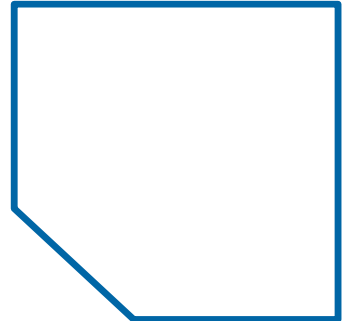
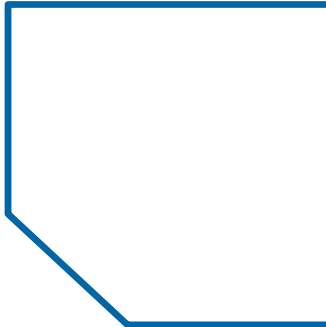




Goodhope

A CARSON CUMBERBATCH COMPANY



Shalimar (Malay) PLC

Summarised Financial Report
for the year ended
31st March 2018

SHALIMAR (MALAY) PLC
Statement of Profit or Loss

(All figures in Sri Lankan Rupees '000)

	Quarter ended			Year ended		
	31st March		Change	31st March		Change
	2018	2017		2018	2017	
		%			%	
Continuing operations						
Revenue	771	1,305	-41%	4,946	1,560	217%
Administrative expenses	(323)	-	100%	(1,711)	-	100%
Foreign exchange gain/(loss)	-	-	-	(5,123)	-	100%
Profit/ (Loss) before tax for the period from continuing operations	448	1,305	-66%	(1,888)	1,560	-221%
Income tax expense	667	(337)	-298%	(391)	(400)	-2%
Profit / (Loss) for the period from continuing operations	1,115	968	15%	(2,279)	1,160	-296%
Discontinued operations						
Profit/(Loss) after tax for the period from discontinued operations	-	10,746	-100%	-	44,451	-100%
Profits from disposal of Overseas plantation assets	-	3,115	-100%	-	2,572,445	-100%
Transfer from translation reserve on discontinued Overseas Branch operations	-	(68,781)	-100%	-	(404,827)	-100%
	-	(54,920)	-100%	-	2,212,069	-100%
Profit / (Loss) for the period	1,115	(53,952)	-102%	(2,279)	2,213,229	-100%
Earnings per ordinary share (expressed in Rs.)	0.21	(10.00)		(0.42)	326.25	
Earnings Per Share for Continuing Operations (Rs.)	0.21	0.17		(0.42)	0.17	
Earnings Per Share for Discontinued Operations (Rs.)	-	(10.17)		-	326.08	

Statement of comprehensive income

	Quarter ended			Year ended		
	31st March		Change	31st March		Change
	2018	2017		2018	2017	
		%			%	
Profit / (Loss) for the period	1,115	(53,952)	-90%	(2,279)	2,213,229	-100%
Other comprehensive income						
Other Comprehensive Income/(Loss) to be reclassified to profit or loss in subsequent periods						
Transfer of translation reserve on discontinued Overseas Branch operations of the Statement of Profit or Loss	-	68,779	-100%	-	404,827	-100%
Exchange Differences on translation of Financials of Foreign Operations	-	(50,619)	-100%	-	(186,655)	-100%
Gain on Change in Fair Value of Available - For -Sale Financial Assets	230,132	372,870	-100%	230,132	372,870	-38%
Deferred Tax attributable to Gain on Change in Fair Value of Available-for-Sale Investments	(23,013)	-	100%	(23,013)	-	100%
Net other Comprehensive Income/(Loss) to be reclassified to profit or loss in subsequent periods	207,119	391,030	-100%	207,119	591,042	-65%
Other Comprehensive Income/(Loss) for the period, net of tax	207,119	391,030	-100%	207,119	591,042	-65%
Total other comprehensive income for the period, net of tax	208,234	337,078	-38%	204,840	2,804,271	-93%

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 31.03.2018	As at 31.03.2017
ASSETS			
Non-Current Assets			
Non-current financial assets	(Note 5)	5,604,580	5,374,448
Total Non- Current Assets		5,604,580	5,374,448
Current Assets			
Advances and prepayments		246	531
Income tax receivable		523	-
Cash and cash equivalents		39,892	239,921
Total Current Assets		40,661	240,452
Total Assets		5,645,241	5,614,900
EQUITY AND LIABILITIES			
Equity			
Stated capital	(Note 8)	69,401	69,401
Retained earnings		61,228	63,507
Other reserves		5,489,733	5,282,614
Total Shareholders' Funds		5,620,362	5,415,522
Non-Current Liabilities			
Deferred tax liability	(Note 9)	23,013	-
Total Non-Current Liabilities		23,013	-
Current Liabilities			
Trade and other payables		1,833	2,492
Income tax payable		-	19,879
Unclaimed dividend		33	177,007
Total current liabilities		1,866	199,378
Total liabilities		24,879	199,378
Total Equity and Liabilities		5,645,241	5,614,900
Net asset per share (Rs.)		1,041.22	1,003.28

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,

(Sgd.)

M.R. Jiffrey
Director
Agro Harapan Lestari (Pvt) Ltd

23rd April 2018

The above figures are subject to audit.

Approved & signed for and on behalf of the Board,

(Sgd.)

H. Selvanathan
Chairman

(Sgd.)

M. Selvanathan
Director

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
Balance as at 1st April, 2016	69,401	1,523,893	(218,172)	4,909,744	153,437	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 financial of foreign operations	-	-	(186,655)	-	-	(186,655)
Transfer of translation reserve on discontinued overseas branch operations to the statement of profit or loss	-	-	404,827	-	-	404,827
Gain on change in fair value of Available - for - sale financial assets	-	-	-	372,870	-	372,870
Other comprehensive income/(loss) for the year	-	-	218,172	372,870	-	591,042
Total comprehensive income/(loss) for the year	-	-	218,172	372,870	2,213,229	2,804,271
Realization of revaluation reserve due to disposal of Malaysian property	-	(1,523,893)	-	-	1,523,893	-
Share repurchase	-	-	-	-	(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	63,507	5,415,522

	Stated Capital	Capital Reserves	Currency Translation Reserve	Available-for-sale reserve	Retained Earnings	Total Shareholders' Funds
Balance as at 1st April, 2017	69,401	-	-	5,282,614	63,507	5,415,522
Profit for the period from continuing operations	-	-	-	-	(2,279)	(2,279)
Other comprehensive income/(loss) for the period	-	-	-	207,119	-	207,119
Total comprehensive income/(loss) for the period	-	-	-	207,119	(2,279)	204,840
Balance as at 31st March 2018	69,401	-	-	5,489,733	61,228	5,620,362

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)

	2018	2017
Net cash (outflows) / inflows from operating activities	(28,001)	(9,090)
Net cash inflows from investing activities	4,946	3,893,870
Net cash outflows from financing activities	(176,974)	(3,657,672)
(Decrease) / increase in cash and cash equivalents	(200,029)	227,108
Cash and cash equivalents at the beginning of the year	239,921	12,813
Cash and cash equivalents at the end of the year	39,892	239,921
Cash and cash equivalents:		
Cash and bank balances	(Note A) 1,244	190,220
Short-term deposits	38,648	49,701
	39,892	239,921

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.

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 2017.

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 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)	-	80,050
Other income and gains	732	6,220
	<u>732</u>	<u>86,270</u>
Direct operating costs	2	(23,581)
Administrative expenses	10,678	(5,433)
Finance Expense	-	(3)
Profit before tax from a discontinued operations	<u>11,412</u>	<u>57,253</u>
Income tax expense	(666)	(12,802)
Profit for the period from discontinued operations	<u>10,746</u>	<u>44,451</u>
Profits from disposal of Overseas plantation assets (Net of taxes)	3,114	2,572,445
Transfer from translation reserve on discontinued Overseas Branch operations	(68,780)	(404,827)
	<u>(65,666)</u>	<u>2,167,618</u>
Total profit for the period from discontinued operations	<u>(54,920)</u>	<u>2,212,069</u>
Earning per share from discontinued operations	(10.17)	326.08

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 Outflows from Operating Activities	(28,659)
Net Cash Inflows from Investing Activities	3,892,310
Net Cash Inflows from Financing Activities	(3)
Net Cash Inflows	<u>3,863,648</u>

SHALIMAR (MALAY) 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 values.

Fair value measurement hierarchy for financial assets as at 31st March 2018 and 31st March 2017 are as follows :

		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)
Non Current Financial Assets Measured at Fair Value:						
As at 31st March 2018						
Available-For-Sale financial assets (AFS)						
Unquoted Equity Shares						
Shalimar Developments Sdn.Bhd.	(Note 6)	December 2017	5,604,580	-	-	5,604,580
AFS financial assets as at 31st March 2018			5,604,580	-	-	5,604,580
As at 31st March 2017						
Available-For-Sale financial assets						
Unquoted Equity Shares						
Shalimar Developments Sdn.Bhd.	(Note 6)	December 2016	5,374,448	-	-	5,374,448
AFS financial assets as at 31 March 2017			5,374,448	-	-	5,374,448

6. Non-current financial assets

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)

SHALIMAR (MALAY) PLC

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

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 other circumstances have arisen, which would require adjustments to or disclosure in this 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,

Fully paid ordinary shares (voting)

As at 31.03.2018	As at 31.03.2017
5,397,840	5,397,840

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 into 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

For the year ended 31st March 2017, the Management fee, Performance incentive and Sales commission charged by Agro Harapan Lestari Sdn. Bhd., of Rs. 9.6 mn has been charged in arriving at the profit before income tax.

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.0.51 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.

SHALIMAR (MALAY) 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	-	80,050	-	-	-	80,050
Interest income	-	-	4,946	1,560	4,946	1,560
	-	80,050	4,946	1,560	4,946	81,610
Result						
Segment result	-	2,224,871	(1,888)	1,560	(1,888)	2,226,431
Taxation	-	(12,802)	(391)	(400)	(391)	(13,202)
Profit for the period	-	2,212,069	(2,279)	1,160	(2,279)	2,213,229

The above figures are subject to audit.

PLANTATION OPERATIONS

Production

Crop (MT)

Year ended	
31.03.2018	31.03.2017
-	3,771

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
2,150.00	2,290.00	2,150.00
1,140.00	1,500.00	1,140.00
1,497.60	1,726.60	1,497.60
164	287	294

SHALIMAR (MALAY) 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	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	21,397	0.40
6	Mrs. S. Vignarajah	3,702	0.07
7	Mr. J.A.A. Chandrasiri	1,798	0.03
8	Dr. D. Jayanthia	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	374	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	MR. I.G.K.R.K. Jayaweera	290	0.01
		5,392,338	99.90

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

Number of public shareholders	304
Percentage of public holding	0.75%
Float adjusted market capitalization (Rs.)	60,628,539

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. D.C.R.Gunawardena	-
Mr. A.K. Sellayah	-
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 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 Yield (MT per Hectare)	19.90	20.40
Oil / Ha (MT)	4.00	4.11
Milling Capacity (MT per Hour)	225	225

MT-Metric Tones

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

K.C.N. Fernando

S. Mahendrarajah

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

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 (Pvt) Ltd

Level 20

East Tower

World Trade Centre

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Colombo 01

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Tel : +94 114357777

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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