

INTERIM RESULTS

FOR THE PERIOD ENDED

31ST DECEMBER 2023



MULLER & PHIPPS (CEYLON) PLC
98,SRI SANGARAJA MAWATHA
COLOMBO-10
COMPANY NO .PQ177

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

For the Period Ended 31st December 2023	Quarter Ended			Nine Months Ended		
	2023	2022	Variance	2023	2022	Variance
	Rs,000	Rs,000		Rs,000	Rs,000	
Revenue	184,046	50,020	268%	602,957	427,431	41%
Cost of Sales	(132,496)	(34,280)	-287%	(417,466)	(377,006)	-11%
Gross Profit	51,550	15,740	228%	185,491	50,425	268%
Other Operating Income	6	3,683	-100%	454	8,902	-95%
Administrative Expenses	(19,409)	(15,502)	-25%	(56,362)	(49,020)	-15%
Distribution Expenses	(24,084)	(14,383)	-67%	(57,308)	(31,653)	-81%
Profit/(Loss) from Operations	8,063	(10,462)	-177%	72,274	(21,346)	-439%
Finance Income	584	7,764	-92%	10,834	8,715	24%
Finance Expenses	(7,244)	(27,500)	74%	(47,684)	(55,129)	14%
Net Financing Income/ (Expenses)	(6,660)	(19,736)	66%	(36,850)	(46,414)	21%
Profit/(Loss) Before Income Tax Expense	1,402	(30,198)	105%	35,424	(67,760)	152%
Income Tax (Expense)/ Reversal	-	-	0%	-	-	0%
Profit/(Loss) for the Period	1,402	(30,198)	105%	35,424	(67,760)	152%
Other Comprehensive Income						
Equity investments at FVOCI - Net Change in Fair Value	3	(1,152)	100%	732	1,652	56%
Total Comprehensive Income for the Period	1,405	(31,350)	104%	36,157	(66,108)	155%
Earnings per share (Rs.)	0.00	(0.11)		0.13	(0.24)	

Figures in brackets indicate deductions.

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

For the Period Ended 31st December 2023	Quarter Ended			Nine Months Ended		
	2023	2022	Variance	2023	2022	Variance
	Rs,'000	Rs,'000		Rs,'000	Rs,'000	
Revenue	500	500	0%	1,500	1,500	0%
Cost of Sales	-	-		-	-	
Gross Profit	500	500	0%	1,500	1,500	0%
Other Operating Income	-	64	0%	446	378	18%
Administrative Expenses	(1,849)	(1,199)	-54%	(4,229)	(3,642)	-16%
Profit/(Loss) from Operations	(1,349)	(636)	-112%	(2,282)	(1,764)	-29%
Net Financing Income / (Expenses)	4,292	7,647	-44%	16,581	16,743	-1%
Profit Before Income Tax Expense	2,944	7,012	-58%	14,298	14,979	-5%
Income Tax Expense	-	-	0%	-	-	0%
Profit for the Period	2,944	7,012	-58%	14,298	14,979	-5%
Other Comprehensive Income						
Equity investments at FVOCI - Net Change in Fair Value	-	(1,143)	100%	741	1,643	55%
Total Comprehensive Income for the Period	2,944	5,869	50%	15,039	16,622	-10%
Earnings per share (Rs.)	0.01	0.02		0.05	0.05	

Figures in brackets indicate deductions.

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF FINANCIAL POSITION

As at	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	31-12-2023	31-03-2023	31-12-2023	31-03-2023
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	4,551	5,233	-	-
Intangible Assets	111	263	-	-
Right of use the Asset	2,124	-	-	-
Investments in Subsidiaries	-	-	53,897	53,897
Financial Assets Available for Sale				
-Investment in Shares	11,778	22,255	-	10,468
-Investment in Debentures	12,966	12,966	12,966	12,966
Deferred Tax Assets	65,898	65,898	9,202	9,202
Total Non Current Assets	97,428	106,615	76,065	86,534
Current Assets				
Inventories	293,718	80,583	-	-
Trade and Other Receivables	143,088	100,553	20	20
Amounts due from Related Companies	2,064	55,786	127,428	101,910
Investment in Financial Assets	-	98,533	-	-
Income Tax Recoverable	697	618	697	618
Cash and Cash Equivalent	54,761	19,525	2,258	2,279
Total Current Assets	494,327	355,599	130,403	104,827
TOTAL ASSETS	591,756	462,214	206,468	191,363
EQUITY AND LIABILITIES				
Equity				
Stated Capital	83,000	83,000	83,000	83,000
FVOCI Reserve	(6,364)	(7,095)	(2,823)	(3,564)
Retained earnings	(100,217)	(135,642)	123,281	108,983
Equity Attributable to Equity Holders of the Company	(23,581)	(59,737)	203,459	188,419
Non-Current Liabilities				
Retirement Benefit Obligations	11,484	10,378	-	-
Lease Obligation	1,907	-	-	-
Total Non Current Liabilities	13,391	10,378	-	-
Current Liabilities				
Trade and Other Payables	290,627	6,375	3,009	2,944
Interest Bearing Borrowings	57,843	303,795	-	-
Lease Obligation	219	-	-	-
Income Tax payable	6,261	6,263	-	-
Amounts due to Related Companies	229,930	185,499	-	-
Bank Overdraft	17,066	9,641	-	-
Total Current Liabilities	601,946	511,573	3,009	2,944
TOTAL EQUITY & LIABILITIES	591,756	462,214	206,468	191,363
Net asset value per share	(0.08)	(0.21)	0.72	0.67

Above figures are provisional and subject to audit.

I certify that the Financial Statements of the Company have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd)

A.D.T.Mendis

Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved and signed for and on behalf of the Board of Muller & Phipps (Ceylon) PLC.

(Sgd)

R.C.A. Welikala

Director

(Sgd)

S.W.Gunawardena

Director

Colombo

Date: 12.02.2024

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF CHANGES IN EQUITY

Group

	Stated Capital Rs,'000	General Reserve Rs,'000	Capital Reserve Rs,'000	FVOCI Reserves Rs,'000	Retained Earnings Rs,'000	Total Rs,'000
Balance as at 1st April 2022	83,000	5,000	401	(2,697)	(47,200)	38,504
Profit for the period	-	-	-	-	(67,760)	(67,760)
Other comprehensive income for the period	-	-	-	1,652	-	1,652
Balance as at 31st December 2022	83,000	5,000	401	(1,045)	(114,960)	(27,604)
Balance as at 1st April 2023	83,000	5,000	401	(12,497)	(135,642)	(59,738)
Profit for the period	-	-	-	-	35,424	35,424
Other comprehensive income for the period	-	-	-	732	-	732
Balance as at 31st December 2023	83,000	5,000	401	(11,765)	(100,217)	(23,581)

Company

	Stated Capital Rs,'000	General Reserve Rs,'000	Capital Reserve Rs,'000	FVOCI Reserves Rs,'000	Retained Earnings Rs,'000	Total Rs,'000
Balance as at 1st April 2022	83,000	5,000	401	(707)	95,613	183,307
Profit for the period	-	-	-	-	14,979	14,979
Other comprehensive income for the period	-	-	-	1,643	-	1,643
Balance as at 31st December 2022	83,000	5,000	401	936	110,592	199,929
Balance as at 1st April 2023	83,000	5,000	401	(8,965)	108,983	188,419
Profit for the period	-	-	-	-	14,298	14,298
Other comprehensive income for the period	-	-	-	741	-	741
Balance as at 31st December 2023	83,000	5,000	401	(8,224)	123,281	203,459

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
CASH FLOW STATEMENT

For the Period Ended 31st December	Group		Company	
	Unaudited	Unaudited	Unaudited	Unaudited
	2023	2022	2023	2022
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Cash flows from Operating Activities				
Profit before taxation	35,424	(67,760)	14,298	14,979
Adjustments for:				
Amortization/Depreciation on property, plant & equipment	1,022	1,220	-	-
Amortization on right to use building	708	1,246	-	-
Interest expenses	47,684	77,919	-	-
Provision for retirement benefit obligation	3,780	3,600	-	-
Profit on Sale of shares	(194)	-	(194)	-
Impairment provision-other financial assets/(Reversal)	(3,430)	(3,326)	(3,430)	(1,662)
Dividend Income	(252)	(378)	(252)	(378)
Provision for inventories	(2)	237	-	-
Interest income	(10,834)	(8,715)	(13,150)	(18,405)
Operating cashflow before working capital changes	73,905	4,043	(2,729)	(5,466)
(Increase) / Decrease in inventories	(213,134)	55,446	-	-
(Increase) / Decrease in trade & other receivables	(42,614)	236,834	(79)	-
(Increase) / Decrease in amount due from related companies	10,532	(7,766)	(9,384)	3,888
Increase/ (Decrease) in trade & other payables	284,252	(492,315)	66	(352)
Increase/ (Decrease) in amount due to related companies	44,431	103,396	-	-
Cash generated from operations	157,373	(100,362)	(12,126)	(1,930)
Interest expenses paid	(47,452)	(77,860)	-	-
Retiring gratuity paid	(2,674)	(408)	-	-
Net cashflows generated from operations activities	107,247	(178,630)	(12,126)	(1,930)
Cash flow from investing activities				
Purchase of property, plant & equipment	(190)	(138)	-	-
Interest received	20,954	2,174	15,449	1,412
Proceeds from fixed deposits	-	29,083	-	-
Disposal Proceeds of shares	11,403	-	11,403	-
Dividend Received	252	378	252	378
(Purchase)/ Sale of Treasury bond	98,533	-	-	-
Loan granted to related companies	-	-	(51,500)	-
Recovery of loan granted to related companies	36,500	-	36,500	-
Net cashflows generated from investing activities	167,452	31,497	12,104	1,790
Cash Flows from Financing Activities				
Repayment of lease liabilities	(938)	(844)	-	-
Net movement in short term loans	(245,952)	197,322	-	-
Net cashflows generated from financing activities	(246,888)	196,478	-	-
Increase/ (Decrease) in Cash & Cash Equivalents	27,811	49,345	(21)	(139)
Cash & Cash Equivalents at the beginning of the year	9,884	(5,603)	2,279	3,754
Cash & Cash Equivalents at the end of the period	37,695	43,742	2,258	3,615
Analysis of cash & cash equivalents				
Bank Overdraft	(17,066)	(11,305)	-	-
Cash in hand & at Bank	54,761	55,046	2,258	3,615
Cash & Cash Equivalents at the end of the period	37,695	43,742	2,258	3,615

Above figures are provisional and subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. Account Status

The figures are provisional and subject to audit.

2. Basis of Preparation

The Interim Financial Statements for the nine months ended 31st December 2023 have been prepared in accordance with the accounting policies set out in the audited Financial Statements for the year ended 31st March 2023, and also in compliance with Sri Lanka Accounting Standard 34 - Interim Financial Reporting.

The presentation and the classification of the financial statements of the previous period have been adjusted where relevant, for better presentation and to be comparable with current reporting.

3. Commitments and Contingencies

Commitments

The Group had no material capital or financial commitments as at the Statement of Financial Position.

Contingent Liabilities

There has been no significant change in the nature of the contingent liabilities which were disclosed in the audited financial statements for the year ended 31st March 2023.

4. Events occurring after the Reporting Date

There have been no material events subsequent to the interim period which require disclosures in the provisional Interim Financial Statements.

5. Comparative Information

The following comparative figures have been reclassified in the statement of profit or loss and other comprehensive income (Q3 - 2022) to comply with the current year classification.

For the period ended 31st December	Quarter Ended			Nine Months Ended		
	2022			2022		
	Previous Rs.'000	Reclassified Rs.'000	Current	Previous Rs.'000	Reclassified Rs.'000	Current Rs.'000
GROUP						
Cost of Sales	(35,790)	1,510	(34,280)	(326,005)	(51,001)	(377,006)
Administrative Expenses	(26,451)	10,949	(15,502)	(81,026)	32,006	(49,020)
Distribution Expenses	(7,257)	(7,126)	(14,383)	(18,484)	(13,169)	(31,653)
Finance Income	9,629	(1,865)	7,764	8,715	0	8,715
Finance Expenses	(24,032)	(3,468)	(27,500)	(87,293)	32,164	(55,129)

6. Share Related Information

6.1. Market Value

Market value of a share for the quarter ended

	31.12.2023	31.12.2022
	Rs.	Rs.
Highest	1.20	1.60
Lowest	1.00	0.90
Last Traded	1.00	1.10

6.2. Stated Capital and Public Holding

	31.12.2023	31.12.2022
Stated Capital (Rs.)	83,000,000	83,000,000
No. of shares represented by the stated capital	283,000,000	283,000,000
Percentage of shares held by the public	48.66%	48.66%
No. of Public Shareholders	2,880	2,978

6.3. The applicable option under CSE Rule 7.13.1 (i) (a) on minimum public holding is option 5 and the Float Adjusted Market Capitalization as of 31.12.2023 was Rs.137,707,800.00.

6.4. None of the Directors held any shares directly as at 31.12.2023.

MULLER & PHIPPS (CEYLON) PLC**6.5 Major Shareholders as at 31st December 2023**

Name	Shareholding	% Holding
1 Sampath Bank PLC / Dr.T.Senthilverl	73,592,100	26.00%
2 E.B. Creasy & Company PLC	73,061,773	25.82%
3 Amana Bank PLC / E.B. Creasy & Company PLC	72,000,000	25.44%
4 Seylan Bank PLC / Senthilverl Holdings (Pvt) Ltd	10,347,844	3.66%
5 Mr. Ajith Krishantha Palliya Guruge Don (Deceased)	5,248,632	1.85%
6 Getz Bros. & Co. Inc.	3,675,000	1.30%
7 Hatton National Bank PLC / Ravindra Erle Rambukwelle	1,357,100	0.48%
8 Mr. Ravindra Erle Rambukwelle	1,234,000	0.44%
9 Mr. Buwaneka Tissa Prathapasinghe Mrs. Uma Kumari Prathapasinghe	1,000,000	0.35%
10 Mr. Harshaka Chamupathie Subasinghe	1,000,000	0.35%
11 Mr. Shyamsunder Ramanathan	766,352	0.27%
12 Mr. Tilakaratne Chandima Upul Jayanetti Dr.Amarawickrama Liyanage Thushari Prasangika Amarawickrama	724,650	0.26%
13 Mr. Sajid Hussein Makeen	700,000	0.25%
14 Mr. Abhayagunawardhanalage Nilantha Pradeep Abhayagunawardhana	680,200	0.24%
15 Mr. Bhadraka Yasanga Edirisuriya Mrs. Ruwanka Deepani Edirisuriya Mr. Priyantha Manjusri Weerasuriya	650,001	0.23%
16 Mr. Dhanusha Senajith Duke De Lanerolle	604,500	0.21%
17 Mr. Viraj Kalhara Attale	565,400	0.20%
18 Mr. Joseph Rohan Victoria	550,000	0.19%
19 Sampth Bank PLC / Mr.Ananda Samaranyake	506,795	0.18%
20 Sampath Bank PLC / Aruna Enterprises Pvt Ltd.	500,000	0.18%
21 Seylan Bank PLC / Ulupen Vidanalage Jagath Shanthapriya Ranasinghe	500,000	0.18%
22 Mr. Thuwan Baharen Miskin	480,000	0.17%
	249,744,347	88.25%

CORPORATE INFORMATION

Legal Form

Public Quoted Company with Limited
Liability incorporated in Sri Lanka on 08 May 1964
Under the Companies Ordinance No 51 of 1938

Board of Directors

Chairman

S.D.R.Arudpragasam

Directors

R. C. A. Welikala
R.N. Bopearatchy
P.M.A Sirimane
A.R.Rasiah
S.N.P.Palihena
Dr. A.M.Mubarak
S.Rajaratnam
S.W. Gunawardena

Subsidiary

Muller & Phipps (Health Care) Limited
(Formerly Pettah Pharmacy (Pvt) Limited)

Registered Office

P.O. Box 37
98, Sri Sangaraja Mawatha
Colombo 10.
Telephone: 94(11) 2421311
Fax: 94(11)2448534

Secretaries

Corporate Managers & Secretaries (Private) Ltd.
8-5/2, Leyden Bastian Road,
York Arcade Building,
Colombo 1.

Auditors

KPMG
Chartered Accountants
P.O. Box 186
Colombo 3.

Legal Advisers

Julius & Creasy
P.O. Box 154,
Colombo 1.

Bankers

Hatton National Bank PLC
Standard Chartered Bank
Commercial Bank of Ceylon PLC
National Development Bank PLC
Union Bank of Colombo PLC
Amana Bank PLC
Bank of Ceylon