

KOTAGALA PLANTATIONS PLC

**Interim Financial Statements
For the period ended 30th September 2023**

Kotagala Plantations PLC

STATEMENT OF COMPREHENSIVE INCOME - GROUP

	(Unaudited) Quarter ended 30.09.2023 Rs.'000	(Unaudited) Quarter ended 30.09.2022 Rs.'000 (Restated)	(Unaudited) 06 months ended 30.09.2023 Rs.'000	(Unaudited) 06 months ended 30.09.2022 Rs.'000 (Restated)
Revenue	1,197,932	1,206,842	2,509,761	2,274,393
Cost of Sales	(1,033,739)	(821,381)	(2,118,086)	(1,568,648)
Gross Profit	164,193	385,461	391,675	705,745
Fair value gain on timber				
Other Income / (Expenses)	30,345	16,756	36,728	27,380
Administration Expenses	(74,314)	(47,750)	(149,310)	(90,575)
Financing Income / (Cost)	(92,321)	(114,992)	(175,452)	(188,502)
Share of Profit / (Loss) of equity accounted investee, net of tax				
Profit before Tax Expense	27,902	239,475	103,642	454,048
Tax Expense	-	-	-	-
Profit / (Loss) for the period	27,902	239,475	103,642	454,048
Other Comprehensive Income				
Actuarial Gain/ (Loss) on Retirement Benefit Obligation				
Tax effect on other comprehensive income				
Fair value through OCI Investments - Net Change in Fair Value				
Share of other comprehensive income of equity accounted investees				
Foreign currency transaction loss				
Total Comprehensive Income For The Period	27,902	239,475	103,642	454,048
Earnings per Share (Rs.)	0.08	0.71	0.31	1.34

Kotagala Plantations PLC

STATEMENT OF COMPREHENSIVE INCOME - COMPANY

	(Unaudited) Quarter ended 30.09.2023 Rs.'000	(Unaudited) Quarter ended 30.09.2022 Rs.'000 (Restated)	(Unaudited) 06 months ended 30.09.2023 Rs.'000	(Unaudited) 06 months ended 30.09.2022 Rs.'000 (Restated)
Revenue	1,182,194	1,205,685	2,484,936	2,268,364
Cost of Sales	(1,021,710)	(825,653)	(2,101,660)	(1,569,618)
Gross Profit	160,484	380,032	383,276	698,746
Fair value gain on timber				
Other Income	30,345	12,694	36,728	22,533
Administration Expenses	(72,853)	(43,350)	(141,808)	(82,693)
Net Finance Cost	(91,488)	(112,072)	(174,561)	(185,582)
Profit before Tax Expense	26,487	237,304	103,636	453,004
Tax Expense	-	-	-	-
Profit / (Loss) for the period	26,487	237,304	103,636	453,004
Other Comprehensive Income				
Actuarial Gain/ (Loss) on Retirement Benefit Obligation				
Tax effect on other comprehensive income				
Fair value through OCI Investments - Net Change in Fair Value				
Share of other comprehensive income of equity accounted investees				
Total Comprehensive Income For The Period	26,487	237,304	103,636	453,004
Earnings per Share (Rs.)	0.08	0.70	0.31	1.34

Kotagala Plantations PLC

Statement of Financial Position

Group As at 31.03.2023 Rs.'000 (Audited)	Company As at 31.03.2023 Rs.'000 (Audited)		Group		Company		
			As at 30.09.2023 Rs.'000 (Unaudited)	As at 30.09.2022 Rs.'000 (Unaudited)	As at 30.09.2023 Rs.'000 (Unaudited)	As at 30.09.2022 Rs.'000 (Unaudited)	
ASSETS							
1,207,030	1,206,782	Tangible Assets (Other than Mature /Immature Plantations)	1,194,991	1,213,040	1,194,991	1,214,996	
5,028,865	5,028,865	Biological Assets	5,062,486	4,875,981	5,062,486	4,875,981	
638,193	638,193	Leasehold Properties	619,982	605,757	619,982	605,757	
-	27,485	Investments in Subsidiaries	-	-	27,485	29,030	
97,832	91,442	Investment in Associates	97,832	91,484	91,443	91,443	
122,881	122,881	Fair value through OCI Investments	122,881	327,442	122,881	327,442	
7,094,801	7,115,648	Total Non - Current Assets	7,098,172	7,113,703	7,119,268	7,144,647	
527,168	508,369	Inventories	452,198	411,533	425,698	374,484	
420,065	400,259	Trade and Other Receivables	300,406	457,714	291,267	452,644	
20,014	20,014	Fair value of growing produce of bearer biological assets	20,014	7,841	20,014	7,841	
67,624	102,122	Amounts due from Related Parties	3,817	93,857	18,158	123,013	
156,512	148,684	Cash and Cash Equivalents	46,537	146,286	44,480	146,042	
1,191,383	1,179,448	Total Current Assets	822,971	1,117,231	799,616	1,104,023	
8,286,184	8,295,096	Total Assets	7,921,144	8,230,933	7,918,882	8,248,670	
EQUITY							
1,571,362	1,571,362	Stated Capital	1,571,362	1,571,362	1,571,362	1,571,362	
240,000	240,000	General Reserves	240,000	240,000	240,000	240,000	
506,903	459,656	Revaluation Reserve	506,902	641,690	459,656	594,442	
(11,540)	-	Foreign Exchange Translation Reserve	(11,540)	(11,377)	-	-	
65,480	68,394	Fair Value through Other Comprehensive Income Reserve	65,480	48,455	68,395	51,371	
(572,622)	(523,172)	Retained Earnings	(468,980)	(433,408)	(419,536)	(368,977)	
1,799,583	1,816,240	Total Equity	1,903,224	2,056,722	1,919,877	2,088,198	
LIABILITIES							
1,392,787	1,392,787	Interest bearing Borrowings	1,302,014	818,838	1,302,014	818,838	
316,081	316,081	Deferred Income - Capital Grant	313,401	322,987	313,401	322,987	
1,053,074	1,053,074	Deferred Tax Liabilities	1,053,073	358,102	1,053,073	358,102	
720,953	720,953	Net Obligation to Lessor of JEDB/SLSPC	720,953	672,689	720,953	672,689	
598,546	597,732	Retirement Benefit Obligations	612,216	666,468	612,216	662,464	
4,081,441	4,080,627	Total Non - Current Liabilities	4,001,658	2,839,084	4,001,658	2,835,080	
321,941	321,941	Interest bearing Borrowings	321,942	602,796	321,942	602,796	
1,916,042	1,909,111	Trade & Other Payables	1,307,841	1,975,137	1,304,711	1,965,402	
80,795	80,795	Amounts due to Related Parties	335,868	39,615	320,083	39,615	
86,382	86,382	Bank Overdraft	50,612	717,580	50,612	717,580	
2,405,160	2,398,229	Total Current Liabilities	2,016,262	3,335,128	1,997,347	3,325,393	
6,486,601	6,478,856	Total Liabilities	6,017,920	6,174,211	5,999,005	6,160,472	
8,286,184	8,295,096	Total Equity and Liabilities	7,921,144	8,230,933	7,918,882	8,248,670	
5.32	5.37	Net Assets per Share (Rs.)	5.62	6.08	5.67	6.17	

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

Sgd.
R Perera
General Manager Finance

Signed on behalf of the Board of Directors of Kotagala Plantations PLC

Sgd.
Sunil Poholiyadde
Director

Sgd.
K Mohideen
Director

Kotagala Plantations PLC

COMPANY

STATEMENT OF CHANGES IN EQUITY

	Attributable to Owners of the Company						Total Rs. '000
	Stated Capital Rs. '000	Revaluation Reserve Rs.000	Fair value through Other Comprehensive Income Rs. '000		General Reserves Rs. '000	Retained Profit / (Loss) Rs. '000	
Balance as at 01.04.2022	1,571,361	594,443	51,371		240,000	(821,981)	1,635,195
Right Issue							-
Profit for the Period						453,004	453,004
Other Comprehensive Income for the Period							-
Deferred tax on revaluation							-
Balance as at 30.09.2022	1,571,361	594,443	51,371		240,000	(368,977)	2,088,198
Balance as at 01.04.2023	1,571,362	459,656	68,395		240,000	(523,172)	1,816,241
Right Issue							-
Profit for the Period	-	-	-		-	103,636	103,636
Other Comprehensive Income for the Period	-	-	-		-	-	-
Dividend paid	-	-	-		-	-	-
Balance as at 30.09.2023	1,571,362	459,656	68,395		240,000	(419,536)	1,919,877

STATEMENT OF CHANGES IN EQUITY

Group

	Attributable to Owners of the Company						Total Rs. '000	
	Stated Capital Rs. '000	Revaluation Reserve Rs.000	Fair value through Other Comprehensive Income Rs. '000		Foreign Currency translation reserve	General Reserves Rs. '000		Retained Profit / (Loss) Rs. '000
Balance as at 01.04.2022	1,571,361	641,690	48,456		(11,377)	240,000	(887,456)	1,602,674
Rights Issue								-
Revaluation								-
Profit for the Period							454,048	454,048
Other Comprehensive Income for the Period								-
Balance as at 30.09.2022	1,571,361	641,690	48,456		(11,377)	240,000	(433,408)	2,056,722
Balance as at 01.04.2023	1,571,362	506,903	65,480		(11,540)	240,000	(572,622)	1,799,583
Revaluation								-
Profit for the Period							103,642	103,642
Other Comprehensive Income for the Period								-
Dividend paid								-
Balance as at 30.09.2023	1,571,362	506,902	65,480		(11,540)	240,000	(468,980)	1,903,224

Kotagala Plantations PLC

CASH FLOW STATEMENT

For the six months ended as at 30th September	Group		Company	
	2023	2022	2023	2022
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Cash Flows from Operating Activities				
Profit before Taxation	103,642	454,048	103,636	453,004
Adjustments for :	-	-	-	-
Depreciation /Amortization	144,851	147,213	144,851	144,066
Fair value gain on biological assets	-	-	-	-
Profit on disposal of assets	-	-	-	-
Interest Expenses	182,504	193,048	182,398	193,048
Interest Income	(7,837)	(7,970)	(7,837)	(7,970)
Exchange gain/loss	-	-	-	-
Provision for impairment of amount due from related parties	-	-	-	-
Reversal of impairment of amount due to related parties	-	-	-	-
Provision for impairment of investment in subsidiaries	-	-	-	-
Provision for impairment of investment in associates	-	-	-	-
Defined Benefit Plan Cost - Retiring Gratuity	46,259	53,974	46,165	53,880
Share of profit/loss of equity accounted investee	-	-	-	-
Amortization of Deferred Income	(6,588)	(6,588)	(6,588)	(6,588)
Operating Profit before Working Capital Changes	462,831	833,725	462,625	829,440
(Increase)/Decrease in Inventories	74,970	(115,923)	82,671	(83,610)
(Increase)/Decrease in Trade & other Receivables	119,659	(137,205)	108,992	(144,014)
(Increase)/Decrease in Amounts due from Related Parties	63,807	(52,978)	83,964	(67,675)
Increase/(Decrease) in Trade & Other Payables	(211,006)	(117,119)	(206,497)	(123,004)
Increase/(Decrease) in Amounts due to Related Parties	255,073	(30,733)	239,288	(30,733)
Cash Flow from Operating Activities	765,335	379,767	771,044	380,405
Income Tax Paid			-	-
Interest Income	7,837	7,970	7,837	7,970
Interest Paid	(154,407)	(169,008)	(154,349)	(169,008)
Retiring Gratuity Paid	(31,680)	(49,887)	(31,680)	(49,887)
Net Cash Flow from Operating Activities	587,084	168,843	592,851	169,480
Cash Flows from Investing Activities				
Purchase & Construction of Property, Plant & Equipment	(28,145)	(20,092)	(28,145)	(20,092)
Investment in immature plantations	(84,324)	(50,507)	(84,324)	(50,507)
Proceeds from disposal of assets	-	-	-	-
Investment in subsidiary	-	-	-	-
Investment in fair value through OCI investment	-	-	-	-
Right Issue	-	-	-	-
Net Cash generated from/(used in) Investing Activities	(112,469)	(70,599)	(112,469)	(70,599)
Cash Flows from Financing Activities				
Payment of lease rentals	(395,277)	(51,490)	(395,277)	(51,490)
Capital Grants Received	3,908	1,443	3,908	1,443
Repayment of Debenture	(57,247)	(57,816)	(57,247)	(57,816)
Proceeds from Long Term Loans	131,189	60,723	131,189	60,723
Repayment of Long Term Loans	(231,391)	(139,825)	(231,391)	(139,825)
Proceeds from right issue	-	-	-	-
Net Cash generated from/(used in) Financing Activities	(548,817)	(186,966)	(548,817)	(186,966)
Net Increase in Cash & Cash Equivalents	(74,201)	(88,722)	(68,434)	(88,084)
Cash & Cash Equivalents at the beginning of the year	70,130	(482,572)	62,302	(483,449)
Effect of Exchange Rate Changes				
Cash & Cash Equivalents at the end of the period	(4,074)	(571,294)	(6,131)	(571,538)
Analysis of Cash & Cash Equivalents at the end of the Period				
Cash in Hand & Bank	46,537	146,286	44,480	146,042
Bank & Other Borrowings	(50,612)	(717,580)	(50,612)	(717,580)
	(4,074)	(571,294)	(6,131)	(571,538)

Segmental Information

Group	Company	
Year ended	Year ended	
31/03/2023	31/03/2023	
Rs. '000	Rs. '000	
Revenue		
3,707,438	3,707,438	Tea
917,846	844,529	Rubber
394,120	394,120	Oil Palm
5,019,404	4,946,087	

Group		Company		Group		Company	
Quarter ended	Quarter ended	Quarter ended	Quarter ended	06 Months ended	06 Months ended	06 Months ended	06 Months ended
30/09/2023	30/09/2022	30/09/2023	30/09/2022	30/09/2023	30/09/2022 (Restated)	30/09/2023	30/09/2022 (Restated)
Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
919,204	772,903	919,204	772,903	1,981,602	1,649,563	1,981,602	1,649,563
168,101	301,804	152,363	300,648	311,290	425,992	286,465	419,963
110,627	132,134	110,627	132,134	216,869	198,838	216,869	198,838
1,197,932	1,206,841	1,182,194	1,205,685	2,509,761	2,274,393	2,484,936	2,268,364

Gross Profit

1,044,410	1,044,410	Tea	159,144	189,550	159,144	189,550	388,899	493,074	388,899	493,074
(987)	(18,784)	Rubber	(55,831)	109,863	(59,540)	104,434	(118,825)	83,833	(127,224)	76,834
238,123	238,123	Oil Palm	60,879	86,048	60,879	86,048	121,601	128,839	121,601	128,839
1,281,546	1,263,749		164,193	385,461	160,484	380,032	391,675	705,744	383,276	698,746

Gross Profit/(Loss)

Fair Value Gain on Biological Assets

Other Operating Income

Administrative Expenses

Net Financing Costs

Profit/(Loss) Before Income Tax

Company

For the 06 months ended 30.09.2023

	Tea	Rubber	Oil Palm	Total
Gross Profit/(Loss)	388,899	(127,224)	121,601	383,276
Fair Value Gain on Biological Assets	-	-	-	-
Other Operating Income	954	35,775	-	36,728
Administrative Expenses	(103,610)	(32,887)	(5,311)	(141,808)
Net Financing Costs	(111,206)	(49,387)	(13,968)	(174,561)
Profit/(Loss) Before Income Tax	175,037	(173,723)	102,322	103,636

Information on Debentures

Trading at Colombo Stock Exchange

Debenture Type	Highest Value (Rs.)	Lowest Value (Rs.)	Last Traded Value (Rs.)
D1 - D6	Not Traded	Not Traded	Not Traded

The company successfully rescheduled the entire debenture outstanding of Rs.500m for a period of 5 years at a reduced interest rate of 7.5%, with a defined monthly payment plan.

Comparable Interest Rate on Government Securities

3 years	15.64%
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Company - End September 2023	
Debt/Equity Ratio	0.85
Quick asset Ratio	0.19
Interest Cover	1.34

Kotagala Plantations PLC
Notes to the Financial Statements

- 1) Accounting policies and methods of computation adopted in the above interim accounts are same as those in the previous Audited Financial Statements and also in compliance with Sri Lanka Accounting Standard 34 - Interim Financial Reporting.
- 2) The above figures are provisional and subject to audit.
- 3) There has been no significant change in the nature of the contingent liabilities which were disclosed in the audited financial statements for the year ended 31st March 2023
- 4) There has been no material events subsequent to the interim period which require disclosure in the provisional Interim Financial Statements.
- 5) Market Prices Recorded during the quarter ended 30th September

	2023	2022
Highest - (Rs.)	8.20	12.90
Lowest - (Rs.)	5.90	3.40
Last Traded - (Rs.)	7.10	11.20
- 6) The Stated Capital of the Company is Rs. 1,571,362,510.00 represented by 338,512,500 Ordinary shares.
- 7) The percentage of Shares held by the public as at 30th September 2023 was 40.15% and the number of public shareholders are 16,737.
- 8) The applicable option under CSE Rule 7.13.1 (i) (a) on minimum public holding is option 5 and the Float Adjusted Market Capitalization as of 30.09.2023 was Rs.951,389,381.25
- 9) Details pertaining to Directors direct shareholdings as at 30.09.2023 are given below

Name of Director	No. of Shares
Mr. A.M.de.S. Jayaratne	50,000
Mr. C. P. R. Perera	506,250
Mr. S. S. Poholiyadde	7,972

- 10) Major Shareholders as at 30th September 2023

Name	No of Shares	%
1 CONSOLIDATED TEA PLANTATIONS LIMITED	183,823,231	54.30%
2 AMANA BANK PLC/DARLEY BUTLER AND COMPANY LIMITED	10,487,299	3.10%
3 HATTON NATIONAL BANK PLC/SUBRAMANIAM VASUDEVAN	6,438,430	1.90%
4 SECRETARY TO THE TREASURY	5,700,834	1.68%
5 LANKEM TEA & RUBBER PLANTATIONS (PVT) LIMITED	5,550,000	1.64%
6 NUWARA ELIYA PROPERTY DEVELOPERS (PVT) LTD	4,963,662	1.47%
7 HATTON NATIONAL BANK PLC/ALMAS HOLDINGS (PRIVATE) LIMITED	2,676,268	0.79%
8 MR. LOKU KATTOTAGE NIHAL KUMARA KULAWARDENA	2,560,669	0.76%
9 HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAM	2,500,000	0.74%
10 MR. NAVANEETHA RAJAH SELVADURAI	2,379,398	0.70%
11 MR. MOHAMED ISMAIL MOHAMED SHAFIE AND MRS. FATHIMA RAZANA SHAFIE	2,050,128	0.61%
12 EMFI CAPITAL LIMITED	1,913,898	0.57%
13 MRS. PATTINIDEVA ASOKA SWARNA KANTHIE BERUWALAGE	1,700,000	0.50%
14 MR. RASIAH RANJITH LEON	1,475,123	0.44%
15 DFCC BANK PLC/P. MURALITHARAN	1,457,641	0.43%
16 ALMAS HOLDINGS (PRIVATE) LIMITED	1,450,000	0.43%
17 MR. ARUNASALAM SITHAMPALAM	1,372,569	0.41%
18 HATTON NATIONAL BANK PLC/ALMAS CAPITAL (PRIVATE) LIMITED	1,344,110	0.40%
19 MR. RAVIN ARIFEEEN	1,341,385	0.40%
20 MRS. FATHIMA SALMA SHAFIE AND MR. SILMY AHMED MOHAMED BASHEER	1,300,000	0.38%
21 MR. KAUARACHCHGE SUDATH MALCOLM RODRIGO	1,300,000	0.38%
Total	243,784,645	72.02%