

HAYLEYS PLC

Interim Report



FIRST QUARTER

Three months ended 30th June, 2020

STATEMENT OF PROFIT OR LOSS

Consolidated		Company	Consolidated				Company		
Audited	Audited		Unaudited	Unaudited		Unaudited	Unaudited		
year ended	year ended		3 months to	3 months to		3 months to	3 months to		
31.03.20	31.03.20		30.06.20	30.06.19	Change	30.06.20	30.06.19	Change	
Rs.'000	Rs.'000	Notes	Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%	
210,307,003	400,102	Revenue	48,231,663	52,641,039	(8)	92,569	103,562	(11)	
(158,324,525)	(173,195)	Cost of sales	(35,765,459)	(40,284,567)	(11)	(84,972)	(44,784)	90	
(1,829,082)	-	Direct interest cost	(486,872)	(438,687)	11	-	-	-	
50,153,396	226,907	Gross profit	11,979,332	11,917,785	1	7,597	58,778	(87)	
-	1,021,949	Group dividend	-	-	-	353,799	116,025	>100	
1,672,923	15,705	Other income	233,692	383,094	(39)	-	-	-	
(10,687,848)	-	Distribution expenses	(2,810,066)	(2,481,346)	13	-	-	-	
(24,247,578)	13,952	Administrative expenses	(5,717,163)	(6,382,887)	(10)	119,592	(46,889)	<100	
(418,013)	-	Other expenses	(32,206)	(143,311)	(78)	-	-	-	
16,472,880	1,278,513	Results from operating activities	3,653,589	3,293,335	11	480,988	127,914	>100	
2,038,444	31,841	Finance income	537,165	364,516	47	2,369	13,749	(83)	
(13,047,348)	(3,092,129)	Finance cost	(3,032,648)	(3,377,472)	(10)	(761,080)	(772,119)	(1)	
(11,008,904)	(3,060,288)	Net finance cost	(2,495,483)	(3,012,956)	(17)	(758,711)	(758,370)	0	
86,882	5,550	Change in fair value of investment properties	-	-	-	-	-	-	
264,061	-	Share of profit of equity accounted investees (net of tax)	62,688	81,439	(23)	-	-	-	
(310,867)	-	Value added tax on financial services	(46,360)	(76,563)	(39)	-	-	-	
5,504,052	(1,776,225)	Profit/(loss) before tax for the period	1,174,434	285,255	>100	(277,723)	(630,456)	(56)	
(2,609,260)	(8,959)	Tax expense	(612,673)	(358,701)	71	-	-	-	
2,894,792	(1,785,184)	Profit/(loss) for the period	561,761	(73,446)	>100	(277,723)	(630,456)	(56)	
		Profit /for the period attributable to:							
372,432		Owners of the parent	(285,180)	(548,479)	(48)				
2,522,360		Non-controlling interest	846,941	475,033	78				
2,894,792		Profit/(loss) for the period	561,761	(73,446)	>100				
		Earnings / per share							
4.97		Basic (Rs.)	(3.80)	(7.31)					
4.97		Diluted (Rs.)	(3.80)	(7.31)					

*The Notes on pages 8 to 10 form an integral part of these Financial Statements.
Figures in brackets indicate deductions.*

STATEMENT OF COMPREHENSIVE INCOME

Consolidated		Company		Consolidated			Company		
Audited	Audited			Unaudited	Unaudited		Unaudited	Unaudited	
year ended	year ended			3 months to	3 months to	Change	3 months to	3 months to	Change
31.03.20	31.03.20			30.06.20	30.06.19		30.06.20	30.06.19	
Rs.'000	Rs.'000			Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%
2,894,792	(1,785,184)	Profit/(loss) for the period		561,761	(73,446)	>100	(277,723)	(630,456)	(56)
Other Comprehensive income									
Items that will not be reclassified subsequently to Statement of Profit or Loss									
(63,113)	(24,857)	Actuarial loss on employee benefit obligations		-	-	-	-	-	-
(2,446)	-	Net change on equity instruments designated at fair value through other comprehensive income		8,989	1,727	>100	-	-	-
149,411	1,879	Tax on other comprehensive income		-	-	-	-	-	-
Items that will be reclassified subsequently to Statement of Profit or Loss									
601,790	-	Net exchange differences on translation of foreign operations		203,366	43,103	>100	-	-	-
(294,433)	-	Net gain /(loss) on cash flow hedges		127,696	(537)	>100	-	-	-
(858)	-	Share of other comprehensive income of equity accounted investees		-	-	-	-	-	-
390,351	(22,978)	Total other comprehensive income for the period, net of tax		340,050	44,293	>100	-	-	-
3,285,143	(1,808,162)	Total comprehensive income for the period, net of tax		901,811	(29,153)	>100	(277,723)	(630,456)	(56)
Total comprehensive income for the period attributable to									
553,340		Owners of the parent		(61,529)	(511,610)	(88)			
2,731,803		Non-controlling interest		963,340	482,457	>100			
3,285,143				901,811	(29,153)	>100			

The Notes on pages 8 to 10 form an integral part of these Financial Statements.
Figures in brackets indicate deductions.

STATEMENT OF FINANCIAL POSITION

Consolidated	Company	Consolidated		Company	
		Unaudited	Unaudited	Unaudited	Unaudited
		as at	as at	as at	as at
31.03.20	31.03.20	30.06.20	30.06.19	30.06.20	30.06.19
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
ASSETS					
Non - current assets					
88,485,496	178,930	87,863,224	86,820,616	166,221	214,174
9,613,729	-	9,215,343	4,923,072	303,203	-
2,719,260	75,900	2,719,663	2,006,568	75,900	70,350
505,240	-	507,994	452,418	-	-
13,293,849	35,229	13,296,323	14,145,569	46,851	-
-	39,144,873	-	-	39,145,255	37,873,375
2,113,980	1,504,863	2,176,666	2,048,848	1,504,863	1,504,863
252,027	77,597	247,210	261,334	75,373	84,273
11,333,929	-	10,741,763	11,700,231	-	-
1,119,034	-	1,080,000	2,321,526	-	-
1,241,800	71,215	2,159,943	992,098	71,215	-
130,678,344	41,088,607	130,008,129	125,672,280	41,388,881	39,747,035
Current assets					
42,225,729	1,775	41,075,180	39,139,091	1,776	1,094
-	3,187,550	-	-	3,060,825	3,534,459
150,137	40,239	203,273	123,119	93,242	53,975
59,115,893	44,177	60,435,120	55,721,356	58,185	39,518
2,318,473	8,613	2,305,437	2,963,660	13,953	128,624
1,497,885	62,917	1,472,203	1,039,749	63,370	51,618
412,536	5,110	493,942	234,263	5,603	6,197
3,495,891	-	5,136,104	3,989,669	-	-
8,411,179	313,293	11,013,016	6,397,997	121,390	54,211
3,021	-	3,021	3,021	-	-
117,630,744	3,663,674	122,137,296	109,611,925	3,418,344	3,869,696
248,309,088	44,752,281	252,145,425	235,284,205	44,807,225	43,616,731
EQUITY AND LIABILITIES					
1,575,000	1,575,000	1,575,000	1,575,000	1,575,000	1,575,000
676,104	13,226	675,791	635,982	13,226	13,226
23,644,932	-	23,868,529	23,137,931	-	-
13,808,523	14,309,726	13,514,393	13,430,918	14,032,003	15,487,432
39,704,559	15,897,952	39,633,713	38,779,832	15,620,229	17,075,658
23,151,943	-	23,875,250	21,996,962	-	-
62,856,502	15,897,952	63,508,963	60,776,794	15,620,229	17,075,658
Non - current liabilities					
52,239,814	17,969,123	52,862,463	47,555,206	17,100,506	14,774,305
787,993	-	795,156	804,440	-	-
5,120,949	-	5,904,582	4,959,025	-	-
1,394,611	-	1,424,724	1,430,244	-	-
1,730,000	-	1,816,626	1,517,153	-	-
1,979,089	-	1,059,720	1,306,267	-	-
9,240,100	952,633	9,394,304	8,711,328	983,923	913,539
72,492,556	18,921,756	73,257,575	66,283,663	18,084,429	15,687,844
Current liabilities					
32,019,839	474,980	35,079,550	28,828,217	609,634	481,723
3,447,003	6,248	4,025,757	6,132,996	10,433	65,880
5,035,956	-	6,191,024	5,308,950	-	32,009
-	69,312	-	-	354,705	53,497
3,152	3,152	17,784	3,152	3,152	3,152
383,218	-	365,167	264,101	-	-
754,952	-	1,066,679	714,823	-	-
26,774,764	3,847,776	24,232,914	23,417,576	3,925,913	5,750,335
44,540,814	5,531,105	44,399,680	43,553,601	6,198,730	4,466,633
332	-	332	332	-	-
112,960,029	9,932,573	115,378,887	108,223,748	11,102,567	10,853,229
185,452,586	28,854,329	188,636,462	174,507,411	29,186,996	26,541,073
248,309,088	44,752,281	252,145,425	235,284,205	44,807,225	43,616,731

The Financial Position as at 30th June 2020, and Statement of Profit or Loss, Statement of Comprehensive Income, Changes in Equity and Cash Flow for the three months then ended are drawn up from the unaudited Financial Statements of the Company, its Subsidiaries and Equity Accounted Investees and they provide the information required by the Colombo Stock Exchange.

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
13th August 2020

The Notes on pages 8 to 10 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

Consolidated

	Attributable to owners of the Company													Total Equity	
	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	Rs.'000	Rs.'000	Rs.'000	
	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	
	-	-	-	-	-	-	-	-	-	-	(285,180)	(285,180)	846,941	561,761	
	-	-	-	-	-	-	100,163	-	-	-	-	100,163	103,203	203,366	
	-	-	-	-	-	117,726	-	-	-	-	-	117,726	9,970	127,696	
	-	-	-	-	5,762	-	-	-	-	-	-	5,762	3,227	8,989	
	-	-	-	-	5,762	117,726	100,163	-	-	-	-	223,651	116,400	340,050	
	-	-	-	-	5,762	117,726	100,163	-	-	-	(285,180)	(61,529)	963,340	901,811	
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	-	-	-	-	(239,629)	(239,629)	
	-	-	-	-	-	-	-	-	-	-	-	-	(239,629)	(239,629)	
	-	(313)	-	19	-	-	(72)	15	-	2	(8,967)	(9,316)	(405)	(9,720)	
	-	(313)	-	19	-	-	(72)	15	-	2	(8,967)	(9,316)	(405)	(9,720)	
	-	(313)	-	19	-	-	(72)	15	-	2	(8,967)	(9,316)	(240,034)	(249,349)	
	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	
	1,575,000	161,499	474,540	21,088,371	3,554	(480,373)	2,460,568	2,244,906	102,166	8,992	11,996,238	39,635,460	21,564,266	61,199,726	
	-	-	-	-	-	-	-	-	-	-	(548,479)	(548,479)	475,033	(73,446)	
	-	-	-	-	-	-	18,892	-	-	-	-	18,892	24,211	43,103	
	-	-	-	-	-	17,010	-	-	-	-	-	17,010	(17,547)	(537)	
	-	-	-	-	967	-	-	-	-	-	-	967	760	1,728	
	-	-	-	-	967	17,010	18,892	-	-	-	-	36,869	7,424	44,294	
	-	-	-	-	967	17,010	18,892	-	-	-	(548,479)	(511,609)	482,457	(29,152)	
	-	-	-	-	-	-	-	-	-	-	(375,000)	(375,000)	(59,795)	(434,795)	
	-	-	6,375	-	-	-	-	-	-	-	(6,375)	-	-	-	
	-	-	6,375	-	-	-	-	-	-	-	(381,375)	(375,000)	(59,795)	(434,795)	
	-	(7,437)	1,005	1,596	-	25,312	2,034	208	23	-	8,240	30,981	10,033	41,014	
	-	(7,437)	1,005	1,596	-	25,312	2,034	208	23	-	8,240	30,981	10,033	41,014	
	-	(7,437)	7,380	1,596	-	25,312	2,034	208	23	-	(373,135)	(344,019)	(49,762)	(393,781)	
	1,575,000	154,062	481,920	21,089,967	4,521	(438,051)	2,481,494	2,245,114	102,189	8,992	11,074,624	38,779,832	21,996,962	60,776,794	

The Notes on pages 8 to 10 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	Other Component of Equity	Revenue Reserves			
	Stated capital	Other capital reserve	Revaluation reserve	General reserve	Retained earnings	Total Equity
	Rs. '000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
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)
Other Comprehensive income						
Total other comprehensive income	-	-	-	-	-	-
Total Comprehensive income for the period	-	-	-	-	(277,723)	(277,723)
Transactions with owners, recorded directly in equity						
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
Balance as at 31st March 2019	1,575,000	13,226	-	382,087	16,110,801	18,081,114
Profit for the period	-	-	-	-	(630,456)	(630,456)
Other Comprehensive income						
Total other comprehensive income	-	-	-	-	-	-
Total Comprehensive income for the period	-	-	-	-	(630,456)	(630,456)
Transactions with owners, recorded directly in equity						
Dividends to equity holders	-	-	-	-	(375,000)	(375,000)
Total contributions by and distributions to owners	-	-	-	-	(375,000)	(375,000)
Total transactions with owners	-	-	-	-	(375,000)	(375,000)
Balance as at 30th June 2019	1,575,000	13,226	-	382,087	15,105,345	17,075,658

The Notes on pages 8 to 10 form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

STATEMENT OF CASH FLOWS

Consolidated	Company		Consolidated	Company
Audited year ended 31.03.20 Rs.'000	Audited year ended 31.03.20 Rs.'000		Unaudited 3 months to 30.06.20 Rs.'000	Unaudited 3 months to 30.06.19 Rs.'000
		Cash flows from operating activities		
22,834,854	951,466	Cash generated from operations (Note A)	9,720,277	7,126,936
(810,401)	(87,704)	Employee benefit paid	(226,221)	(164,427)
(3,176,145)	(98,327)	Income tax paid	(409,773)	(708,601)
18,848,307	765,435	Net cash inflow from operating activities	9,084,283	6,253,908
		Cash flows from investing activities		
(8,290,039)	(57,572)	Purchase and construction of property, plant & equipment	(659,746)	(1,256,075)
(677,903)	-	Investments in other non- current assets	-	(770,478)
(4,483,323)	(64)	Investments in other current financial assets	(402,253)	(164,103)
183	-	Development of biological assets	(2,754)	(2,492)
38,095	-	Grants received - capital	12,971	34,064
(13,600)	-	Improvements to investment property	(403)	-
488,555	62	Proceeds from disposal of property, plant & equipment/ investment property	31,873	293,519
5,340	-	Proceeds from disposal of intangible assets	405	-
4,281,574	-	Proceeds from disposal of current financial assets	333,560	116,555
51,900	-	Proceeds from disposal of assets held for sale	-	51,900
(236,905)	-	On acquisition of right to generate hydro power/ ERP system	(50,643)	(24,285)
-	(669,443)	Long term investments in group companies and others	-	(2,688)
543,634	21,955	Interest received	124,231	96,173
109,246	-	Net movement in deferred revenue	(18,051)	(9,871)
116,632	-	Dividends received from equity accounted investees	-	-
4,094	456	Dividends received from non-group companies	1,040	1,505
(8,062,517)	(704,606)	Net cash used in investing activities	(629,770)	(1,636,276)
10,785,790	60,829	Net cash inflow before financing	8,454,513	4,617,632
		Cash flows from financing activities		
(1,987,712)	-	Payment on lease	(205,222)	(110,840)
(10,997,452)	(3,054,139)	Interest paid (including interest capitalized)	(2,559,708)	(3,128,346)
(359,353)	-	Dividend paid to non-controlling interest	(239,629)	(59,795)
52,136,197	10,500,000	Proceeds from interest-bearing borrowings	10,800,002	16,561,928
(46,168,149)	(7,010,338)	Repayment of interest-bearing borrowings	(12,222,345)	(16,043,625)
1,013,921	-	Net movement in financial liabilities	235,700	484,466
6,177	-	Net movement in security deposits	30,113	41,810
(1,533,999)	-	Acquisition of non-controlling interest	89,760	-
-	(17,244)	Debenture issue fee	-	-
(375,000)	(375,000)	Dividends paid to equity holders of parent	-	(375,000)
(8,265,370)	43,279	Net cash inflow / (outflow) from financing activities	(4,071,329)	(2,629,402)
2,520,421	104,108	Net increase / (decrease) in cash and cash equivalents	4,383,183	1,988,230
(35,153,050)	(5,321,920)	Cash and cash equivalents at beginning of the year/period	(32,632,629)	(35,153,050)
(32,632,629)	(5,217,812)	Cash and cash equivalents at end of the year/period (Note B)	(28,249,446)	(33,164,820)

Net cash flows related to discontinued operation, shown in Note 8, discontinued operation

The Notes on pages 8 to 10 form an integral part of these Financial Statements.

Figures in brackets indicate deductions.

STATEMENT OF CASH FLOWS

Consolidated		Company	Consolidated		Company
Audited year ended 31.03.20 Rs.'000	Audited year ended 31.03.20 Rs.'000		Unaudited 3 months to 30.06.20 Rs.'000	Unaudited 3 months to 30.06.19 Rs.'000	Unaudited 3 months to 30.06.19 Rs.'000
A. Cash generated from operations					
5,504,052	(1,776,225)	Profit before tax	1,174,434	285,255	(277,723)
Adjustments for:					
11,008,904	3,060,288	Net finance costs	2,495,483	3,012,956	758,711
(264,061)	-	Share of profits from equity accounted investees	(62,688)	(81,439)	-
5,159,375	70,583	Depreciation on property, plant & equipment / right of use assets	1,318,134	1,232,127	31,940
79,870	-	Impairment of property, plant & equipment	-	95,746	-
1,442,333	-	Depreciation on right of use assets	375,989	-	-
-	-	Impairment of investment properties	-	-	-
110,462	-	Write off of property, plant & equipment	-	-	-
-	-	Dividend receivable utilized for investment in subsidiary	-	-	-
(86,882)	(5,550)	Change in fair value of investment properties	-	-	-
14,944	-	Change in fair value of agricultural produce on bearer biological assets	-	-	-
(39,650)	-	Change in fair value of biological assets	-	-	-
(56,545)	(62)	(Gain)/loss on the disposal of property, plant & equipment	(3,912)	(76,801)	-
-	-	Loss on the disposal of intangible assets	-	-	-
-	(15,643)	(Gain)/loss on deemed disposal of subsidiary	-	-	-
-	-	Scrip Dividend	-	-	-
-	-	Reversal of provision	-	-	-
193,974	-	Amortisation of intangible assets	46,723	49,756	-
711,428	-	Net (gain)/loss on translation of foreign currency	173,817	(42,657)	-
-	-	Impairment of investments in subsidiaries	-	-	-
940,203	-	Impairment of trade & other receivables	-	-	-
361,581	-	Provision for unrealised profit and write-down of inventories	-	-	-
(173,310)	-	Impairment/ amortisation of other non -current assets	-	21,790	-
-	-	Gain on the disposal of Subsidiaries /equity accounted investees	-	-	-
1,484,181	132,416	Provision for post employee benefit obligations	370,939	382,814	36,442
(27,952)	-	Grants amortised	(5,808)	(7,475)	-
26,362,907	1,465,807		5,883,111	4,872,072	549,370
(4,248,022)	(534,997)	(Increase)/decrease in trade and other receivables and other current assets	(1,053,108)	(1,146,680)	54,390
(2,859,741)	(867)	(Increase)/decrease in inventories	1,150,550	603,423	(2)
3,579,710	21,523	Increase/(decrease) in trade and other payables	3,739,724	2,798,121	402,237
22,834,854	951,466		9,720,277	7,126,936	1,005,995
B. Analysis of cash and cash equivalents					
8,412,294	313,293	Cash in hand and at bank *	11,014,131	6,399,112	121,390
3,495,891	-	Short - term deposits	5,136,104	3,989,669	-
11,908,185	313,293		16,150,235	10,388,781	121,390
(44,540,814)	(5,531,105)	Short-term interest bearing borrowings	(44,399,680)	(43,553,601)	(6,198,731)
(32,632,629)	(5,217,812)	Cash and cash equivalents	(28,249,445)	(33,164,820)	(6,077,341)

* Includes discontinued operations.

The Notes on pages 8 to 10 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 2020.

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 Impact of COVID-19 on Hayleys PLC and subsidiaries

Following the outbreak of the COVID-19 pandemic, Hayleys PLC and its subsidiaries have been operating with strict adherence to the guidelines issued by the Government to curtail the spread of the virus. In this context, ensuring the health and safety of our employees is of paramount importance and we have facilitated appropriate work-from-home and remote working measures for our office employees. Sanitizing and other safety measures have also been implemented at all operating locations including manufacturing facilities and estates. In ensuring continuity of business in these challenging times, the Group launched "Haysmart Initiatives", which sets out clear guidelines for cost rationalization, external support and exploring new opportunities. Accordingly, the Group has introduced numerous cost saving measures, including deferment of all recruitment, capital expenditure and advertising/promotion expenses. Further as a Group we have stepped up to widen our marketing capabilities through enhancement of Digital Marketing as well as active social media presence.

Given the current uncertainty regarding the duration and intensity of the pandemic in Sri Lanka and globally, more time is required to assess and quantify the exact impact of COVID-19 on the Group's operations. However, our diversity in terms of businesses and geographies is likely to enable a degree of resilience. Strategies implemented to preserve liquidity and curtail losses will be reviewed on a weekly basis by the Group Management Committee and with the Board of Directors on a regular basis. Further measures may be introduced to effectively address emerging business realities.

- 3** 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 2020.
- 4** No circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the Financial Statements. 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.

NOTES TO THE FINANCIAL STATEMENTS

5 INDUSTRY SEGMENT REVENUE

Consolidated		Consolidated			
		Total	Intra-group	External	
Audited				Unaudited	Unaudited
year ended				3 months to	3 months to
31.03.20				30.06.20	30.06.19
Rs.'000		Rs.'000	Rs.'000	Rs.'000	Rs.'000
6,216,160	Eco Solutions	1,406,459	114,484	1,291,975	1,506,284
17,870,232	Hand Protection	5,565,514	1,518	5,563,996	4,442,738
22,822,743	Purification Products	5,595,523	-	5,595,523	5,340,800
12,099,878	Textiles	2,943,268	-	2,943,268	3,302,610
4,644,728	Construction Materials	886,655	12,350	874,304	1,037,153
13,631,015	Agriculture	3,152,118	128,035	3,024,083	2,646,364
12,643,867	Plantations	3,744,514	-	3,744,514	3,384,467
43,894,412	Transportation & Logistics	7,609,227	400	7,608,827	11,403,212
61,564,533	Consumer & Retail	15,207,460	-	15,207,460	16,022,225
4,414,328	Industry Inputs	988,793	110,637	878,156	1,304,537
1,600,072	Power & Energy	426,379	-	426,379	445,065
4,481,442	Leisure	112,951	196	112,755	768,364
4,423,593	Others	1,245,570	285,148	960,422	1,037,220
210,307,003		48,884,431	652,768	48,231,663	52,641,039

6 INDUSTRY SEGMENT RESULTS

Consolidated		Consolidated	
Audited year ended 31.03.20 Rs.'000		Unaudited 3 months to 30.06.20 Rs.'000	Unaudited 3 months to 30.06.19 Rs.'000
435,086	Eco Solutions	(9,857)	115,382
1,090,832	Hand Protection	627,919	269,493
2,501,619	Purification Products	1,093,152	445,398
445,181	Textiles	179,553	279,170
460,589	Construction Materials	54,165	53,986
1,546,504	Agriculture	204,088	204,528
406,592	Plantations	379,850	58,746
3,969,708	Transportation & Logistics	108,870	663,512
4,331,818	Consumer & Retail	1,172,011	1,088,492
307,732	Industry Inputs	16,503	69,701
938,149	Power & Energy	258,157	282,629
(352,310)	Leisure	(553,076)	(364,409)
1,629,143	Others	536,360	249,363
17,710,642	Segment results	4,067,695	3,415,992
(1,237,763)	Non - segment income/(expenses)	(414,106)	(122,657)
16,472,880	Operating profit	3,653,589	3,293,335
(11,008,904)	Net finance cost	(2,495,483)	(3,012,956)
86,882	Change in fair value of investment properties	-	-
264,061	Share of profits from equity accounted investees	62,688	81,439
(310,867)	Value added tax on financial services	(46,360)	(76,563)
5,504,052	Profit before tax	1,174,434	285,255

NOTES TO THE FINANCIAL STATEMENTS

7 STATED CAPITAL

Company Audited as at 31.03.20 Rs.'000		Company Unaudited as at 30.06.20 Rs.'000	Unaudited as at 30.06.19 Rs.'000
	Issued and fully paid		
1,575,000	75,000,000 (75,000,000 - 30.06.2019) Ordinary Shares	1,575,000	1,575,000

8 ASSETS AND LIABILITIES OF DISCONTINUED OPERATIONS

Consolidated Audited as at 31.03.20 Rs.'000		Consolidated Unaudited as at 30.06.20 Rs.'000	Unaudited as at 30.06.19 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

INVESTOR INFORMATION

MARKET VALUE OF SHARES

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

	30.06.2020 Rs.	30.06.2019 Rs.
Closing price on	135.00	147.60
Highest price recorded for the three months ending	140.00	175.00
Lowest price recorded for the three months ending	107.00	144.10
Market capitalisation (Rs. Mn.)	10,125	11,070

RATIOS

Net assets per share	528.45	517.06
Price earnings ratio (times)	(8.88)	(5.05)

SHARE TRADING FROM 1ST APRIL, 2020 TO 30TH JUNE, 2020

No. of transactions	961
No. of shares traded	443,966
Value of shares traded (Rs.)	57,616,492

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, 2020 5.86%
 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, 2020 5.86%

DEBENTURE TRADING INFORMATION FOR THE THREE MONTHS ENDED - 30.06.2020

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, 2020 6.19%
 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, 2020 6.19%

DEBENTURE TRADING INFORMATION FOR THE THREE MONTHS ENDED - 30.06.2020

No. of Transactions	5
No. of Debentures traded	1,379,999
Value of Debentures traded (Rs.)	126,438,708.33
Highest Price (Rs.)	92.42
Lowest Price (Rs.)	90.96
Last Traded Price (Rs.)	92.42
Interest yield - Last traded	13.99%
Yield to maturity - Last traded	15.50%

RATIOS

	30.06.2020	30.06.2019
Debt/ equity ratio	1.74	1.46
Quick asset ratio	0.31	0.36
Interest cover	0.63	0.17

INVESTOR INFORMATION

FIRST TWENTY SHAREHOLDERS AS AT 30TH JUNE, 2020

Name of the Shareholder	No.of Shares	%
1 Mr.K.D.D.Perera	38,259,697	51.01
2 Trustees of the D.S.Jayasundera Trust	8,698,017	11.60
3 Employees Provident Fund	3,776,621	5.04
4 LOLC Holdings PLC	1,700,004	2.27
5 Hayleys Group Services(Private) Ltd No.02 A/C	1,117,090	1.49
6 Commercial Leasing & Finance PLC	734,144	0.98
7 Mrs.A.M.L.Johnpulle & Mr.B.J.M.Johnpulle	656,464	0.88
8 Mrs.R.N.Ponnambalam	595,645	0.79
9 Mr.N.K.A.D.De Silva	570,166	0.76
10 Mrs.R.M.Spittel	564,697	0.75
11 Mr.R.H.S.Phillips	520,727	0.69
12 Mrs.Y.M.Spittel	465,561	0.62
13 Mrs.S.D. Wickramasinghe	449,298	0.60
14 Mrs.P.M Godamunne	443,447	0.59
15 Sri Lanka Insurance Corporation Ltd-Life Fund	397,418	0.53
16 Mr.G.N. Wikramanayake (Deceased)	370,422	0.49
17 Associated Electrical Corporation Ltd	361,000	0.48
18 Mr.A.C Wikramanayake	330,724	0.44
19 Mr.S.Rameshan	315,982	0.42
20 Mr. S.V Rajiyah & Mrs. J.J.B Rajiyah	307,051	0.41
Total	60,634,175	80.85

There were no non voting shares as at 30th June, 2020.

PUBLIC HOLDING

Percentage of public holding as at 30th June, 2020	37.10%
Total number of Shareholders representing the Public Holding	6,340
Float- adjusted market capitalization (Rs.)	3,756,375,000
The Company complies with option 4 of the Listing Rules 7.13.1 (a) which requires 10% minimum Public Holding.	

DIRECTORS' SHAREHOLDINGS AS AT 30TH JUNE, 2020

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

Name of the Director	No.of Shares
Mr. A M Pandithage	125,357
Mr.K.D.D.Perera	38,261,363 *
Mr S C Ganegoda	23,414
Mr H S R Kariyawasan	9,427
Mr L R V Waidyaratne	37,930
Ms. J. Dharmasena	21,095

* 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 Karunaratjah
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 Karunaratjah

AUDIT COMMITTEE

M Y A Perera - Chairman
Dr H Cabral, PC
M H Jamaldeen
K D G Gunaratne (appointed w.e.f 17. 06. 2020)

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