

DISTILLERIES COMPANY OF SRI LANKA PLC



INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED

30th June 2020

DISTILLERIES COMPANY OF SRI LANKA PLC
STATEMENTS OF COMPREHENSIVE INCOME

For the quarter ended 30th June 2020

	2020 Rs.'000s Unaudited	2019 Rs.'000s Unaudited	Variance %
Gross Revenue	14,551,622	20,054,506	-27.4%
Net Revenue	4,586,194	7,095,467	-35.4%
Cost of Sales	(2,569,916)	(3,848,333)	-33.2%
Gross Profit	2,016,278	3,247,134	-37.9%
Other Operating Income	106,106	94,972	11.7%
Distribution Expenses	(122,584)	(162,278)	-24.5%
Administrative Expenses	(201,772)	(330,874)	-39.0%
Profit from Operations	1,798,029	2,848,954	-36.9%
Finance Income	17,136	15,241	12.4%
Finance Cost	(98,989)	(71,468)	38.5%
Net Finance Income/(lost)	(81,853)	(56,227)	45.6%
Profit before Tax from continued operations	1,716,175	2,792,727	-38.5%
Taxation	(733,405)	(1,130,656)	-35.1%
Profit for the Period	982,770	1,662,071	-40.9%
Items that are or may be reclassified to Profit or Loss			
Net Change in fair Value of Available for Sale Financial Assets	(737,287)	(375,615)	
Total Other Comprehensive Income/(Expense) for the Period	(737,287)	(375,615)	96.3%
Total Comprehensive Income/(Expense) for the Period	245,483	1,286,456	
Earnings Per Share (Rs.)			
Basic Earnings per Share	0.21	0.36	-40.9%

DISTILLERIES COMPANY OF SRI LANKA PLC

STATEMENTS OF FINANCIAL POSITION

AS AT,	Unaudited 30-Jun-20 Rs.'000s	Unaudited 30-Jun-19 Rs.'000s	Unaudited 31-Mar-20 Rs.'000s
Non Current Assets			
Property, Plant and Equipment	5,696,037	6,213,858	5,787,436
Other Non Current Financial Investment	1,718,777	1,957,069	2,412,500
	7,414,814	8,170,927	8,199,936
Current Assets			
Inventories	3,677,649	5,558,600	4,717,515
Trade and Other Receivables	6,131,324	5,795,902	5,177,620
Amounts Due from Related Companies	481,343	4,009,637	832,315
Other Current Financial Investment	51,213	36,516	71,972
Cash and Cash Equivalents	407,299	271,998	410,567
	10,748,828	15,672,653	11,209,989
Total Assets	18,163,642	23,843,581	19,409,925
EQUITY AND LIABILITIES			
Capital and Reserve			
Stated Capital	3,000,000	3,000,000	3,000,000
Capital Reserve	2,225,432	2,498,664	2,962,232
Revenue Reserve	(668,342)	3,494,581	878,416
	4,557,090	8,993,245	6,840,648
Non Current Liabilities			
Deferred Tax Liabilities	2,035,571	2,035,571	2,035,571
Employee Benefits	207,772	161,935	211,735
	2,243,343	2,197,506	2,247,306
Current Liabilities			
Trade and Other Payables	4,276,224	4,152,115	3,699,470
Amounts Due to Related Companies	2,856	451,856	4,241
Taxes Payable	4,657,773	4,799,890	1,301,510
Bank Overdrafts and Other Short Term Borrowings	2,426,356	3,248,969	5,316,750
	11,363,209	12,652,830	10,321,971
Total Equity and Liabilities	18,163,642	23,843,581	19,409,925
 Net Assets per Share (Rs.)	 0.99	 1.95	 1.49

The above unaudited figures are provisional and subject to audit.

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

sgd/-

N.N.Nagahawatte

Head of Finance

The Directors are responsible for the preparation and presentation of these Financial Statements.

Signed for and on behalf of the board

sgd/-

D.H.S Jayawardena

Chairman/ Managing Director

sgd/-

Dr.A.N.Balasuriya

Director

11th September 2020

DISTILLERIES COMPANY OF SRI LANKA PLC
STATEMENTS OF CHANGES IN EQUITY

	Stated capital Rs.'000	Revaluation reserve Rs.'000	Capital reserve Rs.'000	General reserve Rs.'000	Available for sale reserve Rs.'000	retained earnings/(losse s Rs.'000	Total Rs.'000
Balance as at 1st April 2019 (UnAudited)	3,000,000	1,754,636	107,882	10,000	1,117,279	1,832,633	7,822,430
	3,000,000	1,754,636	107,882	10,000	1,117,279	1,832,633	7,822,430
Total Comprehensive Income for the Year							
Profit/(Loss) for the Period	-	-	-	-	-	1,661,971	1,661,971
Other Comprehensive Income							
Net Changes to Reserve	-	-	-	-	(491,133)	-	(491,133)
	-	-	-	-	(491,133)	1,661,971	1,170,838
Balance as at 30th June 2019	3,000,000	1,754,636	107,882	10,000	626,146	3,494,608	8,993,245
Balance as at 01st April 2020	3,000,000	1,754,636	107,882	10,000	1,081,089	887,040	6,840,647
Total Comprehensive Income for the Year							
Profit for the Year	-	-	-	-	-	982,770	982,770
Other Comprehensive Income							
Net Changes to Reserve	-	-	-	-	(736,327)	-	(736,327)
	-	-	-	-	(736,327)	982,770	246,443
Dividend Paid	-	-	-	-	-	(2,530,000)	(2,530,000)
Balance as at 30th June 2020	3,000,000	1,754,636	107,882	10,000	344,762	1,869,810	4,557,090

DISTILLERIES COMPANY OF SRI LANKA PLC
STATEMENTS OF CASH FLOWS

<i>For the Quarter ended 30th June 2020</i>	30-Jun-20	30-Jun-19
	Rs. '000	Rs. '000
Cash Generated from Operations		
Profit from operations	1,716,175	2,792,627
Adjustments for		
Depreciation	119,216	135,791
Interest Expenses	78,230	64,611
Interest Income	(17,136)	(15,241)
Dividend Income	(86,622)	(36,930)
(Gain)/ Loss on Disposal of P.P.E	(1,100)	-
Reversal/provision for Fall in value of Investments	20,759	6,857
Operating Profit before Working Capital Changes	1,829,522	2,947,715
(Increase)/Decrease in Inventories	1,039,866	(803,850)
(Increase)/Decrease in Receivables	(640,106)	1,516,623
Increase/(Decrease) in Payables	3,920,771	(1,564,856)
Cash flows from Operating Activities	6,150,053	2,095,632
Interest paid	(77,845)	(64,610)
Income Tax paid	(722,545)	(921,976)
Retiring Gratuity paid	(3,962)	(3,943)
Net Cash flows from Operating Activities	5,345,700	1,105,104
Cash flows from Investing Activities		
Acquisition of Property Plant and Equipment	(27,816)	-
Dividends Received	86,622	36,930
Proceeds on Disposal of Property Plant and Equipment	1,100	-
Interest Received	7,366	13,084
Cash flows from Financing Activities	67,273	50,014
Loans Obtained During the Period	6,915,000	-
Repayment of Loans	(9,874,090)	-
Dividend paid	(2,525,845)	(27)
Net Cash Flow Used in Financing Activities	(5,484,935)	(27)
Cash and Cash Equivalents		
At the Beginning of the period	252,905	(4,132,062)
Net Movement during the period	(71,962)	1,155,091
	180,943	(2,976,971)
At the End of the period		
Cash in Transit	81,694	139,342
Cash in Hand and Bank	325,605	132,656
Bank Over Draft	(226,356)	(1,298,969)
Bank & Other Borrowings	-	(1,950,000)
	180,943	(2,976,971)

DISTILLERIES COMPANY OF SRI LANKA PLC
NOTES TO THE FINANCIAL STATEMENTS

1. The interim Financial Statements have been prepared in accordance with the Accounting Policies set out in the most recent Annual Report and are in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting.

2. Where appropriate, the previous year's presentation has been amended to conform to current year classifications.

3. Non Financial Information

	30-06-2020	30-06-2019	31-03-2020
Net Assets Value per Share - (Rs)	0.99	3.00	1.49
Market Price per Share - Last Traded (Rs)	15.00	15.80	13.00
- Highest (Rs)	15.50	16.00	18.80
- Lowest (Rs)	11.90	13.50	12.80

4. 4,600,000,000 ordinary shares represent the Stated Capital.

5. The float adjusted market capitalisation as at 30th June 2020 was Rs.2,245,950,000/-, The percentage of shares held by the public as at 30th June 2020 is 3.255% and the number of public shareholders as at 30th June 2020 was 11,232.

6. The Company is not compliant with Rule 7.13.1.(a) of the Listing Rules of the Colombo Stock Exchange on minimum public holding.

7. Events occurring after the reporting period

Subsequent to the reporting period, no circumstances have arisen which would require adjustment to or disclosure in the financial statements.

8. Contingent Liabilities

There has not been a significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the year ended 31st March 2019.

DISTILLERIES COMPANY OF SRI LANKA PLC
NOTES TO THE FINANCIAL STATEMENTS

9. Top 20 Shareholders – 30th June 2020

RANK	NAME	NO OF SHARES	%
1	MELSTACORP PLC	4,253,009,164	92.46%
2	MILFORD EXPORTS (CEYLON) (PVT) LIMITED	147,520,592	3.21%
3	LANKA MILK FOODS (CWE) LIMITED	44,991,407	0.98%
4	MR. M.A. YASEEN	25,924,620	0.56%
5	RUBBER INVESTMENT TRUST LTD A/C NO 01	17,653,921	0.38%
6	COMMERCIAL BANK OF CEYLON PLC/L.E.M.YASEEN	15,466,666	0.34%
7	CEYLON INVESTMENT PLC A/C # 02	6,959,727	0.15%
8	CEYLON GUARDIAN INVESTMENT TRUST PLC A/C # 02	6,864,260	0.15%
9	MRS. L.E.M. YASEEN	5,978,334	0.13%
10	COMMERCIAL BANK OF CEYLON PLC/M.A.YASEEN	4,740,740	0.10%
11	CITIBANK NEWYORK S/A NORGES BANK ACCOUNT 2	4,442,499	0.10%
12	LAHUGALA PLANTATION (PRIVATE) LIMITED	4,379,922	0.10%
13	MRS. S.M. CHRYSOSTOM	3,374,814	0.07%
14	HATTON NATIONAL BANK PLC A/C NO.4 (HNB RETIREMENT PENSION FUND)	2,753,392	0.06%
15	STASSEN EXPORTS (PVT) LIMITED	2,505,718	0.05%
16	MR. M.H. RAOUF	2,417,000	0.05%
17	MR.D.HASITHA.S. JAYAWARDENA	2,231,505	0.05%
18	ASKOLD (PRIVATE) LIMITED	2,082,962	0.05%
19	MCSEN RANGE PRIVATE LIMITED	1,617,737	0.04%
20	DEUTSCHE BANK AG AS TRUSTEE FOR GUARDIAN ACUITY EQUITY FUND	1,181,236	0.03%
	Sub Total	4,556,096,216	99.05%
	Others Shareholders	43,903,784	0.95%
	TOTAL	4,600,000,000	100.00%

Percentage of Shares held by the public **3.255%**
Total No. of share holders who hold the public holding **11,232**

Directors' Shareholdings – 30th June 2020	No of Shares	%
Mr. D. H. S. Jayawardena	-	-
Mr. C. R. Jansz	-	-
Mr. N. De S. Deva Aditya	-	-
Mr. K. J. Kahanda	-	-
Dr. A. N. Balasuriya	-	-
Mr. D. Hasitha S. Jayawardena	2,231,505	0.05%
Mr.R. Seevaratnam	-	-
Mr. A. L. Gooneratne (Alternate Director to Mr. N. De S. Deva Aditya)	-	-
Ms. V. J. Senaratne (Alternate Director to Mr. K. J. Kahanda)	-	-

DISTILLERIES COMPANY OF SRI LANKA PLC
NOTES TO THE FINANCIAL STATEMENTS

CORPORATE INFORMATION

NAME OF COMPANY

Distilleries Company of Sri Lanka PLC

REGISTERED OFFICE

No.110, Norris Canal Road,
Colombo 10, Sri Lanka.
Tel: 011-2695295-7, 011-5507000
Fax: 011-2696360 Web: www.dcsigroup.com

COMPANY REGISTRATION NUMBER

PQ 112

BOARD OF DIRECTORS

Mr.D.H.S.Jayawardena - Chairman / Managing Director
Mr.C.R.Jansz
Mr.N. De S. Deva Aditya
Mr K. J. Kahanda
Dr.A.N.Balasuriya
Mr. D. Hasitha S. Jayawardena
Mr.R. Seevaratnam
Mr. A.L. Gooneratne (Alternate Director to Mr.N. De S. Deva Aditya)
Ms.V.J.Senaratne (Alternate Director to Mr. K.J. Kahanda)

COMPANY SECRETARY

Ms.V.J.Senaratne

AUDITORS

KPMG
Chartered Accountants
No.32A, Sir Mohamed Macan Marker Mawatha,
Colombo 03, Sri Lanka.

REGISTRARS

Central Depository Systems (Private) Limited
Registrars -Unit
No.341/5, Kotte Road,
Rajagiriya, Sri Lanka.

BANKERS

Bank of Ceylon
Commercial Bank of Ceylon PLC
DFCC Bank PLC
Hatton National Bank PLC
Hong Kong & Shanghai Banking Corporation
Nation's Trust Bank PLC
People's Bank
Seylan Bank PLC
Standard Chartered Bank

CREDIT RATING

The Company has been assigned 'AAA (Ika)'
National Long Term Rating with a Stable
Outlook by Fitch Ratings Lanka Limited.