

Financial Performance of Commercial Public Enterprises - 2003

1 Name & Address of the Enterprise: **Janatha Estates Development Board,**
55/75, Vauxhall Lane,
Colombo 02.

2 Mission:

To achieve our vision by bringing financial stability through continuous quality improvement and offer the best product to consumer, improvement of production effectiveness and promoting diversification utilising its natural resources, personnel and geographical placement of the estates. To continuously improve the quality of our employees and their dependents, keeping in mind the protection of the environment.

3 Major Activities:

Management of Tea estates

4 Brief comments on financial performance

Performance has been fast deteriorating with the decline in revenue and increases in gross losses and net losses. The accumulated losses of Rs. 4.5 billion as at 31.12.2003 has eroded the entire capital employed. The working capital has been negative with no development work being undertaken.

While the total assets and the equity have substantially declined the liabilities have increased significantly. The Board is facing a severe liquidity problems and is resorting to the Banks and is disposing the assets to pay its employees and to meet the liabilities.

The Board has now been identified for restructure under the supervision of PERC.

5 Performance Trend

ABSOLUTE VALUES			2000	2001	2002	2003 D	2004 B
1	Total Non-Current Assets (WDV) as at end of yr.	(Rs.' 000)	493,575	519,262	838,524	802,158	NA
2	Total Current Assets as at end of year	(Rs.' 000)	630,609	760,733	724,449	673,490	NA
3	Total Equity as at end of year	(Rs.' 000)	244,181	220,923	80,093	(70,040)	NA
4	Total Non-Current Liabilities as at end of year	(Rs.' 000)	403,690	468,827	680,980	733,847	NA
5	Total Current Liabilities as at end of year	(Rs.' 000)	551,616	590,245	801,900	811,841	NA
6	Total Revenue for the year	(Rs.' 000)	494,526	417,854	411,642	349,564	NA
7	Gross Profit for the year	(Rs.' 000)	(4,528)	(47,555)	(97,080)	(145,116)	NA
8	Net Profit bef. Tax for the year	(Rs.' 000)	(87,014)	(70,818)	(144,081)	(156,853)	NA
9	Financial Charges for the year	(Rs.' 000)	8,465	1,804	8,210	1,367	NA
10	Total Capital Expenditure for the year	(Rs.' 000)	44,718	-	-	8,667	NA
11	Total Cost of Employment for the year	(Rs.' 000)	427,412	434,315	479,405	332,588	NA
12	Total Number of Employees as at end of year	(Nos.)	8,872	8,290	8,113	7,678	NA
RATIOS							
a)	Net Profit bef. Tax to total Equity	(%)	-35.64%	-32.06%	-179.89%	-	NA
b)	Net Profit before tax & Fin. Charges to Tot. Assets	(%)	-6.99%	-5.39%	-8.69%	-10.54%	NA
c)	Total Cost of Employment per employee	(Rs.' 000)	48.18	52.39	59.09	43.32	NA

CHECK the validity of the financial statements

1 Calculation of Equity

Total Non-Current Assets (WDV) as at end of yr.	(Rs.' 000)	#REF!	493,575	519,262	838,524	802,158
Total Current Assets as at end of year	(Rs.' 000)	#REF!	630,609	760,733	724,449	673,490
Total Assets	(Rs.' 000)	#REF!	1,124,184	1,279,995	1,562,973	#####
Total Non-Current Liabilities as at end of year	(Rs.' 000)	#REF!	403,690	468,827	680,980	733,847
Total Current Liabilities as at end of year	(Rs.' 000)	#REF!	551,616	590,245	801,900	811,841
Total Liabilities	(Rs.' 000)	#REF!	955,306	1,059,072	1,482,880	#####
Equity (Total Assets - Total Liabilities)	(Rs.' 000)	#REF!	168,878	220,923	80,093	#####
Equity as per line 7.3 of page 1	(Rs.' 000)	#REF!	244,181	220,923	80,093	(70,040)
DIFERENCE	(Rs.' 000)	#REF!	(75,303)	-	-	-

2 Current Assets to Current Liabilities

(Times)	#REF!	1.14	1.29	0.90	0.83
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3 Total Revenue per Employee

(Rs.' 000)	#REF!	56	50	51	46
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4 Total Assets per Employee

(Rs.' 000)	#REF!	127	154	193	192
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5 Total Cost of Employment per Employee

(Rs.' 000)	#REF!	48	52	59	43
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1,124,184

1,199,487

1,279,995

1,279,995

1,562,973

1,562,973

1,475,648

1,475,648

75,303

