

Richard Pieris Exports PLC

Interim Financial Statements

Twelve Months ended 31st March 2022

Consolidated Statement of Financial Position

	As at 31st March 2022 Rs. 000	As at 31st March 2021 Rs. 000
ASSETS		
Non-current Assets		
Property, Plant & Equipment	1,705,284	1,008,548
Investment in Associate	346,132	223,811
Investment Property - Right of use asset	352,599	322,520
Right of use asset	133,719	137,018
Advance Payment for Investment	57,363	57,363
Deferred Tax Asset	2,240	1,604
	2,597,337	1,750,864
Discontinued Operations		
Assets of Arpico Natural Latex Foams (Pvt) Ltd	-	-
Current Assets		
Inventories	752,757	623,804
Trade & Other Receivables	2,126,232	1,468,299
Short Term Investment	448,788	6,208
Amounts Due from Related Parties	58,327	52,757
Cash and Bank Balances	1,761,802	1,042,649
	5,147,906	3,193,717
Total Assets	7,745,243	4,944,581
EQUITY AND LIABILITIES		
Stated Capital	220,262	220,262
Revenue Reserves	2,899,207	1,919,611
Foreign Currency Translation	255,338	133,408
Equity Attributable to Equity Holders of the Parent	3,374,807	2,273,281
Non Controlling Interest	1,529,830	1,175,550
Total Equity	4,904,637	3,448,831
Non-Current Liabilities		
Interest Bearing Loans and Borrowings	150,000	2,778
Deferred Tax Liabilities	88,134	66,705
Retirement Benefit Obligation	115,260	105,904
Lease Instalments Payable After One Year	135,057	98,397
	488,451	273,784
Discontinued Operations		
Liabilities of Arpico Natural Latex Foams (Pvt) Ltd	226,944	226,905
Current Liabilities		
Trade and Other Payables	775,946	544,375
Income Tax Payable	88,366	96,554
Amounts Due to Related Parties	330,767	327,548
Lease Instalments Payable In the Ensuing Year	14,448	9,329
Interest Bearing Loans & Borrowings	915,684	17,255
	2,125,211	995,061
Total Liabilities	2,840,606	1,495,750
Total Equity and Liabilities	7,745,243	4,944,581

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

Chief Finance Officer -Exports Sector

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 30th May 2022 in Colombo.



W.R. Abeyirigunawardena

Director



W.J. Viville P. Perera

Director

Company Statement of Financial Position

	As at 31st March 2022 Rs. 000	As at 31st March 2021 Rs. 000
ASSETS		
Non-current Assets		
Property, Plant & Equipment	103,140	101,935
Long Term Investments	463,023	463,023
Deferred Tax Asset	2,240	1,604
	568,403	566,562
Current Assets		
Inventories	249,386	194,638
Trade & Other Receivables	969,282	550,409
Other Current Financial Assets	441,824	-
Amounts Due from Related Parties	3,475	194,927
Cash and Bank Balances	993,948	875,017
	2,657,915	1,814,991
Total Assets	3,226,318	2,381,553
EQUITY AND LIABILITIES		
Stated Capital	220,262	220,262
Revenue Reserves	2,327,789	1,616,436
Total Equity	2,548,051	1,836,698
Non-Current Liabilities		
Retirement Benefit Obligation	77,798	69,674
	77,798	69,674
Current Liabilities		
Trade and Other Payables	232,508	167,767
Income Tax Payable	78,035	46,245
Amounts Due to Related Parties	289,926	261,169
	600,469	475,181
Total Liabilities	678,267	544,855
Total Equity and Liabilities	3,226,318	2,381,553

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

Chief Finance Officer -Exports Sector

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Approved and Signed for and on behalf of the Board on 30th May 2022 in Colombo.



W.R. Abeyirigunawardena

Director



W.J. Viville P. Perera

Director

Consolidated Income Statements

	3 months ended 31st March			12 months ended 31st March		
	2022 Rs. '000	2021 Rs. '000	Change %	2022 Rs. '000	2021 Rs. '000	Change %
Continuing Operations						
Revenue	1,604,137	1,344,850	19	6,536,932	5,362,310	22
Cost of Sales	(1,037,979)	(921,087)	13	(4,351,826)	(3,589,512)	21
Gross Profit	566,158	423,763	34	2,185,106	1,772,798	23
Other Operating Income	6,251	5,653	11	24,318	23,460	4
Distribution Costs	(313,782)	(110,574)	184	(1,043,144)	(436,240)	139
Administrative Expenses	(97,376)	(54,818)	78	(309,702)	(203,708)	52
Other Operating Expenses	7,938	3,500	-100	7,938	(14)	-100
Profit from Operations	169,189	267,524	-37	864,516	1,156,296	-25
Finance Income	13,848	6,484	114	45,300	20,815	118
Finance Cost	(1,596)	(135)	1082	(29,725)	(13,272)	124
Other Financial Items	990,028	108,575	812	1,014,798	103,147	884
Share of Profit/ (Loss) of Associate	67	(1,348)	-105	581	(14,006)	-104
Profit Before Tax	1,171,536	381,100	207	1,895,470	1,252,980	51
Taxation	(138,317)	(86,255)	60	(237,578)	(212,717)	12
Profit for the Period from Continuing Operations	1,033,219	294,845	250	1,657,892	1,040,263	59
Discontinued Operations						
Loss after tax for the period from discontinued operations	5	(12)	-142	(40)	(57)	-30
Profit for the period	1,033,224	294,833	250	1,657,852	1,040,206	59
Attributable to:	-	-				
Equity Holders of the Parent	837,643	189,217	343	1,298,953	637,139	104
Non Controlling Interest	195,581	105,616	85	358,899	403,067	-11
	1,033,224	294,833	250	1,657,852	1,040,206	59
	-	-				
	Rs.	Rs.		Rs.	Rs.	
Earnings Per Share	75.03	16.95		116.35	57.07	
Earnings Per Share from Continuing Operations	75.03	16.95		116.35	57.07	
Dividend per Share	28.00	25.00		28.00	25.00	-

Figures in brackets indicate deductions.

The above figures are subject to audit.

Company Income Statements

	3 months ended 31st March			12 months ended 31st March		
	2022 Rs. '000	2021 Rs. '000	Change %	2022 Rs. '000	2021 Rs. '000	Change %
Revenue	710,923	357,085	99	2,387,002	1,280,199	86
Cost of Sales	(392,511)	(244,462)	61	(1,475,101)	(839,570)	76
Gross Profit	318,412	112,623	183	911,901	440,629	107
Other Operating Income	705	193,724	(100)	2,719	194,108	(99)
Distribution Costs	(88,355)	(1,660)	5,223	(234,688)	(28,586)	721
Administrative Expenses	(43,902)	(20,728)	112	(122,120)	(62,605)	95
Profit from Operations	186,860	283,959	(34)	557,812	543,546	3
Finance Income	12,614	5,269	139	35,663	18,421	94
Finance Cost	(1,056)	45	(2,447)	(6,045)	(1,878)	222
Other Financial Items	574,132	62,480	819	575,655	64,316	795
Profit before Tax	772,550	351,753	120	1,163,085	624,405	86
Taxation	(82,155)	(47,741)	72	(135,459)	(85,864)	58
Profit Attributable to Ordinary Shareholders	690,395	304,012	127	1,027,626	538,541	91
	Rs.	Rs.		Rs.	Rs.	
Earnings Per Share	61.84	27.23		92.05	48.24	
Dividend Per Share	28.00	25.00		28.00	25.00	

Figures in brackets indicate deductions.

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The above figures are subject to audit.

Statements of Comprehensive Income

	3 months ended 31st March		12 months ended 31st March	
	2022 Rs.'000	2021 Rs.'000	2022 Rs.'000	2021 Rs.'000
Consolidated				
Profit for the period	1,033,224	294,833	1,657,852	1,040,206
Other comprehensive income / (Expenses) not to be reclassified to profit or loss in subsequent periods				
Actuarial gains/ (losses) on defined benefit plans	(13,637)	(1,690)	(13,637)	(1,690)
Deferred Tax effect on actuarial gains /(losses) on defined benefit plans	1,903	236	1,903	236
Change in fair value on other investment at fair value through other comprehensive income	-	(11,061)	-	(16,061)
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	343	(298)	343	(298)
Translation of Associate using foreign functional currency	120,483	11,584	121,930	10,710
Other comprehensive income for the period	109,092	(1,229)	110,539	(7,103)
Total comprehensive income for the period	1,142,316	293,604	1,768,391	1,033,103

Attributable to

Equity Holder of the Parent Company	951,354	188,976	1,414,111	631,024
Non Controlling Interest	190,962	104,628	354,280	402,079
	1,142,316	293,604	1,768,391	1,033,103

	3 months ended 31st March		12 months ended 31st March	
	2022 Rs.'000	2021 Rs.'000	2022 Rs.'000	2021 Rs.'000
Company				
Profit for the period	690,395	304,012	1,027,626	538,541
Other comprehensive income / (Expenses) not to be reclassified to profit or loss in subsequent periods				
Actuarial gains/ (losses) on defined benefit plans	(4,288)	318	(4,288)	318
Deferred Tax effect on actuarial gains /(losses) on defined benefit plans	600	(44)	600	(44)
Change in fair value on other investment at fair value through other comprehensive income	-	(16,061)	-	(16,061)
Other comprehensive income / (Expenses) to be reclassified to profit or loss in subsequent periods				
	-	-	-	-
Other comprehensive income for the period	(3,688)	(15,787)	(3,688)	(15,787)
Total comprehensive income for the period	686,707	288,225	1,023,938	522,754

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 2020	220,262	219,250	1,359,141	122,698	1,029,857	2,951,208
Profit for the period	-	-	637,139	-	403,067	1,040,206
Other Comprehensive Income	-	-	(16,825)	10,710	(988)	(7,103)
Total Comprehensive Income	-	-	620,314	10,710	402,079	1,033,103
Interim dividend			(279,094)			(279,094)
Dividend paid by Subsidiary companies to outside shareholders					(256,386)	(256,386)
Balance as at 31st March 2021	220,262	219,250	1,700,361	133,408	1,175,550	3,448,831
Balance as at 31st March 2021	220,262	219,250	1,700,361	133,408	1,175,550	3,448,831
Profit for the period	-	-	1,298,953	-	358,899	1,657,852
Other Comprehensive Income	-	-	(6,772)	121,930	(4,619)	110,539
Total Comprehensive Income	-	-	1,292,181	121,930	354,280	1,768,391
Interim dividend			(312,585)			(312,585)
Balance as at 31st March 2022	220,262	219,250	2,679,957	255,338	1,529,830	4,904,637

	Stated Capital Rs. '000	Revenue Reserves		Total Rs. '000
		General Reserves Rs. '000	Accumulated Profit Rs. '000	
Company				
Balance as at 31st March 2020	220,262	219,250	1,153,526	1,593,038
Profit for the period	-	-	538,541	538,541
Other Comprehensive Income	-	-	(15,787)	(15,787)
Total Comprehensive Income	-	-	522,754	522,754
Interim dividend			(279,094)	(279,094)
Balance as at 31st March 2021	220,262	219,250	1,397,186	1,836,698
Balance as at 31st March 2021	220,262	219,250	1,397,186	1,836,698
Profit for the period	-	-	1,027,626	1,027,626
Other Comprehensive Income	-	-	(3,688)	(3,688)
Total Comprehensive Income	-	-	1,023,938	1,023,938
Interim Dividend			(312,585)	(312,585)
Balance as at 31st March 2022	220,262	219,250	2,108,539	2,548,051

Consolidated Segmental Information

	Turnover		Profit / (Loss) before Tax		Total Assets		Total Liabilities	
	For the 12 months period ended		For the 12 months period ended		As at 31st March	As at 31st March	As at 31st March	As at 31st March
	31st March 2022	31st March 2021	31st March 2022	31st March 2021	2022	2021	2022	2021
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Mineral Segment	55,709	39,687	1,740	(355)	55,629	55,060	20,294	21,020
Latex Based Segment	4,122,654	4,061,855	730,031	836,485	4,612,070	2,968,878	2,173,890	1,151,502
Hard Rubber Segment	2,387,002	1,280,199	1,163,085	624,405	3,223,319	2,381,553	678,270	544,856
	6,565,365	5,381,741	1,894,856	1,460,536	7,891,018	5,405,491	2,872,454	1,717,378
Adjustment for Inter Group Transactions	(28,433)	(19,431)	614	(207,556)	(145,775)	(460,910)	(31,848)	(221,628)
	6,536,932	5,362,310	1,895,470	1,252,980	7,745,243	4,944,581	2,840,606	1,495,750

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

Cash Flow Statements

	Consolidated		Company	
	For the 12 months period ended		For the 12 month period ended	
	31st Mar 2022	31st Mar 2021	31st Mar 2022	31st Mar 2021
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Cash Flows from Operating Activities				
Group Profit before Tax and Non-Controlling Interest				
From Continuing Operations	1,895,470	1,252,980	1,163,085	624,405
Loss from discontinued Operations	(40)	(57)	-	-
Adjustment to reconcile profit before tax to net cash flows	119,397	131,162	(14,138)	(192,138)
Operating profit before working capital changes	2,014,827	1,384,085	1,148,947	432,267
Changes in Working Capital adjustments	(566,253)	412,424	(188,253)	(15,398)
Cash generated from / (used in) operations	1,448,574	1,796,509	960,694	416,869
Interest Paid	(26,127)	(6,852)	(6,045)	(1,878)
Income Tax Paid	(222,538)	(154,655)	(103,705)	(50,739)
Defined Benefit plan costs paid	(13,638)	(3,178)	(3,067)	(2,663)
Net cash flows from / (used in) Operating activities	1,186,271	1,631,824	847,877	361,589
Net cashflows from / (used in) investing activities	(1,190,599)	(244,056)	(416,361)	175,797
Net cash inflow / (Out flow) before financing	(4,328)	1,387,768	431,516	537,386
Net cash flows from / (used in) financing activities	(87,450)	(710,674)	(312,585)	(279,094)
Net Increase / (decrease) in cash and cash equivalents	(91,778)	677,094	118,931	258,292
Cash and cash equivalents at the beginning of the period	1,042,005	364,911	875,017	616,725
Cash and cash equivalents at the end of the period	950,227	1,042,005	993,948	875,017
Analysis of Cash and Cash Equivalents				
Cash at Bank & in Hand				
From Continuing operations	1,761,802	1,042,707	993,948	875,017
From Discontinuing operations	-	-	-	-
	1,761,802	1,042,707	993,948	875,017
Bank Overdraft	(811,575)	(702)	-	-
	950,227	1,042,005	993,948	875,017

Figures in brackets indicate deductions.

The above figures are subject to audit.

Notes to the Financial Statements

1 The figures given above for the twelve months ended 31st March 2022 and 31st March 2021 are subject to audit

The Interim Financial Statements of Richard Pieris Exports PLC for the twelve months ended 31st March 2022 have been prepared in accordance with LKAS 34, Interim Financial Reporting.

These Interim Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2021.

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 2021.

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 31.03.2022	As at 31.03.2021
Issued & fully paid Number of shares (Ordinary Shares)	11,163,745	11,163,745
	Rs.	Rs.
Stated Capital (Rs)	220,262,000	220,262,000
4 Market Capitalization	As at 31.03.2022	As at 31.03.2021
Market Capitalization (Rs '000')	6,798,721	4,175,241
Float adjusted Market Capitalization (Rs '000')	1,094,594	672,214
Pirce Earnings Ratio (times)	5.23	6.55

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 202

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

7 There are no material capital commitments which have been approved as at 31.03.2022

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

9 Net asset value per Share	31st March 2022	31st March 2021
	Rs.	Rs.
Consolidated (in Rs.)	302.30	203.63
Company (in Rs.)	228.24	164.52
	Rs	Rs
Highest for the Quarter / Year (in Rs.)	1,273.75	474.50
Lowest for the Quarter / Year(in Rs.)	601.00	300.00
Last Traded Price for the Quarter / Year (in Rs.)	609.00	374.00

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

11 Events Occuring After the Reporting Date

The Government of Sri Lanka in its Budget for 2022 proposed a one-time tax, referred to as a surcharge tax, at the rate of 25% to be imposed on any companies that have earned a taxable income in excess of Rs. 2Bn for the year of assessment 2020/2021. The tax is imposed by the Surcharge Tax Act No. 14 of 2022 which was passed by the Parliament of Sri Lanka on 7th April 2022. As the law imposing the surcharge tax was enacted after the reporting period end, the financial statements for the year ended 31st March 2022 do not reflect the tax liability that would arise in consequence, the amount of which is best estimated at Rs. 327 Mn .

Shareholder Information

1. Major Shareholders as at 31st March 2022

	<u>As at 31st March 2022</u>		<u>As at 31st March 2021</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 Mr T.T.T.Al-Nakib	127,000	1.14%	117,349	1.05%	9,651
3 Mrs.V.Saraswathi	100,000	0.90%	86,594	0.78%	13,406
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 Ransiri Enterprises (Pvt) Ltd	42,100	0.38%	42,100	0.38%	-
8 Union Investments (Pvt) Ltd	39,600	0.35%	40,600	0.36%	(1,000)
7 Mr.S.Abishek	36,724	0.33%	41,000	0.37%	(4,276)
9 Mr. Subramaniam	33,160	0.30%	33,160	0.30%	-
10 Mr.H.A.R.Pieris	31,500	0.28%	32,000	0.29%	(500)
11 Corporate Holdings (Pvt) Ltd	30,000	0.27%	25,000	0.22%	5,000
12 Mr. V.S.P. Wickramesooriya	30,000	0.27%			30,000
13 Mr.M.F.A.Deen	27,500	0.25%			27,500
14 Mr Ravindra Erle	25,900	0.23%	22,851	0.20%	3,049
15 Mr. N.A.Withana	24,000	0.21%	23,000	0.21%	1,000
16 Anura Bandara	23,624	0.21%		0.00%	23,624
17 Mr. A.S.Ratnayake	22,846	0.20%	39,711	0.36%	(16,865)
18 Mrs.M.Y.Amerasinghe	21,998	0.20%	22,764	0.20%	(766)
19 Mr S Malalasekera	19,756	0.18%			19,756
20 Motor Service Station (Pvt) Ltd	18,340	0.16%	-		18,340
Total	10,133,474	90.77%	10,005,555	89.63%	127,919

2. Public & Parent Shareholding

As at 31st March 2022, the public held 16.10% (2021: 16.10%) of the stated capital of the company. The share holding of the parent company, Richard Pieris & Company PLC, was 83.90%. (2021-83.90%).

As at 31st March 2022, no of public holders are 2,769 (2021 : 1,963)

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 31st Mar 2022	No of Shares as at 31st March 2021
Dr. Sena Yaddhegige	-	-
Mr. Shaminda Yaddhegige	-	-
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 (Demised on 30.04.2022)
W.J.Viville P Perera
W R Abeysirigunawardena
Dr.L.M.K.Tillekeratne
Angelo Maharajah Patrick
Lalith Chandrasiri Wijeyesinghe (Appointed w.e.f 20.05.2022)

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