

INTERIM RESULTS

FOR THE PERIOD ENDED

30TH SEPTEMBER 2018



MULLER & PHIPPS (CEYLON) PLC
98,SRI SANGARAJA MAWATHA
COLOMBO-10
COMPANY NO .PQ177

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

Period Ended 30th September	Unaudited Three Months to 2018 Rs,000	Unaudited Three Months to 2017 Rs,000	Variance	Unaudited Six Months to 2018 Rs,000	Unaudited Six Months to 2017 Rs,000	Variance
Revenue	345,690	201,723	71%	584,988	373,807	56%
Cost of Sales	(285,944)	(163,089)	-75%	(480,294)	(299,058)	-61%
Gross Profit	59,746	38,634	55%	104,694	74,749	40%
Other Operating Income	2,596	2,377	9%	2,596	3,106	-16%
Administrative Expenses	(33,066)	(30,862)	-7%	(62,823)	(58,517)	-7%
Distribution Expenses	(7,520)	(6,848)	-10%	(14,634)	(12,555)	-17%
Profit/(Loss) from Operations	21,756	3,301	559%	29,834	6,784	340%
Finance Income	2,521	3,169	-20%	5,245	6,516	-19%
Finance Expenses	(7,210)	(9,982)	28%	(12,244)	(22,165)	45%
Other Financial Items	(7,118)	211	-3473%	(9,737)	(649)	-1400%
Net Financing Income/ (Expenses)	(11,807)	(6,602)	-79%	(16,736)	(16,298)	-3%
Profit Before Income Tax Expense	9,949	(3,301)	401%	13,098	(9,515)	238%
Income Tax Expense	(2,326)	(163)	-1331%	(2,691)	(355)	-657%
Profit for the Period	7,624	(3,464)	320%	10,407	(9,870)	205%
Other Comprehensive Income						
Net Change in Fair Value of Available for Sale - Financial Assets	(4,309)	(5,301)	19%	(6,076)	1,600	-480%
Total Comprehensive Income for the Period	3,314	(8,765)	138%	4,331	(8,270)	152%
Earnings per share (Rs.)	0.03	(0.01)		0.04	(0.03)	

Figures in brackets indicate deductions.

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

Period Ended 30th September	Unaudited Three Months to 2018 Rs,'000	Unaudited Three Months to 2017 Rs,'000	Variance	Unaudited Six Months to 2018 Rs,'000	Unaudited Six Months to 2017 Rs,'000	Variance
Revenue	500	500	0%	1,000	1,000	0%
Cost of Sales	-	-		-	-	
Gross Profit	500	500	0%	1,000	1,000	0%
Other Operating Income	225	225	0%	225	225	0%
Administrative Expenses	(1,030)	(1,689)	39%	(1,818)	(2,485)	27%
Distribution Expenses	-	-		-	-	
Profit/(Loss) from Operations	(305)	(964)	68%	(592)	(1,260)	53%
Net Financing Income / (Expenses)	2,779	3,443	-19%	5,802	7,059	-18%
Profit Before Income Tax Expense	2,474	2,479	0%	5,209	5,799	-10%
Income Tax Expense	(180)	(163)	-11%	(377)	(355)	-6%
Profit for the Period	2,294	2,316	-1%	4,832	5,444	-11%
Other Comprehensive Income						
Net Change in Fair Value of Available for Sale - Financial Assets	(4,303)	(5,298)	19%	(6,070)	1,600	-479%
Total Comprehensive Income for the Period	(2,009)	(2,982)	33%	(1,238)	7,044	-118%
Earnings per share (Rs.)	0.01	0.01		0.02	0.02	

Figures in brackets indicate deductions.

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF FINANCIAL POSITION

As at	Group		Company	
	Unaudited 30-09-2018 Rs.'000	Audited 31-03-2018 Rs.'000	Unaudited 30-09-2018 Rs.'000	Audited 31-03-2018 Rs.'000
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	4,769	4,358	-	-
Intangible Assets	583	655	-	-
Investments in Subsidiaries	-	-	38,897	38,897
Financial Assets Available for Sale				
-Investment in Shares	29,544	35,687	13,267	19,404
-Investment in Debentures	35,470	47,903	35,470	47,903
Deferred Tax Assets	2,671	2,671	-	-
Total Non Current Assets	73,037	91,274	87,634	106,204
Current Assets				
Inventories	174,282	103,373	-	-
Trade and Other Receivables	533,245	411,402	20	20
Amounts due from Related Companies	48,686	47,006	65,852	65,113
Income Tax Recoverable	6,839	7,631	-	-
Cash and Cash Equivalent	22,885	2,148	17,992	1,533
Total Current Assets	785,937	571,560	83,864	66,666
TOTAL ASSETS	858,974	662,834	171,498	172,870
EQUITY AND LIABILITIES				
Equity				
Stated Capital	83,000	83,000	83,000	83,000
Reserves	118,186	113,855	85,985	87,222
Equity Attributable to Equity Holders of the Company	201,186	196,855	168,985	170,222
Non-Current Liabilities				
Retirement Benefit Obligations	4,815	5,895	-	-
Total Non Current Liabilities	4,815	5,895	-	-
Current Liabilities				
Trade and Other Payables	17,242	17,849	2,316	2,601
Income Tax Payable	196	47	196	47
Interest Bearing Borrowings	570,976	390,702	-	-
Bank Overdraft	64,560	51,486	-	-
Total Current Liabilities	652,973	460,084	2,513	2,648
TOTAL EQUITY & LIABILITIES	858,974	662,834	171,498	172,870
Net asset value per share	0.71	0.70	0.60	0.60

Above figures are provisional and subject to audit.

I certify that the Financial Statements of the Company have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd) N.Musheen

Senior Manager - Finance

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 Muller & Phipps (Ceylon) PLC.

(Sgd) R.C.A. Welikala

Director

Colombo

Date: 12th November 2018

Muller & Phipps (Ceylon) PLC

(Sgd) R.N. Bopearachy

Director

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF CHANGES IN EQUITY

Group

	Stated Capital Rs,'000	General Reserve Rs,'000	Capital Reserve Rs,'000	AFS Reserves Rs,'000	Retained Earnings Rs,'000	Total Rs,'000
Balance as at 1st April 2017	83,000	5,000	401	5,125	107,174	200,700
Profit for the Period	-	-	-	-	(9,870)	(9,870)
Other Comprehensive Income for the Period	-	-	-	1,600	-	1,600
Dividend for the Year	-	-	-	-	-	-
Balance as at 30th September 2017	83,000	5,000	401	6,725	97,304	192,430
Balance as at 1st April 2018	83,000	5,000	401	10,620	97,834	196,855
Profit for the Period	-	-	-	-	10,407	10,407
Other Comprehensive Income for the Period	-	-	-	(6,076)	-	(6,076)
Dividend for the Year	-	-	-	-	-	-
Balance as at 30th September 2018	83,000	5,000	401	4,544	108,241	201,186

Company

	Stated Capital Rs,'000	General Reserve Rs,'000	Capital Reserve Rs,'000	AFS Reserves Rs,'000	Retained Earnings Rs,'000	Total Rs,'000
Balance as at 1st April 2017	83,000	5,000	401	3,834	75,725	167,960
Profit for the Period	-	-	-	-	5,444	5,444
Other Comprehensive Income for the Period	-	-	-	1,600	-	1,600
Dividend for the Year	-	-	-	-	-	-
Balance as at 30th September 2017	83,000	5,000	401	5,434	81,170	175,005
Balance as at 1st April 2018	83,000	5,000	401	9,654	72,167	170,222
Profit for the Period	-	-	-	-	4,832	4,832
Other Comprehensive Income for the Period	-	-	-	(6,070)	-	(6,070)
Dividend for the Year	-	-	-	-	-	-
Balance as at 30th September 2018	83,000	5,000	401	3,584	77,000	168,985

MULLER & PHIPPS (CEYLON) PLC
CASH FLOW STATEMENT

Period Ended 30th September	Group		Company	
	Unaudited	Unaudited	Unaudited	Unaudited
	2018 Rs.'000	2017 Rs.'000	2018 Rs.'000	2017 Rs.'000
Cash flows from Operating Activities				
Profit Before Taxation	13,098	(9,515)	5,209	5,799
Adjustments for:				
Amortization/Depreciation on Property, Plant & Equipment	522	668	-	-
Interest Expenses	12,244	22,165	-	-
Provision for Retirement Benefit Obligation	900	990	-	-
Gain/(loss) on Conversion of Foreign Currency	(9,737)	-	-	-
Profit on Sale of Property, Plant & Equipment	-	(140)	-	-
Dividend Income	(225)	(225)	(225)	(225)
Interest Income	(5,245)	(6,516)	(5,802)	(7,059)
Operating Profit/(Loss) Before Working Capital Changes	11,556	7,427	(818)	(1,485)
(Increase)/ Decrease in Inventories	(70,909)	44,051	-	-
(Increase) / Decrease in Trade & Other Receivables	(121,843)	47,533	-	-
(Increase) / Decrease in Amount Due from Related Companies	(1,680)	5,388	(739)	4,334
Increase /(Decrease) in Trade & Other Payables	9,047	7,156	(368)	(368)
Cash Generated from Operations	(173,829)	111,555	(1,924)	2,481
Income Tax Expense Paid	(381)	(1,889)	(54)	(372)
Interest Paid	(12,244)	(22,165)	-	-
Gratuity Paid	(1,980)	(3)	-	-
WHT Paid	(94)	(58)	(90)	-
ESC Paid	(1,191)	-	-	-
Net Cash Outflows from Operating Activities	(189,719)	87,440	(2,068)	2,109
Cash Flow from Investing Activities				
Purchase of Property, Plant & Equipment	(862)	(234)	-	-
Dividend Received	225	225	225	225
Interest Received	5,245	6,516	5,802	7,059
Proceeds from Disposal of Property, Plant & Equipment	-	140	-	-
Proceeds from Financial Assets	12,500	-	12,500	-
Net cash Flows from Investing Activities	17,108	6,647	18,527	7,284
Cash Flows from Financing Activities				
Net Proceeds from Borrowings	180,274	(110,893)	-	-
Net cash Outflows from Financing Activities	180,274	(110,893)	-	-
Increase/ (Decrease) in Cash & Cash Equivalents	7,663	(16,806)	16,459	9,393
Cash & Cash Equivalents at the Beginning of the Year	(49,338)	(68,995)	1,533	(8,150)
Cash & Cash Equivalents at the End of the Period	(41,675)	(85,801)	17,992	1,243

MULLER & PHIPPS (CEYLON) PLC

NOTES

01. Above figures are provisional and subject to audit.
02. The accounting policies and methods of computation are consistent with those policies and methods followed during the previous financial year and are also in compliance with Sri Lanka Accounting Standard -34 Interim Financial Reporting.
03. The information shown in the previous quarter's Financial Statements have been re-classified to facilitate adoption of LKAS-01 "Presentation of Financial Statements".
04. The Stated Capital of the Company is Rs. 83,000,000 represented by 283,000,000 ordinary shares.
05. There has been no significant change in the nature of the contingent liabilities which were disclosed in the Audited Financial Statements for year ended 31st March 2018.
06. No circumstances have arisen since the Reporting Date, which would require adjustments to or disclosure in the Financial Statements.
07. None of the Directors held any shares directly as at 30.09.2018
08. The Percentage of shares held by the public as at 30th September 2018 was 48.37%.
09. Number of Public Shareholders as at 30th September 2018 were 2,805
10. The applicable option under CSE Rule 7.13.1 on minimum public holding is option 5 and the Float Adjusted Market Capitalization as of 30.09.2018 was Rs. 82,132,260.00
11. Market prices recorded during the Quarter

	30/09/2018	30/09/2017
	Rupees	Rupees
Highest	0.80	1.20
Lowest	0.60	1.00
Last traded price	0.60	1.10
(Volume Weighted Average Price)		

MULLER & PHIPPS (CEYLON) PLC**NOTES****Twenty Major Shareholders as at 30th September 2018**

	No of shares	Share Percentage %
01. E.B. Creasy & Company PLC	145,061,773	51.26
02. Sampath Bank PLC/ Dr.T.Senthilverl	74,592,100	26.36
03. Hexagon Holdings (Pvt) Ltd	4,860,000	1.72
04. First Capital Markets Limited/Mrs.S.S.De Fonseka	4,555,000	1.61
05. Getz Bros. & Co. Inc.	3,675,000	1.30
06. Mr. Ajith Krishantha Palliya Guruge Don	3,606,050	1.27
07. Mr. Abdul Majeed Mohamedu Risvi	1,223,699	0.43
08. Mr. Buwaneka Tissa Prathapasinghe and Mrs.Uma Kumari Prathapasinghe	1,000,000	0.35
09. Mr. Harshaka Chamupathie Subasinghe	1,000,000	0.35
10. Mr.Asiri Dilhan De Silva	774,195	0.27
11. Mr.Yatagama Lokuge Nandasena	749,271	0.26
12. Mr. Sajid Hussein Makeen	702,800	0.25
13. Mr. Abhayagunawardhanalage Nilantha Pradeep Abhayagunawardhana	680,200	0.24
14. Mr.Ravindra Erle Rambukwella	680,000	0.24
15. Colombo Investment Trust PLC	600,000	0.21
16. Aruna Enterprises (Pvt) Limited	500,000	0.18
17. Mr.Hilary Ayomal Fernando	500,000	0.18
18. Mr.Anura Neilan William	500,000	0.18
19. Mr. Sunil Somindranath Poholiyadde	492,276	0.17
20. People's Merchant Finance PLC/R.M.Samarakkody	490,427	0.17
	246,242,791	87.00