



TEEJAY LANKA PLC

Condensed Interim Financial Statements

Period ended 30 September 2021



TEEJAY LANKA PLC

Chairman's Review

Teejay Group closed the second quarter of the FY 2021/22 with a 44% top line growth recording revenue of LKR 12.7 Bn against previous years' LKR 8.8 Bn. The increase in revenue was a result of strong demand for fabric from all our strategic customers due to the changing dynamics of the global market. This increased demand was achieved by the expanded capacity compared to last year of the group while generating more volumes from outsourced operations. Depreciation of the rupee and price increases also aided to grow the revenue of the Group.

The Group Gross Profit was recorded at LKR 1.1 Bn as a result of the increase in volume. Conversely, the margins were affected because of raw material & commodity price increases as predicted, where the absolute Gross Profit value increased by 6%, compared to last year. This strategic approach was considered to enable our strategic customers to alternate global supply chain destinations & we are in a continuous process to mitigate the impact of the yarn price increases in the form of pricing & supply chain solutions.

The Group has achieved the profit after tax of LKR 643 Mn against the previous year, which is a 2% increase. Administration cost of LKR 443 Mn an increase of 45% with marketing & distribution costs of LKR 62 Mn an increase of 56% recorded in the quarter due to the increase in volumes reflected in top line growth and a controlled cost base of last year due to Covid 19. Operational Excellence journey initiatives has helped to curtail non-operational and non-strategic costs & it further helps the Group to focus on cost control mechanisms.

Teejay Group continued with a strong balance sheet amidst an increase of inventories which is visible due to supply chain disruptions, however the working capital cycle has been maintained across the group.

While we continue to see growth opportunities for Teejay Group, we also see challenges in this turbulent environment, notably the cotton price increase. The Group is strategically approaching suppliers to secure yarn at a better price & continuous negotiations are in progress with customers in obtaining better pricing in line with raw material increases. The teams are constantly collaborating with suppliers to minimize the impact of supply chain disruption & higher freight rates.

At the same time, I am pleased to announce that the USD 26 Mn expansion project in India is well in progress with the planned timelines. The plant construction is ongoing & the delivery of machinery is in progress. Sticking to our strategy of evolving and adapting to the changing environment the system upgrade of SAP-HANA is also in progress. Amidst this changing business dynamics and uncertainties, Teejay is navigating our journey to achieve the goal of USD 300 Million with cautiously placed strategies that will enable us to achieve the targets set for our stakeholders.

I'm pleased to inform the appointment of Mr Masaru Okutomi, the Chairman and CEO of Pacific Textile Holdings Limited of Hong Kong appointing as the Non-Executive Director for of the Company. His extensive experience in the management of a global textiles industry would be an asset to Teejay's growth and expansion aspiration. While taking this opportunity to thank Mr Wan Wai Loi, for his yeoman service to the Teejay Group and take this opportunity to wish him all the very best in his future endeavours.

Bill Lam

Chairman

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in Sri Lanka Rupees Thousands)

	Group						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2021 Unaudited	2020 Unaudited	Variance	2021 Unaudited	2020 Unaudited	Variance	2021 Audited
Revenue from contracts with customers	12,694,124	8,789,899	44%	23,079,000	13,523,189	71%	31,780,287
Cost of sales	(11,550,734)	(7,715,736)	-50%	(21,166,564)	(12,192,829)	-74%	(27,990,328)
Gross profit	1,143,390	1,074,163	6%	1,912,436	1,330,360	44%	3,789,959
Other income	60,193	36,166	66%	108,637	66,616	63%	185,662
Distribution expenses	(62,011)	(39,715)	-56%	(108,235)	(70,317)	-54%	(177,672)
Administrative expenses	(443,570)	(306,466)	-45%	(858,311)	(569,331)	-51%	(1,392,044)
Net impairment losses on financial assets	(19,233)	7,361	-361%	(33,252)	29,348	-213%	35,497
Results from operating activities	678,769	771,509	-12%	1,021,275	786,676	30%	2,441,402
Finance income	117,020	47,045	149%	167,345	89,482	87%	276,786
Finance costs	(32,126)	(36,181)	11%	(40,122)	(79,802)	50%	(118,851)
Net finance income	84,894	10,864	681%	127,223	9,680	1214%	157,935
Profit before tax	763,663	782,373	-2%	1,148,498	796,356	44%	2,599,337
Income tax	(120,108)	(151,031)	20%	(194,392)	(196,522)	1%	(459,735)
Profit for the period	643,555	631,342	2%	954,106	599,834	59%	2,139,602
Attributable to:							
Equity holders of the parent	643,555	631,342	2%	954,106	599,834	59%	2,139,602
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	643,555	631,342	2%	954,106	599,834	59%	2,139,602
Basic earnings per share (LKR)	0.90	0.90		1.34	0.85		3.04

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME

(all amounts in Sri Lanka Rupees Thousands)

	Group						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2021 Unaudited	2020 Unaudited	Variance	2021 Unaudited	2020 Unaudited	Variance	2021 Audited
Profit for the period	643,555	631,342	2%	954,106	599,834	59%	2,139,602
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(72,815)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	8,483
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	Nil
Currency translation differences	184,189	(76,067)	-342%	159,805	(372,303)	-143%	961,858
Total other comprehensive income for the period	184,189	(76,067)	-342%	159,805	(372,303)	-143%	897,526
Total comprehensive income for the period	827,744	555,275	49%	1,113,911	227,531	390%	3,037,128
Attributable to:							
Equity holders of the parent	827,744	555,275	49%	1,113,911	227,531	390%	3,037,128
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	827,744	555,275	49%	1,113,911	227,531	390%	3,037,128

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in Sri Lanka Rupees Thousands)

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2021 Unaudited	2020 Unaudited	Variance	2021 Unaudited	2020 Unaudited	Variance	2021 Audited
Revenue from contracts with customers	7,623,391	5,707,339	34%	13,852,447	9,488,785	46%	20,965,296
Cost of sales	(6,865,236)	(5,065,876)	-36%	(12,731,091)	(8,544,647)	-49%	(18,803,018)
Gross profit	758,155	641,463	18%	1,121,356	944,138	19%	2,162,278
Other income	227,801	153,879	48%	427,424	216,772	97%	533,747
Distribution expenses	(53,091)	(33,114)	-60%	(92,119)	(57,891)	-59%	(116,550)
Administrative expenses	(242,451)	(176,208)	-38%	(469,933)	(314,029)	-50%	(713,990)
Net impairment losses on financial assets	(12,631)	4,173	-403%	(13,749)	17,037	-181%	26,829
Results from operating activities	677,783	590,193	15%	972,979	806,027	21%	1,892,314
Finance income	111,359	49,607	124%	168,240	86,030	96%	266,133
Finance costs	(5,051)	(2,094)	-141%	(10,435)	(7,490)	-39%	(18,553)
Net finance income	106,308	47,513	124%	157,805	78,540	101%	247,580
Profit before tax	784,091	637,706	23%	1,130,784	884,567	28%	2,139,894
Income tax	(79,494)	(86,099)	8%	(111,107)	(122,815)	10%	(229,413)
Profit for the period	704,597	551,607	28%	1,019,677	761,752	34%	1,910,481
Attributable to:							
Equity holders of the parent	704,597	551,607	28%	1,019,677	761,752	34%	1,910,481
Non-controlling interest	Nil	Nil		Nil	Nil		Nil
	704,597	551,607	28%	1,019,677	761,752	34%	1,910,481
Basic earnings per share (LKR)	0.98	0.79		1.43	1.09		2.72

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
	2021 Unaudited	2020 Unaudited	Variance	2021 Unaudited	2020 Unaudited	Variance	2021 Audited
Profit for the period	704,597	551,607	28%	1,019,677	761,752	34%	1,910,481
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(73,646)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	10,310
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	Nil
Currency translation differences	168,153	(63,645)	-364%	147,804	(318,733)	-146%	817,032
Total other comprehensive income for the period	168,153	(63,645)	-364%	147,804	(318,733)	-146%	753,696
Total comprehensive income for the period	872,750	487,962	79%	1,167,481	443,019	164%	2,664,177
Attributable to:							
Equity holders of the parent	872,750	487,962	79%	1,167,481	443,019	164%	2,664,177
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	872,750	487,962	79%	1,167,481	443,019	164%	2,664,177

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
	2021	2020	2021	2021	2020	2021
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	8,444,727	8,330,664	8,710,818	4,712,680	4,432,660	4,724,995
Capital work-in-progress	1,705,522	403,389	425,281	586,537	344,170	213,249
Intangible assets	121,793	58,580	125,452	86,835	20,027	93,431
Goodwill	66,002	60,848	65,709	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	3,442,906	3,174,064	3,427,643
Right-of-use assets	888,330	850,895	899,016	463,684	435,532	472,602
Deferred tax assets	293,511	252,078	273,228	Nil	Nil	Nil
	11,519,885	9,956,454	10,499,504	9,292,642	8,406,453	8,931,920
Current assets						
Inventories	10,073,486	4,767,112	7,280,706	7,318,972	2,961,238	4,601,443
Trade and other receivables	9,064,379	7,826,940	7,180,865	6,303,108	5,191,254	5,021,770
Current Tax receivable	6,113	Nil	6,170	Nil	Nil	Nil
Other financial assets	1,101,056	2,446,629	1,679,622	868,223	2,242,930	1,453,927
Cash and cash equivalents	3,891,960	3,329,164	4,452,472	2,522,875	2,397,187	3,014,888
	24,136,994	18,369,845	20,599,835	17,013,178	12,792,609	14,092,028
Total assets	35,656,879	28,326,299	31,099,339	26,305,820	21,199,062	23,023,948
EQUITY AND LIABILITIES						
Capital and reserves						
Stated capital	4,442,233	4,056,683	4,248,787	4,442,233	4,056,683	4,248,787
Share option scheme	153,491	96,760	153,491	153,491	96,760	153,491
Exchange equalisation reserve	6,385,080	4,891,114	6,225,275	5,784,823	4,501,253	5,637,018
Retained earnings	7,266,527	6,831,617	7,136,671	5,165,990	5,055,553	4,970,564
	18,247,331	15,876,174	17,764,224	15,546,537	13,710,249	15,009,860
Non - current liabilities						
Borrowings	1,389,500	622,200	197,620	Nil	Nil	Nil
Lease liabilities	681,659	613,591	654,657	363,753	328,077	351,271
Deferred tax liabilities	673,534	636,811	626,990	241,648	285,691	258,292
Retirement benefit obligations	538,489	405,795	520,422	339,432	233,200	331,343
	3,283,182	2,278,397	1,999,689	944,833	846,968	940,906
Current liabilities						
Trade and other payables	10,145,079	6,843,694	8,087,052	6,979,771	4,789,800	4,713,233
Current tax liability	124,704	6,114	126,421	107,446	Nil	126,421
Lease liabilities	13,245	11,786	13,663	8,199	7,559	8,600
Borrowings	3,843,338	3,310,134	3,108,290	2,719,034	1,844,486	2,224,928
	14,126,366	10,171,728	11,335,426	9,814,450	6,641,845	7,073,182
Total liabilities	17,409,548	12,450,125	13,335,115	10,759,283	7,488,813	8,014,088
Total equity and liabilities	35,656,879	28,326,299	31,099,339	26,305,820	21,199,062	23,023,948
Net asset per share	25.54	22.62	24.86	22.15	19.53	21.38

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

9-Nov-2021

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 2020	4,056,683	96,760	5,263,417	6,231,783	15,648,643
Profit for the period	Nil	Nil	Nil	2,139,602	2,139,602
Other comprehensive income	Nil	Nil	961,858	(64,332)	897,526
Total comprehensive income	Nil	Nil	961,858	(64,332)	3,037,128
Issue of shares under Employee Share Option Scheme	192,104	56,731	Nil	Nil	248,835
Transactions with owners					
Final dividend paid - 2019/20	Nil	Nil	Nil	Nil	Nil
Interim dividend paid - 2020/21	Nil	Nil	Nil	(1,170,382)	(1,170,382)
Balance as at 31 March 2021	4,248,787	153,491	6,225,275	7,136,671	17,764,224
Balance as at 1 April 2021	4,248,787	153,491	6,225,275	7,136,671	17,764,224
Profit for the period	Nil	Nil	Nil	954,106	954,106
Other comprehensive income	Nil	Nil	159,805	Nil	159,805
Total comprehensive income	Nil	Nil	159,805	Nil	1,113,911
Dividend paid - 2020/21	Nil	Nil	Nil	(824,251)	(824,251)
Issue of shares under Employee Share Option Scheme	193,447	Nil	Nil	Nil	193,447
Balance as at 30 September 2021	4,442,234	153,491	6,385,080	7,266,526	18,247,331
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)	Nil	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

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 2020	4,056,683	96,760	4,819,986	4,293,801	13,267,230
Profit for the period	Nil	Nil	Nil	1,910,481	1,910,481
Other comprehensive income	Nil	Nil	817,032	(63,336)	753,696
Total comprehensive income	Nil	Nil	817,032	(63,336)	753,696
Issue of shares under Employee Share Option Scheme	192,104	56,731	Nil	Nil	248,835
Transactions with owners					
Final dividend paid - 2019/20	Nil	Nil	Nil	Nil	-
Interim dividend paid - 2020/21	Nil	Nil	Nil	(1,170,382)	(1,170,382)
Balance as at 31 March 2021	4,248,787	153,491	5,637,018	4,970,564	15,009,860
Balance as at 1 April 2021	4,248,787	153,491	5,637,018	4,970,564	15,009,860
Profit for the period	Nil	Nil	Nil	1,019,677	1,019,677
Other comprehensive income	Nil	Nil	147,804	Nil	147,804
Total comprehensive income	Nil	Nil	147,804	1,019,677	1,167,481
Dividend paid - 2020/21	Nil	Nil	Nil	(824,251)	(824,251)
Issue of shares under Employee Share Option Scheme	193,447	Nil	Nil	Nil	193,447
Balance as at 30 September 2021	4,442,234	153,491	5,784,822	5,165,990	15,546,537
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)	Nil	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

TEEJAY LANKA PLC

STATEMENT OF CASH FLOWS

(all amounts in Sri Lanka Rupees Thousands)

	Group		Company	
	Period ended 30 September		Period ended 30 September	
	2021	2020	2021	2020
	Unaudited	Unaudited	Unaudited	Unaudited
Cash flows from operating activities				
Cash generated from operations	(560,520)	(135,870)	(170,376)	436,979
Finance income received	167,344	71,622	168,239	86,028
Finance cost paid	(13,555)	(40,238)	Nil	Nil
Retirement benefit obligations paid	(30,136)	(2,817)	(17,817)	(1,718)
Tax paid	(288,872)	(193,634)	(217,678)	(154,656)
Net cash generated/(used) from operating activities	(725,739)	(300,937)	(237,632)	366,633
Cash flows from investing activities				
Additions to capital work - in - progress	(1,675,449)	(219,757)	(696,145)	(112,621)
Investment in financial assets	583,620	(1,521,631)	589,728	(1,519,287)
Net cash used in investing activities	(1,091,829)	(1,741,388)	(106,417)	(1,631,908)
Cash flows from financing activities				
Issue of shares under Employee Share Option Scheme	193,446	Nil	193,446	Nil
Dividend paid	(824,251)	Nil	Nil	Nil
Proceeds from / (settlement of) borrowings	2,015,133	254,610	Nil	Nil
Principal elements of lease payments	(17,077)	Nil	Nil	Nil
Net cash used in financing activities	1,367,250	254,610	193,446	Nil
Net increase/(decrease) in cash and cash equivalents	(450,318)	(1,787,715)	(150,603)	(1,265,275)
Cash and cash equivalents at the beginning of the period	4,203,744	5,102,393	2,766,160	3,647,975
Cash and cash equivalents at the end of the period	3,753,426	3,314,678	2,615,557	2,382,700

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 2021, 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 2021 were authorised for issue by the Board of Directors on 9 November 2021.

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 2021.

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 2021.

8. Key Ratios of the Group and the Company

	Group		Company	
	Period ended 30 September 2021	2020	Period ended 30 September 2021	2020
Profitability Ratios				
Net Profit Margin	4.13%	7.18%	7.36%	9.66%
Asset to Turnover	1.38	0.98	1.12	0.93
Debt : Equity	0.29	0.25	0.17	0.13
Return on Assets (ROA)	5.60%	4.72%	6.13%	6.14%
Return on Equity (ROE)	10.39%	8.28%	9.89%	9.32%
Investor Ratios				
Earnings per Share (EPS) - LKR	1.34	0.90	1.43	0.79
Net Asset Value per Share - LKR	24.86	22.62	19.53	19.53
Price / Earnings Ratio (PE Ratio)	16.81	18.77	20.80	19.48
Price to Book Value Ratio (PBV Ratio)	1.77	1.54	2.25	1.79

(PE and PBV Ratios are based on a market price of LKR 44 per share closed 30 September 2021)

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 2021)

	No. of Shares	%
Hasitha Premaratne	40,000	0.01

11. Chief Executive Officer's holding in Shares of the Company (As at 30 September 2021)

	No. of Shares	%
Pubudu De Silva	1,115,155	16%

TEEJAY LANKA PLC

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 2021	45.00	37.50
Last traded price (on 30 September 2021)	44.00	

13. Public Shareholding 284,188,434 shares - 39.65%

The percentage of shares held by the public as at 30 September 2021 was 39.65% (284,188,434 number of shares).

The number of public shareholders as at 30 September 2021 was 8,264 and a float adjusted market capitalisation of LKR 12,504,245,604

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.

14. List of the 20 Largest Shareholders

	No. of Shares	%
BRANDIX LANKA LTD-NUMBER 1 ACCOUNT	232,198,344	32.40
PACIFIC TEXTURED JERSEY HOLDINGS LIMITED	195,926,217	27.34
BBH - FIDELITY FUNDS	45,161,530	6.30
CITIBANK NEWYORK S/A NORGES BANK ACCOUNT 2	21,377,830	2.98
JPMCB NA-FIDELITY ASIAN VALUES PLC	21,069,985	2.94
MELSTACORP PLC	12,622,428	1.76
EMPLOYEES PROVIDENT FUND	6,979,333	0.97
DEUTSCHE BANK AG-NATIONAL EQUITY FUND	4,891,071	0.68
HATTON NATIONAL BANK PLC-SENFIN GROWTH FUND	4,119,244	0.57
STANDARD CHARTERED BANK DIFC BRANCH S/A EFG HERMES OMAN LLC	3,814,630	0.53
JPMCB NA-SCOTGEMS PLC	3,331,281	0.46
UNION ASSURANCE PLC-UNIVERSAL LIFE FUND	2,819,787	0.39
MR. L.K.M.FERNANDO	2,797,005	0.39
PERICEYL (PRIVATE) LIMITED A/C NO. 03	2,694,100	0.38
J.B. COCOSHELL (PVT) LTD	2,568,355	0.36
MR. S.N.P.PALIHENA	2,527,381	0.35
SAM INNOVATORS (PVT) LTD	2,500,000	0.35
AMANA BANK PLC/HI-LINE TRADING PVT LTD	2,403,458	0.34
MCSEN RANGE PRIVATE LIMITED	2,031,400	0.28
NATIONAL SAVINGS BANK	2,029,737	0.28

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.

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in United States Dollars)

	Group						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2021 Unaudited	2020 Unaudited	Variance	2021 Unaudited	2020 Unaudited	Variance	2021 Audited
Revenue from contracts with customers	64,074,291	47,630,626	35%	116,749,292	72,928,810	60%	171,193,100
Cost of sales	(58,300,704)	(41,825,473)	39%	(107,074,888)	(65,754,349)	63%	(150,777,460)
Gross profit	5,773,587	5,805,153	-1%	9,674,404	7,174,461	35%	20,415,640
Other income	303,835	196,504	55%	549,559	359,250	53%	1,000,113
Distribution expenses	(313,067)	(215,650)	45%	(547,526)	(379,210)	44%	(957,079)
Administrative expenses	(2,238,239)	(1,665,386)	34%	(4,341,920)	(3,070,331)	41%	(7,498,621)
Net impairment losses on financial assets	(97,102)	40,757	-338%	(168,212)	158,271	-206%	191,213
Results from operating activities	3,429,014	4,161,378	-18%	5,166,305	4,242,441	22%	13,151,266
Finance income	590,989	255,751	131%	846,545	482,567	75%	1,490,985
Finance costs	(162,115)	(197,221)	-18%	(202,966)	(430,366)	-53%	(640,222)
Net finance income	428,874	58,530	633%	643,579	52,201	1133%	850,763
Profit before tax	3,857,888	4,219,908	-9%	5,809,884	4,294,642	35%	14,002,029
Income tax	(606,577)	(816,680)	-26%	(983,363)	(1,059,816)	-7%	(2,476,495)
Profit for the period	3,251,311	3,403,228	-4%	4,826,521	3,234,826	49%	11,525,534
	5%						
Attributable to:							
Equity holders of the parent	3,251,311	3,403,228	-4%	4,826,521	3,234,826	49%	11,525,534
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	3,251,311	3,403,228	-4%	4,826,521	3,234,826	49%	11,525,534

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
	2021 Unaudited	2020 Unaudited	Variance	2021 Unaudited	2020 Unaudited	Variance	2021 Audited
Profit for the period	3,251,311	3,403,228	-4%	4,826,521	3,234,826	49%	11,525,534
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(392,240)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	45,696
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%	(346,544)
Total comprehensive income for the period	3,251,311	3,403,228	-4%	4,826,521	3,234,826	49%	11,178,990
Attributable to:							
Equity holders of the parent	3,251,311	3,403,228	-4%	4,826,521	3,234,826	49%	11,178,990
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	3,251,311	3,403,228	-4%	4,826,521	3,234,826	49%	11,178,990

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in United States Dollars)

	Company						
	Quarter Ended 30 September			Period Ended 30 September			Year Ended 31 March
	2021 Unaudited	2020 Unaudited	Variance	2021 Unaudited	2020 Unaudited	Variance	2021 Audited
Revenue from contracts with customers	38,479,593	30,960,965	24%	70,075,107	51,171,791	37%	112,935,230
Cost of sales	(34,649,262)	(27,487,065)	26%	(64,402,523)	(46,080,176)	40%	(101,287,533)
Gross profit	3,830,331	3,473,900	10%	5,672,584	5,091,615	11%	11,647,697
Other income	1,149,656	832,881	38%	2,162,198	1,169,026	85%	2,875,168
Distribution expenses	(268,041)	(179,770)	49%	(466,002)	(312,199)	49%	(627,830)
Administrative expenses	(1,223,391)	(956,903)	28%	(2,377,238)	(1,693,521)	40%	(3,846,102)
Net impairment losses on financial assets	(63,885)	23,125	-376%	(69,554)	91,881	-176%	144,519
Results from operating activities	3,424,670	3,193,233	7%	4,921,988	4,346,802	13%	10,193,452
Finance income	562,560	269,277	109%	851,074	463,948	83%	1,433,598
Finance costs	(25,477)	(11,550)	-100%	(52,787)	(40,390)	31%	(99,940)
Net finance income	537,083	257,727	108%	798,287	423,558	88%	1,333,658
Profit before tax	3,961,753	3,450,960	15%	5,720,275	4,770,360	20%	11,527,110
Income tax	(401,702)	(466,093)	-14%	(562,053)	(662,328)	-15%	(1,235,803)
Profit for the period	3,560,051	2,984,867	19%	5,158,222	4,108,032	26%	10,291,307

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
	2021 Unaudited	2020 Unaudited	Variance	2021 Unaudited	2020 Unaudited	Variance	2021 Audited
Profit for the period	3,560,051	2,984,867	19%	5,158,222	4,108,032	26%	10,291,307
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(396,716)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	55,540
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	Nil	(341,176)
Total comprehensive income for the period	3,560,051	2,984,867	19%	5,158,222	4,108,032	26%	9,950,131

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
	2021	2020	2021	2021	2020	2021
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	42,542,703	45,522,752	44,078,629	23,741,460	24,222,187	23,909,494
Capital work-in-progress	8,592,050	2,204,311	2,152,014	2,954,844	1,880,711	1,079,087
Intangible assets	613,568	320,109	634,811	437,457	109,435	472,781
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	4,475,213	4,649,700	4,549,217	2,335,938	2,379,957	2,391,470
Deferred tax Assets	1,478,645	1,377,477	1,382,593	Nil	Nil	Nil
	58,034,681	54,406,851	53,129,766	46,814,313	45,936,904	45,197,446
Current assets						
Inventories	50,748,042	26,049,795	36,841,948	36,871,393	16,181,627	23,284,295
Trade and other receivables	45,664,380	42,770,163	36,336,732	31,753,691	28,367,510	25,411,243
Current tax receivables	30,797	Nil	31,220	Nil	Nil	Nil
Other financial assets	5,546,882	13,369,558	8,499,252	4,373,918	12,256,447	7,357,187
Cash and cash equivalents	19,606,853	18,192,153	22,530,475	12,709,700	13,099,380	15,255,987
	121,596,954	100,381,669	104,239,627	85,708,702	69,904,964	71,308,712
Total assets	179,631,635	154,788,520	157,369,393	132,523,015	115,841,868	116,506,158
EQUITY AND LIABILITIES						
Capital and reserves						
Stated capital	39,606,881	37,571,594	38,619,455	39,606,881	37,571,594	38,619,455
Share option scheme	985,322	675,319	985,322	985,322	675,319	985,322
Retained earnings	51,333,897	48,508,132	50,286,030	37,727,872	36,672,477	36,348,361
	91,926,100	86,755,045	89,890,807	78,320,075	74,919,390	75,953,138
Non - current liabilities						
Borrowings	7,000,000	3,400,000	1,000,000	Nil	Nil	Nil
Lease liabilities	3,434,050	3,352,959	3,312,707	1,832,509	1,792,770	1,777,508
Deferred tax liabilities	3,393,120	3,479,843	3,172,704	1,217,368	1,561,151	1,307,015
Retirement benefit obligations	2,712,792	2,217,461	2,633,447	1,709,985	1,274,317	1,676,665
	16,539,962	12,450,263	10,118,858	4,759,862	4,628,238	4,761,188
Current liabilities						
Trade and other payables	51,108,711	37,397,235	40,922,249	35,162,577	26,173,777	23,849,977
Current Tax Liabilities	628,230	33,410	639,719	541,292	Nil	639,719
Lease liabilities	66,725	64,405	69,139	41,304	41,304	43,518
Borrowings	19,361,907	18,088,162	15,728,621	13,697,905	10,079,159	11,258,618
	71,165,573	55,583,212	57,359,728	49,443,078	36,294,240	35,791,832
Total liabilities	87,705,535	68,033,475	67,478,586	54,202,940	40,922,478	40,553,020
Total equity and liabilities	179,631,635	154,788,520	157,369,393	132,523,015	115,841,868	116,506,158

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

9-Nov-2021

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,
Awissawella.

Directors

Mr. Wing Tak Bill Lam – Chairman
Mr. Mohamed Ashroff Omar
Mr. Hasitha Premaratne
Mr. Amitha Lal Gooneratne
Prof. Malik Kumar Ranasinghe
Mr. Masaru Okutomi
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

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