



RENUKA AGRI FOODS PLC

**INTERIM REPORT – FOR THE PERIOD ENDED
30TH JUNE 2015**

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Operations Review

Renuka Agri Foods PLC is pleased to present the interim financial statement for the period ended 30th June 2015.

Our Performances

Turnover and Profitability

The group revenue for the period ended 30th June 2015 was Rs. 487Mn, last year 1st quarter revenue is inclusive of Richlife Dairies Ltd, which was disposed on 30th January 2015, as a result this year 1st Quarter revenue is excluding Richlife Dairies Ltd.

The profit attributable to the equity holders for the period ended 30th June 2015 was Rs. 37 million. The Manufacturing sector continued to be the main contributor in revenue for the period under review by achieving a turnover of Rs. 484 million while the Plantation sector recorded revenue of Rs 3 Mn for the period.

Net Assets & Earnings Per Share

The Group Net Asset Value per share recorded is Rs. 4.25 as at 30th June 2015 and Earnings per Share stood at Rs 0.07 per share for the period ended 30th June 2015.

Sgd.
Shamindra Rajiyah
Executive Director
5th August 2015

RENUKA AGRI FOODS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	CONSOLIDATED				COMPANY			
	Rs. '000'		Rs. '000'		Rs. '000'		Rs. '000'	
	QUARTER ENDED		YEAR ENDED		QUARTER ENDED		YEAR ENDED	
	30.06.15	30.06.14	30.06.15	30.06.14	30.06.15	30.06.14	30.06.15	30.06.14
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
Revenue	487,388	977,100	487,388	977,100	491,887	502,188	491,887	502,188
Cost of Sales	(395,894)	(783,357)	(395,894)	(783,357)	(401,671)	(414,510)	(401,671)	(414,510)
Gross Profit	91,493	193,743	91,493	193,743	90,215	87,678	90,215	87,678
Other Operating Income	3,991	7,825	3,991	7,825	-	2,357	-	2,357
Administration Expenses	(33,027)	(49,646)	(33,027)	(49,646)	(21,677)	(18,436)	(21,677)	(18,436)
Selling and Distribution Expenses	(26,132)	(69,383)	(26,132)	(69,383)	(26,107)	(4,791)	(26,107)	(4,791)
Other Operating Expenses	(314)	-	(314)	-	-	-	-	-
Profit from Operations	36,011	82,539	36,011	82,539	42,431	66,808	42,431	66,808
Net Financing Cost	(3,448)	(11,555)	(3,448)	(11,555)	(1,892)	(6,735)	(1,892)	(6,735)
Share of Profit of Equity Accounted Investee	3,737	-	3,737	-	-	-	-	-
Profit before Taxation	36,300	70,984	36,300	70,984	40,539	60,073	40,539	60,073
Taxation	(102)	(4,510)	(102)	(4,510)	-	(1,500)	-	(1,500)
Profit for the year	36,198	66,474	36,198	66,474	40,539	58,573	40,539	58,573
Other Comprehensive Income	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	36,198	66,474	36,198	66,474	40,539	58,573	40,539	58,573
Profit Attributable to :								
Owners of the Company	36,676	54,795	36,676	54,795				
Non Controlling Interest	(479)	11,679	(479)	11,679				
Profit for the year	36,198	66,474	36,198	66,474				
Total Comprehensive Income attributable to :								
Owners of the Company	36,676	54,795	36,676	54,795				
Non Controlling Interest	(479)	11,679	(479)	11,679				
Total Comprehensive Income for the year	36,198	66,474	36,198	66,474				
Earnings Per Share	0.07	0.10	0.07	0.10	0.07	0.10	0.07	0.10

RENUKA AGRI FOODS PLC

STATEMENTS OF FINANCIAL POSITION

AS AT	CONSOLIDATED		COMPANY	
	30.06.2015	31.03.2015	31.03.2015	31.03.2015
	Rs.'000'	Rs.'000'	Rs.'000'	Rs.'000'
	Unaudited	Audited	Unaudited	Audited
Assets				
Non-Current Assets				
Property, Plant and Equipment	1,031,933	1,016,402	939,898	939,019
Biological Assets	45,842	45,842	-	-
Intangible Assets	17,506	17,881	2,881	2,881
Immovable Estate Assets on Lease	49,500	49,500	-	-
Premium Paid Leasehold Premises	7,575	7,575	7,575	7,575
Investment In Subsidiaries	-	-	911,000	659,000
Investment In Equity Accounted Investees	333,235	329,600	-	-
	1,485,592	1,466,801	1,861,354	1,608,475
Current Assets				
Inventory	591,383	560,817	529,679	513,195
Trade and Other Receivables	276,618	283,807	257,569	252,254
Tax Recoverable	9	14,924	-	12,978
Amounts Due from Related Companies	63,749	34,799	67,439	29,236
Short Term Investment	363,325	551,257	130,000	300,000
Cash and Cash Equivalents	228,565	260,285	151,842	166,187
	1,523,649	1,705,889	1,136,529	1,273,850
Total Assets	3,009,240	3,172,690	2,997,883	2,882,325
Equity and Liabilities				
Capital and Reserves				
Stated Capital	1,194,453	1,194,453	1,194,453	1,194,453
Revaluation Reserve	92,742	92,743	92,742	92,742
Accumulated Profits	1,099,326	1,062,649	1,037,398	996,858
Equity attributable to Parent Company's Shareholders	2,386,521	2,349,845	2,324,593	2,284,053
Non Controlling Interest	42,670	43,148		
Total Equity	2,429,191	2,392,993		
Non Current Liabilities				
Retirement Benefit Obligations	18,404	17,806	15,599	14,968
Loans and Borrowings	109,064	8,189	100,711	-
Finance Lease Obligation	56,875	57,500	-	-
Deferred Tax Liability	70,555	70,555	70,301	70,301
	254,899	154,050	186,611	85,269
Current Liabilities				
Loans and Borrowings	2,612	293,793	2,612	233,139
Finance Lease Obligation	2,500	2,500	-	-
Trade and Other Payables	228,185	267,467	212,908	244,229
Amounts Due to Related Companies	67,783	27,206	248,826	24,371
Dividend Payable	1,350	4,092	-	2,742
Income Tax Payable	386	9,783	-	7,769
Bank Overdraft	22,333	20,805	22,333	753
	325,150	625,647	486,679	513,003
Total Liabilities	580,049	779,697	673,290	598,272
Total Equity & Liabilities	3,009,240	3,172,690	2,997,883	2,882,325
Net Assets per share	4.25	4.18	4.14	4.07

Notes:

The above figures are 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.

M. M. D. Niroshan
Head of Finance

The Board of Directors is responsible for the preparation & presentation of these financial statements.

Dr.S.R.Rajiyah
Chairman
05.08.15

S.V.Rajiyah
Director

RENUKA AGRI FOODS PLC
STATEMENTS OF CHANGES IN EQUITY

	Equity Attributable to Owners			Non Controlling	Total
	Stated	Revaluation	Retained	Interest	
	Capital	Reserve	Earnings		
	RS.000	RS.001	RS.000	RS.000	
Company					
Balance as at 1st April 2014	1,194,453	-	803,501	-	1,997,954
Profit for the year	-	-	244,535	-	244,535
Other Comprehensive Income	-	92,742	4,998	-	97,740
Dividend Paid	-	-	(56,175)	-	(56,175)
Balance as at 31st March 2015	1,194,453	92,742	996,859	-	2,284,054
Balance as at 1st April 2015	1,194,453	92,742	996,859	-	2,284,054
Profit for the Period	-	-	40,539	-	40,539
Dividend Paid	-	-	-	-	-
Balance as at 30th June 2015	1,194,453	92,742	1,037,398	-	2,324,593
Group					
Balance as at 1st April 2014	1,194,453	-	677,389	37,866	1,909,708
Profit for the year	-	-	434,786	7,798	442,584
Other Comprehensive Income	-	92,742	5,215	59	98,016
Transactions with Owners of the Company, Recognized Directly in Equity					
-Effect of Changes in Ownership Interest	-	-	1,435	(1,435)	-
-Dividend Paid	-	-	(56,175)	(1,140)	(57,315)
Balance as at 31st March 2015	1,194,453	92,742	1,062,650	43,148	2,392,993
Balance as at 1st April 2015	1,194,453	92,742	1,062,650	43,148	2,392,993
Profit for the Period	-	-	36,676	(478)	36,198
Balance as at 30th June 2015	1,194,453	92,742	1,099,326	42,670	2,429,191

RENUKA AGRI FOODS PLC
CONSOLIDATED STATEMENT OF CASH FLOW

FOR THE PERIOD ENDED 30th JUNE

	GROUP		COMPANY	
	2015 Rs. UNAUDITED	2014 Rs. UNAUDITED	2015 Rs. UNAUDITED	2014 Rs. UNAUDITED
Cash Flow from Operating Activities				
Profit/(Loss) Before Tax	36,300	70,984	40,539	60,073
Adjustments for				
Depreciation	25,339	20,774	21,331	11,264
Amortization of Intangible asset	375	-	-	-
Provision for Retirement Benefit Obligation	1,604	1,900	1,604	1,200
Net Finance Cost	3,448	4,682	(1,892)	1,565
Share of Profit of Equity Accounted Investee	(3,635)	-	-	-
Operating Profit Before Working Capital Changes	63,430	98,340	61,582	74,102
Working Capital Changes				
(Increase)/Decrease in Inventories	(30,566)	(105,384)	(16,484)	(35,966)
(Increase)/Decrease in Trade and Other Receivables	22,104	6,466	7,663	29,760
(Increase)/Decrease in Dues from Related Parties	(28,950)	(11,556)	(38,203)	(49,871)
Increase/(Decrease) in Trade and Other Payables	(51,421)	220,123	(41,832)	236,249
Increase/(Decrease) in Dues to Related Parties	40,577	(2,739)	224,455	5,617
Cash Generated from Operations	15,175	205,248	197,181	259,891
Interest Paid	(10,931)	(7,487)	(6,135)	(2,325)
Tax Paid	(102)	(4,510)	-	(1,500)
Payment of Retirement Benefit Obligation	(1,006)	(72)	973	-
Net Cash Flows Generated from /(Used in) Operating Activities	3,136	193,179	192,019	256,066
Cash Flows from Investing Activities				
Acquisition of Property, Plant and Equipment	(40,868)	(251,349)	(20,371)	(183,276)
Proceed from maturing of Investment in Unit Trust	187,932	-	170,000	-
Acquisition of Subsidiaries Net of Cash Acquired	-	-	(252,000)	-
Interest Received	7,483	2,805	4,243	760
Net Cash (Generated from) / Used in Investing Activities	154,547	(248,544)	(98,128)	(182,516)
Cash Flows from Financing Activities				
Proceeds from Issue of Shares	-	75,000	-	-
Repayment of Loans and Borrowings	(190,931)	(41,866)	(129,816)	(56,845)
Net Cash Flows Generated From/(Used) in Financing Activities	(190,931)	33,134	(129,816)	(56,845)
Net Increase/ (Decrease) in Cash and Cash Equivalents	(33,248)	(22,231)	(35,925)	16,705
Cash and Cash Equivalents at the beginning of the Period	239,480	195,234	165,434	211,739
Cash and Cash Equivalents at the End of the Period	206,232	173,003	129,509	228,444

SEGMENT INFORMATION

Amounts in Rs. '000

	MANUFACTURING		PLANTATION		DISTRIBUTION		GROUP TOTAL	
	2015-Q1	2014-Q1	2015-Q1	2014-Q1	2015-Q1	2014-Q1	2015-Q1	2014-Q1
Revenue	491,887	502,188	10,754	80,671	-	403,497	502,641	986,356
Intra Group	(7,627)		(7,627)	(9,256)	-		(15,253)	(9,256)
Segment Revenue	484,260	502,188	3,128	71,415	-	403,497	487,388	977,100
Gross Profit	89,291	96,934	2,202	29,047	-	67,762	91,493	193,743
Other Operating Income	300	5,288	3,716	36	-	2,501	4,016	7,825
Administration Expenses	(23,558)	(21,702)	(9,494)	(16,004)	-	(11,940)	(33,052)	(49,646)
Selling and Distribution Expenses	(26,132)	(4,841)	-	(101)	-	(64,441)	(26,132)	(69,383)
Other Operating Expenses	-	-	(314)	-	-	-	(314)	-
Share of Profit of Equity Accounted Investee	-	-	-	-	-	-	3,737	-
Segment Profit from Operations	39,901	75,679	(3,891)	12,978	-	(6,118)	39,748	82,539
Segment Net Finance Cost	(2,861)	(5,603)	(587)	(577)	-	(5,375)	(3,448)	(11,555)
Profit Before Tax	37,040	60,820	(4,478)	21,657	-	(11,493)	36,300	70,984
Taxation	(102)	(1,710)		(2,800)		-	(102)	(4,510)
Profit for the Year	36,938	59,110	(4,478)	18,857	-	(11,493)	36,198	66,474
TOTAL ASSETS	2,812,402	1,803,785	422,458	298,360	-	1,022,425	3,009,240	3,124,570
TOTAL LIABILITIES	697,110	501,668	108,560	110,973	-	460,747	580,049	1,073,388

Note: 1 The above figures are subject to the audit.
2 Figures in brackets indicates deductions

RENUKA AGRI FOODS PLC

Explanatory notes

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 2015.

2. Comparative figures

The presentation and classification of figures for the corresponding period of the previous years 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 reported performance under two segments (i.e. Manufacturing and Plantation) during the period under review.

3. Stated Capital

The stated capital of the company consists of **561,750,000** shares issued as at 30th June 2015.

4. Contingent liabilities

There is no change in the nature of the contingent liabilities as at 30th June 2015 as compared to the contingent liabilities which were disclosed in the accounts for the year ended 31st March 2015.

5. Market price per share

Market prices for the quarter ended 30th June 2015 were:

	2015	2014
Lowest	4.10	3.10
Highest	5.00	3.60
Last traded	4.20	3.30

6. Public shareholding

The percentage of shares held by the public as at 30th June 2015 amounts to 35.35% (31st March 2015 – 35.35%) of the stated capital. The number of shareholders representing the public holding was 3,775 as at 30th June 2015.

7. Directors' shareholding

The directors' shareholdings are as follows:

Name	As at 30th June 2015	As at 31st March 2015
Dr S.R.Rajiyah	-	-
Mrs I.R.Rajiyah	-	-
Dr S.R.Rajiyah & Mrs I.R.Rajiyah (Joint)	8,426,278	8,426,278
Mr S.V.Rajiyah	1,404,375	1,404,375
Ms A.L.Rajiyah	1,219,483	1,219,483
Mr C.J.De.S.Amaratunge	-	-
Mr. S. Nagarajah	-	-
Mr M.Terfloth	-	-
Mr L.M.Abeywickrama	28,000	28,000
Mr M.K.A. Ranglin	-	-

Mr V. Sanmugam	1,010	1,010
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8. Significant Events and Transactions

- a. Renuka Agri Foods PLC, has subscribed its entitlement of the right issue of its subsidiary, Renuka Organics (Pvt) Limited, of 1,800,000 Ordinary Voting shares at Rs. 140/- per share for total consideration of Rs. 252,000,000 on 27th May 2015 equivalent to 100% of the issued Shares of Renuka Organics (Pvt.) Ltd.

9. Post Balance Sheet Events

There are no material events that have taken place subsequent to 30th June 2015 which requires disclosure 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

No.	Name	Voting as at 30.06.2015		Voting as at 31.03.2015	
		No. of shares	%	No. of shares	%
1	RENUKA FOODS PLC	281,400,000	50.09	281,400,000	50.09
2	GREVEN HOLDINGS LTD	34,735,743	6.18	34,735,743	6.18
3	GRACE FOODS UK LIMITED	22,500,000	4.01	22,500,000	4.01
4	MR. T.T.T. AL-NAKIB	22,150,000	3.94	22,995,000	4.09
5	MRS. A.T.T.T.ALNAKIB	14,855,280	2.64	14,855,280	2.64
6	GRACEKENNEDY LIMITED	12,255,555	2.18	12,255,555	2.18
7	DEUTSCHE BANK AG-NATIONAL EQUITY FUND	8,955,580	1.59	8,955,580	1.59
8	DR. S. R. RAJIYAH & MRS. I.R. RAJIYAH (Jt)	8,426,278	1.50	8,426,278	1.50
9	DEUTSCHE BANK AG AS TRUSTEE FOR NAMAL ACUITY VALUE FUND	8,220,240	1.46	8,220,240	1.46
10	DEUTSCHE BANK AG AS TRUSTEE TO ASTRUE ALPHA FUND	7,535,970	1.34	4,758,214	0.85
11	MR. H.A.PIERIS	7,103,454	1.26	7,103,454	1.26
12	INSITE HOLDINGS (PVT) LTD	7,000,000	1.25	7,000,000	1.25
13	MR W. DUSFORD	7,000,000	1.25	7,000,000	1.25
14	FIRST CAPITAL LIMITED	5,000,509	0.89	5,000,509	0.89
15	PEOPLE'S BANK	4,557,361	0.81	2,556,361	0.46
16	MR. K.C. VIGNARAJAH	4,220,340	0.75	4,220,340	0.75
17	PEOPLE'S LEASING & FINANCE PLC/C.D.KOHOMBANWICKRAMAGE	3,850,000	0.69	4,653,589	0.83
18	DISTILLERIES COMPANY OF SRI LANKA PLC A/C NO. 02	3,668,560	0.65	3,668,560	0.65
19	MR. I. RAHEEL & MR. A. RAHEEL (JT)	3,479,500	0.62	3,479,500	0.62
20	LANKEM DEVELOPMENTS PLC	3,370,000	0.60	3,370,000	0.60
		<u>470,284,370</u>	<u>83.70</u>	<u>467,154,203</u>	<u>83.15</u>

CORPORATE INFORMATION

Name of Company

Renuka Agri Foods PLC

Registration No.

PB 1108/PQ

Legal Form

Quoted Public Company with Limited Liability

Principal Activity

Agri Business

Subsidiaries

Renuka Organics (Pvt) Ltd

Kandy Plantations Ltd

Ceylon Forestry (Pvt) Ltd

Ceylon Botanicals (Pvt) Ltd

Associate

Renuka Consumer Foods Ltd

Board of Directors

Dr. S.R.Rajiyah-Chairman

Mrs I.R.Rajiyah

Mr C.J.De.S.Amaratunge

Mr S.V.Rajiyah

Mr L.M.Abeywickrama

Mr M.Terfloth

Mr V. Sanmugam

Ms A.L.Rajiyah

Mr M.K.A.Ranglin

Mr S. Nagarajah

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.

Parent Company

Renuka Foods PLC

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

Audit Committee

Mr S. Nagarajah - Chairman

Mr C.J.De.S.Amaratunge

Mr L.M.Abeywickrama

Auditors

KPMG Chartered Accountants

Legal Consultants

Nithya Partners – Attorneys- at-Law

Bankers

National Development Bank PLC

Hong Kong & Shanghai Banking

Corporation Ltd

Commercial Bank of Ceylon PLC

DFCC Bank PLC

Hatton National Bank PLC

