



**Maskeliya Plantations PLC**

**Interim Financial Statements**

**For the three months ended  
30 June 2020**

**STATEMENT OF FINANCIAL POSITION**

	As at 30/06/20 Rs. ' 000	As at 31/03/20 Rs. ' 000
<b>ASSETS</b>		
<b>NON CURRENT ASSETS</b>		
Lease hold Property ,Plant and Equipment	342,771	348,770
Freehold Property, plant & equipment	494,457	507,622
Bearer Biological Assets	2,301,275	2,298,074
Consumable Biological Assets	798,389	798,389
	<u>3,936,892</u>	<u>3,952,855</u>
<b>CURRENT ASSETS</b>		
Produce on Bearer Biological Assets	10,292	10,292
Inventories	386,248	398,244
ACT Recoverable	47,926	47,926
VAT Receivable	21,036	21,036
Trade and other Receivables	298,564	197,901
ESC Recoverable	79,572	79,572
Amount due from Related Parties	28,074	16,854
Cash and Bank balances	8,411	12,998
	<u>880,123</u>	<u>784,824</u>
<b>TOTAL ASSETS</b>	<b><u>4,817,015</u></b>	<b><u>4,737,679</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>CAPITAL AND RESERVES</b>		
Stated Capital - Note 03	673,721	673,721
General Reserve	540,000	540,000
Timber Reserves	755,637	755,637
Retained Earnings	(1,526,351)	(1,596,113)
<b>TOTAL EQUITY</b>	<u>443,007</u>	<u>373,245</u>
<b>NON CURRENT LIABILITIES &amp; DEFERRED INCOME</b>		
Interest Bearing Loans & Borrowings	122,891	126,223
Retiring Benefit Obligations	1,219,772	1,208,307
Deferred Tax Liability	52,228	52,228
Deferred Income	166,735	169,135
Liability to make Lease Payment after one year	313,489	313,994
	<u>1,875,115</u>	<u>1,869,887</u>
<b>CURRENT LIABILITIES</b>		
Trade & Other payables	433,766	428,615
Dividend payable	2,008	2,008
Amount due to Related parties	699,716	724,543
Interest Bearing Loans & Borrowings	1,361,383	1,337,361
Liability to make Lease Payment within one year	2,020	2,020
	<u>2,498,893</u>	<u>2,494,547</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>4,817,015</u></b>	<b><u>4,737,679</u></b>

	Rs.	Rs.
Net Assets Per Share	8	7

*The above figures are subject to audit*

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

  
**Kamal Punchihewa**  
Chief Financial Officer

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.

  
Director  
**S S G Liyanage**  
13 August 2020

  
Director  
**J L A Fernando**

**INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC**
**STATEMENT OF PROFIT OR LOSS**

	Quarter Ended			Year
	2020	2019	Variance	Ended
	Rs. ' 000	Rs. ' 000	+ / (-)	31/03/2020
			%	Rs. ' 000
Revenue	1,114,855	974,061	14	3,716,295
Cost of Sales	(965,415)	(1,036,477)	7	(4,076,283)
Gross Profit / (Loss)	149,440	(62,416)	(339)	(359,988)
Other Income	2,672	3,179	(16)	14,873
Change in Fair Value of Biological Assets	-	-	-	75,976
Administration Expenses	(15,513)	(16,133)	4	(67,280)
Management Fee	(18,571)	(5,281)	(252)	(20,202)
Finance Cost	(48,266)	(65,758)	27	(222,099)
Profit /(Loss) before Taxation	69,762	(146,409)	(148)	(578,720)
Income Tax Expense	-	-	-	2,609
<b>Net Profit/(Loss) for the period</b>	<b>69,762</b>	<b>(146,409)</b>	<b>(148)</b>	<b>(576,111)</b>
	Rs.	Rs.		Rs.
Basic Earnings Per Share	1.29	(2.71)		(10.68)

*The above figures are subject to audit*

**INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC****STATEMENT OF COMPREHENSIVE INCOME**

	Quarter Ended			Year
	2020	2019	Variance	Ended
	Rs. ' 000	Rs. ' 000	+ / (-)	31/03/2020
				Rs. ' 000
Profit/ (Loss) for the period	69,762	(146,409)	(148)	(576,111)
<b>Other Comprehensive Income</b>				
Remeasurement gains/ (Losses) on defined benefit plan	-	-		(22,707)
Income tax effect	-	-		3,179
Other Comprehensive Income for the period, net of tax	-	-		(19,528)
<b>Total Comprehensive Income for the period, net of tax</b>	<u>69,762</u>	<u>(146,409)</u>	(148)	<u>(595,639)</u>

*The above figures are subject to audit*

**STATEMENT OF CASH FLOW**
**For the Three Months Ended June**

	30/06/2020	30/06/2019
	Rs. ' 000	Rs. ' 000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Profit before Taxation	69,762	(146,409)
<b>ADJUSTMENTS FOR</b>		
Depreciation/Amortization	32,110	29,748
Provision for Defined Benefit Plan Cost	24,318	23,978
Amortisation of Grants	(2,400)	(3,000)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	-	-
Finance Costs	48,266	65,821
<b>Operating Profit before Working Capital changes</b>	<b>172,056</b>	<b>(29,862)</b>
(Increase)/Decrease in Trade and other receivables	(100,663)	18,968
(Increase)/Decrease in Inventories	11,996	(35,195)
Increase/(Decrease) in Trade and other payables	(5,828)	4,708
Increase/(Decrease) in amounts due to Related Parties	(24,827)	21,196
(Increase)/Decrease in amounts due from Related Parties	(11,220)	(2,314)
<b>Cash Generated from Operations</b>	<b>41,515</b>	<b>(22,499)</b>
Finance Costs Paid	(37,791)	(55,347)
Defined Benefit Plan Costs paid	(12,854)	(35,253)
Tax Paid	-	(5,681)
<b>Net Cash from Operating Activities</b>	<b>(9,130)</b>	<b>(118,780)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Grants Received	-	-
Field Development Expenditure	(16,147)	(15,924)
Purchase of Property, Plant & Equipment	-	(3,732)
<b>Net Cash used in Investing Activities</b>	<b>(16,147)</b>	<b>(19,656)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends Paid	-	-
Payment of Government lease rentals	-	-
Proceeds from loans	-	-
Payment of loans	(11,536)	(100,357)
<b>Net Cash from Financing Activities</b>	<b>(11,536)</b>	<b>(100,357)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>(36,813)</b>	<b>(238,793)</b>
A. Cash & Cash Equivalents at the beginning of the period	(1,095,846)	(728,610)
<b>B. Cash &amp; Cash Equivalents at the end of the period</b>	<b>(1,132,659)</b>	<b>(967,403)</b>
<b>NOTE A</b>		
Cash & Cash Equivalents at the beginning of the period		
Cash & Bank Balances	12,998	9,297
Bank Overdrafts	(1,108,844)	(737,907)
	<b>(1,095,846)</b>	<b>(728,610)</b>
<b>NOTE B</b>		
Cash & Cash Equivalents at the end of the period		
Cash & Bank Balances	8,411	10,888
Bank Overdrafts	(1,141,070)	(978,291)
	<b>(1,132,659)</b>	<b>(967,403)</b>

*The above figures are subject to audit*

## INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

### 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
<b>Balance as at 31 March 2019</b>	673,721.00	540,000	(868,661)	680,865	1,025,925
Net profit/ (Loss) for the period	-	-	(146,409)	-	(146,409)
Other Comprehensive income	-	-	-	-	-
<b>Balance as at 30 June 2019</b>	<b>673,721.00</b>	<b>540,000</b>	<b>(1,015,070)</b>	<b>680,865</b>	<b>879,516</b>
<b>Balance as at 31 March 2020</b>	673,721	540,000	(1,596,113)	755,637	373,245
Net profit/(Loss) for the period	-	-	69,762	-	69,762
Other Comprehensive income	-	-	-	-	-
<b>Balance as at 30 June 2020</b>	<b>673,721.00</b>	<b>540,000</b>	<b>(1,526,351)</b>	<b>755,637</b>	<b>443,007</b>

*The above figures are subject to audit*

## INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

### NOTES TO THE FINANCIAL STATEMENTS

	Quarter Ended		Year
	2020	2019	2020
	Rs.	Rs.	Rs.
1 For the quarter Ended 30 June			
<b>Market Price per Share</b>			
- Last Traded price ( For the quarter )	8.30	9.00	6.20
- Highest ( For the quarter )	8.90	11.30	11.40
- Lowest ( For the quarter )	5.50	7.50	6.20

	As at	
	30/06/2020	31/03/2020
2 Market Capitalization & Ratios		
Market Capitalization (Rs. '000)	447,814	334,512
Float adjusted Market Capitalization (Rs. '000)	74,337	55,529
Price Earning Ratio (times)	6.42	-

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 previous year.

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 2020.

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

10 In March 2020, the World Health Organization declared the Coronavirus COVID-19 outbreak as a pandemic in recognition of its rapid spread across the globe with over 200 countries now affected. In light of the COVID-19 outbreak being declared a pandemic by the World Health Organization, the Company has been taking various precautionary measures to protect employees and workmen, their families, and the eco system in which they interact, while at the same time try to ensuring business continuity. As a step in this direction and taking into account the directives issued by the Government of Sri Lanka, the Company carried out operations in limited manner in mid of March 2020, however since GOSL has announced Plantation industry as essential service the company has resumed its normal operations.

At the moment our estates are operational at normal levels and considerable investments have been directed towards preventive/curative health and safety measures in following all recommended health, work place safety and sanitation protocols recommended by the Authorities. The company is closely engaged in developing mitigating factors for potential risks to the business operation due to COVID pandemic and management is confident in carrying the business and its operations as normal with the health and safety measures recommended by the Government authorities.

11 These Financial Statements for the quarter ended 30 June 2020, have been authorized for issue by the Board of Directors on 13 /08/2020.

## INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

### SEGMENT INFORMATION

For the three months ended 30 June

	Year Ended		
	2020	2019	31 March 2020
	Rs. '000	Rs. '000	Rs. '000
<b><u>Maskeliya</u></b>			
Revenue	256,685	248,051	977,658
Revenue expenditure	(212,204)	(235,728)	(951,944)
Depreciation / amortization	(10,618)	(10,055)	(36,304)
Other non cash expenses - gratuity	(6,477)	(6,421)	(51,088)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>27,385</b>	<b>(4,153)</b>	<b>(61,677)</b>
<b><u>Upcot</u></b>			
Revenue	384,859	373,547	1,380,290
Revenue expenditure	(321,594)	(354,630)	(1,343,848)
Depreciation / amortization	(8,758)	(7,091)	(35,582)
Other non cash expenses - gratuity	(8,463)	(8,639)	(76,943)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>46,045</b>	<b>3,186</b>	<b>(76,083)</b>
<b><u>Talawakelle</u></b>			
Revenue	241,375	205,149	786,172
Revenue expenditure	(170,682)	(195,843)	(745,891)
Depreciation / amortization	(5,590)	(4,971)	(23,907)
Other non cash expenses - gratuity	(4,488)	(3,830)	(28,121)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>60,613</b>	<b>505</b>	<b>(11,748)</b>
<b><u>Bandarawela</u></b>			
Revenue	231,937	147,315	572,175
Revenue expenditure	(204,507)	(196,551)	(706,013)
Depreciation / amortization	(7,143)	(7,630)	(33,584)
Other non cash expenses - gratuity	(4,889)	(5,088)	(43,058)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>15,397</b>	<b>(61,954)</b>	<b>(210,480)</b>
<b><u>Total Segments</u></b>			
Revenue	1,114,855	974,062	3,716,295
Revenue expenditure	(908,988)	(982,752)	(3,747,696)
Depreciation / amortization	(32,110)	(29,748)	(129,377)
Other non cash expenses - gratuity	(24,318)	(23,978)	(199,209)
<b>Total Segment Result - Gross Profit/(Loss)</b>	<b>149,440</b>	<b>(62,416)</b>	<b>(359,988)</b>
Gain/(Loss) on fair value of biological assets	-	-	75,976
Other income	2,672	3,179	14,873
Administrative expenses	(15,513)	(16,133)	(67,280)
Management fee	(18,571)	(5,281)	(20,202)
Finance cost	(48,266)	(65,758)	(222,099)
<b>Profit/(Loss) Before Tax</b>	<b>69,762</b>	<b>(146,409)</b>	<b>(578,720)</b>

*The above figures are subject to audit*



## INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

### SHAREHOLDER AND INVESTOR INFORMATION

#### Twenty Largest Shareholders

	as at 30/06/2020		as at 31/03/2020	
	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. M. H. M. Fazal	400,009	0.74	400,009	0.74
3 Mr.D.G. Wijemanna	345,000	0.64	345,000	0.64
4 Mr. D. S. D. De Lanerolle	291,625	0.54	293,611	0.54
5 Capital Trust holdings Ltd.	245,200	0.45	258,969	0.48
6 Mr. R. E. Rambukwella	244,102	0.45	235,098	0.44
7 Mr. Selan Bank PLC /Rizmy Ahamed Rishard	194,292	0.36	199,292	0.37
8 Mrs. H. P. N. Fonseka	153,193	0.28	153,193	0.28
9 Freudenberg Shipping Agencies Ltd	146,135	0.27	146,135	0.27
10 Marchant Bank of Sri Lanka and Finance / R.R.S. Ananda	139,674	0.26	139,674	0.26
11 Mr. A.V. Emmanuel	119,494	0.22	119,494	0.22
12 Mr.W.L Subasinghe	108,878	0.20	93,622	0.17
13 Mr.D.S.R Darankumbura	100,000	0.19	100,000	0.19
14 Mr.P.K.C.P Samarasinghe	95,837	0.18	95,837	0.18
15 Peoples Leasing & Finance PLC / Hi line Trading (Pvt) Ltd	94,099	0.17	94,099	0.17
16 Mrs.M.P.B Fernando	91,170	0.17	-	-
17 Mr.R. Maheswaran	86,867	0.16	86,867	0.16
18 Miss. A. Radhakrishnan	86,867	0.16	86,867	0.16
19 Miss. M.P. Radhakrishnan	86,866	0.16	86,866	0.16
20 Seylan Bank PLC/Mohamed Subair Fouzal Haqque	81,583	0.15	-	-
	<b>48,109,288</b>	<b>89.17</b>		
Balance held by 16,577 Shareholders (2019/20 - 16,556)	5,844,202	10.83	5,723,221	10.61
Total no. of Shares	<b>53,953,490</b>	<b>100.00</b>	<b>53,953,490</b>	<b>100.00</b>

The percentage of shares held as at	30/06/2020			31/03/2020		
	Number of Shareholders	Number of Shares	%	Number of Shareholders	Number of Shares	%
Public Holding	16,594	8,954,493	16.60	16,573	8,954,493	16.60
Other Holding	3	44,998,997	83.40	3	44,998,997	83.40
<b>Total</b>	<b>16,597</b>	<b>53,953,490</b>	<b>100.00</b>	<b>16,576</b>	<b>53,953,490</b>	<b>100.00</b>

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

As at	30/06/2020	31/03/2020
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 - MASKELIYA PLANTATIONS PLC****CORPORATE INFORMATION**

<b>Name of Company</b>	Maskeliya Plantations PLC
<b>Legal Form</b>	A Quoted Public Company with Limited Liability Incorporated in Sri Lanka.
<b>Date of Incorporation</b>	22nd June 1992
<b>Company Registration No</b>	PQ 134
<b>Principal Business Activities</b>	Cultivation, Manufacture and Sale of Tea, Planting and Cultivation of Timber.
<b>Stock Exchange Listing</b>	The Ordinary Shares are listed with the Colombo Stock Exchange of Sri Lanka.
<b>Registered / Head Office</b>	310, High Level Road, Nawinna, Maharagama Sri Lanka
<b>Ultimate Parent Enterprise</b>	Richard Pieris & Company PLC
<b>Board of Directors</b>	Dr. Sena Yaddehige - Chairman Dr. L S K Hettiarachchi J L A Fernando Shaminda Yaddehige Dr.D S A Samaraweera S S G Liyanage
<b>Secretaries</b>	Richard Pieris Group Services (Private) Limited 310, High Level Road, Nawinna, Maharagama. Sri Lanka  Telephone: +(94) 11-4310564
<b>Auditors</b>	Messrs Ernst & Young Chartered Accountants 201, De Saram Place, Colombo 10, Sri Lanka.
<b>Bankers</b>	Sampath Bank - Nawam Mawatha Branch Bank of Ceylon - Corporate Branch & Regional Branches Hatton National Bank - City Office NDB Bank Nations Trust Bank Union Bank
<b>Contact Details</b>	Telephone : +(94) 11 4310500 Facsimile : +(94) 11 4310835 Internet : www.arpico.com E-mail : mpl.rpk@arpico.com