

ABANS ELECTRICALS PLC

**INTERIM
FINANCIAL STATEMENTS**

Six Months Ended 30th September 2018

ABANS ELECTRICALS PLC

STATEMENT OF COMPREHENSIVE INCOME

	Qtr Ended 30.09.2018 Rs.	Qtr Ended 30.09.2017 Rs.	06 Months Ended 30.09.2018 Rs.	06 Months Ended 30.09.2017 Rs.	Qtr Variance
Turnover	559,265,619	898,199,875	1,314,158,291	1,741,726,086	-37.73%
Cost of sales	(495,102,540)	(794,100,382)	(1,162,877,796)	(1,542,523,456)	-37.65%
Gross profit	64,163,079	104,099,493	151,280,496	199,202,630	-38.36%
Other income	25,580,931	13,471,252	40,967,445	28,428,402	89.89%
Distribution cost	(18,656,370)	(18,444,830)	(35,452,428)	(37,609,082)	1.15%
Administrative expenses	(62,335,403)	(62,433,038)	(127,708,348)	(127,485,064)	-0.16%
Finance expenses	(12,132,368)	(20,341,519)	(26,512,143)	(42,575,995)	-40.36%
Profit before taxation	(3,380,131)	16,351,358	2,575,021	19,960,891	120.67%
Income tax expenses	(1,015,400)	(1,188,796)	(4,420,105)	(2,392,723)	-14.59%
Profit for the year	(4,395,531)	15,162,562	(1,845,084)	17,568,168	128.99%
Other comprehensive income for the year net of tax	-	-	-	-	
Total comprehensive income	(4,395,531)	15,162,562	(1,845,084)	17,568,168	128.99%
Earnings per share – Basic/Diluted	(0.86)	2.97	(0.36)	3.44	

ABANS ELECTRICALS PLC

STATEMENT OF FINANCIAL POSITION

	30.09.2018 Rs.	31.03.2017 Rs.
Non-Current Assets		
Property, plant and equipment	1,078,524,261	966,036,699
Investment property	20,160,000	20,160,000
Intangible assets	82,894	97,695
Investments in subsidiaries	11,454,000	11,454,000
Investments in fixed deposits	219,710,622	170,567,277
Total Non-Current Assets	1,329,931,777	1,168,315,671
Current Assets		
Inventories	608,465,017	594,123,935
Trade and other receivables	115,382,773	142,590,713
Deposits, advances & prepayments	30,606,345	48,326,068
Amounts due from related parties	376,833,045	566,026,454
Income tax receivable/(payable)	6,810,382	(25,352,700)
Cash and cash equivalent	30,458,300	73,608,395
Total Current Assets	1,168,555,861	1,399,322,864
Total Assets	2,498,487,638	2,567,638,535
Capital and Reserves		
Stated capital	186,732,000	186,732,000
Capital reserves	2,100,000	2,100,000
Revaluation reserves	309,911,359	309,911,359
Retained earnings	678,676,260	680,521,344
Total Equity	1,177,419,619	1,179,264,703
Non-Current Liabilities		
Borrowings	514,335	2,693,825
Retirement benefit obligation	82,879,854	86,367,422
Deferred tax liability	163,405,636	163,405,636
Non-Current Liabilities	246,799,825	252,466,882
Current Liabilities		
Trade and other payables	488,996,252	510,594,000
Deferred service income	84,543,289	82,938,277
Amounts due to related parties	113,892,128	132,028,288
Borrowings	386,836,526	410,346,385
Current Liabilities	1,074,268,194	1,135,906,950
Total Liabilities	1,321,068,019	1,388,373,832
Total Equity and Liabilities	2,498,487,638	2,567,638,535

ABANS ELECTRICALS PLC

CASH FLOW STATEMENT

	06 Months Ended 2018/2019 Rs.	06 Months Ended 2017/2018 Rs.
Net profit before interest and taxation	29,087,164	25,844,011
Adjusted for:		
Profit from sale of property, plant & equipment	(11,744,125)	(445,901)
Depreciation	31,842,523	16,621,255
Defined benefit plan costs (Gratuity)	9,000,000	4,200,000
Interest Income	(11,133,156)	(4,540,400)
Bad debts provision	3,000,000	1,500,000
Provision for obsolete stock	885,854	1,500,000
Prior year profit adjustment	-	22,498
Deferred income	(51,988,213)	(19,106,880)
Cash flow from operating activities before working capital changes	(1,049,952)	25,594,582
(Increase) / decrease in receivables	24,207,945	10,534,929
(Increase) / decrease in deposits	17,719,723	8,111,160
(Increase) / decrease in inventories	(15,226,935)	(131,420,009)
(Increase) / decrease in related company transactions	171,057,248	321,260,268
Increase / (decrease) in accounts payable	(25,101,331)	(139,349,006)
Net Cash and Cash Equivalent from operating activities	171,606,698	94,731,923
Income tax paid	(36,221,015)	(4,902,643)
Gratuity paid	(12,487,568)	(5,535,137)
Interest paid	(24,391,844)	(18,351,814)
Net cash and cash equivalent from operating activities	98,506,271	65,942,329
Investing activities		
Interest income	11,133,156	4,540,400
Purchase of property, plant and equipment	(148,593,672)	(7,388,388)
Proceeds from disposal of property, plant & equipment	16,022,509	2,565,217
Investment in fixed deposits	(49,143,346)	(4,287,443)
Net cash and cash equivalent utilized in investing activities	(170,581,354)	(4,570,214)
Financing activities		
Repayment of loans	(8,076,949)	(4,614,000)
Net cash and cash equivalent from financing activities	(8,076,949)	(4,614,000)
Net increase /(decrease) in cash and cash equivalents	(80,152,032)	56,758,115
Cash and cash equivalents at the beginning of the year	59,250,673	3,725,980
Cash and cash equivalents at the end of the year	(20,901,359)	60,484,095

ABANS ELECTRICALS PLC

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs.	Capital Reserves Rs.	Revaluation Reserves Rs.	Retained Earnings Rs.	Total Rs.
Balance as at 1st April 2017	186,732,000	2,100,000	-	651,426,602	840,258,602
Net profit for the year	-	-	-	17,568,169	17,568,169
Final dividend 2016/2017	-	-	-	(15,331,680)	(15,331,680)
Prior year adjustment	-	-	-	22,498	22,498
Balance as at 30th September 2017	186,732,000	2,100,000	-	653,685,589	842,517,589
Balance as at 1st April 2018	186,732,000	2,100,000	309,911,359	680,521,344	1,179,264,703
Net profit for the year	-	-	-	(1,845,084)	(1,845,084)
Balance as at 30th September 2018	186,732,000	2,100,000	309,911,359	678,676,260	1,177,419,619

Notes to the Financial Statement

1. The company has followed the same Accounting Policies and Practices as disclosed in the Annual Report for the year ended 31st March 2018.
2. The above figures are provisional and subject to Audit.
3. There have been no event subsequent to the interim period, which require disclosure in the Interim Financial Statements.
4. Deferred Tax has not been adjusted.
5. There were no changes in the nature of the Contingent Liabilities & Assets which were disclosed in the Annual Report for the year ended 31st March 2018.

	Qtr Ended 30.09.2018 Rs.	Qtr Ended 30.09.2017 Rs.	Year Ended 31.03.2018 Rs.
Net Assets Per Share	230.39	164.89	230.75
Market Price per Share			
- Highest	80.00	99.90	111.90
- Lowest	66.20	86.10	84.30
- Last Traded Price	71.00	95.30	84.30

ABANS ELECTRICALS PLC

NOTES TO THE FINANCIAL STATEMENTS

Business segmental information- 06 months ended 30.09.2018

Business Segment	Rs. In Millions					
	Manufacturing		Services		Total	
	2018/2019	2017/2018	2018/2019	2017/2018	2018/2019	2017/2018
Turnover & Results						
Revenue -Assembling & Manu	718.86	1,121.24	-	-	718.86	1,121.24
-Services	190.41	168.63	404.89	451.86	595.30	620.49
Profit/ (Loss) for the year- Before Tax	(8.11)	(15.85)	10.69	35.81	2.58	19.96
Segment Operating Assets	1,329.33	1,466.70	1,174.13	864.76	2,503.46	2,331.46
Segment Operating Liabilities	818.93	1,101.70	296.35	276.26	1,121.85	1,377.96
Capital expenditure	146.72	22.75	1.87	11.76	148.59	34.51
Depreciation	23.73	23.69	8.10	10.17	31.83	33.86

Notes:

- Main products of Manufacturing Segment are Refrigerators, Washing Machines, Cookers and Air Conditioners.
- Under the Service Segment, company provides the services of repairs, Installations and sales of spares

Related party disclosures for the period ending 30.09.2018

Company	Relationship	Nature of Transaction	Rs. Mn
Abans PLC	Parent	Sales of Goods/Services	1,165.09
		Wharf Expenses	(6.41)
		Reimbursement of Warehouse & Transport Expenses	5.24
Abans Retail (Pvt) Ltd	Affiliate	Sales of Goods	22.99
Abans Marketing (Pvt) Ltd	Affiliate	Rent Expenses	(1.50)
Crown City Developers (Pvt) Ltd	Affiliate	Logistic Expense	(11.78)
Abans Engineering (Pvt) Ltd	Affiliate	Expenses on Purchases	(10.93)
Abans Logistics	Affiliate	Freight Expense	(4.48)

ABANS ELECTRICALS PLC

ADDITIONAL NOTES

- **No of Shares representing Stated Capital** 5,110,560

- **Directors Shareholding as at 30.09.2018**

<u>Name</u>	<u>Position</u>	<u>No of Shares</u>
Mrs. Aban Pestonjee	Director/Chairperson	293,438
Mr. Behman Pestonjee	Director	120 *
Mr. Athula Siriwardane	Director	NIL
Mrs. Dayangani Priyanthi Pieris	Independent Non-Executive Director	NIL
Mr. Kumar Se Silva	Independent Non-Executive Director	NIL
Mr. D M R Phillips	Independent Non-Executive Director	NIL

* This includes 90 shares held by Mr. B Pestonjee through First Capital Markets Limited

- **Total Number of Public Shareholders** 1,476

- **Public Holding Percentage** 47.19%

ABANS ELECTRICALS PLC

ADDITIONAL NOTES

20 Largest Shareholders as at 30.09.2018

	Name	No. Of Shares	%
1	Abans PLC	2,195,179	42.95 %
2	Mrs S Dubash	295,820	5.79 %
3	Mrs A Pestonjee	293,438	5.74 %
4	Mr R Pestonjee	226,872	4.44 %
5	Mr P N Pestonjee	199,952	3.91 %
6	Bank Of Ceylon No. 1 Account	196,303	3.84 %
7	Mr A J M Jinadasa	97,314	1.90 %
8	Dr K Poologasundram	72,076	1.41 %
9	Bansei Securities Capital (Pvt) Ltd/P.Basnayake	53,829	1.05 %
10	Dr S Yaddehige	50,000	0.98 %
11	Seylan Bank PLC/ Channa Nalin Rajahmoney	46,039	0.90 %
12	Mr G C Goonetilleke	44,000	0.86 %
13	Mrs B S Rasanayagam	43,680	0.85 %
14	Mr N R Selvadurai	40,000	0.78 %
15	Mr A J Dubash	38,808	0.76 %
16	Union Bank Of Colombo PLC/Mr.Sithampalam Abishek	33,017	0.65 %
17	Tranz Dominion, L L C	31,611	0.62 %
18	Mr. S S Sithambaranathan	29,872	0.58 %
19	Mr T Liyanage	23,868	0.47 %
20	Mr J D Jorge Calderon	23,344	0.46 %

.....
Sgd) Mr. Behman Pestonjee

Director

.....
(Sgd) Mr. Athula Siriwardane

Director

Date : 09th November 2018