

**INTERIM FINANCIAL STATEMENTS
FOR THREE MONTHS ENDED 30 JUNE 2015
UNAUDITED**



ACL CABLES PLC (PQ 102)

ACL CABLES PLC
CONSOLIDATED INCOME STATEMENT

Unaudited

(all amounts in Sri Lanka Rupees thousands)

<i>For the three months ended 30 June</i>	Group		Company	
	2015	2014	2015	2014
Revenue	3,352,796	2,784,684	1,921,327	1,361,007
Cost of sales	(2,613,001)	(2,393,033)	(1,597,919)	(1,205,773)
Gross profit	739,795	391,651	323,408	155,234
Other income	5,614	6,017	2,616	1,936
Distribution costs	(212,770)	(161,342)	(90,307)	(63,181)
Administrative costs	(98,654)	(85,462)	(39,729)	(35,948)
Results from operating activities	433,985	150,864	195,988	58,041
Net finance costs	(85,004)	(84,558)	(58,989)	(52,695)
Share of profit of investments accounted for using the equity method	25,935	-	-	-
Profit before income tax	374,916	66,306	136,999	5,346
Income tax expenses	(85,245)	(24,432)	(38,882)	(4,724)
Profit for the period	289,671	41,874	98,117	622
Profit attributable to :				
- Owners of the parent	264,217	30,622	98,117	622
- Non-controlling interests	25,454	11,252	-	-
	289,671	41,874	98,117	622
Earnings per share (Rs.)	4.41	0.51	1.64	0.01

ACL CABLES PLC
STATEMENT OF COMPREHENSIVE INCOME

Unaudited

(all amounts in Sri Lanka Rupees thousands)

For the three months ended 30 June

	Group		Company	
	2015	2014	2015	2014
Profit for the year	289,671	41,874	98,117	622
Other comprehensive income/(expenses) ; Net change in fair value of available for sale financial assets	1,923	2,010	6	880
Other comprehensive income for the year, net of tax	1,923	2,010	6	880
Total comprehensive income for the year, net of tax	291,594	43,884	98,123	1,502
Attributable to;				
- Owners of the parent	265,472	32,239	98,123	1,502
- Non-controlling interests	26,121	11,645	-	-
Total comprehensive income for the year, net of tax	291,594	43,884	98,123	1,502

ACL CABLES PLC
STATEMENT OF FINANCIAL POSITION

Unaudited

(all amounts in Sri Lanka Rupees thousands)

As at

	Group		Company	
	30 June 2015	31 March 2015	30 June 2015	31 March 2015
ASSETS				
Property, plant & equipment	3,524,859	3,535,210	1,477,735	1,473,239
Work in progress	55,947	64,127	28,556	25,911
Investment property	493,000	493,000	285,000	285,000
Intangible assets	12,584	13,689	6,016	6,572
Pre paid lease rentals	1,704	1,710	-	-
Investment in subsidiaries	-	-	576,243	576,243
Investment in equity accounted investee	849,684	823,749	778,060	778,060
Available for sale financial assets	32,068	30,145	11,587	11,581
Non - current assets	4,969,845	4,961,630	3,163,197	3,156,606
Inventories	4,493,013	5,099,276	1,852,502	2,032,571
Trade and other receivables	4,534,118	4,968,387	3,240,383	3,380,427
Pre paid lease rentals	22	22	-	-
Cash & cash equivalents	1,386,801	1,038,758	625,739	353,347
Current assets	10,413,954	11,106,443	5,718,624	5,766,345
TOTAL ASSETS	15,383,799	16,068,073	8,881,821	8,922,951
EQUITY & LIABILITIES				
Capital & reserves				
Stated capital	299,488	299,488	299,488	299,488
Capital reserve	1,818,019	1,818,019	795,582	795,582
General reserve	1,123,825	1,123,825	680,266	680,266
Available-for-sale Reserve	11,784	10,528	2,062	2,056
Retained earnings	4,402,381	4,138,163	1,936,765	1,838,647
Total Equity attributable to Equity Holders of the Company	7,655,496	7,390,023	3,714,163	3,616,039
Non controlling interests	880,146	870,373	-	-
Total equity	8,535,642	8,260,396	3,714,163	3,616,039
Liabilities				
Defined benefit obligations	248,091	242,719	150,887	150,109
Deferred tax liability	310,452	310,450	139,187	139,186
Borrowings	1,301,841	1,232,841	1,252,000	1,177,000
Non - current liabilities	1,860,384	1,786,010	1,542,074	1,466,295
Trade and other payables	2,104,076	3,288,814	1,581,395	2,123,150
Current income tax liability	470,650	463,029	116,396	138,626
Borrowings	1,827,285	1,861,898	1,607,493	1,302,647
Bank overdraft	585,762	407,926	320,300	276,194
Current liabilities	4,987,773	6,021,667	3,625,584	3,840,617
Total liabilities	6,848,157	7,807,677	5,167,658	5,306,912
Total equity & liabilities	15,383,799	16,068,073	8,881,821	8,922,951
Net asset value per share	127.82	123.39	62.01	60.37
Highest and Lowest Market Price recorded during the quarter;				
Highest price (Rs)			96.60	83.60
Lowest price (Rs)			75.30	74.00
Last traded price (Rs)			91.00	76.00

It is certified that these financial statements have been prepared in compliance with the requirements of Companies Act, No. 07 of 2007.

Sgd.

Champika Coomasaru
Group Financial Controller

Sgd.

U. G. Madanayake
Chairman

14 August 2015
Colombo

Sgd.

Suren Madanayake
Managing Director

(all amounts in Sri Lanka Rupees thousands)

For the three months ended 30 June

	Attributable to owners of the company					Total	Non controlling interest	Total equity
	Stated capital	Capital reserves	General reserve	Available for sale reserve	Retained profit			
Balance at 1 April 2015	299,488	1,818,019	1,123,825	10,528	4,138,163	7,390,023	870,373	8,260,396
Net profit	-	-	-	-	264,217	264,217	25,454	289,671
Fair value adjustment for available for sale financial assets	-	-	-	1,256	-	1,256	667	1,923
Total comprehensive income	-	-	-	1,256	264,217	265,472	26,121	291,594
Dividends	-	-	-	-	-	-	(16,348)	(16,348)
Balance at 30 June 2015	299,488	1,818,019	1,123,825	11,784	4,402,381	7,655,496	880,146	8,535,642

For the year ended 31 March 2015

	Attributable to owners of the company					Total	Non controlling interest	Total equity
	Stated capital	Capital reserves	General reserve	Available for sale reserve	Retained profit			
Balance at 1 April 2014	299,488	1,357,957	1,123,825	(3,739)	3,322,179	6,099,710	745,123	6,844,833
Net profit	-	-	-	-	30,622	30,622	11,252	41,874
Fair value adjustment for available for sale financial assets	-	-	-	1,617	-	1,617	393	2,010
Total comprehensive income	-	-	-	1,617	30,622	32,239	11,645	43,884
Balance at 30 June 2014	299,488	1,357,957	1,123,825	(2,122)	3,352,801	6,131,949	756,768	6,888,717
Balance at 01 July 2014	299,488	1,357,957	1,123,825	(2,122)	3,352,801	6,131,949	756,768	6,888,717
Net profit	-	-	-	-	828,950	828,950	83,263	912,213
Fair value adjustment for available for sale financial assets	-	-	-	1,505	-	1,505	798	2,303
Remeasurements of post employment benefit obligation	-	-	-	-	13,284	13,284	-	13,284
Deferred tax on remeasurement of post employment benefit obligation	-	-	-	-	(3,719)	(3,719)	-	(3,719)
Revaluation surplus	-	546,052	-	-	-	546,052	48,439	594,491
Deferred tax on revaluation surplus	-	(80,951)	-	-	-	(80,951)	(9,196)	(90,147)
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	(258)	(258)	-	(258)
Total comprehensive income	-	465,101	-	1,505	838,257	1,304,863	123,304	1,428,167
Transfer from revaluation reserve	-	(7,000)	-	-	7,000	-	-	-
Deferred tax on transfer from revaluation reserve	-	1,961	-	-	-	1,961	-	1,961
Impairment for available for sale investments	-	-	-	11,145	-	11,145	-	11,145
Dividends	-	-	-	-	(59,894)	(59,894)	(9,699)	(69,593)
Balance at 31 March 2015	299,488	1,818,019	1,123,825	10,528	4,138,163	7,390,023	870,373	8,260,396

(all amounts in Sri Lanka Rupees thousands)

	Stated capital	Capital reserves	General reserve	Available for sale reserve	Retained profit	Total
Balance at 1 April 2015	299,488	795,582	680,266	2,056	1,838,647	3,616,039
Net profit	-	-	-	-	98,117	98,117
Fair value adjustment for available for sale financial assets	-	-	-	6	-	6
Total comprehensive income	-	-	-	6	98,117	98,123
Balance at 30 June 2015	299,488	795,582	680,266	2,062	1,936,765	3,714,163
No of shares as at 30 June 2015	59,893,680					
	Stated capital	Capital reserves	General reserve	Available for sale reserve	Retained profit	Total
Balance at 1 April 2014	299,488	576,406	680,266	(9,981)	1,398,760	2,944,939
Net profit	-	-	-	-	622	622
Fair value adjustment for available for sale financial assets	-	-	-	880	-	880
Total comprehensive income	-	-	-	880	622	1,502
Balance at 30 June 2014	299,488	576,406	680,266	(9,101)	1,399,382	2,946,441
Balance at 01 July 2014	299,488	576,406	680,266	(9,101)	1,399,382	2,946,441
Net profit	-	-	-	-	491,153	491,153
Fair value adjustment for available for sale financial assets	-	-	-	12	-	12
Remeasurements of post employment benefit obligation	-	-	-	-	11,121	11,121
Deferred tax on remeasurement of post employment benefit obligation	-	-	-	-	(3,114)	(3,114)
Revaluation surplus	-	260,034	-	-	-	260,034
Deferred tax on revaluation surplus	-	(40,858)	-	-	-	(40,858)
Total comprehensive income	-	219,176	-	12	499,160	718,348
Impairment for available for sale investments	-	-	-	11,145	-	11,145
Dividends	-	-	-	-	(59,894)	(59,894)
Balance at 31 March 2015	299,488	795,582	680,266	2,056	1,838,647	3,616,039
No of shares as at 31 March 2015	59,893,680					

ACL CABLES PLC
STATEMENT OF CASH FLOW

Unaudited

(all amounts in Sri Lanka Rupees thousands)

For the three months ended 30 June

	GROUP		COMPANY	
	2015	2014	2015	2014
CASH FLOW FROM OPERATING ACTIVITIES				
Profit/(loss) before tax	374,916	66,306	136,999	5,346
Adjustments for:				
Share of profit from equity accounted investee (net of tax)	(25,935)	-	-	-
Depreciation of property, plant and equipment	56,592	46,928	21,777	19,677
Dividend income	(138)	(64)	(138)	(64)
Interest expense/(income)	85,004	84,558	58,989	52,695
Amortization of leasehold properties	(6)	(27)	-	-
Defined benefit obligations	13,267	12,636	7,422	6,747
Changes in working capital:				
(Increase)/Decrease in;				
Inventories	606,263	(98,783)	180,069	(171,465)
Receivables and prepayments	434,269	169,049	140,044	(43,970)
Increase/(Decrease) in;				
Trade and other payables	(1,184,725)	109,561	(541,753)	(58,918)
Cash generated from/ (used in) operations	359,507	390,164	3,409	(189,952)
Interest received/(paid)	(85,004)	(84,558)	(58,989)	(52,695)
Defined benefit obligations paid	(7,895)	(2,101)	(6,644)	(1,494)
Income tax paid less refund received	(72,717)	(54,034)	(61,111)	(49,252)
WHT on dividend paid by subsidiary	(4,905)	-	-	-
Net cash (used in)/from operating activities	188,986	249,471	(123,335)	(293,393)
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase and construction of property, plant and equipment / Intangible assets	(36,956)	(16,156)	(28,363)	(5,115)
Dividend received	138	64	138	64
Net cash from/(used in) investing activities	(36,818)	(16,092)	(28,225)	(5,051)
CASH FLOW FROM FINANCING ACTIVITIES				
Short term borrowings net of payments	(34,613)	(140,470)	304,846	(69,452)
Long term borrowings net of payments	69,000	-	75,000	-
Dividends paid by subsidiaries to minorities	(16,348)	-	-	-
Net cash generated from/ (used in) financing activities	18,039	(140,470)	379,846	(69,452)
Net increase/(decrease) in cash & cash equivalents	170,207	92,909	228,286	(367,896)
Cash & cash equivalents at the beginning of the year	630,832	313,886	77,153	(24,187)
Cash & cash equivalents at the end of the year	801,039	406,795	305,439	(392,083)

(all amounts in Sri Lanka Rupees thousands)

1. Segment information

(a) Business segment information

<i>For the year ended 30 June</i>	Manufacturing cables 2015	Manufacturing PVC compound 2015	Others 2015	Total 2015	Total 2014
Revenue					
Total revenue	3,369,288	304,986	850,797	4,525,071	3,666,514
Inter-segment sales	(136,165)	(287,920)	(748,190)	(1,172,275)	(881,830)
External sales	3,233,123	17,066	102,607	3,352,796	2,784,684
Results					
Profit/(loss) before other income and finance cost	292,169	43,727	92,475	428,371	144,847
Other income	5,614	-	-	5,614	6,017
Finance (cost)/income	(68,556)	(470)	(15,978)	(85,004)	(84,558)
Share of profit of equity accounted investee and gain on bargain purchase (Power and energy)	-	-	-	25,935	-
Taxation	(71,633)	(11,885)	(1,727)	(85,245)	(24,432)
Profit/(loss) after taxation	157,594	31,372	74,770	289,671	41,874
Capital expenditure					
Segment capital expenditure	36,233	650	73	36,956	16,156
Total capital expenditure				36,956	16,156
Depreciation and amortisation					
Segment depreciation	47,191	4,154	5,247	56,592	46,928
Total depreciation and amortisation				56,592	46,928

<i>For the year ended 30 June</i>	Manufacturing cables 2015	Manufacturing PVC compound 2015	Others 2015	Total 2015	Total 31 March 2015
Assets					
Segment assets	12,457,294	534,935	1,800,411	14,792,640	15,476,914
Unallocated corporate assets				591,159	519,159
Total assets				15,383,799	16,068,073
Liabilities					
Segment liabilities	5,581,321	249,441	1,010,394	6,841,156	7,802,555
Unallocated corporate liabilities				7,001	5,122
Total liabilities				6,848,157	7,807,677

(b) Geographical segment information - revenue

<i>For the year ended 30 June</i>	Group		Company	
	2015	2014	2015	2014
Local sales	2,912,088	2,131,623	1,687,892	1,108,812
Export sales	440,708	653,061	233,435	252,195
	3,352,796	2,784,684	1,921,327	1,361,007

ACL CABLES PLC
NOTES TO THE FINANCIAL STATEMENTS

Unaudited

- 2.** The consolidated interim financial statements have been prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31 March 2015 and are in compliance with Sri Lanka Accounting Standards - LKAS 34 - Interim Financial Reporting.
- 3.** Where necessary, the presentation and classification of the financial statements of the previous period have been adjusted for better presentation and to be comparable with year end reporting.
- 4.** There were no liabilities for management fees or any other similar expenditures in the interim financial statements.
- 5.** There were no funds raised through an IPO/Rights/Debenture issues by the group of companies.
- 6.** There have been no other events subsequent to the balance sheet date, which require disclosures in the interim financial statements.
- 7.** There were no significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2015.

Twenty largest shareholders as at 30 June 2015

Shareholder Name	Number of shares	Holdings %
01. Mr. U. G. Madanayake	22,837,216	38.13%
02. Mr. Suren Madanayake	13,302,396	22.21%
03. Employees Provident Fund	2,975,133	4.97%
04. Seylan Bank Ltd/Govindasami Ramanan	1,916,813	3.20%
05. National Savings Bank	1,248,774	2.08%
06. Mrs. N.C. Madanayake	1,032,100	1.72%
07. Deutsche Bank AG -National Equity Fund	959,157	1.60%
08. FAB Foods (Private) Ltd	767,520	1.28%
09. Bank of Ceylon-No 2 A/C	741,900	1.24%
10. MAS Capital (Private) Limited	591,503	0.99%
11. Sri Lanka Insurance Corporation Limited - Life Fund	558,557	0.93%
12. Deutsche Bank AG AS Trustee for Namal Acuity	500,000	0.83%
13. Bank of Ceylon, No.01 Account	426,269	0.71%
14. Perera R.D.M.	350,932	0.59%
15. Selliah A. & Selliah S.	350,000	0.58%
16. Sir Cyril De Zoysa Trust	341,036	0.57%
17. E.W. Balasuriya & Co. (Pvt) Ltd	335,400	0.56%
18. Trading Partners (Pvt) Ltd	256,755	0.43%
19. Arunodhaya (Private) Limited	250,000	0.42%
20. Arunodhaya Industries (Private) Limited	250,000	0.42%
	49,991,461	83.47%

Share holding of directors as at 30 June 2015

Director Name	Number of shares	Holdings %
01. Mr. U. G. Madanayake - Chairman	22,837,216	38.13%
02. Mr. Suren Madanayake - Managing Director	13,302,396	22.21%
03. Mrs. N.C. Madanayake	1,032,100	1.72%
04. Dr. Sivakumar Selliah	350,000	0.58%
05. Mr. Ajit Jayaratne	-	-
06. Mr. Hemaka Amarasuriya	-	-
07. Mr. D.D. Wahalthanthri	-	-
08. Mr. Rajiv Casie Chitty	-	-
Total held by Directors	37,521,712	62.65%

Shares held by public as at 30 June 2015

22,371,968 **37.35%**

Total No of Shares as at 30 June 2015

59,893,680 **100.00%**

No of public share holders as at 30 June 2015

2,237