

Lion Brewery (Ceylon) PLC

**Interim Condensed Financial Statements
for the Second quarter ended
30th September 2012**

LION BREWERY (CEYLON) PLC

BOARD OF DIRECTORS

L. C. R. de C.Wijetunge (*Chairman*)

H. Selvanathan (*Deputy Chairman*)

S. K. Shah (*Chief Executive Officer*)

D.C.R.Gunawardena

C. Prasanna Amerasinghe

C.T. Liyanage

D. Ranil P. Goonetilleke

K.Selvanathan

R.E.Bagattini

Ms. Susan.J.F.Evans

S. Ravn (Appointed w.e.f 06.04.2012)

Y.F.Lew (Appointed Alternate Director to S. Ravn w.e.f. 06.04.2012)

LION BREWERY (CEYLON) PLC

Review

On a turnover of Rs 10.5 billion the Company recorded a pre-tax profit of Rs 942 mn & a post-tax profit of Rs 628 mn for the first 6 months of the current financial year. The Company's contribution to government coffers during the first 6 months of the year amounted to Rs 6.4 bn, an increase of Rs 2.1 bn or 50% in comparison to the previous period.

Excise duties on account of beer were effectively increased twice during the current financial year, first just as the financial year commenced on 1st April & the second, in October. The combined increases ranged between 15% - 18%.

The Company was recently appointed exclusive distributor (duty paid sector) in Sri Lanka for Diageo PLC, the world's largest premium spirits company. The brands of Diageo include Smirnoff vodka, Johnnie Walker Scotch whisky, Bailey's liqueur and Guinness stout. Diageo sells its brands in over 180 countries across the world. Whilst Lion Brewery will be responsible for the supply chain of these brands in Sri Lanka, all marketing activities will be carried out via a newly formed sister company, Luxury Brands (Private) Limited.

The accounts for the 6 months ended 30th September 2012 have been prepared on the basis of the new accounting standards "SLFRS/LKAS" - commonly referred to as "IFRS" – as is now mandatory. This is the first instance in which the Company has used the new standards & the corresponding figures of the previous year have been re-stated to allow for appropriate comparison.

LION BREWERY (CEYLON) PLC**CONDENSED STATEMENT OF COMPREHENSIVE INCOME**

In Sri Lankan Rs.'000s	Quarter Ended		Change %	Six Months Ended		Change %	Year ended 31.03.2012 (Re stated)
	30.09.2012	30.09.2011 (Re stated)		30.09.2012	30.09.2011 (Re stated)		
Revenue	5,366,164	4,058,536	32	10,529,509	7,819,969	35	17,649,146
Cost of sales	(4,118,655)	(2,918,064)	41	(8,050,974)	(5,478,482)	47	(12,596,394)
Gross Profit	1,247,509	1,140,472	9	2,478,535	2,341,487	6	5,052,752
Other operating income	131,028	48,800	168	250,166	70,450	255	234,996
	1,378,537	1,189,272	16	2,728,701	2,411,937	13	5,287,748
Distribution expenses	(628,064)	(500,866)	25	(1,179,428)	(1,007,154)	17	(2,092,205)
Administrative expenses	(145,474)	(102,965)	41	(285,615)	(221,887)	29	(512,642)
Other operating expenses	(58,730)	(42,988)	37	(102,523)	(77,515)	32	(146,874)
Profit from operations	546,269	542,453	0.7	1,161,135	1,105,381	5	2,536,027
Finance expenses	(111,482)	(55,893)	99	(206,036)	(110,320)	87	(238,435)
Foreign exchange (loss) / Gain	41,997	6,311	565	(13,402)	17,775	(175)	(188,654)
Profit before taxation	476,784	492,871	(3)	941,697	1,012,836	(7)	2,108,938
Taxation	(162,256)	(239,056)	(32)	(313,751)	(468,511)	(33)	(890,458)
Profit for the period	314,528	253,815	24	627,946	544,325	15	1,218,480
Earnings per ordinary share (Rs.)	3.93	3.17		7.85	6.80		15.23
Dividend per share (Rs.)	-	-		4.00	4.00		4.00

The above figures are provisional and subject to audit.

Change % represents the percentage change in the current year results compared to the comparative period.

Figures in brackets indicate deductions/negative changes.

LION BREWERY (CEYLON) PLC**CODENSED STATEMENT OF FINANCIAL POSITION**

<i>In Sri Lankan Rs. '000s</i>	30th September 2012	30th September 2011 (Re - stated)	31st March 2012 (Re - stated)	1st April 2011 (Re - stated)
ASSETS				
Non - Current Assets				
Property, plant & equipment	6,341,363	4,394,235	4,879,912	4,075,228
Intangible assets	9,311	13,572	9,844	20,590
Long Term investment	-	-	-	2,187,086
Total Non-Current Assets	6,350,674	4,407,807	4,889,756	6,282,904
Current Assets				
Inventories	1,238,655	447,662	1,316,880	650,001
Trade and other receivables	1,202,751	774,015	1,071,873	499,420
Amounts due from related companies	3,184	21,094	-	11,639
Cash and cash equivalents	3,747,669	3,618,968	2,848,178	1,099,878
Total Current Assets	6,192,259	4,861,739	5,236,931	2,260,938
TOTAL ASSETS	12,542,933	9,269,546	10,126,687	8,543,842
EQUITY & LIABILITIES				
Capital & Reserves				
Stated capital	2,537,801	2,537,801	2,537,801	2,537,801
Capital reserves	722,077	860,518	721,189	860,518
Retained Earnings	2,233,283	1,578,179	1,950,451	1,324,550
Total Equity	5,493,161	4,976,498	5,209,441	4,722,869
Non - Current Liabilities				
Payables due after one year	2,152,202	1,018,640	1,103,802	1,176,728
Refundable deposits	933,680	814,017	858,664	744,253
Retirement benefit obligations	73,548	60,970	65,890	51,402
Deferred taxation	611,193	400,042	575,476	408,466
Total Non - Current Liabilities	3,770,623	2,293,669	2,603,832	2,380,849
Current liabilities				
Trade and other payables	467,998	442,648	597,512	248,475
Amounts due to related companies	49,584	52,904	15,189	19,656
Current taxation	878,246	1,056,480	1,214,127	996,672
Long term loans repayable	521,508	182,814	328,470	55,322
Bank overdrafts	1,361,813	264,533	158,116	119,999
Total Current Liabilities	3,279,149	1,999,379	2,313,414	1,440,124
Total Liabilities	7,049,772	4,293,048	4,917,246	3,820,973
TOTAL EQUITY AND LIABILITIES	12,542,933	9,269,546	10,126,687	8,543,842
Net assets per ordinary share (Rs.)	68.66	62.21	65.12	59.04

These financial statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

D.R.P. Goonetilleke

Director - Finance

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved & Signed on behalf of the Managers,

Approved & Signed on behalf of the Board,

(Sgd.)

A. Weeratunge

Director

Carsons Management Services (Pvt) Ltd.

6th November 2012

(Sgd.)

S.K. Shah

Director

(Sgd.)

C. P. Amerasinghe

Director

LION BREWERY (CEYLON) PLC**STATEMENT OF CHANGES IN EQUITY**

<i>In Sri Lankan Rs. '000s</i>	Stated Capital	Capital Reserves	Retained Earnings	Total Equity
Balance As at 01st April 2011 - (Re-stated)	2,537,801	860,518	1,324,550	4,722,869
Adjustments on returnable containers	-	-	29,303	29,303
Profit for the period -Re -stated	-	-	544,325	544,325
Dividend - Ordinary	-	-	(320,000)	(320,000)
Balance as at 30th September 2011	2,537,801	860,518	1,578,178	4,976,498
Balance as at 01st April 2011- (Re-stated)	2,537,801	860,518	1,324,550	4,722,869
Adjustments on returnable containers	-	-	7,420	7,420
Adjustment for deferred tax liability	-	(69,328)	-	(69,328)
Adjustments on Preference Shares	-	(70,000)	(280,000)	(350,000)
Profit for the period -Re -stated	-	-	1,218,480	1,218,480
Dividend - Ordinary	-	-	(320,000)	(320,000)
Balance as at 31st March 2012 - (Re-stated)	2,537,801	721,190	1,950,450	5,209,441
Balance as at 1st April 2012	2,537,801	721,190	1,950,450	5,209,441
Adjustments on returnable containers	-	-	(25,113)	(25,113)
Adjustment for deferred tax liability	-	887	-	887
Profit for the period	-	-	627,946	627,946
Dividend - Ordinary	-	-	(320,000)	(320,000)
Balance as at 30th September 2012	2,537,801	722,077	2,233,283	5,493,161

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

LION BREWERY (CEYLON) PLC**CASH FLOW STATEMENT**

<i>In Sri Lankan Rs. '000s</i>	6 Months Ended		Year ended
	30.09.2012	30.09.2011 (Re stated)	31.03.2012 (Re stated)
Net cash generated from operating activities	292,379	677,992	1,167,286
Net cash (used in)/generated from investing activities	(1,532,338)	2,063,268	1,262,954
Net cash generated from/ (used in) financing activities	935,753	(366,704)	(720,057)
Net increase in cash & cash equivalents	(304,206)	2,374,556	1,710,183
Cash & cash equivalents at the beginning of the period	2,690,062	979,879	979,879
Cash & cash equivalents at the end of the period	2,385,856	3,354,435	2,690,062
Analysis of cash & cash equivalents			
Cash and cash equivalents	3,747,669	3,618,968	2,848,178
Bank overdraft	(1,361,813)	(264,533)	(158,116)
	2,385,856	3,354,435	2,690,062

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

1 CORPORATE INFORMATION

Lion Brewery (Ceylon) PLC is a public limited liability Company incorporated and domiciled in Sri Lanka and is listed on the Colombo Stock Exchange. The parent company is Ceylon Beverage Holdings PLC and the ultimate parent company is Carson Cumberbatch PLC. The registered office of the Company is situated at No 61, Janadhipathi Mawatha, Colombo 1 and the principal place of business is situated at No 254, Colombo Road, Biyagama.

2 BASIS OF PREPARATION**2.1 Statement of Compliance**

The Institute of Chartered Accountants of Sri Lanka (ICASL) has issued a new volume of Sri Lanka Accounting Standards (SLFRS's/LKAS's) which has become applicable for financial periods commenced after 1st January 2012. Accordingly the interim Financial Statements of the Company have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 – Interim Financial Reporting. This interim Financial Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 March 2012 including the changes to accounting policies as a result of adapting to Sri Lanka Financial Reporting Standards, (SLFRSs/LKASs)

These Interim Financial Statements are the first financial statements prepared by the Company based on Sri Lanka Accounting Standard SLRFS 1 – First-time Adaption of Sri Lanka Accounting Standards. The effects of the transactions on the financial statements based on SLFRS when compared with its preparation based on SLAS are provided in Note 4 to these Financial Statements.

2.2 Basis of measurement

The Financial Statements have been prepared on the historical cost basis and applied consistently with no adjustments being made for inflationary factors affecting the financial statements, except for the following;

- Freehold Land and buildings are measured at cost at the time of acquisition and construction and subsequently at revalued amounts, which are the fair values at the date of revaluation less accumulated depreciation and impairment losses, if any.
- Employee benefits are recognized as the net total of the plan assets, plus unrecognized past service cost and unrecognized actuarial losses, less unrecognized actuarial gains and the present value of the defined benefit obligation.

2.3 Functional Currency and Presentation Currency

All values presented in the Financial Statements are in Sri Lankan Rupees Thousands (Rs.'000s) which is the Company's functional currency, unless otherwise indicated.

3 SIGNIFICANT ACCOUNTING POLICIES

In preparing the interim financial statements for the 6 months ended 30th September 2012 together with comparative information, the Company applied the same accounting policies used in the preparation of the Annual Report for the year ended 31st March 2012 except as described below which were changed in order to be compliant with (SLFRS/LKAS);

3 SIGNIFICANT ACCOUNTING POLICIES (Contd)**3.1 Non - derivative Financial Assets****3.1.1 Initial recognition and measurement**

Financial Assets are recognized when and only when the Company becomes a party to the contractual provisions of the financial instruments. The Company determines the classification of its financial assets at initial recognition. When financial assets are recognized they are measured at fair value plus directly attributable transaction costs, however in the case of financial assets classified as fair value through profit & loss, the directly attributable costs are not considered. The financial assets include cash and short term deposits, trade and other receivables.

3.1.2 Subsequent measurement

The company classifies non derivative financial assets into the following categories: financial assets at fair value through profit or loss, held to maturity financial assets, loans and receivables and available for sale financial assets and the subsequent measurement of non derivative financial assets depends on their classification. Financial assets of the company are limited to loans and receivables and subsequent measurement is as follows;

Loans and receivables

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognized initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition loans and receivables are measured at amortized cost using the effective interest method, less any impairment losses. Loans and receivables comprise of cash and cash equivalents, and trade and other receivables.

3.1.3 Derecognition

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

3.2 Non - derivative Financial Liabilities**3.2.1 Initial recognition and measurement**

Financial liabilities within the scope of SLFRS are recognized when and only when the Company becomes a party to the contractual provisions of the financial instrument. Financial Liabilities are recognized initially at fair value plus directly attributable transaction costs, however in the case of financial liabilities classified as fair value through profit & loss the directly attributable costs are not considered.

3.2.2 Subsequent measurement

The Company classifies non derivative financial Liabilities into the following category. Such financial liabilities are recognized initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, these financial liabilities are measured at amortized cost using the effective interest method. Such financial liabilities measured at amortized cost includes trade and other payables, amounts due to related companies and rental and other refundable deposits.

3.2.3 Derecognition

A financial liability is derecognized when the obligation under the liability is extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the income statement.

4 EXPLANATIONS OF TRANSITION FROM SLASs TO SLFRSs/LKASs**4.1 FIRST TIME ADOPTION OF SLFRS/LKAS**

In preparing these Financial Statements under SLFRS/LKAS, the opening statement of financial position was prepared as at 1st April 2011, being the date of transition to SLFRS/LKAS. Required adjustments have also been made for the previously reported financial periods in accordance with the respective standards. The effect of the transition from SLASs to SLFRSs/LKASs has been presented in the reconciliation statement provided in **Notes 4.2 to 4.5** in the notes to these Financial Statements.

LION BREWERY (CEYLON) PLC
NOTES TO THE FINANCIAL STATEMENTS
4 EXPLANATIONS OF TRANSITION FROM SLASs TO SLFRSs/LKASs (Contd)
4.2 Reconciliation of Income Statement

<i>In Sri Lankan Rs.'000s</i>	Note	For the 3 months ended 30th September 2011			For the 6 months ended 30th September 2011			For the Y/E 31st March 2012		
		As per SLAS Re-stated	Effects of Transition	As per SLFRS/LKAS	As per SLAS Re-stated	Effects of Transition	As per SLFRS/LKAS	As per SLAS (Audited)	Effect of Transition	As per SLFRS/LKAS
Revenue		4,058,536	-	4,058,536	7,819,969	-	7,819,969	17,649,146	-	17,649,146
Cost of sales		(2,918,064)	-	(2,918,064)	(5,478,482)	-	(5,478,482)	(12,596,394)	-	(12,596,394)
Gross Profit		1,140,472		1,140,472	2,341,487		2,341,487	5,052,752		5,052,752
Other operating income	4.4	47,780	1,020	48,800	68,599	1,851	70,450	227,937	7,059	234,996
		1,188,252	1,020	1,189,272	2,410,086	1,851	2,411,937	5,280,689	7,059	5,287,748
Distribution expenses		(500,866)	-	(500,866)	(1,007,154)	-	(1,007,154)	(2,092,205)	-	(2,092,205)
Administrative expenses		(102,965)	-	(102,965)	(221,887)	-	(221,887)	(512,642)	-	(512,642)
Other operating expenses		(42,988)	-	(42,988)	(77,515)	-	(77,515)	(146,874)	-	(146,874)
Profit from operations		541,433	1,020	542,453	1,103,530	1,851	1,105,381	2,528,968	7,059	2,536,027
Finance expenses	4.4 & 4.5	(43,935)	(11,958)	(55,893)	(86,593)	(23,727)	(110,320)	(187,624)	(50,811)	(238,435)
Foreign exchange (loss) / Gain		6,311	-	6,311	17,775	-	17,775	(188,654)	-	(188,654)
Profit before taxation		503,809	(10,938)	492,870	1,034,712	(21,876)	1,012,835	2,152,690	(43,752)	2,108,938
Taxation		(239,055)	-	(239,055)	(468,510)	-	(468,510)	(890,458)	-	(890,458)
Profit for the period		264,754	(10,938)	253,815	566,202	(21,876)	544,325	1,262,232	(43,752)	1,218,480

LION BREWERY (CEYLON) PLC

NOTES TO THE FINANCIAL STATEMENTS

4 EXPLANATIONS OF TRANSITION FROM SLASs TO SLFRSs/LKASs (Contd)

4.3 Reconciliation of Statement of Financial Position

In Sri Lankan Rs. '000s	Note	Equity as at 30th September 2011			Equity as at 31st March 2012			Equity as at 01st April 2011		
		As per SLAS Re-stated	Effects of Transition	As per SLFRS/LKAS	As per SLAS (Audited)	Effect of Transition	As per SLFRS/LKAS	As at 31st March 2011 -Re-stated	Effect of Transition	As per SLFRS/LKAS
ASSETS										
Non - Current Assets										
Property, plant & equipment		4,394,235	-	4,394,235	4,879,912	-	4,879,912	4,075,228	-	4,075,228
Intangible assets		13,572	-	13,572	9,844	-	9,844	20,590	-	20,590
Long Term investment		-	-	-	-	-	-	2,187,086	-	2,187,086
Total Non-Current Assets		4,407,807	-	4,407,807	4,889,756	-	4,889,756	6,282,904	-	6,282,904
Current Assets										
Inventories		447,662	-	447,662	1,316,880	-	1,316,880	650,001	-	650,001
Trade and other receivables		774,015	-	774,015	1,071,873	-	1,071,873	499,420	-	499,420
Amounts due from related companies		21,094	-	21,094	-	-	-	11,639	-	11,639
Cash and cash equivalents		3,618,968	-	3,618,968	2,848,178	-	2,848,178	1,099,878	-	1,099,878
Total Current Assets		4,861,739	-	4,861,739	5,236,931	-	5,236,931	2,260,938	-	2,260,938
TOTAL ASSETS		9,269,546	-	9,269,546	10,126,687	-	10,126,687	8,543,842	-	8,543,842
EQUITY & LIABILITIES										
Capital & Reserves										
Stated capital	4.5	2,537,801	-	2,537,801	2,537,801	-	2,537,801	2,537,801	-	2,537,801
Capital reserves		860,518	-	860,518	721,189	-	721,189	860,518	-	860,518
Retained Earnings		1,578,179	-	1,578,179	1,950,451	-	1,950,451	1,324,550	-	1,324,550
Total Equity		4,976,498	-	4,976,498	5,209,441	-	5,209,441	4,722,869	-	4,722,869
Non - Current Liabilities										
Payables due after one year		1,018,640	-	1,018,640	1,103,802	-	1,103,802	1,176,728	-	1,176,728
Refundable deposits		814,017	-	814,017	858,664	-	858,664	744,253	-	744,253
Retirement benefit obligations		60,970	-	60,970	65,890	-	65,890	51,402	-	51,402
Deferred taxation		400,042	-	400,042	575,476	-	575,476	408,466	-	408,466
Total Non - Current Liabilities		2,293,669	-	2,293,669	2,603,832	-	2,603,832	2,380,849	-	2,380,849
Current liabilities										
Trade and other payables		442,648	-	442,648	597,512	-	597,512	248,475	-	248,475
Amounts due to related companies		52,904	-	52,904	15,189	-	15,189	19,656	-	19,656
Current taxation		1,056,480	-	1,056,480	1,214,127	-	1,214,127	996,672	-	996,672
Long term loans repayable		182,814	-	182,814	328,470	-	328,470	55,322	-	55,322
Bank overdrafts		264,533	-	264,533	158,116	-	158,116	119,999	-	119,999
Total Current Liabilities		1,999,379	-	1,999,379	2,313,414	-	2,313,414	1,440,124	-	1,440,124
Total Liabilities		4,293,048	-	4,293,048	4,917,246	-	4,917,246	3,820,973	-	3,820,973
TOTAL EQUITY AND LIABILITIES		9,269,546	-	9,269,546	10,126,687	-	10,126,687	8,543,842	-	8,543,842

LION BREWERY (CEYLON) PLC**STATEMENT OF COMPREHENSIVE INCOME****4 EXPLANATIONS OF TRANSITION FROM SLASs TO SLFRSs/LKASs (Contd)****4.4 Fair Value of Below – Market Rate Loans**

Due to the application of LKAS 32 and 39, loans given to business partners which were previously recognized at cost were re measured and recognized at amortized cost, with the resulting debit being amortized to the income statement over the period of loan. A notional interest computed at market rates will be recognized as an income under other income & loan will be debited by the same amount over the period of the loan.

The remeasurment/ re-stating relating to these are as follows;

4.4.1 Re-statements in the Condensed Statement of Comprehensive Income

In Sri Lankan Rs.'000s	3 months ended 30th Sep 2011	6 months ended 30th Sep 2011	Year ended 31st March 2012
Notional Interest income - As per IFRSs	1,020	1,851	7,059
Notional Interest income - As per SLASs	-	-	-
Remeasurements	1,020	1,851	7,059
Preapid Retailer Benefit Amortization - As per IFRSs	1,020	1,851	7,059
Preapid Retailer Benefit Amortization - As per SLASs	-	-	-
Remeasurements	1,020	1,851	7,059

4.4.2 Re-statements in the Condensed Statement of Financial Position

In Sri Lankan Rs.'000s	As at 30th September 2011	As at 31st March 2012	As at 01st April 2011
Fair value of Below – Market Rate Loans	28,875	40,584	14,768
Un amortized Prepaid Retailer benefit	4,328	6,605	2,456
Total	33,203	47,189	17,224

4.5 Redeemable Cumulative Preference Shares

As per LKAS/SLFRS requirement, preference share capital which are redeemable as per the terms of an agreement need to be classified as borrowings though as per terms of Companies Act No.7 of 2007 such preference share capital would fall into the classification of Stated Capital even after its redemption in part or in full. Therefore, for the purpose of this Interim condensed Financial Statements the Company would continue to classify the fully redeemed preference shares under Stated Capital. The full adherence to LKAS/SLFRS provisions in respect of this aspect would be effected by 31st March 2013.

LION BREWERY (CEYLON) PLC

NOTES TO THE FINANCIAL STATEMENTS

5 FINANCIAL COMMITMENTS AND CONTINGENT LIABILITIES

5.1 Finance Commitments

Document credits established for foreign purchases of the Company as at 30th September 2012 amounts to Rs. 2,089 Mn.

5.2 Contingencies

(a) Contingent liabilities as at 30th September 2012 amount to Rs. 120 Mn, being bank guarantees given to Government bodies and foreign suppliers for operational purposes.

(b) Following legal matter is outstanding against the company and no provision has been made in the Financial Statements to this regard.

The Customs Department instituted a prosecution in the Magistrate's Court of Kaduwela in Case No. 11303/Customs against the company and its directors to recover Excise Duty amounting to Rs. 58,753,582/94 comprising of the disputed Excise Duty of Rs. 29,376,791/47 and its penalty of Rs. 29,376,791/47. The Company and the directors have filed an application for Writ in the Court of Appeal to quash the Certificate Excise Duty in Default issued by the DG of Customs and Excise Duty to recover the said sum and obtained a Stay Order in respect of the proceedings of the MC Kaduwela Case. The Court of Appeal matter is currently pending.

Apart from the above there were no other material contingent liabilities which would require adjustments to or disclosure in the Financial Statements.

6 SEGMENTAL ANALYSIS

The Company does not distinguish its products into significant components for different Geographical / Business segments as the differentiations are insignificant.

7 COMPARATIVE FIGURES

Comparative figures/information have been restated/reclassified where necessary in line with the changes to the new Sri Lanka Accounting Standards (SLFRS/LKAS) which are effective from 01st January 2012 and wherever necessary to conform to the current presentation.

8 EVENTS AFTER THE BALANCE SHEET DATE

Subsequent to the Balance Sheet date, no circumstances have arisen which would require adjustments to or disclosure in the Financial Statements.

LION BREWERY (CEYLON) PLC**NOTES TO THE FINANCIAL STATEMENTS****9 INVESTER INFORMATION**

Investor Information	6 Months Ended		Year Ended
	30.09.2012	30.09.2011	31.03.2012
Share Information			
Price as at the end of the period (Rs.)	243.00	200.10	199.50
Highest price (Rs.)	250.00	260.00	260.00
Lowest price (Rs.)	199.50	190.10	175.00
Trading Statistics			
No of Transactions	816	2,218	2,766
No of Shares traded	5,483,653	5,070,600	8,497,053
Value of all shares traded (Rs. Mn.)	1,216.98	1,143.02	1,817.70

10 TWENTY MAJOR SHAREHOLDERS AS AT 30TH SEPTEMBER 2012

Name of Shareholder	No.of Shares	%
CEYLON BEVERAGE HOLDINGS PLC	41,798,788	52.2
CARLSBERG BREWERY MALAYSIA BERHAD	19,680,000	24.6
CARSON CUMBERBATCH PLC A/C NO.2	4,107,793	5.1
HSBC INTL NOM LTD-MSCO-ROUTE ONE FUND 1,L.P.	1,558,670	1.9
HSBC INTL NOM LTD-MSCO-ROUTE ONE OFFSHORE MASTER FUND L.P.	1,488,801	1.9
CACEIS BANK LUXEMBOURG S/A BARCA GLOBAL MASTER FUND L.P.	1,473,118	1.8
BUKIT DARAH PLC A/C NO 2	1,300,000	1.6
GF CAPITAL GLOBAL LIMITED	1,265,199	1.6
CARSON CUMBERBATCH PLC A/C NO. 01	983,900	1.2
BNY-CF RUFFER INVESTMENT FUNDS : CF RUFFER PACIFIC FUND	896,358	1.1
DEUTSCHE BANK AG-NATIONAL EQUITY FUND	600,000	0.8
HSBC INTL NOM LTD -SSBT -WASATCH FRONTIER EMERGING SMALL COUNTRIES FUND	403,935	0.5
AARDWOLF LIMITED	351,500	0.4
SEYLAN BANK LIMITED/PRIYANI DHARSHINI RATNAGOPAL	300,000	0.4
EMPLOYEES TRUST FUND BOARD	297,415	0.4
PERSHING LLC S/A CHAMBERS STREET GLOBAL FUND , LP	200,306	0.3
HSBC INTERNATIONAL NOMINEES LTD-MORGAN STANLEY AND CO INTL PLC - OWN A/C	200,000	0.3
DEUTSCHE BANK AG AS TRUSTEE FOR NAMAL ACUITY VALUE FUND	200,000	0.3
HSBC INTL NOM LTD-BP2S SINGAPORE-BNP PARIBAS BANK AND TRUST CAYMAN LIMITED AS TRUSTEE FOR HARVEST FUNDS (CAYMAN) - ASIA FRONTIER EQUITY FUND	183,772	0.2
WALDOCK MACKENZIE LIMITED/MR. CHAMILA DAMION KOHOMBANWICKRAMAGE	173,526	0.2

LION BREWERY (CEYLON) PLC

NOTES TO THE FINANCIAL STATEMENTS

11 PUBLIC HOLDING

Percentage of shares held by the public as at 30th September 2012 was 15.15%.

12 DIRECTOR'S SHAREHOLDINGS

As at 30th September 2012	No. of Shares
L.C.R. de C. Wijetunge (Chairman)	-
H.Selvanathan (Deputy Chairman)	1,579
S.K. Shah (Chief Executive Officer)	6,016
D.C.R. Gunawardena	34
C. T. Liyanage	2,500
C.P. Amerasinghe	1
D. R. P. Goonetilleke	-
K. Selvanathan	-
R. E. Bagattini	-
Ms. S.J.F.Evans	-
S. Ravn (Appointed w.e.f 06.04.2012)	-
Y.F.Lew (Appointed Alternate Director to S. Ravn w.e.f. 06.04.2012)	-

13 STATED CAPITAL

The company's stated capital consists of 80,000,000 ordinary shares.

LION BREWERY (CEYLON) PLC

CORPORATE INFORMATION

NAME OF COMPANY

Lion Brewery (Ceylon) PLC
(A Carson Cumberbatch Company)

COMPANY REGISTRATION NUMBER

PQ 57

LEGAL FORM

A public quoted company with limited liability,
incorporated in Sri Lanka in 1996

PARENT COMPANY

Ceylon Beverage Holdings PLC

ULTIMATE PARENT COMPANY

Carson Cumberbatch PLC

DIRECTORS

L.C.R. de C. Wijetunge (**Chairman**)
H.Selvanathan (**Deputy Chairman**)
S.K. Shah (**Chief Executive Officer**)
D.C.R. Gunawardena
C. T. Liyanage
C.P. Amerasinghe
D. R. P. Goonetilleke
K. Selvanathan
R. E. Bagattini
Ms. S.J.F.Evans
S. Ravn (Appointed w.e.f 06.04.2012)
Y.F.Lew (Appointed Alternate Director to S. Ravn w.e.f. 06.04.2012)

BANKERS

Commercial Bank
Citibank
Deutsche Bank
Hatton National Bank
HSBC
Nations Trust Bank
Standard Chartered Bank
Sampath Bank

LEGAL ADVISERS

Messrs. F. J. & G. De Saram
No.216, De Saram Place
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Fax:+94 11 4718220

AUDITORS

Messrs. KPMG
Chartered Accountants
No. 32A, Sir Mohamed Macan Markar Mawatha
Colombo 3, Sri Lanka
Tel: +94 11 5426426
Fax:+94 11 2445872

MANAGERS & SECRETARIES

Carsons Management Services (Private) Limited
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REGISTERED OFFICE

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Fax: +94 11 4739300
E-Mail : carsons@carcumb.com

BREWERY

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Fax : +94 11 2465901

COMPANY WEBSITE

www.lionbeer.com

CORPORATE WEBSITE

www.carsoncumberbatch.com