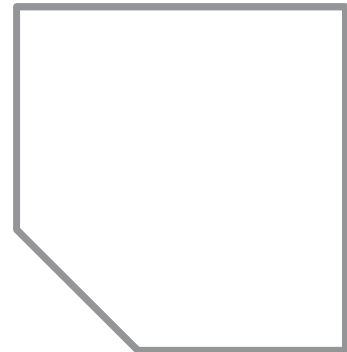
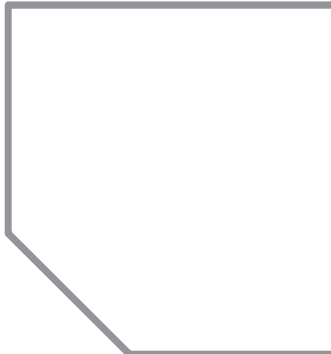
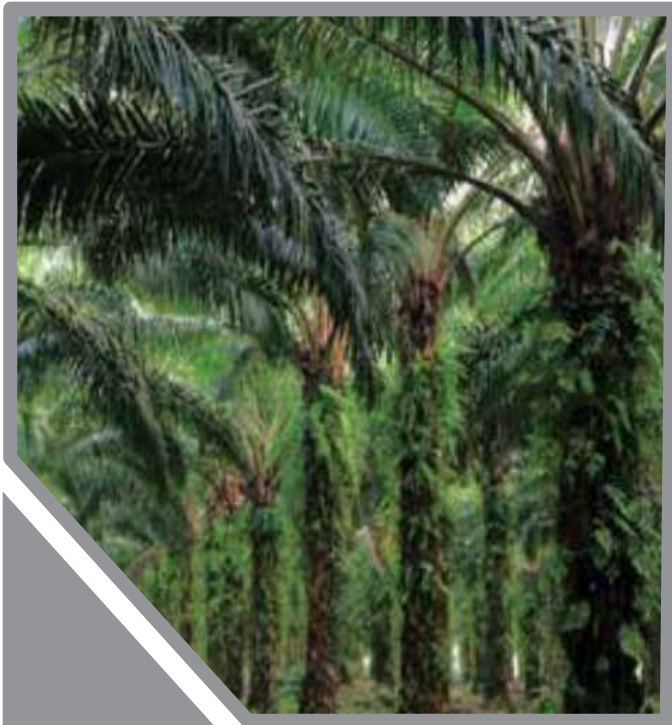




**Goodhope**

A CARSON CUMBERBATCH COMPANY



## Indo-Malay PLC

**Summarised Financial Report  
for the three months ended  
30th June 2019**

## **INDO-MALAY PLC**

### **Review of operations for the period ended 30th June 2019**

The operations of the Company solely consist of the equity investment made in Indonesia (PT Agro Indomas) through Shalimar Developments Sdn. Bhd. (SDSB) and the shares held in Shalimar (Malay) PLC (SMPLC). The Company has not received dividend from its investment for the period under review. The only source of revenue is the interest income earned from the short term deposits.

Accordingly, the Company recorded a loss after tax of Rs. 0.2 mn from operations during the period under review compared to the loss of Rs 0.1 mn recorded in the corresponding period of the previous financial year.

### **Minimum Public Holding**

As previously informed, the Company is not in compliance with the minimum public holding requirements in relation to a Company Listed on the Main Board of the Colombo Stock Exchange (CSE) as per Rule 7.13.1 (a) of the Listing Rules of CSE, due to which the Company was transferred to the 'Watch List' of the CSE in terms of Rule 7.13.2 (b) of the Listing Rules of the CSE with effect from 2nd July 2018. Further, the Company does not meet the minimum public holding requirements for the 'Diri Savi' Board as well. As per the CSE Listing Rules, the Company is given a period of twenty (20) months therefrom to comply with the minimum public holding requirement of the CSE, which will lapse on 28th February 2020. Failure by the Company to comply with the minimum public holding requirement by the aforementioned date may result in a trading suspension on the securities of the company and a referral to the Board of Directors of the CSE for a determination in terms of Rule 11.3 (a) of the Listing Rules of the CSE.

In terms of Rule 7.13.2(h) of the Listing Rules of the CSE, the shareholders were notified of the above-mentioned details at the Annual General Meeting of the Company held on 24th May 2019. The Company also made the necessary market disclosures with regard to same on 24th May 2019, in compliance with Rule 7.13.2 (i) of the Listing Rules of the CSE.

In this regard, we wish to highlight that the objective of the voluntary offer made to all shareholders in 2011 was to acquire the entire minority shareholding as a step towards the consolidation of the oil palm plantation business segment of Carsons Group. The offer documents also mentioned that upon completion of the voluntary offer, the rationale for remaining listed will be evaluated. Since the voluntary offer did not result in the acquisition of the entire minority shareholding, the Company continued to remain listed.

Taking into consideration that a voluntary offer had been made and also considering that there is no requirement for additional capital infusion to the Company and resultantly, there being no plans for issuing of new shares nor a dilution by the majority shareholder, and as previously communicated to shareholders through market disclosures and Annual Reports, the Company would not be in compliance with the said requirements and we would report on the proposed course of action in consultation with the regulator.

**Agro Harapan Lestari (Pvt) Ltd**

Managers

05th August 2019

**INDO-MALAY PLC**  
**Statement of Profit or Loss**

(All figures in Sri Lankan Rupees '000)

	Note	Three months ended		
		30th June		Change
		2019	2018	
<b>Revenue</b>	<b>(Note 3)</b>	<b>720</b>	348	107%
Administrative expenses		<b>(902)</b>	(370)	144%
<b>Loss before tax for the period</b>		<b>(182)</b>	(22)	727%
Income tax expense		-	(97)	-100%
<b>Loss for the period</b>		<b>(182)</b>	(119)	53%
Earnings per ordinary share (expressed in Rs.)		<b>(0.04)</b>	(0.02)	

Statement of comprehensive income	Three months ended		
	30th June		Change
	2019	2018	
<b>Loss for the period</b>	<b>(182)</b>	(119)	53%
<b>Other Comprehensive Income for the period, net of tax</b>	-	-	-
<b>Total comprehensive loss for the period, net of tax</b>	<b>(182)</b>	(119)	53%

*Changes represent the percentage change in current period's results compared to corresponding period of last year.*

*Figures in brackets indicate deductions/negative changes.*

*The above figures are subject to audit.*

**INDO-MALAY PLC**  
**Statement of financial position**

(All figures in Sri Lankan Rupees '000)

	Note	As at 30.06.2019	As at 31.03.2019
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Non-current financial assets	(Note 4)	5,957,773	5,957,773
<b>Total Non- Current Assets</b>		<b>5,957,773</b>	<b>5,957,773</b>
<b>Current Assets</b>			
Prepayments and other receivable		980	165
Income tax receivable		643	643
Short term investments		27,006	26,305
Cash and cash equivalents		17,980	21,120
<b>Total Current Assets</b>		<b>46,609</b>	<b>48,233</b>
<b>Total Assets</b>		<b>6,004,382</b>	<b>6,006,006</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Stated capital	(Note 7)	70,033	70,033
Retained earnings		47,460	47,642
Other reserves		5,819,628	5,819,628
<b>Total Shareholders' Funds</b>		<b>5,937,121</b>	<b>5,937,303</b>
<b>Current Liabilities</b>			
Trade and other payables		473	1,915
Unclaimed dividend		66,788	66,788
<b>Total Current Liabilities</b>		<b>67,261</b>	<b>68,703</b>
<b>Total Liabilities</b>		<b>67,261</b>	<b>68,703</b>
<b>Total Equity and Liabilities</b>		<b>6,004,382</b>	<b>6,006,006</b>
Net Asset per share (Rs.)		<b>1,233.97</b>	1,234.01

I certify that these financial statements are in compliance with the requirements of the Companies Act No. 7 of 2007.

(Sgd.)

**Aneesh Dudeja**

President / Chief Financial Officer

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

Approved & signed for and on behalf of the Managers,

Approved & signed for and on behalf of the Board,

(Sgd.)

(Sgd.)

(Sgd.)

**Rushdi Azeez**

Director

**Agro Harapan Lestari (Pvt) Ltd**

05th August 2019

*The above figures are subject to audit.*

**H. Selvanathan**

Chairman

**M. Selvanathan**

Director

**INDO-MALAY PLC**

**Statement of Changes in Equity**

(All figures in Sri Lankan Rupees '000)

	Stated Capital	Available-for-sale reserve	Fair Value Reserve	Retained Earnings	Total Shareholders' Funds
Balance as at 31st March 2018	70,033	5,622,307	-	44,914	5,737,254
Effect of adoption of SLFRS 9	-	(5,622,307)	5,622,307	-	-
Balance as at 1st April 2018	70,033	-	5,622,307	44,914	5,737,254
Profit for the year	-	-	-	2,728	2,728
Other comprehensive income for the year	-	-	197,321	-	197,321
Total comprehensive income for the year	-	-	197,321	2,728	200,049
Balance as at 31st March 2019	70,033	-	5,819,628	47,642	5,937,303

	Stated Capital	Available-for-sale reserve	Fair Value Reserve	Retained Earnings	Total Shareholders' Funds
Balance as at 31st March 2018	70,033	5,622,307	-	44,914	5,737,254
Effect of adoption of SLFRS 9	-	(5,622,307)	5,622,307	-	-
Balance as at 1st April 2018	70,033	-	5,622,307	44,914	5,737,254
Loss for the period	-	-	-	(119)	(119)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(119)	(119)
Balance as at 30th June 2018	70,033	-	5,622,307	44,795	5,737,135

	Stated Capital	Fair Value Reserve	Retained Earnings	Total Shareholders' Funds
<b>Balance as at 1st April 2019</b>	<b>70,033</b>	<b>5,819,628</b>	<b>47,642</b>	<b>5,937,303</b>
<b>Loss for the period</b>	-	-	(182)	(182)
<b>Other comprehensive income for the period</b>	-	-	-	-
<b>Total comprehensive loss for the period</b>	-	-	(182)	(182)
<b>Balance as at 30th June 2019</b>	<b>70,033</b>	<b>5,819,628</b>	<b>47,460</b>	<b>5,937,121</b>

*The above figures are subject to audit.*

*Figures in brackets indicate deductions/negative changes.*

**INDO-MALAY PLC**  
**Cash Flow Statement**

**For the three months ended 30th June**  
 (All figures in Sri Lankan Rupees '000)

	<b>2019</b>	2018	31.03.2019
Net cash outflows from operating activities	<b>(3,782)</b>	(2,052)	(2,612)
Net cash inflows / (outflows) from investing activities	<b>720</b>	348	(24,163)
Net cash (outflows) / inflows from financing activities	<b>(78)</b>	(528)	11,741
Decrease in cash and cash equivalents	<b>(3,140)</b>	(2,232)	(15,034)
Cash and cash equivalents at the beginning of the period	<b>21,120</b>	36,154	36,154
<b>Cash and cash equivalents at the end of the period</b>	<b>17,980</b>	33,922	21,120
<b>Cash and cash equivalents:</b>			
Cash and bank balances	<b>17,980</b>	17,718	17,572
Short-term deposits	-	16,204	3,548
	<b>17,980</b>	33,922	21,120

*The above figures are subject to audit.*

## INDO-MALAY PLC

### 1. Basis of preparation of Summarised Financial Report

The interim condensed financial statements have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting. These interim condensed financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2019.

Further, provisions of the Companies Act no.7 of 2007 have been considered in preparing the interim financial statements of the Company.

### 2. Accounting policies

The same accounting policies and methods of computation as stated in the annual financial statements for the year ended 31st March 2019 are followed in the preparation of these Interim Condensed Financial Statements except for the changes required due to adoption of new Standards which is disclosed under Note 2.1 below.

The comparative information have been reclassified wherever necessary to conform to the current year classification.

#### 2.1 New Standards effective from 01st January 2019

##### 2.1.1 Adoption of SLFRS 16 - Leases

SLFRS 16 introduces a single, on - balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are optional exemptions for short-term leases and leases of low value items. Lessor accounting remains similar to the current standard - i.e. lessors continue to classify lease as finance or operating leases.

Based on the assessment performed, the Company concluded that SLFRS 16 does not have an impact on Company's Financial Statements.

### 3. Revenue

#### For the three months ended 30th June

	2019 Rs'000	2018 Rs'000
<b>External Revenue</b>		
Interest income	720	348
	<u>720</u>	<u>348</u>

### 4. Fair Value Measurement

The following table provides the fair value measurement hierarchy of the Company's financial assets which are stated as fair values.

Fair value measurement hierarchy for financial assets as at 30th June 2019 and 31st March 2019 are as follows :

		<b>Fair value measurement using</b>			
			<b>Quoted</b>	<b>Significant</b>	<b>Significant</b>
			<b>prices in</b>	<b>observable</b>	<b>unobservable</b>
			<b>active</b>	<b>inputs</b>	<b>inputs</b>
			<b>markets</b>	<b>(Level 2)</b>	<b>(Level 3)</b>
			<b>(Level 1)</b>		
			<b>Total</b>		
		<b>Date of valuation</b>			
<b>Non Current Financial Assets</b>					
<b>Measured at Fair Value:</b>					
<b>As at 30th June 2019</b>					
<b><u>Equity Investments at Fair Value through OCI (FVOCI)</u></b>					
<b><u>Quoted equity shares</u></b>					
Shalimar (Malay) PLC (Note 5(b))	30th June 2019	178,885	178,885	-	-
<b><u>Unquoted Equity Shares</u></b>					
Shalimar Developments Sdn.Bhd. (Note 5(a))	31 December 2018	5,778,888	-	-	5,778,888
<b>FVOCI financial assets as at 30th June 2019</b>		<b>5,957,773</b>	<b>178,885</b>	<b>-</b>	<b>5,778,888</b>
<b>As at 31st March 2019</b>					
<b><u>Equity Investments at Fair Value through OCI (FVOCI)</u></b>					
<b><u>Quoted equity shares</u></b>					
Shalimar (Malay) PLC (Note 5(b))	31st March 2019	178,885	178,885	-	-
<b><u>Unquoted Equity Shares</u></b>					
Shalimar Developments Sdn.Bhd. (Note 5(a))	31 December 2018	5,778,888	-	-	5,778,888
<b>FVOCI financial asset as at 31st March 2019</b>		<b>5,957,773</b>	<b>178,885</b>	<b>-</b>	<b>5,778,888</b>

## INDO-MALAY PLC

### 5. Non-current financial assets

#### a). Equity Investments at Fair Value through OCI - Unquoted Equity Shares

The Company holds a 13.33% equity investment (2019: 13.33%) in Shalimar Development Sdn. Bhd. (SDSB), an investment holding company incorporated in Malaysia. The sole equity investment of SDSB is in PT Agro Indomas (PTAI), an oil palm plantation company based in Indonesia, in which it has a controlling interest. The Company has designated its investment in SDSB as a financial assets classified under Fair Value Through OCI, and is measured at fair value.

The Company obtained the services of PricewaterhouseCoopers Advisory Services Sdn. Bhd., Malaysia (PwC) to carry out an independent indicative fair market valuation of the equity interest in the unquoted investment in SDSB as at valuation date of 31 December 2018. Unquoted equity shares of Shalimar Developments Sdn. Bhd. has been valued based on adjusted net asset basis. Such net assets represent the investment value of PT Agro Indomas (PTAI) which was determined based on income approach using discounted cash flow method.

The fair value of the equity investment of SDSB in PTAI has been valued based on the following key assumptions/bases:

- Estimated economic life of the oil palm plantations of PTAI is 26 years (including the immature period).
- Consider one planting cycle (i.e. no replantation at the end of the economic life).
- Yield per hectare based on year of planting, maturity profile and terrain.
- CPO ex-mill prices in FY2019 and FY2020 are projected at USD 468/MT and USD 489/MT, respectively, which eventually reaches a peak of USD 702/MT in FY 2031.
- Weighted average cost of capital (WACC) of 14%.
- Indonesian corporate taxation rate at 25% p.a.
- Inflation assumed approximately 3.8% p.a.

#### Sensitivity of the key assumptions used

The significant unobservable inputs used in the above fair value measurement categorised within Level 3 of the fair value hierarchy (Note 04) together with a quantitative sensitivity analysis are as shown below:

The below values are based on 13.33% (2018: 13.33%) equity stake in SDSB and base case is at WACC of 14%.

	WACC		CPO ex – mill price		Yield	
	1% Increase Rs'000	1% Decrease Rs'000	5% Increase Rs'000	5% Decrease Rs'000	5% Increase Rs'000	5% Decrease Rs'000
Effect of fair value in unquoted equity shares in SDSB designated as Financial Assets classified under FVOCI	(642)	694	2,476	(2,476)	1,307	(1,244)

#### b). Equity Investments at Fair Value through OCI - Quoted Equity Shares

The Company holds a non-controlling interests of 2.21% (March 2019 : 2.21%) in Shalimar (Malay) PLC. The fair value of the said investment is determined by reference to published price quotations in the Colombo Stock Exchange.

### 6. Contingent Liabilities, Assets Pledged & Events After the Reporting Period

#### 6.1 Contingent Liabilities

There are no material contingent liabilities as at the reporting date.

#### 6.2 Assets Pledged

There were no assets pledged as at the reporting date.

#### 6.3 Events After the Reporting Period

There were no any circumstances which required adjustment to or disclosures in these interim condensed Financial Statements.

### 7. Stated Capital

Stated capital of the company consists of,

Fully paid ordinary shares (voting)

As at 30.06.2019	As at 31.03.2019
<b>4,811,400</b>	4,811,400



## INDO-MALAY PLC

### 8. Related Party Transactions

#### 8.1 Recurrent Related Party Transactions

##### 8.1.1 Secretarial Fee

The Secretarial fee charged by Carsons Management Services (Private) Limited of Rs.0.06 mn (30th June 2019 : Rs.0.06 mn ) has been charged in arriving at the loss before income tax for the period ended 30th June 2019.

All the above recurrent related party transactions have been conducted on agreed commercial terms with the respective parties on an arm's length basis.

#### 8.2 Non-Recurrent Related Party Transactions

There are no non-recurrent related party transactions for the period ended 30th June 2019.

### 9. Going Concern

The financial statements of the Company have been prepared on a going concern basis as the Company continues to hold its main investment in SDSB. The directors have a reasonable expectation that the Company's investment segment operation will continue for the foreseeable future.

## INVESTOR INFORMATION

### Share information

Highest price per share (Rs.)  
Lowest price per share (Rs.)  
Last traded price (Rs.)  
Volume traded (No. of shares)

	Quarter ended		Year ended
	30.06.2019	30.06.2018	31.03.2019
Highest price per share (Rs.)	<b>1,473.40</b>	1,494.90	1,620.00
Lowest price per share (Rs.)	<b>1,000.00</b>	980.10	977.10
Last traded price (Rs.)	<b>1,300.00</b>	1,300.00	1,300.00
Volume traded (No. of shares)	<b>9</b>	47	178

**INDO-MALAY PLC****Additional Notes****I Names and the Number of Shares (voting) held by the top 20 shareholders as at 30th June 2019.**

	<b>Name of Shareholders</b>	<b>Number of Shares</b>	<b>%</b>
1	Goodhope Asia Holdings Ltd	4,192,867	87.14
2	Mr. R. Chandra (Decd)	148,052	3.08
3	Mr. S.R. Dean	64,540	1.34
4	Mr. R.T. Stoneham	36,546	0.76
5	Mrs. I. Raymond	33,746	0.70
6	Ms. M.E. Turner	33,590	0.70
7	Mr. F.W. Obeyesekere (Decd)	24,882	0.52
8	Mrs. B.F. Guzdar	23,328	0.48
9	Mr. C.S.A. Perera	20,080	0.42
10	Mrs. A. Ohman (Decd)	19,440	0.40
11	Mr. D. Thomson (Decd)	15,552	0.32
12	Mr. R.G. Bartholomew (Decd)	15,552	0.32
13	Mr. D.D. Dubash	15,552	0.32
14	Mr. R. Prasada Singh (Decd)	15,552	0.32
15	Mr D.S. Cameron	15,552	0.32
16	Mr. N.J.P. Hewett	13,372	0.28
17	Mrs M.D. Abeysuriya	12,960	0.27
18	Mr. J.M. Urquhart (Decd)	9,330	0.19
19	Admin.of the estate of E.Ramiah (Decd)	8,396	0.17
20	MRS. R.T. Allbon	7,776	0.16
21	MR. W.F.J. Deutrom	7,776	0.16
		<b>4,734,441</b>	<b>98.40</b>

**II Ordinary Shares of the Company held by the public as at 30th June 2019 are as follows;**

Number of public shareholders	<b>336</b>
Percentage of public holding	<b>12.85%</b>
Float adjusted market capitalization (Rs.)	<b>803,744,370</b>

The Company is not in compliance with the minimum public holding requirements set out in Rule 7.13.1 (a) of the Listing Rules of the Colombo Stock Exchange.

**III Directors shareholdings as at 30th June 2019**

<b>Name of Director</b>	<b>Number of Shares</b>
Mr. H. Selvanathan	-
Mr. M. Selvanathan	1
Mr. I. Paulraj	-
Mr. D.C.R.Gunawardena	-
Mr. Sanjiv Alles	-
Mr. S. Mahendrarajah (Director & Alternate Director to I.Paulraj)	75

**IV PT Agro Indomas, the Company's investment made through Shalimar Developments Sdn. Bhd. (Investment vehicle in Malaysia) is located in Kalimantan province, Indonesia. The total land area of PT Agro Indomas is approximately 26,981 Ha.**

Operational performance information is given below.

<b>Operational performance indicators</b>	<b>2019 June</b>	<b>2018 June</b>
Crop Production (MT)	<b>171,780</b>	180,290
CPO (MT)	<b>33,324</b>	33,845
PK (MT)	<b>7,730</b>	7,622
CPO Ex Mill Price (US\$)	<b>446</b>	542
FFB Yeild (MT per Hectare)	<b>5.47</b>	7.09
CPO/ Ha (MT)	<b>1.09</b>	1.32
Milling Capacity (MT per Hour)	<b>225</b>	225

MT-Metric Tones

## CORPORATE INFORMATION

**Name of the Company**

Indo - Malay PLC

**Company Registration No.**

PQ 45

**Legal Form**

A Public Quoted Company with Limited Liability  
Incorporated in Sri Lanka in 1906.

**Directors**

Hariharan Selvanathan (Chairman)  
Manoharan Selvanathan  
Israel Paulraj  
D. Chandima R. Gunawardena  
Sanjiv Alles  
Subramaniam Mahendrarajah - Director & Alternate Director  
for Israel Paulraj

**Bankers**

Standard Chartered Bank  
Commercial Bank of Ceylon PLC  
Deutsche Bank

**Auditors of the Company**

Messrs. Ernst & Young  
Chartered Accountants  
201, De Saram Place  
Colombo 10  
Sri Lanka.  
Tel: + 94 11 2463500  
Fax: + 94 11 2697369

**Managers**

Agro Harapan Lestari (Pvt) Ltd  
Level 20  
East Tower  
World Trade Centre  
Echelon Square  
Colombo 01  
Sri Lanka.  
Tel : +94 114357777  
Fax : +94 114357788

**Secretaries**

Carsons Management Services (Private) Limited.  
61, Janadhipathi Mawatha  
Colombo 01  
Sri Lanka.  
Tel: +94 11 2039200  
Fax: +94 11 2039300

**Registered Office**

61, Janadhipathi Mawatha  
Colombo 01  
Sri Lanka.  
Tel: +94 11 2039200  
Fax: +94 11 2039300

**Corporate Website**

[www.goodhopeholdings.com](http://www.goodhopeholdings.com)

**Holding Company**

Goodhope Asia Holdings Ltd

**Ultimate Parent & Controlling Entity**

Bukit Darah PLC