



RENUKA AGRI FOODS PLC

INTERIM FINANCIAL STATEMENTS – FOR THE PERIOD ENDED

30th JUNE 2020

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RENUKA AGRI FOODS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP				COMPANY			
	Rs. '000'		Rs. '000'		Rs. '000'		Rs. '000'	
	QUARTER ENDED		PERIOD ENDED		QUARTER ENDED		PERIOD ENDED	
	30.06.20	30.06.19	30.06.20	30.06.19	30.06.20	30.06.19	30.06.20	30.06.19
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
Revenue	558,652	633,738	558,652	633,738	554,825	628,966	554,825	628,966
Cost of Sales	(476,987)	(422,411)	(476,987)	(422,411)	(484,527)	(418,672)	(484,527)	(418,672)
Gross Profit	81,665	211,327	81,665	211,327	70,298	210,294	70,298	210,294
Other Operating Income	5,140	3,194	5,140	3,194	5,042	3,146	5,042	3,146
Administration Expenses	(44,753)	(87,031)	(44,753)	(87,031)	(38,830)	(77,864)	(38,830)	(77,864)
Selling and Distribution Expenses	(11,673)	(36,951)	(11,673)	(36,951)	(11,673)	(36,766)	(11,673)	(36,766)
Profit from Operations	30,379	90,539	30,379	90,539	24,837	98,810	24,837	98,810
Net Finance Cost	(4,873)	(10,060)	(4,873)	(10,060)	(4,292)	(10,165)	(4,292)	(10,165)
Share of Profit/(Loss) of Equity Accounted Investee	(920)	1,537	(920)	1,537	-	-	-	-
Profit before Taxation	24,586	82,016	24,586	82,016	20,545	88,645	20,545	88,645
Taxation	-	(12,285)	-	(12,285)	-	(12,285)	-	(12,285)
Profit for the Period	24,586	69,731	24,586	69,731	20,545	76,360	20,545	76,360
Other Comprehensive Income	-	-	-	-	-	-	-	-
Total Comprehensive Income for the Period	24,586	69,731	24,586	69,731	20,545	76,360	20,545	76,360
Profit Attributable to :								
Equity Holders of the Company	24,494	69,960	24,494	69,960	20,545	76,360	20,545	76,360
Non Controlling Interest	92	(228)	92	(228)	-	-	-	-
Profit for the Period	24,586	69,731	24,586	69,731	20,545	76,360	20,545	76,360
Total Comprehensive Income / (Loss) attributable to :								
Equity Holders of the Company	24,494	69,960	24,494	69,960	20,545	76,360	20,545	76,360
Non Controlling Interest	92	(228)	92	(228)	-	-	-	-
Total Comprehensive Income for the Period	24,586	69,731	24,586	69,731	20,545	76,360	20,545	76,360
Earnings Per Share	0.04	0.12	0.04	0.12	0.04	0.14	0.04	0.14
Dividend Per Share	-	-	-	-	-	-	-	-

1 The above figures are provisional and subject to audit.

2 Figures in brackets indicate deductions

RENUKA AGRI FOODS PLC

STATEMENTS OF FINANCIAL POSITION

AS AT	GROUP		COMPANY	
	30.06.2020	31.03.2020	30.06.2020	31.03.2020
	Rs.'000'	Rs.'000'	Rs.'000'	Rs.'000'
	Unaudited	Unaudited	Unaudited	Unaudited
Assets				
Non-Current Assets				
Property, Plant and Equipment	1,744,276	1,772,920	1,318,172	1,343,868
Biological Assets	90,488	90,952	-	-
Intangible Assets	10,101	10,101	-	-
Immovable Estate Assets on Lease	-	-	-	-
Right of use Assets	40,915	40,915	30,465	33,756
Investment In Subsidiaries	-	-	1,912,984	1,912,984
Investment In Equity Accounted Investees	1,152,412	1,153,332	-	-
Investment in FVOCI	436,350	436,350	-	-
Total Non Current Assets	3,474,542	3,504,570	3,261,621	3,290,608
Current Assets				
Inventory	562,384	477,719	551,594	473,175
Trade and Other Receivables	356,238	285,552	347,462	266,777
Tax Recoverable	27,801	25,182	24,270	21,551
Amounts Due from Related Companies	106,956	18,426	96,945	19,055
Cash and Cash Equivalents	145,772	170,783	121,096	147,876
Total Current Assets	1,199,151	977,662	1,141,367	928,434
Total Assets	4,673,693	4,482,232	4,402,988	4,219,042
Equity and Liabilities				
Equity				
Stated Capital	1,194,453	1,194,453	1,194,453	1,194,453
Revaluation Reserve	203,215	203,215	119,871	119,871
Retained Earnings	1,816,210	1,791,716	1,746,079	1,725,534
Equity attributable to Equity Holders of the Company	3,213,878	3,189,384	3,060,403	3,039,858
Non Controlling Interest	35,111	35,019	-	-
Total Equity	3,248,989	3,224,403	3,060,403	3,039,858
Non Current Liabilities				
Retirement Benefit Obligations	55,709	53,438	50,375	49,029
Loans and Borrowings	301,122	301,122	301,122	27,917
Finance Lease Obligation	48,362	48,362	28,932	28,932
Deferred Tax Liability	114,812	114,812	84,218	87,730
Total Non Current Liabilities	520,005	517,734	464,647	193,608
Current Liabilities				
Loans and Borrowings	550,160	430,484	550,107	703,645
Finance Lease Obligation	12,893	16,184	9,881	13,172
Trade and Other Payables	267,624	238,656	264,730	231,244
Amounts Due to Related Companies	30,128	341	33,817	310
Dividend Payable	6,564	6,564	5,214	5,214
Income Tax Payable	12,623	12,988	12,975	12,975
Bank Overdraft	24,707	34,878	1,214	19,017
Total Current Liability	904,699	740,095	877,938	985,576
Total Liabilities	1,424,704	1,257,829	1,342,585	1,179,184
Total Equity & Liabilities	4,673,693	4,482,232	4,402,988	4,219,042
Net Assets per share	5.72	5.68	5.45	5.41


The above figures are provisional and subject to audit.

I certify that the Interim Financial Statements have been prepared in compliance with the requirements of the Companies Act No.7 of 2007.


T.M. Dilum Nanayakkara
Chief Financial Officer

The Board of Directors is responsible for the preparation & presentation of these financial statements.
 Approved & signed for and on behalf of the Board


S.V. Rajiyah
Director
 11th August 2020


Dr S.R. Rajiyah
Director

RENUKA AGRI FOODS PLC
STATEMENTS OF CHANGES IN EQUITY

For the Period Ended	Equity Attributable to Owners			Non Controlling		
	Stated Capital	Revaluation Reserve	Retained Earnings	Total	Interest	Total
	RS.000	RS.000	RS.000	RS.000	RS.000	RS.000
Company						
Balance as at 1st April 2019	1,194,453	92,743	1,536,239	2,823,435	-	2,823,435
Profit for the Period	-	-	76,360	76,360	-	76,360
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th June 2019	1,194,453	92,743	1,612,599	2,899,795	-	2,899,795
Balance as at 1st April 2020	1,194,453	119,871	1,725,534	3,039,858	-	3,039,858
Profit for the Period	-	-	20,545	20,545	-	20,545
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th June 2020	1,194,453	119,871	1,746,079	3,060,403	-	3,060,403
Group						
Balance as at 1st April 2019	1,194,453	96,881	1,582,300	2,873,634	31,692	2,905,326
Profit for the Period	-	-	69,960	69,960	(228)	69,731
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th June 2019	1,194,453	96,881	1,652,260	2,943,594	31,464	2,975,057
Balance as at 1st April 2020	1,194,453	203,215	1,791,716	3,189,384	35,019	3,224,403
Profit for the Period	-	-	24,494	24,494	92	24,586
Other Comprehensive Income	-	-	-	-	-	-
Balance as at 30th June 2020	1,194,453	203,215	1,816,210	3,213,878	35,111	3,248,989

1 The above figures are provisional and subject to audit.

2 Figures in brackets indicate deductions

RENUKA AGRI FOODS PLC
STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 30TH JUNE

Cash Flow from Operating Activities

Profit Before Tax

Adjustments for

Depreciation

Amortization of Immovable Estate Assets on Lease

Share of Profit of Equity Accounted Investee

Provision for Retirement Benefit Obligation

(Reversal) / Provision for Obsolete Inventories

Profit on Disposal of Property, Plant and Equipment

Finance Income

Finance Expense

Operating Profit Before Working Capital Changes

Working Capital Changes

(Increase)/Decrease in Inventories

(Increase)/Decrease in Trade and Other Receivables

(Increase)/Decrease in Dues from Related Parties

Increase/(Decrease) in Trade and Other Payable

Increase/(Decrease) in Dues to Related Parties

Cash Generated from Operations

Interest Paid

Tax Paid

Payment of Retirement Benefit Obligation

Net Cash Flows Generated from Operating Activities

Cash Flows from Investing Activities

(Acquisition) / Disposal of Property, Plant & Equipment

Acquisition of Biological Assets

Proceeds from Disposal of Property, Plant and Equipment

Interest Received

Net Cash Used in Investing Activities

Cash Flows from Financing Activities

Net of Loans and Borrowings obtained / (paid) during the period

Repayment of Lease Obligations

Net Cash Used in Financing Activities

Net Increase/ (Decrease) in Cash and Cash Equivalents

Cash and Cash Equivalents at the beginning of the Period

Cash and Cash Equivalents at the End of the Period

	GROUP		COMPANY	
	2020 Rs.'000 UNAUDITED	2019 Rs.'000 UNAUDITED	2020 Rs.'000 UNAUDITED	2019 Rs.'000 UNAUDITED
Profit Before Tax	24,586	82,016	20,545	88,645
Adjustments for				
Depreciation	39,038	30,535	36,613	26,018
Amortization of Immovable Estate Assets on Lease	-	687	-	-
Share of Profit of Equity Accounted Investee	920	(1,537)	-	-
Provision for Retirement Benefit Obligation	2,334	1,554	1,409	1,367
(Reversal) / Provision for Obsolete Inventories	(16,753)	-	(16,753)	-
Profit on Disposal of Property, Plant and Equipment	-	(3,150)	-	(3,150)
Finance Income	(869)	(876)	(655)	(782)
Finance Expense	8,456	5,857	8,358	5,857
Operating Profit Before Working Capital Changes	57,712	115,086	52,808	117,955
Working Capital Changes				
(Increase)/Decrease in Inventories	(67,912)	(5,550)	(61,666)	(2,047)
(Increase)/Decrease in Trade and Other Receivables	(73,305)	28,508	(83,404)	31,745
(Increase)/Decrease in Dues from Related Parties	(88,530)	(54,888)	(77,890)	(55,663)
Increase/(Decrease) in Trade and Other Payable	28,603	56,476	29,974	57,129
Increase/(Decrease) in Dues to Related Parties	29,787	35,504	33,507	34,395
Cash Generated from Operations	(113,645)	175,136	(106,671)	183,513
Interest Paid	(8,456)	(5,857)	(8,358)	(5,857)
Tax Paid	-	(12,285)	-	(12,285)
Payment of Retirement Benefit Obligation	(63)	-	(63)	-
Net Cash Flows Generated from Operating Activities	(122,164)	156,994	(115,091)	165,372
Cash Flows from Investing Activities				
(Acquisition) / Disposal of Property, Plant & Equipment	(10,394)	(11,831)	(10,917)	(11,144)
Acquisition of Biological Assets	464	(1,278)	-	-
Proceeds from Disposal of Property, Plant and Equipment	-	3,150	-	3,150
Interest Received	869	876	655	782
Net Cash Used in Investing Activities	(9,061)	(9,083)	(10,262)	(7,212)
Cash Flows from Financing Activities				
Net of Loans and Borrowings obtained / (paid) during the period	119,676	(146,105)	119,667	(146,061)
Repayment of Lease Obligations	(3,291)	(1,500)	(3,291)	-
Net Cash Used in Financing Activities	116,385	(147,605)	116,376	(146,061)
Net Increase/ (Decrease) in Cash and Cash Equivalents	(14,840)	306	(8,977)	12,099
Cash and Cash Equivalents at the beginning of the Period	135,905	65,806	128,859	54,949
Cash and Cash Equivalents at the End of the Period	121,065	66,112	119,882	67,048

1 The above figures are provisional and subject to audit.

2 Figures in brackets indicate deductions.

RENUKA AGRI FOODS PLC
SEGMENTAL INFORMATION

Rs.000

	MANUFACTURING		PLANTATION		GROUP TOTAL	
	2020	2019	2020	2019	2020	2019
For the Period Ended 30th June						
Revenue	556,625	632,108	14,187	8,542	570,812	640,650
Intra Group	-	-	(12,160)	(6,912)	(12,160)	(6,912)
Segment Revenue	556,625	632,108	2,027	1,630	558,652	633,738
Segment Profit / (Loss) from Operations	25,501	95,420	4,878	(4,881)	30,379	90,539
Share of Profit / (Loss) of Equity Accounted Investee	(920)	1,537	-	-	(920)	1,537
Segment Net Finance Income / (Cost)	(4,225)	(10,136)	(648)	76	(4,873)	(10,060)
Profit / (Loss) for the Period	20,356	74,536	4,230	(4,805)	24,586	69,731
TOTAL ASSETS	4,247,720	3,358,942	425,973	414,092	4,673,693	3,773,034
TOTAL LIABILITIES	1,349,055	724,094	75,649	73,883	1,424,704	797,977

1 The above figures are provisional and subject to audit.

2 Figures in brackets indicate deductions



Notes to the Financial Statements

1. Basis of preparation

The interim financial statements of Renuka Agri Foods PLC have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 -Interim Financial Reporting. These interim financial statements are to be read in conjunction with the annual financial statements for the year ended 31st March 2019.

2. Comparative figures

The presentation and classification of figures for the corresponding period of the previous year have been rearranged where relevant, to be comparable with those for the current period.

For management purposes, the Group is organized in to business units based on their products and services, and performance reported under two segments (i.e. Manufacturing and Plantation) during the year under review.

3. Stated Capital

The stated capital of the Company consists of 561,750,000 shares issued as at 30th June 2020.

4. Contingent liabilities

There is no change in the nature of the contingent liabilities as at 30th June 2020 as compared to the contingent liabilities which were disclosed in the accounts for the year ended 31st March 2020.

5. Market price per share

Market prices for the quarter ended 30th June 2020 were:(Rs)

	2020	2019
Lowest	1.70	1.80
Highest	2.80	2.30
Last traded	2.60	2.10

6. Public shareholding

The percentage of shares held by the public as at 31st March 2020 amounts to 24.19% (31st March 2020 – 24.19%) of the stated capital. The number of shareholders representing the public holding was 3824 as at 31st March 2020 (31st March 2020 – 3,832). The float adjusted market capitalization was Rs.353.30Mn as at 30th June 2020. The company has over 20% public shareholding and over 500 public shareholders meeting the minimum thresholds for compliance on minimum public holding, under option 5 as per the directive issued in terms of section 13(c) and 13(cc) of the Securities & Exchange Commission of Sri Lanka Act No.36 of 1987(as amended)



Notes to the Financial Statements (Contd.)

7. Directors' shareholding

The directors' shareholdings are as follows:

Directors Name	As at 30th June 2020	As at 31st March 2020
DR. S.R. RAJIYAH (JOINTLY WITH MRS. I.R. RAJIYAH)	28,551,008	28,551,008
MRS. I.R. RAJIYAH (REFERABOVE SHARES HELD JOINTLY)	-	-
MR. S.V. RAJIYAH	1,454,984	1,454,984
MR. S. VASANTHAKUMARA (MR. V. SANMUGAM)	1,010	1,010
MS. A.L. RAJIYAH	1,219,483	1,219,483
MR. S. NAGARAJAH	-	-
MR. D.S. ARANGALA	-	-
MR. K. LIYANAGAMAGE	-	-
MRS. S.T.R.E. WIJESURIYA	-	-
Total	31,226,485	31,226,485

8. Significant Events and Transactions

There were no significant events and transactions that have taken place during the period which require disclosure or adjustments to the financial statements.

9. Event Occurring After the Reporting Date

There are no material events that have taken place subsequent to 30th June 2020 which require disclosures or adjustments to the financial statements.

10. Earnings per share

Earnings per share have been calculated by dividing profit attributable to ordinary equity holders by the number of ordinary shares as given in the LKAS 33.

RENUKA AGRI FOODS PLC - TOP 20 MAJOR SHAREHOLDERS

<u>No</u>	<u>Name</u>	<u>Voting as at 30.06.2020</u>		<u>Voting as at 31.03.2020</u>	
		<u>No of Shares</u>	<u>%</u>	<u>No of Shares</u>	<u>%</u>
1	RENUKA FOODS PLC	393,398,269	70.03%	393,398,269	70.03%
2	DR.S R RAJIYAH & MRS I R RAJIYAH (JT)	28,551,008	5.08%	28,551,008	5.08%
3	MRS. A T T T ALNAKIB	14,855,280	2.64%	14,855,280	2.64%
4	Mr A.M WEERASINGHE	3,769,300	0.67%	3,769,300	0.67%
5	DISTILLERIES COMPANY OF SRI LANKA PLC A/C NO. 02	3,668,560	0.65%	3,668,560	0.65%
6	MR.H. A. R PIERIS	3,555,000	0.63%	3,551,727	0.63%
7	MRS. L. A PIERIS	3,551,727	0.63%	3,551,727	0.63%
8	MR. I RAHEEL & MR A RAHEEL (JT)	3,479,500	0.62%	3,479,500	0.62%
9	MR.H A A H ALGHARABALLY	3,168,237	0.56%	3,168,237	0.56%
10	STANDARD CHARTERED BANK SINGAPORE S/A HL BANK SINGAPORE BRANCH	3,000,000	0.53%	3,000,000	0.53%
11	Mr R GAUTAM	2,466,000	0.44%	2,475,789	0.44%
12	MR. A M T T ALGHANIM & MRS A T T T ALNAQUIB (JT)	2,078,000	0.37%	2,078,000	0.37%
13	SANDWAVE LIMITED	2,050,309	0.36%	2,050,309	0.36%
14	MR. N PERERA	2,025,105	0.36%	2,025,105	0.36%
15	MRS S.E.FERNANDO	1,900,000	0.34%	1,900,000	0.34%
16	CAPITAL ALLIANCE HOLDING LTD	1,869,128	0.32%	1,794,252	0.32%
17	DR. A.R MOHAMED	1,855,487	0.33%	1,854,709	0.33%
18	MR. K.C. VIGNARAJAH	1,750,000	0.31%	1,750,000	0.31%
19	DFCC BANK PLC/ G. A. C DE SILVA	1,720,000	0.28%	1,600,000	0.28%
20	MRS. S.E MELLUISH	1,553,767	0.28%	1,553,767	0.28%
		480,264,677	85.43%	480,075,539	85.43%



CORPORATE INFORMATION

Name of Company

Renuka Agri Foods PLC

Legal Form

Quoted Public Company with Limited Liability

Principal Activity

Agri Business

Subsidiaries

Renuka Developments (Pvt) Ltd
Kandy Plantations Ltd
Ceylon Forestry (Pvt) Ltd
Ceylon Botanicals (Pvt) Ltd
Coco Lanka (Pvt) Ltd
Matale Valley Plantations (Pvt) Ltd

Board of Directors

Dr. S.R.Rajiyah-Chairman
Mrs. I.R.Rajiyah
Mr. S.V.Rajiyah
Mr. V. Sanmugam
Mrs. A.L.Rajiyah
Mr. S. Nagarajah
Mr. D. S. Arangala
Mr. K. Liyanagamage
Mrs S.T.R.E Wijesuriya

Audit Committee

Mr. S. Nagarajah - Chairman
Mr. D. S. Arangala
Mr. K. Liyanagamage

Related Party Transaction Review Committee (Represented by ultimate parent company)

Mr. T.K.Bandaranayake-Chairman
Dr. J.M.Swaminathan
Mr. M.S.Dominic

Remuneration Committee (Represented by ultimate parent company)

Mr. M.S.Dominic - Chairman
Mr. T.K.Bandaranayake
Mr. L.M.Abeywickrama

Nomination Committee (Represented by ultimate parent company)

Mr. L. M. Abeywickrema - Chairmen
Mr. M.S.Dominic
Mr. T.K.Bandaranayake

Company Secretaries

Renuka Enterprises (Pvt) Ltd
69 Sri Jinaratana Road,
Colombo 2

Registrars

S S P Corporate Services (Pvt) Ltd
546 Galle Road,
Colombo 3

Ultimate Parent Company

Renuka Holdings PLC

Registration No.

PB 1108/PQ

Registered Office

"Renuka House"
69 Sri Jinaratana Road,
Colombo 2
Telephone: 00941-11-2314750-5
Email: info@renukagroup.com
Fax: 00941 11-2445549

Postal Address

P.O.Box 961, Colombo

Stock Exchange Listing

Colombo Stock Exchange

External Auditors

KPMG Chartered Accountants

Internal Auditors

Price Waterhouse Coopers (PWC)

Legal Consultants

Nithya Partners – Attorneys- at-Law

Bankers

Commercial Bank of Ceylon PLC
DFCC Bank PLC
Hatton National Bank PLC
HSBC
National Development Bank PLC
Nations Trust Bank PLC
Peoples Bank
Standard Chartered Bank