



Maskeliya Plantations PLC

Interim Financial Statements

**FOR THE THREE MONTHS ENDED
JUNE 2018**

INTERIM FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION

	As at 30/06/18 Rs. ' 000	As at 31/03/18 Rs. ' 000
ASSETS		
NON CURRENT ASSETS		
Lease hold Property ,Plant and Equipment	231,185	234,963
Freehold Property, plant & equipment	553,398	555,663
Bearer Biological Assets	2,235,203	2,229,520
Consumable Biological Assets	676,568	676,568
Deferred Tax Assets	-	-
	3,696,354	3,696,714
CURRENT ASSETS		
Produce on Bearer Biological Assets	13,685	13,685
Inventories	588,152	601,647
ACT Recoverable	47,926	47,926
VAT Receivable	19,892	20,758
Trade and other Receivables	246,462	203,659
ESC Recoverable	44,617	44,617
Amount due from Related Parties	14,474	7,224
Cash and Bank balances	17,809	16,505
	993,017	956,021
TOTAL ASSETS	4,689,371	4,652,735
EQUITY AND LIABILITIES		
CAPITAL AND RESERVES		
Stated Capital - Note 03	673,721	673,721
General Reserve	540,000	540,000
Timber Reserves	633,817	633,817
Retained Earnings	(780,609)	(786,668)
TOTAL EQUITY	1,066,929	1,060,870
NON CURRENT LIABILITIES & DEFERRED INCOME		
Interest Bearing Loans & Borrowings	505,036	401,153
Retiring Benefit Obligations	997,269	1,005,741
Deferred Income	189,144	192,143
Deferred Tax Liability	62,845	62,845
Liability to make Lease Payment after one year	107,752	108,313
	1,862,046	1,770,195
CURRENT LIABILITIES		
Trade & Other payables	401,456	494,121
Dividend payable	2,008	2,008
Amount due to Related parties	473,932	461,949
Interest Bearing Loans & Borrowings	880,681	861,273
Liability to make Lease Payment within one year	2,319	2,319
	1,760,396	1,821,670
TOTAL EQUITY AND LIABILITIES	4,689,371	4,652,735
	-	-
	Rs.	Rs.
Net Assets Per Share	19.77	19.66

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 Epatakumbura
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.



Dr. L S K Hettiarachchi
Director



Dr. S A Samaraweera
Director

13 August 2018

INTERIM FINANCIAL STATEMENTS

STATEMENT OF PROFIT OR LOSS

	Quarter Ended 30th June		Variance + / (-) %	Year Ended 31/03/2018
	2018 Rs. ' 000	2017 Rs. ' 000		Rs. ' 000
Revenue	1,070,306	1,279,998	(16)	4,517,365
Cost of Sales	(988,865)	(1,032,966)	4	(3,872,259)
Gross Profit / (Loss)	81,441	247,032	(67)	645,106
Other Income	2,230	2,859	(22)	13,965
Change in Fair Value of Biological Assets	-	-	-	43,565
Administrative Expenses	(16,951)	(14,408)	(18)	(67,020)
Management Fee	(8,328)	(39,178)	79	(78,679)
Finance Cost	(52,333)	(41,578)	(26)	(173,525)
Profit /(Loss) before Taxation	6,059	154,727	(96)	383,412
Income Tax (Expense)/Reversal	-	(2,163)	100	(132,014)
Net Profit/(Loss) for the period	6,059	152,564	(96)	251,398
	Rs.	Rs.		Rs.
Basic Earnings Per Share	0.11	2.83		4.66

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INTERIM FINANCIAL STATEMENTS
STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended			Year
	2018	2017	Variance	Ended
	Rs.'000	Rs.'000	% '+/(-)	31/03/2018
				Rs. ' 000
Profit/ (Loss) for the period	6,059	152,564	(96)	251,398
Other Comprehensive Income				
Remeasurement Gains/(Losses) on Defined benefit Plan	-	-	-	(85,160)
Income tax effect	-	-	-	11,922
Total other Comprehensive Income/(Loss) for the period	-	-	-	(73,238)
Total Comprehensive Income/(Loss) for the period, net of ta	6,059	152,564	(96)	178,160

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INTERIM FINANCIAL STATEMENTS

STATEMENT OF CASH FLOW

For the Three Months ended	30/06/2018	30/06/2017
	Rs. ' 000	Rs. ' 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation	6,059	154,727
ADJUSTMENTS FOR		
Depreciation/Amortization	28,996	29,076
Provision for Defined Benefit Plan Cost	20,759	21,005
Amortisation of Grants	(3,000)	(3,000)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	-	-
Gain/(Loss) on change in fair value Green Leaf	-	-
Finance Costs	52,529	41,578
Operating Profit before Working Capital changes	105,343	243,386
(Increase)/Decrease in Trade and other receivables	(36,164)	(22,145)
(Increase)/Decrease in Inventories	13,496	(49,395)
Increase/(Decrease) in Trade and other payables	(102,226)	(15,124)
Increase/(Decrease) in amounts due to Related Parties	13,809	56,661
(Increase)/Decrease in amounts due from Related Parties	(8,991)	(1,583)
Cash Generated from Operations	(14,733)	211,800
Finance Costs Paid	(43,530)	(32,807)
Defined Benefit Plan Costs paid	(29,232)	(37,308)
Tax Paid	(5,859)	(5,414)
Net Cash from Operating Activities	(93,354)	136,271
CASH FLOWS FROM INVESTING ACTIVITIES		
Grants Received	-	-
Field Development Expenditure	(20,070)	(11,299)
Purchase of Property, Plant & Equipment	(8,563)	(178)
Net Cash used in Investing Activities	(28,633)	(11,477)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends Paid	-	-
Payment of Government lease rentals	-	(9,499)
Proceeds from loans	250,000	478,805
Payment of loans	(99,369)	(118,601)
Net Cash from Financing Activities	150,631	350,705
Net Increase/(Decrease) in Cash & Cash Equivalents	28,644	475,499
A. Cash & Cash Equivalents at the beginning of the period	(479,084)	(717,702)
B. Cash & Cash Equivalents at the end of the period	(450,440)	(242,203)
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Cash & Bank Balances	16,505	10,357
Bank Overdrafts	(495,589)	(728,059)
	(479,084)	(717,702)
NOTE B		
Cash & Cash Equivalents at the end of the period		
Cash & Bank Balances	17,809	11,985
Bank Overdrafts	(468,249)	(254,188)
	(450,440)	(242,203)

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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 2017	673,721	540,000	(921,483)	590,473	882,711
Net profit/ (Loss) for the period	-	-	152,564	-	152,564
Other Comprehensive income	-	-	-	-	-
Balance as at 30 June 2017	673,721	540,000	(768,919)	590,473	1,035,275
Balance as at 31 March 2018	673,721	540,000	(786,668)	633,817	1,060,870
Net profit/(Loss) for the period	-	-	6,059	-	6,059
Other Comprehensive income	-	-	-	-	-
Balance as at 30 June 2018	673,721	540,000	(780,609)	633,817	1,066,929

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NOTES TO THE FINANCIAL STATEMENTS

1 For the quarter Ended 30 June	Quarter Ended		Year
	2018	2017	Ended
	Rs.	Rs.	2018
Market Price per Share			Rs.
- Last Traded price (For the quarter)	15.90	13.90	19.20
- Highest (For the quarter)	22.00	14.50	27.50
- Lowest (For the quarter)	15.00	7.30	7.30

2 Market Capitalization & Ratios	As at	As at
	30/06/2018	31/03/2018
Market Capitalization (Rs. '000)	857,860	1,035,907
Float adjusted Market Capitalization (Rs. '000)	142,405	171,961
Price Earning Ratio (times)	35.40	4.12

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 methods applied for the year ended 31 March 2018.

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.

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 2018.

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

10 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 2018, except for the adoption of following new standard effective as from April 01, 2018.

The new standard SLFRS 15 "Revenue from Contracts with Customers" establishes five step model to account for revenue arising from contracts with customers. Based on the assessment performed, the Company concluded that SLFRS 15 does not have a material impact on the Company's Interim Financial Statements.

INTERIM FINANCIAL STATEMENTS SEGMENT INFORMATION

Geographical Segment

For the Three Months Ended 30 June 2018

	Maskeliya		Upcot		Talawakelle		Bandarawela		Total	
	2018 Rs. ' 000	2017 Rs. ' 000	2018 Rs. ' 000	2017 Rs. ' 000	2018 Rs. ' 000	2017 Rs. ' 000	2018 Rs. ' 000	2017 Rs. ' 000	2018 Rs. ' 000	2017 Rs. ' 000
Revenue	287,885	334,391	370,773	438,264	231,103	254,815	180,545	252,528	1,070,306	1,279,998
Revenue Expenditure	(247,366)	(249,395)	(323,306)	(339,819)	(195,325)	(197,123)	(173,113)	(196,548)	(939,110)	(982,885)
Depreciation/ Amortization	(9,773)	(7,987)	(7,077)	(7,978)	(4,742)	(5,421)	(7,404)	(7,690)	(28,996)	(29,076)
Gratuity	(5,238)	(7,763)	(7,629)	(5,336)	(3,519)	(3,442)	(4,373)	(4,464)	(20,759)	(21,005)
Segment Results	25,508	69,246	32,761	85,131	27,517	48,829	(4,345)	43,826	81,441	247,032
Other Income									2,230	2,859
Gain on change in fair value of Biological Assets									-	-
Administrative Expenses									(16,951)	(14,408)
Management Fees									(8,328)	(39,178)
Finance Cost									(52,333)	(41,578)
Income Tax (Expense)/Reversal									-	(2,163)
Profit /(Loss)for the period									6,059	152,564

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS SHAREHOLDER AND INVESTOR INFORMATION

Twenty Largest Shareholders

	as at 30/06/2018		as at 31/03/2018	
	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
Mr. M. Z. Rasheed	484,545	0.90	412,858	0.77
Capital Trust Holdings Ltd	245,566	0.46	172,900	0.32
Mr. R. A. Rishard	234,387	0.43	234,387	0.43
Mr.D.S.D.De Lanerolle	230,020	0.43	-	-
Mr.M.H.M.Fazal	222,529	0.41	222,529	0.41
Seylan Bank PLC/Mohamed Mushtaq Fuad	215,219	0.40	286,208	0.53
Dr. D. Rajakanthan	205,315	0.38	264,538	0.49
Freudenberg Shipping Agencies Ltd	146,135	0.27	146,135	0.27
Mr. F. A. Azhar	140,496	0.26	185,296	0.34
Mr. A. V. Emmanuel	128,000	0.24	128,000	0.24
Mr. K. L. G. S. Ranganath	127,612	0.24	150,000	0.28
Mr. R. E. Rambukwelle	120,162	0.22	118,162	0.22
Seylan Bank PLC/Mr. Shermal Hemaka Jayasuriya	110,000	0.20	110,000	0.20
Merchant Bank of Sri Lanka PLC/ R R S Ananda	104,098	0.19	104,098	0.19
Mrs.H.P.N Fonseka	100,000	0.19	-	-
Mr. K. Rajakanthan	98,500	0.18	112,045	0.21
Peoples Leasing & Finance/Hi Line Trading (Pvt) Ltd	96,599	0.18	96,599	0.18
Mr. A. K. Seneviratne	95,600	0.18	92,269	0.17
Sandwawe Limited	95,000	0.18	-	-
	48,198,180	89.33		
Balance held by 16,728 Shareholders (2018-16,466)	5,755,310	10.67	5,803,817	10.76
Total no. of Shares	53,953,490	100.00	53,953,490	100.00

The percentage of shares held as at

	30/06/2018			31/03/2018		
	Number of Shareholders	Number of Shares	%	Number of Shareholders	Number of Shares	%
Public Holding	16,746	8,954,993	16.60	16,484	17	16.60
Other Holding	2	44,998,497	83.40	2	83	83.40
Total	16,748	53,953,490	100.00	16,486	100	100.00

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

As at	30/06/2018	31/03/2018
Dr.S Yaddehige	-	-
S S Poholiyadde (Resigned w.e.f 02.08.2018)	-	-
Dr. L S Hettiarachchi	-	-
J L A Fernando	-	-
Shaminda Yaddehige	-	-
Dr.S A Samaraweera	100	100

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 Yaddhige - Chairman S S Poholiyadde (Resigned w.e.f 02.08.2018) Dr. L S K Hettiarachchi J L A Fernando Shaminda Yaddhige Dr.S A Samaraweera
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 Nation Trust Bank Union Bank
Contact Details	Telephone : +(94) 11 4310888 Facsimile : +(94) 11 4310835 Internet : www.arpico.com E-mail : mpl.rpk@arpico.com