

**CHEVRON LUBRICANTS LANKA PLC
INTERIM FINANCIAL STATEMENTS
31ST MARCH 2019**

CHEVRON LUBRICANTS LANKA PLC

INTERIM FINANCIAL STATEMENTS - 31ST MARCH 2019

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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 March		
		2019	2018	Change %
Revenue		3,264,972	2,979,470	10
Cost of sales		(2,049,496)	(1,715,143)	19
Gross profit		1,215,476	1,264,327	(4)
Distribution expenses		(199,092)	(146,339)	36
Administrative expenses		(179,651)	(157,427)	14
Other operating income		415	404	3
Operating profit		837,148	960,965	(13)
Finance income		17,340	10,215	70
Finance costs		(10,989)	(659)	1,566
Profit before income tax		843,499	970,521	(13)
Income tax expense		(240,370)	(273,153)	(12)
Profit for the period		603,129	697,368	(14)
Earnings per share attributable to the owners of the Company during the period				
Basic earnings per share (expressed in LKR)		2.51	2.91	

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		
		2019	2018	Change %
Profit for the period		603,129	697,368	(14)
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		603,129	697,368	(14)

Chevron Lubricants Lanka PLC

Interim Statement of Financial Position

(Amounts in Rs.000's)

Note	31st March 2,019	31st December 2018
ASSETS		
Non-current assets		
Property, Plant & Equipment	1,954,821	1,963,377
Right of Use Asset - Leases	353,091	
Trade and other receivables	75,049	76,239
	2,382,961	2,039,616
Current assets		
Inventories	1,705,531	2,755,735
Trade and other receivables	1,546,943	1,013,719
Cash and cash equivalents	592,721	258,766
	3,845,195	4,028,220
Total assets	6,228,156	6,067,836
EQUITY AND LIABILITIES		
Stated Capital (240,000,000 shares)	600,000	600,000
Retained earnings	3,559,176	3,314,473
Total equity	4,159,176	3,914,473
Liabilities		
Non-current liabilities		
Retirement benefit obligations	142,124	139,638
Lease Liabilities	323,153	0
Deferred tax liabilities	258,018	257,505
	723,295	397,143
Current liabilities		
Trade and other payables	869,487	1,423,439
Lease Liabilities	24,267	
Current income tax liabilities	451,931	332,781
	1,345,685	1,756,220
Total liabilities	2,068,980	2,153,363
Total equity and liabilities	6,228,156	6,067,836
Net Assets per Share (Rs.)	17.33	16.31

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 23rd April 2019.

(Sgd) Pat McCloud
Managing Director / CEO
23rd April 2019

(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	
		2019	2018
Cash flows from operating activities			
Cash generated from operations	(i)	862,458	682,029
Interest paid		(10,989)	(574)
Retirement benefits paid		(4,034)	(2,458)
Income tax paid		(120,708)	(288,949)
Net cash generated from operating activities		726,727	390,047
Cash flows from investing activities			
Purchase of Property, Plant & Equipment		(34,754)	(578)
Proceeds from disposal of Property, Plant & Equipment		9	-
Interest received		3,215	6,541
Net cash used in investing activities		(31,530)	5,963
Cash flows from financing activities			
Payment of Lease liabilities		(1,241)	
Dividends paid		(360,000)	(540,000)
Net cash used in financing activities		(361,241)	(540,000)
Net increase / (decrease) in cash and cash equivalents		333,955	(143,990)
Movement in cash and cash equivalents			
Cash and cash equivalents at beginning of period		258,766	24,699
Increase in cash and cash equivalents		333,955	(143,990)
Cash and cash equivalents at end of period		592,721	(119,290)

Note (i)

	Period ended 31st March	
	2019	2018
Cash generated from operations		
Profit before taxation	843,499	970,521
Adjustments for :		
Depreciation	53,020	42,832
Property, plant and equipment Writtenoff	0	-
Amortisation of marketing support fee paid	4,412	4,593
(Profit)/Loss on disposal of property, plant and equipment	(9)	-
Interest income	(3,917)	(6,563)
Interest expense	10,989	659
(Reversal of provision)/Provision for impairment on trade receivable	1,738	126
Defined benefit obligations	6,520	6,203
Changes in working capital	0	
- trade and other receivables	(551,622)	(138,352)
- inventories	1,050,205	(104,160)
- payables	(552,377)	(93,831)
Cash generated from operations	862,458	682,029

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 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
Balance at 1st January 2019	600,000	3,314,473	3,914,473
Profit for the period	Nil	603,129	603,129
Other comprehensive income for the period	Nil	-	-
Transactions with owners - Dividends	Nil	(360,000)	(360,000)
Unclaimed Dividends transferred to Retained Earnings		1,574	1,574
Unaudited balance as at 31st March 2019	600,000	3,559,176	4,159,176

Chevron Lubricants Lanka PLC

Notes to the Financial Statement for the period ended 31/03/2019

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 23rd April 2019.

2 Basis of preparation

These condensed interim financial statements of Chevron Lubricants Lanka PLC for the period ended 31st March 2019, 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, except for the following. The Company has adopted SLFRS 16 Leases from 1 January 2019. The company has applied the simplified transition approach and has not restated comparative amounts for the year prior to first adoption. The right of use assets were measured at the amount of the lease liability on adoption (adjusted for any pre-paid or accrued lease expenses)

4 Net assets per share has been computed based on number of shares in issue as at 31/03/2019.

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 2018.

7 Share price movement

The market prices during the quarter

	2019	2018	Year ended 31.12.2018
Highest price Rs.	78.00	122.00	122.00
Lowest price Rs.	62.00	104.00	64.80
Last traded price Rs.	62.60	104.50	72.80

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

Notes to the Financial Statement for the year ended 31/03/2019 *Continued*

9 Names and the Number of Shares held by the largest 20 shareholders as at 31st March 2019 :

	Name of Shareholders	Number of Shares	%
1	Chevron Ceylon Limited	122,400,000	51.00
2	Caceis Bank, Luxembourg Branch-Barca Global Master Fund LP	14,875,324	6.20
3	Renuka Hotels Limited	5,201,918	2.17
4	RBC Investor Services Bank- COELI SICAV I- FRONTIER MARKETS FUND	4,465,502	1.86
5	SSBT-Change Global Frontier Markets, LP	4,270,250	1.78
6	BNYMSANV RE-NEON LIBERTY EMERGING MARKETS FUND,LP	4,177,352	1.74
7	Nothern Trust Global Services London S/A Verdipapirfondet Odin Emerging Markets	3,444,194	1.44
8	Sri Lanka Insurance Corporation LTD- LIFE FUND	3,400,000	1.42
9	Cargo Boat Development Company Limited	3,400,000	1.42
10	BNYM SA/NV- FRONTAURA GLOBAL FRONTIER FUND LLC	2,756,627	1.15
11	BBH-PIONEER MULTI-ASSET INCOME FUND	2,117,467	0.88
12	Crescent Launderers & Dry Cleaners (Pvt) Ltd	2,000,000	0.83
13	BNYM RE-FRONTIER MARKET OPPORTUNITIES MASTER FD,L.P	1,730,763	0.72
14	SSBT-FRANK RUSSEL TRUST COMPANY COMINGLED BENEFIT FUNDS TRUST GNA-6QH3	1,721,007	0.72
15	Bank of Ceylon -No 2 A/C	1,688,823	0.70
16	SSBT- PARAMETRIC TAX- MANAGED EMERGING MARKETS FUND	1,378,614	0.57
17	MRS. SELLIAH	1,350,000	0.56
18	SSBT-RUSSELL INVESTMENTS INSTITUTIONAL FUNDS PUBLIC LIMITED COMPANY	1,065,390	0.44
19	EMPLOYEES PROVIDENT FUND	1,015,916	0.42
20	JPMCB NA-FIRST EAGLE INTERNATIONAL SMALL CAP VALUE FUND LP	928,168	0.39
		183,387,315	76.41

10 Public Holding : 49%. The Number of shareholders representing the public holding was 6,190.

Compliant under option 3 - Float Adjusted Market Capitalization (Rs.) 7,361,760,000

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

12 Mr. Patrick McCloud 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*
Patrick McCloud - *Managing Director / CEO*
Harsha Amarasekera
Asite Talwatte
Nicolas Bossut
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, 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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Telephone : 94 11 4524524

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