



NAMUNUKULA PLANTATIONS PLC

Interim
Financial
Statements

For the three months ended
30th June 2019




STATEMENT OF FINANCIAL POSITION


As at,	30.06.2019	30.06.2018	Audited 31.03.2019
	Rs. '000	Rs. '000	Rs. '000
ASSETS			
Non Current Assets			
Leasehold Property, Plant & Equipment	155,969	170,646	159,597
Freehold Property, Plant & Equipment	377,887	408,748	388,341
Bearer Biological Assets	2,704,685	2,572,479	2,670,638
Consumable Biological Assets	168,158	149,235	167,391
Long Term Investments - (Unquoted)	147,254	106,237	134,101
Financial Assets	-	250,000	-
Intangible Assets	316,415	324,515	316,415
Total Non Current Assets	<u>3,870,368</u>	<u>3,981,861</u>	<u>3,836,484</u>
Current Assets			
Produce on bearer Biological asset	14,006	13,187	14,006
Inventories	240,158	348,715	251,792
Trade and Other Receivables	146,757	153,800	116,629
Amounts Due from Related Companies	12,687	11,818	51,409
Financial Assets	-	-	250,000
ESC Recoverable	12,600	20,286	9,617
Income Tax Receivable	8,854	5,943	8,854
Cash and Cash Equivalents	72,549	49,349	22,316
Total Current Assets	<u>507,611</u>	<u>603,096</u>	<u>724,623</u>
TOTAL ASSETS	<u>4,377,980</u>	<u>4,584,957</u>	<u>4,561,107</u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital	350,000	350,000	350,000
Retained Earnings	2,365,110	2,281,777	2,313,924
Total Equity	<u>2,715,110</u>	<u>2,631,777</u>	<u>2,663,924</u>
Non Current Liabilities			
Interest Bearing Loans & Borrowings	3,384	50,536	6,939
Retirement Benefit Obligations	535,673	559,559	550,482
Deferred Tax Liability	254,944	206,413	254,944
Deferred Income	132,568	132,581	132,079
Liability to make Lease payment after one year	203,734	209,065	205,498
Total Non Current Liabilities	<u>1,130,303</u>	<u>1,158,153</u>	<u>1,149,942</u>
Current Liabilities			
Trade and Other Payables	387,389	420,479	404,771
Dividend Payable	-	-	201,875
Liability to make Lease payment within one year	4,756	4,573	4,710
Interest Bearing Loans & Borrowings	59,069	304,498	85,882
Amounts Due to Related Companies	69,877	40,523	50,003
Income Tax Liabilities	11,476	24,954	-
Total Current Liabilities	<u>532,566</u>	<u>795,027</u>	<u>747,241</u>
TOTAL LIABILITIES	<u>1,662,870</u>	<u>1,953,180</u>	<u>1,897,183</u>
TOTAL EQUITY AND LIABILITIES	<u>4,377,980</u>	<u>4,584,957</u>	<u>4,561,107</u>
NET ASSETS PER SHARE (RS.)	<u>114.32</u>	<u>110.81</u>	<u>112.17</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 Eritakumbura
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


S S G Liyanage
Director

Colombo,
12 August 2019

STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 30.06.2019 Rs. '000	Quarter Ended 30.06.2018 Rs. '000	Increase / (Decrease) %	Audited Year Ended 31.03.2019 Rs. '000
Revenue	541,564	579,602	-7%	2,414,326
Cost of Sales	(465,825)	(530,743)	-12%	(2,077,972)
Gross Profit	75,739	48,858	55%	336,354
Other Income	22,180	51,947	-57%	141,113
Change in fair value of Biological Assets	-	-	--	11,932
Administrative Expenses	(13,270)	(13,104)	1%	(61,778)
Management Fee	(19,613)	(17,513)	12%	(77,811)
Finance Cost	(15,526)	(18,086)	-14%	(65,129)
Impairment of Goodwill	-	-	--	(8,100)
Share of Profit from the Joint Venture	13,153	(4,336)	403%	23,527
Profit Before Taxation	62,662	47,766	31%	300,109
Tax (Expense) / Reversal	(11,476)	(3,076)	273%	(43,816)
Net Profit for the Year	51,186	44,691	15%	256,293
Other comprehensive income				
Actuarial gain/(loss) on defined benefit plans	-	-	--	26,070
Tax effect	-	-	--	(3,650)
Other comprehensive income for the period	-	-	--	22,420
Total comprehensive income for the period	51,186	44,691	15%	278,713
Basic Earnings per Share (Rs.)	2.16	1.88		10.79

* 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 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>350,000</u>	<u>2,281,777</u>	<u>2,631,777</u>
Balance as at 1 April 2019	350,000	2,313,924	2,663,924
Net Profit for the period	-	51,186	51,186
Other Comprehensive Income/(Loss)	-	-	-
Dividends	-	-	-
Balance as at 30 June 2019	<u><u>350,000</u></u>	<u><u>2,365,110</u></u>	<u><u>2,715,110</u></u>

* The above figures are subject to audit.

STATEMENT OF CASH FLOWS

Period ended,	30.06.2019	30.06.2018
	Rs. '000	Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	62,662	47,766
ADJUSTMENTS FOR		
Depreciation	46,326	43,535
Finance Cost	15,526	18,086
Provision for Defined Benefit Plan Cost	12,681	9,686
Profit on Disposal of Property, Plant & Equipment	-	(2,800)
Amortization of Grants	(1,008)	(934)
Share of Profit of Joint Venture	(13,153)	4,336
Operating profit before working capital changes	<u>123,034</u>	<u>119,675</u>
(Increase)/Decrease in Inventories	11,634	(57,027)
(Increase)/Decrease in Trade and other Receivables	(30,128)	(37,521)
(Increase)/Decrease in Amounts due from Related Companies	38,722	(1,370)
Increase/(Decrease) in Trade and Other Payables	(18,268)	22,826
Increase/(Decrease) in Amounts due to Related Companies	19,874	25,764
Cash Generated from Operating Activities	<u>144,868</u>	<u>72,347</u>
Finance Cost Paid	(3,305)	(5,820)
Defined Benefit Plan Cost Paid	(27,489)	(14,893)
Tax (Paid) / Refund	(2,983)	(3,315)
Net Cash Flow From Operating Activities	<u>111,091</u>	<u>48,318</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(359)	(995)
Cash received from Matured Debentures	250,000	-
Investments in Immature plantation	(65,055)	(57,208)
Expenditure on Timber Cultivation	(767)	(370)
Proceeds from Disposal of Property, Plant & Equipment	-	2,800
Grants Received	1,505	656
Net Cash Flow From Investing Activities	<u>185,324</u>	<u>(55,117)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease rentals	(13,940)	(13,365)
Proceeds from borrowings	-	-
Repayment of loans	(15,515)	(17,179)
Settlement of finance lease	(1,061)	(2,527)
Dividend Paid	(201,875)	-
Net Cash Flow From Financing Activities	<u>(232,390)</u>	<u>(33,071)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	64,025	(39,870)
A. Cash & Cash Equivalents at the Beginning of the Year	<u>(3,406)</u>	<u>(141,462)</u>
B. Cash & Cash Equivalents at the End of the Year	<u>60,619</u>	<u>(181,332)</u>
NOTE A : Cash & Cash Equivalents at the Beginning of the Period		
Cash & Bank Balances	22,316	36,929
Bank Overdrafts	(25,722)	(178,391)
	<u>(3,406)</u>	<u>(141,462)</u>
NOTE B : Cash & Cash Equivalents at the End of the Period		
Cash & Bank Balances	72,549	49,349
Bank Overdrafts	(11,930)	(230,680)
	<u>60,619</u>	<u>(181,332)</u>

* The above figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. Market Price per Share

	Quarter Ended 30.06.2019	Quarter Ended 30.06.2018	Year Ended 31.03.2019	Year Ended 31.03.2018
	Rs.	Rs.	Rs.	Rs.
Last traded price	60.20	75.00	64.00	87.70
Highest	69.00	95.00	95.00	114.90
Lowest	58.00	74.90	55.50	72.10

2. Market Capitalization & Ratios

	As at 30.06.2019	As at 31.03.2019
Market Capitalization (Rs. '000)	1,429,750	1,520,000
Float adjusted Market Capitalization (Rs. '000)	464,951	494,300
Price Earning Ratio (times)	6.98	5.93

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

- Stated Capital of Namunukula Plantations PLC amounts to Rs. 350,000,010 represented by 23,750,000 ordinary shares and a Golden Share which has special rights held by the Secretary to the Treasury.
- 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.
- 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 2019, except for the Accounting Policies and methods of computation adopted to be in compliant with the requirement of the Sri 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.
- 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.
- These interim financial statements does not include the Gain/(Loss) arising from the valuation of biological assets and Actuarial Gain/(Loss) on defined benefit plan costs arising since the valuation is done at the year end.

Further management is assessed that, the fair values of financial assets & financial liabilities are approximate to their carrying values of these instruments.
- In May 2014, the Company invested in 2.5 Mn, Rs.100 each Five year Fixed Rated Listed Debenture (11.25% p.a.) payable semi annually issued by the ultimate parent company (Richard Pieris & Company PLC) amounting to Rs. 250 Mn. This 2.5 Mn Fixed Rated Listed debenture investment at Richard Pieris & Company PLC was Matured on 15th May 2019.
- There has been no any other significant change in the nature of contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2019.
- Except discloser under note no: 8, there have been no any other material events occurring after the reporting date that require adjustments or disclosure in the financial statements.
- The Interim Financial Statements of the company for the period ended 30th June 2019 were authorized for issue by the Board of Directors on 12 August 2019.

NOTES TO THE FINANCIAL STATEMENTS

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

	As at 30.06.2019		As at 31.03.2019	
	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	367,500	1.55%	350,000	1.47%
5 Mr.D.F.G.Dalpethado	184,202	0.78%	184,202	0.78%
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	71,854	0.30%	71,852	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 Mr.N.A. Withana	34,351	0.14%	34,351	0.14%
15 Mr.U.P.Jayasinghe	33,216	0.14%	34,704	0.15%
16 J.B. Cocoshell (Pvt) Ltd	32,522	0.14%	32,522	0.14%
17 Hatton National Bank PLC/Thilak Dias Gunasekera	30,000	0.13%	30,000	0.13%
18 Northstar Holdings (Pvt) Ltd	29,900	0.13%	29,900	0.13%
19 Mrs.S.Vignarajah	28,104	0.12%	28,104	0.12%
20 Mrs.K.Fernando	25,000	0.11%	25,000	0.11%
Sub Total	21,439,333	90.27%		
Balance held by 11,628 (2018/19 - 11,634) shareholders	2,310,668	9.73%	2,326,682	9.80%
Total No. of Shares	23,750,001	100.00%	23,750,001	100.00%

* There were no non voting shares as at 30 June 2019.

The Percentage of shares held as at ,

	As at 30.06.2019			As at 31.03.2019		
	No. of Shareholders	No. of shares held	%	No. of Shareholders	No. of shares held	%
Public Holding	11,647	7,723,440	32.52%	11,653	7,723,440	32.52%
Other Holding	1	16,026,561	67.48%	1	16,026,561	67.48%
Total No. of Shares	11,648	23,750,001	100.00%	11,654	23,750,001	100.00%

13. Directors' & CEO's Shareholding

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

	As at 30.06.2019 No. of Shares	As at 31.03.2019 No. of Shares
Dr. S Yaddhige - Chairman	Nil	Nil
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. S S G Liyanage	Nil	Nil
Mr. Sriyan Eriyagama - CEO	Nil	Nil

SEGMENT INFORMATIONS

REVENUE Summary Sale of Goods	2019		2018	
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Tea	231,681	344,557		
Rubber	32,108	36,278		
Oil Palm	266,838	184,145		
Coconut	7,381	8,433		
Cinnamon	3,557	6,189		
	<u>541,564</u>	<u>579,602</u>		

For the period ended 30 June,	Tea		Rubber		Oil Palm		Coconut		Cinnamon		Total	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Revenue	231,681	344,557	32,108	36,278	266,838	184,145	7,381	8,433	3,557	6,189	541,564	579,602
Revenue Expenditure	(279,669)	(360,456)	(37,229)	(41,081)	(83,868)	(71,090)	(4,535)	(1,684)	(2,877)	(4,465)	(408,178)	(478,776)
Depreciation / Amortization	(9,637)	(9,239)	(12,171)	(10,925)	(20,296)	(19,104)	(1,841)	(1,868)	(1,572)	(1,596)	(45,516)	(42,731)
Gratuity	(7,411)	(5,593)	(2,092)	(1,702)	(2,479)	(1,804)	(97)	(82)	(51)	(55)	(12,131)	(9,236)
Gross Profit/(Loss)	<u>(65,037)</u>	<u>(30,731)</u>	<u>(19,384)</u>	<u>(17,429)</u>	<u>160,195</u>	<u>92,147</u>	<u>907</u>	<u>4,799</u>	<u>(943)</u>	<u>72</u>	<u>75,739</u>	<u>48,858</u>
Other Income											22,180	51,947
Gain on change in fair value of biological assets											-	-
Administrative Expenses											(13,270)	(13,104)
Management Fees											(19,613)	(17,513)
Finance Cost											(15,526)	(18,086)
Impairment Loss on goodwill											-	-
Share of Profit from the Joint Venture											13,153	(4,336)
Profit before Taxation											<u>62,662</u>	<u>47,766</u>
Income Tax (Expense)/Reversal											(11,476)	(3,076)
Net Profit for the period											<u>51,186</u>	<u>44,691</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. N C Peiris

Mr. B A T Rodrigo

Mr. Shaminda Yaddhegige

Mr. Gerard Amerasinghe

Mr. S S G Liyanage

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,

No: 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 - Corporate Branch & Regional Branches

People's Bank - Pelawatta Branch

Hatton National Bank PLC - City Branch

Sampath Bank PLC - Head Office Branch

National Development Bank PLC

Indian Overseas Bank / Indian Bank

Nations Trust Bank PLC

Contact Details

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