Goodhope
A CARSON CUMBERBATCH COMPANY

Selinsing PLC

Summarised Financial Report
for the year ended
31st March 2022

SELINSING PLC
Statement of Profit or Loss

(All figures in Sri Lankan Rupees '000)	Quarter ended 31st March		Change	Year ended 31st March		Change
	2022	2021		**2022**	2021	
			%			%
Dividend income	**-**	-	-	**26,513**	-	100%
Interest income	**1,358**	1,883	-28%	**4,036**	9,172	-56%
Other income	**498**	2,473	-80%	**498**	2,473	-80%
Administrative expenses	**(587)**	229	-357%	**(2,019)**	(1,210)	67%
Profit before tax for the period	**1,269**	4,585	-72%	**29,028**	10,435	178%
Income tax expense	**86**	(421)	-120%	**(911)**	(1,910)	-52%
Profit for the period	**1,355**	4,164	-67%	**28,117**	8,525	230%
Earnings Per Share (Rs.)	**0.24**	0.73		**4.95**	1.50	

Statement of comprehensive income	Quarter ended 31st March		Change	Year ended 31st March		Change
	2022	2021		**2022**	2021	
			%			%
Profit for the period	**1,355**	4,164	-67%	**28,117**	8,525	230%
Other Comprehensive Income						
Other Comprehensive Income / (Expenses) not to be reclassified to Profit or Loss in subsequent periods						
Gain on Change in Fair Value of Financial Assets classified under Fair Value Through Other Comprehensive Income (FVOCI)	**3,645,781**	1,328,080	175%	**3,593,952**	1,157,495	210%
Net Other Comprehensive Income not to be reclassified to Profit or Loss in subsequent periods	**3,645,781**	1,328,080	175%	**3,593,952**	1,157,495	210%
Other Comprehensive Income for the period, Net of Tax	**3,645,781**	1,328,080	175%	**3,593,952**	1,157,495	210%
Total Comprehensive Income for the period, net of tax	**3,647,136**	1,332,244	174%	**3,622,069**	1,166,020	211%

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.

SELINSING PLC
Statement of financial position

(All figures in Sri Lankan Rupees '000)

	Note	As at 31.03.2022	As at 31.03.2021
ASSETS			
Non-Current Assets			
Property, Plant and Equipment		**311**	113
Non-current financial assets	**(Note 3)**	**11,187,258**	7,593,306
Total Non- Current Assets		**11,187,569**	7,593,419
Current Assets			
Prepayments and other receivable		**340**	370
Income tax receivable		**126**	-
Short term investments		**108,252**	134,997
Cash and cash equivalents		**3,367**	1,981
Total Current Assets		**112,085**	137,348
Total Assets		**11,299,654**	7,730,767
EQUITY AND LIABILITIES			
Equity			
Stated capital	**(Note 6)**	**69,401**	69,401
Retained earnings		**304,212**	330,038
Other reserves		**10,887,892**	7,293,940
Total Shareholders' Funds		**11,261,505**	7,693,379
Current Liabilities			
Provisions and accrued expenses		**322**	252
Income tax payable		**-**	416
Unclaimed dividend		**37,827**	36,720
Total Current Liabilities		**38,149**	37,388
Total Liabilities		**38,149**	37,388
Total Equity and Liabilities		**11,299,654**	7,730,767
Net Asset per share (Rs.)		**1,983.27**	1,354.89

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	**M. Selvanathan**	**H. Selvanathan**
Director	Chairman	Director

Agro Harapan Lestari (Pvt) Ltd

23rd May 2022
The above figures are subject to audit.

SELINSING 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 1st April 2020	69,401	6,136,445	321,513	6,527,359
Profit for the year	-	-	8,525	8,525
Other comprehensive income for the year	-	1,157,495	-	1,157,495
Total comprehensive income for the year	-	1,157,495	8,525	1,166,020
Balance as at 31st March 2021	69,401	7,293,940	330,038	7,693,379

		Stated Capital	**Fair Value Reserve**	**Retained Earnings**	**Total Shareholders' Funds**
Balance as at 1st April 2021		**69,401**	**7,293,940**	**330,038**	**7,693,379**
Profit for the year		**-**	**-**	**28,117**	**28,117**
Other comprehensive income for the year		**-**	**3,593,952**	**-**	**3,593,952**
Total comprehensive income for the year		**-**	**3,593,952**	**28,117**	**3,622,069**
Interim Dividend -2021/22	**(Note 8)**	**-**	**-**	**(53,943)**	**(53,943)**
Balance as at 31st March 2022		**69,401**	**10,887,892**	**304,212**	**11,261,505**

Figures in brackets indicate deductions/negative changes

The above figures are subject to audit.

SELINSING PLC
Cash Flow Statement

For the year ended 31st March (All figures in Sri Lankan Rupees '000)	**2022**	2021
Net (outflows) / cash inflows from operating activities	**(3,201)**	174
Net cash inflows / (outflows) from investing activities	**56,925**	(8,562)
Net cash outflows from financing activities	**(52,338)**	-
Increase / (Decrease) in cash and cash equivalents	**1,386**	(8,388)
Cash and cash equivalents at the beginning of the year	**1,981**	10,369
Cash and cash equivalents at the end of the year	**3,367**	1,981
Cash and cash equivalents:		
Cash and bank balances	**1,288**	465
Short-term deposits	**2,079**	1,516
	3,367	1,981

The above figures are subject to audit.

SELINSING 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 2021.

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 2021 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 value.

Fair value measurement hierarchy for financial assets as at 31st March 2022 and 31st March 2021 are as follows :

(All figures in Sri Lankan Rupees '000)

			Fair value measurement using		
			Quoted prices in active	**Significant observable inputs**	**Significant unobservable inputs**
	Date of valuation	**Total**	**(Level 1)**	**(Level 2)**	**(Level 3)**
Non Current Financial Assets Measured at Fair Value:					
As at 31st March 2022					
Equity Investments at Fair Value through OCI (FVOCI)					
Quoted equity shares					
Shalimar (Malay) PLC (Note 4(b))	31st March 2022	**700,823**	**700,823**	-	-
Unquoted Equity Shares					
Shalimar Developments Sdn.Bhd. (Note 4(a))	31 December 2021	**10,486,435**	-	-	**10,486,435**
FVOCI financial assets as at 31st March 2022		**11,187,258**	**700,823**	**-**	**10,486,435**
As at 31st March 2021					
Equity Investments at Fair Value through OCI (FVOCI)					
Quoted equity shares					
Shalimar (Malay) PLC (Note 4(b))	31st March 2021	697,171	697,171	-	-
Unquoted Equity Shares					
Shalimar Developments Sdn.Bhd. (Note 4(a))	31 December 2020	6,896,135	-	-	6,896,135
FVOCI financial assets as at 31 March 2021		7,593,306	697,171	-	6,896,135

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 2021 : 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 financial assets classified under Fair Value Through OCI, and is measured at fair value.

The Company obtained the services of PricewaterhouseCoopers (Private) 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 31 December 2021. The primary approach adopted in arriving the fair market valuation of the equity interest of PT Agro Indomas (PTAI), was income approach. The fair market valuation of the equity interest in the unquoted investment in SDSB was derived using adjusted net assets basis, which was very much dependent on the fair value of the palm oil plantation held by PTAI. The fair market valuation of the equity interest in the unquoted investment of SDSB in PTAI was derived using 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:
(a) Estimated economic life of the oil palm plantations of PTAI is 26 years (including the immature period).
(b) Consider one planting cycle (i.e. no replantation at the end of the economic life).
(c) Yield per hectare based on year of planting, maturity profile and terrain.
(d) CPO ex-mill prices in FY 2022/23 is estimated to be USD 658/MT and this is assumed to change in line with the World Bank CPO Price forecast (Oct 2021) adjusted for the Indonesia Palm oil levy that prevailed, i.e until FY 2040/41. After FY 2030/31 prices are assumed to remain unchanged.
(e) Weighted average cost of capital (WACC) of 8.88%.
(f) Indonesian corporate taxation rate at 22% in FY 2022 and beyond.
(g) 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 8.88%.

	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	(831)	894	2,871	(2,871)	2,018	(2,018)

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

The Company holds a non-controlling interests of 10.73% (March 2021 : 10.73%) 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 Assets Pledged

There were no assets pledged as at the reporting date.

5.3 Events After the Reporting Period

There have been no material events occurring after the reporting date that require adjustments to or disclosures in the financial statements other than mentioned in note 5.3.1.

5.3.1 Export of Crude Palm Oil (CPO) was banned by the Government of Indonesia on 28th April 2022. The ban was imposed with the objective of stabilizing the local market Cooking Oil/ Palm Oil Price and industry experts believe that the imposed ban is temporary. The law imposing the ban was enacted subsequent to the reporting period. On 23rd May 2022, an announcement has been made that the ban on export of CPO is being lifted. Therefore, no adjustments were deemed necessary for the financial statements of the current year. Further, Management is of the view that the impact of this action will not be material.

6. Stated Capital

Stated capital of the company consists of,	**As at 31.03.2022**	As at 31.03.2021
Fully paid ordinary shares (voting)	**5,678,247**	5,678,247

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 2021 : Rs.0.22 mn) has been charged in arriving at the profit before income tax for the year ended 31st March 2022.

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 2022.

8. Dividend

The Company received a dividend from its investment in SDSB in July 2021 and consequently declared an interim dividend of Rs 9.50 per share to the shareholders for the year ending 31st March 2022.

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. 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	**Quarter ended**		Year ended
	31.03.2022	31.03.2021	31.03.2022
Highest price per share (Rs.)	**1,025.00**	880.00	1,025.00
Lowest price per share (Rs.)	**600.00**	665.00	600.00
Last traded price (Rs.)	**608.75**	817.25	608.75
Volume traded (No. of shares)	**4,171**	698	6,710

SELINSING PLC
Additional Notes

I Names and the Number of Shares (voting) held by the top 20 shareholders as at 31st March 2022.

	Name of Shareholders	Number of Shares	%
1	Goodhope Asia Holdings Ltd	5,432,943	95.68
2	Mr. D.A. Campbell	37,713	0.66
3	Mr. H.V. Cartwright (Decd)	23,328	0.41
4	Executer of the Estate of C. Peters(Decd)	20,605	0.36
5	Mr. F.W. Obeyesekere (Decd)	19,440	0.34
6	Mr. T. Veluppillai(Decd)	15,552	0.27
7	Mr. K.C. Vignarajah	14,985	0.26
8	Admin. of the Estate of H.S. Gour (Decd)	9,720	0.17
9	Mr. S.T.S. Chettiar	9,486	0.17
10	Administratrix of the Eatate of Ramiah (Decd)	7,776	0.14
11	Executer of the Estate of C. Stoddart (Decd)	7,776	0.14
12	Mrs. H.L. Keiller (Decd)	7,776	0.14
13	Miss. M. Mack	7,776	0.14
14	Executer of the Estate of C.S. Nicol (Decd)	6,480	0.11
15	Mrs. S. Vignarajah	4,680	0.08
16	Mr. N.J.P. Hewett	4,042	0.07
17	Mrs. V. Cotton	3,888	0.07
18	Mrs. I.C. Smith(Decd)	3,888	0.07
19	Mr. W.P. Brown	3,447	0.06
20	Mr. P. Whitton.	2,592	0.05
		5,643,893	**99.39**

II Ordinary Shares of the Company held by the public as at 31st March 2022 are as follows;

Number of public shareholders	**437**
Percentage of public holding	**4.32%**
Float adjusted market capitalization (Rs.)	**149,326,540**

The Company is not in compliance with the minimum public holding requirements set out in Rule 7.14.1 (a) of the Listing Rules of the Colombo Stock Exchange.

III Directors shareholdings as at 31st March 2022.

Name of Director	Number of Shares
Mr. H. Selvanathan	-
Mr. M. Selvanathan	1
Mr. I. Paulraj	-
Mr. D.C.R.Gunawardena	-
Mr. S Mahendrarajah	66
Mr. S. N. Alles	-

IV PT Agro Indomas, the Company's investment made through Shalimar Developments Sdn. Bhd. (Investment vehicle in Malaysia) is located in Kalimanthan province, Indonesia.The total land area of PT Agro Indomas is approximately 26,516 Ha.

Operational performance information is given below.

Operational performance indicators	**2022 March**	2021 March
Crop Production (MT)	**622,272**	613,994
CPO (MT)	**128,787**	130,553
PK (MT)	**30,317**	30,602
CPO Ex Mill Price (US$)	**679**	484
FFB Yield (MT per Hectare)	**20.43**	25.57
CPO/ Ha (MT)	**4.41**	5.57
Milling Capacity (MT per Hour)	**225**	225

MT-Metric Tones

CORPORATE INFORMATION

Name of the Company
Selinsing PLC

Company No
PQ 46

Legal Form
A Public Quoted Company with
Limited Liability.
Incorporated in Sri Lanka in 1907.

Directors
M. Selvanathan
H. Selvanathan
I. Paulraj
D.C.R.Gunawardena
S.Mahendrarajah
S. N. Alles

Bankers
Standard Chartered Bank
Commercial Bank of Ceylon PLC
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

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

Managers
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03rd Floor
No. 65C
Dharmapala Mawatha
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Corporate Website
www.goodhopeholdings.com

Holding Company
Goodhope Asia Holdings Ltd

Ultimate Parent & Controlling Entity
Bukit Darah PLC