



LANKA IOC PLC

FINANCIAL STATEMENTS - 30 SEPTEMBER 2023

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Lanka IOC PLC

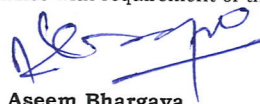
Statement of Financial Position

(all amounts in Sri Lanka Rupees 000's)

	Note	As at 30 Sep 2023	As at 31 Mar 2023
ASSETS			
Non Current Assets			
Property, Plant and Equipment		4,471,732	3,903,723
Long term Investment -CPSTL		4,852,000	4,852,000
Long term Investment -TPTL		98,000	49,000
Intangible Assets		673,877	673,876
Right to Use-Lease Assets		47,390	47,881
Other Receivables		148,463	148,463
Defined Benefit Plan Assets (Net)		16,156	-
		10,307,618	9,674,943
Current Assets			
Inventories		33,277,768	38,027,406
Trade and Other Receivables		8,011,781	7,474,390
Short Term Investments		33,135,882	21,045,631
Cash and Bank Balances		6,782,615	5,990,257
		81,208,046	72,537,684
Total Assets		91,515,664	82,212,627
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital		7,576,574	7,576,574
Other Reserve		458,000	458,000
Retained Earnings		58,573,440	53,197,972
Total Equity		66,608,014	61,232,546
Non Current Liabilities			
Defined Benefit Obligation (Net)		-	15,171
Right to Use-Lease Liability		49,967	49,539
Deferred Tax Liability (Net)		538,031	541,161
		587,998	605,871
Current Liabilities			
Trade and Other Payables		23,196,010	14,826,759
Right to Use-Lease Liability		2,100	1,684
Interest Bearing Borrowings		-	4,468,346
Income Tax Payable		1,121,542	1,077,421
		24,319,652	20,374,210
Total Equity and Liabilities		91,515,664	82,212,627

(The above figures are unaudited)

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



Aseem Bhargava
Sr Vice President (Finance)

The Board of Directors is responsible for these financial statements. The Financial Statements were authorised for issue by the Board of Directors on 28th October 2023



Dipak Das
Managing Director
Date : 28th October 2023



Prof. Lakshman R Watawala
Director
Date : 28th October 2023

Lanka IOC PLC

Statement of Comprehensive Income

(all amounts in Sri Lanka Rupees 000's)

	Three Months Ended		Six Months Ended	
	July-Sep 2023-24	July-Sep 2022-23	Apr-Sep 2023-24	Apr-Sep 2022-23
Revenue	61,699,583	87,960,497	116,446,061	137,894,127
Cost of Sales	(53,906,870)	(71,667,479)	(103,188,402)	(106,110,652)
Gross Profit	7,792,713	16,293,018	13,257,659	31,783,475
Other Operating Income	154,178	25,723	177,502	55,753
Selling and Distribution Expenses	(1,952,798)	(1,232,999)	(3,752,248)	(2,898,324)
Administrative Expenses	(779,265)	(891,749)	(1,847,325)	(1,494,546)
Operating Profit/(Loss)	5,214,828	14,193,993	7,835,588	27,446,358
Finance Income	1,274,402	548,607	2,354,468	984,960
Finance Expenses	(273,335)	(193,568)	(969,462)	(1,985,314)
Profit/(Loss) Before Tax	6,215,895	14,549,032	9,220,594	26,446,004
Income Tax	(1,156,798)	(2,192,627)	(1,715,264)	(4,163,097)
Profit/(Loss) for the period	5,059,097	12,356,405	7,505,330	22,282,907
Other Comprehensive Income /(Loss)				
Items that will not be reclassified to profit or loss:				
Other Comprehensive Income /(Loss)	-	-	-	-
Income tax on other Comprehensive income/(loss)	-	-	-	-
Fair Value Adjustment on CPSTL	-	-	-	-
Total Comprehensive Income/(Loss), Net of Tax	5,059,097	12,356,405	7,505,330	22,282,907
Earnings Per Share	9.50	23.21	14.10	41.85

(The above figures are unaudited)

Lanka IOC PLC

Statement of changes in equity (all amounts in Sri Lanka Rupees in '000's)

	Stated Capital	Other Reserve (Financial Assets at FVOCI) Rs	Retained Earnings	Total
	Rs.	Rs.	Rs.	Rs.
Balance at 1st April 2022	7,576,574	-	16,709,340	24,285,914
Dividends Paid	-	-	(1,198,048)	(1,198,048)
Profit /(Loss) for the Period	-	-	22,282,907	22,282,907
Balance at 30th Sep 2022	7,576,574	-	37,794,199	45,370,773
Balance at 1st April 2023	7,576,574	458,000	53,197,972	61,232,546
Dividends	-	-	(2,129,863)	-2,129,863
Profit /(Loss) for the Period	-	-	7,505,330	7,505,330
Balance at 30th Sep 2023	7,576,574	458,000	58,573,440	66,608,014

(The above figures are unaudited)

Lanka IOC PLC

Cash Flow Statement

(all amounts in Sri Lanka Rupees in '000's)

	Apr-Sep 2023-24	Apr-Sep 2022-23
Cash Flows From/(Used in) Operating Activities		
Profit /(Loss)before Income Tax Expense	9,220,594	26,446,004
Adjustments for		
Finance Income	(2,354,468)	(984,960)
Finance Expenses	969,462	1,985,314
Dividend Income	(120,000)	-
(Profit)/Loss on Sale of Property Plant and Equipment	(41)	(21)
Defined Benefit Plan Cost	(127)	7,427
Depreciation	195,687	213,568
Amotisation Right to use Assets	490	16,132
Lease Interest - Right of - use Assets	3,048	4,761
Operating Profit/(Loss) before Working Capital Changes	7,914,645	27,688,225
Changes in Working Capital		
(Increase)/ Decrease in Inventories	4,749,638	(8,690,180)
(Increase) /Decrease in Trade and Other Receivables	(537,391)	(2,908,980)
Increase/ (Decrease) in Trade and Other Payables	8,369,251	7,117,653
Cash Generated From/(Used in) Operations	20,496,143	23,206,718
Income Tax	(1,674,271)	(1,877,602)
Finance Expenses	(969,462)	(1,985,314)
Defined Benefit Paid	(6,425)	(17,716)
Net Cash Flows From Operating Activities	17,845,985	19,326,086
Cash Flows from Investing Activities		
Finance Income	2,354,468	984,960
Dividend Income	120,000	-
Acquisition of Property, Plant and Equipment	(763,698)	(155,015)
Proceeds on disposal of Property, Plant and Equipment	42	71
Withdrawal/(Investment) in Bank Deposits	-	1,461,896
Investment In TPTL	(49,000)	-
Net (Investment)/Withdrawal in Gratuity Fund	(24,776)	5,700
Net Cash Flows From/(Used in) Investing Activities	1,637,036	2,297,612
Cash Flows From Financing Activities		
Proceed from Interest bearing borrowings	26,478,918	66,342,825
Repayments of Interest bearing borrowings	(30,947,263)	(82,838,965)
Dividend Paid	(2,129,863)	(1,198,048)
Payment to Lease Creditor	(2,205)	(23,015)
Net Cash Flows From/(Used in) Financing Activities	(6,600,413)	(17,717,203)
Net Increase / (Decrease) in Cash and Cash Equivalents	12,882,609	3,906,495
Cash and Cash Equivalents at the Beginning of the Year	27,035,888	22,415,522
Cash and Cash Equivalents at the End of the Period	39,918,497	26,322,017
Analysis of Cash and Cash Equivalents		
Cash in hand & at Bank	6,782,615	5,650,177
Short Term Investments	33,135,882	20,671,840
Total cash and cash equivalents	39,918,497	26,322,017

(The above figures are unaudited)

Lanka IOC PLC

Notes to the Financial Statement

1 - General Information

The Company commenced commercial operations of importing, selling and distribution of Petroleum products on 14th February 2003. The Company is a public limited liability company incorporated and domiciled in Sri Lanka. The address of its registered office is Level 20, West Tower, World Trade Centre, Colombo.

The Company has its primary listing on the Colombo Stock Exchange.

These financial statements have been approved for issue by the Board of Directors on 28th October 2023.

2 - Basis of preparation

These condensed interim financial statements of Lanka IOC PLC are for the period ended 30th Sep 2023. They have been prepared in accordance with LKAS 34, Interim Financial Reporting. These interim financial statements have been prepared in accordance with those SLFRS standards and IFRIC interpretation issued and effective as at the time of preparing these statements. The condensed interim financial statements do not include all of the information required for full annual financial statements. The condensed Interim Financial Statements should be read in conjunction with the annual financial statements for the year ended 31st March 2023.

3 - Accounting Policies

The Accounting policies adopted are consistent with those of the previous financial year as reported in the annual financial statements for the year ended 31st March 2023.

4- Net assets per share have been computed based on number of shares in issues as at 30th September 2023

5- The presentation and classification of the Financial Statements of the previous year have been amended, where relevant, for better presentation and to be comparable with those of the current year.

6- "There is a disagreement on interpretation of NBT Act between Company and Inland Revenue Department. The case was determined by the Tax Appeal Commission in favour of IRD for the assessment period Jan 2012 to Sept 2012 amounting to LKR 149.12 Mn including interest & penalty. Considering the merits of the case & expert opinion, LIOC filed the appeals in the Court of Appeal. The cases for the assessment period Oct 2012 to Dec 2015 & April 2016 to Mar 2017 is pending before the Tax Appeal Commission amounting to LKR 1,052.18 Mn including interest & penalty. For the assessment period April 2017 to March 2018 amounting to LKR 376.68 Mn including interest & penalty, appeals have been filed before the Commissioner General of Inland Revenue. The estimated liability for the assessment period Jan 2016 to Mar 2016 & Apr 2018 to November 2019 is LKR 410.28 Mn for which assessment orders have not yet been issued by Inland Revenue Department. NBT has been abolished w.e.f. 01.12.2019.

Therefore, total amount for the period Jan 2012 to Nov 2019 is LKR 1,988.26 Mn which includes principal demand of LKR 1,412 Mn and Interest & penalty of LKR 576 Mn. Total principal amount for the assessed period Jan 2012 to Dec 2015 & April 2016 to March 2018 is LKR 1,028.83 Mn provided in the books of accounts while the balance LKR 959.43 Mn not been provided.

7- Events after the end of reporting period

No events have occurred since the statement of financial position date which would require adjustments to, or disclosure in, the financial statements.

8- Share price movement

	July	September	
	2023-24		2022-23
The market prices during			
Highest prices LKR	152.00		296.00
Lowest prices LKR	111.25		67.10
Last trade price LKR	116.25		288.75

9- Net Asset Value per share (30th Sep 2023) - LKR

125.09

Net Asset Value per share (30th Sep 2022) - LKR

85.21

Notes to the Financial Statement for the quarter ended 30th Sep 2023

10- Stated Capital is represented by 532,465,705 ordinary Shares.

11- Names and the Number of Shares held by the largest 20 shareholders as at 30th Sep 2023

	Name	No.of Shares	Percentage
1	Indian Oil Corporation Limited, India	400,000,005	75.12
2	Sri Lanka Insurance Corporation Ltd-Life fund	7,975,875	1.50
3	Bank of Ceylon A/c Ceybank Unit Trust	5,161,333	0.97
4	J B Cocoshell (Pvt) Ltd	4,685,602	0.88
5	Mr. K.A.S.R. Nissanka	4,450,519	0.84
6	Peoples Leasing & Finance Plc/Mr.D.M.P.Disanayake	4,034,457	0.76
7	Seylan Bank PLC /Channa Nalin Rajahmoney	3,014,144	0.57
8	MRS. S. Amarasekera	2,500,000	0.47
9	Employees Provident Fund	2,346,558	0.44
10	Hatton National Bank PLC/ Mr. Elayathamby Thavagnanasundaram	2,254,149	0.42
11	Sri Lanka Insurance Corporation Ltd-General Fund	2,148,947	0.40
12	Employees Trust Fund Board	1,868,959	0.35
13	Mr. N. Samarasuriya	1,704,000	0.32
14	DFCC Bank PLC A/C NO .02	1,550,000	0.29
15	Assetline Leasing Co.Ltd/British American Technologies (Pvt)Ltd	1,451,796	0.27
16	Acuity Partners (Pvt) Limited/ Mr. Elayathamby Thavagnanasundaram	1,426,499	0.27
17	Seylan Bank PLC/Capital Trust Holdings Limited	1,391,497	0.26
18	Acuity Partners (Pvt) Limited/Mr.Elayathamby Thavagnanasooriyam/Mr.Elayathamby Thavagnanasundaram	1,278,624	0.24
19	Odyssey Capital Partners (Private) Limited	1,170,941	0.22
20	Seylan Bank Plc/Senthilverl Holdings (Pvt) Ltd	1,141,571	0.21
	Total	451,555,476	84.80

12- Public Holding as a % of issued Share Capital 24.88%
 Number of Public Shareholders 14,975
 Compliant under **Option -1** Float adjusted market capitalization (LKR Mn) 15,399
 The Company complies with Minimum Public Holding Requirement under option 1 of the Listing Rules 7.14.1 (a) which is no minimum % requires in Public Holding and Number of Public Shareholders 500 .

13- Directors' Shareholding as on 30th Sep 2023

Mr.Sujoy Choudhury -Chairman	Nil
Mr Dipak Das	Nil
Prof.Lakshman R Watawala	500
Mr Amitha Gooneratne	4,800
Mr Ruchir Agrawal	Nil
Mr Saumitra P Srivastava	Nil