

**TALAWAKELLE TEA ESTATES PLC**

**Interim Financial Statements**

**Three months ended 30th June 2023**

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

Group Audited Year ended 31.03.2023 Rs.'000		Group		% Change
		Unaudited 03 months ended 30.06.2023 Rs.'000	Unaudited 03 months ended 30.06.2022 Rs.'000	
8,199,353	Revenue	1,875,160	1,968,797	-5%
(5,342,052)	Cost of Sales	(1,657,477)	(1,594,449)	4%
2,857,301	<b>Gross profit</b>	<b>217,683</b>	374,347	-42%
113,717	Change in Fair Value of Biological Assets	-	-	-
5,493	Change in Fair Value of Bearer Biological Assets	-	-	-
66,720	Other Income and Gains	17,395	7,793	>100%
(336,178)	Administrative Expenses	(95,947)	(69,289)	38%
2,707,052	<b>Results From Operating Activities</b>	<b>139,131</b>	312,851	
631,567	Finance Income	181,250	57,833	>100%
(1,218)	Finance Expenses	(208)	(312)	-33%
(39,132)	Interest Paid to Government and Other Leases	(9,907)	(9,005)	10%
591,217	Net Finance Income	171,135	48,516	
3,298,269	<b>Profit Before Tax</b>	<b>310,265</b>	361,367	-14%
(719,483)	Income Tax expenses	(98,574)	(38,282)	>100%
2,578,786	<b>Profit for the period</b>	<b>211,691</b>	323,084	
	<b>Attributable to :</b>			
2,575,150	Equity Holders of the Parent	213,531	322,406	
3,636	Non-Controlling Interest	(1,840)	679	
2,578,786	<b>Net profit for the period</b>	<b>211,691</b>	323,084	
54.21	Basic earnings per share (Rs.)	4.50	6.79	
19.00	Dividend per share (Rs.)	17.35	5.00	
	<b>STATEMENT OF COMPREHENSIVE INCOME</b>			
2,578,786	<b>Profit for the period</b>	<b>211,691</b>	323,084	
	<b>Other Comprehensive Income</b>			
	<b>Other Comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>			
44,162	Actuarial Gain/(Loss) on Retirement Benefit Obligation	-	-	
(3,119)	Income Tax Effect	-	-	
41,043	<b>Other Comprehensive income for the period, net of tax</b>	-	-	
2,619,829	<b>Total comprehensive income for the period, net of tax</b>	<b>211,691</b>	323,084	
	<b>Attributable to:</b>			
2,616,087	Equity Holders of the Parent	213,531	322,406	
3,742	Non- Controlling Interest	(1,840)	679	
2,619,829		<b>211,691</b>	323,084	

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

Company Audited Year ended 31.03.2023 Rs.'000		Company		% Change
		Unaudited 03 months ended 30.06.2023 Rs.'000	Unaudited 03 months ended 30.06.2022 Rs.'000	
8,131,507	Revenue	1,868,187	1,954,728	-4%
(5,305,689)	Cost of Sales	(1,649,198)	(1,585,104)	4%
2,825,818	<b>Gross profit</b>	<b>218,989</b>	369,624	-41%
113,717	Change in Fair Value of Biological Assets	-	-	-
5,493	Change in Fair Value of Bearer Biological Assets	-	-	-
66,720	Other Income and Gains	16,435	7,793	>100%
(317,039)	Administrative Expenses	(92,457)	(66,342)	39%
2,694,709	<b>Results From Operating Activities</b>	<b>142,967</b>	311,074	
630,859	Finance Income	180,668	57,529	>100%
(1,218)	Finance Expenses	(208)	(312)	-33%
(39,122)	Interest Paid to Government and Other Leases	(9,905)	(9,002)	10%
590,519	Net Finance Income	170,555	48,215	
3,285,228	<b>Profit Before tax</b>	<b>313,522</b>	359,289	-13%
(714,802)	Income Tax Expenses	(98,312)	(37,825)	>100%
2,570,426	<b>Profit for the period</b>	<b>215,210</b>	321,464	
	<b>Attributable to :</b>			
2,570,426	Equity Holders of the Parent	215,210	321,464	
-	Non-Controlling Interest	-	-	
2,570,426	<b>Net profit for the period</b>	<b>215,210</b>	321,464	
54.11	Basic earnings per share (Rs.)	4.53	6.77	
19.00	Dividend per share (Rs.)	17.35	5.00	

**STATEMENT OF COMPREHENSIVE INCOME**

2,570,426	<b>Profit for the period</b>	<b>215,210</b>	321,464
	<b>Other Comprehensive Income</b>		
	<b>Other Comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>		
43,852	Actuarial Gain/(Loss) on Retirement Benefit Obligation	-	-
(3,026)	Income tax effect	-	-
40,826	<b>Other Comprehensive income for the period, net of tax</b>	-	-
2,611,252	<b>Total comprehensive income for the period, net of tax</b>	<b>215,210</b>	321,464
	<b>Attributable to:</b>		
2,611,252	Equity Holders of the Parent	215,210	321,464
-	Non- controlling Interest	-	-
2,611,252		<b>215,210</b>	321,464

The notes on pages 06 to 08 form an integral part of these financial statements  
 Figures in brackets indicate deductions

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

Group Audited As at 31.03.2023 Rs.'000	Company Audited As at 31.03.2023 Rs.'000		Group		Company	
			Unaudited As at 30.06.2023 Rs.'000	Unaudited As at 30.06.2022 Rs.'000	Unaudited As at 30.06.2023 Rs.'000	Unaudited As at 30.06.2022 Rs.'000
		<b>ASSETS</b>				
		<b>Non Current Assets</b>				
288,298	288,230	Right-of-use Assets	282,872	305,410	282,805	305,340
1,395,229	1,144,942	Tangible assets other than Immature/Mature Plantations	1,419,052	1,205,785	1,172,799	943,301
1,908,804	1,908,804	Bearer Biological Assets	1,957,575	1,852,149	1,957,575	1,852,149
483,919	483,919	Consumable Biological Assets	487,855	389,311	487,855	389,311
13,058	12,242	Intangible Assets	12,491	14,775	11,878	13,343
-	134,933	Investments in Subsidiaries	-	-	134,933	134,933
1,215	-	Deferred Tax Asset	923	2,762	-	-
4,090,522	3,973,069		4,160,767	3,770,192	4,047,845	3,638,377
		<b>Current Assets</b>				
22,931	22,931	Produce on Bearer Biological Assets	22,931	17,438	22,931	17,438
830,826	830,787	Inventories	845,591	612,815	845,552	612,776
489,834	430,276	Trade and Other Receivables	495,144	326,180	439,499	285,226
24,628	12,566	Amounts due from Related Companies	25,477	143,257	16,666	144,127
3,513,695	3,513,695	Short Term Investments	2,911,221	2,404,628	2,906,212	2,394,774
173,004	166,475	Cash and Bank Balances	65,291	74,942	16,926	72,597
5,054,918	4,976,730		4,365,654	3,579,259	4,247,785	3,526,938
9,145,440	8,949,799	<b>TOTAL ASSETS</b>	8,526,422	7,349,451	8,295,630	7,165,315
		<b>EQUITY AND LIABILITIES</b>				
		<b>Equity</b>				
350,000	350,000	Stated Capital	350,000	350,000	350,000	350,000
5,669,311	5,646,448	Revenue Reserves	5,058,758	4,040,630	5,037,534	4,021,660
6,019,311	5,996,448	<b>Equity attributable to equity holders of the parent</b>	5,408,758	4,390,630	5,387,534	4,371,660
147,848	-	Non-Controlling Interests	146,048	144,785	-	-
6,167,159	5,996,448	<b>Total Equity</b>	5,554,805	4,535,415	5,387,534	4,371,660
		<b>Non Current Liabilities &amp; Deferred Income</b>				
2,619	2,619	Interest Bearing Loans & Borrowings	1,746	5,239	1,746	5,239
801,095	797,503	Retiring Benefit Obligations	848,124	943,947	844,769	940,697
544,333	544,333	Deferred Tax Liability	565,065	160,535	565,065	160,535
136,699	136,699	Deferred Income	135,515	135,362	135,515	135,362
259,263	259,184	Lease Liability	256,837	268,591	256,756	268,510
1,744,008	1,740,338		1,807,287	1,513,673	1,803,851	1,510,343
		<b>Current Liabilities</b>				
918,724	899,540	Trade and Other Payables	909,244	1,015,198	888,500	1,001,094
3,492	3,492	Interest Bearing Loans & Borrowings	3,492	3,492	3,492	3,492
15,355	15,350	Lease Liability	12,011	14,210	12,006	14,205
83,746	81,982	Amounts due to Related Companies	93,152	198,803	53,966	195,862
175,532	175,225	Income Tax Payable	111,903	55,516	111,772	55,516
37,423	37,423	Bank Overdraft	34,526	13,143	34,509	13,143
1,234,272	1,213,012		1,164,329	1,300,363	1,104,245	1,283,312
2,978,281	2,953,351	<b>TOTAL LIABILITIES</b>	2,971,616	2,814,036	2,908,096	2,793,655
9,145,440	8,949,799	<b>TOTAL EQUITY AND LIABILITIES</b>	8,526,422	7,349,451	8,295,630	7,165,315
126.72	126.24	Net Assets Per Share (Rs.)	113.87	92.43	113.42	92.03

The Statements of Financial Position as at 30th June 2023 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  
Director-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  
04th August 2023

(sgd)  
Roshan Rajadurai  
Managing Director

The notes on pages 06 to 08 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 2022	350,000	3,708,170	230,116	17,438	3,955,724	144,106	4,449,830	
Profit for the period	-	322,406	-	-	322,406	679	323,084	
Other Comprehensive Income	-	-	-	-	-	-	-	
Transferred to the Timber Reserve	-	-	-	-	-	-	-	
Realised Gain on Timber Sales	-	-	-	-	-	-	-	
Transferred to the Biological Crop Reserve	-	-	-	-	-	-	-	
Dividends Paid	-	(237,500)	-	-	(237,500)	-	(237,500)	
Balance as at 30th June 2022	350,000	3,793,076	230,116	17,438	4,040,630	144,785	4,535,415	
<b>Balance as at 01st April 2023</b>	<b>350,000</b>	<b>5,335,412</b>	<b>311,009</b>	<b>22,931</b>	<b>5,669,352</b>	<b>147,887</b>	<b>6,167,239</b>	
<b>Profit for the period</b>	<b>-</b>	<b>213,531</b>	<b>-</b>	<b>-</b>	<b>213,531</b>	<b>(1,840)</b>	<b>211,691</b>	
<b>Other Comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Transferred to the Timber Reserve</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Realised Gain on Timber Sales</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Transferred to the Biological Crop Reserve</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Dividends Paid</b>	<b>-</b>	<b>(824,125)</b>	<b>-</b>	<b>-</b>	<b>(824,125)</b>	<b>-</b>	<b>(824,125)</b>	
<b>Balance as at 30th June 2023</b>	<b>350,000</b>	<b>4,724,818</b>	<b>311,009</b>	<b>22,931</b>	<b>5,058,758</b>	<b>146,048</b>	<b>5,554,805</b>	

  

<u>Company</u>	Revenue Reserves						Non Controlling Interest Rs.000	Total Equity Rs.000
	Stated Capital Rs.000	Retained Earnings Rs.000	Timber Reserve Rs.000	Biological Crop Reserve Rs.000	Total Rs.000			
						Balance as at 01st April 2022		
Profit for the period	-	321,464	-	-	321,464	-	321,464	
Other Comprehensive Income	-	-	-	-	-	-	-	
Transferred to the Timber Reserve	-	-	-	-	-	-	-	
Realised Gain on Timber Sales	-	-	-	-	-	-	-	
Transferred to the Biological Crop Reserve	-	-	-	-	-	-	-	
Dividends Paid	-	(237,500)	-	-	(237,500)	-	(237,500)	
Balance as at 30th June 2022	350,000	3,774,106	230,116	17,438	4,021,660	-	4,371,660	
<b>Balance as at 01st April 2023</b>	<b>350,000</b>	<b>5,312,509</b>	<b>311,009</b>	<b>22,931</b>	<b>5,646,448</b>	<b>-</b>	<b>5,996,448</b>	
<b>Profit for the period</b>	<b>-</b>	<b>215,210</b>	<b>-</b>	<b>-</b>	<b>215,210</b>	<b>-</b>	<b>215,210</b>	
<b>Other Comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Transferred to the Timber Reserve</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Realised Gain on Timber Sales</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Transferred to the Biological Crop Reserve</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Dividends Paid</b>	<b>-</b>	<b>(824,125)</b>	<b>-</b>	<b>-</b>	<b>(824,125)</b>	<b>-</b>	<b>(824,125)</b>	
<b>Balance as at 30th June 2023</b>	<b>350,000</b>	<b>4,703,594</b>	<b>311,009</b>	<b>22,931</b>	<b>5,037,534</b>	<b>-</b>	<b>5,387,534</b>	

The notes on pages 06 to 08 form an integral part of these financial statements  
Figures in brackets indicate deductions

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

Group Audited	Company Audited		Group		Company	
			Unaudited	Unaudited	Unaudited	Unaudited
Year ended	Year ended		03 months ended	03 months ended	03 months ended	03 months ended
31.03.2023	31.03.2023	CASH FLOWS FROM OPERATING ACTIVITIES	30.06.2023	30.06.2022	30.06.2023	30.06.2022
Rs.'000	Rs.'000		Rs.'000	Rs.'000	Rs.'000	Rs.'000
3,298,269	3,285,228	Net profit before Taxation	310,265	361,367	313,522	359,289
		<b>ADJUSTMENTS FOR</b>				
170,159	169,384	Provision for Retirement Benefit Obligations	97,014	120,992	96,973	120,925
222,822	207,510	Depreciation/Amortisation	56,246	55,159	52,446	51,338
(5,496)	(5,496)	Amortisation of Grants	(1,409)	(1,374)	(1,409)	(1,374)
1,218	1,218	Finance costs	208	312	208	312
39,132	39,122	Government & Other Lease Interest	9,907	9,005	9,905	9,002
(27,851)	(27,851)	Profit on Sale of Trees	(3,165)	(329)	(3,165)	(329)
(113,717)	(113,717)	(Gains)/ Loss on Fair Value of Biological Assets	-	-	-	-
(5,493)	(5,493)	(Gains)/ Loss on Fair Value of Bearer Biological Assets	-	-	-	-
(135)	(135)	Gain on Disposal of Property Plant and Equipment	-	-	-	-
8,082	8,082	Field Development Written-off	-	-	-	-
1,157	1,157	Debtors/Stocks Write-off	-	-	-	-
3,588,147	3,559,010	<b>Operating profit before working capital changes</b>	<b>469,066</b>	<b>545,131</b>	<b>468,480</b>	<b>539,163</b>
(347,790)	(347,790)	(Increase)/Decrease in Inventories	(14,765)	(129,855)	(14,765)	(129,779)
(195,358)	(167,435)	(Increase)/Decrease in Trade and Other Receivables	(5,310)	(31,703)	(9,223)	(22,385)
336,844	330,708	Increase/(Decrease) in Trade and Other Payables	41,462	214,264	39,572	211,960
112,964	125,895	(Increase)/Decrease in Amounts due from Related Companies	(849)	(5,665)	(4,099)	(5,665)
58,482	63,252	Increase/(Decrease) in Amounts due to Related Companies	9,407	173,540	(28,016)	177,131
3,553,289	3,563,640	<b>Cash generated from operations</b>	<b>499,011</b>	<b>765,712</b>	<b>451,948</b>	<b>770,425</b>
(1,218)	(1,218)	Finance Costs paid	(208)	(312)	(208)	(312)
(192,132)	(192,132)	Payment of Income Tax	(138,722)	(15,935)	(138,722)	(15,935)
(196,218)	(196,096)	Retirement Benefit Obligations Paid	(49,943)	(48,295)	(49,707)	(48,295)
3,163,722	3,174,195	<b>Net cash from operating activities</b>	<b>310,138</b>	<b>701,170</b>	<b>263,311</b>	<b>705,884</b>
		<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
5,551	5,551	Grant Received	225	92	225	92
60,675	60,675	Proceeds from Sale of Trees	3,165	329	3,165	329
150	150	Proceeds from Sale of Property, Plant & Equipment	-	-	-	-
(197,441)	(197,441)	Field Development Expenditure	(74,176)	(58,840)	(74,176)	(58,840)
(357,969)	(357,969)	Purchase of Property, Plant & Equipment	(53,045)	(79,350)	(53,045)	(79,261)
(489,035)	(489,035)	<b>Net cash used in investing activities</b>	<b>(123,831)</b>	<b>(137,768)</b>	<b>(123,831)</b>	<b>(137,679)</b>
		<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
(885,305)	(885,305)	Dividend Paid	(873,846)	-	(873,846)	-
(39,195)	(39,195)	Payment of Government lease rentals	(14,580)	(9,799)	(14,580)	(9,799)
(14,760)	(14,760)	Payment of Other lease rentals	(4,297)	(3,643)	(4,297)	(3,643)
(7,642)	(7,642)	Repayment of loans	(873)	(5,023)	(873)	(5,023)
(946,902)	(946,902)	<b>Net cash from financing activities</b>	<b>(893,597)</b>	<b>(18,465)</b>	<b>(893,597)</b>	<b>(18,465)</b>
1,727,785	1,738,258	<b>Net increase / (decrease) in cash &amp; cash equivalents</b>	<b>(707,290)</b>	<b>544,937</b>	<b>(754,117)</b>	<b>549,740</b>
1,921,490	1,904,488	<b>A. Cash &amp; cash equivalents at the beginning of the year</b>	<b>3,649,276</b>	<b>1,921,490</b>	<b>3,642,746</b>	<b>1,904,488</b>
3,649,276	3,642,746	<b>B. Cash &amp; cash equivalents at the end of the period</b>	<b>2,941,986</b>	<b>2,466,427</b>	<b>2,888,629</b>	<b>2,454,228</b>

**NOTE A**

Cash & cash equivalents at the beginning of the year

29,529	24,136	Cash & bank balances	173,004	29,529	166,475	24,136
1,901,796	1,886,931	Short term Investments	3,513,695	1,901,796	3,513,695	1,886,931
(9,834)	(6,579)	Bank overdrafts	(37,423)	(9,834)	(37,423)	(6,579)
1,921,490	1,904,488		3,649,276	1,921,490	3,642,746	1,904,488

**NOTE B**

Cash & cash equivalents at the end of the period

173,004	166,475	Cash & bank balances	65,291	74,942	16,926	72,597
3,513,695	3,513,695	Short term Investments	2,911,221	2,404,628	2,906,212	2,394,774
(37,423)	(37,423)	Bank overdrafts	(34,526)	(13,143)	(34,509)	(13,143)
3,649,276	3,642,746		2,941,986	2,466,427	2,888,629	2,454,228

The notes on pages 06 to 08 form an integral part of these financial statements

Figures in brackets indicate deductions

1. REVENUE Summary	Group		Company	
	Unaudited 03 months ended 30.06.2023	Unaudited 03 months ended 30.06.2022	Unaudited 03 months ended 30.06.2023	Unaudited 03 months ended 30.06.2022
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>Sale of goods</b>				
Tea	1,813,010	1,921,065	1,813,010	1,921,065
Rubber	4,022	9,558	4,022	9,558
Mini Hydro Power	6,973	14,069	-	-
Others	51,155	24,105	51,155	24,105
	<b>1,875,160</b>	<b>1,968,797</b>	<b>1,868,187</b>	<b>1,954,728</b>
<b>SEGMENT INFORMATION</b>				
<b>a) Segment Revenue</b>				
<b>Tea</b>				
Revenue	1,813,010	1,921,065	1,813,010	1,921,065
Revenue expenditure	(1,497,233)	(1,410,886)	(1,497,233)	(1,410,886)
Depreciation	(42,693)	(40,543)	(42,693)	(40,543)
Other non cash expenditure	(96,973)	(120,925)	(96,973)	(120,925)
<b>Segment results</b>	<b>176,111</b>	<b>348,711</b>	<b>176,111</b>	<b>348,711</b>
<b>Rubber</b>				
Revenue	4,022	9,558	4,022	9,558
Revenue expenditure	(10,584)	(11,035)	(10,584)	(11,035)
Depreciation	(1,715)	(1,715)	(1,715)	(1,715)
Other non cash expenditure	-	-	-	-
<b>Segment results</b>	<b>(8,277)</b>	<b>(3,192)</b>	<b>(8,277)</b>	<b>(3,192)</b>
<b>Mini Hydro Power</b>				
Revenue	6,973	14,069	-	-
Revenue expenditure	(4,439)	(5,457)	-	-
Depreciation	(3,800)	(3,821)	-	-
Other non cash expenditure	(40)	(67)	-	-
<b>Segment results</b>	<b>(1,307)</b>	<b>4,724</b>	<b>-</b>	<b>-</b>
<b>Unallocated</b>				
Revenue	51,155	24,105	51,155	24,105
Revenue expenditure	-	-	-	-
Depreciation	-	-	-	-
Other non cash expenditure	-	-	-	-
<b>Segment results</b>	<b>51,155</b>	<b>24,105</b>	<b>51,155</b>	<b>24,105</b>
<b>Total</b>				
Revenue	1,875,160	1,968,797	1,868,187	1,954,728
Revenue expenditure	(1,512,257)	(1,427,378)	(1,507,817)	(1,421,921)
Depreciation	(48,207)	(46,079)	(44,407)	(42,258)
Other non cash expenditure	(97,014)	(120,992)	(96,973)	(120,925)
<b>Segment results</b>	<b>217,683</b>	<b>374,347</b>	<b>218,989</b>	<b>369,624</b>
Change in fair value of biological assets	-	-	-	-
Other Income and Gains	17,395	7,793	16,435	7,793
Administrative Expenses	(95,947)	(69,289)	(92,457)	(66,342)
Finance Income	181,250	57,833	180,668	57,529
Finance Expenses	(208)	(312)	(208)	(312)
Interest paid to Government and Other on Leases	(9,907)	(9,005)	(9,905)	(9,002)
<b>Profit Before Tax</b>	<b>310,265</b>	<b>361,367</b>	<b>313,522</b>	<b>359,289</b>

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

SEGMENT INFORMATION	Group		Company	
	Unaudited 03 months to 30.06.2023 Rs.'000	Unaudited 03 months to 30.06.2022 Rs.'000	Unaudited 03 months to 30.06.2023 Rs.'000	Unaudited 03 months to 30.06.2022 Rs.'000
<b>b) Segment Assets</b>				
<b>Non Current Assets</b>				
Tea	3,338,306	3,026,310	3,338,306	3,026,310
Rubber	86,751	87,823	86,751	87,823
Mini Hydro Power	247,856	266,747	-	-
Biological Assets	487,855	389,311	487,855	389,311
Investments	-	-	134,933	134,933
	<u>4,160,767</u>	<u>3,770,192</u>	<u>4,047,845</u>	<u>3,638,377</u>
<b>Current Assets</b>				
Tea	4,247,782	3,526,935	4,247,782	3,526,935
Rubber	3	3	3	3
Mini Hydro Power	117,869	52,321	-	-
	<u>4,365,654</u>	<u>3,579,259</u>	<u>4,247,785</u>	<u>3,526,938</u>
<b>Total Assets</b>	<u>8,526,422</u>	<u>7,349,451</u>	<u>8,295,630</u>	<u>7,165,315</u>
<b>Non Current Liabilities and Deferred Income</b>				
Tea	1,803,851	1,510,343	1,803,851	1,510,343
Rubber	-	-	-	-
Mini Hydro Power	3,436	3,330	-	-
Unallocated	-	-	-	-
	<u>1,807,287</u>	<u>1,513,673</u>	<u>1,803,851</u>	<u>1,510,343</u>
<b>Current Liabilities</b>				
Tea	1,104,245	1,283,312	1,104,245	1,283,312
Rubber	-	-	-	-
Mini Hydro Power	60,084	17,051	-	-
Unallocated	-	-	-	-
	<u>1,164,329</u>	<u>1,300,363</u>	<u>1,104,245</u>	<u>1,283,312</u>
<b>Total liabilities</b>	<u>2,971,616</u>	<u>2,814,036</u>	<u>2,908,096</u>	<u>2,793,655</u>

## 2. STATED CAPITAL

	as at	30.06.2023 Rs.'000	30.06.2022 Rs.'000	30.06.2023 Rs.'000	30.06.2022 Rs.'000
<b>Issued and fully paid</b>					
47,500,001 Ordinary Shares and a Golden Share which has special rights held by the Secretary to the Treasury		350,000	350,000	350,000	350,000



**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 2023.

4. The major component of Income Tax and Deferred Tax Expenses for the period are as follows.

	Group		Company	
	Unaudited 03 months ended 30.06.2023 Rs.'000	Unaudited 03 months ended 30.06.2022 Rs.'000	Unaudited 03 months ended 30.06.2023 Rs.'000	Unaudited 03 months ended 30.06.2022 Rs.'000
Income Tax	(77,842)	(37,683)	(77,580)	(37,181)
Deferred Tax	(20,732)	(599)	(20,732)	(644)
	<b>(98,574)</b>	<b>(38,282)</b>	<b>(98,312)</b>	<b>(37,825)</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. The directors are continuously monitoring the existing and the anticipated effects of the current economic crisis. The increase in the interest rate has resulted in an increase in finance income while the significant depreciation of the Sri Lankan Rupee too had a positive impact on the Company due to the increase in tea prices. Therefore, competitiveness of Company's products in the international market increased during the period. However, the disruptions in fuel and electricity supply was a challenge but the management proactively took actions to ensure that the operations continue without significant disruptions. The LKR interest rates are expected to decrease marginally in the coming months with the recent policy measures adopted by CBSL. The Company continues to monitor the circumstances of the external environment as well the resultant consequences to develop appropriate measures to manage the future impact on the organization.

8. 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 31.03.2023.

**TALAWAKELLE TEA ESTATES PLC**  
**FIRST TWENTY SHAREHOLDERS AS AT 30.06.2023**

	Name of the Shareholder	No.of Shares as at 30.06.2023	%
1	HAYLEYS PLANTATION SERVICES (PRIVATE) LIMITED	35,500,000	74.74
2	MERRILL J FERNANDO & SONS (PVT) LIMITED	2,369,400	4.99
3	HATTON NATIONAL BANK PLC/K.K. SHUJEEVAN	730,481	1.54
4	MSS INVESTMENTS (PRIVATE) LIMITED	334,621	0.70
5	MR. N.A. WITHANA	224,200	0.47
6	SEZEKA LIMITED	143,485	0.30
7	MR. C. B. WELAGEDARA	136,500	0.29
8	MRS. U. D. D. N. PERERA	133,366	0.28
9	DEDUNU CAPITAL (PRIVATE) LIMITED	133,000	0.28
10	COCOSHELL ACTIVATED CARBON COMPANY (PRIVATE) LIMITED	119,200	0.25
11	MR. T. F. RAHEEM/ MRS. A. MIHILAR	100,000	0.21
12	PMF FINANCE PLC/S. WEERATHUNGA	96,622	0.20
13	MR. P. SOMADASA	89,480	0.19
14	MR. D. N. P. RATHNAYAKE	88,718	0.19
15	MR. R. SENTHILNATHAN	82,996	0.17
16	DIALOG FINANCE PLC/CEYLON INVESTMENT & SECURITIES GROUP (PVT) LTD	79,420	0.17
17	MR. A. J. M. JINADASA	70,000	0.15
18	MRS. S. VASUDEVAN/ MR. S. VASUDEVAN	67,000	0.14
19	SEYLAN BANK PLC/RIZMY AHAMED RISHARD	64,760	0.14
20	MR. W.A.S.N. MILTON	64,179	0.14
	<b>OTHERS</b>	6,872,572	14.47
	<b>TOTAL</b>	47,500,000	100

**Directors Shares holding as at end of 30.06.2023**

<b>Mr. W.G.R. Rajadurai</b>	5,000
<b>Through -Merrill J. Fernando &amp; Sons (Pvt) Ltd</b>	2,369,400
<b>Common Directors- Mr. Merrill J. Fernando</b>	
<b>- Mr. Malik J. Fernando</b>	
<b>- Mr. D. C. Fernando</b>	

## 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 ( Deceased on 20.07.2023)  
Mr.D C Fernando-(Ceased to be an alternate director w.e.f 20.07.2023 (Alternate -Mr.Merrill J Fernando)  
Mr.Malik J Fernando  
Ms. M.D.A. Perera  
Mr.N T Bogahalande  
Mr.S L Athukorala  
Mr.M H Jamaldeen  
Mr.J M Kariapperuma

### 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](mailto:tpl.tea@ttel.hayleys.com)  
website: [www.talawakelleteas.com](http://www.talawakelleteas.com)

### Principal Lines of Business

Cultivation and manufacture of black tea.

## INVESTOR INFORMATION

<b>MARKET VALUE OF SHARES</b>	<b>2023</b>	<b>2022</b>
	<b>Rs.</b>	<b>Rs.</b>
Last traded price on 30.06. ....	<b>95.20</b>	61.40
Highest price recorded for the three months ending	<b>112.00</b>	71.90
Lowest price recorded for the three months ending	<b>81.40</b>	37.10
 <b>RATIOS</b>		
Price Earning Ratio (times)	<b>21.16</b>	9.04
 <b>SHARE TRADING FROM 01ST APRIL, 2023 TO 30TH JUNE, 2023</b>		
No. of transactions	<b>7,581</b>	2,000
No. of shares traded	<b>2,402,846</b>	1,291,789
Value of shares traded (Rs.)	<b>236,280,712</b>	75,715,532
 Public Holding %	 <b>20.26</b>	 20.27
Total Number of shareholders representing the public holding	<b>14,729</b>	14,345
No.of Shares in Stated Capital	<b>47,500,000</b>	47,500,000
 Float Adjusted Market capitalisation as at 30.06.2023 (Rs. '000)	 <b>916,609</b>	 591,174
There were no non-voting shares as at 30th June 2023		
The Company complies with option 5 of the Listing Rules 7.14.1 (i) (a)-less than Rs.2.5Bn Float Adjusted Market Capitalization which requires 20% minimum Public Holding		