

HAYLEYS PLC

Interim Report



FIRST QUARTER

Three months ended 30th June, 2021

STATEMENT OF PROFIT OR LOSS

Consolidated		Company		Consolidated			Company		
Audited year ended 31.03.21 Rs.'000	Audited year ended 31.03.21 Rs.'000		Notes	Unaudited 3 months to 30.06.21 Rs.'000	Unaudited 3 months to 30.06.20 Rs.'000	Change %	Unaudited 3 months to 30.06.21 Rs.'000	Unaudited 3 months to 30.06.20 Rs.'000	Change %
241,275,661	422,634	Revenue	3	70,610,764	48,231,663	46	125,305	92,569	35
(178,244,709)	(368,700)	Cost of sales		(53,870,309)	(35,765,459)	51	(91,086)	(84,972)	7
(1,872,405)	-	Direct interest cost		(435,512)	(486,872)	(11)	-	-	-
61,158,547	53,934	Gross profit		16,304,943	11,979,332	36	34,219	7,597	350
-	3,618,236	Group dividend		-	-	-	815,571	353,799	131
1,467,771	153,209	Other income		433,415	233,692	85	984	-	100
(10,949,210)	-	Distribution expenses		(2,736,130)	(2,810,066)	(3)	-	-	-
(25,561,250)	132,199	Administrative expenses		(7,433,878)	(5,717,163)	30	210,071	119,592	76
(162,060)	-	Other expenses		(31,955)	(32,206)	(1)	(5,459)	-	-
25,953,798	3,957,578	Results from operating activities		6,536,395	3,653,589	79	1,055,386	480,988	119
3,175,954	32,755	Finance income		668,813	537,165	25	27,443	2,369	1,059
(10,051,725)	(2,587,774)	Finance cost		(2,375,150)	(3,032,648)	(22)	(518,006)	(761,080)	(32)
(6,875,771)	(2,555,019)	Net finance cost		(1,706,337)	(2,495,483)	(32)	(490,563)	(758,711)	(35)
195,638	3,700	Change in fair value of investment properties		-	-	-	-	-	-
252,611	-	Share of profit of equity accounted investees (net of tax)		79,998	62,688	28	-	-	-
(292,487)	-	Value added tax on financial services		(69,638)	(46,360)	50	-	-	-
19,233,789	1,406,259	Profit before tax for the period	4	4,840,418	1,174,434	312	564,823	(277,723)	303
(5,187,582)	(207,625)	Tax expense		(1,250,008)	(612,673)	104	-	-	-
14,046,207	1,198,634	Profit for the period		3,590,410	561,761	539	564,823	(277,723)	303
		Profit for the period attributable to:							
7,637,231	1,198,634	Owners of the parent		2,171,489	(285,180)	861	564,823	(277,723)	303
6,408,976	-	Non-controlling interest		1,418,921	846,941	68	-	-	-
14,046,207	1,198,634	Profit for the period		3,590,410	561,761	539	564,823	(277,723)	303
		Earnings / per share							
10.18	1.60	Basic (Rs.)		2.90	(0.38)		0.75	(0.37)	
10.18	1.60	Diluted (Rs.)		2.90	(0.38)		0.75	(0.37)	

The Notes on pages 9 to 11 form an integral part of these Financial Statements.
Figures in brackets indicate deductions.

STATEMENT OF COMPREHENSIVE INCOME

Consolidated		Company		Consolidated			Company		
Audited year ended 31.03.21 Rs.'000	Audited year ended 31.03.21 Rs.'000			Unaudited 3 months to 30.06.21 Rs.'000	Unaudited 3 months to 30.06.20 Rs.'000	Change %	Unaudited 3 months to 30.06.21 Rs.'000	Unaudited 3 months to 30.06.20 Rs.'000	Change %
14,046,207	1,198,634	Profit for the period		3,590,410	561,761	539	564,823	(277,723)	303
		Other Comprehensive income							
		Items that will not be reclassified subsequently to Statement of Profit or Loss							
189,862	(12,818)	Actuarial loss on employee benefit obligations		-	-	-	-	-	-
117,880	-	Net change on equity instruments designated at fair value through other comprehensive income		50,191	8,989	458	-	-	-
333,557	(1,571)	Tax on other comprehensive income		-	-	-	-	-	-
		Items that will be reclassified subsequently to Statement of Profit or Loss							
1,573,609	-	Net exchange differences on translation of foreign operations		292,786	203,366	44	-	-	-
(121,511)	-	Net gain /(loss) on cash flow hedges		52,216	127,696	(59)	-	-	-
(684)	-	Share of other comprehensive income of equity accounted investees		-	-	-	-	-	-
2,092,713	(14,389)	Total other comprehensive income for the period, net of tax		395,193	340,050	16	-	-	-
16,138,920	1,184,245	Total comprehensive income for the period, net of tax		3,985,603	901,811	342	564,823	(277,723)	303
		Total comprehensive income for the period attributable to							
8,818,695	1,184,245	Owners of the parent		2,429,291	(61,529)	>100	564,823	(277,723)	303
7,320,225	-	Non-controlling interest		1,556,312	963,340	62	-	-	-
16,138,920	1,184,245			3,985,603	901,811	342	564,823	(277,723)	303

The Notes on pages 9 to 11 form an integral part of these Financial Statements.
Figures in brackets indicate deductions.

STATEMENT OF FINANCIAL POSITION

Consolidated		Company		Consolidated		Company	
Audited as at 31.03.21	Audited as at 31.03.21	Unaudited as at 30.06.21	Unaudited as at 30.06.20	Unaudited as at 30.06.21	Unaudited as at 30.06.20	Unaudited as at 30.06.21	Unaudited as at 30.06.20
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
ASSETS							
Non - current assets							
89,685,742	137,225	93,212,256	87,863,224	120,066	166,221		
9,934,309	255,329	9,507,396	9,215,343	239,371	303,203		
2,824,180	79,600	2,824,180	2,719,663	79,600	75,900		
530,543	-	532,892	507,994	-	-		
13,272,669	58,698	15,744,571	13,296,323	62,230	46,851		
-	39,070,361	-	-	39,070,360	39,145,255		
2,097,766	1,504,863	2,131,563	2,176,666	1,504,863	1,504,863		
248,805	64,687	298,303	247,210	62,797	75,373		
11,912,418	-	11,816,820	10,741,763	-	-		
1,007,322	-	952,905	1,080,000	-	-		
2,311,501	24,525	2,310,367	2,159,943	24,524	71,215		
-	610,000	-	-	610,000	-		
133,825,255	41,805,288	139,331,253	130,008,129	41,773,811	41,388,881		
Current assets							
53,100,096	1,739	58,866,151	41,075,180	1,799	1,776		
-	2,509,908	-	-	2,828,002	3,060,825		
318,905	90,985	223,029	203,273	69,117	93,242		
67,226,195	39,391	76,683,270	60,435,120	47,711	58,185		
2,893,143	19,716	3,790,819	2,305,437	53,370	13,953		
764,443	-	792,084	1,472,203	-	63,370		
463,524	8,002	911,805	493,942	8,789	5,603		
7,876,500	241,719	13,165,387	5,136,104	245,145	-		
12,912,378	85,613	17,804,242	11,013,016	369,360	121,390		
3,021	-	3,021	3,021	-	-		
145,558,205	2,997,073	172,239,808	122,137,296	3,623,293	3,418,344		
279,383,460	44,802,361	311,571,061	252,145,425	45,397,104	44,807,225		
EQUITY AND LIABILITIES							
1,575,000	1,575,000	1,575,000	1,575,000	1,575,000	1,575,000		
688,411	13,226	688,411	675,791	13,226	13,226		
24,734,483	-	24,873,572	23,868,530	-	-		
20,620,432	14,518,971	22,367,522	13,514,392	15,083,794	14,032,003		
47,618,326	16,107,197	49,504,505	39,633,713	16,672,020	15,620,229		
27,580,255	-	29,240,396	23,875,250	-	-		
75,198,581	16,107,197	78,744,901	63,508,963	16,672,020	15,620,229		
Non - current liabilities							
51,503,754	19,205,466	57,766,088	52,862,463	18,941,155	17,100,506		
836,618	-	840,576	795,156	-	-		
5,357,821	-	5,610,698	5,904,582	-	-		
1,366,565	-	1,325,505	1,424,724	-	-		
1,666,017	-	1,686,917	1,816,626	-	-		
2,091,132	-	2,268,879	1,059,720	-	-		
9,777,004	1,055,971	10,171,638	9,394,304	1,101,110	983,923		
72,598,911	20,261,437	79,670,301	73,257,575	20,042,265	18,084,429		
Current liabilities							
52,983,547	1,147,119	58,627,890	35,079,550	572,437	609,634		
3,897,687	17,185	4,884,161	4,025,757	20,209	10,433		
8,374,066	-	9,405,440	6,191,024	-	-		
-	224,881	-	-	258,014	354,705		
8,036	3,152	3,152	17,784	3,152	3,152		
492,080	-	471,151	365,167	-	-		
2,871,625	84,485	2,376,459	1,066,679	84,486	-		
24,677,856	4,945,176	25,217,857	24,232,914	4,587,997	3,925,913		
38,280,739	2,011,729	52,169,417	44,399,680	3,156,524	6,198,730		
332	-	332	332	-	-		
131,585,968	8,433,727	153,155,859	115,378,887	8,682,819	11,102,567		
204,184,879	28,695,164	232,826,160	188,636,462	28,725,084	29,186,996		
279,383,460	44,802,361	311,571,061	252,145,425	45,397,104	44,807,225		

The Financial Statements have been prepared in compliance with the requirements of the Companies Act no 7 of 2007 .

sgd.

Choliya De Silva
Group Chief Financial Officer

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

sgd.

Mohan Pandithage
Chairman & Chief Executive
12th August 2021

The Notes on pages 9 to 11 form an integral part of these Financial Statements.
Figures in brackets indicate deductions.

sgd.

Sarath Ganegoda
Director

STATEMENT OF CHANGES IN EQUITY

For the period ended 30th June	Attributable to owners of the Company														Total Equity
	Consolidated	Capital Reserves			Other Components of Equity				Revenue Reserves				Shareholders' Funds	Non-controlling interest	
		Stated capital	Reserve on scrip issue	Other capital reserve	Revaluation reserve	Fair value reserve of financial assets at FVOCI	Cashflow hedge reserve	Foreign currency translation reserve	General reserve	Timber reserve	Bearer Biological reserve	Retained earnings			
		Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000			
Balance as at 31st March 2021	1,575,000	175,432	512,979	21,708,907	76,471	(849,098)	3,798,203	2,279,714	114,574	10,015	18,216,129	47,618,326	27,580,255	75,198,581	
Profit for the period	-	-	-	-	-	-	-	-	-	-	2,171,489	2,171,489	1,418,921	3,590,410	
Other Comprehensive income															
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	178,318	-	-	-	-	178,318	114,468	292,786	
Net gain on cash flow hedges	-	-	-	-	-	47,511	-	-	-	-	-	47,511	4,705	52,216	
Net change on equity instruments designated at fair value through other comprehensive income	-	-	-	-	31,973	-	-	-	-	-	-	31,973	18,218	50,191	
Total other comprehensive income	-	-	-	-	31,973	47,511	178,318	-	-	-	-	257,802	137,391	395,193	
Total Comprehensive income for the period	-	-	-	-	31,973	47,511	178,318	-	-	-	2,171,489	2,429,291	1,556,312	3,985,603	
Transactions with owners, recorded directly in equity															
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-	-	(465,676)	(465,676)	
Total contributions by and distributions to owners	-	-	-	-	-	-	-	-	-	-	-	-	(465,676)	(465,676)	
Changes in ownership interests in subsidiaries															
Adjustment on changes to non-controlling interest in subsidiaries	-	-	-	(241,472)	-	-	122,759	-	-	-	(424,399)	(543,112)	557,619	14,507	
Disposal of Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	(6,000)	(6,000)	
Acquisition of Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	17,886	17,886	
Total changes in ownership interests in subsidiaries	-	-	-	(241,472)	-	-	122,759	-	-	-	(424,399)	(543,112)	569,505	26,393	
Total transactions with owners	-	-	-	(241,472)	-	-	122,759	-	-	-	(424,399)	(543,112)	103,829	(439,283)	
Balance as at 30th June 2021	1,575,000	175,432	512,979	21,467,435	108,444	(801,587)	4,099,280	2,279,714	114,574	10,015	19,963,219	49,504,505	29,240,396	78,744,901	

The Notes on pages 11 to 13 form an integral part of these Financial Statements.
Figures in brackets indicate deductions.

STATEMENT OF CHANGES IN EQUITY

For the period ended 30th June	Attributable to owners of the Company													Non-controlling interest	Total Equity
	Capital Reserves			Other Components of Equity				Revenue Reserves			Shareholders' Funds				
	Stated capital	Reserve on scrip issue	Other capital reserve	Revaluation reserve	Fair value reserve of financial assets at FVOCI	Cashflow hedge reserve	Foreign currency translation reserve	General reserve	Timber reserve	Bearer Biological reserve		Retained earnings			
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000		Rs.'000	Rs.'000		
Balance as at 31st March 2020	1,575,000	176,795	499,309	21,518,151	1,785	(750,405)	2,875,401	2,290,444	111,714	3,482	11,402,883	39,704,559	23,151,943	62,856,502	
Profit for the period	-	-	-	-	-	-	-	-	-	-	(285,180)	(285,180)	846,941	561,761	
Other Comprehensive income															
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	100,163	-	-	-	-	100,163	103,203	203,366	
Net loss on cash flow hedges	-	-	-	-	-	117,726	-	-	-	-	-	117,726	9,970	127,696	
Net change on equity instruments designated at fair value through other comprehensive income	-	-	-	-	5,762	-	-	-	-	-	-	5,762	3,227	8,989	
Realised gain on timber	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Revaluation of land	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Actuarial loss on defined benefit obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Income tax on other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total other comprehensive income	-	-	-	-	5,762	117,726	100,163	-	-	-	-	223,651	116,400	340,051	
Total Comprehensive income for the period	-	-	-	-	5,762	117,726	100,163	-	-	-	(285,180)	(61,529)	963,341	901,812	
Transactions with owners, recorded directly in equity															
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-	-	(239,629)	(239,629)	
Total contributions by and distributions to owners	-	-	-	-	-	-	-	-	-	-	-	-	(239,629)	(239,630)	
Changes in ownership interests in subsidiaries															
Adjustment on changes to non-controlling interest in subsidiaries	-	(313)	-	19	-	-	(72)	14	-	2	(8,967)	(9,317)	(405)	(9,721)	
Total changes in ownership interests in subsidiaries	-	(313)	-	19	-	-	(72)	14	-	2	(8,967)	(9,317)	(405)	(9,720)	
Total transactions with owners	-	(313)	-	19	-	-	(72)	14	-	2	(8,967)	(9,317)	(240,034)	(249,350)	
Balance as at 30th June 2020	1,575,000	176,482	499,309	21,518,170	7,547	(632,679)	2,975,492	2,290,458	111,714	3,484	11,108,736	39,633,713	23,875,250	63,508,963	

The Notes on pages 9 to 11 form an integral part of these Financial Statements.
Figures in brackets indicate deductions.

STATEMENT OF CHANGES IN EQUITY

For the period ended 30th June					
Company	Capital Reserve		Revenue Reserves		Total Equity
	Stated capital	Other capital reserve	General reserve	Retained earnings	
	Rs. '000	Rs.'000	Rs.'000	Rs.'000	
Balance as at 31st March 2021	1,575,000	13,226	382,087	14,136,884	16,107,197
Profit for the period	-	-	-	564,823	564,823
Other Comprehensive income					
Actuarial losses on defined benefit obligations	-	-	-	-	-
Income tax on other comprehensive income	-	-	-	-	-
Total other comprehensive income	-	-	-	-	-
Total Comprehensive income for the period	-	-	-	564,823	564,823
Transactions with owners, recorded directly in equity					
Dividends to equity holders	-	-	-	-	-
Total contributions by and distributions to owners	-	-	-	-	-
Total transactions with owners	-	-	-	-	-
Balance as at 30th June 2021	1,575,000	13,226	382,087	14,701,707	16,672,020
Balance as at 31st March 2020	1,575,000	13,226	382,087	13,927,639	15,897,952
Loss for the period	-	-	-	(277,723)	(277,723)
Total Comprehensive income for the period	-	-	-	(277,723)	(277,723)
Transactions with owners, recorded directly in equity					
Dividends to equity holders	-	-	-	-	-
Total contributions by and distributions to owners	-	-	-	-	-
Total transactions with owners	-	-	-	-	-
Balance as at 30th June 2020	1,575,000	13,226	382,087	13,649,916	15,620,229

The Notes on pages 9 to 11 form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

STATEMENT OF CASH FLOWS

Consolidated		Company		Consolidated		Company	
Audited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
year ended	year ended	3 months to	3 months to	3 months to	3 months to	3 months to	3 months to
31.03.21	31.03.21	30.06.21	30.06.20	30.06.21	30.06.20	30.06.21	30.06.20
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Cash flows from operating activities							
36,719,920	4,093,091	468,072	9,720,278	986,255	1,005,998		
(851,217)	(47,443)	(213,068)	(226,221)	-	(5,152)		
(2,940,271)	(15,104)	(1,625,677)	(409,773)	-	(747,360)		
32,928,432	4,030,544	(1,370,673)	9,084,284	986,255	253,486		
Cash flows from investing activities							
(5,768,264)	(44,957)	(2,746,437)	(659,746)	(790)	(14,895)		
-	-	(11,526)	-	(3,531)	-		
(79,263)	(227)	(5,937)	-	-	-		
(2,569,859)	-	(1,071,672)	(402,253)	-	-		
(15,192)	-	(1,200)	-	-	-		
-	-	(2,349)	(2,754)	-	-		
82,779	-	-	12,971	-	-		
(2,282)	-	13,262	(403)	-	-		
280,672	356	-	31,873	-	-		
93,984	-	115,386	405	-	-		
2,567,831	-	-	-	-	-		
93,000	-	628,066	333,560	-	-		
-	-	-	-	-	-		
(270,932)	-	30,593	-	-	-		
170,056	39,420	-	(50,643)	-	-		
-	(23,667)	-	-	-	-		
94,678	-	(3,951,870)	-	-	(383)		
-	215,989	-	-	-	-		
579,391	19,086	-	-	984	-		
108,864	-	191,004	124,231	25,426	2,189		
137,500	-	(20,929)	(18,051)	-	-		
4,417	319	46,200	-	-	-		
(4,492,620)	206,319	2,959	1,040	101	77		
28,435,812	4,236,863	(6,784,450)	(629,770)	22,190	(13,013)		
Cash flows from financing activities							
(2,121,159)	-	(8,155,123)	8,454,514	1,008,445	240,473		
(7,664,020)	(2,525,448)	(201,536)	(205,222)	-	-		
(3,103,476)	-	(2,031,885)	(2,559,708)	(506,067)	-		
-	-	(465,676)	(239,629)	-	-		
-	-	2,000,000	-	-	-		
37,333,408	11,200,000	(42,396)	-	-	-		
(41,086,784)	(9,150,000)	11,486,254	10,800,002	900,000	-		
-	(3,000)	(6,730,133)	(12,222,345)	(1,510,000)	(1,100,000)		
3,450,153	-	-	-	-	-		
(28,046)	-	1,209,121	235,700	-	-		
150,995	-	(41,060)	30,113	-	-		
(225,000)	(225,000)	14,507	89,760	-	-		
(13,293,929)	(703,448)	(750,000)	-	(750,000)	-		
15,141,883	3,533,415	4,447,196	(4,071,329)	(1,866,067)	(1,100,000)		
(32,632,629)	(5,217,812)	(3,707,927)	4,383,184	(857,622)	(859,528)		
(17,490,746)	(1,684,397)	(17,490,746)	(32,632,629)	(1,684,397)	(5,217,812)		
		(21,198,673)	(28,249,445)	(2,542,019)	(6,077,340)		

Net cash flows related to discontinued operation, shown in Note 7, discontinued operation

The Notes on pages 9 to 11 form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

STATEMENT OF CASH FLOWS

Consolidated		Company		Consolidated		Company	
Audited year ended 31.03.21 Rs.'000	Audited year ended 31.03.21 Rs.'000			Unaudited 3 months to 30.06.21 Rs.'000	Unaudited 3 months to 30.06.20 Rs.'000	Unaudited 3 months to 30.06.21 Rs.'000	Unaudited 3 months to 30.06.20 Rs.'000
A. Cash generated from operations							
19,233,789	1,406,259	Profit before tax		4,840,418	1,174,434	564,823	(277,723)
Adjustments for:							
6,875,771	2,555,019	Net finance costs		1,706,337	2,495,483	490,562	758,711
(252,611)	-	Share of profits from equity accounted investees		(79,998)	(62,688)	-	-
5,330,155	62,978	Depreciation on property, plant & equipment		1,349,186	1,318,134	12,489	31,940
5,000	-	Impairment of property, plant & equipment		-	-	-	-
1,715,456	63,832	Depreciation on right of use assets		545,079	375,989	15,958	-
(195,638)	(3,700)	Change in fair value of investment properties		-	-	-	-
(10,111)	-	Change in fair value of agricultural produce on bearer biological assets		-	-	-	-
(21,897)	-	Change in fair value of biological assets		-	-	-	-
(55,645)	(141)	(Gain)/loss on the disposal of property, plant & equipment		(19,581)	(3,912)	5,460	-
(35,075)	(35,075)	Gain on disposal of Non-current financial assets		-	-	-	-
-	(117,993)	(Gain)/loss on disposal of subsidiary shares		(6,593)	-	(984)	-
205,984	-	Amortisation of intangible assets		53,404	46,723	-	-
2,165,334	-	Net (gain)/loss on translation of foreign currency		391,491	173,817	-	-
-	-	Impairment of investments in subsidiaries		-	-	-	-
902,758	-	Impairment of trade & other receivables		-	-	-	-
442,703	-	Provision for unrealised profit and write-down of inventories		-	-	-	-
33,798	-	Impairment/ amortisation of other non-current assets		60,354	-	-	-
1,511,196	138,045	Provision for post employee benefit obligations		453,263	370,939	45,139	36,442
(34,154)	-	Grants amortised		(9,304)	(5,808)	-	-
37,816,813	4,069,224			9,284,056	5,883,111	1,133,447	549,370
(10,384,252)	19,432	(Increase)/decrease in trade and other receivables and other current assets		(9,019,163)	(1,053,108)	(338,210)	54,390
(11,218,090)	36	(Increase)/decrease in inventories		(4,011,988)	1,150,550	(60)	(2)
20,505,449	4,399	Increase/(decrease) in trade and other payables		4,215,167	3,739,725	191,078	402,240
36,719,920	4,093,091			468,072	9,720,278	986,255	1,005,998
B. Analysis of cash and cash equivalents							
12,913,493	85,613	Cash in hand and at bank		17,805,357	11,014,131	369,360	121,390
7,876,500	241,719	Short-term deposits		13,165,387	5,136,104	245,145	-
20,789,993	327,332			30,970,744	16,150,235	614,505	121,390
(38,280,739)	(2,011,729)	Short-term interest bearing borrowings		(52,169,417)	(44,399,680)	(3,156,524)	(6,198,730)
(17,490,746)	(1,684,397)	Cash and cash equivalents		(21,198,673)	(28,249,445)	(2,542,019)	(6,077,340)

* Includes discontinued operations.

The Notes on pages 9 to 11 form an integral part of these Financial Statements.
Figures in brackets indicate deductions.

NOTES TO THE FINANCIAL STATEMENTS

- 1 The Interim Condensed Financial Statements have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34- Interim Financial Reporting. These Interim Condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2021.

The Interim Condensed Financial Statements have been prepared on a historical cost basis, except for, land ,biological assets and financial instruments.

These Statements also provide information required by the Colombo Stock Exchange.

- 2 There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31st March 2021.

3 INDUSTRY SEGMENT REVENUE

Consolidated		Consolidated			
		Total	Intra-group	External	
Audited				Unaudited	Unaudited
year ended				3 months to	3 months to
31.03.21				30.06.21	30.06.20
Rs.'000		Rs.'000	Rs.'000	Rs.'000	Rs.'000
7,827,005	Eco Solutions	2,744,548	531,733	2,212,815	1,291,975
30,396,579	Hand Protection	12,291,077	13,995	12,277,082	5,563,996
25,484,567	Purification Products	7,396,534		7,396,534	5,595,523
14,575,488	Textiles	5,818,774	55,620	5,763,154	2,943,268
5,892,089	Construction Materials	1,379,482	23,291	1,356,191	874,304
19,232,968	Agriculture	5,134,728	96,024	5,038,704	3,024,083
15,930,341	Plantations	4,566,449	71,747	4,494,702	3,744,514
37,240,564	Transportation & Logistics	12,312,112	9,800	12,302,312	7,608,827
73,022,659	Consumer & Retail	16,267,104		16,267,104	15,207,460
3,694,900	Industry Inputs	1,055,260	82,037	973,223	878,156
1,310,590	Power & Energy	352,600	6,667	345,933	426,379
1,345,876	Leisure	309,594	8,519	301,075	112,755
5,322,035	Others	2,310,384	428,449	1,881,935	960,422
241,275,661		71,938,646	1,327,882	70,610,764	48,231,663

NOTES TO THE FINANCIAL STATEMENTS

4 INDUSTRY SEGMENT RESULTS

Consolidated		Consolidated	
Audited year ended 31.03.21 Rs.'000		Unaudited 3 months to 30.06.21 Rs.'000	Unaudited 3 months to 30.06.20 Rs.'000
657,064	Eco Solutions	220,176	(9,857)
5,502,171	Hand Protection	1,263,739	627,919
4,435,708	Purification Products	712,177	1,093,152
879,073	Textiles	335,371	179,553
1,232,655	Construction Materials	128,189	54,165
1,980,753	Agriculture	492,303	204,088
1,886,589	Plantations	443,414	379,850
4,086,694	Transportation & Logistics	1,494,864	108,870
5,597,397	Consumer & Retail	1,279,096	1,172,011
365,521	Industry Inputs	86,538	16,503
740,789	Power & Energy	198,356	258,157
(1,830,151)	Leisure	(469,814)	(553,076)
4,296,943	Others	1,724,256	536,360
29,831,206	Segment results	7,908,666	4,067,695
(3,877,409)	Non - segment income/(expenses)	(1,372,271)	(414,106)
25,953,798	Operating profit	6,536,395	3,653,589
(6,875,771)	Net finance cost	(1,706,337)	(2,495,483)
195,638	Change in fair value of investment properties	-	-
252,611	Share of profits from equity accounted investees	79,998	62,688
(292,487)	Value added tax on financial services	(69,638)	(46,360)
19,233,789	Profit before tax	4,840,418	1,174,434

NOTES I NOTES TO THE FINANCIAL STATEMENTS

5 STATED CAPITAL

Company		Company	
Audited		Unaudited	Unaudited
as at		as at	as at
31.03.21		30.06.21	30.06.20
Rs.'000		Rs.'000	Rs.'000
	Issued and fully paid		
1,575,000	750,000,000 (750,000,000 - 31.03.2021) Ordinary Shares	1,575,000	1,575,000

6 ASSETS AND LIABILITIES OF DISCONTINUED OPERATIONS

Consolidated		Consolidated	
Audited		Unaudited	Unaudited
as at		as at	as at
31.03.21		30.06.21	30.06.20
Rs.'000		Rs.'000	Rs.'000
	Assets classified as held for sale		
1,906	Trade and Other Receivables	1,906	1,906
1,115	Cash in Hand and at Bank	1,115	1,115
3,021	Total assets	3,021	3,021
	Liabilities directly associated with assets classified as held for sale		
332	Trade and other payables	332	332
332	Total equity and liabilities	332	332

7 ACQUISITION OF SUBSIDIARY

On 22nd April 2021, Hayleys Fabric PLC, a subsidiary of Hayleys PLC, acquired 98.83% equity stake of South Asia Textile Limited. A provisional amount of Rs. 2.4 Bn has been recognized as Goodwill in the Interim Condensed Financial Statements owing to the business combination. Further considerations are presently being made in the determination of fair values for assets acquired and liabilities assumed through the business combination.

	Unaudited
	Rs.'000
Net identifiable assets and liabilities acquired excluding cash and cash equivalents	2,284,749
Cash in hand and bank acquired	50,701
Short term borrowings	(806,712)
Total net assets acquired including cash & cash Equivalent	1,528,738
Less : Non-controlling' interests	(17,886)
Goodwill acquired	1,510,852
Value of investment	2,442,510
	3,953,362

INVESTOR INFORMATION

MARKET VALUE OF SHARES

The market value of an ordinary share of Hayleys PLC was as follows:

	30.06.21	30.06.20
	Rs.	Rs.
Closing price on	74.90	135.00**
Highest price recorded for the three months ending	85.40	140.00**
Lowest price recorded for the three months ending	61.10	107.00**
Market capitalisation (Rs. Mn.)	56,175	10,125

RATIOS

Net assets per share *	66.01	52.84
Price earnings ratio (times)	25.87	(8.88)

* Net asset per share in 2020 has been adjusted based on post sub-division of 10 shares for every one ordinary share held.

** Price before post sub-division of 10 shares for every one ordinary share held.

SHARE TRADING FROM 1ST APRIL, 2021 TO 30TH JUNE, 2021

No. of transactions	32,083
No. of shares traded	75,939,911
Value of shares traded (Rs.)	5,866,989,522

LISTED DEBENTURES

Details regarding the listed debentures are as follows;

DEBENTURE 1 -

Listed, rated, senior, unsecured, redeemable debentures,

Type A- Fixed rate at 12.50% p.a. payable semi annually redeemable on 31st July 2023

Interest rate of comparable Government Securities as at 30th June, 2021 6.18%

Type B- Floating rate AWPLR+1% p.a. payable semi annually redeemable on 31st July 2023

Interest rate of comparable Government Securities as at 30th June, 2021 6.18%

DEBENTURE TRADING INFORMATION FOR THE THREE MONTHS ENDED - 30.06.2021

There were no transactions during the period.

DEBENTURE 2 -

Listed, rated, senior, unsecured, redeemable debentures,

Type A- Fixed rate at 13.00% p.a. payable semi annually redeemable on 26th August 2024

Interest rate of comparable Government Securities as at 30th June, 2021 6.71%

Type B- Floating rate AWPLR+2% p.a. payable semi annually redeemable on 26th August 2024

Interest rate of comparable Government Securities as at 30th June, 2021 6.71%

DEBENTURE TRADING INFORMATION FOR THE THREE MONTHS ENDED - 30.06.2021

There were no transactions during the period.

RATIOS	30.06.21	30.06.20
Debt/ equity ratio	1.60	1.74
Quick asset ratio	0.42	0.31
Interest cover	2.04	0.63

INVESTOR INFORMATION

FIRST TWENTY SHAREHOLDERS AS AT 30TH JUNE, 2021

Name of the Shareholder	No. of Shares	%
1 Mr.K.D.D.Perera	382,596,970	51.01
2 Trustees of the D.S.Jayasundera Trust	86,980,170	11.60
3 Finco Holdings (Private) Ltd	23,408,300	3.12
4 Hayleys Group Services(Private) Ltd No.02 A/C	11,170,900	1.49
5 Sri Lanka Insurance Corporation Ltd-Life Fund	9,389,733	1.25
6 Mrs.R.N.Ponnambalam	6,266,880	0.84
7 Mr.N.K.A.D.De Silva	5,701,660	0.76
8 Mrs.R.M.Spittel	5,646,970	0.75
9 Amana Bank PLC/Mr.M.N.Deen	4,895,343	0.65
10 Mrs.A.M.L.Johnpulle & Mr.B.J.M.Johnpulle	4,837,090	0.64
11 McLarens Holdings Ltd	4,813,520	0.64
12 Mrs.Y.M.Spittel (Deceased)	4,655,610	0.62
13 Mrs.S.D. Wickremasinghe	4,492,980	0.60
14 Mrs.P.M Godamunne	4,434,470	0.59
15 Mrs.A.K Wikramanayake	4,384,490	0.58
16 Mr.A.C.Wikramanayake & Mrs.S.R.D.Wikramanayake	3,194,320	0.43
17 Mr.S.Rameshan	3,169,820	0.42
18 Miss.N.K.R.H.De Silva	2,834,010	0.38
19 Mr.S.Vamathevan	2,621,515	0.35
20 Dr.D.Jayantha	2,580,000	0.34
Total	578,074,751	77.08

There were no non voting shares as at 30th June, 2021.

PUBLIC HOLDING

Percentage of public holding as at 30th June, 2021	37.09%
Total number of Shareholders representing the Public Holding	9,793
Float- adjusted market capitalization (Rs.)	20,835,307,500
The Company complies with option 1 of the Listing Rules 7.13.1 (a) which no minimum Public Holding.	

DIRECTORS' SHAREHOLDINGS AS AT 31ST JUNE, 2021

Directors' holdings of ordinary shares in the Company were as follows

Name of the Director	No. of Shares
Mr.K.D.D.Perera	382,596,970 *
LB Finance PLC	16,660
Total Holding of Mr.KDDP with controlling interest	382,613,630
Mr. A M Pandithage	1,253,570
Mr S C Ganegoda	250,000
Mr H S R Kariyawasan	94,270
Mr L R V Waidyaratne	379,300
Ms. J. Dharmasena	210,950

* Inclusive of indirect holding through other companies in which he owns controlling interest.

CORPORATE INFORMATION

NAME OF COMPANY

Hayleys PLC
(A public limited company, incorporated in Sri Lanka in 1952)

COMPANY NUMBER

PQ 22

STOCK EXCHANGE LISTING

The ordinary shares of the Company are listed with the Colombo Stock Exchange of Sri Lanka

REGISTERED OFFICE

Hayley Building,
P.O. Box 70, 400, Deans Road,
Colombo 10, Sri Lanka
Telephone: (94-11)2627000
Facsimile: (94-11)2699299
Website: <http://www.hayleys.com>

DIRECTORS

A M Pandithage – Chairman & Chief Executive
K D D Perera - Co-Chairman (Non - Executive)
S C Ganegoda
H S R Kariyawasan
Dr. H Cabral, PC
L R V Waidyaratne
M H Jamaldeen
M Y A Perera
Ms. J Dharmasena
R J Karunarajah
K D G Gunaratne
Ms. A A K Amarasinghe (Alternate to K D D Perera)

GROUP MANAGEMENT COMMITTEE

A M Pandithage – Chairman & Chief Executive
S C Ganegoda
H S R Kariyawasan
L R V Waidyaratne
Ms. J Dharmasena
W G R Rajadurai
E R P Goonethilleke
Ms. D Talpahewa
C De Silva
N R Ranatunge
D W P N Dediwela
H Prematillake
Ng Soon Huat
M Wijewardene
R J Karunarajah
W Jayasekara (appointed w.e.f 01.08.2021)

AUDIT COMMITTEE

M Y A Perera - Chairman
Dr H Cabral, PC
M H Jamaldeen
K D G Gunaratne

REMUNERATION COMMITTEE

Dr H Cabral, PC – Chairman
K D D Perera
M H Jamaldeen
M Y A Perera

NOMINATION COMMITTEE

A M Pandithage – Chairman
K D D Perera
Dr H Cabral, PC

RELATED PARTY TRANSACTION REVIEW COMMITTEE

Dr H Cabral, PC - Chairman
S C Ganegoda
M Y A Perera

SECRETARIES

Hayleys Group Services (Private) Limited
400, Deans Road, Colombo 10, Sri Lanka
Telephone: (94-11)2627650
Facsimile: (94-11)2627645
E-mail: info.sec@hayleys.com
Please direct any queries about the administration of shareholdings to the Company Secretaries

INVESTOR RELATIONS

Please contact Strategic Business Development Unit
Telephone: (94-11)2627662
E-mail: info@cau.hayleys.com