Ceylon Tobacco Company PLC

Interim Financial Statements - 3 months ended 31 March 2025

Ceylon Tobacco Company PLC

Summary of Performance for the 3 months ended 31st March 2025

The Company's sales volume during the three months ended 31st March 2025 was lower in comparison to the same period last year. The decline in the volume is consequential to the high prevelance of smuggled cigarettes in the market that are available at significantly lower prices.

The cost base of the Company is impacted by the increases driven by inflation and other marketing costs, partially offset by the savings initiatives run across the business. The Company's profit before income tax for the three months ended 31st March 2025 stood at Rs. 11.6bn, while the Company's profit after tax for the same period was Rs. 6.7bn.

Dividends

The Directors recommend a first interim dividend of Rs.32 per share to be paid by the 29th May 2025.

CEYLON TOBACCO COMPANY PLC

Statement of Profit or Loss and Other Comprehensive Income

(all amounts in Sri Lanka Rupees millions)

	03 months ended 31 March	
	2025	**2024**
	Un-audited	**Un-audited**
Turnover	45,653	45,851
Government Levies	(31,505)	(31,701)
Revenue	**14,148**	**14,150**
Other operating income	4	2
Raw material used	(478)	(1,085)
Employee benefit expense	(693)	(627)
Depreciation & amortisation expense	(143)	(149)
Other operating expenses	(1,459)	(968)
Net finance income	255	357
Profit before income tax	**11,634**	**11,680**
Income tax expenses	(4,955)	(4,875)
Profit for the period	**6,679**	**6,805**
Other Comprehensive Income		
Re-measurement of defined benefit obligation	70	(8)
Total other comprehensive income for the year	70	(8)
Total comprehensive income for the period	**6,749**	**6,797**
Earnings Per Share (basic and diluted)	**35.65**	**36.33**

The Notes form an integral part of these Interim Financial Statements.

Signed

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Towhid Akbar

Finance Director

Date : 14th May 2025

CEYLON TOBACCO COMPANY PLC

Statement of Financial Position

(all amounts in Sri Lanka Rupees millions)

	31-Mar 2025 Un-audited	31-Dec 2024 Audited
Assets		
Non-current assets		
Property, plant and equipment	6,372	6,497
Intangible assets	-	
Employee benefit asset	126	67
Other receivables	233	233
Total non-current assets	**6,731**	**6,797**
Current assets		
Inventories	6,345	6,283
Trade and other receivables	5,919	5,179
Cash and cash equivalents	25,798	27,561
Total current assets	**38,062**	**39,023**
Total assets	**44,793**	**45,820**
Equity and Liabilities		
Equity		
Stated capital	1,873	1,873
Retained earnings	10,562	9,264
Total equity attributable to equity holders	**12,435**	**11,137**
Non-current liabilities		
Deferred tax liabilities	819	593
Lease liabilities	12	20
Long term borrowings	296	293
Total non-current liabilities	**1,127**	**906**
Current liabilities		
Trade and other payables	21,111	23,168
Lease liabilities	37	57
Current taxation	9,579	10,049
Unclaimed dividends	504	503
Total current liabilities	**31,231**	**33,777**
Total liabilities	**32,358**	**34,683**
Total equity and liabilities	**44,793**	**45,820**
Net Asset Per Share	**66.38**	**59.45**

The Notes form an integral part of these Interim Financial Statements.

I certify that these financial statements have been prepared in compliance with the requirements of the Companies Act, No. 07 of 2007.

Signed

Towhid Akbar
Finance Director
Date : 14th May 2025

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 of Directors:

Signed

Fariyha Subhani
Managing Director and CEO
Date : 14th May 2025

Signed

Towhid Akbar
Finance Director
Date : 14th May 2025

CEYLON TOBACCO COMPANY PLC

Statement of Changes in Equity

(all amounts in Sri Lanka Rupees millions)

	Stated capital	Retained earnings	Total
Balance at 1 January 2024	**1,873**	**9,891**	**11,765**
Profit for the period		6,805	6,805
Other comprehensive income	-	(8)	(8)
Total comprehensive income for the period	**-**	**6,797**	**6,797**
Transactions with owners of the Company, recognised directly in equity			
Write back of unclaimed dividends	-	-	-
Dividends	-	(5,807)	(5,807)
Total transactions with shareholders	**-**	**(5,807)**	**(5,807)**
Balance at 31st March 2024 (Un - Audited)	**1,873**	**10,881**	**12,755**
Profit for the period	**-**	22,838	22,838
Other comprehensive income	**-**	31	31
Total comprehensive income for the period	**-**	**22,869**	**22,869**
Transactions with owners of the Company, recognised directly in equity			
Write back of unclaimed dividends	**-**	4	4
Dividends	**-**	(24,491)	(24,491)
Total transactions with shareholders	**-**	**(24,487)**	**(24,487)**
Balance at 31 December 2024 (Audited)	**1,873**	**9,264**	**11,137**
Balance at 1 January 2025	**1,873**	**9,264**	**11,137**
Profit for the period	-	6,679	6,805
Other comprehensive income	-	70	70
Total comprehensive income for the period	**-**	**6,749**	**6,875**
Transactions with owners of the Company, recognised directly in equity			
Write back of unclaimed dividends	**-**	-	
Dividends	**-**	(5,451)	(5,451)
Total transactions with shareholders	**-**	**(5,451)**	**(5,451)**
Balance at 31 March 2025 (Un - Audited)	**1,873**	**10,562**	**12,561**

CEYLON TOBACCO COMPANY PLC

Statement of Cash Flows

(all amounts in Sri Lanka Rupees millions)

	03 months ended 31 March	
	2025	**2024**
	Un-audited	**Un-audited**
Cash flows from operating activities		
Profit before Tax	11,634	11,680
Adjustments for:		
Depreciation & amortisation expense	144	149
Interest expense	2	7
Interest income	(260)	(340)
Net interest on retirement benefit obligations	11	11
Provision for obsolete inventories and doubtful Debts	(10)	179
Exchange gain from long term borrowings	3	(24)
Operating profit before working capital changes	**11,524**	**11,662**
Changes in working capital		
Inventories	(63)	(955)
Trade & other receivables	(751)	(1,348)
Trade & other payables	(2,057)	(352)
Cash generated from operations	**8,653**	**9,006**
Interest received	260	340
Interest paid	(2)	(7)
Income tax paid	(5,188)	(4,402)
WHT paid	(578)	(635)
Net cash generated from operating activities	**3,145**	**4,302**
Cash flows from investing activities		
Purchase and construction of property, plant & equipment	(18)	(317)
Net cash used in investing activities	**(18)**	**(317)**
Cash flows from financing activities		
Dividends paid	(4,862)	(5,154)
Payment of finance lease liabilities	(28)	(66)
Net cash outflow from financing activities	**(4,890)**	**(5,220)**
Net increase/ (decrease) in cash & cash equivalents	**(1,763)**	**(1,235)**
Cash & cash equivalents at the beginning of year	27,561	24,538
Increase/ (Decrease) in cash	(1,763)	(1,234)
Cash & cash equivalents at the end of the period	**25,798**	**23,304**
Analysis of cash & cash equivalents at the end of the period		
Cash in hand & bank balances	17,467	17,050
Short term investments	8,331	6,254
Total cash & cash equivalents	**25,798**	**23,304**

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CEYLON TOBACCO COMPANY PLC

Notes to the interim financial statements

1 General information

Ceylon Tobacco Company PLC is a public limited liability Company domiciled in Sri Lanka. The principal operations of the Company are manufacturing, marketing and selling cigarettes. The registered office of business is 178, Srimath Ramanathan Mawatha, Colombo 15. The ultimate holding company of Ceylon Tobacco Company PLC is British American Tobacco PLC through British American Tobacco International Holdings BV.

2 Basis of preparation

The condensed interim financial statements of Ceylon Tobacco Company PLC are for the year ended 31 March 2025. They have been prepared in accordance with LKAS 34 - Interim Financial Reporting. These interim financial statements have been prepared in accordance with the SLFRS standards and IFRIC interpretations issued and effective as at the time of preparing these statements. The condensed interim financial statements do not include all of the information required for full annual financial statements and have not been audited.

3 Comparatives

Comparatives are provided for the same period last year and for the statement of financial position at the date 31 March 2024. Where necessary comparative figures have been reclassified to conform with the current year's presentation.

4 Contingent Liabilities

There have been no material changes to the contingent assets or contingent liabilities since the last annual reporting period.

5 Events occurring after the reporting period

No material events have occurred since the end of the reporting date which would require adjustments to, or disclosure in the financial statements.
The directors recommend a fiest interim dividend of Rs 32 per share for 2025 and will be payable on 29th May 2025.

As per the revised budget, the Corporate Income Tax (CIT) rate has been increased from 40% to 45%.

6 Market Price Per share

For the quarter ended 31st March,	**2025**	**2024**
	Rs	**Rs**
Highest	1,560.00	1,235.00
Lowest	1,200.00	955.00
Last Traded	1,350.25	1,228.25

7 20 Largest Shareholders of the Company

Name of Shareholder	No. of Shares	% Holding
	31 Mar 2025	
British American Tobacco International Holdings B.V.	157,590,931	84.13
Philip Morris Brand SARL	15,585,910	8.32
CB NY S/A Allan Gray Frontier Markets Equity Fund Limited	3,267,374	1.74
J.B.Cocoshell (Pvt) Ltd	857,325	0.46
Rubber Investment Trust Ltd A/C 01	375,507	0.20
EMPLOYEE'S PROVIDENT FUND	314,000	0.17
Mrs Singh	295,233	0.16
Mr.Jayawardena Sanjeeva Praneeth	225,111	0.12
BANK AG SINGAPORE- PWM WM CLIENT)	221,320	0.12
Miss N. Harnam	196,061	0.10
Deutsche Bank AG AS Trustee For JB vantage Value Equity Fund	175,600	0.09
ODYSSEY CAPITAL PARTNERS (PRIVATE) LIMITED	159,442	0.09
Harnam Holdings SDN BHD	144,595	0.08
JAFFERJEE BROTHERS EXPORTS (PRIVATE)LIMITED	131,300	0.07
BNYM RE-GHI HOLDINGS MAURITIUS	129,687	0.07
MR. A.M. WEERASINGHE	124,587	0.07
Mr. J.D. Bandaranayake	118,412	0.06
MR. J.D. BANDARANAYAKE	112,450	0.06
RANAVAV HOLDINGS (PVT) LTD	112,448	0.06
GALLE FACE CAPITAL PARTNERS PLC	105,000	0.06
Sub Total	**180,242,293**	**96.23**
Others	7,168,211	3.83
Total Shares	**187,323,751**	**100.00**

9 Computation of % of Public Shareholding

	31 Mar 2025
	No of Shares
Parent Company	
British American Tobacco International (Holdings) BV	157,590,931
	157,590,931
Directors shareholding (including spouses & children)	
Mr. S.K. Shah	-
Ms. F. Subhani	-
Mr. S.R. Kidd	-
Mrs. S. Chandrasiri	-
Mr. K.De Alwis	-
Mr. T. Akbar	-
Mr. H.De Silva Wijeyeratne	-

Mr. G. Tarrant	-
	-
Parent Company	157,590,931
Subsidiaries or Associate Companies of Parent	-
Subsidiaries or Associate Companies	-
10% or more holding	-
Directors shareholding (including spouses & children)	-
Public Holding	29,732,820
	187,323,751

Public Holding as a % of Issued Share Capital	15.87%
Number of shareholders holding the Public Holding	4,988
Market Capitalisation of Public Holding (Rs. Million)	40,147

The Company complies with option 1 of the Listing Rules 7.13.1(a) - Float Adjusted Market Capitalisation of Rs.10.0Bn which requires no minimum public holding percentage.