

Financial Performance of Commercial Public Enterprises - 2004

Sri Lanka Cement Corporation

1 Name & Address of the Enterprise : **Sri Lanka Cement Corporation**
No. 130, W.A.D. Ramanayakae Mawatha,
Colombo - 02.

2 Mission :
" Ensure an adequate supply of quality cement and cement based products to meet the Country's needs."

3 Major Activities :
Sale of cement in Jaffna Peninsula, Vavuniya & Colombo.
Production and supply of concrete items in the Jaffna Peninsula.

4 Performance Trend

	ABSOLUTE VALUES		2001	2002	2003	2004	2005 B
1	Total Revenue for the year	(Rs.'000)	68,351	77,534	76,551	50,240	338,080
2	Gross Profit for the year	(Rs.'000)	2,295	3,863	2,856	2,888	40,370
3	Net Profit before Interest and Tax for the year	(Rs.'000)	16,739	7,841	907	954	19,760
4	Financial Charges for the year	(Rs.'000)	-	-	-	-	-
5	Total Cost of Employment for the year	(Rs.'000)	35,815	26,700	23,412	25,701	20,000
6	Capital Expenditure for the year	(Rs.'000)	2,342	195	408	1,026	4,000
7	Non-Current Assets as at end of the year	(Rs.'000)	1,582,251	2,033,972	1,585,655	1,559,046	1,581,480
8	Current Assets as at end of the year	(Rs.'000)	514,811	129,595	478,959	496,610	501,780
9	Current Liabilities as at end of the year	(Rs.'000)	41,676	32,093	36,168	24,360	29,140
10	Non-Current Liabilities as at end of the year	(Rs.'000)	513,563	585,937	503,851	505,780	503,850
11	Equity as at end of the year	(Rs.'000)	1,541,823	1,545,537	1,524,595	1,525,516	1,550,760
12	Contribution to the Consolidated Fund	(Rs.'000)	16,000	1,000	1,000	-	-
13	Number of Employees as at end of the year	(Nos.)	339	300	140	135	108
14	Investment of Surplus Fund as at end of the year	(Rs.'000)	-	-	-	-	-
15	Key Performance Indicators						
i)	Net Profit bef. Tax to Equity	(%)	1%	1%	0%	0%	1%
ii)	Net Profit bef. Fin. Charges & Tax to Total Assets	(%)	1%	0%	0%	0%	1%
iii)	Current Ratio	(%)	1235%	404%	1324%	2039%	1722%
iv)	Total Cost of Employment per Employee	(Rs.'000)	106	89	167	190	185

5 Comments on Performance:

Total revenue although has declined during the year gross profit and net profit has improved marginally.

Total income of the Corporation represents 10% generated from direct operations and 90% generated from other income. Other income represents 83% generated from lease of quarry land.

Total cost of employment has increased during the year with marginal decline in the number employed.

The Corporation has not been generating return on equity and total assets and this has been due to under capacity of the operations in the factories at North and difficulties in performing their major activities as a result of security situation prevailing.

Although the Corporation was identified for restructuring, it has only implemented the VRS.