



NESTLÉ LANKA PLC
STATEMENT OF COMPREHENSIVE INCOME- 30TH JUNE 2013

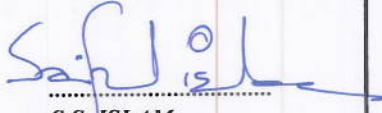
<i>For the six months ended 30th June</i>	<i>2013</i>	<i>2012</i>	<u>Year to date</u>
	<i>Rs. '000s</i>	<i>Rs. '000s</i>	<u>% Variance</u>
Revenue	15,334,869	14,343,763	6.91%
Cost of Sales	(9,997,219)	(9,646,823)	3.63%
Gross Profit	<u>5,337,650</u>	<u>4,696,940</u>	13.64%
Other Operating Expense (Note 1)	(9,381)	(288,216)	-96.75%
Marketing, Selling and Distribution Expenses	(2,242,159)	(1,933,549)	15.96%
Administrative Expenses	(954,775)	(780,719)	22.29%
Results from Operating Activities	<u>2,131,335</u>	<u>1,694,456</u>	25.78%
Financial Income	17,496	16,270	7.53%
Financial Expenses	<u>(38,188)</u>	<u>(100,575)</u>	-62.03%
Net financing Expense (Note 2)	(20,692)	(84,305)	-75.46%
Profit Before Taxation	<u>2,110,643</u>	<u>1,610,151</u>	31.08%
Income Tax Expenses	(409,304)	(364,160)	12.40%
Profit for the Period	<u><u>1,701,339</u></u>	<u><u>1,245,991</u></u>	36.55%
Basic Earnings per share (EPS.) Rs.	31.67	23.19	

*Figures in brackets indicate deductions.
The figures are provisional and subject to audit.*

Note 1 - Includes Net Exchange Loss of 26.9 Mio for Jan to Jun (313 Mio for Jan to Jun 2012) incurred on foreign currency purchases during the Period.

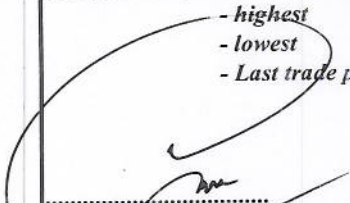
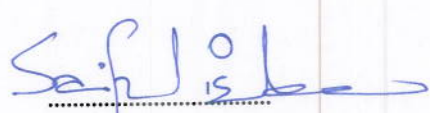
Note 2 - Includes Net Exchange gain of 1.5 Mio for Jan to Jun (Net Exchange loss of 81 Mio for Jan to Jun 2012) on revaluation of foreign currency borrowings at the period end.

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GANESAN AMPALAVANAR
MANAGING DIRECTOR
06th August 2013


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S.S. ISLAM
FINANCE DIRECTOR

NESTLE LANKA PLC
STATEMENT OF FINANCIAL POSITION



<i>As at :</i>	30.06.2013	31.12.2012
	<i>Rs. '000s</i>	<i>Rs. '000s</i>
Assets		
Non-Current Assets		
Property Plant & Equipment	4,605,761	4,888,450
Capital Work-in-Progress	18,524	4,545
Intangible Assets	-	11,159
	<u>4,624,285</u>	<u>4,904,154</u>
Current Assets		
Inventories	2,478,760	1,872,334
Trade & Other Receivables	1,826,892	1,253,528
Amount due from Related Parties	416,028	205,864
Cash & Cash Equivalents	267,986	407,409
	<u>4,989,666</u>	<u>3,739,135</u>
Total Assets	<u>9,613,951</u>	<u>8,643,289</u>
Equity & Liabilities		
Equity		
Stated Capital	537,255	537,255
Revenue Reserves	2,032,139	3,231,768
	<u>2,569,394</u>	<u>3,769,023</u>
Non-Current Liabilities		
Retirement Benefit Obligation	534,706	520,200
Deferred Tax	343,571	274,219
	<u>878,277</u>	<u>794,419</u>
Current Liabilities		
Trade & Other Payables	3,098,441	2,292,368
Amount due to Related Parties	845,265	681,748
Current Tax Payable	566,593	499,161
Dividends Payable	88,142	76,991
Bank Overdraft	1,567,839	529,579
	<u>6,166,280</u>	<u>4,079,847</u>
	<u>7,044,557</u>	<u>4,874,266</u>
Total Equity and Liabilities	<u>9,613,951</u>	<u>8,643,289</u>
<i>The figures are provisional and subject to audit</i>		
As at	30.06.2013	31.03.2013
Net asset value per share-Rs.	47.82	57.17
Market value per share recorded during the quarter		
- highest	2,250.00	1,800.00
- lowest	1,680.00	1,500.00
- Last trade price (Date 28/06/2013)	1,939.90	1,680.00
 GANESAN AMPALAVANAR MANAGING DIRECTOR 6-Aug-13	 S.S. ISLAM FINANCE DIRECTOR	

NESTLE LANKA PLC
CASH FLOW STATEMENT



<i>For the six months ended 30th June</i>	2013 <i>Rs. '000s</i>	2012 <i>Rs. '000s</i>
Cash Flow from Operating Activities		
<i>Profit before Taxation</i>	2,110,643	1,610,151
Adjustments for ;		
<i>Depreciation</i>	269,454	242,470
<i>Amortisation</i>	11,159	16,740
<i>Impairment of Fixed Assets</i>		
<i>(Gain)/ Loss on sale of Property Plant & Equipment</i>	7,474	(4,297)
<i>Amortisation of staff loan interest</i>	8,896	8,597
<i>Interest Expense</i>	39,748	19,997
<i>Interest Income</i>	(17,496)	(16,270)
<i>Provision for Obsolete Inventory</i>	3,835	-
<i>Inventory write Off</i>	58,225	37,933
<i>Provision for Impairment of Trade Receivable</i>	21,224	14,151
<i>Provision for Retirement benefit Obligation</i>	73,195	48,000
Operating Profit before Working Capital Changes	2,586,357	1,977,472
Working Capital changes		
<i>Increase in Inventories</i>	(668,486)	(274,784)
<i>Increase in Trade & Other Receivables</i>	(804,752)	(146,970)
<i>Increase in Trade & Other Payables</i>	969,590	(113,138)
Cash Generated from Operations	2,082,709	1,442,580
<i>Interest Paid</i>	(39,748)	(19,997)
<i>Income tax paid</i>	(272,520)	(181,244)
<i>Retirement Benefit Obligation paid</i>	(58,689)	(85,343)
Net Cash flows Generated from Operating Activities	1,711,752	1,155,996
Cash Flow from Investing Activities		
<i>Purchase of Property, Plant & Equipment</i>	(63,064)	(552,455)
<i>Proceeds from sale of Property, Plant & Equipment</i>	54,847	4,355
<i>Interest Received</i>	8,600	7,673
Net Cash used in Investing Activities	383	(540,427)
Cash flow from Financing Activities		
<i>Dividend Paid</i>	(2,889,818)	(2,549,034)
Net Cash used in financing Activities	(2,889,818)	(2,549,034)
Net Increase / (Decrease) in cash and cash Equivalents	(1,177,683)	(1,933,465)
<i>Cash and Cash Equivalent at beginning of year</i>	(122,170)	70,209
<i>Cash and Cash Equivalent at end of year</i>	(1,299,853)	(1,863,256)
Analysis of cash and cash Equivalents at the end of the year		
<i>Cash in hand & balances with Bank</i>	267,986	232,501
<i>Bank borrowings</i>	(1,567,839)	(2,095,757)
	(1,299,853)	(1,863,256)



NESTLE LANKA PLC
STATEMENT OF CHANGES IN EQUITY

<i>For the six months ended 30th June</i>	<i>Stated Capital</i> <i>Rs. '000s</i>	<i>Revenue Reserves</i> <i>Rs. '000s</i>	<i>Total</i> <i>Rs. '000s</i>
<i>Balance as at 01.01.2012</i>	537,255	2,806,053	3,343,308
<i>Net profit for the 6 months ended 30.06.2012</i>		1,245,991	1,245,991
<i>Final Dividend for 2011</i>		(2,551,953)	(2,551,953)
<i>Balance as at 30.06.2012</i>	537,255	1,500,091	2,037,346
<i>Net profit for the 6 months ended 31.12.2012</i>		1,731,677	1,731,677
<i>Balance as at 31.12.2012</i>	537,255	3,231,768	3,769,023
<i>Net profit for the 6 months ended 30.06.2013</i>		1,701,339	1,701,339
<i>Interim Dividend for 2012</i>		(1,611,764)	(1,611,764)
<i>Final Dividend for 2012</i>		(1,289,204)	(1,289,204)
<i>Balance as at 30.06.2013</i>	537,255	2,032,139	2,569,394

NESTLE LANKA PLC
NOTES TO THE ACCOUNTS

Notes to the 30.06.2013 Quarterly Statements

1. The Accounting policies & methods of computation followed in the Interim Accounts is the same as that of the latest year end financial statements.

2. The Stated Capital consists of 53,725,463 Ordinary shares.

3. Material Events subsequent to the end of the interim period

There were no material events subsequent to the end of the Interim period upto the date on which we submitted the quarterly statements to CSE, which would require adjustments or disclosure in the Financial Statements.

4. Under the Distributor Financing Scheme (Financing Facility provided by the bank to the distributors), the bank would accept the liability, only upto the full recourse provided by them to the company's customers. As at 30th June 2013, an amount of 597 Mio (31.12.2012 - 552 Mio) had been granted to the distributors by the bankers, which in the event where distributors default, the company would be liable.

6. Comparative information has been reclassified where necessary, to conform to current year's presentation.



NESTLE LANKA PLC
ADDITIONAL NOTES TO THE ACCOUNTS

Public Holding Percentage: 9.18%.

The Directors of the company hold no shares in the Company except for Mr. Mahendra Dayananda, who holds 1000 shares as at period closing.

Names and the number of shares held by the 20 major shareholders, and the percentages of such shares

<u>No</u>	<u>Names</u>	<u>No. of Shares</u>	<u>%</u>
1	Nestle S.A HSBC International Nominees Ltd –MSIP- Coupland Cardiff	48,793,746	90.82
2	Funds PLC	813,363	1.51
3	HSBC Intl Nom Ltd – SSBT- Wasatch Frontier Emerging Small Countries Fund	201,094	0.37
4	Miss Neesha Harnam	200,100	0.37
5	HSBC International Nominees Ltd –SSBT-Deutsche Bank AG Singapore A/C No. 1	155,600	0.29
6	AVIVA NDB Insurance PLC A/C 07	149,980	0.28
7	Employees Provident Fund	141,800	0.26
8	Estate of Late Mr.Mariapillai Radhakrishnan	110,000	0.20
9	HSBC Intl Nom Ltd – UBS AG Singapore Branch	90,000	0.17
10	RBC Investor services bank Julius bear Multipartner	81,100	0.15
11	Mr. Jayampathi Divale Bandaranayake	56,750	0.11
12	Freudenberg Shipping Agencies Limited	55,000	0.10
13	Colombo Investment Trust PLC	50,904	0.09
14	Mr. Hirdaramani Anil Kumar Lalchand	42,500	0.08
15	Mrs. Asha Ajay Merchant	39,600	0.07
16	Mellon Bank N A	35,905	0.07
17	Mrs. Jasbinderjit Kaur Piara Singh	34,700	0.06
18	Aardwolf Limited	33,500	0.06
19	Mascons (Pvt) Ltd	30,000	0.06
20	Dr. Ravinder Kaur	24,450	0.05