



Goodhope

A CARSON CUMBERBATCH COMPANY



Good Hope PLC

**Summarised Financial Report
for the year ended
31st March 2021**

GOOD HOPE PLC
Statement of Profit or Loss

(All figures in Sri Lankan Rupees '000)

	Quarter ended			Year ended		
	31st March		Change	31st March		Change
	2021	2020		2021	2020	
					%	
Interest Income	770	1,090	-29%	3,935	6,704	-41%
Other Income	1,444	2,131	-32%	1,444	2,131	-32%
	2,214	3,221	-31%	5,379	8,835	-39%
Administrative expenses	253	(327)	-177%	(1,168)	(3,300)	-65%
Profit / (loss) before tax for the period	2,467	2,894	-15%	4,211	5,535	-24%
Income tax expense	(159)	-	100%	(664)	-	100%
Profit / (loss) for the period	2,308	2,894	-20%	3,547	5,535	-36%
Earnings Per Share (Rs.)	0.59	0.75		0.91	1.43	

Statement of Comprehensive Income

	Quarter ended			Year ended		
	31st March		Change	31st March		Change
	2021	2020		2021	2020	
					%	
Profit / (loss) for the period	2,308	2,894	-20%	3,547	5,535	-36%
Other comprehensive income						
Other Comprehensive Income/(Loss) not to be reclassified to profit or loss in subsequent periods						
Gain / (Loss) on Change in Fair Value of Financial Assets classified under Fair Value through Other Comprehensive income (FVOCI)	1,328,082	(210,835)	-730%	1,278,821	(210,835)	-707%
Net Other Comprehensive Income / (Expenses) not to be reclassified to profit or loss in subsequent periods	1,328,082	(210,835)	-730%	1,278,821	(210,835)	-707%
Total Comprehensive Income / (Expenses) / for the period, net of tax	1,330,390	(207,941)	-740%	1,282,368	(205,300)	-725%

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 31.03.2021	As at 31.03.2020
ASSETS			
Non-Current Assets			
Property, Plant and Equipment		113	172
Non-current financial assets	(Note 3)	7,097,464	5,818,643
Total Non- Current Assets		7,097,577	5,818,815
Current Assets			
Prepayments and other receivable		349	79
Income tax receivable		582	1,247
Short term investments		53,469	43,285
Cash and cash equivalents		5,740	13,902
Total Current Assets		60,140	58,513
Total Assets		7,157,717	5,877,328
EQUITY AND LIABILITIES			
Equity			
Stated capital	(Note 6)	68,713	68,713
Retained earnings		111,888	108,341
Other reserves		6,946,080	5,667,259
Total Shareholders' Funds		7,126,681	5,844,313
Current Liabilities			
Provisions and Accrued Expenses		257	792
Unclaimed dividend		30,779	32,223
Total Current Liabilities		31,036	33,015
Total Liabilities		31,036	33,015
Total Equity and Liabilities		7,157,717	5,877,328
Net Asset per share (Rs.)		1,834.98	1,504.80

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.)

Rushdi Azeez
Director
Agro Harapan Lestari (Pvt) Ltd

23rd April 2021

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	Fair Value Reserve	Retained Earnings	Total Shareholders' Funds
Balance as at 01st April 2019	68,713	5,878,094	102,806	6,049,613
Profit for the year	-	-	5,535	5,535
Other comprehensive income for the year	-	(210,835)	-	(210,835)
Total comprehensive income for the year	-	(210,835)	5,535	(205,300)
Balance as at 31st March 2020	68,713	5,667,259	108,341	5,844,313

	Stated Capital	Fair Value Reserve	Retained Earnings	Total Shareholders' Funds
Balance as at 01st April 2020	68,713	5,667,259	108,341	5,844,313
Profit for the year	-	-	3,547	3,547
Other comprehensive income for the year	-	1,278,821	-	1,278,821
Total comprehensive income for the year	-	1,278,821	3,547	1,282,368
Balance as at 31st March 2021	68,713	6,946,080	111,888	7,126,681

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)

	2021	2020
Net cash outflows from operating activities	(827)	(3,681)
Net cash (outflows) / inflows from investing activities	(7,335)	42,870
Net cash outflows from financing activities	-	(35,913)
(Decrease) / Increase in cash and cash equivalents	(8,162)	3,276
Cash and cash equivalents at the beginning of the year	13,902	10,626
Cash and cash equivalents at the end of the year	5,740	13,902
Cash and cash equivalents:		
Cash and bank balances	412	8,823
Short-term deposits	5,328	5,079
	5,740	13,902

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 2020.

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 2020 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. 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 2021 and 31st March 2020 are as follows :

(All the figures are in Sri Lankan Rupees '000)

		Fair value measurement using			
			Quoted	Significant	Significant
			prices in	observable	unobservable
			active	inputs	inputs
			markets	(Level 2)	(Level 3)
			(Level 1)		
Non Current Financial Assets	Date of valuation	Total			
Measured at Fair Value:					
As at 31st March 2021					
<u>Equity Investments at Fair Value through OCI (FVOCI)</u>					
<u>Quoted Equity Shares</u>					
Shalimar (Malay) PLC (Note 4(b))	31st March 2021	201,329	201,329	-	-
<u>Unquoted Equity Shares</u>					
Shalimar Developments Sdn.Bhd. (Note 4(a))	31st December 2020	6,896,135	-	-	6,896,135
FVOCI financial assets as at 31st March 2021		7,097,464	201,329	-	6,896,135
As at 31st March 2020					
<u>Equity Investments at Fair Value through OCI (FVOCI)</u>					
<u>Quoted Equity Shares</u>					
Shalimar (Malay) PLC (Note 4(b))	31st March 2020	250,590	250,590	-	-
<u>Unquoted Equity Shares</u>					
Shalimar Developments Sdn.Bhd.(Note 4(a))	31st December 2019	5,568,053	-	-	5,568,053
FVOCI financial assets as at 31st March 2020		5,818,643	250,590	-	5,568,053

GOOD HOPE PLC

4. Non-current financial assets

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

The Company holds a 13.33% equity investment (March 2020: 13.33%) in Shalimar Developments 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 Equity Investments at Fair Value through OCI.

The Company obtained the services of PricewaterhouseCoopers (Pvt) Ltd (PwC Sri Lanka) to carry out an independent indicative fair market valuation of the equity interest in the unquoted investment in SDSB as at valuation date of 31st December 2020. 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 FY 2021/22 is estimated to be USD 543/MT and this is assumed to change in line with the change in forward Rotterdam prices and Indonesia Palm oil levy during the forecast period, i.e until FY 2039/40. After FY 2030/31 prices are assumed to remain unchanged.
- Weighted average cost of capital (WACC) of 9.12%.
- Indonesian corporate taxation rate at 22% in FY 2021 and 20% thereafter.
- Inflation assumed approximately 3% 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 03) 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 9.12%.

	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	(749)	806	2,105	(2,111)	1,271	(1,277)

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

The Company holds a non-controlling interests of 3.10% (March 2020 : 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.

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

5.1 Contingent Liabilities

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

5.2 Events After the Reporting Period

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

5.3 Assets Pledged

There were no assets pledged as at the reporting date.

GOOD HOPE PLC

6. Stated Capital

Stated capital of the company consists of,

As at 31.03.2021	As at 31.03.2020
---------------------	---------------------

Fully paid ordinary shares (voting)

3,883,782	3,883,782
------------------	-----------

7. Related Party Transactions

7.1 Recurrent Related Party Transactions

7.1.1 Secretarial Fee

The Secretarial fee charged by Carsons Management Services (Private) Limited of Rs. 0.22 mn (31st March 2020 : Rs.0.23 mn) has been charged in arriving at the profit before income tax for the year ended 31st March 2021.

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

7.2 Non-Recurrent Related Party Transactions

There are no non-recurrent related party transactions for the year ended 31st March 2021.

8. 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. The Company assesses the impact due to COVID-19 will not have a material impact on the Company's ability to continue as a going concern. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on a going concern basis.

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
31.03.2021	31.03.2020	31.03.2021
1,139.75	938.90	1,184.00
861.25	751.20	650.10
1,121.90	769.00	1,121.90
539	29	1,747

GOOD HOPE PLC**Additional Notes****I Names and the Number of Shares (voting) held by the top 20 shareholders as at 31st March 2021.**

	Name of Shareholders	Number of Shares	%
1	Goodhope Asia Holdings Ltd	3,530,821	90.91
2	Mr. S.S.J.B. Rana	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	7,227	0.19
12	Mr. A.M.A. Vanderspar	6,858	0.18
	Mrs. C.M. Papageorge	6,717	0.17
14	Mrs. S. Vignarajah	6,629	0.17
15	Mrs. M.R. Layton (Decd)	5,176	0.13
16	Administratrix of the Estate of Ramiah (Decd)	5,176	0.13
17	Mr. N. Izat (Decd).	4,197	0.11
18	Mr. S.A. Obeyesekere	2,098	0.05
19	Mrs. G.S. Amerasinghe	2,098	0.05
20	Mrs E.W. Tomalin	2,037	0.05
		3,865,541	99.53

II Ordinary Shares of the Company held by the public as at 31st March 2021 are as follows;

Number of public shareholders	404
Percentage of public holding	9.09%
Float adjusted market capitalization (Rs.)	396,070,846

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 31st March 2021.

Name of Director	Number of Shares
Mr. H. Selvanathan	-
Mr. M. Selvanathan	1
Mr. I. Paulraj	-
Mr. D.C.R.Gunawardena	-
Mr. S. N. Alles	-
Mr. D. P. De Silva	-

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.

Operational performance indicators	2021	2020
	March	March
Crop Production (MT)	613,994	651,873
CPO (MT)	130,553	134,612
PK (MT)	30,602	32,644
CPO Ex Mill Price (US\$)	484	474
FFB Yield (MT per Hectare)	25.57	23.15
CPO / Ha (MT)	5.57	4.92
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

H. Selvanathan
M. Selvanathan
I. Paulraj
D. C. R. Gunawardena
S. N. Alles
D. P. De Silva

Bankers

Commercial Bank of Ceylon PLC
Standard Chartered Bank
Hatton National Bank PLC

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