

### Performance at a Glance

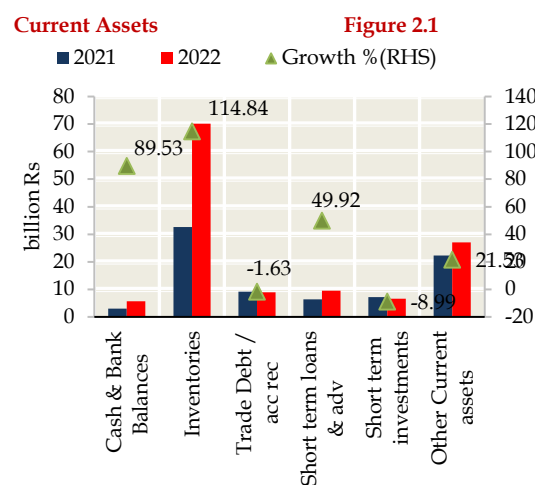
The balance sheet size of sugar sector increased by 25.62 percent during 2022, reaching Rs 301.15 billion from Rs 239.73 billion in 2021. While the shareholders' equity increased by 15.09 percent during 2022, the liabilities increased by 33.75 percent. The sales of the sector increased YoY by 17.95 percent during 2022. The sector's profit before and after taxation increased YoY by Rs 5.75 billion and Rs 3.83 billion respectively during 2022. The Return on assets (ROA) improved to 3.99 in 2022 from 2.93 in 2021, whereas Return on equity (ROE) improved to 9.60 in 2022 from 6.85 in 2021.

Sector's Summary (billion Rs)		Table 2.1	
Items	2022	2021	Growth (%)
<b>Assets</b>	300.99	239.73	25.56
<b>Non-Current</b>	173.10	159.19	8.74
<b>Current</b>	127.89	80.54	58.78
<b>Liabilities</b>	181.21	135.30	33.93
<b>Non-Current</b>	41.90	41.31	1.43
<b>Current</b>	139.31	93.99	48.22
<b>Shareholders' Equity</b>	119.78	104.43	14.70
<i>of which</i>			
Paid-up Capital	10.38	10.05	3.29
Reserves	60.14	50.39	19.35
<b>Sales</b>	285.86	244.71	16.82
<b>Gross Profit</b>	38.33	29.17	31.40
<b>Profit after tax</b>	10.58	6.96	52.01
<b>ROA (%)</b>	3.91	2.93	-
<b>ROE (%)</b>	9.99	6.79	-

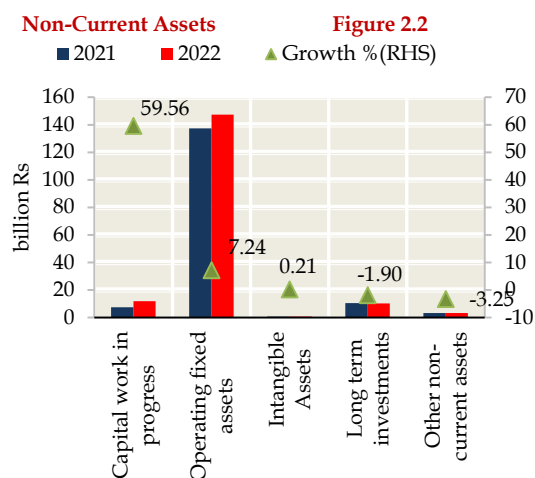
### Assets

Accumulation of total assets by Rs 61.42 billion during 2022 came primarily in the form of current assets, which increased by Rs 47.32 billion. The details of current assets show that inventories was the major contributor in the rise, increased by Rs 37.52 billion.

However, short term investments and trade Debt/accounts receivables fell marginally in 2022. In terms of growth rate, cash & bank balances grew by 89.53 percent during 2022 while short-term loans & advances posted a growth of 49.92 percent.



The non-current assets of the sector reached Rs 173.29 billion in 2022 as compared to Rs 159.19 billion in 2021. The breakup of non-current assets accumulation reveals that operating fixed assets (after deducting accumulated depreciation) and capital work in progress were major contributors during 2022, which increased respectively by Rs 9.95 billion and Rs 4.46 billion.

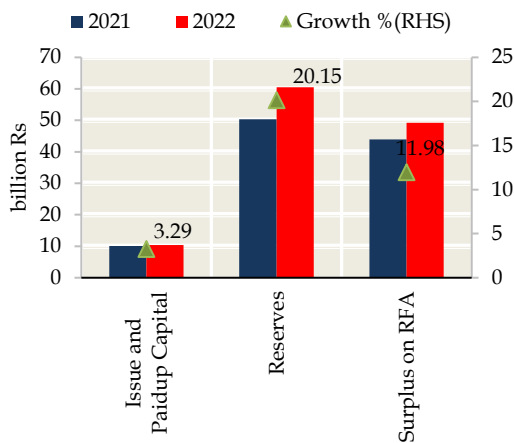


### Shareholders' Equity and Liabilities

The shareholders' equity increased to Rs 120.18 billion during 2022 from Rs 104.43 billion in 2021, posting an increase of Rs 15.76 billion. The reserves increased by Rs 10.16 billion (20.15 percent) and surplus on revaluation of fixed assets increased by Rs 5.27 billion (11.98 percent).

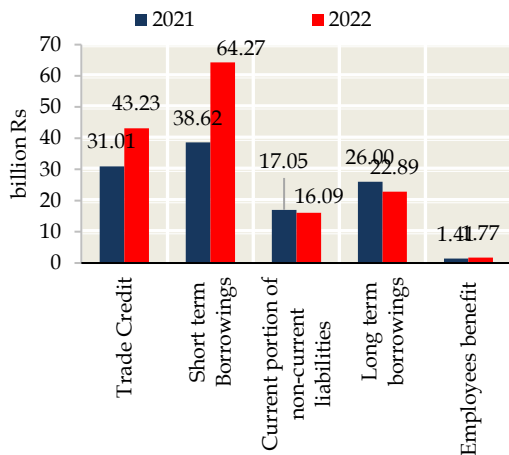
The liabilities of the sector increased by Rs 45.66 billion during 2022, reaching Rs 180.96 billion. While non-current liabilities remained around last year's level, current liabilities increased by Rs 45.13 billion during 2022.

**Shareholders' Equity** **Figure 2.3**



Looking at current liabilities, short term borrowings (which has 46.19 percent share in current liabilities in 2022) posted highest

**Components of liabilities** **Figure 2.4**



increase (Rs 26.65 billion) during 2022, followed by trade credit & other accounts payables (Rs 12.21 billion).

Under non-current liabilities, long-term borrowing decreased by Rs 3.11 billion during 2022.

### Operating Efficiency & Ratio Analysis

The sales of the sugar sector recorded a YoY increase of Rs 43.93 billion, reaching Rs 288.64 billion. The gross profit grew YoY by 33.29 percent in 2022. Profit before taxation recorded a YoY increase of Rs 5.75 billion (61.97 percent) during 2022 whereas profit after taxation posted a YoY increase of Rs 3.83 billion (54.98 percent), reaching Rs 10.78 billion.

Return on assets (ROA) and return on equity (ROE) increased from 2.93 percent to 3.99 percent and from 6.85 percent to 9.60 percent respectively in 2022 as compared to previous year.

**Operating Efficiency 2022** **Figure 2.5**

