



Interim Financial Statements
For the period ended
30th June 2024

eChannelling PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended 30.06.2024

	Quarter Ended 30th June		Six Month Ended 30th June	
	Un-audited 2024 LKR	Un-audited 2023 LKR	Un-audited 2024 LKR	Un-audited 2023 LKR
Revenue	59,818,189	63,870,407	124,797,536	130,193,799
Cost of Sales/Direct Cost	(13,957,851)	(15,542,930)	(28,407,338)	(30,602,559)
Gross Profit	45,860,338	48,327,477	96,390,198	99,591,240
Net Other Operating Income	1,390,055	67,900	1,477,999	140,297
Administrative Expenses	(43,194,119)	(40,635,008)	(82,871,296)	(84,462,052)
Marketing & Distribution Expenses	(4,333,264)	(5,372,702)	(6,434,751)	(11,169,140)
Profit From Operations	(276,990)	2,387,667	8,562,150	4,100,345
Finance Income	8,978,698	12,086,732	16,053,175	27,841,596
Finance Expenses	(257,022)	(118,360)	(548,679)	(278,654)
Net Finance (Expenses) / Income	8,721,676	11,968,372	15,504,496	27,562,942
Profit Before Taxation	8,444,686	14,356,039	24,066,646	31,663,287
Income Tax Expenses	(2,953,056)	(4,197,176)	(8,166,395)	(11,121,581)
Profit for the Period	5,491,630	10,158,863	15,900,250	20,541,706
Other Comprehensive Income				
Equity Investment at FVOCI-net change in Fair Value	102,766	(521,004)	225,206	(535,148)
Re-measurement of defined benefit liability	(725,199)	(1,010,499)	(705,000)	781,142
Related tax	217,560	303,150	211,500	(234,343)
Other Comprehensive Income for the Period, net of tax	(404,873)	(1,228,353)	(268,294)	11,651
Total Comprehensive Income for the Period	5,086,757	8,930,510	16,125,456	20,553,357
Earnings Per Share	0.04	0.08	0.13	0.17
Dividends Per Share	-	-	-	-

The notes to the Financial Statements form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

eChannelling PLC
STATEMENT OF FINANCIAL POSITION
As at 30th June 2024

	30.06.2024 <u>LKR</u> Un-audited	31.12.2023 <u>LKR</u> Un-audited
ASSETS		
Non Current Assets		
Property, plant & equipment	2,689,511	2,492,970
Intangible assets	2,318,502	3,534,524
Leasehold right-of-use asset	8,182,495	-
Deferred tax assets	8,049,331	8,092,565
Equity Investments at FVOCI	2,400,875	2,175,669
Total Non Current Assets	23,640,715	16,295,728
Current Assets		
Inventories	288,465	288,465
Trade & other receivables	208,593,366	179,898,773
Amount due from related parties	103,519,647	64,125,164
Short term investments	315,534,816	305,359,349
Cash & cash equivalents	43,115,345	22,533,803
Total Current Assets	671,051,639	572,205,554
Total Assets	694,692,354	588,501,282
EQUITY AND LIABILITIES		
Equity		
Stated capital	93,758,316	93,758,316
Retained earnings	364,630,960	348,730,710
Fair value through OCI reserve	831,338	606,130
Total Equity	459,220,614	443,095,157
Non Current Liabilities		
Employee benefits	11,033,387	11,218,981
Leashold right to use liability	5,153,673	-
Total Non Current Liabilities	16,187,060	11,218,981
Current Liabilities		
Trade & other payables	106,714,407	89,100,372
Leashold right to use liability	4,320,574	1,488,321
Amount due to related parties	51,351,536	36,041,242
Income tax liability	7,146,102	4,589,934
Bank Overdraft	49,752,060	2,967,274
Total Current Liabilities	219,284,679	134,187,143
Total Liabilities	235,471,739	145,406,124
Total Equity & Liabilities	694,692,354	588,501,282
Net Asset Per Share	3.76	3.63

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

Signed
R.P.S.P. Randeni
 Manager -Finance

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed for and on behalf of the board:

Signed
A.K.D.D.Arandara
 Director

Signed
S.A.Hettiarachchi
 Director

Date: 25.07.2024

Figures in the brackets indicate deductions.

The above figures are provisional and subject to audit.

eChannelling PLC
STATEMENT OF CHANGES IN EQUITY

For the Period Ended 30th June 2024

	Stated Capital	Available for- sale Reserve	Retained Earnings	Total
	<u>LKR</u>	<u>LKR</u>	<u>LKR</u>	<u>LKR</u>
Balance as at 31st December 2022	93,758,316	776,681	306,841,467	401,376,464
Total Comprehensive income for the period				
Profit for the period (Six Months)	-	-	20,541,706	20,541,706
Other comprehensive income				
Actuarial gain arising from defined benefit obligation, net of tax			(707,350)	(707,350)
Fair value gain of investments valued at FVTOCI	-	(535,148)		(535,148)
Balance as at 30 th June 2023	93,758,316	241,533	326,675,823	420,675,672
Total Comprehensive income for the period				
Profit for the year (Six Months)			23,284,904	23,284,904
Other comprehensive income				
Actuarial gain arising from defined benefit obligation, net of tax			(1,230,016)	(1,230,016)
Fair value gain of investments valued at FVTOCI		364,597		364,597
Balance as at 31st December 2023	93,758,316	606,130	348,730,710	443,095,157
Total Comprehensive income for the period				
Profit for the year (Six Months)			15,900,250	15,900,250
Other comprehensive income				
Actuarial gain arising from defined benefit obligation, net of tax			-	-
Fair value gain of investments valued at FVTOCI		225,206		225,206
Balance as at 30th June 2024	-	831,338	364,630,960	459,220,613

Figures in the brackets indicate deductions.

The above figures are provisional and subject to audit.

eChannelling PLC
CASH FLOW STATEMENT

<i>For the period ended</i>	30.06.2024 Un-audited <u>LKR</u>	30.06.2023 Un-Audited <u>LKR</u>
Cash Flow From Operating Activities		
Profit Before Tax	24,066,646	31,663,287
Adjustments for :		
Depreciation and amortization	1,926,518	5,542,684
Ammortization of right-of-use asset	2,727,498	1,413,413
Amotization on intangible assets	1,216,022	-
Provision for employee benefits	705,100	-
Interest income	(16,053,175)	(27,841,596)
Interest expenses	548,679	278,654
Operating Profit before Working Capital Changes	15,137,288	11,056,442
Decrease / (increase) in trade & other receivable	(28,694,592)	(29,721,645)
Decrease / (increase) in amounts due from related parties	(39,394,483)	(138,214,923)
Decrease / (increase) in amounts due to related parties	15,310,294	-
Increase / (decrease) in trade & other payables	17,614,034	19,071,516
Cash Generated from Operations	(20,027,460)	(137,808,610)
Employee benefits paid	(890,694)	(2,313,287)
Tax paid	(5,566,954)	(12,309,744)
Net Cash Generated from Operating Activities	(26,485,108)	(152,431,641)
Cash Flow From Investing Activities		
Acquisition of property plant and equipment	(2,123,058)	(1,238,000)
Net proceeds from short term investments	(9,742,654)	(26,280,141)
Interest Income Received	15,620,363	37,863,770
Net Cash (used in) / Generated from Investing Activities	3,754,651	10,345,629
Cash flow from Financing Activities		
Lease Rental	(3,472,787)	-
Net Cash Generated from Financing Activities	(3,472,787)	-
Net increase in cash & cash equivalents	(26,203,244)	(142,086,012)
Cash & cash equivalents at beginning of the period	19,566,529	10,999,949
Cash & Cash Equivalents at end of the Period	(6,636,715)	(131,086,063)
Analysis of Cash and Cash Equivalents		
Cash at bank & in hand	43,115,345	4,813,358
Bank overdraft	(49,752,060)	(135,899,421)
	(6,636,715)	(131,086,063)

Figures in the brackets indicate deductions.

The above figures are provisional and subject to audit.

Notes to the Financial Statements

1 Basis of preparation

The Interim Financial Statements of the Company have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 – Interim Financial Reporting. This Interim Financial Statement should be read in conjunction with the Annual Report for the year ended 31 December 2023. The financial statements provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.

2 Company is following the same accounting policies published in the Annual report for the year ended 31st December 2023.

3 The figures are provisional and subject to audit.

4 All known expenses including management fees and similar expenses have been provided for the financial statements.

5 According to the best of knowledge and belief of the Board of Directors no circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the Financial Statements.

6 There has not been a significant change in the nature of contingent liabilities, which were disclosed in the Annual Report for the year ended 31 December 2023.

7 Basic earnings per share is calculated by dividing the net profit for the respective period attributable to ordinary shareholders of the entity by the weighted average number of ordinary shares outstanding during that period.

20 Largest Shareholders		
Name of Shareholder	No of Shares	% Holding
	30-Jun-24	
Mobitel (Pvt) Ltd	106,974,618	87.59
People's Leasing & Finance PLC / Mr. M.M.R.S Ananda	1,622,653	1.33
Mr. G.C. Goonetilleke	1,162,000	0.95
Mr. P. Rathnayaka	840,000	0.69
Senkadagala Finance PLC / S.Gobinath	486,700	0.40
Mr. M.A.B Morahela	293,300	0.24
Mr. H.M.C De Alwis	269,373	0.22
Mrs. R.J. Vidanapathirana	257,665	0.21
Merchant Bank of Sri Lanka & Finance PLC / Y.R.P.De Silva	252,536	0.21
Mr. M.A. Kumarasingha	232,433	0.19
Mr. Z.G Carimjee	231,933	0.19
MBSL / A.G.C Sugath	209,165	0.17
Mrs. T.R. Selvanayagam	201,000	0.16
Mr. A.H Munasinghe and A.R.R Munasinghe	190,000	0.16
Mr. D.M.A Mudunkotuwa	154,947	0.13
Seylan Bank PLC / Anuja Chamila Jayasinghe	150,210	0.12
Mr. S. Gobinath	143,000	0.12
Mr. M.S.F Haqqe	138,000	0.11
Mr. B.A.S.I Perera	120,400	0.10
Hatton National Bank PLC / Ravindra Erle Rambukwelle	116,000	0.09
Sub Total	113,833,180	93.38
Others	8,298,235	6.62
Total Shares	122,131,415	100

Public Shareholding

Number of Shareholders	2,158
Number of Shares	15,156,797
Percentage Holding	12.41%
Float Adjusted Market Capitalization - Rs.	204,616,760

The Company complies with Option 2 of the Listing Rules 7.13.1 (b) - Less than Rs. 1 Bn, Float Adjusted Market Capitalization which requires 10% minimum Public Holding.

Directors Shareholding	As at 30th June	
Name of Director	2024	
Mr. A.K.D.D.D. Arandara -Chairman	-	-
Dr. Isuru Dasanayake	-	-
Mr. Lawrence Paratz	-	-
Mr. Sampath Hettiarachchi	-	-
Mr. Dallas Stephen	-	-
Mr. Dinesh Vidanapathirana	-	-
Market Price Per Share	2024	2023
For the 3 months ended 30th June 2024	<u>LKR</u>	<u>LKR</u>
Highest	15.70	19.20
Lowest	13.50	13.50
Last Traded	13.50	16.10

Corporate Information	
Name of the Company	eChannelling PLC
Company Registration No	PQ 205
Registered Office	No.108, W.R.D.Ramanayake Mawatha, Colombo 02
Telephone	(+94 71) 4 225225
Website	www.echannelling.com
Contant Person	Sandun Randeni (Manager- Finance)
Legal Form	Quoted Public Company incorporated in Sri Lanka in 2000, Ordinary share listed on the Diri Savi Board of the Colombo Stock Exchange
Board of Directors	Mr. A.K.D.D.D. Arandara -Chairman Dr. Isuru Dasanayake Mr.Lawrence Paratz Mr. Sampath Hettiarachchi Mr. Dallas Stephen Mr. Dinesh Vidanapathirana
Secretaries of the Company	Ms. Geredene Suares
Auditors	KPMG Chartered Accountants 32A, Sir Mohamed Macan Marker Mawatha P.O. Box 186 Colombo 03
Lawyer(s)	D. L. & F. De Saram 47 Alexandra Place, Colombo 07
Bankers	Sampath Bank PLC Nations Trust Bank PLC Peoples Bank Commercial Bank of Ceylon PLC DFCC Bank Amana Bank PLC National Development Bank City Bank