

Maskeliya Plantations PLC

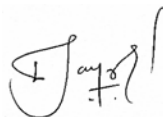
Interim Financial Statements

**FOR THE NINE MONTHS ENDED
31 DECEMBER 2010**

BALANCE SHEET

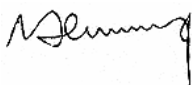
	As at 31/12/10 Rs. ' 000	As at 31/12/09 Rs. ' 000	As at 31/03/10 Rs. ' 000
ASSETS			
NON CURRENT ASSETS			
Leasehold Property	216,103	222,384	220,800
Immovable estate assets on finance lease (other than leasehold property)	145,644	157,258	153,895
Tangible assets other than immature/mature plantations	748,538	635,022	676,068
Immature/Mature Plantations	1,348,817	1,219,520	1,242,911
	<u>2,459,102</u>	<u>2,234,184</u>	<u>2,293,674</u>
CURRENT ASSETS			
Inventories	489,786	468,178	365,368
ACT Recoverable	47,926	47,926	47,926
VAT Receivable	20,923	18,015	18,084
Trade and other Receivables	106,547	152,342	182,405
ESC Recoverable	10,332	7,268	6,592
Short Term Deposit	-	20,000	32,000
Amount due from Related Parties	9,010	11,902	6,218
Cash and Bank balances	7,493	15,956	6,821
	<u>692,017</u>	<u>741,587</u>	<u>665,414</u>
TOTAL ASSETS	<u>3,151,119</u>	<u>2,975,771</u>	<u>2,959,088</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Stated Capital - Note 03	350,000	350,000	350,000
General Reserve	540,000	540,000	540,000
Accumulated Profit/(Loss)	87,678	7,807	76,141
TOTAL EQUITY	<u>977,678</u>	<u>897,807</u>	<u>966,141</u>
NON CURRENT LIABILITIES & DEFERRED INCOME			
Interest Bearing Loans & Borrowings	169,100	354,503	286,758
Retiring Benefit Obligations	707,470	724,249	706,431
Deferred Income	254,103	203,905	222,201
Net liability to lessor payable after one year	123,212	124,971	124,549
	<u>1,253,885</u>	<u>1,407,628</u>	<u>1,339,939</u>
CURRENT LIABILITIES			
Trade & Other payables	398,900	398,986	292,238
Dividend payable	2,028	2,155	2,031
Amount due to Related parties	239,821	126,706	106,761
Interest Bearing Loans & Borrowings	277,045	140,795	250,284
Net liability to lessor payable within one year	1,762	1,694	1,694
	<u>919,556</u>	<u>670,336</u>	<u>653,008</u>
TOTAL EQUITY AND LIABILITIES	<u>3,151,119</u>	<u>2,975,771</u>	<u>2,959,088</u>
	Rs.	Rs.	Rs.
Net Assets Per Share	36.24	33.28	35.81

These Financial Statements are in Compliance with the requirements of the Companies Act No. 07 of 2007.



L.C. Herath (Mrs.)
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.



P D Samarasinghe
Director



S P Jayakoddy
Director

07 February 2011

INCOME STATEMENT

	Quarter Ended			Nine Months Ended		
	31 December		Variance	31 December		Variance
	2010	2009		2010	2009	
	Rs. ' 000	Rs. ' 000	+ / (-) %	Rs. ' 000	Rs. ' 000	+ / (-) %
Revenue	863,460	938,236	(8)	2,357,043	2,332,853	1
Cost of Sales	<u>(728,010)</u>	<u>(724,602)</u>	(0)	<u>(2,135,218)</u>	<u>(2,212,312)</u>	3
Gross Profit / (Loss)	135,450	213,634	(37)	221,825	120,541	84
Other Operating Income	2,387	8,438	(72)	7,528	15,308	(51)
Administration Expenses	(11,912)	(22,769)	48	(32,877)	(55,473)	41
Management Fee	(45,168)	(48,018)	6	(118,258)	(107,478)	(10)
Finance Cost	<u>(23,483)</u>	<u>(10,686)</u>	(120)	<u>(66,681)</u>	<u>(75,054)</u>	11
Profit / (Loss) before Taxation	57,274	140,599	(59)	11,537	(102,156)	111
Income Tax Expenses	-	(3,000)	100	-	(3,000)	100
Net Profit/(Loss) for the period	<u>57,274</u>	<u>137,599</u>	(58)	<u>11,537</u>	<u>(105,156)</u>	111
	Rs.	Rs.		Rs.	Rs.	
Basic Earnings Per Share	2.12	5.10		0.43	(3.90)	

CASH FLOW STATEMENT

For the nine months ended	31/12/2010	31/12/2009
CASH FLOWS FROM OPERATING ACTIVITIES	Rs. ' 000	Rs. ' 000
Net Profit / (Loss) before Taxation	11,537	(102,156)
ADJUSTMENTS FOR		
Depreciation/Amortization	76,096	73,114
Provision for Defined Benefit Plan Cost	48,984	297,556
Amortisation of Grants	(7,470)	(7,200)
Provision for Doubtful Debts & Impairment Loss	-	24,000
Finance Costs	66,681	75,054
Operating Profit before Working Capital Changes	<u>195,828</u>	<u>360,368</u>
(Increase)/Decrease in Trade and other receivables	69,279	(2,519)
(Increase)/Decrease in Inventories	(124,418)	(173,955)
Increase/(Decrease) in Trade and other payables	106,657	104,419
Increase/(Decrease) in amounts due to Related Parties	133,060	92,000
(Increase)/Decrease in amounts due from Related Parties	3,030	(1,014)
Cash Generated from Operations	<u>383,436</u>	<u>379,299</u>
Finance Costs Paid	(48,288)	(59,384)
Defined Benefit Plan Costs paid	(47,945)	(44,092)
Income Tax Paid	(5,821)	(3,000)
Net Cash from Operating Activities	<u>281,382</u>	<u>272,823</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Grants Received	39,372	10,551
Field Development Expenditure	(125,844)	(104,049)
Purchase of Property, Plant & Equipment	(115,680)	(49,657)
Net Cash used in Investing Activities	<u>(202,152)</u>	<u>(143,155)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends Paid	-	(153)
Payment of Government lease rentals	(19,662)	(16,876)
Proceeds from loans	-	193,155
Re Payment of loans	(113,007)	(127,822)
Net Cash from / (used) Financing Activities	<u>(132,669)</u>	<u>48,304</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	(53,439)	177,972
A. Cash & Cash Equivalents at the beginning of the period	<u>(51,887)</u>	<u>(282,811)</u>
B. Cash & Cash Equivalents at the end of the period	<u>(105,326)</u>	<u>(104,839)</u>
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Call Deposit	32,000	2,625
Cash & Bank Balances	6,821	4,320
Bank Overdrafts	(90,708)	(289,756)
	<u>(51,887)</u>	<u>(282,811)</u>
NOTE B		
Cash & Cash Equivalents at the end of the period		
Call Deposit	-	20,000
Cash & Bank Balances	7,493	15,956
Bank Overdrafts	(112,819)	(140,795)
	<u>(105,326)</u>	<u>(104,839)</u>

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs. ' 000	General Reserve Rs. ' 000	Accumulated Profit/(Loss) Rs. ' 000	Total Rs. ' 000
Balance as at 31 March 2009	350,000	540,000	112,963	1,002,963
Net profit/ (Loss) for the period	-	-	(105,156)	(105,156)
Balance as at 31 December 2009	350,000	540,000	7,807	897,807
Balance as at 31 March 2010	350,000	540,000	76,141	966,141
Net profit/(Loss) for the period	-	-	11,537	11,537
Balance as at 31 December 2010	350,000	540,000	87,678	977,678

NOTES TO THE FINANCIAL STATEMENTS

For the Nine Months Ended 31 December	Year ended 31 March		
	2010 Rs.	2009 Rs.	2010 Rs.
1 Market Price per Share			
- Last Traded price (For the period)	27.80	18.50	29.75
- Highest (For the period)	35.80	22.75	37.00
- Lowest (For the period)	24.00	13.25	13.25
2 There have been no material events occurring after the Balance Sheet date that require adjustment or disclosure in the Financial Statements.			
3 Stated Capital of Maskeliya Plantations PLC amounts to 350,000,010 represented by 26,976,745 shares.			
4 The presentation and classification of figures for the corresponding period of the previous year have been amended , where relevant to be comparable with those of current year.			
5 The above figures are provisional and subject to Audit. The Interim Financial Statements of the Company have been prepared on the basis of the same accounting policies and methods applied for the year ended 31 March 2010 and are in compliance with Sri Lanka Accounting Standard 35 - Interim Financial Reporting. Further, provisions of the Companies Act No.7 of 2007 have been considered in preparing the Interim Financial Statements of the Company.			
6 There has been no significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2010.			

NOTES TO THE FINANCIAL STATEMENTS CONTD...

7 Twenty Largest Shareholders

	as at 31/12/2010		as at 31/03/2010	
	Number of Shares held	% of the Holding	Number of Shares held	% of the Holding
1 R.P.C Management Services (Pvt) Ltd	18,424,344	68.30	17,176,744	63.67
2 Freudenberg Shipping Agencies Ltd	596,000	2.21	595,500	2.21
3 David Pieris Motor Company Ltd	367,700	1.36		
4 Mr.M. Radhakrishnan	260,600	0.97	260,600	0.97
5 Mr.C.P. De Silva	250,000	0.93	-	-
6 Mr.E. Thavaganasundaram	179,700	0.67	204,900	0.76
7 Amina Investments Ltd	120,000	0.44	-	-
8 Entrust Limited	110,000	0.41	141,100	0.52
9 Gulf East Finance Ltd	100,000	0.37		
10 Lexinton Holdings(Pvt) Ltd	100,000	0.37	100,000	0.37
11 CSCM/Mr.Halpawattege Geethal Ranjan Peiris	93,900	0.35	-	-
12 S.K.M Lanka Holdings(Pvt) Ltd	90,000	0.33	-	-
13 Waldock Mackenzie Ltd/Ceylinco Shriram Capital Man.	87,000	0.32	100,400	0.37
14 Mr.M.S.M. Ali	86,100	0.32	-	-
15 Mr.R.R.S. Ananda	80,000	0.30	-	-
16 Ceylinco Shriram Capital Management Services Co.	79,900	0.30	79,900	0.30
17 Mr.S.N.C.W.M.B.C. Kandededara	79,300	0.29	-	-
18 HSBC International Nominees Ltd- SSBT-Deustche	70,800	0.26	-	-
19 Mr.K.Kirupanthan	62,300	0.23	-	-
20 Mr.K.M. Dissanayake	60,000	0.22		
	21,297,644	78.95		
Balance held by 16,975 shareholders (2009/10 - 16,777 Shareholders)	5,679,101	21.05		
Total no. of Shares	26,976,745	100.00		

The percentage of shares held as at

	31/12/2010		31/03/2010	
	Number of Shares	%	Number of Shares	%
Public Holding	8,546,301	31.68	9,798,101	36.33
Other Holding	18,430,444	68.32	17,178,644	63.67
Total	26,976,745	100.00	26,976,745	100.00

8 The number of shares held by the Board of Directors are as follows:

As at	31/12/2010	31/03/2010
Dr.S.Yaddehige	-	-
J H P Ratnayeke	-	-
P D Samarasinghe	-	-
R.L. Kumararatne	-	-
Mr.S.P. Jayakoddy	4,700	500
Dr.A.Ekanayake	-	-
Dr.H.S.D. Soysa	1,400	1,400

SEGMENT INFORMATION

Geographical Segment

For the nine months ended 31 December 2010

	Maskeliya		Upcot		Talawakelle		Bandarawela		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
Revenue	570,248	582,770	854,581	861,196	422,640	411,739	509,574	477,148	2,357,043	2,332,853
Revenue Expenditure	(466,667)	(434,420)	(700,239)	(660,208)	(345,836)	(318,184)	(497,396)	(428,830)	(2,010,138)	(1,841,642)
Depreciation/ Amortization	(19,684)	(17,072)	(28,518)	(28,616)	(14,049)	(13,165)	(13,845)	(14,261)	(76,096)	(73,114)
Gratuity	(11,820)	(78,451)	(18,280)	(110,152)	(7,432)	(43,492)	(11,452)	(65,461)	(48,984)	(297,556)
Segment Results	72,077	52,827	107,544	62,220	55,323	36,898	(13,119)	(31,404)	221,825	120,541
Other Income									7,528	15,308
Unallocated Expenses									(32,877)	(55,473)
Management Fee									(118,258)	(107,478)
Finance Cost									(66,681)	(75,054)
Income Tax expenses									-	(3,000)
Profit /(Loss) for the period									11,537	(105,156)

CORPORATE INFORMATION

Name of Company	Maskeliya Plantations PLC
Legal Form	A Quoted Public Company with Limited Liability Incorporated in Sri Lanka.
Date of Incorporation	22 June 1992
Company Registration No	PQ 134
Principal Business Activities	Cultivation, Manufacture and Sale of Tea, Planting and Cultivation of Timber.
Stock Exchange Listing	The Ordinary Shares are listed with the Colombo Stock Exchange of Sri Lanka.
Registered / Head Office	310, High Level Road, Nawinna, Maharagama Sri Lanka
Ultimate Parent Enterprise	Richard Pieris & Company PLC
Board of Directors	Dr. Sena Yaddhige - Chairman J H P Ratnayake - Deputy Chairman P D Samarasinghe R L Kumaratne S P Jayakoddy Dr. A Ekanayake Dr. H S D Soysa
Secretaries	Richard Pieris Group Services (Private) Limited 310, High Level Road, Nawinna, Maharagama. Sri Lanka Telephone: +(94) 11-4310564
Auditors	Messrs Ernst & Young Chartered Accountants 201, De Saram Place, Colombo 10, Sri Lanka.
Bankers	Sampath Bank PLC - Nawam Mawatha Branch Bank of Ceylon - Corporate Branch & Regional Branches Seylan Bank PLC - Millennium Branch Hatton National Bank PLC- City Office NDB Bank PLC
Legal Advisors	Paul Ratnayake Associates International Legal Consultants Solicitors and Attorneys-at-law No.59, Gregory's Road Colombo 07.
Contact Details	Telephone : +(94) 11 4310888 Facsimile : +(94) 11 4310835 Website : www.arpico.com E-mai : mpl.rpk@arpico.com