

# HAYCARB PLC

Co. Reg. No. PQ 59  
No.400, Deans Road, Colombo-10, Sri Lanka



**Interim Report**  
Three Months ended 30 June 2022

**Quarter-1**  
**(2022/23)**

## Corporate Information

### NAME OF COMPANY

Haycarb PLC

(A quoted public company with limited liability, incorporated in Sri Lanka in 1973)

### COMPANY REGISTRATION NUMBER

PQ 59

### STOCK EXCHANGE LISTING

The ordinary shares of the company are listed with the Colombo Stock Exchange of Sri Lanka

### DIRECTORS

Mohan Pandithage (Chairman)

Rajitha Kariyawasan (Managing Director)

Dhammika Perera (Resigned w.e.f. 10<sup>th</sup> June 2022)

Arjun Senaratna

Sarath Ganegoda

Ms Jeevani Abeyratne

Dr Sarath Abayawardana

Sujeewa Rajapakse

M.S.P. Udaya Kumara

Brahman Balaratnarajah

Ms. Yogadinusha Bhaskaran (Alternate director to Mr. Dhammika Perera)-  
(Resigned w.e.f. 10th June 2022)

Ms. Sharmila Ragunathan (Resigned w.e.f 30th April 2022)

Ali Asgar Munaver Caderbhoy

James Naylor

M.H. Jamaldeen

Ms. Shamalie Gunawardana

### SUBSIDIARIES AND ASSOCIATES

Carbokarn Co. Limited (Bangkok, Thailand)

CK Regen Systems Co. Limited (Bangkok, Thailand)

Shizuka Company Limited (Ratchaburi, Thailand)

Eurocarb Products Limited (Bristol, England)

Haycarb Holdings Australia (Pty) Limited (Victoria, Australia)

Haycarb Holdings Bitung Limited (Tortola, British Virgin Islands)

Haycarb USA Inc. (Woodlands, Texas, U.S.A)

PT Mapalus Makawanua Charcoal Industry (Bitung, Indonesia)

Puritas (Pvt) Limited

Recogen (Pvt) Limited

Ultracarb (Pvt) Limited

Haycarb Value Added Products (Pvt) Limited

PT. Haycarb Palu Mitra (Palu, Indonesia)

Carbotels (Pvt) Limited - Associate

Lakdiyatha (Pvt) Limited - Associate

Puricarb Pte.Ltd. (Singapore)

Haycarb Activated Carbon (Pvt) Limited (Chennai,India)

### SECRETARIES

Hayleys Group Services (Pvt) Limited

400, Deans Road, Colombo 10, Sri Lanka.

Telephone +94 11 2627650

Fax: +94 11 2627645

E-mail: info.sec@hayleys.com

### REGISTERED OFFICE

Hayley Building

400, Deans Road, Colombo 10, Sri Lanka.

Telephone: +94 11 2677364, 2687565, 2691289, 2677363

Fax: +94 11 2627450

E - mail : general@haycarb.com

Website: <http://www.haycarb.com>

## Haycarb PLC

### INCOME STATEMENT

Audited year ended 31.03.2022 Rs.'000	For the period ended	Unaudited 3 months to 30.06.2022 Rs.'000	Unaudited 30.06.2021 Rs.'000	Change % +/( -)
<b>CONSOLIDATED</b>				
<b>33,160,474</b>	<b>Revenue</b>	<b>15,041,682</b>	7,396,534	103
<b>(25,942,668)</b>	Cost of sales	<b>(10,874,058)</b>	(5,821,317)	87
<b>7,217,806</b>	<b>Gross profit</b>	<b>4,167,624</b>	1,575,217	165
<b>249,988</b>	Other operating income	<b>35,876</b>	12,594	185
<b>(260,576)</b>	Selling & distribution expenses	<b>(121,988)</b>	(31,768)	284
<b>(4,128,162)</b>	Administrative expenses	<b>(1,502,588)</b>	(843,866)	78
<b>3,079,056</b>	<b>Results from operating activities</b>	<b>2,578,924</b>	712,177	262
<b>2,321,003</b>	Finance income	<b>1,916,348</b>	111,558	1,618
<b>(722,727)</b>	Finance cost	<b>(802,138)</b>	(104,243)	669
<b>1,598,276</b>	Net finance income/ (cost)	<b>1,114,210</b>	7,315	15,132
<b>(21,344)</b>	Share of profit of equity accounted investees (net of tax)	<b>(8,067)</b>	(1,637)	393
<b>4,655,988</b>	<b>Profit before income tax</b>	<b>3,685,067</b>	717,855	413
<b>(934,848)</b>	Tax expense	<b>(661,558)</b>	(184,098)	259
<b>3,721,140</b>	<b>Profit for the period</b>	<b>3,023,509</b>	533,757	466
<b>Attributable to:</b>				
<b>3,287,554</b>	Equity holders of the parent	<b>2,890,190</b>	441,988	554
<b>433,586</b>	Non-controlling interest	<b>133,319</b>	91,769	45
<b>3,721,140</b>	<b>Profit for the period</b>	<b>3,023,509</b>	533,757	466
<b>Earnings per share</b>				
<b>11.06</b>	Basic earnings per share (Rs.)*	<b>9.73</b>	1.49	
<b>COMPANY</b>				
<b>14,957,058</b>	<b>Revenue</b>	<b>8,364,379</b>	3,362,403	149
<b>(12,396,053)</b>	Cost of sales	<b>(5,757,776)</b>	(2,818,293)	104
<b>2,561,005</b>	<b>Gross profit</b>	<b>2,606,603</b>	544,110	379
<b>907,522</b>	Other operating income	<b>139,295</b>	169,704	(18)
<b>(44,570)</b>	Selling & distribution expenses	<b>(25,278)</b>	(8,480)	198
<b>(1,943,024)</b>	Administrative expenses	<b>(491,188)</b>	(370,979)	32
<b>1,480,933</b>	<b>Results from operating activities</b>	<b>2,229,432</b>	334,355	567
<b>1,878,764</b>	Finance income	<b>1,406,337</b>	75,363	1,766
<b>(435,204)</b>	Finance cost	<b>(351,871)</b>	(48,387)	627
<b>1,443,560</b>	Net finance income/(cost)	<b>1,054,466</b>	26,976	3,809
<b>2,924,493</b>	<b>Profit before income tax</b>	<b>3,283,898</b>	361,331	809
<b>(336,182)</b>	Tax expense	<b>(455,526)</b>	(50,586)	800
<b>2,588,311</b>	<b>Profit for the period</b>	<b>2,828,372</b>	310,745	810
<b>8.71</b>	Basic earnings per share (Rs.) *	<b>9.52</b>	1.05	

Notes on pages 7 and 8 form an integral part of these financial statements.

Figures in brackets indicate deductions.

**Haycarb PLC**  
**STATEMENT OF OTHER COMPREHENSIVE INCOME**

For the year ended 30th June	Group		Company	
	Unaudited 2022 Rs. '000	Unaudited 2021 Rs. '000	Unaudited 2022 Rs. '000	Unaudited 2021 Rs. '000
<b>Profit for the Period</b>	<b>3,023,509</b>	533,757	<b>2,828,372</b>	310,745
<b>Other comprehensive income</b>				
Net Exchange differences on translation of foreign entities	1,886,126	(14,571)	-	-
Net gain/(loss) on available-for-sale financial assets	(288,881)	179,025	(288,881)	179,025
<b>Other comprehensive income for the period (net of tax)</b>	<b>1,597,245</b>	164,454	<b>(288,881)</b>	179,025
<b>Total comprehensive income for the period (net of tax)</b>	<b>4,620,754</b>	698,211	<b>2,539,491</b>	489,770
<b>Attributable to:</b>				
Equity holders of the parent	4,083,392	621,694	2,539,491	489,770
Non-controlling interests	537,362	76,517	-	-
	<b>4,620,754</b>	698,211	<b>2,539,491</b>	489,770

Haycarb PLC

STATEMENT OF FINANCIAL POSITION

Group		Company		Group		Company	
Re-stated	Re-stated	As at		Unaudited	Unaudited	Unaudited	Unaudited
31.03.2022	31.03.2022			30.06.2022	Re-stated	30.06.2022	Re-stated
Rs.'000	Rs.'000			Rs.'000	30.06.2021	Rs.'000	30.06.2021
				Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>ASSETS</b>							
<b>Non-Current Assets</b>							
8,895,684	3,546,621	Property, plant and equipment		9,716,107	6,715,767	3,602,752	3,016,333
105,870	69,126	Right-of-use assets		81,850	150,842	60,484	95,047
258,465	53,992	Intangible assets		254,091	237,739	50,639	30,336
-	1,494,769	Investments in subsidiaries		-	-	1,494,769	1,494,769
590,336	92,903	Investment in equity accounted investees		582,269	613,666	92,903	92,903
1,378,880	1,322,832	Other non-current financial assets		1,097,692	2,109,588	1,033,951	2,067,413
132,820	-	Deferred tax assets		169,289	62,457	-	-
<u>11,362,055</u>	<u>6,580,243</u>			<u>11,901,298</u>	<u>9,890,059</u>	<u>6,335,498</u>	<u>6,796,801</u>
<b>Current Assets</b>							
15,807,144	5,062,409	Inventories		20,242,804	8,201,120	5,294,855	2,084,859
8,473,480	5,423,774	Trade and other receivables		9,738,518	4,230,970	8,009,846	2,874,694
-	782,477	Amounts due from subsidiaries		-	-	1,954,821	489,585
177,244	100,916	Amounts due from related parties		128,865	18,029	36,141	-
63,611	3,802	Amounts due from equity accounted investees		63,208	44,917	198	165
1,010,819	425,250	Other current assets		1,705,270	737,862	793,578	269,828
3,117,724	831,017	Cash in hand and at bank		5,959,056	2,268,619	2,962,339	474,841
<u>28,650,022</u>	<u>12,629,645</u>			<u>37,837,721</u>	<u>15,501,517</u>	<u>19,051,778</u>	<u>6,193,972</u>
<u>40,012,077</u>	<u>19,209,888</u>	<b>Total Assets</b>		<u>49,739,019</u>	<u>25,391,576</u>	<u>25,387,276</u>	<u>12,990,773</u>
<b>EQUITY &amp; LIABILITIES</b>							
<b>Equity</b>							
331,774	331,774	Stated capital		331,774	331,774	331,774	331,774
994,758	549,647	Capital reserves		994,758	686,284	567,096	442,458
16,319,454	7,553,156	Revenue reserves		20,283,996	12,330,254	9,956,348	6,766,596
17,645,986	8,434,577	<b>Total equity attributable to equity holders of the company</b>		21,610,528	13,348,312	10,855,218	7,540,828
2,648,637	-	Non-controlling interest		3,185,999	1,795,998	-	-
<u>20,294,623</u>	<u>8,434,577</u>	<b>Total equity</b>		<u>24,796,527</u>	<u>15,144,310</u>	<u>10,855,218</u>	<u>7,540,828</u>
<b>Non-Current Liabilities</b>							
677,152	670,906	Interest-bearing loans & borrowings		637,012	411,643	630,432	410,443
54,051	41,615	Non-current lease liability		42,123	91,287	32,669	70,472
368,658	294,955	Deferred tax liabilities		363,682	137,285	294,955	77,864
1,143,285	831,502	Employee benefit obligations		1,202,673	884,077	840,373	693,501
<u>2,243,146</u>	<u>1,838,978</u>	<b>Total non-current liabilities</b>		<u>2,245,490</u>	<u>1,524,292</u>	<u>1,798,429</u>	<u>1,252,280</u>
<b>Current Liabilities</b>							
3,398,755	1,721,652	Trade and other payables		4,141,345	1,828,467	1,847,558	745,991
10,328,363	6,361,400	Interest-bearing loans & borrowings		14,217,002	3,952,305	9,751,349	2,553,647
59,361	37,299	Current lease liability		52,157	72,256	37,299	33,430
1,073,004	438,566	Other current liabilities		919,608	1,118,563	322,690	472,543
-	84,827	Amounts due to subsidiaries		-	-	206,722	115,542
2,186,028	292,589	Amounts due to other related parties		2,567,743	1,357,193	119,462	99,020
428,797	-	Income tax payable		799,147	394,190	448,549	177,492
<u>17,474,308</u>	<u>8,936,333</u>	<b>Total Current Liabilities</b>		<u>22,697,002</u>	<u>8,722,974</u>	<u>12,733,629</u>	<u>4,197,665</u>
19,717,454	10,775,311	<b>Total Liabilities</b>		24,942,492	10,247,266	14,532,058	5,449,945
<u>40,012,077</u>	<u>19,209,888</u>	<b>Total Equity and Liabilities</b>		<u>49,739,019</u>	<u>25,391,576</u>	<u>25,387,276</u>	<u>12,990,773</u>
59.39	28.39	Net assets per share (Rs.)*		72.73	44.93	36.53	25.38

"It is certified that the financial statements set out on pages 2 to 8 have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007".

Sgd.

Ms. M J A S Abeyratne  
Finance Director

Signed for and on behalf of the Board,

Sgd.

A M Pandithage  
Chairman  
9<sup>th</sup> August 2022

Sgd.

H S R Kariyawasan  
Managing Director

**Haycarb PLC**  
**STATEMENT OF CHANGES IN EQUITY**

For the period ended 30th June

GROUP	Attributable to equity holders of the parent						Total	Non controlling interest	Total equity
	Stated capital	Capital reserves	Other Reserves			Retained earnings			
			Fair value reserve of financial assets at FVOCI	Exchange fluctuation reserve	General reserve				
Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	
Balance as at 01.04.2021	331,774	686,284	1,847,727	1,374,755	519,353	8,641,244	13,401,137	1,751,304	15,152,441
Charge relating to Surcharge Tax (Note 7)	-	-	-	-	-	(525,957)	(525,957)	-	(525,957)
Adjusted balance 01.04.2021	331,774	686,284	1,847,727	1,374,755	519,353	8,115,287	12,875,180	1,751,304	14,626,484
Profit for the period	-	-	-	-	-	441,988	441,988	91,769	533,757
Translation of foreign entities	-	-	-	681	-	-	681	(15,252)	(14,571)
Net gain on available-for-sale financial assets	-	-	179,025	-	-	-	179,025	-	179,025
Other comprehensive income for the period	-	-	179,025	681	-	-	179,706	(15,252)	164,454
Dividends	-	-	-	-	-	(148,562)	(148,562)	(31,823)	(180,385)
Balance as at 30.06.2021	331,774	686,284	2,026,752	1,375,436	519,353	8,408,713	13,348,312	1,795,998	15,144,310
<b>Adjusted balance as at 01.04.2022</b>	<b>331,774</b>	<b>994,758</b>	<b>1,282,171</b>	<b>4,013,781</b>	<b>519,353</b>	<b>10,504,149</b>	<b>17,645,986</b>	<b>2,648,637</b>	<b>20,294,623</b>
Profit for the period	-	-	-	-	-	2,890,190	2,890,190	133,319	3,023,509
Translation of foreign entities	-	-	-	1,482,083	-	-	1,482,083	404,043	1,886,126
Net gain on available-for-sale financial assets	-	-	(288,881)	-	-	-	(288,881)	-	(288,881)
Other comprehensive income for the period	-	-	(288,881)	1,482,083	-	-	1,193,202	404,043	1,597,245
Dividends	-	-	-	-	-	(118,850)	(118,850)	-	(118,850)
Balance as at 30.06.2022	331,774	994,758	993,290	5,495,864	519,353	13,275,489	21,610,528	3,185,999	24,796,527

COMPANY	Stated capital	Capital reserves	General reserve	Fair value reserve of financial assets at FVOCI	Retained earnings	Total equity
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 01.04.2021	331,774	442,458	519,353	1,847,727	4,424,525	7,565,837
Charge relating to Surcharge Tax (Note 7)	-	-	-	-	(366,217)	(366,217)
Adjusted balance 01.04.2021	331,774	442,458	519,353	1,847,727	4,058,308	7,199,620
Profit for the period	-	-	-	-	310,745	310,745
Net gain on available for sale financial asset	-	-	-	179,025	-	179,025
Other comprehensive income for the period	-	-	-	179,025	-	179,025
Dividends	-	-	-	-	(148,562)	(148,562)
Balance as at 30.06.2021	331,774	442,458	519,353	2,026,752	4,220,491	7,540,828
<b>Adjusted balance as at 01.04.2022</b>	<b>331,774</b>	<b>549,647</b>	<b>519,353</b>	<b>1,282,171</b>	<b>5,751,632</b>	<b>8,434,577</b>
Profit for the period	-	-	-	-	2,828,372	2,828,372
Net gain on available for sale financial asset	-	-	-	(288,881)	-	(288,881)
Other comprehensive income for the period	-	-	-	(288,881)	-	(288,881)
Dividends	-	-	-	-	(118,850)	(118,850)
Balance as at 30.06.2022	331,774	549,647	519,353	993,290	8,461,154	10,855,218

## Haycarb PLC

## Statement Of Cash Flows

Group Audited 31.03.2022 Rs.' 000	Company Audited 31.03.2022 Rs.' 000	For the period ended 30th June	Group		Company	
			2022 Rs.' 000	2021 Rs.' 000	2022 Rs.' 000	2021 Rs.' 000
<b>Operating activities</b>						
4,655,988	2,924,493	Profit before tax from continuing operations	3,685,067	717,855	3,283,898	361,331
<b>Non-cash adjustment to reconcile profit before tax to net cash flows:</b>						
668,757	226,379	Depreciation and impairment of property, plant and equipment	215,864	161,652	60,498	53,245
13,719	8,437	Amortization of intangible assets	4,877	3,909	3,353	2,520
(91)	-	(Gain)/loss on disposal of property, plant and equipment	(500)	-	(500)	-
2,032,766	1,624,761	Gain/(loss) on translation on foreign currencies	1,529,053	52,094	1,313,103	24,899
2,407,675	-	Exchange difference on translation of foreign entities	1,321,272	(6,973)	-	-
(2,321,003)	(1,878,764)	Finance income	(1,916,348)	(111,558)	(1,406,337)	(75,363)
722,727	435,204	Finance cost	802,138	104,243	351,871	48,387
-	(601,617)	Dividend income - subsidiaries	-	-	(100,000)	(133,699)
21,344	-	Share of profit of an equity accounted investee	8,067	1,637	-	-
141,600	30,399	Provision/(reversal) for slow moving inventory	241,378	39	7,890	750
268,034	-	Provision / (reversal) for unrealized profit on inventories	407,026	14,619	-	-
65,345	-	Provision / (reversal) for expected credit loss	65,345	-	-	-
145,057	115,656	Provision for employee benefit obligations	45,195	27,000	36,000	27,000
8,821,918	2,884,948	<b>Cash generated from operations before working capital changes</b>	<b>6,408,435</b>	<b>964,517</b>	<b>3,549,776</b>	<b>309,070</b>
<b>Working Capital Adjustments:</b>						
(4,553,465)	(3,219,677)	(Increase)/decrease in trade and other receivables and Prepayments	(2,073,953)	(11,257)	(2,954,400)	(515,174)
(187,523)	(193,668)	(Increase)/decrease in amounts receivable from subsidiaries and related part	48,782	(9,614)	(1,103,965)	203,812
(7,595,756)	(2,531,438)	(Increase)/decrease in inventories	(5,084,064)	405,244	(240,336)	475,761
1,443,279	870,207	Increase/(decrease) in trade and other payables	897,753	(4,323)	247,030	(92,987)
778,756	(48,307)	Increase/(decrease) in amount due to related parties	452,153	100,859	19,206	38,412
(1,292,791)	(2,237,935)		649,106	1,445,426	(482,689)	418,894
(476,917)	(239,124)	Interest paid	(587,159)	(70,946)	(256,166)	(29,162)
(1,010,211)	(284,000)	Income tax paid	(538,202)	(399,010)	(190,086)	(30,817)
(34,551)	(30,129)	Employee benefit paid	(27,129)	(6,171)	(27,129)	(6,171)
(2,814,470)	(2,791,188)	<b>Net cash flows from/ (used in) operating activities</b>	<b>(503,384)</b>	<b>969,299</b>	<b>(956,070)</b>	<b>352,744</b>
<b>Investing activities</b>						
1,848	-	Proceeds from sale of property, plant and equipment	500	-	500	-
(1,677,730)	(858,646)	Purchase of property, plant and equipment	(445,487)	(447,645)	(107,987)	(305,783)
(38,078)	(38,078)	Acquisition of intangible assets	-	(8,505)	-	(8,505)
5,413	-	Proceeds from long-term loans and receivables	1,378	1,584	-	-
98,271	34,696	Interest received	254,164	10,347	39,525	8,849
3,623	3,623	Dividend received from equity accounted investees	-	-	-	-
101,873	699,860	Other dividends received	6,106	24,415	106,103	158,111
(1,504,780)	(158,545)	<b>Net cash flows from/(used) in investing activities</b>	<b>(183,339)</b>	<b>(419,804)</b>	<b>38,141</b>	<b>(147,328)</b>
(4,319,250)	(2,949,733)	<b>Net cash inflow/(outflow) before financing activities</b>	<b>(686,722)</b>	<b>549,495</b>	<b>(917,929)</b>	<b>205,416</b>
<b>Financing activities</b>						
507,783	500,000	Proceeds from borrowings	-	-	-	-
(272,274)	(257,850)	Repayment of borrowings	(108,142)	(62,356)	(96,000)	(59,254)
(80,357)	(44,136)	Lease rental paid	(24,550)	(16,538)	(11,034)	(11,034)
(603,769)	(603,769)	Dividends paid to equity holders of the parent	(243,179)	(148,483)	(243,179)	(148,483)
(367,642)	-	Dividends paid to non-controlling interest	-	(31,823)	-	-
(816,259)	(405,755)	<b>Net cash flows from/(used in) financing activities</b>	<b>(375,871)</b>	<b>(259,200)</b>	<b>(350,213)</b>	<b>(218,770)</b>
(5,135,509)	(3,355,488)	<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(1,062,593)</b>	<b>290,295</b>	<b>(1,268,142)</b>	<b>(674,089)</b>
(1,769,699)	(1,878,772)	<b>Cash and cash equivalents at beginning of the period</b>	<b>(6,905,208)</b>	<b>(1,769,699)</b>	<b>(5,234,260)</b>	<b>(1,204,683)</b>
(6,905,208)	(5,234,260)	<b>Cash and cash equivalents at end of the period (Note A)</b>	<b>(7,967,801)</b>	<b>(1,479,404)</b>	<b>(6,502,402)</b>	<b>(1,878,772)</b>
<b>Analysis of cash and cash equivalents as at 30th June</b>						
1,933,512	194,669	A) Cash in hand and at bank	3,494,181	1,298,579	1,292,392	60,439
1,184,212	636,348	Short-term deposits	2,464,875	970,040	1,669,947	616,694
3,117,724	831,017		5,959,056	2,268,619	2,962,339	677,133
(10,022,932)	(6,065,277)	Bank overdrafts and short-term loans	(13,926,857)	(3,748,023)	(9,464,741)	(2,555,905)
(6,905,208)	(5,234,260)	Cash and cash equivalents	(7,967,801)	(1,479,404)	(6,502,402)	(1,878,772)

## Haycarb PLC SEGMENT ANALYSIS

### BUSINESS SEGMENTS

#### Turnover-Net

	External Rs.'000	Intra-group Rs.'000	Group	
			30.06.2022 Rs.'000	30.06.2021 Rs.'000
Activated carbon	14,874,989	6,949,065	21,824,054	9,320,404
Environmental engineering	166,693	3,656	170,349	403,033
	<u>15,041,682</u>	<u>6,952,721</u>	<u>21,994,403</u>	<u>9,723,437</u>
Intra-group sales			(6,952,721)	(2,326,903)
			<u>15,041,682</u>	<u>7,396,534</u>

#### Industry segment results

##### Profit before tax

	Group	
	30.06.2022 Rs.'000	30.06.2021 Rs.'000
Activated carbon	3,784,406	733,611
Environmental engineering	(91,272)	(14,120)
Purification associate	(9,418)	(3,149)
Leisure - associate	1,351	1,513
	<u>3,685,067</u>	<u>717,855</u>

### INVESTOR INFORMATION

	Three months ended	
	30.06.2022	30.06.2021
<b>Market value of shares</b>		
Closing price	54.30	95.20
Last traded price	55.00	95.30
	(30/06/2022)	(30/06/2021)
Highest price recorded for the period (Rs.)	59.50	119.75
	(22/06/2022)	(15/04/2021)
Lowest price recorded for the period (Rs.)	40.00	92.50
	(27/04/2022)	(01/04/2021)
Market capitalisation (Rs.)	16,133,819,625	28,286,181,000
P/E ratio	1.41	16.00
<b>Dividend declared</b>		
Final dividend 2021/22 - Rs. 0.40/- per share (2020/21 - Rs. 0.50/- per share)	118,849,500	148,561,875
<b>Total for the Period</b>	<u>118,849,500</u>	<u>148,561,875</u>

\*\* Before the subdivision of shares

#### Share trading information

No of transactions	4,114	33,630
No of shares traded	4,182,656	27,755,573
Value of shares traded (Rs.)	219,211,881	2,887,854,567



**Haycarb PLC**  
**Notes**

As at 30th June

**2022**  
**Rs.'000**

2021  
Rs.'000

**1. Stated capital**

	<b>2022</b>	2021
	<b>Rs.'000</b>	Rs.'000
Issued and fully paid - 297,123,750 ( 297,123,750 - 31.03.2022) Ordinary shares	<b>331,774</b>	331,774

2. These un audited interim financial statements have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRS/LKAS). They also provide the information required by the Colombo Stock Exchange and LKAS 34 - Interim Financial Reporting. There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report for the year ended 31 March 2022.

3. No circumstances have arisen since the Statement of Financial Position date, which would require adjustments to the Interim Financial statements.

5. There has not been a significant change in the nature of the contingent liabilities which are disclosed in the Annual Report for the year ended 31st March 2022.

6. Where necessary, comparative figures have been re-classified to conform with the current period's presentation

**7. Surcharge Tax**

The Surcharge Tax Act No. 14 of 2022 was enacted on 8th April 2022, confirming the imposition of a one-time tax of 25% on entities in which the taxable income exceeded Rs. 2 bn for the financial year ended 31st March 2021. The surcharge tax is applicable to the haycarb Group as the cumulative taxable income of group entities calculated in accordance with the provisions of the Inland Revenue Act No. 24 of 2017, exceeded the set threshold.

The total Surcharge Tax liability of the group amounted to Rs. 525.9 mn., and the first installment of Rs. 262.9 mn was paid by group entities on 20th April 2022 and the balance on 20th July 2022.

The impact to the profit for the year ended 31st March 2021 as a result of the surcharge tax under the Surcharge Tax Act is as below;

	<b>Consolidated</b>	<b>Company</b>
	<b>(Rs.000')</b>	<b>(Rs.000')</b>
Profit after tax for the year ended 31 March 2021 (Previously reported)	3,566,507	1,893,822
Surcharge Tax charge	<u>(525,957)</u>	<u>(366,217)</u>
<b>Adjusted Profit for the year ended 31st March 2021</b>	<b><u>3,040,550</u></b>	<b><u>1,527,605</u></b>

# Haycarb PLC

## Notes Contd.

### 8. Impact of Recent Economic Conditions

The Directors are continuously monitoring the existing and the anticipated effects of the Sri Lanka economic crisis, the circumstances of the global external environment, the resultant consequences to the company and are taking appropriate measures to manage the impact.

#### 1. Increase in interest rates

The sharp increase in interest rates adversely impacted net interest cost which increased by 58% and 56% for the group and the company respectively. The impact was exacerbated by the increase in working capital value due to LKR depreciation.

Following measures were taken to reduce the impact of increase in interest rates;

- Fixed the interest of short – term working capital loans for a longer period based on money market conditions.
- Taken aggressive actions to improve the recoveries from debtors in an attempt to reduce the borrowings.
- Strategic focus on capex planning to prioritise essential capex while deferring the other capex requirements.

#### 2. Significant rupee depreciation and local inflation

The rupee depreciation positively affected the company's top line and bottom line. However, maintaining the exchange at a fixed level for an extended period posed challenges in maintaining competitiveness in the international market place. Strategic measures were taken to obtain working capital funding in local currency whilst closely monitoring the currency rate movement.

The local inflation has created steep cost increases in operational expenses and overheads. The management continues to focus on productivity improvements and lean initiatives to mitigate the impact.

#### 3. Other considerations – environmental engineering

The current slowdown of the construction sector and suspension of government funded projects, have impacted the water and waste water treatment solutions business segment of Environmental Engineering sector. The Company has renewed efforts to procure overseas projects whilst the operations teams focus on improving production efficiencies and reducing costs. The fluctuations will be claimed for all the existing projects to mitigate the impact of exorbitant cost escalations.

## HAYCARB PLC

### FIRST TWENTY SHAREHOLDERS AS AT 30TH JUNE, 2022

	Name of the Shareholder	No. of Shares as at 30/06/2022	%
1	Hayleys PLC No. 3 Share Investment Account	201,251,030	67.73
2	Employee's Provident Fund	13,230,763	4.45
3	Mr. T. Ueda	3,860,760	1.30
4	Dr. D. Jayantha	2,400,000	0.81
5	Mr. H. S. R. Kariyawasan/Mrs. K.H.S. Kariyawasan	2,379,508	0.80
6	Mrs. J. K. P. Singh	2,000,000	0.67
7	Mr. Z .G. Carimjee	1,350,000	0.45
8	Mrs. L. Sivagurunathan (deceased)	1,287,170	0.43
9	Mr. H. S. Gill	1,230,000	0.41
10	HSBC Bank PLC-Mckinley Capital Measa Fund Oeic Limited	1,073,200	0.36
11	Employees Trust Fund Board	1,013,392	0.34
12	Mrs. V. Saraswathi/Mr. S. Vasudevan	960,000	0.32
13	Harnam Holdings SDN BHD	785,000	0.26
14	Miss M. P. Radhakrishnan	730,100	0.25
15	Miss A. Radhakrishnan	729,000	0.25
16	Mr. A.A. Thakshanan	710,780	0.24
17	Mr. R. Maheswaran	670,010	0.23
18	Seylan Bank PLC/M. N. Deen	649,877	0.22
19	Mr. W. K. G. N. Perera	600,000	0.20
20	Dr. C.C. Miranda	550,000	0.19
	OTHERS	59,663,160	20.08
	<b>TOTAL</b>	<b>297,123,750</b>	<b>100.00</b>

Name of the Director	No. of Shares as at 30.06.2022
Mr.A.M.Pandithage	23,790
Mr.S.C.Ganegoda	48,150
Mr. H. S. R. Kariyawasan *	2,379,508
Mr. M.S.P. Udaya Kumara	4,620
Mr. B. Balaratnarajah	30,040
<b>Total</b>	<b>2,486,108</b>

\* Shares held jointly with Mrs. K. H. S. Kariyawasan

Percentage of public holding as at 30.06.2022 (%)	31.43
Total No. of Shareholders representing the public holding	8384
Float adjusted market capitalization (Rs.)	5,070,859,508
Market capitalization (Rs.)	16,133,819,625
The Company complies with option 3 of the Listing Rules 7.14.1 (i) (a) – which requires 7.5% Public Holding.	