H.S. Goonewardene ACA, Ms. F.R. Ziyad FCMA (UK), FCIT, K. Somasundaram ACMA (UK)

Used our professional judgement to plan and performed the engagement to provide limited assurance that we are not aware of any material misstatements in the Sustainability Indicators, whether due to fraud or error.

Considered relevant internal controls when designing our assurance procedures, however we do not express a conclusion on their effectiveness; and

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusions.

Summary of Limited assurance procedures performed

Our limited assurance conclusion is based on the evidence obtained from performing the following procedures:

- Interviews with senior management and relevant staff at corporate and selected site level concerning sustainability strategy and policies for material issues, and the implementation of these across the business;
- Enquiries of management to gain an understanding of Company's processes for determining material issues for Company's key stakeholder groups;
- Enquiries of relevant staff at corporate and selected site level responsible for the preparation of the Sustainability Indicators;
- Enquiries about the design and implementation of the systems and methods used to collect and report the Sustainability Parameters, including the aggregation of the reported information
- Comparing the Limited Assurance Sustainability Indicators to relevant underlying sources on a sample basis to determine whether all the relevant information has been appropriately included in the Report;
- Assess whether the financial indicators reflected in the Report have been extracted from the audited financial statements of the Company.
- Comparing the Limited Assurance Sustainability Indicators to relevant underlying sources on a sample basis to determine whether all the relevant information has been appropriately included in the Report
- Comparing the Sustainability Indicators presented in the Report to determine whether they are in line with our overall knowledge of, and experience with the sustainability performance of the Company;
- Reading the remainder of the Report to determine whether there are any material misstatements of fact or material inconsistencies based on our understanding obtained as part of our assurance engagement.

How the Standards Defines Limited Assurance and Material Misstatement.

A limited assurance engagement is restricted primarily to inquiries and analytical procedures. The procedures performed in a limited assurance engagement vary in nature and timing from and are less in extent than for a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. Misstatements, including omissions are considered material if, individually or in the aggregate, they could reasonably be expected to influence relevant decisions of the Directors of DIMO PLC.

Management's Responsibility

Management is responsible for determining that the criteria is appropriate to meet their need and the preparation and presentation of the Sustainability Indicators in accordance with the Consolidated Set of Global Reporting Initiative Sustainability Reporting Standards Guidelines and the Sustainability Accounting Standards Board (SASB) Framework, for the sectors denoted as 'Multiline and Specialty Retailers & Distributors', 'Agricultural Products', and 'Engineering & Construction Services'.

These responsibilities include establishing internal controls as management determines are necessary to enable the preparation and presentation of the Sustainability Indicators that are free from material misstatement whether due to fraud or error.

Management is responsible for preventing and detecting fraud and for identifying and ensuring that the Company complies with laws and regulations applicable to its activities.

Management is also responsible for ensuring that staff involved with the preparation and presentation of the description and Report are properly trained, information systems are properly updated and that any changes in reporting encompass all significant business units.

Our responsibility

Our responsibility is to express a limited assurance engagement in relation to the Sustainability Indicators included in the Annual Report for the year ended 31st March 2024, and to issue an assurance report that includes our conclusion.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for professional Accountants issued by CA Sri Lanka (Code of Ethics).

The firm applies Sri Lanka Standard on Quality Control (SLSQC) 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding professional compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Purpose of our report

In accordance with the terms of our engagement, this assurance report has been prepared for the Company for the purpose of assisting the Directors in determining whether the Company's Sustainability Indicators are prepared and presented in accordance with the Consolidated Set of Global Reporting Initiative Sustainability Reporting Standards Guidelines and the Sustainability Accounting Standards Board (SASB) Framework, for the sectors denoted as 'Multiline and Specialty Retailers & Distributors', 'Agricultural Products', and 'Engineering & Construction Services' Guidelines. and for no other purpose or in any other context.

Restriction on use of this assurance report

This report has been prepared for the Directors of the Company for the purpose of providing an assurance conclusion on the Sustainability Indicators included in the Annual Report for the year ended 31st March 2024 and may not be suitable for another purpose. We disclaim any assumption of responsibility for any reliance on this report, to any person other than the Directors of the Company, or for any other purpose than that for which it was prepared. To the fullest extent permitted by law, we accept or assume no responsibility and deny any liability to any party other than the Company for our work, for this independent limited assurance report, or for the conclusions we have reached.



CHARTERED ACCOUNTANTS

Colombo

20th June 2024