

ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

**FINANCIAL STATEMENTS
31 MARCH 2024**

ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

FINANCIAL STATEMENTS - 31 MARCH 2024

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Independent auditor's report

To the Shareholders of Associated Battery Manufacturers (Ceylon) Limited

Report on the audit of the financial statements

Our opinion

We have audited the financial statements of Associated Battery Manufacturers (Ceylon) Limited ("the Company"). The financial statements of the Company comprise:

- the statement of financial position as at 31 March 2024;
- the statement of profit or loss for the year then ended;
- the statement of changes in equity for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include a summary of material accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 March 2024, and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Accounting Standards for Small and Medium-sized Entities ("SLFRS for SMEs").

Basis for opinion

We conducted our audit in accordance with Sri Lanka Auditing Standards (SLAuSs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report.

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

Independence

We are independent of the Company in accordance with the Code of Ethics for Professional Accountants issued by the Institute of Chartered Accountants of Sri Lanka ("CA Sri Lanka Code of Ethics"). We have fulfilled our other ethical responsibilities in accordance with the CA Sri Lanka Code of Ethics.

Other information

Management is responsible for the other information. The other information comprises the annual report of the board (but does not include the financial statements and our auditor's report thereon). The annual report of the board is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Independent auditor's report

To the Shareholders of Associated Battery Manufacturers (Ceylon) Limited (Contd)

Report on the audit of the financial statements (Contd)

Other information (Contd)

When we read the annual report of the board, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with SLFRS for SMEs and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SLAuSs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SLAuSs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Independent auditor's report

To the Shareholders of Associated Battery Manufacturers (Ceylon) Limited (Contd)

Report on the audit of the financial statements (Contd)

Auditor's responsibilities for the audit of the financial statements (Contd)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

As required by section 163 (2) of the Companies Act, No. 07 of 2007, we have obtained all the information and explanations that were required for the audit and, as far as appears from our examination, proper accounting records have been kept by the Company.

Deloitte Partners

CHARTERED ACCOUNTANTS

COLOMBO

09 April 2024



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Statement of financial position

(all amounts in Sri Lankan Rupees)

	Note	As at 31 March	
		2024	2023
Assets			
Non-current assets			
Property, plant and equipment	4	594,370,961	590,295,801
Intangible assets	5	915,429	871,587
Loans to company employees	7	9,022,045	2,932,981
Deferred tax asset	10	13,525,055	Nil
Total non-current assets		617,833,490	594,100,369
Current assets			
Inventories	6	1,490,782,696	2,207,273,980
Trade and other receivables	7	2,304,584,003	2,837,048,437
Cash and cash equivalents	19	167,157,076	16,568,277
Total current assets		3,962,523,775	5,060,890,694
Total assets		4,580,357,265	5,654,991,063
Equity and liabilities			
Equity			
Stated capital	8	63,360,000	63,360,000
Retained earnings		1,090,469,345	482,929,666
Total equity		1,153,829,345	546,289,666
Non-current liabilities			
Retirement benefit obligations	11	82,357,674	60,720,474
Interest bearing loans and borrowings	9	631,876,973	846,050,905
Warranty provision	13	26,813,438	41,721,457
Total non-current liabilities		741,048,085	948,492,836
Current liabilities			
Trade and other payables	12	1,521,226,107	1,750,446,297
Interest bearing loans and borrowings	9	963,698,630	2,125,468,789
Income tax payable		83,581,217	62,007,069
Warranty provision	13	116,973,880	222,286,406
Total current liabilities		2,685,479,834	4,160,208,561
Total liabilities		3,426,527,920	5,108,701,397
Total equity and liabilities		4,580,357,265	5,654,991,063

The Board of Directors is responsible for the preparation and presentation of these financial statements. These financial statements were authorised for issue by the Board of Directors on 09 April 2024.

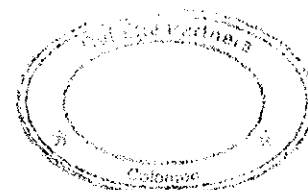
I certify that these financial statements have been prepared in compliance with the requirements of the Companies Act, No. 7 of 2007.

Sd/-
Sd/-
Directors

Sd/-
Chief Financial Officer

The notes on pages 8 to 23 form an integral part of these financial statements

Independent auditor's report - pages 1 to 3



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Statement of profit or loss

(all amounts in Sri Lankan Rupees)

	Note	Year ended 31 March	
		2024	2023
Revenue	3	8,838,453,123	8,785,023,516
Cost of Sales		(7,571,200,131)	(7,473,573,142)
Gross profit		1,267,252,992	1,311,450,374
Other income	14	45,666,652	38,084,263
Administrative expenses		(231,218,129)	(199,073,589)
Other gains / (losses) - net	15	18,581,314	(151,621,630)
Finance income	16.1	7,718,046	6,103,999
Finance costs	16.2	(311,817,249)	(388,788,183)
Finance costs - net		(304,099,203)	(382,684,184)
Profit before taxation	17	796,183,626	616,155,234
Income tax expense	10	(188,643,947)	(115,075,989)
Profit for the year		607,539,679	501,079,245

The notes on pages 8 to 23 form an integral part of these financial statements

Independent auditor's report - pages 1 to 3



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Statement of changes in equity

(all amounts in Sri Lankan Rupees)

	Stated capital	Revenue reserve	Retained earnings / (accumulated losses)	Total equity
Balance as at 1 April 2022	63,360,000	82,799,732	(100,949,311)	45,210,421
Transfer of the revenue reserve to retained earnings	Nil	(82,799,732)	82,799,732	Nil
Profit for the year	Nil	Nil	501,079,245	501,079,245
Balance as at 31 March 2023	63,360,000	Nil	482,929,666	546,289,666
Profit for the year	Nil	Nil	607,539,679	607,539,679
Balance as at 31 March 2024	63,360,000	Nil	1,090,469,345	1,153,829,345

The notes on pages 8 to 23 form an integral part of these financial statements

Independent auditor's report - pages 1 to 3



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Statement of cash flows

(all amounts in Sri Lankan Rupees)

	Note	Year ended 31 March	
		2024	2023
Cash flows from operating activities			
Profit before taxation		796,183,626	616,155,234
Adjustments for:			
Depreciation on property, plant and equipment	4.2	90,884,879	96,605,220
Amortization of intangible assets	5.2	405,135	518,638
Asset written off		157,589	Nil
Gain on Replacement of Asset		(39,913)	Nil
Interest income from investments	16.1	(7,718,046)	(6,103,999)
(Reversal) / provision for obsolete and slow moving stocks	6	(57,788,797)	113,644,073
NRV adjustment in inventory	6	84,559,195	Nil
Impairment / (reversal) of trade receivables	7	27,427,235	(332,424)
Finance costs	16.2	311,817,249	388,788,183
Warranties accepted during the year	13	90,214,644	453,499,073
Provision for defined benefit plans	11	13,253,251	20,618,596
Operating cash flows generated before working capital changes		1,349,356,047	1,683,392,593
Decrease / (Increase) in inventories		689,720,886	(1,099,932,932)
Decrease / (Increase) in trade and other receivables		485,423,080	(1,359,277,764)
(Decrease) / Increase in trade and other payables		(410,382,672)	215,138,402
Cash flows generated from / (used in) operations		2,114,117,341	(560,679,700)
Defined benefit plan obligation paid	11	(7,423,514)	(2,505,583)
Income taxes paid		(180,535,044)	(32,265,120)
Net cash generated from / (used in) operations		1,926,158,783	(595,450,403)
Cash flows from investing activities			
Acquisition of property, plant and equipment	4.1	(95,077,714)	(36,367,301)
Acquisition of intangible assets	5.1	(448,976)	Nil
Interest received	16.1	7,718,046	6,103,999
Net cash outflow from investing activities		(87,808,644)	(30,263,302)
Cash flows from financing activities			
Proceeds from interest bearing loans and borrowings		1,842,771,681	2,575,184,668
Repayment of interest bearing loans and borrowings		(3,192,679,120)	(1,721,748,151)
Finance cost paid		(311,817,249)	(388,788,183)
Net cash (outflow) / inflow from financing activities		(1,661,724,688)	464,648,333
Net increase / (decrease) in cash and cash equivalents during the year		176,625,451	(161,065,371)
Cash and cash equivalents at the beginning of the year		(161,490,257)	(424,886)
Cash and cash equivalents at the end of the year	19	15,135,194	(161,490,257)

The notes on pages 8 to 23 form an integral part of these financial statements

Independent auditor's report - pages 1 to 3



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements

(In the notes all amounts are shown in Sri Lankan Rupees unless otherwise stated)

1 Corporate information

1.1 General

Associated Battery Manufacturers (Ceylon) Limited ("Company") is a limited liability company incorporated and domiciled in Sri Lanka. The registered office of the Company is located at 481, T. B. Jayah Mawatha, Colombo 10, and the principal place of business is situated at 31, Katukurunduwatte Road, Off Attidiya Road, Ratmalana.

1.2 Principal activities and nature of operations

The principal activity of the Company is manufacturing of lead acid automotive and motorcycle batteries.

1.3 Parent enterprise and ultimate parent enterprise

The Company's parent undertaking is Exide Industries Ltd. – India, it is also the Company's ultimate parent undertaking and controlling party.

1.4 Date of authorization for issue

The financial statements of the Company as at 31 March 2024 were authorized for issue by the Board of Directors on 09 April 2024.

2 Summary of material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. The policies have been consistently applied to all of the years presented, unless otherwise stated.

2.1.1 Basis of preparation

The financial statements which comprise the statement of financial position as at 31 March 2024, and the statement of profit or loss, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes, have been prepared on a historical cost basis and are presented in Sri Lanka Rupees, which is the Company's functional and presentation currency.

The preparation and presentation of these Financial Statements are in compliance with Companies Act, No. 07 of 2007.

2.1.2 Statement of compliance

The statement of financial position, statement of profit or loss, changes in equity and cash flows, together with accounting policies and notes, ("Financial Statements") of the Company as at 31 March 2024 and for the year then ended, comply in all material respects with the applicable Sri Lanka Accounting Standards for Small and Medium-sized Entities (SLFRS for SMEs).

2.1.3 Comparative information

The accounting policies have been consistently applied by the Company during the year under review with those used in the previous year.

2.2 Use of estimates and judgments

The preparation of Financial Statements of the Company in conformity with SLFRS for SMEs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making a judgment about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underline assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which estimates are revised and in any future periods affected.

Information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements have been disclosed in the respective notes to the financial statements.

ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

2.3 Summary of material accounting policies

2.3.1 Foreign currency translation

The Financial Statements are presented in Sri Lanka Rupees, which is the Company's functional and presentation currency. Transactions in foreign currencies are initially recorded at the functional currency rate ruling at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in profit or loss within 'finance income or costs'. All other foreign exchange gains and losses are presented in profit or loss within 'other gains / (losses) – net'.

2.3.2 Taxation

Current taxes

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the date of statement of financial position.

The provision for income tax is based on the elements of income and expenditure as reported in the Financial Statements and computed in accordance with the provisions of the relevant tax legislations.

Deferred taxation

Deferred income tax is provided, using the liability method, on temporary differences at the statement of financial position date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred income tax liabilities are recognized for all taxable temporary differences except where the deferred income tax liability arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Deferred income tax assets are recognized for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry-forward of unused tax assets and unused tax losses can be utilized except where the deferred income tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and

The carrying amount of deferred income tax assets is reviewed at each statement of financial position date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the statement of financial position date.

Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit or loss.

Sales tax

Revenues, expenses and assets are recognized net of the amount of sales tax except where the sales tax incurred on a purchase of assets or service is not recoverable from the taxation authorities in which case the sales tax is recognized as a part of the cost of the asset or part of the expense items as applicable and receivable and payable that are stated with the amount of sales tax included. The amount of sales tax recoverable and payable in respect of taxation authorities is included as a part of receivables and payables in the statement of financial position.



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

2.3.3 Borrowings

Borrowings are recognised initially at the transaction price (that is, the present value of cash payable to the bank, including transaction costs). Borrowings are subsequently stated at amortised cost. Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

Borrowings are classified as current liabilities, unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Borrowing costs

Borrowing costs are recognized as an expense in the period in which they are incurred.

2.3.4 Inventories

Inventories are valued at the lower of cost and net realizable value, after making due allowances for obsolete and slow moving items. Net realizable value is the price at which inventories can be sold in the ordinary course of business less the estimated cost of completion and the estimated cost necessary to make the sale.

The cost incurred in bringing inventories to its present location and condition are accounted using the following cost formulas:

Raw Materials	- At weighted average cost
Work-in-progress	- At standard cost
Finished Goods	- At standard cost
Consumables and Spares	- At weighted average cost
Goods in Transit	- At actual cost

Provision for slow moving inventory

A provision for slow moving inventories is recognized based on the best estimates available to management on their future usability. As Management uses historical information as the basis to determine the future usability and recoverability, actual future losses on inventories could vary from the provision made in these financial statements.

2.3.5 Trade and receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

2.3.6 Cash and cash equivalents

Cash and cash equivalents are defined as cash on hand, demand deposits and short term highly liquid investments, readily convertible to known amounts of cash and subject to insignificant risk of changes in value.

For the purpose of cash flow statement, cash and cash equivalents consist of cash on hand and deposits in banks net of outstanding bank overdrafts. Investments with short maturities i.e. three months or less from the date of acquisition are also treated as cash equivalents.

2.3.7 Property, plant and equipment

Property, plant and equipment is recognised initially at cost. Cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Company adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the Company. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method. The estimated useful lives are disclosed in note 4.4.



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

2.3.7 Property, plant and equipment (Contd)

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognizing of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss in the year the asset is derecognized.

The asset's residual values, useful lives and methods of depreciation are reviewed, and adjusted if appropriate, at each financial year end.

2.3.8 Intangible assets

All software licensed for use by the Company, not constituting an integral part of related hardware are included in the statement of financial position under the category of intangible assets and carried at cost less accumulated amortization and impairment loss.

The cost of intangible assets is amortized using the straight-line basis at a rate of 20% per annum (over 5 years) commencing from the acquisition date. The amortization cost is recognized as an expense.

2.3.9 Impairment of non financial assets other than inventories

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

Impairment losses of continuing operations are recognized in the statement of profit or loss in those expense categories consistent with the function of the impaired asset.

For assets, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the Company makes an estimate of recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit or loss.

2.3.10 Trade payables

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

2.3.11 Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit or loss net of any reimbursement. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as an interest expense.



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

2.3.12 Retirement benefit obligations

a) Defined benefit plan – gratuity

The Company measures the present value of the promised retirement benefits of gratuity which is a defined benefit plan with the advice of an actuary every financial year using projected unit cost method.

However, according to the payment of gratuity Act No. 12 of 1983, the liability for gratuity payment to an employee arises only after the completion of 5 years of continued service.

b) Defined contribution plans – employees' provident fund and employees' Trust Fund

Employees are eligible for employees' provident fund contributions and employees' trust fund contributions in line with the respective statutes and regulations. The Company contributes 12% and 3% of gross emoluments of employees to employees' provident fund and employees' trust fund respectively.

2.3.13 Warranty provision

All batteries sold are returnable for any manufacturing defects within 12 to 30 months depending on the battery type from the date of sale by the distributors.

Provision for manufacturing defects related warranty cost is based on the claims received up to the year end as well as the management estimate of the fair value of the future liabilities to be incurred during the period of warranty completion, on the basis of the past trends of such claims. Provision for future warranty liabilities is calculated annually.

2.3.14 Stated capital

Ordinary shares are classified as equity.

Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

2.3.15 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods in the ordinary course of the Company's activities. Revenue is shown net of value added tax, returns, and discounts.

The Company recognises revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the Company's activities.

a) Sale of goods

Revenue from sale of goods is recognized when the goods have been delivered to the distributor. Delivery does not occur until the products have been shipped to the specified location, the risks of obsolescence and loss have been transferred to the distributor, and either the distributor has accepted the products in accordance with the sales contract, the acceptance provisions have lapsed, or the Company has objective evidence that all criteria for acceptance have been satisfied.

b) Interest

Interest income is recognized as the interest accrues unless collectability is in doubt.

c) Others

Other income is recognized on an accrual basis.

2.3.16 Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease.



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

3 Revenue

	2024	2023
Local sales	8,757,361,039	8,566,152,802
Export sales	81,092,084	218,870,714
Sale of goods	8,838,453,123	8,785,023,516

4 Property, plant and equipment

4.1 Gross carrying amounts

	Balance as at 1 April 2023	Additions	Asset written off	Transfers	Balance as at 31 March 2024
At Cost					
Land	59,475,299	Nil	Nil	Nil	59,475,299
Buildings	135,246,317	511,313	(1,694,832)	10,723,416	144,786,213
Plant and machinery	1,286,454,902	12,886,009	(247,552,476)	47,327,426	1,099,115,861
Motor vehicles	201,990	Nil	Nil	Nil	201,990
Tools & moulds	60,844,800	6,112,163	(10,757,632)	Nil	56,199,331
Computer & electronic appliance	10,662,897	2,669,018	(450,000)	Nil	12,881,916
Furniture and fittings	57,165,723	4,443,597	(18,397,389)	3,979	43,215,910
Total value of depreciable assets	1,610,051,928	26,622,100	(278,852,329)	58,054,821	1,415,876,520
In the course of construction					
Capital work in progress	4,982,394	68,455,613	Nil	(58,050,842)	15,387,166
Total gross carrying amount	1,615,034,322	95,077,714	(278,852,329)	3,979	1,431,263,686

4.2 Depreciation and impairment

	Balance as at 1 Apr 2023	Charge for the year/ transfers	Asset written off	Transfers	Balance as at 31 March 2024
Buildings	45,880,269	4,120,058	(1,827,697)	Nil	48,172,630
Plant and machinery	880,651,923	77,424,997	(246,296,428)	Nil	711,780,492
Motor vehicles	201,990	Nil	Nil	Nil	201,990
Tools & moulds	43,667,311	3,922,505	(11,247,566)	Nil	36,342,251
Computer & electronic appliance	6,395,682	2,015,126	(496,986)	Nil	7,913,822
Furniture and fittings	47,941,346	3,402,194	(18,826,064)	(35,933)	32,481,542
Total Depreciation	1,024,738,521	90,884,879	(278,694,741)	(35,933)	836,892,725

4.3 Net Book Values

	2024	2023
Land	59,475,299	59,475,299
Buildings	96,613,583	89,366,047
Plant and machinery	387,335,369	405,802,979
Motor vehicles	Nil	Nil
Tools and moulds	19,857,080	17,177,488
Computer and electronic appliance	4,968,094	4,267,215
Furniture and fittings	10,734,369	9,224,378
	578,983,794	585,313,407
In the course of construction		
Capital work in progress	15,387,166	4,982,394
Total carrying amount of property, plant and equipment	594,370,961	590,295,801

The bank borrowings are secured on property, plant and equipment as disclosed in note 22.

Following a physical verification of property, plant and equipment (PPE), the Company has written off with the net book value amounted to Rs.157,589 (cost - Rs.278,852,329).



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

4. Property, plant and equipment (Contd)

4.4 The useful lives of the assets are estimated as follows.

	2024	2023
Buildings on freehold land	30 Years	30 Years
Plant and machinery	10 Years	10 Years
Motor vehicles	4 Years	4 Years
Tools & mould	10 Years	10 Years
Computer & electronic appliance	4 Years	4 Years
Furniture and fittings	5 Years	5 Years

4.5 Property, Plant and Equipment includes fully depreciated assets having a gross carrying amounts as of 31 March 2024 - Rs. 357,623,036 (31 March 2023 - Rs. 595,413,462).

5 Intangible assets

5.1 Gross carrying amounts

	Balance as at 1 April 2023	Additions/ Transfers	Balance As at 31 March 2024
At cost			
Computer software	12,021,019	448,976	12,469,995
	12,021,019	448,976	12,469,995

5.2 Amortization and impairment

	Balance as at 1 April 2023	Amortisation	Balance as at 31 March 2024
Computer software	11,149,432	405,135	11,554,567
	11,149,432	405,135	11,554,567

5.3 Net book values

	2024	2023
Computer software	915,429	871,588
	915,429	871,587

5.4 The useful lives of the intangible assets are estimated to be 5 years.

6 Inventories

	2024	2023
Raw materials	578,493,106	1,403,579,624
Work in progress	647,964,587	714,124,658
Finished goods	277,465,936	160,278,996
Consumables and spares	101,967,692	90,686,835
Goods in transit	92,565,369	19,507,463
	1,698,456,689	2,388,177,576
Provision for obsolete and slow moving stocks	(123,114,799)	(180,903,596)
NRV adjustment on stocks	(84,559,195)	Nil
	1,490,782,696	2,207,273,980



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

7 Trade and other receivables

	2024			2023		
	Current	Non-Current 31 March	Total	Current	Non-Current 31 March	Total
Trade debtors - related parties (7.1)	1,842,008,200	Nil	1,842,008,200	2,236,377,073	Nil	2,236,377,073
- other	57,927,606	Nil	57,927,606	75,031,868	Nil	75,031,868
	1,899,935,806	Nil	1,899,935,806	2,311,408,941	Nil	2,311,408,941
Provision for doubtful debts	(43,040,913)	Nil	(43,040,913)	(15,613,678)	Nil	(15,613,678)
	1,856,894,893	Nil	1,856,894,893	2,295,795,263	Nil	2,295,795,263
Other debtors - related parties (7.2)	7,738,321	Nil	7,738,321	7,497,629	Nil	7,497,629
Prepaid expenses	14,485,516	Nil	14,485,516	13,940,184	Nil	13,940,184
Advance payments	380,434,565	Nil	380,434,565	508,031,808	Nil	508,031,808
Refundable deposits	5,017,220	Nil	5,017,220	2,174,364	Nil	2,174,364
Other receivables	31,853,994	Nil	31,853,994	4,466,148	Nil	4,466,148
Loans to company employees	8,159,496	9,022,045	17,181,540	5,143,041	2,932,981	8,076,022
	2,304,584,003	9,022,045	2,313,606,048	2,837,048,437	2,932,981	2,839,981,418

7.1 Trade debtors - related parties

	Relationship	2024	2023
Brown & Company PLC	Parent of S.F.L.Services (Pvt) Ltd	1,514,049,833	1,784,717,363
Klevenberg (Private) Limited	Affiliate of S.F.L.Services (Pvt) Ltd	327,958,367	438,491,029
Exide Industries Ltd	Parent Company	Nil	13,168,681
		1,842,008,200	2,236,377,073

7.2 Other debtors - related parties

	Relationship	2024	2023
Brown & Company PLC	Parent of S.F.L.Services (Pvt) Ltd	2,385,541	2,385,541
Browns Thermal Engineering (Private) Limited	Affiliate of S.F.L.Services (Pvt) Ltd	5,352,779	5,112,088
		7,738,321	7,497,629

8 Stated capital

	2024		2023	
	Number	Rs.	Number	Rs.
Fully paid ordinary shares	6,336,000	63,360,000	6,336,000	63,360,000
	6,336,000	63,360,000	6,336,000	63,360,000



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

9 Interest bearing loans and borrowings

	2024			2023		
	Current 31 March	Non Current	Total 31 March	Current 31 March	Non Current	Total 31 March
Bank loans	811,676,749	631,876,973	1,443,553,722	1,947,410,256	846,050,905	2,793,461,161
Bank overdrafts	152,021,882	Nil	152,021,882	178,058,534	Nil	178,058,534
	963,698,630	631,876,973	1,595,575,604	2,125,468,789	846,050,905	2,971,519,694

Bank loans	Lender	As at 1 April 2023	Loans obtained	Repayment	Translation gain	As at 31 March 2024
Term Loan	HSBC	43,932,654	Nil	(39,734,124)	(4,198,530)	Nil
Import Loan	HSBC	177,712,540	360,382,143	(373,992,969)	Nil	164,101,714
Term Loan	DFCC Bank PLC	1,060,224,836	Nil	(214,173,931)	Nil	846,050,904
Import Loan	DFCC Bank PLC	603,175,400	1,056,592,468	(1,406,362,366)	Nil	253,405,502
Import Loan	HNB	908,415,731	429,995,601	(1,158,415,731)	Nil	179,995,601
		2,793,461,161	1,846,970,212	(3,192,679,120)	(4,198,530)	1,443,553,722

Term loans

Security

Securities are disclosed in Note 22.

Lender

DFCC Bank PLC

Rupee Loan

Repayment terms

Payable within
84 months

Interest as per offer letter

at 3 years - 8.5% p.a.
AWPLR + 1.25%
thereafter

10 Income tax

The major components of income tax expense for the year ended 31 March are as follows :

Income statement	2024	2023
Current income tax expense	202,169,001	115,075,989
Deferred tax reversal (Note 10.2)	(13,525,055)	Nil
Income tax expense reported in the income statement	188,643,947	115,075,989

10.1 A reconciliation between tax expense and the product of accounting profit multiplied by the statutory tax rate is as follows :

	2024	2023
Accounting profit before income tax	796,183,626	616,155,234
Aggregate disallowable items	274,785,837	834,897,007
Aggregate allowable items	(423,019,409)	(497,360,974)
Brought forward tax losses claimed	Nil	(474,207,978)
Taxable profit	647,950,053	479,483,289
Income tax at 18%	Nil	43,153,496
Income tax at 30%	194,385,016	71,922,493
Income tax expense	194,385,016	115,075,989
Adjustments for current tax of prior periods	7,783,985	Nil
Current income tax expense	202,169,001	115,075,989



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

10 Income tax (Contd)

Income tax provision for the year of assessment 2023/24 has not considered any impact that may arise from restated financial statements for the year of assessment 2017/18 and 2018/19. Inland Revenue Department (IRD) has rejected the restatement of financial statements. Company agreed in principal with the tax consultant to reappeal upon collating required information.

Further to the aforementioned rejection of restatement, Inland Revenue Department (IRD) has issued a tax assessment for 2019/20. The company has made an appeal on this matter.

10.2 Deferred tax assets and liabilities

	Statement of financial position 31 March		Income statement 31 March	
	2024	2023	2024	2023
Deferred tax liability				
Property, plant and equipment	103,367,394	101,304,842	2,062,552	42,738,356
	<u>103,367,394</u>	<u>101,304,842</u>	<u>2,062,552</u>	<u>42,738,356</u>
Deferred tax assets				
Retirement benefit obligations	(24,707,302)	(18,216,142)	(6,491,160)	(10,546,799)
Warranty provisions	(43,136,195)	(79,202,359)	36,066,164	(57,129,222)
Provision for bad and doubtful debts	(12,114,512)	(3,886,341)	(8,228,171)	(1,016,043)
Provision for obsolete and slow moving stocks	(36,934,440)	Nil	(36,934,440)	12,106,714
Tax losses carried forward	Nil	Nil	Nil	13,846,994
	<u>(116,892,449)</u>	<u>(101,304,842)</u>	<u>(15,587,607)</u>	<u>(42,738,356)</u>
Deferred tax reversal			<u>(13,525,055)</u>	<u>Nil</u>
Net deferred tax asset	<u>(13,525,055)</u>	<u>Nil</u>		

Deferred tax liabilities are offset when there is a legally enforceable right to offset assets against tax liabilities and when the deferred income taxes relate to the same fiscal authority.

11 Retirement benefit obligations

	2024	2023
Balance at the beginning of the period	60,720,474	42,607,461
Interest cost for the period	8,500,866	5,112,895
Current service cost for the period	4,752,385	2,979,696
Gratuity paid/payable for those who left during the period	(7,423,514)	(2,505,583)
Actuarial losses	15,807,462	12,526,004
Balance at the end of the period	<u>82,357,674</u>	<u>60,720,474</u>

The principal actuarial assumptions used were as follows:

	2024	2023
Discount rate	11.25%	14.00%
Expected rate of salary increases	12.00%	13.00%
Employee turnover rate	6.00%	6.00%

Assumptions regarding future mortality experience are set based on actuarial advice in accordance with published statistics.



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

12 Trade and other payables

	2024	2023
Trade creditors - related parties (12.1)	218,332,345	562,775,998
Trade creditors - other	973,280,251	874,660,238
Other creditors - related parties (12.2)	19,361,855	20,822,180
Accrued expenses	289,985,098	264,193,765
Dividend payables - Exide Industries Ltd	Nil	25,225,467
Other payables	20,266,558	2,768,648
	1,521,226,107	1,750,446,297

12.1 Trade creditors - related parties

	Relationship	2024	2023
Exide Industries Ltd	Parent company	4,228,603	76,915,953
Brown & Company PLC	Parent of S.F.L.Services (Pvt) Ltd	6,052,196	10,946,854
Klevenberg (Private) Ltd	Affiliate of S.F.L.Services (Pvt) Ltd	1,300,904	2,027,380
Browns Thermal Engineering (Private) Ltd	Affiliate of S.F.L.Services (Pvt) Ltd	138,497,556	150,746,387
Chloride Metals Ltd	Subsidiary of the parent company	68,253,088	322,139,424
		218,332,345	562,775,998

12.2 Other creditors - related parties

	Relationship	2024	2023
Exide Industries Ltd	Parent company	19,361,855	20,822,180

13 Warranty provision

	2024	2023
Warranty provision		
Opening balance	264,007,863	122,628,538
Warranties accepted during the year and warranty reversal	90,214,644	453,499,073
Warranties issued during the year	(210,435,189)	(312,119,748)
Closing balance	143,787,318	264,007,863
Current	116,973,880	222,286,406
Non-current	26,813,438	41,721,457
Total	143,787,318	264,007,863

Warranty provision includes future warranty provision calculated on total product cost as of March 2024 based on probability of occurrence. Accordingly, an amount of Rs. 120,220,545 has been reversed during the year. (2023 - provision amount Rs. 141,379,325)

14 Other income

	2024	2023
Sundry income - solar project	27,369,656	27,081,325
Sundry income - others	18,296,996	11,002,938
	45,666,652	38,084,263



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

15 Other (gains) / losses - net

	2024	2023
Foreign exchange (gains) / losses	(18,581,314)	151,621,630
	(18,581,314)	151,621,630

Foreign exchange gains / (losses) other than that relate to borrowings and cash and cash equivalents are presented as other gains / (losses).

16 Net Finance costs

	2024	2023
16.1 Finance income		
Interest income	7,718,046	6,103,999
	7,718,046	6,103,999
16.2 Finance costs		
Interest expense on overdrafts	21,387,045	20,588,509
Interest expense on interest bearing loans and borrowings	297,108,051	342,509,896
Foreign exchange (gain) / loss on translation of borrowings and cash and cash equivalents	(6,677,847)	25,689,778
	311,817,249	388,788,183
Finance costs - net	304,099,203	382,684,184

17 Profit before tax

Stated after Charging

	2024	2023
Included in cost of sales		
Employees benefits		
Direct labour	301,830,114	278,489,601
Indirect labour	96,821,805	84,029,384
Management staff cost	59,640,246	50,771,268
Depreciation	91,290,015	97,123,858
Included in administrative expenses		
Employees benefits		
Management staff cost	98,829,108	74,468,422
Auditor's fees and expenses	1,159,000	997,000
Legal and professional fees	9,151,910	6,539,141

18 Earnings per share

	2024	2023
Net profit attributable to Ordinary Shareholders	607,539,679	501,079,245
	607,539,679	501,079,245
	2024	2023
Number of ordinary shares	6,336,000	6,336,000
	6,336,000	6,336,000
Earnings per share	95.89	79.08



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

19 Cash and cash equivalents in the cash flow statement

Components of cash and cash equivalents

	2024	2023
Favourable cash and cash equivalents balance		
Cash and bank balances	167,157,076	16,568,277
	<u>167,157,076</u>	<u>16,568,277</u>
Unfavourable cash and cash equivalent Balances		
Bank overdraft (Note 10)	(152,021,882)	(178,058,534)
Total cash and cash equivalents for the purpose of cash flow statement	<u>15,135,194</u>	<u>(161,490,257)</u>

20 Related party disclosures

The Company is controlled by Exide Industries Limited, which owns 61.5% of the Company's shares. The remaining 38.5% of the shares are held by S.F.L Services (Private) Limited, whose parent company is Brown & Company PLC.

Details of significant related party transactions are as follows:

20.1 Transactions with the related parties

Nature of Transaction	Parent company		Other related companies	
	2024	2023	2024	2023
Balance as at beginning of the year	(59,740,836)	(116,300,083)	1,897,578,205	982,893,417
Sale of goods*	64,379,869	201,789,215	10,365,026,844	9,827,054,952
Purchase of goods and cost of services	(174,286,843)	(185,709,472)	(958,260,178)	(1,621,324,433)
Royalty fees	(43,274,092)	(20,822,180)	Nil	Nil
Net payments	189,331,445	61,301,685	(9,668,702,094)	(7,291,045,729)
Balance as at end of the year	<u>(23,590,457)</u>	<u>(59,740,836)</u>	<u>1,635,642,777</u>	<u>1,897,578,205</u>

* includes taxes on sales

Related companies include:

Name	Relationship
Exide Industries Ltd	Parent Company
S.F.L Services (Private) Limited	Investor with significant influence
Brown & Company PLC	Parent of S.F.L Services (Private) Limited
Chloride Batteries S E Asia Pte. Limited	Subsidiary of the parent company
Klevenberg (Private) Limited	Affiliate of S.F.L Services (Private) Limited
Browns Thermal Engineering (Pvt) Ltd	Affiliate of S.F.L Services (Private) Limited

The year end balances arising from the above transactions are disclosed in notes 7 and 12.

20.2 Transactions with key management personnel of the company.

The key management personnel of the company are the members of its Board of Directors.

a) Key management personnel compensation

	2024	2023
Short-term employee benefits	19,660,347	16,364,671
	<u>19,660,347</u>	<u>16,364,671</u>



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

21 Commitments and contingencies

- 21.1** The Company has received income tax assessments on 18 October 2023 for additional Income tax liability for the taxable period 2019/20 amounting to Rs.65.3 Mn. The Company has appealed against this liability and outcome of which can not be ascertained as at the reporting date.

Tax assessment on Value Added Tax (VAT) for the taxable period 01 July 2016-30 September 2016 has received by the Company on 22 June 2023 amounting to Rs. 52.9 Mn. Subsequently, the Company has received a tax in default notice for the same period on 13 November 2023 amounting to Rs. 106 Mn inclusive

Further, tax in default notice has received by the Company on 25 August 2023 amounting to Rs. 35.8 Mn for Income Tax and VAT as of the reporting date. The Company has cleared tax assessment amounting to Rs. 27.4 Mn upto 31 December 2009. The Company is currently in discussion with the Inland Revenue Department (IRD) to clear the remaining assessments and the outcome can not be ascertained as at the reporting date.

- 21.2** A case (No. 81294) has been filed against the Company concerning public nuisance in 2012. The case is based on the public nuisance caused by the impact on the environment as a result of the dumping of waste in a remote area in Horana.

The case referring to No – 81294 filed against the Company is still pending at the Horana Magistrate Court.

The Company at its own cost has taken steps to rectify the environmental impact and subsequently the water of the affected area has been tested and is presently clear according to the recent reports. No further communication received from the Magistrate courts to the Company to date. The management is of the view that the outcome of the litigation may not cause any adverse financial impact on the Company.

The matter was discussed with the legal counsel who handles the case and the Company was advised not to act upon on this case as the case may be laid by the court.

- 21.3** The Supreme Court has confirmed handing over the possession of the Thelawala land in its present position by the proceedings dated 05 February 2024, without charging the company for waste removal costs.

The board approved the paper submitted on the subject matter at the meeting held on 27 February 2024. Accordingly, possession of the land has been handed over by the Company and the relevant documents were signed.

On completion of the handing over of the possession of the land, the Divisional Secretariat Moratuwa will commence the process of compensation followed by the due process with the relevant authorities.

- 21.4** A former key management personnel has filed a case at the labour tribunal (LT) against constructive termination from the post. Case reference No - 32/RM/62/2020 was taken up in LT Ratmalana courts and completed the court proceedings on 14 March 2023 and the decision was announced on 04 May 2023 in the key management personnel favour.

An appeal was filed at the High Court Colombo on 8 June 2023. It was decided to retain the services of the lawyer who represented the Company in the LT case to oversee the proceedings at the appeal court. The dates for the case have not been finalized, as yet.

Further, The driver of the aforesaid key management personnel has filed a case against the Company requesting compensation for the loss of employment. Case reference No 32/RM/16 concluded on 6 December 2023, and written submission was made on 15 February 2024. The LT order dated 29 February 2024 given on the case was in the Company's favour. There is no finance implication.



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

22 Assets pledged

The following assets have been pledged as security for liabilities.

Nature of Assets	Assets pledged	2024	2023
Immovable Properties			
- Land & building at Rathmalana	Mortgaged to DFCC Bank PLC in connection with the bank Loans	156,088,882	148,841,347
- Plant & machinery	HSBC Bank & DFCC Bank in connection with the bank Loans	387,335,369	405,802,979
- Inventories	Concurrent Mortgaged to DFCC Bank PLC, Commercial Bank of Ceylon PLC Hatton National Bank and HSBC for Loans and Overdraft facilities	1,490,782,696	2,207,273,980
Trade debtors		1,899,935,806	2,311,408,941



ASSOCIATED BATTERY MANUFACTURERS (CEYLON) LIMITED

Notes to the financial statements (Contd)

Detailed income statement

	2024	2023
Local sales	8,757,361,039	8,566,152,802
Export sales	81,092,084	218,870,714
Sales of goods	8,838,453,123	8,785,023,516
Less : Cost of sales		
Direct material cost	6,322,333,355	6,356,874,316
Direct labour	301,830,114	278,489,601
Indirect wages	96,821,805	84,029,384
Management staff cost	59,640,246	50,771,268
Power and water	320,775,021	234,409,473
Maintenance of plant and machinery	148,107,255	80,837,243
Welfare	97,315,567	85,814,675
Process materials, consumable stores and tools	48,246,256	32,795,675
Royalty expenses	18,048,625	23,166,345
Depreciation and amortisation	91,290,015	97,123,858
Various production overhead	40,021,474	35,617,231
Provision for slow moving stocks	(57,788,797)	113,644,073
NRV adjustment for stocks	84,559,195	Nil
	7,571,200,131	7,473,573,142
Gross profit	1,267,252,993	1,311,450,374
Less : Administrative Expenses		
Management staff cost	98,829,108	74,468,422
Postage and telephone	1,603,294	958,111
Printing and stationery	9,267,298	7,587,314
Auditors' fees and expenses	1,159,000	997,000
Bank charges	23,520,335	36,649,537
Legal and professional fees	9,151,910	6,539,141
Other overhead	37,460,048	7,211,247
Sales promotion	Nil	42,440,005
Provision / (reversal) for debtors	27,427,235	(332,424)
SAP subscriptions	16,197,106	16,720,997
Impairment of assets	117,676	Nil
Rent expense	6,485,119	5,834,239
	231,218,129	199,073,589
Profit from operating activities	1,036,034,865	1,112,376,785

