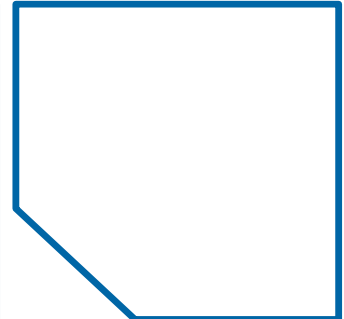
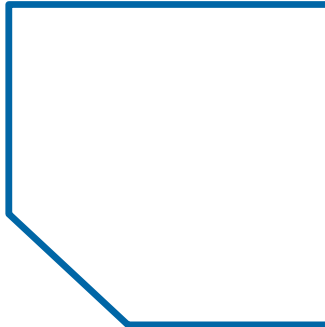




Goodhope

A CARSON CUMBERBATCH COMPANY



Shalimar (Malay) PLC

Summarised Financial Report
for the year ended
31st March 2017

SHALIMAR (MALAY) PLC
Statement of Profit or Loss

(All figures in Sri Lankan Rupees '000)

	Note	Quarter ended			Year ended		
		31st March			31st March		
		2017	2016	Change	2017	2016	Change
		*(Restated)	%		*(Restated)	%	
Continuing operations							
Revenue	(Note 03)	1,305	108	1108%	1,560	647	141%
Other Income and Gains		-	358		-	358	100%
Profit before tax for the period from continuing operations		1,305	467	180%	1,560	1,005	55%
Income tax expense		(337)	(90)	274%	(400)	(150)	167%
Profit for the period from continuing operations		968	377	157%	1,160	855	36%
Discontinued operations							
Profit for the period from Operations (Net of Tax)	(Note 5.1)	10,746	1,984	442%	44,451	56,435	-21%
Profits from disposal of Overseas plantation assets (Net of Tax)	(Note 5.1)	3,114	-	100%	2,572,445	-	100%
Transfer from translation reserve on discontinued Overseas Branch operations	(Note 5.1)	(68,781)	-	100%	(404,827)	-	100%
Total profit after tax for the period from discontinued operations		(54,920)	1,984	-2868%	2,212,069	56,435	3820%
Profit / (Loss) for the period		(53,952)	2,361	-2385%	2,213,229	57,290	3763%
Earnings per ordinary share (Rs.)		(10.00)	0.34		326.25	8.26	
Earnings Per Share from Continuing Operations (Rs.)		0.17	0.05		0.17	0.12	
Earnings Per Share from Discontinued Operations (Rs.)		(10.17)	0.29		326.08	8.14	

Statement of Comprehensive Income

	Quarter ended			Year ended		
	31st March			31st March		
	2017	2016	Change	2017	2016	Change
	*(Restated)	%		*(Restated)	%	
Profit / (Loss) for the period	(53,952)	2,361	-2385%	2,213,229	57,290	3763%
Other comprehensive income						
Other Comprehensive Income/(Loss) to be reclassified to profit or loss in subsequent periods						
Exchange Differences on translation of Financials of Foreign Operations	(50,619)	125,045	-140%	(186,655)	32,542	-674%
Transfer of translation reserve on discontinued Overseas Branch operations to the Statement of Profit or Loss	68,779	-	100%	404,827	-	100%
Gain on Change in Fair Value of Available - For -Sale Financial Assets	372,870	653,967	-43%	372,870	1,079,227	-65%
Net other Comprehensive Income/(Loss) to be reclassified to profit or loss in subsequent periods	391,030	779,012	-50%	591,042	1,111,769	-47%
Other Comprehensive Income/(Loss) not to be reclassified to profit or loss in subsequent periods						
Actuarial Gain/ (Loss) on Defined Benefit Plan	-	232	0%	-	232	0%
Income tax effect	-	(56)	0%	-	(56)	0%
Net other Comprehensive Income/(Loss) not to be reclassified to profit or loss in subsequent periods	-	176	0%	-	176	0%
Other Comprehensive Income/(Loss) for the period, net of tax	391,030	779,188	-50%	591,042	1,111,945	-47%
Total other comprehensive income for the period, net of tax	337,078	781,549	-57%	2,804,271	1,169,235	140%

* Prior period figures have been restated consequent to the adoption of LKAS 16 Property Plant and Equipment and LKAS 41 Agriculture with effect from 1st April 2016 as more fully explained in note 4 to the financial statements.

Further, with the disposal of the Malaysian Plantations Assets, the results of the comparative period too has been reclassified under discontinued operations as explained in Note 5 to the financial statements.

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.

SHALIMAR (MALAY) PLC

Statement of financial position

(All figures in Sri Lankan Rupees '000)

	Note	As at 31.03.2017	As at 31.03.2016	As at 01.04.2015
			*(Restated)	*(Restated)
ASSETS				
Non-Current Assets				
Property, plant & equipment		-	1,380,425	1,346,918
Bearer Plants	(Note 4)	-	58,105	60,782
Non-current financial assets	(Note 6)	5,374,448	5,001,578	3,922,351
Total Non- Current Assets		5,374,448	6,440,108	5,330,051
Current Assets				
Inventories		-	733	231
Trade and other receivables		-	21,486	24,870
Advances and Prepayments		531	1,351	577
Taxation recoverable		-	-	4,226
Cash and cash equivalents		239,921	12,813	43,154
Total Current Assets		240,452	36,383	73,058
Total Assets		5,614,900	6,476,491	5,403,109
EQUITY AND LIABILITIES				
Equity				
Stated capital	(Note 9)	69,401	69,401	69,401
Retained earnings		63,507	153,437	202,762
Other reserves		5,282,614	6,215,465	5,105,490
Total Shareholders' Funds		5,415,522	6,438,303	5,377,653
Non-Current Liabilities				
Deferred tax liabilities	(Note 4)	-	16,516	17,115
Retirement benefit obligations	(Note 4)	-	2,870	2,674
Total Non- Current Liabilities		-	19,386	19,789
Current Liabilities				
Trade and other payables		19,899	8,238	2,738
Tax Payable		2,472	2,941	2,546
Unclaimed dividend	(Note 13)	177,007	7,623	383
Total Current Liabilities		199,378	18,802	5,667
Total Equity and Liabilities		5,614,900	6,476,491	5,403,109
Net Asset per ordinary share (Rs.)		1,003.28	932.54	778.91

* Prior period figures have been restated consequent to the adoption of LKAS 16 Property Plant and Equipment and LKAS 41 Agriculture with effect from 1st April 2016 as more fully explained in note 4 to the financial statements.

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

(Sgd.)

C.S. Karunasena

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.)

M.R. Jiffrey

Director

Agro Harapan Lestari Sdn. Bhd.

24th April 2017

(Sgd.)

H. Selvanathan

Chairman

(Sgd.)

P. C. P. Tissera

Director

The above figures are subject to audit.

SHALIMAR (MALAY) PLC
Statement of Changes in Equity
(All figures in Sri Lankan Rupees '000)

Stated Capital	Capital Reserves	Currency Translation Reserve	Available-for-sale reserve	Retained Earnings	Total Shareholders' Funds
		*(Restated)		*(Restated)	*(Restated)
Balance as at 1st April, 2015 as previously reported	69,401	1,523,893	(248,920)	3,830,517	5,482,475
Effect of adoption of amendments to LKAS 41 & LKAS 16	-	-	-	(104,822)	(104,822)
Balance as at 1st April, 2015 (restated)	69,401	1,523,893	(248,920)	3,830,517	5,377,653
Super gain tax expense	-	-	-	(33,562)	(33,562)
Balance as at 1st April, 2015 (restated)	69,401	1,523,893	(248,920)	3,830,517	5,344,091
Profit for the year from continuing operations	-	-	-	855	855
Profit for the year from discontinued operations	-	-	-	56,435	56,435
Other comprehensive income/(loss) for the year	-	-	30,748	1,970	1,111,945
Total comprehensive income/(loss) for the year	-	-	30,748	59,260	1,169,235
Final Ordinary Dividend -2014/15	-	-	-	(24,707)	(24,707)
Interim Dividend 2015/16	-	-	-	(50,316)	(50,316)
Balance as at 31st March 2016	69,401	1,523,893	(218,172)	4,909,744	6,438,303

Stated Capital	Capital Reserves	Currency Translation Reserve	Available-for-sale reserve	Retained Earnings	Total Shareholders' Funds
		*(Restated)		*(Restated)	*(Restated)
Balance as at 1st April, 2016 (restated)	69,401	1,523,893	(218,172)	4,909,744	6,438,303
Profit for the year from continuing operations	-	-	-	1,160	1,160
Profit for the year from discontinued operations	-	-	-	2,212,069	2,212,069
Exchange Differences on translation of Financials of Foreign Operations	-	-	(186,655)	-	(186,655)
Gain/(Loss) on Change in Fair Value of Available - For -Sale Financial Assets	-	-	-	372,870	372,870
Transfer of translation reserve on discontinued Overseas Branch operations to the Statement of Profit or Loss	-	-	404,827	-	404,827
Other Comprehensive Income/(Loss) for the period	-	-	218,172	372,870	591,042
Total Comprehensive Income/(Loss) for the period	-	-	218,172	372,870	2,213,229
Realization of revaluation reserve due to disposal of Malaysian property	-	(1,523,893)	-	1,523,893	-
Share Repurchase (Note 9)	-	-	-	(3,544,376)	(3,544,376)
Transaction cost on Share Repurchase	-	-	-	(2,173)	(2,173)
First Interim dividend -2016/17	-	-	-	(236,240)	(236,240)
Second Interim dividend -2016/17	-	-	-	(44,263)	(44,263)
Balance as at 31st March 2017	69,401	-	-	5,282,614	5,415,522

* Prior period figures have been restated consequent to the adoption of LKAS 16 Property Plant and Equipment and LKAS 41 Agriculture with effect from 1st April 2016 as more fully explained in note 4 to the financial statements.

The above figures are subject to audit.

Figures in brackets indicate deductions/negative changes

SHALIMAR (MALAY) PLC**Cash Flow Statement****For the year ended 31st March**

(All figures in Sri Lankan Rupees '000)

	2017	31.03.2016
		*(Restated)
Net cash inflows/(outflows) from operating activities	(28,753)	37,027
Net cash inflows from investing activities	3,893,870	647
Net cash outflows from financing activities	(3,638,009)	(68,015)
Increase/(Decrease) in cash and cash equivalents	227,108	(30,341)
Cash and cash equivalents at the beginning of the year	12,813	43,154
Cash and cash equivalents at the end of the year	239,921	12,813
Cash and cash equivalents:		
Cash and bank balances (Note A)	190,220	10,172
Short-term deposits	49,701	2,641
	239,921	12,813

Note A :

Cash & bank balance includes Rs. 176.97 Mn of unclaimed dividend as explained in Note 13 to the financial statements.

* Prior period figures have been restated consequent to the adoption of LKAS 16 Property Plant and Equipment and LKAS 41 Agriculture with effect from 1st April 2016 as more fully explained in note 4 to the financial statements.

Further, with the disposal of the Malaysian Plantations Assets, the results of the comparative period too has been reclassified under discontinued operations as explained in Note 5 to the financial statements.

The above figures are subject to audit.

SHALIMAR (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 2016 , Note 04 and Note 05 disclosed below on adoption of amendments to LKAS 41 & LKAS 16 and Non-Current Assets Held For Sale and Discontinued Operations.

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 2016 are followed in the preparation of these Interim Condensed Financial Statements except for the Note 4 and Note 5 disclosed below.

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

3. Revenue

Revenue details are given in the segmental analysis in note 15 to the Summarised Financial Report.

4. Adoption of Amendments to LKAS 41 and LKAS 16

The Company adopted the amendments to LKAS 41 and LKAS 16 with effect from 01 April 2016. Under the amendments, biological assets that meet the definition of bearer plants will no longer be within the scope of LKAS 41. Instead, bearer plants will be measured under LKAS 16 at accumulated cost (before maturity) using the cost model (after maturity). These amendments have been applied retrospectively.

SHALIMAR (MALAY) PLC

4. Adoption of Amendments to LKAS 41 and LKAS 16 (Contd.)

4.1 Reconciliation of Equity

	As at 31/03/2016			As at 01/04/2015 (Transition date)		
	As previously reported	Adoption of Amendment to LKAS 41 and LKAS 16	As restated	As previously reported	Adoption of Amendment to LKAS 41 and LKAS 16	As restated
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
ASSETS						
Non-Current Assets						
Property, plant & equipment	1,380,425	-	1,380,425	1,346,918	-	1,346,918
Biological assets	230,490	(230,490)	-	198,706	(198,706)	-
Bearer Plants	-	58,105	58,105	-	60,782	60,782
Non-current financial assets	5,001,578	-	5,001,578	3,922,351	-	3,922,351
Total Non- Current Assets	6,612,493	(172,385)	6,440,108	5,467,975	(137,924)	5,330,051
Current Assets						
Inventories	733	-	733	231	-	231
Trade receivables	21,486	-	21,486	24,870	-	24,870
Advances and Prepayments	1,351	-	1,351	577	-	577
Taxation recoverable	-	-	-	4,226	-	4,226
Cash and cash equivalents	12,813	-	12,813	43,154	-	43,154
Total Current Assets	36,383	-	36,383	73,058	-	73,058
Total Assets	6,648,876	(172,385)	6,476,491	5,541,033	(137,924)	5,403,109
EQUITY AND LIABILITIES						
Equity						
Stated capital	69,401	-	69,401	69,401	-	69,401
Retained earnings	276,974	(123,537)	153,437	307,584	(104,822)	202,762
Other reserves	6,222,941	(7,476)	6,215,465	5,105,490	-	5,105,490
Total Shareholders' Funds	6,569,316	(131,013)	6,438,303	5,482,475	(104,822)	5,377,653
Non-Current Liabilities						
Deferred tax liabilities	57,889	(41,372)	16,516	50,217	(33,102)	17,115
Retirement benefit obligations	2,870	-	2,870	2,674	-	2,674
Total Non Current Liabilities	60,759	(41,372)	19,386	52,891	(33,102)	19,789
Current Liabilities						
Trade and other payables	8,658	-	8,658	5,284	-	5,284
Taxation Payable	2,521	-	2,521	-	-	-
Unclaimed dividend	7,623	-	7,623	383	-	383
	18,802	-	18,802	5,667	-	5,667
Total Liabilities	79,560	(41,372)	38,188	58,558	(33,102)	25,456
Total Equity and Liabilities	6,648,876	(172,385)	6,476,491	5,541,033	(137,924)	5,403,109

SHALIMAR (MALAY) PLC

4. Adoption of Amendments to LKAS 41 and LKAS 16 (Contd.)

4.2 Reconciliation of Total Comprehensive Income for the quarter ended and year ended 31st March 2016.

	For the Quarter ended				For the year ended			
	As previously reported	Adoption of Amendment to LKAS 41 and LKAS 16	Reclassification as discontinued operations	As restated	As previously reported	Adoption of Amendment to LKAS 41 and LKAS 16	Reclassification as discontinued operations	As restated
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	40,479	-	(40,371)	108	168,512	-	(167,865)	647
Direct operating costs	(13,136)	(670)	13,806	-	(49,590)	(2,677)	52,267	-
Gross profit	27,343	(670)	(26,565)	108	118,922	(2,677)	(115,598)	647
Gain arising from changes in fair value of Biological Assets	9,710	(9,710)	-	-	24,308	(24,308)	-	-
Other income and gains	358	-	-	358	358	-	-	358
Administrative expenses	(19,361)	-	19,361	-	(38,656)	-	38,656	-
Finance Cost	(233)	-	233	-	(233)	-	233	-
Profit before income tax	17,817	(10,380)	(6,971)	466	104,699	(26,985)	(76,709)	1,005
Income tax expense	(7,567)	2,491	4,987	(88)	(26,900)	6,476	20,274	(150)
Profit for the period from Continuing operations	10,250	(7,889)	(1,984)	378	77,799	(20,509)	(56,435)	855
Profit after tax for the period from discontinued operations	-	-	1,984	1,984	-	-	56,435	56,435
Profit for the period	10,250	(7,889)	-	2,361	77,799	(20,509)	-	57,290
Other comprehensive income								
Other Comprehensive Income/(Loss) to be reclassified to profit or loss in subsequent periods								
Exchange Differences on translation of Financials of Foreign Operations	140,731	(15,686)	-	125,045	38,224	(5,682)	-	32,542
Gain/(Loss) on Change in Fair Value of Available - For -Sale Financial Assets	653,967	-	-	653,967	1,079,227	-	-	1,079,227
Net other Comprehensive Income/(Loss) to be reclassified to profit or loss in subsequent periods	794,698	(15,686)	-	779,012	1,117,451	(5,682)	-	1,111,769
Other Comprehensive Income/(Loss) not to be reclassified to profit or loss in subsequent periods								
Actuarial Gain/ (Loss) on Defined Benefit Plan	232.00	-	-	232	232	-	-	232
Income tax effect	(56.00)	-	-	(56)	(56)	-	-	(56)
Net other Comprehensive Income/(Loss) not to be reclassified to profit or loss in subsequent periods	176	-	-	176	176	-	-	176
Other Comprehensive Income for the period, net of tax	794,874	(15,686)	-	779,188	1,117,627	(5,682)	-	1,111,945
Total comprehensive income for the period, net of tax	805,124	(23,575)	-	781,549	1,195,426	(26,191)	-	1,169,235

SHALIMAR (MALAY) PLC

5. Non-Current Assets Held For Sale and Discontinued Operations

The Company obtained all relevant regulatory approvals in Sri Lanka and Malaysia in respect of the sale of Plantation property and the net sales proceeds from the sale of its plantation property were received by the Company.

Subsequent to Shareholder approval, the Company distributed all the net sale proceeds through a repurchase of shares and an interim dividend to the Shareholders. Out of the Disposal Proceeds received, total sum of Rs. 3,544,375,968/- was distributed through a share repurchase and the balance amounting to Rs. 236,240,323 was distributed as first interim dividend to the Shareholders.

The results of the discontinued Malaysian branch operations (Oil Palm Plantations Segment) included in the profit for the period are set out below. The comparative profit and cash flows from discontinued operations have also been represented to include those operations classified as discontinued in the current period.

5.1. Profit for the period from discontinued operations

	Quarter ended		Year ended	
	31.03.2017 Rs. '000	31.03.2016 Rs. '000	31.03.2017 Rs. '000	31.03.2016 Rs. '000
		*(Restated)		*(Restated)
Revenue from Sale of Fresh Fruit Bunches (FFB)	-	40,371	80,050	167,865
Direct operating costs	2	(13,806)	(23,581)	(52,267)
Gross profits	2	26,565	56,469	115,598
Other income and gains	732	-	6,220	-
Administrative expenses	10,678	(19,358)	(5,433)	(38,656)
Finance Expense	-	(233)	(3)	(233)
Profit before tax from operations	11,412	6,974	57,253	76,709
Income tax expense	(666)	(4,990)	(12,802)	(20,274)
Profit for the period from operations	10,746	1,984	44,451	56,435
Profits from disposal of Overseas plantation assets (Net of tax)	3,114	-	2,572,445	-
Transfer from translation reserve on discontinued Overseas Branch operations	(68,780)	-	(404,827)	-
	(65,666)	-	2,167,618	-
Total profit for the period from discontinued operations	(54,920)	1,984	2,212,069	56,435
Earning per share from discontinued operations	(10.17)	0.29	326.08	8.14

Segment information related to discontinued operations are disclosed under Note 15.

SHALIMAR (MALAY) PLC

5. Non-Current Assets Held For Sale and Discontinued Operations (Contd.)

5.2 The net cash flows from discontinued operations

	31.03.2017 Rs. '000	31.03.2016 Rs. '000
Net Cash Inflows from Operating Activities	(28,659)	70,631
Net Cash Outflows from Investing Activities	3,892,310	-
Net Cash Outflows from Financing Activities	(3)	(233)
Net Cash Inflows/Outflows	<u>3,863,648</u>	<u>70,398</u>

6. 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 31st March 2017 and 31st March 2016 are as follows :

(All figures in Sri Lankan Rupees '000)		Fair value measurement using			
		Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs	
Non Current Financial Assets Measured at Fair Value:	Date of valuation	Total	(Level 1)	(Level 2)	(Level 3)
As at 31st March 2017					
Available-For-Sale financial assets (AFS)					
<u>Unquoted Equity Shares</u>					
Shalimar Developments Sdn.bhd.	(Note 7) December 2016	5,374,448	-	-	5,374,448
AFS financial assets as at 31st March 2017		5,374,448	-	-	5,374,448
As at 31st March 2016					
Available-For-Sale financial assets					
<u>Unquoted Equity Shares</u>					
Shalimar Developments Sdn.bhd.	(Note 7) December 2015	5,001,578	-	-	5,001,578
AFS financial assets as at 31 March 2016		5,001,578	-	-	5,001,578

7. Non-current financial assets

Available-for-sale investment - Unquoted Equity Shares

The Company holds a 13.33% equity investment (2016: 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 an available-for-sale investment and is measured at fair value, the basis of which is detailed below.

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 2016. The primary approach adopted was the Income Approach using discounted cash flows method.

Accordingly, the unquoted investment in SDSB of the Company has been valued based on the following key assumptions/bases:

- Estimated economic life of PTAI's oil palm plantations is 26 years (including the immature period).
- Considered one planting cycle (i.e. no replanting at the end of the economic life).
- CPO ex-mill prices are projected at USD 525/MT in 2016/17 and stabilise at USD 724/MT.
- Yield per hectare based on year of planting, maturity profile and terrain.
- Weighted average cost of capital (WACC) range of 12% to 13%.
- Indonesian Corporate Taxation rate of 25% p.a.
- Inflation assumed at approximately 4% to 5% p.a.

SHALIMAR (MALAY) PLC

7. Non-current financial assets (Contd.)

Available-for-sale investment - Unquoted Equity Shares (Contd.)

The significant unobservable inputs used in the above fair value measurement categorised within Level 3 of the fair value hierarchy (Note 6) together with a quantitative sensitivity analysis are as shown below:

The below values are based on 13.33% equity stake in SDSB and base case is at WACC of 12.5%.

	Discount Rate (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 of unquoted equity shares in SDSB designated as Assets Available for Sale	(902)	969	2,238	(2,238)	1,737	(1,737)

8. Contingent Liabilities, Events After the Reporting Period and Assets Pledged

8.1 Contingent Liabilities

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

8.2 Events After the Reporting Period

There were no other circumstances have arisen, which would require adjustments to or disclosure in this interim condensed Financial Statements.

8.3 Assets Pledged

There were no assets pledged as at the reporting date.

9. Stated Capital

Stated capital of the company consists of,

Fully paid number of ordinary shares (voting)

Note 9.1

As at 31.03.2017	As at 31.03.2016
<u>5,397,840</u>	<u>6,940,080</u>

Note 9.1

As explained in Note 5 and further to the market disclosure made and obtaining the shareholder and regulatory approval, the Company disposed of its plantation assets in Malaysia and distributed the net sales proceeds to the shareholders. Share repurchase offer was made to the shareholders as a primary means of distribution. Accordingly, the company offered maximum of 1,542,240 shares for repurchase on the basis of 02 shares for every 09 shares held at a price per share of Rs. 2,298.20. The repurchase offer was opened from 29th December 2016 to 06th January 2017. The Company also obtained the approval of the shareholders on 16th November 2016 for the payment of consideration to the shareholders for the repurchase offer, as a major transaction in terms of section 185 of the Companies Act, No 07 of 2007.

Accordingly, the Company repurchased 1,542,240 shares which was the maximum number of shares offered for repurchase which comprised of 1,540,540 entitled shares and 1,700 additional shares and the Company distributed Rs. 3,544.38 Mn to the shareholders on account of the share repurchase. The repurchased shares have been cancelled and consequently the number of ordinary shares of the Company outstanding as at 31st March 2017 is 5,397,840.

Accordingly, the weighted average number of shares held during the year was considered to compute EPS for the year ended 31st March 2017

SHALIMAR (MALAY) PLC

10. Exchange Rates

The Financial Statements are presented in Sri Lankan Rupees, which is the company's presentation currency. As at the reporting date, the assets and liabilities of the Malaysian Operations are translated in to the presentation currency (Sri Lankan Rupee) at the rate of exchange ruling at the reporting date and the items in the Statement of Profit or Loss are translated at the average exchange rate for the period. The resultant exchange differences on the translation are recognised in Other Comprehensive Income.

	31.03.2017	31.03.2016
Malaysian Ringgit		
Average rate	34.90	34.35
Period end rates	34.28	36.74
US Dollar		
Average rate	147.61	139.05
Period end rates	151.99	144.69

11. Non-Recurrent Related Party Transactions

Entity	Relationship	Nature of Transaction	Terms	Transaction Value for the period	Balance receivable as at 31st March 2017
				Rs. Mn	
Goodhope Asia Holdings Ltd	Parent Company	Share Repurchase	(a)	(2,952.10)	-
		Temporary cash advance	(b)	24.85	
Good Hope PLC	Fellow Subsidiary	Share repurchase	Note 9	(109.87)	-
		Temporary Cash Advance	(b)	5.45	
		Interest Income	(b)	0.06	
Indo-Malay PLC	Fellow Subsidiary	Share repurchase	Note 9	(78.43)	-
		Temporary Cash Advance	(b)	0.28	
		Interest Income	(b)	0.06	
Selinsing PLC	Fellow Subsidiary	Share repurchase	Note 9	(380.47)	-
		Temporary Cash Advance	(b)	0.28	
		Interest Income	(b)	0.03	

Note (a) - Goodhope Asia Holding Ltd(GAHL) has accepted the offer made on 29th December 2016 by the Company to repurchase shares. Accordingly, the Company repurchased 1,284,526 shares (including additional shares of 1,066) from GAHL for a consideration of Rs.2,952.10 Mn on 10th January 2017. Details on share repurchase are disclosed under Note 9- Stated Capital in this interim financial statements.

Note (b) - Interest expenses / income on the “temporary cash advances” given/received are at the prevailing market rates in Malaysia. These advances have been fully settled during the year.

There are no other significant related party balances outstanding as at the reporting date.

12. Recurrent Related Party Transactions

12.1 Management Fee

The Management fee, Performance incentive and Sales commission charged by Agro Harapan Lestari Sdn. Bhd., a fellow subsidiary, of Rs.9.6 mn for the year ended 31st March 2017 (31st March 2016 : Rs. 19.4 Mn) has been charged in arriving at the profit before income tax.

12.2 Data Processing Fee

The IT support and Data Processing fee charged by AHL Business Solutions (Pvt) Ltd and Goodhope Investments (Pvt) Ltd., fellow subsidiaries, of Rs.1.17 Mn (31st March 2016 : Rs.1.63 Mn) and Rs.0.51 Mn (31st March 2016 : Rs. 0.72 Mn) respectively for the year ended 31st March 2017 have been included in Administrative Expenses.

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

SHALIMAR (MALAY) PLC

13. Dividend

The company paid Rs. 236,240,323 (per share Rs. 34.04) as a first interim dividend out of the disposal proceed arising from the disposal of Malaysian property.

It should be noted that further to the letter sent to the non-resident shareholders, as at 31st March 2017, the Company was awaiting the approval of the Controller of Exchange of Sri Lanka with regard to the remittance of the first interim dividend of Rs. 176.97 Mn to the non-resident shareholders (including remittance to the main Shareholder, Goodhope Asia Holdings Limited). This approval was received on 20th April 2017 and consequently the dividend to non-resident shareholders were remitted.

Further, the Company paid a second interim dividend of Rs.44,262,288 (per share Rs. 8.20) out of the profits of the company during the year.

14. Going Concern

The financial statements of 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.

15. Segmental Analysis

The following information is based on the Primary Segment (Industry Segment) results.

	Oil Palm Plantation (Discontinued Operations)		Investments (Continuing Operations)		Company	
	2017	2016 *(Restated)	2017	2016 *(Restated)	2017	2016 *(Restated)
For the year ended 31st March (All figures in Sri Lankan Rupees '000)						
External Revenue						
Sale of fresh fruit bunches	80,050	167,865	-	-	80,050	167,865
Interest income	-	-	1,560	647	1,560	647
	80,050	167,865	1,560	647	81,610	168,512
Result						
Segment result	2,224,871	76,709	1,560	1,005	2,226,431	77,714
Taxation	(12,802)	(20,274)	(400)	(150)	(13,202)	(20,424)
Profit for the period	2,212,069	56,435	1,160	855	2,213,229	57,290

The above figures are subject to audit.

PLANTATION OPERATIONS

Production

Crop (MT)

Year ended	Year ended
31.03.2017	31.03.2016
3,771	10,666

Planted Hectarage

As at

Mature Plantation
Immature Plantation
Total

31.03.2017	31.03.2016
-	294.82
-	-
-	294.82

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
	31.03.2017	31.03.2016	31.03.2017
Highest price per share (Rs.)	2,290.00	2,500.00	2,750.00
Lowest price per share (Rs.)	1,500.00	1,800.00	1,500.00
Last traded price (Rs.)	1,726.60	2,275.00	1,726.60
Volume traded (No. of shares)	287	42	1,253

SHALIMAR (MALAY) PLC**Additional Notes****I Names and the Number of Shares (voting) held by the top 20 shareholders as at 31st March 2017.**

	Name of Shareholders	Number of Shares	%
1	Goodhope Asia Holdings Ltd	4,491,047	83.20
2	Selinsing PLC	579,432	10.73
3	Good Hope PLC	167,328	3.10
4	Indo-Malay PLC	119,448	2.21
5	Mr. K.C. Vignarajah	21,378	0.40
6	Mrs. S. Vignarajah	3,702	0.07
7	Mr. J.A.A. Chandrasiri	1,798	0.03
8	Dr. D. Jayantha	1,480	0.03
9	Best Real Invest Co Services (Private) Limited	1,329	0.02
10	Mr. M.M.A. Ameen	846	0.02
11	Miss. K.R. Vignarajah	810	0.02
12	Dr. R.D. Kahandawa Arachchi	700	0.01
13	Mr. N.K. Punchihewa	531	0.01
14	MR. V.H.D.S.S. Siriwardena	409	0.01
15	Mr. N.S.C. De Silva	389	0.01
16	Acuity Partners (Pvt) Limited / Mr.N.K.Punchihewa	362	0.01
17	Mr. P.K.D.F. Pitigala	352	0.01
18	MRS. F.H. Ameen	352	0.01
19	MR. V. Baskerasundaram	351	0.01
20	Miss.S.Subramaniam	299	0.01
		5,392,343	99.91

II Ordinary Shares of the Company held by the public as at 31st March 2017 are as follows;

Number of public shareholders	301
Percentage of public holding	0.75%

III Directors shareholdings as at 31st March 2017.

Name of Director	Number of Shares
Mr. H. Selvanathan	-
Mr. M. Selvanathan	1
Mr. I. Paulraj	-
Mr. D.C.R.Gunawardena	-
Mr. A.K. Sellayah	-
Mr. P.C.P.Tissera	-
Mr. K.C.N.Fernando	-
Mr. S. Mahendrarajah	53

IV PT Agro Indomas (PTAI), the Company's investment made through Shalimar Developments Sdn. Bhd. (Investment vehicle in Malaysia) is located in Kalimantan province, Indonesia.

The Indonesian investment, PT Agro Indomas is managed through the group's (GAHL) fully owned management arm in Indonesia. The PT Agro Indomas consists of 26,861 hectares of plantation with processing facilities of 225 MT/hr within the plantations.

Operational performance information is given below.

Operational performance indicators	2017 March	2016 March
Crop Production (MT)	407,349	454,564
CPO (MT)	96,038	117,087
PK (MT)	21,817	27,172
CPO Ex Mill Price (US\$)	517	464
FFB Yield (MT per Hectare)	20.40	22.77
Oil / Ha (MT)	4.11	4.94
Milling Capacity (MT per Hour)	225	225
Value of biological assets & property, plant and equipment. (US\$ Mn)	Note 01	193.60

MT-Metric Tones

Note 01

Upto 31st March 2016, the PT Agro Indomas had fair valued biological assets in line IAS 41. With effect from 1st April 2016 PTAI adopted the amendments to IAS 41 and IAS 16. Accordingly, Biological assets have been recognised at accumulated cost less depreciation (as a PPE). Consequently, accumulated biological gains of US\$ 65.18 Mn (net of tax) have been reversed to the retained earnings during the year under review. The valuation of SDSB as carried out by independent professional valuers as explained in note 7 reflect the fair value of the investment which also considers the fair value of PTAI.

CORPORATE INFORMATION

Name of the Company

Shalimar (Malay) PLC

Company No

PQ 51

Legal Form

A Public Quoted Company with
Limited Liability.
Incorporated in Sri Lanka in 1909.

Directors

H. Selvanathan (**Chairman**)
M. Selvanathan
I. Paulraj
D.C.R.Gunawardena
A.K. Sellayah
P.C.P.Tissera
K.C.N. Fernando
S. Mahendrarajah

Bankers

Standard Chartered Bank
HSBC Bank Malaysia Berhad
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

Secretaries

Carsons Management Services (Private) Limited
No. 61, Janadhipathi Mawatha
Colombo 01
Sri Lanka
Tel: +94 11 2039200
Fax: +94 11 2039300

Managers

Agro Harapan Lestari Sdn. Bhd.
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Fax: + 603 2093 5660

Auditors in Malaysia

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Jalan Damanlela, Pusat Bandar Damansara
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Tel: + 603 7495 8000
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Registered Office

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Sri Lanka
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Fax: +94 11 2039300

Principal Place of Business

Ladang Shalimar
45700 Kuala Selangor
Selangor Darul Ehsan
Malaysia

Corporate Website

www.goodhopeholdings.com

Holding Company

Goodhope Asia Holdings Ltd

Ultimate Parent & Controlling Entity

Bukit Darah PLC