



Maskeliya Plantations PLC

Interim Financial Statements

**FOR THE TWELVE MONTHS ENDED
MARCH 2018**

INTERIM FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION

	As at 31/03/18 Rs. ' 000	As at 31/03/17 Rs. ' 000
ASSETS		
NON CURRENT ASSETS		
Lease hold Property ,Plant and Equipment	234,963	252,374
Freehold Property, plant & equipment	555,663	514,955
Bearer Biological Assets	2,229,520	2,185,652
Consumable Biological Assets	676,568	633,224
Deferred Tax Assets	-	36,164
	3,696,714	3,622,369
CURRENT ASSETS		
Produce on Bearer Biological Assets	13,685	13,464
Inventories	601,647	485,317
ACT Recoverable	47,926	47,926
VAT Receivable	20,758	20,906
Trade and other Receivables	203,659	196,463
ESC Recoverable	44,617	43,157
Amount due from Related Parties	7,224	2,468
Cash and Bank balances	16,505	10,357
	956,021	820,058
TOTAL ASSETS	4,652,735	4,442,427
EQUITY AND LIABILITIES		
CAPITAL AND RESERVES		
Stated Capital - Note 03	673,721	673,721
General Reserve	540,000	540,000
Timber Reserves	633,817	590,473
Retained Earnings	(786,668)	(921,484)
TOTAL EQUITY	1,060,870	882,710
NON CURRENT LIABILITIES & DEFERRED INCOME		
Interest Bearing Loans & Borrowings	401,153	402,502
Retiring Benefit Obligations	1,005,741	897,882
Deferred Income	192,143	203,905
Deferred Tax Liability	62,845	-
Liability to make Lease Payment after one year	108,313	110,631
	1,770,195	1,614,920
CURRENT LIABILITIES		
Trade & Other payables	494,121	544,198
Dividend payable	2,008	2,008
Amount due to Related parties	461,949	363,383
Interest Bearing Loans & Borrowings	861,273	1,032,978
Liability to make Lease Payment within one year	2,319	2,230
	1,821,670	1,944,797
TOTAL EQUITY AND LIABILITIES	4,652,735	4,442,427
	-	-
	Rs.	Rs.
Net Assets Per Share	19.66	16.36

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 Epatakumbura
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 Poholiyadde
Director



J L A Fernando
Director

30 May 2018

INTERIM FINANCIAL STATEMENTS

STATEMENT OF PROFIT OR LOSS

	Quarter Ended March			Year Ended March		
	2018 Rs. ' 000	2017 Rs. ' 000	Variance + / (-) %	2018 Rs. ' 000	2017 Rs. ' 000	Variance + / (-) %
Revenue	1,189,177	1,054,750	13	4,517,365	3,455,462	31
Cost of Sales	(1,016,857)	(900,207)	(13)	(3,872,259)	(3,272,774)	(18)
Gross Profit / (Loss)	172,320	154,543	12	645,106	182,688	253
Other Income	(4,153)	3,312	(225)	13,965	22,700	(38)
Change in Fair Value of Biological Assets	43,565	30,223	44	43,565	30,223	44
Administrative Expenses	(20,052)	(14,428)	(39)	(67,020)	(48,815)	(37)
Management Fee	(8,978)	(13,597)	34	(78,679)	(27,097)	(190)
Finance Cost	(45,346)	(67,672)	33	(173,525)	(243,279)	29
Profit / (Loss) before Taxation	137,356	92,381	49	383,412	(83,580)	559
Income Tax (Expense)/Reversal	(125,525)	(9,127)	(1,275)	(132,014)	(9,127)	(1,346)
Net Profit/(Loss) for the year	11,831	83,254	(86)	251,398	(92,707)	371
	Rs.	Rs.		Rs.	Rs.	
Basic Earnings Per Share	0.22	1.54		4.66	(1.72)	

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS
STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended March			Year Ended March		
	2018 Rs.'000	2017 Rs.'000	Variance % '+/(-)	2018 Rs. ' 000	2017 Rs. ' 000	Variance % '+/(-)
Profit/ (Loss) for the year	11,831	83,254	(86)	251,398	(92,707)	371
Other Comprehensive Income						
Remeasurement Gains/(Losses) on Defined benefit Plan	(85,160)	51,167	(266)	(85,160)	51,167	(266)
Income tax effect	11,922	-	-	11,922	-	-
Total other Comprehensive Income/(Loss) for the year	(73,238)	51,167	(243)	(73,238)	51,167	(68)
Total Comprehensive Income/(Loss) for the year, net of tax	(61,407)	134,421	(146)	178,160	(41,540)	529

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INTERIM FINANCIAL STATEMENTS

STATEMENT OF CASH FLOW

For the year Ended March	2018	2017
	Rs. ' 000	Rs. ' 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation	383,412	(83,580)
ADJUSTMENTS FOR		
Depreciation/Amortization	118,855	110,269
Provision for Defined Benefit Plan Cost	168,972	155,614
Amortisation of Grants	(11,762)	(11,762)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	(43,344)	(17,271)
Gain/(Loss) on change in fair value Green Leaf	(221)	(9,252)
Finance Costs	173,525	243,279
Operating Profit before Working Capital changes	789,437	387,297
(Increase)/Decrease in Trade and other receivables	(7,048)	2,508
(Increase)/Decrease in Inventories	(116,330)	(53,395)
Increase/(Decrease) in Trade and other payables	(50,077)	197,832
Increase/(Decrease) in amounts due to Related Parties	98,566	75,082
(Increase)/Decrease in amounts due from Related Parties	(4,756)	262
Cash Generated from Operations	709,792	609,586
Finance Costs Paid	(138,202)	(209,744)
Defined Benefit Plan Costs paid	(146,272)	(111,776)
Tax Paid	(22,099)	(14,031)
Net Cash from Operating Activities	403,219	274,035
CASH FLOWS FROM INVESTING ACTIVITIES		
Grants Received	-	467
Field Development Expenditure	(90,297)	(50,560)
Purchase of Property, Plant & Equipment	(95,723)	(14,250)
Net Cash used in Investing Activities	(186,020)	(64,343)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends Paid	-	-
Payment of Government lease rentals	(37,997)	(63,619)
Proceeds from loans	478,805	281,619
Payment of loans	(419,389)	(514,362)
Net Cash from Financing Activities	21,419	(296,362)
Net Increase/(Decrease) in Cash & Cash Equivalents	238,618	(86,670)
A. Cash & Cash Equivalents at the beginning of the period	(717,702)	(631,032)
B. Cash & Cash Equivalents at the end of the period	(479,084)	(717,702)
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Cash & Bank Balances	10,357	10,899
Bank Overdrafts	(728,059)	(641,931)
	(717,702)	(631,032)
NOTE B		
Cash & Cash Equivalents at the end of the period		
Cash & Bank Balances	16,505	10,357
Bank Overdrafts	(495,589)	(728,059)
	(479,084)	(717,702)

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 2016	673,721	540,000	(862,673)	573,202	924,250
Net profit/ (Loss) for the period	-	-	(92,707)	-	(92,707)
Other Comprehensive income	-	-	51,167	-	51,167
Timber Reserve			(17,271)	17,271	-
Balance as at 31 March 2017	673,721	540,000	(921,484)	590,473	882,710
Net profit/(Loss) for the period	-	-	251,398	-	251,398
Other Comprehensive income	-	-	(73,238)	-	(73,238)
Timber Reserve	-	-	(43,344)	43,344	-
Balance as at 31 March 2018	673,721	540,000	(786,668)	633,817	1,060,870

The above figures are subject to audit

NOTES TO THE FINANCIAL STATEMENTS

1 For the year Ended 31 March	Quarter Ended		Year Ended	
	2018	2017	2018	2017
	Rs.	Rs.	Rs.	Rs.
Market Price per Share				
- Last Traded price (For the quarter)	19.20	7.70	19.20	7.70
- Highest (For the quarter)	24.00	8.50	27.50	9.80
- Lowest (For the quarter)	19.00	6.00	7.30	6.00

2 Market Capitalization & Ratios	Year Ended	
	2018	2017
	Rs.	Rs.
Market Capitalization (Rs. '000)	1,035,907	415,442
Float adjusted Market Capitalization (Rs. '000)	171,961	68,963
Price Earning Ratio (times)	4.12	-

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 methods applied for the year ended 31 March 2017.

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 These interim financial statements include the Gain/(Loss) arising from the valuation of biological assets and Actuarial Gain/(Loss) on defined benefit plan costs arising from the year end valuations.

8 Contingent liabilities that may result, depending on the timing of the taxability of certain fair value adjustments is amounted to approximately Rs 6,098,957/- (2016/17 - Rs.3,022,307-). 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.

9 There have been no material events occurring after the reporting date, that require adjustments or disclosure in the Financial Statements

INTERIM FINANCIAL STATEMENTS SEGMENT INFORMATION

Geographical Segment For the Year Ended March 2018

	Maskeliya		Upcot		Talawakelle		Bandarawela		Total	
	2018 Rs. ' 000	2017 Rs. ' 000	2018 Rs. ' 000	2017 Rs. ' 000	2018 Rs. ' 000	2017 Rs. ' 000	2018 Rs. ' 000	2017 Rs. ' 000	2018 Rs. ' 000	2017 Rs. ' 000
Revenue	1,254,358	937,076	1,708,921	1,204,252	865,615	687,291	688,471	626,843	4,517,365	3,455,462
Revenue Expenditure	(922,451)	(788,266)	(1,308,173)	(1,066,212)	(680,871)	(553,646)	(673,303)	(598,767)	(3,584,798)	(3,006,891)
Depreciation/ Amortization	(31,874)	(30,306)	(31,674)	(31,069)	(21,527)	(19,694)	(33,414)	(29,201)	(118,489)	(110,270)
Gratuity	(45,120)	(42,291)	(64,167)	(62,518)	(25,712)	(23,932)	(33,973)	(26,872)	(168,972)	(155,613)
Segment Results	254,913	76,213	304,907	44,453	137,505	90,019	(52,219)	(27,997)	645,106	182,688
Other Income									13,965	22,700
Gain on change in fair value of Biological Assets									43,565	30,223
Administrative Expenses									(67,020)	(48,815)
Management Fees									(78,679)	(27,097)
Finance Cost									(173,525)	(243,279)
Income Tax (Expense)/Reversal									(132,014)	(9,127)
Profit/(Loss)for the period									251,398	(92,707)

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS SHAREHOLDER AND INVESTOR INFORMATION

Twenty Largest Shareholders

	as at 31/03/2018		as at 31/03/2017	
	Number of Shares held	% of the Holding	Number of Shares held	% of the Holding
R.P.C Mangement Services (Pvt) Ltd	44,998,397	83.40	44,998,397	83.40
Mr. M. Z. Rasheed	412,858	0.77	-	-
Seylan Bank PLC/Mohamed Mushtaq Fuad	286,208	0.53	-	-
Dr. D. Rajakanthan	264,538	0.49	-	-
Mr. R. A. Rishard	234,387	0.43	-	-
Mr.M.H.M.Fazal	222,529	0.41	208,529	0.39
Mr. F. A. Azhar	185,296	0.34	-	-
Capital Trust Holdings Ltd	172,900	0.32	-	-
Mr. K. L. G. S. Ranganath	150,000	0.28	-	-
Freudenberg Shipping Agencies Ltd	146,135	0.27	137,295	0.25
ADL Equities Ltd/Mohamed Zareen Rasheed	128,914	0.24	-	-
Mr. A.V. Emmanuel	128,000	0.24	-	-
Mr. R. E. Rambukwelle	118,162	0.22	-	-
Mr. K. Rajakanthan	112,045	0.21	-	-
Seylan Bank PLC/Mr. Sermal Hemaka Jayasuriya	110,000	0.20	-	-
Merchant Bank of Sri Lanka PLC/ R R S Ananda	104,098	0.19	104,098	0.19
Peoples Leasing & Finance/Hi Line Trading (Pvt) Ltd	96,599	0.18	-	-
Sandwave Limited	95,000	0.18	-	-
Mr. A. K. Seneviratne	92,269	0.17	71,396	0.13
Miss. N. U. Rajakanthan	91,338	0.17	-	-
	48,149,673	89.24		
Balance held by 16,466 Shareholders (2017-16,492)	5,803,817	10.76	4,380,881	8.12
Total no. of Shares	53,953,490	100.00	53,953,490	100.00

The percentage of shares held as at

	31/03/2018			31/03/2017		
	Number of Shareholders	Number of Shares	%	Number of Shareholders	Number of Shares	%
Public Holding	16,484	8,954,993	16.60	16,509	8,954,693	16.60
Other Holding	2	44,998,497	83.40	3	44,998,797	83.40
Total	16,486	53,953,490	100.00	16,512	53,953,490	100.00

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

As at	31/03/2018	31/03/2017
Dr.S Yaddehige	-	-
S S Poholiyadde	-	-
Dr. L S Hettiarachchi	-	-
J L A Fernando	-	300
Shaminda Yaddehige	-	-
Dr.S A Samaraweera	100	100

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 Yaddhige - Chairman S S Poholiyadde Dr. L S Hettiarachchi J L A Fernando Shaminda Yaddhige Dr.S A Samaraweera
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 Seylan Bank - Millennium Branch Hatton National Bank - City Office NDB Bank Nation Trust Bank Union Bank
Contact Details	Telephone : +(94) 11 4310888 Facsimile : +(94) 11 4310835 Internet : www.arpico.com E-mail : mpl.rpk@arpico.com