



RENUKA FOODS PLC

**INTERIM REPORT FOR THE PERIOD ENDED
30TH SEPTEMBER 2016**

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Operations Review

Renuka Foods PLC is pleased to present the interim financial statement for the period ended 30th September 2016.

Our Performance

Turnover and Profitability

The Group recorded revenue for the period ended 30th September of Rs. 3.5 Bn. The Group profit for the period ended 30th September 2016 was Rs.306 Mn, of which profit attributable to the equity holders was Rs. 208 Mn, reflecting a 8% increase compared to the same period during the previous financial year.

The Agri Business sector reported total revenue of Rs. 1,534 Mn and a profit of Rs. 274 Mn for the period ended 30th September 2016.

The FMCG sector reported a profit of Rs 32 Mn against turnover of Rs. 1,940 Mn for the period ended 30th September 2016.

Earnings per share and Net Assets

The Group has recorded a Net Asset Value per share of Rs. 31.94 as at 30th September 2016 and Earnings per share of Rs. 1.81 for the period ended 30th September 2016.

Sgd.
Shamindra Rajiyah
Executive Director
10th November 2016

RENUKA FOODS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	CONSOLIDATED				COMPANY			
	Rs.'000'		Rs.'000'		Rs.'000'		Rs.'000'	
	QUARTER ENDED		PERIOD ENDED		QUARTER ENDED		PERIOD ENDED	
	30.09.16	30.09.15	30.09.16	30.09.15	30.09.16	30.09.15	30.09.16	30.09.15
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
Revenue	1,826,274	1,866,109	3,474,218	3,354,687	90,713	116,040	101,436	116,765
Cost of Sales	(1,322,335)	(1,353,296)	(2,529,375)	(2,494,114)	-	-	-	-
Gross Profit	503,939	512,813	944,843	860,573	90,713	116,040	101,436	116,765
Other Operating Income	11,514	16,892	21,094	25,299	-	-	-	-
Administration Expenses	(106,384)	(87,018)	(203,097)	(166,838)	(2,272)	(1,089)	(3,278)	(1,690)
Selling and Distribution Expenses	(181,636)	(152,221)	(394,174)	(317,064)	-	-	-	(25)
Profit from Operations	227,433	290,466	368,666	401,970	88,441	114,951	98,158	115,050
Net Financing Income/ (Cost)	(16,255)	11,445	(35,894)	(3,461)	(991)	(115)	(2,348)	(115)
Profit before Taxation	211,178	301,911	332,772	398,509	87,450	114,836	95,810	114,935
Taxation	(25,826)	(16,046)	(26,970)	(16,554)	-	(405)	(184)	(405)
Profit for the Period	185,352	285,865	305,802	381,955	87,450	114,430	95,626	114,529
Other Comprehensive Income	-	8,528	-	8,528	-	-	-	-
Total Comprehensive Income for the Period	185,352	294,393	305,802	390,483	87,450	114,430	95,626	114,529
Profit Attributable to :								
Owners of the Company	130,473	141,731	207,651	192,272				
Non Controlling Interest	54,879	144,134	98,151	189,683				
Profit for the Period	185,352	285,865	305,802	381,955				
Total Comprehensive Income attributable to :								
Owners of the Company	130,473	146,040	207,651	196,581				
Non Controlling Interest	54,879	148,353	98,151	193,902				
Total Comprehensive Income for the period	185,352	294,393	305,802	390,483				
Earnings Per Share	1.14	1.50	1.81	2.03				

RENUKA FOODS PLC

STATEMENTS OF FINANCIAL POSITION

AS AT	CONSOLIDATED		COMPANY	
	30.09.2016	31.03.2016	30.09.2016	31.03.2016
	Rs.'000'	Rs.'000'	Rs.'000'	Rs.'000'
	Unaudited	Audited	Unaudited	Audited
Assets				
Non-Current Assets				
Property, Plant and Equipment	3,260,085	3,328,269	-	-
Biological Assets	51,477	51,477	-	-
Intangible Assets	210,443	225,798	-	-
Immovable Estate Assets on Lease	45,375	46,750	-	-
Premium Paid Leasehold Premises	7,400	7,400	-	-
Investments Property	381,850	381,850	108,299	108,299
Investment In Subsidiaries	-	-	2,453,236	2,412,399
Investment in Available for Sale Financial Assets	828,820	821,517	423,000	423,000
Deferred Tax Assets	99,513	103,863	-	-
	4,884,962	4,966,924	2,984,535	2,943,698
Current Assets				
Inventory	1,295,712	1,170,393	-	-
Trade and Other Receivables	850,797	805,795	227	206
Tax Recoverable	59,195	40,618	-	-
Amounts Due from Related Companies	25,165	-	241	-
Cash and Cash Equivalents	388,050	436,992	19,428	1,788
	2,618,919	2,453,800	19,896	1,994
Total Assets	7,503,882	7,420,724	3,004,431	2,945,692
Equity and Liabilities				
Capital and Reserves				
Stated Capital	2,241,842	2,241,842	2,241,842	2,241,842
Revaluation Reserve	297,697	297,697	-	-
Retained Earnings	1,118,028	910,708	688,785	636,102
Equity attributable to Parent Company's Shareholders	3,657,568	3,450,248	2,930,627	2,877,944
Non Controlling Interest	1,341,500	1,391,179	-	-
Total Equity	4,999,068	4,841,427		
Non Current Liabilities				
Retirement Benefit Obligations	65,346	60,650	-	-
Loans and Borrowings	550,282	536,142	45,000	30,000
Finance Lease Obligation	53,750	55,000	-	-
Deferred Tax Liability	343,084	340,334	7,334	7,334
	1,012,462	992,126	52,334	37,334
Current Liabilities				
Loans and Borrowings	786,349	678,648	-	-
Finance Lease Obligation	2,500	2,500	-	-
Trade and Other Payables	510,377	733,333	1,058	774
Amounts Due to Related Companies	11,671	8,317	-	-
Dividend Payable	34,165	8,992	11,506	4,272
Income Tax Payable	29,428	20,909	7,630	8,394
Bank Overdraft	117,864	134,472	1,275	16,974
	1,492,352	1,587,171	21,469	30,414
Total Liabilities	2,504,814	2,579,297	73,804	67,748
Total Equity & Liabilities	7,503,882	7,420,724	3,004,431	2,945,692
Net Assets per share	31.94	36.49	25.59	30.44

Notes:

The above figures are subject to audit
I certify that the Interim Financial Statements have been prepared in compliance with the requirements of the Companies Act No.7 of 2007.

K.A.Nimalasiri
Financial Controller

The Board of Directors is responsible for the preparation & presentation of these financial statements.

Dr.S.R. Rajiyah
Director
10.11.2016

S.V. Rajiyah
Director

RENUKA FOODS PLC
STATEMENTS OF CHANGES IN EQUITY

For the period ended	Equity Attributable to Owners			Non Controlling	Total
	Stated	Revaluation	Retained	Interest	
	Capital	Reserve	Earnings		
	RS.000	RS.000	RS.000	RS.000	
Company					
Balance as at 1st April 2015	1,383,508	-	497,353	-	1,880,861
Profit for the Period	-	-	114,529	-	114,529
Dividend Paid	-	-	(33,091)	-	(33,091)
Balance as at 30th September 2015	1,383,508	-	578,791	-	1,962,300
Balance as at 1st April 2016	2,241,842	-	636,102	-	2,877,944
Profit for the Period	-	-	95,626	-	95,626
Dividend Paid	-	-	(42,943)	-	(42,943)
Balance as at 30th September 2016	2,241,842	-	688,785	-	2,930,627
Group					
Balance as at 1st April 2015	1,383,508	293,187	1,132,675	2,471,658	5,281,028
Profit for the Period	-	-	192,272	189,683	381,955
Dividend Paid	-	-	(33,091)	(115,193)	(148,284)
Other Comprehensive Income	-	4,309	-	4,219	8,528
Loss of Control of Subsidiary	-	-	-	(471,725)	(471,725)
Balance as at 30th September 2015	1,383,508	297,496	1,291,856	2,078,642	5,051,502
Balance as at 1st April 2016	2,241,842	297,697	910,708	1,391,179	4,841,427
Profit for the Period	-	-	207,651	98,151	305,802
Dividend Paid	-	-	(42,943)	(64,381)	(107,324)
Adjustments due to change in holding percentage	-	-	42,611	(83,448)	(40,837)
Balance as at 30th September 2016	2,241,842	297,697	1,118,028	1,341,500	4,999,068

RENUKA FOODS PLC
STATEMENT OF CASH FLOW

FOR THE PERIOD ENDED 30TH SEPTEMBER

	GROUP		COMPANY	
	2016	2015	2016	2015
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
Cash Flow from Operating Activities				
Profit Before Tax	332,772	398,509	95,810	114,934
Adjustments for				
Depreciation	106,867	93,916	-	-
Amortization of Intangible asset	15,355	2,273	-	-
Amortization of immovable estate assets on lease	1,375	8,528	-	-
Provision for Retirement Benefit Obligation	6,098	872	-	-
Net Finance (Income)/ Cost	35,894	3,461	2,348	-
	498,361	507,559	98,158	114,934
Operating Profit Before Working Capital Changes				
Working Capital Changes				
(Increase)/Decrease in Inventories	(125,319)	(79,631)	-	-
(Increase)/Decrease in Trade and Other Receivables	(63,578)	(70,283)	(21)	(47,412)
(Increase)/Decrease in Dues from Related Parties	(25,165)	(31,577)	(241)	-
Increase/(Decrease) in Trade and Other Payables	(189,264)	102,339	7,518	13,438
Increase/(Decrease) in Dues to Related Parties	3,354	36,438	-	(4,500)
Cash Generated from Operations	98,389	464,845	105,414	76,461
Interest Paid	(48,670)	(48,643)	(2,519)	-
Tax Paid	(19,870)	(16,554)	(948)	(405)
Payment of Retirement Benefit Obligation	(1,402)	(3,380)	-	-
Net Cash Flows Generated from Operating Activities	28,447	396,268	101,947	76,056
Cash Flows from Investing Activities				
Acquisition of Property, Plant and Equipment	(38,683)	(242,703)	-	-
Interest Income from unit Trust	(7,303)	-	-	-
Proceeds from sale of investment securities	-	340,893	-	-
Disposal / (Purchase) of shares in Subsidiaries	(40,837)	455	(40,837)	27,000
Interest Received	12,776	45,182	171	-
Net Cash (Generated from) / Used in Investing Activities	(74,049)	143,827	(40,665)	27,000
Cash Flows from Financing Activities				
Repayment of Lease Obligations	-	(1,356)	-	-
Loans and Borrowings obtained /(repayments) during the period	120,591	(289,126)	15,000	-
Dividend Paid	(107,324)	(148,284)	(42,943)	(33,091)
Net Cash Flows Generated From/(Used) in Financing Activities	13,267	(438,766)	(27,943)	(33,091)
Net Increase/ (Decrease) in Cash and Cash Equivalents	(32,334)	101,330	33,339	69,965
Cash and Cash Equivalents at the beginning of the Period	302,520	130,277	(15,186)	1,191
Cash and Cash Equivalents at the End of the Period	270,186	231,607	18,153	71,156

**RENUKA FOODS PLC
SEGMENT ANALYSIS**

Amounts in Rs'000

PERIOD ENDED 30th SEPTEMBER	AGRI BUSINESS		FMCG		INVESTMENT		GROUP TOTAL	
	2016	2015	2016	2015	2016	2015	2016	2015
Revenue	1,694,787	1,808,493	1,951,600	1,703,915	-	1,849	3,646,387	3,514,257
Intra Segment Revenue	(160,855)	(133,909)	(11,314)	(24,212)		(1,449)	(172,169)	(159,570)
Segment Revenue	1,533,932	1,674,584	1,940,286	1,679,703	-	400	3,474,218	3,354,687
Net Finance Income / (Costs)	3,254	7,257	(39,148)	(24,362)	-	13,644	(35,894)	(3,461)
Profit for the Period	274,160	334,216	31,642	34,375	-	13,364	305,802	381,955
Total Segment Assets	3,601,103	3,629,047	3,902,778	2,995,001	-	671,187	7,503,882	7,295,235
Total Segment Liabilities	982,942	1,047,036	1,521,872	1,170,879	-	25,818	2,504,814	2,243,733

Note: 1 The above figures are subject to the audit.
2 Figures in brackets indicates deductions.



Renuka Foods PLC

Explanatory notes

1. Basis of preparation

The interim financial statements of Renuka Foods PLC have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 -Interim Financial Reporting. These interim financial statements are to be read in conjunction with the annual financial statements for the year ended 31st March 2016.

2. Comparative figures

The presentation and classification of figures for the corresponding period of the previous year have been rearranged where relevant, to be comparable with those for the current period.

For management purposes, the group is organized in to business units based on their products and services and performance reported under two segments (i.e. Agribusiness and FMCG) during the period under review.

3. The stated capital of the company consists of **117,960,106** (31st March 2016 – 117,960,106) ordinary voting shares & **4,773,346** (31st March 2016 – 4,773,346) ordinary non-voting shares as at 30th September 2016.

4. Market price per share

The market prices for the quarter ended 30th September were,

	2016		2015	
	Voting	Non-Voting	Voting	Non-Voting
Highest	23.60	20.90	28.40	24.80
Lowest	19.50	15.10	25.00	21.60
Last Traded	21.60	19.00	27.10	22.80

5. Public shareholding

The percentage of shares held by the public as at 30th September 2016 amounted to 29.62% (31st March 2016 – 30.17%) voting Shareholders and 69.01% (31st March 2016 – 69.01%) Non-voting Shareholders of the stated capital. The number of shareholders representing the public holding was 3,800 (Voting) and 626 (Non-Voting) as at 30th September 2016.

6. Directors' shareholding

The directors' shareholdings are as follows:

<u>NAME</u>	As at 30th Sep 2016		As at 30th June 2016	
	Voting	Non-Voting	Voting	Non-Voting
Dr. S.R. Rajiyah				
- Individually	6,696	248	6,696	248
- Jointly with Mrs. I.R. Rajiyah	6,443,725	6	6,043,725	6
Mrs. I.R. Rajiyah				
- Individually	1,214	44	1,214	44
- Jointly with Dr. S.R. Rajiyah (refer above)				
Mr. S.V. Rajiyah *	200,000	5,714	200,000	5,714
Mr. L.M. Abeywickrama	-	-	-	-
Mr. M.S. Dominic	-	-	-	-
Mr. T.K. Bandaranayake	-	-	-	-
Ms. A.L. Rajiyah	-	-	-	-
Mr. V. Sanmugam	-	-	-	-
Dr. J.A.S. Felix	-	-	-	-
Mr. A.U. Kodagoda	-	-	-	-

* Mrs. J.J.B.A. Rajiyah, spouse of Mr. S V Rajiyah holds 200,000 Ordinary Voting shares



7. Contingent liabilities

There is no change in the nature of the contingent liabilities as at 30th September 2016 as compared to the contingent liabilities which were disclosed in the accounts for the year ended 31st March 2016.

8. Earnings per Share

Earnings per share have been calculated by dividing profit attributable to ordinary equity holders by the number of ordinary shares as given in the LKAS 33.

Due to increase in number of shares in January 2016, weighted average number of shares has increased as at the reporting date.

9. Significant Events & Transactions

There are no significant events and transactions to be reported as at 30th September 2016.

10. Post Balance Sheet Events

There have been no material events occurring after the reporting date that require adjustments to or disclosure in the Financial Statements.



RENUKA AGRI FOODS PLC - TOP 20 MAJOR SHAREHOLDERS

No	Name	Voting as at 30.09.2016		Voting as at 30.06.2016	
		Number of shares	%	Number of shares	%
1	RENUKA AGRO EXPORTS LTD	61,358,578	52.02%	61,108,578	51.80%
2	CJ PATEL & COMPANY LTD	14,803,147	12.55%	14,803,147	12.55%
3	EAGLE VIEW MANAGEMENT LTD	13,385,159	11.35%	13,385,159	11.35%
4	DR. S R RAJIYAH & MRS. I R RAJIYAH	6,443,725	5.46%	6,043,725	5.12%
5	MR. K C VIGNARAJAH	1,633,623	1.38%	1,633,623	1.38%
6	MRS. S VIGNARAJAH	1,471,978	1.25%	1,471,978	1.25%
7	RENUKA HOTELS LTD	1,203,062	1.02%	1,203,062	1.02%
8	WALDOCK MACKENZIE LTD/HI-LINE TRADING (PVT) LTD	769,288	0.65%	769,288	0.65%
9	MRS. N MULJIE	480,208	0.41%	480,208	0.41%
10	UNITED MOTORS LANKA PLC	457,001	0.39%	198,882	0.17%
11	UNIMO ENTERPRISES LTD	387,361	0.33%	37,361	0.03%
12	PEOPLE'S LEASING & FINANCE PLC/E-TECH CORPORATION PVT LTD	369,900	0.31%	361,293	0.31%
13	PEOPLE'S LEASING & FINANCE PLC/HI LINE TRADING (PVT) LTD	355,986	0.30%	517,898	0.44%
14	SEYLAN BANK PLC/MR. S.N.C.W.M.BANDARA CHANDRASEKERA KANDEGEDARA	355,690	0.30%	355,690	0.30%
15	FIRST CAPITAL MARKETS LIMITED/MRS.S.S.DE FONSEKA	305,152	0.26%	9,842	0.01%
16	MR. K H R THILAKARATHNA	300,000	0.25%	300,000	0.25%
17	RENUKA CONSULTANTS & SERVICES LIMITED	280,000	0.24%	280,000	0.24%
17	PEOPLE'S LEASING & FINANCE PLC/NAGOYA CEYLON TRADING (PVT) LTD	280,000	0.24%	280,000	0.24%
19	MR. M A H ESUFALLY	270,000	0.23%	270,000	0.23%
20	PEOPLE'S LEASING & FINANCE PLC/WINTECH HOLDINGS (PVT) LTD	265,500	0.23%	265,500	0.23%
		105,175,358	89.16%	103,775,234	87.97%

No	Name	Non-Voting as at 30.09.2016		Non-Voting as at 30.06.2016	
		Number of shares	%	Number of shares	%
1	RENUKA AGRO EXPORTS LTD	751,031	15.73%	751,031	15.73%
2	MR. K C VIGNARAJAH	722,224	15.13%	722,224	15.13%
3	WALDOCK MACKENZIE LTD/MR. H.M. ABDULHUSSEIN	317,356	6.65%	337,356	7.07%
4	BEST REAL INVEST CO SERVICES (PRIVATE) LIMITED	295,086	6.18%	295,086	6.18%
5	MR. M Z RASHEED	248,292	5.20%	186,135	3.90%
6	MR. A M RISVI	172,328	3.61%	172,328	3.61%
7	ASSETLINE LEASING COMPANY LTD/MR.A.S.MARAPANA	160,000	3.35%	160,000	3.35%
8	MISS N HARNAM & MRS. J.K.P. SINGH (JT)	148,450	3.11%	148,450	3.11%
9	MRS. S VIGNARAJAH	141,094	2.96%	141,094	2.96%
10	MRS. J K SINGH	104,600	2.19%	104,600	2.19%
11	PEOPLE'S LEASING & FINANCE PLC/HI LINE TOWERS (PVT) LTD	100,000	2.09%	100,000	2.09%
12	TRANZ DOMINION,L.L.C.	93,998	1.97%	93,998	1.97%
13	MR. U H ABDULHUSSEIN	76,498	1.60%	76,498	1.60%
14	MRS. R G ABDULHUSSEIN	71,100	1.49%	71,100	1.49%
15	MR. M R RASHEED	56,639	1.19%	56,639	1.19%
16	MR. R GAUTAM	55,000	1.15%	53,000	1.11%
17	ASKOLD (PRIVATE) LIMITED	51,230	1.07%	51,230	1.07%
18	MRS. S UMESHWARY	50,922	1.07%	50,922	1.07%
19	FIRST CAPITAL MARKETS LIMITED/MR.S.P.JAYAKUMAR	49,640	1.04%	49,640	1.04%
20	HSBC INTERNATIONAL NOMINEES LTD-SSBT-DEUSTCHE BANK AG SINGAPORE A/C 01	42,175	0.88%	42,175	0.88%
		3,707,663	77.67%	3,663,506	76.75%



CORPORATE INFORMATION

Name of Company
Renuka Foods PLC

Registration No.
PQ 216

Legal Form
Quoted Public Company With Limited Liability

Main Subsidiaries
Renuka Agri Foods PLC
Renuka Agri Organics Ltd
Renuka Consumer Foods Ltd
Renuka Organics (Pvt) Ltd
Renuka Teas Ceylon (Pvt) Ltd
Richlife Dairies Ltd
Shaw Wallace Ceylon Ltd
Shaw Wallace Properties Ltd
Kandy Plantations Ltd
Ceylon Forestry (Pvt) Ltd
Bois Bros. & Co. (Pvt) Ltd
Coco Lanka (Pvt) Ltd
Ceylon Botanicals (Pvt) Ltd

Activity
Food & Beverage

Brands:
Renuka
Cocomi
Trenute
Richlife
Captain
Mr POP
Sun Gold
Plaza
Rainer's

Board Of Directors - Company
Dr S.R.Rajiyah - Chairman
Mrs I.R.Rajiyah
Mr S.V.Rajiyah
Mr L.M.Abeywickrama
Mr T.K.Bandaranayake
Mr V.Sanmugam
Dr J.A.S.Felix
Mr M.S.Dominic
Mrs A.L.Rajiyah
Mr. A. U. Kodagoda

Audit Committee
Mr T.K.Bandaranayake - Chairman
Dr J.A.S.Felix
Mr M.S.Dominic

Related Party Transaction Review Committee *
Mr. T.K.Bandaranayake - Chairman
Mr J.M.Swaminathan
Mr M.S.Dominic

Remuneration Committee *
Mr M.S.Dominic - Chairman
Mr. T.K.Bandaranayake
Mr. L.M.Abeywickrama

Parent Company
Renuka Agro Exports Ltd

Registered Office
"Renuka House"
69 Sri Jinaratana Road,
Colombo 2
Telephone: 00941-11-2314750-5
Fax: 00941 11-2445549
Email: info@renukagroup.com

Postal Address
P.O.Box 1403, Colombo

Stock Exchange Listing
Colombo Stock Exchange

Company Secretaries
Renuka Enterprises (Pvt) Ltd
No.69 Sri Jinaratana Road,
Colombo 2

Registrars
S S P Corporate Services (Pvt) Ltd
546 Galle Road,
Colombo 3.

Auditors
KPMG Chartered Accountants

Legal Consultant
Nithya Partners- Attorneys at Law

Bankers
National Development Bank PLC
Seylan Bank PLC
Commercial Bank of Ceylon PLC

* Related Party Transaction Review Committee & Remuneration Committee are represented by parent company Directors.