



A BALANCED FUTURE



EX-PACK CORRUGATED CARTONS PLC

INTERIM FINANCIAL STATEMENTS

QUARTER ENDED 30TH JUNE 2024

STATEMENT OF FINANCIAL POSITION

As at	GROUP		COMPANY	
	30.06.2024 Unaudited	31.03.2024 Audited	30.06.2024 Unaudited	31.03.2024 Audited
ASSETS				
Non-current assets				
Property, plant, and equipment	2,383,722	2,344,109	2,278,851	2,237,511
Right-of-use assets	163,254	181,467	79,226	86,586
Intangible assets	1,229	1,428	793	946
Investment in subsidiaries		-	205,000	205,000
Goodwill	203,544	203,544		-
Deferred tax assets	4,857	4,857		-
	2,756,606	2,735,405	2,563,870	2,530,043
Current assets				
Inventories	1,237,397	1,141,691	875,343	727,134
Trade and other receivables	1,802,155	1,847,399	1,154,718	1,264,604
Advances and prepayments	660,974	293,004	545,583	287,354
Cash in hand and at bank	512,558	720,831	488,469	690,226
	4,213,084	4,002,925	3,064,113	2,969,318
Total assets	6,969,690	6,738,330	5,627,983	5,499,361
EQUITY AND LIABILITIES				
Equity				
Stated capital	1,200,000	1,200,000	1,200,000	1,200,000
Revaluation reserves	623,223	623,223	623,223	623,223
Retained earnings	1,482,573	1,356,650	948,830	840,420
Equity Attributable to Equity Holders of the Parent	3,305,796	3,179,873	2,772,053	2,663,643
Non-Controlling Interest	(1,066)	(1,043)		
Total Equity	3,304,730	3,178,830	2,772,053	2,663,643
Non-current liabilities				
Deferred Tax Liability	311,097	311,097	311,097	311,097
Retirement Benefit Liability	149,633	149,261	105,188	108,350
Interest Bearing Loans and Borrowings	128,297	138,673	70,993	73,756
	589,027	599,031	487,278	493,203
Current liabilities				
Interest Bearing Loans and Borrowings	2,359,485	2,156,794	1,871,851	1,657,931
Trade and Other Payables	524,177	634,996	348,909	553,137
Income Tax Payable	192,271	168,679	147,892	131,447
	3,075,933	2,960,469	2,368,652	2,342,515
Total equity and liabilities	6,969,690	6,738,330	5,627,983	5,499,361
	LKR	LKR	LKR	LKR
Net assets per share	9.92	9.54	8.32	7.99

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.

[SIGNED]

Abdul Latiff Ahamed
Head of Finance

The Board of Directors are responsible for these financial statements.

[SIGNED]

Zulficar Ghouse
Managing Director

[SIGNED]

Abdullah Kassim
Director

13th August 2024 | Colombo

CONSOLIDATED INCOME STATEMENT

	Quarter ended 30 June			Three months ended 30 June		
	2024 Unaudited	2023 Unaudited	Change %	2024 Unaudited	2023 Unaudited	Change %
Revenue	2,314,327	2,276,407	2%	2,314,327	2,276,407	2%
Cost of sales	(1,813,429)	(1,802,814)	1%	(1,813,429)	(1,802,814)	1%
Gross profit	500,898	473,593	6%	500,898	473,593	6%
Other income and gains	23,750	5,048	370%	23,750	5,048	370%
Selling and distribution costs	(113,844)	(110,916)	3%	(113,844)	(110,916)	3%
Administrative expenses	(183,834)	(146,544)	25%	(183,834)	(146,544)	25%
Operating profit	226,970	221,182	3%	226,970	221,182	3%
Finance cost	(47,458)	(83,836)	-43%	(47,458)	(83,836)	-43%
Profit/(loss) before tax	179,512	137,346	31%	179,512	137,346	31%
Tax expense	(53,612)	(40,670)	32%	(53,612)	(40,670)	32%
Profit/(loss) for the period	125,900	96,676	30%	125,900	96,676	30%
Attributable to:						
Equity holders of the parent	125,924	96,770	30%	125,923	96,770	30%
Non-Controlling Interest	(24)	(94)		(23)	(94)	
	125,900	96,676	30%	125,900	96,676	30%

	LKR	LKR		LKR	LKR	
Earnings per share	0.38	0.29	30%	0.38	0.29	30%

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 30 June		Three months ended 30 June	
	2024 Unaudited	2023 Unaudited	2024 Unaudited	2023 Unaudited
Profit for the period	125,900	96,676	125,900	96,676
Other comprehensive income for the period				
Total comprehensive income for the period	125,900	96,676	125,900	96,676
Attributable to:				
Equity holders of the parent	125,900	96,676	125,900	96,676
Non Controlling Interst	(24)	(94)	(23)	(94)
	125,876	96,582	125,877	96,582

Note:

All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The amounts are provisional and subject to audit.

COMPANY INCOME STATEMENT

	Quarter ended 30 June			Three months ended 30 June		
	2024	2023	Change	2024	2023	Change
	Unaudited	Unaudited	%	Unaudited	Unaudited	%
Revenue	1,455,367	1,467,473	-1%	1,455,367	1,467,473	-1%
Cost of sales	(1,055,934)	(1,104,634)	-4%	(1,055,934)	(1,104,634)	-4%
Gross profit	399,433	362,839	10%	399,433	362,839	10%
Other income and gains	22,025	8,444	161%	22,025	8,444	161%
Selling and distribution costs	(99,759)	(99,557)	0%	(99,758)	(99,557)	0%
Administrative expenses	(135,580)	(109,935)	23%	(135,580)	(109,935)	23%
Operating profit	186,119	161,791	15%	186,120	161,791	15%
Finance cost	(31,248)	(52,648)	-41%	(31,248)	(52,648)	-41%
Profit/(loss) before tax	154,871	109,143	42%	154,872	109,143	42%
Tax expense	(46,462)	(32,743)	42%	(46,462)	(32,743)	42%
Profit/(loss) for the period	108,409	76,400	42%	108,410	76,400	42%
Attributable to:						
Equity holders of the parent	108,409	76,400	42%	108,410	76,400	42%
	LKR	LKR		LKR	LKR	
Earnings per share	0.33	0.23	42%	0.33	0.23	42%

COMPANY STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 30 June		Three months ended 30 June	
	2024	2023	2024	2023
	Unaudited	Unaudited	Unaudited	Unaudited
Profit for the period	108,409	76,400	108,410	76,400
Other comprehensive income for the period				
Total comprehensive income for the period	108,409	76,400	108,410	76,400
Attributable to:				
Equity holders of the parent	108,409	76,400	108,410	76,400

Note:

All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The amounts are provisional and subject to audit.

STATEMENT OF CASH FLOWS

For the Year ended 30 June	GROUP		COMPANY	
	2024 Unaudited	2023 Unaudited	2024 Unaudited	2023 Unaudited
CASHFLOW FROM / (USED IN) OPERATING ACTIVITIES				
Profit/(loss) before tax	179,512	137,346	154,872	109,143
Adjustments for:				
Depreciation of Property, Plant and Equipment	38,549	37,228	33,780	31,872
Amortization of Right of Use Assets	18,213	14,047	7,360	3,294
Amortisation of Intangible Assets	199	208	153	162
Provision for Retirement Benefit Liability	8,257	7,382	4,723	4,448
Profit/(Loss) on Disposal of Property, Plant and Equipment		60		60
Lease Interest	8,556	8,208	4,900	4,162
Finance Cost	38,902	75,476	26,348	48,486
Operating profit before working capital changes	292,188	279,954	232,136	201,626
(Increase)/Decrease in inventories	(95,706)	199,766	(148,209)	110,106
(Increase)/Decrease in trade and other receivables	45,244	64,835	109,886	181,035
(Increase)/Decrease in advances and prepayments	(367,970)	(147,061)	(258,229)	(220,590)
Increase/(Decrease) in trade and other payables	(110,819)	(175,650)	(204,228)	(69,271)
Cash generated from operations	(237,063)	221,843	(268,644)	202,906
Gratuity paid	(7,885)	(901)	(7,885)	(612)
Tax paid	(30,020)	(10,296)	(30,017)	(52,777)
Finance cost paid	(38,902)	(75,476)	(26,348)	(48,486)
Net cashflow from / (used in) operating activities	(313,870)	135,170	(332,894)	101,031
CASHFLOW FROM / (USED IN) INVESTING ACTIVITIES				
Acquisition of Property, Plant and Equipment	(78,162)	(78,271)	(75,120)	(61,034)
Proceeds from Sale of Property Plant and Equipment		225		225
Net cashflow from / (used in) investing activities	(78,162)	(78,046)	(75,120)	(60,809)
CASHFLOW FROM / (USED IN) FINANCING ACTIVITIES				
Net Increase/(Decrease) in interest bearing loans and borrowings	209,291	(85,525)	213,920	(23,939)
Payment of Finance Lease Liabilities	(25,532)	(20,072)	(7,663)	(5,700)
Net cashflow from / (used in) financing activities	183,759	(105,598)	206,257	(29,639)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(208,273)	(48,473)	(201,757)	10,582
CASH AND CASH EQUIVALENTS AT THE BEGINNING	720,831	679,383	690,226	582,575
CASH AND CASH EQUIVALENTS AT THE END	512,558	630,910	488,469	593,158

Note:

All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The amounts are provisional and subject to audit.

STATEMENT OF CHANGES IN EQUITY

GROUP	Stated Capital	Revaluation Reserve	Retained Earnings	Non Controlling Interest	Total Equity
As at 01 April 2023	1,200,000	623,223	1,008,801	(813)	2,831,211
Profit for the period			96,770	(94)	96,676
Other comprehensive income					
Total comprehensive income			96,770	(94)	96,770
Dividend paid					
As at 30 June 2023	1,200,000	623,223	1,105,571	(907)	2,928,794
As at 01 April 2024	1,200,000	623,223	1,356,650	(1,043)	3,178,830
Profit for the period			125,923	(23)	125,900
Other comprehensive income					-
Total comprehensive income			125,923	(23)	125,900
Dividend paid					-
As at 30 June 2024	1,200,000	623,223	1,482,573	(1,066)	3,304,730

COMPANY	Stated Capital	Revaluation Reserve	Retained Earnings	Total Equity
As at 01 April 2023	1,200,000	623,223	537,840	2,361,063
Profit for the period			76,400	76,400
Other comprehensive income				
Total comprehensive income			76,400	76,400
Dividend paid				
As at 30 June 2023	1,200,000	623,223	614,240	2,437,463
As at 01 April 2024	1,200,000	623,223	840,420	2,663,643
Profit for the period			108,410	108,410
Other comprehensive income				
Total comprehensive income			108,410	108,410
Dividend paid				
As at 30 June 2024	1,200,000	623,223	948,830	2,772,053

Note:

All values are in LKR '000s, unless otherwise stated.

Figures in brackets indicate deductions.

The amounts are provisional and subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. The financial statements for the period ended 30th June 2024, 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.
2. The interim condensed financial statements of the Group and the Company for the Quarter ended 30th June 2024 were authorized for issue by the Board of Directors on 13th August 2024.
3. The interim condensed financial statements for the Quarter ended 30th June 2024 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 31st March 2024. 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.
4. The stated capital as at 30th June 2024 is represented by 333,333,333 shares.
5. The ordinary shares of the Company were subdivided by splitting each issued ordinary share into five (05) ordinary shares on the 19th 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 22nd October 2021 by an offer for subscription. Which increased the No. of Shares to 333,333,333.
6. Net assets per share have been calculated, based on the number of shares as at balance sheet date for the respective period.
7. 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.
8. There have been no other events subsequent to the balance sheet date, which require disclosures in the interim financial statements. Other than the event described in Note 14.
9. There were no significant changes in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31st March 2024.
10. Interim dividends of Rs. 223,333,333.11/= was declared and paid for the period ending 31st March 2024.

Detail of Dividend Declaration

Date of Announcement	Dividend per Share (Rs.)	Type of Dividend	Amount Rs.
15 th November 2023	0.30	1 st Interim	99,999,999.90
11 th March 2024	0.37	2 nd Interim	123,333,333.21

11. Share Information

11.1. Directors and CEO's shareholding as of 30th June 2024

Mr. Sattar Kassim	94,800
Mr. M Z M Ghouse	14,400
Mr. Shafik Kassim	14,400
Mr. W B W M R A M T G Aluwihare	Nil
Mr. U K D Dharmadasa	37,400
Mrs. Shehara De Silva	13,100
Mr. A O Kassim	234,400
Mr. U D W Chathuranga Abeyratne	NIL
Mr. Mohamed Riyaz Valli Mohamed (CEO)	85,910
	494,410

11.2. Public Share Holding as at 30th June 2024

Issued share capital (No.)	333,333,333
Public holding as a % of issued share capital	34.49%
Total no. of shareholders	5,182
No. of shareholders representing the public holding	5,159
Float adjusted market capitalisation (Rs.)	1,598,222,250.20

The applicable option under CSE Rule 7.13.1 (a) on minimum public holding is option 5 and the float adjusted Market capitalization as of 30th June 2024 was Rs. 1,598,222,250.20

11.3. Top 20 Shareholders List

	Name	Shares	%
1	ABERDEEN HOLDINGS (PRIVATE) LIMITED	216,733,334	65.02
2	SRI LANKA INSURANCE CORPORATION LTD-LIFE FUND	12,112,605	3.63
3	BANK OF CEYLON A/C CEYBANK UNIT TRUST	5,529,896	1.66
4	DEUTSCHE BANK AG TRUSTEE TO LYNEAR WEALTH DYNAMIC OPPORTUNITIES FUND	5,271,321	1.58
5	MR. MOHAMED FAIZER HASHIM	2,534,480	0.76
6	MR. SAIFULLAH YUSOOF	2,530,000	0.76
7	MR. MOHAMED NALEEM MOHAMED MUBARAK	2,060,000	0.62
8A	BANK OF CEYLON A/C CEYBANK CENTURY GROWTH FUND	2,000,000	0.60
8B	MR. MOHAMED ZURAISH HIFAZ HASHIM / MR. N.R.M. HASHIM	2,000,000	0.60
9	COMMERCIAL BANK OF CEYLON PLC/W. JINADASA	1,684,706	0.51
10	MR. PALLIYA GURUGE NADEESHAN DANIDU GUNATHILAKE	1,500,000	0.45
11	MERCHANT BANK OF SRI LANKA & FINANCE PLC/K.L.K.M. INDIKA	1,187,435	0.36
12	DEVELOPMENT INTERPLAN (CEYLON) LIMITED	1,100,000	0.33
13	COMMERCIAL BANK OF CEYLON PLC A/C NO. 03	977,000	0.29
14	PEOPLE'S LEASING & FINANCE PLC/HI LINE TOWERS (PVT) LTD	800,000	0.24
15	MR. DINESH NIROSH PRADEEP RATHNAYAKE	797,633	0.24
16	DFCC BANK PLC/MR.P.PRANAVAN	777,000	0.23
17	MALSHIP CEYLON LTD	775,000	0.23
18	MR. SHANMUGAN SENTHILNATHAN	766,288	0.23
19	PHOENIX VENTURES PVT LTD	717,329	0.22
20	MR. RYAN SUSHIL KRISTER FERNANDO	700,816	0.21
	Top 20	262,554,843	78.77
	Others	70,778,490	21.23
	Total Shares	333,333,333	100.00

11.4. The Company's Highest, Lowest and Last Traded Market Price given below (Quarter Ended 30th June 2024)

Highest Value Per Share (Rs)	15.80
Lowest Value Per Share (Rs)	13.80
Last Traded Price (Rs)	13.90

The share commenced trading in the CSE on 10th November 2021.

12. Disclosure Regarding Status of Utilization of Funds Raised Via IPO Proceeds as at 30th June 2024

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.

13. Disclosure regarding Status of fund utilization consequent to the Shareholders approving the new objectives at the EGM held on 5th April 2024 (the relevant disclosures have been made to the CSE on 5th April 2024 itself) and up to the date the Interim Financial Statements have been approved by the Board of Directors.

Objective No.	New Objective as per EGM held on 5 th April 2024	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 after the EGM 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 art Machineries and Expansion to existing facility.	700,000,000	Q1 of FY25-Q4 of FY 25	700,000,000	100%	<ul style="list-style-type: none"> ➤ Made Advances to Machinery suppliers and Building Contractors 316.5 M ➤ Purchase of Land 252.5 M (Land to be sold subsequently and funds to be utilized for the new objective) 	81.29%	The Funds raised has been deposited in a 3-month Wakala Deposit account at Seylan Bank.

14. 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.

CORPORATE INFORMATION

NAME OF COMPANY

Ex-pack Corrugated Cartons PLC

Incorporated in Sri Lanka as a private limited company on 19th March 2002 under the Provisions of Companies Act No.17 of 1982 and on 16th April 2008 under provisions of the Companies Act No.07 of 2007. The legal form of the company was changed from Private Limited to a Public limited Company under provisions of the companies Act No. 07 of 2007 on 27th March 2019. The company is listed on the Colombo Stock Exchange on 10th of November 2021.

COMPANY REGISTRATION NUMBER

PQ00250068

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

FACTORY

79, Pattiwila Road, Gonawala, Kelaniya

Tel: +94 11 4 891 891

Fax: +94 11 4 741 751

DIRECTORS

Sattar Kassim (Chairman)

M Z M Ghouse (Managing Director)

Shafik Kassim

W B W M R A M T G Aluwihare

U K D Dharmadasa

Shehara De Silva

A O Kassim

U D W Chathuranga Abeyratne

SUBSIDIARY COMPANY

Neptune Papers (Pvt) Limited

Saffron Food Services (Pvt) Ltd.

Neptune Eco Friends (Pvt) Ltd.

AUDITORS (External)

Ernst & Young Chartered Accountants

109, Rotunda Towers, Galle Road, Colombo 03

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 PLC

486, Galle Road, Colombo 03

National Development Bank PLC

40, Navam Mawatha, Colombo 02

Bank of Ceylon

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

Hatton National Bank PLC

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

Pan Asia Bank PLC

450, Galle Road, Colombo 03

Standard Chartered Bank (Sri Lanka) Limited

37, York Street, Colombo 01

Seylan Bank PLC

90, Galle Road, Colombo 03