



industrial asphalts (ceylon) plc

QUARTERLY ACCOUNTS

Q1 - 2018/2019



FORESIGHT ★ AUDACITY

a journey

INDUSTRIAL ASPHALTS (CEYLON) PLC

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industrial asphalts (ceylon) plc



COMPANY HISTORY

Industrial Asphalts (Ceylon) Plc – IAC - was established in 1964 by a dynamic and foresighted group of Sri Lankans. They had an audacious dream of converting an industry that was essentially dominated by multi national companies to a Sri Lankan capability. IAC was the first 100% Sri Lankan owned entity to produce specialist bituminous products in the post independent environment. The year 2014 represents the 50th anniversary of establishing IAC. 50 years of delivering high quality products supported by the deep technical knowledge in its products.

With a 50-year history in bituminous products, IAC is the pioneer in Bitumen in Sri Lanka. With an unenviable track record of delivering by far the best quality assured protective coatings and bitumen products in the country. IAC has brought to life NOLEAK®, BRITEX®, SEALKOTE®, EXCHEMIE®, amongst others. These registered trademarks are household names with an undisputed demand for the quality assured by these brands.



INDUSTRIAL ASPHALTS (CEYLON) PLC

INCOME STATEMENT

	For the three months ended			For the quarter ended		
	30.06.18 (unaudited) Rs'000	30.06.17 (unaudited) Rs'000	Change %	30.06.18 (unaudited) Rs'000	30.06.17 (unaudited) Rs'000	Change %
Revenue	37,733	6,349	494%	37,733	6,349	494%
Cost of Sales	(35,050)	(4,334)	-709%	(35,050)	(4,334)	-709%
Gross Profit	2,682	2,015	33%	2,682	2,015	33%
Other Income/ Expenses	8,530	53	16044%	8,530	53	16044%
Distribution Expenses	(3,127)	(1,031)	-203%	(3,127)	(1,031)	-203%
Administrative Expenses	(4,027)	(3,526)	-14%	(4,027)	(3,526)	-14%
Profit/ (Loss) from operating activities	4,059	(2,489)	263%	4,059	(2,489)	263%
Net Finance Cost	(3,641)	(2,917)	-25%	(3,641)	(2,917)	-25%
Profit/ (Loss) before Tax	418	(5,406)	108%	418	(5,406)	108%
Tax Expense	-	-	0%	-	-	0%
Profit/ (Loss) for the period	418	(5,406)	108%	418	(5,406)	108%
Other Comprehensive Income						
Total other comprehensive income for the period (net of tax)	-	-	0%	-	-	0%
Total comprehensive income for the period (net of tax)	418	(5,406)	108%	418	(5,406)	108%
Profit/ (loss) attributable to:						
Equity holders of the Company	418	(5,406)	108%	418	(5,406)	108%
Earnings per share (Rs.):						
Basic earnings/ (loss) per ordinary share	0.63	(8.11)		0.63	(8.11)	

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

INDUSTRIAL ASPHALTS (CEYLON) PLC

STATEMENT OF FINANCIAL POSITION

As at	30.06.18 (unaudited) Rs'000	31.03.18 (unaudited) Rs'000	Change %
ASSETS			
Property, plant and equipment	20,763	19,822	5%
Investment Property	577,600	577,600	0%
Non-current Assets	598,363	597,422	0%
Inventories	14,352	18,514	-22%
Trade and other receivables	47,410	11,840	300%
Financial investments - Fair value through profit or loss	9,188	3,507	162%
Financial investments - Available for Sale	-	10,029	-100%
Held to maturity investments	376	376	0%
Cash & cash Equivalents	19,750	737	2581%
Current Assets	91,076	45,004	102%
TOTAL ASSETS	689,439	642,425	7%
EQUITY & LIABILITIES			
Capital & Reserves			
Stated Capital	6,666	6,666	0%
Revaluation Reserve	46,113	46,113	0%
General Reserve	15,141	15,141	0%
Retained Earnings	464,719	466,301	0%
Total Equity	532,639	534,221	0%
Liabilities			
Deferred tax liability	1,666	1,666	0%
Retirement benefit obligation	1,034	1,061	3%
Non-current Liabilities	2,700	2,727	1%
Trade and other payables	18,259	12,901	-42%
Rent Received in Advance	28,350	-	100%
Income tax payable	-	-	0%
Dividend payable	1,251	971	-29%
Interest bearing loans and borrowings	27,667	17,158	-61%
Bank overdraft	78,572	74,447	-6%
Current Liabilities	154,100	105,477	-46%
Total Liabilities	156,799	108,204	-45%
Total Equity & Liabilities	689,439	642,425	7%
Net Assets Value per Ordinary Share (Rs.)	799.08	801.46	

The Financial Statements are in compliance with the requirements of Companies Act No. 7 of 2007.

and provide information as required by Colombo Stock Exchange.

S. Fernando

Financial Controller

Approved and signed for and behalf of the Board of Directors

M. Perera

Director

G. Ramanan

Managing Director/ CEO

16th August 2018

Colombo

INDUSTRIAL ASPHALTS (CEYLON) PLC

STATEMENT OF CHANGES IN EQUITY

For the three months ended 30th June 2018

	Stated Capital Rs.'000	Revaluation Reserve Rs.'000	General Reserve Rs.'000	Retained Earnings Rs.'000	Total Equity Rs.'000
Balance as at 1st April 2017 (audited)	6,666	46,113	15,141	(7,113)	60,807
Net Profit/ (Loss) for the three months	-	-	-	(5,406)	(5,406)
Other Comprehensive Income for the period	-	-	-	-	-
Balance as at 30th June 2017 (unaudited)	6,666	46,113	15,141	(12,519)	55,401
Net Profit/ (Loss) for the nine months	-	-	-	478,821	478,821
Other Comprehensive Income for the period	-	-	-	-	-
Total Comprehensive Income for the period	-	-	-	478,821	478,821
Transactions with equity holders					
Dividend paid	-	-	-	-	-
Balance as at 31st March 2018 (unaudited)	6,666	46,113	15,141	466,301	534,221
Balance as at 1st April 2018 (unaudited)	6,666	46,113	15,141	466,301	534,221
Net Profit/ (Loss) for the three months	-	-	-	418	418
Other Comprehensive Income for the period	-	-	-	-	-
Total Comprehensive Income for the period	6,666	46,113	15,141	466,719	534,639
Dividend paid	-	-	-	(2,000)	(2,000)
Balance as at 30th June 2018 (unaudited)	6,666	46,113	15,141	464,719	532,639

INDUSTRIAL ASPHALTS (CEYLON) PLC

CASH FLOW STATEMENT

For the three months ended 30th June	Unaudited 2018 Rs'000	Unaudited 2017 Rs'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (Loss) before Tax	418	(5,406)
Adjustments for:		
Depreciation & Amortization	771	1,501
Interest Income	(109)	(7)
Provisions/ Impairments	(3,685)	-
Provision for Gratuity	45	98
Change in Market value of investment	25	-
Net Finance Cost	3,641	2,917
Operating Profit before working capital changes	1,106	(897)
Changes in working capital:		
(Increase)/ Decrease in Inventories	4,162	1,307
(Increase)/ Decrease in Trade and other receivables	(30,920)	(885)
Increase/ (Decrease) in Trade and other payables	15,690	(370)
Cash generated from/ (used in) operations	(9,962)	(845)
Net Finance Cost	(3,641)	(2,917)
Gratuity paid	-	-
Taxation paid	-	-
Net Cash generated from/ (used in) operating activities	(13,603)	(3,763)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase and construction of property, plant & equipment	(1,863)	(264)
Proceeds on disposal of property, plant & equipment	2,240	-
Financial investments - Fair value through profit or loss	(5,681)	-
Net investment in Short term investments	10,029	-
Rent Deposit Received	14,750	-
Investment Income	(25)	-
Interest Income	109	7
Dividend Received	423	-
Net Cash from/ (used in) Investing activities	19,982	(257)
CASH FLOW FROM FINANCING ACTIVITIES		
Net Increase/ (Decrease) in interest bearing loans/ borrowings	10,509	179
Net Increase/ (Decrease) in Non-interest bearing loans/ borrowings	-	-
Dividends paid	(2,000)	-
Net Cash generated from/ (used in) Financing activities	8,509	179
Net Increase/ (Decrease) in Cash & cash Equivalents	14,889	(3,841)
Cash & cash equivalents at beginning of period	(73,710)	(68,976)
Cash & cash equivalents at end of period	(58,822)	(72,817)
Cash & short-term funds as at 30th June	19,750	335
Bank overdraft as at 30th June	(78,572)	(73,152)
	(58,822)	(72,817)

INDUSTRIAL ASPHALTS (CEYLON) PLC

SHAREHOLDING INFORMATION

Top 20 Shareholders

Name of the Shareholder	As at 30 June 2018	%
GOVINDASAMY RAMANAN	445,837	66.89
DR. THIRUGNANASAMBANDAR SENTHILVERL	43,688	6.55
MRS. KULARATNE SIRIYA WATHIE SOMAPALA	29,746	4.46
SAMPATH BANK PLC/MR SHABBIR ABBAS GULAMHUSEIN	19,054	2.86
MR. MURUGESU MAHIBALAN	16,569	2.49
MR. DON BUDDHADASA WETHASINGHE	12,000	1.80
MR. DEVALAMUNI PUSHPA KUMARA	7,436	1.12
MR. HAMISH WINSTON MCDONALD WOODWARD	6,932	1.04
MR. MOHAMED MALICK ABDUL LATIFF	6,253	0.94
WALDOCK MACKENZIE LTD/MR.S.A.GULAMHUSEIN	4,508	0.68
MR. ROHITH UDALAGAMA	4,000	0.60
MR. MOHAMED ANNES JUNAID	3,731	0.56
MRS. P.O. BOGAHALANDA	3,718	0.56
MRS. A.N. HERATH	3,308	0.50
MBSL/G.S.P. GUNASENA	3,248	0.49
MR. RATHWELLA GALAPITADENIYA GAYAN WIJESURIYA	2,810	0.42
MRS JANAKI MYLVAGANAM	2,466	0.37
MRS. ANOJA LALANIE HULANGAMUWA	2,306	0.35
EXECUTOR OF THE LAST WILL AND TESTAMENT OF THE LATE MR. A.Y.S. GNANAM	2,254	0.34
MRS. NANDANIE KRISHNAJENA VO PARANAGAMA DIVITOTAWELA	2,036	0.31
	621,900	93.31

Computation of Public Shareholding as at 30th June 2018

	Number of shares	Holding %
Parent Company	-	-
Subsidiaries and Associate Companies of Parent	-	-
Subsidiaries of Company	-	-
Related Party entities		
- Sigma Holdings (Pvt) Limited	470	0.07%

Directors Shareholding as at 30th June 2018

Director Name	Number of shares	Holding %
Mr. G Ramanan	445,837	66.89%
Mr. M Perera	-	-
Mr. S P Muthusamy	-	-
	445,837	66.89%

Spouse and children of Directors

	-	-
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Public Holding

	220,255	33.04%
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Total Number of Ordinary shares in issue (Voting)

	666,562	100.00%
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Number of Shareholders

Total number of shareholders as at 30th June 2018	368
Number of shareholders representing the Public holding	365

Float adjusted Market Capitalization (Rs.)

	75,921,899
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Market value of shares for the quarter ended

	30.06.2018	30.06.2017
Highest price per share (Rs.)	410.00	359.90
Lowest price per share(Rs.)	290.00	290.00
Last traded price per share (Rs.)	344.70	305.40

INDUSTRIAL ASPHALTS (CEYLON) PLC

EXPLANATORY NOTES

- 1 The Interim Financial Statements for the three months ended 30th June 2018 are drawn up from unaudited accounts of the Company.
- 2 These Interim Financial Statements are presented in accordance with LKAS 34 - Interim Financial Reporting and as required by Colombo Stock Exchange in terms of Rule 7.4.
- 3 There were no material capital commitments and contingencies as at 30th June 2018 except for the following.
 - a) Guarantees given by Commercial Bank of Ceylon PLC on behalf of Industrial Asphalts (Ceylon) PLC amounts to Rs.287,340
- 4 No circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the financial statements.
- 5 Dividends paid (Per Share in Rupees)

	Quarter ended 30.06.18	Quarter ended 30.06.17
Voting Ordinary Shares	3.00	-

INDUSTRIAL ASPHALTS (CEYLON) PLC

CORPORATE INFORMATION

Legal Form	Quoted Public Company with limited liability listed on the Colombo Stock Exchange
Date of Incorporation	30 June 1964
Date of Re-registration	1 August 2008
Accounting year end	31 March
New Registration Number	PQ185
Registered Office	No.28/1, New Nuge Road, Peliyagoda
Website	www.iac.lk
Auditors	A. I. Macan Markar & Co. Chartered Accountants 46-2/1, 2nd Floor, Lauries Road, Colombo 4
Directors	G. Ramanan (Managing Director/ CEO) M. Perera (Non-Executive Independent Director) S.P. Muthusammy (Non-Executive Independent Director)
Company Secretaries	Ninecap Corporate Solutions (Pvt) Ltd. No.55, Vinayalankara Mawatha, Colombo 10
Registrars	Ninecap Corporate Solutions (Pvt) Ltd. No.55, Vinayalankara Mawatha, Colombo 10
Bankers	Commercial Bank of Ceylon PLC Bank of Ceylon Hatton National Bank PLC



industrial asphalts (ceylon) PLC

28/1, New Nuge Road, Peliyagoda.

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