



NAMUNUKULA PLANTATIONS PLC

Interim Financial Statements

2021/22

For the six months ended 30th September 2021



STATEMENT OF FINANCIAL POSITION

As at,	30.09.2021	30.09.2020	31.03.2021
	Rs. '000	Rs. '000	Rs. '000
ASSETS			
Non Current Assets			
Right of Use Assets	419,971	441,607	436,313
Freehold Property, Plant & Equipment	292,615	326,833	316,622
Bearer Biological Assets	3,012,645	2,896,152	2,962,870
Consumable Biological Assets	220,455	195,172	218,540
Investment in Joint Venture	294,604	208,981	212,554
Financial Assets	200,000	200,000	200,000
Intangible Assets	305,915	305,915	305,915
Total Non Current Assets	<u>4,746,205</u>	<u>4,574,659</u>	<u>4,652,814</u>
Current Assets			
Produce on Bearer Biological Assets	21,558	17,456	21,558
Inventories	184,994	195,484	176,443
Trade and Other Receivables	160,406	117,990	89,453
Amounts Due from Related Companies	223,320	39,427	154,780
ESC Recoverable	16,319	21,211	16,319
Income Tax Receivable	11,028	10,594	11,028
Cash and Cash Equivalents	1,237,922	379,885	661,744
Total Current Assets	<u>1,855,545</u>	<u>782,048</u>	<u>1,131,323</u>
TOTAL ASSETS	<u>6,601,750</u>	<u>5,356,707</u>	<u>5,784,137</u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital	350,000	350,000	350,000
Timber Reserve	106,712	86,102	106,712
Retained Earnings	4,218,555	3,082,831	3,285,685
Total Equity	<u>4,675,267</u>	<u>3,518,933</u>	<u>3,742,397</u>
Non Current Liabilities			
Interest Bearing Loans & Borrowings	-	-	6,667
Retirement Benefit Obligations	497,891	532,889	512,743
Deferred Tax Liability	274,871	287,247	274,871
Deferred Income	128,411	132,202	129,128
Lease liability	413,169	405,660	413,746
Total Non Current Liabilities	<u>1,314,343</u>	<u>1,358,000</u>	<u>1,337,154</u>
Current Liabilities			
Dividend Payable	-	-	201,875
Trade and Other Payables	475,839	382,865	443,570
Lease liability	2,968	5,000	4,595
Interest Bearing Loans & Borrowings	33,474	44,799	33,239
Amounts Due to Related Companies	56,154	15,690	10,102
Income Tax Liabilities	43,705	31,421	11,205
Total Current Liabilities	<u>612,140</u>	<u>479,775</u>	<u>704,586</u>
TOTAL LIABILITIES	<u>1,926,483</u>	<u>1,837,774</u>	<u>2,041,740</u>
TOTAL EQUITY AND LIABILITIES	<u>6,601,750</u>	<u>5,356,707</u>	<u>5,784,137</u>
NET ASSETS PER SHARE (RS.)	<u>196.85</u>	<u>148.17</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.



Kamal Punchihewa
Chief Financial Officer

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



S S G Liyanage
Director

Colombo,
11 November 2021

STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 30.09.2021 Rs. '000	Quarter Ended 30.09.2020 Rs. '000	Increase / (Decrease) %	Period Ended 30.09.2021 Rs. '000	Period Ended 30.09.2020 Rs. '000	Increase / (Decrease) %	Year Ended 31.03.2021 Rs. '000
Revenue	1,098,915	742,220	48%	1,992,312	1,403,285	42%	2,739,070
Cost of Sales	(542,550)	(488,983)	11%	(1,071,085)	(924,322)	16%	(1,988,072)
Gross Profit	556,365	253,237	120%	921,227	478,963	92%	750,998
Other Income	61,377	50,377	22%	126,498	87,864	44%	250,103
Change in fair value of Biological Assets	-	-	--	-	-	--	24,711
Administrative Expenses	(15,276)	(13,823)	11%	(27,390)	(25,941)	6%	(54,047)
Management Fee	(93,409)	(46,440)	101%	(159,186)	(88,184)	81%	(153,204)
Finance Cost	(14,617)	(15,119)	-3%	(28,159)	(30,458)	-8%	(58,971)
Impairment of Goodwill	-	-	--	-	-	--	-
Share of Profit from the Joint Venture	76,023	38,001	100%	132,380	69,509	90%	97,548
Profit Before Taxation	570,463	266,234	114%	965,370	491,753	96%	857,139
Tax (Expense) / Reversal	(18,400)	(14,650)	26%	(32,500)	(26,484)	23%	6,104
Net Profit for the Year	552,063	251,584	119%	932,870	465,269	101%	863,243
Other comprehensive income							
Actuarial gain/(loss) on defined benefit plans	-	-	--	-	-	--	31,820
Tax effect	-	-	--	-	-	--	(4,455)
Other comprehensive income for the period	-	-	--	-	-	--	27,365
Total comprehensive income for the period	552,063	251,584	119%	932,870	465,269	101%	890,608
Basic Earnings per Share (Rs.)	23.24	10.59		39.28	19.59		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	-	465,269	-	465,269
Other Comprehensive Income/(Loss)	-	-	-	-
Balance as at 30 September 2020	<u>350,000</u>	<u>3,082,831</u>	<u>86,102</u>	<u>3,518,933</u>
Balance as at 1 April 2021	350,000	3,285,685	106,712	3,742,397
Net Profit for the period	-	932,870	-	932,870
Other Comprehensive Income/(Loss)	-	-	-	-
Balance as at 30 September 2021	<u><u>350,000</u></u>	<u><u>4,218,555</u></u>	<u><u>106,712</u></u>	<u><u>4,675,267</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,	30.09.2021	30.09.2020
	Rs. '000	Rs. '000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	965,370	491,753
ADJUSTMENTS FOR		
Depreciation	104,132	99,177
Finance Cost	28,159	30,458
Provision for Defined Benefit Plan Cost	23,271	23,020
Profit on Disposal of Property, Plant & Equipment	(102)	-
Amortization of Grants	(4,053)	(3,364)
Share of Profit of Joint Venture	(132,380)	(69,509)
Operating profit before working capital changes	984,396	571,534
(Increase)/Decrease in Inventories	(8,551)	(2,421)
(Increase)/Decrease in Trade and other Receivables	(70,953)	11,789
(Increase)/Decrease in Amounts due from Related Companies	(68,540)	149,597
Increase/(Decrease) in Trade and Other Payables	32,269	17,887
Increase/(Decrease) in Amounts due to Related Companies	46,052	(18,554)
Cash Generated from Operating Activities	914,674	729,832
Finance Cost Paid	(901)	(3,824)
Defined Benefit Plan Cost Paid	(38,123)	(39,818)
Tax (Paid) / Refund	-	-
Net Cash Flow From Operating Activities	875,649	686,190
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(1,538)	(2,461)
Term Loan given to RPC Finance Ltd	-	(200,000)
Dividend Received	50,330	34,951
Investments in Immature plantation	(121,417)	(124,768)
Expenditure on Timber Cultivation	(1,915)	(2,455)
Proceeds from Disposal of Property, Plant & Equipment	9,500	-
Grants Received	3,337	1,891
Net Cash Flow From Investing Activities	(61,703)	(292,841)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of Government Lease rentals	(29,461)	(28,492)
Proceeds from loans & borrowings	-	25,000
Repayment of loans & borrowings	(8,333)	(7,803)
Settlement of finance lease	-	(1,184)
Dividend Paid	(201,875)	-
Net Cash Flow From Financing Activities	(239,670)	(12,480)
Net Increase/(Decrease) in Cash and Cash Equivalents	574,277	380,869
A. Cash & Cash Equivalents at the Beginning of the Year	646,838	(20,782)
B. Cash & Cash Equivalents at the End of the Year	1,221,115	360,087
NOTE A : Cash & Cash Equivalents at the Beginning of the Period		
Cash & Bank Balances	661,744	66,014
Bank Overdrafts	(14,906)	(86,796)
	646,838	(20,782)
NOTE B : Cash & Cash Equivalents at the End of the Period		
Cash & Bank Balances	1,237,922	379,885
Bank Overdrafts	(16,807)	(19,799)
	1,221,115	360,087

* The above figures are subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. Market Price per Share

	Quarter Ended 30.09.2021 Rs.	Quarter Ended 30.09.2020 Rs.	Period Ended 30.09.2021 Rs.	Period Ended 30.09.2020 Rs.	Year Ended 31.03.2021 Rs.
Last traded price	161.50	131.40	161.50	131.40	184.50
Highest	162.50	133.00	188.00	133.00	202.00
Lowest	148.00	78.00	148.00	69.20	69.20

2. Market Capitalization & Ratios

	As at 30.09.2021	As at 31.03.2021
Market Capitalization (Rs. '000)	3,835,625	4,381,875
Float adjusted Market Capitalization (Rs. '000)	1,247,336	1,424,975
Price Earning Ratio (times)	2.06	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 does not include the Gain/(Loss) arising from the valuation of biological assets and Actuarial Gain/(Loss) on defined benefit plan costs arising since the valuation is done at the year end.

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.

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. The Interim Financial Statements of the company for the period ended 30 September 2021 were authorized for issue by the Board of Directors on 11 November 2021.

NOTES TO THE FINANCIAL STATEMENTS

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

	As at 30.09.2021		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%	662,234	2.79%
4 National Development Bank PLC/Sakuvi Investment Trust (Pvt) Ltd	368,000	1.55%	368,000	1.55%
5 Mr.H.A.A.H.ALGHARABALLY	77,000	0.32%	77,000	0.32%
6 Mr.K.C.Vignarajah	72,845	0.31%	72,795	0.31%
7 Hatton National Bank PLC/Thilak Dias Gunasekera	51,462	0.22%	47,419	0.20%
8 Mr.R.V.D.Piyathilake	50,010	0.21%	40,090	0.17%
9 Cocoshell Activated Carbon Co. Ltd	47,000	0.20%	47,400	0.20%
10 Mr.Z.G.Carimjee	43,200	0.18%	43,200	0.18%
11 T.S.T.T.T. Sathe Secretary to the Treasury-Sundry	38,298	0.16%	38,298	0.16%
12 Mr.N.A. Withana	35,419	0.15%	35,419	0.15%
13 Mr. D.F.G. Dalpethado	34,152	0.14%	273,256	1.15%
14 Northstar Holdings (Pvt) Ltd	29,900	0.13%	29,900	0.13%
15 Mrs.S.Vignarajah	27,044	0.11%	27,044	0.11%
16 Mr.M.D.S Goonatilleke	25,895	0.11%	20,512	0.09%
17 Peter Valley Estates Co. Ltd	24,231	0.10%	24,231	0.10%
18 Mrs.Z.M Adamally	21,600	0.09%	21,600	0.09%
19 Forbes & Walker Ltd - A/C No 1	20,000	0.08%	10,000	0.04%
20 Mrs. J.K.P Singh	19,999	0.08%	19,999	0.08%
Sub Total	21,443,016	90.29%		
Balance held by 11,634 (2020/21 - 11,507) shareholders	2,306,985	9.71%	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 30 September 2021.

The Percentage of shares held as at ,

	As at 30.09.2021			As at 31.03.2021		
	No. of Shareholders	No. of shares held	%	No. of Shareholders	No. of shares held	%
Public Holding	11,653	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	11,654	23,750,001	100.00%	11,527	23,750,001	100.00%

14. Directors' & CEO's Shareholding

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

	As at 30.09.2021 No. of Shares	As at 31.03.2021 No. of Shares
Dr. S Yaddheghe - Chairman	Nil	Nil
Mr. N C Peiris	Nil	Nil
Mr. B A T Rodrigo	Nil	Nil
Mr. Shaminda Yaddheghe	Nil	Nil
Mr. Shirley Gerard Devinda Amerasinghe	Nil	Nil
Mr. S S G Liyanage	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

	2021	2020
	Rs. '000	Rs. '000
Tea	612,786	563,604
Rubber	126,891	88,756
Oil Palm	1,214,857	724,000
Coconut	25,043	19,909
Cinnamon	12,736	7,016
	<u>1,992,312</u>	<u>1,403,285</u>

For the period ended 30 September,	Tea		Rubber		Oil Palm		Coconut		Cinnamon		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	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	612,786	563,604	126,891	88,756	1,214,857	724,000	25,043	19,909	12,736	7,016	1,992,312	1,403,285
Revenue Expenditure	(619,844)	(539,290)	(90,443)	(87,014)	(215,450)	(166,657)	(10,868)	(7,344)	(9,158)	(4,267)	(945,763)	(804,572)
Depreciation / Amortization	(16,374)	(18,062)	(26,558)	(28,774)	(51,978)	(44,572)	(5,146)	(3,675)	(3,196)	(3,196)	(103,252)	(98,280)
Gratuity	(10,260)	(10,922)	(3,703)	(4,676)	(7,722)	(5,540)	(295)	(218)	(91)	(114)	(22,071)	(21,470)
Gross Profit/(Loss)	<u>(33,692)</u>	<u>(4,670)</u>	<u>6,187</u>	<u>(31,708)</u>	<u>939,707</u>	<u>507,231</u>	<u>8,734</u>	<u>8,671</u>	<u>290</u>	<u>(562)</u>	<u>921,227</u>	<u>478,963</u>
Other Income											126,498	87,864
Administrative Expenses											(27,390)	(25,941)
Management Fees											(159,186)	(88,184)
Finance Cost											(28,159)	(30,458)
Share of Profit from the Joint Venture											132,380	69,509
Profit before Taxation											<u>965,370</u>	<u>491,753</u>
Income Tax (Expense)/Reversal											(32,500)	(26,484)
Net Profit for the period											<u>932,870</u>	<u>465,269</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 Yaddehige - Chairman

Mr. N C Peiris

Mr. B A T Rodrigo

Mr. Shaminda Yaddehige

Mr. Gerard Amerasinghe

Mr. S S G Liyanage

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

Contact Details

Telephone : + (94) 11 4310500

Fax : + (94) 11 2801400

Website : www.arpico.com

Email : npl.rpk@arpico.com