

# HAYCARB PLC

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



**Interim Report**  
Nine months ended 31st December 2018

**Quarter-3**  
**(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	Unaudited 9 months to 31.12.18 Rs.'000	Unaudited 31.12.17 Rs.'000	Change % + / (-)	Unaudited 3 months to 31.12.18 Rs.'000	Unaudited 31.12.17 Rs.'000
<b>CONSOLIDATED</b>						
15,518,079	<b>Revenue</b>	<b>14,313,839</b>	10,894,934	31	<b>5,327,587</b>	3,778,698
(12,424,085)	Cost of sales	<b>(11,491,841)</b>	(8,716,360)	32	<b>(4,300,449)</b>	(2,923,430)
3,093,994	<b>Gross profit</b>	<b>2,821,998</b>	2,178,574	30	<b>1,027,138</b>	855,268
29,969	Other operating income	<b>45,388</b>	18,303	148	<b>20,083</b>	(1,352)
(154,270)	Selling & distribution expenses	<b>(93,991)</b>	(117,919)	(20)	<b>(20,852)</b>	(53,615)
(1,879,251)	Administrative expenses	<b>(1,753,789)</b>	(1,378,125)	27	<b>(620,968)</b>	(457,802)
1,090,442	<b>Results from operating activities</b>	<b>1,019,606</b>	700,833	45	<b>405,401</b>	342,499
120,379	Finance income	<b>599,873</b>	59,498	908	<b>263,887</b>	13,782
(302,273)	Finance cost	<b>(757,667)</b>	(203,100)	273	<b>(311,367)</b>	(87,121)
(181,894)	Net finance income/ (cost)	<b>(157,794)</b>	(143,602)	10	<b>(47,480)</b>	(73,339)
17,875	Share of profit of equity accounted investee (net of tax)	<b>(7,347)</b>	6,923	(206)	<b>(6,285)</b>	(1,695)
926,423	<b>Profit before income tax</b>	<b>854,465</b>	564,154	51	<b>351,636</b>	267,465
(152,799)	Income tax expense	<b>(181,655)</b>	(90,745)	100	<b>(107,058)</b>	(45,235)
773,624	<b>Profit for the period</b>	<b>672,810</b>	473,409	42	<b>244,578</b>	222,230
<b>Attributable to:</b>						
672,364	Equity holders of the company	<b>515,792</b>	399,324	29	<b>211,449</b>	161,746
101,260	Non-controlling interests	<b>157,018</b>	74,085	112	<b>33,129</b>	60,484
773,624		<b>672,810</b>	473,409	42	<b>244,578</b>	222,230
<b>Earnings per share</b>						
22.63	Basic earnings per share (Rs.)	<b>17.36</b>	13.44		<b>7.12</b>	5.44
<b>COMPANY</b>						
6,368,778	<b>Revenue</b>	<b>5,637,323</b>	4,766,777	18	<b>1,775,729</b>	1,535,953
(5,253,081)	Cost of sales	<b>(5,103,853)</b>	(3,832,668)	33	<b>(1,564,809)</b>	(1,280,284)
1,115,697	<b>Gross profit</b>	<b>533,470</b>	934,109	(43)	<b>210,920</b>	255,669
335,884	Other operating income	<b>128,501</b>	91,823	40	<b>62,145</b>	32,782
(29,014)	Selling & distribution expenses	<b>(17,960)</b>	(23,074)	(22)	<b>(5,518)</b>	(9,128)
(779,520)	Administrative expenses	<b>(655,438)</b>	(586,271)	12	<b>(229,289)</b>	(195,348)
643,047	<b>Results from operating activities</b>	<b>(11,427)</b>	416,587	(103)	<b>38,258</b>	83,975
124,458	Finance income	<b>506,508</b>	86,628	485	<b>220,782</b>	24,529
(113,282)	Finance cost	<b>(504,913)</b>	(74,918)	574	<b>(253,093)</b>	(27,470)
11,176	Net finance income/(cost)	<b>1,595</b>	11,710	(86)	<b>(32,311)</b>	(2,941)
654,223	<b>Profit before income tax</b>	<b>(9,832)</b>	428,297	(102)	<b>5,947</b>	81,034
(47,469)	Income tax expense	<b>(16,069)</b>	(31,000)	(48)	<b>-</b>	(5,000)
606,754	<b>Profit for the period</b>	<b>(25,901)</b>	397,297	(107)	<b>5,947</b>	76,034
20.42	Basic earnings per ordinary share (Rs.)	<b>(0.87)</b>	13.37		<b>0.20</b>	2.56

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 31st December	Group		Company	
	2018 Rs. '000	2017 Rs. '000	2018 Rs. '000	2017 Rs. '000
<b>Profit for the Period</b>	<b>672,810</b>	473,409	<b>(25,901)</b>	397,297
<b>Other comprehensive income</b>				
Net Exchange differences on translation of foreign entities	<b>441,885</b>	101,963	-	-
Net gain/(loss) on available-for-sale financial assets	<b>(2,034)</b>	36,618	<b>(2,034)</b>	36,618
Movement in reserve in equity accounted investee	<b>(47,272)</b>	(16,487)		
<b>Other comprehensive income for the period (net of tax)</b>	<b>392,579</b>	122,094	<b>(2,034)</b>	36,618
<b>Total comprehensive income for the period (net of tax)</b>	<b>1,065,389</b>	595,503	<b>(27,935)</b>	433,915
<b>Attributable to:</b>				
Equity holders of the parent	<b>795,298</b>	488,114	<b>(27,935)</b>	433,915
Non-controlling interests	<b>270,091</b>	107,389	-	-
	<b>1,065,389</b>	595,503	<b>(27,935)</b>	433,915

**Haycarb PLC**

**STATEMENTS OF FINANCIAL POSITION**

Group		Company		Group		Company	
Audited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
31.03.2018	31.03.2018	2018	2017	2018	2017	2018	2017
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>As at 31st December</b>							
<b>ASSETS</b>							
<b>Non-Current Assets</b>							
5,121,193	1,787,642	5,310,428	5,085,800	1,749,972	1,797,417		
285,856	27,095	257,530	274,832	20,003	31,421		
-	1,486,895	-	-	1,494,770	1,486,895		
516,926	92,903	458,591	478,108	92,903	92,903		
-	134,386	-	-	268,000	134,386		
385,875	348,366	385,594	382,200	346,333	346,333		
81,551	-	90,207	17,718	-	-		
<u>6,391,401</u>	<u>3,877,287</u>	<u>6,502,350</u>	<u>6,238,658</u>	<u>3,971,981</u>	<u>3,889,355</u>		
<b>Current Assets</b>							
4,085,980	1,282,321	7,252,152	3,625,250	2,267,871	1,050,915		
3,279,716	1,165,886	3,618,112	3,273,712	1,458,482	1,510,705		
-	1,096,498	-	-	1,057,580	1,016,716		
17,106	-	14,977	14,498	4,069	-		
26,386	1,574	36,625	20,737	3,000	1,375		
590,862	269,983	316,084	271,990	97,871	75,388		
891,006	206,165	714,147	688,715	183,171	132,731		
<u>8,891,056</u>	<u>4,022,427</u>	<u>11,952,097</u>	<u>7,894,902</u>	<u>5,072,044</u>	<u>3,787,830</u>		
<u>15,282,457</u>	<u>7,899,714</u>	<u>18,454,447</u>	<u>14,133,560</u>	<u>9,044,025</u>	<u>7,677,185</u>		
<b>Total Assets</b>							
<b>EQUITY &amp; LIABILITIES</b>							
<b>Equity</b>							
331,774	331,774	331,774	331,774	331,774	331,774		
648,703	356,919	648,703	717,597	356,919	411,155		
6,447,363	4,202,121	7,004,962	6,095,432	3,936,487	4,014,099		
7,427,840	4,890,814	7,985,439	7,144,803	4,625,180	4,757,028		
909,771	-	1,179,862	884,151	-	-		
<u>8,337,611</u>	<u>4,890,814</u>	<u>9,165,301</u>	<u>8,028,954</u>	<u>4,625,180</u>	<u>4,757,028</u>		
<b>Non-Current Liabilities</b>							
219,487	123,821	78,526	256,174	71,310	142,648		
219,199	117,630	219,199	101,633	117,630	37,909		
464,424	387,455	496,716	394,351	404,834	325,347		
<u>903,110</u>	<u>628,906</u>	<u>794,441</u>	<u>752,158</u>	<u>593,774</u>	<u>505,904</u>		
<b>Current Liabilities</b>							
1,747,701	364,765	1,733,900	1,315,286	283,568	315,046		
2,944,623	1,762,861	4,517,514	2,788,535	2,893,383	1,742,246		
195,192	33,742	701,518	193,278	105,579	69,629		
-	169,754	-	-	411,266	202,540		
1,066,820	48,872	1,370,205	982,797	131,275	71,800		
87,400	-	171,568	72,552	-	12,992		
<u>6,041,736</u>	<u>2,379,994</u>	<u>8,494,705</u>	<u>5,352,448</u>	<u>3,825,071</u>	<u>2,414,253</u>		
6,944,846	3,008,900	9,289,146	6,104,606	4,418,845	2,920,157		
<u>15,282,457</u>	<u>7,899,714</u>	<u>18,454,447</u>	<u>14,133,560</u>	<u>9,044,025</u>	<u>7,677,185</u>		
<b>Total equity and liabilities</b>							
249.99	164.61	268.76	240.47	155.67	160.10		
<b>Net assets per share ( Rs.)</b>							

"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  
5th February 2019

Sgd.

H S R Kariyawasan  
Managing Director

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

For the period ended 31st December

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	-	-	-	-	-	399,324	399,324	74,085	473,409
Translation of foreign entities	-	-	-	68,659	-	-	68,659	33,304	101,963
Movement in reserve in equity accounted investee	-	-	-	-	-	(16,487)	(16,487)	-	(16,487)
Net gain on available-for-sale financial assets	-	-	36,618	-	-	-	36,618	-	36,618
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>36,618</b>	<b>68,659</b>	<b>-</b>	<b>(16,487)</b>	<b>88,790</b>	<b>33,304</b>	<b>122,094</b>
Dividends	-	-	-	-	-	(89,137)	(89,137)	-	(89,137)
<b>Balance as at 31.12.2017</b>	<b>331,774</b>	<b>717,597</b>	<b>305,672</b>	<b>482,263</b>	<b>519,353</b>	<b>4,788,144</b>	<b>7,144,803</b>	<b>884,151</b>	<b>8,028,954</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	-	-	-	-	-	515,792	515,792	157,018	672,810
Translation of foreign entities	-	-	-	328,812	-	-	328,812	113,073	441,885
Movement in reserve in equity accounted investee	-	-	-	-	-	(47,272)	(47,272)	-	(47,272)
Net gain on available-for-sale financial assets	-	-	(2,034)	-	-	-	(2,034)	-	(2,034)
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>(2,034)</b>	<b>328,812</b>	<b>-</b>	<b>(47,272)</b>	<b>279,506</b>	<b>113,073</b>	<b>392,579</b>
Dividends	-	-	-	-	-	(237,699)	(237,699)	-	(237,699)
<b>Balance as at 31.12.2018</b>	<b>331,774</b>	<b>648,703</b>	<b>305,672</b>	<b>884,792</b>	<b>519,353</b>	<b>5,295,145</b>	<b>7,985,439</b>	<b>1,179,862</b>	<b>9,165,301</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	-	-	-	-	397,297	397,297
Net gain on available for sale financial asset	-	-	-	36,618	-	36,618
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>36,618</b>	<b>-</b>	<b>36,618</b>
Dividends	-	-	-	-	(89,137)	(89,137)
<b>Balance as at 31.12.2017</b>	<b>331,774</b>	<b>411,155</b>	<b>519,353</b>	<b>305,672</b>	<b>3,189,074</b>	<b>4,757,028</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	-	-	-	-	(25,901)	(25,901)
Net gain on available for sale financial asset	-	-	-	(2,034)	-	(2,034)
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,034)</b>	<b>-</b>	<b>(2,034)</b>
Dividends	-	-	-	-	(237,699)	(237,699)
<b>Balance as at 31.12.2018</b>	<b>331,774</b>	<b>356,919</b>	<b>519,353</b>	<b>305,672</b>	<b>3,111,462</b>	<b>4,625,180</b>

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

Group Audited 31.03.2018 Rs.' 000	Company Audited 31.03.2018 Rs.' 000		<b>Group</b>		<b>Company</b>	
<i>For the nine months ended 31st December</i>			<b>2018</b> Rs.' 000	<b>2017</b> Rs.' 000	<b>2018</b> Rs.' 000	<b>2017</b> Rs.' 000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
926,423	654,223	Profit before tax	<b>854,465</b>	564,154	<b>(9,832)</b>	428,297
<b>Adjustments for :</b>						
426,255	126,931	Depreciation and impairment of property, plant & equipment	<b>350,503</b>	302,353	<b>102,138</b>	93,258
32,749	9,979	Amortization of intangible assets	<b>28,326</b>	15,227	<b>7,092</b>	5,334
1	-	(Gain)/loss on disposal of property, plant & equipment	<b>(1,042)</b>	(12)	-	-
2,742	33,197	Gain/(loss) on translation on foreign currencies	<b>75,002</b>	(14,673)	<b>74,011</b>	23,035
99,488	-	Exchange difference on translation of foreign entities	<b>170,618</b>	49,772	-	-
(120,379)	(124,458)	Finance income	<b>(599,873)</b>	(59,498)	<b>(506,508)</b>	(86,627)
302,273	113,282	Finance cost	<b>757,667</b>	203,100	<b>504,913</b>	74,917
-	(209,626)	Dividend income - subsidiaries/associates	-	-	<b>(18,508)</b>	(1,858)
(17,875)	-	Share of profit from equity accounted investee	<b>7,347</b>	(6,923)	-	-
17,990	12,175	Provision/(reversal) for slow moving inventory	<b>12,020</b>	13,206	<b>2,250</b>	10,674
10,810	-	Provision / (reversal) for unrealized profit on inventories	<b>58,453</b>	(704)	-	-
3,527	-	Provision / (reversal) of bad and doubtful debts	<b>1,049</b>	2,424	-	-
74,189	60,172	Provision for retiring gratuity	<b>66,200</b>	37,988	<b>57,500</b>	27,000
<b>1,758,193</b>	<b>675,875</b>	<b>Operating cash flows before working capital changes</b>	<b>1,780,735</b>	1,106,414	<b>213,056</b>	574,030
Working Capital Adjustments:						
(590,283)	(162,152)	(Increase)/decrease in trade and other receivables and Prepayments	<b>(61,643)</b>	(308,635)	<b>(111,887)</b>	(312,376)
(20,908)	(1,561)	(Increase)/decrease in amounts receivable from subsidiaries and relat	<b>(8,110)</b>	(12,651)	<b>(100,191)</b>	78,420
(638,492)	(125,595)	(Increase)/decrease in inventories	<b>(3,236,645)</b>	(161,462)	<b>(987,800)</b>	107,311
47,632	72,076	Increase/(decrease) in trade and other payables	<b>460,184</b>	(385,703)	<b>199,811</b>	(12,725)
(51,822)	(58,589)	Increase/(decrease) in amount due to related parties	<b>276,150</b>	(135,845)	<b>55,168</b>	69,087
504,320	400,054		<b>(789,329)</b>	102,118	<b>(731,843)</b>	503,747
(187,952)	(76,703)	Interest paid	<b>(227,044)</b>	(136,707)	<b>(97,118)</b>	(58,779)
(215,543)	(24,774)	Income tax paid	<b>(109,167)</b>	(112,733)	<b>(24,666)</b>	(24,540)
(7,522)	(6,159)	Retiring gratuity paid	<b>(41,248)</b>	(7,884)	<b>(40,121)</b>	(7,884)
<b>93,303</b>	<b>292,418</b>	<b>Net cash flows from operating activities</b>	<b>(1,166,788)</b>	(155,206)	<b>(893,748)</b>	412,544
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
15	-	Proceeds from sale of property, plant & equipment	<b>1,085</b>	438	-	-
(324,816)	(145,317)	Purchase of property, plant & equipment	<b>(268,516)</b>	(235,809)	<b>(64,468)</b>	(121,419)
-	-	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>2,951</b>	-	-	-
3,583	50,831	Interest received	<b>4,641</b>	2,490	<b>32,455</b>	40,102
1,858	1,858	Dividend received from equity accounted investee	<b>3,716</b>	1,858	<b>3,716</b>	1,858
10,315	218,083	Other dividends received	<b>21,233</b>	10,315	<b>36,025</b>	10,314
<b>(344,228)</b>	<b>117,342</b>	<b>Net cash flows used in investing activities</b>	<b>(234,890)</b>	(231,566)	<b>(147)</b>	(76,939)
(250,925)	409,760	<b>Net cash inflow/(outflow) before financing activities</b>	<b>(1,401,678)</b>	(386,772)	<b>(893,895)</b>	335,605
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>						
(437,506)	(259,549)	Repayment of borrowings	<b>(164,942)</b>	(355,410)	<b>(66,843)</b>	(217,495)
(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>(343,065)</b>	(533,535)	<b>(244,966)</b>	(395,620)
<b>(912,222)</b>	(26,921)	<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(1,744,743)</b>	(920,307)	<b>(1,138,860)</b>	(60,015)
(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>(3,575,017)</b>	(1,838,359)	<b>(2,611,432)</b>	(1,505,666)
<b>Analysis of cash and cash equivalents as at 31st December</b>						
822,755	203,694	A) Bank and cash balances	<b>623,195</b>	655,296	<b>180,700</b>	130,260
68,251	2,471	Short term deposits	<b>90,952</b>	33,419	<b>2,471</b>	2,471
891,006	206,165		<b>714,147</b>	688,715	<b>183,171</b>	132,731
(2,721,280)	(1,678,737)	Bank overdrafts & short term loans	<b>(4,289,164)</b>	(2,527,074)	<b>(2,794,603)</b>	(1,638,397)
<b>(1,830,274)</b>	<b>(1,472,572)</b>	<b>Cash and cash equivalents</b>	<b>(3,575,017)</b>	(1,838,359)	<b>(2,611,432)</b>	(1,505,666)

## Haycarb PLC SEGMENT ANALYSIS

### INDUSTRY SEGMENTS

#### Turnover-Net

	External Rs.'000	Intra-group Rs.'000	Group	
			31.12.2018 Rs.'000	31.12.2017 Rs.'000
Activated carbon	12,941,710	6,021,836	18,963,546	13,765,387
Environmental engineering	1,372,129	6,650	1,378,779	580,916
	<u>14,313,839</u>	<u>6,028,486</u>	<u>20,342,325</u>	<u>14,346,303</u>
Intra-group sales			(6,028,486)	(3,451,369)
			<u>14,313,839</u>	<u>10,894,934</u>

#### Industry segment results

##### Profit before tax

	Group	
	31.12.2018 Rs.'000	31.12.2017 Rs.'000
Activated carbon	839,175	482,177
Environmental engineering	77,847	72,423
Purification associate	(6,297)	3,744
Leisure - associate	(1,049)	3,180
	<u>909,676</u>	<u>561,524</u>
Consolidation adjustments	3,242	1,926
Unrealised profit on intra-group sales	(58,453)	704
	<u>854,465</u>	<u>564,154</u>

### INVESTOR INFORMATION

	Nine months ended		Three months ended	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
<b>Market value of shares</b>				
Closing price	130.00 (31/12/2018)	147.50 (29/12/2017)	130.00 (31/12/2018)	147.50 (29/12/2017)
Highest price recorded for the period (Rs.)	146.20 (18/05/2018)	170.00 (12/07/2017)	140.50 (09/11/2018)	160.00 (21/11/2017)
Lowest price recorded for the period (Rs.)	119.10 (05/04/2018)	145.00 (18/12/2017)	120.00 (20/12/2018)	145.00 (18/12/2017)
Market capitalisation (Rs.)	3,862,608,750	4,382,575,313	3,862,608,750	4,382,575,313
P/E ratio	5.62	8.23		
<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	478	495	104	76
No of shares traded	386,042	316,054	40,539	124,461
Value of shares traded (Rs.)	49,009,562	50,095,139	5,254,505	19,552,520



**Haycarb PLC**  
**Notes**

As at 31st December	<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 31st December	<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 31st December 2018 based on LKAS 39.

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

2.3 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.

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

## HAYCARB PLC

### FIRST TWENTY SHAREHOLDERS AS AT 31ST DECEMBER, 2018

	Name of the Shareholder	No.of Shares as at 31/12/2018	%
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. Jayanthan	227,900	0.77
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. H. S. Gill	123,000	0.41
14	Hallsville Trading Group Inc.	120,000	0.40
15	Mr. D.F.G. Dalpethado/ Mrs. H.F.A.K.D. Fonseka	117,605	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	92,300	0.31
	Others	4,090,012	13.77
	<b>TOTAL</b>	<b>29,712,375</b>	<b>100.00</b>

Name of the Director	No. of Shares as at 31.12.2018
Mr.A.M.Pandithage	2,379
Mr.S.C.Ganegoda	1,815
Mr. H. S. R. Kariyawan *	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. Kariyawan

Percentage of public holding as at 31.12.2018	32.20%
Total No. of Shareholders representing the public holding	2084
Float adjusted market capitalization (Rs.)	1,243,760,017.50
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.	