

DISTILLERIES COMPANY OF SRI LANKA PLC



INTERIM FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31st March 2021

DISTILLERIES COMPANY OF SRI LANKA PLC
STATEMENTS OF COMPREHENSIVE INCOME

For the year ended 31 st March 2021	2021	2020	Variance %
	Rs.'000s Unaudited	Rs.'000s Audited	
Gross Revenue	92,830,169	81,647,447	13.70%
Net Revenue	29,246,749	27,895,338	4.8%
Cost of Sales	(15,793,781)	(16,323,548)	-3.2%
Gross Profit	13,452,969	11,571,790	16.3%
Other Operating Income	324,240	156,946	106.6%
Distribution Expenses	(733,935)	(694,551)	5.7%
Administrative Expenses	(1,094,614)	(1,161,196)	-5.7%
Profit from Operations	11,948,659	9,872,989	21.0%
Finance Income	124,141	226,390	-45.2%
Finance Cost	(376,628)	(607,808)	-38.0%
Net Finance Income/(Expense)	(252,487)	(381,418)	-33.8%
Profit before Tax from continued operations	11,696,172	9,491,571	23.2%
Taxation	(4,734,010)	(3,730,728)	26.9%
Profit for the year	6,962,162	5,760,843	20.9%
Other Comprehensive Income/(Expense)			
Items that will never be reclassified to Profit or Loss			
Actuarial Gain/(Loss) on Retirement Benefit Obligations	-	(27,063)	
Deferred tax on Actuarial Gain/(Loss)	-	10,825	
Deferred tax on revaluation surplus on land	-	-	
	-	(16,238)	
Items that are or may be reclassified to Profit or Loss			
Net Change in fair Value of Available for Sale Financial Assets	(588,811)	16,269	
	(588,811)	16,269	
Total Other Comprehensive Income/(Expense) for the Period	(588,811)	31	
Total Comprehensive Income/(Expense) for the Period	6,373,351	5,760,874	
Earnings Per Share (Rs.)			
Basic Earnings per Share	1.51	1.25	20.9%

DISTILLERIES COMPANY OF SRI LANKA PLC
INCOME STATEMENTS

For the Quarter ended 31 st March 2021	2021 Rs.'000s Unaudited	2020 Rs.'000s Audited	Variance %
Gross Revenue	26,599,889	19,055,925	39.6%
Net Revenue	7,799,197	6,013,351	29.7%
Cost of Sales	(4,796,886)	(3,257,727)	47.2%
Gross Profit	3,002,311	2,755,624	9.0%
Other Operating Income	135,272	32,259	319.3%
Distribution Expenses	(317,341)	(248,750)	27.6%
Administrative Expenses	(329,135)	(257,498)	27.8%
Profit from Operations	2,491,107	2,281,635	9.2%
Finance Income	31,677	159,090	-80.1%
Finance Cost	(240,249)	(434,293)	-44.7%
Net Finance Income/(Expense)	(208,572)	(275,203)	-24.2%
Profit before Tax from continued operations	2,282,535	2,006,432	13.8%
Taxation	(944,192)	(719,992)	31.1%
Profit for the Period	1,338,343	1,286,440	4.0%
Other Comprehensive Income/(Expense)			
Actuarial Gain/(Loss) on Retirement Benefit Obligations	-	(27,063)	
Deferred tax on Actuarial Gain/(Loss)	-	10,825	
	-	(16,238)	
Items that are or may be reclassified to Profit or Loss			
Net Change in fair Value of Available for Sale Financial Assets	(18,103)	43,835	
	(18,103)	43,835	
Total Other Comprehensive Income/(Expense) for the Period	(18,103)	27,597	-165.6%
Total Comprehensive Income/(Expense) for the Period	1,320,240	1,314,037	
Earnings Per Share (Rs.)			
Basic Earnings per Share	0.29	0.28	4.0%

DISTILLERIES COMPANY OF SRI LANKA PLC
STATEMENTS OF FINANCIAL POSITION

AS AT,	Unaudited 31-Mar-21 Rs. '000s	Audited 31-Mar-20 Rs. '000s
Non Current Assets		
Property, Plant and Equipment	5,249,787	5,670,603
Right-of-use Asset	1,470,982	1,892,367
Other Non Current Financial Investment	1,936,188	2,490,840
	8,656,957	10,053,810
Current Assets		
Inventories	4,271,213	4,733,605
Other Receivables	4,181,174	3,114,875
Trade Receivables	3,661,644	1,857,248
Amounts Due from Related Companies	628,167	804,252
Other Current Financial Investment	58,186	71,966
Cash and Cash Equivalents	2,316,741	242,171
	15,117,125	10,824,117
Total Assets	23,774,082	20,877,927
EQUITY AND LIABILITIES		
Capital and Reserve		
Stated Capital	3,000,000	3,000,000
Capital Reserve	2,429,066	3,006,066
Revenue Reserve	3,431,148	889,739
	8,860,214	6,895,805
Non Current Liabilities		
Deferred Tax Liabilities	1,785,178	1,785,179
Employee Benefits	219,082	211,734
Lease Liability	1,376,204	1,665,087
	3,380,464	3,662,000
Current Liabilities		
Trade and Other Payables	4,063,795	3,452,804
Amounts Due to Related Companies	1,441	26,111
Lease Liability	279,417	354,945
Taxes Payable	6,814,765	1,298,483
Interest Bearing Loans and Borrowings	-	5,187,778
Bank Overdrafts	373,986	1
	11,533,404	10,320,122
Total Equity and Liabilities	23,774,082	20,877,927
Net Assets per Share (Rs.)	1.93	1.50

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

25th May 2021

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/(losses) Rs.'000	Total Rs.'000
Balance as at 1st April 2019 (Audited)	3,000,000	1,754,636	107,882	10,000	1,117,279	1,832,633	7,822,430
Adjustment due to initial application of SLFRS 16						(17,499)	(17,499)
	3,000,000	1,754,636	107,882	10,000	1,117,279	1,815,134	7,804,931
Total Comprehensive Income for the Year							
Profit/(Loss) for the Year	-	-	-	-	-	5,760,843	5,760,843
Other Comprehensive Income							
Net Change in fair value of instruments measured at FVOCI	-	-	-	-	16,269	-	16,269
Actuarial gain/(losses) on Employee Benefits	-	-	-	-	-	(27,063)	(27,063)
Deferred tax on actuarial Loss	-	-	-	-	-	10,825	10,825
					16,269	5,744,605	5,760,874
Total Comprehensive Income for the Year	-	-					
Transactions with Owners directly recorded in the Equity							
Dividends paid during the year	-	-	-	-	-	(6,670,000)	(6,670,000)
Total contributions by and distributions to owners	-	-	-	-	-	(6,670,000)	(6,670,000)
Balance as at 31st March 2020	3,000,000	1,754,636	107,882	10,000	1,133,548	889,739	6,895,805
Balance as at 01st April 2020	3,000,000	1,754,636	107,882	10,000	1,133,548	889,739	6,895,805
Total Comprehensive Income for the Year							
Profit for the Year	-	-	-	-	-	6,962,162	6,962,162
Other Comprehensive Income							
Net Changes to Reserve	-	-	-	-	(588,811)	-	(588,811)
	-	-	-	-	(588,811)	6,962,162	6,373,351
Dividend Paid	-	-	-	-	-	(4,408,942)	(4,408,942)
Balance as at 31st March 2021	3,000,000	1,754,636	107,882	10,000	544,737	3,442,959	8,860,214

DISTILLERIES COMPANY OF SRI LANKA PLC
STATEMENTS OF CASH FLOWS

<i>For the year ended 31st March 2021</i>	31-Mar-21	31-Mar-20
	Rs. '000	Rs. '000
Cash Generated from Operations		
Profit from operations	11,696,172	9,491,571
Adjustments for		
Gain on Sale of Property, Plant & Equipment	(7,805)	(8,466)
Depreciation and Amortization of PPE and Intangible Assets	484,989	527,931
Amortization of Right-of-Use Assets	421,385	423,421
Provision for Retirement Benefit Obligation	45,000	37,341
(Gain) /Loss on Change in Fair Value of Financial Assets	(1,661)	(28,601)
Interest Income	(124,141)	(226,390)
Dividend Income	(187,899)	(49,783)
Interest Expenses	378,289	607,809
Revaluation Loss on Lands	-	-
Operating Profit before Working Capital Changes	12,704,329	10,774,833
Working Capital Changes		
(Increase)/Decrease in Trade & Other Receivables	(2,870,696)	2,368,717
(Increase)/Decrease in Inventories	462,392	21,144
(Increase)/Decrease in Amount Due from Related Companies	165,187	2,977,194
Increase/(Decrease) in Payables	4,840,440	(4,400,468)
Increase/(Decrease) in Amount Due to Related Companies	(24,670)	(468,206)
Cash Generated from Operations	15,276,984	11,273,214
Income Tax Paid	(3,363,308)	(4,867,759)
Retiring Gratuities paid	(37,652)	(18,548)
Net Cash Flows Generated from Operating Activities	11,876,025	6,386,907
Cash flow from Investing Activities		
Acquisition of Property, Plant & Equipment	(106,770)	(100,471)
Proceeds on Sale of Property, Plant & Equipment	7,805	123,793
Sub Lease Rental Income Received	73,697	20,701
Loan Settlement Received	-	66,319
Interest Received	108,492	180,860
Dividend Received	44,161	49,783
Net Cash Flows Generated from Investing Activities	127,385	340,985
Cash Flow from Financing Activities		
Finance Cost Paid	(107,120)	(243,340)
Lease Rent Paid	(635,579)	(593,414)
Loans Obtained during the year	27,565,000	68,807,000
Loans Paid during the year	(32,724,090)	(68,243,910)
Dividend Paid	(4,401,035)	(6,670,000)
Net Cash Flows Used in Financing Activities	(10,302,825)	(6,943,664)
Net (Decrease)/Increase in Cash and Cash Equivalents During the Year	1,700,584	(215,772)
Cash and Cash Equivalents at the Beginning of the Year	242,170	457,942
Cash and Cash Equivalents at the End of the Year	1,942,754	242,170
Analysis of Cash and Cash Equivalents at the End of the Year		
Cash in Hand	14,799	13,210
Cash in Bank	2,209,164	89,266
Cash in Transit	92,777	139,695
Bank Overdraft	(373,986)	(1)
	1,942,754	242,170

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

	31-03-2021	31-03-2020
Net Assets Value per Share - (Rs)	1.93	1.50
Market Price per Share - Last Traded (Rs)	19.90	13.00
- Highest (Rs)	24.60	18.80
- Lowest (Rs)	19.20	12.80

4. 4,600,000,000 ordinary shares represent the Stated Capital.
5. The float adjusted market capitalisation as at 31st March 2021 was Rs.2,994,273,400/-, The percentage of shares held by the public as at 31st March 2021 is 3.271% and the number of public shareholders as at 31st March 2021 was 11,573.
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 2020.

DISTILLERIES COMPANY OF SRI LANKA PLC
NOTES TO THE FINANCIAL STATEMENTS

9. Top 25 Shareholders – 31st March 2021

RANK	NAME	NO OF SHARES	%
1	MELSTACORP PLC	4,252,262,664	92.44
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	15,653,921	0.34
6	COMMERCIAL BANK OF CEYLON PLC/L.E.M.YASEEN	15,466,666	0.34
7	MRS. L.E.M. YASEEN	5,978,334	0.13
8	CEYLON INVESTMENT PLC A/C # 02	5,939,727	0.13
9	CEYLON GUARDIAN INVESTMENT TRUST PLC A/C # 02	5,884,960	0.13
10	COMMERCIAL BANK OF CEYLON PLC/M.A.YASEEN	4,740,740	0.10
11	J.B. COCOSHELL (PVT) LTD	4,409,201	0.10
12	MRS. S.M. CHRYSOSTOM	3,374,814	0.07
13	AIA INSURANCE LANKA LIMITED A/C NO.07	3,354,165	0.07
14	MR. M.H. RAOUF	2,510,000	0.05
15	STASSEN EXPORTS (PVT) LIMITED	2,505,718	0.05
16	HATTON NATIONAL BANK PLC A/C NO.4 (HNB RETIREMENT PENSION FUND)	2,388,053	0.05
17	MR.D.HASITHA.S. JAYAWARDENA	2,231,505	0.05
18	ASKOLD (PRIVATE) LIMITED	2,050,000	0.04
19	MCSEN RANGE PRIVATE LIMITED	1,617,737	0.04
20	MR. A.M. WEERASINGHE	1,500,000	0.03
21	CAPITAL TRUST HOLDINGS LTD	1,253,987	0.03
22	AIA INSURANCE LANKA LIMITED A/C NO.06	1,142,500	0.02
23	MR. D.C.D.L.S.D. PERERA	1,076,758	0.02
24	JB CAPITAL(PRIVATE) LIMITED	1,000,000	0.02
25	JAFFERJEE BROTHERS (EXPORTS) LIMITED	1,000,000	0.02
	Sub Total	4,555,778,069	99.04%
	Others Shareholders	44,221,931	0.96%
	TOTAL	4,600,000,000	100.00%

Percentage of Shares held by the public **3.271%**

Total No. of share holders who hold the public holding **11,573**

Directors' Shareholdings – 31st March 2021	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 (lka)'
National Long Term Rating with a Stable
Outlook by Fitch Ratings Lanka Limited.