

BALANGODA PLANTATIONS LIMITED

110, Norris Canal Road - Colombo -10

Provisional Financial Statement for 03 months ended 31st March 2008

INCOME STATEMENT

	3 Months ended 31/03/2008 Rs. '000	3 Months ended 31/03/2007 Rs. '000	(Audited) Year ended 31/12/2007 Rs. '000
Revenue	615,289	511,455	2,148,129
Cost of Sales	(498,659)	(412,212)	(1,795,647)
Gross Profit	116,630	99,243	352,482
Other Operating Income	27,592	14,697	96,186
Administration Expenses	(22,452)	(17,341)	(89,604)
Management Fee	(30,081)	(23,125)	(98,473)
Profit from Operating Activities	91,689	73,474	260,591
Finance Cost	(9,142)	(6,991)	(27,743)
Profit from ordinary Activities before taxation	82,547	66,483	232,848
Income Tax Expenses	-	-	(18,934)
Net Profit/(Loss) for the Period.	82,547	66,483	213,914
Earning per Share	2.36	1.90	0.84
Net Assets per share	34.55	28.49	32.70
Market Value of Share			
Highest (for the period)	38.00	17.50	28.75
Lowest (for the period)	22.25	13.75	11.00
Closing (for the period)	35.00	13.75	27.00

STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs. '000	General Reserves Rs. '000	Retained Profit/(Loss) Rs. '000	Total Equity Rs. '000
Balance as at 31 December 2006	350,000	8,000	572,642	930,642
Net Profit/(Loss) for the Period			66,483	66,483
Balance as at 31 March 2007	350,000	8,000	639,125	997,125
Balance as at 31 December 2007	350,000	8,000	786,536	1,144,536
Net Profit/(Loss) for the period			82,547	82,547
Devidend			(17,727)	(17,727)
Balance as at 31 March 2008	350,000	8,000	851,356	1,209,356

The above figures are provisional and subject to audit.

The Company has followed the same accounting policies and methods as in the last year.

There have been no other events subsequent to the financial year, which require additional disclosure in the Provisional Financial Statements.

D H S Jayawardena
Managing Director

S K L Obeyesekere
Director/CEO

BALANGODA PLANTATIONS LIMITED

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Provisional Financial Statement for 03 months ended 31st March 2008

BALANCE SHEET

	As at 31/03/2008 Rs. '000	As at 31/03/2007 Rs. '000	(Audited) Year ended 31/12/2007 Rs. '000
ASSETS			
Non Current Assets			
Leasehold Property Plant & Equipment	403,901	238,662	408,499
Property Plant & Equipment		183,964	
Property Plant & Equipment	397,096	391,358	392,538
Improvement to Leasehold Property	765,390	721,360	760,060
Long Term Investments	150	150	150
	<u>1,566,537</u>	<u>1,535,494</u>	<u>1,561,247</u>
Current Assets			
Inventories	337,009	289,663	339,886
Trade & Other Receivables	113,453	104,257	62,764
ACT Recoverable	53,099	53,099	53,099
VAT Recoverable	4,997	15,913	5,984
Economic Service Charge Recoverable	21,169	13,254	19,969
Amounts due from Related Companies	229	44	40
Short Term Investments	141,906	8,549	141,762
Call Deposits	189,598	94,727	122,706
Cash and Bank Balances	6,601	9,715	50,642
	<u>868,061</u>	<u>589,221</u>	<u>796,852</u>
TOTAL ASSETS	<u>2,434,598</u>	<u>2,124,715</u>	<u>2,358,099</u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital	350,000	350,000	350,000
Reservers	8,000	8,000	8,000
Retained Earnings	851,356	639,107	786,537
TOTAL EQUITY	<u>1,209,356</u>	<u>997,107</u>	<u>1,144,537</u>
Non Current Liabilities & Deferred Income			
Interest Bearing Loans & borrowings	147,736	185,555	157,190
Deferred Tax Liabilities	21,727	26,167	21,727
Deferred Grants & Subsidies	159,376	159,489	156,309
Retirement Benefit Obligations	365,932	284,189	365,251
Net Liabilities to the lessor payable after one year	107,530	108,850	107,863
	<u>802,301</u>	<u>764,250</u>	<u>808,340</u>
Current Liabilities			
Interest Bearing Loans & Borrowings	39,092	39,908	39,940
Net Liabilities to the lessor payable within one year	1,319	1,268	1,306
Dividends Payable	1,022	1,022	1,022
Income Tax Liabilities	23,555		23,375
Trade & other Payable	304,388	269,897	295,505
Amount due to related companies	53,565	51,263	44,074
	<u>422,941</u>	<u>363,358</u>	<u>405,222</u>
TOTAL EQUITY AND LIABILITIES	<u>2,434,598</u>	<u>2,124,715</u>	<u>2,358,099</u>

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Provisional Financial Statement for 03 months ended 31st March 2008

CASH FLOW STATEMENT

	3 Months ended 31/03/2008 Rs. '000	3 Months ended 31/03/2007 Rs. '000	(Audited) Year ended 31/12/2007 Rs. '000
CASH FLOW FROM OPERATING ACTIVITIES			
Profit Before Taxation	82,547	66,483	232,848
ADJUSTMENT FOR			
Depreciation/ Amortization	19,319	19,351	77,064
Retirement Benefit Obligation - Provision	10,629	8,838	110,720
Amortization of Grants	(2,372)	(2,248)	(9,380)
Interest Income	(7,305)	(1,447)	(11,536)
Povision for Obsolete Stock			44
Provision for Doubtful Debts			(10)
Interest Expense	9,142	6,991	27,743
Operating Profit Before Working Capital Changes	111,960	97,968	427,493
Increase/(Decrease) in Inventories	2,877	(100,873)	(151,140)
Increase/(Decrease) in Trade & Other Receivables	(48,514)	(51,119)	8,041
Increase/(Decrease) in amount due from Related Companies	(188)	3	6
Increase/(Decrease) in Trade and Other Payables	9,127	42,099	78,982
Increase/(Decrease) in amounts due to Related Companies	9,490	7,538	349
Cash Generated from Operations	84,752	(4,384)	363,731
Payment of Economic Service Charges	(1,200)	(2,188)	(8,903)
Retirement Benefit Obligation - Payments	(9,949)	(7,241)	(28,062)
Interest Paid	(5,709)	(3,839)	(18,446)
Net cash from Operating Activities	67,894	(17,652)	308,320
CASH FLOWS FROM INVESTMENT ACTIVITIES			
Interest Received	6,117	1,183	3,545
Grants Received	5,440	2,140	6,092
Purchases of Property Plant & Equipment	(13,344)	(3,107)	(30,776)
Investment In Immature Plantations	(11,265)	(12,300)	(68,097)
Net Cash from/(used in) Investing Activities	(13,052)	(12,084)	(89,236)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of Loans	(9,455)	(9,455)	(37,819)
Payment to Lessor on lease Rights	(3,816)	(3,459)	(21,828)
Dividends Paid	(17,727)		
Net cash Used in Financing Activities	(30,998)	(12,914)	(59,647)
Net Increase /(Decrease) in Cash & Cash Equivalents	23,844	(42,650)	159,437
Cash & Cash Equivalents at the beginning of the year	312,989	153,552	153,552
Cash & Cash Equivalents at the end of the year	336,833	110,902	312,989
	(23,844)	42,650	(159,437)