

E B CREASY & COMPANY PLC
(PQ 182)



INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30TH SEPTEMBER 2024

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

CONSOLIDATED

For the period ended 30th September	Quarter Ended			Six Months Ended		
	2024 Rs. '000	2023 Rs. '000	Variance %	2024 Rs. '000	2023 Rs. '000	Variance %
Revenue	7,956,378	6,223,483	28%	14,701,209	11,893,370	24%
Cost of Sales	(5,389,937)	(4,371,043)	23%	(9,973,263)	(8,011,687)	24%
Gross Profit	2,566,441	1,852,440	39%	4,727,946	3,881,683	22%
Other Income	14,645	473	2996%	41,088	9,643	326%
Selling and Distribution Expenses	(1,239,891)	(1,023,352)	21%	(2,303,674)	(1,747,491)	32%
Administrative Expenses	(695,818)	(531,809)	31%	(1,374,081)	(1,106,443)	24%
Net Finance Expenses	(213,833)	(281,220)	-24%	(465,312)	(692,651)	-33%
Profit before Tax	431,544	16,532	2510%	625,967	344,741	82%
Income Tax Expense	(158,519)	(7,769)	1940%	(254,883)	(101,943)	150%
Profit for the period	273,025	8,763	3016%	371,084	242,798	53%
Other Comprehensive Income/(Expense)						
Items that will not be reclassified to Profit or Loss						
Remeasurement of Retirement Benefit Obligation	-	4,276	-100%	-	-	-
Equity Investment at FVOCI - Net Changes in Fair Value	(71,553)	133,735	-154%	7,065	27,011	-74%
Other Comprehensive Income/(Expense) for the period, net of tax	(71,553)	138,011	-152%	7,065	27,011	-74%
Total Comprehensive Income for the period	201,472	146,774	37%	378,149	269,809	40%
Profit/(Loss) Attributable to:						
Equity Holders of the Parent	266,122	(30,876)		357,433	216,984	
Non-Controlling Interest	6,903	39,639		13,651	25,814	
Profit for the period	273,025	8,763		371,084	242,798	
Total Comprehensive Income attributable to:						
Equity Holders of the Parent	194,568	107,135		364,476	243,634	
Non-Controlling Interest	6,904	39,639		13,673	26,175	
Total Comprehensive Income for the period	201,472	146,774		378,149	269,809	
Basic Earnings / (Loss) per Share (Rs.)	1.05	(0.12)		1.41	0.86	

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME COMPANY

For the period ended 30th September	Quarter Ended			Six Months Ended		
	2024 Rs. '000	2023 Rs. '000	Variance %	2024 Rs. '000	2023 Rs. '000	Variance %
Revenue	3,056,523	2,112,232	45%	5,455,888	4,257,637	28%
Cost of Sales	(2,208,715)	(1,599,107)	38%	(3,832,318)	(3,145,003)	22%
Gross Profit	847,808	513,125	65%	1,623,569	1,112,634	46%
Other Income	5,190	4,170	24%	14,921	9,689	54%
Selling and Distribution Expenses	(355,763)	(276,319)	29%	(639,152)	(405,444)	58%
Administrative Expenses	(250,812)	(220,475)	14%	(493,750)	(428,107)	15%
Net Finance Expenses	(78,823)	(212,356)	-63%	(166,559)	(457,461)	-64%
Profit / (Loss) before Tax	167,600	(191,855)	187%	339,030	(168,689)	301%
Income Tax Expense / (Reversal)	(50,280)	61,713	-181%	(101,709)	54,763	-286%
Profit / (Loss) for the Period	117,320	(130,142)	190%	237,321	(113,926)	308%
Other Comprehensive Income/(Expense)						
Items that will not be reclassified to Profit or Loss						
Remeasurement of Retirement Benefit Obligation	-	2,411	-100%	-	-	-
Equity Investments at FVOCI - Net Changes in Fair Value	(67,887)	114,715	-159%	5,596	14,711	-62%
Other Comprehensive Income/(Expense) for the period, net of tax	(67,887)	117,126	-158%	5,596	14,711	-62%
Total Comprehensive Income/(Expense) for the period	49,434	(13,016)	480%	242,917	(99,215)	345%
Basic Earnings / (Loss) Per Share (Rs.)	0.46	(0.51)		0.94	(0.45)	

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

STATEMENT OF FINANCIAL POSITION

	GROUP		COMPANY	
As at	30.09.2024 Unaudited Rs. '000	31.03.2024 Audited Rs. '000	30.09.2024 Unaudited Rs. '000	31.03.2024 Audited Rs. '000
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	8,202,010	8,151,147	5,150,251	5,059,490
Intangible Assets	197,384	196,667	2,555	3,435
Right of Use Asset	363,688	311,271	289,190	302,443
Investments in Subsidiaries	-	-	2,160,422	2,160,422
Other Financial Assets measured at Fair Value through OCI	2,317,383	2,310,317	1,365,242	1,359,647
Refundable Deposit	10,464	7,924	1,908	-
Deferred Tax Asset	98,125	98,125	-	-
Total Non-Current Assets	11,189,054	11,075,451	8,969,568	8,885,437
Current Assets				
Inventories	6,648,910	5,071,049	2,450,631	1,628,083
Trade and Other Receivables	4,626,549	4,677,617	195,351	277,514
Amount Due from Related Companies - Trade	176,950	132,430	309,996	388,474
Amount Due from Related Companies - Non - trade	203,755	131,275	398,635	306,854
Other Financial Assets measured at Amortised Cost - Loans due from Related Parties	367,709	336,823	145,008	111,524
Income Tax Recoverable	14,785	43,210	-	-
Cash and Cash Equivalents	849,768	958,783	257,770	300,196
Total Current Assets	12,888,426	11,351,187	3,757,391	3,012,645
Total Assets	24,077,480	22,426,638	12,726,959	11,898,082
EQUITY AND LIABILITIES				
Equity				
Stated Capital	25,731	25,731	25,731	25,731
General Reserves	9,548	9,548	9,548	9,548
Revaluation Reserve	2,229,960	2,229,960	1,917,202	1,917,202
Retained Earnings	4,401,640	4,037,164	3,623,518	3,380,601
Equity Attributable to Equity Holders of the Company	6,666,879	6,302,403	5,575,999	5,333,082
Non-Controlling Interest	430,209	416,536	-	-
Total Equity	7,097,088	6,718,939	5,575,999	5,333,082
Non-Current Liabilities				
Loans and Borrowings	1,281,288	1,186,478	794,576	821,854
Lease Liabilities	385,609	331,235	342,388	348,848
Deferred Income and Capital Grants	3,358	3,488	3,358	3,488
Deferred Tax Liability	984,669	984,669	757,435	757,435
Other Payables	64,113	65,150	-	-
Retirement Benefit Obligations	1,143,604	1,069,889	658,749	606,830
Total Non-Current Liabilities	3,862,641	3,640,909	2,556,506	2,538,455
Current Liabilities				
Loans and Borrowings	5,401,672	5,787,613	2,221,446	1,941,104
Lease Liabilities	67,540	72,551	11,730	11,730
Current Taxation Payable	178,722	187,339	77,827	162,392
Trade and Other Payables	6,174,223	5,131,671	1,795,178	1,606,119
Amount Due to Related Companies	2	451	4,503	20,795
Bank Overdrafts	1,295,592	887,165	483,769	284,405
Total Current Liabilities	13,117,751	12,066,790	4,594,454	4,026,545
Total Equity and Liabilities	24,077,480	22,426,638	12,726,959	11,898,082
Net Asset Value Per Share Rs.	26.29	24.86	21.99	21.03

The above figures are provisional and subject to audit.

I certify that these Financial Statements are prepared in compliance with the requirements of the Companies Act No.7 of 2007.

Sgd.

A.D.T. Mendis

Group Chief Financial Officer

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

These Financial Statements were approved and signed for and on behalf of the Board of Directors of E. B. Creasy & Company PLC.

Sgd.

R.C.A. Welikala

Director

Sgd.

S.W. Gunawardena

Director

5th November 2024

STATEMENT OF CHANGES IN EQUITY

GROUP	Attributable to Equity Holders of Parent					Non-Controlling	Total
	Stated Capital	Revaluation Reserve	General Reserve	Retained Earnings	Total	Interest	
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01st April 2023	25,731	2,229,960	9,548	4,259,818	6,525,057	282,505	6,807,562
Total Comprehensive Income							
Profit for the period	-	-	-	216,984	216,984	25,814	242,798
Other Comprehensive Income for the period	-	-	-	26,650	26,650	361	27,011
Balance as at 30th September 2023	25,731	2,229,960	9,548	4,503,452	6,768,691	308,680	7,077,371
Balance as at 01st April 2024	25,731	2,229,960	9,548	4,037,164	6,302,403	416,536	6,718,939
Total Comprehensive Income							
Profit for the period	-	-	-	357,433	357,433	13,651	371,084
Other Comprehensive Income for the period	-	-	-	7,043	7,043	22	7,065
Balance as at 30th September 2024	25,731	2,229,960	9,548	4,401,640	6,666,879	430,209	7,097,088
COMPANY							
			Stated Capital	General Reserve	Revaluation Reserve	Retained Earnings	Total
			Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01st April 2023			25,731	9,548	1,917,202	3,401,062	5,353,543
Total Comprehensive Income / (Expense)							
Loss for the period			-	-	-	(113,926)	(113,926)
Other Comprehensive Income for the period			-	-	-	14,711	14,711
Balance as at 30th September 2023			25,731	9,548	1,917,202	3,301,847	5,254,328
Balance as at 01st April 2024			25,731	9,548	1,917,202	3,380,601	5,333,082
Total Comprehensive Income							
Profit for the period			-	-	-	237,321	237,321
Other Comprehensive Expense for the period			-	-	-	5,596	5,596
Balance as at 30th September 2024			25,731	9,548	1,917,202	3,623,518	5,575,999

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

STATEMENT OF CASH FLOWS

	GROUP		COMPANY	
For the period ended 30th September	2024 Rs.'000	2023 Rs.'000	2024 Rs.'000	2023 Rs.'000
Cash Generated from Operations				
Profit / (Loss) Before Tax	625,967	344,741	339,030	(168,689)
Adjustments for:				
Depreciation on Property, Plant and Equipment	219,696	168,087	95,756	84,433
Amortisation of Right of Use Assets	33,879	18,489	13,251	10,727
Amortisation of Intangible Assets	2,752	2,291	1,803	666
(Gain)/Loss on Disposal of Property, Plant and Equipment and Intangible Assets	(8,564)	667	(1,490)	362
(Gain)/Loss from Disposal of Investments	-	(194)	-	-
Impairment Provision/(Reversal) of Trade Receivables	(28,333)	(15,352)	14,756	-
Impairment Provision of Amounts Due from Related Companies	21,587	-	18,798	-
Impairment Provision/(Reversal) of Financial Assets	10,110	(3,430)	-	-
Impairment Provision/(Reversal) of Inventories	(21,209)	(19,499)	232	(15,083)
Provision for Retiring Benefit Obligations	118,962	82,290	89,483	62,839
Amortisation of Deferred Income and Capital Grants	(130)	(130)	(130)	(130)
Interest Income	(49,929)	(53,729)	(56,817)	(44,245)
Dividend Income	(2)	(254)	-	-
Interest Expense	519,092	788,479	226,023	527,367
Operating Profit before Working Capital Changes	1,443,877	1,312,456	740,695	458,247
(Increase)/Decrease in Inventories	(1,556,652)	374,724	(822,779)	542,781
(Increase)/Decrease in Trade and Other Receivables	107,194	(674,726)	145,888	(464,438)
(Increase)/Decrease in Amounts Due from Related Parties	(138,587)	(137,854)	(94,063)	6,714
Increase/(Decrease) in Amounts Due to Related Parties	(449)	161,956	(16,292)	875,073
Increase/(Decrease) in Trade and Other Payables	1,041,515	970,493	189,058	343,877
Cash generated from operations	896,898	2,007,049	142,507	1,762,254
Cash Flows from Operating Activities				
Cash generated from operations	896,898	2,007,049	142,507	1,762,254
Retiring Gratuity Paid	(45,247)	(144,500)	(37,564)	(140,871)
Interest Paid	(500,771)	(755,034)	(205,768)	(504,506)
Income Taxes Paid	(263,500)	(407,215)	(186,279)	(24,727)
Net Cash Flows from/(used in) Operating Activities	87,381	700,300	(287,104)	1,092,150
Cash Flows from Investing Activities				
Purchase and construction of Property, Plant and Equipment	(271,419)	(204,018)	(186,807)	(110,216)
Proceeds from Disposal of Property, Plant and Equipment	9,424	-	1,793	-
Investment in Intangible Assets	(3,469)	-	(931)	-
Proceeds from Disposal of Investments	-	112,758	-	2,822
Short Term Loan Granted to Related Companies	(40,996)	-	(50,000)	-
Refundable Deposit	(1,908)	-	(1,908)	-
Dividend Income Received	2	254	-	-
Interest Income Received	49,929	38,713	56,817	35,107
Net Cash Flows from/(used in) Investing Activities	(258,438)	(52,293)	(181,035)	(72,287)
Cash Flows from Financing Activities				
Lease Rental Paid	(55,254)	(52,591)	(26,716)	(28,966)
Long-Term Loans Obtained	356,000	-	100,000	-
Repayments of Long-Term Loans	(344,362)	(328,920)	(147,762)	(148,296)
Net movement in Short-Term Loans	(302,769)	207,715	300,827	(609,047)
Net Cash Flows from/(used in) Financing Activities	(346,385)	(173,796)	226,349	(786,309)
Net Increase/(Decrease) in Cash and Cash Equivalents	(517,442)	474,211	(241,790)	233,554
Cash and Cash Equivalents at the Beginning of the Period	71,618	(91,162)	15,791	(207,681)
Cash and Cash Equivalents at the End of the Period	(445,824)	383,049	(225,999)	25,873
Analysis of Cash and Cash Equivalents				
Bank Overdraft	(1,295,592)	(1,054,673)	(483,769)	(447,078)
Cash in Hand & at Bank	849,768	1,431,120	257,770	472,951
Short term Investments	-	6,602	-	-
Cash and Cash Equivalents at the End of the Period	(445,824)	383,049	(225,999)	25,873

The above figures are provisional and subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

OPERATING SEGMENTAL ANALYSIS OF GROUP REVENUE & PROFITS

REVENUE

For the period ended 30th September	Segmental Revenue		Inter Segment		Group Net Revenue	
	2024 Rs.'000	2023 Rs.'000	2024 Rs.'000	2023 Rs.'000	2024 Rs.'000	2023 Rs.'000
Industrial Products	2,385,363	1,354,869	(62,661)	(29,206)	2,322,702	1,325,663
Consumer Products	18,379,844	15,500,981	(6,128,474)	(5,058,483)	12,251,370	10,442,498
Other	217,013	182,227	(89,876)	(57,018)	127,137	125,209
	20,982,220	17,038,077	(6,281,011)	(5,144,707)	14,701,209	11,893,370

PROFITS

For the period ended 30th September	Profit Before Tax	
	2024 Rs.'000	2023 Rs.'000
Industrial Products	(122,270)	27,198
Consumer Products	741,540	314,603
Other	6,697	2,940
	625,967	344,741

NOTES TO THE FINANCIAL STATEMENTS - CONTD.
1. Account Status

The figures are provisional and subject to audit.

2. Basis of Preparation

The Interim Financial Statements for the period ended 30th September 2024 have been prepared in accordance with the accounting policies set out in the Audited Financial Statements for the year ended 31st March 2024, and also in compliance with Sri Lanka Accounting Standard 34 - Interim Financial Reporting.

The presentation and the classification of the financial statements of the previous period have been adjusted where relevant, for better presentation and to be comparable with current reporting

3. Commitments and Contingencies
3.1 Commitments

The Group had no material capital or financial commitments as at the date of the Statement of Financial Position.

3.2 Contingent Liabilities

There were no material contingent liabilities outstanding as at the date of the Statement of Financial Position, other than those disclosed below.

3.2.1 Corporate Guarantees

	Amount Rs.Mn.
Muller & Phipps (Health Care) Ltd	100
Darley Butler & Co. Ltd	3,770
Lankem Ceylon PLC	1,047
Candy Delights Ltd	300
	<u>5,217</u>

3.2.2 E.B. Creasy & Co. PLC

E.B. Creasy & Co. PLC has given guarantees of Rs. 3,600,000 to Lanka Sugar (Pvt) Ltd, Rs. 300,000 to Department of Agriculture and Rs. 22,969,031 to Sri Lanka Customs which were outstanding as at 30th September 2024.

3.2.3 Lanka Special Steels Ltd

Lanka Special Steels Ltd has given guarantees of Rs. 8,000,000 to Sri Lanka Customs, USD 10,000 to Bureau of Indian Standards and Rs. 20,000,000 Litro Gas Lanka Ltd which were outstanding as at 30th September 2024.

4. Events occurring after the Reporting Date

There have been no material events subsequent to the interim period which require disclosures in the provisional Interim Financial Statements.

5. Comparative Information

The following comparative figures have been reclassified in the statement of profit or loss and other comprehensive income (Q2 - 2023) to comply with the current year classification.

For the period ended 30th September	Quarter Ended			Six Months Ended		
	Previous Rs.'000	Reclassified Rs.'000	Current Rs.'000	Previous Rs.'000	Reclassified Rs.'000	Current Rs.'000
GROUP						
Cost of Sale	(4,373,541)	2,498	(4,371,043)	(8,016,778)	5,091	(8,011,687)
Administrative Expenses	(539,950)	8,141	(531,809)	(1,109,764)	3,321	(1,106,443)
Selling and Distribution Expenses	(1,024,807)	1,455	(1,023,352)	(1,750,336)	2,845	(1,747,491)
Net Finance Expense	(269,126)	(12,094)	(281,220)	(681,394)	(11,257)	(692,651)
COMPANY						
Cost of Sale	(1,602,929)	3,822	(1,599,107)	(3,151,418)	6,415	(3,145,003)
Administrative Expenses	(219,020)	(1,455)	(220,475)	(425,262)	(2,845)	(428,107)
Selling and Distribution Expenses	(277,774)	1,455	(276,319)	(408,289)	2,845	(405,444)
Net Finance Expense	(208,534)	(3,822)	(212,356)	(451,046)	(6,415)	(457,461)

6. Share Related Information
6.1. Market Value

Market value of a share for the quarter ended	30.09.2024 Rs.	30.09.2023 Rs.
Highest	25.30	25.60
Lowest	21.50	20.10
Last Traded	23.50	23.70

6.2. Stated Capital and Public Holding

	30.09.2024	30.09.2023
Stated Capital (Rs.)	25,731,000	25,731,000
No. of shares represented by the stated capital	253,545,800	253,545,800
Percentage of shares held by the public	24.21%	25.49%
No. of Public Shareholders	1,507	1,611

6.3. The applicable option under CSE Rule 7.13.1 (i) (a) on minimum public holding is option 5 and the Float Adjusted Market Capitalization as of 30.09.2024 was Rs.1,442,510,797.23

6.4. Details pertaining to Directors' direct shareholdings were as follows.

Name of Director	Position	No. of Shares	
		30.09.2024	30.09.2023
Mr. S. D. R. Arudpragasam	Chairman/Managing Director	-	50,430
Mr. S. Rajaratnam	Joint Managing Director	100,000	100,000
Mr. S.W. Gunawardena	Director	54,000	54,000

NOTES TO THE FINANCIAL STATEMENTS - CONTD.**6.5. Twenty Major Shareholders as at 30th September 2024**

	Name	Shareholding	% Holding
1	THE COLOMBO FORT LAND AND BUILDING PLC	134,319,915	52.98%
2	SAMPATH BANK PLC/SENTHILVERL HOLDINGS (PVT) LTD	39,238,666	15.48%
3	UNION INVESTMENTS PRIVATE LTD	16,770,000	6.61%
4	COLOMBO FORT INVESTMENTS PLC	15,943,071	6.29%
5	COLOMBO INVESTMENT TRUST PLC	10,612,440	4.19%
6	C M HOLDINGS PLC	10,000,000	3.94%
7	HATTON NATIONAL BANK PLC/SRI DHAMAN RAJENDRAM ARUDPRAGASAM	3,735,430	1.47%
8	MISS MEENAMBIGAI PRIYADARSHINI RADHAKRISHNAN	3,548,500	1.40%
9	MISS ANDAL RADHAKRISHNAN	3,548,400	1.40%
10	MR. RADHAKRISHNAN MAHESWARAN (DECEASED)	2,901,060	1.14%
11	TRANZ DOMINION,L.L.C.	700,100	0.28%
12	PHOTOKINA LTD	680,400	0.27%
13	SISIRA INVESTORS LIMITED.	413,684	0.16%
14	SAMPATH BANK PLC/ DR.T.SENTHILVERL	410,000	0.16%
15	MR. MOHOMED HUSSAIN MOHOMED SANOON	400,000	0.16%
16	THE INCORPORATED TRUSTEES OF THE CHURCH OF CEYLON	282,800	0.11%
17	MRS. DARMINEE RAJARATNAM	260,000	0.10%
18	CONSOLIDATED HOLDINGS (PRIVATE) LIMITED	259,600	0.10%
19	MR. UDAYATHILAKA INDRAPALA SURIYABANDARA	228,291	0.09%
20	DR. HETTIARACHCHIGE WALTER ELLIOT TISSERA	188,700	0.07%
		244,441,057	96.40%

CORPORATE INFORMATION

Legal Form

Public Quoted Company with Limited Liability Incorporated in Sri Lanka under the Joint Stock Companies Ordinance 1861

Company Number

PQ 182

Board of Directors

Chairman/Managing Director

S.D.R.Arudpragasam, FCMA(UK)

Joint Managing Director

S. Rajaratnam, B.Sc. CA.

Directors

R. C. A. Welikala

R.N. Bopearatchy, B.Sc. (Cey), Dip. BM, MBA (Univ.of Col.)

P.M.A Sirimane, FCA, MBA

A.R.Rasiah, B.Sc. (Cey.), FCA

S.N.P.Palihena, FCIB (UK), FIB(SL), Post Grad. Dip. Bus. & FA

Dr. A.M.Mubarak, B.Sc. (SL), Ph. D.(Cantab), FICHEMC, FNASSL

A.M .de S. Jayaratne, B.Sc (Econ.) FCA (Eng.and Wales), FCA (ICASL)

S.W. Gunawardena, B.Sc., MBA

P.Y.S.Perera, FCA, FCMA (UK)

Subsidiaries

Darley Butler & Co. Ltd.

Candy Delights Ltd.

Laxapana PLC

E. B. Creasy Ceylon (Pvt) Ltd.

Group Three Associates (Pvt) Ltd.

Corporate Systems Ltd.

E. B. Creasy Logistics Ltd.

Muller & Phipps (Ceylon) PLC.

Lanka Special Steels Ltd.

Muller & Phipps (Health Care) Ltd

Ceyflex Rubber Ltd.

Sterling Steels (Pvt) Ltd.

Credit Rating

BBB (Stable Outlook)

Registered Office

P.O. Box 37

98, Sri Sangaraja Mawatha

Colombo 10.

Telephone: 94(11) 2421311

Fax: 94(11)2448534

Secretaries

Corporate Managers & Secretaries (Private) Ltd.

8-5/2, Leyden Bastian Road,

York Arcade Building,

Colombo 1.

Auditors

KPMG

Chartered Accountants

P.O. Box 186

Colombo 3.

Legal Advisers

Julius & Creasy

P.O. Box 154,

Colombo 1.

Bankers

Hatton National Bank PLC

Standard Chartered Bank

Commercial Bank of Ceylon PLC

Bank of Ceylon

National Development Bank PLC

Union Bank of Colombo PLC

People's Bank

Seylan Bank PLC

Sampath Bank PLC

Nations Trust Bank PLC

DFCC Bank PLC

Amana Bank PLC

Cargills Bank Limited

Habib Bank Limited

Sanasa Development Bank PLC

Pan Asia Banking Corporation PLC