

DIESEL & MOTOR ENGINEERING PLC

INTERIM FINANCIAL STATEMENTS - FOR THE 12 MONTHS PERIOD ENDED 31ST MARCH 2022



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group					
	Unaudited Year ended 31-03-2022 Rs.'000	Audited Year ended 31-03-2021 Rs.'000	Variance %	Unaudited 3 months to 31-03-2022 Rs.'000	Unaudited 3 months to 31-03-2021 Rs.'000	Variance %
	Revenue	37,507,480	30,819,014	22	10,133,362	8,750,761
Cost of sales	(27,643,775)	(23,351,725)	18	(7,249,599)	(6,806,655)	7
Gross profit	9,863,705	7,467,289	32	2,883,763	1,944,106	48
Other operating income	220,499	119,156	85	56,192	72,278	(22)
Selling and distribution expenses	(497,640)	(772,374)	(36)	(30,864)	(311,379)	(90)
Impairment (loss)/reversal on trade receivables	(117,195)	(158,313)	(26)	(142,439)	4,244	(3,456)
Administrative expenses	(6,055,956)	(5,276,484)	15	(1,763,409)	(1,751,516)	1
Operating profit/(loss)	3,413,413	1,379,274	147	1,003,243	(42,267)	2,474
Finance income	56,313	93,458	(40)	25,513	69,849	(63)
Finance costs	(2,320,011)	(733,589)	216	(1,606,237)	(90,263)	1,680
Net finance costs	(2,263,698)	(640,131)	254	(1,580,724)	(20,414)	7,643
Share of results of equity-accounted investees, net of tax	15,630	(19,032)	182	16,499	(4,137)	499
Profit/(loss) before tax	1,165,345	720,111	62	(560,982)	(66,818)	740
Income tax (expense)/reversal	(310,975)	(183,845)	69	121,036	52,725	130
Profit/(loss) for the period	854,370	536,266	59	(439,946)	(14,093)	3,022
Other comprehensive income						
Items that will not be reclassified to profit or loss in subsequent periods						
Remeasurement (loss)/gain on defined benefit obligation	(15,399)	47,295	(133)	(15,399)	47,295	(133)
Deferred tax reversal/(charge) on actuarial (loss)/gain	3,696	(11,351)	133	3,696	(11,351)	133
Revaluation of freehold land	-	2,424,015	(100)	-	2,424,015	(100)
Deferred tax charge on land revaluation	-	(354,122)	(100)	-	(354,122)	(100)
Net change in fair value of equity investments at FVOCI	2,224	(856)	360	277	94	195
	(9,479)	2,104,981		(11,426)	2,105,931	
Items that are or may be reclassified to profit or loss in subsequent periods						
Foreign currency translation differences of foreign operations	62,479	(6,735)	1,028	87,471	(8,135)	1,175
	62,479	(6,735)		87,471	(8,135)	
Total other comprehensive income for the period, net of tax	53,000	2,098,246	(97)	76,045	2,097,796	(96)
Total comprehensive income/(loss) for the period	907,370	2,634,512	(66)	(363,901)	2,083,703	(117)
Profit/(loss) attributable to:						
Equity holders of the parent	702,119	486,713		(408,591)	(16,455)	
Non-controlling interest	152,251	49,553		(31,355)	2,362	
	854,370	536,266		(439,946)	(14,093)	
Total comprehensive income/(loss) attributable to:						
Equity holders of the parent	753,116	2,585,163		(336,299)	2,082,463	
Non-controlling interest	154,254	49,349		(27,602)	1,240	
	907,370	2,634,512		(363,901)	2,083,703	
Basic and diluted earnings per share (Rs.)	76.06	52.72		(44.26)	(1.78)	

Figures in brackets indicate deductions

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Company					
	Unaudited Year ended 31-03-2022 Rs.'000	Audited Year ended 31-03-2021 Rs.'000	Variance %	Unaudited 3 months to 31-03-2022 Rs.'000	Unaudited 3 months to 31-03-2021 Rs.'000	Variance %
	Revenue	30,086,993	24,954,469	21	8,417,002	7,027,709
Cost of sales	(21,741,818)	(19,034,262)	14	(5,687,219)	(5,517,174)	3
Gross profit	8,345,175	5,920,207	41	2,729,783	1,510,535	81
Other operating income	506,333	282,720	79	143,767	134,168	7
Selling and distribution expenses	(518,780)	(626,291)	(17)	(127,829)	(292,710)	(56)
Impairment loss on trade receivables	(40,370)	(155,371)	(74)	(70,858)	(866)	8,082
Administrative expenses	(5,289,252)	(4,245,781)	25	(1,443,187)	(1,497,721)	(4)
Operating profit/(loss)	3,003,106	1,175,484	155	1,231,676	(146,594)	940
Finance income	27,565	75,006	(63)	12,787	47,992	(73)
Finance costs	(2,303,824)	(609,538)	278	(1,732,565)	(62,096)	2,690
Net finance costs	(2,276,259)	(534,532)	326	(1,719,778)	(14,104)	12,094
Share of results of equity-accounted investees, net of tax	15,630	(19,032)	182	16,499	(4,137)	499
Profit/(loss) before tax	742,477	621,920	19	(471,603)	(164,835)	186
Income tax (expense)/reversal	(159,500)	(173,868)	(8)	136,262	51,842	163
Profit/(loss) before tax	582,977	448,052	30	(335,341)	(112,993)	197
Other comprehensive income						
Items that will not be reclassified to profit or loss in subsequent periods						
Remeasurement (loss)/gain on defined benefit obligation	(14,723)	45,727	(132)	(14,723)	45,727	(132)
Deferred tax reversal/(charge) on actuarial (loss)/gain	3,534	(10,974)	132	3,534	(10,974)	132
Revaluation of freehold land	-	2,399,072	(100)	-	2,399,072	(100)
Deferred tax charge on land revaluation	-	(351,207)	(100)	-	(351,207)	(100)
Net change in fair value of equity investments at FVOCI	1,415	(852)	266	(105)	98	207
	(9,774)	2,081,766		(11,294)	2,082,716	
Items that are or may be reclassified to profit or loss in subsequent periods						
Foreign currency translation differences of foreign operations	48,949	(5,647)	967	62,401	(2,548)	2,549
	48,949	(5,647)		62,401	(2,548)	
Total other comprehensive income for the period, net of tax	39,175	2,076,119	(98)	51,107	2,080,168	(98)
Total comprehensive income/(loss) for the period	622,152	2,524,171	(75)	(284,234)	1,967,175	(114)
Basic and diluted earnings per share (Rs.)	63.15	48.54		(36.33)	(12.24)	

Figures in brackets indicate deductions

STATEMENT OF FINANCIAL POSITION

	Group		Company	
	Unaudited as at 31-03-2022 Rs.'000	Audited as at 31-03-2021 Rs.'000	Unaudited as at 31-03-2022 Rs.'000	Audited as at 31-03-2021 Rs.'000
ASSETS				
Property, plant and equipment	14,071,712	13,858,789	13,648,665	13,433,899
Right-of-use assets	624,385	479,854	548,254	405,769
Intangible assets and goodwill	316,123	145,127	194,726	20,762
Investments in subsidiaries	-	-	728,278	532,808
Investments in equity accounted investees	45,430	5,285	45,430	5,285
Equity securities	7,829	5,605	6,952	5,537
Deferred tax assets	164,436	99,795	-	-
Total non-current assets	15,229,915	14,594,455	15,172,305	14,404,060
Inventories	9,799,949	6,198,818	7,529,200	4,386,496
Trade and other receivables	9,299,796	8,243,038	6,944,985	6,144,227
Other current assets	2,032,933	1,761,864	1,149,175	1,243,356
Current tax asset	83,377	100,102	-	-
Amounts due from related parties	40,923	18,642	1,070,985	27,271
Cash and cash equivalents	3,818,097	1,199,232	2,337,628	848,834
Total current assets	25,075,075	17,521,696	19,031,973	12,650,184
TOTAL ASSETS	40,304,990	32,116,151	34,204,278	27,054,244
EQUITY AND LIABILITIES				
EQUITY				
Stated capital	620,578	425,297	620,578	425,297
Other components of equity	6,202,705	6,140,005	6,149,105	6,098,741
Revenue reserves	8,237,600	7,976,680	6,912,918	6,647,374
Equity attributable to equity holders of the parent	15,060,883	14,541,982	13,682,601	13,171,412
Non-controlling interests	405,604	419,270	-	-
Total equity	15,466,487	14,961,252	13,682,601	13,171,412
Long-term borrowings	1,164,133	1,085,386	1,164,133	1,079,000
Lease liabilities	574,443	395,451	505,849	321,019
Employee benefits	864,286	798,008	781,892	715,839
Deferred tax liabilities	1,417,856	1,893,977	1,417,856	1,893,977
Contract liabilities	361,524	369,079	22,663	52,899
Total non-current liabilities	4,382,242	4,541,901	3,892,393	4,062,734
Trade and other payables	7,793,051	5,016,289	7,292,195	4,209,461
Other current liabilities	3,045,424	2,536,444	2,179,222	1,726,029
Long term-borrowings	564,441	403,217	559,541	383,585
Lease liabilities	105,140	140,543	78,039	102,086
Contract liabilities	1,221,572	814,131	365,358	455,590
Government grant	-	546,521	-	546,521
Current tax liability	503,666	93,108	441,451	79,276
Short-term borrowings	7,222,967	3,062,745	5,712,212	2,274,154
Amounts due to related parties	-	-	1,266	43,396
Total current liabilities	20,456,261	12,612,998	16,629,284	9,820,098
Total liabilities	24,838,503	17,154,899	20,521,677	13,882,832
TOTAL EQUITY AND LIABILITIES	40,304,990	32,116,151	34,204,278	27,054,244

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

(Sgd.) M.H.B.U.S.B. Mahagedara
General Manager - Finance

The Board of Directors is responsible for these Financial Statements.
Signed for and on behalf of the Board.

(Sgd.) A.R.Pandithage
Chairman/Managing Director
31st May 2022

(Sgd.) B.C.S.A.P.Gooneratne
Director/Chief Financial Officer

Statement of Changes in Equity

Group	Other Components of Equity				Revenue Reserves		Non-Controlling Interests	Total
	Stated Capital	Revaluation Reserve	Fair value Reserve	Foreign Currency Translation Reserve	General Reserve	Retained Earnings		
For the year ended 31st March	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
As at 01st April 2020	425,297	4,042,268	5,003	30,228	5,392,290	2,083,924	369,921	12,348,931
Total comprehensive income								
Profit for the period	-	-	-	-	-	486,713	49,553	536,266
Other comprehensive income, net of tax	-	2,069,893	(856)	(6,531)	-	35,944	(204)	2,098,246
	-	2,069,893	(856)	(6,531)	-	522,657	49,349	2,634,512
Dividends to equity holders								
-2019/20 Final dividend	-	-	-	-	-	(22,191)	-	(22,191)
	-	-	-	-	-	(22,191)	-	(22,191)
As at 31st March 2021	425,297	6,112,161	4,147	23,697	5,392,290	2,584,390	419,270	14,961,252
As at 01st April 2021	425,297	6,112,161	4,147	23,697	5,392,290	2,584,390	419,270	14,961,252
Total comprehensive income								
Profit for the period	-	-	-	-	-	702,119	152,251	854,370
Other comprehensive income, net of tax	-	-	2,224	60,476	-	(11,703)	2,003	53,000
	-	-	2,224	60,476	-	690,416	154,254	907,370
Acquisition of non-controlling interest	-	-	-	-	-	(123,252)	(167,920)	(291,172)
Capitalisation of reserves	195,281	-	-	-	-	(195,281)	-	-
Dividends to equity owners								
-2020/21 Final dividend	-	-	-	-	-	(110,963)	-	(110,963)
	195,281	-	-	-	-	(429,496)	(167,920)	(402,135)
As at 31st March 2022	620,578	6,112,161	6,371	84,173	5,392,290	2,845,310	405,604	15,466,487

Company	Other Components of Equity				Revenue Reserves		Total
	Stated Capital	Revaluation Reserve	Fair Value Reserve	Foreign Currency Translation Reserve	General Reserve	Retained Earnings	
For the year ended 31st March	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
As at 01st April 2020	425,297	4,042,268	4,939	10,168	4,929,464	1,257,296	10,669,432
Total comprehensive income							
Profit for the period	-	-	-	-	-	448,052	448,052
Other comprehensive income, net of tax	-	2,047,865	(852)	(5,647)	-	34,753	2,076,119
	-	2,047,865	(852)	(5,647)	-	482,805	2,524,171
Dividends to equity owners							
-2019/20 Final dividend	-	-	-	-	-	(22,191)	(22,191)
	-	-	-	-	-	(22,191)	(22,191)
As at 31st March 2021	425,297	6,090,133	4,087	4,521	4,929,464	1,717,910	13,171,412
As at 01st April 2021	425,297	6,090,133	4,087	4,521	4,929,464	1,717,910	13,171,412
Total comprehensive income							
Profit for the period	-	-	-	-	-	582,977	582,977
Other comprehensive income, net of tax	-	-	1,415	48,949	-	(11,189)	39,175
	-	-	1,415	48,949	-	571,788	622,152
Capitalisation of reserves	195,281	-	-	-	-	(195,281)	-
Dividends to equity owners							
-2020/21 Final dividend	-	-	-	-	-	(110,963)	(110,963)
	195,281	-	-	-	-	(306,244)	(110,963)
As at 31st March 2022	620,578	6,090,133	5,502	53,470	4,929,464	1,983,454	13,682,601

Figures in brackets indicate deductions.

Statement of Cash Flows

	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	2022 Rs.'000	2021 Rs.'000	2022 Rs.'000	2021 Rs.'000
For the Year Ended 31st March				
Cash Flows from Operating Activities				
Profit before taxation	1,165,345	720,111	742,477	621,920
Adjustments for;				
Depreciation on property, plant and equipment	383,785	435,840	325,957	339,208
Amortisation of intangible assets	11,615	10,688	8,309	7,489
Depreciation and derecognition of right-of-use assets	100,751	115,825	78,948	94,232
Unrealised loss on foreign exchange	68,030	-	68,030	-
Impairment of investments in subsidiaries	-	-	96,649	31,944
Gains on sale of property, plant and equipment	(21,092)	(10,678)	(22,093)	(10,845)
Derecognition of capital work-in-progress	115,358	6,806	115,358	5,565
Interest expenses	850,492	733,589	652,993	609,538
Interest income	(56,313)	(30,622)	(27,565)	(31,994)
Dividend income	(235)	(191)	(235)	(191)
Share of (gain)/loss of equity-accounted investees, net of tax	(15,630)	19,032	(15,630)	19,032
Provision for impairment of trade receivables	117,195	158,313	40,370	155,371
Provision for/(reversal of) slow moving inventories	97,915	(17,531)	112,091	(26,464)
Provision for employee benefits obligation excluding actuarial gain	125,721	140,377	110,050	124,456
	2,942,937	2,281,559	2,285,709	1,939,261
Changes in working capital				
(Increase)/decrease in inventories	(3,699,046)	1,826,565	(3,254,795)	2,518,237
Increase in trade and other receivables	(835,439)	(193,927)	(714,172)	(823,949)
(Increase)/decrease in other current assets	(408,975)	323,406	(32,775)	594,098
(Increase)/decrease in amounts due from related parties	(22,281)	(841)	(1,043,714)	122,560
Increase in trade and other payables	2,661,826	2,414,816	2,967,798	1,996,121
Increase in other current liabilities	502,136	1,036,526	446,349	834,367
(Decrease)/increase in deferred Income	(546,521)	362,297	(546,521)	362,297
Increase/(decrease) in contract liabilities	399,886	379,389	(120,468)	118,321
(Decrease)/increase in amounts due to related parties	-	-	(42,130)	33,473
Cash generated from/(used in) operating activities	994,523	8,429,790	(54,719)	7,694,786
Interest paid	(842,042)	(761,035)	(644,543)	(636,984)
Employee benefits paid	(74,842)	(69,983)	(58,720)	(68,259)
Income tax paid	(417,628)	(41,145)	(269,912)	(3,961)
Net cash (used in)/from operating activities	(339,989)	7,557,627	(1,027,894)	6,985,582
Cash Flows from Investing Activities				
Net proceeds from sale of property, plant and equipment	43,523	25,697	43,406	25,553
Dividends received	235	191	235	191
Interest received	48,555	30,622	27,565	31,994
Investment in deposits	(192,850)	-	-	-
Investment in subsidiaries and equity accounted investees	(202,184)	-	(202,184)	-
Acquisition and construction of property, plant and equipment and capital work-in-progress	(753,695)	(381,699)	(676,491)	(313,842)
Acquisition of intangible assets and capital work-in-progress	(180,630)	(17,704)	(180,449)	(17,154)
Net cash used in investing activities	(1,237,046)	(342,893)	(987,918)	(273,258)
Cash Flows from Financing Activities				
Proceeds from long-term borrowings	652,130	1,325,000	652,130	1,300,000
Repayment of long-term borrowings	(481,796)	(332,068)	(460,678)	(331,500)
Net movement of short-term borrowings	4,154,507	(7,752,240)	3,502,787	(7,313,782)
Repayment of lease liabilities	(99,999)	(88,808)	(58,956)	(61,208)
Dividends paid	(110,963)	(22,191)	(110,963)	(22,191)
Net cash from/(used in) financing activities	4,113,879	(6,870,307)	3,524,320	(6,428,681)
Net increase in cash and cash equivalents	2,536,844	344,427	1,508,508	283,643
Cash and cash equivalents as at 01st April	1,040,328	699,526	745,684	465,390
Effect of exchange rate changes on cash and cash equivalents	76,306	(3,625)	45,015	(3,349)
Cash and cash equivalents at the end of the period (Note-A)	3,653,478	1,040,328	2,299,207	745,684
Note - A				
Analysis of Cash and Cash Equivalents at the end of the period				
Cash and bank balances	3,818,097	1,199,232	2,337,628	848,834
Bank overdrafts	(164,619)	(158,904)	(38,421)	(103,150)
Cash and cash equivalents	3,653,478	1,040,328	2,299,207	745,684

Figures in brackets indicate deductions.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. Corporate information

Diesel & Motor Engineering PLC (the Company) is a public limited liability Company, incorporated and domiciled in Sri Lanka. The registered office and principal place of business of the Company is located at No. 65, Jethawana Road, Colombo 14. The ordinary shares of the Company are listed at the Colombo Stock Exchange.

2. Basis of preparation

The interim condensed financial statements have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 Interim Financial Reporting. These interim condensed financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2022.

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

3. Operating segment information

The operating business segments are organised and managed separately according to the nature of the products and services provided. The primary segment reporting format is determined based on products and services offered as the Group's risk and returns are affected predominantly by differences in the products and services offered.

4. Other information

4.1 Contingent liabilities

The Contingent liabilities as at 31st March 2022, on guarantees given by the Company in respect of bid bonds, performance bonds and advance payments amounted to Rs. 4,106.7 million (Rs.4,269.6 million as at 31st March 2021).

4.2 Capital expenditure commitments

Capital expenditure committed by the Board of Directors for which a provision has not been made in the interim condensed financial statements amounted to approximately Rs.745.5 million (Rs. 1,591 million as at 31st March 2021).

4.3 Comparative information

Where necessary comparative figures have been reclassified to conform with the current year's presentation.

4.4 Capitalisation of reserves

On 07th May 2021, the Board of Directors decided to capitalize Rs. 195.2 million of its reserve as a part of its stated capital by issuing 355,057 ordinary shares at a value of Rs. 550 per share. Therefore earnings per share (both basic and diluted) have been calculated considering the effect of capitalisation of reserve as per LKAS 33 "Earnings per share".

4.5 Effect of changes in composition of the Group

a) Diesel and Motor Engineering PLC acquired an additional shareholding of 19% each in Plantchem (Private) Limited and Plant Seeds (Private) Limited to bring the total shareholding of Diesel and Motor Engineering PLC in each subsidiary to 70% as at 1st July 2021.

b) On 9th November 2021, the Company invested Rs. 25.0 million in Azend Technologies (Private) Limited (a joint venture) acquiring a 49% equity interest. Azend Technologies (Private) Limited is in the business of providing information technology solutions.

Other than disclosed above, there has not been a change in the composition of the Group to what was disclosed in the audited financial statements for the year ended 31 March 2021.

4.6 Impairment of investments

In view of the negative net asset position resulting from the continuing losses, the Company has made a full provision for impairment of the investment in DIMO Lanka Company Limited amounting to Rs. 97.0 million. There is no impact on Group financial statements.

4.7 Finance Cost

The finance cost of the Group and the Company comprises a net foreign exchange loss amounting to Rs. 1,469.5 million (2020/21 - a gain of Rs. 62.8 million) and Rs. 1,650.8 million (2020/21 - a gain of Rs. 43.0 million) respectively.

The selling rate of the USD published by the Central Bank of Sri Lanka as at the beginning of the year was 202.10 whilst it was as at the end of the year 298.99. The limitation in availability of foreign currency for imports compels Group to establish letters of credits on a usance basis compelling the Group to carry exposure in payables. The higher exposure together with rapid increases in the exchange rate led to a substantial forex losses, as noted above. However, the Group changes the pricing mechanisms to recover such forex losses either partially or fully.

4.8 Events occurring after the reporting period

There were no material events that occurred after the reporting date that require adjustments or disclosure to the Financial Statements other than stated below,

4.8.1 First and final dividend

Subsequent to the reporting date, the Board of directors of the Company approved a first and final dividend of Rs. 12.50 per share for the year ended 31st March 2022, which will be paid on or before 28th June 2022.

In accordance with LKAS 10, Events after the reporting period, the final dividend has not been recognised as a liability in the financial statements as at 31st March 2022.

NOTES TO THE FINANCIAL STATEMENTS

OPERATING SEGMENT INFORMATION

The Group comprises of the following main business segments.

Segment	Product & Services
Vehicles	Sale of brand new passenger vehicles, commercial vehicles, special purpose vehicles and pre-owned passenger vehicles.
After sale services	Repair and service of vehicles included in the vehicle-sales segment, sale of franchised vehicle spare parts, accessories and components.
Retail	Sale and service of power tools and accessories, lamps, lighting controls, switchgear, Consumer products, fittings and accessories, home appliances, paints, tyres, original equipment spare parts and auto components, water pumps and industrial chemicals.
Construction Industry and logistical solutions	Sales and services of earth moving machinery, road construction machinery, material handling machinery, forklifts, storage systems, dock levellers, car parking systems and gondolas.
Agriculture	Import, sale and after sales services of agri machinery, import, processing, producing and sale of agro chemicals, seeds and fertilizer.
Engineering solutions	Sale and after sales in the business domains of bio-medical engineering, generating sets, elevators and escalators, diesel engines for marine propulsion and rail traction, building management systems, fluid management systems, industrial refrigeration systems and power engineering equipment and systems and Joint ventures with providing IT and Marine solutions.

	Vehicles		After sale services		Retail		Construction Industry and logistical solutions		Agriculture		Engineering solutions		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
For the period ended 31st March	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Business Segment Turnover and Results														
Total segment revenue	5,484,912	6,442,765	6,677,088	5,409,150	6,812,431	4,749,672	3,773,375	2,039,370	9,912,661	7,651,243	6,430,758	5,653,474	39,091,225	31,945,674
Inter-segment revenue	(1,320)	(3,806)	(457,555)	(520,444)	(700,018)	(151,884)	(64,891)	(96,523)	(108,208)	(86,652)	(251,753)	(267,351)	(1,583,745)	(1,126,660)
Total external revenue	5,483,592	6,438,959	6,219,533	4,888,706	6,112,413	4,597,788	3,708,484	1,942,847	9,804,453	7,564,591	6,179,005	5,386,123	37,507,480	30,819,014
Segment results	188,963	340,323	1,582,500	963,857	1,014,703	460,029	618,317	303,163	1,992,334	598,953	73,784	406,502	5,470,601	3,072,827
Unallocated other income	-	-	-	-	-	-	-	-	-	-	-	-	220,499	119,156
Unallocated expenses	-	-	-	-	-	-	-	-	-	-	-	-	(2,277,687)	(1,812,709)
Finance income	-	-	-	-	-	-	-	-	-	-	-	-	56,313	93,458
Finance costs	-	-	-	-	-	-	-	-	-	-	-	-	(2,320,011)	(733,589)
Share of results of equity-accounted investees	-	-	-	-	-	-	-	-	-	-	15,630	(19,032)	15,630	(19,032)
Income tax expense	-	-	-	-	-	-	-	-	-	-	-	-	(310,975)	(183,845)
Profit for the period	-	-	-	-	-	-	-	-	-	-	-	-	854,370	536,266
Business Segment Assets and Liabilities														
Segment assets	1,090,951	866,736	2,367,436	2,076,383	4,362,570	3,088,113	1,454,905	1,293,507	7,592,681	5,899,296	8,179,509	6,208,657	25,048,052	19,432,692
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	15,256,938	12,683,459
Total assets	-	-	-	-	-	-	-	-	-	-	-	-	40,304,990	32,116,151
Segment liabilities	809,174	483,758	1,556,368	1,142,478	1,814,580	1,311,907	988,603	456,541	4,639,466	3,462,299	2,738,344	1,226,003	12,546,535	8,082,986
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	12,291,968	9,071,913
Equity	-	-	-	-	-	-	-	-	-	-	-	-	15,466,487	14,961,252
Total equity and liabilities	-	-	-	-	-	-	-	-	-	-	-	-	40,304,990	32,116,151
Other Information														
Capital expenditure	1,535	3,038	66,631	53,421	11,821	12,310	109,883	35,921	53,254	68,294	34,192	165,848	277,316	338,832
Unallocated capital expenditure	-	-	-	-	-	-	-	-	-	-	-	-	657,009	60,571
Depreciation and amortisation	34,313	37,061	82,534	96,925	26,163	18,078	12,110	11,956	73,038	83,398	43,614	37,243	271,772	284,661
Unallocated depreciation and amortisation	-	-	-	-	-	-	-	-	-	-	-	-	123,628	161,867

INVESTOR INFORMATION

Market Value of Shares

The market value of an ordinary share of Diesel & Motor Engineering PLC is as follows:

	Quarter to 31-Mar-22 Rs.		Quarter to 31-Mar-21 Rs.	
Highest Price per Share	1,450.00	January 27, 2022	672.00	January 25, 2021
Lowest Price per Share	451.00	March 30, 2022	475.00	March 10, 2021
Last Traded Price per Share	488.00	March 31, 2022	530.25	March 31, 2021

Market Capitalisation

	As at 31-Mar-22	As at 31-Mar-21
Market Capitalisation (Rs.'000)	4,504,969	4,706,731

Ratios

	<u>Group</u>		<u>Company</u>	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
E.P.S. Rs	76.06	52.72	63.15	48.54
Net asset value per share	1,631.47	1,638.27	1,482.17	1,483.86
Quick asset ratio	0.75	0.90	0.69	0.84
Interest cover (times)	2.37	1.98	2.14	2.02

Statement of share holding of Directors (Including Spouses)

NAME	31ST MARCH 2022	
	SHARES	%
Mr.A.R.Pandithage	2,006,924	21.74%
Mr.S.C.Algama	597,769	6.48%
Mr.A.G.Pandithage	593,695	6.43%
Mr.A.M.Pandithage	233,138	2.53%
Mr.M.V.Bandara	1,749	0.02%
	3,433,275	37.19%

Mr. A. D. B. Talwatte, Dr.H.Cabral, Mr.B.C.S.A.P Gooneratne, Mr. P. K. W. Mahendra, Mr. S. R. W. M. C. Ranawana and Mr. J. M. De Silva who are Directors of the Company did not hold any shares of the Company as at 31st March 2022.

PUBLIC HOLDING

As at 31st March 2022

Public Holding %	55.58%
Number of Public shareholders	1,978
Float adjusted market capitalisation	2,503,882,314

The Company complies with option 03 of the Listing Rules 7.13.1 (a) – up to Rs.5 Billion Float Adjusted Market Capitalization which requires 7.5% minimum Public Holding.

Twenty Major Shareholders

NAME	31ST March 2022	
	SHARES	%
EMPLOYEE'S PROVIDENT FUND	1,835,870	19.89%
MR.A.R.PANDITHAGE	1,030,882	11.17%
MRS.J.C.PANDITHAGE	976,042	10.57%
A & G INVESTMENTS (PVT) LTD	667,395	7.23%
MR.S.C.ALGAMA	590,497	6.40%
MR.A.G.PANDITHAGE	546,846	5.92%
MR.C.R.PANDITHAGE	222,644	2.41%
MR.A.N.ALGAMA	222,288	2.41%
ALMAR TRADING CO (PVT) LTD	198,900	2.15%
MR.A.M.PANDITHAGE	189,611	2.05%
MR.T.G.H.PERIES	189,407	2.05%
MR.D.JAYANNTHA	166,400	1.80%
MISS.T.R.N.C.PERIES	153,929	1.67%
MR.L.P.ALGAMA	139,951	1.52%
MR.N.U.ALGAMA	123,598	1.34%
HATTON NATIONAL BANK PLC	71,206	0.77%
BANK OF CEYLON	61,054	0.66%
MR.W.D.N.H. PERERA	54,377	0.59%
MRS.I.S.SALGADO	47,840	0.52%
MRS.H.S PANDITHAGE	46,849	0.51%
	7,535,586	81.63%

CORPORATE INFORMATION

Name of the Company

Diesel & Motor Engineering PLC

Legal Form

A Quoted Public Company with Limited Liability, incorporated in Sri Lanka in 1945.

Company Registration Number

PQ 146

Board of Directors

A. R. Pandithage - Dipl. Ing (Chairman, Managing Director)
A. G. Pandithage - FCMA (Chief Executive Officer)
S. C. Algama - FIED (SL)
M .V. Bandara - Postgraduate Certificate (USQ-Aus)
Dr. H. Cabral - PC, PhD
B. C. S. A. P. Gooneratne - FCA, MBA (Sri.J)
P. K. W. Mahendra - B.Eng (University of Greenwich-UK)
A. M. Pandithage
S. R. W. M. C. Ranawana - MBA (Warnborough University-UK)
A. N. Ranasinghe - BSc (Hons) Colombo, FCIM, Chartered Marketer, MBA (PIM)
(Resigned w.e.f 15/05/2021)
J. M. De Silva - FBSC, FCITP
A. D. B. Talwatte - FCMA, FCA, MBA (Sri.J)

Company Secretary

B. C. S. A. P. Gooneratne - FCA, MBA (Sri.J)

Registrars

Jacey and Company
No.9/5, Thambiah Avenue,
Off Independence Avenue,
Colombo 07, Sri Lanka

Audit Committee

A. D. B. Talwatte (Chairman)
J. M. De Silva
Dr. H. Cabral
A. M. Pandithage

Remuneration Committee

Dr. H. Cabral (Chairman)
A. M. Pandithage
J. M. De Silva
A. D. B. Talwatte

Nomination Committee

Dr. H. Cabral (Chairman)
A. R. Pandithage
A. M. Pandithage
J. M. De Silva
A. D. B. Talwatte

Related Party Transactions Review Committee

J. M. De Silva (Chairman)
Dr. H. Cabral
A. M. Pandithage
A. D. B. Talwatte

Group Management Committee

A. R. Pandithage (Chairman)
A. G. Pandithage
S. C. Algama
M .V. Bandara
B. C. S. A. P. Gooneratne
R. K. J. Gunasekera
D.N.K.Kurukulasuriya
P. K. W. Mahendra
C. R. Pandithage
S.R.W.M.C.Ranawana
R.D.M.P. Wickramasinghe

Bankers

Bank of Ceylon
Commercial Bank of Ceylon PLC
DFCC Bank PLC
Hatton National Bank PLC
Hong Kong & Shanghai Banking Corporation Ltd
Nations Trust Bank PLC

People's Bank
Sampath Bank PLC
Seylan Bank PLC
Standard Chartered Bank

Auditors

KPMG
Chartered Accountants,
P.O. Box 186,
No.32A, Sir Mohamed Macan Markar Mawatha,
Colombo 03, Sri Lanka

Lawyers

Julius & Creasy
Attorneys-at-law & Notaries Public
P.O.Box 154,
No 41, Janadhipathi Mawatha
Colombo 01, Sri Lanka

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