



**NAMUNUKULA
PLANTATIONS PLC**

**Interim
Financial
Statements**

For the three months ended 30th June 2018


2018/19

STATEMENT OF FINANCIAL POSITION


As at,	30.06.2018	30.06.2017	Audited 31.03.2018
	Rs. '000	Rs. '000	Rs. '000
ASSETS			
Non Current Assets			
Leasehold Property, Plant & Equipment	170,646	185,601	174,330
Freehold Property, Plant & Equipment	408,748	366,028	419,792
Bearer Biological Assets	2,572,479	2,405,168	2,543,083
Consumable Biological Assets	149,235	125,318	148,866
Long Term Investments - (Unquoted)	106,237	112,964	110,574
Financial Assets	250,000	250,000	250,000
Intangible Assets	324,515	328,015	324,515
Total Non Current Assets	<u>3,981,861</u>	<u>3,773,094</u>	<u>3,971,159</u>
Current Assets			
Produce on bearer Biological asset	13,187	8,809	13,187
Inventories	348,715	300,830	291,688
Trade and Other Receivables	153,800	148,534	116,279
Amounts Due from Related Companies	11,818	40,000	10,447
ESC Recoverable	20,286	5,377	16,971
Income Tax Receivable	5,943	5,943	5,943
Cash and Cash Equivalents	49,349	16,078	36,929
Total Current Assets	<u>603,096</u>	<u>525,571</u>	<u>491,443</u>
TOTAL ASSETS	<u>4,584,957</u>	<u>4,298,664</u>	<u>4,462,602</u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital	350,000	350,000	350,000
Retained Earnings	2,281,777	2,324,694	2,237,086
Total Equity	<u>2,631,777</u>	<u>2,674,694</u>	<u>2,587,086</u>
Non Current Liabilities			
Interest Bearing Loans & Borrowings	50,536	100,024	67,226
Retirement Benefit Obligations	559,559	516,226	564,766
Deferred Tax Liability	206,413	52,958	206,413
Deferred Income	132,581	132,420	132,860
Liability to make Lease payment after one year	209,065	213,596	210,208
Total Non Current Liabilities	<u>1,158,153</u>	<u>1,015,225</u>	<u>1,181,473</u>
Current Liabilities			
Trade and Other Payables	420,479	439,073	397,653
Liability to make Lease payment within one year	4,573	4,397	4,529
Interest Bearing Loans & Borrowings	304,498	121,126	255,223
Amounts Due to Related Companies	40,523	34,181	14,759
Income Tax Liabilities	24,954	9,969	21,879
Total Current Liabilities	<u>795,027</u>	<u>608,745</u>	<u>694,044</u>
TOTAL LIABILITIES	<u>1,953,180</u>	<u>1,623,971</u>	<u>1,875,516</u>
TOTAL EQUITY AND LIABILITIES	<u>4,584,957</u>	<u>4,298,664</u>	<u>4,462,602</u>
NET ASSETS PER SHARE (RS.)	<u>110.81</u>	<u>112.62</u>	<u>108.93</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 Epatakumbura
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,


N. C. Peiris
Director


Gerard Amerasinghe
Director

Colombo,
13 August 2018

STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 30.06.2018 Rs. '000	Quarter Ended 30.06.2017 Rs. '000	Increase / (Decrease) %	Audited Year Ended 31.03.2018 Rs. '000
Revenue	579,602	692,535	-16%	2,839,057
Cost of Sales	(530,743)	(554,817)	-4%	(2,274,579)
Gross Profit	48,858	137,719	-65%	564,478
Other Income	51,947	30,776	69%	202,721
Change in fair value of Biological Assets	-	-	--	27,909
Administrative Expenses	(13,104)	(12,958)	1%	(62,815)
Management Fee	(17,513)	(30,772)	-43%	(133,721)
Finance Cost	(18,086)	(12,595)	44%	(51,812)
Impairment of Goodwill	-	-	--	(3,500)
Share of Profit from the Joint Venture	(4,336)	10,676	-141%	8,285
Profit Before Taxation	47,766	122,846	-61%	551,546
Income Tax (Expense) / Reversal	(3,076)	(9,969)	-69%	(177,994)
Net Profit for the Year	44,691	112,877	-60%	373,552
Other comprehensive income				
Actuarial gain/(loss) on defined benefit plans	-	-	--	(18,353)
Income tax effect	-	-	--	2,569
Other comprehensive income for the period	-	-	--	(15,783)
Total comprehensive income for the period	44,691	112,877	-60%	357,769
Basic Earnings per Share (Rs.)	1.88	4.75		15.73

* 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 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>350,000</u>	<u>2,324,694</u>	<u>2,674,694</u>
Balance as at 1 April 2018	350,000	2,237,086	2,587,086
Net Profit for the period	-	44,691	44,691
Other Comprehensive Income/(Loss)	-	-	-
Balance as at 30 June 2018	<u><u>350,000</u></u>	<u><u>2,281,777</u></u>	<u><u>2,631,777</u></u>

* The above figures are subject to audit.

STATEMENT OF CASH FLOWS

Period ended,	30.06.2018 Rs. '000	30.06.2017 Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	47,766	122,846
ADJUSTMENTS FOR		
Depreciation	43,535	36,207
Finance Cost	18,086	12,595
Provision for Defined Benefit Plan Cost	9,686	10,783
Profit on Disposal of Property, Plant & Equipment	(2,800)	-
Amortization of Grants	(934)	(927)
Share of Profit of Joint Venture	4,336	(10,676)
Operating profit before working capital changes	<u>119,675</u>	<u>170,827</u>
(Increase)/Decrease in Inventories	(57,027)	(69,325)
(Increase)/Decrease in Trade and other Receivables	(37,521)	(33,651)
(Increase)/Decrease in Amounts due from Related Companies	(1,370)	(20,210)
Increase/(Decrease) in Trade and Other Payables	22,826	35,669
Increase/(Decrease) in Amounts due to Related Companies	<u>25,764</u>	<u>30,509</u>
Cash Generated from Operating Activities	72,347	113,819
Finance Cost Paid	(5,820)	(1,341)
Defined Benefit Plan Cost Paid	(14,893)	(29,327)
Income Tax (Paid) / Refund	<u>(3,315)</u>	<u>(3,234)</u>
Net Cash Flow From Operating Activities	<u>48,318</u>	<u>79,917</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(995)	(1,071)
Investments in Immature plantation	(57,208)	(40,417)
Expenditure on Timber Cultivation	(370)	-
Proceeds from Disposal of Property, Plant & Equipment	2,800	-
Grants Received	<u>656</u>	<u>713</u>
Net Cash Flow From Investing Activities	<u>(55,117)</u>	<u>(40,775)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease rentals	(13,365)	(12,352)
Proceeds from borrowings	-	40,626
Repayment of loans	<u>(19,706)</u>	<u>(15,465)</u>
Net Cash Flow From Financing Activities	<u>(33,071)</u>	<u>12,810</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(39,870)	51,951
A. Cash & Cash Equivalents at the Beginning of the Year	<u>(141,462)</u>	<u>(67,794)</u>
B. Cash & Cash Equivalents at the End of the Year	<u><u>(181,332)</u></u>	<u><u>(15,843)</u></u>
NOTE A : Cash & Cash Equivalents at the Beginning of the Period		
Cash & Bank Balances	36,929	10,108
Bank Overdrafts	<u>(178,391)</u>	<u>(77,902)</u>
	<u><u>(141,462)</u></u>	<u><u>(67,794)</u></u>
NOTE B : Cash & Cash Equivalents at the End of the Period		
Cash & Bank Balances	49,349	16,078
Bank Overdrafts	<u>(230,680)</u>	<u>(31,921)</u>
	<u><u>(181,332)</u></u>	<u><u>(15,843)</u></u>

* The above figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. Market Price per Share

	Quarter Ended 30.06.2018 Rs.	Quarter Ended 30.06.2017 Rs.	Year Ended 31.03.2018 Rs.	Year Ended 31.03.2017 Rs.
Last traded price	75.00	80.00	87.70	74.00
Highest	95.00	99.50	114.90	87.00
Lowest	74.90	74.00	72.10	55.00

2. Market Capitalization & Ratios

	Year Ended 30.06.2018	Year Ended 31.03.2018
Market Capitalization (Rs. '000)	1,781,250	2,082,875
Float adjusted Market Capitalization (Rs. '000)	579,033	677,083
Price Earning Ratio (times)	9.96	5.58

The company complies with option 05 of the listing rules 7.13.1 (a) - Less than Rs. 2.5 Bn. float adjusted market capitalization.

3. Stated Capital of Namunukula Plantations PLC amounts to Rs. 350,000,010 represented by 23,750,001 shares.
4. 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.
5. 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.
6. 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.
7. 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.
8. Financial Statements does not include/classify Actuarial Gain/(Loss) on defined benefit plan costs as the valuation is done at the year end.
9. 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.
10. 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

11. Twenty largest shareholders of the company (Voting shares),

	As at 30.06.2018		As at 31.03.2018	
	No. of shares held	% of Holding	No. of shares held	% of Holding
1 RPC Plantation Management Services (Pvt) Ltd	16,026,561	67.48%	16,026,561	67.48%
2 The Secretary to the Treasury	3,763,300	15.85%	3,763,300	15.85%
3 National Development Bank PLC/Sakuvi Investment Trust (Pvt) Ltd	368,000	1.55%	368,000	1.55%
4 Mr. T.T.T Al Nakib	350,000	1.47%	350,000	1.47%
5 Mr.D.F.G.Dalpethado	184,202	0.78%	182,702	0.77%
6 Pershing LLC S/A Averbach Grauson & Co.	100,000	0.42%	100,000	0.42%
7 Bank of Ceylon No .1 Account	80,000	0.34%	80,000	0.34%
8 Mr.H.A.A.H.Algharabally	77,000	0.32%	77,000	0.32%
9 Mr.K.C.Vignarajah	71,847	0.30%	71,833	0.30%
10 Cocoshell Activated Carbon Co. Ltd	57,387	0.24%	57,387	0.24%
11 Mrs. J.K.P Singh	48,938	0.21%	48,938	0.21%
12 Mr.Z.G.Carimjee	43,200	0.18%	43,200	0.18%
13 T.S.T.T.T. Sathe Secretary to the Treasury-Sundry	38,298	0.16%	38,298	0.16%
14 J.B. Cocoshell (Pvt) Ltd	35,484	0.15%	39,075	0.16%
15 Mr.N.A. Withana	34,351	0.14%	34,351	0.14%
16 Hatton National Bank PLC/Thilak Dias Gunasekera	30,000	0.13%	30,000	0.13%
17 Northstar Holdings (Pvt) Ltd	29,900	0.13%	29,900	0.13%
18 Mr.U.P.Jayasinghe	29,500	0.12%	27,045	0.11%
19 Mrs.S.Vignarajah	28,100	0.12%	28,100	0.12%
20 Mrs.K.Fernando	25,000	0.11%	25,000	0.11%
Sub Total	21,421,068	90.19%		
Balance held by 11,598 (2017/18 - 11,605) shareholders	2,328,933	9.81%	2,329,311	9.81%
Total No. of Shares	23,750,001	100.00%	23,750,001	100.00%

* There were no non voting shares as at 30 June 2018.

The Percentage of shares held as at ,

	As at 30.06.2018			As at 31.03.2018		
	No. of Shareholders	No. of shares held	%	No. of Shareholders	No. of shares held	%
Public Holding	11,616	7,720,440	32.51%	11,623	7,720,440	32.51%
Other Holding	2	16,029,561	67.49%	2	16,029,561	67.49%
Total No. of Shares	11,618	23,750,001	100.00%	11,625	23,750,001	100.00%

12. Directors' & CEO's Shareholding

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

	As at 30.06.2018 No. of Shares	As at 31.03.2018 No. of Shares
Dr. S Yaddhegige - Chairman	Nil	Nil
Mr. S S Poholiyadde (Resigned w.e.f. 02 August 2018)	3,000	3,000
Mr. N C Peiris	Nil	Nil
Mr. B A T Rodrigo	Nil	Nil
Mr. Shaminda Yaddhegige	Nil	Nil
Mr. Shirley Gerard Devinda Amerasinghe	Nil	Nil
Mr. Sriyan Eriyagama - CEO	Nil	Nil

SEGMENT INFORMATIONS

REVENUE	2018	2017
Summary	Rs. '000	Rs. '000
Sale of Goods		
Tea	344,557	405,596
Rubber	36,278	55,695
Oil Palm	184,145	217,152
Coconut	8,433	9,685
Cinnamon	6,189	4,408
	<u>579,602</u>	<u>692,535</u>

For the period ended 30 June,	Tea		Rubber		Oil Palm		Coconut		Cinnamon		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Revenue	344,557	405,596	36,278	55,695	184,145	217,152	8,433	9,685	6,189	4,408	579,602	692,535
Revenue Expenditure	(360,456)	(366,772)	(41,081)	(56,615)	(71,090)	(77,142)	(1,684)	(4,225)	(4,465)	(3,527)	(478,776)	(508,282)
Depreciation / Amortization	(9,239)	(8,326)	(10,925)	(9,427)	(19,104)	(15,867)	(1,868)	(1,149)	(1,596)	(1,434)	(42,731)	(36,203)
Gratuity	(5,593)	(5,745)	(1,702)	(2,547)	(1,804)	(1,850)	(82)	(118)	(55)	(72)	(9,236)	(10,333)
Gross Profit/(Loss)	<u>(30,731)</u>	<u>24,753</u>	<u>(17,429)</u>	<u>(12,895)</u>	<u>92,147</u>	<u>122,294</u>	<u>4,799</u>	<u>4,192</u>	<u>72</u>	<u>(626)</u>	<u>48,858</u>	<u>137,719</u>
Other Income											51,947	30,776
Administrative Expenses											(13,104)	(12,958)
Management Fees											(17,513)	(30,772)
Finance Cost											(18,086)	(12,595)
Share of Profit from the Joint Venture											(4,336)	10,676
Profit before Taxation											<u>47,766</u>	<u>122,846</u>
Income Tax (Expense)/Reversal											(3,076)	(9,969)
Net Profit for the period											<u>44,691</u>	<u>112,877</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 (Resigned w.e.f. 02 August 2018)

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

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