



**KEGALLE PLANTATIONS PLC**  
**INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2022**

**INTERIM FINANCIAL STATEMENTS - KEGALLE PLANTATIONS PLC**

**STATEMENT OF FINANCIAL POSITION**

As at 30 September	Group		Company	
	Year Ended		Year Ended	
	2022	31 March	2022	31 March
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>ASSETS</b>				
<b><u>Non - Current Assets</u></b>				
Leasehold property, plant and equipment	481,399	488,108	481,399	488,108
Freehold property, plant and equipment	730,873	628,467	714,899	610,681
Bearer biological assets	3,062,637	2,952,415	3,062,637	2,952,415
Consumable biological assets	190,705	190,705	190,705	190,705
Financial Assets	199,080	199,080	199,080	199,080
Long term investments	2,089,824	1,935,038	491,850	491,850
	<u>6,754,517</u>	<u>6,393,812</u>	<u>5,140,569</u>	<u>4,932,838</u>
<b><u>Current Assets</u></b>				
Produce on bearer biological assets	7,784	7,784	7,784	7,784
Inventories	918,779	445,466	918,665	445,352
Trade and other receivables	990,350	455,788	987,942	454,166
VAT recoverable	21,066	21,066	21,066	21,066
ESC Recoverable	4,423	8,846	4,423	8,846
Income tax recoverable	16,131	15,254	16,131	15,254
Amounts due from related Companies	25,492	11,681	51,946	38,509
Short term investment	423,252	776,496	423,252	776,496
Cash and bank balances	32,322	15,841	32,322	15,841
	<u>2,439,599</u>	<u>1,758,221</u>	<u>2,463,531</u>	<u>1,783,313</u>
<b>Total Assets</b>	<u><b>9,194,117</b></u>	<u><b>8,152,032</b></u>	<u><b>7,604,100</b></u>	<u><b>6,716,151</b></u>
<b>EQUITY &amp; LIABILITIES</b>				
<b><u>Capital &amp; Reserves</u></b>				
Stated capital (Note 1)	250,000	250,000	250,000	250,000
General reserve	225,000	225,000	225,000	225,000
Timber reserve	49,815	49,815	49,815	49,815
Fair Value Through Other Comprehensive Income Reserve	48,588	48,588	48,600	48,600
Retained profit	5,182,800	4,142,379	3,602,793	2,716,421
<b>Shareholders' Fund</b>	<u><b>5,756,203</b></u>	<u><b>4,715,782</b></u>	<u><b>4,176,208</b></u>	<u><b>3,289,836</b></u>
<b><u>Non - Current Liabilities</u></b>				
Loans & borrowings	666,656	804,160	666,656	804,160
Retirement benefit obligations	462,773	443,213	462,773	443,213
Deferred income	216,846	211,001	216,846	211,001
Deferred tax liability	247,402	247,402	247,402	247,402
Liability to make lease payment after one year	501,233	504,396	501,233	504,399
	<u>2,094,910</u>	<u>2,210,172</u>	<u>2,094,910</u>	<u>2,210,174</u>
<b><u>Current Liabilities</u></b>				
Loans & borrowings	482,964	441,548	482,964	441,548
Liability to make lease payment within one year	6,304	6,304	6,304	6,304
Trade and other payables	508,089	363,931	503,187	359,114
Dividend payable	37,467	162,553	37,467	162,553
Amounts due to related Companies	308,179	251,740	303,060	246,621
	<u>1,343,003</u>	<u>1,226,078</u>	<u>1,332,982</u>	<u>1,216,141</u>
<b>Total Equity &amp; Liabilities</b>	<u><b>9,194,117</b></u>	<u><b>8,152,032</b></u>	<u><b>7,604,100</b></u>	<u><b>6,716,151</b></u>
<b>Net Asset Value per Share (Rs.)</b>	<b>230.25</b>	<b>188.63</b>	<b>167.05</b>	<b>131.59</b>

*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 is responsible for these Financial Statements.

Approved and signed for and on behalf of the Board of Directors of Kegalle Plantations PLC.



**Dr. S S B D G Jayawardena**  
*Director*

Colombo

14 November 2022



**Mr. J L A Fernando**  
*Director*

**INTERIM FINANCIAL STATEMENTS - KEGALLE PLANTATIONS PLC**

**STATEMENT OF PROFIT OR LOSS**

<b>Group</b>							
For the six months ended 30 September	Quarter Ended			Six Months Ended			Year Ended
	2022	2021	Variance + / (-)	2022	2021	Variance + / (-)	31 March 2022
	Rs. '000	Rs. '000	%	Rs. '000	Rs. '000	%	Rs. '000
Revenue	1,681,010	1,019,040	65	3,079,505	1,877,318	64	3,627,751
Cost of sales	(1,244,441)	(858,893)	(45)	(2,228,656)	(1,624,052)	(37)	(3,095,130)
<b>Gross profit</b>	<b>436,569</b>	<b>160,147</b>	<b>173</b>	<b>850,849</b>	<b>253,266</b>	<b>236</b>	<b>532,621</b>
Gain/(Loss) on fair value of biological assets	-	-	-	-	-	-	15,621
Other income	25,754	25,983	(1)	50,353	48,590	4	92,566
Administrative expenses	(16,227)	(13,550)	(20)	(29,719)	(26,224)	(13)	(60,140)
Management fee	(69,660)	(28,205)	(147)	(136,263)	(46,109)	(196)	(94,629)
<b>Profit/(loss) from operations</b>	<b>376,435</b>	<b>144,375</b>	<b>161</b>	<b>735,220</b>	<b>229,523</b>	<b>220</b>	<b>486,040</b>
Finance income	100,119	5,644	1,674	272,318	15,588	1,647	181,044
Finance cost	(89,607)	(27,624)	(224)	(117,481)	(54,342)	(116)	(103,562)
<b>Net finance income/(loss)</b>	<b>10,512</b>	<b>(21,980)</b>	<b>148</b>	<b>154,838</b>	<b>(38,755)</b>	<b>500</b>	<b>77,482</b>
Share of result of associates	32,493	57,925	(44)	216,546	104,572	107	396,156
<b>Profit before taxation</b>	<b>419,441</b>	<b>180,320</b>	<b>133</b>	<b>1,106,604</b>	<b>295,340</b>	<b>275</b>	<b>959,678</b>
Tax (expenses) / reversal	(5,892)	(21,184)	72	(32,780)	(29,092)	(80)	(163,099)
<b>Profit for the period</b>	<b>413,549</b>	<b>159,136</b>	<b>160</b>	<b>1,073,825</b>	<b>266,248</b>	<b>303</b>	<b>796,579</b>
Basic earnings per share (Rs.)	16.54	6.37		42.95	10.65		31.86
Dividend per share (Rs.)	-	-		-	-		-

<b>Company</b>							
For the six months ended 30 September	Quarter Ended			Six Months Ended			Year Ended
	2022	2021	Variance + / (-)	2022	2021	Variance + / (-)	31 March 2022
	Rs. '000	Rs. '000	%	Rs. '000	Rs. '000	%	Rs. '000
Revenue	1,681,010	1,019,040	65	3,079,505	1,877,318	64	3,627,751
Cost of sales	(1,244,441)	(858,893)	(45)	(2,228,656)	(1,624,052)	(37)	(3,095,130)
<b>Gross profit</b>	<b>436,569</b>	<b>160,147</b>	<b>173</b>	<b>850,849</b>	<b>253,266</b>	<b>236</b>	<b>532,621</b>
Gain/(Loss) on fair value of biological assets	-	-	-	-	-	-	15,621
Other income	25,164	25,422	(1)	49,193	47,398	4	90,251
Administrative expenses	(15,279)	(12,763)	(20)	(27,822)	(24,648)	(13)	(56,376)
Management fee	(69,660)	(28,205)	(147)	(136,263)	(46,109)	(196)	(94,629)
<b>Profit/(loss) from operations</b>	<b>376,794</b>	<b>144,601</b>	<b>161</b>	<b>735,957</b>	<b>229,907</b>	<b>220</b>	<b>487,489</b>
Finance income	100,119	5,644	1,674	272,318	15,588	1,647	181,044
Finance cost	(89,607)	(27,624)	(224)	(117,481)	(54,342)	(116)	(103,562)
<b>Net finance income/(loss)</b>	<b>10,512</b>	<b>(21,980)</b>	<b>148</b>	<b>154,838</b>	<b>(38,755)</b>	<b>500</b>	<b>77,482</b>
Share of result of associates	-	-	-	-	-	-	-
<b>Profit/(loss) before taxation</b>	<b>387,306</b>	<b>122,622</b>	<b>216</b>	<b>890,795</b>	<b>191,152</b>	<b>366</b>	<b>564,971</b>
Tax (expenses) / reversal	(2,211)	(3,064)	28	(4,423)	(6,127)	(28)	(87,068)
<b>Profit/(loss) for the period</b>	<b>385,095</b>	<b>119,558</b>	<b>222</b>	<b>886,372</b>	<b>185,025</b>	<b>379</b>	<b>477,903</b>
Basic earnings/(loss) per share (Rs.)	15.40	4.78		35.45	7.40		19.12
Dividend per share (Rs.)	-	-		-	-		5.00

*Figures in brackets indicate deductions  
The above figures are subject to audit*

INTERIM FINANCIAL STATEMENTS - KEGALLE PLANTATIONS PLC							
STATEMENT OF COMPREHENSIVE INCOME							
Group							
For the six months ended 30 September	Quarter Ended			Six Months Ended			Year Ended
	2022	2021	Variance	2022	2021	Variance	31 March
	Rs. '000	Rs. '000	+ / (-) %	Rs. '000	Rs. '000	+ / (-) %	2022 Rs. '000
Profit for the period	413,549	159,136	160	1,073,825	266,248	303	796,579
<b>Other Comprehensive Income</b>							
Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods (net of tax)							
Actuarial Gain/(Loss) on Defined Benefit Plans	-	-	-	-	-	-	12,501
Income tax effect	-	-	-	-	-	-	(1,750)
Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods	-	-	-	-	-	-	10,751
Share of Other Comprehensive Income of Equity Accounted Investees							
Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods (net of tax)							
Actuarial Gain/(Loss) on Defined Benefit Plans	-	-	-	-	-	-	(3,336)
Income tax effect	-	-	-	-	-	-	467
	-	-	-	-	-	-	(2,869)
Net Gain/(Loss) on FVTOCI financial assets	7,757	-	(100)	(33,404)	-	(100)	3,700
Income tax effect	-	-	-	-	-	-	(3,204)
	7,757	-	(100)	(33,404)	-	(100)	496
Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods	7,757	-	(100)	(33,404)	-	(100)	(2,374)
Other Comprehensive income to be reclassified to profit or loss in Subsequent periods (net of tax)	-	-	-	-	-	-	-
Other Comprehensive Income/(Loss) for the period, net of tax	7,757	-	(100)	(33,404)	-	(100)	8,377
Total Comprehensive Income for the period, net of tax	421,306	159,136	165	1,040,421	266,248	291	804,956
Company							
For the six months ended 30 September	Quarter Ended			Six Months Ended			Year Ended
	2022	2021	Variance	2022	2021	Variance	31 March
	Rs. '000	Rs. '000	+ / (-) %	Rs. '000	Rs. '000	+ / (-) %	2022 Rs. '000
Profit for the period	385,095	119,558	222	886,372	185,025	379	477,903
<b>Other Comprehensive Income</b>							
Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods (net of tax)							
Actuarial Gain/(Loss) on Defined Benefit Plans	-	-	-	-	-	-	12,501
Income tax effect	-	-	-	-	-	-	(1,750)
Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods	-	-	-	-	-	-	10,751
Share of Other Comprehensive Income of Equity Accounted Investees							
Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods (net of tax)							
Actuarial Gain/(Loss) on Defined Benefit Plans	-	-	-	-	-	-	-
Income tax effect	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Net Gain/(Loss) on FVTOCI financial assets	-	-	-	-	-	-	32,040
Income tax effect	-	-	-	-	-	-	(3,204)
	-	-	-	-	-	-	28,836
Other Comprehensive income not to be reclassified to profit or loss in Subsequent periods	-	-	-	-	-	-	28,836
Other Comprehensive income to be reclassified to profit or loss in Subsequent periods (net of tax)	-	-	-	-	-	-	-
Other Comprehensive Income/(Loss) for the period, net of tax	-	-	-	-	-	-	39,587
Total Comprehensive Income for the period, net of tax	385,095	119,558	222	886,372	185,025	379	517,490
<i>Figures in brackets indicate deductions</i>							
<i>The above figures are subject to audit</i>							

**INTERIM FINANCIAL STATEMENTS - KEGALLE PLANTATIONS PLC**

**STATEMENT OF CHANGES IN EQUITY**

<b>Group</b>						
<b>For the six months ended 30 September</b>	<b>Stated Capital Rs. '000</b>	<b>General Reserve Rs. '000</b>	<b>Timber Reserve Rs. '000</b>	<b>FVTOCI Reserve Rs. '000</b>	<b>Retained Profit Rs. '000</b>	<b>Total Rs. '000</b>
Balance as at 31 March 2021	250,000	225,000	35,583	48,588	3,477,533	4,036,704
Prior period adjustment for Surcharge Tax	-	-	-	-	(877)	(877)
Profit for the Period	-	-	-	-	266,248	266,248
Other Comprehensive Income	-	-	-	-	-	-
Timber Reserve	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-
<b>Balance as at 30 September 2021</b>	<b>250,000</b>	<b>225,000</b>	<b>35,583</b>	<b>48,588</b>	<b>3,742,904</b>	<b>4,302,076</b>
Balance as at 31 March 2022	250,000	225,000	49,815	48,588	4,142,379	4,715,782
Profit for the Period	-	-	-	-	1,073,825	1,073,825
Other Comprehensive Income	-	-	-	-	(33,404)	(33,404)
Timber Reserve	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-
<b>Balance as at 30 September 2022</b>	<b>250,000</b>	<b>225,000</b>	<b>49,815</b>	<b>48,588</b>	<b>5,182,800</b>	<b>5,756,203</b>
<b>Company</b>						
<b>For the six months ended 30 September</b>	<b>Stated Capital Rs. '000</b>	<b>General Reserve Rs. '000</b>	<b>Timber Reserve Rs. '000</b>	<b>FVTOCI Reserve Rs. '000</b>	<b>Retained Profit Rs. '000</b>	<b>Total Rs. '000</b>
Balance as at 31 March 2021	250,000	225,000	35,583	48,600	2,339,040	2,898,223
Prior period adjustment for Surcharge Tax	-	-	-	-	(877)	(877)
Profit for the Period	-	-	-	-	185,025	185,025
Other Comprehensive Income	-	-	-	-	-	-
Timber Reserve	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-
<b>Balance as at 30 September 2021</b>	<b>250,000</b>	<b>225,000</b>	<b>35,583</b>	<b>48,600</b>	<b>2,523,188</b>	<b>3,082,371</b>
Balance as at 31 March 2022	250,000	225,000	49,815	48,600	2,716,421	3,289,836
Profit/(Loss) for the Period	-	-	-	-	886,372	886,372
Other Comprehensive Income	-	-	-	-	-	-
Timber Reserve	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-
<b>Balance as at 30 September 2022</b>	<b>250,000</b>	<b>225,000</b>	<b>49,815</b>	<b>48,600</b>	<b>3,602,793</b>	<b>4,176,208</b>

*The above figures are subject to audit*

**INTERIM FINANCIAL STATEMENTS - KEGALLE PLANTATIONS PLC**

**CASH FLOW STATEMENT**

	Group			Company		
	2022	2021	Year Ended 31 March 2022	2022	2021	Year Ended 31 March 2022
For the six months ended 30 September	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES</b>						
Net Profit/(Loss) before Taxation	1,106,604	115,020	959,678	890,795	68,530	564,971
<b>ADJUSTMENTS FOR</b>						
Interest income	(272,318)	(9,943)	(181,044)	(272,318)	(9,943)	(181,044)
Depreciation, amortization and Impairment Loss	78,978	35,791	159,167	77,166	35,045	155,543
Provision for defined benefit plan costs	58,200	24,058	65,560	58,200	24,058	65,560
Amortization of grants	(6,100)	(2,794)	(12,200)	(6,100)	(2,794)	(12,200)
Share of result of associates	(216,546)	(46,647)	(396,156)	-	-	-
Finance costs	117,481	26,719	103,562	117,481	26,719	103,562
Lease liabilities on Right-of-use Assets SLFRS 16	-	-	107	-	-	107
(Gains)/losses on fair value of biological assets	-	-	(15,621)	-	-	(15,621)
<b>Operating profit before working capital changes</b>	<b>866,298</b>	<b>142,203</b>	<b>683,053</b>	<b>865,223</b>	<b>141,615</b>	<b>680,878</b>
(Increase)/decrease in trade & other receivables	(534,563)	71,498	(91,098)	(533,776)	71,864	(88,911)
(Increase)/decrease in inventories	(473,313)	(31,284)	(116,168)	(473,313)	(31,284)	(116,168)
(Increase)/decrease in amounts due from related companies	(13,437)	1,084	1,842	(13,437)	1,084	1,842
Increase/(decrease) in trade & other payables	143,784	(31,876)	19,824	144,073	(31,653)	19,813
Increase/(decrease) in amounts due to related companies	56,438	43,965	102,713	56,438	43,965	102,713
<b>Cash generated from operations</b>	<b>45,208</b>	<b>195,591</b>	<b>600,167</b>	<b>45,208</b>	<b>195,591</b>	<b>600,167</b>
Defined benefit plan costs paid	(38,639)	(9,990)	(55,962)	(38,639)	(9,990)	(55,962)
Finance cost paid	(82,692)	(10,653)	(36,953)	(82,692)	(10,653)	(36,953)
Surcharge tax paid	(877)	-	-	(877)	-	-
<b>Net cash from / (used in) operating activities</b>	<b>(77,000)</b>	<b>174,948</b>	<b>507,252</b>	<b>(77,000)</b>	<b>174,948</b>	<b>507,252</b>
<b>CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES</b>						
Interest received	272,318	9,943	181,044	272,318	9,943	181,044
Grant received	11,946	-	14,757	11,946	-	14,757
Investments in Projects	(48,596)	-	(372,682)	(48,596)	-	(372,682)
Field development expenditure	(166,574)	(75,201)	(331,736)	(166,574)	(75,201)	(331,736)
Purchase of property, plant & equipment	(69,728)	(431)	(6,770)	(69,728)	(431)	(6,770)
<b>Net cash from / (used in) investing activities</b>	<b>(634)</b>	<b>(65,689)</b>	<b>(515,386)</b>	<b>(634)</b>	<b>(65,689)</b>	<b>(515,386)</b>
<b>CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES</b>						
Dividend paid	(125,086)	(92,481)	(95,755)	(125,086)	(92,481)	(95,755)
Payment of Government lease rentals	(34,789)	(16,066)	(66,608)	(34,789)	(16,066)	(66,608)
Payment of Government lease rentals - Capital	(3,166)	(1,522)	(3,745)	(3,166)	(1,522)	(3,745)
Proceeds from loans	-	-	450,000	-	-	450,000
Repayment of loans	(204,044)	(64,636)	(335,453)	(204,044)	(64,636)	(335,453)
<b>Net Cash from / (used in) Financing Activities</b>	<b>(367,086)</b>	<b>(174,705)</b>	<b>(51,560)</b>	<b>(367,086)</b>	<b>(174,705)</b>	<b>(51,560)</b>
Net increase/(decrease) in cash & cash equivalents	(444,719)	(65,445)	(59,694)	(444,719)	(65,445)	(59,694)
<b>Cash &amp; cash equivalents at the beginning of the year</b>	<b>Note A</b>	<b>692,336</b>	<b>752,031</b>	<b>692,336</b>	<b>752,031</b>	<b>752,031</b>
<b>Cash &amp; cash equivalents at the end of the period</b>	<b>Note B</b>	<b>247,617</b>	<b>686,585</b>	<b>247,617</b>	<b>686,585</b>	<b>692,336</b>
<b>NOTES :</b>						
<b>A. Cash &amp; cash equivalents at the beginning of the year</b>						
Cash in Hand & at Bank	15,841	18,181	18,181	15,841	18,181	18,181
Bank Overdraft	(100,000)	(131,617)	(131,617)	(100,000)	(131,617)	(131,617)
Investment in Treasury Bills, REPO, USD Deposits & Others	776,496	865,467	865,467	776,496	865,467	865,467
	<b>692,336</b>	<b>752,031</b>	<b>752,031</b>	<b>692,336</b>	<b>752,031</b>	<b>752,031</b>
<b>B. Cash &amp; cash equivalents at the end of the period</b>						
Cash in Hand & at Bank	32,322	20,234	15,841	32,322	20,234	15,841
Bank Overdraft	(207,956)	(50,000)	(100,000)	(207,956)	(50,000)	(100,000)
Investment in Treasury Bills, REPO, USD Deposits & Others	423,252	716,352	776,496	423,252	716,352	776,496
	<b>247,617</b>	<b>686,586</b>	<b>692,336</b>	<b>247,617</b>	<b>686,586</b>	<b>692,336</b>

*The above figures are subject to audit*

**NOTES TO THE FINANCIAL STATEMENTS**

1. Stated Capital of Kegalle Plantations PLC amounts to Rs. 250,000,010 represented by 25,000,001 Ordinary Shares.
2. The Interim Financial Statements of the Company/Group are unaudited and have been prepared in accordance with Sri Lanka Financial Reporting 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/Group.
3. The Company complies with Option 5 of the Listing Rules 7.13.1 (a) - Less than Rs. 2.5 Bn, Float Adjusted Market Capitalization which requires 20% minimum Public Holding.

	<b>Six Months Ended</b>	<b>Year Ended</b>
	<b>30 September 2022</b>	<b>31 March 2022</b>
Market Capitalization - Rs.'000	5,468,750	3,337,500
Price Earning Ratio - Times	6.17	6.98
Public Holding Percentage	20.27%	20.86%
Total number of Shareholders representing the Public Holding	8,910	8,957
Float Adjusted Market Capitalization - Rs.'000	1,108,244	696,339

4. 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.
5. 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 quarter.
6. Interim Financial Statements does not include/classify actuarial gain/(loss) on defined benefit plans costs as the valuation is done at the year end.
7. Other than contingent liabilities which may arise from the fair value adjustments, there has been no material changes in the nature of the contingent liabilities, what was disclosed in the Annual Report for the year ended 31 March 2022.
8. There has been no any other significant change in the nature of contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2022.

**9. Basis of preparation of Financial Statements**

Further, the tax liability arising from the Surcharge Tax Act No: 14 of 2022 has been accounted as recommended by the Statement of Alternative Treatment (SoAT) issued by the Institute of Chartered Accountants of Sri Lanka as disclosed below

**Income Taxes**

As per the Surcharge Tax Act No. 14 of 2022 which was certified on 8th April 2022, the Company is liable for the surcharge tax of Rs. 876,838/- out of the taxable income of Rs. 3,507,352/- pertaining to the year of assessment 2020/21. According to the said Act, the surcharge tax shall be deemed to be an expenditure in the financial statements relating to the year of assessment which commenced on 1 April 2020. Since the Act supersedes the requirements of the Sri Lanka Accounting Standards, the surcharge tax expense is accounted as recommended by the SoAT on Accounting for Surcharge Tax issued by the Institute of Chartered Accountants of Sri Lanka, in April 2022.

The impact of the surcharge tax under the Surcharge Tax Act on the comparative year would have been as given below:

In Rs.'000	<b>Company</b>	<b>Group</b>
Profit after Tax for the year ended 31 March 2021	315,125	482,603
Surcharge tax levied under Surcharge Act	(877)	(877)
<b>Adjusted comparable Profit for the year ended 31 March 2021</b>	<b>314,248</b>	<b>481,726</b>

10. There have been no any other material events occurring after the reporting date that require adjustments or disclosure in the Financial Statements.
11. The Interim Financial Statements of the Company for the period ended 30 September 2022 were authorized for issue by the Board of Directors on 14 November 2022.



**INTERIM FINANCIAL STATEMENTS - KEGALLE PLANTATIONS PLC**

**SHAREHOLDER & INVESTOR INFORMATION**

**Market price per share**

For the six months ended 30 September

	Quarter Ended		Six Months Ended		Year Ended
	2022	2021	2022	2021	31 March 2022
Market Value	Rs.	Rs.	Rs.	Rs.	Rs.
Highest Price	270.00	125.00	270.00	125.00	224.75
Lowest Price	129.75	99.50	80.00	93.00	93.00
Last Traded Price	218.75	102.00	218.75	102.00	133.50

**Twenty-Five largest shareholders of the Company are as follows:**

As at	30 September 2022		31 March 2022	
Name of the Shareholder	Number of Shares	% of the Holding	Number of Shares	% of the Holding
1 RPC Plantation Management Services (Pvt) Ltd	19,920,245	79.68%	19,770,477	79.08%
2 Dhanasiri Recreation (Pvt) Ltd	319,305	1.28%	319,305	1.28%
3 Access Engineering PLC	227,406	0.91%	-	-
4 Tranz Dominion, L.L.C	185,000	0.74%	185,000	0.74%
5 Deutsche Bank AG Singapore A/c 02 (DCS CLT ACC)	130,000	0.52%	130,000	0.52%
6 Hatton National Bank PLC/Arunasalam	116,167	0.46%	116,167	0.46%
7 Mr. D. M. Kodikara	87,000	0.35%	87,000	0.35%
8 Sampath Bank PLC/Aruna Enterprises (Pvt) Ltd	55,912	0.22%	55,912	0.22%
9 Hatton National Bank PLC/Nisthar Abdul Majeed	52,055	0.21%	70,052	0.28%
10 Mrs. M. S. E. V. E. A. U. Von Stumm	50,703	0.20%	50,703	0.20%
11 Mr. N. Balasingam	50,600	0.20%	50,600	0.20%
12 Sezeka Limited	45,045	0.18%	-	-
13 Peoples Leasing & Finance PLC/Hi Line Trading (Pvt) Ltd	45,000	0.18%	-	-
14 Mr. P. F. Nandasiri	42,500	0.17%	42,500	0.17%
15 Mr. N. V. De Silva	41,581	0.17%	-	-
16 Peoples Leasing & Finance PLC/Hi Line Towers (Pvt) Ltd	40,619	0.16%	40,619	0.16%
17 Mr. H. A. Cabraal	40,000	0.16%	42,000	0.17%
18 Mr. W. D. N. H. Perera	40,000	0.16%	-	-
19 Mr. R. Gautam	36,600	0.15%	-	-
20 Peoples Leasing & Finance PLC/M. N. Singa Laxana	36,600	0.15%	-	-
21 Mr. M. S. F. Haqqe	33,500	0.13%	42,356	0.17%
22 Hatton National Bank PLC/Arumapurage Peter	31,400	0.13%	-	-
23 Peoples Leasing & Finance PLC/Mr. J. M. S. Brito & Mrs. B. S. Brito	30,000	0.12%	-	-
24 Mr. G. D. M. Ranasinghe	30,000	0.12%	-	-
25 Sampath Bank PLC/Mr. V. Gajanayake	30,000	0.12%	-	-
<b>Sub Total</b>	<b>21,717,238</b>	<b>86.87%</b>	-	-
Balance held by 8,889 Shareholders (31 March 2022 - 8,936 Shareholders)	3,282,763	13.13%	3,605,840	14.42%
<b>Total Shares</b>	<b>25,000,001</b>	<b>100.00%</b>	<b>25,000,001</b>	<b>100.00%</b>

**The percentage of shares held as follows:**

As at	30 September 2022			31 March 2022		
Distribution of Shareholders	Number of Shareholders	Number of Shares	% of the Holding	Number of Shareholders	Number of Shares	% of the Holding
Public Holding	8,910	5,066,256	20.27%	8,957	5,216,024	20.86%
Other Holding	4	19,933,745	79.73%	4	19,783,977	79.14%
	<b>8,914</b>	<b>25,000,001</b>	<b>100.00%</b>	<b>8,961</b>	<b>25,000,001</b>	<b>100.00%</b>

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

Name of the Director	As at	Number of Shares	
		30 September 2022	31 March 2022
Dr. Sena Yaddhegige		-	-
Prof. R C W M R A Nugawela		-	-
Dr. S S B D G Jayawardena		-	-
Mr. Shaminda Yaddhegige		-	-
Mr. S S G Liyanage (Demised on 30 April 2022)		-	-
Mr. J L A Fernando		100	100



**INTERIM FINANCIAL STATEMENTS - KEGALLE PLANTATIONS PLC**

**SEGMENT INFORMATION**

For the six months ended 30 September

	Group			Company		
	Year Ended			Year Ended		
	2022	2021	31 March 2022	2022	2021	31 March 2022
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
<b>Rubber</b>						
Revenue	2,093,287	1,213,665	2,419,091	2,093,287	1,213,665	2,419,091
Revenue expenditure	(1,418,046)	(941,957)	(1,823,463)	(1,418,046)	(941,957)	(1,823,463)
Depreciation / amortization	(60,506)	(52,691)	(118,560)	(60,506)	(52,691)	(118,560)
Other non cash expenses - gratuity	(39,958)	(31,394)	(40,925)	(39,958)	(31,394)	(40,925)
<b>Segment Result - Gross Profit</b>	<b>574,778</b>	<b>187,623</b>	<b>436,143</b>	<b>574,778</b>	<b>187,623</b>	<b>436,143</b>
<b>Tea</b>						
Revenue	865,355	566,475	1,042,144	865,355	566,475	1,042,144
Revenue expenditure	(653,426)	(557,725)	(1,022,083)	(653,426)	(557,725)	(1,022,083)
Depreciation / amortization	(16,660)	(16,407)	(36,783)	(16,660)	(16,407)	(36,783)
Other non cash expenses - gratuity	(18,242)	(16,374)	(24,635)	(18,242)	(16,374)	(24,635)
<b>Segment Result - Gross Profit/(Loss)</b>	<b>177,027</b>	<b>(24,031)</b>	<b>(41,358)</b>	<b>177,027</b>	<b>(24,031)</b>	<b>(41,358)</b>
<b>Coconut</b>						
Revenue	28,842	30,874	63,589	28,842	30,874	63,589
Revenue expenditure	(13,106)	(3,715)	(23,300)	(13,106)	(3,715)	(23,300)
<b>Segment Result - Gross Profit</b>	<b>15,735</b>	<b>27,159</b>	<b>40,289</b>	<b>15,735</b>	<b>27,159</b>	<b>40,289</b>
<b>Others</b>						
Revenue	92,021	66,305	102,927	92,021	66,305	102,927
Revenue expenditure	(8,712)	(3,790)	(5,381)	(8,712)	(3,790)	(5,381)
<b>Segment Result - Gross Profit</b>	<b>83,309</b>	<b>62,515</b>	<b>97,546</b>	<b>83,309</b>	<b>62,515</b>	<b>97,546</b>
<b>Total Segments</b>						
Revenue	3,079,505	1,877,318	3,627,751	3,079,505	1,877,318	3,627,751
Revenue expenditure	(2,093,290)	(1,507,187)	(2,874,227)	(2,093,290)	(1,507,187)	(2,874,227)
Depreciation / amortization	(77,166)	(69,097)	(155,343)	(77,166)	(69,097)	(155,343)
Other non cash expenses - gratuity	(58,200)	(47,768)	(65,560)	(58,200)	(47,768)	(65,560)
<b>Total Segment Results - Gross Profit</b>	<b>850,849</b>	<b>253,266</b>	<b>532,621</b>	<b>850,849</b>	<b>253,266</b>	<b>532,621</b>
Gain/(Loss) on fair value of biological assets	-	-	15,621	-	-	15,621
Other income	50,353	48,590	92,566	49,193	47,398	90,251
Administrative expenses	(29,719)	(26,224)	(60,140)	(27,822)	(24,648)	(56,376)
Management fee	(136,263)	(46,109)	(94,629)	(136,263)	(46,109)	(94,629)
Finance income	272,318	15,588	181,044	272,318	15,588	181,044
Finance cost	(117,481)	(54,342)	(103,562)	(117,481)	(54,342)	(103,562)
Share of result of associates	216,546	104,572	396,156	-	-	-
<b>Profit/(loss) Before Tax</b>	<b>1,106,604</b>	<b>295,340</b>	<b>959,678</b>	<b>890,795</b>	<b>191,152</b>	<b>564,971</b>

*The above figures are subject to audit*

## CORPORATE INFORMATION

<b>Name of the Company</b>	: KEGALLE PLANTATIONS PLC
<b>Legal Form</b>	: A Quoted Public Company with limited liability, Incorporated in Sri Lanka under the Companies Act No. 07 of 2007.
<b>Date of Incorporation</b>	: 22 June 1992
<b>Company Registration No</b>	: New Registration No. P Q 135 [Old No. N (PBS/CGB) 140]
<b>Head/Registered Office</b>	: No. 310, High Level Road, Nawinna, Maharagama, Sri Lanka.
<b>Principal Business Activities</b>	: Cultivation, Manufacture and Sale of Rubber, Tea, Coconut, Cardamom & other agricultural produce.
<b>Ultimate Parent Enterprise</b>	: Richard Pieris & Company PLC No. 310, High Level Road, Nawinna, Maharagama, Sri Lanka.
<b>Board of Directors</b>	: Dr. Sena Yaddehige - Chairman Prof. R C W M R A Nugawela Dr. S S B D G Jayawardena Mr. Shaminda Yaddehige Mr. J L A Fernando
<b>Stock Exchange Listing</b>	: The Ordinary Shares of the Company are listed with the Colombo Stock Exchange of Sri Lanka.
<b>Secretaries</b>	: Richard Pieris Group Services (Pvt) Limited No. 310, High Level Road, Nawinna, Maharagama, Sri Lanka. Telephone : + (94) 11 4310500
<b>Auditors</b>	: Messrs. Ernst & Young, Chartered Accountants, No. 201, De Saram Place, Colombo 10.
<b>Bankers</b>	: National Development Bank PLC Bank of Ceylon - Corporate Branch & Regional Branches Hatton National Bank PLC Peoples Bank Seylan Bank PLC Commercial Bank of Ceylon PLC Indian Overseas Bank/Indian Bank/State Bank of India Nations Trust Bank PLC DFCC Bank PLC
<b>Contact Details</b>	: Telephone : + (94) 11 4310500 Facsimile : + (94) 11 4310799 Internet : <a href="http://www.arpico.com">www.arpico.com</a> E-mail : <a href="mailto:kpl.rpk@arpico.com">kpl.rpk@arpico.com</a>



## **KEGALLE PLANTATIONS PLC**

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

Tel.: + (94) 11 4310500

Fax: + (94) 11 4310799

E-mail: [kpl.rpk@arpico.com](mailto:kpl.rpk@arpico.com)

Website: [www.arpico.com](http://www.arpico.com)