

Namunukula Plantations PLC

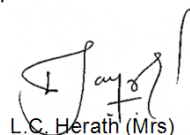
Interim Financial Statements

**FOR THE THREE MONTHS ENDED
30 JUNE 2011**

BALANCE SHEET

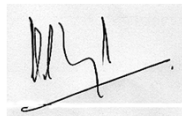
	As at 30/06/11 Rs. '000	As at 30/06/10 Rs. '000	As at 31/03/11 Rs. '000
ASSETS			
NON CURRENT ASSETS			
Leasehold Property, Plant & Equipment	262,581	276,978	266,109
Property, Plant & Equipment	247,911	236,144	249,548
Improvement to Leasehold Property	1,158,575	1,081,479	1,138,640
Long Term Investments -(Unquoted)	116,346	100,408	96,009
	<u>1,785,412</u>	<u>1,695,009</u>	<u>1,750,306</u>
CURRENT ASSETS			
Inventories	213,320	198,319	168,844
Trade and Other Receivables	169,880	133,461	142,284
ESC Recoverable	9,367	14,936	8,289
Amounts due from related companies	10,423	8,221	6,468
Cash and Bank balances	242,432	20,694	244,587
	<u>645,420</u>	<u>375,631</u>	<u>570,472</u>
TOTAL ASSETS	<u><u>2,430,833</u></u>	<u><u>2,070,640</u></u>	<u><u>2,320,778</u></u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Stated Capital - Note 3	350,000	350,000	350,000
Retained Profit	945,711	658,850	961,071
Total Equity	<u>1,295,711</u>	<u>1,008,850</u>	<u>1,311,071</u>
NON CURRENT LIABILITIES			
Interest Bearing Loans & Borrowings	63,955	169,993	75,978
Retiring Benefit Obligations	332,859	205,864	214,784
Deferred Income	111,610	112,194	112,243
Net liability to lessor payable after one year	237,611	241,087	238,480
	<u>746,035</u>	<u>729,138</u>	<u>641,485</u>
CURRENT LIABILITIES			
Trade & Other Payables	199,219	169,658	200,024
Net liability to lessor payable within one year	3,475	3,342	3,442
Interest Bearing Loans & Borrowings	141,376	117,608	129,271
Amounts due to related companies	15,071	24,958	10,797
Income Tax Liabilities	29,946	17,086	24,688
	<u>389,087</u>	<u>332,652</u>	<u>368,222</u>
TOTAL EQUITY AND LIABILITIES	<u><u>2,430,833</u></u>	<u><u>2,070,640</u></u>	<u><u>2,320,778</u></u>
	Rs.	Rs.	Rs.
Net Assets per Share	54.56	42.48	55.20

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.
Approved & Signed for and on behalf of the Board of Directors of Namunukula Plantations PLC.



S. S. Poholiyadde
Director/CEO



J. H. P. Rathnayake
Director

11 August 2011
Colombo

INCOME STATEMENT

	Quarter Ended		Variance	Year Ended
	30 June 2011 Rs. '000	30 June 2010 Rs. '000	+ / (-) %	31 March 2011 Rs. '000
Turnover	430,408	492,002	(13)	2,074,678
Cost of Sales (Note 7)	(409,816)	(370,462)	(11)	(1,408,335)
Gross Profit / (Loss)	20,592	121,540	(83)	666,343
Other Income	6,836	4,566	50	14,013
Administration Expenses	(9,275)	(8,965)	(3)	(36,420)
Provision for Doubtful Receivable	(21,167)	(6,439)	(229)	(60,078)
Management Fee	(815)	(22,011)	96	(104,401)
Finance Cost	(9,944)	(14,267)	30	(78,744)
Share of Profit from the Joint Venture	20,337	14,034	45	34,708
Profit / (Loss) before Taxation	6,563	88,458	(93)	435,421
Income Tax Expense	(5,298)	(5,100)	(4)	(26,091)
Net Profit / (Loss) for the period	1,264	83,358	(98)	409,330

	Rs.	Rs.	Rs.
Basic Earnings Per Share	0.05	3.51	17.23

CASH FLOW STATEMENT

For the three months ended 30 June	2011 Rs. '000	2010 Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	6,563	88,458
ADJUSTMENTS FOR		
Depreciation / Amortisation	19,947	21,036
Share of Profit from the Joint Venture	(20,337)	(14,034)
Provision for Defined Benefit Plans	80,938	4,873
Amortisation of Grants	(984)	(765)
Finance Cost	9,944	14,267
Provision for Doubtful Receivable	21,167	6,439
Operating Profit before Working Capital changes	117,239	120,274
(Increase)/Decrease in Amounts due from Related Companies	(3,955)	(1,582)
(Increase)/Decrease in Trade & Other Receivables	(48,762)	(19,432)
(Increase)/Decrease in Inventories	(44,476)	(61,804)
Increase/(Decrease) in Amounts due to Related Companies	4,274	23,919
Increase/(Decrease) in Trade & Other Payables	48,854	21,112
Cash Generated from Operations	73,174	82,487
Defined Benefit Plan Cost Paid	(5,667)	(3,974)
Finance Cost Paid	(6,060)	(10,382)
Income Tax Paid	(1,335)	(1,173)
Net Cash from Operating Activities	60,112	66,958
CASH FLOWS FROM INVESTING ACTIVITIES		
Grant Received	350	6,254
Field Development Expenditure	(30,223)	(31,904)
Purchase of Property, Plant & Equipment	(4,620)	(1,889)
Net Cash used in Investing Activities	(34,493)	(27,539)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease Rentals	(27,868)	-
Proceeds from borrowings	33,194	-
Payment of loans	(32,009)	(14,797)
Dividend Paid	-	-
Net Cash used in Financing Activities	(26,683)	(14,797)
Net Increase/(Decrease) in Cash & Cash Equivalents	(1,064)	24,622
Cash & Cash Equivalents at the beginning of the period (Note : A)	241,351	(6,998)
Cash & Cash Equivalents at the end of the year period (Note: B)	240,287	17,624
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Cash & Bank Balances	244,587	15,450
Bank Overdrafts	(3,236)	(22,448)
	241,351	(6,998)
NOTE B		
Cash & Cash Equivalents at the end of the period		
Cash & Bank Balances	242,432	20,694
Bank Overdrafts	(2,145)	(3,070)
	240,287	17,624

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs. '000	Accumulated Profit / (Loss) Rs. '000	Total Rs. '000
Balance as at 1 April 2010	350,000	575,492	925,492
Net profit/(Loss) for the period	-	83,358	83,358
Balance as at 30 June 2010	<u>350,000</u>	<u>658,850</u>	<u>1,008,850</u>
Balance as at 1 April 2011	350,000	961,072	1,311,072
Net profit/(Loss) for the period	-	1,264	1,264
Dividend Paid	-	(16,625)	(16,625)
Balance as at 30 June 2011	<u><u>350,000</u></u>	<u><u>945,711</u></u>	<u><u>1,295,711</u></u>

NOTES TO THE FINANCIAL STATEMENTS

For the three months ended 30 June

- | | 2011
Rs. | 2010
Rs. |
|--|-------------|-------------|
| 1 Market Price per Share | | |
| - Last Traded price (For the period) | 112.50 | 45.25 |
| - Highest (For the period) | 139.90 | 46.00 |
| - Lowest (For the period) | 100.10 | 29.75 |
- No circumstances have arisen since the Balance Sheet date, which would require adjustment or disclosure in the Accounts.
 - Stated Capital of Namunukula Plantations PLC amounts to Rs. 350,000,010 represented by 23,750,001 shares.
 - 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.
 - 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 2011 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.
 - There has been no significant changes in the nature of contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2011.
 - In June 2011, as per the Collective Agreement, wage rate was increased from Rs. 447/75 to Rs. 572/- with retrospective effect from April 2011. Arrears payment from April to May 2011 is Payable in August 2011. Total impact of the wage arrears and increase in gratuity provision amounting to Rs.119 mn was charged to Cost of Sales as at 30 June 2011 as follows;

Details	Amount In Rs '000
Cost of Manufacture for the period	290,920
Arrears in Wage (April & May)	42,478
Adjustment to opening balance of Gratuity Provision	76,418
Total Cost of sales	409,816

These figures are subject to an Actuarial Valuation that will be carried out during the current financial Year.

- Gratuity Impact adjustment to Uva range was not charged to P&L of the Company since Uva range estates are under the Court appointed Liquidator. However if the liability crystallizes Rs. 100 Mn impact in the form of Gratuity adjustment will arise.

NOTES TO THE FINANCIAL STATEMENTS CONTD.....

9. Twenty Largest Shareholders

	As at 30/06/2011		As at 31/03/2011	
	No. of Shares held	% of the Holding	No. of Shares held	% of the Holding
1 RPC Plantation Management Services (Pvt) Ltd	13,950,000	58.74%	13,950,000	58.74%
2 The Secretary to the Treasury	3,763,300	15.85%	3,763,300	15.85%
3 Mr. J. R. De Silva	296,700	1.25%	380,100	1.60%
4 Sakuvi Investment Trust (Pvt) Ltd	268,000	1.13%	268,000	1.13%
5 Bank of Ceylon A/C Ceybank Century Growth Fund	210,000	0.88%	206,900	0.87%
6 Mr T.T.T AL-Nakib	201,800	0.85%	-	0.00%
7 Asian Alliance Insurance PLC-A/C 2	192,400	0.81%	-	0.00%
8 Asian Alliance Insurance PLC-General Fund	171,100	0.72%	-	0.00%
9 J. B. Cocoshell (Pvt) Ltd	162,600	0.68%	180,600	0.76%
10 Mr M.M Mohamed Makeen	155,200	0.65%	153,200	0.65%
11 Mr R.A Rishard	137,000	0.58%	127,000	0.53%
12 Mr.M.M.M Mizver	136,400	0.57%	150,500	0.63%
13 Pan Asia Banking Corporation PLC	100,000	0.42%	100,000	0.42%
14 Bank of Ceylon No. 1 Account	80,000	0.34%	80,000	0.34%
15 Macksons Holdings (Pvt) Ltd	68,200	0.29%	68,200	0.29%
16 Mr. H.G. Carimjee	64,800	0.27%	64,800	0.27%
17 Cocoshell Activated Carbon Co. Ltd	57,700	0.24%	57,800	0.24%
18 Mrs. K.S. Cooray	50,000	0.21%	50,000	0.21%
19 Ceylon Guardian Investment Trust PLC	50,000	0.21%	80,000	0.34%
20 Mr C.Chanmugam	50,000	0.21%	50,000	0.21%
Sub Total	20,165,200	84.91%		
Balance held by 12,940 shareholders (2010/11 - 13,140 shareholders)	3,584,801	15.09%	3,869,601	16.29%
Total No. of Shares	23,750,001	100.00%	23,750,001	100%

The Percentage of shares held as at

	As at 30/06/2011		As at 31/03/2011	
	No. of shares	%	No. of shares	%
Public Holding	6,036,701	25.42%	6,036,701	25.42%
Other Holding	17,713,300	74.58%	17,713,300	74.58%
Total No. of Shares	23,750,001	100.00%	23,750,001	100.00%

10. Director's Shareholding

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

	As at 30/06/2011	As at 31/03/2011
Dr. S. Yaddhegige - Chairman	-	-
Mr.J.H.P. Ratnayake	-	-
Mr.S.S. Poholiyadde - Chief Executive Officer	-	-
Mr.Neville Peiris	-	-
Mrs.L.D.Senanayake	-	-

SEGMENT INFORMATION

For the three months ended 30 June

	Tea		Rubber		Oil Palm		Other Crops		Total	
	2011 Rs. '000	2010 Rs. '000	2011 Rs. '000	2010 Rs. '000	2011 Rs. '000	2010 Rs. '000	2011 Rs. '000	2010 Rs. '000	2011 Rs. '000	2010 Rs. '000
Revenue	185,757	277,418	150,647	95,971	83,037	111,709	10,968	6,903	430,408	492,002
Revenue Expenditure	(184,587)	(256,771)	(89,215)	(53,473)	(28,607)	(30,255)	(6,443)	(4,566)	(308,852)	(345,064)
Depreciation / Amortization	(5,409)	(5,673)	(7,019)	(7,292)	(5,518)	(6,465)	(2,079)	(1,545)	(20,025)	(20,975)
Non Cash Expense -Gratuity	(26,587)	(1,743)	(43,118)	(2,011)	(9,730)	(597)	(1,504)	(72)	(80,938)	(4,423)
Segment Results	<u>(30,826)</u>	<u>13,231</u>	<u>11,294</u>	<u>33,196</u>	<u>39,182</u>	<u>74,393</u>	<u>942</u>	<u>721</u>	<u>20,592</u>	<u>121,540</u>
Other Income									6,836	4,566
Administrative Expenses									(9,275)	(8,965)
Provision for Doubtful Receivable									(21,167)	(6,439)
Management Fee									(815)	(22,011)
Finance Cost									(9,944)	(14,267)
Share of Profit from the Joint Venture									20,337	14,034
Profit / (Loss) before Taxation									<u>6,563</u>	<u>88,458</u>
Income Tax Expense									(5,298)	(5,100)
Net Profit / (Loss) for the period									<u>1,264</u>	<u>83,358</u>

CORPORATE INFORMATION

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 & Other Plantations

Ultimate Parent Enterprise

Richard Pieris & Company PLC

Board of Directors

Dr. S. Yaddhige - Chairman
Mr. J.H.P. Ratnayeke
Mr.S.S. Poholiyadde - Chief Executive Officer
Mr.N. Peiris
Mrs.L.D.Senanayake

Registered / Head Office

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

Company Secretaries

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

Auditors

Messrs. Ernst & Young
Chartered Accountants
P.O. Box 101, Colombo.
Sri Lanka.

Bankers

People's Bank - Pelawatte Branch
Hatton National Bank - City Branch
Sampath Bank - Head Office Branch
Development Finance Corporation of Ceylon
National Development Bank

Legal Advisors

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

Contact Details

Telephone : 0114310888
Facsimile : 0114306726
Internet : www.arpico.com
E-mail : npl.rpk@arpico.com