



TEEJAY LANKA PLC
Condensed Interim Financial Statements
Period Ended 30 June 2020



TEEJAY LANKA PLC

Chairman's Review

As the world attempts to regain a sense of normalcy during this pandemic period, its impact was felt as Teejay closed the first Quarter of the Financial Year 2020/21. The Group saw a 42% decline in Revenue resulting in LKR 4.7 Bn in comparison to LKR 8.1 Bn recorded last year. Net Profit dropped by 107% to record a Net Loss of LKR 32 Mn for this Quarter in comparison to the Net Profit of LKR 454 Mn achieved last year.

The Decline in Revenue was a result of the operations in all 3 plants ceasing for the first few weeks of April 2020. The Group slowly began operations in small scale adhering to all Government & Health Regulations commencing from the 3rd week of April 2020. In addition to the underutilization of capacity we received updates from our customers of pushback of orders as well as credit extensions. To meet these trying times the team negotiated with suppliers to extend credit period received by customers and went on a cost cutting drive. This included a number of situational cost reduction projects such as salary reductions and freezing of new capital expenditures. These were some of the stringent measures taken to stabilize the ship in one of the biggest storms the company had to face in its 20-year history. This would not have been possible if not for the passionate team who rallied around the company and supported us through the hard times.

Amidst this turmoil Teejay Group was agile enough to obtain PPE orders with the help of the product development team introducing new fabrications for the PPE demand which mainly came through Hanes. In addition, Teejay is working on New Business Opportunities including new customers and new product lines of defensive fabrics to meet the demands of post COVID-19 requirement. As a result of the team's speed in setting up COVID prevention processes by mid-May, Operations were underway in Sri Lanka. The Group's highly mechanized plants in Sri Lanka was capable of producing the same capacity as pre COVID-19 output levels by end of May 2020. However, in India as the situation of COVID-19 is being navigated, we have limited the capacity and are taking action by monitoring the situation closely.

During the initial shock we saw the PPE orders as well as some of our European business stabilize the order book and by mid-May all our strategic customers starting to lift the hold on orders and quoted fresh delivery dates. Further, with the growing tensions between USA and China, mitigation on the reliance of a single destination for fabric has become high on the agenda of many retailers and now are looking for a diverse location for their need of fabric. As a result, the last month of the quarter saw a significantly better performance than the first 2 months of the quarter and this trend will continue into quarter 2 with a significantly strong order book compared to quarter 1.

As a result of the measures taken Teejay has continued with a strong Balance Sheet and a Cash Balance of LKR 6 Bn, keeping the Company "Net debt free". Inventory levels and receivable levels were higher than the usual values of a quarter as a result of the pushbacks and extended credit terms.

With the situation we are facing in India, Teejay was able to identify 2 separate outsourced locations within Sri Lanka to support the company with capacity in the future. With the commencement of the Operational Excellence Journey the Group was able to extend control measures by reducing wastage and improving efficiency while stabilization of Raw material prices also assisted it to approach cost conscious new customers such as supermarket chains and volume businesses.

As we step into a volatile future, Teejay will face it with sound resolve. With the mitigation of location risk within Sri Lanka, an enhanced product portfolio to combat COVID-19 including PPE wear and new defensive fabric lines, the opportunity of retailers diversifying its supply chain from one destination and its strong balance sheet the Group is positioned to face the future with resilience.

Sgd
Bill Lam

Chairman

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in Sri Lanka Rupees Thousands)

	Group			Year Ended 31 March 2020 Audited
	Quarter Ended 30 June		Variance	
	2020 Unaudited	2019 Unaudited		
Revenue from contracts with customers	4,733,290	8,125,291	-42%	33,276,976
Cost of sales	(4,477,093)	(7,159,898)	-37%	(29,047,934)
Gross profit	256,197	965,393	-73%	4,229,042
Other income	30,450	45,990	-34%	172,617
Distribution expenses	(30,602)	(38,290)	-20%	(195,150)
Administrative expenses	(262,865)	(382,646)	-31%	(1,428,813)
Net impairment losses on financial assets	21,987	(13,622)	-261%	(49,265)
Results from operating activities	15,167	576,825	-97%	2,728,431
Finance income	42,437	34,921	22%	243,825
Finance costs	(43,621)	(30,122)	45%	(160,292)
Net finance income	(1,184)	4,799	-125%	83,533
Profit before tax	13,983	581,624	-98%	2,811,964
Income tax	(45,491)	(127,970)	-64%	(428,180)
Profit for the period	(31,508)	453,654	-107%	2,383,784
Attributable to:				
Equity holders of the parent	(31,508)	453,654	-107%	2,383,784
Non-controlling interest	Nil	Nil	Nil	Nil
	(31,508)	453,654	-107%	2,383,784
Basic earnings per share (LKR)	(0.04)	0.65		3.40

(Note: Pls refer Note 15 for more details on group Q1 gross profit)

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME

(all amounts in Sri Lanka Rupees Thousands)

	Group			Year Ended 31 March 2020 Audited
	Quarter Ended 30 June		Variance	
	2020 Unaudited	2019 Unaudited		
Profit for the period	(31,508)	453,654	-107%	2,383,784
Other comprehensive income				
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	(93,029)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	25,696
Net movement on cash flow hedges	Nil	Nil	0%	Nil
Currency translation differences	(296,236)	36,533	-911%	1,091,633
Total other comprehensive income for the period	(296,236)	36,533	-911%	1,024,300
Total comprehensive income for the period	(327,744)	490,187	-167%	3,408,084
Attributable to:				
Equity holders of the parent	(327,744)	490,187	-167%	3,408,084
Non-controlling interest	Nil	Nil	Nil	Nil
	(327,744)	490,187	-167%	3,408,084

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in Sri Lanka Rupees Thousands)

	Company			Year Ended 31 March 2020 Audited
	Quarter Ended 30 June		Variance	
	2020 Unaudited	2019 Unaudited		
Revenue from contracts with customers	3,781,446	4,370,189	-13%	19,364,894
Cost of sales	(3,478,771)	(3,854,954)	-10%	(17,067,349)
Gross profit	302,675	515,235	-41%	2,297,545
Other income	62,893	149,023	-58%	701,134
Distribution expenses	(24,777)	(30,275)	-18%	(133,592)
Administrative expenses	(137,821)	(207,463)	-34%	(769,660)
Net impairment losses on financial assets	12,864	(12,193)	-206%	(32,640)
Results from operating activities	215,834	414,327	-48%	2,062,787
Finance income	36,423	31,694	15%	199,255
Finance costs	(5,396)	Nil	100%	(18,117)
Net finance income	31,027	31,694	-2%	181,138
Profit before tax	246,861	446,021	-45%	2,243,925
Income tax	(36,716)	(69,475)	-47%	(308,031)
Profit for the period	210,145	376,546	-44%	1,935,894
Attributable to:				
Equity holders of the parent	210,145	376,546	-44%	1,935,894
Non-controlling interest	Nil	Nil		Nil
	210,145	376,546	-44%	1,935,894
Basic earnings per share (LKR)	0.30	0.54		2.76

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME
(all amounts in Sri Lanka Rupees Thousands)

	Company			Year Ended 31 March 2020 Audited
	Quarter Ended 30 June		Variance	
	2020 Unaudited	2019 Unaudited		
Profit for the period	210,145	376,546	-44%	1,935,894
Other comprehensive income				
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	(29,787)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	4,170
Net movement on cash flow hedges	Nil	Nil	0%	Nil
Currency translation differences	(255,088)	31,709	-904%	930,816
Total other comprehensive income for the period	(255,088)	31,709	-904%	905,199
Total comprehensive income for the period	(44,943)	408,255	-111%	2,841,093
Attributable to:				
Equity holders of the parent	(44,943)	408,255	-111%	2,841,093
Non-controlling interest	Nil	Nil	Nil	Nil
	(44,943)	408,255	-111%	2,841,093

TEEJAY LANKA PLC
STATEMENT OF FINANCIAL POSITION
 (all amounts in Sri Lanka Rupees Thousands)

	Group			Company		
	As at 30 June		As at 31 March	As at 30 June		As at 31 March
	2020 Unaudited	2019 Unaudited	2020 Audited	2020 Unaudited	2019 Unaudited	2020 Audited
ASSETS						
Non - current assets						
Property, plant & equipment	8,322,106	8,187,030	8,777,251	4,273,362	4,123,241	4,479,083
Capital work-in-progress	596,824	473,386	589,511	587,040	182,165	576,587
Intangible assets	65,718	85,260	77,726	22,019	31,974	26,198
Goodwill	61,117	58,058	62,298	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	3,188,113	3,028,543	3,249,687
Right-of-use of assets	879,357	247,432	910,400	454,132	97,538	467,711
Deferred tax assets	250,119	83,476	256,257	Nil	Nil	Nil
	10,175,241	9,134,642	10,673,443	8,524,666	7,463,461	8,799,266
Current assets						
Inventories	5,518,513	4,876,521	5,904,129	3,573,397	3,165,545	3,740,732
Trade and other receivables	5,331,134	4,738,778	4,136,507	4,174,556	3,114,533	2,633,169
Current Tax receivable	Nil	Nil	18,219	Nil	Nil	Nil
Other financial assets	961,129	2,215,015	967,425	755,274	2,022,861	761,240
Derivative financial instruments	Nil	Nil	Nil	Nil	Nil	Nil
Cash and cash equivalents	5,083,560	2,235,638	5,262,770	3,996,486	1,258,755	3,807,121
	16,894,336	14,065,952	16,289,050	12,499,713	9,561,694	10,942,262
Total assets	27,069,577	23,200,594	26,962,493	21,024,379	17,025,155	19,741,528
EQUITY AND LIABILITIES						
Capital and reserves						
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	96,760	96,760	96,760	96,760	96,760
Exchange equalisation reserve	4,967,181	4,208,317	5,263,417	4,564,898	3,920,879	4,819,986
Retained earnings	6,200,275	6,053,682	6,231,783	4,503,946	4,444,766	4,293,801
Hedging reserve	Nil	Nil	Nil	Nil	Nil	Nil
	15,320,899	14,415,442	15,648,643	13,222,287	12,519,088	13,267,230
Non - current liabilities						
Borrowings	404,382	733,551	412,192	Nil	Nil	Nil
Lease liabilities	619,240	Nil	627,993	338,922	Nil	341,604
Deferred tax liabilities	632,360	549,219	647,592	329,317	333,513	338,381
Retirement benefit obligations	390,458	260,595	377,583	225,279	183,836	216,868
	2,046,440	1,543,365	2,065,360	893,518	517,349	896,853
Current liabilities						
Trade and other payables	5,926,052	4,876,352	5,642,679	4,929,114	3,028,304	3,445,366
Current tax liability	2,456	74,938	91,594	Nil	72,560	91,594
Lease liabilities	11,838	Nil	12,106	7,592	Nil	7,739
Borrowings	3,761,892	2,290,497	3,502,111	1,971,868	887,854	2,032,746
	9,702,238	7,241,787	9,248,490	6,908,574	3,988,718	5,577,445
Total liabilities	11,748,678	8,785,152	11,313,850	7,802,092	4,506,067	6,474,298
Total equity and liabilities	27,069,577	23,200,594	26,962,493	21,024,379	17,025,155	19,741,528
Net asset per share	21.83	20.54	22.29	18.84	17.83	18.90

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

Sgd
Salman Nishtar
 Chief Financial Officer

Sgd
Pubudu De Silva
 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

13-Aug-2020

TEEJAY LANKA PLC
STATEMENT OF CHANGES IN EQUITY - GROUP

(all amounts in Sri Lanka Rupees Thousands)

	Stated capital	Share option scheme	Exchange equalisation reserve	Retained earnings	Total
Balance as at 1 April 2019	4,056,683	96,760	4,171,784	5,600,028	13,925,255
Profit for the period	Nil	Nil	Nil	2,383,784	2,383,784
Other comprehensive income	Nil	Nil	1,091,633	(67,333)	1,024,300
Total comprehensive income	Nil	Nil	1,091,633	2,316,451	3,408,084
Transactions with owners					
Final dividend paid - 2018/19	Nil	Nil	Nil	(772,152)	(772,152)
Interim dividend paid - 2019/20	Nil	Nil	Nil	(912,544)	(912,544)
Balance as at 31 March 2020	4,056,683	96,760	5,263,417	6,231,783	15,648,643
Balance as at 1 April 2020	4,056,683	96,760	5,263,417	6,231,783	15,648,643
Profit for the period	Nil	Nil	Nil	(31,508)	(31,508)
Other comprehensive income	Nil	Nil	(296,236)	Nil	(296,236)
Total comprehensive income	Nil	Nil	(296,236)	(31,508)	(327,744)
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil
Balance as at 30 June 2020	4,056,683	96,760	4,967,181	6,200,275	15,320,899
Balance as at 1 April 2019	4,056,683	96,760	4,171,784	5,600,028	13,925,255
Profit for the period	Nil	Nil	Nil	453,654	453,654
Other comprehensive income	Nil	Nil	36,533	Nil	36,533
Total comprehensive income	Nil	Nil	36,533	453,654	490,187
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil
Balance as at 30 June 2019	4,056,683	96,760	4,208,317	6,053,682	14,415,442

TEEJAY LANKA PLC
STATEMENT OF CHANGES IN EQUITY - COMPANY
 (all amounts in Sri Lanka Rupees Thousands)

	Stated capital	Share option scheme	Exchange equalisation reserve	Retained earnings	Total
Balance as at 1 April 2019	4,056,683	96,760	3,889,170	4,068,220	12,110,833
Profit for the period	Nil	Nil	Nil	1,935,894	1,935,894
Other comprehensive income	Nil	Nil	930,816	(25,617)	905,199
Total comprehensive income	Nil	Nil	930,816	1,910,277	2,841,093
Transactions with owners					
Final dividend paid - 2018/19	Nil	Nil	Nil	(772,152)	(772,152)
Interim dividend paid - 2019/20	Nil	Nil	Nil	(912,544)	(912,544)
Balance as at 31 March 2020	4,056,683	96,760	4,819,986	4,293,801	13,267,230
Balance as at 1 April 2020	4,056,683	96,760	4,819,986	4,293,801	13,267,230
Profit for the period	Nil	Nil	Nil	210,145	210,145
Other comprehensive income	Nil	Nil	(255,088)	Nil	(255,088)
Total comprehensive income	Nil	Nil	(255,088)	210,145	(44,943)
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil
Balance as at 30 June 2020	4,056,683	96,760	4,564,898	4,503,946	13,222,287
Balance as at 1 April 2019	4,056,683	96,760	3,889,170	4,068,220	12,110,833
Profit for the period	Nil	Nil	Nil	376,546	376,546
Other comprehensive income	Nil	Nil	31,709	Nil	31,709
Total comprehensive income	Nil	Nil	31,709	376,546	408,255
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil
Balance as at 30 June 2019	4,056,683	96,760	3,920,879	4,444,766	12,519,088

TEEJAY LANKA PLC

STATEMENT OF CASH FLOWS

(all amounts in Sri Lanka Rupees Thousands)

	Group		Company	
	Quarter Ended 30 June		Quarter Ended 30 June	
	2020	2019	2020	2019
	Unaudited	Audited	Unaudited	Audited
Cash flows from operating activities				
Cash generated from operations	(348,317)	5,787	309,177	(50,610)
Finance income received	29,892	34,921	34,886	31,695
Finance cost paid	(20,054)	(30,122)	Nil	Nil
Retirement benefit obligations paid	(2,564)	(12,361)	(1,643)	(12,057)
Tax paid	(83,580)	(16,048)	(83,580)	Nil
Net cash generated/(used) from operating activities	(424,623)	(17,823)	258,840	(30,972)
Cash flows from investing activities				
Additions to capital work - in - progress	(71,694)	(430,109)	(35,489)	(143,680)
Investment in financial assets	(12,251)	(1,655,334)	(8,609)	(1,655,334)
Net cash used in investing activities	(83,945)	(2,085,443)	(44,098)	(1,799,014)
Cash flows from financing activities				
Proceeds from / (settlement of) borrowings	355,967	29,784	Nil	Nil
Net cash used in financing activities	355,967	29,784	Nil	Nil
Net increase/(decrease) in cash and cash equivalents	(152,601)	(2,073,482)	214,742	(1,829,986)
Cash and cash equivalents at the beginning of the period	5,102,393	4,265,854	3,647,975	3,073,938
Cash and cash equivalents at the end of the period	4,949,792	2,192,372	3,862,717	1,243,952

TEEJAY LANKA PLC

NOTES TO THE FINANCIAL STATEMENTS

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

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 2020, 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 3 months ended 30 June 2020 were authorised for issue by the Board of Directors on 13 August 2020

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 2020.

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 2020.

8. Key Ratios of the Group and the Company

	Group		Company	
	Quarter Ended 30 June 2020	2019	Quarter Ended 30 June 2020	2019
Profitability Ratios				
Net Profit Margin	-0.67%	5.58%	5.56%	8.62%
Asset to Turnover	0.70	1.43	0.74	1.05
Debt : Equity	0.27	0.21	0.15	0.07
Return on Assets (ROA)	5.25%	7.96%	6.59%	9.01%
Return on Equity (ROE)	9.17%	12.81%	10.14%	12.23%

Investor Ratios

Earnings per Share (EPS) - LKR	(0.04)	0.65	0.30	0.54
Net Asset Value per Share - LKR	21.83	20.54	18.84	17.83
Price / Earnings Ratio (PE Ratio)	15.09	11.21	15.95	13.89
Price to Book Value Ratio (PBV Ratio)	1.40	1.58	1.62	1.82

(PE and PBV Ratios are based on a market price of LKR 30.50 per share closed 30 June 2020)

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 2020)

	No. of Shares	%
Hasitha Premaratne	40,000	0.01

TEEJAY LANKA PLC

NOTES TO THE FINANCIAL STATEMENTS

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

11. Market Price per Share

	Highest (LKR)	Lowest (LKR)
Quarter ended 30 June 2020	32.40	18.00
Last traded price (on 30 June 2020)	30.50	

12. Public Shareholding 273,042,236 shares - 38.90%

The percentage of shares held by the public as at 30 June 2020 was 38.90% (273,042,236 number of shares).
The number of public shareholders as at 30 June 2020 was 8,270 and a float adjusted market capitalisation of LKR 8,328,363,843.

In terms of the rule 7.13.1(a) of the Listing Rules if 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
BBH - FIDELITY FUNDS	37,238,610	5.30
BNYMSANV RE-LF RUFFER INVESTMENT FUNDS : LF RUFFER PACIFIC AND EMERGING MARKETS FUND	19,000,000	2.71
JPMCB NA-FIDELITY ASIAN VALUES PLC	18,720,745	2.67
CITIBANK NEWYORK S/A NORGES BANK ACCOUNT 2	18,340,144	2.61
BBH-MATTHEWS EMERGING ASIA FUND	18,318,101	2.61
MELSTACORP PLC	12,622,428	1.80
EMPLOYEES PROVIDENT FUND	6,979,333	0.99
JPMBL SA-KAPITALFORENINGEN INSTITUTIONEL INVESTOR,ASIATISKE SMID CAP AKTIER	6,099,332	0.87
DEUTSCHE BANK AG-NATIONAL EQUITY FUND	5,195,979	0.74
MR. L.K.M.FERNANDO	5,119,300	0.73
STATE STREET LUXEMBOURG C/O SSBT-ALLIANCEBERNSTEIN NEXT 50 EMERGING MARKETS (MASTER) FUND	5,104,720	0.73
SICAV-SIF S.C.SP.		
STANDARD CHARTERED BANK DIFC BRANCH S/A EFG HERMES OMAN LLC	3,614,630	0.51
SRI LANKA INSURANCE CORPORATION LTD-LIFE FUND	3,455,238	0.49
COMMERCIAL BANK OF CEYLON PLC/METROCORP (PVT) LTD	3,000,000	0.43
PERICEYL (PRIVATE) LIMITED A/C NO. 03	2,694,100	0.38
UNION ASSURANCE PLC-UNIVERSAL LIFE FUND	2,537,166	0.36
NUWARA ELIYA PROPERTY DEVELOPERS (PVT) LTD	2,285,200	0.33
EAST INDIA HOLDING (PVT) LTD	2,175,026	0.31

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.

15. Disclosure of monthly gross profit

Group has taken initiative to disclose the monthly key financial indicators of Q1 group results to reflect how group have been improving the profitability at the crisis situation.

(all amounts in Sri Lanka Rupees Thousands)

Group summarised Income Statement	Apr-20	May-20	Jun-20	Q1- FY 2020/21	Q1- FY 2019/20
Revenue from contracts with customers	261,912	1,726,445	2,744,933	4,733,290	8,125,291
Gross profit	(219,810)	139,670	336,337	256,197	965,393
Gross Profit %	-83.9%	8.1%	12.3%	5.4%	11.9%

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in United States Dollars)

	Group			Year Ended 31 March 2020 Unaudited
	Quarter Ended 30 June			
	2020 Unaudited	2019 Unaudited	Variance	
Revenue from contracts with customers	25,298,184	46,672,936	-46%	187,719,166
Cost of sales	(23,928,876)	(41,127,566)	-42%	(163,862,659)
Gross profit	1,369,308	5,545,370	-75%	23,856,507
Other income	162,746	264,172	-38%	973,745
Distribution expenses	(163,560)	(219,942)	-26%	(1,100,863)
Administrative expenses	(1,404,945)	(2,197,976)	-36%	(8,060,096)
Net impairment losses on financial assets	117,514	(78,249)	-250%	(277,910)
Results from operating activities	81,063	3,313,375	-98%	15,391,383
Finance income	226,816	200,590	13%	1,375,447
Finance costs	(233,145)	(173,023)	35%	(904,228)
Net finance income	(6,329)	27,567	-123%	471,219
Profit before tax	74,734	3,340,942	-98%	15,862,602
Income tax	(243,136)	(735,082)	-67%	(2,415,413)
Profit for the period	(168,402)	2,605,860	-106%	13,447,189
Attributable to:				
Equity holders of the parent	(168,402)	2,605,860	-106%	13,447,189
Non-controlling interest	Nil	Nil	Nil	Nil
	(168,402)	2,605,860	-106%	13,447,189

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME
(all amounts in United States Dollars)

	Group			Year Ended 31 March 2020 Unaudited
	Quarter Ended 30 June		Variance	
	2020 Unaudited	2019 Unaudited		
Profit for the period	(168,402)	2,605,860	-106%	13,447,189
Other comprehensive income				
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	(524,788)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	144,953
Net movement on cash flow hedges	Nil	Nil	0%	Nil
Total other comprehensive income for the period	Nil	Nil	0%	(379,835)
Total comprehensive income for the period	(168,402)	2,605,860	-106%	13,067,354
Attributable to:				
Equity holders of the parent	(168,402)	2,605,860	-106%	13,067,354
Non-controlling interest	Nil	Nil	Nil	Nil
	(168,402)	2,605,860	-106%	13,067,354

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in United States Dollars)

	Company			
	Quarter Ended		Year Ended	
	2020	2019	2020	
	Unaudited	Unaudited	Variance	31 March Unaudited
Revenue from contracts with customers	20,210,826	25,103,046	-19%	109,239,544
Cost of sales	(18,593,111)	(22,143,452)	-16%	(96,278,835)
Gross profit	1,617,715	2,959,594	-45%	12,960,709
Other income	336,145	856,013	-61%	3,955,179
Distribution expenses	(132,429)	(173,914)	-24%	(753,608)
Administrative expenses	(736,618)	(1,191,696)	-38%	(4,341,740)
Net impairment losses on financial assets	68,756	(70,040)	-198%	(184,125)
Results from operating activities	1,153,569	2,379,957	-52%	11,636,415
Finance income	194,671	182,056	7%	1,124,021
Finance costs	(28,840)	Nil	-100%	(102,199)
Net finance income	165,831	182,056	-9%	1,021,822
Profit before tax	1,319,400	2,562,013	-49%	12,658,237
Income tax	(196,235)	(399,074)	-51%	(1,737,642)
Profit for the period	1,123,165	2,162,939	-48%	10,920,595

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME
(all amounts in United States Dollars)

	Company			
	Quarter Ended			Year Ended
	2020	2019	Variance	31 March
	Unaudited	Unaudited		2020
				Unaudited
Profit for the period	1,123,165	2,162,939	-48%	10,920,595
Other comprehensive income				
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	(168,034)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	23,525
Net movement on cash flow hedges	Nil	Nil	0%	Nil
Total other comprehensive income for the period	Nil	Nil	0%	(144,509)
Total comprehensive income for the period	1,123,165	2,162,939	-48%	10,776,086

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
	2020	2019	2020	2020	2019	2020
	Unaudited	Audited	Audited	Unaudited	Audited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	45,275,588	46,887,523	46,846,978	23,248,798	23,614,005	23,906,288
Capital work-in-progress	3,246,964	2,711,104	3,146,403	3,193,734	1,043,267	3,077,423
Intangible assets	357,532	488,289	414,849	119,792	183,119	139,827
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
Right-of-use of assets	4,784,054	1,417,053	4,859,094	2,470,661	558,603	2,496,320
Deferred tax Assets	1,360,747	478,072	1,367,730	Nil	Nil	Nil
	55,357,387	52,314,543	56,967,556	46,377,599	42,743,608	46,964,472
Current assets						
Inventories	30,022,920	27,928,075	31,512,213	19,440,709	18,129,228	19,965,481
Trade and other receivables	29,003,504	27,139,213	22,077,855	22,711,256	17,837,083	14,054,067
Current tax receivables	Nil	Nil	97,239	Nil	Nil	Nil
Other financial assets	5,228,929	12,685,497	5,163,453	4,108,993	11,585,025	4,062,981
Derivative financial instruments	Nil	Nil	Nil	Nil	Nil	Nil
Cash and cash equivalents	27,656,600	12,803,607	28,089,078	21,742,482	7,208,952	20,319,816
	91,911,953	80,556,392	86,939,838	68,003,440	54,760,288	58,402,345
Total assets	147,269,340	132,870,935	143,907,394	114,381,039	97,503,896	105,366,817
EQUITY AND LIABILITIES						
Capital and reserves						
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	675,319	675,319	675,319	675,319	675,319
Retained earnings	45,104,904	44,311,037	45,273,306	33,687,609	33,450,519	32,564,496
Hedging reserve	Nil	Nil	Nil	Nil	Nil	Nil
	83,351,817	82,557,950	83,520,219	71,934,522	71,697,432	70,811,409
Non - current liabilities						
Borrowings	2,200,000	4,201,080	2,200,000	Nil	Nil	Nil
Lease liabilities	3,368,915	Nil	3,351,799	1,843,874	Nil	1,823,251
Deferred tax liabilities	3,440,289	3,145,402	3,457,944	1,791,616	1,910,042	1,806,050
Retirement benefit obligations	2,124,248	1,492,438	2,015,283	1,225,609	1,052,835	1,157,496
	11,133,452	8,838,920	11,025,026	4,861,099	2,962,877	4,786,797
Current liabilities						
Trade and other payables	32,240,098	27,927,100	30,116,785	26,816,360	17,343,251	18,389,028
Current Tax Liabilities	13,364	429,176	488,865	Nil	415,554	488,865
Lease liabilities	64,405	Nil	64,614	41,304	Nil	41,304
Borrowings	20,466,204	13,117,789	18,691,885	10,727,754	5,084,782	10,849,414
	52,784,071	41,474,065	49,362,149	37,585,418	22,843,587	29,768,611
Total liabilities	63,917,523	50,312,985	60,387,175	42,446,517	25,806,464	34,555,408
Total equity and liabilities	147,269,340	132,870,935	143,907,394	114,381,039	97,503,896	105,366,817

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

Sgd
Salman Nishtar
 Chief Financial Officer

Sgd
Pubudu De Silva
 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

13-Aug-2020

CORPORATE INFORMATION

Name

Teejay Lanka PLC

Legal Form

A public quoted Company with limited liability, incorporated on 12 July 2000.

Company Registration No.

PV 7617 PB/PQ

Stock Exchange Listing

The issued Ordinary Shares of the Company was listed on the Main Board of the Colombo Stock Exchange of Sri Lanka on 9 August 2011.

Registered Office

Block D8 – D14, Seethawaka
Export Processing Zone,
Avisawella

Directors

Mr. Wing Tak Bill Lam – Chairman
Mr. Mohamed Ashroff Omar
Mr. Hasitha Premaratne
Mr. Amitha Lal Gooneratne
Prof. Malik Kumar Ranasinghe
Mr. Wai Loi Wan
Mr. Kit Vai Tou

Secretaries

Corporate Services (Private) Limited
216, de Saram Place,
Colombo 10.
Sri Lanka.

Auditors

PricewaterhouseCoopers,
Chartered Accountants

Attorneys

F J & G de Saram
Attorneys-at-Law
216, de Saram Place,
Colombo 10.
Sri Lanka

Bankers

Bank of Ceylon
Commercial Bank of Ceylon PLC
The Hongkong and Shanghai Banking
Corporation Limited
Standard Chartered Bank
People's Bank
Deutsche Bank AG
DFCC Bank PLC
National Development Bank PLC
Nations Trust Bank PLC

Investor Relations

Pubudu De Silva
Salman Nishtar
Teejay Lanka PLC



Teejay Lanka PLC

Block D8-D14,
Seethawaka Export Processing Zone,
Avisawella, Sri Lanka
www.teejay.com