



DILMAH CEYLON TEA COMPANY PLC AND ITS SUBSIDIARY
(Formerly known as Ceylon Tea Services PLC)

CORPORATE INFORMATION

LEGAL FORM	Quoted Public Company with Limited Liability
COMPANY REGISTRATION NO	PQ 209
REGISTERED OFFICE	No. 111, Negombo Road, Peliyagoda, Sri Lanka Telephone: (94 11) 482 2000 Facsimile : (94 11) 482 2001 E-mail : info@dilmahtea.com Website : www.dilmahtea.com
STOCK EXCHANGE LISTING	The Ordinary Shares are listed on the Colombo Stock Exchange
SUBSIDIARY	MJF Beverages (Pvt) Ltd
BOARD OF DIRECTORS	Chairman Merrill J Fernando Deputy Chairman/Chief Executive Officer Himendra S Ranaweera Directors Malik J Fernando - B.Sc Dilhan C Fernando - B.Sc Minette Perera - FCA, FCMA, FCCA Roshan Tissaarachy - B.A, MBA, DipM FCIM Rajanayagam Asirwatham - FCA Gritakumar E Chitty - Attorney at law
COMPANY SECRETARY	Jayanga Wegodapola - Attorney at law
BANKS	Bank of Ceylon Commercial Bank of Ceylon PLC DFCC Vardhana Bank PLC Hatton National Bank PLC Hongkong & Shanghai Banking Corporation Ltd National Development Bank PLC Nations Trust Bank PLC Standard Chartered Bank
AUDITORS	Ernst & Young, Chartered Accountants, 201, De Saram Place, Colombo 10.

Dilmah Ceylon Tea Company PLC and its Subsidiary

(Formerly known as Ceylon Tea Services PLC)

Interim Financial Report as of 30th September 2016

Statement of Financial position (All amounts in LKR 000's)	Group			Company		
	As at 30 September 2016	As at 30 September 2015	As at 31 March 2016 Audited	As at 30 September 2016	As at 30 September 2015	As at 31 March 2016 Audited
Assets						
Non-Current Assets						
Property, Plant and Equipment	2,074,907	1,148,198	2,048,442	1,981,223	1,034,017	1,944,210
Investment Property	234,064	234,064	234,064	234,064	234,064	234,064
Intangible Assets	371,175	409,036	388,111	371,175	409,036	388,111
Investment in Subsidiary	-	-	-	67,821	99,211	67,821
Other Financial Assets	450,463	504,136	497,209	450,463	504,136	497,209
Total Non Current Assets	3,130,609	2,295,434	3,167,826	3,104,746	2,280,464	3,131,415
Current Assets						
Inventories	866,084	1,027,450	1,034,831	859,276	1,018,414	1,030,325
Trade and Other Receivables	3,239,450	3,224,512	2,853,437	3,220,288	3,198,572	2,835,043
Advances & Prepayments	487,411	710,141	68,673	480,956	703,279	66,340
Amounts Due from Related Party	-	-	-	62,919	51,378	55,838
Cash and Cash Equivalents	4,735,276	2,702,852	3,354,252	4,735,371	2,700,098	3,354,293
Total Current Assets	9,328,221	7,664,955	7,311,193	9,358,810	7,671,741	7,341,839
Total Assets	12,458,830	9,960,389	10,479,019	12,463,556	9,952,205	10,473,254
Equity and Liabilities						
Capital and Reserves						
Stated Capital	200,000	200,000	200,000	200,000	200,000	200,000
Available for Sale Reserve	210,763	264,444	257,509	210,763	264,444	257,509
Retained Earnings	9,572,877	8,644,461	9,227,711	9,591,085	8,653,288	9,227,558
Total Equity	9,983,640	9,108,905	9,685,220	10,001,848	9,117,732	9,685,067
Non Current Liabilities						
Deferred Tax Liabilities	103,511	78,595	103,511	103,511	78,595	103,511
Retirement Benefit Obligations	122,110	119,085	117,807	119,109	116,261	114,922
Total Non Current Liabilities	225,621	197,680	221,318	222,620	194,856	218,433
Current Liabilities						
Trade and Other Payables	717,863	589,856	441,218	714,404	584,807	438,492
Advance Received	25,778	5,012	25,778	25,778	5,012	25,778
Short Term Loan	1,430,000	-	-	1,430,000	-	-
Income Tax Liabilities	68,878	49,746	105,485	68,906	49,798	105,484
Amounts due to Related Party	7,050	9,190	-	-	-	-
Total Current Liabilities	2,249,569	653,804	572,481	2,239,088	639,617	569,754
Total Equity and Liabilities	12,458,830	9,960,389	10,479,019	12,463,556	9,952,205	10,473,254
Net Assets per Share	499.18	455.45	484.26	500.09	455.89	484.25

These Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.



Darshana Gunasekera
Chief Financial Officer

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

Signed for and on behalf of the board by,



Himendra S Ranaweera
Deputy Chairman/CEO



Malik J Fernando
Director

Dilmah Ceylon Tea Company PLC and its Subsidiary
(Formerly known as Ceylon Tea Services PLC)

Interim Financial Report for the period ended 30th September 2016

Statement of Comprehensive Income (All amounts in LKR 000's)	Group			Company			Group			Company				
	April - September (06 months period)		Change %	April - March Audited	April - September (06 months period)		Change %	April - March Audited	July - September (2nd Quarter)		Change %	July - September (2nd Quarter)		Change %
	2016	2015		2016	2016	2015		2016	2016	2015		2016	2015	
Revenue	3,337,869	3,452,240	(3.3)	7,242,120	3,330,404	3,435,917	(3.1)	7,219,883	1,668,689	2,076,129	(19.6)	1,664,636	2,072,256	(19.7)
Cost of Sales	(1,894,618)	(2,150,521)	(11.9)	(4,211,690)	(1,873,579)	(2,129,207)	(12.0)	(4,160,168)	(975,376)	(1,272,020)	(23.3)	(964,372)	(1,267,735)	(23.9)
Gross Profit	1,443,251	1,301,719	10.9	3,030,430	1,456,825	1,306,710	11.5	3,059,715	693,313	804,109	(13.8)	700,264	804,521	(13.0)
Other Income and Gains	66,273	2,907	2,179.8	17,055	66,271	2,906	2,180.5	17,055	15,417	1,489	935.4	15,415	1,488	936.0
Administration Expenses	(491,735)	(419,284)	17.3	(1,032,762)	(488,086)	(416,157)	17.3	(1,061,336)	(244,227)	(206,055)	18.5	(242,100)	(204,105)	18.6
Selling & Distribution Costs	(617,177)	(482,298)	28.0	(1,159,389)	(617,174)	(481,925)	28.1	(1,159,000)	(328,914)	(258,982)	27.0	(328,911)	(258,609)	27.2
Foreign Exchange Gain/(Loss)	106,274	199,056	(46.6)	852,828	107,462	199,456	(46.1)	851,820	185,753	193,859	(4.2)	185,745	193,881	(4.2)
Finance Cost	(7,771)	(264)	2,843.6	(15)	(7,771)	(264)	2,843.6	(11)	(7,565)	(261)	2,798.5	(7,565)	(263)	2,776.4
Finance Income	86,051	74,530	15.5	102,054	86,000	74,464	15.5	101,933	49,199	31,517	56.1	49,175	31,463	56.3
Profit Before Tax	585,166	676,366	(13.5)	1,810,201	603,527	685,190	(11.9)	1,810,176	362,976	565,676	(35.8)	372,023	568,376	(34.5)
Income Tax Expense	(90,000)	(68,000)	32.4	(194,826)	(90,000)	(68,000)	32.4	(194,804)	(56,000)	(59,000)	(5.1)	(56,000)	(59,000)	(5.1)
Profit After Tax	495,166	608,366	(18.6)	1,615,375	513,527	617,190	(16.8)	1,615,372	306,976	506,676	(39.4)	316,023	509,376	(38.0)
Other Comprehensive Income, Net of Tax														
Net Gain/(Loss) on Available-for-Sale Financial Assets	(46,746)	76,976	(160.7)	70,041	(46,746)	76,976	(160.7)	70,041	(19,085)	124,212	(115.4)	(19,085)	124,212	(115.4)
Actuarial Gain and (Losses) on Defined Benefit Plans	-	-		8,843	-	-		8,663	-	-		-	-	
Income Tax effect	-	-		(866)	-	-		(866)	-	-		-	-	
	(46,746)	76,976	(160.7)	78,018	(46,746)	76,976	(160.7)	77,838	(19,085)	124,212	(115.4)	(19,085)	124,212	(115.4)
Total Comprehensive Income, Net of Tax	448,420	685,342	(34.6)	1,693,393	466,781	694,166	(32.8)	1,693,210	287,891	630,888	(54.4)	296,938	633,588	(53.1)
Earnings per Share - Basic Rs.	24.76	30.42	(18.6)	80.77	25.68	30.86	(16.8)	80.77	15.35	25.33	(39.4)	15.80	25.47	(38.0)

Dilmah Ceylon Tea Company PLC and its Subsidiary

(Formerly known as Ceylon Tea Services PLC)

Interim Financial Report for the period ended 30th September 2016

Statement of Changes in Equity

(All amounts in LKR 000's)

Description	Group				Company			
	Stated Capital	Available for Sale Reserve	Retained Earnings	Total Equity	Stated Capital	Available for Sale Reserve	Retained Earnings	Total Equity
Balance as at 1 April 2015 as per SLFRS	200,000	187,468	8,236,095	8,623,563	200,000	187,468	8,236,098	8,623,566
Net profit for the period			608,366	608,366			617,190	617,190
Dividend Paid - 2014 - Final			(200,000)	(200,000)			(200,000)	(200,000)
Other Comprehensive Income, Net of Tax		76,976		76,976		76,976		76,976
Balance as at 30th September 2015	200,000	264,444	8,644,461	9,108,905	200,000	264,444	8,653,288	9,117,732
Balance as at 1 April 2016 as per SLFRS	200,000	257,509	9,227,711	9,685,220	200,000	257,509	9,227,558	9,685,067
Net profit for the period			495,166	495,166			513,527	513,527
Dividend Paid - 2015 -2nd Interim			(150,000)	(150,000)			(150,000)	(150,000)
Other Comprehensive Income, Net of Tax		(46,746)		(46,746)		(46,746)		(46,746)
Balance as at 30th September 2016	200,000	210,763	9,572,877	9,983,640	200,000	210,763	9,591,085	10,001,848

Dilmah Ceylon Tea Company PLC & its Subsidiary
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Interim Financial Report for the period ended 30th September 2016

Statement of Cash Flows

(All amounts in LKR 000's)

	Group			Company		
	30th September 2016	30th September 2015	31 March 2016 Audited	30th September 2016	30th September 2015	31 March 2016 Audited
Cash Flows From/(Used in) Operating Activities						
Profit before Income Tax Expense	585,166	676,366	1,810,201	603,527	685,190	1,810,176
Adjustments for						
Depreciation and Amortisation	148,485	95,581	231,130	137,826	85,517	210,998
Exchange (Gain) & Loss	(106,274)	(199,056)	(360,748)	(107,462)	(199,456)	(359,086)
Interest Expenses	7,771	264	15	7,771	264	11
Dividend Income	(6)	(4)	(117)	(6)	(4)	(117)
Interest Income	(86,051)	(74,530)	(102,054)	(86,000)	(74,464)	(101,933)
Profit on disposal of Property, Plant & Equipment	(64,515)	(120)	(3,322)	(64,515)	(120)	(3,322)
Provision for fall in value of Investments	-	-	-	-	-	31,390
Provision for Defined Benefit Plans	6,635	8,458	22,058	6,395	8,238	21,453
Operating Profit before Working Capital Changes	491,211	506,959	1,597,163	497,536	505,165	1,609,570
(Increase)/Decrease in Inventories	168,747	61,297	53,916	171,049	66,207	54,296
(Increase)/Decrease in Trade and Other Receivables	(804,851)	(1,202,106)	50,853	(799,861)	(1,185,173)	54,084
(Increase)/Decrease in Dues from Related Party	-	-	-	(7,081)	(8,949)	(13,409)
(Increase)/Decrease in Dues to Related Party	7,050	9,190	-	-	-	-
Increase/(Decrease) in Trade and Other Payables	276,645	175,835	50,034	275,912	172,642	48,853
Cash Generated from Operations	138,802	(448,825)	1,751,966	137,555	(450,108)	1,753,394
Defined Benefit Plan Costs paid	(2,333)	(7,502)	(13,519)	(2,208)	(7,502)	(13,393)
Interest Paid	(7,771)	(264)	(15)	(7,771)	(264)	(11)
Income Tax Paid	(126,595)	(32,992)	(78,810)	(126,578)	(32,992)	(78,773)
Net Cash From Operating Activities	2,103	(489,583)	1,659,622	998	(490,866)	1,661,217
Cash Flows from/(Used in) Investing Activities						
Acquisition of Property, Plant & Equipment	(156,105)	(16,566)	(1,010,918)	(156,083)	(16,566)	(1,010,536)
Acquisition of Intangible Assets	(5,442)	(27,093)	(49,682)	(5,442)	(27,093)	(49,682)
Acquisition of Investment	-	-	(9)	-	-	(9)
Proceeds from Sale of Property, Plant & Equipment	68,137	1,000	4,252	68,137	1,000	4,252
Loan Granted	1,430,000	-	-	1,430,000	-	-
Dividend Received	6	4	117	6	4	117
Interest Received	86,051	74,530	100,768	86,000	74,464	100,644
Net Cash Flows Used in Investing Activities	1,422,647	31,875	(955,472)	1,422,618	31,809	(955,214)
Cash Flows from/(Used in) Financing Activities						
Dividends Paid	(150,000)	(200,000)	(400,000)	(150,000)	(200,000)	(400,000)
Payment of Super Gain Tax	-	-	(231,736)	-	-	(231,709)
Net Cash Flows Used in Financing Activities	(150,000)	(200,000)	(631,736)	(150,000)	(200,000)	(631,709)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	106,274	199,056	120,334	107,462	199,456	120,300
Net Increase/(Decrease) in Cash and Cash Equivalents	1,381,024	(458,652)	192,748	1,381,078	(459,601)	194,594
Cash and Cash Equivalents at the beginning of the year	3,354,252	3,161,504	3,161,504	3,354,293	3,159,699	3,159,699
Cash and Cash Equivalents at the end of the year	4,735,276	2,702,852	3,354,252	4,735,371	2,700,098	3,354,293

Dilmah Ceylon Tea Company PLC & its Subsidiary

(Formerly known as Ceylon Tea Services PLC)

Interim Financial Report for the period ended 30th September 2016

Segmental Information - Group

(All amounts in LKR 000's)

Description	Tea Bags		Tea Packets		Others		Total	
	2016	2015	2016	2015	2016	2015	2016	2015
(Rs. '000s)								
Revenue	3,018,316	3,036,267	270,170	373,854	49,383	42,120	3,337,869	3,452,240
Total	3,018,316	3,036,267	270,170	373,854	49,383	42,120	3,337,869	3,452,240
Cost of Sales	(1,706,348)	(1,891,397)	(160,900)	(232,886)	(27,370)	(26,238)	(1,894,618)	(2,150,521)
Segment Gross Profit	1,311,968	1,144,870	109,270	140,968	22,013	15,882	1,443,251	1,301,719
Unallocated expenditure							(1,116,683)	(702,790)
Add: Other Operating income							258,598	77,437
Net Profit Before Tax							585,166	676,366

Notes to the Financial Statements

- The interim financial statements are unaudited and are in accordance with Sri Lanka Accounting Standards LKAS 34 - Interim Financial Reporting. These interim condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2016.
- The Figures in the Consolidated Statements represent the accounts of the Company and its subsidiary, MJF Beverages (Pvt) Ltd., in which the company has invested
- There has been no significant change in the nature of the contingent liabilities, which were disclosed in the Financial Statement for the period ended 31 March 2016.
- There have been no other events subsequent to the Balance Sheet date, which disclosure in the Interim Financial Statements.
- No Management fees are payable by the Company.
- General
 - The Company has not raised any funds through on IPO/Rights/Debenture issued during the period under review.
 - The results of the Company are not subject to any seasonality or cyclical changes.
 - All figures are provisional and subject to audit.

Dilmah Ceylon Tea Company PLC and its Subsidiary
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Interim Financial Report for the period ended 30th September 2016

Investor Information

	30.09.2016	30.09.2015
1. Market Price per share		
Market Price - Highest (for the period)	850.00	784.00
Market Price - Lowest (for the period)	608.00	550.10
Last Traded price (for the period)	715.00	684.90

2. Share Trading		
No of Transactions	46	177
No of Shares Traded	3,940	4,487
Value of Shares Traded	3,237,891	3,075,208

3. Stated capital is represented by number of shares in issue as given below		
As at	30.09.2016	30.09.2015
Ordinary Shares	20,000,000	20,000,000

4. Director's share holding

NAME OF DIRECTOR	NO.OF SHARES	% OF SHARE HOLDING
Mr. Merrill J Fernando - Chairman	200	0.00
Mr. Himendra Ranaweera - Deputy Chairman/CEO	20,484	0.10
Mr. Malik J Fernando - Director	24,200	0.12
Mr. Dilhan C Fernando - Director	24,200	0.12
Mr. Rajanayagam Asirwatham - Director	4,800	0.02
Ms. Minette Perera - Director	200	0.00
Mr. Roshan Tissaaratchy - Director	4,000	0.02
Mr. Gritakumar E Chitty - Director	-	-

5. Top 20 Share Holders

NAME OF THE SHAREHOLDER	NO.OF SHARES	% OF SHARE HOLDING
MJF Teas (Pvt) Ltd	13,075,382	65.38
MJF Exports (Pvt) Ltd	4,256,712	21.28
Employees Provident Fund	1,577,769	7.89
Mrs. S.T.Fernando	156,019	0.78
GF Capital Global Limited	69,700	0.35
Mr. H.A. Van Starrex	50,683	0.25
Mrs. S.T.F.Ortiz	42,854	0.21
Mr. A.W.Athukorala	36,750	0.18
Mr. M.W.De Silva	34,830	0.17
Mr. J.W.Burton	32,270	0.16
Merrill J Fernando & Sons (Pvt) Ltd	25,300	0.13
Mrs. A.S.Fernando	24,284	0.12
Mr. D.C.Fernando	24,200	0.12
Mr. M.J.Fernando	24,200	0.12
Dr. K.Poologasundram	23,808	0.12
Mr. H.R.Peries	21,200	0.11
Mr. H.S.Ranaweera	20,484	0.10
Amalgamated Graphite (Pvt) Ltd	20,000	0.10
Ms. N.Harnam	18,181	0.09
Miss. L.R.Jayasundera	18,000	0.09

6. The Public Holding percentage, as defined under Colombo Stock Exchange rules, was 12.82% as at 30th September 2016

Total number of Shareholders representing the Public Holding is 870 (Number of Shares is 2,564,522)