



TEEJAY LANKA PLC
Condensed Interim Financial Statements
Period ended 30 September 2020



TEEJAY LANKA PLC

Chairman's Review

The Teejay Group achieved an 86% growth in Revenue to record LKR 8.8 Bn in comparison to LKR 4.7 Bn achieved the previous Quarter and saw a 2,104% growth in Net Profit of LKR 631.3 Mn in comparison to the Net Loss of LKR 31.5 Mn achieved the previous Quarter. However, as the situation in Sri Lanka continues to evolve, we at Teejay remain cautiously optimistic.

This 180-degree turnaround in performance would not have been possible if not for the commitment and ingenuity of Team Teejay. I would like to congratulate the Teejay team for the 2nd Quarter performance and encourage them to keep up the good work.

Nonetheless, owing to the setbacks endured in Quarter 2 due to the pandemic situation the Group is still trailing behind in comparison to the previous Financial year's performance. Revenue for Quarter 2 saw a decline of 6% to record LKR 8.8 Bn in comparison to LKR 9.3 Bn achieved the previous year while Net Profit for Quarter 2 also declined by 19% to record LKR 631.3 Mn against the previous year LKR 783.1 Mn. This was mainly due to the reduction in loading capacity specifically in India experienced in Quarter two compared to the previous year.

With the help of the Operational Excellence initiatives launched throughout the Group, Teejay continues to focus on cost control mechanisms. These initiatives have resulted in managing the non-operational and non-strategic costs while re-evaluation of the cost base has given rise to the elimination of non-essential costs making Teejay leaner. However, the Group has spared no expenses on the added health and safety related expenses to protect our employees from the pandemic. The Safety of our workforce is the number one priority of our Group, and we will continue to invest in all activities to protect their wellbeing as the risk of Covid-19 continues.

Even amidst these turbulent times, while adhering to all stringent health and safety protocols, the operations in India are gathering momentum and increased its loading capacity during Quarter two. As the Group's manufacturing process is mechanized, high capacity utilization can be achieved adhering to the Covid-19 restrictions and protocols. The Group has also taken deliberate steps to unfreeze the restrictions on capital expenditure to continue with the modernisation journey of the plants based on the situation.

As retailers around the world began to embrace the new normal and devise new ways to go about business as usual, a substantial increase in sales was witnessed by the Group compared to the previous Quarter. All 6 strategic brands continue to play a significant role in stabilising the orderbook in Quarter two while Nike and Uniqlo gathered momentum and generated a considerable volume of orders for the Quarter establishing their footprint on the orderbook. As the market continues to compete for orders, the Group has been facing growing price pressures as well as raw material price fluctuations as a result of trade disputes within the strategic sourcing models of our retailers.

Teejay has continued with a strong Balance Sheet and a Cash Balance of LKR 5.8 Bn, keeping the Company "Net debt-free". Inventory levels and receivable levels will continue to reduce as customers take steps to clear orders and inventory which were on hold in the first quarter of the year.

During these times of intense competition resulting from price swings and high demand for low cost products, the Group is equipped to capitalize on the opportunity created by the customers focus on supply chain strategizing to mitigate the reliance on a single country. The Group has taken all necessary precautions and followed all Governmental guidelines and prepared to face the post Covid environment while contingent plans were made to mitigate all possible disruptions in production. Equipped with a strong order book the Group is prepared to face any challenge. With our presence felt throughout the region the Group is poised on the edge of realising its target of becoming a USD 300 Mn Company in the foreseeing future.

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 September			Period Ended 30 September			
	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited	2019 Unaudited	Variance	
Revenue from contracts with customers	8,789,899	9,316,857	-6%	13,523,189	17,442,148	-22%	33,276,976
Cost of sales	(7,715,736)	(7,977,508)	3%	(12,192,829)	(15,137,406)	19%	(29,047,934)
Gross profit	1,074,163	1,339,349	-20%	1,330,360	2,304,742	-42%	4,229,042
Other income	36,166	55,494	-35%	66,616	101,484	-34%	172,617
Distribution expenses	(39,715)	(45,377)	12%	(70,317)	(83,667)	16%	(195,150)
Administrative expenses	(306,466)	(397,171)	23%	(569,331)	(779,681)	27%	(1,428,813)
Net impairment losses on financial assets	7,361	(15,615)	147%	29,348	(29,373)	200%	(49,265)
Results from operating activities	771,509	936,680	-18%	786,676	1,513,505	-48%	2,728,431
Finance income	47,045	26,890	75%	89,482	61,811	45%	243,825
Finance costs	(36,181)	(27,576)	-31%	(79,802)	(57,698)	-38%	(160,292)
Net finance income	10,864	(686)	1684%	9,680	4,113	135%	83,533
Profit before tax	782,373	935,994	-16%	796,356	1,517,618	-48%	2,811,964
Income tax	(151,031)	(152,844)	1%	(196,522)	(280,814)	30%	(428,180)
Profit for the period	631,342	783,150	-19%	599,834	1,236,804	-52%	2,383,784
Attributable to:							
Equity holders of the parent	631,342	783,150	-19%	599,834	1,236,804	-52%	2,383,784
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	631,342	783,150	-19%	599,834	1,236,804	-52%	2,383,784
Basic earnings per share (LKR)	0.90	1.12		0.85	1.76		3.40

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME

(all amounts in Sri Lanka Rupees Thousands)

	Group						Year Ended 31 March 2020 Audited
	Quarter Ended 30 September			Period Ended 30 September			
	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited	2019 Unaudited	Variance	
Profit for the period	631,342	783,150	-19%	599,834	1,236,804	-52%	2,383,784
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(93,029)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	25,696
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	Nil
Currency translation differences	(76,067)	431,203	-118%	(372,303)	467,736	-180%	1,091,633
Total other comprehensive income for the period	(76,067)	431,203	-118%	(372,303)	467,736	-180%	1,024,300
Total comprehensive income for the period	555,275	1,214,353	-54%	227,531	1,704,540	-87%	3,408,084
Attributable to:							
Equity holders of the parent	555,275	1,214,353	-54%	227,531	1,704,540	-87%	3,408,084
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	555,275	1,214,353	-54%	227,531	1,704,540	-87%	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 September			Period Ended 30 September			
	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited	2019 Unaudited	Variance	
Revenue from contracts with customers	5,707,339	5,705,490	0%	9,488,785	10,075,679	-6%	19,364,894
Cost of sales	(5,065,876)	(4,876,864)	-4%	(8,544,647)	(8,731,818)	-2%	(17,067,349)
Gross profit	641,463	828,626	-23%	944,138	1,343,861	-30%	2,297,545
Other income	153,879	160,444	-4%	216,772	309,467	-30%	701,134
Distribution expenses	(33,114)	(34,988)	5%	(57,891)	(65,263)	-11%	(133,592)
Administrative expenses	(176,208)	(217,747)	19%	(314,029)	(425,082)	26%	(769,660)
Net impairment losses on financial assets	4,173	(15,283)	127%	17,037	(27,604)	162%	(32,640)
Results from operating activities	590,193	721,052	-18%	806,027	1,135,379	-29%	2,062,787
Finance income	49,607	25,131	97%	86,030	56,825	51%	199,255
Finance costs	(2,094)	(15)	-13860%	(7,490)	(15)	-49833%	(18,117)
Net finance income	47,513	25,116	89%	78,540	56,810	38%	181,138
Profit before tax	637,706	746,168	-15%	884,567	1,192,189	-26%	2,243,925
Income tax	(86,099)	(81,634)	-5%	(122,815)	(151,109)	19%	(308,031)
Profit for the period	551,607	664,534	-17%	761,752	1,041,080	-27%	1,935,894
Attributable to:							
Equity holders of the parent	551,607	664,534	-17%	761,752	1,041,080	-27%	1,935,894
Non-controlling interest	Nil	Nil		Nil	Nil		Nil
	551,607	664,534	-17%	761,752	1,041,080	-27%	1,935,894
Basic earnings per share (LKR)	0.79	0.95		1.09	1.48		2.76

TEEJAY LANKA PLC

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

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited	2019 Unaudited	Variance	2020 Audited
Profit for the period	551,607	664,534	-17%	761,752	1,041,080	-27%	1,935,894
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(29,787)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	4,170
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	Nil
Currency translation differences	(63,645)	370,892	-117%	(318,733)	402,601	-179%	930,816
Total other comprehensive income for the period	(63,645)	370,892	-117%	(318,733)	402,601	-179%	905,199
Total comprehensive income for the period	487,962	1,035,426	-53%	443,019	1,443,681	-69%	2,841,093
Attributable to:							
Equity holders of the parent	487,962	1,035,426	-53%	443,019	1,443,681	-69%	2,841,093
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	487,962	1,035,426	-53%	443,019	1,443,681	-69%	2,841,093

TEEJAY LANKA PLC
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
	2020	2019	2020	2020	2019	2020
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	8,330,664	8,222,686	8,777,251	4,432,660	4,163,272	4,479,083
Capital work-in-progress	403,389	724,974	589,511	344,170	423,115	576,587
Intangible assets	58,580	87,364	77,726	20,027	30,010	26,198
Goodwill	60,848	59,814	62,298	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	3,174,064	3,120,123	3,249,687
Right-of-use of assets	850,895	239,697	910,400	435,532	99,211	467,711
Deferred tax assets	252,078	59,460	256,257	Nil	Nil	Nil
	9,956,454	9,393,995	10,673,443	8,406,453	7,835,731	8,799,266
Current assets						
Inventories	4,767,112	4,861,248	5,904,129	2,961,238	3,129,132	3,740,732
Trade and other receivables	7,826,940	4,651,945	4,136,507	5,191,254	3,749,835	2,633,169
Current Tax receivable	Nil	Nil	18,219	Nil	Nil	Nil
Other financial assets	2,446,629	564,746	967,425	2,242,930	366,782	761,240
Cash and cash equivalents	3,329,164	4,822,625	5,262,770	2,397,187	3,257,800	3,807,121
	18,369,845	14,900,564	16,289,050	12,792,609	10,503,549	10,942,262
Total assets	28,326,299	24,294,559	26,962,493	21,199,062	18,339,280	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	4,891,114	4,639,520	5,263,417	4,501,253	4,291,771	4,819,986
Retained earnings	6,831,617	6,066,431	6,231,783	5,055,553	4,338,899	4,293,801
	15,876,174	14,859,394	15,648,643	13,710,249	12,784,113	13,267,230
Non - current liabilities						
Borrowings	622,200	647,798	412,192	Nil	Nil	Nil
Lease liabilities	613,591	Nil	627,993	328,077	Nil	341,604
Deferred tax liabilities	636,811	586,856	647,592	285,691	340,633	338,381
Retirement benefit obligations	405,795	273,217	377,583	233,200	190,921	216,868
	2,278,397	1,507,871	2,065,360	846,968	531,554	896,853
Current liabilities						
Trade and other payables	6,843,694	4,644,295	5,642,679	4,789,800	3,146,468	3,445,366
Current tax liability	6,114	71,507	91,594	Nil	66,097	91,594
Lease liabilities	11,786	Nil	12,106	7,559	Nil	7,739
Borrowings	3,310,134	3,211,492	3,502,111	1,844,486	1,811,048	2,032,746
	10,171,728	7,927,294	9,248,490	6,641,845	5,023,613	5,577,445
Total liabilities	12,450,125	9,435,165	11,313,850	7,488,813	5,555,167	6,474,298
Total equity and liabilities	28,326,299	24,294,559	26,962,493	21,199,062	18,339,280	19,741,528
Net asset per share	22.62	21.17	22.29	19.53	18.21	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

12-Nov-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	599,834	599,834
Other comprehensive income	Nil	Nil	(372,303)	Nil	(372,303)
Total comprehensive income	Nil	Nil	(372,303)	599,834	227,531
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil
Balance as at 30 September 2020	4,056,683	96,760	4,891,114	6,831,617	15,876,174
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	1,236,804	1,236,804
Other comprehensive income	Nil	Nil	467,736	Nil	467,736
Total comprehensive income	Nil	Nil	467,736	1,236,804	1,704,540
Transactions with owners					
Final dividend paid - 2018/19	Nil	Nil	Nil	(770,401)	(770,401)
Balance as at 30 September 2019	4,056,683	96,760	4,639,520	6,066,431	14,859,394

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	761,752	761,752
Other comprehensive income	Nil	Nil	(318,733)	Nil	(318,733)
Total comprehensive income	Nil	Nil	(318,733)	761,752	443,019
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil
Balance as at 30 September 2020	4,056,683	96,760	4,501,253	5,055,553	13,710,249
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	1,041,080	1,041,080
Other comprehensive income	Nil	Nil	402,601	Nil	402,601
Total comprehensive income	Nil	Nil	402,601	1,041,080	1,443,681
Transactions with owners					
Final dividend paid - 2018/19	Nil	Nil	Nil	(770,401)	(770,401)
Balance as at 30 September 2019	4,056,683	96,760	4,291,771	4,338,899	12,784,113

TEEJAY LANKA PLC

STATEMENT OF CASH FLOWS

(all amounts in Sri Lanka Rupees Thousands)

	Group		Company	
	Period Ended 30 September		Period Ended 30 September	
	2020	2019	2020	2019
	Unaudited	Audited	Unaudited	Audited
Cash flows from operating activities				
Cash generated from operations	(135,870)	1,344,826	436,979	449,771
Finance income received	71,622	61,812	86,028	56,826
Finance cost paid	(40,238)	(57,699)	Nil	(15)
Retirement benefit obligations paid	(2,817)	(30,293)	(1,718)	(25,064)
Tax paid	(193,634)	(30,424)	(154,656)	Nil
Net cash generated/(used) from operating activities	(300,937)	1,288,222	366,633	481,518
Cash flows from investing activities				
Additions to capital work - in - progress	(219,757)	(764,618)	(112,621)	(420,731)
Investment in financial assets	(1,521,631)	6,610	(1,519,287)	6,610
Net cash used in investing activities	(1,741,388)	(758,008)	(1,631,908)	(414,121)
Cash flows from financing activities				
Dividend paid	Nil	(770,401)	Nil	(770,401)
Proceeds from / (settlement of) borrowings	254,610	784,809	Nil	874,717
Net cash used in financing activities	254,610	14,408	Nil	104,316
Net increase/(decrease) in cash and cash equivalents	(1,787,715)	544,622	(1,265,275)	171,713
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	3,314,678	4,810,476	2,382,700	3,245,651

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 September 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 6 months ended 30 September 2020 were authorised for issue by the Board of Directors on 12 November 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	
	Period Ended 30 September 2020	2019	Period Ended 30 September 2020	2019
Profitability Ratios				
Net Profit Margin	7.18%	8.41%	9.66%	11.65%
Asset to Turnover	0.98	1.49	0.93	1.31
Debt : Equity	0.25	0.26	0.13	0.14
Return on Assets (ROA)	4.72%	10.25%	6.14%	15.31%
Return on Equity (ROE)	8.28%	16.63%	9.32%	21.35%

Investor Ratios

Earnings per Share (EPS) - LKR	0.90	1.12	0.79	0.95
Net Asset Value per Share - LKR	22.62	21.17	19.53	18.21
Price / Earnings Ratio (PE Ratio)	18.77	10.41	19.48	13.02
Price to Book Value Ratio (PBV Ratio)	1.54	1.68	1.79	1.95

(PE and PBV Ratios are based on a market price of LKR 34.90 per share closed 30 September 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 September 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 September 2020	34.90	26.30
Last traded price (on 30 September 2020)	34.90	

12. Public Shareholding 273,047,226 shares - 38.90%

The percentage of shares held by the public as at 30 September 2020 was 38.90% (273,047,226 number of shares).

The number of public shareholders as at 30 September 2020 was 8,293 and a float adjusted market capitalisation of LKR 9,529,832,726.

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
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	18,678,930	2.66
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 SICAV-SIF S.C.SP.	5,104,720	0.73
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
UNION ASSURANCE PLC-UNIVERSAL LIFE FUND	2,931,601	0.42
PERICEYL (PRIVATE) LIMITED A/C NO. 03	2,694,100	0.38
MELLON BANK N.A.-FLORIDA RETIREMENT SYSTEM	2,497,198	0.36
NUWARA ELIYA PROPERTY DEVELOPERS (PVT) LTD	2,115,799	0.30

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						Year Ended 31 March 2020 Unaudited
	Quarter Ended 30 September			Period Ended 30 September			
	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited	2019 Unaudited	Variance	
Revenue from contracts with customers	47,630,626	53,030,668	-10%	72,928,810	99,703,604	-27%	187,719,166
Cost of sales	(41,825,473)	(45,401,562)	8%	(65,754,349)	(86,529,128)	24%	(163,862,659)
Gross profit	5,805,153	7,629,106	-24%	7,174,461	13,174,476	-46%	23,856,507
Other income	196,504	315,935	-38%	359,250	580,107	-38%	973,745
Distribution expenses	(215,650)	(258,321)	17%	(379,210)	(478,263)	21%	(1,100,863)
Administrative expenses	(1,665,386)	(2,258,868)	26%	(3,070,331)	(4,456,844)	31%	(8,060,096)
Net impairment losses on financial assets	40,757	(89,653)	145%	158,271	(167,902)	194%	(277,910)
Results from operating activities	4,161,378	5,338,199	-22%	4,242,441	8,651,574	-51%	15,391,383
Finance income	255,751	152,735	67%	482,567	353,325	37%	1,375,447
Finance costs	(197,221)	(156,795)	-26%	(430,366)	(329,818)	-30%	(904,228)
Net finance income	58,530	(4,060)	1542%	52,201	23,507	122%	471,219
Profit before tax	4,219,908	5,334,139	-21%	4,294,642	8,675,081	-50%	15,862,602
Income tax	(816,680)	(870,122)	6%	(1,059,816)	(1,605,204)	34%	(2,415,413)
Profit for the period	3,403,228	4,464,017	-24%	3,234,826	7,069,877	-54%	13,447,189
Attributable to:							
Equity holders of the parent	3,403,228	4,464,017	-24%	3,234,826	7,069,877	-54%	13,447,189
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	3,403,228	4,464,017	-24%	3,234,826	7,069,877	-54%	13,447,189

TEEJAY LANKA PLC

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

	Group						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited
Profit for the period	3,403,228	4,464,017	-24%	3,234,826	7,069,877	-54%	13,447,189
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(524,788)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	144,953
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	Nil
Total other comprehensive income for the period	Nil	Nil	0%	Nil	Nil	0%	(379,835)
Total comprehensive income for the period	3,403,228	4,464,017	-24%	3,234,826	7,069,877	-54%	13,067,354
Attributable to:							
Equity holders of the parent	3,403,228	4,464,017	-24%	3,234,826	7,069,877	-54%	13,067,354
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	3,403,228	4,464,017	-24%	3,234,826	7,069,877	-54%	13,067,354

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in United States Dollars)

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited
Revenue from contracts with customers	30,960,965	32,492,008	-5%	51,171,791	57,595,054	-11%	109,239,544
Cost of sales	(27,487,065)	(27,769,762)	1%	(46,080,176)	(49,913,214)	8%	(96,278,835)
Gross profit	3,473,900	4,722,246	-26%	5,091,615	7,681,840	-34%	12,960,709
Other income	832,881	912,973	-9%	1,169,026	1,768,986	-34%	3,955,179
Distribution expenses	(179,770)	(199,145)	10%	(312,199)	(373,059)	16%	(753,608)
Administrative expenses	(956,903)	(1,238,172)	23%	(1,693,521)	(2,429,868)	30%	(4,341,740)
Net impairment losses on financial assets	23,125	(87,746)	126%	91,881	(157,786)	158%	(184,125)
Results from operating activities	3,193,233	4,110,156	-22%	4,346,802	6,490,113	-33%	11,636,415
Finance income	269,277	142,767	89%	463,948	324,823	43%	1,124,021
Finance costs	(11,550)	(87)	-13176%	(40,390)	(87)	-46325%	(102,199)
Net finance income	257,727	142,680	81%	423,558	324,736	30%	1,021,822
Profit before tax	3,450,960	4,252,836	-19%	4,770,360	6,814,849	-30%	12,658,237
Income tax	(466,093)	(464,704)	0%	(662,328)	(863,778)	23%	(1,737,642)
Profit for the period	2,984,867	3,788,132	-21%	4,108,032	5,951,071	-31%	10,920,595

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME

(all amounts in United States Dollars)

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited	2019 Unaudited	Variance	2020 Unaudited
Profit for the period	2,984,867	3,788,132	-21%	4,108,032	5,951,071	-31%	10,920,595
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(168,034)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	23,525
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	Nil
Total other comprehensive income for the period	Nil	Nil	0%	Nil	Nil	0%	(144,509)
Total comprehensive income for the period	2,984,867	3,788,132	-21%	4,108,032	5,951,071	-31%	10,776,086

TEEJAY LANKA PLC

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
	2020	2019	2020	2020	2019	2020
	Unaudited	Audited	Audited	Unaudited	Audited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	45,522,752	45,709,523	46,846,978	24,222,187	23,143,434	23,906,288
Capital work-in-progress	2,204,311	4,030,097	3,146,403	1,880,711	2,352,077	3,077,423
Intangible assets	320,109	485,652	414,849	109,435	166,825	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	4,649,700	1,332,463	4,859,094	2,379,957	551,511	2,496,320
Deferred tax Assets	1,377,477	330,538	1,367,730	Nil	Nil	Nil
	54,406,851	52,220,775	56,967,556	45,936,904	43,558,461	46,964,472
Current assets						
Inventories	26,049,795	27,023,450	31,512,213	16,181,627	17,394,697	19,965,481
Trade and other receivables	42,770,163	25,859,942	22,077,855	28,367,510	20,845,155	14,054,067
Current tax receivables	Nil	Nil	97,239	Nil	Nil	Nil
Other financial assets	13,369,558	3,139,398	5,163,453	12,256,447	2,038,926	4,062,981
Cash and cash equivalents	18,192,153	26,808,744	28,089,078	13,099,380	18,109,956	20,319,816
	100,381,669	82,831,534	86,939,838	69,904,964	58,388,734	58,402,345
Total assets	154,788,520	135,052,309	143,907,394	115,841,868	101,947,195	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	48,508,132	44,355,763	45,273,306	36,672,477	32,819,360	32,564,496
	86,755,045	82,602,676	83,520,219	74,919,390	71,066,273	70,811,409
Non - current liabilities						
Borrowings	3,400,000	3,601,080	2,200,000	Nil	Nil	Nil
Lease liabilities	3,352,959	Nil	3,351,799	1,792,770	Nil	1,823,251
Deferred tax liabilities	3,479,843	3,262,303	3,457,944	1,561,151	1,893,562	1,806,050
Retirement benefit obligations	2,217,461	1,518,798	2,015,283	1,274,317	1,061,321	1,157,496
	12,450,263	8,382,181	11,025,026	4,628,238	2,954,883	4,786,797
Current liabilities						
Trade and other payables	37,397,235	25,817,412	30,116,785	26,173,777	17,491,070	18,389,028
Current Tax Liabilities	33,410	397,506	488,865	Nil	367,433	488,865
Lease liabilities	64,405	Nil	64,614	41,304	Nil	41,304
Borrowings	18,088,162	17,852,534	18,691,885	10,079,159	10,067,536	10,849,414
	55,583,212	44,067,452	49,362,149	36,294,240	27,926,039	29,768,611
Total liabilities	68,033,475	52,449,633	60,387,175	40,922,478	30,880,922	34,555,408
Total equity and liabilities	154,788,520	135,052,309	143,907,394	115,841,868	101,947,195	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

12-Nov-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

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Attorneys-at-Law
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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

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