



KEGALLE PLANTATIONS PLC

Interim Financial Statements
For the twelve months ended
31 March 2018


INTERIM FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION


| | Company | | Group | |
|---|------------------|------------------|------------------|------------------|
| | 2018 Rs. '000 | 2017 Rs. '000 | 2018 Rs. '000 | 2017 Rs. '000 |
| As at 31 March | | | | |
| ASSETS | | | | |
| <u>Non - Current Assets</u> | | | | |
| Leasehold property, plant and equipment | 194,319 | 208,326 | 194,319 | 208,326 |
| Freehold property, plant and equipment | 288,412 | 284,038 | 321,113 | 321,573 |
| Bearer biological assets | 2,258,161 | 2,022,742 | 2,258,161 | 2,022,742 |
| Consumable biological assets | 125,818 | 107,220 | 125,818 | 107,220 |
| Financial Assets | 1,246,600 | 1,200,880 | 1,246,600 | 1,200,880 |
| Long term investments | 491,850 | 491,850 | 947,927 | 833,616 |
| | 4,605,162 | 4,315,057 | 5,093,939 | 4,694,358 |
| <u>Current Assets</u> | | | | |
| Produce on bearer biological assets | 5,815 | 4,191 | 5,815 | 4,191 |
| Inventories | 330,092 | 268,121 | 329,420 | 267,449 |
| Trade and other receivables | 239,057 | 287,946 | 247,505 | 296,240 |
| VAT recoverable | 23,272 | 23,652 | 23,280 | 23,660 |
| ESC Recoverable | 25,543 | 17,703 | 25,543 | 17,703 |
| Income tax recoverable | 12,688 | 11,255 | 12,688 | 11,255 |
| Amounts due from related Companies | 48,025 | 38,271 | 13,610 | 2,315 |
| Short term investment | 1,594,809 | 1,420,892 | 1,594,809 | 1,420,892 |
| Cash and bank balances | 18,649 | 17,293 | 18,649 | 17,293 |
| | 2,297,949 | 2,089,323 | 2,271,318 | 2,060,996 |
| Total Assets | 6,903,111 | 6,404,381 | 7,365,258 | 6,755,354 |
| EQUITY & LIABILITIES | | | | |
| <u>Capital & Reserves</u> | | | | |
| Stated capital (Note 1) | 250,000 | 250,000 | 250,000 | 250,000 |
| General reserve | 225,000 | 225,000 | 225,000 | 225,000 |
| Timber reserve | 30,008 | 13,521 | 30,008 | 13,521 |
| Available for sale reserves | 89,748 | 48,600 | 89,736 | 48,588 |
| Retained profit | 2,072,627 | 2,084,574 | 2,521,525 | 2,422,324 |
| Shareholders' Fund | 2,667,383 | 2,621,695 | 3,116,269 | 2,959,433 |
| <u>Non - Current Liabilities</u> | | | | |
| Loans & borrowings | 1,051,147 | 1,021,294 | 1,051,147 | 1,021,294 |
| Retirement benefit obligations | 440,074 | 380,800 | 440,169 | 380,895 |
| Deferred income | 211,831 | 196,178 | 211,831 | 196,178 |
| Deferred tax liability | 150,262 | 46,861 | 150,262 | 46,861 |
| Liability to make lease payment after one year | 252,872 | 258,284 | 252,872 | 258,284 |
| | 2,106,186 | 1,903,418 | 2,106,282 | 1,903,513 |
| <u>Current Liabilities</u> | | | | |
| Loans & borrowings | 1,850,513 | 1,555,202 | 1,850,513 | 1,555,202 |
| Liability to make lease payment within one year | 5,413 | 5,205 | 5,413 | 5,205 |
| Trade and other payables | 231,142 | 251,111 | 239,188 | 259,133 |
| Dividend payable | 23,963 | 26,576 | 23,963 | 26,576 |
| Amounts due to related Companies | 18,511 | 41,174 | 23,630 | 46,293 |
| | 2,129,542 | 1,879,268 | 2,142,707 | 1,892,408 |
| Total Equity & Liabilities | 6,903,111 | 6,404,381 | 7,365,258 | 6,755,354 |
| Net Asset Value per Share (Rs.) | 106.70 | 104.87 | 124.65 | 118.38 |


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.
 Signed for and on behalf of the Board of Directors of Kegalle Plantations PLC.


S S Poholiyadde
 Director


Prof. R C W M R A Nugawela
 Director

Colombo
 30 May 2018

INTERIM FINANCIAL STATEMENTS

STATEMENT OF PROFIT OR LOSS

| | Company | | | | | | Group | | | | | |
|--|------------------|------------------|--------------------------|---------------------|------------------|--------------------------|------------------|------------------|--------------------------|---------------------|------------------|--------------------------|
| | Quarter Ended | | | Twelve Months Ended | | | Quarter Ended | | | Twelve Months Ended | | |
| | 2018 Rs. '000 | 2017 Rs. '000 | Variance + / (-) % | 2018 Rs. '000 | 2017 Rs. '000 | Variance + / (-) % | 2018 Rs. '000 | 2017 Rs. '000 | Variance + / (-) % | 2018 Rs. '000 | 2017 Rs. '000 | Variance + / (-) % |
| For the twelve months ended 31 March | | | | | | | | | | | | |
| Revenue | 681,049 | 720,492 | (5) | 2,508,167 | 2,287,161 | 10 | 681,049 | 720,492 | (5) | 2,508,167 | 2,287,161 | 10 |
| Cost of sales | (626,482) | (583,091) | (7) | (2,141,969) | (2,059,967) | (4) | (626,482) | (583,091) | (7) | (2,141,969) | (2,059,967) | (4) |
| Gross profit | 54,566 | 137,401 | (60) | 366,198 | 227,194 | 61 | 54,566 | 137,401 | (60) | 366,198 | 227,194 | 61 |
| Gain/(Loss) on fair value of biological assets | 18,111 | 5,914 | 206 | 18,111 | 5,914 | 206 | 18,111 | 5,914 | 206 | 18,111 | 5,914 | 206 |
| Other income | 72,215 | 90,151 | (20) | 180,757 | 116,408 | 55 | 9,294 | 8,704 | 7 | 46,233 | 37,238 | 24 |
| Administrative expenses | (14,473) | (16,384) | 12 | (53,358) | (46,712) | (14) | (15,970) | (17,833) | 10 | (58,369) | (52,705) | (11) |
| Management fee | (7,133) | (25,356) | 72 | (66,239) | (44,660) | (48) | (7,133) | (25,356) | 72 | (66,239) | (44,660) | (48) |
| Profit from operations | 123,286 | 191,726 | (36) | 445,469 | 258,144 | 73 | 58,868 | 108,831 | (46) | 305,935 | 172,982 | 77 |
| Finance income | 48,873 | 60,476 | (19) | 180,030 | 199,131 | (10) | 48,873 | 60,476 | (19) | 180,030 | 199,131 | (10) |
| Finance cost | (64,754) | (62,993) | (3) | (280,235) | (258,101) | (9) | (64,754) | (62,993) | (3) | (280,235) | (258,101) | (9) |
| Net finance income / (loss) | (15,881) | (2,516) | (531) | (100,206) | (58,970) | (70) | (15,881) | (2,516) | (531) | (100,206) | (58,970) | (70) |
| Share of result of associates | - | - | - | - | - | - | 71,701 | 74,109 | (3) | 294,776 | 228,756 | 29 |
| Profit before taxation | 107,405 | 189,210 | (43) | 345,264 | 199,174 | 73 | 114,689 | 180,423 | (36) | 500,505 | 342,768 | 46 |
| Tax (expenses) / Reversal | (107,155) | 20,245 | (629) | (109,405) | 18,088 | (705) | (119,444) | 507 | (23,651) | (152,319) | (12,656) | (1,104) |
| Profit / (loss) for the year | 250 | 209,455 | (100) | 235,859 | 217,263 | 9 | (4,755) | 180,930 | (103) | 348,186 | 330,112 | 5 |
| Basic earnings/(loss) per share (Rs.) | 0.01 | 8.38 | | 9.43 | 8.69 | | (0.19) | 7.24 | | 13.93 | 13.20 | |
| Dividend per share (Rs.) | 7.50 | 5.00 | | 7.50 | 5.00 | | - | - | | - | - | |

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS

STATEMENTS OF COMPREHENSIVE INCOME

| | Company | | | | | | Group | | | | | |
|---|------------------|------------------|--------------------------|---------------------|------------------|--------------------------|------------------|------------------|--------------------------|---------------------|------------------|--------------------------|
| | Quarter Ended | | | Twelve Months Ended | | | Quarter Ended | | | Twelve Months Ended | | |
| | 2018 Rs. '000 | 2017 Rs. '000 | Variance + / (-) % | 2018 Rs. '000 | 2017 Rs. '000 | Variance + / (-) % | 2018 Rs. '000 | 2017 Rs. '000 | Variance + / (-) % | 2018 Rs. '000 | 2017 Rs. '000 | Variance + / (-) % |
| For the twelve months ended 31 March | | | | | | | | | | | | |
| Profit / (loss) for the year | 250 | 209,455 | (100) | 235,859 | 217,263 | 9 | (4,755) | 180,930 | (103) | 348,186 | 330,112 | 5 |
| Other Comprehensive Income | | | | | | | | | | | | |
| Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods (net of tax) | | | | | | | | | | | | |
| Actuarial Gain/(Loss) on Defined Benefit Plans | (50,953) | 43,381 | (217) | (50,953) | 43,381 | (217) | (50,953) | 43,381 | (217) | (50,953) | 43,381 | (217) |
| Income tax effect | 7,133 | (6,837) | 204 | 7,133 | (6,837) | 204 | 7,133 | (6,837) | 204 | 7,133 | (6,837) | 204 |
| | (43,819) | 36,544 | (220) | (43,819) | 36,544 | (220) | (43,819) | 36,544 | (220) | (43,819) | 36,544 | (220) |
| Share of Other Comprehensive Income of Equity Accounted Investees | | | | | | | | | | | | |
| Other Comprehensive income to be reclassified to profit or loss in Subsequent periods (net of tax) | | | | | | | | | | | | |
| Net Gain/(Loss) on available-for-sale financial assets | 45,720 | 56,580 | (19) | 45,720 | 56,580 | (19) | 45,720 | 56,580 | (19) | 45,720 | 56,580 | (19) |
| Income tax effect | (4,572) | - | (100) | (4,572) | - | (100) | (4,572) | - | (100) | (4,572) | - | (100) |
| | 41,148 | 56,580 | (27) | 41,148 | 56,580 | (27) | 41,148 | 56,580 | (27) | 41,148 | 56,580 | (27) |
| Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods (net of tax) | | | | | | | | | | | | |
| Actuarial Gain/(Loss) on Defined Benefit Plans | - | - | - | - | - | - | (1,303) | (506) | (158) | (1,303) | (506) | (158) |
| Income tax effect | - | - | - | - | - | - | 124 | 40 | 212 | 124 | 40 | 212 |
| | - | - | - | - | - | - | (1,179) | (466) | (153) | (1,179) | (466) | (153) |
| Other Comprehensive Income/(Loss) for the year, net of tax | (2,671) | 93,124 | (103) | (2,671) | 93,124 | (103) | (3,850) | 92,658 | (104) | (3,850) | 92,658 | (104) |
| Total Comprehensive Income/(Loss) for the year, net of tax | (2,421) | 302,578 | (101) | 233,187 | 310,387 | (25) | (8,605) | 273,588 | (103) | 344,336 | 422,770 | (19) |

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS

STATEMENT OF CHANGES IN EQUITY

| For the twelve months ended 31 March | Company | | | | | |
|--------------------------------------|-------------------------------|--------------------------------|-------------------------------|--|--------------------------------|-------------------|
| | Stated Capital Rs. '000 | General Reserve Rs. '000 | Timber Reserve Rs. '000 | Available for Sale Reserves Rs. '000 | Retained Profit Rs. '000 | Total Rs. '000 |
| | Balance as at 31 March 2016 | 250,000 | 225,000 | 8,485 | (7,980) | 1,960,803 |
| Profit for the Year | - | - | - | - | 217,263 | 217,263 |
| Other Comprehensive Income | - | - | - | 56,580 | 36,544 | 93,124 |
| Timber Reserve | - | - | 5,035 | - | (5,035) | - |
| Dividend Paid | - | - | - | - | (125,000) | (125,000) |
| Balance as at 31 March 2017 | 250,000 | 225,000 | 13,521 | 48,600 | 2,084,575 | 2,621,695 |

| | | | | | | |
|------------------------------------|----------------|----------------|---------------|---------------|------------------|------------------|
| Balance as at 31 March 2017 | 250,000 | 225,000 | 13,521 | 48,600 | 2,084,575 | 2,621,695 |
| Profit for the Year | - | - | - | - | 235,859 | 235,859 |
| Other Comprehensive Income | - | - | - | 41,148 | (43,819) | (2,671) |
| Timber Reserve | - | - | 16,487 | - | (16,487) | - |
| Dividend Paid | - | - | - | - | (187,500) | (187,500) |
| Balance as at 31 March 2018 | 250,000 | 225,000 | 30,008 | 89,748 | 2,072,627 | 2,667,383 |

| For the twelve months ended 31 March | Group | | | | | |
|--------------------------------------|-------------------------------|--------------------------------|-------------------------------|--|--------------------------------|-------------------|
| | Stated Capital Rs. '000 | General Reserve Rs. '000 | Timber Reserve Rs. '000 | Available for Sale Reserves Rs. '000 | Retained Profit Rs. '000 | Total Rs. '000 |
| | Balance as at 31 March 2016 | 250,000 | 225,000 | 8,485 | (7,992) | 2,186,170 |
| Profit for the Year | - | - | - | - | 330,112 | 330,112 |
| Other Comprehensive Income | - | - | - | 56,580 | 36,078 | 92,658 |
| Timber Reserve | - | - | 5,035 | - | (5,035) | - |
| Dividend Paid | - | - | - | - | (125,000) | (125,000) |
| Balance as at 31 March 2017 | 250,000 | 225,000 | 13,521 | 48,588 | 2,422,324 | 2,959,433 |

| | | | | | | |
|------------------------------------|----------------|----------------|---------------|---------------|------------------|------------------|
| Balance as at 31 March 2017 | 250,000 | 225,000 | 13,521 | 48,588 | 2,422,324 | 2,959,433 |
| Profit for the Year | - | - | - | - | 348,186 | 348,186 |
| Other Comprehensive Income | - | - | - | 41,148 | (44,998) | (3,850) |
| Timber Reserve | - | - | 16,487 | - | (16,487) | - |
| Dividend Paid | - | - | - | - | (187,500) | (187,500) |
| Balance as at 31 March 2018 | 250,000 | 225,000 | 30,008 | 89,736 | 2,521,525 | 3,116,269 |

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS

CASH FLOW STATEMENT

| | Company | | Group | |
|--|------------------|------------------|------------------|------------------|
| | 2018 Rs. '000 | 2017 Rs. '000 | 2018 Rs. '000 | 2017 Rs. '000 |
| For the twelve months ended 31 March | | | | |
| CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES | | | | |
| Net Profit before Taxation | 345,264 | 199,174 | 500,505 | 342,768 |
| ADJUSTMENTS FOR | | | | |
| Interest income | (180,030) | (199,131) | (180,030) | (199,131) |
| Depreciation, amortization and Impairment Loss | 105,486 | 112,273 | 110,320 | 117,391 |
| Provision for defined benefit plan costs | 77,300 | 75,681 | 77,300 | 75,681 |
| Amortization of grants | (10,688) | (13,257) | (10,688) | (14,483) |
| Share of result of associates | - | - | (294,776) | (228,756) |
| Profit on sale of property, plant & equipment | - | (1,959) | - | (1,959) |
| Finance costs | 280,235 | 258,101 | 280,235 | 258,101 |
| Dividend Received from Associates | (136,372) | (82,215) | - | - |
| Gains / (Losses) on Sale of Biological Assets | (7,644) | - | (7,644) | - |
| (Gains)/losses on fair value of biological assets | (18,111) | (5,914) | (18,111) | (5,914) |
| Operating profit before working capital changes | 455,441 | 342,753 | 457,112 | 343,698 |
| (Increase)/decrease in trade & other receivables | 49,269 | (151,057) | 49,115 | (151,057) |
| (Increase)/decrease in inventories | (61,971) | (32,168) | (61,971) | (32,168) |
| (Increase)/decrease in amounts due from related companies | (9,754) | 1,603 | (11,296) | 480 |
| Increase/(decrease) in trade & other payables | (19,969) | 48,426 | (19,945) | 48,603 |
| Increase/(decrease) in amounts due to related companies | (22,662) | 25,058 | (22,662) | 25,058 |
| Cash generated from operations | 390,353 | 234,615 | 390,353 | 234,614 |
| Defined benefit plan costs paid | (68,979) | (80,978) | (68,979) | (80,978) |
| Finance cost paid | (226,447) | (206,163) | (226,447) | (206,163) |
| Income tax/ESC paid | (12,716) | (11,593) | (12,716) | (11,593) |
| Net cash from / (used in) operating activities | 82,211 | (64,119) | 82,211 | (64,119) |
| CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES | | | | |
| Interest received | 180,030 | 199,131 | 180,030 | 199,131 |
| Grant received | 26,341 | 6,399 | 26,341 | 6,399 |
| Proceeds from sale of property, plant & equipment | - | 1,959 | - | 1,959 |
| Proceeds from Disposal of Biological Assets | 9,000 | - | 9,000 | - |
| Field development expenditure | (300,895) | (172,757) | (300,895) | (172,757) |
| Purchase of property, plant & equipment | (33,844) | (3,168) | (33,844) | (3,168) |
| Net cash from / (used in) investing activities | (119,369) | 31,565 | (119,369) | 31,565 |
| CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES | | | | |
| Dividend paid | (190,114) | (119,778) | (190,114) | (119,778) |
| Dividend Received from Associates | 136,372 | 82,215 | 136,372 | 82,215 |
| Payment of Government lease rentals | (53,788) | (51,938) | (53,788) | (51,938) |
| Payment of Government lease rentals - Capital | (5,205) | (5,004) | (5,205) | (5,004) |
| Proceeds from loans | 799,646 | 23,000 | 799,646 | 23,000 |
| Repayment of loans | (570,226) | (635,157) | (570,226) | (635,157) |
| Net Cash from / (used in) Financing Activities | 116,685 | (706,663) | 116,685 | (706,663) |
| Net increase/(decrease) in cash & cash equivalents | 79,527 | (739,216) | 79,526 | (739,217) |
| Cash & cash equivalents at the beginning of the year | 424,976 | 1,164,193 | 424,976 | 1,164,193 |
| Cash & cash equivalents at the end of the year | 504,503 | 424,976 | 504,503 | 424,976 |
| NOTES | | | | |
| A. Cash & cash equivalents at the beginning of the year | | | | |
| Cash in Hand & at Bank | 17,293 | 23,395 | 17,293 | 23,395 |
| Bank Overdraft | (1,013,209) | (552,069) | (1,013,209) | (552,069) |
| Investment in Treasury Bills, REPO & Others | 1,420,892 | 1,692,867 | 1,420,892 | 1,692,867 |
| | 424,976 | 1,164,193 | 424,976 | 1,164,193 |
| B. Cash & cash equivalents at the end of the year | | | | |
| Cash in Hand & at Bank | 18,649 | 17,293 | 18,649 | 17,293 |
| Bank Overdraft | (1,108,954) | (1,013,209) | (1,108,954) | (1,013,209) |
| Investment in Treasury Bills, REPO & Others | 1,594,809 | 1,420,892 | 1,594,809 | 1,420,892 |
| | 504,503 | 424,976 | 504,503 | 424,976 |
| <i>The above figures are subject to audit</i> | | | | |

INTERIM FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

1. Stated Capital of Kegalle Plantations PLC amounts to Rs. 250,000,010 represented by 25,000,001 Ordinary Shares.
2. The Interim Financial Statements of the Company/Group are unaudited and have been prepared in accordance with Sri Lanka Financial Reporting 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/Group. They also comply with the accounting policies and methods set out in the Annual Report for the year ended 31 March 2017.
3. Contingent liabilities that may result, depending on the timing of the taxability of certain fair value adjustments is amounts to approximately Rs. 2,308,187/- (2016/17 - Rs. 591,448/-). There has been no any significant change in the nature of contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2017.
4. The Company complies with Option 5 of the Listing Rules 7.13.1 (a) - Less than Rs. 2.5 Bn, Float Adjusted Market Capitalization which requires 20% minimum Public Holding.

| | Year Ended | |
|--|---------------|---------------|
| | 31 March 2018 | 31 March 2017 |
| Market Capitalization - Rs.'000 | 1,647,500 | 1,300,000 |
| Price Earning Ratio - Times | 6.99 | 5.98 |
| Public Holding Percentage | 20.85% | 20.85% |
| Total number of Shareholders representing the Public Holding | 8,937 | 8,984 |
| Float Adjusted Market Capitalization - Rs.'000 | 343,525 | 271,066 |

5. 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 quarter.
6. Other than contingent liabilities which may arise from the fair value adjustments, there has been no material changes in the nature of the contingent liabilities, what was disclosed in the Annual Report for the year ended 31 March 2017.
7. These Interim Financial Statements include/classify the actuarial gain/(loss) on defined benefit plans arising from the year end valuation and the gain/(loss) arising from the valuation of biological assets.
8. The Company has paid an Interim Dividend of Rs. 7.50 per share for the year 2017/18 on 27 March 2018.
9. No circumstances have arisen since the Statement of Financial Position date, which would require adjustment or disclosure in the Interim Financial Statements.

INTERIM FINANCIAL STATEMENTS

SHAREHOLDER & INVESTOR INFORMATION

| <u>Market price per share</u> | <u>Quarter Ended</u> | | <u>Twelve Months Ended</u> | |
|--------------------------------------|----------------------|-------|----------------------------|-------|
| | 2018 | 2017 | 2018 | 2017 |
| For the twelve months ended 31 March | Rs. | Rs. | Rs. | Rs. |
| Highest | 78.00 | 60.00 | 78.20 | 72.50 |
| Lowest | 65.00 | 46.50 | 51.00 | 45.00 |
| Last Traded | 65.90 | 52.00 | 65.90 | 52.00 |

Twenty largest shareholders of the Company are as follows;

| <u>As at</u> | <u>31 March 2018</u> | | <u>31 March 2017</u> | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|
| | <u>Number of Shares</u> | <u>% of the Holding</u> | <u>Number of Shares</u> | <u>% of the Holding</u> |
| Name of the Shareholder | | | | |
| 1 RPC Plantation Management Services (Pvt) Ltd | 19,770,477 | 79.08% | 19,770,477 | 79.08% |
| 2 Dhanasiri Recreation (Pvt) Ltd | 319,305 | 1.28% | 319,305 | 1.28% |
| 3 HSBC International Nominees Ltd - SSBT - Deutsche Bank | 200,000 | 0.80% | 200,000 | 0.80% |
| 4 Tranz Dominion, L.L.C | 185,000 | 0.74% | 185,000 | 0.74% |
| 5 Mr. D. F. G. Dalpethado | 152,386 | 0.61% | - | - |
| 6 Pershing LLC S/A Averbach Grauson & Co. | 142,000 | 0.57% | 190,000 | 0.76% |
| 7 Mubasher Financial Services BSC | 133,024 | 0.53% | 204,972 | 0.82% |
| 8 Employees Provident Fund | 122,300 | 0.49% | 122,300 | 0.49% |
| 9 Mr. D. M. Kodikara | 90,000 | 0.36% | 85,000 | 0.34% |
| 10 Mrs. M. S. E. V. E. A. U. Von Stumm | 59,349 | 0.24% | 59,349 | 0.24% |
| 11 Mr. N. Balasingam | 50,600 | 0.20% | 50,600 | 0.20% |
| 12 Bank of Ceylon - No. 1 Account | 50,600 | 0.20% | 50,600 | 0.20% |
| 13 Commercial Bank of Ceylon PLC/Sithijaya Fund | 48,886 | 0.20% | - | - |
| 14 Mr. P. F. Nandasiri | 42,500 | 0.17% | 42,500 | 0.17% |
| 15 Mr. I. S. P. Perera | 40,105 | 0.16% | - | - |
| 16 Mr. J. G. De Mel | 40,000 | 0.16% | 38,200 | 0.15% |
| 17 Alliance Finance Company PLC | 37,100 | 0.15% | 37,100 | 0.15% |
| 18 Mrs. C. A. D. S. Woodward | 35,706 | 0.14% | - | - |
| 19 Mr. R. Gautam | 34,500 | 0.14% | - | - |
| 20 Mr. G. Hettige | 32,011 | 0.13% | - | - |
| Sub Total | 21,585,849 | 86.34% | - | - |
| Balance held by 8,921 Shareholders (31 March 2017 - 8,968 Shareholders) | 3,414,152 | 13.66% | 3,353,019 | 13.41% |
| Total Shares | 25,000,001 | 100.00% | 25,000,001 | 100.00% |

The percentage of shares held as follows:

| | <u>31 March 2018</u> | | | <u>31 March 2017</u> | | |
|----------------|-------------------------------|-------------------------|-------------------------|-------------------------------|-------------------------|-------------------------|
| | <u>Number of Shareholders</u> | <u>Number of Shares</u> | <u>% of the Holding</u> | <u>Number of Shareholders</u> | <u>Number of Shares</u> | <u>% of the Holding</u> |
| Public Holding | 8,937 | 5,212,817 | 20.85% | 8,984 | 5,212,817 | 20.85% |
| Other Holding | 4 | 19,787,184 | 79.15% | 4 | 19,787,184 | 79.15% |
| | 8,941 | 25,000,001 | 100.00% | 8,988 | 25,000,001 | 100.00% |

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

| <u>As at</u> | <u>Number of Shares</u> | |
|----------------------------|-------------------------|----------------------|
| | <u>31 March 2018</u> | <u>31 March 2017</u> |
| Dr. Sena Yaddehige | - | - |
| Mr. S S Poholiyadde | 3,307 | 3,307 |
| Prof. R C W M R A Nugawela | - | - |
| Dr. S S B D G Jayawardena | - | - |
| Mr. Shaminda Yaddehige | - | - |

INTERIM FINANCIAL STATEMENTS

SEGMENT INFORMATION

For the twelve months ended 31 March

| | Company | | Group | |
|--|----------------|----------------|----------------|----------------|
| | 2018 | 2017 | 2018 | 2017 |
| | Rs. '000 | Rs. '000 | Rs. '000 | Rs. '000 |
| <u>Rubber</u> | | | | |
| Revenue | 1,153,628 | 1,057,038 | 1,153,628 | 1,057,038 |
| Revenue expenditure | (925,676) | (904,780) | (925,676) | (904,780) |
| Depreciation / amortization | (74,658) | (75,747) | (74,658) | (75,747) |
| Other non cash expenses - gratuity | (45,401) | (44,324) | (45,401) | (44,324) |
| Segment Result - Gross Profit | 107,893 | 32,187 | 107,893 | 32,187 |
| <u>Tea</u> | | | | |
| Revenue | 1,127,097 | 1,030,369 | 1,127,097 | 1,030,369 |
| Revenue expenditure | (1,003,033) | (943,271) | (1,003,033) | (943,271) |
| Depreciation / amortization | (28,664) | (32,424) | (28,664) | (32,424) |
| Other non cash expenses - gratuity | (31,900) | (31,357) | (31,900) | (31,357) |
| Segment Result - Gross Profit | 63,500 | 23,318 | 63,500 | 23,318 |
| <u>Coconut</u> | | | | |
| Revenue | 58,361 | 39,494 | 58,361 | 39,494 |
| Revenue expenditure | (31,263) | (27,139) | (31,263) | (27,139) |
| Segment Result - Gross Profit | 27,098 | 12,355 | 27,098 | 12,355 |
| <u>Others</u> | | | | |
| Revenue | 169,081 | 160,260 | 169,081 | 160,260 |
| Revenue expenditure | (1,375) | (926) | (1,375) | (926) |
| Segment Result - Gross Profit | 167,707 | 159,334 | 167,707 | 159,334 |
| <u>Total Segments</u> | | | | |
| Revenue | 2,508,167 | 2,287,161 | 2,508,167 | 2,287,161 |
| Revenue expenditure | (1,961,346) | (1,876,115) | (1,961,346) | (1,876,115) |
| Depreciation / amortization | (103,323) | (108,171) | (103,323) | (108,171) |
| Other non cash expenses - gratuity | (77,300) | (75,681) | (77,300) | (75,681) |
| Total Segment Results - Gross Profit | 366,198 | 227,194 | 366,198 | 227,194 |
| Gain/(Loss) on fair value of biological assets | 18,111 | 5,914 | 18,111 | 5,914 |
| Other income | 180,757 | 116,408 | 46,233 | 37,238 |
| Administrative expenses | (53,358) | (46,712) | (58,369) | (52,705) |
| Management fee | (66,239) | (44,660) | (66,239) | (44,660) |
| Finance income | 180,030 | 199,131 | 180,030 | 199,131 |
| Finance cost | (280,235) | (258,101) | (280,235) | (258,101) |
| Share of result of associates | - | - | 294,776 | 228,756 |
| Profit Before Tax | 345,264 | 199,174 | 500,505 | 342,768 |

The above figures are subject to audit

CORPORATE INFORMATION

| | |
|--------------------------------------|---|
| Name of the Company | : KEGALLE PLANTATIONS PLC |
| Legal Form | : A Quoted Public Company with limited liability, Incorporated in Sri Lanka under the Companies Act No. 07 of 2007. |
| Date of Incorporation | : 22 June 1992 |
| Company Registration No | : New Registration No. P Q 135 [Old No. N (PBS/CGB) 140] |
| Head/Registered Office | : No. 310, High Level Road, Nawinna, Maharagama, Sri Lanka. |
| Principal Business Activities | : Cultivation, Manufacture and Sale of Rubber, Tea, Coconut, Cardamom & other agricultural produce. |
| Ultimate Parent Enterprise | : Richard Pieris & Company PLC No. 310, High Level Road, Nawinna, Maharagama, Sri Lanka. |
| Board of Directors | : Dr. Sena Yaddehige - Chairman Mr. S S Poholiyadde Prof. R C W M R A Nugawela Dr. S S B D G Jayawardena Mr. Shaminda Yaddehige |
| Stock Exchange Listing | : The Ordinary Shares of the Company are listed with the Colombo Stock Exchange of Sri Lanka. |
| Secretaries | : Richard Pieris Group Services (Pvt) Limited No. 310, High Level Road, Nawinna, Maharagama, Sri Lanka Telephone : + (94) 11 4310500 |
| Auditors | : Messrs. Ernst & Young, Chartered Accountants, No. 201, De Saram Place, Colombo 10. |
| Bankers | : National Development Bank PLC Bank of Ceylon - Corporate Branch & Regional Branches Hatton National Bank PLC Peoples Bank Seylan Bank PLC Commercial Bank of Ceylon PLC Indian Overseas Bank/Indian Bank/State Bank of India Nations Trust Bank PLC DFCC Bank PLC |
| Contact Details | : Telephone : + (94) 11 4310500 Facsimile : + (94) 11 4310799 Internet : www.arpico.com E-mail : kpl.rpk@arpico.com |



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