

# MADULSIMA PLANTATIONS PLC

833, Sirimavo Bandaranaike Mawatha - Colombo -14

Provisional Financial Statement for 09 months ended 30th September 2008

## INCOME STATEMENT

	3 Months ended 30/09/2008 Rs. '000	3 Months ended 30/09/2007 Rs. '000	9 Months ended 30/09/2008 Rs. '000	9 Months ended 30/09/2007 Rs. '000	<b>(Audited) Year ended 31/12/2007 Rs. '000</b>
Revenue	337,295	264,172	1,220,172	900,577	1,320,353
Cost of Sales	(330,206)	(248,797)	(1,099,976)	(829,023)	(1,171,309)
Gross Profit/(Loss)	7,089	15,375	120,196	71,554	149,044
Other Operating Income	5,088	4,086	19,458	15,336	23,871
Administration and Operating Expenses	(14,234)	(14,000)	(43,890)	(39,626)	(56,316)
Management Fees	(15,370)	(12,632)	(40,561)	(29,577)	(47,335)
Profit/(Loss) from Operating Activities	(17,427)	(7,171)	55,203	17,687	69,264
Finance Cost	(9,969)	(10,038)	(30,693)	(31,812)	(42,847)
Profit/(Loss) from Ordinary Activities Before Taxation	(27,396)	(17,209)	24,510	(14,125)	26,417
Income Tax Expenses	-	-	-	-	-
Profit/(Loss) for the period	(27,396)	(17,209)	24,510	(14,125)	26,417
Earning per Share	(0.94)	(0.59)	0.85	(0.49)	0.91
Net Assets per share	11.60	9.36	11.60	9.36	10.76
No of Shares			29,000,000		
Market Value of Share					
Highest (for the period)			24.00	8.50	11.75
Lowest (for the period)			9.00	5.00	5.00
Closing (for the period)			14.50	6.50	11.25

## STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs. '000	General Reserves Rs. '000	Accumulated Profit/(Loss) Rs. '000	Total Equity Rs. '000
Balance as at 31st December 2006	290,000	45,000	(49,390)	285,610
Net Profit/(Loss) for the period			26,417	26,417
Balance as at 30th September 2007	290,000	45,000	(22,973)	312,027
Balance as at 31st December 2007	290,000	45,000	(22,973)	312,027
Net Profit/(Loss) for the period			24,510	24,510
Balance as at 30th September 2008	290,000	45,000	1,537	336,537

- 1) Accounting policies and methods of computation adopted in the Provisional Financial Statements are same as those in the previous audited Annual Financial Statements.
- 2) There have been no other events subsequent to the interim period, which require disclosure in the provisional financial statements.
- 3) The above figures are provisional and subject to audit.

D H S Jayawardena  
Managing Director

S K L Obeyesekere  
Director/CEO

# MADULSIMA PLANTATIONS PLC

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Provisional Financial Statement for 09 months ended 30th September 2008

## BALANCE SHEET

	As at 30/09/2008 Rs. '000	As at 30/09/2007 Rs. '000	(Audited) As at 31/12/2007 Rs. '000
<b>Assests</b>			
<b>Non-Current assests</b>			
Lease hold Rights to Bare Land of JEDB/SLSPC .	151,723	155,852	154,820
Immovable Leased Assests of JEDB/SLSPC (Other than Bareland)	95,099	101,341	100,049
Tangible Assests (Other than Mature/Immature plantations)	284,619	253,044	260,522
Mature/Immature Plantations	396,236	377,233	383,846
	927,678	887,470	899,237
<b>Current Assests</b>			
Inventories	230,641	120,718	225,166
Trade & Other Receivables	170,623	123,437	111,957
Amounts due from Related Parties	153	966	5,563
Cash and Cash equivalents	17,005	26,601	40,459
	418,420	271,722	383,145
<b>TOTAL ASSESTS</b>	1,346,098	1,159,192	1,282,382
<b>EQUITY AND LIABILITIES</b>			
Capital and Reserves			
Issued Share Capital	290,000	290,000	290,000
General Reserve	45,000	45,000	45,000
Retained profit/(Loss)	1,537	(63,515)	(22,973)
<b>SHAREHOLDERS' FUND</b>	336,537	271,485	312,027
Deferred Income	129,079	115,987	125,352
<b>Non-Current Liabilities</b>			
Retirement Benefit Obligations	304,534	284,458	293,498
Net liability to Lessor payable after one year	36,818	37,052	37,163
Interest Bearing Borrowings	75,923	97,830	92,353
	417,275	419,340	423,014
<b>Current Liabilities</b>			
Net liability to Lessor payable within one year	463	445	450
Interest Bearing Borrowings	21,907	22,392	21,907
Trade & Other Payables	213,134	164,011	210,365
Amounts due to Related Parties	101,440	41,182	48,441
Bank Overdraft	126,263	124,350	140,826
	463,207	352,380	421,989
<b>TOTAL EQUITY AND LIABILITIES</b>	1,346,098	1,159,192	1,282,382

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Provisional Financial Statement for 09 months ended 30th September 2008

## CASH FLOW STATEMENT

	9 Months ended 30/09/2008 Rs. '000	9 Months ended 30/09/2007 Rs. '000	(Audited) Year ended 31/12/2007 Rs. '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net Profit/(Loss) before Income Tax expenses	24,510	(14,126)	26,417
<b>Adjustments for :</b>			
Depreciation/Amortisation	25,618	20,910	36,859
Interest Income	(441)	(969)	(1,715)
Interest Expenses	31,134	32,781	42,847
Managing Agents Remuneration	40,561	29,577	46,435
Provision for Gratuity	37,983	27,430	43,494
Provision for Doubtful Debtors	-	-	(4,663)
Amortisation of Grants	(4,666)	(2,251)	(3,820)
<b>Operating Profit Before Working Capital Changes</b>	<b>154,699</b>	<b>93,352</b>	<b>185,854</b>
(Increase)/Decrease in Inventories	(5,475)	(23,986)	(128,434)
(Increase)/Decrease in Debtors & Other Receivables	(58,918)	28,205	28,903
(Increase)/Decrease in Due from Related Companies	5,411	746	11,643
(Increase)/Decrease in Trade & Other Payables	2,770	19,647	61,068
(Increase)/Decrease in Due to Related Companies	12,438	(16,298)	(672)
<b>Cash Generated from Operations</b>	<b>110,925</b>	<b>101,666</b>	<b>158,362</b>
Interest Paid	(27,220)	(29,331)	(38,254)
Gratuity Paid	(26,946)	(13,056)	(20,081)
Grants Received	8,392	950	11,882
Managing Agents Remuneration Paid	-	-	(26,075)
<b>Net Cash Flows from Operating Activities</b>	<b>65,152</b>	<b>60,229</b>	<b>85,834</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property, plant and Equipment	(35,047)	(11,115)	(24,668)
Investments in Immature Plantation	(18,674)	(12,588)	(21,877)
Interest Received	356	-	1,668
<b>Net Cash Flows from/(used in) Investing Activities</b>	<b>(53,365)</b>	<b>(23,703)</b>	<b>(44,877)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payments to Lease Creditors - JEDB/SLSPC's Estates	(4,247)	(3,939)	(5,026)
Loans Repayment	(16,430)	(20,705)	(26,667)
<b>Net Cash Flows from/(used in) Financing Activities</b>	<b>(20,677)</b>	<b>(24,644)</b>	<b>(31,693)</b>
Net Increase/(Decrease) in Cash and Cash Equivalents	(8,891)	11,882	9,264
Cash and Cash Equivalents at the Beginning of the period	(100,367)	(109,631)	(109,631)
<b>Cash and Cash Equivalents at the end of the period</b>	<b>(109,258)</b>	<b>(97,749)</b>	<b>(100,367)</b>