

KELANI TYRES PLC

(Reg: No. PQ 123)

**INTERIM FINANCIAL STATEMENTS
FOR THREE MONTHS ENDED JUNE 30, 2024**



Corporate Office
203, Union Place
Colombo 02.

KELANI TYRES PLC AND ITS GROUP

**CONSOLIDATED STATEMENT OF
COMPREHENSIVE INCOME**

(all amounts in Sri Lankan Rupees thousands)

	Group		Company	
	Apr. -Jun.		Apr. - Jun.	
	2024 <i>(Un audited)</i>	2023 <i>(Audited)</i>	2024 <i>(Un audited)</i>	2023 <i>(Audited)</i>
Revenue	-	-	-	-
Direct costs	-	-	-	-
Gross margin	-	-	-	-
Operating income	15,650	18,228	15,650	518,228
	15,650	18,228	15,650	518,228
Administrative costs	(8,361)	(7,879)	(8,354)	(7,872)
Management Expenses	(19,299)	(14,419)	(19,299)	(14,419)
Depreciation	(272)	(272)	(272)	(272)
Operating profit	(12,283)	(4,342)	(12,276)	495,665
Finance Income	16,506	46,182	16,506	46,182
Finance costs	(261)	(1,670)	(261)	(1,670)
Profit/(Loss) before tax	3,962	40,170	3,969	540,176
Tax	-	-	-	-
Profit/(Loss) after tax	3,962	40,170	3,969	540,176
Share of results of JV	186,643	(36,305)	-	-
Profit/(Loss) for the period	190,605	3,864	3,969	540,176
Other comprehensive income:	-	-	-	-
Items that will not be reclassified to profit or (loss)				
Share of other comprehensive - -Income/expenses from Joint Venture	(5,890)	(20,465)	-	-
Total comprehensive income - -for the period, net of tax	184,715	(16,600)	3,969	540,176
Earning per share (for the period)	2.37	0.05	0.05	6.72

KELANI TYRES PLC AND ITS GROUP

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(all amounts in Sri Lankan Rupees thousands)

	Group		Company	
	30-06-2024 (un-audited)	31-03-2024 (audited)	30-06-2024 (un-audited)	31-03-2024 (audited)
ASSETS				
Non-current assets				
Property, plant and equipment	32,714	32,986	32,714	32,986
Investment Property	697,500	697,500	697,500	697,500
Investments in subsidiaries	-	-	10	10
Investment in JV	5,410,203	5,229,450	139,607	139,607
	6,140,417	5,959,936	869,831	870,103
Current assets				
Trade and other receivables	5,272	4,413	5,272	4,413
Amounts due from related parties	43,241	39,600	43,241	39,600
Income Tax Refund	4,315	4,315	3,712	3,712
Other Investments	872,986	874,952	872,986	874,952
Cash and cash equivalents	295,572	279,152	291,716	275,240
	1,221,386	1,202,432	1,216,928	1,197,917
Total assets	7,361,803	7,162,368	2,086,759	2,068,020
EQUITY AND LIABILITIES				
Equity attributable to equity holders				
Stated capital	402,000	402,000	402,000	402,000
Revaluation reserves	753,289	753,290	22,048	22,049
Retained earnings	6,018,451	5,833,735	1,474,648	1,470,678
Total equity	7,173,740	6,989,025	1,898,696	1,894,727
Non - current liabilities				
Retirement benefit obligations	11,156	11,156	11,156	11,156
Deferred tax liability	79,634	79,634	79,634	79,634
	90,790	90,790	90,790	90,790
Current liabilities				
Trade and other payables	78,097	73,097	78,097	73,047
Bank Overdraft	19,176	9,456	19,176	9,456
	97,273	82,553	97,273	82,503
Total liabilities	188,063	173,343	188,063	173,293
Total equity and liabilities	7,361,803	7,162,368	2,086,759	2,068,020
Net Asset Value Per share	89.23	86.93	23.62	23.57

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

Sgd

P. R. Mann

Finance Officer

The Board of Directors is responsible for the preparation and presentation of these Financial statements.

Sgd

Rohan T. Fernando

Managing Director

12th August 2024

Sgd

(Mrs) S. S. Jayatilaka

Director

KELANI TYRES PL AND ITS GROUP**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

(all amounts in Sri Lanka Rupees Thousands)

Company

	Stated capital	Revaluation Reserve	Retained Earnings	Total
Balance at 1 April 2023 (audited)	402,000	22,048	1,297,796	1,721,845
Profit for the Period	-	-	540,176	540,176
Balance at 30th Jun. 2023 (audited)	402,000	22,048	1,837,972	2,262,021
Balance at 1 April 2024 (audited)	402,000	22,048	1,470,678	1,894,727
Profit for the Period	-	-	3,969	3,969
Balance at 30th Jun. 2024 (Un-audited)	402,000	22,048	1,474,648	1,898,696

KELANI TYRES PL AND ITS GROUP**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

(all amounts in Sri Lanka Rupees Thousands)

Group

	Stated capital	Revaluation Reserve	Retained Earnings	Total
Balance at 1 April 2023 (audited)	402,000	753,290	5,341,208	6,496,498
Profit for the Period	-	-	3,864	3,864
Other comprehensive income	-	-	(20,465)	(20,465)
Balance at 30th Jun. 2023 (audited)	402,000	753,290	5,324,608	6,479,898
Balance at 1 April 2024 (audited)	402,000	753,290	5,833,735	6,989,025
Profit for the Period	-	-	190,605	190,605
Other comprehensive income	-	-	(5,890)	(5,890)
Balance at 30th Jun. 2024 (Un-audited)	402,000	753,290	6,018,451	7,173,740

KELANI TYRES PLC AND ITS GROUP

Cash flow statement

(all amounts in Sri Lankan Rupees thousands)

	Three months ended 30th Jun. 2024		Three months ended 30th Jun. 2023	
	Group	Company	Group	Company
Cash flows from operating activities				
Cash generated from (used in) operations	(11,510)	(11,454)	(1,374)	(1,268)
Interest received	16,506	16,506	46,180	46,180
Interest paid	(261)	(261)	(1,670)	(1,670)
Net cash generated from (used in) operating activities	4,735	4,791	43,136	43,242
Cash flows from investing activities				
Dividend received	-	-	500,000	500,000
Investment in government securities	-	-	(624,000)	(624,000)
Purchases of Units	1,965	1,965	(48,130)	(48,130)
Net cash (used in)/generated from investing activities	1,965	1,965	(172,130)	(172,130)
Cash flows from financing activities				
Change in Bank borrowings	-	-	(833)	(833)
Net cash (used in)generated from financing activities	-	-	(833)	(833)
Net (decrease)/increase in cash and cash equivalents	6,700	6,757	(129,828)	(129,721)
Movement in cash and cash equivalents				
At the start of period	269,696	265,784	133,833	129,667
(Decrease)/increase	6,700	6,757	(129,828)	(129,721)
At the end of period	276,396	272,540	4,005	(54)

KELANI TYRES PLC AND ITS GROUP**NOTES TO THE INTERIM FINANCIAL STATEMENTS:***(all amounts are in Sri Lanka Rupees thousands)***1 General Information****Company**

The company is a limited liability company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The address of its registered office is P.O.Box 8, Nungamugoda, Kelaniya.

Group

Joint Venture (JV):

The JV's principal activity is the manufacture of tyres and tubs locally and its sale thereof locally and internationally.

Subsidiary company:

The principal business activity is to hire out motor vehicles.

2 Basis of preparation

The Interim Financial Statements have been prepared in compliance with Sri Lanka Accounting Standard (LKAS-34) Interim Financial reporting. These interim financial statements should be read in conjunction with the annual financial statement for the year ended 31 Mar. 2024,

3 Significant Accounting Policies

The Company has adopted consistent accounting policies and method applied for the year ended 31st March 2024 and the presentation and classification of the financial statements of the previous year have been amended where relevant for better presentation and to be comparable with those of the current year.

4 Stated Capital

Stated Capital represented by issued shares is given below:

	6/30/24	6/30/23	3/31/24
Ordinary shares as at	80,400	80,400	80,400

5 There have been no other events subsequent to the Balance Sheet date, which require disclosure in the Interim Financial Statements.

6 Provision was made for taxation by joint venture CEAT SRI LANKA as follows:

	Rs.
Profit before Tax JV	561,220
Less: Provision for Tax	(187,934)
Profit after Tax	373,286

7 There were no Contingent Liabilities or Contingent Assets since the Balance Sheet date.

8 There were no Liability towards Management fee or any similar expenditure not provided for in the Interim Financial Statements.

9 Dividend per share

	Group		Company	
	6/30/24	6/30/23	6/30/24	6/30/23
Dividend received from the JV	Nil	500,000	Nil	500,000
Dividend declared & paid to shareholders	Nil	Nil	Nil	Nil
Number of shares in issue (thousands)	80,400	80,400	80,400	80,400
Dividend per share - (Rs.)	Nil	Nil	Nil	Nil

10 The figures have been presented in these financial statements are provisional and subject to audit, and also comparative figures have been reclassified where necessary.

11 Market price per share:

for the Three months ended 30th Jun.

	2024	2023
	Rs.	Rs.
Highest Price (10/06/24 & 28/06/23)	82.50	62.00
Lowest Price (01/04/24 & 29/05/23)	69.00	53.60
Closing Price	78.00	61.70

KELANI TYRES PLC
TOP 20 SHARE HOLDERS LIST
AS AT 30-06-2024

No.	Name	No of Shares	%
1	SILVERSTOCK LIMITED	38,595,028	48.004
2	BANCK OF CEYLON A/C CEYBANK UNIT TRUST	6,123,886	7.617
3	MR. H. M. UDESHI	5,050,000	6.281
4	EMPLOYEES TRUST FUND BOARD	2,835,639	3.527
5	MR. R. C. D. DE SILVA	2,000,000	2.488
6	EMPLOYEE'S PROVIDENT FUND	1,553,800	1.933
7	BANK OF CEYLON ACCOUNT CEYBANK - CENTURY GROWTH FUND	1,011,585	1.258
8	J. B. COCOSHELL (PVT) LTD	724,327	0.901
9	MRS. T. T. A. DE SILVA WEERASOORIYA	622,612	0.774
10	MOULDEX (PVT) LTD	600,000	0.746
11	MR. A. M. WEERASINGHE	520,000	0.647
12	MRS. K. PUSPARAJ	472,417	0.588
13	MRS. R. J. VIDANAPATHIRANA	470,567	0.585
14	ACUITY PARTERS (PVT) LTD/MR SUBRAMANIAM VASUDEVAN	458,392	0.570
15	SAMPATH BANK PLC / ARUNA ENTERPRISES(PVT) LTD	437,600	0.544
16	SANASA LIFE INSURANCE COMPANY PLC	424,966	0.529
17	DR T. SENTHILVERL	379,212	0.472
18	MR. B POBRAN	350,240	0.436
19	RANSIRI ENTERPRISES (PRIVATE) LIMITED	310,000	0.386
20	COMMERCIAL BANK OF CEYLON PLC A/C NO. 03	305,500	0.380

PUBLIC HOLDING

The percentage of shares held by the public as at 30th June 2024 is 49.471% comprising of 9,461 shareholders
(30th June 2023 - 50.086% comprising of 9,534 shareholders)

FLOAT ADJUSTED MARKET CAPITALIZATION AS AT 30TH JUNE 2024 - RS. 3,102,421,842/-

The Company is in compliance with Option 4 of Rule 7.13.1.i (a) of the Listing Rule of the Colombo Stock Exchange pertaining to minimum public holding.

SHARE HOLDINGS BY THE DIRECTORS AS AT 30TH JUNE 2024

Names of Directors	No of Shares as at 30th Jun. 2024	%
Mr. Chanaka De Silva	2,000,000	2.488%
Mr. Rohan T. Fernando	Nil	Nil
Mr. T. Bevan Perera	1920	0.002%
Mr. D. S. Kamantha Amarasekera	Nil	Nil
Mrs. S. S. Jayatilaka	240	0.000%
Mr. Eraj T. Fernando	24,553	0.031%
Mr. R. P. Weerasooria	Nil	Nil

KELANI TYRES PLC AND ITS GROUP

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont.):

Joint Venture Performance

The assets and liabilities and the income and the expenses of the Joint venture as follows:

Summarised Financial Position

	30-06-2024	30-06-2023
Non-Current Assets	7,536,452	7,600,899
Current Assets	8,427,607	7,717,489
Total Assets	15,964,060	15,318,388
Capital and Reserves	10,820,406	8,705,665
Non-Current Liabilities	1,066,243	909,230
Current Liabilities	4,077,410	5,703,493
Total Equity & Liabilities	15,964,060	15,318,388

Summarised Income Statement

	2024 Apr. to Jun.	2023 Apr. to Jun.
Production (MT)	2,976	2,177
Total Sales (MT)	3,025	2,380
Domestic Sales	3,732,915	2,991,227
Export Sales	222,498	267,061
Total Sales	3,955,413	3,258,289
Cost of Sales	(2,937,178)	(2,736,558)
Gross Profit	1,018,234	521,731
Distribution/Administrative Cost	(488,805)	(311,504)
Finance Cost less income	20,634	(74,061)
Other Operating Income	11,156	5,818
Pofit BeforeTax	561,220	141,983
Taxation	(187,934)	(214,594)
Profit for the period	373,286	(72,611)
Other Comprehensive income/(Expenses)	(11,779)	(40,929)
Total Comprehensive income	361,507	(113,540)