

DIESEL & MOTOR ENGINEERING PLC

INTERIM FINANCIAL STATEMENTS - FOR THE 3 MONTHS PERIOD ENDED 30TH JUNE 2022



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Group	Company		Group			Company		
			Unaudited 3 months to 30-06-2022 Rs.'000	Unaudited 3 months to 30-06-2021 Rs.'000	Variance %	Unaudited 3 months to 30-06-2022 Rs.'000	Unaudited 3 months to 30-06-2021 Rs.'000	Variance %
37,507,480	30,086,993	Revenue	7,601,209	7,692,741	(1)	5,996,059	6,344,250	(5)
<u>(27,643,775)</u>	<u>(21,741,818)</u>	Cost of sales	<u>(4,191,250)</u>	(5,978,967)	(30)	<u>(3,032,095)</u>	(4,927,408)	(38)
9,863,705	8,345,175	Gross profit	3,409,959	1,713,774	99	2,963,964	1,416,842	109
220,499	506,333	Other operating income	61,159	90,070	(32)	124,954	140,503	(11)
(497,640)	(518,780)	Selling and distribution expenses	(68,726)	(105,537)	(35)	(79,591)	(86,549)	(8)
(117,195)	(40,370)	Impairment reversal/(loss) on trade receivables	24,682	(50,837)	(149)	(39,183)	(39,432)	(1)
<u>(6,055,956)</u>	<u>(5,289,252)</u>	Administrative expenses	<u>(1,799,696)</u>	(1,350,835)	33	<u>(1,480,070)</u>	(1,136,359)	30
3,413,413	3,003,106	Operating profit	1,627,378	296,635	449	1,490,074	295,005	405
56,313	27,565	Finance income	25,640	4,563	462	61,251	2,955	1,973
<u>(2,320,011)</u>	<u>(2,303,824)</u>	Finance costs	<u>(1,498,450)</u>	(151,054)	892	<u>(1,528,375)</u>	(125,233)	1,120
<u>(2,263,698)</u>	<u>(2,276,259)</u>	Net finance costs	<u>(1,472,810)</u>	(146,491)	905	<u>(1,467,124)</u>	(122,278)	1,100
15,630	15,630	Share of results of equity-accounted investees, net of tax	2,698	916	195	2,698	916	195
1,165,345	742,477	Profit before tax	157,266	151,060	4	25,648	173,643	(85)
<u>(310,975)</u>	<u>(159,500)</u>	Income tax expense	<u>(24,366)</u>	(20,110)	21	<u>(5,535)</u>	(31,902)	(83)
854,370	582,977	Profit for the period	132,900	130,950	1	20,113	141,741	(86)
		Other comprehensive income						
		Items that will not be reclassified to profit or loss in subsequent periods						
(15,399)	(14,723)	Remeasurement loss on defined benefit obligation	-	-	-	-	-	-
3,696	3,534	Deferred tax reversal on actuarial loss	-	-	-	-	-	-
2,224	1,415	Net change in fair value of equity investments at FVOCI	(2,336)	301	(876)	(1,937)	292	(763)
<u>(9,479)</u>	<u>(9,774)</u>		<u>(2,336)</u>	301		<u>(1,937)</u>	292	
		Items that are or may be reclassified to profit or loss in subsequent periods						
62,471	48,941	Foreign currency translation differences of foreign operations	73,002	(12,553)	682	36,054	(4,437)	913
62,471	48,941		73,002	(12,553)		36,054	(4,437)	
52,992	39,167	Total other comprehensive income for the period, net of tax	70,666	(12,252)	677	34,117	(4,145)	923
<u>907,362</u>	<u>622,144</u>	Total comprehensive income for the period	203,566	118,698	71	54,230	137,596	(61)
		Profit attributable to:						
702,119	582,977	Equity holders of the parent	98,921	99,397		20,113	141,741	
152,251	-	Non-controlling interest	33,979	31,553		-	-	
854,370	582,977		132,900	130,950		20,113	141,741	
		Total comprehensive income attributable to:						
753,108	622,144	Equity holders of the parent	170,086	88,665		54,230	137,596	
154,254	-	Non-controlling interest	33,480	30,033		-	-	
<u>907,362</u>	<u>622,144</u>		<u>203,566</u>	118,698		<u>54,230</u>	137,596	
76.06	63.15	Basic and diluted earnings per share (Rs.)	10.72	10.77		2.18	15.35	

Figures in brackets indicate deductions

STATEMENT OF FINANCIAL POSITION

Group		Company		Group		Company	
Audited as at 31-03-2022 Rs.'000	Audited as at 31-03-2022 Rs.'000			Unaudited as at 30-06-2022 Rs.'000	Unaudited as at 30-06-2021 Rs.'000	Unaudited as at 30-06-2022 Rs.'000	Unaudited as at 30-06-2021 Rs.'000
ASSETS							
14,071,712	13,648,665	Property, plant and equipment		14,235,054	13,785,500	13,660,403	13,383,750
624,385	548,254	Right-of-use assets		608,200	451,539	537,574	382,795
316,123	194,726	Intangible assets and goodwill		583,274	142,355	214,224	18,807
-	728,278	Investments in subsidiaries		-	-	1,392,222	532,808
45,430	45,430	Investments in equity accounted investees		51,592	2,786	51,592	2,786
7,829	6,952	Equity securities		5,493	5,906	5,015	5,829
164,436	-	Deferred tax assets		190,437	136,602	-	-
15,229,915	15,172,305	Total non-current assets		15,674,050	14,524,688	15,861,030	14,326,775
9,799,949	7,529,200	Inventories		11,598,142	8,918,177	9,111,114	7,226,234
9,299,796	6,944,985	Trade and other receivables		8,666,149	9,443,888	5,855,598	7,526,853
2,032,933	1,149,175	Other current assets		2,570,460	2,194,492	1,344,205	1,491,228
83,377	-	Current tax asset		83,740	94,231	-	-
40,923	1,070,985	Amounts due from related parties		57,698	18,840	1,500,833	87,282
3,818,097	2,337,628	Cash and cash equivalents		2,534,378	1,623,587	1,548,800	1,184,208
25,075,075	19,031,973	Total current assets		25,510,567	22,293,215	19,360,550	17,515,805
40,304,990	34,204,278	TOTAL ASSETS		41,184,617	36,817,903	35,221,580	31,842,580
EQUITY AND LIABILITIES							
EQUITY							
620,578	620,578	Stated capital		620,578	620,578	620,578	620,578
6,202,697	6,149,097	Other components of equity		6,273,862	6,129,273	6,183,214	6,094,596
8,237,608	6,912,926	Revenue reserves		8,221,135	7,769,841	6,817,645	6,482,879
15,060,883	13,682,601	Equity attributable to equity holders of the parent		15,115,575	14,519,692	13,621,437	13,198,053
405,604	-	Non-controlling interests		450,928	449,303	-	-
15,466,487	13,682,601	Total equity		15,566,503	14,968,995	13,621,437	13,198,053
1,164,133	1,164,133	Long-term borrowings		1,052,250	984,080	1,052,250	984,080
574,443	505,849	Lease liabilities		516,159	375,999	451,947	309,268
864,286	781,892	Employee benefits		902,125	798,355	807,931	712,410
1,417,856	1,417,856	Deferred tax liabilities		1,181,551	1,888,691	1,181,550	1,888,691
361,524	22,663	Contract liabilities		408,899	263,522	19,486	56,717
4,382,242	3,892,393	Total non-current liabilities		4,060,984	4,310,647	3,513,164	3,951,166
7,793,051	7,292,195	Trade and other payables		7,898,371	5,318,112	7,154,484	4,726,240
3,045,424	2,179,222	Other current liabilities		3,081,665	2,420,861	2,235,230	1,703,077
564,441	559,541	Long term-borrowings		597,696	403,802	597,696	383,123
105,140	78,039	Lease liabilities		159,465	135,575	134,694	98,484
1,221,572	365,358	Contract liabilities		1,165,337	1,105,172	320,853	416,323
-	-	Government grant		-	531,064	-	531,064
503,666	441,451	Current tax liability		676,193	94,101	585,741	69,713
7,222,967	5,712,212	Short-term borrowings		7,978,403	7,529,574	6,533,745	6,657,485
-	1,266	Amounts due to related parties		-	-	524,536	107,852
20,456,261	16,629,284	Total current liabilities		21,557,130	17,538,261	18,086,979	14,693,361
24,838,503	20,521,677	Total liabilities		25,618,114	21,848,908	21,600,143	18,644,527
40,304,990	34,204,278	TOTAL EQUITY AND LIABILITIES		41,184,617	36,817,903	35,221,580	31,842,580

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
15th August 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 three months ended 30th June	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
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	-	-	-	-	-	99,397	31,553	130,950
Other comprehensive income/(loss), net of tax	-	-	301	(11,033)	-	-	(1,520)	(12,252)
	-	-	301	(11,033)	-	99,397	30,033	118,698
Dividends to equity holders								
-2019/20 Final dividend	-	-	-	-	-	(110,955)	-	(110,955)
Reserve capitalisation	195,281	-	-	-	-	(195,281)	-	-
	195,281	-	-	-	-	(306,236)	-	(110,955)
As at 30th June 2021	620,578	6,112,161	4,448	12,664	5,392,290	2,377,551	449,303	14,968,995
As at 01st April 2022	620,578	6,112,161	6,371	84,165	5,392,290	2,845,318	405,604	15,466,487
Total comprehensive income								
Profit for the period	-	-	-	-	-	98,921	33,979	132,900
Other comprehensive income/(loss), net of tax	-	-	(2,336)	73,501	-	-	(499)	70,666
	-	-	(2,336)	73,501	-	98,921	33,480	203,566
Acquisition of subsidiary with non-controlling interests	-	-	-	-	-	-	11,844	11,844
Dividends to equity owners								
-2021/22 Final dividend	-	-	-	-	-	(115,394)	-	(115,394)
	-	-	-	-	-	(115,394)	11,844	(103,550)
As at 30th June 2022	620,578	6,112,161	4,035	157,666	5,392,290	2,828,845	450,928	15,566,503

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 three months ended 30th June	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
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	-	-	-	-	-	141,741	141,741
Other comprehensive income/(loss), net of tax	-	-	292	(4,437)	-	-	(4,145)
	-	-	292	(4,437)	-	141,741	137,596
Dividends to equity owners							
-2019/20 Final dividend	-	-	-	-	-	(110,955)	(110,955)
Reserve capitalisation	195,281	-	-	-	-	(195,281)	-
	195,281	-	-	-	-	(306,236)	(110,955)
As at 30th June 2021	620,578	6,090,133	4,379	84	4,929,464	1,553,415	13,198,053
As at 01st April 2022	620,578	6,090,133	5,502	53,462	4,929,464	1,983,462	13,682,601
Total comprehensive income							
Profit for the period	-	-	-	-	-	20,113	20,113
Other comprehensive income/(loss), net of tax	-	-	(1,937)	36,054	-	-	34,117
	-	-	(1,937)	36,054	-	20,113	54,230
Dividends to equity owners							
-2021/22 Final dividend	-	-	-	-	-	(115,394)	(115,394)
	-	-	-	-	-	(115,394)	(115,394)
As at 30th June 2022	620,578	6,090,133	3,565	89,516	4,929,464	1,888,181	13,621,437

Figures in brackets indicate deductions.

Statement of Cash Flows

Group	Company	For the Period Ended 30th June			
Audited Year Ended 31-03-2022 Rs.'000	Audited Year Ended 31-03-2022 Rs.'000	Group Unaudited 2022 Rs.'000	Unaudited 2021 Rs.'000	Company Unaudited 2022 Rs.'000	Unaudited 2021 Rs.'000
		Cash Flows from Operating Activities			
1,165,345	742,477	157,266	151,060	25,648	173,643
		Profit before taxation			
		Adjustments for;			
383,785	325,957	101,714	102,766	83,800	79,859
11,615	8,309	2,926	2,772	2,067	1,955
100,751	78,948	36,639	26,459	31,134	21,118
68,030	68,030	(24,300)	-	48,679	-
-	96,649	-	-	-	-
(21,092)	(22,093)	-	19	-	19
115,358	115,358	-	45	-	-
850,492	652,993	435,663	128,666	368,250	98,920
(56,313)	(27,565)	(25,640)	(4,563)	(61,251)	(2,955)
(235)	(235)	(320)	(235)	(320)	(235)
(15,630)	(15,630)	(2,698)	(916)	(2,698)	(916)
117,195	40,370	(24,682)	50,837	39,183	39,432
97,915	112,091	106,173	38,063	104,959	20,108
125,721	110,050	41,057	37,524	33,943	32,917
2,942,937	2,285,709	803,798	532,497	673,394	463,865
		Changes in working capital			
(3,699,046)	(3,254,795)	(1,895,364)	(2,757,422)	(1,686,873)	(2,859,846)
(835,439)	(714,172)	748,661	(1,251,687)	1,050,204	(1,422,058)
(408,975)	(32,775)	(537,527)	(433,022)	(195,030)	(248,266)
(22,281)	(1,043,714)	(16,775)	(198)	(376,040)	(60,011)
2,661,826	2,967,798	96,831	301,823	(137,711)	516,779
502,136	446,349	3,513	(115,407)	23,280	(22,776)
(546,521)	(546,521)	-	(15,457)	-	(15,457)
399,886	(120,468)	(8,860)	185,484	(47,682)	(35,449)
-	(42,130)	-	-	7,686	64,456
994,523	(54,719)	(805,723)	(3,553,389)	(688,772)	(3,618,763)
		Cash (used in)/from operating activities			
(842,042)	(644,543)	(397,947)	(129,304)	(314,950)	(99,558)
(74,842)	(58,720)	(9,652)	(37,177)	(7,904)	(36,346)
(417,628)	(269,912)	(114,145)	(56,539)	(97,550)	(46,751)
(339,989)	(1,027,894)	(1,327,467)	(3,776,409)	(1,109,176)	(3,801,418)
		Cash Flows from Investing Activities			
43,523	43,406	-	17,586	-	17,586
235	235	320	235	320	235
48,555	27,565	20,815	4,563	7,443	2,955
(192,850)	-	-	-	-	-
(202,184)	(202,184)	-	-	(213,864)	-
-	-	(371,109)	-	(450,080)	-
(753,695)	(676,491)	(117,405)	(51,320)	(95,538)	(46,805)
(180,630)	(180,449)	(21,565)	-	(21,565)	-
(1,237,046)	(987,918)	(488,944)	(28,936)	(773,284)	(26,029)
		Net cash used in investing activities			
		Cash Flows from Financing Activities			
652,130	652,130	-	-	-	-
-	-	-	-	500,000	-
(481,796)	(460,678)	(132,296)	(100,259)	(127,396)	(94,920)
4,154,507	3,502,787	797,229	4,575,184	756,350	4,447,971
(99,999)	(58,956)	(24,743)	(22,344)	(18,033)	(13,277)
(110,955)	(110,955)	(115,394)	(110,955)	(115,394)	(110,955)
4,113,887	3,524,328	524,796	4,341,626	995,527	4,228,819
2,536,852	1,508,516	(1,291,615)	536,281	(886,933)	401,372
1,040,328	745,684	3,653,478	1,040,328	2,299,207	745,684
76,298	45,007	49,689	(3,571)	32,922	(1,358)
3,653,478	2,299,207	2,411,552	1,573,038	1,445,196	1,145,698
		Cash and cash equivalents at the end of the period (Note-A)			
		Note - A			
		Analysis of Cash and Cash Equivalents at the end of the period			
3,818,097	2,337,628	2,534,378	1,623,587	1,548,800	1,184,208
(164,619)	(38,421)	(122,826)	(50,549)	(103,604)	(38,510)
3,653,478	2,299,207	2,411,552	1,573,038	1,445,196	1,145,698

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 30th June 2022, on guarantees given by the Company in respect of bid bonds, performance bonds and advance payments amounted to Rs. 6,189 million (Rs.4,106.7 million as at 31st March 2022).

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.688.6 million (Rs. 745.5 million as at 31st March 2022).

4.3 Comparative information

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

4.4 Investment and Acquisition of Subsidiaries

a) DIMO Bangladesh (Private) Limited was incorporated on 10th May 2022 in Bangladesh with an investment of Rs. 213 million (99.99% holding) by Diesel and Motor Engineering PLC. The Group invested in the company as a part of an expansion into construction machinery and after-sales services, overseas.

b) On 25th May 2022, the Group acquired 94.45% equity interest in Tropical Health Food (Private) Limited, a company incorporated in Sri Lanka, for an aggregate purchase consideration of Rs 450 million. The Group has acquired the company as part of its agriculture business expansion plan. A provisional amount of Rs. 248.5 million has been recognized as goodwill in the Interim Financial Statements resulting from the business combination.

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 31st March 2022.

4.5 Finance Cost

The finance cost of the Group and the Company comprises a net foreign exchange loss amounting to Rs. 1,062.7 million (2021/22 - Rs. 22.3 million) and Rs. 1,160.1 million (2021/22 - Rs. 26.3 million) respectively.

The selling rate of the USD published by the Central Bank of Sri Lanka as at the beginning of the quarter was Rs. 299.49 whilst as at the end of the quarter it was Rs. 367.12. The limitation in availability of foreign currency for imports compels Group to establish letters of credits on a usance basis compelled the Group to carry an exposure as payables denominated in foreign currency. The higher exposure together with rapid increases in the exchange rate led to a substantial forex loss, as noted above.

4.6 Administration Cost

The administrative expenses of the Group and the Company are Rs. 1,799.6 million (2021/22 - Rs. 1,350.8 million) and Rs. 1,480.1 million (2021/22 - Rs. 1,136.3 million) respectively.

The main reason for the increase in administration cost was price increases of supply of goods and services consumed driven by inflation in the backdrop of substantially higher exchange rates, interest rates and fuel prices.

4.7 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 disclose below,

On 02nd August 2022, the Group acquired 51% equity interest in Virgin Oil International (Private) Limited, a company incorporated in Sri Lanka. An amount of Rs. 40 million has been paid on account of the acquisition. Virgin Oil International (Private) Limited is engaged in the business of producing, processing and exporting pure virgin coconut oil and coconut based products.

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 30th June	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	570,552	1,033,653	1,428,129	1,257,175	1,185,925	1,066,322	438,834	1,319,042	2,726,734	2,206,339	1,772,388	1,061,690	8,122,562	7,944,221
Inter-segment revenue	(217)	(2,178)	(138,923)	(131,333)	(59,852)	(47,512)	(15,538)	(14,819)	(18,010)	(24,757)	(288,813)	(30,881)	(521,353)	(251,480)
Total external revenue	570,335	1,031,475	1,289,206	1,125,842	1,126,073	1,018,810	423,296	1,304,223	2,708,724	2,181,582	1,483,575	1,030,809	7,601,209	7,692,741
Segment results	(66,505)	43,796	344,565	193,994	246,099	37,201	69,097	181,007	1,451,630	227,672	168,179	(1,492)	2,213,065	682,178
Unallocated other income	-	-	-	-	-	-	-	-	-	-	-	-	61,159	90,070
Unallocated expenses	-	-	-	-	-	-	-	-	-	-	-	-	(646,846)	(475,613)
Finance income	-	-	-	-	-	-	-	-	-	-	-	-	25,640	4,563
Finance costs	-	-	-	-	-	-	-	-	-	-	-	-	(1,498,450)	(151,054)
Share of results of equity-accounted investees	-	-	-	-	-	-	-	-	-	-	2,698	916	2,698	916
Income tax expense	-	-	-	-	-	-	-	-	-	-	-	-	(24,366)	(20,110)
Profit for the period	-	-	-	-	-	-	-	-	-	-	-	-	132,900	130,950
Business Segment Assets and Liabilities														
Segment assets	1,064,761	1,357,670	2,186,058	2,037,337	4,267,663	3,644,878	1,293,684	1,765,601	7,900,470	7,935,590	9,596,481	7,001,917	26,309,117	23,742,993
Unallocated assets	-	-	-	-	-	-	-	-	-	-	-	-	14,875,500	13,074,910
Total assets	-	-	-	-	-	-	-	-	-	-	-	-	41,184,617	36,817,903
Segment liabilities	1,068,686	629,024	1,745,129	1,823,599	1,898,702	1,758,240	842,691	943,580	3,026,439	4,712,420	2,852,077	1,471,091	11,433,724	11,337,954
Unallocated liabilities	-	-	-	-	-	-	-	-	-	-	-	-	14,184,390	10,510,954
Equity	-	-	-	-	-	-	-	-	-	-	-	-	15,566,503	14,968,995
Total equity and liabilities	-	-	-	-	-	-	-	-	-	-	-	-	41,184,617	36,817,903
Other Information														
Capital expenditure	-	-	6,628	7,283	7,181	1,569	4,251	1,074	11,659	2,804	5,584	3,234	35,303	15,964
Unallocated capital expenditure	-	-	-	-	-	-	-	-	-	-	-	-	103,667	35,356
Depreciation and amortisation	8,590	9,086	20,727	20,485	8,726	5,126	4,993	2,962	18,083	22,928	10,318	8,898	71,437	69,485
Unallocated depreciation and amortisation	-	-	-	-	-	-	-	-	-	-	-	-	33,203	36,053

INVESTOR INFORMATION

Market Value of Shares

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

	Quarter to 30-Jun-22 Rs.		Quarter to 30-Jun-21 Rs.	
Highest Price per Share	550.00	June 4, 2022	599.00	April 7, 2021
Lowest Price per Share	280.00	April 27, 2022	502.00	May 28, 2021
Last Traded Price per Share	342.00	June 30, 2022	528.75	June 30, 2021

Market Capitalisation

	As at 30-Jun-22	As at 30-Jun-21
Market Capitalisation (Rs.'000)	3,157,171	4,881,152

Ratios

	<u>Group</u>		<u>Company</u>	
	30-Jun-22	30-Jun-21	30-Jun-22	30-Jun-21
E.P.S. Rs	10.72	10.77	2.18	15.35
Net asset value per share	1,637.39	1,572.84	1,475.54	1,429.68
Quick asset ratio	0.65	0.76	0.57	0.70
Interest cover (times)	1.42	2.00	1.07	2.39

Statement of share holding of Directors (Including Spouses)

NAME	30TH JUNE 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.C.R.Pandithage	222,644	2.41%
Mr.M.V.Bandara	1,749	0.02%
	3,655,919	39.60%

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, D.N.K Kurukulasuriya and Mr. J. M. De Silva who are Directors of the Company did not hold any shares of the Company as at 30th June 2022.

PUBLIC HOLDING

As at 30th June 2022

Public Holding %	53.17%
Number of Public shareholders	2,098
Float adjusted market capitalisation	1,678,597,560

The Company complies with option 05 of the Listing Rules 7.14.1 (a) – Float Adjusted Market Capitalization less than 2.5 Billion requires 20% minimum Public Holding.

Twenty Major Shareholders

NAME	30TH JUNE 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%
IDEAL AUTOMOBILE (PVT) LTD	83,999	0.91%
BANK OF CEYLON	61,054	0.66%
SEYLAN BANK PLC/ARRC CAPITAL (PVT) LTD	58,063	0.63%
MRS.I.S.SALGADO	47,840	0.52%
MRS.H.S PANDITHAGE	46,849	0.51%
	7,552,065	81.81%

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)
J. M. De Silva - FBCS, FCITP
A. D. B. Talwatte - FCMA, FCA, MBA (Sri.J)
D.N.K.Kurukulasuriya - EMBA, Attorney at Law (appointed w.e.f 30/05/2022)
C.R.Pandithage - BCom (Australia), Certified Manager (Daimler) (appointed w.e.f 30/05/2022)

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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