



Maskeliya Plantations PLC

Interim Financial Statements

**For the six months ended
30 September 2021**

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

STATEMENT OF PROFIT OR LOSS

	Quarter Ended September			Six Months Ended September			Year Ended
	2021 Rs. ' 000	2020 Rs. ' 000	Variance + / (-) %	2021 Rs. ' 000	2020 Rs. ' 000	Variance + / (-) %	31/03/2021 Rs. ' 000
Revenue	893,404	882,617	1	1,980,107	1,997,472	(1)	3,974,895
Cost of Sales	(915,540)	(862,869)	(6)	(1,915,267)	(1,828,284)	(5)	(3,749,275)
Gross Profit / (Loss)	(22,136)	19,748	(212)	64,840	169,188	(62)	225,620
Other Income	8,140	3,948	106	10,043	6,620	52	20,599
Change in Fair Value of Biological Assets	-	-	-	-	-	-	125,363
Administration Expenses	(13,452)	(17,607)	24	(25,155)	(33,120)	24	(60,943)
Management Fee	662	1,000	(34)	(9,000)	(17,571)	49	(34,738)
Finance Cost	(38,904)	(46,102)	16	(76,669)	(94,368)	19	(172,600)
Profit / (Loss) before Taxation	(65,690)	(39,013)	(68)	(35,941)	30,749	(217)	103,300
Income Tax Expense	(5,500)	-	-	(11,000)	-	-	213
Net Profit/(Loss) for the period	(71,190)	(39,013)	(82)	(46,941)	30,749	(253)	103,513
	Rs.	Rs.		Rs.	Rs.		Rs.
Basic Earnings Per Share	(1.32)	(0.72)		(0.87)	0.57		1.92

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended			Six Months Ended			Year
	September			September			Ended
	2021	2020	Variance	2021	2020	Variance	31/03/2021
	Rs. ' 000	Rs. ' 000	+ / (-)	Rs. ' 000	Rs. ' 000	+ / (-)	Rs. ' 000
Profit/ (Loss) for the period	(71,190)	(39,013)	(82)	(46,941)	30,749	(253)	103,513
Other Comprehensive Income							
Remeasurement gains/ (Losses) on defined benefit plan	-	-					264,580
Income tax effect	-	-					(27,781)
Other Comprehensive Income for the period, net of tax	-	-					236,799
Total Comprehensive Income for the period, net of tax	<u>(71,190)</u>	<u>(39,013)</u>	(82)	<u>(46,941)</u>	<u>30,749</u>	(253)	<u>340,312</u>

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

STATEMENT OF FINANCIAL POSITION

	As at 30/09/21 Rs. ' 000	As at 30/09/20 Rs. ' 000	As at 31/03/21 Rs. ' 000
ASSETS			
NON CURRENT ASSETS			
Right-of-use Assets	326,912	340,482	337,144
Freehold Property, plant & equipment	477,375	489,701	481,965
Bearer Biological Assets	2,250,901	2,291,513	2,262,482
Consumable Biological Assets	922,609	798,389	922,609
ACT Recoverable	47,926	47,926	47,926
	<u>4,025,723</u>	<u>3,968,011</u>	<u>4,052,126</u>
CURRENT ASSETS			
Produce on Bearer Biological Assets	11,435	10,292	11,435
Inventories	433,767	303,292	459,391
Tax Recoverable	26,162	265,542	37,162
Trade and other Receivables	354,705	81,779	283,001
Amount due from Related Parties	38,522	15,591	20,346
Cash and Bank balances	45,883	63,680	43,285
	<u>910,474</u>	<u>740,176</u>	<u>854,620</u>
TOTAL ASSETS	<u>4,936,197</u>	<u>4,708,187</u>	<u>4,906,746</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Stated Capital - Note 03	673,721	673,721	673,721
General Reserve	540,000	540,000	540,000
Timber Reserves	879,857	755,637	879,857
Retained Earnings	(1,426,964)	(1,565,364)	(1,380,021)
TOTAL EQUITY	<u>666,614</u>	<u>403,994</u>	<u>713,557</u>
NON CURRENT LIABILITIES & DEFERRED INCOME			
Interest Bearing Loans & Borrowings	614,915	831,080	677,370
Retiring Benefit Obligations	1,059,868	1,211,282	1,003,932
Deferred Tax Liability	35,180	52,228	35,180
Deferred Income	171,427	164,335	167,833
Liability to make Lease Payment after one year	316,252	311,791	318,702
	<u>2,197,642</u>	<u>2,570,716</u>	<u>2,203,017</u>
CURRENT LIABILITIES			
Trade & Other payables	504,128	389,256	500,307
Dividend payable	2,008	2,008	2,008
Amount due to Related parties	738,176	660,644	682,197
Interest Bearing Loans & Borrowings	825,297	677,851	801,675
Liability to make Lease Payment within one year	2,332	3,718	3,985
	<u>2,071,941</u>	<u>1,733,477</u>	<u>1,990,172</u>
TOTAL EQUITY AND LIABILITIES	<u>4,936,197</u>	<u>4,708,187</u>	<u>4,906,746</u>
	-	-	-
Net Assets Per Share	12.36	7.49	13.23

The above figures are subject to audit

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


Kamal Punchihewa

Chief Financial Officer/Acting Chief Executive Officer

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.



J L A Fernando
Director
11 November 2021



S S G Liyanage
Director

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC**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 2020	673,721	540,000	(1,596,113)	755,637	373,245
Net profit/ (Loss) for the period	-	-	30,749	-	30,749
Other Comprehensive income	-	-	-	-	-
Balance as at 30 September 2020	673,721	540,000	(1,565,364)	755,637	403,994
Balance as at 31 March 2021	673,721	540,000	(1,380,023)	879,857	713,555
Net profit/(Loss) for the period	-	-	(46,941)	-	(46,941)
Other Comprehensive income	-	-	-	-	-
Balance as at 30 September 2021	673,721	540,000	(1,426,964)	879,857	666,614

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

STATEMENT OF CASH FLOW

For the Six Months Ended September

	30/09/2021 Rs. ' 000	30/09/2020 Rs. ' 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	(35,941)	30,749
ADJUSTMENTS FOR		
Depreciation/Amortization	66,125	63,320
Provision for Defined Benefit Plan Cost	86,176	50,998
Amortisation of Grants	(4,800)	(4,800)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	-	-
Finance Costs	76,669	94,368
Operating Profit before Working Capital changes	188,229	234,635
(Increase)/Decrease in Trade and other receivables	(82,704)	(48,811)
(Increase)/Decrease in Inventories	25,624	94,952
Increase/(Decrease) in Trade and other payables	774	(39,093)
Increase/(Decrease) in amounts due to Related Parties	55,979	(63,899)
(Increase)/Decrease in amounts due from Related Parties	(18,176)	1,263
Cash Generated from Operations	169,726	179,047
Finance Costs Paid	(56,003)	(73,462)
Defined Benefit Plan Costs paid	(30,241)	(48,024)
Tax Paid	-	-
Net Cash from Operating Activities	83,482	57,561
CASH FLOWS FROM INVESTING ACTIVITIES		
Grants Received	8,393	-
Field Development Expenditure	(20,816)	(7,821)
Purchase of Property, Plant & Equipment	(18,906)	(22,729)
Net Cash used in Investing Activities	(31,330)	(30,550)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends Paid	-	-
Payment of Government lease rentals	(10,720)	(21,676)
Proceeds from loans	-	725,000
Payment of loans	(91,353)	(66,950)
Net Cash from Financing Activities	(102,073)	636,374
Net Increase/(Decrease) in Cash & Cash Equivalents	(49,921)	663,385
A. Cash & Cash Equivalents at the beginning of the period	(504,577)	(1,095,846)
B. Cash & Cash Equivalents at the end of the period	(554,498)	(432,461)
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Cash & Bank Balances	43,285	12,998
Bank Overdrafts	(547,862)	(1,108,844)
	(504,577)	(1,095,846)
NOTE B		
Cash & Cash Equivalents at the end of the period		
Cash & Bank Balances	45,883	63,680
Bank Overdrafts	(600,381)	(496,141)
	(554,498)	(432,461)

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

NOTES TO THE FINANCIAL STATEMENTS

	Quarter Ended		Year
	2021	2020	Ended
1 For the quarter Ended 30 September	Rs.	Rs.	Rs.
Market Price per Share			
- Last Traded price (For the quarter)	12.00	15.10	11.00
- Highest (For the quarter)	13.00	16.50	18.00
- Lowest (For the quarter)	10.60	7.60	5.50

	As at	As at
	30/09/2021	31/03/2021
2 Market Capitalization & Ratios		
Market Capitalization (Rs. '000)	647,442	593,488
Float adjusted Market Capitalization (Rs. '000)	107,475	98,519
Price Earning Ratio (times)	(9.09)	5.73

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 method applied for the previous year.

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 Financial statements does not include/classify actuarial gain/(loss) on defined benefit plans costs as the valuation is done at the year end.

Further Management is assed that, the fair values of financial assets & financial liabilities are approximate to their carrying values of these instruments.

8 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 2021.

9 No circumstances have arisen since the Statement of Financial Position date, which would require adjustment or discloser in the Interim Financial Statements.

10 These Financial Statements for the quarter ended 30 September 2021, have been authorized for issue by the Board of Directors on 11/11/2021.

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

SEGMENT INFORMATION

For the six months ended 30 September

	Year Ended		
	2021	2020	31 March 2021
	Rs. '000	Rs. '000	Rs. '000
<u>Maskeliya</u>			
Revenue	493,925	469,068	1,032,080
Revenue expenditure	(438,448)	(414,793)	(878,917)
Depreciation / amortization	(18,552)	(17,794)	(36,287)
Other non cash expenses - gratuity	(20,209)	(10,120)	(46,985)
Segment Result - Gross Profit/(Loss)	16,716	26,360	69,891
<u>Upcot</u>			
Revenue	651,021	663,647	1,329,280
Revenue expenditure	(586,736)	(589,586)	(1,165,382)
Depreciation / amortization	(18,009)	(17,286)	(35,256)
Other non cash expenses - gratuity	(35,364)	(17,920)	(67,277)
Segment Result - Gross Profit/(Loss)	10,912	38,854	61,364
<u>Talawakelle</u>			
Revenue	430,915	448,699	867,270
Revenue expenditure	(336,784)	(339,582)	(660,193)
Depreciation / amortization	(12,669)	(11,127)	(23,695)
Other non cash expenses - gratuity	(15,016)	(7,269)	(33,577)
Segment Result - Gross Profit/(Loss)	66,446	90,721	149,805
<u>Bandarawela</u>			
Revenue	404,246	416,059	746,265
Revenue expenditure	(400,998)	(377,351)	(725,481)
Depreciation / amortization	(16,895)	(16,764)	(35,334)
Other non cash expenses - gratuity	(15,586)	(8,690)	(40,890)
Segment Result - Gross Profit/(Loss)	(29,233)	13,253	(55,441)
<u>Total Segments</u>			
Revenue	1,980,108	1,997,472	3,974,895
Revenue expenditure	(1,762,966)	(1,721,313)	(3,429,973)
Depreciation / amortization	(66,125)	(62,972)	(130,572)
Other non cash expenses - gratuity	(86,176)	(44,000)	(188,730)
Total Segment Result - Gross Profit/(Loss)	64,840	169,188	225,619
Gain/(Loss) on fair value of biological assets	-	-	125,363
Other income	10,043	6,620	20,599
Administrative expenses	(25,155)	(33,120)	(60,943)
Management fee	(9,000)	(17,571)	(34,738)
Finance cost	(76,669)	(94,368)	(172,600)
Profit/(Loss) Before Tax	(35,941)	30,749	103,300

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

SHAREHOLDER AND INVESTOR INFORMATION

Twenty Largest Shareholders

	as at 30/09/2021		as at 31/03/2021	
	Number of Shares held	% of the Holding	Number of Shares held	% of the Holding
1 R.P.C Mangement Services (Pvt) Ltd	44,998,397	83.40	44,998,397	83.40
2 Mr. M. H. M. Fazal	400,009	0.74	400,009	0.74
3 Hatton National Bank PLC/Ravindra Erle	344,600	0.64	338,000	0.63
4 Seylan Bank PLC/Senthilverl Holdings (Pvt) Ltd	245,481	0.45	204,919	0.38
5 Mr. N.S. Niles	234,909	0.44	110,000	0.20
6 Mr. K.V. Hewavitharane	182,312	0.34	182,312	0.34
7 Bansei Securities Capiatl (Pvt) Ltd. D.A.M.A.D.C.DE	169,381	0.31	167,901	0.34
8 Hatton National Bank PLC/Koralagodage Don	155,000	0.29	153,498	0.28
9 Seylan Bank PLC/Mohamed Mushtaq Fuad	149,947	0.28	184,947	0.34
10 Mr. R. E. Rambukwella	137,261	0.25	137,261	0.25
11 Dialog Finance PLC /F.F. Haniffa	128,803	0.24	137,303	0.25
12 Hatton National Bank PLC/Hi Line Trading (Pvt) Ltd	125,000	0.23	125,000	0.23
13 Mr. A.V. Emmanuel	119,494	0.22	119,494	0.22
14 Marchant Bank of Sri Lanka and Finance / R.R.S. Ananda	110,674	0.21	110,674	0.21
15 Seylan Bank PLC/Mohamed Subair Fouzal Haqqe	91,583	0.17	91,583	0.17
16 Mr.R. Maheswaran	86,867	0.16	86,867	0.16
17 Miss. A. Radhakrishnan	86,867	0.16	86,867	0.16
18 Miss. M.P. Radhakrishnan	86,866	0.16	86,866	0.16
19 Hatton National Bank PLC/Sashimaal Ruhas	78,445	0.15	-	-
20 Dialog Finance PLC /M.M. Fuad	78,393	0.15	78,093	0.14
	48,010,289	88.98		
Balance held by 16,471 Shareholders (2020/21 - 16,517)	5,943,201	11.02	5,805,966	10.76
Total no. of Shares	53,953,490	100.00	53,953,490	100.00

The percentage of shares held as at

	30/09/2021			31/03/2021		
	Number of Shareholders	Number of Shares	%	Number of Shareholders	Number of Shares	%
Public Holding	16,488	8,954,493	16.60	16,534	8,954,493	16.60
Other Holding	3	44,998,997	83.40	3	44,998,997	83.40
Total	16,491	53,953,490	100.00	16,537	53,953,490	100.00

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

As at	30/09/2021	30/03/2021
Dr.Sena Yaddehige	-	-
Dr. L S Hettiarachchi	-	-
J L A Fernando	-	-
Shaminda Yaddehige	-	-
Dr.D S A Samaraweera	100	100
S S G Liyanage	500	500

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

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 Yaddehige - Chairman Dr. L S K Hettiarachchi J L A Fernando Shaminda Yaddehige Dr.D S A Samaraweera S S G Liyanage
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 Hatton National Bank - City Office NDB Bank Nations Trust Bank Union Bank
Contact Details	Telephone : +(94) 11 4310500 Facsimile : +(94) 11 4310835 Internet : www.arpico.com E-mail : mpl.rpk@arpico.com