

# Richard Pieris Exports PLC

Interim Financial Statements

Three Months ended 30th June 2021

## Consolidated Statement of Financial Position


	As at 30th June 2021 Rs. 000	As at 31st March 2021 Rs. 000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, Plant & Equipment	1,130,522	1,008,548
Investment in Associate	223,716	223,811
Other Investment	-	-
Investment Property - Right of use asset	322,520	322,520
Right of use asset	136,293	137,018
Advance Payment for Investment	57,363	57,363
Deferred Tax Asset	2,117	1,604
	<b>1,872,531</b>	<b>1,750,864</b>
<b>Discontinued Operations</b>		
Assets of Arpico Natural Latex Foams (Pvt ) Ltd	-	-
<b>Current Assets</b>		
Inventories	614,410	623,804
Trade & Other Receivables	1,360,267	1,468,299
Short Term Investment	-	6,208
Amounts Due from Related Parties	72,309	52,757
Cash and Bank Balances	1,365,451	1,042,649
	<b>3,412,437</b>	<b>3,193,717</b>
<b>Total Assets</b>	<b>5,284,968</b>	<b>4,944,581</b>
<b>EQUITY AND LIABILITIES</b>		
Stated Capital	220,262	220,262
Revenue Reserves	2,060,447	1,919,611
Foreign Currency Translation	135,225	133,408
Equity Attributable to Equity Holders of the Parent	2,415,934	2,273,281
Non Controlling Interest	1,234,143	1,175,550
<b>Total Equity</b>	<b>3,650,077</b>	<b>3,448,831</b>
<b>Non-Current Liabilities</b>		
Interest Bearing Loans and Borrowings	2,778	2,778
Deferred Tax Liabilities	62,866	66,705
Retirement Benefit Obligation	106,934	105,904
Lease Instalments Payable After One Year	101,433	98,397
	<b>274,011</b>	<b>273,784</b>
<b>Discontinued Operations</b>		
Liabilities of Arpico Natural Latex Foams (Pvt ) Ltd	226,864	226,905
<b>Current Liabilities</b>		
Trade and Other Payables	273,214	544,375
Income Tax Payable	68,678	96,554
Amounts Due to Related Parties	260,152	327,548
Lease Instalments Payable In the Ensuing Year	9,329	9,329
Interest Bearing Loans & Borrowings	12,501	17,255
Cash and Bank Balances	510,142	-
	<b>1,134,016</b>	<b>995,061</b>
<b>Total Liabilities</b>	<b>1,634,891</b>	<b>1,495,750</b>
<b>Total Equity and Liabilities</b>	<b>5,284,968</b>	<b>4,944,581</b>

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 10th August 2021 in Colombo.

  
**W.R. Abeyirigunawardena**  
 Director

  
**W.J. Vville P. Perera**  
 Director

## Company Statement of Financial Position

	As at 30th June 2021 Rs. 000	As at 31st March 2021 Rs. 000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, Plant & Equipment	108,370	101,935
Long Term Investments	463,023	463,023
Deferred Tax Asset	2,117	1,604
	<b>573,510</b>	<b>566,562</b>
<b>Current Assets</b>		
Inventories	193,300	194,638
Trade & Other Receivables	510,494	550,409
Amounts Due from Related Parties	7,160	194,927
Cash and Bank Balances	905,234	875,017
	<b>1,616,188</b>	<b>1,814,991</b>
<b>Total Assets</b>	<b>2,189,698</b>	<b>2,381,553</b>
<b>EQUITY AND LIABILITIES</b>		
Stated Capital	220,262	220,262
Revenue Reserves	1,714,715	1,616,436
<b>Total Equity</b>	<b>1,934,977</b>	<b>1,836,698</b>
<b>Non-Current Liabilities</b>		
Retirement Benefit Obligation	71,991	69,674
	<b>71,991</b>	<b>69,674</b>
<b>Current Liabilities</b>		
Trade and Other Payables	79,670	167,767
Income Tax Payable	24,983	46,245
Amounts Due to Related Parties	78,077	261,169
Interest Bearing Loans & Borrowings	-	-
	<b>182,730</b>	<b>475,181</b>
<b>Total Liabilities</b>	<b>254,721</b>	<b>544,855</b>
<b>Total Equity and Liabilities</b>	<b>2,189,698</b>	<b>2,381,553</b>


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.

  
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**Palika Chandrajeewa**  
 Sector Financial Controller

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Approved and Signed for and on behalf of the Board on 10th August 2021 in Colombo.

  
 .....  
**W.R. Abeyirigunawardena**  
 Director

  
 .....  
**W.J. Viville P. Perera**  
 Director

## Consolidated Income Statements

	3 month ended 30th June			Year ended 31st March
	2021	2020	Change	2021
	Rs. '000	Rs. '000	%	Rs. '000
<b>Continuing Operations</b>				
Revenue	1,400,300	875,553	60	5,362,310
Cost of Sales	(955,738)	(608,048)	57	(3,589,512)
<b>Gross Profit</b>	<b>444,562</b>	<b>267,505</b>	<b>66</b>	<b>1,772,798</b>
Other Operating Income	5,472	5,300	339	23,460
Distribution Costs	(180,649)	(52,059)	247	(436,240)
Administrative Expenses	(59,170)	(42,785)	38	(203,708)
Other Operating Expenses	-	-	-	(14)
<b>Profit from Operations</b>	<b>210,215</b>	<b>177,961</b>	<b>28</b>	<b>1,156,296</b>
Finance Income	6,925	3,751	85	20,815
Finance Cost	(3,778)	(7,268)	(48)	(13,272)
Other Financial Items	17,792	(40,594)	(100)	103,147
Share of Profit/ (Loss) of Associate	(1,912)	(5,356)	(64)	(14,006)
<b>Profit Before Tax</b>	<b>229,242</b>	<b>128,494</b>	<b>78</b>	<b>1,252,980</b>
Taxation	(29,798)	(18,498)	61	(212,717)
<b>Profit for the Period from Continuing Operations</b>	<b>199,444</b>	<b>109,996</b>	<b>81</b>	<b>1,040,263</b>
<b>Discontinued Operations</b>				
Loss after tax for the period from discontinued operations	(15)	(15)	-	(57)
<b>Profit for the period</b>	<b>199,429</b>	<b>109,981</b>	<b>81</b>	<b>1,040,206</b>
Attributable to:				
Equity Holders of the Parent	140,836	67,529	109	637,139
Non Controlling Interest	58,593	42,452	38	403,067
	<b>199,429</b>	<b>109,981</b>	<b>81</b>	<b>1,040,206</b>
	<b>Rs.</b>	<b>Rs.</b>		<b>Rs.</b>
Earnings Per Share	12.62	6.05		57.07
Earnings Per Share from Continuing Operations	12.62	6.05		57.07
Dividend per Share	-	-		25.00

Figures in brackets indicate deductions.

The above figures are subject to audit.

## Company Income Statements

	3 month ended 30th June			Year ended 31st March
	2021 Rs. '000	2020 Rs. '000	Change %	2021 Rs. '000
Revenue	442,716	240,969	84	1,280,199
Cost of Sales	(302,037)	(156,110)	93	(839,570)
<b>Gross Profit</b>	<b>140,679</b>	<b>84,859</b>	<b>66</b>	<b>440,629</b>
Other Operating Income	163	23	33,091	194,108
Distribution Costs	(18,266)	(6,857)	166	(28,586)
Administrative Expenses	(21,795)	(11,242)	94	(62,605)
<b>Profit from Operations</b>	<b>100,781</b>	<b>66,783</b>	<b>62</b>	<b>543,546</b>
Finance Income	6,288	3,625	73	18,421
Finance Cost	(347)	(636)	(45)	(1,878)
Other Financial Items	7,471	(22,757)	(100)	64,316
<b>Profit before Tax</b>	<b>114,193</b>	<b>47,015</b>	<b>143</b>	<b>624,405</b>
Taxation	(15,914)	(6,863)	132	(85,864)
<b>Profit Attributable to Ordinary Shareholders</b>	<b>98,279</b>	<b>40,152</b>	<b>145</b>	<b>538,541</b>
	Rs.	Rs.		Rs.
Earnings Per Share	8.80	3.60		48.24
Dividend per Share	-	-		25.00

Figures in brackets indicate deductions.

The above figures are subject to audit.

## Statements of Comprehensive Income

	3 month ended 30th June		Year ended 31st
	2021	2020	March
Consolidated	Rs.'000	Rs.'000	Rs.'000
Profit for the period	199,429	109,981	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	-	-	(1,690)
Deferred Tax effect on actuarial gains /(losses) on defined benefit plans	-	-	236
Change in fair value on other investment at fair value through other comprehensive income	-	-	(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			(298)
Translation of Associate using foreign functional currency	1,817	(7,770)	10,710
Other comprehensive income for the period	1,817	(7,770)	(7,103)
Total comprehensive income for the period	201,246	102,211	1,033,103

Attributable to			
Equity Holder of the Parent Company	142,653	59,759	631,024
Non Controlling Interest	58,593	42,452	402,079
	201,246	102,211	1,033,103

	3 month ended 30th June		Year ended 31st
	2021	2020	March
Company	Rs.'000	Rs.'000	Rs.'000
Profit for the period	98,280	40,152	538,541
Other comprehensive income / (Expenses) not to be reclassified to profit or loss in subsequent periods			
Actuarial gains/ ( losses) on defined benefit plans	-	-	318
Deferred Tax effect on actuarial gains /(losses) on defined benefit plans	-	-	(44)
Change in fair value on other investment at fair value through other comprehensive income	-	-	(16,061)
Other comprehensive income / (Expenses) to be reclassified to profit or loss in subsequent periods	-	-	-
Other comprehensive income for the period	-	-	(15,787)
Total comprehensive income for the period	98,280	40,152	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			
<b>Consolidated</b>						
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 31st June 2020	220,262	219,250	1,426,670	114,928	1,072,309	3,053,419
<b>Balance as at 31st March 2021</b>	<b>220,262</b>	<b>219,250</b>	<b>1,700,361</b>	<b>133,408</b>	<b>1,175,550</b>	<b>3,448,831</b>
Profit for the period	-	-	140,836	-	58,593	199,429
Other Comprehensive Income	-	-	-	1,817	-	1,817
Total Comprehensive Income	-	-	140,836	1,817	58,593	201,246
Balance as at 30th June 2021	220,262	219,250	1,841,197	135,225	1,234,143	3,650,077
	Stated Capital Rs. '000	Revenue Reserves		Total Rs. '000		
		General Reserves Rs. '000	Accumulated Profit Rs. '000			
<b>Company</b>						
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		
Interim dividend	-	-	-	-		
Balance as at 31st June 2020	220,262	219,250	1,193,678	1,633,190		
<b>Balance as at 31st March 2021</b>	<b>220,262</b>	<b>219,250</b>	<b>1,397,186</b>	<b>1,836,698</b>		
Profit for the period	-	-	98,279	98,279		
Other Comprehensive Income	-	-	-	-		
Total Comprehensive Income	-	-	98,279	98,279		
Balance as at 30th June 2021	220,262	219,250	1,495,465	1,934,977		

## Consolidated Segmental Information

	Turnover		Profit / (Loss) before Tax		Total Assets		Total Liabilities	
	For the 3 month period ended		For the 3 month period ended		As at 30th June	As at 30th June	As at 30th June	As at 30th June
	30th June 2021	30th June 2020	30th June 2021	30th June 2020	2021	2020	2021	2020
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Mineral Segment	12,157	7,227	487	(92)	55,756	51,423	21,319	17,654
Latex Based Segment	950,646	629,530	116,395	86,927	3,305,626	2,793,094	1,385,667	1,156,737
Hard Rubber Segment	442,716	240,969	114,193	47,015	2,189,698	1,895,909	254,720	262,719
	1,405,519	877,726	231,075	133,850	5,551,081	4,740,426	1,661,706	1,437,110
Adjustment for Inter Group Transactions	(5,219)	(2,173)	(2,144)	(5,356)	(266,112)	(389,166)	(26,814)	(139,269)
	<b>1,400,300</b>	<b>875,553</b>	<b>228,931</b>	<b>128,494</b>	<b>5,284,968</b>	<b>4,351,260</b>	<b>1,634,892</b>	<b>1,297,841</b>

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



## Cash Flow Statements

	Consolidated		Company	
	For the 3 month period ended		For the 3 month period ended	
	30th June 2021	30th June 2020	30th June 2021	30th June 2020
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Cash Flows from Operating Activities</b>				
Group Profit before Tax and Non-Controlling Interest				
From Continuing Operations	229,242	128,494	114,193	47,015
Loss from discontinued Operations	(15)	(15)	-	-
Adjustment to reconcile profit before tax to net cash flows	24,530	30,698	(1,085)	1,192
<b>Operating profit before working capital changes</b>	253,757	159,177	113,108	48,207
Changes in Working Capital adjustments	(237,076)	332,149	(42,169)	42,129
<b>Cash generated from / (used in) operations</b>	16,681	491,326	70,939	90,336
Interest Paid	(742)	(5,085)	(347)	(636)
Income Tax Paid	(62,030)	(40,406)	(37,689)	(13,028)
Defined Benefit plan costs paid	(3,350)	(339)	(202)	(141)
<b>Net cash flows from / (used in) Operating activities</b>	(49,441)	445,496	32,701	76,531
<b>Net cashflows from / (used in) investing activities</b>	(133,145)	(62,470)	(2,484)	(32,470)
<b>Net cash inflow / (Out flow) before financing</b>	(182,586)	383,026	30,217	44,061
Net cash flows from / (used in) financing activities	(4,755)	(83,482)	-	-
Net Increase / (decrease) in cash and cash equivalents	(187,340)	299,544	30,217	44,061
<b>Cash and cash equivalents at the beginning of the period</b>	1,042,649	364,911	875,017	616,725
<b>Cash and cash equivalents at the end of the period</b>	855,309	664,455	905,234	660,786
<b>Analysis of Cash and Cash Equivalents</b>				
Cash at Bank & in Hand				
From Continuing operations	1,365,451	738,940	905,234	660,830
From Discontinuing operations	-	-	-	-
	1,365,451	738,940	905,234	660,830
Bank Overdraft	(510,142)	(74,485)	-	(44)
	855,309	664,455	905,234	660,786

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 2021 and 30th June 2020 are subject to audit.  
The Interim Financial Statements of Richard Pieris Exports PLC for the three months ended 30th June 2021 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 2020.  
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 30.06.2021 | As at 31.03.2021 |
|--|------------------|------------------|
| Issued & fully paid Number of shares (Ordinary Shares) | 11,163,745       | 11,163,745       |
|  | <b>Rs.</b>       | <b>Rs.</b>       |
| Stated Capital (Rs)                                    | 220,262,000      | 220,262,000      |
- 4 **Market Capitalization**
- |   | As at 30.06.2021 | As at 31.03.2021 |
|---|------------------|------------------|
| Market Capitalization (Rs '000')                | 4,049,648        | 4,175,241        |
| Float adjusted Market Capitalization (Rs '000') | 651,993          | 672,214          |
| Pirce Earnings Ratio (times)                    | 28.76            | 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 2021
- 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 30.06.2021.
- 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 2021 | 30th June 2020 | 31st March 2021 |
|---|----------------|----------------|-----------------|
|   | Rs.            | Rs.            | Rs.             |
| Consolidated (in Rs.)                             | 216.41         | 177.46         | 203.63          |
| Company (in Rs.)                                  | 173.33         | 146.29         | 164.52          |
|   | <b>Rs</b>      | <b>Rs</b>      | <b>Rs</b>       |
| Highest for the Quarter / Year (in Rs.)           | 392.25         | 225.00         | 474.50          |
| Lowest for the Quarter / Year (in Rs.)            | 337.00         | 150.00         | 300.00          |
| Last Traded Price for the Quarter / Year (in Rs.) | 362.75         | 219.40         | 374.00          |
- 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 2021

	<u>As at 30th June 2021</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	96,594	0.87%	86,594	0.78%	10,000
4 Dr.A.B.Abeyundara	63,549	0.57%	63,549	0.57%	-
5 Mr. P.Vijendran	60,000	0.54%	60,000	0.54%	-
6 Kalday Private Limited	53,399	0.48%	53,399	0.48%	-
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%	48,864	0.44%	-
9 Ransiri Enterprises ( Pvt ) Ltd	42,100	0.38%	42,100	0.38%	-
10 Mr.S.Abishek	41,000	0.37%	41,000	0.37%	-
11 Union Investments (Pvt) Ltd	40,600	0.36%	40,600	0.36%	-
12 Mr. A.S.Ratnayake	39,711	0.36%	39,711	0.36%	-
13 Mr.H.A.R.Pieris	36,000	0.32%	32,000	0.29%	4,000
14 Mr. Subramaniam	33,160	0.30%	33,160	0.30%	-
15 Corporate Holdings (Pvt) Ltd	30,000	0.27%	25,000	0.22%	5,000
16 Mr. N.A.Withana	25,000	0.22%	23,000	0.21%	2,000
17 Mr Ravindra Erle	23,800	0.21%	22,851	0.20%	949
18 Motor Service Station ( Pvt) Ltd	23,110	0.21%	-	-	23,110
19 Mr R.C.Wijesena	23,000	0.21%	-	-	23,000
20 Mrs.M.Y.Amerasinghe	21,998	0.20%	22,764	0.20%	(766)
Total	10,244,912	91.66%	10,167,968	91.56%	76,944

### 2. Public & Parent Shareholding

As at 30th June 2021, the public held 16.1% (2020: 16.10%) of the stated capital of the company. The share holding of the parent company, Richard Pieris & Company PLC, was 83.90%. (2020-83.90%).

As at 30th June 2021, no of public holders are 2,048 (2020 : 1,780)

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 2021	No of Shares as at 31st March 2021
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](mailto:rpe@arpico.com)

Web : [www.arpicorubber.com](http://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