

# HAYCARB PLC

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



**Interim Report**  
Six months ended 30th September 2018

**Quarter-2**  
**(2018/19)**

## **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

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)

Ms. Sharmila Ragunathan

Ali Asgar Munaver Caderbhoy

James Naylor

M.H. Jamaldeen

### **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 STATEMENTS**

Audited year ended 31.03.18 Rs.'000	For the period ended	<b>Unaudited 6 months to 30.09.18 Rs.'000</b>	Unaudited 30.09.17 Rs.'000	Change % + / (-)	<b>Unaudited 3 months to 30.09.18 Rs.'000</b>	Unaudited 30.09.17 Rs.'000
<b>CONSOLIDATED</b>						
15,518,079	<b>Revenue</b>	<b>8,986,252</b>	7,116,236	26	<b>4,668,129</b>	3,817,229
(12,424,085)	Cost of sales	<b>(7,191,392)</b>	(5,792,930)	24	<b>(3,696,862)</b>	(3,134,951)
3,093,994	<b>Gross profit</b>	<b>1,794,860</b>	1,323,306	36	<b>971,267</b>	682,278
29,969	Other operating income	<b>25,305</b>	19,655	29	<b>15,338</b>	(643)
(154,270)	Selling & distribution expenses	<b>(73,139)</b>	(64,304)	14	<b>(27,781)</b>	(27,840)
(1,879,251)	Administrative expenses	<b>(1,132,821)</b>	(920,323)	23	<b>(587,040)</b>	(456,324)
1,090,442	<b>Results from operating activities</b>	<b>614,205</b>	358,334	71	<b>371,784</b>	197,471
120,379	Finance income	<b>335,986</b>	45,716	635	<b>264,177</b>	(506)
(302,273)	Finance cost	<b>(446,300)</b>	(115,979)	285	<b>(316,267)</b>	(56,430)
(181,894)	Net finance income/ (cost)	<b>(110,314)</b>	(70,263)	57	<b>(52,090)</b>	(56,936)
17,875	Share of profit of equity accounted investee (net of tax)	<b>(1,062)</b>	8,618	(112)	<b>(138)</b>	4,556
926,423	<b>Profit before income tax</b>	<b>502,829</b>	296,689	69	<b>319,556</b>	145,091
(152,799)	Income tax expense	<b>(74,597)</b>	(45,510)	64	<b>(51,587)</b>	(14,973)
773,624	<b>Profit for the period</b>	<b>428,232</b>	251,179	70	<b>267,969</b>	130,118
<b>Attributable to:</b>						
672,364	Equity holders of the company	<b>304,343</b>	237,578	28	<b>203,246</b>	130,054
101,260	Non-controlling interests	<b>123,889</b>	13,601	811	<b>64,723</b>	64
773,624		<b>428,232</b>	251,179	70	<b>267,969</b>	130,118
<b>Earnings per share</b>						
22.63	Basic earnings per share (Rs.)	<b>10.24</b>	8.00		<b>6.84</b>	4.38
<b>COMPANY</b>						
6,368,778	<b>Revenue</b>	<b>3,861,594</b>	3,230,824	20	<b>1,881,445</b>	1,674,546
(5,253,081)	Cost of sales	<b>(3,539,044)</b>	(2,552,384)	39	<b>(1,687,883)</b>	(1,351,631)
1,115,697	<b>Gross profit</b>	<b>322,550</b>	678,440	(52)	<b>193,562</b>	322,915
335,884	Other operating income	<b>66,356</b>	59,041	12	<b>39,082</b>	30,380
(29,014)	Selling & distribution expenses	<b>(12,442)</b>	(13,946)	(11)	<b>(6,636)</b>	(5,879)
(779,520)	Administrative expenses	<b>(426,149)</b>	(390,923)	9	<b>(221,879)</b>	(189,059)
643,047	Results from operating activities	<b>(49,685)</b>	332,612	(115)	<b>4,129</b>	158,357
124,458	Finance income	<b>285,726</b>	62,099	360	<b>214,029</b>	13,908
(113,282)	Finance cost	<b>(251,820)</b>	(47,448)	431	<b>(197,588)</b>	(18,234)
11,176	Net finance income/(cost)	<b>33,906</b>	14,651	131	<b>16,441</b>	(4,326)
654,223	<b>Profit before income tax</b>	<b>(15,779)</b>	347,263	(105)	<b>20,570</b>	154,031
(47,469)	Income tax expense	<b>(16,069)</b>	(26,000)	(38)	<b>(16,069)</b>	(5,000)
606,754	<b>Profit for the period</b>	<b>(31,848)</b>	321,263	(110)	<b>4,501</b>	149,031
20.42	Basic earnings per ordinary share (Rs.)	<b>(1.07)</b>	10.81		<b>0.15</b>	5.02

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

Figures in brackets indicate deductions.

**Haycarb PLC**  
**STATEMENTS OF OTHER COMPREHENSIVE INCOME**

For the period ended 30th September	Group		Company	
	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000
<b>Profit for the Period</b>	<b>428,232</b>	251,179	<b>(31,848)</b>	321,263
<b>Other comprehensive income</b>				
Net Exchange differences on translation of foreign entities	<b>90,352</b>	73,381	-	-
Net gain/(loss) on available-for-sale financial assets	<b>(34,584)</b>	71,202	<b>(34,584)</b>	71,202
Movement in reserve in equity accounted investee	<b>(34,972)</b>	5,182		
<b>Other comprehensive income for the period (net of tax)</b>	<b>20,796</b>	149,765	<b>(34,584)</b>	71,202
<b>Total comprehensive income for the period (net of tax)</b>	<b>449,028</b>	400,944	<b>(66,432)</b>	392,465
<b>Attributable to:</b>				
Equity holders of the parent	<b>313,311</b>	367,136	<b>(66,432)</b>	392,465
Non-controlling interests	<b>135,717</b>	33,808	-	-
	<b>449,028</b>	400,944	<b>(66,432)</b>	392,465

# Haycarb PLC

## STATEMENTS OF FINANCIAL POSITION

Group		Company		Group		Company	
Audited	Audited	As at 30th September		Unaudited	Unaudited	Unaudited	Unaudited
31.03.2018	31.03.2018			2018	2017	2018	2017
Rs.'000	Rs.'000			Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>ASSETS</b>							
<b>Non-Current Assets</b>							
5,121,193	1,787,642	Property, plant & equipment		5,052,987	5,061,314	1,754,805	1,798,236
285,856	27,095	Intangible assets		264,741	278,856	22,132	32,485
-	1,486,895	Investments in subsidiaries		-	-	1,494,770	1,486,895
516,926	92,903	Investment in equity accounted investee		477,176	501,472	92,903	92,903
-	134,386	Non current receivables from subsidiaries		-	-	268,000	134,386
385,875	348,366	Other non-current financial assets		351,006	416,795	313,783	380,918
81,551	-	Deferred tax assets		81,705	17,363	-	-
<u>6,391,401</u>	<u>3,877,287</u>			<u>6,227,615</u>	<u>6,275,800</u>	<u>3,946,393</u>	<u>3,925,823</u>
<b>Current Assets</b>							
4,085,980	1,282,321	Inventories		6,593,712	3,370,825	2,118,322	1,166,242
3,279,716	1,165,886	Trade & other receivables		3,366,259	3,199,257	1,573,787	1,458,607
-	1,096,498	Amounts due from subsidiaries		-	-	934,841	959,514
17,106	-	Amounts due from related parties		11,896	27,184	5,472	-
26,386	1,574	Amounts due from equity accounted investee		30,783	16,626	5,426	1,272
590,862	269,983	Other current assets		500,506	249,359	262,800	54,247
891,006	206,165	Cash and cash equivalents		606,930	739,178	114,541	254,814
<u>8,891,056</u>	<u>4,022,427</u>			<u>11,110,086</u>	<u>7,602,429</u>	<u>5,015,189</u>	<u>3,894,696</u>
<u>15,282,457</u>	<u>7,899,714</u>	<b>Total Assets</b>		<u>17,337,701</u>	<u>13,878,229</u>	<u>8,961,582</u>	<u>7,820,519</u>
<b>EQUITY &amp; LIABILITIES</b>							
<b>Equity</b>							
331,774	331,774	Stated capital		331,774	331,774	331,774	331,774
648,703	356,919	Capital reserves		648,703	717,597	356,919	411,155
6,447,363	4,202,121	Revenue reserves		6,582,400	5,974,454	3,957,415	3,972,649
7,427,840	4,890,814	<b>Total equity attributable to equity holders of the company</b>		7,562,877	7,023,825	4,646,108	4,715,578
909,771	-	Non-controlling interests		1,045,488	810,570	-	-
<u>8,337,611</u>	<u>4,890,814</u>	<b>Total equity</b>		<u>8,608,365</u>	<u>7,834,395</u>	<u>4,646,108</u>	<u>4,715,578</u>
<b>Non-Current Liabilities</b>							
219,487	123,821	Interest bearing loans & borrowings		135,068	304,421	91,325	163,876
219,199	117,630	Deferred tax liabilities		219,199	101,633	117,630	37,909
464,424	387,455	Retirement benefit obligations		478,627	378,498	400,556	319,182
<u>903,110</u>	<u>628,906</u>	<b>Total non-current liabilities</b>		<u>832,894</u>	<u>784,552</u>	<u>609,511</u>	<u>520,967</u>
<b>Current Liabilities</b>							
1,747,701	364,765	Trade & other payables		1,617,804	1,200,393	400,104	316,345
2,944,623	1,762,861	Interest bearing loans & borrowings		4,324,921	2,685,911	2,879,053	1,971,510
195,192	33,742	Other current liabilities		634,605	182,161	73,010	20,810
-	169,754	Amounts due to subsidiaries		-	-	268,074	195,772
1,066,820	48,872	Amounts due to related parties		1,255,327	1,150,727	85,722	63,181
87,400	-	Income tax payable		63,785	40,090	-	16,356
<u>6,041,736</u>	<u>2,379,994</u>	<b>Total current liabilities</b>		<u>7,896,442</u>	<u>5,259,282</u>	<u>3,705,963</u>	<u>2,583,974</u>
6,944,846	3,008,900	<b>Total liabilities</b>		8,729,336	6,043,834	4,315,474	3,104,941
<u>15,282,457</u>	<u>7,899,714</u>	<b>Total equity and liabilities</b>		<u>17,337,701</u>	<u>13,878,229</u>	<u>8,961,582</u>	<u>7,820,519</u>
249.99	164.61	Net assets per share ( Rs.)		254.54	236.39	156.37	158.71

"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  
7th November 2018

Sgd.

H S R Kariyawasan  
Managing Director

**Haycarb PLC**  
**STATEMENTS OF CHANGES IN EQUITY**

For the period ended 30th September

GROUP	Attributable to equity holders of the parent						Total	Non controlling interest	Total equity
	Stated capital	Capital reserves	Other Reserves			Retained earnings			
			Available -for-sale reserve	Exchange fluctuation on reserve	General reserve				
Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	
<b>Balance as at 01.04.2017</b>	<b>331,774</b>	<b>717,597</b>	<b>269,054</b>	<b>413,604</b>	<b>519,353</b>	<b>4,494,444</b>	<b>6,745,826</b>	<b>776,762</b>	<b>7,522,588</b>
Profit for the period	-	-	-	-	-	237,578	237,578	13,601	251,179
Translation of foreign entities	-	-	-	53,174	-	-	53,174	20,207	73,381
Movement in reserve in equity accounted investee	-	-	-	-	-	5,182	5,182	-	5,182
Net gain on available-for-sale financial assets	-	-	71,202	-	-	-	71,202	-	71,202
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>71,202</b>	<b>53,174</b>	<b>-</b>	<b>5,182</b>	<b>129,558</b>	<b>20,207</b>	<b>149,765</b>
Dividends	-	-	-	-	-	(89,137)	(89,137)	-	(89,137)
<b>Balance as at 30.09.2017</b>	<b>331,774</b>	<b>717,597</b>	<b>340,256</b>	<b>466,778</b>	<b>519,353</b>	<b>4,648,067</b>	<b>7,023,825</b>	<b>810,570</b>	<b>7,834,395</b>
<b>Balance as at 01.04.2018</b>	<b>331,774</b>	<b>648,703</b>	<b>307,706</b>	<b>555,980</b>	<b>519,353</b>	<b>5,064,324</b>	<b>7,427,840</b>	<b>909,771</b>	<b>8,337,611</b>
Profit for the period	-	-	-	-	-	304,343	304,343	123,889	428,232
Translation of foreign entities	-	-	-	78,524	-	-	78,524	11,828	90,352
Movement in reserve in equity accounted investee	-	-	-	-	-	(34,972)	(34,972)	-	(34,972)
Net gain on available-for-sale financial assets	-	-	(34,584)	-	-	-	(34,584)	-	(34,584)
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>(34,584)</b>	<b>78,524</b>	<b>-</b>	<b>(34,972)</b>	<b>8,968</b>	<b>11,828</b>	<b>20,796</b>
Dividends	-	-	-	-	-	(178,274)	(178,274)	-	(178,274)
<b>Balance as at 30.09.2018</b>	<b>331,774</b>	<b>648,703</b>	<b>273,122</b>	<b>634,504</b>	<b>519,353</b>	<b>5,155,421</b>	<b>7,562,877</b>	<b>1,045,488</b>	<b>8,608,365</b>

COMPANY	Stated capital	Capital reserves	General reserve	Available for sale reserve	Retained earnings	Total equity
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Balance as at 01.04.2017</b>	<b>331,774</b>	<b>411,155</b>	<b>519,353</b>	<b>269,054</b>	<b>2,880,914</b>	<b>4,412,250</b>
Profit for the period	-	-	-	-	321,263	321,263
Net gain on available for sale financial asset	-	-	-	71,202	-	71,202
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>71,202</b>	<b>-</b>	<b>71,202</b>
Dividends	-	-	-	-	(89,137)	(89,137)
<b>Balance as at 30.09.2017</b>	<b>331,774</b>	<b>411,155</b>	<b>519,353</b>	<b>340,256</b>	<b>3,113,040</b>	<b>4,715,578</b>
<b>Balance as at 01.04.2018</b>	<b>331,774</b>	<b>356,919</b>	<b>519,353</b>	<b>307,706</b>	<b>3,375,062</b>	<b>4,890,814</b>
Profit for the period	-	-	-	-	(31,848)	(31,848)
Net gain on available for sale financial asset	-	-	-	(34,584)	-	(34,584)
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(34,584)</b>	<b>-</b>	<b>(34,584)</b>
Dividends	-	-	-	-	(178,274)	(178,274)
<b>Balance as at 30.09.2018</b>	<b>331,774</b>	<b>356,919</b>	<b>519,353</b>	<b>273,122</b>	<b>3,164,940</b>	<b>4,646,108</b>

**Haycarb PLC**  
**Cash Flow Statements**

Group Audited	Company Audited		Group		Company	
31.03.2018	31.03.2018	<i>For the six months ended 30th September</i>	2018	2017	2018	2017
Rs.' 000	Rs.' 000		Rs.' 000	Rs.' 000	Rs.' 000	Rs.' 000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
926,423	654,223	Profit before tax	<b>502,829</b>	296,689	<b>(15,779)</b>	347,263
<b>Adjustments for :</b>						
426,255	126,931	Depreciation and impairment of property, plant & equipment	<b>228,145</b>	209,244	<b>67,622</b>	60,869
32,749	9,979	Amortization of intangible assets	<b>21,115</b>	11,204	<b>4,963</b>	4,269
1	-	(Gain)/loss on disposal of property, plant & equipment	-	-	-	-
2,742	33,197	Gain/(loss) on translation on foreign currencies	<b>13,608</b>	6,669	<b>66,285</b>	18,271
99,488	-	Exchange difference on translation of foreign entities	<b>34,426</b>	58,180	-	-
(120,379)	(124,458)	Finance income	<b>(335,986)</b>	(45,716)	<b>(285,726)</b>	(62,099)
302,273	113,282	Finance cost	<b>446,300</b>	115,979	<b>251,820</b>	47,448
-	(209,626)	Dividend income - subsidiaries/associates	-	-	<b>(3,716)</b>	(1,868)
(17,875)	-	Share of profit from equity accounted investee	<b>1,062</b>	(8,618)	-	-
17,990	12,175	Provision/(reversal) for slow moving inventory	<b>6,640</b>	12,345	<b>1,499</b>	10,674
10,810	-	Provision / (reversal) for unrealized profit on inventories	<b>36,640</b>	(2,061)	-	-
3,527	-	Provision / (reversal) of bad and doubtful debts	<b>479</b>	2,456	-	-
74,189	60,172	Provision for retiring gratuity	<b>37,800</b>	16,200	<b>33,000</b>	15,000
<b>1,758,193</b>	<b>675,875</b>	<b>Operating cash flows before working capital changes</b>	<b>993,058</b>	672,571	<b>119,968</b>	439,827
<b>Working Capital Adjustments:</b>						
(590,283)	(162,152)	(Increase)/decrease in trade and other receivables and Prepayments	<b>6,358</b>	(211,581)	<b>(392,121)</b>	(239,137)
(20,908)	(1,561)	(Increase)/decrease in amounts receivable from subsidiaries and relat	<b>813</b>	(21,226)	<b>18,719</b>	135,725
(638,492)	(125,595)	(Increase)/decrease in inventories	<b>(2,551,012)</b>	95,181	<b>(837,500)</b>	(8,016)
47,632	72,076	Increase/(decrease) in trade and other payables	<b>309,365</b>	(511,725)	<b>172,776</b>	(67,013)
(51,822)	(58,589)	Increase/(decrease) in amount due to related parties	<b>188,507</b>	32,085	<b>36,850</b>	60,468
504,320	400,054		<b>(1,052,911)</b>	55,305	<b>(881,308)</b>	321,854
(187,952)	(76,703)	Interest paid	<b>(132,337)</b>	(83,853)	<b>(55,347)</b>	(37,300)
(215,543)	(24,774)	Income tax paid	<b>(101,390)</b>	(99,605)	<b>(24,666)</b>	(16,176)
(7,522)	(6,159)	Retiring gratuity paid	<b>(19,899)</b>	(2,049)	<b>(19,899)</b>	(2,049)
<b>93,303</b>	<b>292,418</b>	<b>Net cash flows from operating activities</b>	<b>(1,306,537)</b>	(130,202)	<b>(981,220)</b>	266,329
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
15	-	Proceeds from sale of property, plant & equipment	-	1,658	-	-
(324,816)	(145,317)	Purchase of property, plant & equipment	<b>(104,013)</b>	(156,436)	<b>(34,785)</b>	(89,849)
-	-	Investment in subsidiary Shares	-	-	<b>(7,875)</b>	-
(39,404)	(8,113)	Acquisition of intangible assets	-	(10,858)	-	(7,794)
4,221	-	Proceeds from long-term loans and receivables	<b>286</b>	-	-	-
3,583	50,831	Interest received	<b>3,311</b>	1,566	<b>21,023</b>	26,025
1,858	1,858	Dividend received from equity accounted investee	<b>3,716</b>	1,868	<b>3,716</b>	1,868
10,315	218,083	Other dividends received	<b>17,164</b>	10,172	<b>17,164</b>	10,172
<b>(344,228)</b>	<b>117,342</b>	<b>Net cash flows used in investing activities</b>	<b>(79,536)</b>	(152,030)	<b>(757)</b>	(59,578)
(250,925)	409,760	<b>Net cash inflow/(outflow) before financing activities</b>	<b>(1,386,073)</b>	(282,232)	<b>(981,977)</b>	206,751
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>						
(437,506)	(259,549)	Repayment of borrowings	<b>(114,940)</b>	(258,685)	<b>(43,083)</b>	(165,257)
(177,132)	(177,132)	Dividends paid to equity holders of the parent company	<b>(178,123)</b>	(178,125)	<b>(178,123)</b>	(178,125)
(46,659)	-	Dividends paid to non-controlling interest	-	-	-	-
<b>(661,297)</b>	<b>(436,681)</b>	<b>Net cash flows from/(used in) financing activities</b>	<b>(293,063)</b>	(436,810)	<b>(221,206)</b>	(343,382)
<b>(912,222)</b>	(26,921)	<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(1,679,136)</b>	(719,042)	<b>(1,203,182)</b>	(136,631)
(918,052)	(1,445,651)	<b>Cash and cash equivalents at the beginning of period</b>	<b>(1,830,274)</b>	(918,052)	<b>(1,472,572)</b>	(1,445,651)
<b>(1,830,274)</b>	<b>(1,472,572)</b>	<b>Cash and cash equivalents at the end of period (Note A)</b>	<b>(3,509,410)</b>	(1,637,094)	<b>(2,675,754)</b>	(1,582,282)
<b>Analysis of cash and cash equivalents as at 30th September</b>						
822,755	203,694	A) Bank and cash balances	<b>546,658</b>	685,815	<b>112,070</b>	252,343
68,251	2,471	Short term deposits	<b>60,272</b>	53,363	<b>2,471</b>	2,471
891,006	206,165		<b>606,930</b>	739,178	<b>114,541</b>	254,814
(2,721,280)	(1,678,737)	Bank overdrafts & short term loans	<b>(4,116,340)</b>	(2,376,272)	<b>(2,790,295)</b>	(1,837,096)
<b>(1,830,274)</b>	<b>(1,472,572)</b>	<b>Cash and cash equivalents</b>	<b>(3,509,410)</b>	(1,637,094)	<b>(2,675,754)</b>	(1,582,282)

## Haycarb PLC SEGMENT ANALYSIS

### INDUSTRY SEGMENTS

#### Turnover-Net

	External Rs.'000	Intra-group Rs.'000	Group	
			30.09.2018 Rs.'000	30.09.2017 Rs.'000
Activated carbon	8,598,797	4,404,260	13,003,057	9,280,890
Environmental engineering	387,455	6,650	394,105	260,200
	<u>8,986,252</u>	<u>4,410,910</u>	<u>13,397,162</u>	<u>9,541,090</u>
Intra-group sales			(4,410,910)	(2,424,854)
			<u>8,986,252</u>	<u>7,116,236</u>

#### Industry segment results

##### Profit before tax

	Group	
	30.09.2018 Rs.'000	30.09.2017 Rs.'000
Activated carbon	533,778	283,749
Environmental engineering	3,716	(741)
Purification associate	(261)	4,763
Leisure - associate	(801)	3,856
	<u>536,432</u>	<u>291,627</u>
Consolidation adjustments	3,002	3,001
Unrealised profit on intra-group sales	(36,605)	2,061
	<u>502,829</u>	<u>296,689</u>

### INVESTOR INFORMATION

	Six months ended		Three months ended	
	30.09.2018	30.09.2017	30.09.2018	30.09.2017
<b>Market value of shares</b>				
Closing price	120.10 (28/09/2018)	156.50 (29/09/2017)	120.10 (28/09/2018)	156.50 (29/09/2017)
Highest price recorded for the period (Rs.)	146.20 (18/05/2018)	170.00 (12/07/2017)	129.90 (03/09/2018)	170.00 (12/07/2017)
Lowest price recorded for the period (Rs.)	119.10 (05/04/2018)	150.00 (05/04/2017)	120.00 (25/09/2018)	150.10 (12/09/2017)
Market capitalisation (Rs.)	3,568,456,238	4,649,986,688	3,568,456,238	4,649,986,688
P/E ratio	5.86	9.79		
<b>Dividend payments</b>				
1st and final 2017/18 Rs. 6 per share (2nd Interim 2016/17 Rs. 3.00 per share)			178,274,250	89,137,125
<b>Share trading information</b>				
No of transactions	374	419	142	113
No of shares traded	345,503	191,593	105,222	72,384
Value of shares traded (Rs.)	43,755,056	30,542,618	13,107,719	11,662,930



**Haycarb PLC**  
**Notes**

As at 30th September	<b>2018</b> <b>Rs.'000</b>	2017 Rs.'000
<b>1. Issued and fully paid ordinary shares</b>		
At the beginning of the year-29,712,375 (01.04.17 - 29,712,375)	<b>331,774</b>	331,774
As at 30th September	<b>331,774</b>	331,774

**2. Changes in Accounting policies and Disclosures**

2.1 These interim financial statements which have not been audited, were prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31 March 2018 and comply 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. for the year ended 31 March 2018, except for the adoption of new standards effective as of 1 April 2018 as detailed below,

**( a) SLFRS 15 Revenue from Contracts with Customers**

SLFRS 15 establishes a five-step model to account for revenue arising from contracts with customers.

Under SLFRS 15, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The new revenue standard will supersede all current revenue recognition requirements under SLFRS.

**( b) SLFRS 9 Financial Instruments**

SLFRS 9 brings together all three aspects of the accounting for financial instruments project: classification and measurement, impairment and hedge accounting. SLFRS 9 is effective for annual periods beginning on or after 1 January 2018. However, paragraph 7.2.16 of SLFRS 9 permits an entity not to apply the requirements of this Standard to interim periods prior to the date of initial application, if it is impracticable.

Based on the "Statement of Alternative Treatment (SoAT) on the Figures in the Interim Financial Statements" issued by The Institute of Chartered Accountants of Sri Lanka entities are granted with the option to prepare Interim Financial Statements continuing the application of LKAS 39 with disclosures on impact to the Income Statement and Statement of Profit or Loss and Other Comprehensive Income for the period if SLFRS 9 has been applied.

Accordingly, as permitted by the above SoAT, the Group has prepared the Interim Financial Statements for the quarter ended 30th September 2018 based on LKAS 39.

The Company is in the process of evaluating the applicability of the hedge accounting requirements in SLFRS 9 and this will allow the Company to reflect its risk management activities in the financial statements by matching gains or losses on hedging instruments with losses or gains on the risk exposures the Company hedged.

2.1 There are no material post balance sheet events that require adjustments to or disclosure in the financial statements,

2.2 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 2018.

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

## HAYCARB PLC

### FIRST TWENTY SHAREHOLDERS AS AT 30TH SEPTEMBER, 2018

	Name of the Shareholder	No.of Shares as at 30/09/2018	%
1	Hayleys PLC No.3 Share Investment Account	20,125,103	67.73
2	Employees Provident Fund	1,417,565	4.77
3	Employees Trust Fund Board	780,829	2.63
4	National Savings Bank	447,211	1.51
5	Mr. T. Ueda	417,206	1.40
6	Promar Overseas SA	397,682	1.34
7	Mrs. J. K. P. Singh	261,700	0.88
8	Bank of Ceylon No.1 Account	251,067	0.84
9	Dr. D. Jayantha	221,400	0.75
10	E.W. Balasuriya & Co. (Pvt) Ltd	152,089	0.51
11	Harnam Holdings SDN BHD	143,713	0.48
12	Mr. S. Krishnananthan	128,717	0.43
13	Mr. D.F.G. Dalpethado/ Mrs. H.F.A.K.D. Fonseka	123,852	0.42
14	Mr. H. S. Gill	123,000	0.41
15	Hallsville Trading Group Inc.	120,000	0.40
16	Mr. Z .G. Carimjee	115,220	0.39
17	Commercial Bank of Ceylon PLC A/C No.04	107,100	0.36
18	Mr. J. S. A. B. Singh & Mrs. G. K. A. H. Singh	100,000	0.34
19	J.B. Cocoshell (Pvt) Ltd	96,356	0.32
20	Cocoshell Activated Carbon Company Limited	92,800	0.31
	Others	4,089,765	13.76
	<b>TOTAL</b>	<b>29,712,375</b>	<b>100.00</b>

Name of the Director	No. of Shares as at 30.09.2018
Mr.A.M.Pandithage	2,379
Mr.S.C.Ganegoda	1,815
Mr. H. S. R. Kariyawasan *	15,500
Mr. M.S.P. Udaya Kumara	462
Mr. B. Balaratnarajah	1,004
<b>Total</b>	<b>21,160</b>

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

Percentage of public holding as at 30.09.2018	32.20%
Total No. of Shareholders representing the public holding	2095
Float adjusted market capitalization (Rs.)	1,149,042,908.64
The Company complies with option 5 of the Listing Rules 7.13.1 (a) – Less than Rs.2.5Bn Float Adjusted Market Capitalization which requires 20% minimum Public Holding.	
Mr.K.D.D.Perera holds directly and indirectly 50.44% of the total issued shares of Hayleys PLC which has 20,125,103 shares in Haycarb PLC.	