



Maskeliya Plantations PLC

Interim Financial Statements

**For the six months ended
30 September 2022**


INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

STATEMENT OF FINANCIAL POSITION

	As at 30/09/22 Rs. ' 000	As at 30/09/21 Rs. ' 000	As at 31/03/22 Rs. ' 000
ASSETS			
NON CURRENT ASSETS			
Right-of-use Assets	313,566	326,912	324,456
Freehold Property, plant & equipment	608,584	477,375	538,227
Bearer Biological Assets	2,196,798	2,250,901	2,225,695
Consumable Biological Assets	1,007,847	922,609	1,007,847
ACT Recoverable	47,926	47,926	47,926
	<u>4,174,721</u>	<u>4,025,723</u>	<u>4,144,151</u>
CURRENT ASSETS			
Produce on Bearer Biological Assets	11,549	11,435	11,549
Inventories	774,495	433,767	544,143
Tax Recoverable	9,050	26,162	16,217
Trade and other Receivables	275,725	354,705	299,936
Amount due from Related Parties	19,303	38,522	9,906
Cash and Bank balances	57,806	45,883	31,603
	<u>1,147,928</u>	<u>910,474</u>	<u>913,354</u>
TOTAL ASSETS	<u>5,322,649</u>	<u>4,936,197</u>	<u>5,057,505</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	969,232	879,857	969,232
Retained Earnings	(509,578)	(1,426,964)	(1,173,586)
TOTAL EQUITY	<u>1,673,375</u>	<u>666,614</u>	<u>1,009,367</u>
NON CURRENT LIABILITIES & DEFERRED INCOME			
Interest Bearing Loans & Borrowings	340,458	614,915	448,524
Retiring Benefit Obligations	805,277	1,059,868	904,839
Deferred Tax Liability	73,473	35,180	73,473
Deferred Income	159,509	171,427	163,894
Liability to make Lease Payment after one year	323,667	316,252	324,881
	<u>1,702,384</u>	<u>2,197,642</u>	<u>1,915,611</u>
CURRENT LIABILITIES			
Trade & Other payables	529,072	504,128	542,871
Dividend payable	2,008	2,008	2,008
Amount due to Related parties	836,682	738,176	790,677
Interest Bearing Loans & Borrowings	574,535	825,297	792,378
Liability to make Lease Payment within one year	4,593	2,332	4,593
	<u>1,946,890</u>	<u>2,071,941</u>	<u>2,132,527</u>
TOTAL EQUITY AND LIABILITIES	<u>5,322,649</u>	<u>4,936,197</u>	<u>5,057,505</u>
	Rs.	Rs.	Rs.
Net Assets Per Share	31.02	12.36	18.71

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 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
 14 November 2022


K.A.S Lasantha
 Director

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

STATEMENT OF PROFIT OR LOSS

	Quarter Ended September			Six Months Ended September			Year Ended
	2022 Rs. ' 000	2021 Rs. ' 000	Variance + / (-) %	2022 Rs. ' 000	2021 Rs. ' 000	Variance + / (-) %	31/03/2022 Rs. ' 000
Revenue	1,423,890	893,404	59	3,073,519	1,980,107	55	4,005,924
Cost of Sales	(1,006,524)	(915,540)	(10)	(2,120,260)	(1,915,267)	(11)	(3,644,822)
Gross Profit / (Loss)	417,366	(22,136)	1,985	953,259	64,840	1,370	361,102
Other Income	1,371	8,140	(83)	2,406	10,043	(76)	8,924
Change in Fair Value of Biological Assets	-	-	-	-	-	-	89,488
Administration Expenses	(17,201)	(13,452)	(28)	(28,892)	(25,155)	(15)	(53,428)
Management Fee	(58,226)	662	8,895	(135,043)	(9,000)	(1,400)	(30,477)
Finance Cost	(59,715)	(38,904)	(53)	(120,555)	(76,669)	(57)	(169,330)
Profit / (Loss) before Taxation	283,595	(65,690)	532	671,175	(35,941)	1,967	206,279
Income Tax Expense	(3,624)	(5,500)	34	(7,167)	(11,000)	-	(43,617)
Net Profit/(Loss) for the period	279,971	(71,190)	493	664,008	(46,941)	1,515	162,662
	Rs.	Rs.		Rs.	Rs.		Rs.
Basic Earnings Per Share	5.19	(1.32)		12.31	(0.87)		3.01

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
	2022 Rs. ' 000	2021 Rs. ' 000	Variance +/(-)	2022 Rs. ' 000	2021 Rs. ' 000	Variance +/(-)	31/03/2022 Rs. ' 000
Profit/ (Loss) for the period	279,971	(71,190)	493	664,008	(46,941)	1,515	162,662
Other Comprehensive Income							
Remeasurement gains/ (Losses) on defined benefit plan	-	-	-				148,769
Income tax effect	-	-	-				(15,621)
Other Comprehensive Income for the period, net of tax	-	-	-				133,148
Total Comprehensive Income for the period, net of tax	<u>279,971</u>	<u>(71,190)</u>	493	<u>664,008</u>	<u>(46,941)</u>	1,515	<u>295,810</u>

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC**STATEMENT OF CASH FLOW****For the Six Months Ended September**

	30/09/2022	30/09/2021	31/03/2022
	Rs. ' 000	Rs. ' 000	Rs.'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Profit before Taxation	671,175	(35,941)	206,279
ADJUSTMENTS FOR			
Depreciation/Amortization	66,755	66,125	132,262
Provision for Defined Benefit Plan Cost	73,458	86,176	134,432
Amortisation of Grants	(4,800)	(4,800)	(13,760)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	-	-	(85,238)
Gain/(Loss) on change in fair value Green Leaf	-	-	(114)
Finance Costs	120,555	76,669	169,330
Operating Profit before Working Capital changes	927,143	188,229	543,191
(Increase)/Decrease in Trade and other receivables	24,211	(82,704)	(16,936)
(Increase)/Decrease in Inventories	(230,352)	25,624	(84,751)
Increase/(Decrease) in Trade and other payables	32,032	774	40,838
Increase/(Decrease) in amounts due to Related Parties	46,005	55,979	108,479
(Increase)/Decrease in amounts due from Related Parties	(9,397)	(18,176)	10,440
Cash Generated from Operations	789,642	169,726	601,261
Finance Costs Paid	(99,104)	(56,003)	(126,086)
Defined Benefit Plan Costs paid	(173,021)	(30,241)	(84,756)
Tax Paid	-	-	-
Net Cash from Operating Activities	517,517	83,482	390,419
CASH FLOWS FROM INVESTING ACTIVITIES			
Grants Received	415	8,393	9,821
Field Development Expenditure	(13,525)	(20,816)	(33,177)
Purchase of Property, Plant & Equipment	(83,802)	(18,906)	(95,019)
Net Cash used in Investing Activities	(96,912)	(31,330)	(118,375)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends Paid	-	-	-
Payment of Government lease rentals	(68,494)	(10,720)	(45,582)
Proceeds from loans	-	-	-
Payment of loans	(138,109)	(91,353)	(226,398)
Net Cash from Financing Activities	(206,603)	(102,073)	(271,980)
Net Increase/(Decrease) in Cash & Cash Equivalents	214,002	(49,921)	64
A. Cash & Cash Equivalents at the beginning of the period	(504,513)	(504,577)	(504,577)
B. Cash & Cash Equivalents at the end of the period	(290,511)	(554,498)	(504,513)
NOTE A			
Cash & Cash Equivalents at the beginning of the period			
Cash & Bank Balances	31,602	43,285	43,285
Bank Overdrafts	(537,681)	(547,862)	(547,862)
	(506,079)	(504,577)	(504,577)
NOTE B			
Cash & Cash Equivalents at the end of the period			
Cash & Bank Balances	57,806	45,883	31,603
Bank Overdrafts	(348,317)	(600,381)	(536,116)
	(290,511)	(554,498)	(504,513)

The above figures are subject to audit

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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 2021	673,721	540,000	(1,380,021)	879,857	713,557
Net profit/ (Loss) for the period	-	-	(46,941)	-	(46,941)
Other Comprehensive income	-	-	-	-	-
Balance as at 30 September 2021	673,721	540,000	(1,426,962)	879,857	666,616
Balance as at 31 March 2022	673,721	540,000	(1,173,586)	969,232	1,009,367
Net profit/(Loss) for the period	-	-	664,008	-	664,008
Other Comprehensive income	-	-	-	-	-
Balance as at 30 September 2022	673,721	540,000	(509,578)	969,232	1,673,375

The above figures are subject to audit

NOTES TO THE FINANCIAL STATEMENTS

1	For the quarter Ended 30 September	Quarter Ended		Year
		2022	2021	Ended
		Rs.	Rs.	Rs.
	Market Price per Share			
	- Last Traded price (For the quarter)	69.10	12.00	9.60
	- Highest (For the quarter)	75.00	13.00	23.00
	- Lowest (For the quarter)	15.80	10.60	8.30

2	Market Capitalization & Ratios	As at	As at
		30/09/2022	31/03/2022
	Market Capitalization (Rs. '000)	3,728,186	517,954
	Float adjusted Market Capitalization (Rs. '000)	618,879	85,980
	Price Earning Ratio (times)	5.61	3.18

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 2022.

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

10 Mr.Kamal Punchihewa has been appointed as Chief Executive officer of the Company with effect from. 01/08/2022.

11 These Financial Statements for the quarter ended 30 September 2022, have been authorized for issue by the Board of Directors on 14/11/2022.

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

SEGMENT INFORMATION

For the six months ended 30 September

	Year Ended		
	2022	2021	31 March 2022
	Rs. '000	Rs. '000	Rs. '000
<u>Maskeliya</u>			
Revenue	705,034	493,925	1,027,203
Revenue expenditure	(465,177)	(438,448)	(850,692)
Depreciation / amortization	(20,157)	(18,552)	(36,211)
Other non cash expenses - gratuity	(18,886)	(20,209)	(38,358)
Segment Result - Gross Profit/(Loss)	200,814	16,716	101,942
<u>Upcot</u>			
Revenue	946,806	651,021	1,308,688
Revenue expenditure	(638,203)	(586,736)	(1,125,083)
Depreciation / amortization	(18,568)	(18,009)	(35,126)
Other non cash expenses - gratuity	(31,290)	(35,364)	(54,099)
Segment Result - Gross Profit/(Loss)	258,744	10,912	94,380
<u>Talawakelle</u>			
Revenue	640,866	430,915	819,392
Revenue expenditure	(342,986)	(336,784)	(626,996)
Depreciation / amortization	(11,122)	(12,669)	(23,015)
Other non cash expenses - gratuity	(12,370)	(15,016)	(11,449)
Segment Result - Gross Profit/(Loss)	274,387	66,446	157,932
<u>Bandarawela</u>			
Revenue	780,813	404,246	854,116
Revenue expenditure	(533,680)	(400,998)	(778,834)
Depreciation / amortization	(16,909)	(16,895)	(37,909)
Other non cash expenses - gratuity	(10,911)	(15,586)	(30,525)
Segment Result - Gross Profit/(Loss)	219,313	(29,233)	6,848
<u>Total Segments</u>			
Revenue	3,073,519	1,980,108	4,009,399
Revenue expenditure	(1,980,047)	(1,762,966)	(3,381,605)
Depreciation / amortization	(66,756)	(66,125)	(132,261)
Other non cash expenses - gratuity	(73,458)	(86,176)	(134,431)
Total Segment Result - Gross Profit/(Loss)	953,259	64,840	361,102
Gain/(Loss) on fair value of biological assets	-	-	89,488
Other income	2,406	10,043	8,924
Administrative expenses	(28,892)	(25,155)	(53,428)
Management fee	(135,043)	(9,000)	(30,477)
Finance cost	(120,555)	(76,669)	(169,330)
Profit/(Loss) Before Tax	671,175	(35,941)	206,279

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS - MASKELIYA PLANTATIONS PLC

SHAREHOLDER AND INVESTOR INFORMATION

Twenty Five Largest Shareholders

	as at 30/09/2022		as at 31/03/2022	
	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 Access Engineering PLC	587,000	1.09	-	-
3 Mr.M.R. Rasheed	311,375	0.58	-	-
4 Mr.R.A Rishard	266,301	0.49	-	-
5 Insite Holdings (Pvt) Ltd	200,000	0.37	-	-
6 Merchant Bank Of Sri Lanka & Finance PLC/K.K . Wick	183,062	0.34	-	-
7 Amana Bank PLC/Mr. M.Z. Mohamed Ghouse	152,000	0.28	-	-
8 Mr.K.V Hewavitarne	150,000	0.28	-	-
9 Mr.K.N.J Balendra	145,467	0.27	-	-
10 Hatton National Bank PLC/Ravindra Erle	145,000	0.27	-	-
11 Merchant Bank of Sri Lanka & Finance PLC/D.A.M.A.D	128,343	0.24	-	-
12 Merchant Bank of Sri Lanka & Finance PLC/G.S.N.PE	110,267	0.20	-	-
13 Mr.M.B Muhammadh	103,571	0.19	-	-
14 Miss. W. Maryam	101,300	0.19	-	-
15 Citizen Development Business Finance	100,001	0.19	-	-
16 Mr.H.M. Ibrahim	95,000	0.18	-	-
17 Mr.R.E.Rambukwelle	94,261	0.17	-	-
18 Seylan Bank PLC/Agampodi Chamara Senanka	90,000	0.17	-	-
19 Seylan Bank PLC/Hiliine Towers (Pvt) Ltd	89,782	0.17	-	-
20 Miss.A.Radhakrishnan	86,867	0.16	86,867	0.16
21 Miss.M.P Radhakrishnan	86,866	0.16	86,866	0.16
22 Mr.M.Z Rasheed	85,326	0.16	-	-
23 Seylan Bank PLC/Andaradeniya Estate (Pvt) Ltd	81,096	0.15	-	-
24 Macksons Holdings (PvT) Ltd	69,729	0.13	-	-
25 Mr.M.F. Ashraff	69,544	0.13	-	-
	48,530,555	89.95		
Balance held by 16,487 Shareholders (2021/22 - 16,678)	5,422,935	10.05	4,138,273	7.67
Total no. of Shares	53,953,490	100.00	53,953,490	100

The percentage of shares held as at

	30/09/2022			31/03/2022		
	Number of Shareholders	Number of Shares	%	Number of Shareholders	Number of Shares	%
Public Holding	16,510	8,954,993	16.60	16,700	8,954,493	16.60
Other Holding	2	44,998,497	83.40	3	44,998,997	83.40
Total	16,512	53,953,490	100.00	16,703	53,953,490	100.00

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

As at	30/09/2022	31/03/2022
Dr.Sena Yaddehige	-	-
Dr. L S Hettiarachchi	-	-
J L A Fernando	-	-
Shaminda Yaddehige	-	-
Dr.D S A Samaraweera	100	100
K.A.S Lasantha (Appointed w.e.f 17.05.2022)	-	-

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 K.A.S Lasantha (Appointed w.e.f 17.05.2022)
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