

KELANI TYRES PLC

(Reg: No. PQ 123)

INTERIM FINANCIAL STATEMENTS

FOR NINE MONTHS ENDED DECEMBER 31, 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		Group		Company	
	Apr. -Dec.		Apr. - Dec.		Oct. -Dec.		Oct. - Dec.	
	2024 <i>(Un audited)</i>	2023 <i>(Audited)</i>	2024 <i>(Un audited)</i>	2023 <i>(Audited)</i>	2024	2023	2024	2023
Revenue	-	-	-	-	-	-	-	-
Direct costs	-	-	-	-	-	-	-	-
Gross margin	-	-	-	-	-	-	-	-
Operating income	37,274	69,658	637,274	569,658	10,564	33,091	10,564	33,091
	37,274	69,658	637,274	569,658	10,564	33,091	10,564	33,091
Administrative costs	(92,227)	(51,649)	(92,143)	(51,501)	(26,423)	(8,138)	(26,352)	(8,064)
Management Expenses	(70,276)	(72,395)	(70,276)	(72,395)	(31,939)	(43,435)	(31,939)	(43,435)
Depreciation	(861)	(829)	(861)	(829)	(316)	(282)	(316)	(281)
Operating profit/(Loss)	(126,090)	(55,215)	473,994	444,934	(48,114)	(18,763)	(48,042)	(18,689)
Finance Income	66,030	119,545	66,029	119,545	20,212	15,162	20,212	15,162
Finance costs	(1,124)	(2,439)	(1,124)	(2,439)	(629)	(469)	(629)	(470)
Profit/(Loss) before tax	(61,184)	61,892	538,899	562,040	(28,531)	(4,069)	(28,459)	(3,996)
Tax	(18,120)	-	(18,120)	-	(18,120)	-	(18,120)	-
Profit/(Loss) after tax	(79,304)	61,892	520,779	562,040	(46,650)	(4,069)	(46,579)	(3,996)
Share of results of JV	601,200	514,300	-	-	213,135	309,427	-	-
Profit/(Loss) for the period	521,896	576,192	520,779	562,040	166,485	305,358	(46,579)	(3,996)
Other comprehensive income:	-	-	-	-	-	-	-	-
Items that may be subsequently reclassified to profit or (loss)								
Share of other comprehensive - -Income/expenses from Joint Venture	(19,127)	(12,979)	-	-	(6,697)	29,106	-	-
Total comprehensive income - -for the period, net of tax	502,769	563,213	520,779	562,040	159,788	334,464	(46,579)	(3,996)
Earning per share (for the period)	6.49	7.17	6.48	6.99	2.07	3.80	(0.58)	(0.05)

KELANI TYRES PLC AND ITS GROUP

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(all amounts in Sri Lankan Rupees thousands)

	Group		Company	
	31-12-2024 (un-audited)	31-03-2024 (audited)	31-12-2024 (un-audited)	31-03-2024 (audited)
ASSETS				
Non-current assets				
Property, plant and equipment	32,126	32,986	32,126	32,986
Investment Property	697,500	697,500	697,500	697,500
Investments in subsidiaries	-	-	10	10
Investment in JV	5,211,523	5,229,450	139,607	139,607
	5,941,149	5,959,936	869,243	870,103
Current assets				
Trade and other receivables	7,139	4,413	7,139	4,413
Amounts due from related parties	39,902	39,600	39,902	39,600
Income Tax Refund	603	4,315	-	3,712
Other Investments	912,675	874,952	912,675	874,952
Cash and cash equivalents	289,135	279,152	285,358	275,240
	1,249,454	1,202,432	1,245,074	1,197,917
Total assets	7,190,603	7,162,368	2,114,317	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	5,854,105	5,833,735	1,509,058	1,470,678
Total equity	7,009,394	6,989,025	1,933,106	1,894,727
Non - current liabilities				
Retirement benefit obligations	11,156	11,156	11,156	11,156
Deferred tax liability	79,633	79,634	79,634	79,634
	90,789	90,790	90,790	90,790
Current liabilities				
Trade and other payables	77,967	73,097	77,967	73,047
Provision for Taxation	7,500	-	7,500	-
Bank Overdraft	4,953	9,456	4,953	9,456
	90,420	82,553	90,420	82,503
Total liabilities	181,209	173,343	181,210	173,293
Total equity and liabilities	7,190,603	7,162,368	2,114,317	2,068,020
Net Asset Value Per share	87.18	86.93	24.04	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

6th February 2025

Sgd.

E. T. Fernando

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	-	-	562,040	562,040
Other comprehensive income	-	-	-	-
Dividend paid	-	-	(402,000)	(402,000)
Balance at 31st Dec. 2023 (audited)	402,000	22,048	1,457,835	1,881,884
Balance at 1 April 2024 (audited)	402,000	22,048	1,470,678	1,894,727
Profit for the Period	-	-	520,779	520,779
Other comprehensive income	-	-	-	-
Dividend paid	-	-	(482,400)	(482,400)
Balance at 31st Dec. 2024 (Un-audited)	402,000	22,048	1,509,058	1,933,106

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	-	-	576,192	576,192
Other comprehensive income	-	-	(12,979)	(12,979)
Dividend paid	-	-	(402,000)	(402,000)
Balance at 31st Dec. 2023 (audited)	402,000	753,290	5,502,421	6,657,711
Balance at 1 April 2024 (audited)	402,000	753,290	5,833,735	6,989,025
Profit for the Period	-	-	521,896	521,896
Other comprehensive income	-	-	(19,127)	(19,127)
Dividend paid	-	-	(482,400)	(482,400)
Balance at 31st Dec. 2024 (Un-audited)	402,000	753,290	5,854,105	7,009,394

KELANI TYRES PLC AND ITS GROUP

Cash flow statement

(all amounts in Sri Lankan Rupees thousands)

	Nine months ended 31st Dec. 2024		Nine months ended 31st Dec. 2023	
	Group	Company	Group	Company
Cash flows from operating activities				
Cash generated from (used in) operations	(119,676)	(119,541)	(69,090)	(68,841)
Interest received	66,030	66,029	119,544	119,544
Interest paid	(1,124)	(1,124)	(2,439)	(2,439)
Tax paid	(10,620)	(10,620)	-	-
Net cash generated from (used in) operating activities	(65,390)	(65,255)	48,015	48,263
Cash flows from investing activities				
Purchases of property, plant and equipment	-	-	(6,491)	(6,491)
Dividend received	600,000	600,000	500,000	500,000
Investment in government securities/other investments	(37,723)	(37,723)	(280,643)	(280,643)
Net cash (used in)/generated from investing activities	562,277	562,277	212,866	212,866
Cash flows from financing activities				
Dividend payment	(482,400)	(482,400)	(402,000)	(402,000)
Change in Bank borrowings	-	-	(833)	(833)
Net cash (used in)generated from financing activities	(482,400)	(482,400)	(402,833)	(402,833)
Net (decrease)/increase in cash and cash equivalents	14,486	14,621	(141,952)	(141,704)
Movement in cash and cash equivalents				
At the start of period	269,696	265,784	133,833	129,667
(Decrease)/increase	14,486	14,621	(141,952)	(141,704)
At the end of period	284,182	280,405	(8,119)	(12,037)

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:

	12/31/2024	12/31/2023	3/31/2024
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:

	<i>Rs.</i>
Profit before Tax JV	2,043,081
Less: Provision for Tax	<u>(840,680)</u>
Profit after Tax	<u>1,202,401</u>

7 Tax provided for the period by the Company is Rs. 7.5Mn

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

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

10 Dividend per share

	Group		Company	
	12/31/2024	12/31/2023	12/31/2024	12/31/2023
Dividend received from the JV	600,000	500,000	600,000	500,000
Dividend declared & paid to shareholders	482,400	402,000	482,400	402,000
Number of shares in issue (thousands)	80,400	80,400	80,400	80,400
Dividend per share - (Rs.)	6.00	5.00	6.00	5.00

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

12 Market price per share:

for the Nine months ended 31st Dec.

	<u>2024</u>	<u>2023</u>
	Rs.	Rs.
Highest Price (31/12/24 & 02/10/23)	84.00	67.00
Lowest Price (10/10/24 & 06/11/23)	73.10	59.80
Closing Price	83.50	63.50

KELANI TYRES PLC
TOP 20 SHARE HOLDERS LIST
AS AT 31-12-2024

No.	Name	No of Shares	%
1	SILVERSTOCK LIMITED	39,994,246	49.744
2	BANCK OF CEYLON A/C CEYBANK UNIT TRUST	6,123,886	7.617
3	MR. H. M. UDESHI	5,361,269	6.668
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	MRS. T. T. A. DE SILVA WEERASOORIYA	622,612	0.774
9	MOULDEX (PVT) LTD	600,000	0.746
10	MR. A. M. WEERASINGHE	520,000	0.647
11	MRS. K. PUSPARAJ	441,672	0.549
12	SAMPATH BANK PLC / ARUNA ENTERPRISES(PVT) LTD	437,600	0.544
13	SANASA LIFE INSURANCE COMPANY PLC	424,966	0.529
14	MR. B POBRAN	350,240	0.436
15	RANSIRI ENTERPRISES (PRIVATE) LIMITED	310,000	0.386
16	COMMERCIAL BANK OF CEYLON PLC A/C NO. 03	305,500	0.380
17	MRS. N. MULJIE	290,694	0.362
18	MRS. R. J. VIDANAPATHIRANA	290,292	0.361
19	MONA EXPORTS (PVT) LIMITED	261,396	0.325
20	MR. T. T. T. AL-NAKIB (DECEASED)	250,000	0.311

PUBLIC HOLDING

The percentage of shares held by the public as at 31st December 2024 is 46.958% comprising of 9,491 shareholders
(31st December 2023 - 49.615% comprising of 9,461 shareholders)

FLOAT ADJUSTED MARKET CAPITALIZATION AS AT 31ST DECEMBER 2024 - RS. 3,152,513,191/50

The Company is in compliance with Option 4 of Rule 7.13.1.1 (a) of the Listing Rule of the Colombo Stock Exchange pertaining to minimum public holding.

SHARE HOLDINGS BY THE DIRECTORS AS AT 31ST DECEMBER 2024

Names of Directors	No of Shares as at 31st Dec. 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- Resigned w.e.f. 30-10-2024	Nil	Nil
Mrs. S. S. Jayatilaka- Resigned w.e.f. 30-10-2024	Nil	Nil
Mr. Eraj T. Fernando	24,553	0.031%
Mr. R. P. Weerasooria	Nil	Nil
Mr. P. Samarasekera - Appointed w.e.f. 30-10-2024	Nil	Nil
Mr. B. C. H. Mendis - Appointed w.e.f. 30-10-2024	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

	31-12-2024	31-12-2023
Non-Current Assets	7,460,449	7,588,832
Current Assets	9,075,384	8,354,060
Total Assets	16,535,833	15,942,892
Capital and Reserves	10,423,046	9,821,845
Non-Current Liabilities	1,374,307	1,027,628
Current Liabilities	4,738,479	5,093,419
Total Equity & Liabilities	16,535,833	15,942,892

Summarised Income Statement

	2024 Apr. to Dec.	2023 Apr. to Dec.
Production (MT)	11,220	8,460
Total Sales (MT)	11,138	9,296
Domestic Sales	13,233,189	11,870,344
Export Sales	919,824	945,594
Total Sales	14,153,013	12,815,938
Cost of Sales	(10,478,091)	(9,667,415)
Gross Profit	3,674,923	3,148,523
Distribution/Administrative Cost	(1,709,557)	(1,573,693)
Finance Cost less income	31,740	(25,418)
Other Operating Income	45,975	36,828
Profit Before Tax	2,043,081	1,586,240
Taxation	(840,680)	(557,641)
Profit for the period	1,202,401	1,028,599
Other Comprehensive income/(Expenses)	(38,254)	(25,960)
Total Comprehensive income	1,164,147	1,002,639