

Sri Lanka Telecom PLC



Interim Condensed Consolidated Financial Statements

For the nine months ended

30 September 2020

(All amounts in LKR Millions)

	Group		Company		Group		Company	
	Jul-Sep		Jul-Sep		Jan - Sep		Jan - Sep	
	2020 (Reviewed)	2019 (Reviewed)	2020 (Reviewed)	2019 (Reviewed)	2020 (Reviewed)	2019 (Reviewed)	2020 (Reviewed)	2019 (Reviewed)
Revenue	23,066	21,286	12,844	12,477	67,164	63,864	38,097	37,396
Direct costs	(13,465)	(11,696)	(7,343)	(7,230)	(36,417)	(35,427)	(20,982)	(21,333)
Gross Profit	9,601	9,590	5,501	5,247	30,747	28,437	17,115	16,063
Sales and marketing cost	(2,835)	(2,235)	(1,473)	(688)	(7,623)	(7,006)	(3,506)	(2,391)
Administrative cost	(4,006)	(4,738)	(3,398)	(3,463)	(13,432)	(14,354)	(10,021)	(10,264)
Operating profit	2,760	2,617	630	1,096	9,692	7,077	3,588	3,408
Other income	165	192	272	250	633	445	915	665
Dividend Income	-	-	250	432	-	-	750	432
Interest expenses and finance cost	(725)	(794)	(376)	(88)	(2,094)	(1,400)	(1,008)	(383)
Foreign exchange (loss) /gain	117	(43)	(17)	245	(770)	(58)	(426)	62
Interest income	270	334	160	156	771	860	478	435
Share of profit from equity accounted investee	18	16	18	16	60	50	60	50
Profit before tax	2,605	2,322	937	2,107	8,292	6,974	4,357	4,669
Income tax expenses	(438)	(823)	(203)	(534)	(1,543)	(1,989)	(848)	(1,267)
Profit for the Period	2,167	1,499	734	1,573	6,749	4,985	3,509	3,402
Other comprehensive income								
Net movement in Cash flow hedges	(25)	(316)	(25)	(316)	181	(81)	181	(81)
Defined benefit plan actuarial gain	12	21	12	21	38	64	36	63
Tax on other comprehensive income	(2)	(6)	(2)	(6)	(10)	(17)	(9)	(17)
Other comprehensive income for the period (net of tax)	(15)	(301)	(15)	(301)	209	(34)	208	(35)
Total Comprehensive Income for the Period	2,152	1,198	719	1,272	6,958	4,951	3,717	3,367
Profit Attributable to :								
Owners of the company	2,165	1,499	734	1,573	6,747	4,984	3,509	3,402
Non-controlling interest	2	-	-	-	2	1	-	-
	2,167	1,499	734	1,573	6,749	4,985	3,509	3,402
Total Comprehensive Income attributable to:								
Owners of the company	2,150	1,198	719	1,272	6,956	4,950	3,717	3,367
Non-controlling interest	2	-	-	-	2	1	-	-
	2,152	1,198	719	1,272	6,958	4,951	3,717	3,367
Earnings per share								
Basic (Rs.)	1.20	0.83	0.41	0.87	3.74	2.76	1.94	1.89

(All amounts in LKR Millions)

	Group		Company	
	30 Sep 2020 (Reviewed)	31 Dec 2019 (Audited)	30 Sep 2020 (Reviewed)	31 Dec 2019 (Audited)
Assets				
Non-Current Assets				
Property, plant and equipment	138,816	140,632	101,651	103,800
Right of use assets	9,477	10,372	218	513
Intangible assets and goodwill	8,391	7,416	2,751	1,151
Investments in subsidiaries	-	-	14,821	14,821
Investments in associates	114	54	114	54
Deferred tax assets	222	223	-	-
Contract assets	531	707	139	148
Other receivables	2,890	2,897	2,871	2,868
Total Non-current Assets	160,441	162,301	122,565	123,355
Current Assets				
Inventories	2,799	3,565	2,043	2,768
Trade and other receivables	29,697	33,021	19,912	20,865
Current tax receivables	72	852	72	852
Contract assets	745	711	89	87
Other investments	4,247	3,112	4,228	3,082
Cash and cash equivalents	9,529	5,457	798	645
Total Current Assets	47,089	46,718	27,142	28,299
Total Assets	207,530	209,019	149,707	151,654
Equity and Liabilities				
Equity				
Stated capital	18,049	18,049	18,049	18,049
Insurance reserve	993	917	993	917
Hedging reserve	(290)	(471)	(290)	(471)
Retained earnings	64,362	59,574	43,225	41,678
Equity attributable to equity share holders of the company	83,114	78,069	61,977	60,173
Non controlling Interest	100	98	-	-
Total Equity	83,214	78,167	61,977	60,173
Non Current Liabilities				
Borrowings	47,593	49,178	42,825	42,820
Lease liability	8,017	8,238	35	50
Contract liabilities	2,473	2,614	2,450	2,590
Deferred tax liabilities	7,564	7,499	7,550	7,485
Employee benefits	4,627	4,697	3,859	3,806
Trade and other payables	3,118	1,677	1,731	346
Total Non Current Liabilities	73,392	73,903	58,450	57,097
Current Liabilities				
Borrowings	11,085	12,498	8,253	9,650
Lease liability	2,333	2,511	201	494
Contract liabilities	3,369	3,451	720	734
Current tax liabilities	515	308	-	-
Trade and other payables	33,622	38,181	20,106	23,506
Total Current Liabilities	50,924	56,949	29,280	34,384
Total Liabilities	124,316	130,852	87,730	91,481
Total Equity and Liabilities	207,530	209,019	149,707	151,654

I certify that these financial statements have been prepared in compliance with the requirements of the Companies Act No.07 of 2007.

Signed

Sanjeeva Samaranyake

Group Chief Financial Officer

The Board of Directors is responsible for these financial statements. These financial statements were approved by the Board of Directors on 29 October 2020.

Signed for and behalf of the Board.

Signed

Rohan Fernando
Chairman

Signed

Lalith Seneviratne
Director

(All amounts in LKR Millions)

Group	Attributable to owners of the Company						Total equity
	Stated capital	Insurance reserve	Hedging reserve	Retained earnings	Total	Non controlling interest	
Balance as at 1 January 2019	18,049	791	(672)	55,456	73,624	96	73,720
Non Controlling interest	-	-	-	-	-	2	2
Total comprehensive income for the year	-	-	-	-	-	-	-
Net profit for the year	-	-	-	6,322	6,322	-	6,322
Other comprehensive income/(expense)	-	-	-	-	-	-	-
Net movement on cash flow hedges	-	-	201	-	201	-	201
Defined benefit plan actuarial (loss) , net of tax	-	-	-	(165)	(165)	-	(165)
Total other comprehensive income/(expense) for the year	-	-	201	(165)	36	-	36
Total comprehensive income for the year	-	-	201	6,157	6,358	-	6,358
Transactions with owners, recorded directly in equity							
Contribution by and distribution to owners							
Dividends to equity share holders	-	-	-	(1,913)	(1,913)	-	(1,913)
Insurance reserve							
Transferred to insurance reserve	-	126	-	(126)	-	-	-
Balance as at 31 December 2019	18,049	917	(471)	59,574	78,069	98	78,167
Balance as at 1 January 2020	18,049	917	(471)	59,574	78,069	98	78,167
Non controlling interest	-	-	-	-	-	2	2
Total comprehensive income for the period	-	-	-	-	-	-	-
Net profit for the period	-	-	-	6,749	6,749	-	6,749
Other comprehensive income	-	-	-	-	-	-	-
Net movement on cash flow hedges	-	-	181	-	181	-	181
Defined benefit plan actuarial gain, net of tax	-	-	-	28	28	-	28
Total other comprehensive income for the period	-	-	181	28	209	-	209
Total comprehensive income for the period	-	-	181	6,777	6,958	-	6,958
Transactions with owners, recorded directly in equity							
Contribution by and distribution to owners							
Dividends to equity share holders	-	-	-	(1,913)	(1,913)	-	(1,913)
Insurance reserve							
Transferred to insurance reserve	-	76	-	(76)	-	-	-
Balance as at 30 September 2020	18,049	993	(290)	64,362	83,114	100	83,214

(All amounts in LKR Millions)

Company	Attributable to owners of the Company				
	Stated capital	Insurance reserve	Hedging reserve	Retained earnings	Total
Balance as at 1 January 2019	18,049	791	(672)	39,972	58,140
Total comprehensive income for the year					
Net profit for the year	-	-	-	3,780	3,780
Other comprehensive income/(expense)					
Net movement on cash flow hedges			201		201
Defined benefit plan actuarial (loss), net of tax	-	-	-	(35)	(35)
Total other comprehensive income/(expense) for the year	-	-	201	(35)	166
Total comprehensive income for the year	-	-	201	3,745	3,946
Transactions with owners, recorded directly in equity					
Contribution by and distribution to owners					
Dividends to equity share holders	-	-	-	(1,913)	(1,913)
Insurance reserve					
Transferred to insurance reserve	-	126	-	(126)	-
Balance as at 31 December 2019	18,049	917	(471)	41,678	60,173
Balance as at 1 January 2020	18,049	917	(471)	41,678	60,173
Total comprehensive income for the period					
Net profit for the period	-	-	-	3,509	3,509
Other comprehensive income					
Net movement on cash flow hedges	-	-	181	-	181
Defined benefit plan actuarial gain, net of tax				27	27
Total other comprehensive income for the period	-	-	181	27	208
Total comprehensive income for the period	-	-	181	3,536	3,717
Transactions with owners, recorded directly in equity					
Contribution by and distribution to owners					
Dividends to equity share holders	-	-	-	(1,913)	(1,913)
Insurance reserve					
Transferred to insurance reserve	-	76	-	(76)	-
Balance as at 30 September 2020	18,049	993	(290)	43,225	61,977

Sri Lanka Telecom PLC

Company Registration No. PQ 7

Interim Condensed Consolidated Statement of Cash Flows

For the nine months period ended 30 September

(All amounts in LKR Millions)

	GROUP		COMPANY	
	2020	2019	2020	2019
Operating activities				
Cash generated from operations	29,715	18,234	16,633	9,221
Interest received	784	884	491	459
Interest paid	(5,835)	(5,420)	(3,730)	(4,320)
Tax paid	(487)	(933)	-	(159)
Gratuity paid	(525)	(367)	(379)	(329)
Net cash generated from operating activities	23,652	12,398	13,015	4,872
Cash flows from Investing activities				
Acquisition of property, plant and equipment	(9,424)	(19,964)	(5,099)	(9,210)
Acquisition of intangible assets	(2,302)	(947)	(2,192)	(277)
Proceeds from disposal of property, plant and equipment	90	225	82	182
Proceeds / (Purchase) of short term investments	(1,025)	(193)	(1,036)	(295)
Investments in subsidiaries	-	-	-	(455)
Net cash used in investing activities	(12,661)	(20,879)	(8,245)	(10,055)
Cash flows from Financing activities				
Proceeds from borrowings	12,535	37,912	12,250	36,850
Cash payment for the principle portion of lease liability	(1,008)	-	(436)	-
Finance lease principal re-payments	(55)	(25)	(1)	(2)
Re-payment on borrowings	(16,771)	(29,794)	(14,508)	(29,183)
Dividend paid to equity share holders	(1,913)	(1,913)	(1,913)	(1,913)
Net cash (used) / generated from financing activities	(7,212)	6,180	(4,608)	5,752
Increase / (Decrease) in cash and cash equivalents	3,779	(2,301)	162	569
Movement in Cash and cash equivalents				
Cash and cash equivalents at beginning of the year	1,718	4,629	(2,620)	(4,967)
Increase / (Decrease) in cash and cash equivalents	3,779	(2,301)	162	569
Cash and cash equivalents at 30 September (Note)	5,497	2,328	(2,458)	(4,398)
Note				
Cash and cash equivalents	9,529	8,673	798	1,116
Bank overdraft	(4,032)	(6,345)	(3,256)	(5,514)
	5,497	2,328	(2,458)	(4,398)

I. Reporting Entity

Sri Lanka Telecom PLC (the 'Company') is a company domiciled in Sri Lanka. The address of the Company's registered office is Lotus Road, Colombo 1. The interim condensed separate financial statements relate to Sri Lanka Telecom PLC. These interim condensed consolidated financial statements ('interim financial statements') as at 30 September 2020 and for the nine months ended 30 September 2020 comprise the Company and its subsidiaries (together referred to as the 'Group').

The Group is primarily involved in providing a broad portfolio of telecommunication services across Sri Lanka. In addition, the range of services provided by the Group include, inter-alia, internet services, data services, domestic and international leased circuits, broadband, satellite uplink, maritime transmission, IPTV service and directory publishing service. The Company is listed on the Colombo Stock Exchange.

II. Basis of accounting

These interim condensed consolidated financial statements have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34, 'Interim Financial Reporting' and do not include all the information required for a complete set of SLFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant for an understanding of the changes in the Group's financial position and performance since the last audited financial statements as at 31 December 2019 and for the year ended 31 December 2019.

These interim financial statements were authorized for issue by the Company's Board of Directors on 29 October 2020.

III. Significant accounting policies

The accounting policies applied in these interim financial statements are the same as those applied in the audited financial statement as at 31 December 2019 and for the year ended 31 December 2019.

IV. Use of Judgments and estimates

The management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense when preparing these interim financial statements. Actual results may differ from these estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation were the same as those applied to the audited financial statements as at 31 December 2019 and for the year ended 31 December 2019.

V. Operating segments

Information relevant to the operating segments are presented in a method consistent with the management reporting provided to those charged with governance.

(a) Information about reportable segments (Group)

(All amounts in Rs.Mn)

	Fixed ICT Operations		Mobile Operations		Other Segments Operations		Total	
	30 Sep		30 Sep		30 Sep		30 Sep	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
External revenues	34,847	34,317	30,985	28,557	1,332	990	67,164	63,864
Inter- segment revenue	3,250	3,079	1,031	1,336	2,602	2,411	6,883	6,826
Reportable segment revenue	38,097	37,396	32,016	29,893	3,934	3,401	74,047	70,690
Reportable segment Profit before tax	4,357	4,669	4,559	2,974	155	(210)	9,071	7,433
Interest revenue	478	435	289	399	4	26	771	860
Interest expenses	(1,008)	(383)	(1,158)	(1,142)	(43)	(24)	(2,209)	(1,549)
Depreciation and Amortization	(10,875)	(9,450)	(6,230)	(6,118)	(99)	(53)	(17,204)	(15,621)

Revenues	<u>30 Sep 2020</u>	<u>30 Sep 2019</u>
Total revenue for reportable segments	70,113	67,289
Revenue for other segments	3,934	3,401
Reportable segment revenue	74,047	70,690
Elimination of inter- segment revenue	(6,883)	(6,826)
Consolidated revenue	67,164	63,864
Profit or loss		
Total profit or loss for reportable segments	8,916	7,643
Profit / (Loss) for other segments	155	(210)
Reportable segment profit before tax	9,071	7,433
Elimination of inter- segment profits	(779)	(459)
Consolidated profit before tax	8,292	6,974

Assets & Liabilities

	30 Sep 2020	31 Dec 2019
Assets		
Total assets for reportable segments	223,202	226,904
Assets for other segments	4,769	4,394
	227,971	231,298
Elimination of inter- segment assets	(20,441)	(22,279)
Consolidated total assets	207,530	209,019
Liabilities		
Total liabilities for reportable segments	126,564	135,238
Liabilities for other segments	3,519	3,226
	130,083	138,464
Elimination of inter- segment liabilities	(5,767)	(7,612)
Consolidated total liabilities	124,316	130,852

VI. Seasonal or cyclical factors

The operations of the Group were not significantly affected by any seasonal or cyclical factors.

VII. Significant unusual items affecting assets, liabilities, equity, net income or cash flows**Covid-19 pandemic**

Covid-19 outbreak which was announced as a pandemic by WHO in March 2020 has now spread to many countries across the globe. Among other countries, Sri Lanka is undertaking various measures to control the spread of the pandemic. The pandemic has caused significant changes in consumer behavior, operation of businesses and on communities at large. The challenges caused by the pandemic have demonstrated the critical importance of the telecommunication sector in keeping the businesses, governments and societies connected and operating.

Being the national telecommunications provider, SLT has effected changes in operations, supply chain, workforce movements, investments and strategies to cope with the pandemic and to provide an uninterrupted service to the nation. Further, SLT activates the Company's Business Continuity Plan (BCP) and appoints a Steering Committee to drive the BCP operations in emergency situations arising from the developments of the pandemic. The telecommunication service has been categorized as an essential service by the Government of Sri Lanka.

The financial impact to the Company due to the pandemic is summarized below;

a). Impact to Earnings

Adverse impact to the macro economy due to the Covid-19 pandemic and restrictions for business operations of many companies during the early stages of the pandemic have caused pressure on revenues, growth plans and scheduled investments of SLT. In the short run, the Company experienced a positive impact in areas such as Broadband, IPTV and Career Business services due to the surge in utilization in the residential sector, as well as in the business sector with the shift towards work from home arrangements in continuing the businesses. In addition, future opportunities are emerging with novel digital products and services.

SLT with its mobile arm, Mobitel (Pvt) Ltd has provided a multitude of bundled telecom packages at concessionary rates and free offers of data to certain customer segments to facilitate the customers during the pandemic.

b). Impact to Cash flows

Low disposable income levels of customers caused a decrease in collections in early stages of the pandemic. However, the effective collection strategies of the Company has subsequently improved collections, normalizing the cash flows from collections for the period.

Regulatory instructions to refrain from disconnecting the unpaid subscribers during the months of April 2020 and May 2020, resulted in challenges in collecting the billed revenue. Nevertheless, the Government's decision on extending the due dates for the payment of some taxes and levies has eased off the situation in the short term. In order to mitigate the cash flow related challenges, the company decided to restrict capital expenditure for only the critical areas.

c). Impact from Exchange Rate Variation

Some expenses of the Company are in foreign currencies. The impact of these expenses arising from the depreciation of Sri Lankan Rupee is being mitigated by timely actions to minimize such expenses or to renegotiate prices with suppliers.

d). Impact to the Market Price

The pandemic had adversely impacted the operations of global financial markets including the Colombo Stock Exchange (CSE). The Company experienced a drop in its share market price and trade volumes in early stages of the pandemic. However, the Company's share market price has recovered and the trade volumes are rising with the improved trading activities of the CSE.

The Company has assessed the impact on property, plant and equipment and the spectrum assigned to the Company and does not foresee an impact due to the pandemic.

The Company will continue to take appropriate actions to mitigate any potential impact, and will continue its contingency plans and risk management measures as the situation evolves. However, it is too early to reasonably estimate the impact on financial results since the pandemic is still not fully brought under control.

Cyber-attack and its impact on financial statements

Sri Lanka Telecom PLC (SLT) detected a cyber-attack in the month of May 2020 which attempted to penetrate its systems, but which was detected early. The company prevented any measures to compromise its IT systems relating to provisioning of services to our valued customers through our vigilant early warning systems.

As precautionary and recovery measures, SLT immediately took actions to isolate some IT systems which caused limitations in our providing new services for a few days during the period of recovery. No data of the systems was compromised. However, some application servers and web servers were reinstalled due to the encryption by the attackers.

We have performed an evaluation of our IT systems and are satisfied that there was no impact to our customer services, and there has been no compromise of customer information held on our servers or on financial statements and any underlying systems used in preparation of financial statements and financial data.

Sri Lanka Telecom PLC has further strengthened its systems based on the recommendations given in the forensic investigation report issued by technical experts after the incident.

There were no other events or transactions that require disclosures or adjustments to the financial statements for the period ended 30 September 2020.

VIII. Property Plant and equipment

(a) Acquisitions and disposals

During the nine months ended 30 September 2020, the Group acquired assets at a cost of Rs 14,698 Mn (nine months ended 30 September 2019 - Rs.19,415 Mn).

Obsolete assets with a written down value of Rs.14 Mn were disposed during the nine months ended 30 September 2020 (nine months ended 30 September 2019 – Rs 7 Mn), resulting in a gain on disposal of Rs. 76 Mn (nine months ended 30 September 2019: gain of Rs. 218 Mn), which was included in 'other income' in the Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income.

(b) Capital commitments

	Group (Rs. Mn)		Company (Rs. Mn)	
	30 Sep 2020	31 Dec 2019	30 Sep 2020	31 Dec 2019
Property plant and equipment				
Approved but not contracted	66,193	5,250	66,193	5,250
Approved and contracted	14,166	15,491	8,445	9,744

IX. Capital and reserve

(a) Stated Capital

Stated capital of the Company consists of 1,804,860,000 ordinary shares.

X. Loans and Borrowings

Material addition to loans and borrowing at Group level for the period under review:

Additions	Currency	Amount (Rs.Mn)
Bank loan – 30 September 2020	LKR	12,535

Material repayment of loans and borrowings at Group level for the period under review:

Repayments	Currency	Amount (Rs.Mn)
Bank loan – 30 September 2020	LKR	16,771

XI. Contingencies

There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the reviewed Interim Condensed Consolidated Financial Statements for the six months ended 30 June 2020, except following;

a) Case No. CHC/23/2017

Pursuance to the discussions between SLT, Dialog Broad Band Network (Pvt) Limited (“DBN”) and Telecommunication Regulatory Commission (“TRCSL”), the case was withdrawn by DBN on 10th September 2020 as an overall settlement without any liability.

b) Case No. SC/FR/142/2019

Proceedings were terminated on 10th September 2020 subsequent to the settlement reached between Dialog group and SLT. Enjoining order issued for restricting utilization of spectrum by SLT was lifted and SLT can utilize 70MHz spectrum.

XII. Related Parties

Material related party transactions during the period under review:

Company	Nature of Transaction	Transaction Value (Rs. Mn)		Amount due (to)/ from related parties (Rs. Mn)	
		30 Sep 2020	30 Sep 2019	30 Sep 2020	31 Dec 2019
Mobitel (Private) Limited	Sale of goods and services	3,462	3,006	1,362	1,288
	Purchase of goods and services	1,031	1,335	(1,187)	(849)

XIII. Events after the Reporting date

No material events have arisen since the date of the statement of financial position up to the date of this report which require changes to, or disclosure in the financial statements.

Investor Information

Ratios

	Group		Company	
	30 Sep 2020	31 Dec 2019	30 Sep 2020	31 Dec 2019
Net asset value per share (Rs)	46.05	43.25	34.34	33.34
Debt/equity ratio - Number of times	0.83	0.93	0.83	0.88
Quick asset ratio - Number of times	0.85	0.76	0.83	0.74

	For the 9 months ended		For the 9 months ended	
	30 Sep 2020	30 Sep 2019	30 Sep 2020	30 Sep 2019
Interest cover - Number of times	2.04	1.67	1.34	1.26

Market Value of Shares

Market Value of the Ordinary Shares of the Company (Rs)	3 Months to 30 Sep 2020	3 Months to 30 Sep 2019
- Highest	33.50	34.40
- Lowest	27.00	22.00
- Last traded price	32.70	29.00

Dividend Payment

First and Final dividend for the year 2019 - Rs 1.06 per share paid on 20 July 2020.

Share trading from 1 July to 30 September 2020

	3 Months to 30 Sep 2020
- No of Transactions	2,230
- No of Shares Traded	3,044,485
- Value of Shares Traded (Rs)	93,753,127

Debenture information

- | | |
|--|------------------------------------|
| - Interest yield as at date of last trade | - Not traded after initial issue |
| - Yield to maturity of last trade done with trade date | - Not traded after initial issue |
| - Interest rate of comparable government security | -7.44% |
| - The market prices (ex-interest) for the current interim period | - No trades during the Qtr 3, 2020 |

Investor Information Contd.....

Progress of the utilization of funds raised via Debenture issue

Objective number	Objective as Per Prospectus	Amount allocated as Per prospectus in LKR	Proposed date of Utilization as Per prospectus	Amount allocated from proceeds in LKR (A)	% of total proceeds	Amounts utilized in LKR (B)	% of utilization against allocation (B/A)	Clarification if not fully utilized including where the funds are invested (eg. whether lent to related party)
1	Retire short term maturing and high interest paying debt	5,000,000,000	Not stated	5,000,000,000	71.43%	5,000,000,000	100%	Not applicable
2	Partly finance capital expenditure	2,000,000,000	Not stated	2,000,000,000	28.57%	2,000,000,000	100%	Not applicable

Sri Lanka Telecom PLC**Company Registration No. PQ 7****Interim Condensed Consolidated Financial Statements**

1) List of 20 Major Shareholders

Name & Address	Share Holding	Percentage %
1 Secretary to the Treasury	893,405,709	49.50
2 Global Telecommunications Holdings NV	811,757,869	44.98
3 Employees Provident Fund	25,324,104	1.40
4 Sri Lanka Insurance Corporation Ltd-Life Fund	17,713,735	0.98
5 Bank of Ceylon A/C Ceybank Unit Trust.	17,309,741	0.96
6 National Savings Bank	13,158,700	0.73
7 Employees Trust Fund Board	3,302,188	0.18
8 Sri Lanka Insurance Corporation Ltd-General Fund	2,041,538	0.11
9 Bank of Ceylon A/C Ceybank Century Growth Fund	1,620,369	0.09
10 The Incorporated Trustees of the Church of Ceylon	223,590	0.01
11 Bank of Ceylon No 1 Account	214,000	0.01
12 Sampath Bank PLC /Mr D.K.L Chanadrasena	209,772	0.01
13 Pinnacle Trust (Pvt) Limited	183,984	0.01
14 Ceylon Biscuits Limited	161,825	0.01
15 Mr Weerasinghe	140,100	0.01
16 Mr Munasinghe	129,400	0.01
17 Mr.Pushpakumara	125,000	0.01
18 Sinharaja Hills Plantation Pvt Limited	107,491	0.01
19 Mr Tanaka	100,000	0.01
20 Mr.Deraniyagala	100,000	0.01
	1,787,329,115	99.03

2) Percentage of public holding as at 30 September 2020 4.78%

3) Number of shareholders representing the public holding 12,581

4) Float adjusted Market Capitalization Rs. 2,821,104,472/-

The Company is not in compliance with option 4 of the listing rule 7.13.1 (a) which requires the Company to maintain a minimum Public Holding of 10%

5) Directors' Holding None

6) Chief Executive Officer's (CEO) including the spouse shareholding 3,689

7) Number of shares representing the Entity's stated capital 1,804,860,000 Ordinary shares issued at Rs.10/- per share