



**MALWATTE VALLEY PLANTATIONS PLC**  
**PROVISIONAL FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30TH SEPTEMBER 2016**  
**STATEMENT OF COMPREHENSIVE INCOME**

|   | <b>Group</b>         | <b>company</b>       |                   |
|---|----------------------|----------------------|-------------------|
|   | <b>Quarter ended</b> | <b>Quarter ended</b> |                   |
|   | <b>30.09.2016</b>    | <b>30.09.2016</b>    | <b>30.09.2015</b> |
|   | <b>Rs.</b>           | <b>Rs.</b>           | <b>Rs.</b>        |
| Profit for the Quarter                                    | 5,761                | 1,209                | (146,303)         |
| Net (Loss) gain on available for sale financial assets    | (10)                 | (10)                 | (4)               |
| Exchange Differences on Translation of foreign Operations | 2,583                | -                    | -                 |
| Comprehensive Income for the Period                       | <u>2,574</u>         | <u>(10)</u>          | <u>(4)</u>        |
| Comprehensive Income For the Quarter                      | <u>8,335</u>         | <u>1,200</u>         | <u>(146,307)</u>  |

**MALWATTE VALLEY PLANTATIONS PLC**  
**PROVISIONAL FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30TH SEPTEMBER 2016**  
**STATEMENTS OF FINANCIAL POSITION**

| <b>Group</b>                   |                   | <b>Company</b>    |                   |                   |
|--------------------------------|-------------------|-------------------|-------------------|-------------------|
| <b>Un audited</b>              | <b>Audited</b>    | <b>Un audited</b> | <b>Audited</b>    |                   |
| <b>As At</b>                   | <b>As At</b>      | <b>As At</b>      | <b>As At</b>      | <b>Year ended</b> |
| <b>30.09.2016</b>              | <b>31.12.2015</b> | <b>30.09.2016</b> | <b>30.09.2015</b> | <b>31.12.2015</b> |
| <b>(Rs'000)</b>                | <b>(Rs'000)</b>   | <b>(Rs'000)</b>   | <b>(Rs'000)</b>   | <b>(Rs'000)</b>   |
| <b>ASSETS</b>                  |                   |                   |                   |                   |
| <b>NON CURRENT ASSETS</b>      |                   |                   |                   |                   |
| 287,667                        | 304,002           | 287,667           | 309,682           | 304,002           |
| 1,566,544                      | 1,555,629         | 1,566,544         | 1,558,319         | 1,555,629         |
| 971,817                        | 952,648           | 971,817           | 926,528           | 952,648           |
| 903,022                        | 902,601           | 903,022           | 849,402           | 902,601           |
| 7,076                          | 7,086             | 7,076             | 7,089             | 7,086             |
| -                              | -                 | 28,041            | 28,041            | 28,041            |
| <b>3,736,126</b>               | <b>3,721,966</b>  | <b>3,764,168</b>  | <b>3,679,061</b>  | <b>3,750,007</b>  |
| <b>CURRENT ASSETS</b>          |                   |                   |                   |                   |
| 488,306                        | 423,538           | 449,398           | 378,389           | 353,353           |
| 3,929                          | -                 | 3,929             | 2,973             | -                 |
| 214,475                        | 197,896           | 214,080           | 240,426           | 193,127           |
| 10,069                         | 10,069            | 10,069            | 1,771             | 10,069            |
| 6,516                          | -                 | 6,516             | 1,841             | -                 |
| 57,282                         | 54,960            | 70,034            | 83,565            | 76,686            |
| 758,253                        | 753,692           | 758,253           | 765,453           | 753,692           |
| 42,524                         | 134,943           | 42,214            | 103,635           | 133,915           |
| <b>1,581,354</b>               | <b>1,575,098</b>  | <b>1,554,493</b>  | <b>1,578,053</b>  | <b>1,520,842</b>  |
| <b>5,317,480</b>               | <b>5,297,064</b>  | <b>5,318,661</b>  | <b>5,257,114</b>  | <b>5,270,849</b>  |
| <b>EQUITY AND LIABILITIES</b>  |                   |                   |                   |                   |
| <b>CAPITAL AND RESERVES</b>    |                   |                   |                   |                   |
| 373,000                        | 373,000           | 373,000           | 373,000           | 373,000           |
| 802,878                        | 802,878           | 802,878           | 750,533           | 802,878           |
| 41                             | 50                | 41                | 53                | 50                |
| 545,302                        | 545,302           | 545,302           | 545,302           | 545,302           |
| 873,374                        | 867,613           | 869,023           | 1,029,854         | 867,813           |
| (5,671)                        | (8,254)           |                   |                   |                   |
| <b>2,588,923</b>               | <b>2,580,588</b>  | <b>2,590,242</b>  | <b>2,698,742</b>  | <b>2,589,043</b>  |
| <b>NON CURRENT LIABILITIES</b> |                   |                   |                   |                   |
| 542,399                        | 502,087           | 542,399           | 497,351           | 502,087           |
| 121,381                        | 124,137           | 121,381           | 120,256           | 124,137           |
| 62,549                         | 62,549            | 62,549            | 54,564            | 62,549            |
| 886,298                        | 922,141           | 886,298           | 867,955           | 922,141           |
| 142,334                        | 144,364           | 142,334           | 145,015           | 144,364           |
| <b>1,754,962</b>               | <b>1,755,278</b>  | <b>1,754,962</b>  | <b>1,685,140</b>  | <b>1,755,278</b>  |
| <b>CURRENT LIABILITIES</b>     |                   |                   |                   |                   |
| 279,348                        | 301,463           | 279,209           | 281,460           | 301,333           |
| 2,706                          | 2,706             | 2,706             | 2,706             | 2,706             |
| 279,629                        | 246,573           | 279,629           | 230,710           | 212,034           |
| 404                            | 5,717             | 404               | 5,773             | 5,717             |
| 901                            | 177               | 901               | 828               | 177               |
| 480                            | 330               | 480               | 310               | 330               |
| 410,127                        | 404,231           | 410,127           | 351,446           | 404,231           |
| <b>973,595</b>                 | <b>961,197</b>    | <b>973,456</b>    | <b>873,232</b>    | <b>926,528</b>    |
| <b>2,728,557</b>               | <b>2,716,475</b>  | <b>2,728,418</b>  | <b>2,558,372</b>  | <b>2,681,806</b>  |
| <b>5,317,480</b>               | <b>5,297,064</b>  | <b>5,318,661</b>  | <b>5,257,114</b>  | <b>5,270,849</b>  |

Approved and signed for and on behalf of the Board of Directors of Malwatte Valley Plantations PLC.

**T.R.Gerlach**  
**Director**

**K.G.M. Piyaratne**  
**Director Finance**

**MALWATTE VALLEY PLANTATIONS PLC**  
**PROVISIONAL FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30TH SEPTEMBER 2016**  
**CASH FLOW STATEMENTS**

| Group            |                    | Company   |                    |                  |
|------------------|--------------------|---|--------------------|------------------|
| Unaudited        | Audited year ended | Unaudited   | Audited Year ended |                  |
| 30.09.2016       | 31.12.2015         | 30.09.2016  | 30.09.2015         | 31.12.2015       |
|                  |                    | (Rs.'000)   | (Rs.'000)          | (Rs.'000)        |
|                  |                    | <b>Cash Flow from operating activities</b>                        |                    |                  |
| 5,761            | (268,257)          | 1,209   | (142,599)          | (269,437)        |
|                  |                    | <b>Adjustment for</b>   |                    |                  |
| (1)              | (5)                | (1)   | (5)                | (5)              |
| (63,785)         | (71,943)           | (63,785)  | (57,021)           | (71,943)         |
| 86,310           | 114,098            | 86,310  | 87,831             | 114,098          |
| 46,320           | 133,137            | 46,320  | 46,299             | 133,137          |
| (7,823)          | (10,430)           | (7,823)   | (7,545)            | (10,430)         |
| 97,463           | 99,706             | 97,463  | 72,238             | 99,706           |
| -                | (18,751)           | -   | (10,302)           | (18,751)         |
| -                | (62,501)           | -   | -                  | (62,501)         |
| 164,246          | (84,946)           | <b>159,694</b>  | <b>(11,103)</b>    | <b>(86,127)</b>  |
| (27,024)         | 12,274             | (31,397)  | (31,710)           | 12,106           |
| (64,768)         | 14,698             | (96,045)  | (39,012)           | (13,976)         |
| (28,583)         | (56)               | (28,592)  | (21,191)           | (53)             |
| (2,322)          | 698                | 6,652   | (6,376)            | 503              |
| 41,549           | (57,333)           | <b>10,312</b>   | <b>(109,393)</b>   | <b>(87,548)</b>  |
| (76,513)         | (72,620)           | (76,513)  | (52,108)           | (72,620)         |
| -                | (7,277)            | -   | (3,704)            | (7,277)          |
| (82,162)         | (63,703)           | (82,162)  | (57,124)           | (63,703)         |
| <b>(117,126)</b> | <b>(200,933)</b>   | <b>(148,364)</b>  | <b>(222,329)</b>   | <b>(231,148)</b> |
|                  |                    | <b>CASH FLOW FROM INVESTMENT ACTIVITIES</b>                       |                    |                  |
| (4,561)          | 50,940             | (4,561)   | 39,180             | 50,940           |
| -                | -                  | -   | -                  | -                |
| 1                | 5                  | 1   | 5                  | 5                |
| 5,066            | 12,742             | 5,066   | 5,975              | 12,742           |
| -                | 44,272             | -   | 38,631             | 44,272           |
| (42,948)         | (96,656)           | (42,948)  | (63,030)           | (96,656)         |
| (417)            | (2,202)            | (417)   | (1,343)            | (2,202)          |
| -                | 10,156             | -   | -                  | 10,156           |
| (57,116)         | (68,703)           | (57,116)  | (61,152)           | (68,703)         |
| 63,785           | 71,943             | 63,785  | 57,021             | 71,943           |
| (36,190)         | 22,497             | <b>(36,190)</b>   | <b>15,287</b>      | <b>22,497</b>    |
|                  |                    | <b>CASH FLOW FROM FINANCE ACTIVITIES</b>                          |                    |                  |
| -                | (5,576)            | -   | (5,576)            | (5,576)          |
| (20,949)         | (27,085)           | (20,949)  | (20,130)           | (27,085)         |
| 796,861          | 855,444            | 796,861   | 660,709            | 855,444          |
| (723,494)        | (818,908)          | (688,955)   | (582,633)          | (791,308)        |
| 52,417           | 3,875              | <b>86,957</b>   | <b>52,371</b>      | <b>31,475</b>    |
| (100,898)        | (174,560)          | <b>(97,597)</b>   | <b>(154,670)</b>   | <b>(177,175)</b> |
| 2,583            | (1,587)            | -   | -                  | -                |
| (269,288)        | (93,140)           | (270,316)   | (93,140)           | (93,140)         |
| (367,603)        | (269,288)          | (367,913)   | (247,811)          | (270,316)        |
|                  |                    | <b>NOTE A</b>   |                    |                  |
|                  |                    | <b>Cash &amp; Cash Equivalents at the beginning of the period</b> |                    |                  |
| 134,943          | 116,003            | 133,915   | 116,003            | 116,003          |
| -404,231         | -209,144           | (404,231)   | (209,144)          | (209,144)        |
| (269,288)        | (93,140)           | (270,316)   | (93,140)           | (93,140)         |
|                  |                    | <b>NOTE B</b>   |                    |                  |
|                  |                    | <b>Cash and cash equivalents at the end of the period</b>         |                    |                  |
| 42,524           | 134,943            | 42,214  | 103,635            | 133,915          |
| (410,127)        | (404,231)          | (410,127)   | (351,446)          | (404,231)        |
| (367,603)        | (269,288)          | (367,913)   | (247,811)          | (270,316)        |

MALWATTE VALLEY PLANTATIONS LIMITED  
STATEMENT OF CHANGES IN EQUITY

|                                    | Group                        |                              |  |                                   |   |                                | Total Equity<br>Rs.'000 |
|------------------------------------|------------------------------|------------------------------|--|-----------------------------------|---|--------------------------------|-------------------------|
|                                    | Stated<br>Capital<br>Rs.'000 | Timber<br>Reserve<br>Rs.'000 | Available for<br>sale reserve<br>Rs.'000 | Revaluation<br>Reserve<br>Rs.'000 | Foreign Currency<br>Translation Reseve<br>Rs.'000 | Retained<br>Earning<br>Rs.'000 |                         |
| Balance as at 31st December 2014   | 373,000                      | 750,533                      | 57                                       | 545,302                           | -   | 1,181,732                      | 2,850,624               |
| Net Profit / (Loss) for the period |                              |                              |  |                                   |   | (146,303)                      | (146,303)               |
| Total other comprehensive income   |                              |                              | (4)                                      | -                                 |   | -                              | (4)                     |
| Dividends                          |                              |                              |  |                                   |   | (5,576)                        | (5,576)                 |
| Balance as at 30th September 2015  | 373,000                      | 750,533                      | 53                                       | 545,302                           | -   | 1,029,854                      | 2,698,742               |
| Balance as at 31st December 2015   | 373,000                      | 802,878                      | 50                                       | 545,302                           | (8,254)   | 867,613                        | 2,580,588               |
| Net Profit / (Loss) for the period |                              |                              |  |                                   |   | 5,761                          | 5,761                   |
| Total other comprehensive income   |                              |                              | (10)                                     |                                   | 2,583   | -                              | 2,574                   |
| Dividends                          |                              |                              |  |                                   |   |                                |                         |
| Balance as at 30th September 2016  | 373,000                      | 802,878                      | 41                                       | 545,302                           | (5,671)   | 873,374                        | 2,588,923               |

MALWATTE VALLEY PLANTATIONS LIMITED  
STATEMENT OF CHANGES IN EQUITY

|                                    | Company                      |                              |  |                                   |                                | Total Equity<br>Rs.'000 |
|------------------------------------|------------------------------|------------------------------|--|-----------------------------------|--------------------------------|-------------------------|
|                                    | Stated<br>Capital<br>Rs.'000 | Timber<br>Reserve<br>Rs.'000 | Available for<br>sale reserve<br>Rs.'000 | Revaluation<br>Reserve<br>Rs.'000 | Retained<br>Earning<br>Rs.'000 |                         |
| Balance as at 31st December 2014   | 373,000                      | 750,533                      | 57                                       | 545,302                           | 1,181,732                      | 2,850,624               |
| Net Profit / (Loss) for the period |                              |                              |  |                                   | (146,303)                      | (146,303)               |
| Total other comprehensive income   |                              |                              | (4)                                      | -                                 | -                              | (4)                     |
| Dividends                          |                              |                              |  |                                   | (5,576)                        | (5,576)                 |
| Balance as at 30th September 2015  | 373,000                      | 750,533                      | 53                                       | 545,302                           | 1,029,854                      | 2,698,742               |

**MALWATTE VALLEY PLANTATIONS PLC**  
**PROVISIONAL FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30TH SEPTEMBER 2016**  
**NOTES TO THE FINANCIAL STATEMENTS**

|                        | 2016<br>Rs.'000  | 2015<br>Rs.'000  |
|------------------------|------------------|------------------|
| <b>TURNOVER</b>        |                  |                  |
| TEA                    | 1,302,123        | 1,362,902        |
| RUBBER                 | 166,203          | 191,484          |
| COCONUT                | 1,726            | 2,129            |
| OTHERS                 | 688,364          | 650,162          |
|                        | <u>2,158,415</u> | <u>2,206,677</u> |
| <b>COST OF SALE</b>    |                  |                  |
| TEA                    | 1,269,645        | 1,393,022        |
| RUBBER                 | 189,652          | 200,354          |
| COCONUT                | 264              | 972              |
| OTHERS                 | 643,608          | 603,961          |
|                        | <u>2,103,170</u> | <u>2,198,309</u> |
| <b>SEGMENT RESULTS</b> |                  |                  |
| TEA                    | 32,477           | (30,120)         |
| RUBBER                 | (23,449)         | (8,870)          |
| COCONUT                | 1,462            | 1,157            |
| OTHERS                 | 44,756           | 46,199           |
|                        | <u>55,245</u>    | <u>8,366</u>     |

**NOTES TO THE FINANCIAL STATEMENTS**

1. Stated Capital represents 202,792,332 number of issued & fully Paid Voting Ordinary Shares including one Golden Share held by the Treasury which has special rights and 20,250,660 number of Non voting shares.
2. The Company repurchased 21,797,829 voting ordinary shares and 2,749,340 non voting ordinary shares in July 2013 and the Stated Capital remains at Rs.373,000,010/-.
3. The Company subdivided its shares on 4th April 2011 in the proportion of 10 shares for every 01 share held.
4. Accounting policies and methods of computation adopted for the preparation of provisional financial statements are same as those in the previous audited financial statements.
5. The above figures are provisional and subject to audit.
6. No circumstances have arisen since the Balance Sheet date, which would require adjustments or disclosure in the Financial statements.
7. 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 31st December 2015
8. The Company has been adopting Sri Lanka Accounting Standards (SLRFS/LKAS) with effect from 1st January 2012 .
9. No provision was made for Income Tax liability.
10. The Financial Statements were authorized for issue on 11th November 2016.

**TOP 20 VOTING SHAREHOLDER'S LIST AS AT 30<sup>th</sup> SEPTEMBER 2016**

| <u>No's</u> | <u>Name/Address</u>                                     | <u>No. of Shares</u> | <u>%</u> |
|-------------|---|----------------------|----------|
| 01          | Wayamba Plantation (Private) Limited                    | 135,839,160          | 66.98    |
| 02          | Peoples Leasing Finance PLC/Carlines Holdings (Pvt) Ltd | 9,375,436            | 4.62     |
| 03          | Almas Organization (Private) Ltd                        | 2,800,000            | 1.38     |
| 04          | Pershing LLC S/A Avernach Grauson & Co.                 | 2,500,000            | 1.23     |
| 05          | Carlines Holdings (Pvt) Ltd                             | 1,923,154            | .95      |
| 06          | Waldock Mackenzie Ltd/Mr. M I Samsudeen                 | 1,873,052            | .92      |
| 07          | Miss.A. Radhakrishnan                                   | 1,206,667            | .60      |
| 08          | Mr. R. Maheshwaran                                      | 1,206,667            | .60      |
| 09          | Miss. M P Radhakrishnan                                 | 1,206,667            | .60      |
| 10          | Dr. Niranjan Deepal Gunawardena                         | 1,044,834            | .52      |
| 11          | Philip Securities (pvt) Ltd                             | 961,815              | .47      |
| 12          | Employees Provident Fund                                | 792,000              | .39      |
| 13          | P. Somadasa   | 650,966              | .32      |
| 14          | Tranz Dominion,L.L.C.                                   | 520,000              | .26      |
| 15          | Mr. Hasim Abdul Nasar                                   | 500,000              | .25      |
| 16          | Mr. Kangasu Chelvadurai Vignarajah                      | 438,000              | .22      |
| 17          | Mr. Thambi Lebbe Mohomed Nawash                         | 304,900              | .15      |
| 18          | Mr. Mohamed Shiraj Razeen                               | 281,700              | .14      |
| 19          | Mr. Asitha Kumar Seneviratne                            | 272,252              | .13      |
| 20          | Mr. M.S.R. Shamsudeen                                   | 238,947              | .12      |

**Public Shareholding % - 33.02%****No of Voting Share Holders – 19,102****TOP 20 NON-VOTING SHAREHOLDER'S LIST AS AT 30<sup>th</sup> SEPTEMBER 2016**

| <u>No's</u> | <u>Name/Address</u>                                     | <u>No. of Shares</u> | <u>%</u> |
|-------------|---|----------------------|----------|
| 01          | Lanka Mountcastle (Pvt) Ltd                             | 16,428,001           | 81.13    |
| 02          | Employees provident Fund                                | 346,000              | 1.71     |
| 03          | Waldock Mackenzie Limited/Mr. H M S Abdulhussein        | 225,012              | 1.11     |
| 04          | M H N Hussain   | 214,658              | 1.06     |
| 05          | L A P K Liyanwala                                       | 191,331              | .94      |
| 06          | Mr. Yusuf Husseinally Abdulhussein                      | 164,500              | .81      |
| 07          | Phillip Securities (Pte) ltd                            | 137,099              | .68      |
| 08          | Seylan Bank/Jayantha Dewage                             | 112,000              | .55      |
| 09          | Eskimo Fashion Knitwear (Pvt) Ltd                       | 89,500               | .44      |
| 10          | Mr. Sivapatham Loheswaran                               | 86,000               | .42      |
| 11          | Mr. M. A. U. Gunathilake                                | 80,195               | .40      |
| 12          | Mr. Sujeewa Chandana Hiththatiyage                      | 75,158               | .37      |
| 13          | Peoples Leasing Finance PLC/Carlines Holdings (Pvt) Ltd | 73,022               | .36      |
| 14          | Mr. W Don Padmasena                                     | 71,500               | .35      |
| 15          | Merchant Bank of Sri Lanka PLC/S A C A Samarasinghe     | 57,000               | .28      |
| 16          | Mr. M H M Fawsan  | 55,724               | .28      |
| 17          | Mr.L A J Fiedelis Morais                                | 52,000               | .26      |
| 18          | Mr. K.P. Premadasa                                      | 50,515               | .25      |
| 19          | Essajee Carimjee & Company (Pvt) Ltd                    | 50,400               | .25      |
| 20          | Mr Yaddehige Jayatissa                                  | 50,000               | .25      |

**Public Shareholding % - 18.87%****No of Non-Voting Shareholders 497**

**Directors Shareholdings in the Company - VOTING**

| <b>Name</b>          | <b>As at 30.09.2016</b> | <b>As at 30.09.2015</b> |
|----------------------|-------------------------|-------------------------|
| Mr. W L Bogtstra     | 106,546                 | 106,546                 |
| Mr. Lucas Bogtstra   | 100,000                 | 100,000                 |
| Mr. T R Gerlach      | Nil                     | Nil                     |
| Mrs. C A Gerlach     | Nil                     | Nil                     |
| Mr. S N Dharmaratna  | Nil                     | Nil                     |
| Mr.A. N. De Silva    | Nil                     | Nil                     |
| Mr. K A S Gunasekera | Nil                     | Nil                     |
| Mr.G.C.De Silva      | Nil                     | Nil                     |
| Mr.Frits Bogtstra    | Nil                     | Nil                     |
| Mr.K.G. M. Piyaratne | Nil                     | Nil                     |

**Directors Shareholdings in the Company – NON-VOTING**

| <b>Name</b>          | <b>As at 30.09.2016</b> | <b>As at 30.09.2015</b> |
|----------------------|-------------------------|-------------------------|
| Mr. W L Bogtstra     | Nil                     | Nil                     |
| Mr. Lucas Bogtstra   | Nil                     | Nil                     |
| Mr. T R Gerlach      | Nil                     | Nil                     |
| Mrs. C A Gerlach     | Nil                     | Nil                     |
| Mr. S N Dharmaratna  | Nil                     | Nil                     |
| Mrs. A N De Silva    | Nil                     | Nil                     |
| Mr. K A S Gunasekera | Nil                     | Nil                     |
| Mr.G.C.De Silva      | Nil                     | Nil                     |
| Mr.Frits Bogtstra    | Nil                     | Nil                     |
| Mr. K G M Piyaratne  | Nil                     | Nil                     |