

INTERIM RESULTS

FOR THE PERIOD ENDED

31ST MARCH 2024



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 March 2024	Quarter Ended			Year Ended		
	2024	2023	Variance	2024	2023	Variance
	Rs,000	Rs,000		Rs,000	Rs,000	
Revenue	160,541	99,419	61%	763,498	526,850	45%
Cost of Sales	(122,353)	(69,830)	-75%	(539,819)	(311,549)	-73%
Gross Profit	38,188	29,589	29%	223,679	215,301	4%
Other Operating Income	15,691	-	100%	15,951	8,902	79%
Administrative Expenses	(25,260)	(28,583)	12%	(81,621)	(77,561)	-5%
Distribution Expenses	(18,035)	(27,856)	35%	(74,901)	(75,166)	0%
Profit/(Loss) from Operations	10,584	(26,850)	-139%	83,108	71,476	16%
Finance Income	34,360	13,719	150%	41,437	22,765	82%
Finance Expenses	(4,413)	(20,201)	78%	(74,933)	(190,336)	61%
Net Financing Income/ (Expenses)	29,947	(6,482)	562%	(33,496)	(167,571)	80%
Profit/(Loss) Before Income Tax Expense	40,531	(33,331)	222%	49,613	(96,095)	152%
Income Tax (Expense)/ Reversal	17,631	7,790	126%	25,475	7,790	227%
Profit/(Loss) for the Period	58,162	(33,331)	274%	75,088	(88,304)	185%
Other Comprehensive Income						
Defined benefit plan actual gain/(losses)	(6,682)	(197)	-3292%	(6,682)	(197)	-3292%
Equity investments at FVOCI - Net Change in Fair Value	922	1,487	38%	922	1,487	38%
Deffered ax on remeasurement of Retirement Benefit Obligation	2,004	59	-3297%	2,004	59	-3297%
Debit investment at FVOCI - Net Change in Fair Value	7,189	(11,286)	164%	7,189	(11,286)	164%
	3,434	(9,937)		3,434	(9,937)	
Total Comprehensive Income for the Period	61,596	(43,268)	242%	78,521	(98,241)	180%
Earnings per share (Rs.)	0.21	(0.12)		0.27	(0.31)	

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 March 2024	Quarter Ended			Year Ended		
	2024	2023	Variance	2024	2023	Variance
	Rs,'000	Rs,'000		Rs,'000	Rs,'000	
Revenue	500	500	0%	2,000	2,000	0%
Cost of Sales	-	-		-	-	
Gross Profit	500	500	0%	2,000	2,000	0%
Other Operating Income	-	-	0%	252	378	-33%
Administrative Expenses	(1,717)	(1,175)	-46%	(5,946)	(23,372)	75%
Profit/(Loss) from Operations	(1,217)	(676)	-80%	(3,694)	(20,994)	82%
Net Financing Income / (Expenses)	26,829	8,289	224%	43,410	25,781	68%
Profit Before Income Tax Expense	25,612	7,614	236%	39,716	4,787	730%
Income Tax Expense	(8,874)	8,582	-203%	(8,874)	8,582	-203%
Profit for the Period	16,738	16,196	3%	30,842	13,369	131%
Other Comprehensive Income						
Defined benefit plan actual gain/(losses)	-	-		-	-	
Equity investments at FVOCI - Net Change in Fair Value	194	1,385	86%	935	3,028	69%
Deffered ax on remeasurement of Retirement Benefit Obligation	-	-		-	-	
Debit investment at FVOCI - Net Change in Fair Value	7,189	(11,286)	164%	7,189	(11,286)	164%
	7,383	(9,901)		8,124	(8,258)	
Total Comprehensive Income for the Period	24,121	6,295	-283%	38,966	5,111	662%
Earnings per share (Rs.)	0.06	0.06		0.11	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 31-03-2024 Rs.'000	Audited 31-03-2023 Rs.'000	Unaudited 31-03-2024 Rs.'000	Audited 31-03-2023 Rs.'000
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	5,463	5,233	-	-
Intangible Assets	60	263	-	-
Right of use the Asset	2,716	-	-	-
Investments in Subsidiaries	-	-	323,897	53,897
Financial Assets Available for Sale				
-Investment in Shares	11,774	22,255	-	10,468
-Investment in Debentures	20,585	12,966	20,585	12,967
Deferred Tax Assets	87,114	65,898	327	9,201
Total Non Current Assets	127,711	106,615	344,809	86,534
Current Assets				
Inventories	277,315	80,583	-	-
Trade and Other Receivables	156,771	100,553	20	20
Amounts due from Related Companies	1,177	55,786	617	101,912
Investment in Financial Assets	-	98,533	-	-
Income Tax Recoverable	712	618	712	618
Cash and Cash Equivalent	83,349	19,525	1,865	2,279
Total Current Assets	519,324	355,597	3,214	104,829
TOTAL ASSETS	647,034	462,213	348,023	191,362
EQUITY AND LIABILITIES				
Equity				
Stated Capital	83,000	83,000	83,000	83,000
FVOCI Reserve	(2,235)	(7,095)	1,309	(3,564)
Retained earnings	(61,980)	(135,642)	143,075	108,982
Equity Attributable to Equity Holders of the Company	18,785	(59,737)	227,384	188,418
Non Controlling Interest	250,000	-	-	-
Total Equity	268,785	(59,737)	227,384	188,418
Non-Current Liabilities				
Retirement Benefit Obligations	16,429	10,378	-	-
Interest Bearing Borrowings	115,460	-	115,460	-
Lease Obligation	1,982	-	-	-
Total Non Current Liabilities	133,871	10,378	115,460	-
Current Liabilities				
Trade and Other Payables	199,049	6,375	2,819	2,944
Interest Bearing Borrowings	27,918	303,795	-	-
Lease Obligation	821	-	-	-
Income Tax payable	-	6,263	-	-
Amounts due to Related Companies	1,378	185,499	2,361	-
Bank Overdraft	15,212	9,641	-	-
Total Current Liabilities	244,378	511,572	5,180	2,944
TOTAL EQUITY & LIABILITIES	647,034	462,213	348,023	191,362
Net asset value per share	0.07	(0.21)	0.80	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: 30.05.2024

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

Group	ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT							Non-Controlling Interest	Total
	Stated Capital	General Reserve	Capital Reserve	FVOCI Reserves	Retained Earnings	Total			
	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000		
Balance as at 1st April 2022	83,000	5,000	401	(2,697)	(47,200)	38,504	-	38,504	
Profit for the period	-	-	-	-	(88,304)	(88,304)	-	(88,304)	
Other comprehensive income for the period	-	-	-	(9,799)	(138)	(9,937)	-	(9,937)	
Balance as at 31st March 2023	83,000	5,000	401	(12,496)	(135,642)	(59,737)	-	(59,737)	
Balance as at 1st April 2023	83,000	5,000	401	(12,496)	(135,642)	(59,737)	-	(59,737)	
Share issue during the year	-	-	-	-	-	-	250,000	250,000	
Profit for the period	-	-	-	-	75,088	75,088	-	75,088	
Profit of sale of FVOCI assets	-	-	-	(3,251)	3,251	-	-	-	
Other comprehensive income for the period	-	-	-	8,111	(4,677)	3,434	-	3,434	
Balance as at 31st March 2024	83,000	5,000	401	(7,636)	(61,980)	18,785	250,000	268,785	

Company

	Stated Capital	General Reserve	Capital Reserve	FVOCI Reserves	Retained Earnings	Total
	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000
Balance as at 1st April 2022	83,000	5,000	401	(707)	95,613	183,307
Profit for the period	-	-	-	-	13,369	13,369
Other comprehensive income for the period	-	-	-	(8,258)	-	(8,258)
Balance as at 31st March 2023	83,000	5,000	401	(8,965)	108,982	188,418
Balance as at 1st April 2023	83,000	5,000	401	(8,965)	108,982	188,418
Profit for the period	-	-	-	-	30,842	30,842
Profit of sale of FVOCI assets	-	-	-	(3,251)	3,251	-
Other comprehensive income for the period	-	-	-	8,124	-	8,124
Balance as at 31st March 2024	83,000	5,000	401	(4,092)	143,075	227,384

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
CASH FLOW STATEMENT

For the Period Ended 31st March 2024	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	2024	2023	2024	2023
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Cash flows from Operating Activities				
Profit before taxation	49,613	(96,094)	39,716	4,787
Adjustments for:				
Amortization/Depreciation on property, plant & equipment	1,388	1,594	-	-
Amortization on right to use building	905	1,663	-	-
Interest expenses	56,590	87,664	214	-
Provision for retirement benefit obligation	3,247	2,609	-	-
Profit on sale of Property, Plant & Equipment	(6)	-	-	-
Impairment provision/ (Reversal)-other financial assets	(3,866)	(6,522)	(30,011)	18,555
Dividend Income	(252)	(378)	(252)	(378)
Provision /(Reduction) in Provision for Inventories	75	238	-	-
Reversal of impairment provision-trade & other receivables	(17)	(103)	-	-
Interest income	(11,428)	(16,140)	(13,613)	(25,781)
Operating cashflow before working capital changes	96,248	(25,469)	(3,946)	(2,817)
(Increase) / Decrease in inventories	(196,807)	55,632	-	-
(Increase) / Decrease in trade & other receivables	(56,294)	359,364	(94)	-
(Increase) / Decrease in amount due from related companies	47,266	(5,613)	45,604	(1,500)
Increase/ (Decrease) in trade & other payables	192,674	(552,058)	(125)	(112)
Increase/ (Decrease) in amount due to related companies	(184,121)	164,474	2,147	(11)
Cash generated from operations	(101,033)	(3,670)	43,586	(4,440)
Interest expenses paid	(56,190)	(87,603)	-	-
Retiring gratuity paid	(3,877)	(620)	-	-
Net cashflows generated from operations activities	(161,101)	(91,892)	43,586	(4,440)
Cash flow from investing activities				
Purchase of property, plant & equipment	(1,641)	(137)	-	-
Interest received	18,813	4,955	25,784	4,087
Investment in shares	-	-	(270,000)	-
Proceeds from disposal of property, plant & equipment	230	-	-	-
Proceeds from fixed deposits	-	29,024	-	-
Disposal Proceeds of shares	11,403	-	11,403	-
Dividend Received	252	378	252	378
(Purchase) /Sale of Treasury bond	101,931	(94,387)	-	-
Loan granted to related companies	-	-	(51,500)	(2,000)
Recovery of loan granted to related companies	-	-	124,600	500
Net cashflows generated from investing activities	130,988	(60,167)	(159,461)	2,965
Cash Flows from Financing Activities				
Preference share issue	250,000	-	-	-
Repayment of lease liabilities	(1,219)	(1,031)	-	-
Net increase of short term loans	(160,416)	168,578	115,460	-
Net cashflows generated from financing activities	88,366	167,547	115,460	-
Increase/ (Decrease) in Cash & Cash Equivalents	58,254	15,488	(415)	(1,475)
Cash & Cash Equivalents at the beginning of the year	9,884	(5,604)	2,279	3,754
Cash & Cash Equivalents at the end of the period	68,137	9,884	1,865	2,279
Analysis of cash & cash equivalents				
Bank Overdraft	(15,212)	(9,641)	-	-
Cash in hand & at Bank	83,349	19,525	1,865	2,279
Cash & Cash Equivalents at the end of the period	68,137	9,884	1,865	2,279

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 twelve months ended 31st March 2024 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 Share Issues

3.1. Ordinary Share issue by the Subsidiary Company

270,000,000 ordinary shares of the subsidiary company, Muller & Phipps (Health Care) Limited were allotted to Muller & Phipps (Ceylon) PLC at a price of LKR 1.00 per share on 28th March 2024 for a consideration equal to LKR 270 Mn.

All ordinary shares are equally eligible to receive dividends and the repayment of capital and represent one vote at the shareholders' meeting of the Company.

3.2. Preference Share issue by the Subsidiary Company

250,000,000 preference shares of the subsidiary company, Muller & Phipps (Health Care) Limited were allotted to E.B. Creasy & Co. PLC at a price of LKR 1.00 per share on 13th March 2024 for a consideration equal to LKR 250 Mn.

All preference Shares are equally eligible to receive dividends paid only at the discretion of the issuer which shall be paid in priority to all other shares in the capital and shall be redeemable solely at the discretion of the issuer. The holder of the said preference shares shall not be entitled for voting at any General Meeting of the company.

4. 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.

5. 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.

6. Comparative Information

The following comparative figures have been reclassified in the statement of profit or loss and other comprehensive income (Q4 - 2023) to comply with the current year classification.

For the period ended 31st March	Quarter Ended			Twelve Months Ended		
	2023			2023		
	Previous Rs.'000	Reclassified Rs.'000	Current	Previous Rs.'000	Reclassified Rs.'000	Current Rs.'000
GROUP						
Administrative Expenses	(39,531)	10,948	(28,583)	(120,516)	42,955	(77,561)
Distribution Expenses	(16,908)	(10,948)	(27,856)	(32,211)	(42,955)	(75,166)

7. Share Related Information

7.1. Market Value

Market value of a share for the quarter ended

	31.03.2024	31.03.2023
	Rs.	Rs.
Highest	1.20	1.40
Lowest	1.00	1.00
Last Traded	1.10	1.20

7.2. Stated Capital and Public Holding

	31.03.2024	31.03.2023
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	2,869	2,932

7.3. 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 31.03.2024 was Rs.151,478,580.00.

7.4. None of the Directors held any shares directly as at 31.03.2024.

MULLER & PHIPPS (CEYLON) PLC**7.5 Major Shareholders as at 31st March 2024**

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	10,470,730	3.70%
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. Tilakarathne Chandima Upul Jayanetti Dr.Amarawickrama Liyanage Thushari Prasangika Amarawickrama	839,439	0.30%
12 Mr. Shyamsunder Ramanathan	766,352	0.27%
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 Sampth Bank PLC / Mr.Ananda Samaranayake	606,795	0.21%
17 Mr. Dhanusha Senajith Duke De Lanerolle	604,500	0.21%
18 Mr. Joseph Rohan Victoria	550,000	0.19%
19 Mr. Viraj Kalhara Attale	519,400	0.18%
20 Mr. Herath Pathiranage Pradeep Roshan Hemantha	500,001	0.18%
21 Sampath Bank PLC / Aruna Enterprises Pvt Ltd.	500,000	0.18%
22 Seylan Bank PLC / Ulupen Vidanalage Jagath Shanthapriya Ranasinghe	500,000	0.18%
	250,056,023	88.35%

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