



**Maskeliya Plantations PLC**

**Interim Financial Statements**

**For the nine months ended  
31 December 2022**


**INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC**

**STATEMENT OF FINANCIAL POSITION**

	As at 31/12/22 Rs. ' 000	As at 31/12/21 Rs. ' 000	As at 31/03/22 Rs. ' 000
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Right-of-use Assets	308,121	321,796	324,456
Freehold Property, plant & equipment	606,543	536,022	538,227
Bearer Biological Assets	2,198,467	2,226,733	2,225,695
Consumable Biological Assets	1,007,847	922,609	1,007,847
ACT Recoverable	47,926	47,926	47,926
	<u>4,168,904</u>	<u>4,055,086</u>	<u>4,144,151</u>
<b>CURRENT ASSETS</b>			
Produce on Bearer Biological Assets	11,549	11,435	11,549
Inventories	1,012,207	512,407	544,143
Tax Recoverable	5,426	20,662	16,217
Trade and other Receivables	282,551	317,690	299,936
Amount due from Related Parties	18,470	12,499	9,906
Cash and Bank balances	215,617	39,169	31,603
	<u>1,545,820</u>	<u>913,862</u>	<u>913,354</u>
<b>TOTAL ASSETS</b>	<u><b>5,714,724</b></u>	<u><b>4,968,948</b></u>	<u><b>5,057,505</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>CAPITAL AND RESERVES</b>			
Stated Capital - Note 03	673,721	673,721	673,721
General Reserve	540,000	540,000	540,000
Timber Reserves	969,232	879,857	969,232
Retained Earnings	(354,847)	(1,486,774)	(1,173,586)
<b>TOTAL EQUITY</b>	<u>1,828,106</u>	<u>606,804</u>	<u>1,009,367</u>
<b>NON CURRENT LIABILITIES &amp; DEFERRED INCOME</b>			
Interest Bearing Loans & Borrowings	291,672	608,605	448,524
Retiring Benefit Obligations	756,966	1,051,944	904,839
Deferred Tax Liability	175,644	35,180	73,473
Deferred Income	157,660	170,453	163,894
Liability to make Lease Payment after one year	323,060	316,252	324,881
	<u>1,705,002</u>	<u>2,182,434</u>	<u>1,915,611</u>
<b>CURRENT LIABILITIES</b>			
Trade & Other payables	540,181	597,965	542,871
Dividend payable	2,008	2,008	2,008
Amount due to Related parties	878,488	758,489	790,677
Interest Bearing Loans & Borrowings	756,346	818,916	792,378
Liability to make Lease Payment within one year	4,593	2,332	4,593
	<u>2,181,616</u>	<u>2,179,710</u>	<u>2,132,527</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>5,714,724</b></u>	<u><b>4,968,948</b></u>	<u><b>5,057,505</b></u>
	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>
Net Assets Per Share	33.88	11.25	18.71

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**  
 Deputy Group Chief Financial Officer

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

Approved and signed for and on behalf of the Board of Directors of Maskeliya Plantations PLC.

  
**J L A Fernando**  
 Director  
 14 February 2023

  
**K.A.S Lasantha**  
 Director

## INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

### STATEMENT OF PROFIT OR LOSS

	Quarter Ended			Nine Months Ended			Year
	December		Variance + / (-)	December		Variance + / (-)	Ended
	2022	2021		2022	2021		31/03/2022
	Rs. ' 000	Rs. ' 000	%	Rs. ' 000	Rs. ' 000	%	Rs. ' 000
Revenue	1,373,331	765,051	80	4,446,850	2,745,158	62	4,005,924
Cost of Sales	(994,736)	(781,435)	(27)	(3,114,996)	(2,696,702)	(16)	(3,644,822)
Gross Profit / (Loss)	378,595	(16,384)	2,411	1,331,854	48,456	2,649	361,102
Other Income	274	23,443	(99)	2,680	33,486	(92)	8,924
Change in Fair Value of Biological Assets	-	-	-	-	-	-	89,488
Administration Expenses	(19,076)	(14,533)	(31)	(47,968)	(39,688)	(21)	(53,428)
Management Fee	(50,856)	(4,500)	(1,030)	(185,899)	(13,500)	(1,277)	(30,477)
Finance Cost	(48,410)	(42,338)	(14)	(168,965)	(119,007)	(42)	(169,330)
Profit / (Loss) before Taxation	260,527	(54,312)	580	931,702	(90,253)	1,132	206,279
Income Tax Expense	(105,796)	(5,500)	(1,824)	(112,963)	(16,500)	-	(43,617)
<b>Net Profit/(Loss) for the period</b>	<b>154,731</b>	<b>(59,812)</b>	<b>359</b>	<b>818,739</b>	<b>(106,753)</b>	<b>867</b>	<b>162,662</b>
	Rs.	Rs.		Rs.	Rs.		Rs.
Basic Earnings Per Share	2.87	(1.11)		15.17	(1.98)		3.01

*The above figures are subject to audit*

## INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

### STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended			Nine Months Ended			Year
	December			December			Ended
	2022 Rs. ' 000	2021 Rs. ' 000	Variance +/( -)	2022 Rs. ' 000	2021 Rs. ' 000	Variance +/( -)	31/03/2022 Rs. ' 000
<b>Profit/ (Loss) for the period</b>	154,731	(59,812)	359	818,739	(106,753)	867	162,662
<b>Other Comprehensive Income</b>							
Remeasurement gains/ (Losses) on defined benefit plan	-	-	-				148,769
Income tax effect	-	-	-				(15,621)
<b>Other Comprehensive Income for the period, net of tax</b>	-	-	-				133,148
<b>Total Comprehensive Income for the period, net of tax</b>	<u>154,731</u>	<u>(59,812)</u>	359	<u>818,739</u>	<u>(106,753)</u>	867	<u>295,810</u>

*The above figures are subject to audit*

# INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

## STATEMENT OF CASH FLOW

For the Nine Months Ended December	31/12/2022	31/12/2021	31/03/2022
	Rs. ' 000	Rs. ' 000	Rs.'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net Profit before Taxation	931,702	(90,253.00)	206,279
<b>ADJUSTMENTS FOR</b>			
Depreciation/Amortization	100,819	98,982	132,262
Provision for Defined Benefit Plan Cost	109,907	117,079	134,432
Amortisation of Grants	(7,200)	(7,200)	(13,760)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	-	-	(85,238)
Gain/(Loss) on change in fair value Green Leaf	-	-	(114)
Finance Costs	168,965	119,007	169,330
<b>Operating Profit before Working Capital changes</b>	<b>1,304,193</b>	<b>237,615</b>	<b>543,191</b>
(Increase)/Decrease in Trade and other receivables	17,385	(45,689)	(16,936)
(Increase)/Decrease in Inventories	(468,064)	(53,016)	(84,751)
Increase/(Decrease) in Trade and other payables	44,032	97,658	40,838
Increase/(Decrease) in amounts due to Related Parties	87,811	73,518	108,479
(Increase)/Decrease in amounts due from Related Parties	(8,564)	7,847	10,440
<b>Cash Generated from Operations</b>	<b>976,793</b>	<b>317,933</b>	<b>601,261</b>
Finance Costs Paid	(136,788)	(87,660)	(126,086)
Defined Benefit Plan Costs paid	(257,781)	(69,066)	(84,756)
Tax Paid	-	-	-
<b>Net Cash from Operating Activities</b>	<b>582,224</b>	<b>161,207</b>	<b>390,419</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Grants Received	965	9,820	9,821
Field Development Expenditure	(22,020)	(27,159)	(33,177)
Purchase of Property, Plant & Equipment	(103,554)	(74,783)	(95,019)
<b>Net Cash used in Investing Activities</b>	<b>(124,609)</b>	<b>(92,122)</b>	<b>(118,375)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividends Paid	-	-	-
Payment of Government lease rentals	(80,717)	(21,676)	(45,582)
Proceeds from loans	-	-	-
Payment of loans	(197,185)	(147,583)	(226,398)
<b>Net Cash from Financing Activities</b>	<b>(277,902)</b>	<b>(169,259)</b>	<b>(271,980)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>179,713</b>	<b>(100,174)</b>	<b>64</b>
A. Cash & Cash Equivalents at the beginning of the period	(504,513)	(504,577)	(504,577)
B. Cash & Cash Equivalents at the end of the period	<b>(324,800)</b>	<b>(604,751)</b>	<b>(504,513)</b>
<b>NOTE A</b>			
Cash & Cash Equivalents at the beginning of the period			
Cash & Bank Balances	31,602	43,285	43,285
Bank Overdrafts	(537,681)	(547,862)	(547,862)
	<b>(506,079)</b>	<b>(504,577)</b>	<b>(504,577)</b>
<b>NOTE B</b>			
Cash & Cash Equivalents at the end of the period			
Cash & Bank Balances	215,617	39,169	31,603
Bank Overdrafts	(540,417)	(643,920)	(536,116)
	<b>(324,800)</b>	<b>(604,751)</b>	<b>(504,513)</b>

The above figures are subject to audit

**INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC****STATEMENT OF CHANGES IN EQUITY**

	Stated Capital Rs. ' 000	General Reserve Rs. ' 000	Retained Earnings Rs. ' 000	Timber Reserve Rs. ' 000	Total Equity Rs. ' 000
Balance as at 31 March 2021	673,721	540,000	(1,380,021)	879,857	713,557
Net profit/ (Loss) for the period	-	-	(106,753)	-	(106,753)
Other Comprehensive income	-	-	-	-	-
<b>Balance as at 31 December 2021</b>	<b>673,721</b>	<b>540,000</b>	<b>(1,486,774)</b>	<b>879,857</b>	<b>606,804</b>
Balance as at 31 March 2022	673,721	540,000	(1,173,586)	969,232	1,009,367
Net profit/(Loss) for the period	-	-	818,739	-	818,739
Other Comprehensive income	-	-	-	-	-
<b>Balance as at 31 December 2022</b>	<b>673,721</b>	<b>540,000</b>	<b>(354,847)</b>	<b>969,232</b>	<b>1,828,106</b>

*The above figures are subject to audit*

**INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC**

**NOTES TO THE FINANCIAL STATEMENTS**

1	For the quarter Ended 31 December	Quarter Ended		Year
		2022	2021	Ended
		Rs.	Rs.	Rs.
	<b>Market Price per Share</b>			
	- Last Traded price ( For the quarter )	41.00	15.80	9.60
	- Highest ( For the quarter )	70.00	23.00	23.00
	- Lowest ( For the quarter )	36.50	10.80	8.30

2	Market Capitalization & Ratios	As at	As at
		31/12/2022	31/03/2022
	Market Capitalization (Rs. '000)	2,212,093	517,954
	Float adjusted Market Capitalization (Rs. '000)	367,207	85,980
	Price Earning Ratio (times)	2.70	3.18

The company complies with option 02 of the listing rules 7.13.1 (b) - Less than Rs. 1. Bn. float adjusted market capitalization.

3 Stated Capital of Maskeliya Plantations PLC amounts to 673,720,950 represented by 53,953,490 shares.

4 The Interim Financial Statements of the Company are unaudited and have been prepared in accordance with Sri Lanka Financial Reporting Standards (SLFRS/LKAS) and are in compliance with Sri Lanka Accounting Standards 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 method applied for the previous year.

6 The presentation and classification of figures for the corresponding period of the previous quarter have been amended, where relevant, for better presentation and to be comparable with those of the current period.

7 Financial statements does not include/classify actuarial gain/(loss) on defined benefit plans costs as the valuation is done at the year end.

Further Management is assed that, the fair values of financial assets & financial liabilities are approximate to their carrying values of these instruments.

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 2022.

9 No circumstances have arisen since the Statement of Financial Position date, which would require adjustment or discloser in the Interim Financial Statements.

10 Mr.Kamal Punchihewa has been appointed as Chief Executive officer of the Company with effect from. 01/08/2022.

11 Pursuant to the Inland Revenue (Amendment) Act, No. 45 of 2022 certified on 19th of December, 2022, corporate income tax arising from business income has been increased from 14% to 30% w.e.f. 1st October 2022.

As deferred tax is calculated based on the liability method as per LKAS 12 - Income Taxes, the new tax rate of 30% was applied to the cumulative temporary differences as at 1st October 2022. This change in income tax rates resulted in deferred tax expenses of Rs. 102mn/- for the Company as at 31st December 2022.

12 These Financial Statements for the quarter ended 31 December 2022, have been authorized for issue by the Board of Directors on 14/02/2023.

## INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

### SEGMENT INFORMATION

For the nine months ended 31 December

	Year Ended		
	2022	2021	31 March 2022
	Rs. '000	Rs. '000	Rs. '000
<b><u>Maskeliya</u></b>			
Revenue	1,070,466	716,655	1,027,203
Revenue expenditure	(701,974)	(630,367)	(850,692)
Depreciation / amortization	(26,435)	(26,829)	(36,211)
Other non cash expenses - gratuity	(28,146)	(30,396)	(38,358)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>313,911</b>	<b>29,063</b>	<b>101,942</b>
<b><u>Upcot</u></b>			
Revenue	1,447,047	892,062	1,308,688
Revenue expenditure	(975,591)	(821,302)	(1,125,083)
Depreciation / amortization	(27,406)	(26,758)	(35,126)
Other non cash expenses - gratuity	(43,775)	(45,917)	(54,099)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>400,276</b>	<b>(1,915)</b>	<b>94,380</b>
<b><u>Talawakelle</u></b>			
Revenue	932,532	577,835	819,392
Revenue expenditure	(514,388)	(468,289)	(626,996)
Depreciation / amortization	(17,417)	(17,312)	(23,015)
Other non cash expenses - gratuity	(16,988)	(17,431)	(11,449)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>383,740</b>	<b>74,804</b>	<b>157,932</b>
<b><u>Bandarawela</u></b>			
Revenue	996,805	558,606	854,116
Revenue expenditure	(712,318)	(560,684)	(778,834)
Depreciation / amortization	(29,560)	(28,082)	(37,909)
Other non cash expenses - gratuity	(20,999)	(23,335)	(30,525)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>233,928</b>	<b>(53,496)</b>	<b>6,848</b>
<b><u>Total Segments</u></b>			
Revenue	4,446,850	2,745,158	4,009,399
Revenue expenditure	(2,904,271)	(2,480,642)	(3,381,605)
Depreciation / amortization	(100,818)	(98,982)	(132,261)
Other non cash expenses - gratuity	(109,907)	(117,079)	(134,431)
<b>Total Segment Result - Gross Profit/(Loss)</b>	<b>1,331,854</b>	<b>48,456</b>	<b>361,102</b>
Gain/(Loss) on fair value of biological assets	-	-	89,488
Other income	2,680	33,486	8,924
Administrative expenses	(47,968)	(39,688)	(53,428)
Management fee	(185,899)	(13,500)	(30,477)
Finance cost	(168,965)	(119,007)	(169,330)
<b>Profit/(Loss) Before Tax</b>	<b>931,702</b>	<b>(90,253)</b>	<b>206,279</b>

*The above figures are subject to audit*



**INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC**

**SHAREHOLDER AND INVESTOR INFORMATION**

**Twenty Five Largest Shareholders**

	as at 31/12/2022		as at 31/03/2022	
	Number of Shares held	% of the Holding	Number of Shares held	% of the Holding
1 R.P.C Mangement Services (Pvt) Ltd	44,998,397	83.40	44,998,397	83.40
2 Access Engineering PLC	301,720	0.56	-	-
3 Insite Holdings (Pvt) Ltd	300,000	0.56	-	-
4 Mr.R.A Rishard	266,301	0.49	-	-
5 Merchant Bank Of Sri Lanka & Finance PLC/K.K . Wick	183,062	0.34	-	-
6 Mr.K.V Hewavitarne	150,000	0.28	-	-
7 Hatton National Bank PLC/Ravindra Erle	145,000	0.27	-	-
8 Mr.M.M Fuad	140,032	0.26	-	-
9 Merchant Bank of Sri Lanka & Finance PLC/D.A.M.A.D	128,273	0.24	-	-
10 Mr.M.B Muhammadh	114,794	0.21	-	-
11 Miss. W. Maryam	101,300	0.19	-	-
12 Merchant Bank of Sri Lanka & Finance PLC/G.S.N.PE	96,267	0.18	-	-
13 Mr.H.M. Ibrahim	94,924	0.18	-	-
14 Mr.R.E.Rambukwelle	94,261	0.17	-	-
15 Seylan Bank PLC/Agampodi Chamara Senanka	90,000	0.17	-	-
16 Miss.A.Radhakrishnan	86,867	0.16	86,867	0.16
17 Miss.M.P Radhakrishnan	86,866	0.16	86,866	0.16
18 Seylan Bank PLC/Andaradeniya Estate (Pvt) Ltd	81,096	0.15	-	-
19 Mrs.F.F. Haniffa	77,250	0.14	-	-
20 Mr.M.F. Ashraff	69,544	0.13	-	-
21 Mr.W.S.A.A.D.M. Senanayake	65,100	0.12	-	-
22 Seylan Bank PLC/Mohamed Subair Fouzal Haqqe	65,000	0.12	-	-
23 Mr.M.A. Aslam	63,500	0.12	-	-
24 Mr.H.Guruge	63,499	0.12	-	-
25 HI-Line Trading (Pvt) Ltd	63,015	0.12	-	-
	<b>47,926,068</b>	<b>88.83</b>		
Balance held by 16,423 Shareholders (2021/22 - 16,678)	6,027,422	11.17	4,138,273	7.67
Total no. of Shares	<b>53,953,490</b>	<b>100.00</b>	<b>53,953,490</b>	<b>100</b>

**The percentage of shares held as at**

	31/12/2022			31/03/2022		
	Number of Shareholders	Number of Shares	%	Number of Shareholders	Number of Shares	%
Public Holding	16,646	8,954,993	16.60	16,700	8,954,493	16.60
Other Holding	2	44,998,497	83.40	3	44,998,997	83.40
<b>Total</b>	<b>16,648</b>	<b>53,953,490</b>	<b>100.00</b>	<b>16,703</b>	<b>53,953,490</b>	<b>100.00</b>

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

As at	30/12/2022	31/03/2022
Dr.Sena Yaddehige	-	-
Dr. L S Hettiarachchi	-	-
J L A Fernando	-	-
Shaminda Yaddehige	-	-
Dr.D S A Samaraweera	100	100
K.A.S Lasantha (Appointed w.e.f 17.05.2022)	-	-

## INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

### CORPORATE INFORMATION

<b>Name of Company</b>	Maskeliya Plantations PLC
<b>Legal Form</b>	A Quoted Public Company with Limited Liability Incorporated in Sri Lanka.
<b>Date of Incorporation</b>	22nd June 1992
<b>Company Registration No</b>	PQ 134
<b>Principal Business Activities</b>	Cultivation, Manufacture and Sale of Tea, Planting and Cultivation of Timber.
<b>Stock Exchange Listing</b>	The Ordinary Shares are listed with the Colombo Stock Exchange of Sri Lanka.
<b>Registered / Head Office</b>	310, High Level Road, Nawinna, Maharagama Sri Lanka
<b>Ultimate Parent Enterprise</b>	Richard Pieris & Company PLC
<b>Board of Directors</b>	Dr. Sena Yaddehige - Chairman Dr. L S K Hettiarachchi J L A Fernando Shaminda Yaddehige Dr.D S A Samaraweera K.A.S Lasantha (Appointed w.e.f 17.05.2022)
<b>Secretaries</b>	Richard Pieris Group Services (Private) Limited 310, High Level Road, Nawinna, Maharagama. Sri Lanka  Telephone: +(94) 11-4310564
<b>Auditors</b>	Messrs Ernst & Young Chartered Accountants 201, De Saram Place, Colombo 10, Sri Lanka.
<b>Bankers</b>	Sampath Bank - Nawam Mawatha Branch Bank of Ceylon - Corporate Branch & Regional Branches Hatton National Bank - City Office NDB Bank Nations Trust Bank Union Bank
<b>Contact Details</b>	Telephone : +(94) 11 4310500 Facsimile : +(94) 11 4310835 Internet : www.arpico.com E-mail : mpl.rpk@arpico.com