

Financial Performance of Commercial Public Enterprises - 2003

1 Name & Address of the Enterprise:

Lanka Phosphate Ltd.
731/1, New Kelani Bridge Road,
Colombo 14.

2 Mission:

To be market leader in phosphate fertilizer and phosphate-derivatives in Sri Lanka.

3 Major Activities:

1. Manufacture of Rock Phosphate fertilizer and marketing locally.
2. New product launched -High grade Eppawala Rock Phosphate (HERP) with a view to market as a substitute for Imported Rock Phosphate.

4 Brief comments on financial performance

Net profits and gross profits have declined during the year despite substantial increase in the revenue generation.

There has been a substantial build up of total assets and the equity with a marginal increase in the total liabilities.

The cost of employment has gone up substantially with the same number of employees and the cost per employee had increased by 32% during the year.

A dividend of Rs 5mn was paid to the Treasury during the year.

The Company meets almost 60% of the entire fertilizer requirements of the country's plantation. However the company seems to have not made the full use of its monopoly status.

5 Performance Trend

ABSOLUTE VALUES		2000/2001	2001/2002	2002/2003	2003/2004D*	2004/2005B
1	Total Non-Current Assets (WDV) as at end of yr.	(Rs.' 000) 80,713	77,694	79,555	77,909	80,298
2	Total Current Assets as at end of year	(Rs.' 000) 117,628	125,856	140,537	174,465	186,000
3	Total Equity as at end of year	(Rs.' 000) 148,530	160,169	172,236	203,771	219,503
4	Total Non-Current Liabilities as at end of year	(Rs.' 000) 15,517	17,094	21,029	30,396	26,000
5	Total Current Liabilities as at end of year	(Rs.' 000) 34,294	26,287	26,826	18,207	20,795
6	Total Revenue for the year	(Rs.' 000) 113,108	122,001	128,521	141,074	165,672
7	Gross Profit for the year	(Rs.' 000) 55,029	58,716	67,323	64,572	82,476
8	Net Profit bef. Tax for the year	(Rs.' 000) 30,874	30,334	34,895	16,084	28,189
9	Financial Charges for the year	(Rs.' 000) -	-	-	-	-
10	Total Capital Expenditure for the year	(Rs.' 000) 4,896	6,577	10,360	-	10,585
11	Total Cost of Employment for the year	(Rs.' 000) 41,600	47,562	50,673	66,826	70,320
12	Total Number of Employees as at end of year	(Nos.) 263	297	301	301	336
RATIOS						
a)	Net Profit bef. Tax to total Equity	(%) 20.79%	18.94%	20.26%	7.89%	12.84%
b)	Net Profit before tax & Fin. Charges to Tot. Assets	(%) 15.57%	14.90%	16.59%	6.37%	10.59%
c)	Total Cost of Employment per employee	(Rs.' 000) 176.27	160.14	168.35	222.01	209.29

*Annual Accounts not yet available. Information is based on the Draft Accounts.

198,341	
198,341	
203,550	
203,550	
220,092	48,603
220,091	47,855
252,374	
252,374	-
266,298	
266,298	

53.66
31.87693644

16,153
31.88

|