



**TEEJAY LANKA PLC**

**Condensed Interim Financial Statements  
Period Ended 30 June 2019**



## TEEJAY LANKA PLC

### Chairman's Review

It is with great pleasure that I announce to you the results of the first quarter of financial year 2019/20 of Teejay Group. The Group has once again recorded a profitable quarter making this the 7th consecutive quarter showing growth in Top Line and Bottom line. The Group achieved 19.2% growth in Top Line, recording LKR 8.1 Bn against a LKR 6.8 Bn last year and a significant Net profit growth of 62.4%, recording LKR 454Mn against LKR 279Mn last year. This has enabled the Group to grow Net Profit margins from 4.1% last year to 5.6% for the quarter.

Gross Profit recorded a 35.5% growth which is significantly higher than the 19.2% growth in Top Line. This resulted in a Gross Margin improvement by 1.4% basis points to 11.9% vs prior year corresponding period (10.5%). The Growth in Gross Profits were mainly due to the improved product mix, which was facilitated by a strong order book, curbing of non-strategic costs, and process improvements that improved efficiency which were realized during the commencement of our Journey of Operational Excellence. However, the challenges faced in increases of raw materials are prevalent as utilities and dyes & chemical cost are continuing to increase stemming from world market prices. Cotton has stabilized during the quarter, however the demand for cotton is on the rise and may impact adversely in the future.

All plants of the Group were at efficient capacity utilization, maximizing the production output and serving the growth in Top Line. Along with these economies of scale from expanded capacity, and the depreciation of the Sri Lankan and Indian rupee assisted in curtailing expenses of the Group. Despite the expanded volumes the Administration and Distribution costs were kept constant by skilfully introducing stringent cost control methods. All these strategies have helped the Company achieve its targets for the quarter and improved Net profit by 62.4% on a YoY basis.

Teejay is continuing with a strong Balance Sheet and a Net Cash Balance of LKR 4.4 Bn, in line with the Groups strategy of keeping the Company "Net debt free". A final dividend of LKR 1.10 has been proposed to be paid to all shareholders. Teejay continues its focus on modernization of its plants by investing in state-of-the-art machinery, which will give higher yield and reduce the impact on the environment by consuming less water and power, upholding its commitment to create sustainable value for all our stakeholders.

We have seen an upsurge of orders from our strategic customers and vendor partners, this momentum of growth is expected to continue and we will partner our strategic customers to have Teejay as "THE preferred fabric solutions provider for branded clothing".

Sgd  
**Bill Lam**

Chairman

**TEEJAY LANKA PLC**

**Income Statement**

(all amounts in Sri Lankan Rupees thousands)

	Group			Year Ended 31 March 2019 Audited
	2019 Unaudited	Quarter Ended 30 June 2018 Unaudited	Variance	
Revenue	8,125,291	6,819,188	19%	31,746,592
Cost of sales	(7,159,898)	(6,106,518)	17%	(28,060,534)
<b>Gross profit</b>	<b>965,393</b>	<b>712,670</b>	<b>35%</b>	<b>3,686,058</b>
Other income	45,990	45,766	0%	246,073
Distribution expenses	(38,290)	(37,655)	2%	(168,321)
Administrative expenses	(396,268)	(354,565)	12%	(1,419,161)
<b>Results from operating activities</b>	<b>576,825</b>	<b>366,216</b>	<b>58%</b>	<b>2,344,649</b>
Finance income	34,921	23,795	47%	101,899
Finance costs	(30,122)	(29,141)	3%	(189,486)
<b>Net finance income</b>	<b>4,799</b>	<b>(5,346)</b>	<b>-190%</b>	<b>(87,587)</b>
<b>Profit before tax</b>	<b>581,624</b>	<b>360,870</b>	<b>61%</b>	<b>2,257,062</b>
Income tax	(127,970)	(81,522)	57%	(398,345)
<b>Profit for the period</b>	<b>453,654</b>	<b>279,348</b>	<b>62%</b>	<b>1,858,717</b>
<b>Attributable to:</b>				
Equity holders of the parent	453,654	279,348	62%	1,858,717
Non-controlling interest	Nil	Nil	Nil	Nil
	<b>453,654</b>	<b>279,348</b>	<b>62%</b>	<b>1,858,717</b>
<b>Basic earnings per share (LKR)</b>	<b>0.65</b>	<b>0.40</b>		<b>2.65</b>

**TEEJAY LANKA PLC**

**Statement of Comprehensive Income**

(all amounts in Sri Lankan Rupees thousands)

	Group			
	Quarter Ended 30 June		Variance	Year Ended 31 March
	2019 Unaudited	2018 Unaudited		2019 Audited
<b>Profit for the period</b>	<b>453,654</b>	<b>279,348</b>	<b>62%</b>	<b>1,858,717</b>
<b>Other comprehensive income</b>				
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	(7,016)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	4,869
Net movement on cash flow hedges	Nil	Nil	0%	(9,673)
Currency translation differences	36,533	227,257	-84%	1,594,105
<b>Total other comprehensive income for the period</b>	<b>36,533</b>	<b>227,257</b>	<b>-84%</b>	<b>1,582,285</b>
<b>Total comprehensive income for the period</b>	<b>490,187</b>	<b>506,605</b>	<b>-3%</b>	<b>3,441,002</b>
<b>Attributable to:</b>				
Equity holders of the parent	490,187	506,605	-3%	3,441,002
Non-controlling interest	Nil	Nil	Nil	Nil
	<b>490,187</b>	<b>506,605</b>	<b>-3%</b>	<b>3,441,002</b>

TEEJAY LANKA PLC

Income Statement

(all amounts in Sri Lankan Rupees thousands)

	Company			
	Quarter Ended			Year Ended
	2019	2018	Variance	2019
	Unaudited	Unaudited		31 March Audited
Revenue	4,370,189	4,079,285	7%	18,038,820
Cost of sales	(3,854,954)	(3,723,844)	4%	(16,140,244)
<b>Gross profit</b>	<b>515,235</b>	<b>355,441</b>	<b>45%</b>	<b>1,898,576</b>
Other income	149,023	130,216	14%	652,736
Distribution expenses	(30,275)	(28,695)	6%	(109,988)
Administrative expenses	(219,656)	(193,149)	14%	(758,939)
<b>Results from operating activities</b>	<b>414,327</b>	<b>263,813</b>	<b>57%</b>	<b>1,682,385</b>
Finance income	31,694	22,057	44%	96,381
Finance costs	-	(74)	-100%	(32,812)
<b>Net finance income</b>	<b>31,694</b>	<b>21,983</b>	<b>44%</b>	<b>63,569</b>
<b>Profit before tax</b>	<b>446,021</b>	<b>285,796</b>	<b>56%</b>	<b>1,745,954</b>
Income tax	(69,475)	(34,411)	102%	(229,776)
<b>Profit for the period</b>	<b>376,546</b>	<b>251,385</b>	<b>50%</b>	<b>1,516,178</b>
<b>Attributable to:</b>				
Equity holders of the parent	376,546	251,385	50%	1,516,178
Non-controlling interest	Nil	Nil		Nil
	<b>376,546</b>	<b>251,385</b>	<b>50%</b>	<b>1,516,178</b>
<b>Basic earnings per share (LKR)</b>	<b>0.54</b>	<b>0.36</b>		<b>2.16</b>

TEEJAY LANKA PLC

Statement of Comprehensive Income

(all amounts in Sri Lankan Rupees thousands)

	Company			
	Quarter Ended			Year Ended
	2019	2018	Variance	2019
	Unaudited	Unaudited		Audited
<b>Profit for the period</b>	376,546	251,385	50%	1,516,178
<b>Other comprehensive income</b>				
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	11,708
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	(1,639)
Net movement on cash flow hedges	Nil	Nil	0%	(9,673)
Currency translation differences	31,709	202,119	-84%	1,405,557
<b>Total other comprehensive income for the period</b>	<b>31,709</b>	<b>202,119</b>	<b>-84%</b>	<b>1,405,953</b>
<b>Total comprehensive income for the period</b>	<b>408,255</b>	<b>453,504</b>	<b>-10%</b>	<b>2,922,131</b>
<b>Attributable to:</b>				
Equity holders of the parent	408,255	453,504	-10%	2,922,131
Non-controlling interest	Nil	Nil	Nil	Nil
	<b>408,255</b>	<b>453,504</b>	<b>-10%</b>	<b>2,922,131</b>

**TEEJAY LANKA PLC**

**Statement of Financial Position**

(all amounts in Sri Lankan Rupees thousands)

	Group			Company		
	As at 30 June		As at 31 March	As at 30 June		As at 31 March
	2019 Unaudited	2018 Unaudited	2019 Audited	2019 Unaudited	2018 Unaudited	2019 Audited
<b>ASSETS</b>						
<b>Non - current assets</b>						
Property, plant & equipment	8,187,030	7,728,125	8,408,235	4,123,241	3,734,811	4,219,003
Capital work-in-progress	473,386	492,536	119,098	182,165	321,221	63,327
Intangible assets	85,260	50,046	94,321	31,974	29,668	35,979
Goodwill	58,058	52,093	57,912	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	3,028,543	2,717,381	3,020,911
Lease rentals paid in advance	247,432	223,794	235,887	97,538	87,497	93,587
Deferred tax assets	83,476	103,614	111,021	Nil	Nil	Nil
	<b>9,134,642</b>	<b>8,650,208</b>	<b>9,026,474</b>	<b>7,463,461</b>	<b>6,890,578</b>	<b>7,432,807</b>
<b>Current assets</b>						
Inventories	4,876,521	4,379,990	4,494,420	3,165,545	2,812,929	2,778,251
Trade and other receivables	4,738,778	4,131,714	4,012,653	3,114,533	2,851,493	2,721,113
Current Tax receivable	Nil	Nil	8,766	Nil	Nil	Nil
Other financial assets	2,215,015	1,791,606	553,370	2,022,861	1,469,525	361,701
Derivative financial instruments	Nil	10,005	Nil	Nil	10,005	Nil
Cash and cash equivalents	2,235,638	1,080,742	4,290,248	1,258,755	626,097	3,098,321
	<b>14,065,952</b>	<b>11,394,057</b>	<b>13,359,457</b>	<b>9,561,694</b>	<b>7,770,049</b>	<b>8,959,386</b>
<b>Total assets</b>	<b>23,200,594</b>	<b>20,044,265</b>	<b>22,385,931</b>	<b>17,025,155</b>	<b>14,660,627</b>	<b>16,392,193</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Capital and reserves</b>						
Stated capital	4,056,683	4,056,683	4,056,683	4,056,683	4,056,683	4,056,683
Share option scheme	96,760	85,505	96,760	96,760	85,505	96,760
Exchange equalisation reserve	4,208,317	2,804,936	4,171,784	3,920,879	2,685,732	3,889,170
Retained earnings	6,053,682	5,251,230	5,600,028	4,444,766	4,021,782	4,068,220
Hedging reserve	Nil	9,673	Nil	Nil	9,673	Nil
	<b>14,415,442</b>	<b>12,208,027</b>	<b>13,925,255</b>	<b>12,519,088</b>	<b>10,859,375</b>	<b>12,110,833</b>
<b>Non - current liabilities</b>						
Borrowings	733,551	1,065,356	801,182	Nil	Nil	Nil
Deferred tax liabilities	549,219	327,544	538,266	333,513	284,842	335,543
Retirement benefit obligations	260,595	225,640	251,932	183,836	184,969	181,065
	<b>1,543,365</b>	<b>1,618,540</b>	<b>1,591,380</b>	<b>517,349</b>	<b>469,811</b>	<b>516,608</b>
<b>Current liabilities</b>						
Trade and other payables	4,876,352	4,046,962	4,702,611	3,028,304	2,462,230	2,869,519
Current tax liability	74,938	73,966	Nil	72,560	31,306	Nil
Borrowings	2,290,497	2,096,770	2,166,685	887,854	837,905	895,233
	<b>7,241,787</b>	<b>6,217,698</b>	<b>6,869,296</b>	<b>3,988,718</b>	<b>3,331,441</b>	<b>3,764,752</b>
<b>Total liabilities</b>	<b>8,785,152</b>	<b>7,836,238</b>	<b>8,460,676</b>	<b>4,506,067</b>	<b>3,801,252</b>	<b>4,281,360</b>
<b>Total equity and liabilities</b>	<b>23,200,594</b>	<b>20,044,265</b>	<b>22,385,931</b>	<b>17,025,155</b>	<b>14,660,627</b>	<b>16,392,193</b>
<b>Net Asset per share</b>	<b>20.54</b>	<b>17.39</b>	<b>19.84</b>	<b>17.83</b>	<b>15.47</b>	<b>17.25</b>

I certify that financial statements comply with the requirements of the Companies Act No. 07 of 2007.

Sgd

Salman Nishtar  
Chief Financial Officer

Sgd

Shrihan Perera  
Chief Executive Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Sgd

Ashroff Omar  
Director

Sgd

Hasitha Premaratne  
Director

31-Jul-2019

TEEJAY LANKA PLC

Statement of Changes In Equity - Group

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	Share option scheme	Exchange equalisation reserve	Retained earnings	Hedging reserve	Total
<b>Balance as at 1 April 2018</b>	<b>4,056,683</b>	<b>85,505</b>	<b>2,577,679</b>	<b>4,971,882</b>	<b>9,673</b>	<b>11,701,422</b>
Profit for the period	Nil	Nil	Nil	1,858,717	Nil	1,858,717
Other comprehensive income	Nil	Nil	1,594,105	(2,147)	(9,673)	1,582,285
<b>Total comprehensive income</b>	<b>Nil</b>	<b>Nil</b>	<b>1,594,105</b>	<b>1,856,570</b>	<b>(9,673)</b>	<b>3,441,002</b>
<b>Transactions with owners</b>						
Final dividend paid - 2017/18	Nil	Nil	Nil	(631,761)	Nil	(631,761)
Interim dividend paid - 2018/19	Nil	Nil	Nil	(596,663)	Nil	(596,663)
Share option scheme	Nil	11,255	Nil	Nil	Nil	11,255
<b>Balance as at 31 March 2019</b>	<b>4,056,683</b>	<b>96,760</b>	<b>4,171,784</b>	<b>5,600,028</b>	<b>Nil</b>	<b>13,925,255</b>
<b>Balance as at 1 April 2019</b>	<b>4,056,683</b>	<b>96,760</b>	<b>4,171,784</b>	<b>5,600,028</b>	<b>Nil</b>	<b>13,925,255</b>
Profit for the period	Nil	Nil	Nil	453,654	Nil	453,654
Other comprehensive income	Nil	Nil	36,533	Nil	Nil	36,533
<b>Total comprehensive income</b>	<b>Nil</b>	<b>Nil</b>	<b>36,533</b>	<b>453,654</b>	<b>Nil</b>	<b>490,187</b>
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil	Nil
<b>Balance as at 30 June 2019</b>	<b>4,056,683</b>	<b>96,760</b>	<b>4,208,317</b>	<b>6,053,682</b>	<b>Nil</b>	<b>14,415,442</b>
<b>Balance as at 1 April 2018</b>	<b>4,056,683</b>	<b>85,505</b>	<b>2,577,679</b>	<b>4,971,882</b>	<b>9,673</b>	<b>11,701,422</b>
Profit for the period	Nil	Nil	Nil	279,348	Nil	279,348
Other comprehensive income	Nil	Nil	227,257	Nil	Nil	227,257
<b>Total comprehensive income</b>	<b>Nil</b>	<b>Nil</b>	<b>227,257</b>	<b>279,348</b>	<b>Nil</b>	<b>506,605</b>
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil	Nil
<b>Balance as at 30 June 2018</b>	<b>4,056,683</b>	<b>85,505</b>	<b>2,804,936</b>	<b>5,251,230</b>	<b>9,673</b>	<b>12,208,027</b>



**TEEJAY LANKA PLC**

**Statement of Changes In Equity - Company**

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	Share option scheme	Exchange equalisation reserve	Retained earnings	Hedging reserve	Total
<b>Balance as at 1 April 2018</b>	<b>4,056,683</b>	<b>85,505</b>	<b>2,483,613</b>	<b>3,770,397</b>	<b>9,673</b>	<b>10,405,871</b>
Profit for the period	Nil	Nil	Nil	1,516,178	Nil	1,516,178
Other comprehensive income	Nil	Nil	1,405,557	10,069	(9,673)	1,405,953
<b>Total comprehensive income</b>	<b>Nil</b>	<b>Nil</b>	<b>1,405,557</b>	<b>1,526,247</b>	<b>(9,673)</b>	<b>2,922,131</b>
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil	Nil
<b>Transactions with owners</b>						
Final dividend paid - 2017/18	Nil	Nil	Nil	(631,761)	Nil	(631,761)
Interim dividend paid - 2018/19	Nil	Nil	Nil	(596,663)	Nil	(596,663)
Share option scheme	Nil	11,255	Nil	Nil	Nil	11,255
<b>Balance as at 31 March 2019</b>	<b>4,056,683</b>	<b>96,760</b>	<b>3,889,170</b>	<b>4,068,220</b>	<b>Nil</b>	<b>12,110,833</b>
<b>Balance as at 1 April 2019</b>	<b>4,056,683</b>	<b>96,760</b>	<b>3,889,170</b>	<b>4,068,220</b>	<b>Nil</b>	<b>12,110,833</b>
Profit for the period	Nil	Nil	Nil	376,546	Nil	376,546
Other comprehensive income	Nil	Nil	31,709	Nil	Nil	31,709
<b>Total comprehensive income</b>	<b>Nil</b>	<b>Nil</b>	<b>31,709</b>	<b>376,546</b>	<b>Nil</b>	<b>408,255</b>
<b>Balance as at 30 June 2019</b>	<b>4,056,683</b>	<b>96,760</b>	<b>3,920,879</b>	<b>4,444,766</b>	<b>Nil</b>	<b>12,519,088</b>
<b>Balance as at 1 April 2018</b>	<b>4,056,683</b>	<b>85,505</b>	<b>2,483,613</b>	<b>3,770,397</b>	<b>9,673</b>	<b>10,405,871</b>
Profit for the period	Nil	Nil	Nil	251,385	Nil	251,385
Other comprehensive income	Nil	Nil	202,119	Nil	Nil	202,119
<b>Total comprehensive income</b>	<b>Nil</b>	<b>Nil</b>	<b>202,119</b>	<b>251,385</b>	<b>Nil</b>	<b>453,504</b>
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil	Nil
<b>Balance as at 30 June 2018</b>	<b>4,056,683</b>	<b>85,505</b>	<b>2,685,732</b>	<b>4,021,782</b>	<b>9,673</b>	<b>10,859,375</b>

TEEJAY LANKA PLC

Cash Flow Statement

(all amounts in Sri Lankan Rupees thousands)

	Group		Company	
	Quarter Ended 30 June		Quarter Ended 30 June	
	2019	2018	2019	2018
	Unaudited	Unaudited	Unaudited	Unaudited
<b>Cash flows from operating activities</b>				
Cash generated from operations	5,787	(571,410)	(50,610)	(538,928)
Finance income received	34,921	23,794	31,695	22,056
Finance cost paid	(30,122)	(29,141)	Nil	(74)
Retirement benefit obligations paid	(12,361)	(2,829)	(12,057)	(1,186)
Tax paid	(16,048)	(11,562)	Nil	Nil
<b>Net cash generated/(used) from operating activities</b>	<b>(17,823)</b>	<b>(591,148)</b>	<b>(30,972)</b>	<b>(518,132)</b>
<b>Cash flows from investing activities</b>				
Additions to capital work - in - progress	(430,109)	(363,477)	(143,680)	(201,421)
Investment in financial assets	(1,655,334)	(977,607)	(1,655,334)	(829,373)
<b>Net cash used in investing activities</b>	<b>(2,085,443)</b>	<b>(1,341,084)</b>	<b>(1,799,014)</b>	<b>(1,030,794)</b>
<b>Cash flows from financing activities</b>				
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil
Proceeds from / (settlement of) borrowings	29,784	154,784	Nil	Nil
<b>Net cash used in financing activities</b>	<b>29,784</b>	<b>154,784</b>	<b>Nil</b>	<b>Nil</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(2,073,482)</b>	<b>(1,777,449)</b>	<b>(1,829,986)</b>	<b>(1,548,926)</b>
Cash and cash equivalents at the beginning of the period	4,265,854	2,736,638	3,073,938	2,120,468
<b>Cash and cash equivalents at the end of the period</b>	<b>2,192,372</b>	<b>959,189</b>	<b>1,243,952</b>	<b>571,542</b>

## TEEJAY LANKA PLC

### Notes to the Financial Statements

#### 1. Corporate Information

Teejay Lanka PLC is a public limited company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The address of its registered office is Block D8 - D14, Seethawaka Export Processing Zone, Avissawella.

#### 2. Condensed Interim Financial Statements

The financial statements for the period ended 30 June 2019, includes "the Company" referring to Teejay Lanka PLC.

The Company has also presented the statement of comprehensive income and the statement of financial position in United States Dollars (USD) since the functional currency of the enterprise is USD.

#### 3. Approval of Financial Statements

The condensed interim financial statements of the Company for the 03 months ended 30 June 2019 were authorised for issue by the Board of Directors on 31 July 2019

#### 4. Basis of Preparation

The condensed interim financial statements of the Company have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 Interim Financial Reporting . The

condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2019.

The condensed interim financial statements have been prepared on a historical cost basis.

#### 5. Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year.

#### 6. Other Financial Assets

Short term deposits with original maturity of more than 3 months but less than one year which previously reported under cash and cash equivalents are now shown under other financial assets.

#### 7. Contingencies, Capital and Other Commitments

There has been no significant change in the nature of the contingencies and other commitments, which were disclosed in the annual report for the year ended 31 March 2019.

#### 8. Key Ratios of the Group and the Company

	Group		Company	
	Quarter Ended 30 June 2019	2018	Quarter Ended 30 June 2019	2018
<b><u>Profitability Ratios</u></b>				
Net Profit Margin	5.58%	4.11%	8.62%	6.16%
Asset to Turnover	1.43	1.37	1.05	1.12
Debt : Equity	0.21	0.26	0.07	0.08
Return on Assets (ROA)	7.96%	5.64%	9.01%	6.92%
Return on Equity (ROE)	12.81%	9.35%	12.23%	9.46%

#### **Investor Ratios**

Earnings per Share (EPS) - LKR	0.65	0.40	0.54	0.36
Net Asset Value per Share - LKR	20.54	17.39	17.83	15.47
Price / Earnings Ratio (PE Ratio)	11.21	13.14	13.89	13.70
Price to Book Value Ratio (PBV Ratio)	1.58	1.78	1.82	2.00

(PE and PBV Ratios are based on a market price of LKR 32.50 per share closed 28 June 2019)

#### 9. Number of shares representing the entity's Stated Capital - 701,956,580 Shares

#### 10. Directors' Interest in Shares of the Company (As at 30 June 2019)

	No. of Shares	%
Hasitha Premaratne	40,000	0.01

## TEEJAY LANKA PLC

### Notes to the Financial Statements

#### 11. Market Price per Share

	Highest (LKR)	Lowest (LKR)
Quarter ended 30 June 2019	34.00	29.50
Last traded price (on 28 June 2019)	32.50	

#### 12. Public Shareholding 272,645,159 shares - 38.84%

The percentage of shares held by the public as at 30 June 2019 was 38.84% (272,645,159 number of shares).

The number of public shareholders as at 30 June 2019 was 7,997 and a float adjusted market capitalisation of LKR 8,860,797,909.

In terms of the rule 7.13.1(a) of the Listing Rules of the Colombo Stock Exchange, the Company Qualifies under option Five of the minimum public holding requirement.

#### 13. List of the 20 Largest Shareholders

	No. of Shares	%
Brandix Lanka Ltd-Number 1 Account	232,198,344	33.08
Pacific Textured Jersey Holdings Limited	195,926,217	27.91
HSBC Intl Nom Ltd - BBH - Fidelity Funds	34,306,531	4.89
HSBC Intl Nom Ltd-BBH-Matthews Emerging Asia Fund	29,116,858	4.15
Citibank Newyork S/A Norges Bank Account 2	21,003,973	2.99
Bnymsanv RE-LF Ruffer Investment Funds : LF Ruffer Pacific And Emerging Markets Fund	19,000,000	2.71
JPCMB NA-Fidelity Asian Values PLC	14,601,214	2.08
Melstacorp PLC	12,622,428	1.80
Mr. L.K.M.Fernando	5,119,300	0.73
State Street Luxembourg C/O SSBT - Alliance bernstein Next 50 Emerging Markets (Master) Fund Sicav-Sif S.C.Sp.	5,104,720	0.73
Deutsche Bank AG-National Equity Fund	4,995,979	0.71
Union Assurance PLC/Account No. 05 (Unit-Linked Life Insurance Fund-Equity Fund)	4,743,342	0.68
East India Holding (Pvt) Ltd	3,955,425	0.56
J.B. Cocoshell (Pvt) Ltd	3,945,361	0.56
Sri Lanka Insurance Corporation Ltd-Life Fund	3,455,238	0.49
JPMBL SA-KAPITALFORENINGEN INSTITUTIONEL INVESTOR,ASIATISKE SMID CAP AKTIER	3,065,597	0.44
Periceyl ( Private ) Limited A/C No. 03	2,694,100	0.38
Deutsche Bank AG As Trustee For Namal Acuity Value Fund	2,509,000	0.36
Nuwara Eliya Property Developers (Pvt) Ltd	2,285,200	0.33
MCSEN RANGE PRIVATE LIMITED	2,031,400	0.29

#### 14. Material events that occurred subsequent to the interim period

No events have occurred since the date of the statement of financial position which would require adjustments to, or disclosure in, the financial statements.

TEEJAY LANKA PLC

Income Statement

(all amounts in United States Dollars)

	Group			
	Quarter Ended			Year Ended
	2019	2018	Variance	2019
	Unaudited	Unaudited		Audited
Revenue	46,672,936	43,946,560	6%	191,209,976
Cost of sales	(41,127,566)	(39,353,730)	5%	(169,008,817)
<b>Gross profit</b>	<b>5,545,370</b>	<b>4,592,830</b>	<b>21%</b>	<b>22,201,159</b>
Other income	264,172	294,943	-10%	1,482,099
Distribution expenses	(219,942)	(242,669)	-9%	(1,013,797)
Administrative expenses	(2,276,225)	(2,285,013)	0%	(8,547,620)
<b>Results from operating activities</b>	<b>3,313,375</b>	<b>2,360,091</b>	<b>40%</b>	<b>14,121,841</b>
Finance income	200,590	153,347	31%	613,737
Finance costs	(173,023)	(187,802)	-8%	(1,141,276)
Net finance income	27,567	(34,455)	-180%	(527,539)
<b>Profit before tax</b>	<b>3,340,942</b>	<b>2,325,636</b>	<b>44%</b>	<b>13,594,302</b>
<b>Income tax</b>	<b>(735,082)</b>	<b>(525,369)</b>	<b>40%</b>	<b>(2,399,233)</b>
<b>Profit for the period</b>	<b>2,605,860</b>	<b>1,800,267</b>	<b>45%</b>	<b>11,195,069</b>
<b>Attributable to:</b>				
Equity holders of the parent	2,605,860	1,800,267	45%	11,195,069
Non-controlling interest	Nil	Nil	Nil	Nil
	<b>2,605,860</b>	<b>1,800,267</b>	<b>45%</b>	<b>11,195,069</b>

TEEJAY LANKA PLC

Statement of Comprehensive Income

(all amounts in United States Dollars)

	Group			Year Ended 31 March 2019 Audited
	Quarter Ended 30 June		Variance	
	2019 Unaudited	2018 Unaudited		
<b>Profit for the period</b>	2,605,860	1,800,267	45%	11,195,069
<b>Other comprehensive income</b>				
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	(42,259)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	29,329
Net movement on cash flow hedges	Nil	Nil	100%	(63,862)
<b>Total other comprehensive income for the period</b>	<b>Nil</b>	<b>Nil</b>	<b>0%</b>	<b>(76,792)</b>
<b>Total comprehensive income for the period</b>	<b>2,605,860</b>	<b>1,800,267</b>	<b>45%</b>	<b>11,118,277</b>
<b>Attributable to:</b>				
Equity holders of the parent	2,605,860	1,800,267	45%	11,118,277
Non-controlling interest	Nil	Nil	Nil	Nil
	<b>2,605,860</b>	<b>1,800,267</b>	<b>45%</b>	<b>11,118,277</b>

**TEEJAY LANKA PLC**

**Income Statement**

(all amounts in United States Dollars)

	Company			
	Quarter Ended			Year Ended
	2019	2018	Variance	2019
	Unaudited	Unaudited		Audited
	30 June			31 March
Revenue	25,103,046	26,289,135	-5%	108,647,953
Cost of sales	(22,143,452)	(23,998,478)	-8%	(97,212,818)
<b>Gross profit</b>	2,959,594	2,290,657	29%	11,435,135
Other income	856,013	839,186	2%	3,931,439
Distribution expenses	(173,914)	(184,924)	-6%	(662,458)
Administrative expenses	(1,261,736)	(1,244,760)	1%	(4,571,097)
<b>Results from operating activities</b>	2,379,957	1,700,159	40%	10,133,019
Finance income	182,056	142,146	28%	580,499
Finance costs	-	(480)	-100%	(197,627)
<b>Net finance income</b>	182,056	141,666	29%	382,872
<b>Profit before tax</b>	2,562,013	1,841,825	39%	10,515,891
Income tax	(399,074)	(221,766)	80%	(1,383,943)
<b>Profit for the period</b>	<b>2,162,939</b>	<b>1,620,059</b>	<b>34%</b>	<b>9,131,948</b>

TEEJAY LANKA PLC

Statement of Comprehensive Income

(all amounts in United States Dollars)

	Company			
	Quarter Ended		Variance	Year Ended
	2019	2018		2019
	Unaudited	Unaudited		Audited
<b>Profit for the period</b>	2,162,939	1,620,059	34%	9,131,948
<b>Other comprehensive income</b>				
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	70,520
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	(9,873)
Net movement on cash flow hedges	Nil	Nil	0%	(63,862)
<b>Total other comprehensive income for the period</b>	<b>Nil</b>	<b>Nil</b>	<b>0%</b>	<b>(3,215)</b>
<b>Total comprehensive income for the period</b>	<b>2,162,939</b>	<b>1,620,059</b>	<b>34%</b>	<b>9,128,733</b>



TEEJAY LANKA PLC

Statement of Financial Position

(all amounts in United States Dollars)

	Group			Company		
	As at 30 June		As at 31 March	As at 30 June		As at 31 March
	2019	2018	2019	2019	2018	2019
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
<b>ASSETS</b>						
<b>Non - current assets</b>						
Property, plant & equipment	46,887,523	49,327,407	48,276,027	23,614,005	23,838,711	24,223,478
Capital work-in-progress	2,711,104	3,143,781	683,803	1,043,267	2,050,306	363,592
Intangible assets	488,289	319,436	541,545	183,119	189,364	206,576
Goodwill	332,502	332,502	332,502	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	17,344,614	17,344,614	17,344,614
Lease rentals paid in advance	1,417,053	1,428,444	1,354,352	558,603	558,481	537,333
Deferred tax Assets	478,072	661,353	637,430	Nil	Nil	Nil
	<b>52,314,543</b>	<b>55,212,923</b>	<b>51,825,659</b>	<b>42,743,608</b>	<b>43,981,476</b>	<b>42,675,593</b>
<b>Current assets</b>						
Inventories	27,928,075	27,956,788	25,804,787	18,129,228	17,954,484	15,951,375
Trade and other receivables	27,139,213	26,372,083	23,038,715	17,837,083	18,200,634	15,623,310
Current tax receivables	Nil	Nil	50,332	Nil	Nil	Nil
Other financial assets	12,685,497	11,435,538	3,177,184	11,585,025	9,379,746	2,076,712
Derivative financial instruments	Nil	63,862	Nil	Nil	63,862	Nil
Cash and cash equivalents	12,803,607	6,898,209	24,632,530	7,208,952	3,996,280	17,789,063
	<b>80,556,392</b>	<b>72,726,480</b>	<b>76,703,548</b>	<b>54,760,288</b>	<b>49,595,006</b>	<b>51,440,460</b>
<b>Total assets</b>	<b>132,870,935</b>	<b>127,939,403</b>	<b>128,529,207</b>	<b>97,503,896</b>	<b>93,576,482</b>	<b>94,116,053</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Capital and reserves</b>						
Stated capital	37,571,594	37,571,594	37,571,594	37,571,594	37,571,594	37,571,594
Share option scheme	675,319	599,657	675,319	675,319	599,657	675,319
Retained earnings	44,311,037	39,686,827	41,705,177	33,450,519	31,078,566	31,287,635
Hedging reserve	Nil	63,862	Nil	Nil	63,862	Nil
	<b>82,557,950</b>	<b>77,921,940</b>	<b>79,952,090</b>	<b>71,697,432</b>	<b>69,313,679</b>	<b>69,534,548</b>
<b>Non - current liabilities</b>						
Borrowings	4,201,080	6,800,000	4,600,000	Nil	Nil	Nil
Deferred tax liabilities	3,145,402	2,090,662	3,090,466	1,910,042	1,818,102	1,926,524
Retirement benefit obligations	1,492,438	1,440,223	1,446,472	1,052,835	1,180,627	1,039,589
	<b>8,838,920</b>	<b>10,330,885</b>	<b>9,136,938</b>	<b>2,962,877</b>	<b>2,998,729</b>	<b>2,966,113</b>
<b>Current liabilities</b>						
Trade and other payables	27,927,100	25,831,115	27,000,121	17,343,251	15,716,033	16,475,399
Current Tax Liabilities	429,176	472,114	Nil	415,554	199,824	Nil
Borrowings	13,117,789	13,383,349	12,440,058	5,084,782	5,348,217	5,139,993
	<b>41,474,065</b>	<b>39,686,578</b>	<b>39,440,179</b>	<b>22,843,587</b>	<b>21,264,074</b>	<b>21,615,392</b>
<b>Total liabilities</b>	<b>50,312,985</b>	<b>50,017,463</b>	<b>48,577,117</b>	<b>25,806,464</b>	<b>24,262,803</b>	<b>24,581,505</b>
<b>Total equity and liabilities</b>	<b>132,870,935</b>	<b>127,939,403</b>	<b>128,529,207</b>	<b>97,503,896</b>	<b>93,576,482</b>	<b>94,116,053</b>

I certify that financial statements comply with the requirements of the Companies Act No. 07 of 2007.

Sgd

Salman Nishtar  
Chief Financial Officer

Sgd

Shrihan Perera  
Chief Executive Officer

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Sgd

Ashroff Omar  
Director

Sgd

Hasitha Premaratne  
Director

31-Jul-2019