

BALANGODA PLANTATIONS PLC

110, Norris Canal Road - Colombo -10

INTERIM FINANCIAL STATEMENT
AS AT 31st March 2023



BALANGODA PLANTATIONS PLC

110, Norris Canal Road - Colombo -10

Provisional Financial Statement for 03 months ended 31 st March 2023

CORPORATE INFORMATION

Company	: Balangoda Plantations PLC	
Legal Form	: Quoted Public Company	
Date of Incorporation	: 11th June 1992	
Company Registration No	: P Q 165	
Registered Office	: 110, Norris Canal Road, Colombo 10	
Board of Directors	: Mr.D.H.S Jayawardena Mr.M A N S Perera Mr.D Hasitha S Jayawardena Mr.C R Jansz Mr.K Dayaparan Dr.A.Shakthevale Mr.D.S.K.Amarasekera	- Chairman/MD - Executive Director - Non Executive Director - Non Executive Director - Non Executive Director - Independent Director - Independent Director
Secretary	: Mr. P A Jayatunga, 833, Sirimavo Bandaranaike Mawatha, Colombo 14. Telephone 2524734 / 2522871	
Registrars	: Central Depositor Systems (Pvt) Limited (CSD) Ground Floor,M & M Center 341/5, Kotte Road,Rajagiriya	
Auditors	: Messrs. KPMG Sri Lanka, 32A, Sir Mohomad Macan Markar Mawatha, Colombo 03	
Legal Advisors	: Prasanna Goonewardene & Company, Attorneys-at-Law, Solicitors & Notaries Public, 26/01, Colonel T. G. Jayawardena Mawatha, Colombo 3.	
Bankers	: Hatton National Bank PLC, Head Office Branch, 481, Darley Road, Colombo -10	
Managing Agents	: Melstacorp PLC 110,Norris Canal Road Colombo 10	

BALANGODA PLANTATIONS PLC

110, Norris Canal Road - Colombo -10

Statement of Financial Position for 03 months ended 31st March 2023

STATEMENT OF FINANCIAL POSITION

	As at 31/03/2023 Rs '000	As at 31/03/2022 Rs '000	(Unaudited) As at 31/12/2022 Rs '000
ASSETS			
Non Current Assets			
Right of Use Assets	244,045	254,523	246,766
Immovable Leased Assets	4,785	11,759	6,529
Property, Plant and Equipment	1,481,514	1,549,167	1,476,442
Intangible Assets	1,627	2,153	1,672
Investment Property	389,463	266,075	389,051
Bearer Biological Assets	1,842,346	1,916,735	1,868,734
Consumable Biological Assets	2,627,397	2,341,772	2,575,298
Financial Assets Measured at FVOCI	253	314	180
	6,591,430	6,342,498	6,564,672
Current Assets			
Produce on Bearer Biological Assets	14,266	10,006	9,369
Inventories	520,135	480,352	612,664
Trade and Other Receivables	202,331	186,574	119,413
Amounts due from Related Company	43,619	30,134	33,641
Other Financial Assets Measured at Amortised Cost	-	454	-
Cash and Cash Equivalents	7,659	13,425	2,177,431
	788,010	720,945	2,952,518
Total Assets	7,379,440	7,063,443	9,517,190
EQUITY AND LIABILITIES			
Equity			
Stated Capital	2,359,091	350,000	350,000
Revaluation Reserves	948,302	909,017	948,302
Timber Reserves	2,150,793	1,931,017	2,150,793
FVOCI Reserve	104	165	32
Accumulated Losses	(1,246,936)	(2,195,139)	(1,395,674)
Share Application Pending Allotment	-	-	2,169,642
Total Equity	4,211,354	995,060	4,223,095
Non Current Liabilities			
Interest Bearing Loans and Borrowings	533,219	3,385,892	2,169,642
Retirement Benefit Obligations	585,016	594,314	607,264
Deferred Tax Liability	472,196	580,896	472,196
Deferred Income	118,466	127,927	120,831
Lease Liability	280,148	281,008	280,367
	1,989,045	4,970,037	3,650,300
Current Liabilities			
Interest Bearing Loans and Borrowings	400,000	141,668	1,151,184
Lease Liability	1,160	3,940	2,100
Trade and Other Payables	358,776	491,691	403,893
Amounts due to Related Companies	12,805	18,602	12,809
Income Tax Payable	-	-	-
Bank Overdraft	406,300	442,445	73,809
	1,179,041	1,098,346	1,643,795
Total Liabilities	3,168,086	6,068,383	5,294,095
Total Equity and Liabilities	7,379,440	7,063,443	9,517,190
	-	-	-
Net Assets per Share	89.09	42.10	85.90

*These interim financial statements are provisional and subject to audit.

It is certified that the Financial Statements as at 31st March 2023 have been prepared in compliance with the provisions of the Companies Act No. 7 of 2007.

R T Kodikara
General Manager - Finance

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 Balangoda Plantations PLC by,

C R Jansz
Director

K Dayaparan
Director

15-May-2023

BALANGODA PLANTATIONS PLC
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Statement of Financial Position for 03 months ended 31st March 2023

STATEMENT OF COMPREHENSIVE INCOME			
	03 Months ended 31/03/2023 Rs. '000	03 Months ended 31/03/2022 Rs. '000	(Unaudited) 12 Months ended 31/12/2022 Rs. '000
Revenue	1,190,115	1,044,810	6,070,594
Cost of Sales	(992,608)	(859,437)	(4,495,664)
Gross Profit/(Loss)	197,507	185,373	1,574,930
Other Income	31,823	35,888	153,560
Gain on Changes in Fair Value of Biological Assets	54,896	43,396	206,511
Administrative Expenses	(29,758)	(16,049)	(154,469)
Other Expenses			
Results from Operating Activities	254,468	248,608	1,780,532
Finance Income	4,180	94	402
Finance Costs	(104,823)	(96,684)	(805,482)
Net Finance Costs	(100,643)	(96,590)	(805,080)
Profit/(Loss) Before Taxation	153,825	152,018	975,452
Income Tax Expenses			
Profit/ (Loss) for the Period	153,825	152,018	975,452
Other Comprehensive Income / (Expenses)			
Gain from Fair Valuation - Assets Transferred from PPE to Investment Property			
Actuarial Gain/(Loss) on Retirement Benefit Obligations			368,694
Deferred Tax Charge on Revaluation Surplus			
Deferred Tax on Actuarial Gain/(Loss) on Retirement Benefit Obligation			
Net Change in the Fair Value of Financial Assets Measured at FVOCI	73	(74)	(208)
Total Other Comprehensive Income/(Expense)	73	(74)	368,486
Total Comprehensive Income/ (Expense)	153,898	151,944	1,343,938
Basic Profit (Loss) per Share	3.25	6.43	41.27

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BALANGODA PLANTATIONS PLC
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Provisional Financial Statement for 03 months ended 31st March 2023

STATEMENT OF CHANGES IN EQUITY

	Stated Capital <i>Rs. '000</i>	Revaluation Reserves <i>Rs. '000</i>	Timber Reserves <i>Rs. '000</i>	Available for Sale Reserves <i>Rs. '000</i>	Pending Allotment <i>Rs. '000</i>	Retained Profit/(Loss) <i>Rs. '000</i>	Total Equity <i>Rs. '000</i>
Balance as at 31 December 2021	350,000	909,017	1,931,017	240		(2,347,157)	843,117
Net Profit/(Loss) for the period						152,018	152,018
Transferred to Timber Reserve							
Other Comprehensive Income				(74)			(74)
Balance as at 31st March 2022	350,000	909,017	1,931,017	166	-	(2,195,139)	995,061
Balance as at 31 December 2022	350,000	948,302	2,150,793	32	2,169,642	(1,400,762)	4,218,007
Net Profit/(Loss) for the period						153,825	153,825
Transferred to Timber Reserve							-
Other Comprehensive Income				73			73
Transferred to Right Issue	2,009,091				(2,009,091)		-
Refund of Unaccepted Shares Applications					(160,551)		(160,551)
Balance as at 31st March 2023	2,359,091	948,302	2,150,793	105	-	(1,246,937)	4,211,354

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BALANGODA PLANTATIONS PLC

Provisional Financial Statement for 03 months ended 31st March 2023

110, Norris Canal Road - Colombo -10

STATEMENT OF CASHFLOW

	As at 31/03/2023 Rs. '000	(Unaudited) As at 31/12/2022 Rs. '000
Cash Flows From Operating Activities		
Loss Before Taxation	153,825	975,452
Adjustments for		
Depreciation and Amortization	48,786	206,466
Impairment of Immature Plantation- Rubber		
Write Off of Bearer Biological Assets		
Provision for Write off of other Receivables		
Gain on Disposal of Property, Plant and Equipment	(2,650)	(10,050)
Interest Income	(4,180)	(402)
Provision for Retirement Benefit Obligations	22,610	165,102
Amortization of Government Grants	(2,365)	(9,460)
Interest Expenses	104,823	805,482
Provision for VAT Payable	-	-
Fair Value Gain on Investment properties		(41,765)
Gain on Changes in Fair Value of Biological Assets	(50,000)	(201,250)
Operating Profit before Working Capital Changes	270,849	1,889,575
Working Capital Changes		
Decrease/ (Increase) in inventories	89,491	(182,247)
(Increase) / Decrease in Trade and Other Receivables	(83,025)	(5,142)
Decrease/ (Increase) in Amounts Due From Related Companies	(4,931)	(18,149)
Increase / (Decrease) in Trade and Other Payables	(46,670)	(47,508)
Increase / (Decrease) in Amounts Due to Related Companies	6	5,503
Cash Generated from Operations	225,720	1,642,032
Gratuity Paid	(44,858)	(116,504)
Interest Paid	(6,058)	(77,462)
Net Cash Generated from / (Used in) Operating Activities	174,804	1,448,066
Cash Flows From Investing Activities		
Interest Received	4,180	402
Purchase of Property, Plant and Equipment	(9,280)	(31,080)
Investment in Financial Assets		-
Investment in Immature Bearer Biological Assets	(19,693)	(94,927)
Proceeds from Disposal of Property, Plant And Equipment	2,650	10,050
Investment in other Financial Assets Measured at Amortised Cost	-	454
Net Cash Used In Investing Activities	(22,143)	(115,101)
Cash Flows from Financing Activities		
Proceeds from Long Term Borrowings	-	137,194
Repayment of Long Term Borrowings	(2,484,091)	(1,038,787)
Repayment of Lease Liabilities	(10,282)	(40,377)
Share Application Pending Allotment	-	2,169,642
Refund of Unaccepted Shares Applications	(160,551)	-
Net Cash Generated from Financing Activities	(2,654,924)	1,227,672
Net Decrease in Cash and Cash Equivalents	(2,502,263)	2,560,637
Cash and Cash Equivalents at Beginning of the Year	2,103,622	(457,015)
Cash and Cash Equivalents at End of the Year	(398,641)	2,103,622

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BALANGODA PLANTATIONS PLC

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Provisional Financial Statement for 03 months ended 31st March 2023

NOTE TO THE FINANCIAL STATEMENT

	03 Months ended 31/03/2023	03 Months ended 31/03/2022	12 Months ended 31/12/2022
01 Market Price Per Share			
Market Value of Share			
Highest (for the period)	88.00	42.00	139.00
Lowest (for the period)	66.20	17.00	13.40
Last Traded Price (for the period)	66.30	17.40	82.00
02 Market Capitalization & Ratios			
Market Capitalization (Rs. '000)	3,134,134	411,266	1,938,152
Float adjusted Market Capitalization (Rs. '000)	773,823	170,128	802,141
Price Earning Ratio (times)	20.38	2.71	1.99

The Float adjusted market capitalization of the company falls under option 5 of Rule 7.13.1(a) of the Listing Rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.

- 03** There was no change to the Accounting Policies and methods of computation since the publication of the Annual Report 2021 and These financial statements comply with the Sri Lanka Accounting Standards (SLFRS/LKAS) and the Statements of Recommended Practices (SoRP) and provide the information required by the Colombo Stock Exchange and LKAS 34.
- 04** Other than contingent liabilities which may arise from fair value adjustments, there has not been a significant change in the nature of contingent assets and contingent liabilities which were disclosed in the Annual Report for the year ended 31 December 2022.
- 05** No circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the financial statements
- 06** The Statement of Recommended Practice (SoRP) for Right-to-use of Land on Lease was approved by the Council of the Institute of Chartered Accountants of Sri Lanka on 19th December 2012. Subsequently, the amendments to the SoRP along with the modification to the title as Statement of Alternative Treatment (SoAT) were approved by the Council on 21st August 2013.
- 07** Amendment to LKAS 16 and LKAS 41, on Bearer plants, harvestable biological assets growing on the bearer plants are measured at their fair value less cost to sell and accounted retrospectively
- 08** The aggregate value of the non-recurrent Related Party Transaction of the loans of Rs.933 Mn obtained from Melstacorp PLC has exceeded 10% of equity.
- 09** Stated Capital of Balangoda Plantations PLC amount to Rs.2,359,090,865 represented by 47,272,726 ordinary shares and a Golden share which has special rights held by the Secretary to the Treasury

BALANGODA PLANTATIONS PLC

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Provisional Financial Statement for 03 months ended 31st March 2023

ADDITIONAL NOTE

The Names and the Numbers of shares held by the 20 largest holders of voting and non-voting shares and the percentage of such shares held - 31st March 2023

	NAME	NO. OF SHARES	%
01	MELSTACORP PLC	35,601,185	75.31%
02	SANDWAVE LIMITED	1,114,494	2.36%
03	J.B. COCOSHELL (PVT) LTD	615,092	1.30%
04	SEYLAN BANK PLC/MOHAMED MUSHTAQ FUAD	578,334	1.22%
05	SAMPATH BANK PLC/MR. GERARD SHAMIL NIRANJAN PEIRIS & MRS. INDRANI ROSHANI PEIRIS	283,000	0.60%
06	MR. R.A. RISHARD	278,427	0.59%
07	HATTON NATIONAL BANK PLC/MUSHTAQ MOHAMED FUAD	223,007	0.47%
08	DIALOG FINANCE PLC/F.F. HANIFFA	213,032	0.45%
09	DIALOG FINANCE PLC/M.M FUAD	210,000	0.44%
10	HATTON NATIONAL BANK PLC/ALMAS HOLDINGS (PRIVATE) LIMITED	186,881	0.40%
11	ALMAS HOLDINGS (PRIVATE) LTD	125,000	0.26%
12	COCOSHELL ACTIVATED CARBON COMPANY (PVT) LTD	120,400	0.25%
13	MR. M.S.F. HAQQUE	118,004	0.25%
14	HATTON NATIONAL BANK PLC/RAVINDRA ERLE RAMBUKWELLE	105,000	0.22%
15	MR. A.K. PALLIYA GURUGE DON (DECEASED)	108,000	0.23%
16	SEYLAN BANK PLC/ HILINE TOWERS (PVT) LTD.	100,032	0.21%
17	SEYLAN BANK PLC/MOHAMED SUBAIR FOUZAL HAQQUE	100,000	0.21%
18	MR. K.D.Y. PATHIRAJA	100,000	0.21%
19	MR. L.D.S. CHANDRASIRI	100,000	0.21%
20	MR. M.M. FUAD	90,623	0.19%
		40,370,511	85.40%
	OTHER SHAREHOLDERS	6,902,215	14.60%
	TOTAL	47,272,726	100.00%

Number of Public Shareholders - 18,673

The Public holding percentage - 24.69%

The float adjusted market capitalization as at 31st March 2023 - Rs.773,823,168.30

A statement of each director's holding and Executive Director holding in shares of the entity at the end of each financial period 31st March 2023

Name	Non CDS	CDS	Total
Mr.D H S Jayawardena - Chairman/MD	-	-	-
Mr.D Hasitha S Jayawardena - Non Executive Director	-	-	-
Mr.C R Jansz - Non Executive Director	-	-	-
Mr.K Dayaparan - Non Executive Director	-	-	-
Dr.A.Shakthevale- Independent Director	-	-	-
Mr.D S K Amarasekera - Independent Director	-	-	-
CEO'S Shareholding as at 31st March 2023			
Mr. D D Wekunagoda	-	-	-

Number of shares representing the Entity's stated Capital

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Provisional Financial Statement for 03 months ended 31st March 2023

SEGMENT INFORMATION

REVENUE

Sale of Goods

Segmental Information
Segment

(a) Segment Revenue

	As at 31/03/2023 Rs. '000	As at 31/03/2022 Rs. '000	As at 31/03/2023 Rs. '000	As at 31/03/2022 Rs. '000	As at 31/03/2023 Rs. '000	As at 31/03/2022 Rs. '000
	Tea	Tea	Rubber	Rubber	Total	Total
Revenue	1,079,905	877,597	110,210	167,212	1,190,115	1,044,809
Cost of Sales	(849,000)	(726,982)	(143,608)	(132,455)	(992,608)	(859,437)
Segment Results	230,905	150,615	(33,398)	34,757	197,507	185,372

Unallocated

Other Operating Income					31,824	35,888
Administrative Expenses					(29,758)	(16,049)
Management Fees					-	-
Finance Cost					(100,644)	(96,590)
Gain on Change in Fair Value of Biological Asset					54,896	43,396
Profit/(Loss) before Income Tax Expense					153,825	152,017

Less: Taxation

Profit/(Loss) for the Period

(b) Segment Assets

Non Current Assets	2,028,698	1,890,774	1,849,993	1,979,222	3,878,691	3,869,996
Current Assets	677,607	471,789	69,757	92,409	747,364	564,198
	2,706,305	2,362,563	1,919,750	2,071,631	4,626,055	4,434,194

Unallocated

Non Current Assets				-	2,712,739	2,472,501
Current Assets					40,646	156,747
Total Assets					7,379,440	7,063,442

Segment Liabilities

Non Current Liabilities	728,014	447,676	138,310	146,638	866,324	594,314
Current Liabilities	281,317	366,950	62,997	124,740	344,314	491,690
Total Liabilities	1,009,331	814,626	201,307	271,378	1,210,638	1,086,004

Unallocated

Non Current Liabilities					1,122,721	4,375,723
Current Liabilities					834,727	606,654
Total Liabilities					3,168,086	6,068,381

Equity

					4,211,354	995,061
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