

## 13 Electrical Machinery and Apparatus

### Performance at a Glance

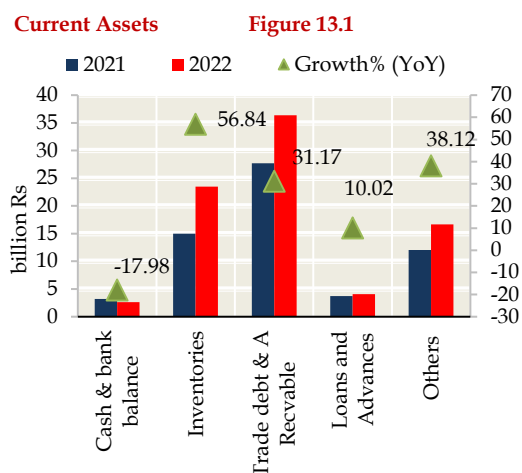
The balance sheet size of the Electrical Machinery and Apparatus sector increased during 2022 by an amount of Rs 37.61 billion to Rs 141.17 billion, showing a growth of 36.32 percent.

While the total liabilities increased by 43.85 percent to Rs 67.88 billion, the shareholders' equity improved by 30.02 percent during 2022 reaching Rs 73.29 billion. Sales of the sector showed a YoY growth of 34.10 percent, reaching Rs 105.28 billion during 2022. The profitability of the sector also grew during 2022 with the profit after taxation increased YoY by Rs 0.68 billion. The performance indicators like return on assets (ROA) and return on equity (ROE) improved during FY22 as shown in following table.

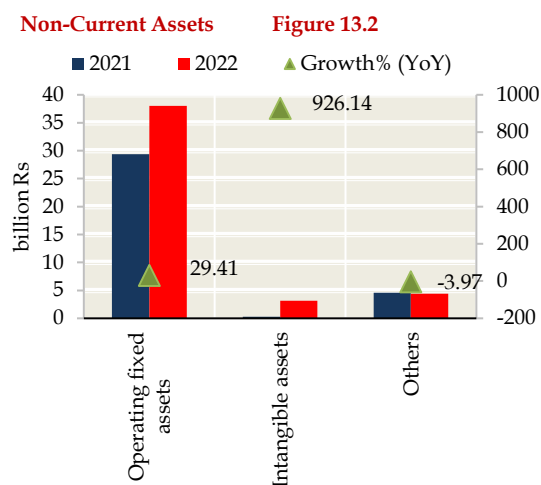
Sector's Summary (billion Rs)		Table 13.1	
Items	2022	2021	Growth (%)
<b>Assets</b>	<b>141.17</b>	<b>103.55</b>	<b>36.32</b>
Non-Current	57.93	41.84	38.44
Current	83.24	61.71	34.88
<b>Liabilities</b>	<b>67.88</b>	<b>47.19</b>	<b>43.85</b>
Non-Current	12.43	11.90	4.46
Current	55.45	35.29	57.13
<b>Equity</b>	<b>73.29</b>	<b>56.37</b>	<b>30.02</b>
<i>of which</i>			
Paid up Capital	15.41	9.15	68.45
Reserves	45.81	38.35	19.46
<b>Sales</b>	<b>105.28</b>	<b>78.51</b>	<b>34.10</b>
<b>Gross Profit</b>	<b>20.12</b>	<b>15.07</b>	<b>33.54</b>
<b>Profit after tax</b>	<b>4.24</b>	<b>3.56</b>	<b>18.95</b>
ROA (%)	3.46	3.58	-
ROE (%)	6.54	6.70	-

### Assets

The breakup of assets accumulation (Rs 141.17 billion) reveals that major increase of total assets is in the form of current assets, which increased by Rs 21.53 billion (34.88 percent) during 2022. Non-current assets of the sector augmented to Rs 57.93 billion in 2022 from Rs 41.84 billion in 2021, reflecting a growth of 38.44 percent.



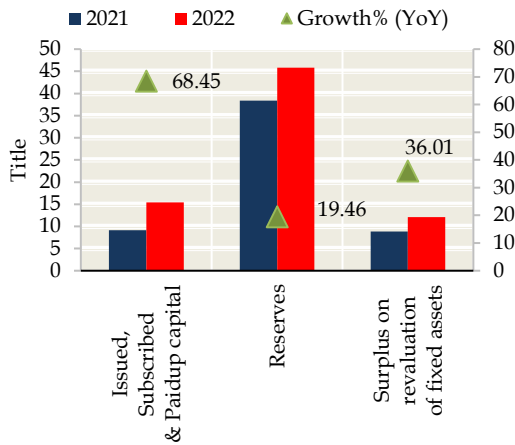
A further analysis of non-current assets shows that intangible assets significantly increased by Rs 2.83 billion showing growth of 926.14 percent and operating fixed assets (after deducting accumulated depreciation) increased by Rs 8.64 showing growth of 29.41 percent during 2022.



### Shareholders' Equity & Liabilities

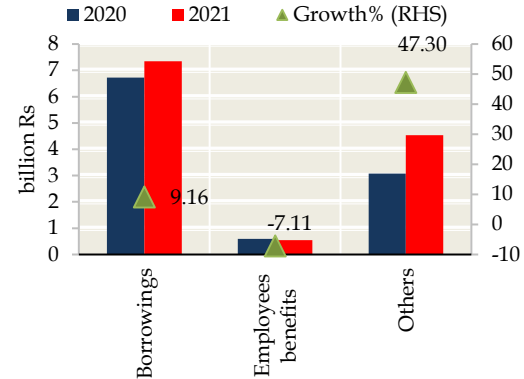
The shareholders' equity increased to Rs 73.29 billion in the 2022 from Rs 56.37 billion in 2021. Issued, subscribed and paid-up capital observed an increase of Rs 6.26 billion with 68.45 percent YoY growth. Reserves (which comprises 62.51 percent of shareholders' equity) increased by Rs 7.46 billion, to Rs 45.81 billion during 2022.

**Shareholders' Equity Figure 13.3**



Total liabilities of sector increased by Rs 20.69 billion (43.85 percent), mainly in the form of current liabilities (which comprises the 81.68 percent of total liabilities). Specifically, the current liabilities increased from Rs 35.29 billion to Rs 55.45 billion during 2022. Notable increase was observed in short term borrowings by Rs 11.31 billion with 75.69 percent YoY growth followed by trade credit & other accounts payables that is showing 50.82 percent growth during 2022.

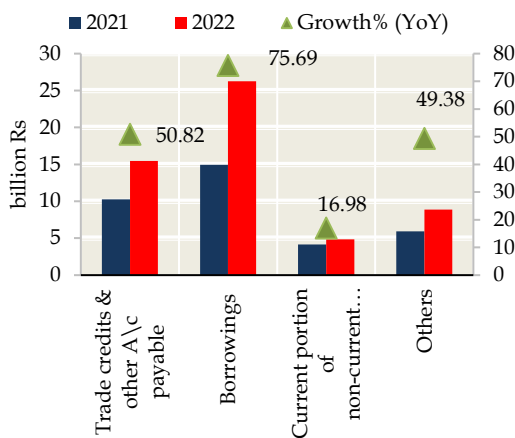
**Non-Current Liabilities Figure 13.5**



**Operating Efficiency & Ratio Analysis**

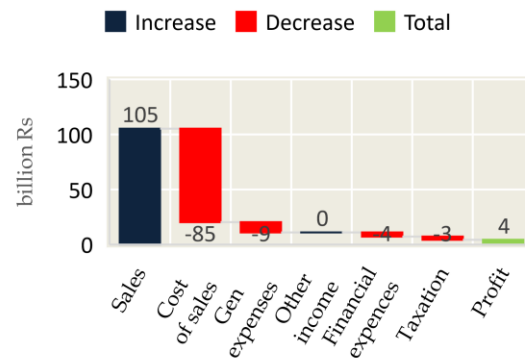
Sales of the sector witnessed a YoY increase of Rs 26.77 billion, reaching Rs 105.28 billion during 2022. Both local and exports sales showed YoY increase by Rs 26.71 billion (34.51 percent) and Rs 0.06 billion (5.12 percent) respectively during 2022. The gross profit registered a YoY growth of 33.54 percent (Rs 5.05 billion). EBIT increased to Rs 10.98 billion showing YoY increase of Rs 2.88 billion during 2022. A YoY increase of Rs 0.68 billion (18.95 percent) was recorded in profit after taxation, to Rs 4.24 billion in 2022.

**Current Liabilities Figure 13.4**



The non-current liabilities of the sector increased by Rs 0.53 billion, reaching Rs 12.43 billion in 2022, out of which long-term borrowings recorded an increase of Rs 0.62 billion. Whereas, employees benefit obligations shown a decrease of 7.11 percent on YoY basis.

**Composition of Operations Figure 13.6**



Key performance indicators of the sector slightly fell during 2022. Return on assets (ROA) remained 3.46 percent that was 3.58 percent in 2021. Similarly, return on equity (ROE) fell to 6.54 percent, which was 6.64 percent in 2021. Net profit margin declined to 4.03 percent during 2022 from 4.54 percent last year.