



TEEJAY LANKA PLC
Condensed Interim Financial Statements
Period ended 30 September 2023



Review of the Financials

Teejay Group closed the second quarter of FY 2023/24 with a Group revenue of LKR 15.5 Bn, a 11% increase when compared to the previous quarter of the current financial year. However, the Group reported a 37% decrease when compared to the same period of the previous financial year. The decrease is attributed to a drop in sales volume driven by present market conditions, appreciation of the LKR, and underutilization of capacity. The Group regards the quarter-on-quarter improvement as an indicator of changing market conditions, offering optimism for improved performance in the upcoming quarters.

The Group reported a Gross Profit of LKR 1.9 Bn, representing a 568% quarter-on-quarter growth. This growth was primarily attributed to increased sales and sales mix, resulting in revenue surpassing the Group Break Even Point. These positive outcomes were achieved through strategic initiatives implemented during the quarter, including reductions in overhead costs. In a year-on-year comparison, the Group reported a 12% decrease in Gross Profit, attributed to the ongoing lack of demand recovery compared to the same period of the previous financial year. However, there is an emergence of demand volatility, and the Group anticipates a favorable trend in the coming quarters. Further, the Group's Gross Profit Margin for the second quarter of FY 2023/24 stood at 12.2%, up from the previous quarter's 2% and 8.7% from the same quarter of the previous financial year.

The Profit Before Tax of Teejay for the quarter stood at LKR 1.2 billion, reflecting a significant 275% increase compared to the previous quarter and a 0.3% increase when compared to the same period of the previous financial year. This performance highlights positive momentum and growth within the Group, demonstrating its resilience in a challenging economic backdrop. The Group's Profit After Tax increased by 211% QoQ, converting a previous quarter loss of LKR 853 Mn into a LKR 1 Bn gain, demonstrating resilience. However, the Group's profitability decreased by 14% when compared to the same quarter of the previous financial year. The administration and distribution costs of the Group for the period under review decreased by 14% and 16% respectively.

The changes in taxation during the quarter, that is the increase by 121% due to the introduction of new tax policy raised concerns. The Group has presented a strong Balance Sheet, concluding the period under review with a noteworthy cash and cash equivalents balance of LKR 12.9 billion.

The ongoing industry volatilities have posed persistent challenges. The Group has responded by initiating a recovery phase through strategies such as identifying new customers, introducing new product segments, investing in advanced infrastructure, and enhancing the necessary skills and expertise to adapt to evolving industry dynamics. These efforts have positioned Teejay to effectively meet the changing needs of Sri Lanka, India, and our sales office in Bangladesh.

The contingencies outlined in the preceding quarter have yielded positive results in the current quarter, and The Group anticipate a continued trajectory of improvement. Digitalization, setting and implementing a strong ESG framework, reduction of costs, new product development, improving synthetic capacity, and the upliftment and empowerment of the human capital thus enhancing resourcefulness are considered as the Group's priorities are few of the long-term strategies that the group is taken into consideration to buffer the effects of identified pressures, volatilities and challenges.

Statement of Profit or Loss
(All amounts in Sri Lanka Rupees Thousands)

	Group						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2023 Unaudited	2022 Unaudited	Variance	2023 Unaudited	2022 Unaudited	Variance	2023 Audited
Revenue from contracts with customers	15,549,880	24,752,871	-37%	29,547,030	48,610,675	-39%	84,037,126
Cost of sales	(13,658,699)	(22,593,371)	40%	(27,372,715)	(44,329,287)	38%	(77,194,229)
Gross profit	1,891,181	2,159,500	-12%	2,174,315	4,281,388	-49%	6,842,897
Other operating income - net	151,728	156,874	-3%	198,984	270,864	-27%	531,632
Distribution expenses	(134,503)	(159,979)	16%	(282,032)	(286,672)	2%	(610,340)
Administrative expenses	(766,736)	(893,641)	14%	(1,441,528)	(1,746,183)	17%	(3,185,376)
Net impairment gain/(loss) on financial assets	75,383	2,328	-3138%	(14,814)	(139,112)	89%	(283,737)
Results from operating activities	1,217,053	1,265,082	-4%	634,925	2,380,285	-73%	3,295,076
Finance income	258,847	162,888	59%	419,756	675,376	-38%	811,488
Finance costs	(251,879)	(207,056)	-22%	(531,783)	(329,064)	-62%	(990,090)
Net finance income/(costs)	6,968	(44,168)	-116%	(112,027)	346,312	-132%	(178,602)
Profit before tax	1,224,021	1,220,914	0.3%	522,898	2,726,597	-81%	3,116,474
Income tax	(281,019)	(127,285)	-121%	(432,912)	(386,290)	-12%	(989,743)
Profit for the period	943,002	1,093,629	-14%	89,986	2,340,307	-96%	2,126,731
Attributable to:							
Equity holders of the parent	943,002	1,093,629	-14%	89,986	2,340,307	-96%	2,126,731
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	943,002	1,093,629	-14%	89,986	2,340,307	-96%	2,126,731
Basic earnings per share (LKR)	1.32	1.53		0.13	3.27		2.97

Statement Of Comprehensive Income
(All amounts in Sri Lanka Rupees Thousands)

	Group						Year Ended 31 March 2023 Audited
	Quarter Ended 30 September			Period Ended 30 September			
	2023 Unaudited	2022 Unaudited	Variance	2023 Unaudited	2022 Unaudited	Variance	
Profit for the period	943,002	1,093,629	-14%	89,986	2,340,307	-96%	2,126,731
Comprehensive income							
Actuarial gain/(loss) on defined benefit obligation	Nil	Nil	0%	Nil	Nil	0%	(89,317)
Deferred tax credit/(charge) attributable to remeasurement of defined benefit obligation	Nil	Nil	0%	Nil	Nil	0%	27,328
Currency translation differences	1,718,516	360,253	377%	10,313	7,005,786	-100%	2,827,851
Total comprehensive income for the period	1,718,516	360,253	377%	10,313	7,005,786	-100%	2,765,862
Total comprehensive income for the period, net of tax	2,661,518	1,453,882	83%	100,299	9,346,093	-99%	4,892,593
Attributable to:							
Equity holders of the parent	2,661,518	1,453,882	83%	100,299	9,346,093	-99%	4,892,593
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	2,661,518	1,453,882	83%	100,299	9,346,093	-99%	4,892,593

Statement of Profit or Loss
(All amounts in Sri Lanka Rupees Thousands)

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2023 Unaudited	2022 Unaudited	Variance	2023 Unaudited	2022 Unaudited	Variance	2023 Audited
Revenue from contracts with customers	10,479,670	15,033,163	-30%	18,755,745	27,977,149	-33%	50,382,703
Cost of sales	(8,831,087)	(13,524,570)	35%	(16,356,889)	(25,244,870)	35%	(45,824,413)
Gross profit	1,648,583	1,508,593	9%	2,398,856	2,732,279	-12%	4,558,290
Other operating income - net	24,408	863,614	-97%	59,216	1,389,061	-96%	1,518,781
Distribution expenses	(98,372)	(131,495)	25%	(203,762)	(230,758)	12%	(374,822)
Administrative expenses	(426,227)	(414,472)	-3%	(799,467)	(795,382)	-1%	(1,226,978)
Net impairment gain/(loss) on financial assets	13,522	70,175	-81%	1,719	(74,672)	102%	(175,586)
Results from operating activities	1,161,914	1,896,415	-39%	1,456,562	3,020,528	-52%	4,299,685
Finance income	200,430	135,421	48%	378,190	544,982	-31%	745,083
Finance costs	(84,944)	(91,729)	7%	(178,868)	(158,568)	-13%	(380,096)
Net finance income/(costs)	115,486	43,692	164%	199,322	386,414	-48%	364,987
Profit before tax	1,277,400	1,940,107	-34%	1,655,884	3,406,942	-51%	4,664,672
Income tax	(284,272)	(80,579)	-253%	(515,498)	(252,435)	-104%	(1,211,260)
Profit for the period	993,128	1,859,528	-47%	1,140,386	3,154,507	-64%	3,453,412
Attributable to:							
Equity holders of the parent	993,128	1,859,528	-47%	1,140,386	3,154,507	-64%	3,453,412
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	993,128	1,859,528	-47%	1,140,386	3,154,507	-64%	3,453,412
Basic earnings per share (LKR)	1.39	2.59		1.59	4.40		4.82

Statement Of Comprehensive Income
(All amounts in Sri Lanka Rupees Thousands)

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2023 Unaudited	2022 Unaudited	Variance	2023 Unaudited	2022 Unaudited	Variance	2023 Audited
Profit for the period	993,128	1,859,528	-47%	1,140,386	3,154,507	-64%	3,453,412
Comprehensive income							
Actuarial gain/(loss) on defined benefit obligation	Nil	Nil	0%	Nil	Nil	0%	(66,717)
Deferred tax credit/(charge) attributable to remeasurement of defined benefit obligation	Nil	Nil	0%	Nil	Nil	0%	20,015
Currency translation differences	1,576,206	342,893	360%	38,783	5,999,882	-99%	2,250,769
Total other comprehensive income for the period	1,576,206	342,893	360%	38,783	5,999,882	-99%	2,204,067
Total comprehensive income for the period	2,569,334	2,202,421	17%	1,179,169	9,154,389	-87%	5,657,479
Attributable to:							
Equity holders of the parent	2,569,334	2,202,421	17%	1,179,169	9,154,389	-87%	5,657,479
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	2,569,334	2,202,421	17%	1,179,169	9,154,389	-87%	5,657,479

Statement Of Financial Position
(All amounts in Sri Lanka Rupees Thousands)

	Group			Company		
	As at 30 September		As at 31 March	As at 30 September		As at 31 March
	2023	2022	2022/23	2023	2022	2022/23
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	20,427,346	22,988,460	20,258,577	7,715,451	8,790,347	7,307,902
Capital work-in-progress	417,873	2,713,200	1,835,964	343,854	946,513	1,199,100
Intangible assets	721,763	189,344	161,339	514,378	156,819	121,789
Goodwill	105,822	119,421	105,829	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	5,520,097	6,229,492	5,520,444
Right-of-use assets	1,693,380	1,606,790	1,740,026	704,523	812,586	716,426
Deferred tax assets	1,971,477	922,020	1,856,016	Nil	Nil	Nil
	25,337,661	28,539,235	25,957,751	14,798,303	16,935,757	14,865,661
Current assets						
Inventories	12,758,959	20,878,664	13,382,977	7,834,491	13,617,204	8,182,897
Trade and other receivables	11,532,966	12,652,817	9,025,553	10,347,453	14,664,862	9,176,530
Current Tax receivable	712,692	Nil	496,702	Nil	Nil	Nil
Other financial assets	3,382,052	2,198,966	3,281,426	2,938,982	1,746,062	2,860,590
Cash and cash equivalents	9,700,735	6,368,222	7,913,808	7,737,236	4,580,179	5,238,133
	38,087,404	42,098,669	34,100,466	28,858,162	34,608,307	25,458,150
Total assets	63,425,065	70,637,904	60,058,217	43,656,465	51,544,064	40,323,811
EQUITY AND LIABILITIES						
Capital and reserves						
Stated capital	4,442,234	4,442,234	4,442,234	4,442,234	4,442,234	4,442,234
Share option scheme	153,491	153,491	153,491	153,491	153,491	153,491
Exchange equalisation reserve	18,057,852	22,225,474	18,047,539	15,572,042	19,282,372	15,533,259
Retained earnings	8,952,519	9,675,653	9,400,088	9,006,595	8,151,561	8,403,764
	31,606,096	36,496,852	32,043,352	29,174,362	32,029,658	28,532,748
Non - current liabilities						
Borrowings	6,238,284	7,039,974	6,238,676	Nil	Nil	Nil
Lease liabilities	1,347,808	1,112,663	1,340,989	526,014	602,348	494,152
Deferred tax liabilities	2,427,050	1,556,377	2,363,673	628,658	443,425	595,372
Retirement benefit obligations	626,783	592,026	568,559	261,320	242,313	246,452
	10,639,925	10,301,040	10,511,897	1,415,992	1,288,086	1,335,976
Current liabilities						
Trade and other payables	14,838,627	16,740,388	10,555,776	7,821,598	12,890,762	5,659,239
Current tax liability	401,171	247,656	489,789	389,747	214,364	488,137
Lease liabilities	148,831	97,860	114,127	41,062	58,451	56,328
Borrowings	5,790,415	6,754,108	6,343,276	4,813,704	5,062,743	4,251,383
	21,179,044	23,840,012	17,502,968	13,066,111	18,226,320	10,455,087
Total liabilities	31,818,969	34,141,052	28,014,865	14,482,103	19,514,406	11,791,063
Total equity and liabilities	63,425,065	70,637,904	60,058,217	43,656,465	51,544,064	40,323,811
Net asset per share	44.10	50.92	44.71	40.70	44.69	39.81

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

30-Oct-2023

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 2022	4,442,234	153,491	15,219,688	8,410,456	28,225,869
Profit for the period	Nil	Nil	Nil	2,126,731	2,126,731
Other comprehensive income	Nil	Nil	2,827,851	(61,989)	2,765,862
Total comprehensive income	Nil	Nil	2,827,851	2,064,742	4,892,593
Final dividend paid - 2021/22	Nil	Nil	Nil	(1,075,110)	(1,075,110)
Balance as at 31 March 2023	4,442,234	153,491	18,047,539	9,400,088	32,043,352
Balance as at 1 April 2023	4,442,234	153,491	18,047,539	9,400,088	32,043,352
Profit for the period	Nil	Nil	Nil	89,986	89,986
Comprehensive income	Nil	Nil	10,313	Nil	10,313
Total comprehensive income	Nil	Nil	10,313	89,986	100,299
Final Dividend paid - 2022/23	Nil	Nil	Nil	(537,555)	(537,555)
Balance as at 30 September 2023	4,442,234	153,491	18,057,852	8,952,519	31,606,096
Balance as at 1 April 2022	4,442,234	153,491	15,219,688	8,410,456	28,225,869
Profit for the period	Nil	Nil	Nil	2,340,307	2,340,307
Comprehensive income	Nil	Nil	7,005,786	Nil	7,005,786
Total comprehensive income	Nil	Nil	7,005,786	2,340,307	9,346,093
Final dividend paid - 2021/22	Nil	Nil	Nil	(1,075,110)	(1,075,110)
Balance as at 30 September 2022	4,442,234	153,491	22,225,474	9,675,653	36,496,852

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 2022	4,442,234	153,491	13,282,490	6,072,164	23,950,379
Profit for the period	Nil	Nil	Nil	3,453,412	3,453,412
Other comprehensive income	Nil	Nil	2,250,769	(46,702)	2,204,067
Total comprehensive income	Nil	Nil	2,250,769	3,406,710	5,657,479
Final dividend paid - 2021/22	Nil	Nil	Nil	(1,075,110)	(1,075,110)
Balance as at 31 March 2023	4,442,234	153,491	15,533,259	8,403,764	28,532,748
Balance as at 1 April 2023	4,442,234	153,491	15,533,259	8,403,764	28,532,748
Profit for the period	Nil	Nil	Nil	1,140,386	1,140,386
Other comprehensive income	Nil	Nil	38,783	Nil	38,783
Total comprehensive income	Nil	Nil	38,783	1,140,386	1,179,169
Final Dividend paid - 2022/23	Nil	Nil	Nil	(537,555)	(537,555)
Balance as at 30 September 2023	4,442,234	153,491	15,572,042	9,006,595	29,174,362
Balance as at 1 April 2022	4,442,234	153,491	13,282,490	6,072,164	23,950,379
Profit for the period	Nil	Nil	Nil	3,154,507	3,154,507
Other comprehensive income	Nil	Nil	5,999,882	Nil	5,999,882
Total comprehensive income	Nil	Nil	5,999,882	3,154,507	9,154,389
Final dividend paid - 2021/22	Nil	Nil	Nil	(1,075,110)	(1,075,110)
Balance as at 30 September 2022	4,442,234	153,491	19,282,372	8,151,561	32,029,658

Statement Of Cash Flows
(All amounts in Sri Lanka Rupees Thousands)

	Group		Company	
	Period ended 30 September		Period ended 30 September	
	2023	2022	2023	2022
	Unaudited	Unaudited	Unaudited	Unaudited
Cash flows from operating activities				
Cash generated from / (Used in) operations	4,525,736	3,539,448	3,627,418	2,577,436
Finance income received	419,756	675,373	378,190	544,979
Finance cost paid	(484,942)	(295,663)	(156,356)	(141,813)
Retirement benefit obligations paid	(63,874)	(33,714)	(41,008)	(12,836)
Tax paid	(590,933)	(342,403)	(590,933)	(302,086)
Net cash generated/(used) from operating activities	3,805,743	3,543,041	3,217,311	2,665,680
Cash flows from investing activities				
Additions to capital work - in - progress	(810,186)	(2,312,100)	(620,033)	(960,399)
Investment return from financial assets	(98,190)	64,590	(76,513)	79,248
Net cash used in investing activities	(908,376)	(2,247,510)	(696,546)	(881,151)
Cash flows from financing activities				
Dividend paid	(537,555)	(1,075,110)	(537,555)	(1,075,110)
Proceeds from / (settlement of) borrowings	(151,572)	(678,054)	825,247	(700,096)
Principal elements of lease payments	(24,465)	(33,721)	(24,465)	(2,173)
Net cash generated from / (used in) financing activities	(713,592)	(1,786,885)	263,227	(1,777,379)
Net increase/(decrease) in cash and cash equivalents	2,183,775	(491,354)	2,783,992	7,150
Cash and cash equivalents at the beginning of the period	7,351,402	6,383,354	4,860,741	4,131,852
Cash and cash equivalents at the end of the period	9,535,177	5,892,000	7,644,733	4,139,002

Balance as at 30 September 2023

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 September 2023, 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 06 months ended 30 September 2023 were authorised for issue by the Board of Directors on 30 October 2023.

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 2023.

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 2023.

8. Key Ratios of the Group and the Company

	Group		Company	
	Period ended 30 September 2023	2022	Period ended 30 September 2023	2022
Profitability Ratios				
Net Profit Margin	0.30%	4.81%	6.08%	11.28%
Asset to Turnover	0.88	1.83	0.79	1.44
Debt : Equity	0.38	0.38	0.16	0.16
Return on Assets (ROA)	-0.18%	7.35%	3.00%	11.57%
Return on Equity (ROE)	-0.36%	14.26%	4.66%	18.94%
Investor Ratios				
Earnings per Share (EPS) - LKR	0.13	3.27	1.59	4.40
Net Asset Value per Share - LKR	44.10	50.92	40.70	44.69
Price / Earnings Ratio (PE Ratio)	(207.04)	6.81	17.94	5.90
Price to Book Value Ratio (PBV Ratio)	0.81	0.73	0.88	0.83

(PE and PBV Ratios are based on a market price of LKR 35.70 per share closed 30 September 2023)

9. Number of shares representing the entity's Stated Capital - 716,739,975 Shares

10. Directors' Interest in Shares of the Company (As at 30 September 2023)

	No. of Shares	%
Hasitha Premaratne	40,000	0.01
Ajit Damon Gunewardene	713,723	0.10

11. Chief Executive Officer's holding in Shares of the Company (As at 30 September 2023)

	No. of Shares	%
Pubudu De Silva	1,115,155	0.16%

Balance as at 30 September 2023

Notes To The Financial Statements

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

12. Market Price per Share

	Highest (LKR)	Lowest (LKR)
Quarter ended 30 September 2023	36.50	30.90
Last traded price (on 30 September 2023)	35.70	

13. Public Shareholding 284,190,168 shares - 39.65%

The percentage of shares held by the public as at 30 September 2023 was 39.65% (284,190,168 number of shares).
The number of public shareholders as at 30 September 2023 was 8,524 and a float adjusted market capitalisation of LKR 10,145,588,998

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

14. List of the 20 Largest Shareholders

	No. of Shares	%
BRANDIX LANKA LTD-NUMBER 1 ACCOUNT	233,079,844	32.52
PACIFIC TEXTURED JERSEY HOLDINGS LIMITED	195,926,217	27.34
BBH - FIDELITY FUNDS	47,101,753	6.57
JPMCB NA-FIDELITY ASIAN VALUES PLC	19,300,949	2.69
CITIBANK NEWYORK S/A NORGES BANK ACCOUNT 2	17,356,440	2.42
PEMBERTON ASIAN OPPORTUNITIES FUND	10,000,000	1.40
MR. RAJINDA PRIYANJITH WEERASOORIYA	8,735,939	1.22
MR. HANIF YUSOOF	8,245,062	1.15
EMPLOYEES PROVIDENT FUND	6,979,333	0.97
HATTON NATIONAL BANK PLC-SEFIN GROWTH FUND	4,953,926	0.69
J.B. COCOSHELL (PVT) LTD	4,771,652	0.67
RUBBER INVESTMNT TRUST LTD A/C NO 01	4,507,389	0.63
CITIBANK HONG KONG S/A HOSTPLUS POOLED SUPERANNUATION TRUST	4,341,308	0.61
STANDARD CHARTERED BANK DIFC BRANCH S/A EFG HERMES UAE L.L.C	3,814,630	0.53
DEUTSCHE BANK AG-NATIONAL EQUITY FUND	3,000,000	0.42
GF CAPITAL GLOBAL LIMITED	2,826,050	0.39
EMPLOYEES TRUST FUND BOARD	2,677,561	0.37
SAM INNOVATORS (PVT) LTD	2,500,000	0.35
MR. LINTOTAGE KEVIN MARC FERNANDO	2,351,546	0.33
SSBT-SUNSUPER PTY. LTD. AS TRUSTEE FOR SUNSUPER SUPERANNUATION FUND	386,600	0.05

15. 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.

Statement of Profit or Loss
(All amounts in United States Dollars)

	Group						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2023 Unaudited	2022 Unaudited	Variance	2023 Unaudited	2022 Unaudited	Variance	2023 Audited
Revenue from contracts with customers	49,698,196	69,260,496	-28%	95,337,604	141,441,675	-33%	238,870,770
Cost of sales	(43,605,657)	(63,222,731)	31%	(88,321,872)	(128,984,191)	32%	(219,420,224)
Gross profit	6,092,539	6,037,765	1%	7,015,732	12,457,484	-44%	19,450,546
Other income	487,968	443,254	10%	642,051	788,128	-19%	1,511,134
Distribution expenses	(428,978)	(450,821)	5%	(910,014)	(834,126)	-9%	(1,734,858)
Administrative expenses	(2,451,050)	(2,501,495)	2%	(4,651,290)	(5,080,840)	8%	(9,054,252)
Net impairment gain/(loss) on financial assets	246,297	23,150	-964%	(47,801)	(404,772)	88%	(806,507)
Results from operating activities	3,946,776	3,551,853	11%	2,048,678	6,925,874	-70%	9,366,063
Finance income	829,737	414,612	100%	1,354,400	1,965,132	-31%	2,306,610
Finance costs	(803,213)	(588,340)	-37%	(1,715,873)	(957,473)	-79%	(2,814,273)
Net finance income/(costs)	26,524	(173,728)	-115%	(361,473)	1,007,659	-136%	(507,663)
Profit before tax	3,973,300	3,378,125	18%	1,687,205	7,933,533	-79%	8,858,400
Income tax	(901,584)	(340,367)	-165%	(1,396,851)	(1,123,981)	-24%	(2,813,284)
Profit for the period	3,071,716	3,037,758	1%	290,354	6,809,552	-96%	6,045,116
Attributable to:							
Equity holders of the parent	3,071,716	3,037,758	1%	290,354	6,809,552	-96%	6,045,116
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	3,071,716	3,037,758	1%	290,354	6,809,552	-96%	6,045,116

Statement Of Comprehensive Income
(All amounts in United States Dollars)

	Group						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2023 Unaudited	2022 Unaudited	Variance	2023 Unaudited	2022 Unaudited	Variance	2023 Audited
Profit for the period	3,071,716	3,037,758	1%	290,354	6,809,552	-96%	6,045,116
Comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(253,878)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	77,678
Total other comprehensive income for the period	Nil	Nil	0%	Nil	Nil	0%	(176,200)
Total comprehensive income for the period	3,071,716	3,037,758	1%	290,354	6,809,552	-96%	5,868,916
Attributable to:							
Equity holders of the parent	3,071,716	3,037,758	1%	290,354	6,809,552	-96%	5,868,916
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	3,071,716	3,037,758	1%	290,354	6,809,552	-96%	5,868,916

Statement of Profit or Loss
(All amounts in United States Dollars)

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2023 Unaudited	2022 Unaudited	Variance	2023 Unaudited	2022 Unaudited	Variance	2023 Audited
Revenue from contracts with customers	33,532,873	42,242,945	-21%	60,518,022	81,404,646	-26%	143,209,981
Cost of sales	(28,238,988)	(37,995,109)	26%	(52,777,778)	(73,454,579)	28%	(130,253,298)
Gross profit	5,293,885	4,247,836	25%	7,740,244	7,950,067	-3%	12,956,683
Other income	77,573	2,452,002	-97%	191,070	4,041,728	-95%	4,279,559
Distribution expenses	(313,829)	(371,115)	15%	(657,466)	(671,432)	2%	(1,065,411)
Administrative expenses	(1,362,597)	(1,161,879)	-17%	(2,579,591)	(2,314,309)	-11%	(3,487,617)
Net impairment gain/(loss) on financial assets	44,031	220,960	-80%	5,546	(217,272)	103%	(499,093)
Results from operating activities	3,739,063	5,387,804	-31%	4,699,803	8,788,782	-47%	12,184,121
Finance income	640,675	346,610	85%	1,220,283	1,585,724	-23%	2,117,855
Finance costs	(270,890)	(259,163)	-5%	(577,142)	(461,382)	-25%	(1,080,398)
Net finance income/(costs)	369,785	87,447	323%	643,141	1,124,342	-43%	1,037,457
Profit before tax	4,108,848	5,475,251	-25%	5,342,944	9,913,124	-46%	13,221,578
Income tax	(909,385)	(214,560)	-324%	(1,663,326)	(734,507)	-126%	(3,442,943)
Profit for the period	3,199,463	5,260,691	-39%	3,679,618	9,178,617	-60%	9,778,635

Statement Of Comprehensive Income
(All amounts in United States Dollars)

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2023 Unaudited	2022 Unaudited	Variance	2023 Unaudited	2022 Unaudited	Variance	2023 Audited
Profit for the period	3,199,463	5,260,691	-39%	3,679,618	9,178,617	-60%	9,778,635
Comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(189,638)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	56,892
Total other comprehensive income for the period	Nil	Nil	0%	Nil	Nil	Nil	(132,746)
Total comprehensive income for the period	3,199,463	5,260,691	-39%	3,679,618	9,178,617	-60%	9,645,889

Statement Of Financial Position
(All amounts in United States Dollars)

	Group			Company		
	As at 30 September		As at 31 March	As at 30 September		As at 31 March
	2023	2022	2022/23	2023	2022	2022/23
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	64,184,460	64,006,180	63,650,174	24,242,602	24,474,739	22,960,607
Capital work-in-progress	1,312,992	7,554,294	5,768,392	1,080,420	2,635,351	3,767,437
Intangible assets	2,267,842	527,186	506,910	1,616,220	436,627	382,646
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 assets	5,320,744	4,473,744	5,466,966	2,213,672	2,262,462	2,250,930
Deferred tax Assets	6,194,549	2,567,156	5,831,395	Nil	Nil	Nil
	79,613,089	79,461,062	81,556,339	46,497,528	47,153,793	46,706,234
Current assets						
Inventories	40,089,736	58,131,929	42,047,807	24,616,637	37,914,032	25,709,743
Trade and other receivables	36,237,562	35,228,914	28,357,275	32,512,577	40,830,999	28,831,622
Current tax receivables	2,239,339	Nil	1,560,582	Nil	Nil	Nil
Other financial assets	10,626,695	6,122,526	10,309,872	9,234,531	4,861,517	8,987,652
Cash and cash equivalents	30,480,536	17,730,877	24,864,296	24,311,054	12,752,474	16,457,624
	119,673,868	117,214,246	107,139,832	90,674,799	96,359,022	79,986,641
Total assets	199,286,957	196,675,308	188,696,171	137,172,327	143,512,815	126,692,875
EQUITY AND LIABILITIES						
Capital and reserves						
Stated capital	39,606,881	39,606,881	39,606,881	39,606,881	39,606,881	39,606,881
Share option scheme	985,322	985,322	985,322	985,322	985,322	985,322
Retained earnings	58,716,843	61,025,042	60,084,406	51,076,125	48,587,151	49,054,485
	99,309,046	101,617,245	100,676,609	91,668,328	89,179,354	89,646,688
Non - current liabilities						
Borrowings	19,601,219	19,601,219	19,601,219	Nil	Nil	Nil
Lease liabilities	4,234,926	3,097,959	4,213,237	1,652,779	1,677,103	1,552,570
Deferred tax liabilities	7,625,997	4,333,380	7,426,395	1,975,296	1,234,617	1,870,589
Retirement benefit obligations	1,969,407	1,648,363	1,786,348	821,090	674,665	774,323
	33,431,549	28,680,921	33,027,199	4,449,165	3,586,385	4,197,482
Current liabilities						
Trade and other payables	46,624,232	46,609,840	33,165,061	24,576,130	35,891,418	17,780,685
Current Tax Liabilities	1,260,513	689,543	1,538,868	1,224,617	596,848	1,533,675
Lease liabilities	467,640	272,468	358,573	129,021	162,744	176,977
Borrowings	18,193,977	18,805,291	19,929,861	15,125,066	14,096,066	13,357,368
	66,546,362	66,377,142	54,992,363	41,054,834	50,747,076	32,848,705
Total liabilities	99,977,911	95,058,063	88,019,562	45,503,999	54,333,461	37,046,187
Total equity and liabilities	199,286,957	196,675,308	188,696,171	137,172,327	143,512,815	126,692,875

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

30-Oct-2023

TEEJAY LANKA PLC

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. Ajit Damon Gunawardene – Chairman
Mr. Mohamed Ashroff Omar
Mr. Hasitha Premaratne
Mr. Amitha Lal Gooneratne
Prof. Malik Kumar Ranasinghe
Mr. Masaru Okutomi
Mr. Kit Vai Tou

Secretaries

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216, de Saram Place,
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Sri Lanka.

Auditors

PricewaterhouseCoopers,
Chartered Accountants

Attorneys

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Attorneys-at-Law
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Sri Lanka

Bankers

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

Investor Relations

Pubudu De Silva
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