



INTERIM FINANCIAL STATEMENTS

FOR THE 06 MONTHS ENDED
30th SEPTEMBER 2015



KPMG
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REVIEW REPORT TO THE BOARD OF DIRECTORS OF SUNSHINE HOLDINGS PLC

We have reviewed the accompanying consolidated statement of financial position of Sunshine Holdings PLC as at 30th September 2015, and the related consolidated statement of profit or loss and other comprehensive income, statement of changes in equity and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Sri Lanka Standard on Review Engagements 2400 applicable to review engagements. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit, and, accordingly, we do not express an audit opinion.

Based on our review nothing has come to our attention that causes us to believe that the accompanying financial statements do not give a true and fair view in accordance with Sri Lanka Accounting Standards.

CHARTERED ACCOUNTANTS
Colombo,
02nd November 2015.

KPMG, a Sri Lankan partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

M.R. Mithular FCA
T.J.S. Rajakarier FCA
Ms. S.M.B. Jayasekara ACA
G.A.U. Kanunaratne ACA
R.H. Rajan ACA
P.Y.S. Perera FCA
W.W.J.C. Perera FCA
W.K.D.C. Abeyrathne ACA
R.M.D.B. Rajapakse ACA
C.P. Jayatilake FCA
Ms. S. Joseph FCA
S.T.D.L. Perera FCA
Ms. B.K.D.T.N. Rodrigo ACA
Principals - S.R.I. Perera FCMA(UK), LLB, Attorney-at-Law, H.S. Goonewardene ACA

GROUP MANAGING DIRECTOR'S MESSAGE

Dear Shareholder

For 1H 2015/16, Group revenue grew by 4.5% YoY to Rs. 8.5 billion whilst Profit after Tax (PAT) grew 21.3% YoY to Rs. 668 million

Group EBIT amounted to Rs.894 million in 1H 2015/16 compared to Rs. 778 million recorded the previous period, representing a growth of 14.9% YoY.

Growth in Group revenue was driven by the Healthcare and FMCG sectors up 17.3% and 19.9% respectively, despite an 11.6% YoY contraction in Agri. Increase in both Group EBIT and EBIT margin is also attributed to the performance in Healthcare and FMCG sector, in spite of margin contraction in the Agri sector.

Healthcare revenue for 1H 2015/16 stood at Rs. 3.4 billion, up 17.3% YoY compared to Rs. 2.9 billion for the same period last year. PAT stood at Rs. 180 million in 1H 2015/16 compared to Rs. 154 million for 1H 2014/15.

FMCG revenue amounted to Rs. 1.6 billion for 1H 2015/16 up 19.9% YoY on the back of strong volume and price growth. PAT for the period amounted to Rs. 228 million, which is significantly higher than Rs. 123 million reported during 1H 2014/15, on the back of margin expansion.

Agri revenue contracted 11.6% YoY during the 1H 2015/16 to Rs. 3.3 billion, compared to Rs. 3.7 billion during the same period last year mainly due to low tea prices in the Colombo Tea Auction. PAT grew marginally and amounted to Rs. 272 million in 1H 2015/16 compared to Rs. 262 million in the same period last year despite a lacklustre performance in the Tea sub segment.

Biennial wage negotiations are currently underway as the collective agreement between the plantation companies and trade unions lapsed on 31st March 2015.

Power sector revenue for 1H 2015/16 was Rs. 62 million, up from Rs. 46 million during the same period last year on the back of better rainfall in the catchment region. The sector recorded a PAT of Rs. 21 million compared to Rs. 2 million in 1H 2014/15.

Packaging sector revenue grew by 23.8% YoY to stand at Rs. 169 million. The sector made a profit of Rs. 7 million for the 1H 2015/16.

Profits attributable to equity shareholders of Sunshine Holdings PLC increased 10.4% YoY to stand at Rs. 336 million for 1H 2015/16. EPS for 1H 2015/16 stood at Rs. 2.47 per share, compared to Rs. 2.28 per share for the same period last year.

Further details of the Groups 1H 2015/16 performance is available in the company website (<http://www.sunshineholdings.lk/investor%20relations/index.php>)



V. Govindasamy
Group Managing Director
02nd November 2015

SUNSHINE HOLDINGS PLC

STATEMENT OF COMPREHENSIVE INCOME - GROUP

	6 months ended			3 months ended			Audited
	30th Sep 2015	30th Sep 2014	Change	30th Sep 2015	30th Sep 2014	Change	Year ended
	Rs	Rs	%	Rs	Rs	%	31st March 2015 Rs
Revenue	8,519,652,185	8,149,726,573	5	4,340,854,300	4,165,650,057	4	16,326,528,096
Cost of Sales	(6,463,455,951)	(6,354,926,459)	2	(3,239,821,448)	(3,313,919,834)	(2)	(12,715,859,246)
Gross Profit	2,056,196,234	1,794,800,114	15	1,101,032,852	851,730,223	29	3,610,668,850
Other Income	88,292,926	103,524,770	(15)	24,349,147	60,840,385	(60)	175,168,232
Selling & Distribution Expenses	(432,740,289)	(407,481,450)	6	(230,796,352)	(219,600,778)	5	(779,878,532)
Administration Expenses	(818,104,932)	(712,752,532)	15	(400,117,680)	(357,666,865)	12	(1,531,164,316)
Write off of Goodwill							(61,525,525)
Results from operating activities	893,643,939	778,090,902	15	494,467,967	335,302,965	47	1,413,268,709
Finance income	48,211,001	58,524,368	(18)	22,298,088	29,677,030	(25)	110,209,360
Finance cost	(87,245,752)	(112,202,493)	(22)	(43,178,410)	(53,302,518)	(19)	(215,591,549)
Net finance cost	(39,034,751)	(53,678,125)	(27)	(20,880,322)	(23,625,488)	(12)	(105,382,189)
Share of profit of equity accounted investees	(323,563)	96,499	(435)	-	41,221	(100)	1,447,179
Profit before tax	854,285,625	724,509,276	18	473,587,645	311,718,698	52	1,309,333,699
Income tax expense	(196,464,938)	(173,468,924)	13	(130,027,585)	(86,918,311)	50	(335,820,583)
Profit for the period	657,820,687	551,040,352	19	343,560,060	224,800,387	53	973,513,116
Other comprehensive income							
Fair value change in available for sales financial assets	10,763,119	-	-	10,763,119	-	-	56,656,536
Exchange gain	-	-	-	-	-	-	2,774
Defined benefit plan actuarial gain/(loss)	-	-	-	-	-	-	18,716,931
Tax on other comprehensive income	-	-	-	-	-	-	(1,988,309)
Total other comprehensive income for the period	10,763,119	-	-	-	-	-	73,387,932
Total comprehensive income for the period	668,583,806	551,040,352	21	354,323,179	224,800,387	58	1,046,901,048
Profit Attributable to:							
Owners of the parent company	333,501,783	304,656,912	9	171,115,303	158,091,429	8	484,043,380
Non Controlling Interest	324,318,904	246,383,440	32	172,444,757	66,708,958	159	489,469,736
Other comprehensive income attributable to:							
Owners of the parent company	2,699,172	-	-	2,699,172	-	-	58,260,475
Non Controlling Interest	8,063,947	-	-	8,063,947	-	-	15,127,457
Total comprehensive income for the period	668,583,806	551,040,352	21	354,323,179	224,800,387	58	1,046,901,048
Basic earnings per share from continuing operations	2.47	2.28		1.27	1.18		3.62

Figures in brackets indicate deductions.

SUNSHINE HOLDINGS PLC

STATEMENT OF COMPREHENSIVE INCOME - COMPANY

	6 months ended			3 months ended			Audited
	30th Sep 2015	30th Sep 2014	Change	30th Sep 2015	30th Sep 2014	Change	Year ended
	Rs	Rs	%	Rs	Rs	%	31st March 2015
							Rs
Revenue	90,936,552	118,085,051	(23)	44,794,071	100,270,076	(55)	313,557,464
Cost of Sales	(10,641,120)	(5,313,569)		(7,658,080)	(5,313,569)		(45,038,540)
Gross Profit	80,295,432	112,771,482	(29)	37,135,991	94,956,507	(61)	268,518,924
Other Income	72,253,146	21,911,587	230	69,755,501	13,502,798	-	17,780,484
Selling & Distribution Expenses	-	-	-	-	-	-	-
Administration Expenses	(108,901,415)	(32,940,765)	231	(82,167,362)	(17,496,861)	370	(64,421,116)
Results from operating activities	43,647,163	101,742,304	(57)	24,724,130	90,962,444	(73)	221,878,292
Finance income	32,584,286	41,059,497	(21)	14,059,593	18,055,740	(22)	75,610,356
Finance cost	(1,069,903)	(2,435,510)	(56)	(445,029)	(1,386,561)	(68)	(2,747,894)
Net finance cost	31,514,383	38,623,987	(18)	13,614,564	16,669,179	(18)	72,862,462
Profit before tax	75,161,546	140,366,291	(46)	38,338,694	107,631,623	(64)	294,740,754
Income tax expense		(441,971)	(100)		987,363	(100)	(2,023,953)
Profit for the period	75,161,546	139,924,320	(46)	38,338,694	108,618,986	(65)	292,716,801
Other comprehensive income							
Fair value change in available for sales financial assets		-	-		-	-	56,656,536
Defined benefit plan actuarial gain/(loss)							420,302
Total other comprehensive income for the period	-	-		-	-		57,076,838
Total comprehensive income for the period	75,161,546	139,924,320	(46)	38,338,694	108,618,986	(65)	349,793,639
Profit Attributable to:							
Owners of the parent company	75,161,546	139,924,320	(46)	38,338,694	108,618,986	(65)	292,716,801
Other comprehensive income attributable to:							
Owners of the parent company	-	-	-	-	-	-	57,076,838
Total other comprehensive income for the period	75,161,546	139,924,320	(46)	38,338,694	108,618,986	(65)	349,793,639
Basic earnings per share from continuing operations	0.56	1.05		0.28	0.81		2.19

Figures in brackets indicate deductions.


SUNSHINE HOLDINGS PLC

STATEMENT OF FINANCIAL POSITION - GROUP

	As at 30th Sep 2015 Rs	Audited As at 31st March 2015 Rs
ASSETS		
Non Current Assets		
Property, Plant and Equipment	3,663,987,762	3,618,271,031
Leasehold right to bare land	209,025,644	212,543,000
Biological assets	3,346,046,860	3,350,253,000
Intangible assets	119,589,955	110,539,090
Investment in equity investee	6,442,012	4,292,875
Other investments	743,053,124	673,142,764
Investment in gratuity fund	229,033,533	220,262,000
Deferred tax assets	88,952,126	92,863,490
Total Non Current Assets	8,406,131,016	8,282,167,250
Current Assets		
Inventories	2,771,127,045	2,634,650,201
Current tax assets	14,346,967	12,128,379
Trade & other receivables	2,214,832,794	2,038,353,177
Amounts due from related parties	157,689,298	82,682,619
Cash & cash equivalent	1,620,087,455	1,562,658,066
Total Current Assets	6,778,083,559	6,330,472,442
Total Assets	15,184,214,575	14,612,639,692
EQUITY AND LIABILITIES		
Equity		
Stated Capital	730,939,657	730,939,657
Reserves	1,257,725	1,257,725
Retained earnings	4,778,997,701	4,571,180,685
Equity attributable to owners of the company	5,511,195,083	5,303,378,067
Non-controlling interests	3,947,111,236	3,643,544,084
Total Equity	9,458,306,319	8,946,922,151
Non Current Liabilities		
Loans and borrowings	900,406,483	1,038,260,161
Employee benefits	1,130,004,974	1,143,212,840
Deferred income and capital grants	207,298,775	213,610,000
Deferred tax	231,888,777	212,434,580
Total Non Current Liabilities	2,469,599,009	2,607,517,581
Current Liabilities		
Bank overdraft	383,497,447	563,992,230
Current tax liabilities	125,299,061	95,903,944
Loans and borrowings	395,897,740	404,569,474
Trade and other payables	2,347,980,500	1,992,789,177
Amounts due to related parties	3,634,499	945,135
Total Current Liabilities	3,256,309,247	3,058,199,960
Total Equity and Liabilities	15,184,214,575	14,612,639,692
Net Asset Value per Share (Rs.)	40.78	39.24

These Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007. The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed on Behalf of the Board


Chairman
02nd November 2015
Colombo


Group Managing Director


Group Chief Financial Officer

Figures in brackets indicate deductions.

Interim Financial Statements

SUNSHINE HOLDINGS PLC

STATEMENT OF FINANCIAL POSITION - COMPANY

	As at 30th Sep 2015 Rs	Audited As at 31st March 2015 Rs
ASSETS		
Non Current Assets		
Property, Plant and Equipment	5,809,165	3,031,897
Investment in subsidiaries	961,371,999	961,371,884
Investment in equity investee	5,192,620	2,719,920
Other investments	732,290,005	673,142,764
Total Non Current Assets	1,704,663,789	1,640,266,465
Current Assets		
Current tax assets	3,158,748	3,158,748
Trade & other receivables	47,253,449	56,658,101
Amounts due from related parties	191,352,170	145,821,407
Cash & cash equivalent	794,465,792	955,293,407
Total Current Assets	1,036,230,159	1,160,931,663
Total Assets	2,740,893,948	2,801,198,128
EQUITY AND LIABILITIES		
Equity		
Stated Capital	730,939,657	730,939,657
Reserves	1,257,725	1,257,725
Retained earnings	1,988,503,849	2,041,726,240
Equity attributable to owners of the company	2,720,701,231	2,773,923,622
Non-controlling interests	-	-
Total Equity	2,720,701,231	2,773,923,622
Non Current Liabilities		
Employee benefits	10,255,594	9,980,594
Deferred tax	-	-
Total Non Current Liabilities	10,255,594	9,980,594
Current Liabilities		
Bank overdraft	-	4,044,129
Current tax liabilities	2,079,324	2,079,325
Trade and other payables	7,857,799	10,251,078
Amounts due to related parties	-	919,380
Total Current Liabilities	9,937,123	17,293,912
Total Equity and Liabilities	2,740,893,948	2,801,198,128
Net Asset Value per Share (Rs.)	20.13	20.53

These Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007. The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed on Behalf of the Board



Chairman
02nd November 2015
Colombo



Group Managing Director



Group Chief Financial Officer

SUNSHINE HOLDINGS PLC

FOR THE 06 MONTHS ENDED 30th SEPTEMBER 2015

STATEMENT OF CHANGES IN EQUITY - GROUP

In Rupees	Attributable to owners of the company					Non-controlling shareholders interest	Total equity
	Stated capital	Share premium	General reserve	Retained earnings	Total		
Balance as 01st April 2014	690,993,533	399,837	857,888	4,156,247,822	4,848,499,080	3,422,806,466	8,271,305,546
Total comprehensive income for the period							
Profit for the 06 months				304,656,912	304,656,912	246,383,440	551,040,352
Total other comprehensive income for the 06 months				-	-	-	-
Total comprehensive income for the 06 months				304,656,912	304,656,912	246,383,440	551,040,352
Transactions with owners of the company							
Share Issues		-	-	-	-	-	-
Effect on percentage change in holding of Sunshine Power (Pvt) Ltd				(235,782)	(235,782)	235,782	-
Dividend payments to non-controlling shareholders					-	(79,516,929)	(79,516,929)
Dividend paid to owners for 2013/14				(127,135,210)	(127,135,210)	-	(127,135,210)
Total contributions by and distributions to owners of the company	-	-	-	(127,370,992)	(127,370,992)	(79,281,147)	(206,652,139)
Total Comprehensive Income for the balance period							
Profit for the 06 months				179,386,467	179,386,467	243,086,297	422,472,764
Total other Comprehensive income for the 06 months				58,260,474	58,260,474	15,127,458	73,387,932
Total comprehensive income for the 06 months				237,646,941	237,646,941	258,213,755	495,860,696
Transactions with owners of the company for the balance period							
Share Issues	39,946,124				39,946,124		39,946,124
Dividend payments to non-controlling shareholders					-	(204,578,428)	(204,578,428)
	39,946,124	-	-	-	39,946,124	(204,578,428)	(164,632,304)
Balance as at 31st March 2015	730,939,657	399,837	857,888	4,571,180,683	5,303,378,065	3,643,544,086	8,946,922,151
Total Comprehensive Income							
Profit for the 06 months				333,501,783	333,501,783	324,318,904	657,820,687
Total other comprehensive income for the 06 months				2,699,172	2,699,172	8,063,947	10,763,119
Total comprehensive income for the 06 months				336,200,955	336,200,955	332,382,851	668,583,806
Dividend paid to owners for 2014/15				(128,383,937)	(128,383,937)		(128,383,937)
Dividend payments to non-controlling shareholders						(28,815,701)	(28,815,701)
Balance as at 30th September 2015	730,939,657	399,837	857,888	4,778,997,701	5,511,195,083	3,947,111,236	9,458,306,319

Figures in brackets indicate deductions.

SUNSHINE HOLDINGS PLC

FOR THE 06 MONTHS ENDED 30th SEPTEMBER 2015
STATEMENT OF CHANGES IN EQUITY - COMPANY

	Stated capital Rs.	Share premium Rs.	General reserve Rs.	Retained Profit Rs.	Total Rs.
Balance as at 01st April 2014	690,993,533	399,837	857,888	1,819,067,811	2,511,319,069
Total Comprehensive Income for the period					
Profit for the 06 months				139,924,320	139,924,320
Total other comprehensive income for the 06 months				-	-
Total comprehensive income for the 06 months				139,924,320	139,924,320
Share Issues	-	-	-	-	-
Dividend paid to owners for 2013/14				(127,135,210)	(127,135,210)
Balance as at 30th September 2014	690,993,533	399,837	857,888	1,831,856,921	2,524,108,179
Total Comprehensive Income for the balance period					
Profit for the 06 months				152,792,481	152,792,481
Total other Comprehensive income for the 06 months				57,076,838	57,076,838
Total comprehensive income for the 06 months				209,869,319	209,869,319
Transactions with Owners of the Company					
Share Issues	39,946,124			-	39,946,124
Dividend paid to owners for 2013/14	-	-	-	-	-
Total	39,946,124	-	-	-	39,946,124
Balance as at 31st March 2015	730,939,657	399,837	857,888	2,041,726,240	2,773,923,622
Total Comprehensive Income for the period					
Profit for the 06 months				75,161,546	75,161,546
Total other comprehensive income for the 06 months				-	-
Total comprehensive income for the 06 months				75,161,546	75,161,546
Dividend Paid to owners - 2014/15				(128,383,937)	(128,383,937)
Balance as at 30th September 2015	730,939,657	399,837	857,888	1,988,503,849	2,720,701,231

Figures in brackets indicate deductions.

SUNSHINE HOLDINGS PLC

STATEMENT OF CASH FLOWS - GROUP

	6 months ended 30th Sep 2015 Rs	6 months ended 30th Sep 2014 Rs	Audited Year ended 31st March 2015 Rs
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before Income Tax Expense	854,285,625	724,509,276	1,309,333,699
Adjustments for:			
Interest Income	(48,211,001)	(58,524,368)	(110,209,360)
Profit/(loss) of equity investee	323,563	(96,499)	(1,447,179)
Profit on Sale of Property, Plant & Equipment	(25,084,916)	(6,346,663)	(25,302,064)
Gain/(loss) on fair value of biological assets	16,150,000	-	(1,723,000)
Interest Expense	87,245,752	112,202,493	212,487,687
Depreciation & Amortization	253,257,620	227,219,511	470,625,406
Fair value gain in Quoted Shares	(1,468,307)	(21,911,587)	(17,776,595)
Profit on Disposal of Investments	(3,139,786)	(1,700,959)	-
Provision / (Reversal) for Bad and Doubtful Debts	-	-	17,053,069
Goodwill write off	-	-	61,525,525
Amortization of Deferred Income & Capital Grants	(6,311,225)	(5,096,588)	(10,193,000)
Amortization of Leasehold Rights	3,517,356	3,517,356	7,035,000
Timber fair valuation charged against timber proceeds	(21,556,907)	1,896,378	36,947,000
Provision gratuity excluding actuarial gain/(loss)	52,540,637	56,021,667	201,940,265
Exchange Gain/(Loss)	-	-	3,103,862
Operating Profit before Working Capital Changes	1,161,548,411	1,031,690,017	2,153,400,315
(Increase)/Decrease in Inventories	(136,476,844)	(62,446,524)	(191,910,486)
(Increase)/Decrease in Trade and Other Receivables	(176,479,617)	(107,536,267)	(291,795,675)
(Increase)/Decrease in Amounts Due from Related Parties	(75,006,679)	(5,906,911)	(7,649,175)
Increase/(Decrease) in Trade and Other Payables	355,191,323	150,227,811	418,906,190
Increase/(Decrease) in Amounts Due to Related Parties	2,689,364	1,406,581	778,147
Cash generated from/ (used in) Operations	1,131,465,958	1,007,434,707	2,081,729,316
Interest Paid	(87,245,752)	(102,492,382)	(213,684,461)
Income Tax Paid	(145,686,597)	(175,014,847)	(314,001,765)
Gratuity Paid	(65,749,380)	(63,774,998)	(101,721,571)
Net Cash / (used in) Operating Activities	832,784,229	666,152,480	1,452,321,519
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	48,211,001	58,524,368	110,209,360
Investment in subsidiary/ associates	(2,472,795)	-	-
Investment in other long term shares	(68,320,053)	(55,515,396)	(92,614,798)
Investments in Gratuity Fund	(8,771,533)	(9,560,591)	(20,262,000)
Field development expenditure	(92,846,471)	-	(357,798,000)
Acquisition of Property, Plant & Equipment	(247,871,530)	(320,428,208)	(507,837,785)
Acquisition of Intangible Assets	(1,185,872)	(12,096,477)	(29,573,288)
Proceeds from disposal of investments	13,780,906	7,014,527	-
Proceeds from Disposal of Property, Plant & Equipment	72,951,962	9,560,373	31,859,776
Net Cash used in Investing activities	(286,524,385)	(322,501,404)	(866,016,735)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of Shares	-	-	39,946,124
Proceeds from share issued by subsidiary to NCI	-	-	-
Receipts of Interest Bearing Borrowings	191,984,121	338,709,856	654,016,507
Repayment of Interest Bearing Borrowings	(334,857,360)	(576,621,146)	(990,699,022)
Lease Rentals Paid	(8,262,795)	(20,978,653)	(26,072,798)
Dividend Paid	(128,383,937)	(127,135,210)	(127,135,210)
Payment to Non controlling Interest Shareholders	(28,815,701)	(79,516,929)	(284,095,357)
Net Cash from / (used in) Financing Activities	(308,335,672)	(465,542,082)	(734,039,756)
Net Increase/(Decrease) in Cash and Cash Equivalents	237,924,172	(121,891,006)	(147,734,972)
Cash and Cash Equivalents at the beginning of the period	998,665,836	1,146,400,808	1,146,400,808
Cash and Cash Equivalents at the end of the period	1,236,590,008	1,024,509,802	998,665,836
Short Term Investments			
Cash in hand & bank	1,620,087,455	1,362,743,101	1,562,658,066
Bank Overdraft	(383,497,447)	(338,233,299)	(563,992,230)
	1,236,590,008	1,024,509,802	998,665,836

Figures in brackets indicate deductions.

Interim Financial Statements

SUNSHINE HOLDINGS PLC

STATEMENT OF CASH FLOWS - COMPANY

	6 months ended 30th Sep 2015 Rs	6 months ended 30th Sep 2014 Rs	Audited Year ended 31st March 2015 Rs
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before Income Tax Expense	75,161,546	140,366,291	294,740,754
Adjustments for;			
Interest Income	(32,584,286)	(41,059,497)	(75,610,356)
Interest Expense	1,069,903	2,435,510	2,747,894
Fair value gain in Quoted Shares	(1,468,307)	(21,911,587)	(17,776,595)
Depreciation	728,105	507,996	991,512
Profit on Sale of Property, Plant & Equipment	(40,500)		
Profit on sale of investments	(3,139,786)	(1,700,959)	
Provision for Gratuity	1,650,000	1,500,000	2,325,532
Operating Profit before Working Capital Changes	41,376,675	80,137,754	207,418,741
(Increase)/Decrease in Trade and Other Receivables	9,404,652	2,394,257	(21,672,678)
(Increase)/Decrease in Amounts Due from Related Parties	(45,530,763)	(17,333,922)	(66,496,204)
Increase/(Decrease) in Trade and Other Payables	(2,393,279)	22,085,910	5,278,833
Increase/(Decrease) in Amounts Due to Related Parties	(919,403)	1,012,235	766,615
Cash generated from/ (used in) Operations	1,937,882	88,296,234	125,295,307
Interest Paid	(1,069,903)	(2,435,510)	(2,747,893)
Income Tax Paid		(6,304,644)	(6,162,663)
Employee benefits paid	(1,375,000)	(725,000)	(725,000)
Net Cash / (used in) Operating Activities	(507,021)	78,831,080	115,659,751
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	32,584,286	41,059,497	75,610,356
Investments in Subsidiaries/Associates	(2,472,795)	-	
Investments in Other Long Term Investments	(68,320,053)	(55,515,396)	(92,614,799)
Proceeds from Disposal of Investments	13,780,906	7,014,527	
Proceed from Disposal of Property, Plant & Equipment	40,500		
Acquisition of Property, Plant & Equipment	(3,505,372)	(685,098)	(1,162,816)
Net Cash used in Investing activities	(27,892,528)	(8,126,470)	(18,167,259)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Issue of Shares	-	-	39,946,124
Dividend Paid	(128,383,937)	(127,135,210)	(127,135,210)
Net Cash from / (used in) Financing Activities	(128,383,937)	(127,135,210)	(87,189,086)
Net Increase/(Decrease) in Cash and Cash Equivalents	(156,783,486)	(56,430,600)	10,303,406
Cash and Cash Equivalents at the beginning of the period	951,249,278	940,945,872	940,945,872
Cash and Cash Equivalents at the end of the period	794,465,792	884,515,272	951,249,278
Short Term Investments			
Cash in hand & bank	794,465,792	884,515,272	955,293,407
Bank Overdraft	-	-	(4,044,129)
	794,465,792	884,515,272	951,249,278

Figures in brackets indicate deductions.

SUNSHINE HOLDINGS PLC

SEGMENTAL ANALYSIS

FOR THE 06 MONTHS ENDED 30th SEPTEMBER 2015

	Investment	Healthcare	Agri	FMCG	Energy	Packaging	Management Services	Intragroup	Group
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
REVENUE	90,936,552	3,426,754,707	3,251,369,972	1,578,755,362	61,976,562	169,468,441		(59,609,411)	8,519,652,185
RESULT									
Profit from Operating Activities	43,647,163	271,966,032	342,925,856	253,309,346	29,948,311	16,272,204	299,845,199	(364,270,172)	893,643,939
Net finance cost	31,514,383	(10,100,529)	(43,321,886)	9,094,727	(8,347,530)	(7,658,249)	(10,215,667)	-	(39,034,751)
Share of equity investee	-	-	-	-	-	-	-	(323,563)	(323,563)
Income tax expense	-	(81,798,379)	(37,990,066)	(34,676,541)	(226,082)	(1,794,164)	-	(39,979,706)	(196,464,938)
Profit for the year	75,161,546	180,067,124	261,613,904	227,727,532	21,374,699	6,819,791	289,629,532	(404,573,441)	657,820,687
Other comprehensive income	-	-	10,763,119	-	-	-	-	-	10,763,119
Total comprehensive income	75,161,546	180,067,124	272,377,023	227,727,532	21,374,699	6,819,791	289,629,532	(404,573,441)	668,583,806
OTHER INFORMATION									
Segment Assets	2,740,893,947	3,676,456,106	7,232,955,123	1,017,700,735	833,753,460	588,171,167	2,196,220,181	(3,101,936,144)	15,184,214,575
Equity & reserves	2,720,701,230	1,826,599,280	4,436,785,137	805,467,824	320,795,304	320,883,137	1,926,704,337	(2,899,629,930)	9,458,306,319
Total Liabilities	20,192,717	1,849,856,825	2,785,406,867	212,232,912	512,958,156	267,288,030	269,515,845	(191,543,096)	5,725,908,256
Depreciation	728,105	44,094,232	153,949,265	30,384,561	15,496,334	8,605,123	-	-	253,257,620
Capital Expenditure	3,505,372	71,333,617	121,678,716	60,563,301	83,882,977	939,890	-	-	341,903,873

Figures in brackets indicate deductions.

SEGMENTAL ANALYSIS

FOR THE 06 MONTHS ENDED 30th SEPTEMBER 2014

	Investment	Healthcare	Agri	FMCG	Energy	Packaging	Management Services	Intragroup	Group
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
REVENUE	118,085,051	2,920,584,023	3,679,575,397	1,316,757,089	46,071,765	136,847,265	-	(68,194,017)	8,149,726,573
RESULT									
Profit from Operating Activities	101,742,305	228,297,546	364,508,852	142,619,299	16,803,737	986,495	175,729,658	(252,596,990)	778,090,902
Net finance cost	38,623,986	(6,393,017)	(44,232,305)	5,052,106	(14,350,550)	(10,879,002)	(21,499,343)	-	(53,678,125)
Share of Profit/(loss) from Associate	-	-	-	-	-	-	-	96,499	96,499
Income tax expense	(441,971)	(67,491,535)	(58,137,579)	(24,648,405)	-	2,525,240	-	(25,274,674)	(173,468,924)
Profit for the year	139,924,320	154,412,994	262,138,968	123,023,000	2,453,187	(7,367,267)	154,230,315	(277,775,165)	551,040,352
Total other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income	139,924,320	154,412,994	262,138,968	123,023,000	2,453,187	(7,367,267)	154,230,315	(277,775,165)	551,040,352
OTHER INFORMATION									
Segment Assets	2,562,262,083	3,066,401,141	7,083,140,207	882,852,174	640,737,215	588,671,541	2,008,213,816	(3,046,641,926)	13,785,636,251
Equity & reserves	2,524,108,180	1,713,114,422	4,362,132,697	702,622,699	282,184,502	330,795,304	1,600,925,878	(2,900,189,924)	8,615,693,758
Total Liabilities	38,153,903	1,353,286,719	2,721,007,510	180,229,475	358,552,712	257,876,237	407,287,938	(146,452,002)	5,169,942,492
Depreciation	507,996	36,244,993	140,776,728	26,795,029	14,118,136	8,776,629	-	-	227,219,511
Capital Expenditure	685,098	35,697,362	258,486,806	25,653,730	10,913,558	1,088,131	-	-	332,524,685

Figures in brackets indicate deductions.

SUNSHINE HOLDINGS PLC

1 Corporate information

Sunshine Holdings PLC (the "company") is a company incorporated and domiciled in Sri Lanka. The ordinary shares of the Company are listed on Colombo Stock Exchange of Sri Lanka. The address of the company's registered office is No. 60, Dharmapala Mawatha, Colombo 03.

The group primarily is involved in the importing and selling of pharmaceuticals, managing portfolio of investments, cultivation and marketing of tea, rubber, palm oil and related products, travels and related services and manufacturing and selling of food and tea cans and generation of power.

2 Interim consolidated financial statements

The interim financial statements for the 06 months ended 30th September 2015, includes the "company" referring to Sunshine Holdings PLC as the holding company and the "Group" comprise the company and subsidiary companies of Estate Management services (Pvt) Limited, Watawala Tea Ceylon Limited, Sunshine Packaging Lanka Limited, Watawala Plantations PLC, Sunshine Healthcare Lanka Limited and Sunshine Energy Limited.

3 Approval of financial statements

The interim financial statements of the group and the company for the 06 months ended 30th September 2015, were authorised for issue by the Board of Directors on 02nd November 2015.

4 Basis of preparation

The interim consolidated financial statements have been prepared in accordance with the Sri Lanka Accounting Standards which effective from 01st January 2014 (SLFRS/LKAS). There were no changes to the Accounting policies and methods of computation since the publication of the Annual Report 2014/15. Further, these financial statements have been prepared in compliance with the requirement of the Sri Lanka Accounting Standard - LKAS 34 on "Interim Financial Reporting". Previous period figures and phrases have been rearranged wherever necessary to conform to the current presentation.

5 Significant Accounting Policies

5.1 Basis of Consolidation

Subsidiaries are those entities controlled by the Group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the group takes in to consideration that substantive rights that gives the ability to direct the activities of the subsidiaries.

The Financial Statements of the Subsidiaries are included in the Consolidated Financial Statements from the date the control effectively commences until the date that control effectively ceases. Non- controlling Interest is measured at the proportionate share of the acquiree's identifiable net assets. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

5.2 Property, Plant & Equipment

5.2.1 Recognition and measurement

Property, Plant and Equipment are recorded at cost less accumulated depreciation and accumulated impairment losses if any whilst land is measured at fair value.

5.2.2 Derecognition

The carrying amount of an item of property, plant & equipment is derecognised on disposal; or when no future economic benefits are expected from its use. Gains and losses on derecognition are recognised in income statement and gains are not classified as revenue. When revalued assets are sold, any related amount included in the Revaluation Reserve is transferred to Retained Earnings.

5.2.3 Depreciation

Depreciation is recognised in income statement on a straight-line basis over the estimated useful lives of each part of an item of property, plant & equipment.

5.2.4 Biological assets

The Group recognise the biological assets when, and only when, the company controls the assets as a result of past events, it is prob-able that future economic benefits associated with the assets will flow to the entity and fair value or cost of the assets can be measured reliably.

Bearer biological assets

Tea, rubber, oil palm, calianadra ,sundry crops and nurseries are classified as bearer biological assets. The bearer biological assets are measured at cost less accumulated depreciation and accumulated impairment losses, if any, in terms of Sri Lanka Accounting standard LKAS 16 - Property Plant and Equipment as per the ruling issued by Institute of Chartered Accountants of Sri Lanka.

Consumable biological assets

Timber plantation is classified as consumable biological assets and is measured on initial recognition and at the end of each reporting period at fair value less cost to sell. Costs to sell include all costs that would be necessary to sell the assets, including transportation costs. The fair value of trees younger than 5 years cannot be reliably estimated and are carried at cost less impairment. The cost includes direct material, direct labour and appropriate proportion of directly attributable overheads. Gains or losses arising on initial recognition of timber plantations at fair values less costs to sell and from the change in fair values less costs of plantations at each reporting date are included in profit or loss for the period in which they arise. All costs incurred in maintaining the assets are included in profit or loss for the period in which they arise.

Livestock

Livestock is measured at their fair value less estimated point-of- sale costs. Changes in fair value of livestock are recognised in the income statement

5.3 Investments in Subsidiaries

Quoted and unquoted investments in shares held on long term basis by the Company and Group are stated at cost less provision for diminution in value of investments.

5.4 Other Long Term Investments

Unquoted investments in shares held on long-term basis are stated at fair value at the balance sheet date.

5.5 Inventories

Inventories other than produce stock and nurseries are stated at the lower of cost and net realisable value, after making due allowances for obsolete and slow moving

SUNSHINE HOLDINGS PLC

items. The Group uses weighted average cost formula in assigning the cost of inventories. The cost includes expenses in acquiring stocks, production and conversion cost and other costs incurred in bringing them to their existing location and condition.

5.6 Revenue

Revenue is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably.

a) Dividend income

Sunshine Holdings PLC's revenue comprises net dividends received from Group companies and other equity investments. Dividend income is recognised in income statement on the date the entity's right to receive payment is established, which in the case of quoted securities is the ex-dividend date.

b) Perennial crops

Revenue from perennial crops are recognised in the year of harvesting. Revenue comprises of invoiced value of sales, net of brokerage, public sale expenses, and other levies related to turnover.

Sale of tea at auction

As per the Tea By-Laws and Conditions issued by the Ceylon Tea Traders' Association (Section 17), the highest bidder (buyer) is accepted and a sale is completed at the fall of the hammer. The sale is recorded at the price and quantity agreed upon and raising the Sale Note.

Sale of rubber at auction

As per the Rubber By-Laws and Conditions issued by the Colombo Rubber Traders' Association, the highest bidder (buyer) is accepted and a sale is completed at the fall of the hammer. The sale is recorded at the price and quantity agreed upon and raising the Sale Note.

Sale of palm oil

The revenue is recognised on invoicing and oil is ready for delivery.

Income from sale of trees

Revenue from the sale of timber/trees is recognized at the point that the legal ownership, risk of loss and the rewards have passed to the purchaser and the quantity sold is determinable.

Income from livestock

Revenue from the sale of livestock is measured at the fair value of the consideration received or receivable. Any increase or decrease in the fair value of livestock is recognised as revenue in the income statement under profit or loss.

c) Wholesale and retail revenue is recognized on an accrual basis at the point of invoicing

6 Comparatives

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

7 Events after the reporting date

No circumstance have arisen since the Balance Sheet date which would require adjustment to or disclosure in the financial statements.

8 Stated Capital is represented by shares in issue as given below:

No. of Shares as at	30th Sep 2015	31st Mar 2015	30th Sep 2014
Ordinary Shares	135,140,986	135,140,986	133,826,537

9 Dividend

	Period ended 31 March		
	2015	2014	2013
Dividend paid (Rs)	128,383,937	127,135,210	66,913,269
No of ordinary shares	135,140,986	133,826,537	133,826,537
Dividend per share	0.95	0.95	0.50

10 Commitments & Contingencies

There has not been significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31st March 2015.

11 Net Assets per share

Net Assets per share have been calculated, for all periods, based on the number of shares issued as at the balance sheet date.

SUNSHINE HOLDINGS PLC

SHAREHOLDER INFORMATION	6 months ended	6 months ended	Audited
	30th Sep 2015	30th Sep 2014	Year ended 31st March 2015
Market Price per share	Rs.	Rs.	Rs.
Highest price	62.00	49.00	63.50
Lowest price	45.20	28.00	28.00
Last traded price	58.30	48.00	48.00

TWENTY (20) LARGEST SHAREHOLDERS AS AT

Name	30th Sep 2015		31st March 2015	
	No of Shares Held	%	No of Shares Held	%
Sampath Bank/ Seylan Bank /Dr. T. Senthilverl	30,766,623	22.77%	31,684,390	23.45%
Lamurep Investments Limited	27,392,830	20.27%	27,392,830	20.27%
Deepcar Limited	25,600,000	18.94%	25,600,000	18.94%
Moneymore Securities Limited	22,810,730	16.88%	22,810,730	16.88%
Tansinghe (Private) Limited	16,015,390	11.85%	16,015,390	11.85%
Ceylon Property Development Limited	3,000,000	2.22%	3,000,000	2.22%
Deutsche Bank AG-National Equity Fund	1,095,149	0.81%	-	-
Est of Late M. Radhakrishnan (Deceased)	750,000	0.55%	750,000	0.55%
Hatton National Bank PLC A/C No 05	669,661	0.50%	694,661	0.51%
Pershing LLC S/A Aerbach Grauson & Co	610,286	0.45%	322,286	0.24%
Nuwara Eliya Property Developers (pvt) Ltd	575,261	0.43%	575,261	0.43%
Mr.V.Govindasamy	443,330	0.33%	443,330	0.33%
Deutsche Bank AG as Trustee for JB Vantage Value	386,793	0.29%	386,793	0.29%
GF Capital Global Limited	261,540	0.19%	261,540	0.19%
Amana Takaful PLC - A/C NO.05	136,100	0.10%	136,100	0.10%
MR. W.D.PL. Vithanage	114,703	0.08%	114,703	0.08%
MR. I.M. Dabah	100,000	0.07%	100,000	0.07%
Gold Investment Limited	100,000	0.07%	-	-
MR. M.A. Valabji	100,000	0.07%	-	-
Amana Takaful PLC - A/C NO.04	90,000	0.07%	-	-
Sub Total	131,018,396	96.95%	130,288,014	96.41%
Others	4,122,590	3.05%	4,852,972	3.59%
Total	135,140,986	100.00%	135,140,986	100.00%

PUBLIC SHARE HOLDING

	As at 30th Sep 2015	As at 31st March 2015
The percentage of shares held by the public	6.73%	5.99%
Number of shareholders representing public holding	1,485	1,545

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

	As at 30th Sep 2015	As at 31st March 2015
Mr.V.Govindasamy - Group Managing Director	443,330	443,330
Mr.G.Sathasivam	1,000	1,000
Mr.S.G.Sathasivam	1,000	1,000
Mr.B.A.Hulangamuwa	56,955	56,955
Mr.S.Piyaratna	1,000	1,000
Dr. T. Senthilverl	30,766,623	31,684,390

SUNSHINE HOLDINGS PLC

CORPORATE INFORMATION

Name of Company

Sunshine Holdings PLC

Legal Form

Public Limited Liability Company
(Incorporated in 1973 and listed in the
Colombo Stock Exchange)

Company Registration Number

PQ13

Principal Activities

Holding Company, carrying out investment in subsidiaries

Registered Office

No. 60, Dharmapala Mawatha, Colombo 03

Directors

Mr. S. Munir - (Chairman)
Mr. G. Sathasivam
Mr. V. Govindasamy -(Group Managing Director)
Mr. N.B. Weerasekera
Mr. S. Piyaratne
Mr. A. Hollingsworth
Mr. S.G. Sathasivam
Mr. Harsha Abeywickrama
Dr. T. Senthilvel
Mr. B.A. Hulangamuwa

Secretaries

Samanthi Haddegoda
Secretaries & Financial Services (Pvt) Ltd
No. 60, Dharmapala Mawatha,
Colombo 03
Tel: 0114 702 400

Auditors

KPMG
Chartered Accountants
32A, Sri Mohamed Macan Marker Mawatha,
Colombo 03

Lawyers

F J & G de Saram (Attorney-at-Law)
No. 216, de Saram Place
Colombo 10

Bankers

Hatton National Bank PLC
National Development Bank
MCB Limited
Hong Kong & Shanghai Banking Corporation Limited