

Financial Performance of Commercial Public Enterprises - 2003

1 Name & Address of the Enterprise: **State Pharmaceuticals Manufacturing Corporation**
11, Sir John Kothalawala Mawatha
Kandawala Estate, Ratmalana

2 Mission:

To be an Internationally recognized manufacturer of safe, effective and affordable medicinal drugs of good quality and in the right quantity to the Local and International markets.

3 Major Activities:

Manufacturing, processing, stocking, packing and re packing of drugs.
Provision of technical assistance for the manufacture and processing of drugs.
Pharmacological and pharmaceutical research and the standardization of drugs
Marketing of drugs produced.

4 Brief comments on financial performance

Performance has improved substantially in 2003 with the net loss incurred in 2002 of Rs.2.3mn turning out to be a Net Profit of Rs.58.2mn in 2003 and the gross profit of Rs.4mn increasing to Rs.87.15mn despite marginal decline in the Revenue.

Return on equity and total assets have improved substantially with the marginal increase in the asset base and the equity.

During the year 2003, the Corporation has contributed Rs 10mn to the Consolidated Fund as a levy.

The Corporation has made substantial investments amounting to Rs.325Mn without the required approval in terms of the Finance Act No. 38 of 1971

SPMC has 54 patent products to its name out of which only 52 is being manufactured at present.

SPMC's local market share is about 20%.

5 Performance Trend

ABSOLUTE VALUES		2000	2001	2002	2003	2004B
1	Total Non-Current Assets (WDV) as at end of yr.	(Rs.' 000) 718,301	763,459	703,536	651,772	725,000
2	Total Current Assets as at end of year	(Rs.' 000) 280,200	249,709	292,546	404,451	320,774
3	Total Equity as at end of year	(Rs.' 000) 990,134	1,000,584	986,638	1,045,664	1,036,774
4	Total Non-Current Liabilities as at end of year	(Rs.' 000) -	-	4,306	4,953	-
5	Total Current Liabilities as at end of year	(Rs.' 000) 8,367	12,584	5,138	5,606	9,000
6	Total Revenue for the year	(Rs.' 000) 386,252	435,847	421,252	410,643	474,750
7	Gross Profit for the year	(Rs.' 000) 86,458	10,201	3,996	76,094	80,829
8	Net Profit bef. Tax for the year	(Rs.' 000) 59,762	10,450	(2,312)	59,026	30,538
9	Financial Charges for the year	(Rs.' 000) 23	35	1,508	2,363	1,550
10	Total Capital Expenditure for the year	(Rs.' 000) 13,175	5,512	24,391	42,833	120,360
11	Total Cost of Employment for the year	(Rs.' 000) 26,279	28,905	32,537	34,495	38,152
12	Total Number of Employees as at end of year	(Nos.) 148	148	151	154	149
RATIOS						
a)	Net Profit bef. Tax to total Equity	(%) 6.04%	1.04%	-0.23%	5.64%	2.95%
b)	Net Profit before tax & Fin. Charges to Tot. Assets	(%) 5.99%	1.03%	-0.08%	5.81%	3.07%
c)	Total Cost of Employment per employee	(Rs.' 000) 177.56	195.30	215.48	223.99	256.05

	730,944,173	12,343,135
998,501	314,719,893	2,252,338
998,501	1,045,664,066	3,444,067
1,013,168	255,693,525	2,815,138
1,013,168	986,637,698	2,977,880
996,082	10,559,067	1,033,030
996,082	4,953,505	24,865,588
1,056,223	5,605,562	3,902,514
1,056,223	9,444,311	5,026,381
1,045,774	4,306,216	723,789
1,045,774	5,138,095	426,442
	410,642,583	2,136,053
	421,251,906	836,575
	383,107,971	37,080,767
	484,844	
	27,049,768	34,518,272
	410,642,583	