

NAMUNUKULA PLANTATIONS PLC



INTERIM FINANCIAL STATEMENTS

2017/18


FOR THE
THREE MONTHS
ENDED 30 JUNE 2017

STATEMENT OF FINANCIAL POSITION


As at,	30.06.2017	30.06.2016	Audited 31.03.2017
ASSETS	Rs. '000	Rs. '000	Rs. '000
Non Current Assets			
Leasehold Property, Plant & Equipment	185,601	202,636	189,525
Freehold Property, Plant & Equipment	366,028	380,710	363,197
Bearer Biological Assets	2,405,168	2,287,102	2,390,071
Consumable Biological Assets	125,318	113,684	125,318
Long Term Investments - (Unquoted)	112,964	105,644	102,288
Financial Assets	250,000	250,000	250,000
Intangible Assets	328,015	332,015	328,015
Total Non Current Assets	<u>3,773,094</u>	<u>3,671,791</u>	<u>3,748,414</u>
Current Assets			
Produce on bearer Biological asset	8,809	5,542	8,809
Inventories	300,830	263,636	231,505
Trade and Other Receivables	148,534	125,973	114,884
Amounts Due from Related Companies	40,000	35,096	19,790
ESC Recoverable	5,377	4,783	2,143
Income Tax Receivable	-	2,583	5,943
Cash and Cash Equivalents	16,078	27,154	10,108
Total Current Assets	<u>519,628</u>	<u>464,766</u>	<u>393,180</u>
TOTAL ASSETS	<u>4,292,721</u>	<u>4,136,557</u>	<u>4,141,594</u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital	350,000	350,000	350,000
Retained Earnings	2,324,694	2,022,698	2,211,817
Total Equity	<u>2,674,694</u>	<u>2,372,698</u>	<u>2,561,817</u>
Non Current Liabilities			
Interest Bearing Loans & Borrowings	96,422	121,247	99,576
Retirement Benefit Obligations	516,226	540,426	534,771
Deferred Tax Liability	52,958	26,348	52,958
Deferred Income	132,420	131,049	132,598
Lease Creditor	3,603	-	-
Liability to make Lease payment after one year	213,596	218,044	214,737
Total Non Current Liabilities	<u>1,015,225</u>	<u>1,037,114</u>	<u>1,034,640</u>
Current Liabilities			
Trade and Other Payables	439,073	416,670	403,509
Liability to make Lease payment within one year	4,397	4,228	4,355
Lease Creditor	5,189	-	-
Interest Bearing Loans & Borrowings	115,937	269,614	133,602
Amounts Due to Related Companies	34,181	36,232	3,672
Income Tax Liabilities	4,026	-	-
Total Current Liabilities	<u>602,803</u>	<u>726,744</u>	<u>545,137</u>
TOTAL LIABILITIES	<u>1,618,028</u>	<u>1,763,858</u>	<u>1,579,778</u>
TOTAL EQUITY AND LIABILITIES	<u>4,292,721</u>	<u>4,136,557</u>	<u>4,141,594</u>
NET ASSETS PER SHARE (RS.)	<u>112.62</u>	<u>99.90</u>	<u>107.87</u>

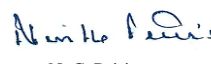
* The above figures are subject to audit.

These Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.


Sudheera 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 by,


S. S. Poholiyadde
Director


N. C. Peiris
Director

Colombo,
09 August 2017

STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 30.06.2017 Rs. '000	Quarter Ended 30.06.2016 Rs. '000	Increase / (Decrease) %	Audited Year Ended 31.03.2017 Rs. '000
Revenue	692,535	553,546	25%	2,512,274
Cost of Sales	<u>(554,817)</u>	<u>(481,370)</u>	15%	<u>(2,068,996)</u>
Gross Profit	137,719	72,176	91%	443,278
Other Income	30,776	19,287	60%	117,131
Change in fair value of Biological Assets	-	-	--	15,715
Administrative Expenses	(12,958)	(10,715)	21%	(55,495)
Management Fee	(30,772)	(18,322)	68%	(91,524)
Finance Cost	(12,595)	(16,929)	-26%	(58,825)
Impairment of Goodwill	-	-	--	(4,000)
Share of Profit from the Joint Venture	10,676	5,638	89%	70,000
Profit Before Taxation	<u>122,846</u>	<u>51,135</u>	140%	<u>436,280</u>
Income Tax (Expense) / Reversal	(9,969)	(3,360)	197%	(34,330)
Net Profit for the Year	<u>112,877</u>	<u>47,775</u>	136%	<u>401,950</u>
Other comprehensive income				
Actuarial gain/(loss) on defined benefit plans	-	-	--	36,160
Income tax effect	-	-	--	(5,699)
Other comprehensive income for the period	<u>-</u>	<u>-</u>	<u>--</u>	<u>30,461</u>
Total comprehensive income for the period	<u>112,877</u>	<u>47,775</u>	136%	<u>432,411</u>
Basic Earnings per Share (Rs.)	<u>4.75</u>	<u>2.01</u>		<u>16.92</u>

* The above figures are subject to audit.

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs. '000	Retained Earnings Rs. '000	Total Rs. '000
Balance as at 1 April 2016	350,000	1,974,923	2,324,923
Net Profit for the period	-	47,775	47,775
Other Comprehensive Income/(Loss)	-	-	-
Balance as at 30 June 2016	<u>350,000</u>	<u>2,022,698</u>	<u>2,372,698</u>
Balance as at 1 April 2017	350,000	2,211,817	2,561,817
Net Profit for the period	-	112,877	112,877
Other Comprehensive Income/(Loss)	-	-	-
Balance as at 30 June 2017	<u><u>350,000</u></u>	<u><u>2,324,694</u></u>	<u><u>2,674,694</u></u>

* The above figures are subject to audit.

STATEMENT OF CASH FLOWS

Period ended,	30.06.2017	30.06.2016
	Rs. '000	Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	122,846	51,135
ADJUSTMENTS FOR		
Depreciation	36,207	32,732
Finance Cost	12,595	16,929
Provision for Defined Benefit Plan Cost	10,783	10,495
Amortization of Grants	(927)	(786)
Share of Profit of Joint Venture	(10,676)	(5,638)
Operating profit before working capital changes	<u>170,827</u>	<u>104,866</u>
(Increase)/Decrease in Inventories	(69,325)	(51,306)
(Increase)/Decrease in Trade and other Receivables	(33,651)	(6,517)
(Increase)/Decrease in Amounts due from Related Companies	(20,210)	(28,021)
Increase/(Decrease) in Trade and Other Payables	35,669	11,701
Increase/(Decrease) in Amounts due to Related Companies	30,509	(19,473)
Cash Generated from Operating Activities	<u>113,819</u>	<u>11,251</u>
Finance Cost Paid	(1,341)	(6,019)
Defined Benefit Plan Cost Paid	(29,327)	(15,239)
Income Tax (Paid) / Refund	(3,234)	(1,217)
Net Cash Flow From Operating Activities	<u>79,917</u>	<u>(11,224)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(1,071)	(1,158)
Share buy back (Unquoted Investment)	-	22,506
Dividend Received	-	2,245
Investments in Immature plantation	(40,417)	(54,496)
Grants Received	713	1,397
Net Cash Flow From Investing Activities	<u>(40,775)</u>	<u>(29,507)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease rentals	(12,352)	(11,923)
Proceeds from borrowings	40,626	-
Repayment of loans	(15,465)	(13,835)
Net Cash Flow From Financing Activities	<u>12,810</u>	<u>(25,758)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	51,951	(66,489)
A. Cash & Cash Equivalents at the Beginning of the Year	<u>(67,794)</u>	<u>(123,304)</u>
B. Cash & Cash Equivalents at the End of the Year	<u><u>(15,843)</u></u>	<u><u>(189,793)</u></u>
NOTE A : Cash & Cash Equivalents at the Beginning of the Period		
Cash & Bank Balances	10,108	20,977
Bank Overdrafts	(77,902)	(144,280)
	<u>(67,794)</u>	<u>(123,304)</u>
NOTE B : Cash & Cash Equivalents at the End of the Period		
Cash & Bank Balances	16,078	27,154
Bank Overdrafts	(31,921)	(216,947)
	<u>(15,843)</u>	<u>(189,793)</u>

* The above figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. Market Price per Share

	Quarter Ended 30.06.2017 Rs.	Quarter Ended 30.06.2016 Rs.	Year Ended 31.03.2017 Rs.	Year Ended 31.03.2016 Rs.
Last traded price	80.00	63.20	74.00	59.50
Highest	99.50	68.00	87.00	85.00
Lowest	74.00	55.00	55.00	51.00

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 2017.
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. 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.
7. Financial Statements does not include/classify Actuarial Gain/(Loss) on defined benefit plan costs as the valuation is done at the year end.
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 2017.
9. 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

10. Twenty largest shareholders of the company,

	As at 30.06.2017		As at 31.03.2017	
	No. of shares held	% of Holding	No. of shares held	% of Holding
1 RPC Plantation 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 Seylan Bank PLC/Mr.Thirugnanasambandar	503,510	2.12%	256,328	1.08%
4 Mr. T.T.T Al Nakib	395,000	1.66%	395,000	1.66%
5 National Development Bank PLC/Sakuvi Investment Trust (Pvt) Ltd	368,000	1.55%	368,000	1.55%
6 Sampath Bank PLC/Mr.T.Senthilvel	158,137	0.67%	158,137	0.67%
7 J.B. Cocoshell (Pvt) Ltd	130,900	0.55%	-	0.00%
8 Pershing LLC S/A Averbach Grauson & Co.	100,000	0.42%	50,000	0.21%
9 Bank of Ceylon No .1 Account	80,000	0.34%	80,000	0.34%
10 Mr.D.F.G.Dalpethado	78,878	0.33%	-	0.00%
11 Mr.H.A.A.H.Algharabally	77,000	0.32%	77,000	0.32%
12 Mr.K.C.Vignarajah	74,604	0.31%	74,604	0.31%
13 Cocoshell Activated Carbon Co. Ltd	57,387	0.24%	57,387	0.24%
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. Sathe 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 Holdings (Pvt) Ltd	29,900	0.13%	29,900	0.13%
19 Mrs.S.Vignarajah	29,000	0.12%	29,000	0.12%
20 Mrs.K.Fernando	25,000	0.11%	25,000	0.11%
Sub Total	21,449,202	90.31%		
Balance held by 11,608 (2016/17 - 11,620) shareholders	2,300,799	9.69%	2,353,412	9.91%
Total No. of Shares	23,750,001	100.00%	23,750,001	100.00%

The Percentage of shares held as at ,

	As at 30.06.2017			As at 31.03.2017		
	No. of Shareholders	No. of shares held	%	No. of Shareholders	No. of shares held	%
Public Holding	11,626	8,334,264	35.09%	11,638	8,334,264	35.09%
Other Holding	2	15,415,737	64.91%	2	15,415,737	64.91%
Total No. of Shares	11,628	23,750,001	100.00%	11,640	23,750,001	100.00%

11. Directors' & CEO's Shareholding

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

	As at 30.06.2017 No. of Shares	As at 31.03.2017 No. of Shares
Dr. S Yaddhige - Chairman	Nil	Nil
Mr. S S Poholiyadde	3,000	3,000
Mr. N C Peiris	Nil	Nil
Mr. B A T Rodrigo	Nil	Nil
Mr. Shaminda Yaddhige	Nil	Nil
Mr. Shirley Gerard Devinda Amerasinghe	Nil	Nil
Mr. Sriyan Eriyagama - CEO	Nil	Nil

SEGMENT INFORMATIONS

REVENUE Summary Sale of Goods	2017		2016	
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Tea	405,596	327,790		
Rubber	55,695	41,513		
Oil Palm	217,152	174,741		
Coconut	9,685	5,756		
Cinnamon	4,408	3,745		
	<u>692,535</u>	<u>553,546</u>		

For the period ended 30 June,	Tea		Rubber		Oil Palm		Coconut		Cinnamon		Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Revenue	405,596	327,790	55,695	41,513	217,152	174,741	9,685	5,756	4,408	3,745	692,535	553,546
Revenue Expenditure	(366,772)	(330,954)	(56,615)	(50,096)	(77,142)	(52,462)	(4,225)	(3,972)	(3,527)	(2,575)	(508,282)	(440,058)
Depreciation / Amortization	(8,326)	(7,815)	(9,427)	(9,546)	(15,867)	(11,948)	(1,149)	(1,269)	(1,434)	(1,357)	(36,203)	(31,934)
Gratuity	(5,745)	(5,182)	(2,547)	(2,112)	(1,850)	(1,876)	(118)	(122)	(72)	(86)	(10,333)	(9,377)
Gross Profit/(Loss)	<u>24,753</u>	<u>(16,161)</u>	<u>(12,895)</u>	<u>(20,240)</u>	<u>122,294</u>	<u>108,455</u>	<u>4,192</u>	<u>394</u>	<u>(626)</u>	<u>(273)</u>	<u>137,719</u>	<u>72,176</u>
Other Income											30,776	19,287
Administrative Expenses											(12,958)	(10,715)
Management Fees											(30,772)	(18,322)
Finance Cost											(12,595)	(16,929)
Share of Profit from the Joint Venture											10,676	5,638
Profit before Taxation											<u>122,846</u>	<u>51,135</u>
Income Tax (Expense)/Reversal											(9,969)	(3,360)
Net Profit for the period											<u>112,877</u>	<u>47,775</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

Mr. N C Peiris

Mr. B A T Rodrigo

Mr. Shaminda Yaddhegige

Mr. Gerard Amerasinghe

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 PLC - Corporate Branch & Regional Branches

People's Bank PLC - 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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