

# HAYCARB PLC

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



**Interim Report**  
Year ended 31<sup>st</sup> March 2023

**Quarter-4**  
**(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. 10<sup>th</sup> June 2022)  
Ms. Sharmila Ragunathan (Resigned w.e.f 30<sup>th</sup> April 2022)  
Ali Asgar Munaver Caderbhoy  
James Naylor  
M.H. Jamaldeen  
Ms. Shamalie Gunawardana  
Ms. Brindhiini Perera (appointed w.e.f. 19 October 2022)

### 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 (Amalgamated to Haycarb PLC w.e.f. 28.12.2022)  
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

### STATEMENT OF PROFIT OR LOSS

For the period ended	Unaudited		Change %	Unaudited		Change %
	Year ended			3 months to		
	31.03.2023	31.03.2022		31.03.2023	31.03.2022	
	Rs.'000	Rs.'000	+ / (-)	Rs.'000	Rs.'000	+ / (-)
<b>CONSOLIDATED</b>						
<b>Revenue</b>	<b>60,943,256</b>	33,160,474	84	<b>12,850,362</b>	9,873,278	30
Cost of sales	<b>(46,064,358)</b>	(25,942,668)	78	<b>(9,796,050)</b>	(7,951,000)	23
<b>Gross profit</b>	<b>14,878,898</b>	7,217,806	106	<b>3,054,311</b>	1,922,278	59
Other operating income	<b>200,630</b>	249,988	(20)	<b>87,817</b>	163,466	(46)
Selling & distribution expenses	<b>(550,508)</b>	(260,576)	111	<b>(131,491)</b>	(65,326)	101
Administrative expenses	<b>(6,254,737)</b>	(4,128,162)	52	<b>(1,769,203)</b>	(1,459,911)	21
<b>Results from operating activities</b>	<b>8,274,283</b>	3,079,056	169	<b>1,241,434</b>	560,507	121
Finance income	<b>3,392,719</b>	2,321,003	46	<b>368,362</b>	1,966,456	(81)
Finance cost	<b>(3,411,387)</b>	(722,727)	372	<b>(687,864)</b>	(258,929)	166
Net finance income/ (cost)	<b>(18,668)</b>	1,598,276	(101)	<b>(319,502)</b>	1,707,527	(119)
Share of profit of equity accounted investees (net of tax)	<b>2,417</b>	(21,344)	(111)	<b>16,632</b>	(16,709)	(200)
<b>Profit before income tax</b>	<b>8,258,032</b>	4,655,988	77	<b>938,564</b>	2,251,325	(58)
Tax expense	<b>(1,752,544)</b>	(934,848)	87	<b>(54,252)</b>	(451,511)	(88)
<b>Profit for the period</b>	<b>6,505,488</b>	3,721,140	75	<b>884,312</b>	1,799,814	(51)
<b>Attributable to:</b>						
Equity holders of the parent	<b>5,823,160</b>	3,287,554	77	<b>820,848</b>	1,723,354	(52)
Non-controlling interest	<b>682,328</b>	433,586	57	<b>63,465</b>	76,460	(17)
<b>Profit for the period</b>	<b>6,505,488</b>	3,721,140	75	<b>884,312</b>	1,799,814	(51)
<b>Earnings per share</b>						
Basic earnings per share (Rs.)	<b>19.60</b>	11.06		<b>2.76</b>	5.80	
<b>COMPANY</b>						
<b>Revenue</b>	<b>28,108,406</b>	14,957,057	88	<b>5,246,487</b>	3,966,989	32
Cost of sales	<b>(21,330,692)</b>	(12,396,052)	72	<b>(4,216,636)</b>	(3,209,500)	31
<b>Gross profit</b>	<b>6,777,714</b>	2,561,005	165	<b>1,029,850</b>	757,489	36
Other operating income	<b>2,393,150</b>	907,522	164	<b>750,240</b>	506,271	48
Selling & distribution expenses	<b>(121,483)</b>	(44,570)	173	<b>(33,256)</b>	(13,906)	139
Administrative expenses	<b>(2,573,152)</b>	(1,943,024)	32	<b>(860,978)</b>	(769,293)	12
<b>Results from operating activities</b>	<b>6,476,229</b>	1,480,933	337	<b>885,856</b>	480,561	84
Finance income	<b>2,161,436</b>	1,878,764	15	<b>482,220</b>	1,625,639	(70)
Finance cost	<b>(1,727,478)</b>	(435,204)	297	<b>(588,657)</b>	(159,192)	270
Net finance income/(cost)	<b>433,958</b>	1,443,560	(70)	<b>(106,437)</b>	1,466,447	(107)
<b>Profit before income tax</b>	<b>6,910,187</b>	2,924,493	136	<b>779,419</b>	1,947,008	(60)
Tax expense	<b>(697,740)</b>	(336,182)	108	<b>142,088</b>	(229,960)	(162)
<b>Profit for the period</b>	<b>6,212,447</b>	2,588,311	140	<b>921,506</b>	1,717,048	(46)
Basic earnings per share (Rs.)	<b>20.91</b>	8.71		<b>3.10</b>	5.78	

Notes on pages 7 to 9 form an integral part of these financial statements.

Figures in brackets indicate deductions.

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

For the Year ended 31st March	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	2023	2022	2023	2022
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Profit for the Period</b>	<b>6,505,488</b>	3,721,140	<b>6,212,447</b>	2,588,311
<b>Other comprehensive income</b>				
Net Exchange differences on translation of foreign entities	<b>884,921</b>	3,428,340	-	-
Net gain/(loss) on available-for-sale financial assets	<b>(195,300)</b>	(565,556)	<b>(195,300)</b>	(565,556)
Reserve on amalgamation			<b>68,290</b>	-
Actuarial gains and (losses) on defined benefit plans	<b>(47,461)</b>	(82,188)	<b>(34,828)</b>	(73,303)
Revaluation of land and buildings	-	383,456	-	124,638
Tax effect on OCI Adjustments	<b>(89,987)</b>	(17,464)	<b>(87,392)</b>	(7,186)
<b>Other comprehensive income for the period (net of tax)</b>	<b>552,174</b>	3,146,588	<b>(249,230)</b>	(521,407)
<b>Total comprehensive income for the period (net of tax)</b>	<b>7,057,662</b>	6,867,728	<b>5,963,217</b>	2,066,904
<b>Attributable to:</b>				
Equity holders of the parent	<b>6,174,584</b>	5,602,753	<b>5,963,217</b>	2,066,904
Non-controlling interests	<b>883,078</b>	1,264,975	-	-
	<b>7,057,662</b>	6,867,728	<b>5,963,217</b>	2,066,904
<b>For the Three months ended 31st March</b>	<b>2023</b>	2022	<b>2023</b>	2022
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Profit for the Period</b>	<b>884,312</b>	1,799,814	<b>921,506</b>	1,717,048
<b>Other comprehensive income</b>				
Net Exchange differences on translation of foreign entities	<b>(1,106,656)</b>	3,549,267	-	-
Net gain/(loss) on available-for-sale financial assets	<b>(56,962)</b>	(740,512)	<b>(56,962)</b>	(740,512)
Reserve on amalgamation	-	-	-	-
Actuarial gains and (losses) on defined benefit plans	<b>(47,461)</b>	(82,188)	<b>(34,828)</b>	(73,303)
Revaluation of land and buildings	-	383,456	-	124,638
Tax effect on OCI Adjustments	<b>13,052</b>	(17,464)	<b>10,448</b>	(7,186)
<b>Other comprehensive income for the period (net of tax)</b>	<b>(1,198,027)</b>	3,092,559	<b>(81,343)</b>	(696,363)
<b>Total comprehensive income for the period (net of tax)</b>	<b>(313,715)</b>	4,892,373	<b>840,164</b>	1,020,685
<b>Attributable to:</b>				
Equity holders of the parent	<b>(81,965)</b>	3,916,123	<b>840,164</b>	1,020,685
Non-controlling interests	<b>(231,750)</b>	976,250	-	-
	<b>(313,715)</b>	4,892,373	<b>840,164</b>	1,020,685

## Haycarb PLC

### STATEMENT OF FINANCIAL POSITION

As at	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property, plant and equipment	10,214,282	8,895,684	4,365,959	3,546,621
Right-of-use assets	283,455	105,870	34,562	69,126
Intangible assets	289,399	258,465	87,219	53,992
Investments in subsidiaries	-	-	1,094,769	1,494,769
Investment in equity accounted investees	592,753	590,336	92,903	92,903
Other non-current financial assets	1,184,666	1,378,880	1,127,532	1,322,832
Deferred tax assets	244,159	132,820	-	-
	<u>12,808,714</u>	<u>11,362,055</u>	<u>6,802,944</u>	<u>6,580,243</u>
<b>Current Assets</b>				
Inventories	13,986,769	15,807,144	5,106,565	5,062,409
Trade and other receivables	6,709,919	8,473,480	4,224,190	5,423,774
Amounts due from subsidiaries	-	-	649,391	782,477
Amounts due from related parties	104,195	177,244	26,133	100,916
Amounts due from equity accounted investees	101,824	63,611	247	3,802
Other current assets	1,406,878	1,010,819	430,452	425,250
Cash in hand and at bank	5,072,892	3,117,724	2,077,492	831,017
	<u>27,382,477</u>	<u>28,650,022</u>	<u>12,514,470</u>	<u>12,629,645</u>
<b>Total Assets</b>	<u>40,191,191</u>	<u>40,012,077</u>	<u>19,317,414</u>	<u>19,209,888</u>
<b>EQUITY &amp; LIABILITIES</b>				
<b>Equity</b>				
Stated capital	331,774	331,774	331,774	331,774
Capital reserves	891,290	994,758	520,097	549,647
Revenue reserves	20,918,757	16,845,411	11,867,174	7,919,373
<b>Total equity attributable to equity holders of the company</b>	<u>22,141,821</u>	<u>18,171,943</u>	<u>12,719,045</u>	<u>8,800,794</u>
Non-controlling interest	3,070,745	2,648,637	-	-
<b>Total equity</b>	<u>25,212,566</u>	<u>20,820,580</u>	<u>12,719,045</u>	<u>8,800,794</u>
<b>Non-Current Liabilities</b>				
Interest-bearing loans & borrowings	140,194	677,152	135,461	670,906
Non-current lease liability	206,177	54,051	-	41,615
Deferred tax liabilities	136,709	368,658	85,673	294,955
Employee benefit obligations	1,230,526	1,143,285	903,328	831,502
<b>Total non-current liabilities</b>	<u>1,713,606</u>	<u>2,243,146</u>	<u>1,124,462</u>	<u>1,838,978</u>
<b>Current Liabilities</b>				
Trade and other payables	3,703,807	3,398,755	1,979,594	1,721,652
Interest-bearing loans & borrowings	6,779,510	10,328,363	3,027,329	6,361,400
Current lease liability	86,718	59,361	41,615	37,299
Other current liabilities	413,884	547,047	32,171	72,349
Amounts due to subsidiaries	-	-	110,869	84,827
Amounts due to other related parties	1,635,815	2,186,028	72,656	292,589
Income tax payable	645,285	428,797	209,673	-
<b>Total Current Liabilities</b>	<u>13,265,019</u>	<u>16,948,351</u>	<u>5,473,907</u>	<u>8,570,116</u>
<b>Total Liabilities</b>	<u>14,978,625</u>	<u>19,191,497</u>	<u>6,598,369</u>	<u>10,409,094</u>
<b>Total Equity and Liabilities</b>	<u>40,191,191</u>	<u>40,012,077</u>	<u>19,317,414</u>	<u>19,209,888</u>
Net assets per share ( Rs.)	74.52	61.16	43.00	29.62

"It is certified that the financial statements set out on pages 2 to 9 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  
18<sup>th</sup> May 2023

Sgd.

H S R Kariyawan  
Managing Director

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

For the period ended 31st March

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
Profit for the period	-	-	-	-	-	3,287,554	3,287,554	433,586	3,721,140
Revaluation during the year	-	337,895	-	-	-	-	337,895	45,561	383,456
Translation of foreign entities	-	-	-	2,639,026	-	-	2,639,026	789,314	3,428,340
Actuarial gains and (losses) on defined benefit plans	-	-	-	-	-	(77,885)	(77,885)	(4,303)	(82,188)
Income tax on other comprehensive income	-	(29,421)	-	-	-	11,140	(18,281)	817	(17,464)
Net gain on equity instruments designated as FVOCI	-	-	(565,556)	-	-	-	(565,556)	-	(565,556)
Other comprehensive income for the period	-	308,474	(565,556)	2,639,026	-	(66,745)	2,315,198	831,389	3,146,588
Dividends	-	-	-	-	-	(831,947)	(831,947)	(367,642)	(1,199,589)
Balance as at 31.03.2022	331,774	994,758	1,282,171	4,013,781	519,353	11,030,106	18,171,942	2,648,637	20,820,580
<b>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>11,030,106</b>	<b>18,171,943</b>	<b>2,648,637</b>	<b>20,820,580</b>
Charge relating to Surcharge Tax (Note 7)	-	-	-	-	-	(525,957)	(525,957)	-	(525,957)
Adjusted balance 01.04.2022	331,774	994,758	1,282,171	4,013,781	519,353	10,504,149	17,645,986	2,648,637	20,294,623
Profit for the period	-	-	-	-	-	5,823,160	5,823,160	682,328	6,505,488
Translation of foreign entities	-	-	-	673,853	-	-	673,853	211,068	884,921
Actuarial gains and (losses) on defined benefit plans	-	-	-	-	-	(35,492)	(35,492)	(11,969)	(47,461)
Income tax on other comprehensive income	-	(103,468)	-	-	-	11,831	(91,637)	1,651	(89,987)
Net gain on equity instruments designated as FVOCI	-	-	(195,300)	-	-	-	(195,300)	-	(195,300)
Other comprehensive income for the period	-	(103,468)	(195,300)	673,853	-	(23,661)	351,424	200,750	552,174
Dividends	-	-	-	-	-	(1,678,749)	(1,678,749)	(460,970)	(2,139,719)
Balance as at 31.03.2023	331,774	891,290	1,086,871	4,687,634	519,353	14,624,899	22,141,821	3,070,745	25,212,566

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
	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
Profit for the period	-	-	-	-	2,588,311	2,588,311
Revaluation during the year	-	124,638	-	-	-	124,638
Actuarial gains and (losses) on defined benefit plans	-	-	-	-	(73,303)	(73,303)
Unclaimed dividend write back	-	(17,449)	-	-	10,263	(7,186)
Net gain on equity instruments designated as FVOCI	-	-	-	(565,556)	-	(565,556)
Other comprehensive income for the period	-	107,189	-	(565,556)	(63,040)	(521,407)
Dividends	-	-	-	-	(831,947)	(831,947)
Balance as at 31.03.2022	331,774	549,647	519,353	1,282,171	6,117,849	8,800,794
<b>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>6,117,849</b>	<b>8,800,794</b>
Charge relating to Surcharge Tax (Note 7)	-	-	-	-	(366,217)	(366,217)
Adjusted balance 01.04.2022	331,774	549,647	519,353	1,282,171	5,751,632	8,434,577
Profit for the period	-	-	-	-	6,212,447	6,212,447
Actuarial gains and (losses) on defined benefit plans	-	-	-	-	(34,828)	(34,828)
Reserve on amalgamation	-	68,290	-	-	-	68,290
Income tax on other comprehensive income	-	(97,840)	-	-	10,448.00	(87,392)
Net gain on equity instruments designated as FVOCI	-	-	-	(195,300)	-	(195,300)
Other comprehensive income for the period	-	(29,550)	-	(195,300)	(24,380)	(249,230)
Dividends	-	-	-	-	(1,678,749)	(1,678,749)
Balance as at 31.03.2023	331,774	520,097	519,353	1,086,871	10,260,950	12,719,045

**Haycarb PLC**  
**Statement Of Cash Flows**

For the period ended 31st March	Group		Company	
	2023 Rs.' 000	2022 Rs.' 000	2023 Rs.' 000	2022 Rs.' 000
<b>Operating activities</b>				
Profit before tax from continuing operations	8,258,032	4,655,988	6,910,187	2,924,493
<b>Adjustments for:</b>				
Depreciation and impairment of property, plant and equipment	898,952	668,757	259,749	226,379
Amortization of intangible assets	15,681	13,719	12,883	8,437
(Gain)/loss on disposal of property, plant and equipment	16	(91)	(500)	-
Gain/(loss) on translation on foreign currencies	1,337,550	2,032,766	1,229,483	1,624,761
Exchange difference on translation of foreign entities	636,654	2,407,675	-	-
Finance income	(3,392,719)	(2,321,003)	(2,161,436)	(1,878,764)
Finance cost	3,411,387	722,727	1,727,478	435,204
Dividend income - subsidiaries	-	-	(2,124,581)	(601,617)
Share of profit of an equity accounted investee	(2,417)	21,344	-	-
Provision/(reversal) for slow moving inventory	262,348	141,600	59,640	30,399
Provision / (reversal) for unrealized profit on inventories	595,605	268,034	-	-
Provision / (reversal) for expected credit loss	20,169	65,345	-	-
Provision for employee benefit obligations	167,431	145,057	168,329	115,656
<b>Cash generated from operations before working capital changes</b>	<b>12,208,689</b>	<b>8,821,918</b>	<b>6,081,232</b>	<b>2,884,948</b>
Working Capital Adjustments:				
(Increase)/decrease in trade and other receivables and Prepayments	1,331,869	(4,553,465)	1,189,976	(3,219,677)
(Increase)/decrease in amounts receivable from subsidiaries and related parties	34,836	(187,523)	517,427	(193,668)
(Increase)/decrease in inventories	962,422	(7,595,756)	(99,413)	(2,531,438)
Increase/(decrease) in trade and other payables	236,599	1,443,279	264,310	870,207
Increase/(decrease) in amount due to related parties	(399,275)	778,756	(43,509)	(48,307)
	14,375,140	(1,292,791)	7,910,021	(2,237,935)
Interest paid	(1,595,267)	(476,917)	(1,119,793)	(239,124)
Income tax paid	(1,976,015)	(1,010,211)	(838,775)	(284,000)
Surcharge Tax paid	(525,957)	-	(366,217)	-
Employee benefit paid	(155,948)	(34,551)	(131,331)	(30,129)
<b>Net cash flows from/ (used in) operating activities</b>	<b>10,121,953</b>	<b>(2,814,470)</b>	<b>5,453,906</b>	<b>(2,791,188)</b>
<b>Investing activities</b>				
Proceeds from sale of property, plant and equipment	1,710	1,848	500	-
Purchase of property, plant and equipment	(1,907,289)	(1,677,730)	(814,045)	(858,646)
Acquisition of intangible assets	(46,110)	(38,078)	(46,110)	(38,078)
Acquisition of subsidiaries	-	-	4,587	-
Proceeds from long-term loans and receivables	4,250	5,413	-	-
Interest received	209,885	98,271	247,970	34,696
Dividend received from equity accounted investees	-	3,623	-	3,623
Other dividends received	118,413	101,873	2,242,982	699,860
<b>Net cash flows from/(used) in investing activities</b>	<b>(1,619,141)</b>	<b>(1,504,780)</b>	<b>1,635,884</b>	<b>(158,545)</b>
<b>Net cash inflow/(outflow) before financing activities</b>	<b>8,502,812</b>	<b>(4,319,250)</b>	<b>7,089,790</b>	<b>(2,949,733)</b>
<b>Financing activities</b>				
Proceeds from borrowings	200,000	507,783	200,000	500,000
Repayment of borrowings	(917,256)	(272,274)	(907,701)	(257,850)
Lease rental paid	(71,011)	(80,357)	(44,136)	(44,136)
Dividends paid to equity holders of the parent	(1,894,397)	(603,769)	(1,894,397)	(603,769)
Dividends paid to non-controlling interest	(460,970)	(367,642)	-	-
<b>Net cash flows from/(used in) financing activities</b>	<b>(3,143,634)</b>	<b>(816,259)</b>	<b>(2,646,234)</b>	<b>(405,755)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>5,359,179</b>	<b>(5,135,509)</b>	<b>4,443,556</b>	<b>(3,355,488)</b>
<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>(1,878,772)</b>
<b>Cash and cash equivalents at end of the period (Note A)</b>	<b>(1,546,029)</b>	<b>(6,905,208)</b>	<b>(790,704)</b>	<b>(5,234,260)</b>
<b>Analysis of cash and cash equivalents as at 31st March</b>				
A) Cash in hand and at bank	3,197,794	1,933,512	1,116,248	194,669
Short-term deposits	1,875,098	1,184,212	961,244	636,348
	5,072,892	3,117,724	2,077,492	831,017
Bank overdrafts and short-term loans	(6,618,921)	(10,022,932)	(2,868,196)	(6,065,277)
Cash and cash equivalents	(1,546,029)	(6,905,208)	(790,704)	(5,234,260)

## Haycarb PLC SEGMENT ANALYSIS

### BUSINESS SEGMENTS

#### Turnover-Net

	External Rs.'000	Intra-group Rs.'000	Group	
			31.03.2023 Rs.'000	31.03.2022 Rs.'000
Activated carbon	59,624,425	23,780,337	<b>83,404,762</b>	42,933,298
Environmental engineering	1,318,831	16,577	<b>1,335,408</b>	2,311,994
	<u>60,943,256</u>	<u>23,796,914</u>	<b>84,740,170</b>	45,245,292
Intra-group sales			<b>(23,796,914)</b>	(12,084,818)
			<u><b>60,943,256</b></u>	<u>33,160,474</u>

#### Industry segment results

##### Profit before tax

	Group	
	31.03.2023 Rs.'000	31.03.2022 Rs.'000
Activated carbon	<b>8,497,831</b>	4,584,689
Environmental engineering	<b>(241,935)</b>	111,366
Purification associate	<b>(8,888)</b>	(58,148)
Leisure - associate	<b>11,024</b>	18,081
	<u><b>8,258,032</b></u>	<u>4,655,988</u>

### INVESTOR INFORMATION

	Twelve months ended		Three months ended	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
<b>Market value of shares</b>				
Last traded price	<b>56.30</b> (31/03/2023)	49.00 (31/03/2022)	<b>56.30</b> (31/03/2023)	49.00 (31/03/2022)
Highest price recorded for the period (Rs.)	<b>80.00</b> (20/09/2022)	119.75 (15/04/2021)	<b>63.40</b> (21/02/2023)	78.00 (06/01/2022)
Lowest price recorded for the period (Rs.)	<b>Rs. 40.00</b> (27/04/2022)	49.00 (31/03/2022)	<b>51.50</b> (19/01/2023)	49.00 (31/03/2022)
Market capitalisation (Rs.)	<b>16,728,067,125</b>	14,559,063,750	<b>16,728,067,125</b>	14,559,063,750
P/E ratio	2.87	4.43		
<b>Dividend declared</b>				
Final dividend 2021/22 - Rs. 0.40/- per share (2020/21 - Rs. 0.50/- per share)			<b>118,849,500</b>	148,561,875
1st Interim dividend - Rs. 2.75/- per share (2021/22 - Rs. 0.80/- per share)			<b>817,090,313</b>	237,699,000
2nd Interim dividend - Rs. 1.50/- (2021/22 - Rs. 0.75/- per share)			<b>445,685,625</b>	222,842,813
3rd Interim dividend -Rs. 1.00/- (2021/22- Rs. 0.75/- per share)			<b>297,123,750</b>	222,842,813
<b>Total for the Period</b>			<u><b>1,678,749,188</b></u>	<u>831,946,500</u>

#### Share trading information

	Twelve months ended		Three months ended	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
No of transactions	<b>22,383</b>	100,525	<b>5,118</b>	13,060
No of shares traded	<b>22,294,453</b>	70,052,220	<b>4,041,514</b>	8,815,924
Value of shares traded (Rs.)	<b>1,412,145,330</b>	6,293,368,957	<b>233,458,345</b>	586,923,924



## Haycarb PLC

### Notes

As at 31st March

**2023**  
**Rs.'000**

2022  
Rs.'000

#### 1. Stated capital

Issued and fully paid - 297,123,750 ( 297,123,750 - 31.03.2022) Ordinary shares	<b>331,774</b>	331,774
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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 or disclosure 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 million (company Rs. 366.2 million) , and the first instalment of Rs. 262.9 million (Company Rs. 183.1 million) was paid by group entities on 20th April 2022 and the balance on 20th July 2022.

#### 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.

##### I. Increase in interest rates

The sharp increase in interest rates impacted net interest cost which increased by 211% and 245% for the group and the company respectively. The company took measures to improve the management of working capital to reduce borrowings.

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 actions to improve the management of working capital to reduce the borrowings.
- Strategic focus on capex planning to prioritise essential capex while deferring the other capex requirements.

## Haycarb PLC

### Notes Contd.

#### II. 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.

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

#### III. Other considerations – Environmental Engineering

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

#### 9. Amalgamation of a subsidiary

Haycarb Value added Products (Pvt) Limited which was a fully owned subsidiary of Haycarb PLC has been amalgamated with Haycarb PLC in accordance with the provisions of Part VIII of the Companies act, No. 07 of 2007, and from 28<sup>th</sup> of December 2022 shall continue as Haycarb PLC.

The carrying amounts of the identifiable assets and liabilities of the acquiree as at 28th December 2022 are as follows;

<b>Assets</b>	<b>Value Rs. '000</b>
Property plant and equipment	230,478
Trade and other receivables	2,257
Amounts receivable from subsidiaries and related parties	131,017
Amounts receivable from Haycarb PLC	174,986
Inventories	4,383
Cash in hand and at bank	4,587
	<b>547,708</b>
<b>Liabilities</b>	
Trade and other payables	18,164
Amount due to related parties	556
Income Tax Payable	30,529
Provision for Deferred Taxation	30,168
	<b>79,418</b>
<b>Carrying amount of identifiable net assets</b>	<b>468,290</b>
<b>Result of the acquisition is as follows;</b>	
Investment	400,000
Carrying value of identifiable net assets Merged	468,290
<b>Resulting Gain</b>	<b>68,290</b>

Since the business combination is within the entities under common control; no goodwill has been recognised upon the merger and the gain of Rs. 68,289,987/- was recognised in equity of Haycarb PLC.

## HAYCARB PLC

### First Twenty Shareholders as at 31<sup>st</sup> March, 2023

	Name of the Shareholder	No. of Shares as at 31.03.2023	%
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	4,126,014	1.39
4	Dr. D. Jayantha	3,630,000	1.22
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. S. Rameshan	1,649,680	0.56
8	Employees Trust Fund Board	1,546,470	0.52
9	Mrs. J. N. Ambani	1,530,000	0.51
10	Mr. Z. G. Carimjee	1,350,000	0.45
11	Mr. H. S. Gill	1,230,000	0.41
12	Mrs. V. Saraswathi/Mr. S. Vasudevan	945,120	0.32
13	Harnam Holdings SDN BHD	770,000	0.26
14	Miss. M. P. Radhakrishnan	740,100	0.25
15	Miss A. Radhakrishnan	740,000	0.25
16	Mr. A. A. Thakshann	710,780	0.24
17	Mr. R. Maheswaran	700,010	0.24
18	Mr. W. K. G. N. Perera	700,000	0.24
19	Seylan Bank PLC/Mr. M. N. Deen	649,877	0.22
20	Dr. C.C. Miranda	550,000	0.19
	OTHERS	56,694,398	19.08
	<b>TOTAL</b>	<b>297,123,750</b>	<b>100</b>

Name of the Director	No. of Shares as at 31.03.2023
Mr. Mohan Pandithage	23,790
Mr. Rajitha Kariyawasan*	2,379,508
Mr. Sarath Ganegoda	73,150
Mr. Sujeewa Rajapakse	-
Mr. Arjun Senaratna	-
Ms. Jeevani Abeyratne	-
Mr. Sarath Abayawardana	-
Mr. Prasanna Udaya Kumara	4,620
Mr. Brahman Balaratnarajah	30,040
Mr. Ali Asgar Munaver Caderbhoy	-
Mr. James Naylor	-
Mr. Hisham Jamaldeen	-
Ms. Shamalie Gunawardana	-
Ms. Brindhiini Perera (appointed w.e.f. 19 October 2022)	-
<b>Total</b>	<b>2,511,108</b>

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

Percentage of public holding as at 31.03.2023 (%)	31.42
Total No. of Shareholders representing the public holding	7971
Float adjusted market capitalization (Rs.)	5,255,958,691
Market capitalization (Rs.)	16,728,067,125
The Company complies with option 3 of the Listing Rules 7.14.1 (i) (a) – which requires 7.5% Public Holding.	