

# MADULSIMA PLANTATIONS PLC

833, Sirimavo Bandaranaike Mawatha - Colombo - 14

Provisional Financial Statement for 12 months ended 31st December, 2008

## INCOME STATEMENT

	3 Months ended 31/12/2008 Rs. '000	3 Months ended 31/12/2007 Rs. '000	12 Months ended 31/12/2008 Rs. '000	(Audited) Year ended 31/12/2007 Rs. '000
Revenue	253,641	419,776	1,473,813	1,320,353
Cost of Sales	(352,450)	(342,286)	(1,452,426)	(1,171,309)
Gross Profit/(Loss)	(98,810)	77,490	21,386	149,044
Other operating Income	2,571	8,535	22,029	23,871
Administration and Operating Expenses	(18,364)	(16,690)	(62,254)	(56,316)
Management Fees	(11,421)	(17,758)	(51,982)	(47,335)
Profit/(Loss) from operating activities	(126,023)	51,577	(70,820)	69,264
Finance cost	(11,541)	(11,035)	(42,234)	(42,847)
Profit before Taxation	(137,564)	40,542	(113,054)	26,417
Income Tax Expenses	-	-	-	-
Net Profit/(Loss) for the Period.	(137,564)	40,542	(113,054)	26,417
Earning per Share	(4.74)	1.40	(3.90)	0.91
Net Assets per share	6.86	9.36	6.86	10.76
Market Value of Share				
Highest (for the period)			24.00	11.75
Lowest (for the period)			5.50	5.00
Closing (for the period)			6.25	11.25

Number of Shares 29,000,000

## STATEMENT OF CHANGES IN EQUITY

	Stated 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 31 December 2007	290,000	45,000	(22,973)	312,027
Balance as at 31 December 2007	290,000	45,000	(22,973)	312,027
Net Profit/(Loss) for the period	-	-	(113,054)	(113,054)
Balance as at 31 December 2008	290,000	45,000	(136,027)	198,973

- 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  
Chairman

S K L Obeyesekere  
Director/CEO

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Provisional Financial Statement for 12 months ended 31st December, 2008

## BALANCE SHEET

	As at 31/12/2008 Rs. '000	<b>(Audited)</b> As at 31/12/2007 Rs. '000
<b>Assests</b>		
<b>Non-Current assests</b>		
Lease hold Rights to Bare Land of JEDB/SLSPC .	150,691	154,820
Immovable Leased Assests of JEDB/SLSPC (Otherthan Bareland)	93,766	100,049
Tangible Assests (Other than Mature/Immature plantations)	311,339	260,522
Mature/Immature Plantations	406,488	383,846
	962,283	899,237
<b>Current Assests</b>		
Inventories	181,682	225,166
Trade & Other Receivables	133,172	111,957
Amounts due from Related Parties	21,881	5,563
Cash and Cash equivalents	5,990	40,459
	342,726	383,145
<b>TOTAL ASSESTS</b>	1,305,009	1,282,382
<b>EQUITY AND LIABILITIES</b>		
Capital and Reserves		
Issued Stated Capital	290,000	290,000
General Reserve	45,000	45,000
Retained profit/(Loss)	(136,027)	(22,973)
<b>SHAREHOLDERS' FUND</b>	198,973	312,027
Deferred Income	140,173	125,352
<b>Non-Current Liabilities</b>		
Retirement Benefit Obligations	343,010	293,498
Net liability to Lessor payable after one year	36,698	37,163
Interest Bearing Borrowings	66,854	92,353
	446,562	423,014
<b>Current Liabilities</b>		
Net liability to Lessor payable within one year	468	450
Interest Bearing Borrowings	29,360	21,907
Trade & Other Payables	200,037	210,365
Amounts due to Related Parties	188,174	48,441
Bank Overdraft	101,262	140,826
	519,301	421,989
<b>TOTAL EQUITY AND LIABILITIES</b>	1,305,009	1,282,382

**MADULSIMA PLANTATIONS PLC**  
**833, Sirimavo Bandaranaike Mawatha - Colombo - 14**  
**Provisional Financial Statement for 12 months ended 31st December, 2008**

**CASH FLOW STATEMENT**

	12 Months ended 31/12/2008 Rs. '000	<b>(Audited)</b> <b>Year ended</b> 31/12/2007 Rs. '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before Income Tax expenses	(113,054)	26,417
<b>Adjustments for:</b>		
Depreciation/Amortisation	36,593	36,859
Interest Income	(587)	(1,715)
Interest Expenses	42,234	42,847
Managing Agents Remuneration	51,982	46,435
Provision for Gratuity	83,183	43,494
Provision for Doubtful Debtors	-	(4,663)
Amortisation of Grants	(4,633)	(3,820)
<b>Operating Profit Before Working Capital Charges</b>	<b>95,718</b>	<b>185,854</b>
(Increase)/Decrease in Inventories	43,484	(128,434)
(Increase)/Decrease in Debtors & Other Receivables	(20,640)	28,903
(Increase)/Decrease in Due from Related Companies	(16,317)	11,643
(Increase)/Decrease in Trade & Other Payables	(10,327)	61,068
(Increase)/Decrease in Due to Related Companies	93,787	(672)
<b>Cash Generated from Operations</b>	<b>185,705</b>	<b>158,362</b>
Interest Paid	(37,038)	(38,254)
Gratuit Paid	(33,670)	(20,081)
Grants Received	19,454	11,882
Managing Agents Remuneration Paid	(6,035)	(26,075)
<b>Net Cash Flows from Operating Activities</b>	<b>128,414</b>	<b>85,834</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and Equipment	(68,700)	(24,668)
Investments in Immature Plantation	(31,283)	(21,877)
Interest Received	356	1,668
<b>Net Cash Flows from/(used in) Investing Activities</b>	<b>(99,627)</b>	<b>(44,877)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payments to Lease Creditors - JEDB/SLSPC's Estates	(5,646)	(5,026)
Loans Repayment	(18,046)	(26,667)
<b>Net Cash Flows from/(used in) Financing Activities</b>	<b>(23,692)</b>	<b>(31,693)</b>
Net Increase/(Decrease) in Cash and Cash Equivalents	5,096	9,264
Cash and Cash Equivalents at the Beginning of the period	(100,367)	(109,631)
<b>Cash and Cash Equivalents at the end of the period</b>	<b>(95,271)</b>	<b>(100,367)</b>