

# EX-PACK CORRUGATED CARTONS PLC

INTERIM FINANCIAL STATEMENTS

FOR THE 1<sup>ST</sup> QUARTER ENDED 30 June 2022

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## STATEMENT OF FINANCIAL POSITION

As at	GROUP		COMPANY	
	30.06.2022 unaudited	31.03.2022 unaudited	30.06.2022 unaudited	31.03.2022 unaudited
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant, and equipment	1,733,613	1,659,104	1,649,488	1,641,987
Right-of-use assets	150,333	104,684	32,578	35,250
Investment properties	-	-	-	-
Intangible assets	916	1,030	832	939
Investment in subsidiaries	-	-	205,000	205,000
Goodwill	203,544	203,544	-	-
Deferred tax assets	19,782	19,858	-	-
	2,108,188	1,988,219	1,887,899	1,883,176
<b>Current assets</b>				
Inventories	1,434,546	1,068,553	1,030,447	838,445
Trade and other receivables	2,301,100	2,007,386	1,798,552	1,611,131
Advances and prepayments	195,093	94,498	166,079	56,597
Other financial assets	500,000	1,173,088	500,000	1,173,088
Cash in hand and at bank	280,191	268,961	133,929	111,737
	4,710,931	4,612,485	3,629,007	3,790,999
<b>Total assets</b>	<b>6,819,119</b>	<b>6,600,704</b>	<b>5,516,905</b>	<b>5,674,175</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Stated capital	1,200,000	1,200,000	1,200,000	1,200,000
Revaluation reserves	282,361	282,361	282,361	282,361
Retained earnings	830,012	402,461	483,741	250,763
<b>Equity Attributable to Equity Holders of the Parent</b>	<b>2,312,373</b>	<b>1,884,822</b>	<b>1,966,102</b>	<b>1,733,124</b>
<b>Non Controlling Interest</b>	<b>(184)</b>	<b>(109)</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>	<b>2,312,189</b>	<b>1,884,713</b>	<b>1,966,102</b>	<b>1,733,124</b>
<b>Non-current liabilities</b>				
Deferred Tax Liability	79,334	79,334	79,129	79,334
Retirement Benefit Liability	108,939	102,427	79,334	75,096
Interest Bearing Loans and Borrowings	126,163	79,481	26,988	29,505
	314,436	261,241	185,451	183,936
<b>Current liabilities</b>				
Interest Bearing Loans and Borrowings	2,966,562	3,134,556	2,606,513	2,849,506
Trade and Other Payables	1,047,609	1,211,247	686,374	852,145
Income Tax Payable	178,324	108,947	72,465	55,463
	4,192,494	4,454,749	3,365,352	3,757,115
<b>Total equity and liabilities</b>	<b>6,819,119</b>	<b>6,600,704</b>	<b>5,516,905</b>	<b>5,674,175</b>
	LKR	LKR	LKR	LKR
<b>Net assets per share</b>	<b>6.94</b>	<b>5.65</b>	<b>5.90</b>	<b>5.20</b>

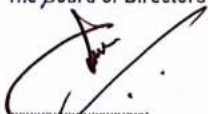
**Note:**


All values are in LKR '000s, unless otherwise stated.  
The amounts are provisional and subject to audit.

I certify that the financial statements comply with the requirements of the Companies Act No.7 of 2007.

  
Abdul Wahid Ahamed  
Head of Finance

The Board of Directors are responsible for these financial statements.

  
Zulficar Ghouse  
Managing Director

  
Dinesh Dharmadasa  
Director

1 August 2022 | Colombo

## CONSOLIDATED INCOME STATEMENT

	Quarter ended 30 June			Three months ended 30 June		
	2022 Unaudited	2021 Unaudited	Change %	2022 Unaudited	2021 Unaudited	Change %
Revenue	3,588,644	1,567,656	129%	3,588,644	1,567,656	129%
Cost of sales	(2,796,735)	(1,315,285)	113%	(2,796,735)	(1,315,285)	113%
Gross profit	791,910	252,371	214%	791,910	252,371	214%
Other income and gains	33,085	5,724	478%	33,085	5,724	478%
Selling and distribution costs	(90,692)	(56,574)	60%	(90,692)	(56,574)	60%
Administrative expenses	(143,823)	(78,297)	84%	(143,823)	(78,297)	84%
Operating profit	590,480	123,223	379%	590,480	123,223	379%
Finance cost	(98,935)	(42,131)	135%	(98,935)	(42,131)	135%
Profit/(loss) before tax	491,545	81,092	506%	491,545	81,092	506%
Tax expense	(63,994)	(4,859)	1217%	(63,994)	(4,859)	1217%
<b>Profit/(loss) for the period</b>	<b>427,551</b>	<b>76,233</b>	<b>461%</b>	<b>427,551</b>	<b>76,233</b>	<b>461%</b>
<b>Attributable to:</b>						
Equityholders of the parent	427,551	76,233	461%	427,551	76,233	461%
Non Controlling Interest	(75)					
	<b>427,475</b>	<b>76,233</b>	<b>461%</b>	<b>427,551</b>	<b>76,233</b>	<b>461%</b>
	LKR	LKR		LKR	LKR	
<b>Earnings per share</b>	<b>1.28</b>	<b>0.30</b>	<b>321%</b>	<b>1.28</b>	<b>0.30</b>	<b>321%</b>

**Note:**

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Figures in brackets indicate deductions.  
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## COMPANY INCOME STATEMENT

	Quarter ended 30 June			Three months ended 30 June		
	2022 Unaudited	2021 Unaudited	Change %	2022 Unaudited	2021 Unaudited	Change %
Revenue	2,016,049	1,029,297	96%	2,016,049	1,029,297	96%
Cost of sales	(1,502,117)	(857,181)	75%	(1,502,117)	(857,181)	75%
Gross profit	513,932	172,116	199%	513,932	172,116	199%
Other income and gains	14,172	7,043	101%	14,172	7,043	101%
Selling and distribution costs	(83,573)	(53,119)	57%	(83,573)	(53,119)	57%
Administrative expenses	(106,332)	(55,921)	90%	(106,332)	(55,921)	90%
Operating profit	338,200	70,119	382%	338,200	70,119	382%
Finance cost	(84,963)	(34,720)	145%	(84,963)	(34,720)	145%
Profit/(loss) before tax	253,237	35,399	615%	253,237	35,399	615%
Tax expense	(20,259)	(4,859)	317%	(20,259)	(4,859)	317%
<b>Profit/(loss) for the period</b>	<b>232,978</b>	<b>30,540</b>	<b>663%</b>	<b>232,978</b>	<b>30,540</b>	<b>663%</b>
<b>Attributable to:</b>						
Equityholders of the parent	232,978	30,540	663%	232,978	30,540	663%
	LKR	LKR		LKR	LKR	
<b>Earnings per share</b>	<b>0.70</b>	<b>0.12</b>	<b>472%</b>	<b>0.70</b>	<b>0.12</b>	<b>472%</b>

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## STATEMENT OF CASH FLOWS

For the quarter ended 30 June	GROUP		COMPANY	
	2022 Unaudited	2021 Unaudited	2022 Unaudited	2021 Unaudited
<b>CASHFLOW FROM / (USED IN) OPERATING ACTIVITIES</b>				
Profit/(loss) before tax	491,545	81,092	253,237	35,399
Adjustments for:				
Depreciation of property, plant and equipment	20,830	18,661	17,223	16,871
Amortization of right-of-use assets	9,967	6,952	2,672	2,672
Amortization of intangible assets	114	74	106	58
Provision of retirement benefit liability	6,731	5,525	4,105	2,899
Profit/(Loss) on Disposal of Property, Plant and Equipment		-	-	-
Lease interest	4,242	3,124	1,245	1,539
Finance cost	96,339	39,007	84,963	33,182
<b>Operating profit before working capital changes</b>	<b>629,768</b>	<b>154,436</b>	<b>363,551</b>	<b>92,619</b>
(Increase)/Decrease in inventories	(365,994)	(125,718)	(192,002)	(101,255)
(Increase)/Decrease in trade and other receivables	(293,198)	(39,742)	(187,421)	(117,628)
(Increase)/Decrease in advances and prepayments	(100,594)	(178,501)	(109,481)	(191,171)
Increase/(Decrease) in trade and other payables	(164,156)	(89,364)	(165,771)	(102,470)
<b>Cash generated from operations</b>	<b>(294,174)</b>	<b>(278,889)</b>	<b>(291,124)</b>	<b>(419,905)</b>
Gratuity paid	(219)	(613)	(72)	(497)
Tax paid	5,383		(3,258)	-
Finance cost paid	(96,339)	(39,007)	(84,963)	(33,182)
<b>Net cashflow from / (used in) operating activities</b>	<b>(385,348)</b>	<b>(318,508)</b>	<b>(379,417)</b>	<b>(453,584)</b>
<b>CASHFLOW FROM / (USED IN) INVESTING ACTIVITIES</b>				
Acquisition of property, plant and equipment	(102,314)	(17,853)	(24,723)	(16,318)
Acquisition of Right of Use Assets	(48,642)	(438)	-	(438)
Acquisition of intangible assets				
Proceeds from Sale of Property Plant and Equipment				
Development Cost of Investment Property				
Investing in fixed deposits	673,088	(40,000)	673,088	(40,000)
Investing in Subsidiary - Share of Purchase Ordinary Shares	-	-	-	-
<b>Net cashflow from / (used in) investing activities</b>	<b>522,132</b>	<b>(58,291)</b>	<b>648,364</b>	<b>(56,756)</b>
<b>CASHFLOW FROM / (USED IN) FINANCING ACTIVITIES</b>				
Net Increase/(Decrease) in interest bearing loans and borrowings	(164,176)	524,493	(231,100)	610,100
Proceeds From Issue of Shares				
IPO Expenses				
Proceeds From Finance Lease	64,742	-		-
Payment of finance lease liabilities	(14,227)	(8,336)	(3,762)	(3,420)
Payment of dividend		(30,000)		(30,000)
<b>Net cashflow from / (used in) financing activities</b>	<b>(113,661)</b>	<b>486,158</b>	<b>(234,862)</b>	<b>576,680</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>23,123</b>	<b>109,358</b>	<b>34,085</b>	<b>66,340</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING</b>	<b>257,068</b>	<b>73,611</b>	<b>99,844</b>	<b>63,462</b>
<b>CASH AND CASH EQUIVALENTS AT THE END</b>	<b>280,191</b>	<b>182,969</b>	<b>133,929</b>	<b>129,802</b>

**Note:**

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Figures in brackets indicate deductions.

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## STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Revaluation reserve	Retained Earnings	Non Controlling Interest	Total equity
<b>As at 01 April 2021</b>	500,000	291,992	(8,552)		783,440
Profit for the period	-	-	76,233		76,233
Other comprehensive income	-	-			
Total comprehensive income for the year	-	-	76,233		76,233
Dividend paid	-	-	(30,000)		(30,000)
<b>As at 30 June 2021</b>	500,000	291,992	37,681		829,673
<b>As at 01 April 2022</b>	1,200,000	282,361	402,461	(109)	1,884,822
Profit for the period	-	-	427,551	(75)	427,475
Other comprehensive income	-	-			-
Effect of Investment of Subsidiary	-	-			
Total comprehensive income	-	-	427,551	(75)	427,551
Issue of Shares	-	-	-		-
IPO Expenses	-	-			-
Dividend paid	-	-			-
<b>As at 30 June 2022</b>	1,200,000	282,361	830,012	(184)	2,312,373

COMPANY	Stated Capital	Revaluation reserve	Retained Earnings	Total equity
<b>As at 01 April 2021</b>	500,000	291,992	46,788	838,780
Profit for the period	-	-	30,540	30,540
Other comprehensive income	-	-		-
Total comprehensive income for the year	-	-	30,540	30,540
Dividend paid	-	-	(30,000)	(30,000)
<b>As at 30 June 2021</b>	500,000	291,992	47,328	839,320
<b>As at 01 April 2022</b>	1,200,000	282,361	250,763	1,733,124
Profit for the period	-	-	232,978	232,978
Other comprehensive income	-	-		-
Effect of Investment of Subsidiary	-	-		
Total comprehensive income	-	-	232,978	232,978
Issue of Shares	-	-	-	-
IPO Expenses	-	-		-
Dividend paid	-	-		-
<b>As at 30 June 2022</b>	1,200,000	282,361	483,741	1,966,102

Note:

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Figures in brackets indicate deductions.

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## NOTES TO THE FINANCIAL STATEMENTS

- The financial statements for the period ended 30 June 2022, include "the Company" referred as Ex-pack Corrugated Cartons PLC, as the holding company and "the Group" referred as "the Company" and its subsidiary, Neptune Papers (Pvt) Limited whose accounts have been consolidated therein.
- The interim condensed financial statements of the Group and the Company for the year ended 31 March 2022 were authorized for issue by the Board of Directors on 01st August 2022.
- The interim condensed financial statements for the three months ended 30 June 2022 have been prepared in accordance with LKAS 34 Interim Financial Reporting. The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 March 2022. The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period. The interim condensed financial statements are presented in Sri Lankan Rupees (LKR) and all values are rounded to the nearest thousand except when otherwise indicated. The figures in the presented financial statements are provisional and subject to audit unless otherwise stated.
- The stated capital as at 30 June 2022 is represented by 333,333,333 shares.  
  
The ordinary shares of the Company were subdivided by splitting each issued ordinary share into five (05) ordinary shares on the 19 July 2021. Consequently, there by the total number of existing issued ordinary shares increased from 50,000,000 to 250,000,000 without changing the stated capital of the Company. The Company issued new Ordinary voting shares of 83,333,333 to general public at LKR 8.40 per share on 22<sup>nd</sup> October 2021 by an offer for subscription. Which increased the No. of Shares to 333,333,333.
- Net assets per share have been calculated, based on the number of shares as at balance sheet date for the respective period.
- Basic earnings per share is calculated by dividing the net profit / (loss) for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period as required by LKAS - 33, Earning Per Share.
- Interim dividends of Rs. 163,333,334/= was declared and paid for the year ending 31<sup>st</sup> March 2022.

### Detail of Dividend Declaration

Date of Announcement	Dividend per Share	Type of Dividend	Amount Rs.
30 th June 2021		Final	30,000,000
19th November 2021	0.2	Interim	66,666,667
07th March 2022	0.2	Interim	66,666,667
28 <sup>th</sup> June 2022	0.4	Interim	133,333,333

### 8. Share Information

#### 8.1. Directors and CEO's shareholding as of 30 June 2022

Mr. Sattar Kassim	94,800
Mr. M Z M Ghouse	14,400
Mr. Shafik Kassim	Nil
Mr. W B W M R A M T G Aluwihare	Nil
Mr. A O Kassim	14,400
Mrs. Shihara De Silva	13,100
Mr. U K D Dharmadasa	12,800
Mr. Mohamed Riyaz Valli Mohamed (CEO)	85,910
	<u>249,410</u>

## 8.2. Public Share Holding as at 30<sup>th</sup> June 2022

Issued share capital (No.)	333,333,333
Public holding as a % of issued share capital	24.75%
Total no. of shareholders	5,695
No. of shareholders representing the public holding	5,674
Float adjusted market capitalisation (Rs.)	766,666,664

## 8.3. Top 20 Shareholders List

	Name	Shares	%
1	ABERDEEN HOLDINGS (PRIVATE) LIMITED	250,000,000	75.00
2	BANK OF CEYLON A/C CEYBANK UNIT TRUST	4,009,610	1.20
3	MR. MOHAMED NALEEM MOHAMED MUBARAK	2,055,799	0.62
4	BANK OF CEYLON A/C CEYBANK CENTURY GROWTH FUND	2,000,000	0.60
5	MERCHANT BANK OF SRI LANKA & FINANCE PLC/M.A. WIJAYASINGHE	1,600,000	0.48
6	MR. SAIFULLAH YUSOOF	1,290,000	0.39
7	PHANTOM INVESTMENTS (PRIVATE) LIMITED	972,421	0.29
8	MR. MOHAMED FAIZER HASHIM	887,250	0.27
9	MR. WANNAKAWATHTHA WADUGE DON DAMMIKA SUSIRI PERERA	838,677	0.25
10	PEOPLE'S LEASING & FINANCE PLC/HI LINE TOWERS (PVT) LTD	800,000	0.24
11	MERCHANT BANK OF SRI LANKA & FINANCE PLC/K.L.K.M. INDIKA	705,000	0.21
12	MACKSONS HOLDINGS ( PVT ) LTD	700,377	0.21
13	MISS. HEWA JUWAN KANKANANGE UDYOGI WIJERAME	634,715	0.19
14	MR. SUBRAMANIAM VASUDEVAN	612,612	0.18
15	MRS. SAMARAKOON MUDIYANSELAGE CHAMMI NEELIKA KUMARI SAMARAKOON	586,480	0.18
16	PROF. MOHAMED THASSIM AHAMED FURKHAN	519,426	0.16
17	MR. DINESH NIROSH PRADEEP RATHNAYAKE	500,517	0.15
18	MR. KABEER RIFAI MOHAMED AKRAM	417,300	0.13
19	MOTOR SERVICE STATION (PRIVATE) LTD	416,703	0.13
20	MR. ROSHAN SAMPATH WIJERATHNE	394,200	0.12
		<b>269,941,087</b>	<b>80.98</b>
	Others	<b>63,392,246</b>	<b>19.02</b>
	<b>Total</b>	<b>333,333,333</b>	<b>100</b>

## 8.4. The Company's Highest, Lowest and Last Traded Market Price given below (Annual)

Highest Value Per Share (Rs)	25.40
Lowest Value Per Share (Rs)	7.00
Last Traded Price (Rs)	9.20

The share commenced trading in the CSE on 10<sup>th</sup> November 2021.



9. Disclosure Regarding Status of Utilization of Funds Raised Via IPO Proceeds as at 30 June 2022

Objective No.	Objective as per Prospectus	Amount allocated as per Prospectus in Rs.	Proposed Date of Utilization as per Prospectus	Amount allocated upon the receipt of proceeds in Rs. [A]	As a % of Total Proceeds	Amount Utilized in the Objective Rs. [B]	% of Utilize against allocation [B/A]	Clarification if not fully Utilized including where the funds are invested
1	Invest in a new state of the art manufacturing facility.	700,000,000	Q3 of FY22- Q4 of FY 24	700,000,000	100%	Purchase of Land 252.5 M	36%	The Funds raised has been deposited in a 3-month Wakala Deposit account at Seylan Bank.

10. No circumstance has arisen since the Balance Sheet date, which would require adjustments to or disclosure in the financial statements, other than the disclosures made in these interim financial statements.

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## CORPORATE INFORMATION

### NAME OF COMPANY

Ex-pack Corrugated Cartons PLC

Incorporated in Sri Lanka on 19 March 2002 under the Companies Act No.17 of 1982 and re-registered on 16 April 2008 under provisions of the Companies Act No.07 of 2007 as a Private Limited Company.

The legal form was changed to a Limited Company on 27 March 2019 and subsequently to a Public Limited Company on 15th December 2021 under provisions of the Companies Act No.07 of 2007

### COMPANY REGISTRATION NUMBER

PV 3294 PB

### REGISTERED OFFICE AND CURRENT PLACE OF BUSINESS

11A, Milepost Avenue, Colombo 03

Tel: +94 11 2 689 618

Fax: +94 11 2 689 618

Website: [www.expack.lk](http://www.expack.lk)

### FACTORY

79, Pattiwila Road, Gonawilla, Kelaniya

Tel: +94 11 4 891 891

Fax: +94 11 4 741 751

### DIRECTORS

Sattar Kassim (Chairman)

Zulficar Ghouse (Managing Director)

Shafik Kassim

Thulci Aluwihare

Dinesh Dharmadasa

Shihara De Silva

Abdullah Kassim

### SUBSIDIARY COMPANY

Neptune Papers (Pvt) Limited

### AUDITORS (External)

Ernst & Young Chartered Accountants

201, De Saram Place, Colombo 10

Tel: +94 11 2 463 500

Fax: +94 11 2 697 369

### AUDITORS (Internal)

KPMG Chartered Accountants

32A, Sir Mohamed Macan Markar Mawatha  
Colombo 03

Tel: +94 11 5426 426

Fax: +94 11 244 5872

### SECRETARIES

Business Intelligence (Pvt) Limited

08, Tickell Road, Colombo 08

Tel: +94 11 2 015 900

### BANKERS

Amana Bank

486, Galle Road, Colombo 03

National Development Bank

40, Navam Mawatha, Colombo 02

Bank of Ceylon

01, BOC Square, Bank of Ceylon Mawatha, Colombo 01

Hatton National Bank

Level 19, 479, T B Jayah Mawatha, Colombo 10

Pan Asia Bank

450, Galle Road, Colombo 03

Standard Chartered Bank (Sri Lanka) Limited

37, York Street, Colombo 01

Seylan Bank

90, Galle Road, Colombo 03