

Company Reg No PQ 214

Agalawatte Plantations PLC



Interim Financial Statements

For the Quarter Ended 30th June 2024

AGALAWATTE PLANTATIONS PLC

Company Reg No PQ 214

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME-COMPANY

	Company			Company		
	Quarter ended 30th June		Change	Six months ended 30th June		Change
	2024 Unaudited	2023 Unaudited		2024 Unaudited	2023 Unaudited	
Rs. 000	Rs. 000	%	Rs. 000	Rs. 000	%	
Revenue	917,607	1,273,666	(27.96)	2,208,619	2,762,851	(20.06)
Cost of sales	(824,757)	(1,120,435)	(26.39)	(1,856,812)	(2,266,368)	(18.07)
Gross Profit/ (Loss)	92,850	153,231	(39.41)	351,807	496,483	(29.14)
Other Income	72,447	64,928	11.58	179,294	170,579	5.11
Selling and distribution expenses	-	-	-	-	-	-
Administration expenses	(35,964)	(29,034)	23.87	(62,599)	(59,304)	5.56
Other Expenses	(0)	(527)	-	(0)	(1,039)	-
Results from Operating Activities	129,333	188,598	(31.42)	468,502	606,719	(22.78)
Finance income	1,232	18	6,744	1,324	34	3,794
Finance costs	(23,320)	(44,936)	(48.10)	(47,409)	(86,117)	(44.95)
Net finance costs	(22,088)	(44,918)	(50.83)	(46,085)	(86,083)	(46.46)
Share of profit/(loss) in jointly controlled entity	12,991	31,424	(58.66)	19,084	71,682	(73.38)
Profit/(Loss) Before Taxation	120,235	175,104	(31.33)	441,500	592,318	(25.46)
Income tax (expense)/reversal	-	-	-	-	-	-
Profit/(Loss) for the Period	120,235	175,104	(31.33)	441,500	592,318	(25.46)
Other comprehensive income						
Actuarial gain/(loss) on retirement benefit obligation	-	-	-	-	-	-
Equity Investment measured at FVOCI - net change in fair Value	-	-	-	-	-	-
Tax on other comprehensive income	-	-	-	-	-	-
Other comprehensive income for the period, net of taxes	-	-	-	-	-	-
Total comprehensive income/(expense) for the period	120,235	175,104	(31.33)	441,500	592,318	(25.46)
Profit/(Loss) attributable to:						
Equity holders of the company	120,235	175,104	(31.33)	441,500	592,318	(25.46)
Non controlling interests	-	-	-	-	-	-
Profit/(Loss) for the period	120,235	175,104	(31.33)	441,500	592,318	(25.46)
Total comprehensive income/(expense) attributable to:						
Equity holders of the company	120,235	175,104	(31.33)	441,500	592,318	(25.46)
Non controlling interests	-	-	-	-	-	-
Total comprehensive income/(expense) for the period	120,235	175,104	(31.33)	441,500	592,318	(25.46)
Basic profit/(loss) per share (Rs.)	0.77	1.12	(31.33)	2.83	3.79	(25.46)

Figures in brackets indicate deductions

AGALAWATTE PLANTATIONS PLC

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STATEMENT OF FINANCIAL POSITION

AS AT	Company		
	Unaudited 30.06.2024 Rs. 000	Unaudited 30.06.2023 Rs. 000	Audited 31.12.2023 Rs. 000
ASSETS			
Non-current assets			
Right of Use Assets	789,326	517,900	672,686
Property, plant and equipment	671,310	660,623	650,711
Bearer biological assets	3,841,900	3,202,126	3,569,711
Consumable biological assets	818,291	659,758	813,852
Investment in jointly controlled entity	473,494	446,213	497,191
Total non current assets	6,594,322	5,486,619	6,204,151
Current assets			
Produce on bearer biological assets	16,757	22,421	16,757
Inventories	431,677	671,423	503,685
Trade and other receivables	153,136	160,101	92,816
Amount due from related parties	116,145	79,625	107,717
Cash and cash equivalents	233,599	5,168	159,583
Total current assets	951,314	938,740	880,558
Total Assets	7,545,636	6,425,359	7,084,709
EQUITY AND LIABILITIES			
Stated capital and reserves			
Stated capital	2,258,125	2,258,125	2,258,125
Accumulated Profit/(Losses)	2,197,820	1,874,569	1,756,320
Equity attributable to owners of the Company	4,455,945	4,132,694	4,014,445
Non-current liabilities			
Loans and borrowings	-	-	-
Lease Liability	861,910	573,960	738,120
Deferred tax liabilities	980,156	391,498	980,156
Retirement benefit obligations	699,385	597,215	714,545
Deferred income	263,617	196,625	250,897
Total non current liabilities	2,805,069	1,759,298	2,683,718
Current liabilities			
Trade and other payables	255,286	485,348	379,146
Amounts due to related parties	19,790	45,366	-
Loans and borrowings	-	-	-
Lease Liability	9,546	2,653	7,400
Bank overdrafts	-	-	-
Total current liabilities	284,622	533,366	386,546
Total Liabilities	3,089,691	2,292,664	3,070,264
Total Equity and Liabilities	7,545,636	6,425,359	7,084,709
Net asset/(liability) value per share	28.52	26.45	25.69

Figures in brackets indicate deductions

The interim financial statements are to be read in conjunction with the related notes, which form an integral part of these Financial Statements.

I certify that these financial statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

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Manager-Finance
I S Hatangala

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 Agalawatte Plantations PLC.

.....
W.A.A. Asanga
Director

Colombo
13th August 2024

.....
L.R.W.S. Rajasekara
Director

AGALAWATTE PLANTATIONS PLC

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STATEMENT OF CASH FLOWS

For the Six months ended	Company	
	30.06.2024 Rs. 000	30.06.2023 Rs. 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	441,500	592,318
Adjustments for :		
Share of profit of equity accounted investee	(19,084)	(71,682)
Depreciation and amortization	97,348	95,796
Provision of retirement benefit obligation	44,672	47,835
Gain on disposal of rubber/firewood trees	(139,823)	(146,795)
Interest expenses	47,409	86,118
Interest income	(1,324)	(34)
Amortization of government grants	(1,469)	(1,661)
Operating profit / (loss) before working capital changes	469,231	601,894
Working capital changes		
(Increase) / decrease in inventories	72,009	57,155
(Increase) / decrease in trade and other receivables	(60,320)	(71,607)
(Increase) / decrease in amounts due from related parties	(8,428)	139,387
Increase/(decrease) in trade and other payables	(123,860)	26,170
Increase / (decrease) in amounts due to related parties	19,790	(5,125)
Cash generated from operations	368,421	747,874
Interest paid	(337)	(52,772)
Gratuity paid	(59,832)	(57,279)
Net cash generated from / (used in) operating activities	308,253	637,823
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment in bearer biological assets	(346,448)	(392,867)
Investment in consumable biological assets	(844)	(341)
Purchase of property, plant and equipment	(44,983)	-
Proceeds from disposal of property, plant and equipment	-	(14,149)
Proceed from disposal of rubber/firewood trees	144,372	211,686
Proceeds from sale of timber trees	8,885	1,396
Interest Income received	1,324	34
Capital Grant Received	14,189	10,179
Divident Received	42,780	50,326
Net cash from / (used in) investing activities	(180,724)	(133,736)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term/short term borrowings	-	(600,391)
Proceeds Froms Short Term loan borrowings	-	300,000
Lease rentals paid	(53,512)	(41,136)
Net cash generated from / (used in) financing activities	(53,512)	(341,528)
Net increase in cash and cash equivalents	74,016	162,558
Cash and cash equivalents at beginning of the year	159,583	(157,390)
Cash and cash equivalents at end of the period (a)	233,599	5,168
(a) Analysis of cash and cash equivalents at end of the period		
Cash in hand and at bank	233,599	5,168
Bank overdrafts	-	-
	233,599	5,168

Figures in brackets indicate deductions

AGALAWATTE PLANTATIONS PLC

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STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Accumulated Gain/(Losses)	Total
Company	Rs. 000	Rs. 000	Rs. 000
Balance as at 1st January 2023	2,258,125	(512,544)	1,745,581
<u>Total comprehensive expense for the period</u>			
Profit/(Loss) for the period	-	592,318	592,318
Other comprehensive income/(expense)for the period, net of taxes	-	-	-
Balance as at 30th June 2023	<u>2,258,125</u>	<u>79,774</u>	<u>2,337,898</u>
Balance as at 1st January 2024	2,258,125	1,756,320	4,014,445
<u>Total comprehensive income/(expense) for the period</u>			
Profit/(Loss) for the period	-	441,500	441,500
Other comprehensive income/(expense)for the period, net of taxes	-	-	-
Balance as at 30th June 2024	<u>2,258,125</u>	<u>2,197,820</u>	<u>4,455,945</u>

Figures in brackets indicate deductions

AGALAWATTE PLANTATIONS PLC

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SEGMENTAL ANALYSIS - COMPANY

For the Six months ended	Tea		Rubber		Oil Palm		Other		Total	
	30.06.2024 Rs.000	30.06.2023 Rs.000	30.06.2024 Rs.000	30.06.2023 Rs.000	30.06.2024 Rs.000	30.06.2023 Rs.000	30.06.2024 Rs.000	30.06.2023 Rs.000	30.06.2024 Rs.000	30.06.2023 Rs.000
Revenue	821,523	1,454,173	395,223	373,804	466,107	603,199	525,765	331,676	2,208,619	2,762,851
Cost of Sales	(713,981)	(1,280,404)	(522,549)	(563,200)	(202,108)	(192,807)	(418,174)	(229,957)	(1,856,812)	(2,266,368)
Gross Profit/ (Loss)	107,542	173,769	(127,326)	(189,397)	263,999	410,392	107,591	101,718	351,807	496,483
Other Income	-	-	139,823	146,795	-	-	-	-	139,823	146,795
Segment Result	107,542	173,769	12,496	(42,602)	263,999	410,392	107,591	101,718	491,629	643,278
Other Income	-	-	-	-	-	-	-	-	39,471	23,784
Gain/(Loss) on Changes in Fair Value of Biological Assets									-	
Selling and distribution expenses									-	-
Administration expenses									(62,599)	(59,304)
Other expenses									(0)	(1,039)
Results from Operating Activities									468,502	606,719
Finance Income									1,324	34
Finance Cost									(47,409)	
Bank & Other									(337)	(52,772)
Interest Paid on Government Lease									(47,072)	(33,345)
Net Finance Costs									(46,085)	(86,083)
Share of profit/(loss) in jointly controlled entity									19,084	71,682
Profit / (Loss) before Taxation									441,500	592,318

AGALAWATTE PLANTATIONS PLC

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NOTES TO THE INTERIM FINANCIAL STATEMENTS

01. Domicile and Legal form

Agalawatte Plantations PLC is a limited liability Company incorporated and domiciled in Sri Lanka, under the Companies Act No. 17 of 1982 (re-registered under the Companies Act No. 7 of 2007) in terms of the provisions of the Conversion of Public Corporation and Government Owned Business Undertaking into Public Companies Act No. 23 of 1987. The registered office of the Company is located at No. 361, Kandy Road, Nittambuwa and the Plantations are situated in Nuwara Eliya, Rathnapura and Kalutara districts.

02. Interim Consolidated Financial Statements

The financial statements of the Company and Equity Accounted Investee as at and for the quarter ended 30th June 2024 comprise the Company and its Joint venture (together referred to as the "Company and Equity Accounted Investee" and individually as "separate entities").

03. Authorization of Interim Financial Statements

The Interim Financial Statements of the Group and the Company for the period ended 30th June 2024 were authorized for issue by the Board of Directors on 13th August 2024.

04. Principal Activities

During the year the principal activities of Agalawatte Plantations PLC consist of cultivation, production, processing and sale of tea, rubber and oil palm.

4.1 Joint Venture

AEN Palm Oil Processing (Private) Limited have a common financial year ended on 31st March other than Agalawatte Plantations PLC which prepares financial statements for the year ended 31st December.

Name of the Company	Relationship	Principal business activities
AEN Palm Oil Processing (Private) Limited	Joint Venture	Processing and selling of palm oil

05. Basis of Preparation

These Interim Financial Statements of the Company and the Group have been prepared in accordance with Sri Lanka Accounting Standards (SLFRS/LKAS) and provisions of the Companies Act No. 07 of 2007. There were no changes to the Accounting Policies and methods of computation since the publication of the financial statements for the period ended 31st December 2023. Further, these Interim Financial Statements have been prepared in compliance with the requirements of the Sri Lanka Accounting Standard - LKAS 34 on 'Interim Financial Reporting'. Previous year figures and phrases have been re-arranged wherever necessary to conform to the current presentation.

5.1 Changes in accounting policies The company changed its accounting policy on accounting for investment in joint ventures in its separate financial statements from cost model to equity method as allowed under LKAS 27- "Separate Financial Statements" w.e.f 31st December 2023. This changed accounting policy is applied retrospectively as required by LKAS 8 – "Accounting Policies Changes in accounting estimates and errors"

AGALAWATTE PLANTATIONS PLC

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTD.)

06. Directors' Responsibility

The Directors of Agalawatte Plantations PLC acknowledged that they are responsible to prepare Financial Statements and maintain proper Books of account , under the Sections 150(1), 151, 152(1) and 153 of the Companies Act No. 7 of 2007. The Directors also ensure that these financial statements have been prepared on the going concern basis.

The Interim Financial Statements of the Company for the period ended 31st December 2022 included in this Report, have been prepared and presented in accordance with the Sri Lanka Accounting Standards and they provide the information as required by the Companies Act No. 7 of 2007, Sri Lanka Accounting Standards and the Listing Rules of the Colombo Stock Exchange. The Directors confirmed that suitable accounting policies have been used and applied consistently, and that all applicable accounting standards have been followed in the preparation of the Financial Statements. The judgments and estimates made in the preparation of these Financial Statements are reasonable and prudent.

07. Contingent Liabilities and Assets since End of 30th June 2024

There were no changes in the nature of the contingent liabilities since the publication of Audited Financial Statements for the year ended 31st December 2023.

08.Events Occurring After the Reporting Date

There were no significant events after the reporting date which requires disclosure or adjustments in the Interim Financial Statements.

AGALAWATTE PLANTATIONS PLC

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SHARE TRADING INFORMATION

01. Public share holdings

	As at 30.06.2024	As at 30.06.2023
The percentage of shares held by the public (%)	27.00	20.00
Number of public shareholders	14,606	15,251
Number of shares	42,187,500	31,250,000

Minimum public holding requirement

Float adjusted market capitalisation as at 30.06.2024 (Rs.)	1,480,781,250
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The Company has met the minimum public holding requirements as per the CSE Listing Rule No 7.14.1 of the CSE Listing Rules.

1.1 The float adjusted market capitalization of the Company falls under "Option 5" of Section 7.13.1(a) of the Listing Rules of the Colombo Stock Exchange, (Public Holding Percentage is 20% and Floated Adjusted Market Capitalization is less than Rs. 2.5 Bn). The Company has complied with the minimum public holding requirement applicable under the said option.

02. Directors' share holdings

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

	As at 30.06.2024
Mr. A.S. Amarasuriya	Nil
Mr. R.K.A. Ranaweera	Nil
Mr. G.P.N.A.G. Gunathilake	Nil
Mr. R.P.L. Ramanayake	Nil
Mr. W.A.A. Asanga	Nil
Mr. L.R.W.S. Rajasekara	Nil

03. TWENTY (20) LARGEST SHAREHOLDERS

	As at 30.06.2024	
	No of Shares held	% of the holding
DAMRO HOLDINGS (PRIVATE) LIMITED	114,062,500	73.00
F L M C PLANTATIONS (PRIVATE) LIMITED	10,937,500	7.00
SEYLAN BANK PLC/SENTHILVERL HOLDINGS (PVT) LTD	3,851,492	2.46
MISS SONIA WIN-YEN NG	3,570,100	2.28
MR. AKARAVITAGE OSHAN SAMITHA KUMARA	659,020	0.42
MR. SUGATH WEERARATNE	480,000	0.31
SEYLAN BANK PLC/MOHAMED MUSHTAQ FUAD	412,261	0.26
MR. GEETH THINETH MAPALANA	288,027	0.18
DFCC BANK PLC/B. SUTHARSHAN	255,000	0.16
DFCC BANK PLC/B. SUTHARSHAN	255,000	0.16
HATTON NATIONAL BANK PLC/MUSHTAQ MOHAMED FUAD	231,526	0.15
RAVI EXPORTS PRIVATE LIMITED	230,000	0.15
MERCHANT BANK OF SRI LANKA & FINANCE PLC/A.C.SENANKA	224,548	0.14
DEUTSCHE BANK AG SINGAPORE A/C 2 (DCS CLT ACC FOR DEUTSCHE BANK AG SINGAPORE- PWM W	220,000	0.14
MR. VASHI CHANDIRAM MAHTANI	208,829	0.13
DR. ATHUGODAGE ARUNA MAHESH DHARMADASA	206,103	0.13
MR. ANTON VASANTHAKUMAR EMMANUEL	199,300	0.13
HATTON NATIONAL BANK PLC/RAVINDRA ERLE RAMBUKWELLE	193,000	0.12
MR. JANATH PRIYANKA HEENATIGALA	187,326	0.12
MERCHANT BANK OF SRI LANKA & FINANCE PLC 01	183,500	0.12
	136,855,032	87.57
Balance held by 14587 shareholders	19,394,968	12.43
	156,250,000	100

AGALAWATTE PLANTATIONS PLC

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SHARE TRADING INFORMATION (CONTD.)

04. Stated Capital

Stated capital is represented by shares in issue as given below:

	As at 30.06.2024	As at 30.06.2023
Ordinary Shares	156,250,000	156,250,000
Golden Share	1	1
	<u>156,250,001</u>	<u>156,250,001</u>

05. Market Price per Share

	As at 30.06.2024	As at 30.06.2023
Highest during the period	36.30	32.50
Lowest during the period	32.30	27.20
Closing price	35.10	30.80

AGALAWATTE PLANTATIONS PLC

Company Reg No PQ 214

CORPORATE INFORMATION

Name of the Company

Agalawatte Plantations PLC

Legal Form

A Public Quoted Company With Limited Liability Incorporated in Sri Lanka on 22nd June 1992

Registration No

PQ 214

Accounting Year

31 December

Directors

Mr. A.S. Amarasuriya -Chairman
Mr. R.K.A. Ranaweera
Mr. G.P.N.A.G. Gunathilake
Mr. R.P.L. Ramanayake
Mr. W.A.A. Asanga
Mr. L.R.W.S. Rajasekara

Registered Office

No. 361
Kandy Road, Nittambuwa.
Tel : 033 4 679 200/ 033 2 299 000
Fax: 033 2 285 681
Email: apl@sltnet.lk

Secretaries

Nexia Corporate Consultants (Private) Limited
No: 181 ,Nawala Road, Colombo 05.
Tel - 0114-510709 / 0112-368154
Fax -0112-368621

Auditors

KPMG
No: 32A, Sir Mohamed Macan Markar Mawatha,
P. O. Box 186, Colombo 03.
Tel : +94 115 426426

Bankers

Hatton National Bank PLC
Sampath Bank PLC
People's Bank
NDB Bank
Commercial Bank of Ceylon PLC
Bank of Ceylon