



**NAMUNUKULA  
PLANTATIONS PLC**

**Interim  
Financial  
Statements**

For the nine months ended 31st December 2018


**2018/19**

**STATEMENT OF FINANCIAL POSITION**


As at,	31.12.2018	31.12.2017	Audited 31.03.2018
ASSETS	Rs. '000	Rs. '000	Rs. '000
<b>Non Current Assets</b>			
Leasehold Property, Plant & Equipment	163,280	178,179	174,330
Freehold Property, Plant & Equipment	399,788	415,173	419,792
Bearer Biological Assets	2,626,753	2,477,977	2,543,083
Consumable Biological Assets	149,876	125,318	148,866
Long Term Investments - (Unquoted)	120,867	108,007	110,574
Financial Assets	250,000	250,000	250,000
Intangible Assets	324,515	328,015	324,515
<b>Total Non Current Assets</b>	<u>4,035,079</u>	<u>3,882,669</u>	<u>3,971,159</u>
<b>Current Assets</b>			
Produce on bearer Biological asset	13,187	8,809	13,187
Inventories	316,152	328,228	291,688
Trade and Other Receivables	92,130	123,903	116,279
Amounts Due from Related Companies	48,820	23,678	10,447
ESC Recoverable	26,967	13,176	16,971
Income Tax Receivable	5,943	5,943	5,943
Cash and Cash Equivalents	35,465	187,031	36,929
<b>Total Current Assets</b>	<u>538,664</u>	<u>690,767</u>	<u>491,443</u>
<b>TOTAL ASSETS</b>	<u>4,573,743</u>	<u>4,573,436</u>	<u>4,462,602</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Stated Capital	350,000	350,000	350,000
Retained Earnings	2,455,130	2,657,637	2,237,086
<b>Total Equity</b>	<u>2,805,130</u>	<u>3,007,637</u>	<u>2,587,086</u>
<b>Non Current Liabilities</b>			
Interest Bearing Loans & Borrowings	17,811	86,271	67,226
Retirement Benefit Obligations	557,063	500,258	564,766
Deferred Tax Liability	206,413	52,958	206,413
Deferred Income	132,422	132,970	132,860
Liability to make Lease payment after one year	206,687	211,338	210,208
<b>Total Non Current Liabilities</b>	<u>1,120,396</u>	<u>983,794</u>	<u>1,181,473</u>
<b>Current Liabilities</b>			
Trade and Other Payables	401,833	445,064	397,653
Liability to make Lease payment within one year	4,665	4,485	4,529
Interest Bearing Loans & Borrowings	118,579	77,879	255,223
Amounts Due to Related Companies	85,438	23,015	14,759
Income Tax Liabilities	37,701	31,563	21,879
<b>Total Current Liabilities</b>	<u>648,216</u>	<u>582,006</u>	<u>694,044</u>
<b>TOTAL LIABILITIES</b>	<u>1,768,613</u>	<u>1,565,799</u>	<u>1,875,516</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>4,573,743</u>	<u>4,573,436</u>	<u>4,462,602</u>
<b>NET ASSETS PER SHARE (RS.)</b>	<u>118.11</u>	<u>126.64</u>	<u>108.93</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 Epatakumbura  
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,

  
N C Peiris  
Director

  
S S G Liyanage  
Director

Colombo,  
13 February 2019

## STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 31.12.2018 Rs. '000	Quarter Ended 31.12.2017 Rs. '000	Increase / (Decrease) %	Period Ended 31.12.2018 Rs. '000	Period Ended 31.12.2017 Rs. '000	Increase / (Decrease) %	Audited Year Ended 31.03.2018 Rs. '000
Revenue	556,157	689,697	-19%	1,829,622	2,222,781	-18%	2,839,057
Cost of Sales	(421,805)	(548,075)	-23%	(1,560,729)	(1,689,074)	-8%	(2,274,579)
<b>Gross Profit</b>	134,353	141,622	-5%	268,893	533,707	-50%	564,478
Other Income	37,839	80,680	-53%	119,433	141,131	-15%	202,721
Change in fair value of Biological Assets	-	-	--	-	-	--	27,909
Administrative Expenses	(14,312)	(20,369)	-30%	(41,973)	(50,264)	-16%	(62,815)
Management Fee	(28,502)	(33,536)	-15%	(67,467)	(113,877)	-41%	(133,721)
Finance Cost	(15,539)	(13,467)	15%	(51,869)	(38,943)	33%	(51,812)
Impairment of Goodwill	-	-	--	-	-	--	(3,500)
Share of Profit from the Joint Venture	7,775	(7,389)	-205%	10,288	5,719	80%	8,285
<b>Profit Before Taxation</b>	121,613	147,540	-18%	237,305	477,473	-50%	551,546
Tax (Expense) / Reversal	(8,305)	(7,799)	6%	(19,261)	(31,653)	-39%	(177,994)
<b>Net Profit for the Year</b>	113,308	139,741	-19%	218,044	445,820	-51%	373,552
<b>Other comprehensive income</b>							
Actuarial gain/(loss) on defined benefit plans	-	-	--	-	-	--	(18,353)
Tax effect	-	-	--	-	-	--	2,569
Other comprehensive income for the period	-	-	--	-	-	--	(15,783)
Total comprehensive income for the period	113,308	139,741	-19%	218,044	445,820	-51%	357,769
Basic Earnings per Share (Rs.)	4.77	5.88		9.18	18.77		15.73

\* 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 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>350,000</u>	<u>2,657,637</u>	<u>3,007,637</u>
<b>Balance as at 1 April 2018</b>	350,000	2,237,086	2,587,086
Net Profit for the period	-	218,044	218,044
Other Comprehensive Income/(Loss)	-	-	-
<b>Balance as at 31 December 2018</b>	<u><u>350,000</u></u>	<u><u>2,455,130</u></u>	<u><u>2,805,130</u></u>

\* The above figures are subject to audit.

## STATEMENT OF CASH FLOWS

Period ended,	31.12.2018 Rs. '000	31.12.2017 Rs. '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Profit before Taxation	237,305	477,473
<b>ADJUSTMENTS FOR</b>		
Depreciation	127,597	114,728
Finance Cost	51,869	38,943
Provision for Defined Benefit Plan Cost	32,063	33,483
Profit on Disposal of Property, Plant & Equipment	(589)	-
Amortization of Grants	(2,833)	(2,740)
Share of Profit of Joint Venture	(10,288)	(5,719)
<b>Operating profit before working capital changes</b>	<u>435,123</u>	<u>656,168</u>
(Increase)/Decrease in Inventories	(24,464)	(96,723)
(Increase)/Decrease in Trade and other Receivables	24,148	(9,019)
(Increase)/Decrease in Amounts due from Related Companies	(38,373)	(3,888)
Increase/(Decrease) in Trade and Other Payables	4,180	41,561
Increase/(Decrease) in Amounts due to Related Companies	70,679	19,344
<b>Cash Generated from Operating Activities</b>	<u>471,294</u>	<u>607,442</u>
Finance Cost Paid	(14,343)	(5,157)
Defined Benefit Plan Cost Paid	(39,766)	(67,996)
Tax (Paid) / Refund	(13,435)	(11,123)
<b>Net Cash Flow From Operating Activities</b>	<u>403,750</u>	<u>523,167</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of Property, Plant & Equipment	(24,180)	(54,653)
Investments in Immature plantation	(167,244)	(164,868)
Expenditure on Timber Cultivation	(1,010)	-
Proceeds from Disposal of Property, Plant & Equipment	11,800	-
Grants Received	2,396	3,088
<b>Net Cash Flow From Investing Activities</b>	<u>(178,238)</u>	<u>(216,433)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of Government Lease rentals	(40,095)	(37,056)
Proceeds from borrowings	-	40,626
Repayment of loans	(60,206)	(55,478)
<b>Net Cash Flow From Financing Activities</b>	<u>(100,301)</u>	<u>(51,907)</u>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	125,211	254,826
<b>A. Cash &amp; Cash Equivalents at the Beginning of the Year</b>	<u>(141,462)</u>	<u>(67,794)</u>
<b>B. Cash &amp; Cash Equivalents at the End of the Year</b>	<u><u>(16,251)</u></u>	<u><u>187,031</u></u>
<b>NOTE A : Cash &amp; Cash Equivalents at the Beginning of the Period</b>		
Cash & Bank Balances	36,929	10,108
Bank Overdrafts	(178,391)	(77,902)
	<u>(141,462)</u>	<u>(67,794)</u>
<b>NOTE B : Cash &amp; Cash Equivalents at the End of the Period</b>		
Cash & Bank Balances	35,465	187,031
Bank Overdrafts	(51,715)	-
	<u>(16,251)</u>	<u>187,031</u>

\* The above figures are subject to audit.

## NOTES TO THE FINANCIAL STATEMENTS

## 1. Market Price per Share

	Quarter Ended 31.12.2018 Rs.	Quarter Ended 31.12.2017 Rs.	Period Ended 31.12.2018 Rs.	Period Ended 31.12.2017 Rs.	Year Ended 31.03.2018 Rs.
Last traded price	63.80	87.00	63.80	87.00	87.70
Highest	69.50	94.80	95.00	99.50	114.90
Lowest	55.50	84.50	55.50	72.10	72.10

## 2. Market Capitalization &amp; Ratios

	As at 31.12.2018	As at 31.03.2018
Market Capitalization (Rs. '000)	1,515,250	2,082,875
Float adjusted Market Capitalization (Rs. '000)	492,564	677,083
Price Earning Ratio (times)	5.21	5.58

The company complies with option 05 of the listing rules 7.13.1 (a) - Less than Rs. 2.5 Bn. float adjusted market capitalization.

3. Stated Capital of Namunukula Plantations PLC amounts to Rs. 350,000,010 represented by 23,750,000 ordinary shares and a Golden Share which has special rights held by the Secretary to the Treasury.
4. 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.
5. 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 2018, except for the adoption of following new standard effective as from April 01, 2018.  
  
The new standard SLFRS 15 "Revenue from Contracts with Customers" establishes five step model to account for revenue arising from contracts with customers based on the assessment performed, the Company concluded that SLFRS 15 does not have a material impact on the Company's Interim Financial Statements.
6. 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.
7. 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.
8. Financial Statements does not include/classify Actuarial Gain/(Loss) on defined benefit plan 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 2018.
10. 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

## 11. Twenty largest shareholders of the company (Voting shares),

	As at 31.12.2018		As at 31.03.2018	
	No. of shares held	% of Holding	No. of shares held	% of Holding
1 RPC Plantation Management Services (Pvt) Ltd	16,026,561	67.48%	16,026,561	67.48%
2 The Secretary to the Treasury	3,763,300	15.85%	3,763,300	15.85%
3 National Development Bank PLC/Sakuvi Investment Trust (Pvt) Ltd	368,000	1.55%	368,000	1.55%
4 Mr. T.T.T Al Nakib	350,000	1.47%	350,000	1.47%
5 Mr.D.F.G.Dalpethado	184,202	0.78%	182,702	0.77%
6 Pershing LLC S/A Averbach Grauson & Co.	100,000	0.42%	100,000	0.42%
7 Bank of Ceylon No .1 Account	80,000	0.34%	80,000	0.34%
8 Mr.H.A.A.H.Algharabally	77,000	0.32%	77,000	0.32%
9 Mr.K.C.Vignarajah	71,852	0.30%	71,833	0.30%
10 Cocoshell Activated Carbon Co. Ltd	57,387	0.24%	57,387	0.24%
11 Mrs. J.K.P Singh	48,938	0.21%	48,938	0.21%
12 Mr.Z.G.Carimjee	43,200	0.18%	43,200	0.18%
13 T.S.T.T.T. Sathe Secretary to the Treasury-Sundry	38,298	0.16%	38,298	0.16%
14 Mr.U.P.Jayasinghe	34,850	0.15%	27,045	0.11%
15 Mr.N.A. Withana	34,351	0.14%	34,351	0.14%
16 J.B. Cocoshell (Pvt) Ltd	32,522	0.14%	39,075	0.16%
17 Hatton National Bank PLC/Thilak Dias Gunasekera	30,000	0.13%	30,000	0.13%
18 Northstar Holdings (Pvt) Ltd	29,900	0.13%	29,900	0.13%
19 Mrs.S.Vignarajah	28,102	0.12%	28,100	0.12%
20 Mrs.K.Fernando	25,000	0.11%	25,000	0.11%
<b>Sub Total</b>	<b>21,423,463</b>	<b>90.20%</b>		
Balance held by 11,604 ( 2017/18 - 11,605) shareholders	2,326,538	9.80%	2,329,311	9.81%
<b>Total No. of Shares</b>	<b>23,750,001</b>	<b>100.00%</b>	<b>23,750,001</b>	<b>100.00%</b>

\* There were no non voting shares as at 31 December 2018.

The Percentage of shares held as at ,

	As at 31.12.2018			As at 31.03.2018		
	No. of Shareholders	No. of shares held	%	No. of Shareholders	No. of shares held	%
Public Holding	11,622	7,720,440	32.51%	11,623	7,720,440	32.51%
Other Holding	2	16,029,561	67.49%	2	16,029,561	67.49%
<b>Total No. of Shares</b>	<b>11,624</b>	<b>23,750,001</b>	<b>100.00%</b>	<b>11,625</b>	<b>23,750,001</b>	<b>100.00%</b>

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

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

	As at 31.12.2018 No. of Shares	As at 31.03.2018 No. of Shares
Dr. S Yaddhegige - Chairman	Nil	Nil
Mr. S S Poholiyadde (Resigned w.e.f. 02 August 2018)	3,000	3,000
Mr. N C Peiris	Nil	Nil
Mr. B A T Rodrigo	Nil	Nil
Mr. Shaminda Yaddhegige	Nil	Nil
Mr. Shirley Gerard Devinda Amerasinghe	Nil	Nil
Mr. S S G Liyanage (Appointed w.e.f. 15 August 2018)	Nil	Nil
Mr. Sriyan Eriyagama - CEO	Nil	Nil

## SEGMENT INFORMATIONS

REVENUE Summary Sale of Goods	2018	2017
	Rs. '000	Rs. '000
Tea	896,447	1,155,284
Rubber	164,116	205,755
Oil Palm	724,483	814,038
Coconut	25,831	30,304
Cinnamon	18,746	17,400
	<u>1,829,622</u>	<u>2,222,781</u>

For the period ended 31 December,	Tea		Rubber		Oil Palm		Coconut		Cinnamon		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	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	896,447	1,155,284	164,116	205,755	724,483	814,038	25,831	30,304	18,746	17,400	1,829,622	2,222,781
Revenue Expenditure	(991,306)	(1,110,523)	(154,840)	(169,899)	(230,903)	(242,110)	(13,055)	(12,068)	(14,129)	(12,914)	(1,404,233)	(1,547,513)
Depreciation / Amortization	(26,846)	(25,057)	(32,127)	(28,339)	(56,580)	(48,076)	(5,495)	(4,048)	(4,735)	(3,907)	(125,783)	(109,428)
Gratuity	(17,605)	(17,661)	(6,125)	(8,035)	(6,490)	(5,835)	(294)	(374)	(198)	(228)	(30,713)	(32,133)
<b>Gross Profit/(Loss)</b>	<u>(139,311)</u>	<u>2,043</u>	<u>(28,976)</u>	<u>(519)</u>	<u>430,510</u>	<u>518,018</u>	<u>6,987</u>	<u>13,814</u>	<u>(317)</u>	<u>351</u>	<u>268,893</u>	<u>533,707</u>
Other Income											119,433	141,131
Administrative Expenses											(41,973)	(50,264)
Management Fees											(67,467)	(113,877)
Finance Cost											(51,869)	(38,943)
Share of Profit from the Joint Venture											10,288	5,719
<b>Profit before Taxation</b>											<u>237,305</u>	<u>477,473</u>
Income Tax (Expense)/Reversal											(19,261)	(31,653)
<b>Net Profit for the period</b>											<u>218,044</u>	<u>445,820</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 (Resigned w.e.f. 02 August 2018)

Mr. N C Peiris

Mr. B A T Rodrigo

Mr. Shaminda Yaddhegige

Mr. Gerard Amerasinghe

Mr. S S G Liyanage (Appointed w.e.f. 15 August 2018)

**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 - Corporate Branch & Regional Branches

People's Bank - 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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