



TEEJAY LANKA PLC

Condensed Interim Financial Statements
Year Ended 31 March 2019



TEEJAY LANKA PLC

Chairman's Review

Overcoming challenging global market conditions, Teejay Group has completed a very successful financial year recording a net profit of LKR 1.86 Bn, 17% growth over prior year and a revenue of LKR 31.77 Bn, 29% growth over the corresponding period. The full year results for the Group was supported by a strong Q4 with LKR 8.82 Bn revenue and a Net Profit of LKR 605.7 Mn recording a growth 35% and 19% growth respectively. It is significant to note that this is sixth consecutive quarter the Group has improved revenue and net profit amidst challenging global market conditions. The improvement in profits and revenue was a direct result of the expansion projects throughout the Group, cost control & process improvement initiatives.

During the year, prices of main raw material, cotton yarn, increased in the beginning of the year and stabilised during Q4. Dyes and chemical costs increased significantly due to the challenges faced by the suppliers. We also saw utility prices increase during the year which was directly attributable to the global movement of fuel prices. Through process improvements and price revisions, we were able to mitigate part of the cost escalation.

With the increased volumes, Administration and Distribution expenses for the year have increased by 23% and 22% respectively, however this expense has seen a reduction as a percentage of turnover due to economics of scale.

Teejay Group continued its strong balance sheet from the previous year with a net cash balance of LKR 4.9 Bn. The commitment and discipline are especially evident as the Group is debt free despite the ongoing expansion projects.

The group has been able to introduce two key global customers to their portfolio in the financial year and is on track to create strategic business partnerships for the future. With the existing strong customer portfolio, the Group has been able to harness the relationship more by providing viable solutions for continuous growth in the future.

Amidst challenging global market conditions, Teejay Group will continue to focus on its journey towards achieving excellence through process alignment and wastage reduction. The Group is very confident of leveraging the strong relationship built with the customers to enhance the product mix while focusing on growing margins. The company remains optimistic on rationalisation of the cost base, continuous focus on Operational Excellence, product innovation and development to deliver sustainable profits.

**Sgd
Bill Lam**

Chairman

TEEJAY LANKA PLC

Income Statement

(all amounts in Sri Lankan Rupees thousands)

	Group					
	Quarter Ended 31 March			Year Ended 31 March		
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Audited	Variance
Revenue	8,822,105	6,555,735	35%	31,771,187	24,647,488	29%
Cost of sales	(7,762,699)	(5,823,906)	33%	(28,085,853)	(21,736,289)	29%
Gross profit	1,059,406	731,829	45%	3,685,334	2,911,199	27%
Other income	78,255	83,519	-6%	242,615	237,537	2%
Distribution expenses	(38,216)	(34,965)	9%	(168,420)	(138,423)	22%
Administrative expenses	(387,733)	(293,632)	32%	(1,474,152)	(1,199,471)	23%
Results from operating activities	711,712	486,751	46%	2,285,377	1,810,842	26%
Non Operating Income	Nil	Nil	Nil	Nil	Nil	Nil
Finance income	24,093	38,885	-38%	69,506	106,297	-35%
Finance costs	(41,482)	(23,979)	73%	(183,161)	(99,423)	84%
Net finance income	(17,389)	14,906	-217%	(113,655)	6,874	-1753%
Profit before tax	694,323	501,657	38%	2,171,722	1,817,716	19%
Income tax	(88,570)	6,712	-1420%	(310,196)	(221,602)	40%
Profit for the period	605,753	508,369	19%	1,861,526	1,596,114	17%
Attributable to:						
Equity holders of the parent	605,753	508,369	19%	1,861,526	1,596,114	17%
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil
	605,753	508,369	19%	1,861,526	1,596,114	17%
Basic earnings per share (LKR)	0.86	0.72		2.65	2.28	

TEEJAY LANKA PLC

Statement of Comprehensive Income

(all amounts in Sri Lankan Rupees thousands)

	Group					
	Quarter Ended 31 March			Year Ended 31 March		
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Audited	Variance
Profit for the period	605,753	508,369	19%	1,861,526	1,596,114	17%
Other comprehensive income						
Effect on remeasurement of retirement benefit obligations	(33,739)	24,876	-236%	(33,739)	24,795	-236%
Deferred tax attributable to remeasurement of retirement benefit obligations	11,790	(1,254)	-1040%	11,790	(4,997)	-336%
Net movement on cash flow hedges	(9,673)	9,673	-200%	(9,673)	9,673	-200%
Currency translation differences	(520,606)	183,199	-384%	1,591,350	131,673	1109%
Total other comprehensive income for the period	(552,228)	216,494	-355%	1,559,728	161,144	868%
Total comprehensive income for the period	53,525	724,863	-93%	3,421,254	1,757,258	95%
Attributable to:						
Equity holders of the parent	53,525	724,863	-93%	3,421,254	1,757,258	95%
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil
	53,525	724,863	-93%	3,421,254	1,757,258	95%

TEEJAY LANKA PLC

Income Statement

(all amounts in Sri Lankan Rupees thousands)

	Company					
	Quarter Ended 31 March			Year Ended 31 March		
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Audited	Variance
Revenue	4,998,801	4,101,981	22%	18,040,174	15,911,022	13%
Cost of sales	(4,452,629)	(3,617,182)	23%	(16,096,427)	(14,201,758)	13%
Gross profit	546,172	484,799	13%	1,943,747	1,709,264	14%
Other income	160,540	289,219	-44%	590,821	608,862	-3%
Distribution expenses	(27,062)	(26,259)	3%	(113,842)	(106,280)	7%
Administrative expenses	(211,512)	(150,158)	41%	(778,246)	(635,534)	22%
Results from operating activities	468,138	597,601	-22%	1,642,480	1,576,312	4%
Finance income	24,898	44,258	-44%	41,641	110,342	-62%
Finance costs	(11)	(285)	-96%	(3,474)	(12,870)	-73%
Net finance income	24,887	43,973	-43%	38,167	97,472	-61%
Profit before tax	493,025	641,574	-23%	1,680,647	1,673,784	0%
Income tax	(44,331)	(26,062)	70%	(162,779)	(144,969)	12%
Profit for the period	448,694	615,512	-27%	1,517,868	1,528,815	-1%
Attributable to:						
Equity holders of the parent	448,694	615,512	-27%	1,517,868	1,528,815	-1%
Non-controlling interest	Nil	Nil		Nil	Nil	
	448,694	615,512	-27%	1,517,868	1,528,815	-1%
Basic earnings per share (LKR)	0.64	0.88		2.16	2.18	

TEEJAY LANKA PLC

Statement of Comprehensive Income

(all amounts in Sri Lankan Rupees thousands)

	Company					
	Quarter Ended 31 March			Year Ended 31 March		
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Audited	Variance
Profit for the period	448,694	615,512	-27%	1,517,868	1,528,815	-1%
Other comprehensive income						
Effect on remeasurement of retirement benefit obligations	Nil	31,427	-100%	Nil	31,427	-100%
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	(4,400)	-100%	Nil	(4,400)	-100%
Net movement on cash flow hedges	(9,673)	9,673	-200%	(9,673)	9,673	-200%
Currency translation differences	(458,913)	162,996	-382%	1,403,213	116,890	1100%
Total other comprehensive income for the period	(468,586)	199,696	-335%	1,393,540	153,590	807%
Total comprehensive income for the period	(19,892)	815,208	-102%	2,911,408	1,682,405	73%
Attributable to:						
Equity holders of the parent	(19,892)	815,208	-102%	2,911,408	1,682,405	73%
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil
	(19,892)	815,208	-102%	2,911,408	1,682,405	73%

TEEJAY LANKA PLC

Statement of Financial Position

(all amounts in Sri Lankan Rupees thousands)

	Group		Company	
	As at 31 March		As at 31 March	
	2019 Unaudited	2018 Audited	2019 Unaudited	2018 Audited
ASSETS				
Non - current assets				
Property, plant & equipment	8,408,235	7,534,180	4,219,003	3,549,403
Capital work-in-progress	103,997	444,541	56,562	349,528
Intangible assets	94,321	54,458	35,979	33,029
Goodwill	57,912	51,112	Nil	Nil
Investment in Subsidiaries	Nil	Nil	3,020,911	2,666,214
Lease rentals paid in advance	240,727	227,820	98,508	86,941
Deferred tax assets	Nil	125,070	Nil	Nil
	8,905,192	8,437,181	7,430,963	6,685,115
Current assets				
Inventories	4,488,897	4,091,207	2,788,510	2,817,004
Trade and other receivables	3,960,859	3,494,456	2,772,341	2,149,360
Other financial assets	2,488,078	789,378	1,758,799	620,214
Derivative financial instruments	Nil	9,817	Nil	9,817
Cash and cash equivalents	2,385,768	2,742,897	1,703,920	2,126,727
	13,323,602	11,127,755	9,023,570	7,723,122
Total assets	22,228,794	19,564,936	16,454,533	14,408,237
EQUITY AND LIABILITIES				
Capital and reserves				
Stated capital	4,056,683	4,056,683	4,056,683	4,056,683
Share option scheme	85,505	85,505	85,505	85,505
Exchange equalisation reserve	4,169,029	2,577,679	3,886,826	2,483,613
Retained earnings	5,583,035	4,971,882	4,059,841	3,770,397
Hedging reserve	Nil	9,673	Nil	9,673
	13,894,252	11,701,422	12,088,855	10,405,871
Non - current liabilities				
Borrowings	801,182	1,106,784	Nil	Nil
Deferred tax liabilities	408,066	318,004	344,104	276,106
Retirement benefit obligations	305,133	207,666	232,323	171,132
	1,514,381	1,632,454	576,427	447,238
Current liabilities				
Trade and other payables	4,623,248	4,486,958	2,891,322	2,780,269
Current tax liability	Nil	14,647	Nil	Nil
Borrowings	2,196,913	1,729,455	897,929	774,859
	6,820,161	6,231,060	3,789,251	3,555,128
Total liabilities	8,334,542	7,863,514	4,365,678	4,002,366
Total equity and liabilities	22,228,794	19,564,936	16,454,533	14,408,237
Net Asset per share	19.79	16.67	17.22	14.82

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

Sgd
Salman Nishtar
Chief Financial Officer

Sgd
Shrihan Perera
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

16-May-2019

TEEJAY LANKA PLC

Statement of Changes In Equity - Group

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	ESOP fund	Exchange equalisation reserve	Retained earnings	Other components of equity	Total
Balance as at 1 April 2017	3,942,686	63,746	2,446,006	4,724,786	Nil	11,177,224
Profit for the period	Nil	Nil	Nil	1,596,114	Nil	1,596,114
Other comprehensive income	Nil	Nil	131,673	19,798	9,673	161,144
Total comprehensive income	Nil	Nil	131,673	1,615,912	9,673	1,757,258
Issue of shares under Employee Share Option Scheme	113,997	Nil	Nil	Nil	Nil	113,997
Transactions with owners						
Final dividend paid - 2016/17	Nil	Nil	Nil	(877,446)	Nil	(877,446)
Interim dividend paid - 2017/18	Nil	Nil	Nil	(491,370)	Nil	(491,370)
Share option scheme	Nil	21,759	Nil	Nil	Nil	21,759
Balance as at 31 March 2018	4,056,683	85,505	2,577,679	4,971,882	9,673	11,701,422
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	1,861,526	Nil	1,861,526
Other comprehensive income	Nil	Nil	1,591,350	(21,949)	(9,673)	1,559,728
Total comprehensive income	Nil	Nil	1,591,350	1,839,577	(9,673)	3,421,254
Transactions with Owners						
Final dividend paid - 2017/18	Nil	Nil	Nil	(1,228,424)	Nil	(1,228,424)
Interim dividend paid - 2018/19						
Balance as at 31 March 2019	4,056,683	85,505	4,169,029	5,583,035	Nil	13,894,252

TEEJAY LANKA PLC

Statement of Changes In Equity - Company

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	ESOP fund	Exchange equalisation reserve	Retained earnings	Other components of equity	Total
Balance as at 1 April 2017	3,942,686	63,746	2,366,723	3,583,371	Nil	9,956,526
Profit for the period	Nil	Nil	Nil	1,528,815	Nil	1,528,815
Other comprehensive income	Nil	Nil	116,890	27,027	9,673	153,590
Total comprehensive income	Nil	Nil	116,890	1,555,842	9,673	1,682,405
Issue of shares under Employee Share Option Scheme	113,997	Nil	Nil	Nil	Nil	113,997
Transactions with owners						
Final dividend paid - 2016/17	Nil	Nil	Nil	(877,446)	Nil	(877,446)
Interim dividend paid - 2017/18	Nil	Nil	Nil	(491,370)	Nil	(491,370)
Share option scheme	Nil	21,759	Nil	Nil	Nil	21,759
Balance as at 31 March 2018	4,056,683	85,505	2,483,613	3,770,397	9,673	10,405,871
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	1,517,868	Nil	1,517,868
Other comprehensive income	Nil	Nil	1,403,213	Nil	(9,673)	1,393,540
Total comprehensive income	Nil	Nil	1,403,213	1,517,868	(9,673)	2,911,408
Transactions with Owners						
Final dividend paid - 2017/18	Nil	Nil	Nil	(1,228,424)	Nil	(1,228,424)
Interim dividend paid - 2018/19	Nil	Nil	Nil		Nil	-
Balance as at 31 March 2019	4,056,683	85,505	2,483,613	4,059,841	Nil	12,088,855

TEEJAY LANKA PLC

Cash Flow Statement

(all amounts in Sri Lankan Rupees thousands)

	Group		Company	
	Year Ended 31 March		Year Ended 31 March	
	2019	2018	2019	2018
	Unaudited	Unaudited	Unaudited	Unaudited
Cash flows from operating activities				
Cash generated from operations	3,635,995	3,111,271	2,204,487	2,382,010
Finance income received	14,787	65,133	38,587	38,400
Finance cost paid	(128,445)	(99,423)	(419)	(12,870)
Retirement benefit obligations paid	(34,993)	(35,887)	(13,180)	(10,174)
Tax paid	(99,084)	(30,711)	Nil	Nil
Net cash generated/(used) from operating activities	3,388,260	3,010,383	2,229,475	2,397,366
Cash flows from investing activities				
Proceeds from repurchase of shares by a subsidiary	Nil	Nil	Nil	302,940
Additions to capital work - in - progress	(795,381)	(1,673,005)	(437,933)	(599,688)
Investment in financial assets	(1,519,241)	450,292	(1,006,745)	372,575
Net cash used in investing activities	(2,314,622)	(1,222,713)	(1,444,678)	75,827
Cash flows from financing activities				
Proceeds received from issue of ordinary shares	Nil	113,997	Nil	113,997
Dividend paid	(1,228,424)	(1,368,816)	(1,228,424)	(1,368,816)
Proceeds from / (settlement of) borrowings	(250,706)	713,970	Nil	Nil
Net cash used in financing activities	(1,479,130)	(540,849)	(1,228,424)	(1,254,819)
Net increase/(decrease) in cash and cash equivalents	(405,492)	1,246,821	(443,627)	1,218,374
Cash and cash equivalents at the beginning of the period	2,736,638	1,489,817	2,120,468	902,094
Cash and cash equivalents at the end of the period	2,331,146	2,736,638	1,676,841	2,120,468

TEEJAY LANKA PLC

Notes to the Financial Statements

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 March 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 12 months ended 31 March 2019 were authorised for issue by the Board of Directors on 16 May 2019

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 2018.

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 2018.

8. Key Ratios of the Group and the Company

	Group		Company	
	Year Ended 31 March 2019	2018	Year Ended 31 March 2019	2018
Profitability Ratios				
Net Profit Margin	5.86%	6.48%	8.41%	9.61%
Asset to Turnover	1.52	1.35	1.17	1.17
Debt : Equity	0.22	0.24	0.07	0.07
Return on Assets (ROA)	8.91%	8.76%	9.84%	11.22%
Return on Equity (ROE)	14.55%	13.95%	13.50%	15.02%

Investor Ratios

Earnings per Share (EPS) - LKR	2.65	2.28	2.16	2.18
Net Asset Value per Share - LKR	19.79	16.67	17.22	14.82
Price / Earnings Ratio (PE Ratio)	11.46	13.99	14.06	14.65
Price to Book Value Ratio (PBV Ratio)	1.54	1.91	1.77	2.15

(PE and PBV Ratios are based on a market price of LKR 30.40 per share closed 29 March 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 March 2019)

	No. of Shares	%
Hasitha Premaratne	40,000	0.01

TEEJAY LANKA PLC

Notes to the Financial Statements

11. Market Price per Share

	Highest (LKR)	Lowest (LKR)
Quarter ended 31 March 2019	35.20	29.40
Last traded price (on 29 March 2019)	30.40	

12. Public Shareholding 272,350,615 shares - 38.80%

The percentage of shares held by the public as at 31 March 2019 was 38.80% (272,350,615 number of shares).

The number of public shareholders as at 31 March 2019 was 8,050 and a float adjusted market capitalisation of LKR 8,279,718,252

In terms of the rule 7.13.1 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	34,187,877	4.87
HSBC Intl Nom Ltd-BBH-Matthews Emerging Asia Fund	29,116,858	4.15
Citibank Newyork S/A Norges Bank Account 2	21,003,973	2.99
Bnymsanv Re-CF Ruffer Investment Funds : CF Ruffer Pacific Fund	19,000,000	2.71
HSBC Intl Nom Ltd-JPCMB NA-Fidelity Asian Values PLC	14,601,214	2.08
Melstacorp PLC	12,622,428	1.80
Mr. L.K.M.Fernando	5,119,300	0.73
HSBC Intl Nom Ltd-State Street Luxembourg C/O SSBT - Alliance bernstein Next 50 Emerging Markets (Master) Fund Sicav-Sif S.C.Sp.	5,104,720	0.73
Deutsche Bank AG-National Equity Fund	4,900,000	0.70
Union Assurance PLC/Account No. 05 (Unit-Linked Life Insurance Fund-Equity Fund)	4,743,342	0.68
East India Holding (Pvt) Ltd	3,955,425	0.56
J.B. Cocoshell (Pvt) Ltd	3,945,361	0.56
Sri Lanka Insurance Corporation Ltd-Life Fund	3,455,238	0.49
JPMBL SA-KAPITALFORENINGEN INSTITUTIONEL INVESTOR,ASIATISKE SMID CAP AKTIER	2,789,251	0.40
Union Assurance PLC/No-01A/C	2,782,495	0.40
Periceyl (Private) Limited A/C No. 03	2,694,100	0.38
Deutsche Bank AG As Trustee For Namal Acuity Value Fund	2,455,000	0.35
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 March			Year Ended 31 March		
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Audited	Variance
Revenue	49,451,839	43,130,276	15%	191,358,110	162,721,908	18%
Cost of sales	(43,493,133)	(38,317,196)	14%	(169,161,317)	(143,502,268)	18%
Gross profit	5,958,706	4,813,080	24%	22,196,793	19,219,640	15%
Other income	438,689	550,212	-20%	1,461,273	1,568,210	-7%
Distribution expenses	(211,780)	(229,952)	-8%	(1,014,394)	(913,867)	11%
Administrative expenses	(2,151,574)	(1,930,836)	11%	(8,878,824)	(7,918,870)	12%
Results from operating activities	4,034,041	3,202,504	26%	13,764,848	11,955,113	15%
Finance income	137,825	256,263	-46%	418,634	701,775	-40%
Finance costs	(227,107)	(157,863)	44%	(1,103,182)	(656,387)	68%
Net finance income	(89,282)	98,400	-191%	(684,548)	45,388	-1608%
Profit before tax	3,944,759	3,300,904	20%	13,080,300	12,000,501	9%
Income tax	(497,886)	46,353	-1174%	(1,868,314)	(1,463,004)	28%
Profit for the period	3,446,873	3,347,257	3%	11,211,986	10,537,497	6%
Attributable to:						
Equity holders of the parent	3,446,873	3,347,257	3%	11,211,986	10,537,497	6%
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil
	3,446,873	3,347,257	3%	11,211,986	10,537,497	6%

TEEJAY LANKA PLC

Statement of Comprehensive Income

(all amounts in United States Dollars)

	Group					
	Quarter Ended 31 March			Year Ended 31 March		
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Audited	Variance
Profit for the period	3,446,873	3,347,257	3%	11,211,986	10,537,497	6%
Other comprehensive income						
Effect on remeasurement of retirement benefit obligations	(203,212)	164,231	-224%	(203,212)	163,698	-224%
Deferred tax attributable to remeasurement of retirement benefit obligations	71,010	(8,276)	-958%	71,010	(32,990)	-315%
Net movement on cash flow hedges	(63,862)	63,862	-200%	(63,862)	63,862	-200%
Total other comprehensive income for the period	(196,064)	219,817	-189%	(196,064)	194,570	-201%
Total comprehensive income for the period	3,250,809	3,567,074	-9%	11,015,922	10,732,067	3%
Attributable to:						
Equity holders of the parent	3,250,809	3,567,074	-9%	11,015,922	10,732,067	3%
Non-controlling interest	Nil	Nil	Nil	Nil	Nil	Nil
	3,250,809	3,567,074	-9%	11,015,922	10,732,067	3%

TEEJAY LANKA PLC

Income Statement

(all amounts in United States Dollars)

	Company					
	Quarter Ended 31 March			Year Ended 31 March		
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Audited	Variance
Revenue	28,014,424	26,983,226	4%	108,656,108	105,044,049	3%
Cost of sales	(24,949,169)	(23,793,061)	5%	(96,948,909)	(93,759,543)	3%
Gross profit	3,065,255	3,190,165	-4%	11,707,199	11,284,506	4%
Other income	891,606	1,906,770	-53%	3,558,519	4,019,683	-11%
Distribution expenses	(149,067)	(172,639)	-14%	(685,672)	(701,654)	-2%
Administrative expenses	(1,176,711)	(987,177)	19%	(4,687,381)	(4,195,776)	12%
Results from operating activities	2,631,083	3,937,119	-33%	9,892,665	10,406,759	-5%
Finance income	147,762	291,747	-49%	250,802	728,476	-66%
Finance costs	-	(1,881)	-100%	(20,922)	(84,972)	-75%
Net finance income	147,762	289,866	-49%	229,880	643,504	-64%
Profit before tax	2,778,845	4,226,985	-34%	10,122,545	11,050,263	-8%
Income tax	(247,997)	(170,965)	45%	(980,421)	(957,081)	2%
Profit for the period	2,530,848	4,056,020	-38%	9,142,124	10,093,182	-9%

TEEJAY LANKA PLC

Statement of Comprehensive Income

(all amounts in United States Dollars)

	Company					
	Quarter Ended 31 March			Year Ended 31 March		
	2019 Unaudited	2018 Unaudited	Variance	2019 Unaudited	2018 Audited	Variance
Profit for the period	2,530,848	4,056,020	-38%	9,142,124	10,093,182	-9%
Other comprehensive income						
Effect on remeasurement of retirement benefit obligations	Nil	207,482	-100%	Nil	207,482	-100%
Deferred tax attributable to remeasurement of retirement benefit obligations	Nil	(29,047)	-100%	Nil	(29,047)	-100%
Net movement on cash flow hedges	(63,862)	63,862	-200%	(63,862)	63,862	-200%
Total other comprehensive income for the period	(63,862)	242,297	-126%	(63,862)	242,297	-126%
Total comprehensive income for the period	2,466,986	4,298,317	-43%	9,078,262	10,335,479	-12%

TEEJAY LANKA PLC

Statement of Financial Position

(all amounts in United States Dollars)

	Group		Company	
	As at 31 March		As at 31 March	
	2019	2018	2019	2018
	Unaudited	Unaudited	Unaudited	Unaudited
ASSETS				
Non - current assets				
Property, plant & equipment	48,276,021	49,012,363	24,223,477	23,090,055
Capital work-in-progress	597,101	2,891,885	324,754	2,273,795
Intangible assets	541,545	354,267	206,576	214,860
Goodwill	332,502	332,502	Nil	Nil
Investment in Subsidiaries	Nil	Nil	17,344,614	17,344,614
Lease rentals paid in advance	1,382,139	1,482,044	565,583	565,582
Deferred tax Assets	Nil	813,619	Nil	Nil
	51,129,308	54,886,680	42,665,004	43,488,906
Current assets				
Inventories	25,773,076	26,614,663	16,010,279	18,325,551
Trade and other receivables	22,741,337	22,732,605	15,917,441	13,982,303
Other financial assets	14,285,343	5,135,170	10,098,176	4,034,698
Derivative financial instruments	-	63,862	-	63,862
Cash and cash equivalents	13,697,925	17,843,464	9,783,083	13,835,071
	76,497,681	72,389,764	51,808,979	50,241,485
Total assets	127,626,989	127,276,444	94,473,983	93,730,391
EQUITY AND LIABILITIES				
Capital and reserves				
Stated capital	37,571,594	37,571,594	37,571,594	37,571,594
Share option scheme	599,657	599,657	599,657	599,657
Retained earnings	41,602,822	37,886,560	31,237,112	29,458,562
Hedging reserve	Nil	63,862	Nil	63,862
	79,774,073	76,121,673	69,408,363	67,693,675
Non - current liabilities				
Borrowings	4,600,000	7,200,000	Nil	Nil
Deferred tax liabilities	2,342,918	2,068,721	1,975,678	1,796,161
Retirement benefit obligations	1,751,926	1,350,935	1,333,888	1,113,270
	8,694,844	10,619,656	3,309,566	2,909,431
Current liabilities				
Trade and other payables	26,544,460	29,189,159	16,600,578	18,086,570
Current Tax Liabilities	Nil	95,275	Nil	Nil
Borrowings	12,613,612	11,250,681	5,155,476	5,040,715
	39,158,072	40,535,115	21,756,054	23,127,285
Total liabilities	47,852,916	51,154,771	25,065,620	26,036,716
Total equity and liabilities	127,626,989	127,276,444	94,473,983	93,730,391

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

Sgd

Salman Nishtar
Chief Financial Officer

Sgd

Shrihan Perera
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

16-May-2019