

Namunukula Plantations PLC

Provisional Financial Statements

**FOR THE SIX MONTHS ENDED
30TH SEPTEMBER 2009.**

BALANCE SHEET

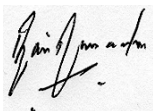
	As at 30/09/09 Rs. '000	As at 30/09/08 Rs. '000	As at 31/03/09 Rs. '000
ASSETS			
NON CURRENT ASSETS			
Leasehold Property, Plant & Equipment	287,848	302,340	295,093
Property, Plant & Equipment	239,545	227,658	246,683
Improvement to Leasehold Property	1,024,320	949,541	985,300
Long Term Investments	69,359	57,714	50,552
Net Receivable in Finance Lease after one year	7,298	69,489	14,121
	<u>1,628,370</u>	<u>1,606,741</u>	<u>1,591,750</u>
CURRENT ASSETS			
Inventories	121,457	134,366	53,398
Trade and Other Receivables	87,106	99,356	105,217
ESC Recoverable	11,288	8,657	15,282
Net Receivable in Finance Lease within one year	890	873	890
Amounts due from related companies	6,435	11,873	12,401
Cash and Bank balances	5,473	111,988	7,307
	<u>232,648</u>	<u>367,113</u>	<u>194,496</u>
TOTAL ASSETS	<u>1,861,018</u>	<u>1,973,854</u>	<u>1,786,246</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Stated Capital - Note 3	350,000	350,000	350,000
Retained Profit / (Loss)	417,423	527,108	428,837
Total Equity	<u>767,423</u>	<u>877,108</u>	<u>778,837</u>
NON CURRENT LIABILITIES			
Interest Bearing Loans & Borrowings	151,051	272,255	180,953
Retiring Benefit Obligations	200,758	126,515	131,294
Deferred Income	100,294	64,563	97,813
Net liability to lessor payable after one year	243,592	246,837	245,231
	<u>695,695</u>	<u>710,171</u>	<u>655,292</u>
CURRENT LIABILITIES			
Trade & Other Payables	155,724	165,659	142,636
Net liability to lessor payable within one year	3,245	3,120	3,182
Interest Bearing Loans & Borrowings	232,102	184,034	200,252
Amounts due to related companies	6,828	25,109	582
Income Tax Liabilities	-	8,654	5,465
	<u>397,900</u>	<u>386,575</u>	<u>352,117</u>
TOTAL EQUITY AND LIABILITIES	<u>1,861,018</u>	<u>1,973,854</u>	<u>1,786,246</u>
	Rs.	Rs.	Rs.
Net Assets Per Share	32.31	36.93	32.79

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



L. C. Herath
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.



R. L. Kumararatne
Director



A. Dias
Director

10th November 2009

INCOME STATEMENT

	Quarter Ended			Six Months Ended		
	30th September		Variance	30th September		Variance
	2009	2008	+ / (-)	2009	2008	+ / (-)
	Rs. '000	Rs. '000	%	Rs. '000	Rs. '000	%
Turnover	352,254	426,152	(17)	600,703	905,652	(34)
Cost of Sales (Note : 07)	(354,909)	(322,115)	(10)	(544,651)	(689,782)	21
Gross Profit / (Loss)	(2,655)	104,037	(103)	56,052	215,870	(74)
Other Income	2,634	2,045	29	5,111	8,831	(42)
Administration Expenses	(8,447)	(9,624)	12	(16,782)	(17,911)	6
Provision for Net Receivable on Finance Lease	(4,094)	-	(100)	(6,823)	-	(100)
Provision for Doubtful Receivable	(3,609)	-	(100)	(22,225)	-	(100)
Management Fee	231	(19,248)	101	(7,744)	(40,867)	81
Finance Cost	(19,693)	(19,639)	(0)	(40,810)	(41,101)	1
Share of Profit from the Joint Venture	12,517	13,561	(8)	21,807	21,173	3
Profit/ (Loss) from before Taxation	(23,116)	71,131	(132)	(11,414)	145,993	(108)
Income Tax (Expense) / Reversal	250	(3,080)	108	-	(7,053)	100
Net Profit/(Loss) for the period	(22,866)	68,051	(134)	(11,414)	138,940	(108)

	Rs.	Rs.	Rs.	Rs.
Basic Earnings Per Share	(0.96)	2.87	(0.48)	5.85

CASH FLOW

For the Six Months Ended 30th September	2009	2008
	Rs. '000	Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before Taxation	(11,414)	145,993
ADJUSTMENTS FOR		
Depreciation/Amortization	38,833	37,883
Provision for Defined Benefit Plans	80,982	8,969
Amortisation of Grants	(1,353)	(1,284)
Finance Cost	40,810	41,101
Share of Profit / (Loss) of Joint Venture	(21,807)	(21,173)
Provision for Net Receivable on Finance Lease	6,823	-
Provision for Doubtful Receivable	22,225	-
Operating Profit before Working Capital changes	155,098	211,490
(Increase)/Decrease in amounts due from Related Companies	5,966	(2,003)
(Increase)/Decrease in Trade & Other Receivables	(20,465)	10,101
(Increase)/Decrease in Inventories	(68,058)	35,460
Increase/(Decrease) in amounts due to Related Companies	6,246	4,235
Increase/(Decrease) in Trade & Other Payables	33,926	12,549
Cash Generated from Operations	112,713	271,831
Finance Costs Paid	(32,978)	(34,624)
Defined Benefit Plan Costs paid	(11,519)	(10,399)
Income Tax Paid	(1,216)	(1,131)
Net Cash from Operating Activities	67,000	225,677
CASH FLOWS FROM INVESTING ACTIVITIES		
Grants Received	3,834	7,199
Field Development Expenditure	(58,335)	(29,472)
Purchase of Property, Plant & Equipment	(5,134)	(26,902)
Proceeds from Long Term Investments	3,000	-
Net Cash from/ (used in) Investing Activities	(56,635)	(49,175)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Finance Lease Rentals	(1,318)	(1,356)
Payment of Government Lease Rentals	(14,134)	(18,041)
Proceeds from Interest Bearing Borrowings	59,000	20,430
Repayment of Interest Bearing Borrowings	(110,454)	(41,949)
Dividend Paid	-	(47,500)
Net Cash from/ (used in) Financing Activities	(66,906)	(88,416)
Net Increase/(Decrease) in Cash & Cash Equivalents	(56,541)	88,085
Cash & Cash Equivalents at the beginning of the period (Note : A)	4,616	10,332
Cash & Cash Equivalents at the end of the year period (Note: B)	(51,925)	98,417
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Cash & Bank Balances	7,308	10,859
Bank Overdrafts	(2,692)	(527)
	4,616	10,332
NOTE B		
Cash & Cash Equivalents at the end of the period		
Cash & Bank Balances	5,473	111,988
Bank Overdrafts	(57,398)	(13,571)
	(51,925)	98,417

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs. '000	Accumulated Profit / (Loss) Rs. '000	Total Rs. '000
Balance as at 1st April 2008	350,000	435,668	785,668
Net profit/(Loss) for the period	-	138,940	138,940
Dividend Paid	-	(47,500)	(47,500)
Balance as at 30th September 2008	350,000	527,108	877,108
Balance as at 1st April 2009	350,000	428,837	778,837
Net profit/(Loss) for the period	-	(11,414)	(11,414)
Balance as at 30th September 2009	350,000	417,423	767,423

NOTES TO THE FINANCIAL STATEMENTS

For the Six Months Ended 30th September

- | | 2009
Rs. | 2008
Rs. |
|--|---------------------|---------------------|
| 1 Market Price per Share | | |
| - Last Traded price (For the period) | 26.25 | 36.25 |
| - Highest (For the period) | 27.75 | 45.50 |
| - Lowest (For the period) | 14.75 | 35.00 |
- 2 There have been no material events occurring after the Balance Sheet date that require adjustments or disclosure in the Financial Statements.
 - 3 Stated Capital of Namunukula Plantations PLC amounts to Rs. 350,000,010 represented by 23,750,001 shares.
 - 4 The presentation and classification of figures for the corresponding period of the previous year have been amended , where relevant, to be comparable with those for current year.
 - 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 31st March 2009 and are in compliance with Sri Lanka Accounting Standard 35 - Interim Financial Reporting and the accompanying figures are provisional and subject to audit.
 - 6 There are no material changes in contingent liabilities since the last Annual Report Balance Sheet date which require disclosure.
 - 7 As per the new Collective Agreement, new wage rates were agreed upon in September 2009 with arrears payable for the period April to August. Total impact of wage arrears and increase in gratuity provision arising from the increase in wage rate amounting to Rs.101.9 Mn was charged as Cost of Sales as at 30th September 2009.

Details	Amount Rs. '000
Cost of Manufacture	442,770
Arrears in Wages	29,203
Adjustment to Opening Balance of Gratuity Provision	72,678
Total Cost of Sales	544,651

50% of the said wage arrears is to be paid in October 2009 whilst 25% each is payable in December 2009 and January 2010 respectively. These figures are subject to an Actuarial Valuation that will be carried out during the current financial year.

NOTES TO THE FINANCIAL STATEMENTS CONTD.....

8. Twenty Largest Shareholders

	As at 30/09/2009		As at 31/03/2009	
	No. of shares held	% of the Holding	No. of shares held	% of the Holding
RPC Plantation Management Services (Pvt) Ltd	13,950,000	58.74%	13,950,000	58.74%
The Secretary to the Treasury	3,763,300	15.85%	3,763,300	15.85%
Sakuvi Investment Trust (Pvt) Ltd	335,000	1.41%	335,000	1.41%
Alliance Finance Company PLC	255,400	1.08%	237,300	1.00%
Mr .J. R. De Silva	208,800	0.88%	152,000	0.64%
J. B. Cocoshell (Pvt) Ltd	180,600	0.76%	192,900	0.81%
Mr. S.N.C.W.M.B.C. Kandegedara	164,600	0.69%	-	-
Mr .R. C.J Goonewardene	100,000	0.42%	85,300	0.36%
Waldock Mackenzie Ltd/Ceylinco Shriram Capital M	94,100	0.40%	94,100	0.40%
Bank of Ceylon A/C Ceybank Century Growth Fund	84,500	0.36%	86,700	0.37%
Waldock Mackenzie Ltd/HI-Line Towers (Pvt) Ltd.	74,400	0.31%	-	-
Mount Lavinia Hotel (1975) Ltd	74,000	0.31%	74,000	0.31%
Waldock Mackenzie Ltd/Mr K.Omprasadham	70,000	0.29%	75,500	0.32%
Mr .H.G Carimjee	64,800	0.27%	64,800	0.27%
Mr .A.W. Edwards	64,000	0.27%	64,000	0.27%
Cocoshell Activated Carbon Co. Ltd	56,900	0.24%	53,500	0.23%
Mr S.K Kularatna	53,000	0.22%	-	-
Mrs. K.S. Cooray	50,000	0.21%	50,000	0.21%
Mr. A.K Kumarasena	50,000	0.21%	50,000	0.21%
Mr. P.Polwatte Gamage	49,600	0.21%	-	-
Sub Total	19,743,000	83.13%		
Balance held by 13,538 shareholders	4,007,001	16.87%		
Total No. of Shares	23,750,001	100.00%		

The Percentage of shares held as at 30th September 2009 is as follows;

	No. of shares	%
Public Holding	6,036,701	25.42%
Other Holding	17,713,300	74.58%
Total No. of Shares	23,750,001	100.00%

9. Director's Shareholding

Directors did not hold any shares of the Company as at 31st March 2009.

SEGMENT INFORMATION

For the six months ended 30th September

	Tea		Rubber		Oil Palm		Other Crop		Total	
	2009 Rs. '000	2008 Rs. '000	2009 Rs. '000	2008 Rs. '000	2009 Rs. '000	2008 Rs. '000	2009 Rs. '000	2008 Rs. '000	2009 Rs. '000	2008 Rs. '000
Revenue	281,738	460,472	129,221	243,136	176,849	185,970	12,895	16,074	600,703	905,652
Revenue Expenditure	(247,896)	(460,084)	(112,862)	(117,319)	(55,248)	(55,791)	(9,730)	(9,736)	(425,736)	(642,930)
Depreciation / Amortization	(9,506)	(9,793)	(12,249)	(12,898)	(13,513)	(12,029)	(3,565)	(3,163)	(38,833)	(37,883)
Gratuity	(24,755)	(3,064)	(42,545)	(4,725)	(10,215)	(917)	(2,567)	(263)	(80,082)	(8,969)
Segment Results	<u>(419)</u>	<u>(12,469)</u>	<u>(38,435)</u>	<u>108,193</u>	<u>97,873</u>	<u>117,233</u>	<u>(2,968)</u>	<u>2,912</u>	<u>56,052</u>	<u>215,870</u>
Other Income									5,111	8,831
Administration Expenses									(16,782)	(17,911)
Provision for Net Receivable on Finance Lease									(6,823)	-
Provision for Doubtful Receivable									(22,225)	-
Management Fee									(7,744)	(40,867)
Finance Cost									(40,810)	(41,101)
Share of Profit from the Joint Venture									21,807	21,173
Profit/ (Loss) from before Taxation									(11,414)	145,993
Income Tax (Expense) / Reversal									-	(7,053)
Net Profit/(Loss) for the period									<u>(11,414)</u>	<u>138,940</u>

CORPORATE INFORMATION

Name of Company

Namunukula Plantations PLC

Legal Form

A Quoted Public Limited Liability Company
Incorporated in Sri Lanka

Date of Incorporation

22nd June 1992

Company Registration No.

P Q 136

Principal Business Activities

Cultivation and Processing of Tea, Rubber, Oil palm,
Coconut & Cinnamon

Ultimate Parent Enterprise

Richard Pieris & Company PLC

Board of Directors

Dr. S. Yaddhegige - Chairman
J.H.P. Ratnayeke
R.L. Kumaratne
P.D. Samarasinghe
A. Dias
V.K.J. Thalpwila
Neville Peiris

Registered / Head Office

No: 310, High Level Road, Nawinna,
Maharagama, Sri Lanka.

Company Secretaries

Richard Pieris Group Services (Pvt) Ltd
No: 310, High Level Road, Nawinna,
Maharagama, Sri Lanka.
Telephone: + (94) 11 4310564

Auditors

Messrs Ernst & Young
Chartered Accountants
P.O. Bax 101, Colombo,
Sri Lanka.

Bankers

Bank of Ceylon - Corporate Branch & Regional Branches
People's Bank - Pelawatte Branch
Hatton National Bank - City Branch
Sampath Bank - Head Office Branch
Development Finance Corporation of Ceylon
National Development Bank

Contact Details

Telephone : 0114310888
Facsimile : 0114306726
Internet : www.arpico.com
E-mail : npl.rpk@arpico.com