



INTERIM FINANCIAL STATEMENTS

**FOR THE PERIOD ENDED
30th SEPTEMBER 2016**

**TESS AGRO PLC
87, New Nuge Road,
Kelaniya**



Balance Sheet

As At 30th September 2016

	Un-Audited Period Ended 30 th Sep. 2016 Rs.	Un-Audited Period Ended 30 th Sep. 2015 Rs.	Audited Period Ended 31 st Mar. 2016 Rs.
ASSETS			
NON CURRENT ASSETS			
Property , Plant & Equipment Net	315,763,740	323,287,344	320,486,358
Leasehold Property	89,477,320	92,580,573	90,710,215
Differed Tax Assets	2,528,079	-	2,528,078
Other Non Current Financial Assets	10,324,761	10,328,757	10,324,761
	418,093,899	426,196,674	424,049,412
CURRENT ASSETS			
Inventories	1,802,439	5,656,622	2,210,291
Trade and Other Receivables Net	128,405,742	154,601,519	121,743,947
Amount Due From Related Parties	26,626,021	27,146,227	29,923,117
Other Current Assets	36,358,772	35,166,690	40,733,662
Current Investments	1,557,699	3,243,883	1,557,699
Cash & Cash Equivalents	5,340,809	7,596,975	8,539,769
	200,091,481	233,411,916	204,708,485
TOTAL ASSETS	618,185,380	659,608,590	628,757,897
EQUITY & LIABILITIES			
Stated Capital	356,967,698	356,967,698	356,967,698
Other Components of Equity	4,113,692	7,344,584	4,113,692
Reserves	(111,026,183)	(27,933,050)	(101,886,319)
Total Equity	250,055,207	336,379,232	259,195,071
NON CURRENT LIABILITIES			
Deferred Tax Liability	14,945,886	1,719,741	14,838,485
Interest Bearing Loans & Borrowings	159,269,548	121,412,656	158,905,265
Retirement Benefit Obligations	1,980,468	2,035,141	2,119,092
	176,195,902	125,167,537	175,862,842
CURRENT LIABILITIES			
Trade and Other Payables	57,786,054	32,509,971	48,825,512
Interest Bearing Loans & Borrowings	104,210,055	130,733,901	92,784,232
Amount Due To Related Parties	23,223,189	5,246,550	24,934,999
Other Current Liabilities	2,737,873	5,202,096	1,016,667
Bank Overdrafts	3,977,100	24,369,303	26,138,574
	191,934,271	198,061,821	193,699,984
TOTAL EQUITY & LIABILITIES	618,185,380	659,608,590	628,757,897

No of Ordinary Voting & Non Voting Shares	320,000,000	320,000,000	320,000,000
Net assets value per share	0.78	1.05	0.81
Market value per share Voting - Qtr.- Highest	1.70	1.90	1.70
- Lowest	1.40	1.40	0.80
- Closing	1.60	1.60	1.10
Market value per share Non Voting - Qtr.- Highest	1.50	1.60	1.50
- Lowest	1.20	1.10	0.80
- Closing	1.40	1.40	1.10

The above figures are provisional and subject to audit

S.F. Fernando

S.F. Fernando
Chairperson

D.Fernando

D.Fernando
Director / CEO

Date 15.11.2016

Figures in the brackets indicate deductions.

For the Period Ended 30th September 2016

	Un-audited Six Months Period Ended 30 th Sep. 2016 Rs.	Un-audited Six Months Period Ended 30 th Sep. 2015 Rs.	Un-audited Three Months Period Ended 30 th Sep. 2016 Rs.	Un-audited Three Months Period Ended 30 th Sep. 2015 Rs.	Audited Period Ended 31 st Mar. 2016 Rs.	Change %
Turnover	182,878,509	204,070,332	108,340,073	107,454,045	377,775,995	(10)
Cost of Sales	(157,817,982)	(172,340,446)	(95,831,970)	(90,770,934)	(332,502,573)	8
Gross Profit	25,060,527	31,729,886	12,508,103	16,683,111	45,273,422	21
Other Operating Income	-	-	-	-	7,246,929	-
Selling & Distribution Expenses	(4,326,050)	(570,229)	(2,880,671)	(505,967)	(32,390,926)	(659)
Administrative Expenses	(17,837,925)	(17,708,121)	(9,315,047)	(9,373,880)	(36,198,746)	(1)
Other Operating Expenses	(1,100,199)	-	61,885	-	(17,620,280)	(100)
Profit from Operations	1,796,352	13,451,536	374,270	6,803,264	(33,689,601)	(87)
Dividend Income	11,142	9,655	3,326	2,143	18,591	15
Profit before Interest	1,807,494	13,461,191	377,596	6,805,407	(33,671,010)	87
Finance Income	-	23,986	-	23,986	243,860	-
Finance Expenses	(10,947,360)	(11,964,399)	(5,966,471)	(6,742,212)	(23,428,540)	9
Profit /(Loss) before Tax	(9,139,866)	1,520,778	(5,588,875)	87,181	(56,855,690)	701
Provision for Taxation	-	-	-	-	445,941	-
Net Profit/(Loss) after Tax	(9,139,866)	1,520,778	(5,588,875)	87,181	(56,409,749)	701
Profit available for Appropriation	(9,139,866)	1,520,778	(5,588,875)	87,181	(56,409,749)	701
Earnings Per Share	(0.03)	0.00	(0.02)	0.00	(0.18)	19

Figures in the brackets indicate deductions.

For the Period Ended 30th September 2016

	Un-audited Six Months Period Ended 30 th Sep.2016 Rs.	Un-audited Six Months Period Ended 30 th Sep.2015 Rs.	Un-audited Three Months Period Ended 30 th Sep.2016 Rs.	Un-audited Three Months Period Ended 30 th Sep.2015 Rs.	Audited Period Ended 31 st Mar. 2016 Rs.	Change %
Profit / Loss for the Peroid / Year	(9,139,866)	1,520,778	(5,588,875)	87,181	(56,409,749)	701
Other Comprehensive Income	-	-	-	-	-	-
Surplus on Revaluation of Property, Plant equipments	(9,139,866)	1,520,778	(5,588,875)	87,181	(56,409,749)	701
Net change in fair value of available for sale financial assets	-	-	-	-	(1,437)	-
Other Comprehensive Income for the year net of tax	-	-	-	-	300,701	-
Other Comprehensive Income for the Period /Year	(9,139,866)	1,520,778	(5,588,875)	87,181	(56,110,485)	701

Figures in the brackets indicate deductions.



Cash Flow Statement

For the Period Ended 30th September 2016

	Company		
	Un-Audited Six Months Period Ended 30 th Sep. 2016 Rs.	Un-Audited Six Months Period Ended 30 th Sep. 2015 Rs.	Audited Period Ended 31 st Mar. 2016
	Cash Flow from Operating Activities		
Cash Receipts from Customers	178,586,428	220,291,925	406,702,507
Cash Paid to Suppliers & Employees	(168,993,573)	(205,123,696)	(364,401,614)
Cash Generated from Operations	9,592,855	15,168,229	42,300,893
Gratuity Paid	(138,625)	-	-
Interest Paid	(10,340,079)	(11,964,399)	(16,345,879)
Income Tax Paid	-	-	-
ESC Paid	-	-	(12,528)
Net Cash flow from Operating Activities	(885,849)	3,203,830	25,942,486
Cash flow from Investing Activities			
Acquisition of Property, Plant & Equipment	(25,068)	(412,540)	(481,726)
Acquisition of Investment	-	-	-
Interest Received	5	-	243,860
Dividend Received	11,142	9,655	18,591
Proceeds from Disposal of Property Plant and Equipment	640,000	-	-
Short Term Investment	-	-	-
Exchange Gain / (Loss)	(941,638)	-	-
Investment in Fixed Deposits	-	-	-
Net Cash flow from Investing Activities	(315,559)	(402,885)	(219,275)
Cash flow from Financing Activities			
Repayment of Interest Bearing Borrowings	(73,466,845)	(135,502,240)	(330,417,074)
Proceeds from Long Term Loans	20,900,000	-	-
Proceeds from Interest Bearing Borrowings	74,288,466	148,273,039	319,439,130
Dividend Paid	-	-	-
Net Cash flow from Financing Activities	21,721,621	12,770,799	(10,977,944)
Net Increase/(Decrease) in Cash & Cash Equivalents	20,520,213	15,571,744	14,745,266
Cash & Cash Equivalents at the Beginning of the Year /Period	(17,598,806)	(32,344,072)	(32,344,072)
Cash & Cash Equivalents at the End of the Period	2,921,407	(16,772,328)	(17,598,806)



Statement of Changes in Equity

For the Period Ended 30th September 2016

	Attributable to equity holders of the Company					Total Rs.
	Stated Capital Rs.	Revaluation Surplus Rs.	Capital Reserves Rs.	Fair Value Change Equity Instruments Rs.	Retained Earnings Rs.	
Balance as at 31st March, 2015	356,967,698	6,952,567	1,747,443	392,017	(44,000,406)	322,059,319
Net Profit/(Loss) for the period	-	-	-	-	1,433,597	1,433,597
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th June, 2015	356,967,698	6,952,567	1,747,443	392,017	(42,566,809)	323,492,916
Net Profit/(Loss) for the period	-	-	-	-	87,181	87,181
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th September, 2015	356,967,698	6,952,567	1,747,443	392,017	(42,479,628)	323,580,097
Net Profit/(Loss) for the period	-	-	-	-	(4,247,880)	(4,247,880)
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 31st December, 2015	356,967,698	6,952,567	1,747,443	392,017	(46,727,508)	319,332,217
Net Profit/(Loss) for the period	-	-	-	-	(53,682,646)	(53,682,646)
Prior Year Adjustments	-	-	-	-	(6,753,764)	(6,753,764)
Actuarial gains (losses) on Employee benefit liabilities	-	-	-	-	300,701	300,701
Trasnfere to/(From) retained earnings	-	(3,229,455)	-	-	3,229,455	-
Other Comprehensive Income	-	-	-	(1,437)	-	(1,437)
Balance as at 31st March, 2016	356,967,698	3,723,112	1,747,443	390,580	(103,633,762)	259,195,071
Net Profit/(Loss) for the period	-	-	-	-	(3,550,990)	(3,550,990)
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th June, 2016	356,967,698	3,723,112	1,747,443	390,580	(107,184,752)	255,644,082
Net Profit/(Loss) for the period	-	-	-	-	(5,588,875)	(5,588,875)
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th September, 2016	356,967,698	3,723,112	1,747,443	390,580	(112,773,626)	250,055,207



Notes to the Financial Statements

1. Basis of Preparation

The interim financial statements of Tess Agro PLC have been prepared in accordance with Sri Lanka Accounting Standards (SLFRS/LKAS) with effect from 1st January 2012.

2. Comparative Information

The accounting policies applied by the company are unless otherwise stated, consistent with those used in the previous year/Interim Financial statements. Previous interim Financial statements figures and phrases have been rearranged, wherever necessary, to confirm to the year /Interim financial statements to provide a better presentation.

3. Stated Capital

The stated capital of the company consists of 280,000,000 ordinary voting shares and 40,000,000 ordinary non voting shares issued as at 30th September 2016

4. Contingent Liabilities

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

5. Event Subsequent to the Interim Period

There have been no other event subsequent to the interim period, which require to disclosure in the provisional Financial Statements.



Investor Information

1 Directors' Shareholdings - Voting

1 Mrs.S.F.Fernando	482,865
2 Mr.Shiran Fernando	400,028
3 Mr.Roshan Fernando	400,028
4 Mr.Dilshan Fernando	633,895

2 Shares held by Public	48.68%
3 Number of Public Shareholders	4,447

Major Shareholders	No. of Shares	%
1 TESS (PRIVATE) LIMITED	105,791,456	37.78%
2 GAJANTHAN K. MR.	35,993,806	12.85%
3 DE SILVA S.A .MRS.	10,656,447	3.81%
4 TROPIC FROZEN FOODS LTD	7,940,733	2.84%
5 TRANZ DOMINION,L.L.C.	4,500,045	1.61%
6 WALDOCK MACKENZIE LTD/MR.S.A.GULAMHUSEIN	4,040,145	1.44%
7 EGLOBAL SERVICES (PVT) LTD	4,000,000	1.43%
8 SAMSUDEEN M.I. MR.	3,194,024	1.14%
9 RATHNASIRI B.M.G. MR.	2,659,859	0.95%
10 AYNKARAN S. MR.	2,606,448	0.93%
11 THASSIM F.S. MRS.	2,265,962	0.81%
12 THURSTAN INVESTMENT LTD	2,163,130	0.77%
13 PEIRIS T.A. MR.	2,162,475	0.77%
14 ANANDAWANSA W.L.T. MR.	2,000,000	0.71%
15 JAYAKUMAR S.P. MR.	1,646,373	0.59%
16 JAYASINGHE D.R. MR.	1,580,000	0.56%
17 IMTIAZ T.L.M. MR.	1,443,912	0.52%
18 WIJENAYAKA A.S. DR.	1,414,259	0.51%
19 DE SILVA G.R.U. MR.	1,336,101	0.48%
20 COMMERCIAL BANK OF CEYLON PLC/S.A.GULAMHUSEIN	1,247,484	0.45%



Investor Information

1 Directors' Shareholdings - Non Voting

1 Mrs.S.F.Fernando	54,926
2 Mr.Shiran Fernando	33,708
3 Mr.Roshan Fernando	33,708
4 Mr.Dilshan Fernando	62,941

2 Shares held by Public 71.67%

3 Number of Public Shareholders 620

Major Shareholders

	No. of Shares	%
1 COMMERCIAL BANK OF CEYLON PLC/P.L.S. PETER	6,656,422	16.64%
2 DAYARATNE K.D.D.H. MR.	4,488,797	11.22%
3 DE SARAM W.A.S.P. MR.	2,753,167	6.88%
4 PETER P.L.S. MR.	1,133,130	2.83%
5 PEOPLE'S LEASING & FINANCE PLC/ MR. W.M.H.B.SENEVI	1,100,000	2.75%
6 GOONATILAKE P.C.L. DR.	1,062,462	2.66%
7 AMERASINGHE M.Y. MRS	1,000,000	2.50%
8 WEERAMAN A.B.K. MR.	1,000,000	2.50%
9 PEOPLE'S LEASING & FINANCE PLC/K.L.UDAYANANDA	1,000,000	2.50%
10 DE SILVA S.A .MRS.	819,998	2.05%
11 KAMIL M.H.A. MR.	741,483	1.85%
12 TRANZ DOMINION,L.L.C.	648,130	1.62%
13 WIJESINGHE K.G.A.N. MR.	631,200	1.58%
14 RANASINGE H.A.W.C.D. MR.	626,000	1.57%
15 SUMANAWATHIE E.A. MIS	500,000	1.25%
16 SUBASINGHE H.C. MR.	500,000	1.25%
17 PEOPLE'S LEASING & FINANCE PLC / MR.W.M.S.BANDA	500,000	1.25%
18 BALASUNDARAM S.P. MR.	491,890	1.23%
19 WALDOCK MACKENZIE LTD/MR.S.A.GULAMHUSEIN	467,794	1.17%
20 BANSEI SECURITIES CAPITAL (PVT) LTD/D.R.HERAT	429,085	1.07%



Corporate Information

NAME OF COMPANAY	:	TESS AGRO PLC
REGISTERED OFFICE	:	87, New Nuge Road, Kelaniya
TELEPHONE NO	:	2910859
FAX NO	:	2910615
E-MAIL ADDRESS	:	tess@slt.lk
WEB ADDRESS	:	www.tess.lk
DATE, PLACE AND THE AUTHOR: OF INCORPORATION	:	20 May 1992, Colombo Companies Act No.17 of 1982 Companies Act No.07 of 2007 PB 689 PQ
BOARD OF DIRECTORS	:	Mrs. S.F. Fernando Mr. Shiran Fernando Mr. Roshan Fernando Mr. Dilshan Fernando Prof. Arthur H. DE O. Bamunuarachchi Mr. A. R. Peiris
SECRETARIES TO THE COMPANY:		United Corporate Consultants & Secretaries (Pvt) Ltd 211, T.B.. Jaya Mawatha Colombo 10.
AUDITORS	:	Sarma & Co., Chartered Accountants 186 2/1, Dam Street, Colombo 12.
LAWYERS	:	F J & G De Saram Corporate Law Office 60/2/2 Pradeepa Mawatha Colombo 10.
BANKERS TO THE COMPANY	:	Commercial Bank of Ceylon PLC. National Development Bank PLC. Seylan Bank PLC. Hatton National Bank PLC.

Tess Agro PLC
No. 87, New Nuge Road,
Kelaniya.

