

NAMUNUKULA PLANTATIONS PLC

Company Reg. No. - PQ 136

2014/15

INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED 31 DECEMBER 2014


STATEMENTS OF FINANCIAL POSITION

Interim Financial Statements


As at,	31.12.2014 Rs. '000	31.12.2013 Rs. '000	Audited 31.03.2014 Rs. '000
ASSETS			
Non Current Assets			
Leasehold Property, Plant & Equipment	211,887	226,323	222,713
Freehold Property, Plant & Equipment	316,255	283,434	284,358
Bearer Biological Assets	1,874,048	1,627,192	1,724,980
Joint Venture Investment - Unquoted	125,935	144,382	142,653
Financial Assets	250,000	-	-
Deferred Tax Asset	-	8,242	-
Total Non Current Assets	2,778,125	2,289,574	2,374,704
Current Assets			
Inventories	219,418	280,236	208,739
Trade and Other Receivables	238,198	259,135	241,972
Amounts Due from Related Companies	7,630	39,846	35,576
Short Term Investment	-	312,930	288,889
Cash and Cash Equivalents	22,416	6,437	26,549
Total Current Assets	487,662	898,583	801,725
Total Assets	3,265,787	3,188,157	3,176,429
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital	350,000	350,000	350,000
Retained Earnings	1,819,874	1,674,932	1,725,224
Total Equity	2,169,874	2,024,932	2,075,224
Non Current Liabilities			
Interest Bearing Loans & Borrowings	201,585	257,867	249,689
Retirement Benefit Obligations	241,642	248,700	243,567
Deferred Tax Liability	26,291	-	26,291
Deferred Income	114,762	113,817	114,479
Liability to make Lease payment after one year	224,296	228,283	227,306
Total Non Current Liabilities	808,576	848,666	861,332
Current Liabilities			
Trade and Other Payables	173,674	272,336	189,273
Liability to make Lease payment within one year	3,987	3,834	3,872
Interest Bearing Loans & Borrowings	65,049	17,955	20,947
Amounts Due to Related Companies	32,931	7,500	19,400
Income Tax Liabilities	11,695	12,933	6,381
Total Current Liabilities	287,337	314,559	239,873
Total Liabilities	1,095,913	1,163,225	1,101,205
Total Equity and Liabilities	3,265,787	3,188,157	3,176,429
Net Assets per Share (Rs.)	91.36	85.26	87.38


* The above figures are subject to audit.

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


Sudheera Epitakumbura
Financial Controller

The Board of Directors is responsible for the preparation and presentation of these Financial Statements. Approved & Signed for and on behalf of the board of Directors of Namunukula Plantations PLC.


S. S. Poholiyadde
Director


J. H. P. Rathnayake
Director

Colombo
12 February 2015

STATEMENTS OF COMPREHENSIVE INCOME

Interim Financial Statements

	Quarter Ended			Nine Months Ended			Year Ended (Audited)
	31.12.2014 Rs. '000	31.12.2013 Rs. '000	Increase / (Decrease)	31.12.2014 Rs. '000	31.12.2013 Rs. '000	Increase / (Decrease)	31.03.2014 Rs. '000
Revenue	393,243	583,717	-33%	1,219,513	1,627,635	-25%	2,092,782
Cost of sales	(324,856)	(430,481)	-25%	(1,002,967)	(1,240,679)	-19%	(1,589,734)
Gross profit	68,387	153,236	-55%	216,546	386,956	-44%	503,048
Other income	38,973	14,733	165%	95,737	55,177	74%	98,606
Administrative expenses	(7,919)	(11,400)	-31%	(27,845)	(30,748)	-9%	(42,962)
Provision for doubtful receivable	(58,664)	(49,648)	18%	(113,245)	(80,279)	41%	(80,279)
Management fee	(6,980)	(22,324)	-69%	(38,065)	(65,227)	-42%	(89,455)
Finance cost	(9,949)	(11,598)	-14%	(31,881)	(35,382)	-10%	(46,598)
Share of profit from joint venture	11,403	13,787	-17%	46,217	27,673	67%	38,076
Profit before taxation	35,252	86,786	-59%	147,465	258,171	-43%	380,436
Income tax expense	(2,066)	(2,337)	-12%	(5,314)	(15,313)	-65%	(44,508)
Net profit for the period	33,185	84,450	-61%	142,151	242,857	-41%	335,928
Other comprehensive income							
Actuarial gain/(loss) on defined benefit plans	-	-	0%	-	-	0%	(8,367)
Income tax effect	-	-	0%	-	-	0%	1,213
Other comprehensive income for the period	-	-	0%	-	-	0%	(7,154)
Total comprehensive income for the period	33,185	84,450	-61%	142,151	242,857	-41%	328,774
Basic Earnings per Share (Rs.)	1.40	3.56		5.99	10.23		14.14

* The above figures are subject to audit.

STATEMENT OF CHANGES IN EQUITY

Interim Financial Statements

	Stated Capital Rs. '000	Accumulated Profit Rs. '000	Total Rs. '000
Balance as at 1 April 2013	350,000	1,645,825	1,995,825
Dividend Paid	-	(213,750)	(213,750)
Net profit for the period	-	242,857	242,857
Other Comprehensive Income	-	-	-
Balance as at 31 December 2013	350,000	1,674,932	2,024,932
Balance as at 1 April 2014	350,000	1,725,224	2,075,224
Dividend Paid	-	(47,500)	(47,500)
Net profit for the period	-	142,151	142,151
Other Comprehensive Income	-	-	-
Balance as at 31 December 2014	350,000	1,819,874	2,169,874

* The above figures are subject to audit.

STATEMENT OF CASH FLOWS

Interim Financial Statements

Nine months ended,	31.12.2014 Rs. '000	31.12.2013 Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation	147,465	258,171
ADJUSTMENTS FOR,		
Depreciation	75,592	68,220
Finance Cost	31,881	35,382
Provision for Defined Benefit Plan Cost	19,271	49,091
Amortization of Grants	(1,826)	(2,132)
Share of Profit of Joint Venture	(46,217)	(27,673)
Profit from Sale of Fixed Assets	(800)	-
Provision for Bad & Doubtful Debts	31,222	80,279
Operating profit before working capital changes	256,587	461,337
(Increase)/Decrease in Inventories	(10,679)	(99,526)
(Increase)/Decrease in Trade and other Receivables	(27,448)	(98,746)
(Increase)/Decrease in Amounts due from Related Companies	27,946	15,921
Increase/(Decrease) in Trade and Other Payables	(4,560)	34,965
Increase/(Decrease) in Amounts due to Related Companies	13,531	7,500
Cash Generated from Operating Activities	255,377	321,451
Finance Cost Paid	(12,481)	(6,925)
Income Tax (Paid) / Refund	-	(4,645)
Defined Benefit Plan Cost Paid	(21,195)	(16,814)
Net Cash Flow From Operating Activities	221,701	293,067
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(53,347)	(13,605)
Dividend Received / Shares buy back	62,936	-
Investments in Immature plantation	(192,384)	(172,480)
Long Term Investments - In Debentures	(250,000)	-
Sale of Property, Plant & Equipment	800	-
Grants Received	2,109	4,287
Net Cash Flow From Investing Activities	(429,887)	(181,798)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease rentals	(33,333)	(31,240)
Repayment of loans	(15,555)	(21,429)
Dividend Paid	(47,500)	(213,750)
Net Cash Flow From Financing Activities	(96,388)	(266,419)
Net Increase/(Decrease) in Cash and Cash Equivalents	(304,573)	(155,150)
A. Cash & Cash Equivalents at the Beginning of the Period	315,438	474,517
B. Cash & Cash Equivalents at the End of the Period	10,865	319,367
NOTE A - Cash & Cash Equivalents at the Beginning of the Period		
Cash & Bank Balances	26,549	23,226
Short Term Investment	288,889	462,695
Bank Overdrafts	-	(11,404)
	315,438	474,517
NOTE B - Cash & Cash Equivalents at the End of the Period		
Cash & Bank Balances	22,416	9,347
Short Term Investment	-	312,930
Bank Overdrafts	(11,552)	(2,911)
	10,865	319,367

* The above figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

Interim Financial Statements

1. Market Price per Share

	Quarter Ended		Year Ended	
	31.12.2014	31.12.2013	31.03.2014	31.03.2013
	Rs.	Rs.	Rs.	Rs.
Last traded price	89.40	84.70	83.80	76.60
Highest	91.00	85.50	97.80	90.00
Lowest	80.00	70.00	43.00	51.00

2. Stated Capital of Namunukula Plantations PLC amounts to Rs. 350,000,010 represented by 23,750,001 shares.
3. The Interim Financial Statements of the Company are unaudited and have been prepared in accordance with Sri Lanka Accounting Standards (SLFRS/LKAS) and are in compliance with Sri Lanka Accounting Standard 34 - 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.
4. The interim financial statements of the company have been prepared on the basis of the same accounting policies and methods applied for year ended 31 March 2014.
5. The presentation and classification of figures for the corresponding period of the previous year have been amended, where relevant, for better presentation and to be comparable with those of the current period.
6. In May 2014, the Company invested in 2.5 Mn, Rs. 100 each Five year Fixed Rated Listed Debenture (11.25% p.a.) payable semi annually issued by the ultimate parent company (Richard Pieris & Company PLC) amounting to Rs. 250 Mn.
7. Dr.Henry Jayatissa De Costa has been appointed Independent Non Executive Director of the company with effect from 30th June 2014 following an ordinary resolution passed by the shareholders of the company at the Annual General Meeting held on 30th June 2014.
8. Financial statements does not include/classify actuarial gain/(loss) on defined benefit plans costs as the valuation is done at the year end.
9. There has been no significant change in the nature of contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2014.
- 10 A first interim dividend of Rs. 2.00 per share for the financial year 2014/15 was declared on 30th October 2014 and paid on 19th November 2014.
11. There have been no material events occurring after the reporting date, that require adjustments or disclosure in the Financial Statements.

12. Twenty largest shareholders of the company,

	As at 31.12.2014		As at 31.03.2014	
	No. of shares held	% of Holding	No. of shares held	% of Holding
1 RPC Plantations Management Services (Pvt) Ltd	15,412,737	64.90%	15,412,737	64.90%
2 The Secretary to the Treasury	3,763,300	15.85%	3,763,300	15.85%
3 Mr. T.T.T AL-Nakib	395,000	1.66%	406,209	1.71%
4 National Development Bank PLC/Sakuvi Investment Trust (Pvt) Ltd	368,000	1.55%	368,000	1.55%
5 Bank of Ceylon A/C Ceybank Century Growth Fund	325,796	1.37%	329,888	1.39%
6 Seylan Bank PLC/Thirugnanasambandar	211,013	0.89%	-	0.00%
7 National Savings Bank	150,000	0.63%	-	0.00%
8 Bank of Ceylon No.1 Account	80,000	0.34%	80,000	0.34%
9 Mr. H.A.A.H Algharabally	77,000	0.32%	77,000	0.32%
10 Mr. K.C Vignarajah	73,434	0.31%	45,437	0.19%
11 Mr. H.G. Carimjee (Deceased)	64,800	0.27%	64,800	0.27%
12 Cocoshell Activated Carbon Co. Ltd	57,387	0.24%	57,387	0.24%
13 Mrs. K.S. Cooray	50,000	0.21%	50,000	0.21%
14 Mr. C.Chanmugam	50,000	0.21%	50,000	0.21%
15 Mrs. J.K.P Singh	50,000	0.21%	50,000	0.21%
16 Dr. T.Senthilverl	49,627	0.21%	-	0.00%
17 J.B.Cocoshell (Pvt) Ltd	41,100	0.17%	41,100	0.17%
18 T.S.T.T.T .Sathe Secretary to the Treasury-Sundry	38,298	0.16%	38,298	0.16%
19 Waldock Mackenzie Ltd/Mr H.M.S Abdulhussein	31,800	0.13%	31,800	0.13%
20 Mrs. N.M. Guruge	31,600	0.13%	-	0.00%
Sub Total	21,320,892	89.77%		
Balance held by 11,753 (2013/14 - 11,870) shareholders	2,429,109	10.23%	2,558,475	10.77%
Total No. of Shares	23,750,001	100.00%	23,750,001	100.00%

The Percentage of shares held as at ,

	31.12.2014			31.03.2014		
	No of Shareholders	No.of shares	%	No.of Shareholders	No.of shares	%
Public Holding	11,770	4,570,964	19.25%	11,887	4,570,964	19.25%
Other Holding	3	19,179,037	80.75%	3	19,179,037	80.75%
Total No. of Shares	11,773	23,750,001	100.00%	11,890	23,750,001	100.00%

13. Director's Shareholding

The Directors of the Company hold shares in the Company as follows.

	No. of Shares	
	As at 31.12.2014	As at 31.03.2014
Dr.Sena Yaddehige	Nil	Nil
Mr.J H P Ratnayeke	Nil	Nil
Mr.S S Poholiyadde	3,000	3,000
Mr.N C Peiris	Nil	Nil
Mr.A K Perera	Nil	Nil
Dr.Jayatissa De Costa (Appointed w.e.f. 30.06.2014)	Nil	Nil

SEGMENT INFORMATION

Interim Financial Statements

For the period ended 31 December,

	Tea		Rubber		Oil Palm		Other Crops		Total	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Revenue	567,344	800,736	187,041	344,067	434,567	451,108	30,561	31,724	1,219,513	1,627,635
Revenue Expenditure	(578,294)	(757,160)	(201,029)	(250,458)	(111,720)	(100,809)	(18,411)	(16,291)	(909,453)	(1,124,718)
Depreciation / Amortization	(15,618)	(13,904)	(26,082)	(25,273)	(26,590)	(22,086)	(7,303)	(6,957)	(75,593)	(68,220)
Gratuity	(4,443)	(11,198)	(7,428)	(22,958)	(5,349)	(12,246)	(700)	(1,339)	(17,921)	(47,741)
Segment Results	(31,011)	18,474	(47,498)	45,378	290,908	315,968	4,147	7,137	216,546	386,956
Other Income									95,737	55,177
Administrative Expenses									(27,845)	(30,748)
Provision for Doubtful Receivable									(113,245)	(80,279)
Management Fee									(38,065)	(65,227)
Finance Cost									(31,881)	(35,382)
Share of Profit from the Joint Venture									46,217	27,673
Profit before Taxation									147,465	258,171
Income Tax Expense									(5,314)	(15,313)
Net Profit for the period									142,151	242,857

* The above figures are subject to audit.

Name of Company

Namunukula Plantations PLC.

Legal Form

A Quoted Public Limited Liability Company Incorporated in Sri Lanka.

Date of Incorporation

22 June 1992

Company Registration No.

P Q 136

Principal Business Activities

Cultivation, Manufacture & Sale of Tea, Rubber, Oil palm, Coconut & Cinnamon Plantations.

Ultimate Parent Enterprise

Richard Pieris & Company PLC.

Board of Directors

Dr. S Yaddehige - Chairman

Mr.J H P Ratnayeke

Mr.S S Poholiyadde

Mr.N C Peiris

Mr.A K Perera

Dr.Jayatissa De Costa (Appointed w.e.f. 30.06.2014)

Stock Exchange Listings

The Ordinary shares of the Company are listed with the Colombo Stock Exchange of Sri Lanka.

Registered / Head Office

No: 310, High Level Road, Nawinna,
Maharagama, Sri Lanka.

Auditors

Messrs. Ernst & Young, Chartered Accountants,
201, De Saram Place, P.O. Box 101, Colombo 10, Sri Lanka.

Company Secretaries

Richard Pieris Group Services (Pvt) Ltd,
Secretaries,
No: 310, High Level Road, Nawinna,
Maharagama, Sri Lanka.
Telephone: + (94) 11 4310564

Legal Advisors

Paul Ratnayeke Associates,
International Legal Consultants,
Solicitors and Attorney-at-law,
No. 59, Gregory's Road,
Colombo 07.

Bankers

Bank of Ceylon - Corporate Branch & Regional Branches
People's Bank - Pelawatta Branch
Hatton National Bank - City Branch
Sampath Bank - Head Office Branch
Development Finance Corporation of Ceylon
National Development Bank
Indian Overseas Bank / Indian Bank

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