



TEEJAY LANKA PLC
Condensed Interim Financial Statements
Period Ended 31 December 2019



TEEJAY LANKA PLC

Chairman's Review

It is with great pleasure; I announce to you that Teejay Group has been able to complete yet another successful Quarter with a 31% growth in Net Profits to reach LKR 719Mn in comparison to LKR 551Mn achieved last year. The Group also recorded a 5% growth on Revenue to reach LKR 8.9Bn in comparison to LKR 8.5Bn achieved the previous year. This is the 9th consecutive Quarter your Group has improved on its Net Profit & Revenue numbers.

Gross Profit grew by 17% to reach LKR 1.2Bn in comparison to LKR 1Bn the previous year. The overall growth in Gross Profit were primarily due to healthier mix, continued stabilisation of cotton prices, improved capacity, generated through Internal efficiencies with the commencement of the Group's Operational Excellence journey. In addition to the above the Group added capacity through its modernisation strategy in Sri Lanka which came into operation during the quarter under review, increasing the capacity for the upcoming Quarters.

Travel and transport incurred to build relationships with new and existing strategic customers and an increase in performance-based costs resulted in increasing the Administration and Distribution expenses to 4% and 28% respectively for the Quarter. However, the projects undertaken by the Management to curb the non-strategic costs continued during the Quarter. Long term strategies adopted by the Group with the commencement of the Operations Journey and economies of scale from our expanding capacity also contributed to keeping the expenditures in line with the previous year.

Continuous focus on maintaining a strong order book with the commencement of the Operational Excellence journey during the year enabled higher capacity generation while stable cotton prices have paved the way for the Group in achieving a 15% growth, recording a cumulated Revenue of LKR 26.3Bn in comparison to LKR 23Bn the previous year. Net Profit grew by 56% to reach a cumulated number of LKR 1,956Mn in comparison to LKR 1,256Mn the previous year.

Teejay is continuing with a strong Balance Sheet and a Net Cash Balance of LKR 6.6Bn and continues to maintain a net debt free balance sheet for the Quarter. An interim dividend of LKR 1.30 has been proposed to be paid to all shareholders for the year.

The overall market sentiments remain highly competitive and to withstand challenging market dynamics, we are continuously improving our product portfolio and quality whilst constantly working on reducing our cost structure. Our customers are continuously searching for novel products which are cost effective challenging the current selling prices.

As Teejay would celebrate its 20 years in operation this year in July the company hope to advance forward with its commitment to sustainable growth, by continuing investments in technology and modernization to create a sustainable business model. We will continue our focus on creating sustainable products, innovations and modification of products to improve our product portfolio for our customers. With our continued focus on innovation and cost reduction, Teejay Group will advance ahead and reach its Mission of achieving USD 300 Mn and beyond in the future.

Sgd
Bill Lam

Chairman

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in Sri Lanka Rupees Thousands)

Group

	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Unaudited	Variance	2019 Audited
Revenue	8,888,593	8,481,412	5%	26,330,741	22,949,082	15%	31,746,592
Cost of sales	(7,672,897)	(7,441,174)	3%	(22,810,303)	(20,319,451)	12%	(28,060,534)
Gross profit	1,215,696	1,040,238	17%	3,520,438	2,629,631	34%	3,686,058
Other income	32,050	75,669	-58%	133,534	175,490	-24%	246,073
Distribution expenses	(47,735)	(37,247)	28%	(131,402)	(114,626)	15%	(168,321)
Administrative expenses	(375,262)	(361,621)	4%	(1,184,316)	(1,074,300)	10%	(1,419,161)
Results from operating activities	824,749	717,039	15%	2,338,254	1,616,195	45%	2,344,649
Finance income	45,337	17,837	154%	107,148	45,413	136%	101,899
Finance costs	(23,642)	(90,042)	-74%	(81,340)	(141,679)	-43%	(189,486)
Net finance income	21,695	(72,205)	-130%	25,808	(96,266)	-127%	(87,587)
Profit before tax	846,444	644,834	31%	2,364,062	1,519,929	56%	2,257,062
Income tax	(127,477)	(93,909)	36%	(408,291)	(264,156)	55%	(398,345)
Profit for the period	718,967	550,925	31%	1,955,771	1,255,773	56%	1,858,717
Attributable to:							
Equity holders of the parent	718,967	550,925	31%	1,955,771	1,255,773	56%	1,858,717
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	718,967	550,925	31%	1,955,771	1,255,773	56%	1,858,717
Basic earnings per share (LKR)	1.02	0.78		2.79	1.79		2.65

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME

(all amounts in Sri Lanka Rupees Thousands)

Group

	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2019	2018	Variance	2019	2018	Variance	2019
	Unaudited	Unaudited		Unaudited	Unaudited		Audited
Profit for the period	718,967	550,925	31%	1,955,771	1,255,773	56%	1,858,717
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(7,016)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	4,869
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	(9,673)
Currency translation differences	(16,563)	1,091,811	-102%	451,173	2,111,614	-79%	1,594,105
Total other comprehensive income for the period	(16,563)	1,091,811	-102%	451,173	2,111,614	-79%	1,582,285
Total comprehensive income for the period	702,404	1,642,736	-57%	2,406,944	3,367,387	-29%	3,441,002
Attributable to:							
Equity holders of the parent	702,404	1,642,736	-57%	2,406,944	3,367,387	-29%	3,441,002
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	702,404	1,642,736	-57%	2,406,944	3,367,387	-29%	3,441,002

TEEJAY LANKA PLC

INCOME STATEMENT

(all amounts in Sri Lanka Rupees Thousands)

	Company						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Unaudited	Variance	2019 Audited
Revenue	5,261,360	4,640,672	13%	15,337,039	13,041,373	18%	18,038,820
Cost of sales	(4,648,944)	(4,122,763)	13%	(13,380,762)	(11,643,798)	15%	(16,140,244)
Gross profit	612,416	517,909	18%	1,956,277	1,397,575	40%	1,898,576
Other income	212,704	183,414	16%	522,171	441,411	18%	652,736
Distribution expenses	(38,218)	(28,793)	33%	(103,481)	(86,780)	19%	(109,988)
Administrative expenses	(194,541)	(182,867)	6%	(647,227)	(577,864)	12%	(758,939)
Results from operating activities	592,361	489,663	21%	1,727,740	1,174,342	47%	1,682,385
Finance income	39,492	10,051	293%	96,317	26,110	269%	96,381
Finance costs	(7)	(34,675)	-100%	(22)	(12,830)	-100%	(32,812)
Net finance income	39,485	(24,624)	-260%	96,295	13,280	625%	63,569
Profit before tax	631,846	465,039	36%	1,824,035	1,187,622	54%	1,745,954
Income tax	(65,119)	(41,293)	58%	(216,228)	(118,448)	83%	(229,776)
Profit for the period	566,727	423,746	34%	1,607,807	1,069,174	50%	1,516,178
Attributable to:							
Equity holders of the parent	566,727	423,746	34%	1,607,807	1,069,174	50%	1,516,178
Non-controlling interest	Nil	Nil		Nil	Nil		Nil
	566,727	423,746	34%	1,607,807	1,069,174	50%	1,516,178
Basic earnings per share (LKR)	0.81	0.60		2.29	1.52		2.16

TEEJAY LANKA PLC

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

	Company						
	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Unaudited	Variance	2019 Audited
Profit for the period	566,727	423,746	34%	1,607,807	1,069,174	50%	1,516,178
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	11,708
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(1,639)
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	(9,673)
Currency translation differences	(14,999)	958,023	-102%	387,602	1,862,126	-79%	1,405,557
Total other comprehensive income for the period	(14,999)	958,023	-102%	387,602	1,862,126	-79%	1,405,953
Total comprehensive income for the period	551,728	1,381,769	-60%	1,995,409	2,931,300	-32%	2,922,131
Attributable to:							
Equity holders of the parent	551,728	1,381,769	-60%	1,995,409	2,931,300	-32%	2,922,131
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	551,728	1,381,769	-60%	1,995,409	2,931,300	-32%	2,922,131

TEEJAY LANKA PLC

STATEMENT OF FINANCIAL POSITION

(all amounts in Sri Lanka Rupees Thousands)

	Group			Company		
	31 December		As at 31 March	31 December		As at 31 March
	2019	2018	2019	2019	2018	2019
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	8,552,617	8,944,828	8,408,235	4,355,107	4,452,499	4,219,003
Capital work-in-progress	244,347	115,534	119,098	194,737	61,860	63,327
Intangible assets	83,353	89,112	94,321	28,742	31,204	35,979
Goodwill	59,737	60,090	57,912	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	3,116,133	3,134,519	3,020,911
Lease rentals paid in advance	234,917	254,259	235,887	97,810	103,474	93,587
Deferred tax assets	59,384	53,143	111,021	Nil	Nil	Nil
	9,234,355	9,516,966	9,026,474	7,792,529	7,783,556	7,432,807
Current assets						
Inventories	4,652,398	5,049,492	4,494,420	2,965,745	3,166,700	2,778,251
Trade and other receivables	4,168,506	4,373,399	4,012,653	2,458,643	2,811,472	2,721,113
Current Tax receivable	Nil	Nil	8,766	Nil	Nil	Nil
Other financial assets	923,344	2,555,451	553,370	725,633	1,859,158	361,701
Derivative financial instruments	Nil	11,541	Nil	Nil	11,541	Nil
Cash and cash equivalents	5,696,745	2,056,368	4,290,248	4,578,500	1,715,686	3,098,321
	15,440,993	14,046,251	13,359,457	10,728,521	9,564,557	8,959,386
Total assets	24,675,348	23,563,217	22,385,931	18,521,050	17,348,113	16,392,193
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	85,505	96,760	96,760	85,505	96,760
Exchange equalisation reserve	4,622,957	4,689,293	4,171,784	4,276,772	4,345,739	3,889,170
Retained earnings	6,785,398	5,595,894	5,600,028	4,905,626	4,207,810	4,068,220
Hedging reserve	Nil	9,673	Nil	Nil	9,673	Nil
	15,561,798	14,437,048	13,925,255	13,335,841	12,705,410	12,110,833
Non - current liabilities						
Borrowings	503,048	939,744	801,182	Nil	Nil	Nil
Deferred tax liabilities	478,083	394,156	538,266	334,273	344,899	335,543
Retirement benefit obligations	284,211	286,074	251,932	201,943	234,419	181,065
	1,265,342	1,619,974	1,591,380	536,216	579,318	516,608
Current liabilities						
Trade and other payables	4,629,449	4,472,598	4,702,611	2,744,614	2,565,684	2,869,519
Current tax liability	99,605	171,464	Nil	90,469	112,067	Nil
Borrowings	3,119,154	2,862,133	2,166,685	1,813,910	1,385,634	895,233
	7,848,208	7,506,195	6,869,296	4,648,993	4,063,385	3,764,752
Total liabilities	9,113,550	9,126,169	8,460,676	5,185,209	4,642,703	4,281,360
Total equity and liabilities	24,675,348	23,563,217	22,385,931	18,521,050	17,348,113	16,392,193
Net asset per share	22.17	20.57	19.84	19.00	18.10	17.25

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

6-Feb-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	Hedging reserve	Total
Balance as at 1 April 2018	4,056,683	85,505	2,577,679	4,971,882	9,673	11,701,422
Profit for the period	Nil	Nil	Nil	1,858,717	Nil	1,858,717
Other comprehensive income	Nil	Nil	1,594,105	(2,147)	(9,673)	1,582,285
Total comprehensive income	Nil	Nil	1,594,105	1,856,570	(9,673)	3,441,002
Transactions with owners						
Final dividend paid - 2017/18	Nil	Nil	Nil	(631,761)	Nil	(631,761)
Interim dividend paid - 2018/19	Nil	Nil	Nil	(596,663)	Nil	(596,663)
Share option scheme	Nil	11,255	Nil	Nil	Nil	11,255
Balance as at 31 March 2019	4,056,683	96,760	4,171,784	5,600,028	Nil	13,925,255
Balance as at 1 April 2019	4,056,683	96,760	4,171,784	5,600,028	Nil	13,925,255
Profit for the period	Nil	Nil	Nil	1,955,771	Nil	1,955,771
Other comprehensive income	Nil	Nil	451,173	Nil	Nil	451,173
Total comprehensive income	Nil	Nil	451,173	1,955,771	Nil	2,406,944
Transactions with owners						
Final dividend paid - 2018/19	Nil	Nil	Nil	(770,401)	Nil	(770,401)
Balance as at 31 December 2019	4,056,683	96,760	4,622,957	6,785,398	Nil	15,561,798
Balance as at 1 April 2018	4,056,683	85,505	2,577,679	4,971,882	9,673	11,701,422
Profit for the period	Nil	Nil	Nil	1,255,773	Nil	1,255,773
Other comprehensive income	Nil	Nil	2,111,614	Nil	Nil	2,111,614
Total comprehensive income	Nil	Nil	2,111,614	1,255,773	Nil	3,367,387
Transactions with owners						
Final dividend paid - 2017/18	Nil	Nil	Nil	(631,761)	Nil	(631,761)
Balance as at 31 December 2018	4,056,683	85,505	4,689,293	5,595,894	9,673	14,437,048

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	Hedging reserve	Total
Balance as at 1 April 2018	4,056,683	85,505	2,483,613	3,770,397	9,673	10,405,871
Profit for the period	Nil	Nil	Nil	1,516,178	Nil	1,516,178
Other comprehensive income	Nil	Nil	1,405,557	10,069	(9,673)	1,405,953
Total comprehensive income	Nil	Nil	1,405,557	1,526,247	(9,673)	2,922,131
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil	Nil	Nil
Transactions with owners						
Final dividend paid - 2017/18	Nil	Nil	Nil	(631,761)	Nil	(631,761)
Interim dividend paid - 2018/19	Nil	Nil	Nil	(596,663)	Nil	(596,663)
Share option scheme	Nil	11,255	Nil	Nil	Nil	11,255
Balance as at 31 March 2019	4,056,683	96,760	3,889,170	4,068,220	Nil	12,110,833
Balance as at 1 April 2019	4,056,683	96,760	3,889,170	4,068,220	Nil	12,110,833
Profit for the period	Nil	Nil	Nil	1,607,807	Nil	1,607,807
Other comprehensive income	Nil	Nil	387,602	Nil	Nil	387,602
Total comprehensive income	Nil	Nil	387,602	1,607,807	Nil	1,995,409
Transactions with Owners						
Final dividend paid - 2018/19	Nil	Nil	Nil	(770,401)	Nil	(770,401)
Balance as at 31 December 2019	4,056,683	96,760	4,276,772	4,905,626	Nil	13,335,841
Balance as at 1 April 2018	4,056,683	85,505	2,483,613	3,770,397	9,673	10,405,871
Profit for the period	Nil	Nil	Nil	1,069,174	Nil	1,069,174
Other comprehensive income	Nil	Nil	1,862,126	Nil	Nil	1,862,126
Total comprehensive income	Nil	Nil	1,862,126	1,069,174	Nil	2,931,300
Transactions with owners						
Final dividend paid - 2017/18	Nil	Nil	Nil	(631,761)	Nil	(631,761)
Balance as at 31 December 2018	4,056,683	85,505	4,345,739	4,207,810	9,673	12,705,410

TEEJAY LANKA PLC

STATEMENT OF CASH FLOWS

(all amounts in Sri Lanka Rupees Thousands)

	Group		Company	
	Quarter Ended 31 December		Quarter Ended 31 December	
	2019	2018	2019	2018
	Unaudited	Unaudited	Unaudited	Unaudited
Cash flows from operating activities				
Cash generated from operations	3,032,609	1,739,175	2,183,816	1,102,086
Finance income received	107,151	(1,673)	96,320	13,688
Finance cost paid	(81,342)	(94,592)	(22)	(408)
Retirement benefit obligations paid	(41,978)	(17,843)	(28,769)	(6,652)
Tax paid	(94,776)	(28,874)	Nil	Nil
Net cash generated/(used) from operating activities	2,921,664	1,596,193	2,251,345	1,108,714
Cash flows from investing activities				
Additions to capital work - in - progress	(949,908)	(664,291)	(529,662)	(352,579)
Investment in financial assets	(346,202)	(1,456,304)	(346,202)	(1,011,190)
Net cash used in investing activities	(1,296,110)	(2,120,595)	(875,864)	(1,363,769)
Cash flows from financing activities				
Issue of shares under Employee Share Option Scheme	Nil	Nil	Nil	Nil
Dividend paid	(770,401)	(631,761)	(770,401)	(631,761)
Proceeds from / (settlement of) borrowings	558,429	(9,058)	882,172	Nil
Net cash used in financing activities	(211,972)	(640,819)	111,771	(631,761)
Net increase/(decrease) in cash and cash equivalents	1,413,581	(1,165,221)	1,487,252	(886,816)
Cash and cash equivalents at the beginning of the period	4,265,854	2,736,638	3,073,938	2,120,468
Cash and cash equivalents at the end of the period	5,679,435	1,571,417	4,561,190	1,233,652

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 31 December 2019, includes "the Company" referring to Teejay Lanka PLC.

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

3. Approval of Financial Statements

The condensed interim financial statements of the Company for the 09 months ended 31 December 2019 were authorised for issue by the Board of Directors on 06th February 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 2019.

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

5. Accounting Policies

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

6. Other Financial Assets

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

7. Contingencies, Capital and Other Commitments

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

8. Key Ratios of the Group and the Company

	Group		Company	
	Quarter Ended 31 December 2019	2018	Quarter Ended 31 December 2019	2018
Profitability Ratios				
Net Profit Margin	8.09%	6.50%	10.77%	9.13%
Asset to Turnover	1.51	1.57	1.21	1.17
Debt : Equity	0.23	0.26	0.14	0.11
Return on Assets (ROA)	10.89%	10.22%	12.99%	10.67%
Return on Equity (ROE)	17.37%	16.86%	17.82%	14.67%

Investor Ratios

Earnings per Share (EPS) - LKR	1.02	0.78	0.81	0.60
Net Asset Value per Share - LKR	22.17	20.57	19.00	18.10
Price / Earnings Ratio (PE Ratio)	11.18	11.11	13.93	13.54
Price to Book Value Ratio (PBV Ratio)	1.84	1.58	2.15	1.80

(PE and PBV Ratios are based on a market price of LKR 40.80 per share closed 31 December 2019)

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

10. Directors' Interest in Shares of the Company (As at 31 December 2019).

	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 31 December 2019	44.50	35.50
Last traded price (on 31 December 2019)	40.80	

12. Public Shareholding 272,940,155 shares - 38.88%

The percentage of shares held by the public as at 31 December 2019 was 38.88% (272,940,155 number of shares).

The number of public shareholders as at 31 December 2019 was 7,776 and a float adjusted market capitalisation of LKR 11,135,165,307.

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

13. List of the 20 Largest Shareholders

	No. of Shares	%
Brandix Lanka Ltd-Number 1 Account	232,198,344	33.08
Pacific Textured Jersey Holdings Limited	195,926,217	27.91
HSBC Intl Nom Ltd - BBH - Fidelity Funds	35,865,673	5.11
HSBC Intl Nom Ltd-BBH-Matthews Emerging Asia Fund	27,135,984	3.87
Bnymansv RE-LF Ruffer Investment Funds : LF Ruffer Pacific And Emerging Markets Fund	19,000,000	2.71
Citibank Newyork S/A Norges Bank Account 2	18,818,704	2.68
JPCMB NA-Fidelity Asian Values PLC	13,685,741	1.95
Melstacorp PLC	12,622,428	1.80
Mr. L.K.M.Fernando	5,119,300	0.73
State Street Luxembourg C/O SSBT - Alliance bernstein Next 50 Emerging Markets (Master) Fund Sicav-Sif S.C.Sp.	5,104,720	0.73
JPMBL SA-KAPITALFORENINGEN INSTITUTIONEL INVESTOR,ASIATISKE SMID CAP AKTIER	4,625,133	0.66
Deutsche Bank AG-National Equity Fund	4,195,979	0.60
East India Holding (Pvt) Ltd	3,625,170	0.52
STANDARD CHARTERED BANK DIFC BRANCH S/A EFG HERMES OMAN LLC	3,564,630	0.51
Sri Lanka Insurance Corporation Ltd-Life Fund	3,455,238	0.49
MR. N.A.Madanayake	2,896,175	0.41
Periceyl (Private) Limited A/C No. 03	2,694,100	0.38
COMMERCIAL BANK OF CEYLON PLC/METROCORP (PVT) LTD	2,500,000	0.36
Union Assurance PLC/Account No. 05 (Unit-Linked Life Insurance Fund-Equity Fund)	2,313,318	0.33
Nuwara Eliya Property Developers (Pvt) Ltd	2,285,200	0.33

14. Material events that occurred subsequent to the interim period

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

TEEJAY LANKA PLC

INCOME STATEMENT
(all amounts in United States Dollars)

Group

	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Unaudited	Variance	2019 Audited
Revenue	49,538,252	49,526,028	0%	149,241,856	141,906,271	5%	191,209,976
Cost of sales	(42,758,992)	(43,414,364)	-2%	(129,288,120)	(125,645,876)	3%	(169,008,817)
Gross profit	6,779,260	6,111,664	11%	19,953,736	16,260,395	23%	22,201,159
Other income	176,762	447,763	-61%	756,869	1,085,149	-30%	1,482,099
Distribution expenses	(266,519)	(214,701)	24%	(744,782)	(708,790)	5%	(1,013,797)
Administrative expenses	(2,087,922)	(2,092,296)	0%	(6,712,668)	(6,642,958)	1%	(8,547,620)
Results from operating activities	4,601,581	4,252,429	8%	13,253,155	9,993,796	33%	14,121,841
Finance income	253,986	104,733	143%	607,311	280,809	116%	613,737
Finance costs	(131,214)	(546,365)	-76%	(461,032)	(876,075)	-47%	(1,141,276)
Net finance income	122,772	(441,632)	-128%	146,279	(595,266)	-125%	(527,539)
Profit before tax	4,724,353	3,810,797	24%	13,399,434	9,398,530	43%	13,594,302
Income tax	(708,979)	(546,340)	30%	(2,314,183)	(1,633,417)	42%	(2,399,233)
Profit for the period	4,015,374	3,264,457	23%	11,085,251	7,765,113	43%	11,195,069
Attributable to:							
Equity holders of the parent	4,015,374	3,264,457	23%	11,085,251	7,765,113	43%	11,195,069
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	4,015,374	3,264,457	23%	11,085,251	7,765,113	43%	11,195,069

TEEJAY LANKA PLC

STATEMENT OF FINANCIAL POSITION
(all amounts in United States Dollars)

Group

	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2019	2018	Variance	2019	2018	Variance	2019
	Unaudited	Unaudited		Unaudited	Unaudited		Audited
Profit for the period	4,015,374	3,264,457	23%	11,085,251	7,765,113	43%	11,195,069
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(42,259)
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	29,329
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	(63,862)
Total other comprehensive income for the period	Nil	Nil	0%	Nil	Nil	0%	(76,792)
Total comprehensive income for the period	4,015,374	3,264,457	23%	11,085,251	7,765,113	43%	11,118,277
Attributable to:							
Equity holders of the parent	4,015,374	3,264,457	23%	11,085,251	7,765,113	43%	11,118,277
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	4,015,374	3,264,457	23%	11,085,251	7,765,113	43%	11,118,277

TEEJAY LANKA PLC

INCOME STATEMENT
(all amounts in United States Dollars)

Company

	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Unaudited	Variance	2019 Audited
Revenue	29,334,827	27,000,786	9%	86,929,881	80,641,684	8%	108,647,953
Cost of sales	(25,928,547)	(23,975,763)	8%	(75,841,761)	(71,999,740)	5%	(97,212,818)
Gross profit	3,406,280	3,025,023	13%	11,088,120	8,641,944	28%	11,435,135
Other income	1,190,664	1,082,098	10%	2,959,650	2,729,478	8%	3,931,439
Distribution expenses	(213,466)	(166,344)	28%	(586,525)	(536,605)	9%	(662,458)
Administrative expenses	(1,080,815)	(1,051,066)	3%	(3,668,469)	(3,573,235)	3%	(4,571,097)
Results from operating activities	3,302,663	2,889,711	14%	9,792,776	7,261,582	35%	10,133,019
Finance income	221,101	58,910	275%	545,924	161,451	238%	580,499
Finance costs	(36)	(218,818)	-100%	(123)	(79,333)	-100%	(197,627)
Net finance income	221,065	(159,908)	-238%	545,801	82,118	565%	382,872
Profit before tax	3,523,728	2,729,803	29%	10,338,577	7,343,700	41%	10,515,891
Income tax	(361,794)	(239,765)	51%	(1,225,572)	(732,424)	67%	(1,383,943)
Profit for the period	3,161,934	2,490,038	27%	9,113,005	6,611,276	38%	9,131,948

TEEJAY LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME

(all amounts in United States Dollars)

Company

	Quarter Ended 31 December			Period Ended 31 December			Year Ended 31 March
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Unaudited	Variance	2019 Audited
Profit for the period	3,161,934	2,490,038	27%	9,113,005	6,611,276	38%	9,131,948
Other comprehensive income							
Effect on remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	70,520
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	Nil	0%	Nil	Nil	0%	(9,873)
Net movement on cash flow hedges	Nil	Nil	0%	Nil	Nil	0%	(63,862)
Total other comprehensive income for the period	Nil	Nil	0%	Nil	Nil	0%	(3,215)
Total comprehensive income for the period	3,161,934	2,490,038	27%	9,113,005	6,611,276	38%	9,128,733

TEEJAY LANKA PLC

STATEMENT OF FINANCIAL POSITION

(all amounts in United States Dollars)

	Group			Company		
	31 December		As at 31 March	31 December		As at 31 March
	2019	2018	2019	2019	2018	2019
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
ASSETS						
Non - current assets						
Property, plant & equipment	47,604,460	49,495,507	48,276,027	24,240,828	24,637,558	24,223,478
Capital work-in-progress	1,360,052	639,298	683,803	1,083,920	342,295	363,592
Intangible assets	463,948	493,094	541,545	159,981	172,663	206,576
Goodwill	332,502	332,502	332,502	Nil	Nil	Nil
Investment in Subsidiaries	Nil	Nil	Nil	17,344,614	17,344,614	17,344,614
Lease rentals paid in advance	1,307,565	1,406,922	1,354,352	544,418	572,567	537,333
Deferred tax Assets	330,538	294,060	637,430	Nil	Nil	Nil
	51,399,065	52,661,383	51,825,659	43,373,761	43,069,697	42,675,593
Current assets						
Inventories	25,895,568	27,940,967	25,804,787	16,507,541	17,522,687	15,951,375
Trade and other receivables	23,202,193	24,199,864	23,038,715	13,684,975	15,557,060	15,623,310
Current tax receivables	Nil	Nil	50,332	Nil	Nil	Nil
Other financial assets	5,139,398	14,140,387	3,177,184	4,038,926	10,287,506	2,076,712
Derivative financial instruments	Nil	63,862	Nil	Nil	63,862	Nil
Cash and cash equivalents	31,708,475	11,378,751	24,632,530	25,484,249	9,493,617	17,789,063
	85,945,634	77,723,831	76,703,548	59,715,691	52,924,732	51,440,460
Total assets	137,344,699	130,385,214	128,529,207	103,089,452	95,994,429	94,116,053
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	599,657	675,319	675,319	599,657	675,319
Retained earnings	48,371,137	41,651,166	41,705,177	35,981,295	32,069,276	31,287,635
Hedging reserve	Nil	63,862	Nil	Nil	63,862	Nil
	86,618,050	79,886,279	79,952,090	74,228,208	70,304,389	69,534,548
Non - current liabilities						
Borrowings	2,800,000	5,200,000	4,600,000	Nil	Nil	Nil
Deferred tax liabilities	2,661,041	2,181,029	3,090,466	1,860,582	1,908,469	1,926,524
Retirement benefit obligations	1,581,940	1,582,968	1,446,472	1,124,031	1,297,137	1,039,589
	7,042,981	8,963,997	9,136,938	2,984,613	3,205,606	2,966,113
Current liabilities						
Trade and other payables	25,767,832	24,748,769	27,000,121	15,276,716	14,197,020	16,475,399
Current Tax Liabilities	554,408	948,780	Nil	503,564	620,115	Nil
Borrowings	17,361,428	15,837,389	12,440,058	10,096,351	7,667,299	5,139,993
	43,683,668	41,534,938	39,440,179	25,876,631	22,484,434	21,615,392
Total liabilities	50,726,649	50,498,935	48,577,117	28,861,244	25,690,040	24,581,505
Total equity and liabilities	137,344,699	130,385,214	128,529,207	103,089,452	95,994,429	94,116,053

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

6-Feb-2020

CORPORATE INFORMATION

Name

Teejay Lanka PLC

Legal Form

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

Company Registration No.

PV 7617 PB/PQ

Stock Exchange Listing

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

Registered Office

Block D8 – D14, Seethawaka
Export Processing Zone,
Avisawella

Directors

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

Secretaries

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

Auditors

PricewaterhouseCoopers,
Chartered Accountants

Attorneys

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

Bankers

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

Investor Relations

Pubudu De Silva
Salman Nishtar
Teejay Lanka PLC



Teejay Lanka PLC

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