



Maskeliya Plantations PLC

Interim Financial Statements

**For the three months ended
30 June 2019**

INTERIM FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION

	As at 30/06/19 Rs. ' 000	As at 30/06/18 Rs. ' 000	As at 31/03/19 Rs. ' 000
ASSETS			
NON CURRENT ASSETS			
Lease hold Property ,Plant and Equipment	214,103	231,185	217,552
Freehold Property, plant & equipment	545,201	553,398	554,749
Bearer Biological Assets	2,297,121	2,235,203	2,294,216
Consumable Biological Assets	723,616	676,568	723,616
	3,780,041	3,696,354	3,790,133
CURRENT ASSETS			
Produce on Bearer Biological Assets	9,088	13,685	9,088
Inventories	626,068	588,152	590,873
ACT Recoverable	47,926	47,926	47,926
VAT Receivable	21,002	19,892	21,017
Trade and other Receivables	179,153	246,462	208,863
ESC Recoverable	71,242	44,617	65,561
Amount due from Related Parties	24,403	14,474	22,089
Cash and Bank balances	10,888	17,809	9,297
	989,770	993,017	974,714
	4,769,811	4,689,371	4,764,847
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Stated Capital - Note 03	673,721	673,721	673,721
General Reserve	540,000	540,000	540,000
Timber Reserves	680,865	633,817	680,865
Retained Earnings	(1,015,070)	(780,609)	(868,661)
TOTAL EQUITY	879,516	1,066,929	1,025,925
NON CURRENT LIABILITIES & DEFERRED INCOME			
Interest Bearing Loans & Borrowings	252,821	505,036	312,770
Retiring Benefit Obligations	1,099,088	997,269	1,110,362
Deferred Tax Liability	58,015	62,845	58,015
Deferred Income	177,382	189,144	180,381
Liability to make Lease Payment after one year	105,616	107,752	105,902
	1,692,922	1,862,046	1,767,430
CURRENT LIABILITIES			
Trade & Other payables	420,338	401,456	415,630
Dividend payable	2,008	2,008	2,008
Amount due to Related parties	542,110	473,932	520,914
Interest Bearing Loans & Borrowings	1,230,506	880,681	1,030,529
Liability to make Lease Payment within one year	2,411	2,319	2,411
	2,197,373	1,760,396	1,971,492
	4,769,811	4,689,371	4,764,847
	-	-	-
	Rs.	Rs.	Rs.
Net Assets Per Share	16	20	19

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 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 G Liyanage
Director


Dr. D S A Samaraweera
Director

12 August 2019

INTERIM FINANCIAL STATEMENTS

STATEMENT OF PROFIT OR LOSS

	Three Months Ended			Year
	2019	2018	Variance	Ended
	Rs. ' 000	Rs. ' 000	+ / (-)	Rs. ' 000
			%	
Revenue	974,061	1,070,306	(9)	4,167,216
Cost of Sales	(1,036,477)	(988,865)	(5)	(3,906,282)
Gross Profit / (Loss)	(62,416)	81,441	(177)	260,934
Other Income	3,179	2,230	43	18,199
Change in Fair Value of Biological Assets	-	-	-	42,452
Administration Expenses	(16,069)	(16,951)	5	(61,860)
Management Fee	(5,281)	(8,328)	37	(21,122)
Finance Cost	(65,822)	(52,333)	(26)	(231,622)
Profit / (Loss) before Taxation	(146,409)	6,059	(2,516)	6,981
Income Tax Expense	-	-	-	(1,717)
Net Profit/(Loss) for the period	(146,409)	6,059	(2,516)	5,264
	Rs.	Rs.		Rs.
Basic Earnings Per Share	(2.71)	0.11		0.10

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS

STATEMENT OF COMPREHENSIVE INCOME

	Three Months Ended			Year Ended
	June			
	2019	2018	Variance	31/03/2019
	Rs. ' 000	Rs. ' 000	% '+/(-)	Rs. ' 000
Profit/ (Loss) for the period	(146,409)	6,059	(2,516)	5,264
Other Comprehensive Income				
Remeasurement gains/ (Losses) on defined benefit plan	-	-		(46,755)
Income tax effect	-	-		6,546
Other Comprehensive Income for the period, net of tax	-	-		(40,209)
Total Comprehensive Income for the period, net of tax	(146,409)	6,059	(2,516)	(34,945)

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS

STATEMENT OF CASH FLOW

For the Three Months Ended June

	30/06/2019	30/06/2018
	Rs. ' 000	Rs. ' 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	(146,409)	6,059
ADJUSTMENTS FOR		
Depreciation/Amortization	29,748	28,996
Provision for Defined Benefit Plan Cost	23,978	20,759
Amortisation of Grants	(3,000)	(3,000)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	-	-
Finance Costs	65,821	52,529
Operating Profit before Working Capital changes	(29,862)	105,343
(Increase)/Decrease in Trade and other receivables	18,968	(36,164)
(Increase)/Decrease in Inventories	(35,195)	13,496
Increase/(Decrease) in Trade and other payables	4,708	(102,226)
Increase/(Decrease) in amounts due to Related Parties	21,196	13,809
(Increase)/Decrease in amounts due from Related Parties	(2,314)	(8,991)
Cash Generated from Operations	(22,499)	(14,733)
Finance Costs Paid	(55,347)	(43,530)
Defined Benefit Plan Costs paid	(35,253)	(29,232)
Tax Paid	(5,681)	(5,859)
Net Cash from Operating Activities	(118,780)	(93,354)
CASH FLOWS FROM INVESTING ACTIVITIES		
Grants Received	-	-
Field Development Expenditure	(15,924)	(20,070)
Purchase of Property, Plant & Equipment	(3,732)	(8,563)
Net Cash used in Investing Activities	(19,656)	(28,633)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends Paid	-	-
Payment of Government lease rentals	-	-
Proceeds from loans	-	250,000
Payment of loans	(100,357)	(99,369)
Net Cash from Financing Activities	(100,357)	150,631
Net Increase/(Decrease) in Cash & Cash Equivalents	(238,793)	28,644
A. Cash & Cash Equivalents at the beginning of the period	(728,610)	(479,084)
B. Cash & Cash Equivalents at the end of the period	(967,403)	(450,440)
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Cash & Bank Balances	9,297	16,505
Bank Overdrafts	(737,907)	(495,589)
	(728,610)	(479,084)
NOTE B		
Cash & Cash Equivalents at the end of the period		
Cash & Bank Balances	10,888	17,809
Bank Overdrafts	(978,291)	(468,249)
	(967,403)	(450,440)

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 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
Balance as at 31 March 2019	673,721	540,000	(868,661)	680,865	1,025,925
Net profit/(Loss) for the period	-	-	(146,409)	-	(146,409)
Other Comprehensive income	-	-	-	-	-
Balance as at 30 June 2019	673,721	540,000	(1,015,070)	680,865	879,516

The above figures are subject to audit

NOTES TO THE FINANCIAL STATEMENTS

1 For the quarter Ended 30 June	Quarter Ended		Year
	2019	2018	Ended
	Rs.	Rs.	2019
Market Price per Share			Rs.
- Last Traded price (For the quarter)	9.00	15.90	10.80
- Highest (For the quarter)	11.30	22.00	22.00
- Lowest (For the quarter)	7.50	15.00	8.30
			As at
			30/06/2019
			As at
			31/03/2019

2 Market Capitalization & Ratios

Market Capitalization (Rs. '000)	485,581	582,698
Float adjusted Market Capitalization (Rs. '000)	80,607	96,728
Price Earning Ratio (times)	-	108.00

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 method applied for the year ended 31 March 2019. except for the Accounting Policies and methods of computation adopted to be in compliant with the requirement of Sri Lanka Accounting Standard Lanka Accounting Standard SLFRS 16 - "Leases", which became effective from January 01, 2019. SLFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract (i.e. Lessee and Lessor). SLFRS 16 replaced LKAS 17 - "Leases" and related interpretations.

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.

Further Management is assed that, the fair values of financial assets & financial liabilities are approximate to their carrying values of these instruments.

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 2019.

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

10 These Financial Statements for the quarter ended 30 June 2019, have been authorized for issue by the Board of Directors on 12/08/2019.

INTERIM FINANCIAL STATEMENTS

SEGMENT INFORMATION

Geographical Segment
For the Three Months Ended June 2019

	Maskeliya		Upcot		Talawakelle		Bandarawela		Total	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
Revenue	248,051	287,885	373,547	370,773	205,149	231,103	147,315	180,545	974,062	1,070,306
Revenue Expenditure	(235,728)	(247,366)	(354,630)	(323,306)	(195,843)	(195,325)	(196,551)	(173,113)	(982,752)	(939,110)
Depreciation/ Amortization	(10,055)	(9,773)	(7,091)	(7,077)	(4,971)	(4,742)	(7,630)	(7,404)	(29,748)	(28,996)
Gratuity	(6,421)	(5,238)	(8,639)	(7,629)	(3,830)	(3,519)	(5,088)	(4,373)	(23,978)	(20,759)
Segment Results	(4,153)	25,508	3,186	32,761	505	27,517	(61,954)	(4,345)	(62,416)	81,441
Other Income									3,179	2,230
Gain on change in fair value of Biological Assets									-	-
Administration Expenses									(16,069)	(16,951)
Management Fees									(5,281)	(8,328)
Finance Cost									(65,822)	(52,333)
Income Tax (Expense)/Income									-	-
Profit /(Loss)for the period									(146,409)	6,059

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS SHAREHOLDER AND INVESTOR INFORMATION

Twenty Largest Shareholders

	as at 30/06/2019		as at 31/03/2019	
	Number of Shares held	% of the Holding	Number of Shares held	% of the Holding
1 R.P.C Mangement Services (Pvt) Ltd	44,998,397	83.40	44,998,397	83.40
2 Mr. D. S. D. De Lanerolle	315,610	0.58	285,010	0.53
3 Capital Trust holdings Ltd.	260,123	0.48	251,544	0.47
4 Mr. M. Z. Rasheed	251,903	0.47	238,071	0.44
5 Mr. M. H. M. Fazal	222,529	0.41	222,529	0.41
6 Seylan Bank PLC / Mohamed Mushtaq Fuad	215,219	0.40	215,219	0.40
7 Mr. R. E. Rambukwella	204,237	0.38	197,462	0.37
8 Mr. R. A. Rishard	204,192	0.38	205,378	0.38
9 Mr. F. A. Azhar	172,900	0.32	172,900	0.32
10 Mrs. H. P. N. Fonseka	153,193	0.28	134,748	0.25
11 Freudenberg Shipping Agencies Ltd	146,135	0.27	146,135	0.27
12 Marchant Bank of Sri Lanka and Finance / R.R.S. Ananda	139,674	0.26	153,025	0.28
13 Mr. A.V. Emmanuel	128,000	0.24	128,000	0.24
14 Dr.M.A.M.A. Akram	119,139	0.22	117,139	0.22
15 Mr.P.A.G. Weerakoon Banda	112,653	0.21	117,462	0.22
16 Mr.P.K.C.P Samarasinghe	95,837	0.18	95,837	0.18
17 Mr. A. K. Senaviratne	95,600	0.18	95,600	0.18
18 Sandwave Limited	95,000	0.18	95,000	0.18
19 Peoples Leasing & Finance PLC / Hi line Trading (Pvt) Ltd	94,099	0.17	94,099	0.17
20 Mr. M.R. Rasheed	86,879	0.16	-	-
	48,111,319	89.17		
Balance held by 16,554 Shareholders (2018/19 - 16,552)	5,842,171	10.83	5,903,068	10.94
Total no. of Shares	53,953,490	100.00	53,953,490	100.00

The percentage of shares held as at

	30/06/2019			31/03/2019		
	Number of Shareholders	Number of Shares	%	Number of Shareholders	Number of Shares	%
Public Holding	16,571	8,954,493	16.60	16,569	8,954,493	16.60
Other Holding	3	44,998,997	83.40	3	44,998,997	83.40
Total	16,574	53,953,490	100.00	16,572	53,953,490	100.00

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

As at	30/06/2019	31/03/2019
Dr.Sena Yaddehige	-	-
Dr. L S Hettiarachchi	-	-
J L A Fernando	-	-
Shaminda Yaddehige	-	-
Dr.D S A Samaraweera	100	100
S S G Liyanage	500	500

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 Dr. L S K Hettiarachchi J L A Fernando Shaminda Yaddehige Dr.D S A Samaraweera S S G Liyanage
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 Hatton National Bank - City Office NDB Bank Nations Trust Bank Union Bank
Contact Details	Telephone : +(94) 11 4310500 Facsimile : +(94) 11 4310835 Internet : www.arpico.com E-mail : mpl.rpk@arpico.com