

Richard Pieris Exports PLC

Interim Financial Statements


Three months ended 30th June 2020

Consolidated Statement of Financial Position


	As at 30th June	As at 31st March
	2020	2020
	Rs. 000	Rs. 000
ASSETS		
Non-current Assets		
Property, Plant & Equipment	878,756	834,487
Investment in Associate	213,117	225,509
Other Investment	16,061	16,061
Investment Property - Right of use asset	323,602	323,602
Right of use asset	104,642	105,081
Leasehold Land Prepayment	-	-
Advance Payment for Investment	57,363	57,363
Deferred Tax Asset	1,064	1,064
	1,594,605	1,563,167
Discontinued Operations		
Assets of Arpico Natural Latex Foams (Pvt) Ltd	-	50
Current Assets		
Inventories	550,992	552,293
Trade & Other Receivables	1,394,798	1,657,432
Short Term Investment	5,908	5,782
Leasehold Land Prepayment	-	-
Amounts Due from Related Parties	66,017	57,408
Cash and Bank Balances	738,940	694,176
	2,756,655	2,967,091
Total Assets	4,351,260	4,530,308
EQUITY AND LIABILITIES		
Stated Capital	220,262	220,262
Revenue Reserves	1,645,920	1,578,391
Foreign Currency Translation	114,928	122,698
Equity Attributable to Equity Holders of the Parent	1,981,110	1,921,351
Non Controlling Interest	1,072,309	1,029,857
Total Equity	3,053,419	2,951,208
Non-Current Liabilities		
Interest Bearing Loans & Borrowings	-	-
Deferred Tax Liabilities	68,643	68,641
Retirement Benefit Obligation	95,169	91,419
Lease Instalments Payable After One Year	65,891	63,707
	229,703	223,767
Discontinued Operations		
Liabilities of Arpico Natural Latex Foams (Pvt) Ltd	226,863	226,897
Current Liabilities		
Trade and Other Payables	548,313	501,937
Income Tax Payable	13,182	34,356
Amounts Due to Related Parties	98,741	68,254
Lease Instalments Payable In the Ensuing Year	8,682	8,682
Interest Bearing Loans & Borrowings	172,357	515,207
	841,275	1,128,436
Total Liabilities	1,297,841	1,579,100
Total Equity and Liabilities	4,351,260	4,530,308

The above figures are subject to audit

I certify that the above Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007.


 Palika Chandrajeewa
 Sector Financial Controller

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
 Approved and Signed for and on behalf of the Board on 13th Aug 2020 in Colombo.


 W.R. Abeyirigunawardena
 Director


 W.J. Viville P. Perera
 Director

Company Statement of Financial Position

	As at 30th June 2020 Rs. 000	As at 31st March 2020 Rs. 000
ASSETS		
Non-current Assets		
Property, Plant & Equipment	108,256	74,033
Long Term Investments	479,084	479,084
Deferred Tax Asset	1,064	1,064
	588,404	554,181
Current Assets		
Inventories	151,077	156,532
Trade & Other Receivables	384,266	410,072
Short Term Investment	-	-
Amounts Due from Related Parties	111,332	111,266
Cash and Bank Balances	660,830	616,956
	1,307,505	1,294,826
Total Assets	1,895,909	1,849,007
EQUITY AND LIABILITIES		
Stated Capital	220,262	220,262
Revenue Reserves	1,412,928	1,372,776
Total Equity	1,633,190	1,593,038
Non-Current Liabilities		
Retirement Benefit Obligation	65,091	62,923
	65,091	62,923
Current Liabilities		
Trade and Other Payables	164,902	156,199
Income Tax Payable	4,371	10,536
Amounts Due to Related Parties	28,311	26,080
Interest Bearing Loans & Borrowings	44	231
	197,628	193,046
Total Liabilities	262,719	255,969
Total Equity and Liabilities	1,895,909	1,849,007


The above figures are subject to audit

I certify that the above Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007.



Palika Chandrajeewa
 Sector Financial Controller

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W.R. Abeyasingunawardena
 Director



W.J. Viville P. Perera
 Director

Consolidated Income Statements

	3 months ended 30th June			Year ended 31st March
	2020	2019	Change	2020
	Rs. '000	Rs. '000	%	Rs. '000
Continuing Operations				
Revenue	875,553	1,265,721	(31)	5,211,556
Cost of Sales	(608,048)	(849,098)	(28)	(3,560,671)
Gross Profit	267,505	416,623	(36)	1,650,885
Other Operating Income	5,300	8,236	(36)	15,892
Distribution Costs	(52,059)	(89,386)	(42)	(340,220)
Administrative Expenses	(42,785)	(57,967)	(26)	(200,919)
Other Operating expenses	-	-	-	(12,968)
Profit from Operations	177,961	277,506	(36)	1,112,670
Finance Income	3,751	7,536	(50)	24,605
Finance Cost	(7,268)	(4,164)	75	(22,273)
Other Financial Items	(40,594)	8,748	(564)	116,091
Share of Profit/ (Loss) of Associate	(5,356)	412	(1,400)	(1,947)
Profit Before Tax	128,494	290,038	(56)	1,229,146
Taxation	(18,498)	(40,536)	(54)	(188,806)
Profit for the Period from Continuing Operations	109,996	249,502	(56)	1,040,340
Discontinued Operations				
Loss after tax for the period from discontinued operations	(15)	(15)	-	(60)
Profit for the period	109,981	249,487	(56)	1,040,280
Attributable to:				
Equity Holders of the Parent	67,529	160,808	(58)	643,782
Non Controlling Interest	42,452	88,679	(52)	396,498
	109,981	249,487	(56)	1,040,280
	Rs.	Rs.		Rs.
Earnings Per Share	6.05	14.40		57.67
Earnings Per Share from Continuing Operations	6.05	14.41		57.67
Dividend Per Share	-	-		24.75

Figures in brackets indicate deductions.

The above figures are subject to audit.

Company Income Statements

	3 months ended 30th June			Year ended 31st March
	2020	2019	Change	2020
	Rs. '000	Rs. '000	%	Rs. '000
Revenue	240,969	366,733	(34)	1,329,309
Cost of Sales	(156,110)	(244,042)	(36)	(909,483)
Gross Profit	84,859	122,691	(31)	419,826
Other Operating Income	23	8	188	111,439
Distribution Costs	(6,857)	(13,233)	(48)	(22,826)
Administrative Expenses	(11,242)	(13,020)	(14)	(60,805)
Other Operating Expenses	-	-	-	(2,757)
Profit from Operations	66,783	96,446	(31)	444,877
Finance Income	3,625	7,536	(52)	24,069
Finance Cost	(636)	(686)	(7)	(2,656)
Other Financial Items	(22,757)	5,166	(541)	65,085
Profit before Tax	47,015	108,462	(57)	531,375
Taxation	(6,863)	(14,936)	(54)	(56,323)
Profit Attributable to Ordinary Shareholders	40,152	93,526	(57)	475,052
	Rs.	Rs.		Rs.
Earnings Per Share	3.60	8.38		42.55
Dividend Per Share	-	-		24.75

Figures in brackets indicate deductions.

The above figures are subject to audit.

Statements of Comprehensive Income

	3 months ended 30th June		Year ended 31st March
	2020	2019	2020
Consolidated	Rs.'000	Rs.'000	Rs.'000
Profit for the period	109,981	249,487	1,040,280
Other comprehensive income / (Expenses) not to be reclassified to profit or loss in subsequent periods			
Actuarial gains/ (losses) on defined benefit plans	-	-	3,794
Deferred Tax effect on actuarial gains /(losses) on defined benefit plans	-	-	(524)
Change in fair value on other investment at fair value through other comprehensive income	-	-	(38,152)
Other Comprehensive Income / (Expenses) to be reclassified to profit or loss in subsequent periods			
Share of Other Comprehensive Income of Associate			
Actuarial gains/ (losses) on defined benefit plans	-	-	(398)
Translation of Associate using foreign functional currency	(7,770)	1,569	20,970
Other comprehensive income for the period	(7,770)	1,569	(14,310)
Total comprehensive income for the period	102,211	251,056	1,025,970

Attributable to			
Equity Holder of the Parent Company	59,759	162,377	629,399
Non Controlling Interest	42,452	88,679	396,571
	102,211	251,056	1,025,970

	3 months ended 30th June		Year ended 31st March
	2020	2019	2020
Company	Rs.'000	Rs.'000	Rs.'000
Profit for the period	40,152	93,526	475,052
Other comprehensive income / (Expenses) not to be reclassified to profit or loss in subsequent periods			
Actuarial gains/ (losses) on defined benefit plans	-	-	3,675
Deferred Tax effect on actuarial gains /(losses) on defined benefit plans	-	-	(515)
Change in fair value on other investment at fair value through other comprehensive income	-	-	(38,152)
Other comprehensive income / (Expenses) to be reclassified to profit or loss in subsequent periods	-	-	-
Other comprehensive income for the period	-	-	(34,992)
Total comprehensive income for the period	40,152	93,526	440,060

Figures in brackets indicate deductions.

Statement of Changes in Equity

	Stated Capital Rs. '000	Revenue Reserves		Foreign Currency Translation Rs. '000	Non Controlling Interest Rs. '000	Total Rs. '000
		General Reserves Rs. '000	Accumulated Profit Rs. '000			
Consolidated						
Balance as at 31st March 2019	220,262	219,250	1,027,015	101,728	804,210	2,372,465
Profit for the period	-	-	160,808	-	88,679	249,487
Other Comprehensive Income	-	-	-	1,569	-	1,569
Total Comprehensive Income	-	-	160,808	1,569	88,679	251,056
Balance as at 30th June 2019	220,262	219,250	1,187,823	103,297	892,889	2,623,521
Balance as at 31st March 2020	220,262	219,250	1,359,141	122,698	1,029,857	2,951,208
Profit for the period	-	-	67,529	-	42,452	109,981
Other Comprehensive Income	-	-	-	(7,770)	-	(7,770)
Total Comprehensive Income	-	-	67,529	(7,770)	42,452	102,211
Balance as at 30th June 2020	220,262	219,250	1,426,670	114,928	1,072,309	3,053,419

	Stated Capital Rs. '000	Revenue Reserves		Total Rs. '000
		General Reserves Rs. '000	Accumulated Profit Rs. '000	
Company				
Balance as at 31st March 2019	220,262	219,250	989,769	1,429,281
Profit for the period	-	-	93,526	93,526
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	-	93,526	93,526
Balance as at 30th June 2019	220,262	219,250	1,083,295	1,522,807
Balance as at 31st March 2020	220,262	219,250	1,153,526	1,593,038
Profit for the period	-	-	40,152	40,152
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	-	40,152	40,152
Balance as at 30th June 2020	220,262	219,250	1,193,678	1,633,190

Consolidated Segmental Information

	Turnover		Profit / (Loss) before Tax		Total Assets		Total Liabilities	
	For the 3 months period ended		For the 3 months period ended		As at 30th June	As at 30th June	As at 30th June	As at 30th June
	30th June 2020	30th June 2019	30th June 2020	30th June 2019	2020	2019	2020	2019
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Mineral Segment	7,227	11,654	(92)	108	51,423	52,061	17,654	18,497
Latex Based Segment	629,530	893,168	86,927	181,056	2,793,094	2,402,559	1,156,737	1,081,052
Hard Rubber Segment	240,969	366,733	47,015	108,462	1,895,909	1,777,937	262,719	255,130
	877,726	1,271,555	133,850	289,626	4,740,426	4,232,557	1,437,110	1,354,679
Adjustment for Inter Group Transactions	(2,173)	(5,834)	(5,356)	412	(389,166)	(283,313)	(139,269)	(28,956)
	875,553	1,265,721	128,494	290,038	4,351,260	3,949,244	1,297,841	1,325,723

Figures in brackets indicate deductions.
The above figures are subject to audit.

Cash Flow Statements

	Consolidated		Company	
	For the 3 months period ended		For the 3 months period ended	
	30th June 2020	30th June 2019	30th June 2020	30th June 2019
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Cash Flows from Operating Activities				
Group Profit before Tax and Non-Controlling Interest				
From Continuing Operations	128,494	290,038	47,015	108,462
Loss from discontinued Operations	(15)	(15)	-	-
Adjustment to reconcile profit before tax to net cash flows	30,698	21,253	1,192	(2,737)
Operating profit before working capital changes	159,177	311,276	48,207	105,725
Changes in Working Capital adjustments	332,149	(280,424)	42,129	(269,531)
Cash generated from operations	491,326	30,852	90,336	(163,806)
Interest Paid	(5,085)	(4,164)	(636)	(686)
Income Tax Paid	(40,406)	(14,809)	(13,028)	(9,499)
Defined Benefit plan costs paid	(339)	(2,379)	(141)	(2,099)
Net cash flows from Operating activities	445,496	9,500	76,531	(176,090)
Net cashflows from used in investing activities	(62,470)	84,058	(32,470)	88,532
Net cash inflow / (Out flow) before financing	383,026	93,558	44,061	(87,558)
Net cash flows from / (used in) financing activities	(83,482)	(37,922)	-	-
Net Increase in cash and cash equivalents	299,544	55,636	44,061	(87,558)
Cash and cash equivalents at the beginning of the period	364,911	540,040	616,725	547,922
Cash and cash equivalents at the end of the period	664,455	595,676	660,786	460,364
Analysis of Cash and Cash Equivalents				
Cash at Bank & in Hand				
From Continuing operations	738,940	624,985	660,830	460,364
From Discontinuing operations	-	50	-	-
	738,940	625,035	660,830	460,364
Bank Overdraft	(74,485)	(29,359)	(44)	-
	664,455	595,676	660,786	460,364

Figures in brackets indicate deductions.

The above figures are subject to audit.

Notes to the Financial Statements

1 The figures given above for the three months ended 30th June 2020 and 30th June 2019 are subject to audit.

The Interim Financial Statements of Richard Pieris Exports PLC for the three months ended 30th June 2020 have been prepared in accordance with LKAS 34, Interim Financial Reporting.

The accounting policies adopted in the preparation of the Interim Financial Statements are consistent with those followed in the preparation of the Annual Financial Statements for the year ended 31st March 2019 and Interim Financial Statements Twelve months ended 31st March 2020.

The provisions of the Companies Act No.7 of 2007 have been considered in preparing the interim financial statements of the Company and of the Group.

2 Figures for the corresponding period have been re-arranged where ever necessary to confirm to the current presentation. The figures in brackets indicate deductions.

3 Stated Capital

	As at 30.06.2020	As at 31.03.2020
Issued & fully paid Number of shares (Ordinary Shares)	11,163,745	11,163,745

4 Market Capitalization

	As at 30.06.2020	As at 31.03.2020
Market Capitalization (Rs '000')	2,449,326	2,130,043
Float adjusted Market Capitalization (Rs '000')	394,341	342,937
Pirce Earnings Ratio (times)	13.74	3.31
The company complies with option 02 of the listing rules 7.13.1(b) - Less than Rs 1 Bn float adjusted market capitalization.		

5 There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the annual report for the year ended 31st March 2019.

6 There have been no events subsequent to the interim period, which require disclosure in the Interim Financial Statements.

7 Capital and Lease Commitments

The Capital Commitments for Property, Plant and Equipment incidental to the ordinary course of business as at 30.06.2020, approved by the board are as follows.

	Group		Company	
	2020 Rs.'000	2019 Rs.'000	2020 Rs.'000	2019 Rs.'000
Contracted but not provided for	-	-	-	-
Approved but not contracted for	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

8 Discontinued operations Comprise the results of Subsidiaries of the Group whose Commercial operations have been discontinued.

9 Net asset value per Share

	30th June 2020 Rs.	30th June 2019 Rs.	31st March 2020 Rs.
Consolidated (in Rs.)	177.46	155.02	172.11
Company (in Rs.)	146.29	136.40	142.70
	Rs	Rs	Rs
Highest for the Quarter / Year (in Rs.)	225.00	219.50	284.90
Lowest for the Quarter / Year (in Rs.)	150.00	190.00	180.00
Last Traded Price for the Quarter / Year (in Rs.)	219.40	197.90	190.80

10 All values included in this financial statements, are in Rupees 000's unless otherwise stated.

Shareholder Information

1. Major Shareholders as at 30th June 2020

	<u>As at 30th June 2020</u>		<u>As at 31st March 2020</u>		<u>Change</u>
	No of Shares	Holding %	No of Shares	Holding %	
1 Richard Pieris & Company Plc.	9,366,027	83.90%	9,366,027	83.90%	-
2 Mrs.V.Saraswathi	86,594	0.78%	82,122	0.74%	4,472
3 Dr.A.B.Abeysundara	62,795	0.56%	62,795	0.56%	-
4 Mr. P.Vijendran	60,000	0.54%	60,000	0.54%	-
5 Kalday Private Limited	53,399	0.48%	53,399	0.48%	-
6 Mr.M.N.Hameed	50,195	0.45%	49,740	0.45%	455
7 Mr.K.A.S.R.Nissanka	50,000	0.45%	50,000	0.45%	-
8 Mr. A.A.A.Noorudin	48,864	0.44%	50,000	0.45%	(1,136)
9 Mr. A.S.Ratnayake	47,336	0.42%	45,736	0.41%	1,600
10 Ransiri Enterprises (Pvt) Ltd	42,100	0.38%	42,100	0.38%	-
11 Mr.S.Abishek	41,000	0.37%	41,000	0.37%	-
12 Union Investments (Pvt) Ltd	40,600	0.36%	40,600	0.36%	-
13 Mr. M.S.P.Fernando	34,048	0.30%	34,048	0.30%	-
14 Mr.M.Naizer	30,968	0.28%	29,100	0.26%	1,868
15 Mr. R.E.Rambukwella	30,370	0.27%	25,000	0.22%	5,370
16 J.B.Cocoshell (Pvt) Ltd	30,335	0.27%	30,335	0.27%	-
17 Corporate Holdings (Pvt) Ltd	30,000	0.27%	30,000	0.27%	-
18 Mr.R.C.Wijesena	25,000	0.22%	25,000	0.22%	-
19 Mr. N.A.Withana	25,000	0.22%	25,000	0.22%	-
20 Mrs.M.Y.Amerasinghe	21,998	0.20%	25,000	0.22%	(3,002)
Total	10,176,629	91.16%	10,167,002	91.07%	9,627

2. Public & Parent Shareholding

As at 30th June 2020, the public held 16.10% (2019: 16.10%) of the stated capital of the company. The share holding of the parent company, Richard Pieris & Company PLC, was 83.90%. (2019-83.90%).

As at 30th June 2020, no of public holders are 1,780 (2019 : 1,592)

The Ordinary Voting Shares of Richard Pieris Exports PLC have been transferred from Main Board to the Diri Savi Board of the CSE , with effect from 07th July 2017.

3 Details of Directors Shareholding is given below

Name of the Director	No of Shares as at 30th June 2020	No of Shares as at 31st March 2020
Dr. Sena Yaddehige	-	-
Mr. Shaminda Yaddehige	-	-
Mr. Sunil S.G. Liyanage	203	203
Mr. W.J. Viville P Perera	100	100
Mr. Wasantha Rukmal Abeysirigunawardena	-	-
Dr.L.M.K.Tillekeratne	-	-
Mr. Angelo Maharajah Patrick	-	-

CORPORATE INFORMATION

LEGAL FORM

A Quoted Public Company with limited liability

Incorporated in Sri Lanka on 30th June, 1983

PRINCIPAL BUSINESS ACTIVITIES

Manufacture and Export of rubber based products and manufacture of fillers for the rubber industry

BOARD OF DIRECTORS

Dr. Sena Yaddehige (Chairman)

Shaminda Yaddehige

Sunil S G Liyanage

W.J.Viville P Perera

W R Abeysirigunawardena

Dr.L.M.K.Tillekeratne

Angelo Maharajah Patrick

REGISTERED OFFICE

No. 310, High Level Road, Nawinna,

Maharagama.

T.P. 0114 310500

E-mail : rpe@arpico.com

Web : www.arpicorubber.com

COMPANY SECRETARIES

Richard Pieris Group Services (Private) Limited.

No. 310, High Level Road,

Nawinna,

Maharagama.

T.P. 0114 310500

AUDITORS

M/s Kreston MNS & Company

Chartered Accountants