

**TALAWAKELLE TEA ESTATES PLC**

**Interim Financial Statements**

**Three months ended 30th June 2020**

Talawakelle Tea Estates PLC  
STATEMENT OF PROFIT OR LOSS

Group Audited Year ended 31.03.2020 Rs.'000		Group Unaudited 03 months ended 30.06.2020 Rs.'000	Group Unaudited 03 months ended 30.06.2019 Rs.'000	% Change
3,886,416	Revenue	1,058,029	884,664	20%
(3,593,339)	Cost of Sales	(915,347)	(833,601)	10%
293,077	<b>Gross profit</b>	<b>142,682</b>	51,062	>100%
13,347	Change in Fair Value of Biological Assets	-	-	-
54,284	Other Income and Gains	4,470	5,451	-18%
(197,153)	Administrative Expenses	(45,542)	(51,192)	-11%
163,555	<b>Results From Operating Activities</b>	<b>101,610</b>	5,321	
94,807	Finance Income	24,805	27,964	-11%
(2,405)	Finance Expenses	(279)	(1,269)	-78%
(37,168)	Interest Paid to Government and Other Leases	(9,892)	(9,722)	2%
55,234	Net Finance Income	14,634	16,972	
218,789	<b>Profit Before Tax</b>	<b>116,243</b>	22,293	>100%
(22,215)	Income Tax expenses	(11,696)	(21,658)	-46%
196,574	<b>Profit for the period</b>	<b>104,547</b>	635	
	<b>Attributable to :</b>			
195,698	Equity Holders of the Parent	106,826	4,950	
876	Non-Controlling Interest	(2,278)	(4,316)	
196,574	<b>Net profit for the period</b>	<b>104,547</b>	635	
8.24	Basic earnings per share (Rs.)	4.50	0.21	
-	Dividend per share (Rs.)	-	-	
	<b>STATEMENT OF COMPREHENSIVE INCOME</b>			
196,574	<b>Profit for the period</b>	<b>104,547</b>	635	
	<b>Other Comprehensive Income</b>			
	<b>Other Comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>			
(9,410)	Actuarial Gain/(Loss) on Defined Benefit Obligation	-	-	
1,317	Income Tax Effect	-	-	
(8,093)	<b>Other Comprehensive income for the period, net of tax</b>	-	-	
188,481	<b>Total comprehensive income for the period, net of tax</b>	<b>104,547</b>	635	
	<b>Attributable to:</b>			
187,562	Equity Holders of the Parent	106,826	4,950	
919	Non- Controlling Interest	(2,278)	(4,316)	
188,481		<b>104,547</b>	635	

Figures in brackets indicate deductions

**Talawakelle Tea Estates PLC**  
**STATEMENT OF PROFIT OR LOSS**

Company Audited Year ended 31.03.2020 Rs.'000		Company		% Change
		Unaudited 03 months ended 30.06.2020 Rs.'000	Unaudited 03 months ended 30.06.2019 Rs.'000	
3,834,115	Revenue	1,048,998	880,668	19%
(3,555,463)	Cost of Sales	(904,345)	(824,273)	10%
278,652	<b>Gross profit</b>	<b>144,652</b>	56,395	>100%
13,347	Change in Fair Value of Biological Assets	-	-	-
61,792	Other Income and Gains	4,470	10,714	-58%
(188,071)	Administrative Expenses	(43,140)	(47,802)	-10%
165,720	<b>Results From Operating Activities</b>	<b>105,982</b>	19,308	
94,259	Finance Income	24,800	27,790	-11%
(2,405)	Finance Expenses	(279)	(1,269)	-78%
(37,158)	Interest Paid to Government and Other Leases	(9,889)	(9,722)	2%
54,696	Net Finance Income	14,632	16,798	
220,416	<b>Profit Before tax</b>	<b>120,613</b>	36,106	>100%
(17,441)	Income Tax Expenses	(11,696)	(19,970)	-41%
202,975	<b>Profit for the period</b>	<b>108,918</b>	16,136	
	<b>Attributable to :</b>			
202,975	Equity Holders of the Parent	108,918	16,136	
-	- Non-Controlling Interest	-	-	
202,975	<b>Net profit for the period</b>	<b>108,918</b>	16,136	
8.55	Basic earnings per share (Rs.)	4.59	0.68	
-	Dividend per share (Rs.)	-	-	
	<b>STATEMENT OF COMPREHENSIVE INCOME</b>			
202,975	<b>Profit for the period</b>	<b>108,918</b>	16,136	
	<b>Other Comprehensive Income</b>			
	<b>Other Comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>			
(9,512)	Actuarial Gain/(Loss) on Defined Benefit Obligation	-	-	
1,332	Income tax effect	-	-	
(8,180)	<b>Other Comprehensive income for the period, net of tax</b>	-	-	
194,794	<b>Total comprehensive income for the period, net of tax</b>	<b>108,918</b>	16,136	
	<b>Attributable to:</b>			
194,794	Equity Holders of the Parent	108,918	16,136	
-	Non- controlling Interest	-	-	
194,794		<b>108,918</b>	16,136	

Figures in brackets indicate deductions

**Talawakelle Tea Estates PLC**
**STATEMENT OF FINANCIAL POSITION**

Group Audited As at 31.03.2020 Rs.'000	Company Audited As at 31.03.2020 Rs.'000		Group		Company	
			Unaudited As at 30.06.2020 Rs.'000	Unaudited As at 30.06.2019 Rs.'000	Unaudited As at 30.06.2020 Rs.'000	Unaudited As at 30.06.2019 Rs.'000
		<b>ASSETS</b>				
		<b>Non Current Assets</b>				
329,921	329,845	Right-to-use of Assets	325,014	249,653	324,938	249,653
1,039,067	740,043	Tangible assets other than Immature/Mature Plantations	1,025,065	1,073,044	730,112	761,733
1,769,342	1,769,342	Immature/Mature Plantations	1,782,568	1,772,349	1,782,568	1,772,349
306,236	306,236	Consumable Biological Assets	308,991	275,650	308,991	275,650
3,358	-	- Development Cost	3,120	4,081	-	-
-	134,933	Investments in Subsidiaries	-	-	134,933	134,933
8,127	-	- Deferred Tax Asset	8,123	11,227	-	-
3,456,053	3,280,399		3,452,880	3,386,005	3,281,541	3,194,318
		<b>Current Assets</b>				
4,389	4,389	Produce on Bearer Biological Assets	4,389	8,456	4,389	8,456
303,822	301,708	Inventories	292,081	582,175	289,967	580,062
154,251	128,865	Trade and Other Receivables	328,248	181,113	312,236	168,023
3,857	3,781	Amounts due from Related Companies	16,995	9,742	3,642	2,314
1,112,522	1,112,522	Short Term Investments	1,264,922	852,088	1,260,922	845,588
53,384	40,963	Cash and Bank Balances	35,075	19,158	26,842	16,009
1,632,224	1,592,228		1,941,710	1,652,732	1,897,997	1,620,452
5,088,277	4,872,627	<b>TOTAL ASSETS</b>	5,394,590	5,038,737	5,179,539	4,814,770
		<b>EQUITY AND LIABILITIES</b>				
		<b>Equity</b>				
350,000	350,000	Stated Capital	350,000	350,000	350,000	350,000
2,511,116	2,475,998	Revenue Reserves	2,617,941	2,296,885	2,584,913	2,265,718
2,861,116	2,825,998	<b>Equity attributable to equity holders of the parent</b>	2,967,941	2,646,885	2,934,913	2,615,718
170,533	-	Non-Controlling Interests	168,255	167,456	-	-
3,031,649	2,825,998	<b>Total Equity</b>	3,136,196	2,814,341	2,934,913	2,615,718
		<b>Non Current Liabilities &amp; Deferred Income</b>				
13,097	13,097	Interest Bearing Loans & Borrowings	28,883	15,716	28,883	15,716
1,024,164	1,021,655	Retiring Benefit Obligations	1,038,837	992,631	1,036,328	990,530
200,446	200,446	Deferred Tax Liability	204,295	216,480	204,295	216,480
139,526	139,526	Deferred Income	138,643	143,501	138,643	143,501
270,471	270,394	Lease Liability	268,503	215,070	268,423	215,070
1,647,703	1,645,118		1,679,161	1,583,398	1,676,573	1,581,296
		<b>Current Liabilities</b>				
370,110	355,046	Trade and Other Payables	518,102	578,571	504,034	564,648
5,065	5,065	Interest Bearing Loans & Borrowings	11,832	18,929	11,832	18,929
12,172	12,168	Lease Liability	12,172	8,755	12,168	8,755
18,476	26,129	Amounts due to Related Companies	29,059	19,443	31,949	10,122
3,102	3,102	Bank Overdraft	8,069	15,301	8,069	15,301
408,925	401,511		579,234	640,999	568,053	617,755
2,056,628	2,046,629	<b>TOTAL LIABILITIES</b>	2,258,394	2,224,396	2,244,626	2,199,052
5,088,277	4,872,627	<b>TOTAL EQUITY AND LIABILITIES</b>	5,394,590	5,038,737	5,179,539	4,814,770
120.47	118.99	Net assets per share	124.97	111.45	123.58	110.14

The Statements of Financial Position as at 30th June 2020 and the Statements of Profit or Loss, Statements of Comprehensive Income, the Statements of Changes in Equity and Cash flow statements for the three months then ended are drawn up from the unaudited Financial Statements of the Company; and its subsidiaries and provide the information required by the Colombo Stock Exchange

It is certified that the financial statements have been prepared in compliance with the requirements of Companies Act No.7 of 2007

(sgd)

Vindya Perera  
General Manager-Finance

The Board of Directors is responsible for the presentation of these Financial Statements. Signed for and on behalf of the Board.

(sgd)

Mohan Pandithage  
Chairman  
06th August 2020

(sgd)

Roshan Rajadurai  
Managing Director

The notes on pages 06 form an integral part of these financial statements  
Figures in brackets indicate deductions

**Talawakelle Tea Estates PLC**
**STATEMENT OF CHANGES IN EQUITY**

<u>Group</u>	Attributable to equity holders of the parent						Non Controlling Interest Rs.000	Total Equity Rs.000
	Stated Capital Rs.000	Revenue Reserves			Total Rs.000			
		Retained Earnings Rs.000	Timber Reserve Rs.000	Biological Crop Reserve Rs.000				
Balance as at 01st April 2019	350,000	2,097,175	186,304	8,456	2,291,935	176,828	2,818,763	
Profit for the period	-	4,950	-	-	4,950	(4,316)	635	
Other comprehensive income	-	-	-	-	-	-	-	
Transferred to the timber reserve	-	-	-	-	-	-	-	
Realised gain on timber sales	-	-	-	-	-	-	-	
Transferred to the biological crop reserve	-	-	-	-	-	-	-	
Dividends Paid	-	-	-	-	-	(5,057)	(5,057)	
Balance as at 30th June 2019	350,000	2,102,125	186,304	8,456	2,296,885	167,456	2,814,341	
<b>Balance as at 01st April 2020</b>	<b>350,000</b>	<b>2,318,388</b>	<b>188,338</b>	<b>4,389</b>	<b>2,511,115</b>	<b>170,534</b>	<b>3,031,649</b>	
<b>Profit for the period</b>	-	<b>106,826</b>	-	-	<b>106,826</b>	<b>(2,278)</b>	<b>104,547</b>	
<b>Other comprehensive income</b>	-	-	-	-	-	-	-	
<b>Transferred to the timber reserve</b>	-	-	-	-	-	-	-	
<b>Realised gain on timber sales</b>	-	-	-	-	-	-	-	
<b>Transferred to the biological crop reserve</b>	-	-	-	-	-	-	-	
<b>Dividends Paid</b>	-	-	-	-	-	-	-	
<b>Balance as at 30th June 2020</b>	<b>350,000</b>	<b>2,425,214</b>	<b>188,338</b>	<b>4,389</b>	<b>2,617,941</b>	<b>168,255</b>	<b>3,136,196</b>	

  

<u>Company</u>	Attributable to equity holders of the parent						Non Controlling Interest Rs.000	Total Equity Rs.000
	Stated Capital Rs.000	Revenue Reserves			Total Rs.000			
		Retained Earnings Rs.000	Timber Reserve Rs.000	Biological Crop Reserve Rs.000				
Balance as at 01st April 2019	350,000	2,054,823	186,304	8,456	2,249,583	-	2,599,583	
Profit for the period	-	16,136	-	-	16,136	-	16,136	
Other comprehensive income	-	-	-	-	-	-	-	
Transferred to the timber reserve	-	-	-	-	-	-	-	
Realised gain on timber sales	-	-	-	-	-	-	-	
Transferred to the biological crop reserve	-	-	-	-	-	-	-	
Dividends Paid	-	-	-	-	-	-	-	
Balance as at 30th June 2019	350,000	2,070,958	186,304	8,456	2,265,718	-	2,615,718	
<b>Balance as at 01st April 2020</b>	<b>350,000</b>	<b>2,283,268</b>	<b>188,338</b>	<b>4,389</b>	<b>2,475,995</b>	-	<b>2,825,995</b>	
<b>Profit for the period</b>	-	<b>108,918</b>	-	-	<b>108,918</b>	-	<b>108,918</b>	
<b>Other comprehensive income</b>	-	-	-	-	-	-	-	
<b>Transferred to the timber reserve</b>	-	-	-	-	-	-	-	
<b>Realised gain on timber sales</b>	-	-	-	-	-	-	-	
<b>Transferred to the biological crop reserve</b>	-	-	-	-	-	-	-	
<b>Dividends Paid</b>	-	-	-	-	-	-	-	
<b>Balance as at 30th June 2020</b>	<b>350,000</b>	<b>2,392,186</b>	<b>188,338</b>	<b>4,389</b>	<b>2,584,913</b>	-	<b>2,934,913</b>	

Figures in brackets indicate deductions

**Talawakelle Tea Estates PLC**  
**STATEMENT OF CASH FLOW**

Group Audited	Company Audited	Year ended	CASH FLOWS FROM OPERATING ACTIVITIES	Group		Company	
				Unaudited 03 months ended	Unaudited 03 months ended	Unaudited 03 months ended	Audited 03 months ended
31.03.2020	31.03.2020			30.06.2020	30.06.2019	30.06.2020	30.06.2019
Rs.'000	Rs.'000			Rs.'000	Rs.'000	Rs.'000	Rs.'000
218,789	220,416	Net profit before Taxation		116,243	22,293	120,613	36,106
		<b>ADJUSTMENTS FOR</b>					
174,748	174,239	Provision for Retirement Benefit Obligations		42,187	53,075	42,155	53,046
197,772	180,459	Depreciation/Amortisation		48,738	49,060	44,457	44,758
(5,300)	(5,300)	Amortisation of Grants		(883)	(1,325)	(883)	(1,325)
-	(7,508)	Dividend Income		-	-	-	(5,263)
2,405	2,405	Finance costs		279	1,269	279	1,269
37,167	37,157	Government & Other Lease Interest		9,892	9,722	9,889	9,722
(8,195)	(8,195)	Profit on disposal of Property, Plant & Equipments		(525)	(4,271)	(525)	(4,271)
(34,126)	(34,126)	Profit on Sale of Trees		(204)	(252)	(204)	(252)
151	151	Debtors/Stocks Write off		-	-	-	-
(13,347)	(13,347)	(Gains)/ Loss on Fair Value of Biological Assets		-	-	-	-
570,065	546,351	<b>Operating profit before working capital changes</b>		215,727	129,572	215,782	133,791
148,518	148,518	(Increase)/Decrease in Inventories		11,664	(129,759)	11,741	(129,759)
50,502	63,083	(Increase)/Decrease in Trade and Other Receivables		(173,997)	22,581	(183,370)	22,865
(112,212)	(119,343)	Increase/(Decrease) in Trade and Other Payables		148,401	101,096	149,245	96,982
(1,853)	(1,777)	(Increase)/Decrease in Amounts due from Related Companies		(13,138)	(7,738)	139	(310)
4,225	11,413	Increase/(Decrease) in Amounts due to Related Companies		10,583	5,193	5,820	(4,594)
659,245	648,245	<b>Cash generated from operations</b>		199,240	120,944	199,357	118,975
(2,405)	(2,405)	Finance Costs paid		(279)	(1,269)	(279)	(1,269)
(22,062)	(20,383)	Payment of ESC /Income Tax		-	(5,783)	-	(5,783)
(129,567)	(129,389)	Retirement Benefit Obligations Paid		(27,482)	(29,810)	(27,482)	(29,810)
505,210	496,067	<b>Net cash from operating activities</b>		171,478	84,081	171,595	82,112
		<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
49,506	49,506	Proceeds from Sale of Trees		204	252	204	252
8,195	8,195	Proceeds from Disposal of Property, Plant & Equipment		2,900	4,271	2,900	4,271
(108,840)	(108,840)	Field Development Expenditure		(34,678)	(31,151)	(34,678)	(31,151)
(68,003)	(67,932)	Purchase of Property, Plant & Equipment		(13,368)	(21,994)	(13,297)	(21,922)
-	7,508	Dividend Income Received		-	-	-	5,263
(119,142)	(111,563)	<b>Net cash used in investing activities</b>		(44,943)	(48,622)	(44,871)	(43,287)
		<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
(150,537)	(142,500)	Dividend Paid		-	(148,380)	-	(142,500)
(25,781)	(25,781)	Payment of Government lease rentals		(17,376)	(8,594)	(17,376)	(8,594)
(10,566)	(10,566)	Payment of Other lease rentals		(2,589)	(2,642)	(2,589)	(2,642)
-	-	Proceeds from Loans		25,000	-	25,000	-
(21,864)	(21,864)	Repayment of loans		(2,446)	(5,380)	(2,446)	(5,380)
(208,747)	(200,710)	<b>Net cash from financing activities</b>		2,589	(164,995)	2,589	(159,115)
177,321	183,794	<b>Net increase / (decrease) in cash &amp; cash equivalents</b>		129,125	(129,536)	129,313	(120,291)
985,483	966,588	<b>A. Cash &amp; cash equivalents at the beginning of the year</b>		1,162,804	985,482	1,150,382	966,588
1,162,804	1,150,382	<b>B. Cash &amp; cash equivalents at the end of the period</b>		1,291,929	855,946	1,279,695	846,297

**NOTE A**

Cash & cash equivalents at the beginning of the year

19,123	17,728	Cash & bank balances	53,384	19,122	40,962	17,728
994,017	976,516	Short term Investments	1,112,522	994,016	1,112,522	976,516
(27,656)	(27,656)	Bank overdrafts	(3,102)	(27,656)	(3,102)	(27,656)
985,483	966,588		1,162,804	985,482	1,150,382	966,588

**NOTE B**

Cash & cash equivalents at the end of the period

53,384	40,962	Cash & bank balances	35,075	19,158	26,842	16,009
1,112,522	1,112,522	Short term Investments	1,264,922	852,088	1,260,922	845,588
(3,102)	(3,102)	Bank overdrafts	(8,069)	(15,301)	(8,069)	(15,301)
1,162,804	1,150,382		1,291,929	855,946	1,279,695	846,297

The notes on pages 06 form an integral part of these financial statements  
Figures in brackets indicate deductions

1. REVENUE Summary	Group		Company	
	Unaudited	Unaudited	Unaudited	Unaudited
	03 months ended 30.06.2020 Rs.'000	03 months ended 30.06.2019 Rs.'000	03 months ended 30.06.2020 Rs.'000	03 months ended 30.06.2019 Rs.'000
<b>Sale of goods</b>				
Tea	1,028,535	865,238	1,028,535	865,238
Rubber	1,542	1,446	1,542	1,446
Mini Hydro Power	9,031	3,996	-	-
Others	18,921	13,984	18,921	13,984
	<u>1,058,029</u>	<u>884,664</u>	<u>1,048,998</u>	<u>880,668</u>
<b>SEGMENT INFORMATION</b>				
<b>a) Segment Revenue</b>				
<b>Tea</b>				
Revenue	1,028,535	865,238	1,028,535	865,238
Revenue expenditure	(811,858)	(720,482)	(811,858)	(720,482)
Depreciation	(42,871)	(43,285)	(42,871)	(43,285)
Other non cash expenditure	(42,155)	(53,046)	(42,155)	(53,046)
<b>Segment results</b>	<u>131,651</u>	<u>48,425</u>	<u>131,651</u>	<u>48,425</u>
<b>Rubber</b>				
Revenue	1,542	1,446	1,542	1,446
Revenue expenditure	(5,875)	(5,986)	(5,875)	(5,986)
Depreciation	(1,586)	(1,474)	(1,586)	(1,474)
Other non cash expenditure	-	-	-	-
<b>Segment results</b>	<u>(5,920)</u>	<u>(6,014)</u>	<u>(5,920)</u>	<u>(6,014)</u>
<b>Mini Hydro Power</b>				
Revenue	9,031	3,996	-	-
Revenue expenditure	(6,689)	(4,999)	-	-
Depreciation	(4,281)	(4,301)	-	-
Other non cash expenditure	(32)	(29)	-	-
<b>Segment results</b>	<u>(1,971)</u>	<u>(5,333)</u>	<u>-</u>	<u>-</u>
<b>Unallocated</b>				
Revenue	18,921	13,984	18,921	13,984
Revenue expenditure	-	-	-	-
Depreciation	-	-	-	-
Other non cash expenditure	-	-	-	-
<b>Segment results</b>	<u>18,921</u>	<u>13,984</u>	<u>18,921</u>	<u>13,984</u>
<b>Total</b>				
Revenue	1,058,029	884,664	1,048,998	880,668
Revenue expenditure	(824,422)	(731,467)	(817,733)	(726,468)
Depreciation	(48,738)	(49,060)	(44,457)	(44,758)
Other non cash expenditure	(42,187)	(53,075)	(42,155)	(53,046)
<b>Segment results</b>	<u>142,682</u>	<u>51,062</u>	<u>144,652</u>	<u>56,395</u>
Change in fair value of biological assets	-	-	-	-
Other Income and Gains	4,470	5,451	4,470	10,714
Administrative Expenses	(45,542)	(51,192)	(43,140)	(47,802)
Finance Income	24,805	27,964	24,800	27,790
Finance Expenses	(279)	(1,269)	(279)	(1,269)
Interest paid to Government and Other Leases	(9,892)	(9,722)	(9,889)	(9,722)
<b>Profit Before Tax</b>	<u>116,243</u>	<u>22,293</u>	<u>120,613</u>	<u>36,106</u>

SEGMENT INFORMATION	Group		Company	
	Unaudited 03 months to 30.06.2020 Rs.'000	Audited 03 months to 30.06.2019 Rs.'000	Unaudited 03 months to 30.06.2020 Rs.'000	Audited 03 months to 30.06.2019 Rs.'000
<b>b) Segment Assets</b>				
<b>Non Current Assets</b>				
Tea	2,737,118	2,677,707	2,737,118	2,677,707
Rubber	100,500	106,029	100,500	106,029
Mini Hydro Power	306,272	326,619	-	-
Biological Assets	308,991	275,650	308,991	275,650
Investments	-	-	134,933	134,933
	<b>3,452,880</b>	<b>3,386,005</b>	<b>3,281,541</b>	<b>3,194,318</b>
<b>Current Assets</b>				
Tea	1,897,751	1,620,126	1,897,751	1,620,126
Rubber	246	326	246	326
Mini Hydro Power	43,713	32,280	-	-
	<b>1,941,710</b>	<b>1,652,732</b>	<b>1,897,997</b>	<b>1,620,452</b>
<b>Total Assets</b>	<b>5,394,590</b>	<b>5,038,737</b>	<b>5,179,539</b>	<b>4,814,770</b>
<b>Non Current Liabilities and Deferred Income</b>				
Tea	1,676,573	1,581,296	1,676,573	1,581,296
Rubber	-	-	-	-
Mini Hydro Power	2,588	2,101	-	-
Unallocated	-	-	-	-
	<b>1,679,161</b>	<b>1,583,398</b>	<b>1,676,573</b>	<b>1,581,296</b>
<b>Current Liabilities</b>				
Tea	568,053	617,755	568,053	617,755
Rubber	-	-	-	-
Mini Hydro Power	11,180	23,243	-	-
Unallocated	-	-	-	-
	<b>579,234</b>	<b>640,999</b>	<b>568,053</b>	<b>617,755</b>
<b>Total liabilities</b>	<b>2,258,394</b>	<b>2,224,396</b>	<b>2,244,626</b>	<b>2,199,052</b>
<b>2. STATED CAPITAL</b>				
	as at			
<b>Issued and fully paid</b>	<b>30.06.2020</b>	<b>30.06.2019</b>	<b>30.06.2020</b>	<b>30.06.2019</b>
23,750,001 Ordinary Shares and a Golden Share which has special rights held by the Secretary to the Treasury	<b>Rs.'000</b>	<b>Rs.'000</b>	<b>Rs.'000</b>	<b>Rs.'000</b>
	<b>350,000</b>	<b>350,000</b>	<b>350,000</b>	<b>350,000</b>



**TALAWAKELLE TEA ESTATES PLC**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

3. The Interim Financial Statements of the Company/Group are unaudited and have been prepared in accordance with Sri Lanka Financial Reporting Standards (SLFRS/LKAS) and are in compliance with Sri Lanka Accounting Standard 34-Interim Financial Reporting. Further, provisions of the Companies Act No.7 of 2007 have been considered in preparing the Interim Financial Statements of the Company/Group. They also comply with the accounting policies and methods set out in the Annual Report for the year ended 31st March 2020.

4. The Income Tax and Deferred tax has been calculated at the 14% as per the Inland Revenue Act No. 24 of 2017.

	Group		Company	
	Unaudited 03 months ended 30.06.2020 Rs.'000	Unaudited 03 months ended 30.06.2019 Rs.'000	Unaudited 03 months ended 30.06.2020 Rs.'000	Unaudited 03 months ended 30.06.2019 Rs.'000
Income Tax	(7,847)	(9,393)	(7,847)	(7,713)
Deferred Tax	(3,849)	(12,266)	(3,849)	(12,258)
	<b>(11,696)</b>	<b>(21,658)</b>	<b>(11,696)</b>	<b>(19,970)</b>

5. The presentation and classification of the Interim Financial Statements of the previous year have been amended, where relevant, for better presentation and to be comparable with those of the current year.

6. No circumstances have arisen since the Statement of Financial Position date, which would require adjustments to the Interim Financial statements.

7. There has not been any significant changes in the nature of the contingent liabilities which were disclosed in the Annual Report for the period ended 31.03.2020.

8. In March 2020, the World Health Organization declared the novel coronavirus (COVID-19) outbreak as a pandemic. There have been mandates from Government authorities requiring forced closures of businesses and other organizations. Since plantations are mainly based in district which are not severely affected by the COVID 19 and also due to the government policies on agricultural industry as an essential service, it allowed us to soon get back to normal operations while implementing strict health care & safety measures. Further, Company is confident of its ability to carry on the normal operations and continuing its business.

**TALAWAKELLE TEA ESTATES PLC**  
**FIRST TWENTY SHAREHOLDERS AS AT 30.06.2020**

	Name of the Shareholder	No.of Shares as at 30.06.2020	%
1	HAYLEYS PLANTATION SERVICES (PRIVATE) LIMITED	17,750,000	74.74
2	MERRILL J FERNANDO & SONS (PVT) LIMITED	1,184,700	4.99
3	ANVERALLY AND SONS (PVT) LTD A/C NO.1	449,573	1.89
4	MR.D.F.G.DALPETHADO & MRS.H.F.A.K.D.FONSEKA	367,027	1.55
5	MR. G.M. WEERAKOON	354,524	1.49
6	PEOPLE'S LEASING & FINANCE PLC/MR.K.K.SHUJEEVAN	158,197	0.67
7	MRS.U.D.D.N.PERERA	136,425	0.57
8	MR. N.A. WITHANA	112,100	0.47
9	COCOSHELL ACTIVATED CARBON COMPANY LIMITED	107,107	0.45
10	HATTON NATIONAL BANK/K.R.E.M.D.M.B.JAYASUNDARA	75,000	0.32
11	MR.P.A.D.SAMARASEKERA	53,400	0.22
12	MR. K. C. VIGNARAJAH	43,700	0.18
13	VINGROWS BUSINESS SOLUTIONS (PVT) LTD	35,000	0.15
14	PEOPLE'S LEASING & FINANACE PLC/MR. L.K.N.K. KULAWARDENA	28,999	0.12
15	SECRETARY TO THE TREASURY	28,444	0.12
16	HARNAM HOLDINGS SDN BHD	25,000	0.11
17	MRS. N.D.P.GURUGE	25,000	0.11
18	MR. P.SOMADASA	20,878	0.09
19	PCL SOLUTIONS (PVT) LIMITED	20,000	0.08
20	MR.K.K.SHUJEEVAN	17,154	0.07

**Directors Shares holding as at end of 30.06.2020**

Mr. W.G.R. Rajadurai	1000
Through -Merrill J. Fernando & Sons (Pvt) Ltd	1,184,700
Common Directors- Mr. Merrill J. Fernando	
- Mr. Malik J. Fernando	
- Mr. D. C. Fernando	

## CORPORATE INFORMATION

### Name of Company

Talawakelle Tea Estates PLC  
( A quoted public company with limited liability, incorporated  
in Sri Lanka on 22nd June 1992)

### Company Registration Number

PQ 36

### Stock Exchange Listing

The ordinary shares of the Company are listed with the Colombo Stock  
Exchange of Sri Lanka

### Directors

Mr.A M Pandithage - Chairman  
Mr.W G R Rajadurai - Managing Director  
Mr.S B Alawattagama- Chief Executive Officer  
Mr.Merrill J Fernando  
Mr.Malik J Fernando (Alternate - Mr.D C Fernando)  
Ms. M.D.A. Perera  
Mr.N T Bogahalande  
Mr.S L Athukorala  
Mr.M H Jamaldeen

### Secretaries

Hayleys Group Services (Pvt) Limited  
No.400, Deans Road, Colombo 10, Sri Lanka

### Subsidiaries

TTEL Hydro Power Company (Pvt) Ltd  
TTEL Somerset Hydro Power (Pvt) Ltd

### Registered Office

No.400, Deans Road, Colombo 10,  
Sri Lanka  
Telephone: (94-11) -2627754-5, 2697203  
Fax : (94-11) -2627782  
e-mail: tpl.tea@ttel.hayleys.com  
website: www.talawakelleteas.com

### Principal Lines of Business

Cultivation and manufacture of black tea.

## INVESTOR INFORMATION

<b>MARKET VALUE OF SHARES</b>	<b>2020</b>	<b>2019</b>
	<b>Rs.</b>	<b>Rs.</b>
Closing price on 30.06. ....	<b>44.90</b>	44.20
Highest price recorded for the three months ending	<b>48.00</b>	54.80
Lowest price recorded for the three months ending	<b>38.00</b>	42.20
 <b>RATIOS</b>		
Price Earning Ratio (times)	<b>9.98</b>	212.05
 <b>SHARE TRADING FROM 01ST APRIL, 2020 TO 30TH JUNE, 2020</b>		
No. of transactions	<b>419</b>	708
No. of shares traded	<b>555,451</b>	293,532
Value of shares traded (Rs.)	<b>25,030,050</b>	14,635,815
 Public Holding %	 <b>20.27</b>	 20.27
Total Number of shareholders representing the public holding	<b>13,574</b>	13,514
No.of Shares in Stated Capital	<b>23,750,000</b>	23,750,000
 Float Adjusted Market capitalisation as at 30.06.2020 (Rs. '000)	 <b>216,154</b>	 212,784
There were no non-voting shares as at 30th June 2020		
The Company complies with option 5 of the Listing Rules 7.13.1(a)-less than Rs.2.5Bn Float Adjusted Market Capitalization which requires 20% minimum Public Holding		