

**CHEVRON LUBRICANTS LANKA PLC  
INTERIM FINANCIAL STATEMENTS  
30TH SEPTEMBER 2020**

**CHEVRON LUBRICANTS LANKA PLC**

**INTERIM FINANCIAL STATEMENTS - 30TH SEPTEMBER 2020**

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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 30th September			Period ended 30th September		
		2020	2019	Change %	2020	2019	Change %
Revenue		3,605,093	3,300,809	9	8,989,735	9,314,778	(3)
Cost of sales		(2,132,611)	(2,039,451)	5	(5,438,327)	(5,860,460)	(7)
<b>Gross profit</b>		<b>1,472,482</b>	<b>1,261,358</b>	<b>17</b>	<b>3,551,408</b>	<b>3,454,318</b>	<b>3</b>
Distribution costs		(183,091)	(201,495)	(9)	(563,817)	(588,433)	(4)
Administrative expenses		(201,435)	(185,512)	9	(604,170)	(546,874)	10
Other operating income		3,023	449	574	3,722	1,231	202
<b>Operating profit</b>		<b>1,090,979</b>	<b>874,800</b>	<b>25</b>	<b>2,387,143</b>	<b>2,320,242</b>	<b>3</b>
Finance income		37,193	10,654	249	76,903	44,693	72
Finance costs		(10,220)	(11,209)	(9)	(31,356)	(34,705)	(10)
<b>Profit before income tax</b>		<b>1,117,952</b>	<b>874,245</b>	<b>28</b>	<b>2,432,690</b>	<b>2,330,230</b>	<b>4</b>
Income tax expense		(315,071)	(251,954)	25	(685,597)	(665,375)	3
<b>Profit for the period</b>		<b>802,881</b>	<b>622,291</b>	<b>29</b>	<b>1,747,093</b>	<b>1,664,855</b>	<b>5</b>
<b>Earnings per share attributable to the equity holders of the company during the year</b>							
Basic earnings per share (expressed in LKR)		3.35	2.59		7.28	6.94	

**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 30th September			Period ended 30th September		
		2020	2019	Change %	2020	2019	Change %
<b>Profit for the period</b>		<b>802,881</b>	<b>622,291</b>	29	<b>1,747,093</b>	1,664,855	5
<b>Other comprehensive income:</b>							
Actuarial (loss)/gain on retirement benefit obligations		-	-	-	-	-	-
Tax on other comprehensive income		-	-	-	-	-	-
<b>Other Comprehensive (loss)/ income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>802,881</b>	<b>622,291</b>	<b>29</b>	<b>1,747,093</b>	<b>1,664,855</b>	<b>5</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	30th September 2020	31st December 2019
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant & Equipment	1,782,289	1,883,219
Right of Use Asset - Leases	349,784	389,369
Trade and other receivables	74,013	74,366
	<b>2,206,086</b>	<b>2,346,954</b>
<b>Current assets</b>		
Inventories	2,080,844	1,939,297
Trade and other receivables	1,289,352	1,079,620
Cash and cash equivalents	2,264,302	869,635
	<b>5,634,498</b>	<b>3,888,552</b>
<b>Total assets</b>	<b>7,840,584</b>	<b>6,235,506</b>
<b>EQUITY AND LIABILITIES</b>		
Stated capital	600,000	600,000
Retained earnings	3,965,547	3,536,297
<b>Total equity</b>	<b>4,565,547</b>	<b>4,136,297</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Retirement benefit obligations	150,560	146,952
Deferred tax liabilities	258,453	266,010
Lease Liabilities	345,972	358,792
	<b>754,985</b>	<b>771,754</b>
<b>Current liabilities</b>		
Trade and other payables	1,852,976	789,383
Current income tax liabilities	632,001	501,953
Lease Liabilities	35,075	36,119
	<b>2,520,052</b>	<b>1,327,455</b>
<b>Total liabilities</b>	<b>3,275,037</b>	<b>2,099,209</b>
<b>Total equity and liabilities</b>	<b>7,840,584</b>	<b>6,235,506</b>
Net Assets per Share (Rs.)	19.02	17.23

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)Yasora Kodagoda  
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 28th October 2020.

(Sgd)Najam Shamsuddin  
Managing Director / CEO

(Sgd)Erande De Silva  
Director / Chief Financial Officer

28th October 2020

# Chevron Lubricants Lanka PLC

## Interim Statement of Cash Flows

(Amounts in Rs.000's)

	Note	Period ended 30th September	
		2020	2019
<b>Cash flows from operating activities</b>			
Cash generated from operations	(i)	3,322,337	2,649,382
Interest paid		(31,356)	(34,705)
Retirement benefits paid		(16,375)	(31,322)
Income tax paid		(563,106)	(470,596)
<b>Net cash generated from operating activities</b>		<b>2,711,500</b>	<b>2,112,759</b>
<b>Cash flows from investing activities</b>			
Purchase of Property, Plant & Equipment		(36,959)	(74,840)
Proceeds from disposal of Property, Plant & Equipment		4,407	3,259
Interest received		49,142	21,218
<b>Net cash used in investing activities</b>		<b>16,590</b>	<b>(50,363)</b>
<b>Cash flows from financing activities</b>			
Payment of Lease liabilities		(13,423)	(8,919)
Dividends paid		(1,320,000)	(1,320,000)
<b>Net cash used in financing activities</b>		<b>(1,333,423)</b>	<b>(1,328,919)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>1,394,667</b>	<b>733,477</b>
<b>Movement in cash and cash equivalents</b>			
Cash and cash equivalents at beginning of period		869,635	258,766
Increase in cash and cash equivalents		1,394,667	733,477
<b>Cash and cash equivalents at end of period</b>		<b>2,264,302</b>	<b>992,243</b>

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Note (i)

	Period ended 30th September	
	2020	2019
<b>Cash generated from operations</b>		
Profit before taxation	2,432,284	2,330,230
Adjustments for :		
Depreciation on property, plant and equipment	136,047	167,287
Depreciation on right-of-use assets	39,550	
Property, plant and equipment Writtenoff	-	457
Amortisation of marketing support fee paid	16,322	12,750
(Profit)/Loss on disposal of property, plant and equipment	(2,565)	(467)
Interest income	(49,333)	(22,066)
Interest expense	31,356	34,705
(Reversal of provision)/Provision for impairment on trade receivables	370	(568)
Defined benefit obligations	19,983	19,561
Changes in working capital	0	
- trade and other receivables	(225,881)	(384,521)
- inventories	(141,547)	1,075,475
- payables	1,065,750	(583,462)
<b>Cash generated from operations</b>	<b>3,322,337</b>	<b>2,649,382</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 as at 1st January 2019</b>	<b>600,000</b>	<b>3,314,473</b>	<b>3,914,473</b>
Profit for the period	Nil	1,664,855	1,664,855
Other comprehensive income for the period	Nil	-	-
Transactions with owners - Dividends	Nil	(1,320,000)	(1,320,000)
Unclaimed Dividends transferred to Retained Earnings		1,574	1,574
<b>Unaudited balance as at 30th September 2019</b>	<b>600,000</b>	<b>3,660,902</b>	<b>4,260,902</b>
<b>Balance as at 1st January 2020</b>	<b>600,000</b>	<b>3,536,297</b>	<b>4,136,297</b>
Profit for the period	Nil	1,747,093	1,747,093
Other comprehensive loss for the period	Nil	-	-
Transactions with owners - Dividends		(1,320,000)	(1,320,000)
Unclaimed Dividends transferred to Retained Earnings		2,157	2,157
<b>Unaudited balance as at 30th September 2020</b>	<b>600,000</b>	<b>3,965,547</b>	<b>4,565,547</b>

# Chevron Lubricants Lanka PLC

## Notes to the Financial Statement for the period ended 30/09/2020

### 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 28th October 2020.

### 2 Basis of preparation

These condensed interim financial statements of Chevron Lubricants Lanka PLC for the period ended 30th September 2020, 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.

The Department of Inland Revenue of Sri Lanka had issued Notices PN/IT/2020-03 dated 12 February 2020, PN/IT/2020-03 (Amended) dated 18 February 2020 and PN/IT/2020-03 (Revised) dated 8 April 2020 indicating implementation of proposed changes to the Inland Revenue Act, No. 24 of 2017. These proposed changes which include revisions to Income Tax have not been applied by the Company for Interim Reporting as the proposed changes have not been enacted to tax laws nor substantively enacted as at the date of the statement of financial position.

4 Net assets per share has been computed based on number of shares in issue as at 30/09/2020.

5 No circumstances have arisen since the Statement of Financial Position 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 Financial Statements for the year ended 31st December 2019.

### 7 Share price movement

The market prices during the quarter	2020	2019	Year ended 31.12.2019
Highest price Rs.	90.00	70.00	83.00
Lowest price Rs.	58.10	57.10	50.00
Last traded price Rs.	86.80	59.00	74.90

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



## Notes to the Financial Statement for the year ended 30/09/2020 *Continued*

9 Names and the Number of Shares held by the largest 20 shareholders as at 30th September 2020 :

	<b>Name of Shareholders</b>	<b>Number of Shares</b>	<b>%</b>
1	Chevron Ceylon Limited	122,400,000	51.00
2	BNYM RE-BARCA GLOBAL MASTER FUND LP	19,802,707	8.25
3	Renuka Hotels Limited	5,201,918	2.17
4	SSBT-Change Global Frontier Markets, LP	4,768,777	1.99
5	Sri Lanka Insurance Corporation LTD- LIFE FUND	3,400,000	1.42
6	Cargo Boat Development Company Limited	3,400,000	1.42
6	BNYM SA/NV- FRONTAURA GLOBAL FRONTIER FUND LLC	2,425,000	1.01
8	BBH-PIONEER MULTI-ASSET INCOME FUND	2,117,467	0.88
9	BNYMSANV RE-NEON LIBERTY EMERGING MARKETS FUND,LP	2,097,800	0.87
10	Crescent Launderers & Dry Cleaners (Pvt) Ltd	2,000,000	0.83
11	Bank of Ceylon -No 2 A/C (BOC PTF)	1,688,823	0.70
12	MRS. SELLIAH ARUNTHATHI	1,425,000	0.59
13	NOTHERN TRUST GLOBAL SERVICES SE LONDON S/A VERDIPAPIRFONDET ODIN EMERGING MARKETS	1,250,000	0.52
14	Mr.Somasiri Addara Pathirana	1,110,000	0.46
15	Bank of Ceylon -No 1 A/C	1,056,744	0.44
16	EMPLOYEES PROVIDENT FUND	1,015,916	0.42
17	Mrs.Kailasapillai Abiramipillai	1,000,000	0.42
18	Mr. Nihal Parakrama De Alwis Samaranayake	850,000	0.35
19	Rubber Investment Trust Limited A/C No 1	828,746	0.35
20	Miss. Marianne Mahilmalar Page	752,000	0.31
		<b>178,590,898</b>	<b>74.41</b>

10 Public Holding : 49%. The Number of shareholders representing the public holding was 7,257

Compliant with CSE Rule 7.13.1 under option 1 - Float Adjusted Market Capitalization (Rs.)

**10,207,680,000**

11 None of the Directors hold shares in the company

12 Mr. Najam Shamsuddin 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

Rochna Kaul - *Chairperson*  
Najam Shamsuddin - *Managing Director / CEO*  
Harsha Amarasekera  
Asite Talwatte  
Nicolas Bossut  
Erande De Silva

### 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

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

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