

Financial Performance of Commercial Public Enterprises - 2004

Kalubowitiyana Tea Factory Limited

1 Name & Address of the Enterprise: **Kalubowitiyana Tea Factory Limited**
50/11, Siripa Road,
P.O. Box 1053
Colombo 05.

2 Mission:

3 Major Activities:

Treating, curing, preparing processing and manufacturing tea leaf purchased from growers.
Cultivate, grow, manage and superintend tea plantations.

4 Performance Trend

ABSOLUTE VALUES		2001/2002	2002/2003	2003/2004	2004/2005 D	2005/2006 B
1	Total Revenue for the year	(Rs.' 000) 257,425	298,565	316,719	352,606	381,657
2	Gross Profit for the year	(Rs.' 000) 8,164	7,599	36,157	31,318	27,599
3	Net Profit before Interest and Tax for the year	(Rs.' 000) 5,226	2,017	22,783	19,465	4,193
4	Financial Charges for the year	(Rs.' 000) 553	496	338	167	600
5	Total Cost of Employment for the year	(Rs.' 000) 4,094	5,700	6,626	5,953	8,697
6	Capital Expenditure for the year	(Rs.' 000) 57,465	2,555	1,747	3,886	7,880
7	Non-Current Assets as at end of the year	(Rs.' 000) 146,157	124,518	127,431	140,266	139,390
8	Current Assets as at end of the year	(Rs.' 000) 40,096	45,129	69,601	76,730	60,466
9	Current Liabilities as at end of the year	(Rs.' 000) 20,908	17,805	26,386	30,853	21,584
10	Non-Current Liabilities as at end of the year	(Rs.' 000) 18,707	14,208	10,231	7,150	782
11	Equity as at end of the year	(Rs.' 000) 146,638	137,634	160,416	178,993	177,490
12	Contribution to the Consolidated Fund	(Rs.' 000) -	-	-	-	10,000
13	Number of Employees as at end of the year	(Nos.) 76	82	81	86	86
14	Investment of Surplus Fund as at end of the year	(Rs.' 000) -	-	-	-	-
15	Key Performance Indicators					
i)	Net Profit bef. Tax to Equity	(%) 3%	1%	14%	11%	2%
ii)	Net Profit bef. Fin. Charges & Tax to Total Assets	(%) 3%	1%	12%	9%	2%
iii)	Current Ratio	(%) 192%	253%	264%	249%	280%
iv)	Total Cost of Employment per Employee	(Rs.' 000) 54	70	82	69	101

5 Comments on Performance :

The Company has been operating without a proper mission.

Net profit and gross profit have declined during the year despite an increase in the revenue generation.

Total cost of employment has declined by 10% during the year.

Capital expenditure has increased by almost two folds during the year.

During the year there has been a build up in the asset base and equity while liabilities has increased marginally.

Return on equity and total assets reflect deterioration during the year.

The Company has not been contributing to the Consolidated Fund, however it is expected to contribute Rs.10mn in the financial year 2005/2006.