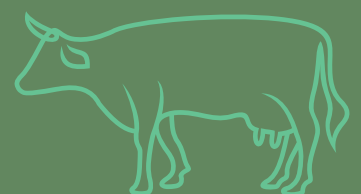


Watawala Plantations PLC

INTERIM CONDENSED FINANCIAL STATEMENTS

Quarter ended 30 September, 2022



Chairman's Message

Dear Shareholder,

Watawala Plantations PLC (CSE: WATA)

Watawala Plantations PLC (WPL) posted a record revenue of LKR 2,727 million at group level for the quarter ended 30th September 2022 (2Q FY 22/23), up 36.2% YoY. Palm oil sector revenue was LKR 2,411 million, up 31.5% YoY driven by a higher Net Sale Average (NSA) offsetting a drop in production volumes during the period. Profit after tax (PAT) at group level was LKR 1,200 million, up 3.0% YoY. The decrease in margins was mainly due to the increase in cost of fertilizer.

The net assets per share increased to LKR 36.43 as at 30th September 2022 from LKR 34.92 as at 31st March 2022 due to the increase in retained earnings, which was partly offset by the final dividend of LKR 8.00 per share for FY 21/22 paid during 1Q FY 22/23.

Watawala Dairy Limited (WDL)

Revenue was LKR 316 million for 2Q FY22/23, up 87.2% YoY due to the increase in milk dispatch volume and price. Sourcing feed remained a significant challenge during the quarter, and rapid escalation of feed cost negatively impacted the gross margin. Consequently, WDL recorded a loss of LKR 2 million compared to a profit of LKR 14 million in the same period last year.

The Company divested the downstream dairy business under the brand 'Pride of Lonach' in September 2022 to focus on the core farm operations. WPL invested a further LKR 365 Mn in WDL in September 2022.

Outlook

Global palm oil prices are volatile. This is expected to impact the NSA in the upcoming quarter. The high cost of fertilizer is expected to prevail due to the removal of fertilizer subsidy and the depreciation of the LKR. The Company is continuing the inhouse production and application of compost fertilizer whilst optimizing the use of fertilizer to maintain healthy growth and yields, whilst controlling cost.

The dairy segment is expected to further consolidate its operations with better prices in the coming quarter due to the increase in demand for fresh milk in Sri Lanka. However, the increase in price is expected to be offset by the increase in the cost of feed. Sourcing feed is expected to remain challenging over the coming quarters due to the reduction in maize cultivation.

The management is continuously monitoring all macro-economic developments and continuing to take all possible measures to ensure uninterrupted and profitable operations despite the economic volatility.

Sunil G Wijesinha

Chairman

10 November 2022

Condensed Consolidated Income Statement

(all amounts in Sri Lankan Rupees thousands)

	Quarter ended 30 September			Six months ended 30 September		
	2022	2021	Change	2022	2021	Change
Revenue	2,726,848	2,002,062	36%	4,578,738	3,406,178	34%
Cost of sales	(1,390,947)	(707,335)	97%	(2,417,473)	(1,292,924)	87%
Gross profit	1,335,901	1,294,727	3%	2,161,265	2,113,254	2%
Other Income	26,374	3,940	569%	40,096	38,166	5%
Gain/(loss) on changes in fair value of biological assets	17,363	11,193	55%	17,363	11,193	55%
Administrative expenses	(103,491)	(73,399)	41%	(185,976)	(142,467)	31%
Impairment of Goodwill on acquisition of subsidiary	(30,000)	-	n/a	(30,000)	-	n/a
Operating profits	1,246,147	1,236,461	1%	2,002,748	2,020,146	-1%
Finance Income	28,597	10,960	161%	60,936	15,813	285%
Finance Costs	(21,112)	(16,477)	28%	(44,402)	(34,591)	28%
Net Finance Income/(Costs)	7,485	(5,517)	n/a	16,534	(18,778)	n/a
Profit before income tax	1,253,632	1,230,944	2%	2,019,282	2,001,368	1%
Income tax expenses	(53,659)	(66,003)	-19%	(85,594)	(112,680)	-24%
Profit for the period	1,199,973	1,164,941	3%	1,933,688	1,888,688	2%
Profit is attributable to:						
Equity holders of the parent	1,200,162	1,163,342		1,938,293	1,886,036	
Non-controlling interests	(189)	1,599		(4,605)	2,652	
	1,199,973	1,164,941		1,933,688	1,888,688	
Basic earning per share (LKR)	5.90	5.73		9.51	9.29	
Consolidated Statement of other Comprehensive Income						
Profit for the period	1,199,973	1,164,941	3%	1,933,688	1,888,688	2%
Other comprehensive income	-	-		-	-	
Total comprehensive income for the period	1,199,973	1,164,941	3%	1,933,688	1,888,688	2%
Total comprehensive income attributable to						
Equity holders of the parent	1,200,162	1,163,342		1,938,293	1,886,036	
Non-controlling interests	(189)	1,599		(4,605)	2,652	
Total comprehensive income for the period	1,199,973	1,164,941		1,933,688	1,888,688	

Condensed Company Income Statement

(all amounts in Sri Lankan Rupees thousands)

	Quarter ended 30 September			Six months ended 30 September		
	2022	2021	Change %	2022	2021	Change %
Revenue	2,410,778	1,833,558	31%	4,040,579	3,072,339	32%
Cost of sales	(1,078,606)	(567,553)	90%	(1,857,143)	(996,337)	86%
Gross profit	1,332,172	1,266,005	5%	2,183,436	2,076,002	5%
Other Income	23,693	(1,874)	n/a	33,648	12,265	174%
Gain/(loss) on changes in fair value of biological assets	11,982	20,542	-42%	11,982	20,542	-42%
Administrative expenses	(98,937)	(70,890)	40%	(177,078)	(137,090)	29%
Impairment on investment in subsidiary	(30,000)	-	n/a	(30,000)	-	n/a
Operating profits	1,238,910	1,213,783	2%	2,021,988	1,971,719	3%
Finance Income	25,526	10,189	151%	57,842	16,634	248%
Finance Costs	(11,034)	(10,430)	6%	(22,541)	(22,303)	1%
Net Finance Income/(Costs)	14,492	(241)	n/a	35,301	(5,669)	n/a
Profit before income tax	1,253,402	1,213,542	3%	2,057,289	1,966,050	5%
Income tax expenses	(51,700)	(63,003)	-18%	(82,135)	(109,680)	-25%
Profit for the period	1,201,702	1,150,539	4%	1,975,154	1,856,370	6%
Basic earning per share (LKR)	5.91	5.66		9.72	9.13	
Consolidated Statement of other Comprehensive Income						
Profit for the period	1,201,702	1,150,539	4%	1,975,154	1,856,370	6%
Other comprehensive income	-	-		-	-	
Total comprehensive income for the period	1,201,702	1,150,539	4%	1,975,154	1,856,370	6%
Total comprehensive income attributable to						
Equity holders of the parent	1,201,702	1,150,539		1,975,154	1,856,370	
Total comprehensive income for the period	1,201,702	1,150,539		1,975,154	1,856,370	

Condensed Statement of Financial Position

(all amounts in Sri Lankan Rupees thousands)

As at	Group		Company	
	30.09.2022	31.03.2022	30.09.2022	31.03.2022
Assets				
Non-current assets				
Right to use of assets	249,482	235,995	253,161	238,645
Property, plant and equipment	2,502,048	2,342,362	1,154,011	943,491
Intangible assets	35,601	28,276	33,329	25,307
Biological Assets -Bearer	2,639,730	2,698,963	2,582,162	2,631,545
Biological Assets-Consumable	33,783	33,783	-	-
Biological Assets -livestock	993,376	943,200	-	-
Investment fund	71,003	72,313	71,003	72,313
Investment in subsidiaries	-	-	2,587,061	2,163,390
Goodwill on acquisition	58,671	-	-	-
Total Non-Current Assets	6,583,694	6,354,892	6,680,727	6,074,691
Current assets				
Inventories	518,216	245,923	278,657	193,065
Biological assets-produce on bearer plants	83,654	71,671	83,654	71,671
Current tax assets	20,679	20,679	20,679	20,679
Trade and other receivables	675,147	256,348	566,701	229,617
Amount due from related parties	77,829	255	165,858	4,101
Short term investment	4,283	514,914	4,283	482,811
Cash and cash equivalents	1,430,084	1,427,013	1,168,341	1,412,534
Total Current Assets	2,809,892	2,536,803	2,288,173	2,414,478
Total assets	9,393,586	8,891,695	8,968,900	8,489,169
Equity and Liabilities				
Capital and Reserves				
Stated capital	511,848	511,848	511,848	511,848
Retained earnings	6,642,982	6,345,936	6,968,801	6,620,116
Equity attributable to owners of the Company	7,154,830	6,857,784	7,480,649	7,131,964
Non controlling interests	252,060	241,887	-	-
Total Equity	7,406,890	7,099,671	7,480,649	7,131,964
Liabilities				
Non-current liabilities				
Interest bearing borrowings	230,959	227,505	-	-
Lease Liabilities	273,228	254,050	282,528	263,351
Retirement benefit obligations	209,056	212,629	184,654	186,682
Deferred income and capital grants	40,263	41,442	40,263	41,442
Deferred tax liability	327,537	316,938	269,017	261,658
Total Non-Current Liabilities	1,081,043	1,052,564	776,462	753,133
Current liabilities				
Interest bearing borrowings	96,277	145,070	-	45,500
Lease Liabilities	1,554	2,363	1,637	1,399
Trade and other payables	760,952	559,994	660,704	520,112
Amount due to related parties	-	31,259	2,578	37,061
Current tax liabilities	46,870	774	46,870	-
Total current liabilities	905,653	739,460	711,789	604,072
Total liabilities	1,986,696	1,792,024	1,488,251	1,357,205
Total equity and liabilities	9,393,586	8,891,695	8,968,900	8,489,169
Net assets per share	36.43	34.92	36.79	35.08

It is certified that these financial statements have been prepared in compliance with the requirements of the Companies Act No 07 of 2007.



Eranda Kapukotuwa
Senior Manager-Finance

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



V Govindasamy
Director
10 November 2022
Colombo



Sunil G Wijesinha
Chairman

Condensed Statement of changes in equity - Group

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	Retained earnings	Total	Non controlling interests	Total Equity
Balance as at 1 April 2021	511,848	4,550,561	5,062,409	-	5,062,409
Profit for the period	-	1,886,036	1,886,036	2,652	1,888,688
Total comprehensive income for the period	-	1,886,036	1,886,036	2,652	1,888,688
Transactions with owners of the Company, recognised directly in equity					
Share issuing cost	-	(39,665)	(39,665)	-	(39,665)
Transactions with non-controlling interests	-	156,269	156,269	239,336	395,605
Final dividend paid for the year ended 31 March 2021	-	(609,926)	(609,926)	-	(609,926)
Total transactions with owners	-	(493,322)	(493,322)	239,336	(253,986)
Balance as at 30 September 2022	511,848	5,943,275	6,455,123	241,988	6,697,111
Profit for the period	-	1,569,622	1,569,622	(511)	1,569,111
Actuarial gain on retirement benefit obligations	-	59,530	59,530	513	60,043
Deferred tax on actuarial gain on retirement benefit obligations	-	(6,639)	(6,639)	(103)	(6,742)
Total comprehensive income for the period	-	1,622,513	1,622,513	(101)	1,622,412
Transactions with owners of the Company, recognised directly in equity					
Interim dividend paid for the year ended 31 March 2022	-	(1,219,852)	(1,219,852)	-	(1,219,852)
Total transactions with owners	-	(1,219,852)	(1,219,852)	-	(1,219,852)
Balance as at 31 March 2022	511,848	6,345,936	6,857,784	241,887	7,099,671
Profit for the period	-	1,938,293	1,938,293	(4,605)	1,933,688
Total comprehensive income for the period	-	1,938,293	1,938,293	(4,605)	1,933,688
Transactions with owners of the Company, recognised directly in equity					
Transactions with non-controlling interests	-	(14,778)	(14,778)	14,778	-
Interim dividend paid for the year ended 31 March 2022	-	(1,626,469)	(1,626,469)	-	(1,626,469)
Total transactions with owners	-	(1,641,247)	(1,641,247)	-	(1,626,469)
Balance as at 30 September 2022	511,848	6,642,982	7,154,830	252,060	7,406,890

Condensed Statement of changes in equity - Company

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	Retained earnings	Total
Balance as at 1 April 2021	511,848	4,970,501	5,482,349
Profit for the period	-	1,856,370	1,856,370
Total comprehensive income for the period	-	1,856,370	1,856,370
Transactions with owners of the Company, recognised directly in equity			
Final dividend paid for the year ended 31 March 2021	-	(609,926)	(609,926)
Total transactions with owners	-	(609,926)	(609,926)
Balance as at 30 September 2021	511,848	6,216,945	6,728,793
Profit for the period	-	1,573,412	1,573,412
Actuarial gain on retirement benefit obligations	-	55,431	55,431
Deferred tax on actuarial gain on retirement benefit obligations	-	(5,820)	(5,820)
Total comprehensive income for the period	-	1,623,023	1,623,023
Transactions with owners of the Company, recognised directly in equity			
Interim dividend paid for the year ended 31 March 2022	-	(1,219,852)	(1,219,852)
Total transactions with owners	-	(1,219,852)	(1,219,852)
Balance as at 31 March 2022	511,848	6,620,116	7,131,964
Profit for the period	-	1,975,154	1,975,154
Total comprehensive income for the period	-	1,975,154	1,975,154
Transactions with owners of the Company, recognised directly in equity			
Interim dividend paid for the year ended 31 March 2022	-	(1,626,469)	(1,626,469)
Total transactions with owners	-	(1,626,469)	(1,626,469)
Balance as at 30 September 2022	511,848	6,968,801	7,480,649

Condensed Consolidated Statement of cash flows

(all amounts in Sri Lankan Rupees thousands)

For the period ended 30 September	Group		Company	
	2022	2021	2022	2021
Cash flows from operating activities				
Profit before taxation	2,019,282	2,001,368	2,057,289	1,966,050
Adjustments for:				
Depreciation and amortisation	202,722	184,117	152,622	132,851
Provision for retirement benefit obligations	14,053	14,457	12,184	12,408
Profit on disposal of property, plant and equipment	(8,379)	-	-	-
Impairment of goodwill on acquisition of subsidiary	30,000	-	-	-
Impairment on investment in subsidiary	-	-	30,000	-
Gain on fair valuation of consumable biological assets	-	(72)	-	-
Gain/(Loss) on fair valuation of livestock	(5,381)	9,422	-	-
Income from investment fund	(4,491)	(20,129)	(4,491)	(15,825)
Amortisation of capital grants	(1,178)	(25,277)	(1,178)	(1,178)
Net finance costs	(16,534)	18,778	(35,301)	5,670
Profit before working capital changes	2,230,094	2,182,664	2,211,125	2,099,976
Changes in working capital				
- Inventories	(273,573)	(113,951)	(85,592)	(100,763)
- Biological assets-produce on bearer plants	(11,983)	(19,807)	(11,983)	(20,542)
- Trade and other receivables	(418,799)	(61,982)	(337,084)	18,269
- Amount due from related companies	(77,574)	(144,958)	(161,757)	(141,461)
- Amount due to related companies	(31,259)	133	(34,483)	8,819
- Trade and other payables	195,082	113,653	120,715	118,607
Cash generated from operations	1,611,988	1,955,752	1,700,941	1,982,905
Interest paid	(15,526)	(16,128)	(2,694)	(3,841)
Interest received	60,936	15,813	57,842	16,634
Income Tax paid	(28,899)	-	(27,906)	-
Retirement benefit obligations paid	(17,626)	(16,725)	(14,212)	(13,633)
	(1,115)	(17,040)	13,030	(840)
Net cash generated from operating activities	1,610,873	1,938,712	1,713,971	1,982,065
Cash flows from investing activities				
Additions to property, plant and equipment	(274,220)	(241,565)	(268,634)	(200,204)
Addition to Intangible assets	(10,686)	-	(10,686)	-
Additions to Bearer biological assets	(36,802)	(73,122)	(36,802)	(76,541)
Proceeds from disposal of biological assets (Livestock)	25,205	9,586	-	-
Proceeds from sale of property, plant and equipment	13,000	-	-	-
Investment made through investment fund	-	(200,000)	-	(200,000)
Withdrawals made through investment fund	5,801	478,436	5,801	474,132
Short term investment	510,631	-	478,528	-
Addition to livestock	(70,000)	(31,355)	-	-
Acquisition of subsidiaries (net of cash)	(68,796)	-	-	-
Investment in subsidiaries	-	-	(433,796)	-
Net cash used in investing activities	94,133	(58,020)	(265,589)	(2,613)
Cash flows from financing activities				
Dividends paid	(1,626,469)	(609,926)	(1,626,469)	(609,926)
Proceeds from issue of shares	-	395,605	-	-
Share issuing cost	-	(39,665)	-	-
Repayment of borrowings	(54,339)	(112,493)	(45,500)	(57,500)
Repayment of lease liabilities	(21,127)	(19,589)	(20,606)	(19,097)
Net cash used in financing activities	(1,701,935)	(386,068)	(1,692,575)	(686,523)
Increase /(Decrease) in cash and cash equivalents	3,071	1,494,624	(244,193)	1,292,929
Movement in cash and cash equivalents				
At the beginning of period	1,427,013	382,284	1,412,534	389,394
Increase/(Decrease) for the period	3,071	1,494,624	(244,193)	1,292,929
At end of period	1,430,084	1,876,908	1,168,341	1,682,323
Cash and cash equivalents	1,430,084	1,887,044	1,168,341	1,692,372
Bank overdrafts	-	(10,136)	-	(10,049)
At end of period	1,430,084	1,876,908	1,168,341	1,682,323

Segmental Analysis - Group

(all amounts in Sri Lankan Rupees thousands, unless otherwise stated)

Six months ended 30 September	Palm Oil		Dairy Farm		Others		Inter Segment		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Revenue	4,040,579	3,072,339	538,520	334,522	-	-	(361)	(683)	4,578,738	3,406,178
Cost of sales	(1,857,143)	(996,337)	(601,890)	(319,288)	-	-	41,560	22,701	(2,417,473)	(1,292,924)
Gross profit/(loss)	2,183,436	2,076,002	(63,370)	15,234	-	-	41,199	22,018	2,161,265	2,113,254
Other operating income	-	-	53,028	38,569	45,630	32,808	(41,199)	(22,018)	57,459	49,359
Administrative expenses	(177,078)	(137,090)	(8,898)	(5,377)	-	-	-	-	(185,976)	(142,467)
Impairment of goodwill on acquisition of subsidiary	-	-	-	-	(30,000)	-	-	-	(30,000)	-
Operating profit/(loss)	2,006,358	1,938,912	(19,240)	48,426	15,630	32,808	-	-	2,002,748	2,020,146
Net finance expenses	35,301	(5,670)	(18,767)	(13,108)	-	-	-	-	16,534	(18,778)
Profit/(Loss) before tax	2,041,659	1,933,242	(38,007)	35,318	15,630	32,808	-	-	2,019,282	2,001,368
Tax expenses	(71,371)	(105,087)	(3,459)	(3,000)	(10,764)	(4,593)	-	-	(85,594)	(112,680)
Net profit / (loss)	1,970,288	1,828,155	(41,466)	32,318	4,866	28,215	-	-	1,933,688	1,888,688

Segmental Analysis - Company

(all amounts in Sri Lankan Rupees thousands, unless otherwise stated)

Six months ended 30 September	Palm Oil		Others		Total	
	2022	2021	2022	2021	2022	2021
Revenue	4,040,579	3,072,339	-	-	4,040,579	3,072,339
Cost of sales	(1,857,143)	(996,337)	-	-	(1,857,143)	(996,337)
Gross profit	2,183,436	2,076,002	-	-	2,183,436	2,076,002
Other operating income	-	-	45,630	32,808	45,630	32,808
Administrative expenses	(177,078)	(137,090)	-	-	(177,078)	(137,090)
Impairment on investment in subsidiary	-	-	(30,000)	-	(30,000)	-
Operating profit/(loss)	2,006,358	1,938,912	15,630	32,808	2,021,988	1,971,720
Net finance expenses	35,301	(5,670)	-	-	35,301	(5,670)
Profit before tax	2,041,659	1,933,242	15,630	32,808	2,057,289	1,966,050
Tax expenses	(71,371)	(105,087)	(10,764)	(4,593)	(82,135)	(109,680)
Net profit / (loss)	1,970,288	1,828,155	4,866	28,215	1,975,154	1,856,370

Segmental Analysis - Group

(all amounts in Sri Lankan Rupees thousands, unless otherwise stated)

Quarter ended 30 September	Palm Oil		Dairy Farm		Others		Inter Segment		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Revenue	2,410,778	1,833,558	316,290	168,932	-	-	(220)	(428)	2,726,848	2,002,062
Cost of sales	(1,078,606)	(567,553)	(335,213)	(161,658)	-	-	22,872	21,876	(1,390,947)	(707,335)
Gross profit/(loss)	1,332,172	1,266,005	(18,923)	7,274	-	-	22,652	21,448	1,335,901	1,294,727
Other operating income	-	-	30,714	17,912	35,675	18,669	(22,652)	(21,448)	43,737	15,133
Administrative expenses	(98,937)	(70,890)	(4,554)	(2,509)	-	-	-	-	(103,491)	(73,399)
Impairment of goodwill on acquisition of subsidiary	-	-	-	-	(30,000)	-	-	-	(30,000)	-
Operating profit/(loss)	1,233,235	1,195,115	7,237	22,677	5,675	18,669	-	-	1,246,147	1,236,461
Net finance expenses	14,492	(242)	(7,007)	(5,275)	-	-	-	-	7,485	(5,517)
Profit/(Loss) before tax	1,247,727	1,194,873	230	17,402	5,675	18,669	-	-	1,283,632	1,230,944
Tax expenses	(43,327)	(59,227)	(1,959)	(3,000)	(8,373)	(3,776)	-	-	(53,659)	(66,003)
Net profit / (loss)	1,204,400	1,135,646	(1,729)	14,402	(2,698)	14,893	-	-	1,199,973	1,164,941

Segmental Analysis - Company

(all amounts in Sri Lankan Rupees thousands, unless otherwise stated)

Quarter ended 30 September	Palm Oil		Others		Total	
	2022	2021	2022	2021	2022	2021
Revenue	2,410,778	1,833,558	-	-	2,410,778	1,833,558
Cost of sales	(1,078,606)	(567,553)	-	-	(1,078,606)	(567,553)
Gross profit	1,332,172	1,266,005	-	-	1,332,172	1,266,005
Other operating income	-	-	35,675	18,669	35,675	18,669
Administrative expenses	(98,937)	(70,890)	-	-	(98,937)	(70,890)
Impairment on investment in subsidiary	-	-	(30,000)	-	(30,000)	-
Operating profit/(loss)	1,233,235	1,195,115	5,675	18,669	1,238,910	1,213,784
Net finance expenses	14,492	(242)	-	-	14,492	(242)
Profit before tax	1,247,727	1,194,873	5,675	18,669	1,253,402	1,213,542
Tax expenses	(43,327)	(59,227)	(8,373)	(3,776)	(51,700)	(63,003)
Net profit / (loss)	1,204,400	1,135,646	(2,698)	14,893	1,201,702	1,150,539

Notes to the Condensed Interim Financial Statements

01. Corporate information

Watawala Plantations PLC (the Company) is a public limited liability company incorporated and domiciled in Sri Lanka. It is listed on the Colombo Stock Exchange. The registered office of the Company is located at No 60, Dharmapala Mawatha, Colombo 3.

The principal activities of the Group during the period continued to be cultivation, manufacture and sale of crude palm oil and Dairy farming.

02. Condensed Interim consolidated financial statements

The Consolidated Condensed Interim Financial Statements of the Watawala Plantations PLC as at and for the period ended 30 September 2022 comprised the Company and subsidiaries Watawala Dairy Ltd and Moragoda Agro Services (Pvt) Ltd.

03. Approval of financial statements

The Condensed Interim Financial Statements of the Group and the Company for the period ended 30 September 2022 were authorised to be published by the Board of Directors on 10 November 2022.

04. Basis of preparation

These Condensed Interim Financial Statements of the Company and the Group have been prepared in accordance with Sri Lanka Accounting Standards (SLFRS/ LKAS).

Further, provisions of the Companies Act No.7 of 2007 have been considered in preparing these Condensed Interim Financial Statements. There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report 2021/22, except these Condensed Interim Financial Statements have been prepared in compliance with the requirements of the Sri Lanka Accounting Standard - LKAS 34 on 'Interim Financial Reporting. Previous year figures and phrases have been re-arranged wherever necessary to conform to the current presentation.

05. Net assets per share

Net assets per share has been calculated, for all periods, based on the number of shares in issue as at the Statement of Financial Position date.

06. Events after reporting date

No circumstance has arisen since the reporting date which would require adjustment to or disclosure in the interim financial statements.

07. There has been no change in the contingent liabilities at the quarter end as compared to 31 March 2022.

08. Fair value adjustments are done bi-annually as per the policy of the Company. Hence, Condensed Interim Financial Statements reflected any such changes.

09. Fair values of financial instruments

The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.

Level 2: Valuation techniques based on observable inputs, either directly – i.e. as prices or indirectly – i.e. derived from prices. This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

(all amounts in Sri Lankan Rupees thousands, unless otherwise stated)

Group - As at 30 September 2022 'Rs. '000	Fair value through profit or loss	Amortised cost	Fair value through other comprehensive income	Total carrying amount	Level 1	Level 2	Level 3	Total Fair value
Financial assets measured at fair value								
Investment fund	71,003	-	-	71,003	-	71,003	-	71,003
	71,003	-	-	71,003	-	71,003	-	71,003
Financial assets not measured at fair value								
Trade and Other receivables	-	675,147	-	675,147	-	-	675,147	675,147
Amounts due from related company	-	77,829	-	77,829	-	-	77,829	77,829
Short term investments	-	4,283	-	4,283	-	4,283	-	4,283
Cash at banks and in hand	-	1,430,084	-	1,430,084	-	1,430,084	-	1,430,084
	-	2,187,343	-	2,187,343	-	1,434,367	752,976	2,187,343
Total financial assets	71,003	2,187,343	-	2,258,346	-	1,505,370	752,976	2,258,346
Financial liabilities not measured at fair value								
Interest bearing borrowings	-	327,236	-	327,236	-	327,236	-	327,236
Trade and other payables	-	760,952	-	760,952	-	-	760,952	760,952
Lease Liabilities	-	274,782	-	274,782	-	-	274,782	274,782
	-	1,362,970	-	1,362,970	-	327,236	1,035,734	1,362,970
Total financial liabilities	-	1,362,970	-	1,362,970	-	327,236	1,035,734	1,362,970

Group - As at 31 March 2022 'Rs. '000	Fair value through profit or loss	Amortised cost	Fair value through other comprehensive income	Total carrying amount	Level 1	Level 2	Level 3	Total Fair value
Financial assets measured at fair value								
Investment fund	72,313	-	-	72,313	-	72,313	-	72,313
	72,313	-	-	72,313	-	72,313	-	72,313
Financial assets not measured at fair value								
Trade and other receivables	-	256,348	-	256,348	-	-	256,348	256,348
Amounts due from related company	-	255	-	255	-	-	255	255
Short term investments	-	514,914	-	514,914	-	514,914	-	514,914
Cash at banks and in hand	-	1,427,013	-	1,427,013	-	1,427,013	-	1,427,013
	-	2,198,530	-	2,198,530	-	1,941,927	256,603	2,198,530
Total financial assets	72,313	2,198,530	-	2,270,843	-	2,014,240	256,603	2,270,843
Financial liabilities not measured at fair value								
Interest bearing borrowings	-	372,575	-	372,575	-	372,575	-	372,575
Trade and other payables	-	559,994	-	559,994	-	-	559,994	559,994
Lease Liabilities	-	256,413	-	256,413	-	-	256,413	256,413
Amount due to related companies	-	31,259	-	31,259	-	-	31,259	31,259
	-	1,220,241	-	1,220,241	-	372,575	847,666	1,220,241
Total financial liabilities	-	1,220,241	-	1,220,241	-	372,575	847,666	1,220,241

(all amounts in Sri Lankan Rupees thousands, unless otherwise stated)

Company - As at 30 September 2022 'Rs. '000	Fair value through profit or loss	Amortised cost	Fair value through other comprehensive income	Total carrying amount	Level 1	Level 2	Level 3	Total Fair value
Financial assets measured at fair value								
Investment fund	71,003	-	-	71,003	-	71,003	-	71,003
	71,003	-	-	71,003	-	71,003	-	71,003
Financial assets not measured at fair value								
Trade and Other receivables	-	566,701	-	566,701	-	-	566,701	566,701
Amounts due from related company	-	165,858	-	165,858	-	-	165,858	165,858
Short term investments	-	4,283	-	4,283	-	4,283	-	4,283
Cash at banks and in hand	-	1,168,341	-	1,168,341	-	1,168,341	-	1,168,341
	-	1,905,183	-	1,905,183	-	1,172,624	732,559	1,905,183
Total financial assets	71,003	1,905,183	-	1,976,186	-	1,243,627	732,559	1,976,186
Financial liabilities not measured at fair value								
Lease Liabilities	-	284,165	-	284,165	-	-	284,165	284,165
Trade and other payables	-	660,704	-	660,704	-	-	660,704	660,704
Amount due to related Companies	-	2,578	-	2,578	-	-	2,578	2,578
	-	947,447	-	947,447	-	-	947,447	947,447
Total financial liabilities	-	947,447	-	947,447	-	-	947,447	947,447

Company - As at 31 March 2022 'Rs. '000	Fair value through profit or loss	Amortised cost	Fair value through other comprehensive income	Total carrying amount	Level 1	Level 2	Level 3	Total Fair value
Financial assets measured at fair value								
Investment fund	72,313	-	-	72,313	-	72,313	-	72,313
	72,313	-	-	72,313	-	72,313	-	72,313
Financial assets not measured at fair value								
Trade and Other receivables	-	229,617	-	229,617	-	-	229,617	229,617
Amounts due from related company	-	4,101	-	4,101	-	-	4,101	4,101
Short term investments	-	482,811	-	482,811	-	482,811	-	482,811
Cash at banks and in hand	-	1,412,534	-	1,412,534	-	1,412,534	-	1,412,534
	-	2,129,063	-	2,129,063	-	1,895,345	233,718	2,129,063
Total financial assets	72,313	2,129,063	-	2,201,376	-	1,967,658	233,718	2,201,376
Financial liabilities not measured at fair value								
Interest bearing borrowings	-	45,500	-	45,500	-	45,500	-	45,500
Lease Liabilities	-	264,750	-	264,750	-	-	264,750	264,750
Trade and other payables	-	520,112	-	520,112	-	-	520,112	520,112
Amount due to related Companies	-	37,061	-	37,061	-	-	37,061	37,061
	-	867,423	-	867,423	-	45,500	821,923	867,423
Total financial liabilities	-	867,423	-	867,423	-	45,500	821,923	867,423

10. All amounts expressed are in Sri Lankan Rupees (LKR.) thousands unless otherwise stated.

11. The Condensed Interim Financial Statements are not audited.

Shareholder details for the period ending 30 September 2022

1 Public Shareholdings

	As at 30.09.2022	As at 31.03.2022
The percentage of shares held by the public	23.17	25.76
Number of Shareholders representing public shareholding	18,578	17,709

	Requirement by CSE	As as 30 Sep 2022	Requirement by CSE	As as 31 March 2022
Option [Listing rule 7.13.1 (a)]	4	4	4	4
Float adjusted market capitalization	Above LKR 2.5Bn	LKR 4.04Bn	Above LKR 2.5Bn	LKR 4.88Bn
The percentage of shares held by the public	10%	23.17%	10%	25.76%
Number of shareholders representing public holding	500	18,578	500	17,709

2 Directors' Shareholding as at 30 September 2022

The number of Shares held by the Board of Directors are as follows

	As at 30.09.2022	As at 31.03.2022
S G Wijesinha (Chairman)	1	1
G Sathasivam (Resigned w.e.f 24 June 2022) (Alternate: S G Sathasivam, resigned w.e.f 24 June 2022)	n/a	Nil
V Govindasamy	Nil	Nil
N B Weerasekera	Nil	Nil
M S Mawzoon	Nil	Nil
H D Abeywickrama	Nil	Nil
M R Rao	Nil	Nil
K H Kuok (Resigned w.e.f 31 March 2022), (Alternate: M T Siddique, resigned w.e.f 31 March 2022)	n/a	Nil
A R Rasiah	10,000	Nil
C L Loo (Appointed w. e. f 31 March 2022, Alternate: M T Siddique)	Nil	Nil
S G Sathasivam (Appointed w. e. f 01 July 2022)	Nil	n/a

3 Chief Executive Officers' Shareholding as at 30 September 2022

	As at 30.09.2022	As at 31.03.2022
Binesh Pananwala	Nil	Nil

4 Twenty (20) largest shareholders as at (Voting shares)

Name	30th September 2022		31st March 2022	
	No of Shares Held	% of the holding	No of Shares Held	% of the holding
Sunshine Wilmar (Private) Limited	156,207,043	76.83	150,937,043	74.24
K.C. Vignarajah	2,492,312	1.23	2,486,084	1.22
Sri Lanka Insurance Corporation LTD	2,367,295	1.16	-	-
Seylan Bank PLC/Senthilvel Holdings (Pvt) Ltd	1,763,948	0.87	6,308,391	3.10
Vyjayanthi & Company Limited	1,011,674	0.50	1,011,674	0.50
Deutsche Bank AG Singapore A/C 02	713,480	0.35	713,480	0.35
T.T.T.AL-Nakib (Deceased)	700,000	0.34	700,000	0.34
M.Z.H.Hashim	608,000	0.30	650,000	0.32
N. Muljie	559,354	0.28	559,354	0.28
M.T.S. Weerakoon	411,037	0.20	-	-
J.D. Bandaranayake	400,250	0.20	-	-
M.I. Abdul Hameed	354,085	0.17	354,085	0.17
M.M.Hashim	280,682	0.14	185,000	0.09
S. Weeraratne	270,000	0.13	215,676	0.11
I. R. Peiris	250,000	0.12	-	-
Hatton National Bank PLC/Anuja Chamila Jayasinghe	249,825	0.12	-	-
Union Investments Private LTD	220,881	0.11	220,881	0.11
S. Vignarajah	214,675	0.11	214,675	0.11
B.W.Kundanmal	209,016	0.10	-	-
Hatton National Bank PLC/Palaniyandy Muralitharan	200,000	0.10	200,000	0.10
Sub Total	169,483,557	83.36	164,756,343	81.04
Other Shareholders	33,825,077	16.64	38,552,291	18.96
Grand Total	203,308,634	100.00	203,308,634	100.00

5 Stated Capital

Stated capital is represented by share in issue as given below

	As at 30.09.2022	As at 31.03.2022
Ordinary Shares	203,308,633	203,308,633
Golden Share	1	1
Total Shares	203,308,634	203,308,634

6 Market Price & Trading Informations

	As at 30.09.2022	As at 31.03.2022
Highest during the period(LKR)	98.90	196.00
Lowest during the period(LKR)	76.00	82.00
Closing price (LKR)	85.80	93.30

	Quarter ended 30 Sep 2022	Quarter ended 31 Mar 2022
No. of Transactions	15,230	22,527
No. of shares traded	21,137,163	19,816,324
Value of Shares Traded(LKR)	1,861,696,878	2,997,825,566

Corporate Information

Name of the Company

Watawala Plantations PLC

Legal form

A public Company with limited liability registered under Companies Act No.17 of 1982 and re-registered under the Companies Act No.07 of 2007 and quoted on the Colombo Stock Exchange.

Date of incorporation

18 June 1992

Registration No

PQ 65

Accounting Year

31 March

Directors

S G Wijesinha (*Chairman*)

G Sathasivam (*Resigned w.e.f 24 June 2022*)

(*Alternate: S G Sathasivam, resigned w.e.f 24 June 2022*)

V Govindasamy

N B Weerasekera

M S Mawzoon

H D Abeywickrama

M R Rao

A R Rasiah

C L Loo (*Appointed w.e.f. 31 March 2022,*

Alternate : M T Siddique)

S G Sathasivam (*Appointed w. e. f 1 July 2022*)

Chief Executive Officer

Binesh N Pananwala

Secretaries & Registrars

Corporate Services (Pvt) Ltd.
216, De Saram Place, Colombo 10.

Auditors

KPMG (Chartered Accountants)
No: 32A, Sir Mohomad Macan Markar Mawatha,
Colombo 03.

Bankers

Standard Chartered Bank Ltd
Hatton National Bank PLC
Commercial Bank of Ceylon PLC
DFCC Bank PLC
Seylan Bank PLC
State Bank of India
National Development Bank PLC
Indian Overseas Bank

Lawyers

FJ & G de Saram
(Attorneys-at-Law)
No 216, de Saram Place, Colombo 10

Nithya Partners
(Attorneys-at-Law)
97/A Galle Rd, Colombo 03

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Web: www.watawalaplantations.lk