

Colombo Dockyard PLC (DOCK.N0000) is a ship building company listed on Colombo Stock Exchange in [Sri Lanka](#). It has built both military and civilian vessels for both local and overseas clients. Colombo Dockyard has operated in joint collaboration with [Onomichi Dockyard Japan](#) since 1993- the collaboration's twenty-year anniversary was celebrated on March 26, 2013

Japan's Onomichi Dockyard Company, which has held a 51% stake in Colombo Dockyard PLC since 1993, has announced plans to divest its ownership and management of the Sri Lankan shipbuilding and repair facility. Disclosure to CSE This decision comes amid significant financial challenges faced by Colombo Dockyard, including a loss of nearly \$38 million in 2023 and revenues in 2024 down by a third. The company has initiated preliminary discussions with potential strategic investors to ensure the continuation of operations and has received assurances from Onomichi of its willingness to collaborate with a new buyer. The Company is currently awaiting proposals from potential buyers for the acquisition of 51% shareholdings of Colombo Dockyard PLC via Colombo Stock Exchange. According to M&A Rules in Sri Lanka potential acquirers are required to make a mandatory offer to all shareholders.



SHIPYARD LAYOUT

Dock No	Length (m)	Breadth (m)	Depth (m)	Capacity (Dwt)	Cranage (t)
Drydock No. 1A	148	26	9.7	30,000	160
Drydock No. 1B (Shipbuilding)	62	26	9.7		160
Drydock No. 2 (Shipbuilding)	107	24	6.7	9,000	160
Drydock No. 3	122	16	5.5	8,000	20
Drydock No. 4	263	44	8.9	125,000	70



History

Colombo Dockyard, established its operations in 1974 and is one of Sri Lanka's engineering facilities in the business of ship repair, ship building, heavy engineering and offshore engineering. It is situated within the Port of Colombo, thus having the benefits of a deep water harbor.

Key Services Offered

Colombo Dockyard provides a range of services, including shipbuilding, ship repair, heavy engineering, and offshore engineering solutions.

The company specializes in constructing sophisticated vessels such as offshore patrol vessels (OPVs), passenger ferries, and tankers. Additionally, its ship repair division undertakes dry docking, afloat repairs, and retrofitting of vessels, serving both local and international clients. The heavy engineering division supports industrial projects, including steel fabrication and custom engineering solutions for the maritime and energy sectors.

Facilities and Operations

Colombo Dockyard operates as Sri Lanka's premier shipbuilding and ship repair facility, strategically located within the Port of Colombo. The company boasts state-of-the-art infrastructure, enabling it to serve both local and international maritime clients efficiently.



Colombo Dockyard operates four graving *drydocks*, the largest one with a capacity of 125,000 tonnes *deadweight* (DWT) as well as repair berth facilities. It is accredited with the *ISO 9001-2015* quality certification by *Lloyd's Register Quality Assurance*.

In 2020 the Colombo Dockyard built Eco bulk carriers for *Norwegian Misje Eco Bulk* company, Misje subsidiary of *Kåre Misje & Co.*^[5] Colombo Dockyard also built *Buoy Tender Vessels* to sell to ports of Iraq through *Toyota Tsusho Corporation* of Japan. *Japan International Cooperation Agency* (JICA) helped with this project.



Agents

- 📍 Ulrik Qvale & Partners AS
- 📍 Onomichi Shipyard
- 📍 Chris Marine SA
- 📍 Combitrade GmbH
- 📍 FORTUNE CEYLON SHIPPING AGENCIES PVT ...
- 📍 Eclipse Marine Consultancy & Meteor Yachts
- 📍 WSR SERVICES LTD
- 📍 MMI UK LTD
- 📍 HV Trading
- 📍 INTERYARDS SA
- 📍 ESMA Marine Agencies B.V.
- 📍 VALMARINE SERVICES S.A

Facilities

Colombo Dockyard PLC, established in 1974, stands as Sri Lanka's premier shipbuilding and ship repair facility, strategically located within the Port of Colombo. This advantageous position places it along major shipping lanes connecting the West, Middle East, Far East, Africa, and Australia, enabling the company to efficiently serve a diverse clientele.

SHIP REPAIRS

Conveniently located within the port of Colombo, Colombo Dockyard has the ability to conduct both dry dock and afloat repairs. We operate four graving dry docks with a maximum capacity of 125,000 DWT and extensive repair berth facilities. Routine dry docking repairs, major layup repairs, collision damages, conversions and retrofits are professionally expedited. We also have extensive experience in machinery, piping, steel, electricals and electronics.



SHIPBUILDING

With over 40 years of experience, Colombo Dockyard has evolved into a formidable force in the regional shipbuilding arena. Our ability to carry out construction of varied vessels that exceed the stringent requirements stipulated by international classification societies whilst at the same time customizing the vessel to meet client requirements has helped pave the way to our success.

[Learn more](#)



OFFSHORE ENGINEERING

Colombo Dockyard offers crucial offshore engineering repair services for mobile offshore drill units, well stimulation vessels, diving support vessels and a host of other related vessels. Our experience and professionalism has helped exceed industry requirements and stringent standards. Our regular customers come from India, France, Norway, and the USA.

[Learn more](#)



Facilities

The shipyard operates four graving dry docks, with the largest accommodating vessels up to 125,000 DWT. These dry docks are complemented by extensive repair berth facilities and fully equipped workshops, facilitating a wide range of ship repair and construction activities.

Key facilities include:

- **Dry Docks:** Four graving dry docks capable of servicing vessels up to 125,000 DWT, allowing for comprehensive dry docking operations.
- **Repair Berths:** Over 1,000 meters of repair berth space, providing ample capacity for simultaneous vessel repairs and maintenance.
- **Workshops:** The shipyard boasts the largest collection of heavy steel processing and welding machinery in Sri Lanka. All piers and workshops are equipped with ancillary services such as oxygen, acetylene, compressed air, and powerful illumination systems to support round-the-clock fabrication work.
- **Cranes and Lifting Equipment:** The production areas are outfitted with the latest machinery and technology, including overhead and swing arm cranes, enhancing the efficiency of shipbuilding and repair operations.

Operations

Colombo Dockyard offers a comprehensive suite of services:

- **Ship Repairs:** The shipyard provides both dry dock and afloat repairs, handling routine maintenance, major layup repairs, collision damage rectifications, conversions, and retrofits. With experience servicing over 200 vessels annually, the facility is adept at managing complex repair projects.
- **Shipbuilding:** Colombo Dockyard has a rich history of constructing various vessels, including offshore patrol vessels (OPVs), passenger ferries, tankers, and tugboats for governmental and private clients. Notably, the shipyard has built vessels for international clients such as the Maldivian Coast Guard and the Sri Lanka Navy.
- **Offshore Engineering:** The company engages in offshore engineering projects, supporting the oil and gas exploration and production sectors with specialized vessels and services.
- **Heavy Engineering:** Diversifying its portfolio, Colombo Dockyard undertakes heavy engineering projects, including steel fabrication and custom engineering solutions for industrial applications.

Colombo Dockyard continues to invest in technological advancements and operational efficiencies, reinforcing its position as a key maritime hub in South Asia. The facility's strategic location, coupled with its comprehensive service offerings, positions it as a preferred partner for global shipowners and operators.

VALAUTION

Market Price (April 1, 2025)/LKR			77.00
Quarterly Earnings (TTM)/LKR		YoY	%
4Q 2024	-11.96	-17.16	30%
3Q 2024	-18.85	-93.50	80%
2Q 2024	1.14	-38.24	103%
1Q 2024	-4.96	-4.50	-10%
EPS - Trailing 12 Months (TTM)	-34.63	-153.40	77%
Net Assets Value (NAV)/LKR	75.55		
Price to Earnings (PE Ratio)	-2.22	>8	
Price to Book Value (PB Ratio)	1.02	>1	
Price Earnings to Growth (PEG)	-0.03	N/a	
Market Valuation	LKR (Mn)	USD (Mn)	
Market Capitalisation (1st April 2025)	5,533	18	
Net Asset Value (Before Revaluation)	-5,567	-19	
Revaluation of the Land	10,996	37	
Net Asset Value (After Revaluation)/2024	5,429	18	

Top Shareholdings

06.6 TWENTY (20) MAJOR SHAREHOLDERS AS AT 31 DECEMBER 2024

NO	NAME	NO. OF SHARES	%
1	ONOMICHI DOCKYARD COMPANY LIMITED	36,648,051	51.000
2	EMPLOYEE'S PROVIDENT FUND	11,744,009	16.340
3	SRI LANKA INSURANCE CORPORATION LTD-GENERAL FUND	3,592,998	5.000
4	SRI LANKA INSURANCE CORPORATION LTD-LIFE FUND	3,536,548	4.920
5	SRI LANKA PORTS AUTHORITY	2,186,191	3.040
6	EMPLOYEES TRUST FUND BOARD	1,736,660	2.420
7	BANK OF CEYLON NO. 1 ACCOUNT	797,625	1.110
8	MR. D.G. WIJEMANNA	640,000	0.890
9	MR. R.C.D. DE SILVA	350,000	0.490
10	MRS. T.T.A. DE SILVA WEERASOORIA	349,266	0.490
11	BANK OF CEYLON-NO2 A/C (BOC PTF)	302,900	0.420
12	FINCO HOLDINGS (PRIVATE) LIMITED	294,707	0.410
13	PEOPLE S LEASING AND FINANCE PLC/U.L.B.ARIYARATNA	232,480	0.320
14	LANKA MILK FOODS (CWE) LIMITED	219,948	0.310
15	SAMPATH BANK PLC / ARUMAPURAGE PETER LASANTHA FERNANDO	180,000	0.250
16	HARNAM HOLDINGS SDN BHD	172,122	0.240
17	E.W. BALASURIYA & CO. (PVT) LTD ACC NO 01	165,123	0.230

Financial Statements (December 2024)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31st December	2024	2023
	Rs,'000	Rs,'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	20,772,357	13,955,597
Intangible Assets	2,945	17,224
Right - of - Use asset	229,306	244,962
Investments Classified as Fair Value through OCI	21,574	22,568
Differed Tax Assets	15,014	15,014
Other Financial Assets Including Derivatives	499,711	420,474
Total Non-Current Assets	21,540,907	14,675,839
Current Assets		
Inventories	3,589,274	3,716,313
Trade and Other Receivables	11,813,507	16,304,826
Other Financial Assets Including Derivatives	205,529	197,623
Cash and Cash Equivalents	6,743,729	4,430,580
Total Current Assets	22,352,039	24,649,342
Total Assets	43,892,946	39,325,181
EQUITY AND LIABILITIES		
Stated Capital	714,396	714,396
Exchange Equalisation Reserve	75,922	101,067
Fair Value through OCI Reserve	20,844	21,838
Retained Earnings	(6,378,556)	(3,854,830)
Revaluation Reserves	10,996,634	6,103,684
Equity Attributable to Equity Holders of the Parent	5,429,240	3,086,155
Non Controlling Interest	179,206	204,623
Total Equity	5,608,446	3,290,778
Non-Current Liabilities		
Interest Bearing Borrowings	7,457,850	3,000,000
Differed Tax Liability	211,018	211,018
Lease liability	192,906	160,967
Employee Benefits	1,374,002	1,308,865
Total Non-Current Liabilities	9,235,776	4,680,850
Current Liabilities		
Interest Bearing Borrowings	21,210,067	20,850,998
Trade and Other Payables	6,289,452	8,572,386
Lease liability	83,010	41,376
Income Tax Payable	95,939	67,648
Dividends Payable	10,484	10,487
Bank Overdrafts	1,359,772	1,810,658
Total current Liabilities	29,048,724	31,353,553
Total Equity and Liabilities	43,892,946	39,325,181
Net Assets per share (Rs)	75.55	42.95

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 31 December			Year Ended 31 st December		
	2024	2023	Variance %	2024	2023	Variance %
	Rs, '000	Rs, '000		Rs, '000	Rs, '000	
Revenue	6,711,810	7,029,283	-4.52%	25,554,381	36,167,621	-29.34%
Cost of Sales	(5,367,511)	(11,173,828)	51.96%	(24,631,543)	(42,491,260)	42.03%
Gross Profit	1,344,299	(4,144,545)	132.44%	922,838	(6,323,639)	114.59%
Other Income	(326,033)	1,644,725	-119.82%	643,289	478,425	34.46%
Distribution Expenses	(13,477)	(27,971)	51.82%	(94,734)	(84,854)	-11.64%
Administrative Expenses	(1,112,711)	(1,253,080)	11.20%	(3,840,162)	(3,899,855)	1.53%
Other Operating Income / (Expenses)	18,170	635,730	-97.14%	16,273	(1,204,740)	101.35%
Net Finance Income / (Expenses)	(723,471)	(549,787)	-31.59%	(2,171,994)	(2,385,146)	8.94%
Profit / (Loss) before Tax	(813,223)	(3,694,928)	77.99%	(4,524,490)	(13,419,809)	66.28%
Income Tax Expense	(47,161)	2,461,800	-101.92%	2,034,929	2,413,382	-15.68%
Profit / (Loss) for the period	(860,384)	(1,233,128)	30.23%	(2,489,561)	(11,006,427)	77.38%
Other Comprehensive Income						
Revaluation of free hold land/ Dry Dock and Machinery	49,631	19,549.00		6,989,930	8,719,549	
Fair Value Change of instruments valued at FVOCI	26,951	(309)		(994)	(309)	
Foreign Currency Translation Differences - Foreign Operations	(21,359)	14,515		(49,304)	(41,327)	
Defined benefit plan actuarial gains / (losses)	(50,605)	160,010		(50,605)	160,010	
Differed Tax on Other Comprehensive Income / (Expenses)	292	(2,663,868)		(2,081,798)	(2,663,868)	
Other Comprehensive Income For The Period - Net of Taxes	4,910	(2,470,103)		4,807,229	6,174,055	
Total Comprehensive Income for The Period	(855,474)	(3,703,231)		2,317,668	(4,832,372)	
Profits Attributable to :						
Owners of The Company	(859,271)	(1,233,301)		(2,488,303)	(11,023,635)	
Non - Controlling Interest	(1,113)	173		(1,258)	17,208	
Profit for the period	(860,384)	(1,233,128)		(2,489,561)	(11,006,427)	
Total Comprehensive Income Attributable to :						
Equity holders of the parent	(871,534)	(3,710,212)		2,343,085	(4,829,533)	
Non - Controlling Interest	(11,885)	6,981		(25,417)	(2,839)	
Total Comprehensive Income for The Period	(883,419)	(3,703,231)		2,317,668	(4,832,372)	
Earnings per share (Rs)	(11.96)	(17.16)		(34.63)	(153.41)	

Note : Figures in brackets indicate deductions

The above figures are subject to audit

7th December 2024

Mr. Renuke Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
World Trade Center
Colombo 01

Dear Sir,

Announcement of the change in the Directorate

Colombo Dockyard PLC wishes to state that the Board of Directors of the Company have been informed by Onomichi Dockyard Company Limited of Japan (“**Onomichi**”), which is the Company’s majority shareholder, that it has decided to withdraw from the management of the Company and the Management Agreement it has had with the Company, respecting the Company’s intention to find a new strategic investor.

Consequently, in accordance with this decision, Messers. T. Nakabe, K. Kobatake and J. Furukawa, who were Onomichi’s nominees to the Board of the Company have resigned from the Board with effect from the 6th of December 2024. (Messers. T. Nakabe, K. Kobatake and J. Furukawa do not hold shares in the Company as of 06/12/2024).

Mr. L. Ganlath, who has been a director of the Company since 1993, has been appointed as the Non-executive Chairman of the Company with effect from such date. (Mr. Ganlath holds 578 shares in the Company as of 06/12/2024)

As was previously disclosed in relation to emphasis of matter on going concern in the audited financial statements of the Annual Report for the year ended 31/12/2023 , the Company is faced with a financial crisis that has escalated over the years as a result of various external and internal factors. However, given the long term potential of the Company’s business and other factors such as the strategic advantage enjoyed by the Company by virtue of its location, the Board of Directors remains confident that it will be able to steer the Company out of the present crisis with the support and cooperation of its many stakeholders. The Board of Directors is also aware of the importance of the Company continuing its operations in the larger interests of its creditors, employees and other stakeholders.

The Board of Directors is cognizant of the critical need to find a strategic investor to replace Onomichi. Preliminary discussions are ongoing with several parties for this purpose. The Board of Directors has been assured by Onomichi that it is prepared to exit from their investment in the Company by the disposal of its shares to any strategic investor who would be willing to make a commitment towards the Company. Accordingly, preliminary discussions are already taking place with certain parties who have expressed an interest in investing into the Company. The Company has also informed its key creditors of the exit of Onomichi and the Board’s intent to continue its operations with a potential new partner and has received an assurance of support.

“...an Odyssey of Excellence ”

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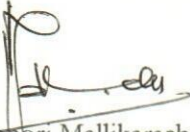


The Board of Directors wishes to severely caution investors against unnecessary speculation on the shares of the Company, since there is no certainty whatsoever as yet on the finality of an entry of a new investor or, even more so, the terms and conditions on which such engagement could be entered into.

The Board of Directors assures its shareholders and all other stakeholders that it will keep them fully informed of any material developments that take place in the future.

Yours sincerely,

By Order of the Board of
COLOMBO DOCKYARD PLC



Manori Mallikarachchi
Secretary

Manori P. Mallikarachchi
Legal Consultant / Company Secretary
Colombo Dockyard PLC
(PQ 50)