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YEARS



industrial asphalts (ceylon) PLC

QUARTERLY ACCOUNTS

Q1 - 2022/2023

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INDUSTRIAL ASPHALTS (CEYLON) PLC

QUARTERLY ACCOUNTS

Q1 2022/2023

INDUSTRIAL ASPHALTS (CEYLON) PLC

STATEMENT OF COMPREHENSIVE INCOME

	Notes Notes	For the three months ended			For the quarter ended		
		30.06.22	30.06.21	Change %	30.06.22	30.06.21	Change %
		(unaudited) Rs'000	(unaudited) Rs'000		(unaudited) Rs'000	(unaudited) Rs'000	
Continuing Operations							
Revenue	4	14,974	10,340	45%	14,974	10,340	45%
Cost of Sales		-	-	0%	-	-	0%
Gross Profit		14,974	10,340	45%	14,974	10,340	45%
Other Operating Income		-	-	0%	-	-	0%
Administrative Expenses	5	(4,515)	(1,623)	-178%	(4,515)	(1,623)	-178%
Gain/ (Loss) on Revaluation of Investment Property		-	-	0%	-	-	0%
Profit/ (Loss) from Operating Activities		10,459	8,717	20%	10,459	8,717	20%
Net Finance Income/ (Charges)		(13)	(12)	-7%	(13)	(12)	-7%
Profit/ (Loss) before Tax from Continuing Operations		10,447	8,706	20%	10,447	8,706	20%
Tax (Expense)/ Reversal		1,123	(293)	483%	1,123	(293)	483%
Profit/ (Loss) for the period from Continuing Operations		11,569	8,412	38%	11,569	8,412	38%
Discontinued Operations							
Profit/ (Loss) from Discontinued Operations	11.1	-	(6,325)	100%	-	(6,325)	100%
Profit/ (Loss) for the period		11,569	2,087	454%	11,569	2,087	454%
Other Comprehensive Income/ (Expenses) for the period							
Other Comprehensive Income for the period (net of tax)		-	-	0%	-	-	0%
Total Comprehensive Income/ (Expenses) for the period net of tax		11,569	2,087	454%	11,569	2,087	454%
Profit/ (Loss) attributable to:							
Equity Holders of the Company		11,569	2,087	454%	11,569	2,087	454%
Earnings per share (Rs.):							
Diluted and Basic Earnings/ (Loss) per Ordinary Share		0.003	0.001		0.003	0.001	

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

INDUSTRIAL ASPHALTS (CEYLON) PLC

STATEMENT OF FINANCIAL POSITION

As at	Notes	30.06.22 (unaudited) Rs'000	31.03.22 (unaudited) Rs'000	Change %
ASSETS				
Property, Plant and Equipment		13,652	13,721	0%
Other Fixed Assets		11,653	11,533	1%
Investment Property		1,048,761	1,048,761	0%
Non-current Assets		1,074,066	1,074,015	0%
Trade and Other Receivables		1,122	1,367	-18%
Other Financial Assets	6	178,906	168,697	6%
Income Tax Overpaid		-	820	-100%
Cash & Cash Equivalents		293	4	6722%
Current Assets		180,321	170,889	6%
TOTAL ASSETS		1,254,387	1,244,904	1%
EQUITY & LIABILITIES				
Capital & Reserves				
Stated Capital		156,642	156,642	0%
General Reserve		15,141	15,141	0%
Retained Earnings		1,054,546	1,042,976	1%
Total Equity		1,226,329	1,214,760	1%
Liabilities				
Deferred Tax Liability		(10,202)	(7,609)	34%
Retirement Benefit Obligation		278	203	-37%
Non-current Liabilities		(9,923)	(7,406)	34%
Trade and Other Payables		247	465	47%
Rent Deposit Received		35,400	35,400	0%
Income Tax Payable		650	-	-100%
Unclaimed Dividends		1,685	1,685	0%
Bank Overdraft		-	-	0%
Current Liabilities		37,981	37,550	-1%
Total Liabilities		28,058	30,144	7%
TOTAL EQUITY & LIABILITIES		1,254,387	1,244,904	1%
Net Assets Value per Ordinary Share (Rs.)		0.33	0.32	

The Statement of Financial Position as at 30th June 2022 and related Statements of Comprehensive Income, Changes in Equity and Cash Flow for the period ended 30th June 2022 are drawn up from the unaudited Financial Statements of the Company, and they provide the information required by the Colombo Stock Exchange.

The Board of Directors is responsible for the preparation and presentation of these Financial Statements. The Financial Controller certifies that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

S. Fernando

Financial Controller

Approved and signed for and on behalf of the Board of Directors

Director

10th August 2022
Colombo

Director

INDUSTRIAL ASPHALTS (CEYLON) PLC

STATEMENT OF CHANGES IN EQUITY

For the three months ended 30th June 2022

	Stated Capital Rs.'000	Revaluation Reserve Rs.'000	General Reserve Rs.'000	Retained Earnings Rs.'000	Total Equity Rs.'000
Balance as at 1st April 2021 (audited)	156,642	46,113	15,141	770,505	988,401
Net Profit/ (Loss) for the three months - Continuing Operations	-	-	-	8,412	8,412
Net Profit/ (Loss) for the three months - Discontinued Operations	-	-	-	(6,325)	(6,325)
Other Comprehensive Income for the period	-	-	-	-	-
Total Comprehensive Income for the period	156,642	46,113	15,141	772,592	990,489
Net Profit/ (Loss) for the nine months - Continuing Operations	-	-	-	223,653	223,653
Net Profit/ (Loss) for the nine months - Discontinued Operations	-	-	-	-	-
Transferred from Revaluation Reserve	-	(46,113)	-	46,113	-
Other Comprehensive Income for the period	-	-	-	619	619
Total Comprehensive Income for the period	156,642	-	15,141	1,042,976	1,214,760
Transactions with equity holders					
Dividend paid	-	-	-	-	-
Balance as at 31st March 2022 (unaudited)	156,642	-	15,141	1,042,976	1,214,760
Balance as at 1st April 2022 (unaudited)	156,642	-	15,141	1,042,976	1,214,760
Net Profit/ (Loss) for the three months - Continuing Operations	-	-	-	11,569	11,569
Net Profit/ (Loss) for the three months - Discontinued Operations	-	-	-	-	-
Other Comprehensive Income for the period	-	-	-	-	-
Total Comprehensive Income for the period	156,642	-	15,141	1,054,546	1,226,329
Transactions with equity holders					
Dividend paid	-	-	-	-	-
Balance as at 30th June 2022 (unaudited)	156,642	-	15,141	1,054,546	1,226,329

INDUSTRIAL ASPHALTS (CEYLON) PLC**CASH FLOW STATEMENT**

For the three months ended 30th June	Unaudited 2022 Rs'000	Unaudited 2021 Rs'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (Loss) before Tax from Continuing Operations	10,447	8,706
Profit/ (Loss) before Tax from Discontinued Operations	-	(6,325)
Adjustments for:		
Depreciation & Amortization	829	1,080
Provision for Gratuity	75	75
(Gain)/Loss on Revaluation of Investment Property	-	-
Net Finance Cost	13	12
Operating Profit before Working Capital changes	11,363	3,547
Changes in Working Capital:		
(Increase)/ Decrease in Inventories	-	588
(Increase)/ Decrease in Trade and Other Receivables	245	29,394
Increase/ (Decrease) in Trade and Other Payables	(218)	(1,432)
Cash generated from/ (used in) Operations	11,390	32,097
Interest Paid	(13)	(12)
Interest Income	-	-
Gratuity paid	-	-
Taxation paid	-	-
Net Cash generated from/ (used in) Operating Activities	11,377	32,085
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase and construction of Property, Plant & Equipment	(880)	(420)
Investment in Other Financial Assets	(10,209)	(30,665)
Share Purchase during the year	-	-
Sales Proceeds from Disposal of Paints & Coatings Division (PCD)	-	-
Proceeds from Sale of Equity Investments	-	-
Sales Proceeds from Property, Plant & Equipment	-	-
Dividend Received	-	-
Net Cash from/ (used in) Investing Activities	(11,089)	(31,085)
CASH FLOW FROM FINANCING ACTIVITIES		
Net proceeds from the Rights Issue	-	-
Net Increase/ (Decrease) in Interest Bearing Loans/ Borrowings	-	-
Dividends paid	-	-
Net Cash generated from/ (used in) Financing Activities	-	-
Net Increase/ (Decrease) in Cash & Cash Equivalents	288	1,001
Cash & Cash Equivalents at beginning of period	4	13,344
Cash & Cash Equivalents at end of period	293	14,344
Cash & Short-term Funds as at 30th June	293	14,350
Bank Overdraft as at 30th June	-	(7)
	293	14,344

INDUSTRIAL ASPHALTS (CEYLON) PLC

EXPLANATORY NOTES

- 1 The Interim Financial Statements for the three months ended 30th June 2022 are drawn up from unaudited accounts of the Company.
- 2 These Interim Financial Statements are presented in accordance with LKAS 34 - Interim Financial Reporting and as required by Colombo Stock Exchange in terms of Rule 7.4.
- 3 There were no changes to the accounting policies and the methods of computation since the annual accounts were published for the year ended 31st March 2021.

4 Revenue

	For the Period Ended		For the Quarter Ended	
	30.06.22 Rs.'000	30.06.21 Rs.'000	30.06.22 Rs.'000	30.06.21 Rs.'000
Rent Income from Investment Property	8,850	8,850	8,850	8,850
Interest Income on Short term Investments	6,124	1,490	6,124	1,490
	14,974	10,340	14,974	10,340

5 Administrative Expenses

Year on year substantial increase in administrative expenses is due to utility expenses, office maintenance expenses and other admin expenses being incurred by the discontinued business segment in the comparative financial period.

- 6 Other Financial Assets comprise of short term investments in Government Securities and investment in Fixed Deposits.

- 7 There were no material capital commitments and contingencies as at 30th June 2022.

- 8 No circumstances have arisen since the Statement of Financial Position date which would require adjustments to or disclosure in the Financial Statements.

- 9 Certain comparative figures have been restated to conform to the classification and presentation as at 30th June 2022.

10 Dividends paid (Per Share in Rupees)

	Quarter ended 30.06.22	Quarter ended 30.06.21
Voting Ordinary Shares	-	-

11 Discontinued Operations

11.0 Disposal of Paints & Coatings Division

The Board of Directors of Industrial Asphalts (Ceylon) PLC at a Board Meeting held on 29th July 2021 resolved to accept the offer presented by the former Managing Director/ CEO, Mr. K. Naveenkanth for purchase of the Company's Paints & Coatings Division in its entirety. The total consideration relating to the disposal was Rs. 15 million.

The transaction was on normal commercial terms and is not prejudicial to the interests of the Entity and its minority shareholders. The transaction does not qualify under the 'major transactions' specified by the Section 185 of the Companies Act No. 07 of 2007. The transaction was reviewed by the Related Party Transaction Review Committee and approved by the Board of Directors of the Company.

11.1 Delimitation of continuing and discontinued operations

Management has decided to attribute the delimitation of transactions between the continuing operations and the discontinued operation before the disposal in a way that reflects the continuance of these transactions subsequent to the disposal, because management believes this is useful to the users of the financial statements.

	For the Period Ended		For the Quarter Ended	
	30.06.22 Rs.'000	30.06.21 Rs.'000	30.06.22 Rs.'000	30.06.21 Rs.'000
Revenue	-	680	-	680
Less : Cost of Sales	-	(2,058)	-	(2,058)
Gross Profit	-	(1,378)	-	(1,378)
Other Income/ (Expenses)	-	-	-	-
Administrative Expenses	-	(2,864)	-	(2,864)
Selling and distribution expenses	-	(2,083)	-	(2,083)
Results from Discontinued Operations	-	(6,325)	-	(6,325)
Finance Income	-	-	-	-
Finance Costs	-	-	-	-
Net Finance Income/(Charges)	-	-	-	-
Impairments/ Provisions	-	-	-	-
Profit/(Loss) before Taxation from Discontinued Operations	-	(6,325)	-	(6,325)
Income Tax (Expenses)/Reversal	-	-	-	-
Profit/(Loss) after taxation from Discontinued operations	-	(6,325)	-	(6,325)
Other comprehensive income/(expenses) for the period, net of tax	-	-	-	-
Total comprehensive income/(expenses) for the period	-	(6,325)	-	(6,325)
Profit attributable to:				
Equity Holders	-	(6,325)	-	(6,325)
Total comprehensive income attributable to:				
Equity Holders	-	(6,325)	-	(6,325)

12 Rights Issue funds utilisation as at 30th June 2022

Objective No.	Objective as per Circular	Amount allocated as per Circular Rs.	Proposed date of utilization as per Circular	Amount allocated from proceeds Rs. (A)	% of total proceeds	Amount Utilized Rs. (B)	% of utilization against allocation (B/A)	Calirification if not fully utilized including where the funds are invested
1.1	Part settlement of Short term loans - Commercial Bank	2,500,000	Immediately upon allotment	2,500,000	1.67%	2,500,000	100%	
1.2	Part settlement of Overdraft Facility - Commercial Bank	47,500,000	Immediately upon allotment	47,500,000	31.67%	47,500,000	100%	
2	Finance working capital requirements	99,976,450	6 months to 24 months from allotment	99,976,450	66.66%	-	-	Invested in Short-term Investments

INDUSTRIAL ASPHALTS (CEYLON) PLC

SHAREHOLDING INFORMATION

Top 20 Shareholders as at 30th June	2022		2021	
	No. of shares	%	No. of shares	%
MR. GOVINDASAMY RAMANAN	1,800,693,010	48.03%	1,800,693,010	48.03%
SAMPATH BANK PLC/ DR.T.SENTHILVERL	176,510,524	4.71%	176,510,524	4.71%
MISS. ANNE JUDITH SYLVIA NIMSMI AMERASINGHE	76,500,000	2.04%	74,000,000	1.97%
SAMPATH BANK PLC/MR SHABBIR ABBAS GULAMHUSEIN	66,223,946	1.77%	66,223,946	1.77%
MR. ARJUNA BANDARA DAMUNUPOLA	60,000,000	1.60%	23,000,000	0.61%
MR. DON BUDDHADASA WETHASINGHE	54,000,000	1.44%	54,000,000	1.44%
MR. KANDIAH BALENDRA	50,000,000	1.33%	41,238,143	1.10%
MR. GUNASENA DANGAMPOLA	43,893,308	1.17%	-	-
MR. DAYANAND PATHMANATHAN	25,000,000	0.67%	25,000,000	0.67%
STAR PACKAGING (PVT) LTD	25,000,000	0.67%	25,000,000	0.67%
DR. CLIVE CHRISHANTHAN JAMES	20,000,500	0.53%	20,000,500	0.53%
DIALOG FINANCE PLC/S.A.DE SILVA AND D.R.DE SILVA	19,600,000	0.52%	-	-
MR. MODERAGE MARIAN JANEK WAAS JAYASEKARA	17,000,000	0.45%	-	-
MRS. PREMILA O. BOGAHALANDA	16,731,000	0.45%	16,731,000	0.45%
MR. M. RA VINDRA DEVAMITHRA PEIRIS GOONARATNE	15,050,000	0.40%	15,046,665	0.40%
MR. PERIYA WELU RAMACHANDRAN	15,000,000	0.40%	-	-
HATTON NATIONAL BANK PLC/PADMESH SAJJEWA WEERASEKERA	15,000,000	0.40%	12,000,000	0.32%
MS. MANIKKU BADATHURU PESHALI SARANYA FERNANDO	13,998,465	0.37%	1,000,000	0.03%
MRS J. MYLVAGANAM	11,097,000	0.30%	11,097,000	0.30%
MR. SHYAMSUNDER RAMANATHAN	11,054,419	0.29%	-	-
	2,532,352,172	67.53%	2,361,540,788	62.98%

Computation of Public Shareholding as at 30th June	2022		2021	
	No. of shares	Holding %	No. of shares	Holding %
Parent Company	-	-	-	-
Subsidiaries and Associate Companies of Parent	-	-	-	-
Subsidiaries of Company	-	-	-	-
Related Party entities				
- Sigma Holdings (Pvt) Limited	2,115,000	0.06%	2,115,000	0.06%

Directors Shareholding as at 30th June

Director Name	No. of shares	Holding %	No. of shares	Holding %
Mr. GRamanan	1,800,693,010	48.03%	1,800,693,010	48.03%
Mr. N.K. Dahanayake	1,000,000	0.03%	1,000,000	0.03%
Mr. R. Kishore Ignatius	-	0.00%	-	0.00%
Mr. S. Marimuthu	4,750,000	0.13%	-	0.00%
Mr. R. Raguneethan	-	0.00%	-	0.00%
	1,806,443,010	48.18%	1,801,693,010	48.05%

Spouse and children of Directors

	-	-	-	-
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Public Holding

	1,940,853,240	51.76%	1,945,603,240	51.89%
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Total Number of Ordinary shares in issue (Voting)

	3,749,411,250	100.00%	3,749,411,250	100.00%
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Number of Shareholders

	30-Jun-22	30-Jun-21
Total number of shareholders	5778	4447
Number of shareholders representing the Public holding	5773	4444
Float adjusted Market Capitalization (Rs.)	582,255,972	972,794,870

The Company complies with the Minimum Public Holding Requirement under option 5 as set out in the Listing Rules 7.13.1(a) as at reporting date.

Market value of shares for the quarter ended

	30.06.2022	30.06.2021
Highest price per share (Rs.)	0.40	0.50
Lowest price per share (Rs.)	0.20	0.30
Last traded price per share (Rs.)	0.30	0.40

INDUSTRIAL ASPHALTS (CEYLON) PLC

CORPORATE INFORMATION

Legal Form	Quoted Public Company with limited liability listed on the Colombo Stock Exchange
Date of Incorporation	30 June 1964
Date of Re-registration	1 August 2008
Accounting year end	31 March
New Registration Number	PQ185
Registered Office	MMBL Pathfinder Office Complex No.345/D, Negombo Road, Peliyagoda.
Website	www.iac.lk
Auditors	A. I. Macan Markar & Co. Chartered Accountants 46-2/1, 2nd Floor, Lauries Road, Colombo 4
Board of Directors	Mr. G. Ramanan (Executive Director) Mr. N.K. Dahanayake (Non-Executive Independent Director) Mr. R. Kishore Ignatius (Non-Executive Independent Director) Mr. S. Marimuthu (Non-Executive Independent Director) Mr. R. Raguneethan (Non-Executive Independent Director)
Board Sub-Committees	
Board Audit Committee	Mr. R. Kishore Ignatius - Chairman Mr. S. Marimuthu
Remuneration Committee	Mr. N.K. Dahanayake - Chairman Mr. S. Marimuthu
Related Party Transactions Review Committee	Mr. N.K. Dahanayake - Chairman Mr. R. Kishore Ignatius
Investment Committee	Mr. S. Marimuthu - Chairman Mr. R. Kishore Ignatius Mr. N.K. Dahanayake
Company Secretaries	Ninecap Corporate Solutions (Pvt) Ltd. No.55, Vinayalankara Mawatha, Colombo 10
Registrars	Central Depository Systems (Pvt) Ltd. Ground Floor, M & M Center, 341/5, Kotte Road, Rajagiriya
Bankers	Commercial Bank of Ceylon PLC Bank of Ceylon Hatton National Bank PLC



Industrial Asphalts (Ceylon) PLC

**MMBL Pathfinder Office Complex
No.345/D, Negombo Road, Peliyagoda.**

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