



**CEYLON TEA BROKERS PLC**

**PB 1280 PQ**

**INTERIM FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31ST MARCH 2023**

CEYLON TEA BROKERS PLC

Statement of Profit or Loss and Other Comprehensive Income for the Period Ended 31st March

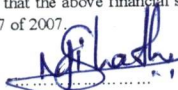
	GROUP						COMPANY					
	For the Quarter Ended		Variance %	For the year ended		Variance %	For the Quarter Ended		Variance %	For the year ended		Variance %
	31.03.2023	31.03.2022		31.03.2023	31.03.2022		31.03.2023	31.03.2022		31.03.2023	31.03.2022	
Rs.	Rs.		Rs.	Rs.		Rs.	Rs.		Rs.	Rs.		
Revenue	439,733,823	248,964,764	77%	1,698,341,517	867,316,695	96%	312,341,978	162,610,228	92%	1,142,455,956	580,671,913	97%
Operating Expenses	(150,932,904)	(95,084,754)	59%	(596,103,737)	(309,206,690)	93%	(39,211,296)	(22,988,244)	71%	(137,274,608)	(75,393,436)	82%
<b>Gross Profit</b>	<b>288,800,920</b>	153,880,010	88%	<b>1,102,237,780</b>	558,110,005	97%	<b>273,130,683</b>	139,621,984	96%	<b>1,005,181,348</b>	505,278,477	99%
Marketing Expenses	(12,011,450)	(2,903,583)	314%	(31,653,317)	(37,724,757)	-16%	(10,199,582)	(2,198,611)	364%	(25,262,028)	(31,820,106)	-21%
Administration Expenses	(141,383,577)	(92,163,294)	53%	(521,421,496)	(341,284,537)	53%	(122,282,381)	(73,979,023)	65%	(442,536,230)	(267,807,880)	65%
Finance Expenses	(90,544,915)	(36,860,898)	146%	(273,183,135)	(123,087,055)	122%	(73,211,068)	(11,598,805)	531%	(209,639,679)	(59,333,758)	253%
<b>Profit Before Taxation</b>	<b>44,860,978</b>	21,952,235	104%	<b>275,979,832</b>	56,013,656	393%	<b>67,437,652</b>	51,845,545	30%	<b>327,743,411</b>	146,316,733	124%
Taxation	(22,928,647)	(12,301,315)	86%	(110,683,864)	(36,917,534)	200%	(22,928,647)	(12,301,315)	86%	(110,683,864)	(36,511,778)	203%
<b>Profit After Taxation</b>	<b>21,932,331</b>	9,650,920	127%	<b>165,295,968</b>	19,096,122	766%	<b>44,509,005</b>	39,544,230	13%	<b>217,059,547</b>	109,804,955	98%
Other Comprehensive Income/(Loss)	-	124,030,270		-	124,030,270		-	(4,444,362)		-	(4,444,362)	
<b>Profit for the Period</b>	<b>21,932,331</b>	133,681,190	-84%	<b>165,295,968</b>	143,126,392	15%	<b>44,509,005</b>	35,099,868	27%	<b>217,059,547</b>	105,360,593	106%
Basic Earnings Per Share	0.12	0.05		0.91	0.10		0.24	0.22		1.19	0.60	

figures in brackets indicate deductions.

**CEYLON TEA BROKERS PLC**  
**Statement of Financial Position**

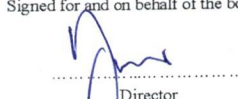
As at	GROUP		COMPANY	
	Unaudited	Audited	Unaudited	Audited
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
	Rs.	Rs.	Rs.	Rs.
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property, Plant & Equipment	881,086,854	922,447,846	11,113,847	9,758,683
Right of Use Assets	174,801,015	219,964,231	4,811,908	24,059,578
Intangible Assets	62,585,596	72,667,410	2,450,624	4,220,085
Deferred Tax	-	-	14,561,932	14,561,932
Loans & Advances to Tea Suppliers	28,778,853	34,592,759	28,778,853	34,592,759
Refundable Deposit on Lease Premises	4,964,230	4,472,279	4,964,230	4,472,279
	<u>1,152,216,548</u>	<u>1,254,144,525</u>	<u>66,681,394</u>	<u>91,665,316</u>
Investment in Logicare (Pvt) Ltd	-	-	633,000,000	633,000,000
<b>Current Assets</b>				
Trade and Other Receivables	814,130,849	861,953,667	683,615,424	763,465,364
Loans & Advances to Tea Suppliers	1,316,084,157	724,903,358	1,316,084,157	724,903,358
Cash and Cash Equivalents	71,395,884	67,854,077	64,157,125	63,781,601
	<u>2,201,610,890</u>	<u>1,654,711,102</u>	<u>2,063,856,707</u>	<u>1,552,150,323</u>
<b>Total Assets</b>	<u>3,353,827,438</u>	<u>2,908,855,627</u>	<u>2,763,538,101</u>	<u>2,276,815,639</u>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and Reserves</b>				
Stated Capital	333,200,000	333,200,000	333,200,000	333,200,000
Reserves	147,023,047	47,391,079	493,199,567	341,804,020
Revaluation Reserve	129,759,524	129,759,524	-	-
<b>Total Equity</b>	<u>609,982,571</u>	<u>510,350,603</u>	<u>826,399,567</u>	<u>675,004,020</u>
<b>Non-Current Liabilities</b>				
Deferred Tax Liability	26,414,761	26,414,761		
Interest Bearing Borrowings	896,317,404	977,514,966	317,856,828	345,890,742
Lease Payable	7,895,706	15,487,821	-	5,804,377
Retirement Benefit Obligations	49,760,306	43,520,681	40,865,040	35,445,540
	<u>980,388,177</u>	<u>1,062,938,229</u>	<u>358,721,867</u>	<u>387,140,659</u>
<b>Current Liabilities</b>				
Trade and Other Payables	604,186,946	653,455,741	539,128,049	618,166,672
Interest Bearing Borrowings	732,864,229	556,658,318	644,700,581	496,775,949
Lease Payable	7,592,112	42,242,071	5,804,376	21,752,648
Tax Payable	81,704,194	13,470,268	81,704,194	13,470,268
Bank Overdrafts	337,109,210	69,740,397	307,079,465	64,505,422
	<u>1,763,456,691</u>	<u>1,335,566,795</u>	<u>1,578,416,666</u>	<u>1,214,670,960</u>
<b>Total Liabilities</b>	<u>2,743,844,867</u>	<u>2,398,505,024</u>	<u>1,937,138,533</u>	<u>1,601,811,619</u>
<b>Total Equity and Liabilities</b>	<u>3,353,827,438</u>	<u>2,908,855,627</u>	<u>2,763,538,101</u>	<u>2,276,815,639</u>
Net Asset Value Per Share	3.34	2.80	4.53	3.70

I certify that the above financial statements have been prepared in compliance with the requirements of Companies Act No 7 of 2007.

  
Financial Controller

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

Signed for and on behalf of the board by:

  
Director  
24th May 2023  
Colombo

  
Director

**CEYLON TEA BROKERS PLC**  
**Statement of Changes in Equity**  
**For the Year Ended 31st March**

<b><u>GROUP</u></b>	<b>Stated Capital Rs.</b>	<b>Revaluation Reserve Rs.</b>	<b>Retained Earnings Rs.</b>	<b>Total Rs.</b>
Balance as at 01.04.2021	333,200,000	-	97,824,452	431,024,452
Profit for the period ended 31.03.2022	-	-	19,096,122	19,096,122
Other Comprehensive Income	-	129,759,524	(5,729,254)	124,030,270
Gain on Unpresented Cheques Payable	-	-	39,759	39,759
Dividend Paid	-	-	(63,840,000)	(63,840,000)
Balance as at 31.03.2022	<u>333,200,000</u>	<u>129,759,524</u>	<u>47,391,079</u>	<u>510,350,603</u>
Balance as at 01.04.2022	333,200,000	129,759,524	47,391,079	510,350,603
Profit for the period ended 31.03.2023	-	-	165,295,968	165,295,968
Dividend Paid	-	-	(65,664,000)	(65,664,000)
Balance as at 31.03.2023	<u>333,200,000</u>	<u>129,759,524</u>	<u>147,023,047</u>	<u>609,982,571</u>
		<b>Stated Capital Rs.</b>	<b>Retained Earnings Rs.</b>	<b>Total Rs.</b>
<b><u>COMPANY</u></b>				
Balance as at 01.04.2021		333,200,000	300,243,668	633,443,668
Profit for the period ended 31.03.2022		-	109,804,955	109,804,955
Other Comprehensive Income		-	(4,444,362)	(4,444,362)
Gain on Unpresented Cheques Payable		-	39,759	39,759
Dividend Paid		-	(63,840,000)	(63,840,000)
Balance as at 31.03.2022		<u>333,200,000</u>	<u>341,804,020</u>	<u>675,004,020</u>
Balance as at 01.04.2022		333,200,000	341,804,020	675,004,020
Profit for the period ended 31.03.2023		-	217,059,547	217,059,547
Dividend Paid		-	(65,664,000)	(65,664,000)
Balance as at 31.03.2023		<u>333,200,000</u>	<u>493,199,567</u>	<u>826,399,567</u>

*figures in brackets indicate deductions.*

**CEYLON TEA BROKERS PLC**  
**Statement of Cash Flows**  
**For the Period Ended 31st March**

	GROUP		COMPANY	
	31.03.2023 Rs.	31.03.2022 Rs.	31.03.2023 Rs.	31.03.2022 Rs.
<b><u>Cash Flow From Operating Activities</u></b>				
Profit Before Taxation	275,979,832	56,013,656	327,743,411	146,316,733
<i>Adjustments for ;</i>				
Depreciation/Amortisation	109,073,927	90,013,009	25,850,356	24,856,558
Interest /Investment Income	(54,661,888)	(16,743,318)	(54,703,372)	(16,726,698)
Interest Expense	330,930,941	139,830,373	266,156,581	76,060,456
Impairment of Trade Receivable	-	1,452,236	-	-
Provision for Retirement Benefit Obligation	7,200,000	6,757,970	6,000,000	5,245,603
Impairment of Loans and Advances given to Tea suppliers	18,000,000	17,744,920	18,000,000	17,744,920
Disposal (Profit)/Loss on Property,Plant and Equipment	(42,120)	32,652	(42,120)	-
Operating Profit Before Working Capital Changes	<b>686,480,692</b>	295,101,498	<b>589,004,856</b>	253,497,572
<b><u>Increase/Decrease in Working Capital</u></b>				
(Increase)/ Decrease in Trade and Other Receivables	47,822,818	(213,044,676)	79,849,940	(177,499,030)
(Increase)/Decrease in Loans to Tea Suppliers	(603,366,893)	37,225,382	(603,366,893)	37,225,382
Increase/(Decrease) in Trade and Other Payables	(49,268,795)	146,527,203	(79,038,623)	159,863,997
Increase/(Decrease) in Related Party Payable	-	-	-	(51,272)
Cash Generated/(Used in) from Operating Activities	<b>81,667,822</b>	265,809,407	<b>(13,550,720)</b>	273,036,649
Tax Paid	(42,449,937)	(45,586,132)	(42,449,937)	(45,586,132)
Gratuity Paid	(960,375)	(451,625)	(580,500)	(451,625)
Net Cash Generated from/(Used in) Operating Activities	<b>38,257,510</b>	219,771,650	<b>(56,581,157)</b>	226,998,892
<b><u>Cash Flow From Investing Activities</u></b>				
Interest /Investment Income Received	54,169,937	16,300,119	54,211,421	16,283,499
Proceeds from sale of Assets	42,120	1,657,834	42,120	528,203
Investment in Subsidiary	-	-	-	(200,000,000)
Acquisition of Intangible Assets	-	(2,754,571)	-	(2,754,571)
Purchase of Property, Plant & Equipment	(12,467,906)	(98,869,930)	(6,188,390)	(2,571,891)
Net cash flow from ( Used in) Investing Activities	<b>41,744,151</b>	(83,666,548)	<b>48,065,151</b>	(188,514,760)
<b><u>Cash Flow From Financing Activities</u></b>				
Interest Paid	(327,796,507)	(162,394,176)	(264,343,051)	(98,625,341)
Dividend Paid	(65,664,000)	(63,840,000)	(65,664,000)	(63,840,000)
Settlement of lease liabilities	(45,376,508)	(39,792,231)	(23,566,180)	(24,197,535)
<u>Movement in Interest Bearing Borrowings</u>				
Loan repayment made during the period	(2,229,991,654)	(3,248,217,980)	(2,170,109,282)	(2,497,105,852)
Loan obtained during the period	2,325,000,000	3,355,284,058	2,290,000,000	2,586,784,058
Net cash flow from Financing Activities	<b>(343,828,669)</b>	(158,960,329)	<b>(233,682,513)</b>	(96,984,670)
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>(263,827,008)</b>	(22,855,228)	<b>(242,198,519)</b>	(58,500,538)
Cash and Cash Equivalents at the Beginning of the Period	(1,886,321)	20,968,907	(723,821)	57,776,717
<b>Cash and Cash Equivalents at the End of the Period</b>	<b>(265,713,329)</b>	(1,886,321)	<b>(242,922,340)</b>	(723,821)

figures in brackets indicate deductions.

Notes to the Financial Statements:

1. Figures for the period ended as at 31st March 2023 are unaudited.
2. The Company is required to prepare Interim Financial Statements in accordance with LKAS 34 – Interim Financial Reporting issued by the Institute of Chartered Accountants of Sri Lanka.

3. **Significant Accounting Policies**

-The same accounting policies and methods of computation are followed in the interim financial statements as compared with audited annual financial statements as at 31st March 2022.

-Staff loans granted have been recognised at fair value at the time of granting and resultant adjustments were accounted as prepaid staff cost and amortised over the tenure of the loan on a straight line basis. Interest income was recognised using effective interest rate method.

-Loans granted to customers were recognised at fair value plus directly attributable transaction costs and fee income, initially. Subsequent measurement of loans were recognised at amortised cost using effective interest rate.

-Storage & Storage Related Income were recognised on accrual basis for the period of service provided by the group instead of the date of auction.

4. The nature of related party transactions in the current period is similar to those reported in the Audited Financial Statements – 2021/2022.
5. There were no significant events that occurred subsequent to the end of the interim period which require disclosure or adjustments in the interim financial statements.
6. There were no contingent liabilities identified in the foreseeable future which require disclosure in the financial
7. To facilitate comparison and where relevant, balances pertaining to the previous period have been reclassified.
8. Ceylon Tea Brokers Group consists of Logicare (Pvt) Ltd which is a fully owned subsidiary of Ceylon Tea Brokers PLC.

Tea handling operations were transferred back to Ceylon Tea Brokers PLC from Logicare (Pvt) Ltd w.e.f 1st April 2021. The relevant income and expenses were recognized accordingly.

Logicare (Pvt) Ltd has commenced it's commercial operations during the Quarter ended 30th June 2019.

Logicare (Pvt) Ltd has entered into a 39 year lease agreement commencing 29/07/2016 with the Sri Lanka Land Reclamation and Development Corporation to lease a land in Muthurajawela.

Notes to the Financial Statements:

## 9. SEGMENTAL INFORMATION

As at 31st March 2023

The group has the following two strategic business segments, which are its reportable segments. These two segments offer different services to the customers and separate financial information are available. These two segments are managed separately because they require different technology and marketing strategy.

Information related to each reportable segment is set out below. Segment profit (loss) before tax is used to measure performance. The management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate in the same industries.

	<b>Segments</b>		
	Tea Broking 2022/23	Warehousing 2022/23	Total 2022/23
<b>Segment Revenue</b>			
External Sales	1,142,455,956	555,885,561	1,698,341,517
Total Segment Revenue	<u>1,142,455,956</u>	<u>555,885,561</u>	<u>1,698,341,517</u>
Segment Profit/ (Loss) Before Tax	327,743,411	(51,763,579)	275,979,832
Depreciation and Amortization	25,850,356	83,223,571	109,073,927
Interest Expense	266,156,581	64,774,360	330,930,941
Segmental Assets	2,130,538,101	1,179,755,983	3,310,294,084
Unallocated Assets			43,533,355
<b>Total Segmental Asset</b>			<u>3,353,827,436</u>
Segmental Liabilities	1,937,138,533	806,706,336	2,743,844,869

## 10. Market prices recorded during the period ended 31st March 2023

### 2022/23 -4th Quarter

Highest	Rs. 4.70	Date:	01.03.2023
Lowest	Rs. 3.90	Date:	15.03.2023
Closing	Rs. 4.10		

11. The float adjusted market capitalization as at 31st March 2023 - Rs. 115,341,269.70

12. Percentage of public holding as at 31st March 2023 was 15.423% comprising 2,745 shareholders.

13. The float adjusted market capitalization of the company falls under option 2 of Rule 7.13.1 (b) of the Listing rules of the Colombo Stock Exchange and the company has complied with the minimum public holding requirement applicable under the said option.

14. Directors' holding in shares as at 31st March 2023

Director's Name	Shareholding (No. of Shares)	%
Mr. R J N De Mel (Chairman)	80,000	0.04%
Mr. W A T Fernando (Managing Director)	48,837,837	26.78%
Mr. D.G.W De Silva (Director/Chief Executive Officer)	-	-
Mr. K A D Fernando (Director/Chief Operating Officer)	-	-
Mr. C P R Perera	3,500,000	1.92%
Ms. N T M S Cooray	10,908,751	5.98%
Mr. K H S Deshapriya	-	-
Mr. B R L Fernando	22,640	0.012%
Ms. H M S Perera	1,390,492	0.76%
Mr. Dhayan H Madawala	3,425	0.002%
Mr. Z Mohamed	-	-
Mr. H T D Nonis	10,000	0.005%

Notes to the Financial Statements (Continued):

15.30 major shareholders as at 31st March 2023

Shareholder's Name	As At 31st March 2023	
	No. of Shares	%
1 ASHTHI HOLDINGS (PRIVATE) LIMITED	55,434,267	30.392%
2 MR. W A T FERNANDO	48,837,837	26.775%
3 JETWING TRAVELS (PVT) LTD	34,080,571	18.685%
4 MISS N T M S COORAY	10,908,751	5.981%
5 MR C P R PERERA & MRS D. PERERA	3,500,000	1.919%
6 MR A.D. EDUSSURIYA	2,000,000	1.096%
7 HATTON NATIONAL BANK PLC/KANDAIAH KANAPATHIPILLAI SHUJEEVAN	1,850,523	1.015%
8 MS H.M.S. PERERA	1,390,492	0.762%
9 MR W.D.N.H. PERERA	1,222,981	0.670%
10 MR P.G. PIYASIRI	957,447	0.525%
11 PEOPLE'S LEASING & FINANCE PLC/MR.M.I.SAMSUDEEN	709,914	0.389%
12 DR A.R. MOHAMED	604,840	0.332%
13 MR K.S.M. RODRIGO	600,000	0.329%
14 MR Y.L. NANDASENA	530,697	0.291%
15 ASSETLINE LEASING COMPANY LTD/D.B.N. SAMARATUNGA	504,755	0.277%
16 MASKELIYA TEA EXPORTS PVT LTD	471,691	0.259%
17 MR H.R.A. TISSERA	388,145	0.213%
18 MR M.H.A. KAMIL	342,062	0.188%
19 MR H.M. WIJERATHNA	305,000	0.167%
20 DIALOG FINANCE PLC/A.S.M.SHIYAM	300,000	0.164%
21 MR V. SIVAKUMAR	254,605	0.140%
22 SINDBAD (PRIVATE) LIMITED	250,000	0.137%
23 DR A.A.M. DHARMADASA	235,457	0.129%
24 CITIZENS DEVELOPMENT BUSINESS FINANCE PLC/A.M.A.P.K. DISSANAYAKE	225,882	0.124%
25 PEOPLE'S LEASING & FINANCE PLC/DR.H.S.D.SOYSA & MRS.G.SOYSA	210,400	0.115%
26 MR R.V.D. PIYATHILAKE & MR R.V.D.C.G. RAJAPAKSE	210,020	0.115%
27 MR N.A. WITHANA	208,000	0.114%
28 PEOPLE'S LEASING & FINANCE PLC/MR. A.S.C.N. SILVA	200,000	0.110%
29 MR M. DAYANANDA	200,000	0.110%
30 MR W.A.S. CHATHUMADHURA	200,000	0.110%
	167,134,337	91.631%
Others	15,265,663	8.369%
	<u>182,400,000</u>	<u>100.00%</u>