

NAMUNUKULA PLANTATIONS PLC

Company Reg. No. - PQ 136

2016/17

INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED 30 JUNE 2016

STATEMENT OF FINANCIAL POSITION

Interim Financial Statements

As at,	30.06.2016 Rs. '000	30.06.2015 Rs. '000	Audited 31.03.2016 Rs. '000
ASSETS			
Non Current Assets			
Leasehold Property, Plant & Equipment	202,636	220,369	207,016
Freehold Property, Plant & Equipment	380,710	402,905	387,591
Bearer Biological Assets	2,287,102	2,113,188	2,252,918
Consumable Biological Assets	113,684	111,108	113,684
Long Term Investment - Unquoted	105,644	120,659	124,757
Financial Assets	250,000	250,000	250,000
Intangible Assets	332,015	340,515	332,015
Total Non Current Assets	3,671,791	3,558,742	3,667,981
Current Assets			
Inventories	263,636	253,547	212,330
Trade and Other Receivables	125,973	134,199	119,456
Amounts Due from Related Companies	35,096	4,611	7,075
ESC Recoverable	4,783	-	3,565
Income Tax Receivable	2,583	5,441	5,943
Cash and Cash Equivalents	27,154	12,568	20,977
Total Current Assets	459,224	410,365	369,345
Total Assets	4,131,015	3,969,108	4,037,326
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital	350,000	350,000	350,000
Retained Earnings	2,017,157	1,859,514	1,969,382
Total Equity	2,367,157	2,209,514	2,319,382
Non Current Liabilities			
Interest Bearing Loans & Borrowings	121,247	173,914	134,276
Retirement Benefit Obligations	540,426	593,709	545,170
Deferred Tax Liability	26,348	20,158	26,348
Deferred Income	131,049	125,399	130,438
Liability to make Lease payment after one year	218,044	222,263	219,092
Total Non Current Liabilities	1,037,114	1,135,444	1,055,324
Current Liabilities			
Trade and Other Payables	416,670	413,596	404,974
Liability to make Lease payment within one year	4,228	4,065	4,187
Interest Bearing Loans & Borrowings	269,614	168,117	197,754
Amounts Due to Related Companies	36,232	38,372	55,705
Income Tax Liabilities	-	-	-
Total Current Liabilities	726,744	624,150	662,620
Total Liabilities	1,763,858	1,759,593	1,717,945
Total Equity and Liabilities	4,131,015	3,969,108	4,037,326
Net Assets per Share (Rs.)	99.67	93.03	97.66

* 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.



S. S. Poholiyadde
Director



N. C. Peiris
Director

Colombo.
11 August 2016

STATEMENT OF COMPREHENSIVE INCOME

Interim Financial Statements

	Quarter Ended 30.06.2016 Rs. '000	Quarter Ended 30.06.2015 Rs. '000	Increase / (Decrease) %	Audited Year Ended 31.03.2016 Rs. '000
Revenue	553,546	484,615	14%	1,913,076
Cost of sales	(481,370)	(458,456)	5%	(1,848,270)
Gross profit	72,176	26,159	176%	64,807
Other income	19,287	20,200	-5%	90,947
Gain on change in fair value of biological assets	-	-	--	6,240
Administrative expenses	(10,715)	(11,558)	-7%	(44,340)
Management fee	(18,322)	(9,932)	-84%	(25,478)
Finance cost	(16,929)	(13,053)	-30%	(52,798)
Impairment of goodwill	-	-	--	(8,500)
Share of profit from joint venture	5,638	3,808	48%	31,240
Profit before taxation	51,135	15,624	227%	62,117
Income tax expense	(3,360)	-	--	7,502
Net profit for the period	47,775	15,624	206%	69,620
Other comprehensive income				
Actuarial gain/(loss) on defined benefit plans	-	-	--	90,968
Income tax effect	-	-	--	(13,190)
Other comprehensive income for the period	-	-	--	77,778
Total comprehensive income for the period	47,775	15,624	206%	147,397
Basic Earnings per Share (Rs.)	2.01	0.66		2.93

* The above figures are subject to audit.

STATEMENT OF CHANGES IN EQUITY

Interim Financial Statements

	Stated Capital Rs. '000	Accumulated Profit Rs. '000	Total Rs. '000
Balance as at 1 April 2015	350,000	1,843,890	2,193,890
Dividend Paid	-	-	-
Net profit for the period	-	15,624	15,624
Other Comprehensive Income	-	-	-
Balance as at 30 June 2015	350,000	1,859,514	2,209,514
Balance as at 1 April 2016	350,000	1,969,382	2,319,382
Dividend Paid	-	-	-
Net profit for the period	-	47,775	47,775
Other Comprehensive Income	-	-	-
Balance as at 30 June 2016	350,000	2,017,157	2,367,157

* The above figures are subject to audit.

STATEMENT OF CASH FLOWS

Interim Financial Statements

Period ended,	30.06.2016 Rs. '000	30.06.2015 Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation	51,135	15,624
ADJUSTMENTS FOR,		
Depreciation	32,732	30,656
Finance Cost	16,929	13,053
Provision for Defined Benefit Plan Cost	10,495	10,620
Amortization of Grants	(786)	(675)
Share of Profit of Joint Venture	(5,638)	(3,808)
Operating profit before working capital changes	104,866	65,470
(Increase)/Decrease in Inventories	(51,306)	(42,352)
(Increase)/Decrease in Trade and other Receivables	(6,517)	2,776
(Increase)/Decrease in Amounts due from Related Companies	(28,021)	(4,611)
Increase/(Decrease) in Trade and Other Payables	11,701	(26,399)
Increase/(Decrease) in Amounts due to Related Companies	(19,473)	7,260
Cash Generated from Operating Activities	11,251	2,145
Finance Cost Paid	(6,019)	(2,382)
Income Tax (Paid) / Refund	(1,217)	-
Defined Benefit Plan Cost Paid	(15,239)	(12,312)
Net Cash Flow From Operating Activities	(11,224)	(12,549)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(1,158)	(6,456)
Share buy back (Unquoted Investment)	22,506	-
Dividend Received	2,245	-
Investments in Immature plantation	(54,496)	(54,484)
Grants Received	1,397	198
Net Cash Flow From Investing Activities	(29,507)	(60,742)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease rentals	(11,923)	(11,678)
Repayment of loans	(13,835)	(13,835)
Net Cash Flow From Financing Activities	(25,758)	(25,513)
Net Increase/(Decrease) in Cash and Cash Equivalents	(66,489)	(98,804)
A. Cash & Cash Equivalents at the Beginning of the Period	(123,304)	(1,404)
B. Cash & Cash Equivalents at the End of the Period	(189,793)	(100,209)
NOTE A - Cash & Cash Equivalents at the Beginning of the Period		
Cash & Bank Balances	20,977	10,452
Bank Overdrafts	(144,280)	(11,856)
	(123,304)	(1,404)
NOTE B - Cash & Cash Equivalents at the End of the Period		
Cash & Bank Balances	27,154	12,568
Bank Overdrafts	(216,947)	(112,777)
	(189,793)	(100,209)

* The above figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

Interim Financial Statements

1. Market Price per Share

	Quarter Ended 30.06.2016 Rs.	Quarter Ended 30.06.2015 Rs.	Year Ended 31.03.2016 Rs.	Year Ended 31.03.2015 Rs.
Last traded price	63.20	76.00	59.50	70.90
Highest	68.00	85.00	85.00	100.00
Lowest	55.00	68.50	51.00	70.00

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 2016.
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. 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 2016.
7. There have been no material events occurring after the reporting date, that require adjustments or disclosure in the Financial Statements.
8. Mr. Prasanna Fernando and Mr. Nicholas Mark Thompson, have been appointed to the Directorate of the company with effect from 26th May 2016 as Non Executive Directors.
9. Ministry of Plantation Industries (letter dated 22.07.2016) has informed to pay an interim allowance of Rs.100/- per worker for each day worked during the months of June and July pending finalization of wage negotiations. The interim allowance cost for the month of June is Rs. 9.95 Mn which has charged to the income Statement. To effect the payment, term loan facility was granted by Sri Lanka Tea Board.

10. Twenty largest shareholders of the company,

	As at 30.06.2016		As at 31.03.2016	
	No. of shares held	% of Holding	No. of shares held	% of Holding
1 RPC Plantations Management Services (Pvt) Ltd	15,412,737	64.90%	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 Bank of Ceylon A/C Ceybank Century Growth Fund	345,349	1.45%	345,349	1.45%
6 Seylan Bank PLC/Thirugnanasambandar	257,608	1.08%	247,573	1.04%
7 Dr. T. Senthilvel	154,962	0.65%	96,487	0.41%
8 National Savings Bank	150,000	0.63%	150,000	0.63%
9 Bank of Ceylon No .1 Account	80,000	0.34%	80,000	0.34%
10 Mr. H.A.A.H Algharabally	77,000	0.32%	77,000	0.32%
11 Mr. K.C Vignarajah	74,604	0.31%	74,538	0.31%
12 Cocoshell Activated Carbon Co. Ltd	57,387	0.24%	57,387	0.24%
13 Mrs. K.S. Cooray	50,000	0.21%	50,000	0.21%
14 Mrs. J.K.P Singh	50,000	0.21%	50,000	0.21%
15 Mr. Z.G. Carimjee	43,200	0.18%	43,200	0.18%
16 T.S.T.T.T. Sath Secretary to the Treasury-Sundry	38,298	0.16%	38,298	0.16%
17 Mr. N.A. Withana	34,351	0.14%	34,351	0.14%
18 Northstar Holding (PVT) LTD	29,900	0.13%	29,900	0.13%
19 Mrs. S. Vignarajah	29,000	0.12%	29,000	0.12%
20 Waldock Mackenzie Ltd/ Mr. H.M.S. Abdulhussein	25,275	0.11%	25,275	0.11%
Sub Total	21,435,971	90.26%		
Balance held by 11,689 (2015/16 - 11,708) shareholders	2,314,030	9.74%	2,375,381	10.00%
Total No. of Shares	23,750,001	100.00%	23,750,001	100.00%

The Percentage of shares held as at ,

	30.06.2016			31.03.2016		
	No of Shareholders	No.of shares	%	No of Shareholders	No.of shares	%
Public Holding	11,707	8,334,264	35.09%	11,726	8,334,264	35.09%
Other Holding	2	15,415,737	64.91%	2	15,415,737	64.91%
Total No. of Shares	11,709	23,750,001	100.00%	11,728	23,750,001	100.00%

11. Director's Shareholding

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

	As at 30.06.2016 No. of Shares	As at 31.03.2016 No. of Shares
Dr. S Yaddehige - Chairman	Nil	Nil
Mr. S S Poholiyadde	3,000	3,000
Mr. N C Peiris	Nil	Nil
Dr. Jayatissa De Costa (Ceased to be a director w.e.f. 30 June 2016)	Nil	Nil
Mr. B A T Rodrigo	Nil	Nil
Mr. Shaminda Yaddehige	Nil	Nil
Mr. Prasanna Fernando (Appointed w.e.f. 26 May 2016)	Nil	Nil
Mr. Nicholas Mark Thompson (Appointed w.e.f. 26 May 2016)	Nil	Nil

SEGMENT INFORMATIONS

Interim Financial Statements

For the period ended 30 June,

	Tea		Rubber		Oil Palm		Coconut		Cinnamon		Total	
	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000
Revenue	327,790	286,128	41,513	41,411	174,741	147,129	5,756	8,073	3,745	1,874	553,546	484,615
Revenue Expenditure	(330,954)	(311,380)	(50,096)	(53,843)	(52,462)	(47,422)	(3,972)	(3,833)	(2,575)	(1,437)	(440,058)	(417,914)
Depreciation / Amortization	(7,815)	(7,019)	(9,546)	(9,824)	(11,948)	(10,980)	(1,269)	(1,398)	(1,357)	(1,266)	(31,934)	(30,486)
Gratuity	(5,182)	(5,023)	(2,112)	(2,696)	(1,876)	(2,081)	(122)	(130)	(86)	(125)	(9,377)	(10,056)
Segment Results	(16,161)	(37,294)	(20,240)	(24,952)	108,455	86,646	394	2,713	(273)	(954)	72,176	26,159
Other Income											19,287	20,200
Administrative Expenses											(10,715)	(11,558)
Management Fee											(18,322)	(9,932)
Finance Cost											(16,929)	(13,053)
Share of Profit from the Joint Venture											5,638	3,808
Profit before Taxation											51,135	15,624
Income Tax (Expense)/Reversal											(3,360)	-
Net Profit for the period											47,775	15,624

* The above figures are subject to audit.

CORPORATE INFORMATIONS

Interim Financial Statements

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 Plantations.

Ultimate Parent Enterprise

Richard Pieris & Company PLC.

Board of Directors

Dr. S Yaddehige - Chairman

Mr. S S Poholiyadde

Mr. N C Peiris

Dr. Jayatissa De Costa (Ceased to be a director w.e.f. 30 June 2016)

Mr. B A T Rodrigo

Mr. Shaminda Yaddehige

Mr. Prasanna Fernando (Appointed w.e.f. 26 May 2016)

Mr. Nicholas Mark Thompson (Appointed w.e.f. 26 May 2016)

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

Legal Advisors

Paul Ratnayeke Associates,

International Legal Consultants,

Solicitors and Attorney-at-law,

No. 59, Gregory's Road,

Colombo 07.

Bankers

Bank of Ceylon - Corporate Branch & Regional Branches

People's Bank - Pelawatta Branch

Hatton National Bank - City Branch

Sampath Bank - Head Office Branch

Development Finance Corporation of Ceylon

National Development Bank

Indian Overseas Bank / Indian Bank

Nations Trust Bank PLC

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