



Maskeliya Plantations PLC

Interim Financial Statements

**FOR THE THREE MONTHS ENDED
JUNE 2014**

INTERIM FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION

	As at 30/06/14 Rs. ' 000	As at 30/06/13 Rs. ' 000	As at 31/03/14 Rs. ' 000
ASSETS			
NON CURRENT ASSETS			
Lease hold Property ,Plant and Equipment	300,543	317,752	304,603
Freehold Property, plant & equipment	599,053	637,546	605,588
Bearer Biological Assets	1,987,633	1,814,090	1,952,914
Consumable Biological Assets	560,113	528,465	560,114
	3,447,342	3,297,853	3,423,219
CURRENT ASSETS			
Inventories	567,891	404,826	485,219
ACT Recoverable	47,926	47,926	47,926
VAT Receivable	21,030	21,036	20,971
Trade and other Receivables	230,596	187,091	182,636
ESC Recoverable	35,650	32,800	33,650
Short Term Investment	-	55,323	-
Amount due from Related Parties	3,101	3,308	2,929
Cash and Bank balances	5,611	5,107	5,313
	911,805	757,417	778,644
TOTAL ASSETS	4,359,147	4,055,270	4,201,863
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Stated Capital - Note 01	673,721	673,721	673,721
General Reserve	540,000	540,000	540,000
Timber Reserves	517,361	485,714	517,361
Retained Earnings	(297,753)	(213,366)	(321,815)
TOTAL EQUITY	1,433,329	1,486,069	1,409,267
NON CURRENT LIABILITIES & DEFERRED INCOME			
Interest Bearing Loans & Borrowings	479,653	749,831	578,697
Retiring Benefit Obligations	917,260	808,537	917,379
Deferred Tax Liability	7,826	59,062	7,826
Deferred Income	228,830	239,843	231,831
Liability to make Lease Payment after one year	116,507	118,554	117,066
	1,750,076	1,975,827	1,852,799
CURRENT LIABILITIES			
Trade & Other payables	403,682	328,718	405,094
Dividend payable	2,008	2,008	2,008
Amount due to Related parties	130,216	56,157	88,740
Interest Bearing Loans & Borrowings	637,775	204,585	441,973
Liability to make Lease Payment within one year	2,061	1,906	1,982
	1,175,742	593,374	939,797
TOTAL EQUITY AND LIABILITIES	4,359,147	4,055,270	4,201,863

	Rs.	Rs.	Rs.
Net Assets Per Share	26.57	27.54	26.12

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 Eritakumbura
Financial Controller

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.



S S Poholiyadde
Director



J H P Ratnayake
Director

12 August 2014

INTERIM FINANCIAL STATEMENTS

INCOME STATEMENT

	Quarter Ended 30th June		Variance + / (-) %	Year Ended
	2014 Rs. ' 000	2013 Rs. ' 000		31/03/2014 Rs. ' 000
Revenue	975,799	918,060	6	3,416,223
Cost of Sales	(871,389)	(938,708)	7	(3,363,600)
Gross Profit / (Loss)	104,410	(20,648)	606	52,623
Other Operating Income	2,640	7,544	(65)	21,617
Gain on Change in Fair Value of Biological Assets	-	-	-	75,747
Administrative Expenses	(10,678)	(10,030)	(6)	(43,898)
Management Fee	(47,411)	(40,537)	(17)	(150,436)
Finance Cost	(24,899)	(20,808)	(20)	(78,353)
Profit / (Loss) before Taxation	24,062	(84,479)	128	(122,700)
Income Tax Expense	-	-	-	30,509
Net Profit / (Loss) for the period	24,062	(84,479)	128	(92,191)
	Rs.	Rs.		Rs.
Basic Earnings Per Share	0.45	(1.57)		(1.71)

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INTERIM FINANCIAL STATEMENTS
STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 30th June		Variance + / (-)	Year Ended
	2014 Rs.'000	2013 Rs.'000		31/03/2014 Rs. ' 000
Profit/ (Loss) for the year	24,062	(84,479)	128	(92,191)
Other Comprehensive Income				
Actuarial Gains/(Losses) on Defined benefit Plans	-	-	-	(82,017)
Income tax effect	-	-	-	12,926
Other Comprehensive Income for the year, net of tax	-	-	-	(69,091)
Total Comprehensive Income for the quarter, net of tax	24,062	(84,479)	128	(161,282)

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS

STATEMENT OF CASH FLOW

For the Three Months ended

	30/06/2014	30/06/2013
	Rs. ' 000	Rs. ' 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	24,062	(84,479)
ADJUSTMENTS FOR		
Depreciation/Amortization	26,150	25,691
Provision for Defined Benefit Plan Cost	20,987	54,019
Amortisation of Grants	(3,000)	(3,000)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	-	-
Finance Costs	24,899	20,808
Operating Profit before Working Capital changes	93,098	13,039
(Increase)/Decrease in Trade and other receivables	(48,076)	(30,918)
(Increase)/Decrease in Inventories	(82,673)	21,903
Increase/(Decrease) in Trade and other payables	8,822	(48,644)
Increase/(Decrease) in amounts due to Related Parties	41,476	6,722
(Increase)/Decrease in amounts due from Related Parties	(115)	(333)
Cash Generated from Operations	12,532	(38,231)
Finance Costs Paid	(16,654)	(13,245)
Defined Benefit Plan Costs paid	(21,107)	(22,057)
Tax Paid	(4,406)	(2,321)
Net Cash from Operating Activities	(29,635)	(75,854)
CASH FLOWS FROM INVESTING ACTIVITIES		
Grants Received	-	2,954
Proceed from Sale of Property, Plant & Equipment	-	-
Field Development Expenditure	(45,849)	(56,806)
Purchase of Property, Plant & Equipment	(4,423)	(3,368)
Net Cash used in Investing Activities	(50,272)	(57,220)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends Paid	-	-
Payment of Government lease rentals	(16,553)	(8,008)
Proceeds from loans	-	-
Payment of loans	(60,044)	(48,292)
Net Cash from Financing Activities	(76,597)	(56,300)
Net Increase/(Decrease) in Cash & Cash Equivalents	(156,504)	(189,374)
A. Cash & Cash Equivalents at the beginning of the period	(205,483)	243,802
B. Cash & Cash Equivalents at the end of the period	(361,987)	54,428
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Call Deposit	-	300,000
Cash & Bank Balances	5,313	7,967
Bank Overdrafts	(210,796)	(64,165)
	(205,483)	243,802
NOTE B		
Cash & Cash Equivalents at the end of the period		
Call Deposit	-	-
Cash & Bank Balances	5,611	60,429
Bank Overdrafts	(367,598)	(6,001)
	(361,987)	54,428

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS

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 2013	673,721	540,000	(128,887)	485,714	1,570,548	
Net profit/ (Loss) for the period	-	-	(84,479)	-	(84,479)	
Other Comprehensive income	-	-	-	-	-	
Balance as at 30 June 2013	673,721	540,000	(213,366)	485,714	1,486,069	-
Balance as at 31 March 2014	673,721	540,000	(321,815)	517,361	1,409,267	-
Net profit/(Loss) for the period	-	-	24,062	-	24,062	
Other Comprehensive income	-	-	-	-	-	
Balance as at 30 JUNE 2014	673,721	540,000	(297,753)	517,361	1,433,329	-

The above figures are subject to audit

- 1 Stated Capital of Maskeliya Plantations PLC amounts to 673,720,950 represented by 53,953,490 shares.
 - 2 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.
- 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 2014.
- 3 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.
 - 4 No circumstances have arisen since the Statement of Financial Position date, which would require adjustment or disclosure in the Interim Financial Statements.
 - 5 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.
 - 6 Financial statements does not include/classify actuarial gain/(loss) on defined benefit plans costs as the valuation is done at the year end.

INTERIM FINANCIAL STATEMENTS SEGMENT INFORMATION

Geographical Segment For the Three Months Ended 2014

	Maskeliya		Upcot		Talawakelle		Bandarawela		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	229,381	318,842	332,733	235,886	168,885	152,683	244,800	210,649	975,799	918,060
Revenue Expenditure	(197,088)	(298,458)	(278,559)	(210,337)	(138,217)	(143,816)	(210,388)	(206,387)	(824,252)	(858,998)
Depreciation/ Amortization	(5,451)	(7,988)	(8,481)	(8,118)	(5,508)	(5,552)	(6,710)	(4,033)	(26,150)	(25,691)
Gratuity	(5,054)	(13,592)	(7,756)	(20,068)	(3,368)	(8,109)	(4,809)	(12,250)	(20,987)	(54,019)
Segment Results	21,788	(1,196)	37,937	(2,637)	21,792	(4,794)	22,893	(12,021)	104,410	(20,648)
Other Income									2,640	7,544
Gain on change in fair value of Biological Assets									-	-
Administration Expenses									(10,678)	(10,030)
Management Fees									(47,411)	(40,537)
Finance Cost									(24,899)	(20,808)
Income Tax expenses									-	-
Profit /(Loss) for the period									24,062	(84,479)

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS SHAREHOLDER AND INVESTOR INFORMATION

For the Three Ended 30 June	Quarter Ended		Year Ended
	2014 Rs.	2013 Rs.	2014 Rs.
Market Price per Share			
- Last Traded price (For the quarter)	11.50	13.50	10.00
- Highest (For the quarter)	12.30	16.20	16.20
- Lowest (For the quarter)	10.00	12.30	9.40

Twenty Largest Shareholders

	as at 31/03/2014		as at 31/03/2014	
	Number of Shares held	% of the Holding	Number of Shares held	% of the Holding
R.P.C Mangement Services (Pvt) Ltd	44,998,397	83.40	44,998,397	83.40
David Pieris Motor Company Ltd	1,158,806	2.15	1,158,806	2.15
Mr. D G Wijemanne	679,974	1.26	-	-
Amina Investment Ltd	650,000	1.20	650,000	1.20
Est of Late Mr.M. Radhakrishnan (Deceased)	260,600	0.48	260,600	0.48
Seylan Bank Ltd/Govindasamy Ramanan	251,529	0.47	251,529	0.47
HSBC International Nominees Ltd-SSBT-Deustche	141,600	0.26	141,600	0.26
DPMC Assetline Holdings(Pvt)Ltd Account No 02	134,334	0.25	134,334	0.25
Mr D.S.J.V Costa	111,696	0.21	112,896	0.21
Freudenberg Shipping Agencies Ltd	95,500	0.18	95,500	0.18
Dee Investment(Pvt)Ltd	84,100	0.16	84,100	0.16
ADL Equities Limited/ M A M Arafath Akram	80,000	0.15	-	-
Merchant Bank of Sri Lanka PLC/ J A S Priyantha	80,000	0.15	80,000	0.15
Merchant Bank of Sri Lanka PLC/ R R S Ananda	80,000	0.15	80,000	0.15
Mr. M A Junaid	61,442	0.11	47,063	0.09
Commercial Bank of Ceylon PLC/D.S.J.V Costa	60,100	0.11	60,100	0.11
Mr. N.W.N Jayasiri	60,000	0.11	60,000	0.11
Mrs. N H Abdul Husein	58,019	0.11	-	-
Mr. C P Malalanayake	55,573	0.10	55,573	0.10
Mr S.P Jayakumar	55,266	0.10	55,266	0.10
	49,156,936	91.11		
Balance held by 16,687 Shareholders (2014-16,717)	4,796,554	8.89	4,720,096	8.75
Total no. of Shares	53,953,490	100.00	53,953,490	100.00

The percentage of shares held as at

	30/06/2014		31/03/2014	
	Number of Shares	%	Number of Shares	%
Public Holding	8,952,293	16.59	8,952,293	16.59
Other Holding	45,001,197	83.41	45,001,197	83.41
Total	53,953,490	100.00	53,953,490	100.00

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

As at	30/06/2014	31/03/2014
Dr.S Yaddhegige	-	-
J H P Ratnayake	-	-
S S Poholiyadde	-	-
Dr.H S D Soysa	2,800	2,800
E M M Boyagoda	-	-
Dr. L S Hettiarachchi	-	-

INTERIM FINANCIAL STATEMENTS

CORPORATE INFORMATION

Name of Company	Maskeliya Plantations PLC
Legal Form	A Quoted Public Company with Limited Liability Incorporated in Sri Lanka.
Date of Incorporation	22nd June 1992
Company Registration No	PQ 134
Principal Business Activities	Cultivation, Manufacture and Sale of Tea, Planting and Cultivation of Timber.
Stock Exchange Listing	The Ordinary Shares are listed with the Colombo Stock Exchange of Sri Lanka.
Registered / Head Office	310, High Level Road, Nawinna, Maharagama Sri Lanka
Ultimate Parent Enterprise	Richard Pieris & Company PLC
Board of Directors	Dr. Sena Yaddehige - Chairman J H P Ratnayake - Deputy Chairman S S Poholiyadde - Chief Executive Officer Dr. H S D Soysa E M M Boyagoda Dr. L S Hettiarachchi
Secretaries	Richard Pieris Group Services (Private) Limited 310, High Level Road, Nawinna, Maharagama. Sri Lanka Telephone: +(94) 11-4310564
Auditors	Messrs Ernst & Young Chartered Accountants 201, De Saram Place, Colombo 10, Sri Lanka.
Bankers	Sampath Bank - Nawam Mawatha Branch Bank of Ceylon - Corporate Branch & Regional Branches Seylan Bank - Millennium Branch Hatton National Bank - City Office NDB Bank
Legal Advisors	Paul Ratnayake Associates International Legal Consultants Solicitors and Attorneys-at-law No.59, Gregory's Road Colombo 07.
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