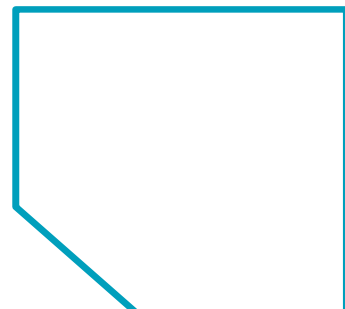




Goodhope

A CARSON CUMBERBATCH COMPANY



Good Hope PLC

**Summarised Financial Report
for the year ended
31st March 2018**

GOOD HOPE PLC
Statement of Profit or Loss

(All figures in Sri Lankan Rupees '000)

	Note	Quarter ended			Year ended		
		31st March		Change	31st March		Change
		2018	2017		2018	2017	
						%	
Continuing operations							
Revenue	(Note 3)	1,059	6,325	-83%	6,205	13,319	-53%
Other Income		815	93,535	-99%	815	93,534	-99%
		1,874	99,860	-98%	7,020	106,853	-93%
Administrative expenses		(231)	-	100%	(1,550)	-	100%
Foreign exchange gain/(loss)		-	-	-	(9,449)	-	100%
Profit / (loss) before tax for the period from continuing operations		1,643	99,860	-98%	(3,979)	106,853	-104%
Income tax expense		715	(1,216)	-159%	(735)	(1,312)	-44%
Profit / (loss) for the period from continuing operations		2,358	98,644	-98%	(4,714)	105,541	-104%
Discontinued operations							
Profit for the period from discontinued Overseas Branch operations	(Note 4)	-	3,137	-100%	-	48,246	-100%
Profits from disposal of Overseas plantation assets		-	2,358	-100%	-	4,380,371	-100%
Transfer from translation reserve on discontinued Overseas Branch operations		-	(98,080)	-100%	-	(405,383)	-100%
		-	(92,585)	-100%	-	4,023,234	-100%
Profit / (loss) for the period		2,358	6,059	-61%	(4,714)	4,128,775	-100%
Earnings Per Share from Continuing and Discontinued Operations (Rs.)		0.61	1.56		(1.21)	629.12	
Earnings Per Share for Continuing Operations (Rs.)		0.61	25.40		(1.21)	16.08	
Earnings Per Share for Discontinued Operations (Rs.)		-	(23.84)		-	613.04	

Statement of comprehensive income	Quarter ended			Year ended		
	31st March		Change	31st March		Change
	2018	2017		2018	2017	
					%	
Profit / (loss) for the period	2,358	6,059	-61%	(4,714)	4,128,775	-100%
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	-	(66,819)	-100%	-	(263,847)	-100%
Gain on Sale of Financial Assets	-	(92,858)	-100%	-	(92,858)	-100%
Transfer of translation reserve on discontinued Overseas Branch operations	-	98,080	-100%	-	405,383	-100%
Gain on Change in Fair Value of Available - For -Sale Financial Assets	191,813	277,227	-31%	191,813	282,218	-100%
Deferred Tax attributable to Gain on Change in Fair Value of Available-for-Sale Financial Assets	(23,013)	-	100%	(23,013)	-	100%
Net other Comprehensive Income/(Loss) to be reclassified to profit or loss in subsequent periods	168,800	215,630	-22%	168,800	330,896	-100%
Other Comprehensive Income/(Loss) for the period, net of tax	168,800	215,630	-22%	168,800	330,896	-100%
Total comprehensive income/(loss) for the period, net of tax	171,158	221,689	-23%	164,086	4,459,671	-96%

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.

GOOD HOPE PLC
Statement of financial position

(All figures in Sri Lankan Rupees '000)

	Note	As at 31.03.2018	As at 31.03.2017
ASSETS			
Non-Current Assets			
Non-current financial assets	(Note 5)	5,855,170	5,663,357
Total Non- Current Assets		5,855,170	5,663,357
Current Assets			
Advances and Prepayments		120	297
Income tax receivable		484	-
Cash and cash equivalents		63,930	453,136
Total Current Assets		64,534	453,433
Total Assets		5,919,704	6,116,790
EQUITY AND LIABILITIES			
Equity			
Stated capital	(Note 8)	68,713	68,713
Retained earnings		95,601	100,315
Other reserves		5,680,773	5,511,973
Total Shareholders' Funds		5,845,087	5,681,001
Non-Current Liabilities			
Deferred Tax Liability	(Note 9)	23,013	-
Total Non- Current Liabilities		23,013	-
Current Liabilities			
Trade and other payables		1,840	3,316
Income tax payable		-	36,674
Unclaimed dividend		49,764	395,799
Total current liabilities		51,604	435,789
Total Liabilities		74,617	435,789
Total Equity and Liabilities		5,919,704	6,116,790
Net Asset per share (Rs.)		1,504.99	1,462.75

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

(Sgd.)

Aneesh Dudeja
President

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. Jeffrey
Director
Agro Harapan Lestari (Pvt) Ltd

23rd April 2018

The above figures are subject to audit.

(Sgd.)

H. Selvanathan
Chairman

(Sgd.)

M. Selvanathan
Director

GOOD HOPE 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
Balance as at 1st April, 2016	68,713	1,464,575	(141,536)	5,322,613	98,532	6,812,897
Profit for the year from continuing operations	-	-	-	-	105,541	105,541
Profit for the year from discontinued operations	-	-	-	-	4,023,234	4,023,234
Exchange differences on translation of financial of foreign operations	-	-	(263,847)	-	-	(263,847)
Transfer of translation reserve on discontinued overseas branch operations to the statement of profit or loss	-	-	405,383	-	-	405,383
Gain on sale of financial assets	-	-	-	(92,858)	-	(92,858)
Gain on change in fair value of Available for sale financial assets	-	-	-	282,218	-	282,218
Other comprehensive income/(loss) for the year	-	-	141,536	189,360	-	330,896
Total comprehensive income/(loss) for the year	-	-	141,536	189,360	4,128,775	4,459,671
Realisation of revaluation reserve due to disposal of Malaysian property	-	(1,464,575)	-	-	1,464,575	-
Share repurchase	-	-	-	-	(5,053,130)	(5,053,130)
Transaction cost on share repurchase	-	-	-	-	(2,842)	(2,842)
First interim dividend - 2016/17	-	-	-	-	(387,817)	(387,817)
Second interim dividend - 2016/17	-	-	-	-	(147,778)	(147,778)
Balance as at 31st March 2017	68,713	-	-	5,511,973	100,315	5,681,001

	Stated Capital	Capital Reserves	Currency Translation Reserve	Available-for-sale reserve	Retained Earnings	Total Shareholders' Funds
Balance as at 1st April, 2017	68,713	-	-	5,511,973	100,315	5,681,001
Profit for the year from continuing operations	-	-	-	-	(4,714)	(4,714)
Other comprehensive income/(loss) for the year	-	-	-	168,800	-	168,800
Total comprehensive income/(loss) for the year	-	-	-	168,800	(4,714)	164,086
Balance as at 31st March 2018	68,713	-	-	5,680,773	95,601	5,845,087

*The above figures are subject to audit.**Figures in brackets indicate deductions/negative changes.*

GOOD HOPE PLC
Cash Flow Statement

For the year ended 31st March

(All figures in Sri Lankan Rupees '000)

	2018	2017
Net cash (outflows) / inflows from operating activities	(50,191)	(63,480)
Net cash inflows from investing activities	6,205	5,511,245
Net cash outflows from financing activities	(345,220)	(5,243,790)
(Decrease) / Increase in cash and cash equivalents	(389,206)	203,975
Cash and cash equivalents at the beginning of the year	453,136	249,161
Cash and cash equivalents at the end of the year	63,930	453,136
Cash and cash equivalents:		
Cash and bank balances	6,915	369,254
Short-term deposits	57,015	83,882
	63,930	453,136

Note A

Cash & bank balances of the current period include cash and bank balances of continuing operations whereas cash and bank balances of comparative period include cash and bank balances of both continuing and discontinued operations.

The above figures are subject to audit.

GOOD HOPE 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 2017.

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

2. Accounting policies and comparative information

The same accounting policies and methods of computation as stated in the annual financial statements for the year ended 31st March 2017 are followed in the preparation of these Interim Condensed Financial Statements.

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 13 to the Summarised Financial Report.

4. Discontinued Operations

The results of the discontinued Malaysian branch operations (Oil Palm Plantations Segment) included in the profit for the comparative period are set out below.

4.1. Profit from discontinued operations

	Quarter ended	Year ended
	31.03.2017	31.03.2017
	Rs. '000	Rs. '000
Revenue from Sale of Fresh Fruit Bunches (FFB)	-	85,480
Other income and Gains	(7,967)	1,128
	<u>(7,967)</u>	<u>86,608</u>
Direct operating costs	(116)	(19,898)
Administrative expenses	11,230	(5,618)
Finance Expense	-	(91)
Profit before tax from a discontinued operations	<u>3,147</u>	<u>61,001</u>
Income tax expense	(10)	(12,755)
Profit for the period from discontinued operations	<u>3,137</u>	<u>48,246</u>
Profits from disposal of Overseas plantation assets	2,358	4,380,371
Transfer from translation reserve on discontinued Overseas Branch operations	(98,080)	(405,383)
	<u>(95,722)</u>	<u>3,974,988</u>
	<u>(92,585)</u>	<u>4,023,234</u>
Earning per share form discontinued operations	(23.84)	613.04

Segment information related to discontinued operations are disclosed under Note 13.

4.2 The net cash flows from discontinued operations

	31.03.2017
	Rs. '000
Net Cash Inflows from Operating Activities	(107,962)
Net Cash Inflows from Investing Activities	5,395,204
Net Cash Outflows from Financing Activities	(91)
Net Cash Inflows	<u>5,287,151</u>

GOOD HOPE PLC

5. Fair Value Measurement

The following table provides the fair value measurement hierarchy of the Company's financial assets which are stated as fair value measurement hierarchy for financial assets as at 31st March 2018 and 31st March 2017 are as follows :

(All figures in Sri Lankan Rupees '000)

Non Current Financial Assets Measured at Fair Value:	Date of valuation	Fair value measurement using			
		Total	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
As at 31st March 2018					
Available-For-Sale financial assets (AFS)					
<u>Quoted equity shares</u>					
Shalimar (Malay) PLC (Note 6(b))	31st March 2018	250,590	250,590	-	-
<u>Unquoted Equity Shares</u>					
Shalimar Developments Sdn.bhd.	December 2017	5,604,580	-	-	5,604,580
AFS financial assets as at 31st December 2017		5,855,170	250,590	-	5,604,580

As at 31st March 2017

Available-For-Sale financial assets

<u>Quoted equity shares</u>					
Shalimar (Malay) PLC (Note 6(b))	31st March 2017	288,909	288,909	-	-
<u>Unquoted Equity Shares</u>					
Shalimar Developments Sdn.bhd.	December 2016	5,374,448	-	-	5,374,448
AFS financial assets as at 31st March 2017		5,663,357	288,909	-	5,374,448

6. Non-current financial assets

a. Available-for-sale investment - Unquoted Equity Shares

The Company holds a 13.33% equity investment (March 2017: 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.

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 of SDSB in PTAI as at valuation date of 31 December 2017. The primary approach adopted was the income approach using the discounted cash flows 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 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 562/MT and stabilise at USD 628/MT.
- Yield per hectare based on year of planting, maturity profile and terrain.
- Weighted average cost of capital (WACC) range of 10.5% to 11.5%.
- Indonesian Corporate Taxation rate of 25% . p.a.
- Inflation assumed at approximately 4.8% p.a.

Sensitivity of the key assumptions

The significant unobservable inputs used in the above fair value measurement categorised within Level 3 of the fair value hierarchy (Note 05) 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 11.5%.

	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 AFS	(828)	903	2,032	(2,032)	1,618	(1,618)

b. Available-for-sale investment - Quoted Equity Shares

The Company holds a non-controlling interests of 3.10% (March 2017 : 3.10%) in Shalimar (Malay) PLC. The fair value of the said investment is determined by reference to published price quotations in the Colombo Stock Exchange.

GOOD HOPE PLC

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

7.1 Contingent Liabilities

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

7.2 Events After the Reporting Period

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

7.3 Assets Pledged

There were no assets pledged as at the reporting date.

8. Stated Capital

Stated capital of the company consists of,

As at 31.03.2018	As at 31.03.2017
3,883,782	3,883,782

Fully paid ordinary shares (voting)

9. Deferred Tax Liability

Deferred tax liability is recognised for fair value gain on unquoted available-for-sale financial assets at the rate of 10% considering unquoted available-for-sale financial assets as investment assets for income tax purposes.

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.

	31.03.2018	31.03.2017
Malaysian Ringgit		
Average rate	36.80	34.90
Period end rate	40.33	34.28
US Dollar		
Average rate	153.34	147.61
Period end rate	155.60	151.99

11. Related Party Transactions

11.1 Recurrent Related Party Transactions

11.1.1 Management Fee

The Management fee, Performance incentive and Sales commission charged by Agro Harapan Lestari Sdn. Bhd., of Rs.10.03 mn has been charged in arriving at the profit before income tax for the year ended 31st March 2017.

11.1.2 Data Processing and IT Support 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 and Rs.0.58 mn respectively have been included in Administrative Expenses for the year ended 31st March 2017.

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

11.2 Non-Recurrent Related Party Transactions

There are no non-recurrent related party transactions for the year ended 31st March 2018.

GOOD HOPE PLC

12. 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.

13. Segmental Analysis

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

	Oil Palm Plantation (Discontinued Operations)		Investments (Continuing Operations)		Company	
	2018	2017	2018	2017	2018	2017
For the year ended 31st March						
(All figures in Sri Lankan Rupees '000)						
External Revenue						
Sale of fresh fruit bunches	-	85,480	-	-	-	85,480
Dividend income	-	-	-	7,826	-	7,826
Interest income	-	-	6,205	5,493	6,205	5,493
	-	85,480	6,205	13,319	6,205	98,799
Result						
Segment result	-	4,035,989	(3,979)	106,853	(3,979)	4,142,842
Taxation	-	(12,755)	(735)	(1,312)	(735)	(14,067)
Profit for the period	-	4,023,234	(4,714)	105,541	(4,714)	4,128,775

The above figures are subject to audit.

PLANTATION OPERATIONS

Production

Crop (MT)

Year ended	
31.03.2018	31.03.2017
-	4,116

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
31.03.2018	31.03.2017	31.03.2018
1,387.00	1,650.00	1,800.00
920.10	1,200.00	920.10
1,172.00	1,550.00	1,172.00
225	425	732

GOOD HOPE PLC**Additional Notes****I Names and the Number of Shares (voting) held by the top 20 shareholders as at 31st March 2018.**

	Name of Shareholders	Number of Shares	%
1	Goodhope Asia Holdings Ltd	3,530,821	90.91
2	Miss B.R.L.B. Davi (Decd)	146,966	3.78
3	Maj.Gen N.S.S.J. Bahadur Rana	41,990	1.08
4	Mr. A.O. Wanner (Decd)	20,995	0.54
5	Mrs. M. Van Rooyen	20,995	0.54
6	Mr. W.R.F. Spearman	20,995	0.54
7	Miss. N.M. Jarvis	10,497	0.27
8	Mr. F.W. Obeyesekere (Decd)	8,397	0.22
9	Mr. C.C.S. Stephenson (Decd)	8,397	0.22
10	Mrs. R.M.M. Dean	7,275	0.19
11	Mr. K.C. Vignarajah	7,154	0.18
12	Mr. A.M.A. Vanderspar	6,858	0.18
13	Mrs. C.M. Papageorge	6,717	0.17
14	Mrs. S. Vignarajah	6,616	0.17
15	Mrs. M.R. Layton (Decd)	5,176	0.13
16	Administratrix of the Eatate of Ramiah (Decd)	5,176	0.13
17	Mr. N. Izat (Decd).	4,197	0.11
18	Mrs.G.S. Amerasinghe	2,098	0.05
19	Mr. S.A. Obeyesekere	2,098	0.05
20	Mrs E.W. Tomalin	2,037	0.05
		3,865,455	99.53

II Ordinary Shares of the Company held by the public as at 31st March 2018 are as follows;

Number of public shareholders	355
Percentage of public holding	9.09%
Float adjusted market capitalization (Rs.)	413,757,939

As per Rule 7.13.1.(a) of the Listing Rules of the Colombo Stock Exchange, a Listed Entity on the Main Board is required to maintain a minimum public holding as specified in the said Rules. The Company does not at present satisfy the minimum public holding requirement and makes the necessary announcements to the CSE on a monthly basis as required by Rule 7.13.2. (a) of the Listing Rules of Colombo Stock Exchange.

III Directors shareholdings as at 31st March 2018.

Name of Director	Number of Shares
Mr. H. Selvanathan	-
Mr. M. Selvanathan	1
Mr. I. Paulraj	-
Mr. A.K. Sellayah	-
Mr. D.C.R.Gunawardena	-
Mr. Sanjiv Alles (Appointed w.e.f 10th October 2017)	-
Mr. S. Mahendrarajah (Alternate director to Mr. I. Paulraj)	86

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 26,861 Ha.

Operational performance information is given below.

Operational performance indicators	2018 March	2017 March
Crop Production (MT)	495,381	407,349
CPO (MT)	98,891	96,038
PK (MT)	21,939	21,914
CPO Ex Mill Price (US\$)	572	517
FFB Yeild (MT per Hectare)	19.90	20.40
CPO / Ha (MT)	4.00	4.11
Milling Capacity (MT per Hour)	225	225

MT-Metric Tones

CORPORATE INFORMATION

Name of the Company

Good Hope PLC

Company No

PQ 43

Legal Form

A Public Quoted Company with
Limited Liability.
Incorporated in Sri Lanka in 1910.

Directors

Hariharan Selvanathan (Chairman)
Manoharan Selvanathan
Israel Paulraj
Allan Kenneth Sellayah
D. Chandima R. Gunawardena
Sanjiv Alles (Appointed w.e.f 10th October 2017)

Alternate Director

Subramaniam Mahendrarajah (for Israel Paulraj)

Bankers

Commercial Bank of Ceylon PLC
Standard Chartered Bank
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
No. 61, Janadhipathi Mawatha
Colombo 01
Sri Lanka.
Tel; +94 11 2039200
Fax; +94 11 2039300

Registered Office

No. 61, Janadhipathi Mawatha
Colombo 01
Sri Lanka.
Tel; +94 11 2039200
Fax; +94 11 2039300

Corporate Website

www.goodhopeholdings.com

Holding Company

Goodhope Asia Holdings Ltd

Ultimate Parent & Controlling Entity

Bukit Darah PLC