

ALPHA FIRE SERVICES PLC



Interim Financial Report
Period Ended 30 September 2023



*DECADES OF EXCELLENCE IN FIRE
FIGHTING SINCE 1989*

ALPHA FIRE SERVICES PLC
STATEMENT OF COMPREHENSIVE INCOME

<i>For the Six months ended 30 September</i>	2023	2022	Change	2023	2022	Change
	Three Months Ended	Jul-Sep	%	Six Months Ended	Apr-Sep	%
	Rs.	Rs.		Rs.	Rs.	
Revenue	91,323,887	90,746,250	1%	171,349,446	154,853,402	11%
Cost of sales	(59,174,969)	(73,022,936)	-19%	(111,534,986)	(122,412,113)	-9%
Gross profit	32,148,919	17,723,315	81%	59,814,461	32,441,289	84%
Other Income	-	-		-	750,000	-100%
Administrative expenses	(13,917,758)	(8,335,416)	67%	(26,001,125)	(16,476,801)	58%
Selling and distribution expenses	(6,113,051)	(3,180,832)	92%	(8,876,770)	(6,391,077)	39%
Profit from operations	12,118,109	6,207,068	95%	24,936,565	10,323,411	142%
Finance income	1,653,975	648,078	155%	2,290,471	966,462	137%
Finance expenses	(3,483,397)	(3,174,080)	10%	(7,424,038)	(4,787,948)	55%
Net finance income / (expenses)	(1,829,421)	(2,526,002)	-28%	(5,133,568)	(3,821,486)	34%
Profit before taxation	10,288,688	3,681,066	180%	19,802,997	6,501,925	205%
Income tax expenses	(2,417,232)	(1,300,385)	86%	(5,233,336)	(1,300,385)	302%
Profit after taxation	7,871,456	2,380,681	231%	14,569,662	5,201,540	180%
Other comprehensive income	-	-		-	-	
Total comprehensive income	7,871,456	2,380,681	231%	14,569,662	5,201,540	180%
Earning per share (Rs.)	1.04	0.86		1.92	1.88	

ALPHA FIRE SERVICES PLC
STATEMENT OF FINANCIAL POSITION

	30 September 2023	31 March 2023
	Rs.	Rs.
Assets		
Non-current assets		
Property, plant & equipment	75,216,447	60,449,600
Term deposits	28,339,369	29,086,992
Total non-current assets	103,555,816	89,536,592
Current assets		
Inventories	84,055,859	73,978,714
Trade and other receivables	77,000,661	78,893,320
Cash margin account	2,954,970	4,140,451
Cash and cash equivalents	7,261,100	6,742,585
Total current assets	171,272,590	163,755,070
Total assets	274,828,406	253,291,662
Equity and liabilities		
Equity		
Stated capital	76,429,460	25,569,560
Revaluation reserve	26,335,143	26,335,143
Retained earnings	37,050,915	22,481,253
Total equity	139,815,518	74,385,956
Non-current liabilities		
Retirement benefits obligation	3,197,500	3,553,750
Bank borrowings	9,287,417	10,827,583
Deferred tax liabilities	9,262,606	9,262,606
Total non-current liabilities	21,747,523	23,643,939
Current Liabilities		
Lease liabilities	-	409,403
Bank borrowings	10,488,154	19,833,341
Amount due to related parties	7,622,468	12,598,136
Loan from related parties	-	10,000,000
Short term bank borrowings	29,775,239	29,840,616
Trade and other payables	33,224,378	55,418,797
Income tax payable	8,179,813	2,946,463
Bank overdrafts	23,975,312	24,215,011
Total current liabilities	113,265,365	155,261,767
Total liabilities	135,012,888	178,905,706
Total equity and liabilities	274,828,406	253,291,662
Net Assets Value Per Share	18.42	26.95

I certify that the above Financial Statements comply with the requirements of the Companies Act No. 7 of 2007.



Head of Finance

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
 Approved and signed on behalf of the Board of Directors.



Chairman

8 November 2023



Director

ALPHA FIRE SERVICES PLC
STATEMENT OF CHANGES IN EQUITY

	Stated capital <u>Rs.</u>	Revaluation reserve <u>Rs.</u>	Retained earnings <u>Rs.</u>	Total <u>Rs.</u>
Balance as at 01 April 2022	25,569,560	1,534,467	8,501,648	35,605,675
Other Comprehensive Income for the period	-	24,800,676	-	24,800,676
Total comprehensive income for the year				
Profit for the year	-	-	13,979,605	13,979,605
Balance as at 31 March 2023	25,569,560	26,335,143	22,481,253	74,385,956
Rights Issue	50,859,900	-	-	50,859,900
Total comprehensive income for the year				
Profit for the year	-	-	14,569,662	14,569,662
Balance as at 30 September 2023	76,429,460	26,335,143	37,050,915	139,815,518

ALPHA FIRE SERVICES PLC
STATEMENT OF CASH FLOWS

<i>For the Six months ended 30 September,</i>	2023	2022
	Rs.	Rs.
Cash flows from operating activities		
Profit before taxation	19,802,997	6,501,925
Adjustments for:		
Profit on Disposal of Property Plant Equipment	-	(750,000)
Depreciation of property plant and equipment	1,115,153	1,182,000
Interest income	(2,290,471)	(966,462)
Loan interest	4,459,920	146,597
Operating profit before changes in working capital	23,087,600	6,114,060
Changes in working capital		
Increase/ (decrease) in inventories	(10,077,145)	8,068,730
(Decrease) / increase in trade and other receivables	1,892,659	(8,695,211)
Increase in amount due to related parties	(4,975,668)	(6,721,535)
Decrease in trade and other payables	(22,194,419)	(19,658,224)
Cash generated from / (used in) operations	(12,266,973)	(20,892,181)
Income tax paid		
Gratuity paid	(356,250)	(168,750)
Net cash flow generated from / (used in) operating activities	(12,623,223)	(21,060,931)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(15,632,000)	750,000
Interest Income	667,680	1,272,090
Withdrawal of Fixed Deposit	2,120,427	-
(Investment in) /withdrawal of cash margin	1,185,481	(490,000)
Net cash flow used in investing activities	(11,658,412)	1,532,090
Cash flows from financing activities		
Received from Share Issues (Rights Issue)	50,859,900	-
Long term loan (paid) / received	(10,885,353)	20,449,330
Short term loan (paid) / received	(65,377)	11,105,024
Loan interest paid	(4,459,920)	-
Lease rental paid	(409,403)	(939,585)
Loan from related parties	(10,000,000)	-
Net cash flow (used in)/generated from financing activities	25,039,847	30,614,770
Net changes in cash and cash equivalents during the year	758,213	11,085,928
Cash and cash equivalents at beginning of the year	(17,472,426)	(19,274,882)
Cash and cash equivalents at end of the year	(16,714,214)	(8,188,954)

ALPHA FIRE SERVICES PLC
NOTES TO THE FINANCIAL STATEMENTS

For the Six months ended 30 September

1 Basis of Preparation

The interim Financial Statements have been prepared in accordance with Sri Lanka Accounting Standard for Small and Medium-sized Entities ("SLFRS for SMEs") and the same accounting policies and methods set out in the Audited Financials Statements for the year ended 31st March 2023 and are in compliance with LKAS 34 – Interim Financial Reporting. The presentation and classification of comparative information have been amended where relevant.

2 Contingencies

The Company does not have any other significant contingent liabilities outstanding as at the reporting date which require adjustments to or disclosure in the financial statements.

3 Events occurring after the reporting date

There were no material events occurring after the reporting date which require adjustments to or disclosures in the financial statements.

4 Rights Issue

The Company has raised the fund Rs.50.8 Mn by rights issue for the said objectives of the circular. The status of the utilization of the fund for the objectives as of 30 September 2023 is listed below.

Objective as per circular	Amount Allocated by Circular	Amount Utilized	% Utilized
Working Capital Requirement	Rs.40.8 Mn	Rs.40.8 Mn	100%
Repayment of Debts	Rs.10 Mn	Rs.10	100%

5 Capital Expenditure

The Company has incurred Rs.15,632,000 for capital expenditure for the reporting period.

6 Management Fee

The Company has made a provision for Management Fee Rs.3.6 Mn payable to M/S Amtek Engineering (Pvt) Ltd for the reporting period.

7 Transactions with Related parties

Name of Related Parties and the Relationship	Transaction	Transaction during the Period	
		30 September 2023	30 September 2022
Amtek Engineering (Pvt) Ltd -	Office Expenses		
Common Directors	Reimbursement	1,290,000	810,000
Mr. Sanjay Vijith Anthony Perera	Management Fee	3,600,000	3,600,000
Mr.Malindra Christopher Fernando	Loan Settled	10,000,000	-
Mr.Samud Gunasekera			
Mrs.Deanna Ryde	Rent	240,000	240,000

8 Earning per share

Earnings per share is calculated by dividing the profit attributable to the equity holders by number of ordinary shares in issue during the reporting period.

	30 September 2023	30 September 2022
Net profit attributable to equity holders (Rs.)	14,569,662	5,201,540
Number of shares in issue	7,590,000	2,760,000
Earnings Per Share (Rs.)	1.92	1.88

9 Net Assets per share

Net Assets per share is calculated by dividing the total equity by number of ordinary shares in issue during the reporting period.

	30 September 2023	31 March 2023
Total Equity	139,815,518	74,385,956
Number of shares in issue	7,590,000	2,760,000
Net Assets Per Share (Rs.)	18.42	26.95

ALPHA FIRE SERVICES PLC
SHAREHOLDERS INFORMATION

The issued ordinary shares of the Company is 7,590,000

LARGEST 20 SHAREHOLDERS AS OF 30 SEPTEMBER 2023

	NAME OF THE SHAREHOLDERS	NO OF SHARES	%
1	MR. S.V.A. PERERA	2,093,300	
	DFCC BANK PLC/MR.S.V.A.PERERA	107,800	2,201,100
2	MR. M.C. FERNANDO	1,579,275	29.00%
	DFCC BANK PLC/MR.M.C.FERNANDO	2,750	1,582,025
3	MR. A.S.I. GUNASEKERA		763,889
4	ESTATE F.A. RYDE		676,200
5	PEOPLE'S LEASING & FINANCE PLC/ULTRAKLEEN (PVT) LTD		479,814
6	SANDWAVE LIMITED		370,115
7	MRS. M.P.R. SILVA		205,000
8	TRADING PARTNERS (PVT) LTD		200,000
9	PEOPLE S LEASING AND FINANCE PLC/U.L.B.ARIYARATNA		100,000
10	MR. J.R. VICTORIA		93,480
11	MISS H.I. LOKUGE		75,000
12	MR. R.J.A. GUNAWARDENA		66,370
13	PEOPLE'S LEASING & FINANCE PLC/L.P.HAPANGAMA		55,500
14	MR. B.T. DE S WEERASOORIA		50,000
15	MR. M.M. FUAD		50,000
16	MR. T.E. KAMBURUGAMUWA GAMACHARIGE		50,000
17	MR. A.V.I. GUNAWARDENA		43,845
18	MRS. C. DISSANAYAKE		43,500
19	MR. S. BRANAVAN		35,471
20	MRS. D.G. BESTUS		29,700
	Others		418,991
	Total		7,590,000
			100.00%

Public Holding

Public Holding - No of Shares	1,886,972
Public Holding as a % of Issued Share Capital	24.86%
Total No. of Shareholders representing the Public Holding as at 30 September 2023	214

Directors' Shareholding

	No of Shares
Mr. Sanjay Vijith Anthony Perera	2,201,100
Mr.Malindra Christopher Fernando	1,582,025
Mrs. Deanna Marise Ryde	Nil
Mr. Agampodi Samud Ishara Gunasekera	763,889
Mr. Kapila Liyanagamage	Nil
Mr. Ranil De Silva	Nil

Share Price

	30 September 2023
Highest Price	57.70
Lowest Price	29.60
Last Traded Price	35.90

Corporate Information

The Company Registered Office

Alpha Fire Services PLC
No, 28, Sulaiman Terrace, Colombo-05
Sri Lanka
Tel: +94 11 508 888 / 0777 747 317
Fax: +94 112 503 392
Web: <http://alphafire.lk>

Legal Form of the Company

Incorporated in Sri Lanka on May 07, 2003 and reregistered on October 16, 2007 as a Private Limited Liability Company under the provisions of Companies Act No. 7 of 2007. The legal form of the company was changed from Limited Company to Public Listed Company under provision of the section 8 of the Companies Act No. 07 of 2007 on July 04, 2022

Company Registration Number (as a Public Company)

PQ00248999

Place of Incorporation

Colombo, Sri Lanka

Company Secretaries

Ms. F. S. Ismail
168/5, Elvitigala Mawatha,
Colombo 08,
Sri Lanka
Tel: +94 11 2695009

Auditors

M/s KPMG
(Chartered Accountants)
32A, Sir Mohamed Macan Markar Mawatha,
Colombo 03,
Sri Lanka
Tel: +94 11 5426426
Fax: +94 11 2445872

Board of Directors

Mr. Sanjay Vijith Anthony Perera	Chairman/Managing Director /Executive Non-Independent Director
Mr. Malindra Christopher Fernando	Executive Non-Independent Director
Mrs. Deanna Marise Ryde	Co-Founder/Non-Executive Non- Independent Director
Mr. Agampodi Samud Ishara Gunasekera	Executive Non-Independent Director
Mr. Kapila Liyanagamage	Independent Non-Executive Director
Mr. Ranil De Silva	Independent Non-Executive Director