

NAMUNUKULA PLANTATIONS PLC

Company Reg. No. - PQ 136

2015/16

INTERIM FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016


STATEMENTS OF FINANCIAL POSITION

Interim Financial Statements

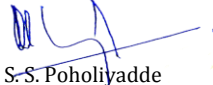
As at,	31.03.2016 Rs. '000	Audited 31.03.2015 Rs. '000
ASSETS		
Non Current Assets		
Leasehold Property, Plant & Equipment	207,016	224,687
Freehold Property, Plant & Equipment	387,591	405,319
Bearer Biological Assets	2,252,918	2,076,171
Consumable Biological Assets	113,684	111,108
Long Term Investment - Unquoted	124,757	116,850
Financial Assets	250,000	250,000
Intangible Assets	332,015	340,515
Total Non Current Assets	3,667,981	3,524,650
Current Assets		
Inventories	212,330	211,195
Trade and Other Receivables	119,456	136,975
Amounts Due from Related Companies	7,075	-
ESC Recoverable	3,565	-
Income Tax Receivable	5,943	5,441
Cash and Cash Equivalents	20,977	10,452
Total Current Assets	369,345	364,063
Total Assets	4,037,326	3,888,713
EQUITY AND LIABILITIES		
Capital and Reserves		
Stated Capital	350,000	350,000
Retained Earnings	1,969,382	1,843,890
Total Equity	2,319,382	2,193,890
Non Current Liabilities		
Interest Bearing Loans & Borrowings	134,276	187,750
Retirement Benefit Obligations	545,170	595,402
Deferred Tax Liability	26,348	20,158
Deferred Income	130,438	125,876
Liability to make Lease payment after one year	219,092	223,280
Total Non Current Liabilities	1,055,324	1,152,465
Current Liabilities		
Trade and Other Payables	404,974	440,023
Liability to make Lease payment within one year	4,187	4,026
Interest Bearing Loans & Borrowings	197,754	67,196
Amounts Due to Related Companies	55,705	31,112
Total Current Liabilities	662,620	542,357
Total Liabilities	1,717,945	1,694,823
Total Equity and Liabilities	4,037,326	3,888,713
Net Assets per Share (Rs.)	97.66	92.37


* 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
Signed for and on behalf of the board of Directors of Namunukula Plantations PLC.


S-S. Poholiyadde
Director


N. C. Peiris
Director

Colombo.
26 May 2016

STATEMENTS OF COMPREHENSIVE INCOME

Interim Financial Statements

	Quarter Ended 31.03.2016 Rs. '000	Quarter Ended 31.03.2015 Rs. '000	Increase / (Decrease) %	Year Ended 31.03.2016 Rs. '000	Year Ended 31.03.2015 Rs. '000	Increase / (Decrease) %
Revenue	486,982	530,037	-8%	1,913,076	2,194,906	-13%
Cost of sales	(522,271)	(579,477)	-10%	(1,848,270)	(2,107,934)	-12%
Gross profit	(35,289)	(49,441)	-29%	64,807	86,973	-25%
Other income	15,911	26,496	-40%	90,947	136,545	-33%
Gain on change in fair value of biological assets	6,240	14,877	-58%	6,240	14,877	-58%
Administrative expenses	(10,645)	(12,272)	-13%	(44,340)	(40,116)	11%
Management fee	8,123	(7,151)	214%	(25,478)	(45,216)	44%
Finance cost	(14,220)	844	1784%	(52,798)	(47,238)	-12%
Impairment of goodwill	(8,500)	(27,178)	69%	(8,500)	(27,178)	69%
Share of profit from joint venture	1,221	5,916	-79%	31,240	52,133	-40%
Profit before taxation	(37,160)	(47,908)	-22%	62,117	130,779	-53%
Income tax expense	7,502	25,796	71%	7,502	20,482	63%
Net profit for the period	(29,658)	(22,112)	34%	69,620	151,261	-54%
Other comprehensive income						
Actuarial gain/(loss) on defined benefit plans	90,968	17,434	-422%	90,968	17,434	-422%
Income tax effect	(13,190)	(2,528)	422%	(13,190)	(2,528)	422%
Other comprehensive income for the period	77,778	14,906	-422%	77,778	14,906	-422%
Total comprehensive income for the period	48,120	(7,206)	-768%	147,397	166,167	-11%
Basic Earnings per Share (Rs.)	(1.25)	(0.93)		2.93	6.37	

* The above figures are subject to audit.

STATEMENT OF CHANGES IN EQUITY

Interim Financial Statements

	Stated Capital Rs. '000	Accumulated Profit Rs. '000	Total Rs. '000
Balance as at 1 April 2014	350,000	1,725,224	2,075,224
Dividend Paid	-	(47,500)	(47,500)
Net profit for the period	-	151,261	151,261
Other Comprehensive Income	-	14,906	14,906
Balance as at 31 March 2015	350,000	1,843,890	2,193,890
Balance as at 1 April 2015	350,000	1,843,890	2,193,890
Adjustment to the Opening Retained Earnings (Note 11)	-	(21,906)	(21,906)
Balance as at 1 April 2015 (Adjusted)	350,000	1,821,984	2,171,984
Dividend Paid	-	-	-
Net profit for the period	-	69,620	69,620
Other Comprehensive Income	-	77,778	77,778
Balance as at 31 March 2016	350,000	1,969,382	2,319,382

* The above figures are subject to audit.

STATEMENT OF CASH FLOWS

Interim Financial Statements

Period ended,	31.03.2016 Rs. '000	31.03.2015 Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation	62,117	130,779
ADJUSTMENTS FOR,		
Depreciation	125,452	113,758
Finance Cost	52,798	47,238
Provision for Defined Benefit Plan Cost	92,439	95,656
Amortization of Grants	(3,605)	(2,847)
Fair Valuation charged against timber proceeds	3,663	2,100
Gain on change in fair value of biological assets	(6,240)	(14,877)
Impairment of goodwill	8,500	27,178
Share of Profit of Joint Venture	(31,240)	(52,133)
Profit from Sale of Fixed Assets	(1,062)	(1,500)
Operating profit before working capital changes	302,823	345,352
(Increase)/Decrease in Inventories	(1,135)	70,107
(Increase)/Decrease in Trade and other Receivables	17,520	152,108
(Increase)/Decrease in Amounts due from Related Companies	(7,075)	35,576
Increase/(Decrease) in Trade and Other Payables	(35,049)	(191,432)
Increase/(Decrease) in Amounts due to Related Companies	24,593	11,712
Cash Generated from Operating Activities	301,677	423,422
Finance Cost Paid	(10,115)	(6,666)
Income Tax (Paid) / Refund	(25,472)	-
Defined Benefit Plan Cost Paid	(51,702)	(33,093)
Net Cash Flow From Operating Activities	214,388	383,662
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(14,089)	(105,631)
Share buy back (Unquoted Investment)	23,333	48,333
Dividend Received	-	29,602
Investments in Immature plantation	(252,710)	(307,662)
Long Term Investments - In Debentures	-	(250,000)
Sale of Property, Plant & Equipment	1,062	1,500
Net Cash received with Uva Six Estates	-	12
Grants Received	8,167	2,832
Net Cash Flow From Investing Activities	(234,237)	(581,014)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease rentals	(46,710)	(44,444)
Proceeds from borrowings	-	-
Repayment of loans	(55,340)	(27,547)
Dividend Paid	-	(47,500)
Net Cash Flow From Financing Activities	(102,050)	(119,491)
Net Increase/(Decrease) in Cash and Cash Equivalents	(121,899)	(316,842)
A. Cash & Cash Equivalents at the Beginning of the Period	(1,404)	315,438
B. Cash & Cash Equivalents at the End of the Period	(123,303)	(1,404)
NOTE A - Cash & Cash Equivalents at the Beginning of the Period		
Cash & Bank Balances	10,452	26,549
Short Term Investment	-	288,889
Bank Overdrafts	(11,856)	-
	(1,404)	315,438
NOTE B - Cash & Cash Equivalents at the End of the Period		
Cash & Bank Balances	20,977	10,452
Bank Overdrafts	(144,280)	(11,856)
	(123,303)	(1,404)

* The above figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

Interim Financial Statements

1. Market Price per Share

	Quarter Ended 31.03.2016 Rs.	Quarter Ended 31.03.2015 Rs.	Year Ended 31.03.2016 Rs.	Year Ended 31.03.2015 Rs.
Last traded price	59.50	70.90	59.50	70.90
Highest	72.00	90.00	85.00	100.00
Lowest	51.00	70.00	51.00	70.00

2. Stated Capital of Namunukula Plantations PLC amounts to Rs. 350,000,010 represented by 23,750,001 shares.
3. 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.
4. 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 2015.
5. The sub lease agreement with Tusker Bottling Company (Pvt) Ltd (Under Liquidator) has been terminated for breach effective from 05th July 2013. Assets and Liabilities are reacquired by the company in 2014/15 Financial year.
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. 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 2015.
8. There have been no material events occurring after the reporting date, that require adjustments or disclosure in the Financial Statements.
9. Mr. J H P Ratnayeke, has resigned from the Directorate of the company with effect from 11th January 2016.
10. Mr. Shaminda Yaddehige, has been appointed to the Directorate of the company with effect from 01st March 2016 as a Non Executive Director.
11. As per the provisions of Part III of the Finance Act, No. 10 of 2015 which was certified on 30 October 2015, the Company is liable for Super Gain tax of Rs. 21.9 Million. According to the Act, the super gain tax shall be deemed to be an expenditure in the financial statements relating to the year of assessment which commenced on 1 April 2013. The Act supersedes the requirements of the Sri Lanka Accounting Standards, hence the expense of Super gain tax is accounted in accordance with the requirements of the said Act as recommended by the Statement of Alternative Treatment (SoAT) on Accounting for Super Gain Tax issued by the Institute of Chartered Accountants of Sri Lanka, dated 24 November 2015.

12. Twenty largest shareholders of the company,

	As at 31.03.2016		As at 31.03.2015	
	No. of shares held	% of Holding	No. of shares held	% of Holding
1 RPC Plantations Management Services (Pvt) Ltd	15,412,737	64.90%	15,412,737	64.90%
2 The Secretary to the Treasury	3,763,300	15.85%	3,763,300	15.85%
3 Mr. T.T.T AL-Nakib	395,000	1.66%	395,000	1.66%
4 National Development Bank PLC/Sakuvi Investment Trust (Pvt) Ltd	368,000	1.55%	368,000	1.55%
5 Bank of Ceylon A/C Ceybank Century Growth Fund	345,349	1.45%	329,955	1.39%
6 Seylan Bank PLC/Thirugnanasambandar	247,573	1.04%	211,013	0.89%
7 National Savings Bank	150,000	0.63%	150,000	0.63%
8 Dr. T. Senthilverl	96,487	0.41%	49,627	0.21%
9 Bank of Ceylon No .1 Account	80,000	0.34%	80,000	0.34%
10 Mr. H.A.A.H Algharabally	77,000	0.32%	77,000	0.32%
11 Mr. K.C Vignarajah	74,538	0.31%	73,434	0.31%
12 Cocoshell Activated Carbon Co. Ltd	57,387	0.24%	57,387	0.24%
13 Mrs. K.S. Cooray	50,000	0.21%	50,000	0.21%
14 Mrs. J.K.P Singh	50,000	0.21%	50,000	0.21%
15 Mr. Z.G. Carimjee	43,200	0.18%	-	0.00%
16 T.S.T.T.T. Sathe Secretary to the Treasury-Sundry	38,298	0.16%	38,298	0.16%
17 Mr. N.A. Withana	34,351	0.14%	31,151	0.13%
18 Mr.C. Chanmugam	32,500	0.14%	50,000	0.21%
19 Northstar Holding (PVT) LTD	29,900	0.13%	29,900	0.13%
20 Mrs. S. Vignarajah	29,000	0.12%	29,000	0.12%
Sub Total	21,374,620	90.00%		
Balance held by 11,708 (2014/15 - 11,737) shareholders	2,375,381	10.00%	2,425,978	10.21%
Total No. of Shares	23,750,001	100.00%	23,750,001	100.00%

The Percentage of shares held as at ,

	31.03.2016			31.03.2015		
	No of Shareholders	No.of shares	%	No of Shareholders	No.of shares	%
Public Holding	11,725	4,570,964	19.25%	11,754	4,570,964	19.25%
Other Holding	3	19,179,037	80.75%	3	19,179,037	80.75%
Total No. of Shares	11,728	23,750,001	100.00%	11,757	23,750,001	100.00%

13. Director's Shareholding

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

	As at 31.03.2016 No. of Shares	As at 31.03.2015 No. of Shares
Dr.Sena Yaddehige	Nil	Nil
Mr.S S Poholiyadde	3,000	3,000
Mr.N C Peiris	Nil	Nil
Dr.Jayatissa De Costa	Nil	Nil
Mr.B A T Rodrigo (Appointed w.e.f. 22 June 2015)	Nil	Nil
Mr. Shaminda Yaddehige (Appointed w.e.f. 01 March 2016)	Nil	Nil
Mr.J H P Ratnayeke (Resigned w.e.f. 11 January 2016)	Nil	Nil
Mr.A K Perera (Resigned w.e.f. 20 May 2015)	Nil	Nil

SEGMENT INFORMATION

Interim Financial Statements

For the period ended 31 March,

	Tea		Rubber		Oil Palm		Other Crops		Total	
	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000	2016 Rs. '000	2015 Rs. '000
Revenue	1,025,243	1,312,932	285,885	288,067	566,079	553,206	35,869	40,702	1,913,076	2,194,906
Revenue Expenditure	(1,168,004)	(1,443,641)	(281,237)	(302,544)	(164,402)	(135,690)	(21,873)	(21,204)	(1,635,515)	(1,903,079)
Depreciation / Amortization	(31,556)	(28,927)	(38,582)	(36,104)	(41,962)	(36,579)	(10,016)	(9,389)	(122,116)	(110,999)
Gratuity	(57,382)	(60,722)	(18,901)	(18,261)	(12,776)	(13,151)	(1,579)	(1,721)	(90,639)	(93,856)
Segment Results	(231,699)	(220,358)	(52,835)	(68,843)	346,939	367,786	2,402	8,388	64,807	86,973
Other Income									90,947	136,545
Gain on change in fair value of biological assets									6,240	14,877
Administrative Expenses									(44,340)	(40,116)
Management Fee									(25,478)	(45,216)
Finance Cost									(52,798)	(47,238)
Impairment Loss on goodwill									(8,500)	(27,178)
Share of Profit from the Joint Venture									31,240	52,133
Profit before Taxation									62,117	130,779
Income Tax (Expense)/Reversal									7,502	20,482
Net Profit for the period									69,620	151,261

* The above figures are subject to audit.

CORPORATE INFORMATION

Interim Financial Statements

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

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 Yaddehige - Chairman

Mr. S S Poholiyadde

Mr. N C Peiris

Dr. Jayatissa De Costa

Mr. B A T Rodrigo (Appointed w.e.f. 22 June 2015)

Mr. Shaminda Yaddehige (Appointed w.e.f. 01 March 2016)

Mr. J H P Ratnayake (Resigned w.e.f. 11 January 2016)

Mr. A K Perera (Resigned w.e.f. 20 May 2015)

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

Legal Advisors

Paul Ratnayake Associates,

International Legal Consultants,

Solicitors and Attorney-at-law,

No. 59, Gregory's Road,

Colombo 07.

Bankers

Bank of Ceylon - Corporate Branch & Regional Branches

People's Bank - Pelawatta Branch

Hatton National Bank - City Branch

Sampath Bank - Head Office Branch

Development Finance Corporation of Ceylon

National Development Bank

Indian Overseas Bank / Indian Bank

Nations Trust Bank PLC

Contact Details

Telephone : + (94) 11 4310500

Facsimile : + (94) 11 2801400

Internet : www.arpico.com

E-mail : npl.rpk@arpico.com