

**CHEVRON LUBRICANTS LANKA PLC**  
**INTERIM FINANCIAL STATEMENTS**  
**31ST DECEMBER 2023**

**CHEVRON LUBRICANTS LANKA PLC**

**INTERIM FINANCIAL STATEMENTS - 31ST DECEMBER 2023**

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## Chevron Lubricants Lanka PLC

### Interim Comprehensive Income Statement - by function of expenses

(Amounts in Rs.000's)

	Note	Three months ended 31st December			Period ended 31st December		
		2023	2022	Change %	2023	2022	Change %
Revenue		5,526,466	4,668,653	18	23,252,503	24,574,730	(5)
Cost of sales		(3,772,616)	(2,965,884)	27	(15,829,149)	(14,287,759)	11
<b>Gross profit</b>		<b>1,753,850</b>	<b>1,702,769</b>	<b>3</b>	<b>7,423,354</b>	<b>10,286,971</b>	<b>(28)</b>
Distribution costs		(401,004)	(331,452)	21	(1,176,142)	(1,309,669)	(10)
Administrative expenses		(372,076)	(405,021)	(8)	(1,469,373)	(1,483,607)	(1)
Other operating income		9,492	501	1,796	12,347	2,104	487
<b>Operating profit</b>		<b>990,262</b>	<b>966,797</b>	<b>2</b>	<b>4,790,186</b>	<b>7,495,799</b>	<b>(36)</b>
Finance income	5	47,028	161,246	(71)	425,307	575,980	(26)
Finance costs	6	(18,851)	(108,769)	(83)	(70,989)	(3,072,147)	(98)
<b>Profit before income tax</b>		<b>1,018,439</b>	<b>1,019,274</b>	<b>(0)</b>	<b>5,144,504</b>	<b>4,999,632</b>	<b>3</b>
Income tax expense	7	(285,484)	(592,879)	(52)	(1,549,306)	(1,333,577)	16
<b>Profit for the period</b>		<b>732,955</b>	<b>426,395</b>	<b>72</b>	<b>3,595,198</b>	<b>3,666,055</b>	<b>(2)</b>
<b>Earnings per share attributable to the equity holders of the company during the year</b>							
Basic earnings per share (expressed in LKR)		3.05	1.78		14.98	15.28	

**Notes** -The above figures are not audited.

Figures in brackets indicate deductions.

## Chevron Lubricants Lanka PLC

### Interim Comprehensive Income Statement - *Continued*

(Amounts in Rs.000's)

Note	Three months ended 31st December			Period ended 31st December		
	2023	2022	Change %	2023	2022	Change %
<b>Profit for the period</b>	<b>732,955</b>	<b>426,395</b>	72	<b>3,595,198</b>	3,666,055	(2)
<b>Other comprehensive income:</b>						
Actuarial (loss)/gain on retirement benefit obligations	-	-	-	6,266	(55,547)	
Tax on other comprehensive income	-	-	-	(1,880)	16,664	
<b>Other Comprehensive income for the period, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,386</b>	<b>(38,883)</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>732,955</b>	<b>426,395</b>	<b>72</b>	<b>3,599,584</b>	<b>3,627,172</b>	<b>(2)</b>

**Notes** -The above figures are not audited.

Figures in brackets indicate deductions.

# Chevron Lubricants Lanka PLC

## Interim Statement of Financial Position

(Amounts in Rs.000's)

Note	31st December 2023	31st December 2022
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant & Equipment	1,611,884	1,588,867
Right of Use Asset - Leases	431,657	341,532
Trade and other receivables	58,677	70,328
	<b>2,102,218</b>	<b>2,000,727</b>
<b>Current assets</b>		
Inventories	4,473,448	5,178,418
Trade and other receivables	2,097,004	1,978,262
Cash and cash equivalents	3,256,784	3,876,290
	<b>9,827,236</b>	<b>11,032,970</b>
<b>Total assets</b>	<b>11,929,454</b>	<b>13,033,697</b>
<b>EQUITY AND LIABILITIES</b>		
Stated capital	600,000	600,000
Retained earnings	7,724,515	5,559,131
<b>Total equity</b>	<b>8,324,515</b>	<b>6,159,131</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Retirement benefit obligations	329,380	282,787
Deferred tax liabilities	227,999	234,197
Lease Liabilities	465,151	358,186
	<b>1,022,530</b>	<b>875,170</b>
<b>Current liabilities</b>		
Trade and other payables	1,616,629	5,039,867
Current income tax liabilities	930,845	924,652
Lease Liabilities	34,935	34,877
	<b>2,582,409</b>	<b>5,999,396</b>
<b>Total liabilities</b>	<b>3,604,938</b>	<b>6,874,566</b>
<b>Total equity and liabilities</b>	<b>11,929,454</b>	<b>13,033,697</b>
Net Assets per Share (Rs.)	34.69	25.66

Note: The above figures are not audited. 0.50 - 0.50

I certify that these financial statements have been prepared in compliance with the requirements of the Companies Act No 07 of 2007.

(Sgd) Nishshanka Dissanayaka  
Manager Finance & Business Planning

The Board of Directors is responsible for the preparation and presentation of these financial statements  
The financial statements were authorised for issue by the Board of Directors on 27 February 2024

(Sgd) Bertram Paul  
Managing Director / Chief Executive  
Officer

(Sgd) Erande De Silva  
Director / Chief Financial Officer

27 February 2024

# Chevron Lubricants Lanka PLC

## Interim Statement of Cash Flows

(Amounts in Rs.000's)

	Note	Period ended 31st December	
		2023	2022
<b>Cash flows from operating activities</b>			
Cash generated from operations	(i)	2,561,365	2,811,672
Interest paid		(70,989)	(45,738)
Retirement benefits paid		(13,615)	(20,262)
Income tax paid		(1,551,191)	(1,655,978)
<b>Net cash generated from operating activities</b>		<b>925,570</b>	<b>1,089,693</b>
<b>Cash flows from investing activities</b>			
Purchase of Property, Plant & Equipment		(212,439)	(106,827)
Proceeds from disposal of Property, Plant & Equipment		12,152	-
Interest received		139,468	582,819
<b>Net cash used in investing activities</b>		<b>(60,820)</b>	<b>475,992</b>
<b>Cash flows from financing activities</b>			
Payment of Lease liabilities		(44,256)	(34,512)
Dividends paid		(1,440,000)	(1,680,000)
<b>Net cash used in financing activities</b>		<b>(1,484,256)</b>	<b>(1,714,512)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>(619,506)</b>	<b>(148,826)</b>
<b>Movement in cash and cash equivalents</b>			
Cash and cash equivalents at beginning of period		3,876,290	4,025,116
Increase in cash and cash equivalents		(619,506)	(148,826)
<b>Cash and cash equivalents at end of period</b>		<b>3,256,784</b>	<b>3,876,290</b>
		(0)	(0)

Note (i)

	Period ended 31st December	
	2023	2022
<b>Cash generated from operations</b>		
Profit before taxation	5,144,504	4,999,632
Adjustments for :		
Depreciation on property, plant and equipment	186,582	179,440
Depreciation on right-of-use assets	61,154	47,444
Property, plant and equipment Writtenoff	-	-
Amortisation of marketing support fee paid	20,115	25,449
(Profit)/Loss on disposal of property, plant and equipment	(9,312)	
Interest income	(144,125)	(575,980)
Interest expense	70,989	45,738
(Reversal of provision)/Provision for impairment on trade receivables	-	-
Defined benefit obligations	66,474	42,366
Changes in working capital		
- trade and other receivables	(122,549)	(813,508)
- inventories	704,970	(1,418,745)
- payables	(3,417,438)	279,837
<b>Cash generated from operations</b>	<b>2,561,365</b>	<b>2,811,672</b>

## Chevron Lubricants Lanka PLC

### Interim Statement of Changes in Equity

(Amounts in Rs.000's)

	<u>Stated Capital</u>	<u>Retained Earnings</u>	<u>Total Equity</u>
<b>Balance at 1st January 2022</b>	<b>600,000</b>	<b>4,398,615</b>	<b>4,998,615</b>
Adjustment for surcharge tax	Nil	(788,737)	(788,737)
Profit for the period	Nil	3,666,055	3,666,055
Other comprehensive income for the period	Nil	(38,883)	(38,883)
Transactions with owners - Dividends	Nil	(1,680,000)	(1,680,000)
Unclaimed Dividends transferred to Retained Earnings	Nil	2,081	2,081
<b>Audited balance as at 31st December 2022</b>	<b>600,000</b>	<b>5,559,131</b>	<b>6,159,131</b>
		0	
Balance at 1st January 2023	600,000	5,559,131	6,159,131
Profit for the period	Nil	3,595,198	3,595,198
Other comprehensive loss for the period	Nil	4,386	4,386
Transactions with owners - Dividends	Nil	(1,440,000)	(1,440,000)
Unclaimed Dividends transferred to Retained Earnings	Nil	5,800	5,800
<b>Unaudited balance as at 31st December 2023</b>	<b>600,000</b>	<b>7,724,515</b>	<b>8,324,515</b>

# Chevron Lubricants Lanka PLC

## Notes to the Financial Statement for the period ended 31/12/2023

### 1 General information

Chevron Lubricants Lanka PLC carries on the business of importing, blending, distributing and marketing of lubricant oils and greases. The Company is a public limited liability company incorporated and domiciled in Sri Lanka. The address of its registered office is Level 16, MAGA ONE, 200 Nawala Road, Narahenpita, Colombo 5.

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

These financial statements have been approved for issue by the Board of Directors on **27 February 2024**

### 2 Basis of preparation

These condensed interim financial statements of Chevron Lubricants Lanka PLC for the period ended 31st December 2023, do not include all the information required for full annual financial statements. They have been prepared in accordance with LKAS 34 and with those SLFRS and IFRIC interpretations issued and effective at the time of their preparation and applicable for interim financial statements.

### 3 Accounting policies

The accounting policies adopted are consistent with those of the previous financial year.

### 4 Net assets per share has been computed based on number of shares in issue as at 31/12/2023.

### 5 Finance Income

	Period ended 31st December	
	2023	2022
Interest Income	144,124,813	575,980,419
Foreign exchange transaction and translation gains	281,182,267	-
	<u>425,307,080</u>	<u>575,980,419</u>

### 6 Finance Cost

	Period ended 31st December	
	2023	2022
Interest charge on lease liabilities	(62,298,877)	(45,737,360)
Interest expense on bank overdraft	(25)	(831)
Interest expense on overdue trade liabilities	(8,690,580)	(33,562,833)
Foreign exchange transaction and translation losses	-	(2,992,846,525)
	<u>(70,989,482)</u>	<u>(3,072,147,549)</u>

### 7 Income Taxes & Deferred Tax

#### (a) Income Tax

Consequent to the enactment of the Inland Revenue (Amendment) Act, No.45 of 2022, The Company has used a Tax Rate of 30% in computing and accounting the Income Tax Expense in these condensed interim financial statements for the period ended 31st December 2023. During the comparative period, based on the IR (Amendment) Act No. 45 of 2022 the Company used the pro-rata basis to arrive at the 50% taxable income for the first six months and 50% taxable income for the second six months for gains and profits generated during the calendar year of accounting (01st January to 31st December 2022). Tax Rates of 18% for gains and profits from Manufacturing, 14% for gains and profits from Export of Goods, 24% for all other sources of Business Income and Investment Income were applied for the pro-rated 50% taxable income for the first six months, whilst 30% Tax rate was applied for the 50% pro-rated taxable income for the second six months period in computing and accounting the tax liability.

#### (b) Deferred Tax

Deferred tax is calculated on all temporary differences under the liability method using an effective tax rate of 30.00%. During the comparative period, consequent to the enactment of the Inland Revenue (Amendment) Act, No.45 of 2022, the Company used a Tax Rate of 30% in computing and accounting the Deferred Tax Expense and Deferred Tax Liability for the period ended 31st December 2022.

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

### 9 There has not been a significant change to the disclosure made on contingent liabilities in the Financial Statements for the year ended 31st December 2022.

### 10 Share price movement

The market prices during the quarter	2023	2022	Year ended 31.12.2023
Highest price Rs.	93.50	116.25	109.25
Lowest price Rs.	86.00	83.00	78.00
Last traded price Rs.	90.30	96.50	90.30

### 11 Stated Capital is represented by 240,000,000 ordinary Shares.



## Notes to the Financial Statement for the year ended 31/12/2023 *Continued*

12 Names and the Number of Shares held by the largest 20 shareholders as at 31st December 2023 :

	Name of Shareholders	Number of Shares	%
1	CHEVRON CEYLON LIMITED	122,400,000	51.00
2	BNYM RE-BARCA GLOBAL MASTER FUND LP	12,931,372	5.39
3	RENUKA HOTELS PLC	5,201,918	2.17
4	SSBT-CHANGE GLOBAL FRONTIER MARKETS,LP	4,930,007	2.05
5	CARGO BOAT DEVELOPMENT COMPANY PLC	3,417,818	1.42
6	SRI LANKA INSURANCE CORPORATION LTD-LIFE FUND	3,400,000	1.42
7	J.B. COCOSHELL (PVT) LTD	2,262,973	0.94
8	CRESCENT LAUNDERERS AND DRY CLEANERS PVT LIMITED	2,000,000	0.83
9	BNYM RE- PIONEER MULTI-ASSET INCOME FUND	1,752,813	0.73
10	MRS. A. SELLIAH	1,700,000	0.71
11	EMPLOYEES TRUST FUND BOARD	1,336,100	0.56
12	BANK OF CEYLON NO. 1 ACCOUNT	1,272,121	0.53
13	BANK OF CEYLON-NO2 A/C (BOC PTF)	1,216,941	0.51
14	MR. A.P. SOMASIRI	1,200,000	0.50
15	MRS. A. KAILASAPILLAI	1,150,000	0.48
16	MR. M.M.C. COORAY	1,115,000	0.46
17	EMPLOYEE'S PROVIDENT FUND	1,015,916	0.42
18	NUWARA ELIYA PROPERTY DEVELOPERS (PVT) LTD	1,014,423	0.42
19	MR. L.E. BADER	932,642	0.39
20	DR. S.P. JAYAWARDENA	900,399	0.38
		<b>171,150,443</b>	<b>71.31</b>

13 Public Holding : 49%. The Number of shareholders representing the public holding was 9496

Compliant with CSE Rule 7.13.1 under option 1 - Float Adjusted Market Capitalization (Rs.) 10,619,280,000

14 None of the Directors hold shares in the company

15 Mr. Bertram Paul is the Managing Director and the Chief Executive Officer of the Company.

# Chevron Lubricants Lanka PLC

## Corporate Information

### Name of Company

Chevron Lubricants Lanka PLC

### Legal Form

Public Limited Liability Company  
(Incorporated in 1992 and listed on the  
Colombo Stock Exchange)

### Company Registration Number

PQ 54

### Registered Office

Chevron Lubricants Lanka PLC  
Level 16, MAGA ONE,  
200, Nawala Road,  
Narahenpita ,Colombo 5

### Directors

Najam Shamsuddin - Chairman  
Bertram Paul - Managing Director / CEO  
Erande De Silva  
Haider Manasawala  
Asite Talwatte  
Harsha Cabral

### Company Secretary

Erande De Silva  
Chevron Lubricants Lanka PLC  
Level 16, MAGA ONE,  
200, Nawala Road,  
Narahenpita ,Colombo 5

### Registrars to the Company

S S P Corporate Services (Private)Limited  
546, Galle Road,  
Colombo 3

### Auditors to the Company

Deloitte Partners  
Chartered Accountants  
P.O.Box 918,100, Braybrooke Place ,Colombo 2.

### Lawyers to the Company

Julius & Creasy  
Attorneys-at-Law and Notaries Public  
No.371, R.A. De Mel Mawatha, Colombo 03

### Principal Bankers

Citibank NA  
Deutsche Bank AG  
Commercial Bank of Ceylon PLC

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