



NAMUNUKULA PLANTATIONS PLC

Interim Financial Statements

2021/22

For the twelve months ended 31st March 2022



STATEMENT OF FINANCIAL POSITION

As at,	31.03.2022	31.03.2021
ASSETS	Rs. '000	Rs. '000
Non Current Assets		
Right of Use Assets	416,338	436,313
Freehold Property, Plant & Equipment	278,469	316,622
Bearer Biological Assets	3,077,094	2,962,870
Consumable Biological Assets	251,179	218,540
Investment in Joint Venture	336,484	212,554
Financial Assets	200,000	200,000
Intangible Assets	305,915	305,915
Total Non Current Assets	<u>4,865,479</u>	<u>4,652,814</u>
Current Assets		
Produce on Bearer Biological Assets	38,499	21,558
Inventories	217,518	176,443
Trade and Other Receivables	151,959	89,453
Amounts Due from Related Companies	247,695	154,780
ESC Recoverable	5,114	16,319
Income Tax Receivable	11,028	11,028
Cash and Cash Equivalents	2,032,016	661,744
Total Current Assets	<u>2,703,828</u>	<u>1,131,323</u>
TOTAL ASSETS	<u><u>7,569,307</u></u>	<u><u>5,784,137</u></u>
EQUITY AND LIABILITIES		
Capital and Reserves		
Stated Capital	350,000	350,000
Timber Reserve	131,192	106,712
Retained Earnings	4,967,945	3,285,685
Total Equity	<u>5,449,137</u>	<u>3,742,397</u>
Non Current Liabilities		
Interest Bearing Loans & Borrowings	-	6,667
Retirement Benefit Obligations	474,022	512,743
Deferred Tax Liability	318,681	274,871
Deferred Income	127,404	129,128
Lease liability	422,444	413,746
Total Non Current Liabilities	<u>1,342,551</u>	<u>1,337,154</u>
Current Liabilities		
Dividend Payable	237,500	201,875
Trade and Other Payables	461,783	443,570
Lease liability	5,309	4,595
Interest Bearing Loans & Borrowings	25,137	33,239
Amounts Due to Related Companies	24,894	10,102
Income Tax Liabilities	22,995	11,205
Total Current Liabilities	<u>777,619</u>	<u>704,586</u>
TOTAL LIABILITIES	<u>2,120,170</u>	<u>2,041,740</u>
TOTAL EQUITY AND LIABILITIES	<u><u>7,569,307</u></u>	<u><u>5,784,137</u></u>
NET ASSETS PER SHARE (RS.)	<u>229.44</u>	<u>157.57</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.



Ajith Ranasinghe
Acting 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



Gerard Amerasinghe
Director

Colombo,
30 May 2022

STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 31.03.2022 Rs. '000	Quarter Ended 31.03.2021 Rs. '000	Increase / (Decrease) %	Period Ended 31.03.2022 Rs. '000	Period Ended 31.03.2021 Rs. '000	Increase / (Decrease) %
Revenue	932,871	720,407	29%	3,888,486	2,739,070	42%
Cost of Sales	(496,797)	(632,492)	-21%	(1,990,412)	(1,988,072)	0%
Gross Profit	436,074	87,916	396%	1,898,074	750,998	153%
Other Income	79,867	91,502	-13%	284,899	250,103	14%
Change in fair value of Biological Assets	41,421	24,711	68%	41,421	24,711	68%
Administrative Expenses	(21,414)	(15,759)	36%	(63,346)	(54,047)	17%
Management Fee	(73,080)	(27,313)	168%	(322,517)	(153,204)	111%
Finance Cost	(15,087)	(14,476)	4%	(57,776)	(58,971)	-2%
Share of Profit from the Joint Venture	38,981	12,225	219%	224,590	97,548	130%
Profit Before Taxation	486,763	158,806	207%	2,005,345	857,139	134%
Tax (Expense) / Reversal	(12,313)	44,145	-128%	(68,013)	6,104	-1214%
Net Profit for the Year	474,450	202,951	134%	1,937,332	863,243	124%
Other comprehensive income						
Actuarial gain/(loss) on defined benefit plans	8,033	31,820	-75%	8,033	31,820	-75%
Tax effect	(1,125)	(4,455)	75%	(1,125)	(4,455)	75%
Other comprehensive income for the period	6,908	27,365	-75%	6,908	27,365	-75%
Total comprehensive income for the period	481,358	230,316	109%	1,944,240	890,608	118%
Basic Earnings per Share (Rs.)	19.98	8.55		81.57	36.35	

* The above figures are subject to audit.

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs. '000	Retained Earnings Rs. '000	Timber Reserves Rs. '000	Total Rs. '000
Balance as at 1 April 2020	350,000	2,617,562	86,102	3,053,664
Net Profit for the period	-	863,243	-	863,243
Other Comprehensive Income/(Loss)	-	27,365	-	27,365
Transferred to Timber Reserve	-	(20,610)	20,610	-
Dividends	-	(201,875)	-	(201,875)
Balance as at 31 March 2021	<u>350,000</u>	<u>3,285,685</u>	<u>106,712</u>	<u>3,742,397</u>
Balance as at 1 April 2021	350,000	3,285,685	106,712	3,742,397
Net Profit for the period	-	1,937,332	-	1,937,332
Other Comprehensive Income/(Loss)	-	6,908	-	6,908
Transferred to Timber Reserve	-	(24,480)	24,480	-
Dividends	-	(237,500)	-	(237,500)
Balance as at 31 March 2022	<u><u>350,000</u></u>	<u><u>4,967,945</u></u>	<u><u>131,192</u></u>	<u><u>5,449,137</u></u>

The Timber Reserve relates to change in fair value of managed trees which includes commercial timber plantations cultivated on estates.

* The above figures are subject to audit.

STATEMENT OF CASH FLOWS

Period ended,	31.12.2021	31.12.2020
	Rs. '000	Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	2,005,345	857,139
ADJUSTMENTS FOR		
Depreciation	217,660	195,909
Finance Cost	57,776	58,971
Provision for Defined Benefit Plan Cost	65,073	90,106
Profit on Disposal of Property, Plant & Equipment	(4,102)	-
Amortization of Grants	(6,170)	(7,658)
Gain on change in fair value of biological assets	(41,421)	(24,711)
Share of Profit of Joint Venture	(224,590)	(97,548)
Provision for Bad & Doubtful Debts	(42)	-
Operating profit before working capital changes	<u>2,069,528</u>	<u>1,072,208</u>
(Increase)/Decrease in Inventories	(41,075)	16,620
(Increase)/Decrease in Trade and other Receivables	(62,465)	31,232
(Increase)/Decrease in Amounts due from Related Companies	(92,915)	43,338
Increase/(Decrease) in Trade and Other Payables	23,360	90,485
Increase/(Decrease) in Amounts due to Related Companies	14,793	(24,142)
Cash Generated from Operating Activities	<u>1,911,227</u>	<u>1,229,742</u>
Finance Cost Paid	(1,990)	(4,670)
Defined Benefit Plan Cost Paid	(100,908)	(107,124)
Tax (Paid) / Refund	(2,333)	-
Net Cash Flow From Operating Activities	<u>1,805,996</u>	<u>1,117,948</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(4,113)	(5,970)
Term Loan given to RPC Finance Ltd	-	(200,000)
Dividend Received	100,660	59,417
Investments in Immature plantation	(264,930)	(256,885)
Expenditure on Timber Cultivation	(8,159)	(5,213)
Proceeds from Disposal of Property, Plant & Equipment	13,500	-
Grants Received	4,446	3,110
Net Cash Flow From Investing Activities	<u>(158,596)</u>	<u>(405,542)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease rentals	(58,922)	(56,985)
Payment of other lease rentals	(1,562)	(4,997)
Proceeds from loans & borrowings	-	25,000
Repayment of loans & borrowings	(18,333)	(7,803)
Dividend Paid	(201,875)	-
Net Cash Flow From Financing Activities	<u>(280,692)</u>	<u>(44,785)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	1,366,708	667,620
A. Cash & Cash Equivalents at the Beginning of the Year	<u>646,838</u>	<u>(20,782)</u>
B. Cash & Cash Equivalents at the End of the Year	<u>2,013,546</u>	<u>646,838</u>
NOTE A : Cash & Cash Equivalents at the Beginning of the Period		
Cash & Bank Balances	661,744	66,014
Bank Overdrafts	(14,906)	(86,796)
	<u>646,838</u>	<u>(20,782)</u>
NOTE B : Cash & Cash Equivalents at the End of the Period		
Cash & Bank Balances	2,032,016	661,744
Bank Overdrafts	(18,471)	(14,906)
	<u>2,013,546</u>	<u>646,838</u>

* The above figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. Market Price per Share

	Quarter Ended 31.03.2022 Rs.	Quarter Ended 31.03.2021 Rs.	Period Ended 31.03.2022 Rs.	Period Ended 31.03.2021 Rs.
Last traded price	398.75	184.50	398.75	184.50
Highest	1,100.00	202.00	1,100.00	202.00
Lowest	306.00	165.00	148.00	69.20

2. Market Capitalization & Ratios

	As at 31.03.2022	As at 31.03.2021
Market Capitalization (Rs. '000)	9,470,313	4,381,875
Float adjusted Market Capitalization (Rs. '000)	3,079,722	1,424,975
Price Earning Ratio (times)	4.89	5.08

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

3. 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.
4. 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.
5. The Interim Financial Statements of the Company have been prepared on the basis of the same accounting policies and methods applied for the previous 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. These interim financial statements include the Gain/(Loss) arising from the valuation of biological assets and Actuarial Gain/(Loss) on defined benefit plan costs.

Further management is assessed that, the fair values of financial assets & financial liabilities are approximate to their carrying values of these instruments.
8. There has been no any other significant change in the nature of contingent liabilities, which were disclosed in the latest Annual Report of the company.
9. There have been no material events occurring after the reporting date that require adjustments or disclosure in the financial statements, other than following

The Government of Sri Lanka in its Budget for 2022 proposed a one-time tax, referred to as a surcharge tax, at the rate of 25% to be imposed on any companies that have earned a taxable income in excess of Rs. 2Bn for the year of assessment 2020/2021. The tax is imposed by the Surcharge Tax Act No. 14 of 2022 which was passed by the Parliament of Sri Lanka on 7th April 2022. As the law imposing the surcharge tax was enacted after the reporting period end, the financial statements for the year ended 31st March 2022 do not reflect the tax liability that would arise in consequence, the amount of which is best estimated at Rs. 11.6 Mn.

10. Impact of COVID – 19

The outbreak of COVID-19 has continues to pose challenges to businesses and industries both locally and globally due to uncertainties, restrictions and limitations associated with the pandemic.

The Company strictly following the guidelines and directions issued by the government health authorities when conducting its business operations, also 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.

Further management of the company is closely monitoring and engaged in developing mitigating factors for potential risks to the business operation due to COVID pandemic.

11. Mr. J L A Fernando has been appointed to the Directorate of the company with effect from 17th September 2021 as Non Executive and Non Independent Director.
12. Mr. S S G Liyanage has vacated the office of the Director of Company with effect from 30th April 2022 due to his demise.
13. The Interim Financial Statements of the company for the period ended 31 March 2022 were authorized for issue by the Board of Directors on 30 May 2022.

NOTES TO THE FINANCIAL STATEMENTS

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

	As at 31.03.2022		As at 31.03.2021	
	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 Mr. T.T.T Al Nakib	667,100	2.81%	663,442	2.79%
4 National Development Bank PLC/Sakuvi Investment Trust (Pvt) Ltd	328,148	1.38%	368,000	1.55%
5 Mr.K.C.Vignarajah	72,849	0.31%	72,845	0.31%
6 Mr.H.A.A.H.ALGHARABALLY	71,573	0.30%	77,000	0.32%
7 Mr.Z.G.Carimjee	43,200	0.18%	43,200	0.18%
8 Hatton National Bank PLC/Thilak Dias Gunasekera	42,500	0.18%	46,419	0.20%
9 Mr.R.V.D.Piyathilake	40,012	0.17%	50,075	0.21%
10 T.S.T.T.T. Sathe Secretary to the Treasury-Sundry	38,298	0.16%	38,298	0.16%
11 Mr.W.D.N.H Perera	36,331	0.15%	-	0.00%
12 Mr.A.H Musthakeem	30,000	0.13%	-	0.00%
13 Maskeliya Tea Exports (Pvt) Ltd	24,674	0.10%	1	0.00%
14 Mrs.Z.M Adamally	21,600	0.09%	21,600	0.09%
15 Mr.N.A. Withana	21,111	0.09%	35,419	0.15%
16 Cocoshell Activated Carbon Co. Ltd	20,800	0.09%	47,000	0.20%
17 Mr.M.F.A Deen	16,725	0.07%	-	0.00%
18 Mrs.S.Vignarajah	15,014	0.06%	27,044	0.11%
19 Mr.R.C Wijesena	15,000	0.06%	-	0.00%
20 Bansei Securities Capital (Pvt) Ltd/M.M.A.B Gunara	11,782	0.05%	-	0.00%
Sub Total	21,306,578	89.71%		
Balance held by 12,331 (2020/21 - 11,507) shareholders	2,443,423	10.29%	2,096,243	8.83%
Total No. of Shares	23,750,001	100.00%	23,750,001	100.00%

* There were no non voting shares as at 31 March 2022.

The Percentage of shares held as at ,

	As at 31.03.2022			As at 31.03.2021		
	No. of Shareholders	No. of shares held	%	No. of Shareholders	No. of shares held	%
Public Holding	12,350	7,723,440	32.52%	11,526	7,723,440	32.52%
Other Holding	1	16,026,561	67.48%	1	16,026,561	67.48%
Total No. of Shares	12,351	23,750,001	100.00%	11,527	23,750,001	100.00%

15. Directors' & CEO's Shareholding

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

	As at	As at
	31.03.2022	31.03.2021
	No. of Shares	No. of Shares
Dr. S Yaddehige - Chairman	Nil	Nil
Mr. N C Peiris	Nil	Nil
Mr. B A T Rodrigo	Nil	Nil
Mr. Shaminda Yaddehige	Nil	Nil
Mr. Shirley Gerard Devinda Amerasinghe	Nil	Nil
Mr. S S G Liyanage (Demised on 30th April 2022)	Nil	Nil
Mr. J L A Fernando (Appointed w.e.f. 17th September 2021)	Nil	Nil
Mr. P De S A Gunasekara - Acting CEO	74	74

SEGMENT INFORMATIONS

REVENUE
Summary
Sale of Goods
Tea
Rubber
Oil Palm
Coconut
Cinnamon

	2022	2021
	Rs. '000	Rs. '000
Tea	1,115,873	1,169,043
Rubber	299,379	284,354
Oil Palm	2,409,254	1,230,214
Coconut	42,719	35,930
Cinnamon	21,261	19,528
	<u>3,888,486</u>	<u>2,739,070</u>

For the period ended 31 March	Tea		Rubber		Oil Palm		Coconut		Cinnamon		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Revenue	1,115,873	1,169,043	299,379	284,354	2,409,254	1,230,214	42,719	35,930	21,261	19,528	3,888,486	2,739,070
Revenue Expenditure	(1,108,886)	(1,137,286)	(198,250)	(229,523)	(373,872)	(315,993)	(16,297)	(13,781)	(16,260)	(12,596)	(1,713,566)	(1,709,178)
Depreciation / Amortization	(32,894)	(32,269)	(56,474)	(57,471)	(108,096)	(89,146)	(10,310)	(7,321)	(6,401)	(6,380)	(214,174)	(192,587)
Gratuity	(38,904)	(52,756)	(7,452)	(14,873)	(15,539)	(17,623)	(665)	(693)	(113)	(362)	(62,673)	(86,306)
Gross Profit/(Loss)	<u>(64,810)</u>	<u>(53,268)</u>	<u>37,203</u>	<u>(17,513)</u>	<u>1,911,747</u>	<u>807,453</u>	<u>15,448</u>	<u>14,136</u>	<u>(1,513)</u>	<u>191</u>	<u>1,898,074</u>	<u>750,998</u>
Other Income											284,899	250,103
Gain on change in fair value of biological assets											41,421	24,711
Administrative Expenses											(63,346)	(54,047)
Management Fees											(322,517)	(153,204)
Finance Cost											(57,776)	(58,971)
Share of Profit from the Joint Venture											224,590	97,548
Profit before Taxation											<u>2,005,345</u>	<u>857,139</u>
Income Tax (Expense)/Reversal											(68,013)	6,104
Net Profit for the period											<u>1,937,332</u>	<u>863,243</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 Yaddhige - Chairman

Mr. N C Peiris

Mr. B A T Rodrigo

Mr. Shaminda Yaddhige

Mr. Gerard Amerasinghe

Mr. S S G Liyanage (Demised on 30th April 2022)

Mr. J L A Fernando (Appointed w.e.f. 17th September 2021)

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

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