

**CHEVRON LUBRICANTS LANKA PLC
INTERIM FINANCIAL STATEMENTS
31ST MARCH 2018**

CHEVRON LUBRICANTS LANKA PLC

INTERIM FINANCIAL STATEMENTS - 31ST MARCH 2018

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Interim Comprehensive Income Statement - by function of expenses

(Amounts in Rs.000's)

	Note	Three months ended 31st March		
		2018	2017	Change %
Revenue		2,979,470	3,117,786	(4)
Cost of sales		(1,715,143)	(1,715,319)	(0)
Gross profit		1,264,327	1,402,467	(10)
Distribution expenses		(146,339)	(152,422)	(4)
Administrative expenses		(157,427)	(165,113)	(5)
Other operating income		404	3,612	(89)
Operating profit		960,965	1,088,544	(12)
Finance income		10,215	29,215	(65)
Finance costs		(659)	(78)	745
Profit before income tax		970,521	1,117,681	(13)
Income tax expense		(273,153)	(295,946)	(8)
Profit for the period		697,368	821,735	(15)
Earnings per share attributable to the owners of the Company during the period				
Basic earnings per share (expressed in LKR)		2.91	3.42	

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 March		
		2018	2017	Change %
Profit for the period		697,368	821,735	(15)
Other comprehensive income:				
Actuarial (loss)/gain on retirement benefit obligations		-	-	-
Tax on other comprehensive income		-	-	-
Other Comprehensive (loss)/ income for the period		-	-	-
Total comprehensive income for the period		697,368	821,735	(15)

Chevron Lubricants Lanka PLC

Interim Statement of Financial Position

(Amounts in Rs.000's)

	Note	31st March 2018	31st December 2017
ASSETS			
Non-current assets			
Property, Plant & Equipment		2,024,296	2,066,551
Trade and other receivables		76,037	77,294
		2,100,333	2,143,845
Current assets			
Inventories		2,150,120	2,045,960
Trade and other receivables		1,401,294	1,266,383
Cash and cash equivalents		218,710	139,732
		3,770,124	3,452,075
Total assets		5,870,457	5,595,920
EQUITY AND LIABILITIES			
Stated Capital (240,000,000 shares)		600,000	600,000
Retained earnings		3,564,282	3,406,914
Total equity		4,164,282	4,006,914
Liabilities			
Non-current liabilities			
Retirement benefit obligations		165,972	162,228
Deferred tax liabilities		245,892	245,717
		411,864	407,945
Current liabilities			
Trade and other payables		567,431	661,176
Current income tax liabilities		388,880	404,851
Borrowing		338,000	115,034
		1,294,311	1,181,061
Total liabilities		1,706,175	1,589,006
Total equity and liabilities		5,870,457	5,595,920
Net Assets per Share (Rs.)		17.35	16.70

Note: The above figures are not audited.

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

(Sgd) Erande De Silva
Manager Finance & 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 26th April 2018.

(Sgd) Kishu Gomes
Managing Director / CEO
26th April 2018

(Sgd) Anura Perera
Director / Chief Financial Officer

Chevron Lubricants Lanka PLC

Interim Statement of Cash Flows

(Amounts in Rs.000's)

	Note	Period ended 31st March	
		2018	2017
Cash flows from operating activities			
Cash generated from operations	(i)	682,029	1,076,216
Interest paid		(574)	(78)
Retirement benefits paid		(2,458)	(3,295)
Income tax paid		(288,949)	(265,167)
Net cash generated from operating activities		390,047	807,676
Cash flows from investing activities			
Purchase of Property, Plant & Equipment		(578)	(382)
Proceeds from disposal of Property, Plant & Equipment		-	3,309
Interest received		6,541	23,527
Net cash used in investing activities		5,963	26,454
Cash flows from financing activities			
Dividends paid		(540,000)	(840,000)
Net cash used in financing activities		(540,000)	(840,000)
Net increase / (decrease) in cash and cash equivalents		(143,990)	(5,870)
Movement in cash and cash equivalents			
Cash and cash equivalents at beginning of period		24,699	1,910,267
Increase in cash and cash equivalents		(143,990)	(5,870)
Cash and cash equivalents at end of period		(119,290)	1,904,397

Note (i)

	Period ended 31st March	
	2018	2017
Cash generated from operations		
Profit before taxation	970,521	1,117,682
Adjustments for :		
Depreciation	42,832	39,029
Property, plant and equipment Writtenoff	0	-
Amortisation of marketing support fee paid	4,593	4,667
(Profit)/Loss on disposal of property, plant and equipment	0	(3,310)
Interest income	(6,563)	(24,136)
Interest expense	659	78
(Reversal of provision)/Provision for impairment on trade receivable	126	401
Defined benefit obligations	6,203	4,623
Changes in working capital		
- trade and other receivables	(138,352)	(273,420)
- inventories	(104,160)	183,442
- payables	(93,831)	27,161
Cash generated from operations	682,029	1,076,216

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>
Balance at 1st January 2017	600,000	3,260,623	3,860,623
Profit for the period	Nil	821,735	821,735
Other comprehensive income for the period	Nil	-	-
Transactions with owners			
- Dividends	Nil	-	-
Unaudited balance as at 31st March 2017	600,000	4,082,358	4,682,358
Balance at 1st January 2018	600,000	3,406,914	4,006,914
Profit for the period	Nil	697,368	697,368
Other comprehensive income for the period	Nil	-	-
Transactions with owners			
- Dividends	Nil	(540,000)	(540,000)
Unaudited balance as at 31st March 2018	600,000	3,564,282	4,164,282

Chevron Lubricants Lanka PLC

Notes to the Financial Statement for the period ended 31/03/2018

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 Chevron House, 490, Galle Road, Colombo 03.

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 26th April 2018.

2 Basis of preparation

These condensed interim financial statements of Chevron Lubricants Lanka PLC for the period ended 31st March 2018, 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 31/03/2018.

5 No circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the Financial Statements.

6 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 December 2017.

7 Share price movement

The market prices during the quarter	2018	2017	Year ended 31.12.2017
Highest price Rs.	122.00	172.90	179.90
Lowest price Rs.	104.00	154.90	109.00
Last traded price Rs.	104.50	170.00	119.00

8 Stated Capital is represented by 240,000,000 ordinary Shares.

Notes to the Financial Statement for the year ended 31/03/2018 *Continued*

9 Names and the Number of Shares held by the largest 20 shareholders as at 31st March 2018 :

	Name of Shareholders	Number of Shares	%
1	Chevron Ceylon Limited	122,400,000	51.00
2	Renuka Hotels Limited	5,201,918	2.17
3	RBC Investor Services Bank- COELI SICAV I- FRONTIER MARKETS FUND	4,465,502	1.85
4	BNYM SA/NV- Blackrock Frontiers Investment Trust PLC	4,443,434	1.85

5	BNYM SA/NV-NEON LIBERTY EMERGING MARKETS FUND LP	4,177,352	1.74
6	Northern Trust Global Services London S/A VERDIPAPIRONDET ODIN EMERGING MARKETS	3,444,194	1.44
7	Cargo Boat Development Company Limited	3,400,000	1.42
8	Sri Lanka Insurance Corporation LTD- LIFE FUND	2,900,000	1.21
9	HINL-SSBT-Change Global Frontier Markets, LP	2,770,952	1.15
10	BNYM SA/NV- FRONTAURA GLOBAL FRONTIER FUND LLC	2,769,163	1.15
11	HSBC INTL NOM LTD-SSBT-ABERDEEN INSTITUTIONAL COMMINGLED FUNDS LLC	2,439,508	1.02
12	BNYM SA/NV- Frontier Market Opportunities Master FD, L.P	2,076,963	0.87
13	Crescent Launderers & Dry Cleaners (Pvt) Ltd	2,000,000	0.83
14	HSBC INTL NOM LTD-SSBT PARAMETRIC EMERGING MARKETS FUND	1,821,700	0.76
15	HSBC INTL NOMINEES LTD-SSBT-FRANK RUSSEL TRUST COMPANY COMINGLED BENEFIT FUNDS TRUST GNA-6QH3	1,809,078	0.75
16	Citigroup Global Markets Limited Agency Trading Prop Securities A/C	1,754,570	0.73
17	Bank of Ceylon -No 2 A/C	1,688,823	0.70
18	Mellon Bank NA Florida Retirement System	1,646,876	0.69
19	Deutsche Bank AG- National Equity fund	1,500,000	0.63
20	HSBC INTL NOM LTD-SSBT PARAMETRIC TAX- MANAGED EMERGING MARKETS FUND	1,378,614	0.57
		174,088,647	72.53

10 Public Holding : 49%. The Number of shareholders representing the public holding was 5,586

11 None of the Directors hold shares in the company except A.M.Anura Perera who holds 400 shares.

12 Mr. Kishu Gomes 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 House
No.490, Galle Road, Colombo 3.

Directors

Rochna Kaul - *Chairperson*
Kishu Gomes - *Managing Director / CEO*
Harsha Amarasekera
Devasiri Rodrigo
Teek Hong Kee
Anura Perera

Secretary

Anura Perera
Chevron House
No.490, Galle Road, Colombo 3.

Registrars to the Company

S S P Corporate Services (Private)Limited
546/7, Galle Road,
Colombo 3

Auditors to the Company

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

Lawyers to the Company

Julius & Creasy
Attorneys-at-Law and Notaries Public
No.41, Janadhipathi Mawatha ,Colombo 1.

Principal Bankers

Citibank NA
Deutsche Bank AG
Commercial Bank of Ceylon PLC

Web Address : www.chevron.lk

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Telephone : 94 11 4524524

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