

BALANGODA PLANTATIONS PLC

110, Norris Canal Road - Colombo -10

Company Reg. No: P Q 165

INTERIM FINANCIAL STATEMENTS

THREE MONTHS ENDED 31 ST MARCH 2024



BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31ST MARCH 2024

CORPORATE INFORMATION

Company	: Balangoda Plantations PLC	
Legal Form	: Public Listed 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. C R Jansz Mr. D Hasitha S Jayawardena Mr. M A N S Perera Mr. K Dayaparan Dr. A Shakthevale Mr. D S K Amarasekera	- Chairman - Non Executive Director - Non Executive Director - 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 (CDS) Ground Floor, M & M Centre 341/5, Kotte Road, Rajagiriya.	
Auditors	: Messrs. KPMG (Chartered Accountants) 32A, Sir Mohomad Macan Markar Mawatha Colombo 03.	
Bankers	: Hatton National Bank PLC Ratnapura Branch Senanayake Mawatha Ratnapura	
Managing Agents	: Melstacorp PLC 110, Norris Canal Road Colombo 10.	

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31ST MARCH 2024

STATEMENT OF FINANCIAL POSITION

As at	Unaudited 31/03/2024 Rs '000	Unaudited 31/12/2023 Rs '000
ASSETS		
Non Current Assets		
Right of Use Assets	394,727	398,966
Immovable Leased Assets	362	366
Property, Plant and Equipment	1,417,744	1,425,087
Intangible Assets	1,438	1,256
Investment Property	404,123	404,123
Bearer Biological Assets	1,815,484	1,817,481
Consumable Biological Assets	2,989,763	2,939,763
Financial Assets Measured at FVOCI	428	409
	7,024,069	6,987,451
Current Assets		
Produce on Bearer Biological Assets	15,023	5,296
Inventories	488,943	553,319
Trade and Other Receivables	221,610	130,244
Amounts due from Related Company	40,727	30,103
Cash and Cash Equivalents	25,568	21,571
	791,871	740,533
Total Assets	7,815,940	7,727,984
EQUITY AND LIABILITIES		
Equity		
Stated Capital	2,359,091	2,359,091
Revaluation Reserves	741,689	741,689
Timber Reserves	2,613,625	2,563,625
FVOCI Reserve	280	260
Accumulated Losses	(2,185,234)	(2,302,967)
Total Equity	3,529,451	3,361,698
Non Current Liabilities		
Interest Bearing Loans and Borrowings	452,955	540,034
Retirement Benefit Obligations	904,356	903,264
Deferred Tax Liability	1,197,614	1,197,614
Deferred Income	109,499	111,864
Lease Liability	444,827	444,828
	3,109,251	3,197,604
Current Liabilities		
Interest Bearing Loans and Borrowings	450,000	450,000
Lease Liability	3,069	4,134
Trade and Other Payables	419,707	361,062
Amounts due to Related Companies	769	949
Bank Overdraft	303,693	352,537
	1,177,238	1,168,682
Total Liabilities	4,286,489	4,366,286
Total Equity and Liabilities	7,815,940	7,727,984
Net Assets per Share	74.66	71.11

It is certified that these interim financial statements as at 31st March 2024 have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

Sgd.

D S Heenatigalage

General Manager - Finance

The board of directors are responsible for the preparation and presentation of these interim financial statements.

Approved & signed for and on behalf of the board of directors of Balangoda Plantations PLC by ;

Sgd.

C R Jansz

Director

Colombo, 13th May 2024

Sgd.

K Dayaparan

Director

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31ST MARCH 2024

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited Quarter ended 31/03/2024 Rs. '000	Unaudited Quarter ended 31/03/2023 Rs. '000	Variance %
Revenue	1,116,660	1,190,115	(6)
Cost of Sales	(950,103)	(992,608)	4
Gross Profit	166,557	197,507	(16)
Other Income	25,882	31,823	(19)
Gain on Changes in Fair Value of Biological Assets	59,727	54,896	9
Administrative Expenses	(33,534)	(29,758)	(13)
Profit from Operation	218,632	254,468	(14)
<i>Finance Income</i>	277	4,180	(93)
<i>Finance Costs</i>	(51,176)	(104,823)	51
Net Finance Costs	(50,899)	(100,643)	49
Profit Before Taxation	167,733	153,825	9
Income Tax Expenses	-	-	-
Profit for the Period	167,733	153,825	9
Other Comprehensive Income / (Expenses)			
FVOCI	20	73	(73)
Total Other Comprehensive Income/(Expense)	20	73	(73)
Total Comprehensive Income	167,753	153,898	9
Basic Earnings /(Loss) per Share	3.55	3.25	

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31ST MARCH 2024

STATEMENT OF CHANGES IN EQUITY

	Stated Capital <i>Rs. '000</i>	Revaluation Reserves <i>Rs. '000</i>	Timber Reserves <i>Rs. '000</i>	FVOCI Reserves <i>Rs. '000</i>	Pending Allotment <i>Rs. '000</i>	Accumulated Loss <i>Rs. '000</i>	Total Equity <i>Rs. '000</i>
Balance as at 1st January 2023	350,000	741,689	2,363,625	43	2,169,642	(2,344,665)	3,280,334
Profit for the Period						153,825	153,825
Other Comprehensive Income				73			73
Transferred to Timber Reserve			50,000			(50,000)	-
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	741,689	2,413,625	116	-	(2,240,840)	3,273,681
Balance as at 1st January 2024	2,359,091	741,689	2,563,625	260	-	(2,302,967)	3,361,698
Profit for the Period						167,733	167,733
Transferred to Timber Reserve			50,000			(50,000)	-
Other Comprehensive Income				20			20
Balance as at 31st March 2024	2,359,091	741,689	2,613,625	280	-	(2,185,234)	3,529,451

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31ST MARCH 2024

STATEMENT OF CASHFLOWS

For the 03 months ended	Unaudited 31/03/2024 Rs. '000	Unaudited 31/12/2023 Rs. '000
Cash Flows From Operating Activities		
Profit Before Taxation	167,733	283,353
Adjustments for		
Depreciation and Amortization	48,281	190,177
Impairment of Immature Plantation- Rubber	-	12,500
Gain on Disposal of Property, Plant and Equipment	-	(6,350)
Interest Income	(272)	(5,194)
Provision for Retirement Benefit Obligations	27,795	135,824
Amortization of Government Grants	(2,365)	(9,213)
Interest Expenses	51,176	328,234
Change in Fair Value Gain on Investment properties	-	(15,600)
Gain on Changes in Fair Value of Biological Assets	(50,000)	(200,000)
Operating Profit before Working Capital Changes	242,348	713,731
Working Capital Changes		
Decrease/ (Increase) in inventories	54,649	158,503
(Increase) / Decrease in Trade and Other Receivables	(91,366)	(16,141)
Decrease/ (Increase) in Amounts Due From Related Companies	(10,624)	(3,404)
Increase / (Decrease) in Trade and Other Payables	58,646	(52,389)
Increase / (Decrease) in Amounts Due to Related Companies	(180)	22
Cash Generated from Operations	253,473	800,322
Retirement Benefit Obligations Paid	(26,703)	(177,205)
Interest Paid	(8,231)	(59,136)
Net Cash Generated from / (Used in) Operating Activities	218,539	563,981
Cash Flows From Investing Activities		
Interest Received	271	1,061
Purchase of Property, Plant and Equipment	(18,265)	(43,066)
Acquisition of Intangible Assets	-	(152)
Investment in Immature Bearer Biological Assets	(16,614)	(96,909)
Proceeds from Disposal of Property, Plant And Equipment	-	6,350
Net Cash Generated from (Used In) Investing Activities	(34,608)	(132,716)
Cash Flows from Financing Activities		
Repayment of Long Term Borrowings	(115,790)	(2,555,143)
Repayment of Lease Liabilities	(15,300)	(56,183)
Refund of Unaccepted Shares Applications	-	(160,552)
Dividend Paid	-	(94,545)
Net Cash Generated from/(Used In) Financing Activities	(131,090)	(2,866,423)
Net Increase (Decrease) in Cash and Cash Equivalents	52,841	(2,435,158)
Cash and Cash Equivalents at Beginning of the Period	(330,966)	2,104,192
Cash and Cash Equivalents at End of the Period (Note A)	(278,125)	(330,966)
Note A		
Cash and Cash Equivalents	25,568	21,571
Bank Overdraft	(303,693)	(352,537)
Cash and Cash Equivalents at End of the Period	(278,125)	(330,966)

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31ST MARCH 2024

NOTES TO THE FINANCIAL STATEMENTS

01. Segmental Information

For the 03 months ended

	31/03/2024	31/03/2023	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
	Tea	Tea	Rubber	Rubber	Total	Total
Revenue	980,543	1,079,905	136,116	110,210	1,116,659	1,190,115
Cost of Sales	(824,442)	(849,000)	(125,660)	(143,608)	(950,102)	(992,608)
Segment Results	156,101	230,905	10,456	(33,398)	166,557	197,507
Unallocated						
Other Operating Income					25,882	31,823
Administrative Expenses					(33,534)	(29,758)
Finance Cost					(50,899)	(100,643)
Gain on Change in Fair Value of Biological Asset					59,727	54,896
Profit Before Taxation					167,733	153,825
(b) Segment Assets						
As at						
	31/03/2024	31/03/2023	31/03/2024	31/03/2023	31/03/2024	31/03/2023
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Non Current Assets	2,123,389	2,028,698	1,830,914	1,849,993	3,954,303	3,878,691
Current Assets	669,205	677,607	69,769	69,757	738,974	747,364
	2,792,594	2,706,305	1,900,683	1,919,750	4,693,277	4,626,055
Unallocated						
Non Current Assets				-	3,069,766	2,712,739
Current Assets					52,897	40,646
Total Assets					7,815,940	7,379,440
Segment Liabilities						
Non Current Liabilities	1,102,560	728,014	246,622	138,310	1,349,182	866,324
Current Liabilities	309,622	281,317	80,995	62,997	390,617	344,314
Total Liabilities	1,412,182	1,009,331	327,617	201,307	1,739,799	1,210,638
Unallocated						
Non Current Liabilities					1,760,069	1,122,721
Current Liabilities					786,621	834,727
Total Liabilities					4,286,489	3,168,086
Equity					3,529,451	4,211,354

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31ST MARCH 2024

NOTES TO THE FINANCIAL STATEMENTS

- 02** These interim financial statements of the company for the three months ended 31st March 2024 were approved by the board of directors on 13th May 2024.
- 03** The interim Financial Statements have been prepared in accordance with the Accounting Policies set out in the most recent Annual Report and are in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting.
- 04** No circumstances have arisen since the Financial Position date, which would require adjustments to or disclosure in the financial statements.
- 05** The aggregate value of the non-recurrent Related Party balance of the loans obtained from Melstacorp PLC has exceeded 10% of equity.
- 06** Stated Capital of Balangoda Plantations PLC amount to Rs.2,368,363,573 represented by 47,272,726 ordinary shares and a Golden share which has special rights held by the Secretary to the Treasury.
- 07** There has not been a significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the year ended 31 December 2022.

INVESTOR INFORMATION

01 Market Price Per Share	Quarter ended 31/03/2024	Quarter ended 31/03/2023
Highest Price Rs.	54.90	88.00
Lowest Price Rs.	46.00	60.20
Last Traded Price Rs.	50.10	66.30

02 Directors' shareholding

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 2024

Name	As at 31/03/2024	As at 31/03/2023
Mr. D H S Jayawardena - Chairman	-	-
Mr. D Hasitha S Jayawardena - Non Executive Director	-	-
Mr. C R Jansz - Non Executive Director	-	-
Mr. K Dayaparan - Non Executive Director	-	-
Mr. M A N S Perera - Executive Director	-	-
Dr. A Shakthevale- Independent Director	-	-
Mr. D S K Amarasekera - Independent Director	-	-
CEO'S Shareholding as at 31st March 2024		
Mr. D D Wekunagoda	-	-

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31ST MARCH 2024

INVESTOR INFORMATION

03 Twenty (20) largest shareholders as at 31st March 2024

	NAME	No. of shares	% of issued capital
01	MELSTACORP PLC	35,268,300	74.61%
02	SANDWAVE LIMITED	1,272,596	2.69%
03	J.B. COCOSHELL (PVT) LTD	615,092	1.30%
04	HATTON NATIONAL BANK PLC/ALMAS HOLDINGS (PRIVATE)	523,166	1.11%
05	SEYLAN BANK PLC/MOHAMED MUSHTAQ FUAD	431,456	0.91%
06	SAMPATH BANK PLC/MR. GERARD SHAMIL NIRANJAN PEIRIS	258,000	0.55%
07	SEYLAN BANK PLC/RIZMY AHAMED RISHARD	249,998	0.53%
08	HATTON NATIONAL BANK PLC/MUSHTAQ MOHAMED FUAD	242,361	0.51%
09	DIALOG FINANCE PLC/F.F. HANIFFA	201,100	0.43%
10	DIALOG FINANCE PLC/ M.M. FUAD	199,400	0.42%
11	ALMAS HOLDINGS (PRIVATE) LIMITED	130,657	0.28%
12	COCOSHELL ACTIVATED CARBON COMPANY (PRIVATE) LIM	120,400	0.25%
13	MR. A.K. PALLIYA GURUGE DON (DECEASED)	108,000	0.23%
14	MR. M.S.F. HAQQUE	102,396	0.22%
15	HATTON NATIONAL BANK PLC/RAVINDRA ERLE RAMBUKWE	101,000	0.21%
16	MR. L.D.S. CHANDRASIRI	100,000	0.21%
17	SEYLAN BANK PLC/MOHAMED SUBAIR FOUZAL HAQQUE	100,000	0.21%
18	MR. M.R. RASHEED	97,500	0.21%
19	DR. A.A.M. DHARMADASA	90,000	0.19%
20	HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAN	89,442	0.19%
	Sub Total	40,300,864	85.25%
	Other Shareholders	6,971,862	14.75%
	Grand Total	47,272,726	100%

	31/03/2024	31/03/2023
Public holding percentage (%) of the stated capital	25.39	24.69
Number of Shareholders representing public shareholdings	18,633	18,673
Float adjusted market capitalization (Rs. '000)	601,422	773,823

Minimum public holding

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.