

# NAMUNUKULA PLANTATIONS PLC



## INTERIM FINANCIAL STATEMENTS

2017/18


FOR THE  
NINE MONTHS  
ENDED 31 DECEMBER 2017

**STATEMENT OF FINANCIAL POSITION**


As at,	31.12.2017	31.12.2016	Audited 31.03.2017
	Rs. '000	Rs. '000	Rs. '000
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Leasehold Property, Plant & Equipment	178,179	193,923	189,525
Freehold Property, Plant & Equipment	415,173	372,683	363,197
Bearer Biological Assets	2,477,977	2,354,427	2,390,071
Consumable Biological Assets	125,318	112,870	125,318
Long Term Investments - (Unquoted)	108,007	127,302	102,288
Financial Assets	250,000	250,000	250,000
Intangible Assets	328,015	332,015	328,015
<b>Total Non Current Assets</b>	<u>3,882,669</u>	<u>3,743,220</u>	<u>3,748,414</u>
<b>Current Assets</b>			
Produce on bearer Biological asset	8,809	5,542	8,809
Inventories	328,228	273,196	231,505
Trade and Other Receivables	123,903	171,452	114,884
Amounts Due from Related Companies	23,678	24,982	19,790
ESC Recoverable	13,176	11,272	2,143
Income Tax Receivable	5,943	-	5,943
Cash and Cash Equivalents	187,031	53,585	10,108
<b>Total Current Assets</b>	<u>690,767</u>	<u>540,029</u>	<u>393,180</u>
<b>TOTAL ASSETS</b>	<u>4,573,436</u>	<u>4,283,250</u>	<u>4,141,594</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Stated Capital	350,000	350,000	350,000
Retained Earnings	2,657,637	2,291,981	2,211,817
<b>Total Equity</b>	<u>3,007,637</u>	<u>2,641,981</u>	<u>2,561,817</u>
<b>Non Current Liabilities</b>			
Interest Bearing Loans & Borrowings	78,222	116,791	99,576
Retirement Benefit Obligations	500,258	556,248	534,771
Deferred Tax Liability	52,958	26,348	52,958
Deferred Income	132,970	131,303	132,598
Lease Creditor	8,049	-	-
Liability to make Lease payment after one year	211,338	215,878	214,737
<b>Total Non Current Liabilities</b>	<u>983,794</u>	<u>1,046,569</u>	<u>1,034,640</u>
<b>Current Liabilities</b>			
Trade and Other Payables	445,064	455,620	403,509
Liability to make Lease payment within one year	4,485	4,313	4,355
Lease Creditor	10,110	-	-
Interest Bearing Loans & Borrowings	67,769	52,493	133,602
Amounts Due to Related Companies	23,015	67,053	3,672
Income Tax Liabilities	31,563	15,220	-
<b>Total Current Liabilities</b>	<u>582,006</u>	<u>594,699</u>	<u>545,137</u>
<b>TOTAL LIABILITIES</b>	<u>1,565,799</u>	<u>1,641,268</u>	<u>1,579,778</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>4,573,436</u>	<u>4,283,250</u>	<u>4,141,594</u>
<b>NET ASSETS PER SHARE (RS.)</b>	<u>126.64</u>	<u>111.24</u>	<u>107.87</u>

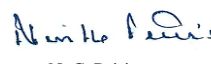
\* The above figures are subject to audit.

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 are 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 by,

  
S. S. Poholiyadde  
Director

  
N. C. Peiris  
Director

Colombo,  
08 February 2018

## STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 31.12.2017 Rs. '000	Quarter Ended 31.12.2016 Rs. '000	Increase / (Decrease) %	Period Ended 31.12.2017 Rs. '000	Period Ended 31.12.2016 Rs. '000	Increase / (Decrease) %	Audited Year Ended 31.03.2017 Rs. '000
Revenue	689,697	628,667	10%	2,222,781	1,890,541	18%	2,512,274
Cost of Sales	(548,075)	(521,925)	5%	(1,689,074)	(1,507,936)	12%	(2,068,996)
<b>Gross Profit</b>	141,622	106,742	33%	533,707	382,605	39%	443,278
Other Income	80,680	29,812	171%	141,131	80,806	75%	117,131
Change in fair value of Biological Assets	-	-	--	-	-	--	15,715
Administrative Expenses	(20,369)	(14,072)	45%	(50,264)	(37,977)	32%	(55,495)
Management Fee	(33,536)	(28,782)	17%	(113,877)	(85,284)	34%	(91,524)
Finance Cost	(13,467)	(13,221)	2%	(38,943)	(46,016)	-15%	(58,825)
Impairment of Goodwill	-	-	--	-	-	--	(4,000)
Share of Profit from the Joint Venture	(7,389)	14,964	-149%	5,719	55,962	-90%	70,000
<b>Profit Before Taxation</b>	147,540	95,443	55%	477,473	350,095	36%	436,280
Income Tax (Expense) / Reversal	(7,799)	(5,732)	36%	(31,653)	(21,162)	50%	(34,330)
<b>Net Profit for the Year</b>	139,741	89,712	56%	445,820	328,933	36%	401,950
<b>Other comprehensive income</b>							
Actuarial gain/(loss) on defined benefit plans	-	-	--	-	-	--	36,160
Income tax effect	-	-	--	-	-	--	(5,699)
Other comprehensive income for the period	-	-	--	-	-	--	30,461
Total comprehensive income for the period	139,741	89,712	56%	445,820	328,933	36%	432,411
Basic Earnings per Share (Rs.)	5.88	3.78		18.77	13.85		16.92

\* The above figures are subject to audit.

## STATEMENT OF CHANGES IN EQUITY

	<b>Stated Capital Rs. '000</b>	<b>Retained Earnings Rs. '000</b>	<b>Total Rs. '000</b>
<b>Balance as at 1 April 2016</b>	350,000	1,974,923	2,324,923
Net Profit for the period	-	328,933	328,933
Other Comprehensive Income/(Loss)	-	-	-
Dividends	-	(11,875)	(11,875)
<b>Balance as at 31 December 2016</b>	<u>350,000</u>	<u>2,291,981</u>	<u>2,641,981</u>
<b>Balance as at 1 April 2017</b>	350,000	2,211,817	2,561,817
Net Profit for the period	-	445,820	445,820
Other Comprehensive Income/(Loss)	-	-	-
<b>Balance as at 31 December 2017</b>	<u><u>350,000</u></u>	<u><u>2,657,637</u></u>	<u><u>3,007,637</u></u>

\* The above figures are subject to audit.

## STATEMENT OF CASH FLOWS

Period ended,	31.12.2017 Rs. '000	31.12.2016 Rs. '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Profit before Taxation	477,473	350,095
<b>ADJUSTMENTS FOR</b>		
Depreciation	114,728	96,527
Finance Cost	38,943	46,016
Provision for Defined Benefit Plan Cost	33,483	64,380
Amortization of Grants	(2,740)	(2,852)
Fair Valuation charged against timber proceeds	-	814
Share of Profit of Joint Venture	(5,719)	(55,962)
Provision for Bad & Doubtful Debts	-	3,060
<b>Operating profit before working capital changes</b>	<u>656,168</u>	<u>502,079</u>
(Increase)/Decrease in Inventories	(96,723)	(60,866)
(Increase)/Decrease in Trade and other Receivables	(9,019)	(55,056)
(Increase)/Decrease in Amounts due from Related Companies	(3,888)	(17,907)
Increase/(Decrease) in Trade and Other Payables	41,561	50,646
Increase/(Decrease) in Amounts due to Related Companies	19,344	11,349
<b>Cash Generated from Operating Activities</b>	<u>607,442</u>	<u>430,244</u>
Finance Cost Paid	(5,157)	(13,337)
Defined Benefit Plan Cost Paid	(67,996)	(53,302)
Income Tax (Paid) / Refund	(11,123)	(7,707)
<b>Net Cash Flow From Operating Activities</b>	<u>523,167</u>	<u>355,899</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of Property, Plant & Equipment	(54,653)	(4,556)
Share buy back (Unquoted Investment)	-	51,172
Dividend Received	-	2,245
Investments in Immature plantation	(164,868)	(165,480)
Grants Received	3,088	3,717
<b>Net Cash Flow From Investing Activities</b>	<u>(216,433)</u>	<u>(112,902)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of Government Lease rentals	(37,056)	(35,768)
Proceeds from borrowings	40,626	21,000
Repayment of loans	(55,478)	(40,338)
Dividend Paid	-	(11,875)
<b>Net Cash Flow From Financing Activities</b>	<u>(51,907)</u>	<u>(66,982)</u>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	254,826	176,016
<b>A. Cash &amp; Cash Equivalents at the Beginning of the Year</b>	<u>(67,794)</u>	<u>(123,304)</u>
<b>B. Cash &amp; Cash Equivalents at the End of the Year</b>	<u><u>187,031</u></u>	<u><u>52,712</u></u>
<b>NOTE A : Cash &amp; Cash Equivalents at the Beginning of the Period</b>		
Cash & Bank Balances	10,108	20,977
Bank Overdrafts	(77,902)	(144,280)
	<u>(67,794)</u>	<u>(123,304)</u>
<b>NOTE B : Cash &amp; Cash Equivalents at the End of the Period</b>		
Cash & Bank Balances	187,031	53,585
Bank Overdrafts	-	(873)
	<u>187,031</u>	<u>52,712</u>

\* The above figures are subject to audit.

## NOTES TO THE FINANCIAL STATEMENTS

## 1. Market Price per Share

	Quarter Ended 31.12.2017 Rs.	Quarter Ended 31.12.2016 Rs.	Year Ended 31.03.2017 Rs.	Year Ended 31.03.2016 Rs.
Last traded price	87.00	73.70	74.00	59.50
Highest	94.80	75.00	87.00	85.00
Lowest	84.50	65.00	55.00	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 2017.
5. The presentation and classification of figures for the corresponding period of the previous year have been re-arranged, where relevant, for better presentation and to be comparable with those of the current period.
6. These interim financial statements does not include the Gain/(Loss) arising from the valuation of biological assets as the amounts involved are not considered material.
7. Financial Statements does not include/classify Actuarial Gain/(Loss) on defined benefit plan costs as the valuation is done at the year end.
8. 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 2017.
9. There have been no material events occurring after the reporting date, that require adjustments or disclosure in the Financial Statements.

## NOTES TO THE FINANCIAL STATEMENTS

## 10. Twenty largest shareholders of the company,

	As at 31.12.2017		As at 31.03.2017	
	No. of shares held	% of Holding	No. of shares held	% of Holding
1 RPC Plantation Management Services (Pvt) Ltd	16,026,561	67.48%	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%	395,000	1.66%
4 National Development Bank PLC/Sakuvi Investment Trust (Pvt) Ltd	368,000	1.55%	368,000	1.55%
5 Mr.D.F.G.Dalpethado	154,117	0.65%	-	0.00%
6 J.B. Cocoshell (Pvt) Ltd	130,900	0.55%	-	0.00%
7 Pershing LLC S/A Averbach Grauson & Co.	100,000	0.42%	50,000	0.21%
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	71,815	0.30%	74,604	0.31%
11 Cocoshell Activated Carbon Co. Ltd	57,387	0.24%	57,387	0.24%
12 Mrs. J.K.P Singh	48,938	0.21%	50,000	0.21%
13 Mr.Z.G.Carimjee	43,200	0.18%	43,200	0.18%
14 T.S.T.T.T. Sathe Secretary to the Treasury-Sundry	38,298	0.16%	38,298	0.16%
15 Mr.N.A. Withana	34,351	0.14%	34,351	0.14%
16 Northstar Holdings (Pvt) Ltd	29,900	0.13%	29,900	0.13%
17 Mrs.S.Vignarajah	28,100	0.12%	29,000	0.12%
18 Mr.U.P.Jayasinghe	25,045	0.11%	18,500	0.08%
19 Mrs.K.Fernando	25,000	0.11%	25,000	0.11%
20 Mrs.Z.M Adamally	21,600	0.09%	21,600	0.09%
<b>Sub Total</b>	<b>21,518,512</b>	<b>90.60%</b>		
Balance held by 11,537 ( 2016/17 - 11,620) shareholders	2,231,489	9.40%	2,353,412	9.91%
<b>Total No. of Shares</b>	<b>23,750,001</b>	<b>100.00%</b>	<b>23,750,001</b>	<b>100.00%</b>

The Percentage of shares held as at ,

	As at 31.12.2017			As at 31.03.2017		
	No. of Shareholders	No. of shares held	%	No. of Shareholders	No. of shares held	%
Public Holding	11,555	7,720,440	32.51%	11,638	8,334,264	35.09%
Other Holding	2	16,029,561	67.49%	2	15,415,737	64.91%
<b>Total No. of Shares</b>	<b>11,557</b>	<b>23,750,001</b>	<b>100.00%</b>	<b>11,640</b>	<b>23,750,001</b>	<b>100.00%</b>

## 11. Directors' &amp; CEO's Shareholding

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

	As at 31.12.2017 No. of Shares	As at 31.03.2017 No. of Shares
Dr. S Yaddehige - Chairman	Nil	Nil
Mr. S S Poholiyadde	3,000	3,000
Mr. N C Peiris	Nil	Nil
Mr. B A T Rodrigo	Nil	Nil
Mr. Shaminda Yaddehige	Nil	Nil
Mr. Shirley Gerard Devinda Amerasinghe	Nil	Nil
Mr. Sriyan Eriyagama - CEO	Nil	Nil

## SEGMENT INFORMATIONS

## REVENUE

Summary  
Sale of Goods  
Tea  
Rubber  
Oil Palm  
Coconut  
Cinnamon

	2017	2016
	Rs. '000	Rs. '000
Tea	1,155,284	940,014
Rubber	205,755	185,281
Oil Palm	814,038	728,541
Coconut	30,304	19,369
Cinnamon	17,400	17,335
	<u>2,222,781</u>	<u>1,890,541</u>

For the period ended 31 December,

	Tea		Rubber		Oil Palm		Coconut		Cinnamon		Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Revenue	1,155,284	940,014	205,755	185,281	814,038	728,541	30,304	19,369	17,400	17,335	2,222,781	1,890,541
Revenue Expenditure	(1,110,523)	(953,871)	(169,899)	(198,293)	(242,110)	(171,721)	(12,068)	(13,852)	(12,914)	(12,934)	(1,547,513)	(1,350,670)
Depreciation / Amortization	(25,057)	(22,500)	(28,339)	(26,294)	(48,076)	(37,893)	(4,048)	(3,594)	(3,907)	(3,954)	(109,428)	(94,235)
Gratuity	(17,661)	(36,883)	(8,035)	(13,984)	(5,835)	(11,007)	(374)	(686)	(228)	(471)	(32,133)	(63,030)
<b>Gross Profit/(Loss)</b>	<u>2,043</u>	<u>(73,239)</u>	<u>(519)</u>	<u>(53,290)</u>	<u>518,018</u>	<u>507,920</u>	<u>13,814</u>	<u>1,237</u>	<u>351</u>	<u>(23)</u>	<u>533,707</u>	<u>382,605</u>
Other Income											141,131	80,806
Administrative Expenses											(50,264)	(37,977)
Management Fees											(113,877)	(85,284)
Finance Cost											(38,943)	(46,016)
Share of Profit from the Joint Venture											5,719	55,962
<b>Profit before Taxation</b>											<u>477,473</u>	<u>350,095</u>
Income Tax (Expense)/Reversal											(31,653)	(21,162)
<b>Net Profit for the period</b>											<u>445,820</u>	<u>328,933</u>

\* The above figures are subject to audit.



**CORPORATE INFORMATIONS****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

**Tax Identification No.**

294001395

**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 Yaddhegige - Chairman

Mr. S S Poholiyadde

Mr. N C Peiris

Mr. B A T Rodrigo

Mr. Shaminda Yaddhegige

Mr. Gerard Amerasinghe

**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

**Bankers**

Bank of Ceylon PLC - Corporate Branch & Regional Branches

People's Bank PLC - Pelawatta Branch

Hatton National Bank PLC - City Branch

Sampath Bank PLC - Head Office Branch

Development Finance Corporation of Ceylon Bank PLC

National Development Bank PLC

Indian Overseas Bank / Indian Bank

Nations Trust Bank PLC

**Contact Details**

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