



AITKEN SPENCE PLANTATION MANagements PLC
INTERIM FINANCIAL STATEMENTS
TWELVE MONTHS ENDED 31 MARCH 2019

AITKEN SPENCE PLANTATION MANagements PLC
INTERIM FINANCIAL STATEMENTS AS AT 31 MARCH 2019
STATEMENT OF FINANCIAL POSITION

	Group		Company	
	Unaudited As at 31-Mar-2019 Rs.	Audited As at 31-Mar-2018 Rs.	Unaudited As at 31-Mar-2019 Rs.	Audited As at 31-Mar-2018 Rs.
ASSETS				
Non-current assets				
Leasehold property, plant and equipment	217,594,720	235,624,225	-	-
Freehold property, plant and equipment	989,987,735	836,546,883	-	-
Bearer biological assets	3,337,706,474	3,128,868,138	-	-
Consumable biological assets	1,003,340,617	1,001,128,616	-	-
Other non-current assets	41,182,022	39,916,170	-	-
Investments in subsidiaries	-	-	683,875,123	683,875,123
Investment in joint ventures	169,977,959	156,161,300	-	-
Intangible assets	115,893,437	113,289,780	-	-
Deferred tax assets	1,978,900	1,895,942	1,978,900	1,895,942
	5,877,661,865	5,513,431,054	685,854,023	685,771,065
Current assets				
Produce on bearer biological assets	11,290,634	12,898,502	-	-
Inventories	381,276,810	342,803,779	-	-
Trade and other receivables	283,226,226	190,193,103	375,000	-
Amount due from related parties	124,264,045	71,613,172	213,202,177	113,169,449
Cash and cash equivalents	51,408,558	196,442,217	1,871,513	104,144,143
	851,466,273	813,950,773	215,448,690	217,313,592
TOTAL ASSETS	6,729,128,139	6,327,381,827	901,302,713	903,084,657
EQUITY AND LIABILITIES				
Equity				
Stated capital	421,666,250	421,666,250	421,666,250	421,666,250
Timber reserve	467,264,174	481,682,026	-	-
Retained earnings	2,106,752,578	1,876,484,362	447,635,385	459,386,837
Equity attributable to equity holders of the parent	2,995,683,002	2,779,832,638	869,301,635	881,053,087
Non-controlling interest	1,702,531,490	1,551,125,712	-	-
Total Equity	4,698,214,492	4,330,958,350	869,301,635	881,053,087
Non Current Liabilities				
Interest bearing borrowings	76,328,185	184,192,790	-	-
Liability to make lease payments	161,993,321	165,676,270	-	-
Deferred grants and subsidies	212,214,021	231,325,067	-	-
Retirement benefit obligations	616,929,598	537,746,523	7,067,500	6,771,222
Deferred tax liabilities	474,829,490	409,987,032	-	-
	1,542,294,614	1,528,927,682	7,067,500	6,771,222
Current Liabilities				
Interest bearing borrowings	109,098,324	113,337,520	-	-
Liability to make lease rentals	3,682,949	3,541,297	-	-
VAT Payable	7,139,879	-	7,139,879	-
Trade and other payables	351,918,037	332,016,604	1,230,178	8,599,455
Amount due to related parties	1,690,608	8,591,327	1,690,598	3,728,278
Income tax liabilities	15,089,236	10,009,047	14,872,923	2,932,615
	488,619,033	467,495,795	24,933,578	15,260,348
TOTAL EQUITY AND LIABILITIES	6,729,128,139	6,327,381,827	901,302,713	903,084,657
Net assets per share	140.64	130.51	40.81	41.36

Ruwan Nissanka
Chief Financial Officer

Signed for and on behalf of the board of directors of Aitken Spence Plantation Managements PLC

R M Fernando
Managing Director

B Bulumulla
Director

30 May 2019
Colombo

AITKEN SPENCE PLANTATION MANagements PLC
INTERIM FINANCIAL STATEMENTS FOR THE TWELVE MONTHS ENDED 31 MARCH 2019
INCOME STATEMENT

	Group			Group		
	Three months ended			Twelve months ended		
	31-Mar-2019 Rs.	31-Mar-2018 Rs.	Change %	31-Mar-2019 Rs.	31-Mar-2018 Rs.	Change %
Revenue	977,447,936	915,612,911	7	3,547,947,152	3,700,200,229	(4)
Cost of sales	(808,307,495)	(721,164,682)	12	(2,795,400,171)	(2,811,621,947)	(0.58)
Gross profit	169,140,441	194,448,229	13.02	752,546,981	888,578,282	(15)
Gains on fair value of biological assets	30,009,627	25,602,463	17	30,009,627	25,602,463	17
Other operations income	59,349,604	58,424,535	2	204,800,037	133,995,121	53
Administrative expenses	(104,483,437)	(132,082,936)	(21)	(352,683,819)	(296,914,857)	19
Management fees and workers profit share	(777,748)	8,039,842	(110)	(28,420,225)	(29,068,019)	(2)
Finance cost	2,588,821	3,439,218	(25)	(45,729,810)	(61,958,098)	(26)
Finance income	4,234,572	4,682,198	(10)	9,274,177	5,540,118	67
Profit share of joint venture	6,407,021	1,740,406	268	13,489,831	2,989,744	351
Profit before tax	166,468,901	164,293,955	(1)	583,286,800	668,764,755	(13)
Current Year Income tax expense	(77,526,335)	(64,998,511)	19	(94,057,665)	(96,999,039)	(3)
Profit for the year after the current year tax	88,942,566	99,295,444	(10)	489,229,135	571,765,716	(14)
Adjustments for deferred tax due to Tax rate changes	-	(190,562,331)	(100)	-	(185,253,419)	(100)
Net profit for the period	88,942,566	(91,266,887)	197	489,229,135	386,512,297	27
Attributable to:						
Equity holders of the parent	56,658,061	(53,817,350)		321,489,097	257,819,123	
Non-controlling interest	32,284,505	(37,449,537)		167,740,038	128,693,174	
	88,942,566	(91,266,887)		489,229,135	386,512,297	
Earnings per share	2.66	(2.53)		15.09	12.10	

AITKEN SPENCE PLANTATION MANagements PLC
 INTERIM FINANCIAL STATEMENTS FOR THE TWELVE MONTHS ENDED 31 MARCH 2019
 INCOME STATEMENT

	Company			Company		
	Three months ended			Twelve months ended		
	31-Mar-2019	31-Mar-2018	Change	31-Mar-2019	31-Mar-2018	Change
Rs.	Rs.	%	Rs.	Rs.	%	
Service income	18,375,000	18,375,000	0	73,500,000	73,500,000	0
Gross profit	18,375,000	18,375,000	0	73,500,000	73,500,000	0
Other Income	-	50,532,023	100	-	91,703,703	(100)
Administrative expenses	(1,722,962)	(2,525,972)	(32)	(6,466,661)	(5,759,985)	12
Finance income	1,084,258	2,380,610	(54)	5,445,849	2,543,498	114
Profit before tax	17,736,296	68,761,661	74	72,479,188	161,987,216	(55)
Income tax expense	(12,830,640)	(2,589,248)	100	(20,330,640)	(10,089,249)	102
Net profit for the period	4,905,656	66,172,413	93	52,148,548	151,897,967	(66)
Earnings per share	0.23	3.11		2.45	7.13	

AITKEN SPENCE PLANTATION MANagements PLC
 INTERIM FINANCIAL STATEMENTS FOR THE TWELVE MONTHS ENDED 31 MARCH 2019
 STATEMENT OF COMPREHENSIVE INCOME

	Group		Group	
	Three months ended		Twelve months ended	
	31-Mar-2019	31-Mar-2018	31-Mar-2019	31-Mar-2018
	Rs.	Rs.	Rs.	Rs.
Net profit for the period	88,942,566	(91,266,887)	489,229,135	386,512,297
Other comprehensive income				
Actuarial gains on defined benefits plans	63,573,250	(69,574,208)	(63,573,250)	(69,574,208)
Income tax effect	(8,900,255)	9,740,389	8,900,255	9,740,389
Other comprehensive income for the period, net of tax	54,672,995	(59,833,819)	(54,672,995)	(59,833,819)
Total comprehensive income for the period, net of tax	143,615,561	(151,100,706)	434,556,140	326,678,479
Attributable to:				
Equity holders of the parent	111,331,055	(113,651,169)	283,150,362	220,935,516
Non-controlling interest	32,284,505	(37,449,537)	151,405,778	105,742,963
	143,615,561	(151,100,706)	434,556,140	326,678,479

	Company		Company	
	Three months ended		Twelve months ended	
	31-Mar-2019	31-Mar-2018	31-Mar-2019	31-Mar-2018
	Rs.	Rs.	Rs.	Rs.
Net profit for the period	4,905,656	66,172,413	52,148,548	151,897,967
Other comprehensive income				
Actuarial gains on defined benefits plans	-	-	-	-
Income tax effect	-	-	-	-
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period, net of tax	4,905,656	66,172,413	52,148,548	151,897,967

STATEMENT OF CHANGES IN EQUITY

Group Twelve months ended 31 March 2018	Attributable to equity holders of the parent				Non-controlling interest Rs.	Total equity Rs.
	Stated capital	Timber reserve	Retained earnings	Total		
	Rs.	Rs.	Rs.	Rs.		
Balance as at 1 April 2017	421,666,250	480,028,614	1,657,202,259	2,558,897,123	1,508,273,765	4,067,170,888
Profit for the period	-	-	257,819,123	257,819,123	128,693,174	386,512,297
Other comprehensive income for the period	-	-	(36,883,608)	(36,883,608)	(22,950,211)	(59,833,819)
Fair value increase of timber reserve		25,489,622	(25,489,622)			
Realised gain on harvested timber trees		(23,836,210)	23,836,210			
Dividend paid during the period			-	-	(62,891,016)	(62,891,016)
Balance as at 31 March 2018	421,666,250	481,682,026	1,876,484,362	2,779,832,638	1,551,125,712	4,330,958,350

Group Twelve months ended 31 March 2019	Attributable to equity holders of the parent				Non-controlling interest Rs.	Total equity Rs.
	Stated capital	Timber reserve	Retained earnings	Total		
	Rs.	Rs.	Rs.	Rs.		
Balance as at 1 April 2018	421,666,250	481,682,026	1,876,484,362	2,779,832,638	1,551,125,712	4,330,958,350
Profit for the period	-	-	321,489,097	321,489,097	167,740,038	489,229,135
Impairment Provision for Doubtful debts			(3,400,000)	(3,400,000)	-	(3,400,000)
Other comprehensive income for the period	-	-	(38,338,735)	(38,338,735)	(16,334,260)	(54,672,995)
Fair value increase of timber reserve		31,617,495	(31,617,495)	-		-
Realised gain on harvested timber trees		(46,035,347)	46,035,347	-		-
Dividend paid during the period			(63,900,000)	(63,900,000)	-	(63,900,000)
Balance as at 31 March 2019	421,666,250	467,264,174	2,106,752,578	2,995,683,002	1,702,531,490	4,698,214,492

Company Twelve months ended 31 March 2018	Stated capital	Retained earnings	Total equity
	Rs.	Rs.	Rs.
Balance as at 1 April 2017	421,666,250	307,488,870	729,155,120
Profit for the period	-	151,897,967	151,897,967
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	-	151,897,967	151,897,967
Dividend paid during the period	-	-	-
Balance as at 31 March 2018	421,666,250	459,386,837	881,053,087

Company Twelve months ended 31 March 2019	Stated capital	Retained earnings	Total equity
	Rs.	Rs.	Rs.
Balance as at 1 April 2018	421,666,250	459,386,838	881,053,088
Profit for the period	-	52,148,548	52,148,548
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	-	52,148,548	52,148,548
Dividend paid during the period		(63,900,000)	(63,900,000)
Balance as at 31 March 2019	421,666,250	447,635,386	869,301,636

AITKEN SPENCE PLANTATION MANagements PLC
INTERIM FINANCIAL STATEMENTS FOR THE TWELVE MONTHS ENDED 31 MARCH 2019
STATEMENT OF CASH FLOW

	Group		Company	
	Twelve months ended		Twelve months ended	
	31-Mar-2019	31-Mar-2018	31-Mar-2019	31-Mar-2018
	Rs.	Rs.	Rs.	Rs.
Cash flows from operating activities				
Net profit before tax	583,286,800	668,764,755	72,479,188	161,987,216
Adjustments for				
Depreciation	114,744,672	93,802,540	-	-
Amortisation	127,555,405	117,262,408	-	-
Finance expenses	45,729,810	61,958,098	-	-
Finance income	8,008,325	(4,313,176)	(5,445,849)	(2,543,498)
Dividend income	-	-	-	(91,703,703)
Provision for retirement benefit obligations	88,302,654	79,488,501	296,278	947,604
Amortization of capital grants	(13,129,621)	(13,224,278)	-	-
Amortization of sub lease income	(4,948,240)	(3,973,108)	-	-
Amortization of lease hold right use land	(5,479,310)	(5,479,310)	-	-
Gains from fair value increase in biological assets	(30,009,627)	(25,602,463)	-	-
Profit from sale of other trees	(50,884,238)	(32,111,976)	-	-
Profit on sale of commercial timber trees	(14,297,454)	(32,378,533)	-	-
Share of profit of equity accounted investees	(13,489,831)	(2,989,744)	-	-
Items written back	(62,414,334)	(173,455)	-	-
Gain on PPE disposal	(7,390,888)	(6,820,700)	-	-
Operating profit before working capital changes	765,584,124	894,209,561	67,329,617	68,687,619
(Increase)/decrease in inventories	(38,473,030)	(24,972,105)	-	-
(Increase)/decrease in trade and other receivables	(93,033,123)	20,000,247	(375,000)	-
Increase in amounts due from related companies	(52,650,873)	(4,416,580)	(100,032,728)	(7,502,210)
Increase/(decrease) in trade and other payables	11,163,512	(104,143,977)	145,603	(1,669,131)
Increase/(decrease) in amounts due to related parties	(6,900,719)	7,954,549	(2,037,680)	3,728,268
Cash generated from operations	585,689,890	788,631,694	(34,970,188)	63,244,546
Finance cost paid	(7,471,740)	(26,731,813)	-	-
Retiring gratuity paid	(72,692,829)	(68,959,706)	-	-
Proceeds from sale of trees	111,217,040	88,326,719	-	-
Grants received	1,767,912	4,870,113	-	-
Finance income received	2,562,476	1,769,678	-	-
Sublease income received	2,678,213	540,000	-	-
Income tax paid	(24,592,977)	(54,880,662)	(8,848,290)	(15,246,503)
Net cash inflow/(outflow) from operating activities	599,157,985	733,566,023	(43,818,478)	47,998,043
Cash flows from investing activities				
Improvements to biological assets	(353,023,596)	(296,142,254)	-	-
Purchase of property, plant and equipment	(249,711,636)	(144,433,724)	-	-
Finance income received	-	2,388,703	-	91,703,703
Dividend received from investments in joint venture	-	-	5,445,849	2,543,498
Proceeds from sale of Property, Plant & Equipment	7,390,888	6,820,700	-	-
Net cash inflow/(outflow) from investing activities	(595,344,344)	(431,366,575)	5,445,849	94,247,201
Cash flows from financing activities				
Payment of government lease rentals	(41,799,368)	(38,631,580)	-	-
Proceeds from loans	-	70,946,143	-	-
Settlements of loans	(107,047,933)	(148,090,330)	-	-
Lease instalments paid	-	(5,222,167)	-	-
Dividend paid to non controlling Interest	-	(62,891,016)	-	-
Dividend paid during the period	-	-	(63,900,000)	(63,882,045)
Net cash outflow from financing activities	(148,847,301)	(183,888,950)	(63,900,000)	(63,882,045)
Net increase/(decrease) in cash and cash equivalents	(145,033,660)	118,310,497	(102,272,629)	78,363,199
Cash and cash equivalents at the beginning of the period	196,442,217	78,131,721	104,144,143	25,780,943
Cash and cash equivalents at the end of the period	51,408,558	196,442,217	1,871,513	104,144,143
Cash and cash equivalents at the beginning of the period				
Cash and bank balances	196,442,217	78,131,721	104,144,143	25,780,943
Bank overdrafts	-	-	-	-
	196,442,217	78,131,721	104,144,143	25,780,943
Cash and cash equivalents at the end of the period				
Cash and bank balances	51,408,558	196,442,217	1,871,513	104,144,143
Bank overdrafts	-	-	-	-
	51,408,558	196,442,217	1,871,513	104,144,143

AITKEN SPENCE PLANTATION MANagements PLC
INTERIM FINANCIAL STATEMENTS FOR THE TWELVE MONTHS ENDED 31 MARCH 2019
SEGEMENT INFORMATION

	Three months ended		Twelve months ended	
	31-Mar-2019	31-Mar-2018	31-Mar-2019	31-Mar-2018
	Rs.	Rs.	Rs.	Rs.
Segment analysis of Group revenue and profits				
Tea				
Segment revenue	781,702,668	695,472,952	2,592,724,602	2,760,639,236
Revenue expenditure	(762,058,904)	(561,773,602)	(2,313,808,017)	(2,266,628,304)
Segmental loss	19,643,764	133,699,350	278,916,585	494,010,932
Rubber				
Segment revenue	76,899,491	99,045,441	192,232,552	206,764,598
Revenue expenditure	(59,738,927)	(99,109,788)	(225,154,423)	(246,873,690)
Segmental loss	17,160,564	(64,347)	(32,921,871)	(40,109,092)
Oil Palm				
Segment revenue	157,629,119	118,814,321	731,933,691	683,876,383
Revenue expenditure	(25,133,727)	(58,127,570)	(239,199,657)	(257,943,478)
Segmental profit	132,495,392	60,686,751	492,734,034	425,932,905
Others revenue				
Others revenue	2,817,852	2,280,196	31,056,307	27,305,530
Revenue expenditure	(2,977,131)	(9,153,721)	(17,238,074)	(18,561,993)
Segmental profit	(159,279)	(6,873,525)	13,818,233	8,743,537
Total revenue	1,019,049,130	919,112,910	3,547,947,152	3,678,585,747
Total revenue expenditure	(849,908,689)	(724,664,681)	(2,795,400,171)	(2,790,007,465)
Gross profit/(loss)	169,140,441	194,448,229	752,546,981	888,578,282
Gains on fair value of biological assets	30,009,627	25,602,463	30,009,627	25,602,463
Other income	59,349,604	58,424,535	204,800,037	133,995,121
Administrative expenses	(104,483,437)	(132,082,936)	(352,683,819)	(296,914,857)
Management fees and workers profit share	(777,748)	8,039,842	(28,420,225)	(29,068,019)
Finance cost	2,588,821	3,439,218	(45,729,810)	(61,958,098)
Finance income	4,234,572	4,682,198	9,274,177	5,540,118
Profit share of joint venture	6,407,021	1,740,406	13,489,834	2,989,744
Profit/(loss) before tax	166,468,899	164,293,955	583,286,800	668,764,755

1. These interim financial statements of the Company and the Group have been prepared based on the Sri Lanka Accounting Standards that came into effective from January 2012 (SLFRS/LKAS). There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report 2017/18. Further, these interim financial statements have been prepared in compliance with the requirement of the Sri Lanka Accounting Standard - LKAS 34 on "Interim Financial Reporting".

The presentation and classification of the financial statements of the previous period have been adjusted where relevant, for better presentation and to be comparable with year end reporting.

2. The Group has adopted the new Accounting Standards, SLFRS 15 Revenue from Contracts with Customers and SLFRS 9 Financial Instruments, for the financial year end 31.03.2019.

3. Contingencies, capital and other commitments

During the period under review there were no significant changes in the nature of the contingent liabilities, capital and other commitments.

4. Stated capital

No of shares represented by stated capital are 21,300,000 shares. (31 March 2018 - 21,300,000 shares)

5. Substantial shareholdings

	Share holding	%
Aitken Spence PLC	8,295,860	38.95%
M J F Holdings Limited	6,996,509	32.85%
D A de S Wickremanayake	3,498,254	16.42%
Dr. R D Bandaranaike	1,249,377	5.87%
David Panter	625,000	2.93%
Laxey Partners Limited	625,000	2.93%
Others *	10,000	0.05%
	21,300,000	100%

* Other share holders includes hundred share holders holding 100 shares each.

6. Public share holding

The public holding percentage, as defined under Colombo Stock Exchange Listing Rules, was 11.78% as at 31 March 2019. There were one hundred two public share holders as at 31 March 2019 (One hundred two public share holders - 31 March 2018).

6. Float adjusted Market Capitalization

As the float adjusted Market Capitalization as at 31st March 2019 was Rs. 114,176,653.50, the company falls under option 2 of the minimum public holding requirement under Diri Savi Board. However the percentage of shares held by the public as at 31 March 2019 is 11.78% of the issued shares of the company, represented by 102 public shareholders.

7. Director's shareholding

	Position	Share holding	%
D A de S Wickremanayake	Director	3,498,254	16.42%
B Bulumulla	Director	100	0.0005%

8. There were no any material events subsequent to the interim periods, which require disclosure or adjustments to the interim financial statements.

9. Figures in brackets indicate deductions.

10. Market prices of shares recorded during the period

No shares have been traded during nine months period ended 31 March 2019 (For twelve months period ended 31 March 2018 - Not traded)

12. Other general information

i. Group companies

Elpitiya Plantations PLC
Tea Country Homes (Private) Limited*
Water Villas (Private) Limited**
EPP Hydro Power Company (Private) Limited
Venture Valley (Private) Limited**

Note

* Tea Country Homes (Private) Limited is in the process of liquidation

** Water Villas (Private) Limited and Venture Valley (Private) Limited - Commercial operations have not commenced.

ii. Joint venture companies

AEN Palm Oil Processing (Private) Limited
Elpitiya Dianhong Jin Ya Tea Company (Private) Limited
Elpitiya Lifestyle Solutions (Private) Limited

iii. Name of directors

Dr M P Dissanayake (Appointed w.e.f.29.03.2019)
Mr J M S Brito (Resigned w. e. f .29.03.2019)
Dr R M Fernando
Mr. Merrill J Fernando
Mr. Malik J Fernando
Mr. D A de S Wickremanayake
Mr. A L W Goonewardena (resigned w. e. f .30.06.18)
Mr. L N De S Wijeyeratne
Mr. B Bulumulla
Dr. R A Fernando

iv. Company registration no - PB 1196 PQ