

**INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2012
UNAUDITED**



ACL CABLES PLC (PQ 102)

ACL CABLES PLC
COMPANY INCOME STATEMENT

Unaudited

	Quarter ended			Period ended		
	30th September			30th September		
	2012	2011	Change	2012	2011	Change
	Rs '000	Rs '000	%	Rs '000	Rs '000	%
Revenue	1,693,159	1,353,010	25%	3,226,622	2,523,179	28%
Cost of sales	(1,458,095)	(1,161,805)	26%	(2,773,647)	(2,180,785)	27%
Gross profit	235,064	191,205	23%	452,975	342,394	32%
Other income	18,224	41,769	-56%	51,487	44,333	16%
Distribution cost	(69,864)	(44,301)	58%	(141,463)	(92,641)	53%
Administration cost	(27,453)	(29,726)	-8%	(53,073)	(53,057)	0%
	(97,317)	(74,027)	31%	(194,536)	(145,698)	34%
Operating profit	155,971	158,947	-2%	309,926	241,029	29%
Net finance cost	(82,250)	(42,457)	94%	(145,304)	(82,214)	77%
Profit before tax	73,721	116,490	37%	164,622	158,815	4%
Income tax	(12,518)	(20,303)	38%	(32,479)	(31,287)	4%
Profit for the period	61,203	96,187	36%	132,143	127,528	4%
Earnings per share (Rs)	1.02	1.61		2.21	2.13	

Notes

1. The above figures are provisional and subject to audit.
2. These interim financial statements have been prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31st March 2012 and are also in line with the second alternative option of the "Ruling on Comparative Figures In The Interim Financial Statements" issued by The Institute of Chartered Accountants of Sri Lanka, dated 2nd March, 2012. The Company was in the process of adopting Sri Lanka Accounting Standards (SLFRS/LKAS) with effect from 1st April 2012 and the impact to the Statement of Comprehensive Income and net assets base has not been determined yet due to the work in progress.
3. There have been no other events subsequent to the interim period, which require disclosure in the Provisional Financial Statements.
4. There is no liability for Management Fees or any other similar expenditure.
5. There were no funds raised through an IPO/Rights/Debenture Issue.
6. There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31st March 2012.

It is certified that these financial statements have been prepared in compliance with the requirements of companies Act No 7 of 2007.

Sgd.

Champika Coomasaru
Group Financial Controller

Sgd.

U G Madanayake
Chairman
14th November 2012
Colombo

Sgd.

Suren Madanayake
Managing Director
14th November 2012
Colombo

	Quarter ended 30th September			Period ended 30th September		
	2012 Rs '000	2011 Rs '000	Change %	2012 Rs '000	2011 Rs '000	Change %
Revenue	2,892,791	2,885,549	0%	5,602,903	5,212,823	7%
Cost of sales	(2,448,482)	(2,460,847)	-1%	(4,695,340)	(4,445,351)	6%
Gross profit	444,309	424,702	5%	907,563	767,472	18%
Other income	(13,931)	(461)	2922%	1,588	6,072	-74%
Distribution cost	(137,720)	(86,474)	59%	(272,711)	(182,717)	49%
Administration cost	(67,528)	(68,748)	-2%	(133,358)	(126,941)	5%
	(205,248)	(155,222)	32%	(406,069)	(309,658)	31%
Operating profit	225,130	269,019	-16%	503,081	463,886	8%
Net finance cost	(85,716)	(63,479)	35%	(163,186)	(122,077)	34%
Profit before tax	139,414	205,540	-32%	339,895	341,809	-1%
Income tax	(45,929)	(55,203)	-17%	(106,409)	(90,563)	17%
Profit for the period	93,485	150,337	-38%	233,486	251,246	-7%
Share of profit attributable to minority	(12,274)	(28,539)	-57%	(34,167)	(36,162)	-6%
Net profit attributable to equity holders of the company	81,211	121,798	33%	199,319	215,084	-7%
Earnings per share (Rs)	1.36	2.03		3.33	3.59	

Notes

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3. There have been no other events subsequent to the interim period, which require disclosure in the Provisional Financial Statements.
4. There is no liability for Management Fees or any other similar expenditure.
5. There were no funds raised through an IPO/Rights/Debtenture Issue.
6. There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31st March 2012.

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Champika Coomasaru
Group Financial Controller

Sgd.

U G Madanayake
Chairman
14th November 2012
Colombo

Sgd.

Suren Madanayake
Managing Director
14th November 2012
Colombo

	Group		Company	
	AS AT	AS AT	AS AT	AS AT
	30.09.2012	31.03.2012	30.09.2012	31.03.2012
	Rs '000	Rs '000	Rs '000	Rs '000
ASSETS				
Non - current assets				
Property, plant & equipment	2,724,526	2,739,538	1,232,226	1,235,497
Work in progress	62,044	58,475	20,406	31,265
Investment property	130,000	130,000	-	-
Intangible assets	5,994	5,994	-	-
Pre paid lease rentals	1,743	1,776	-	-
Investment in subsidiaries	-	-	568,248	568,248
Investment in other companies	25,815	25,815	20,246	20,246
	<u>2,950,122</u>	<u>2,961,598</u>	<u>1,841,126</u>	<u>1,855,256</u>
Current assets				
Inventories	3,382,899	2,875,032	1,845,224	1,552,204
Receivables and prepayments	3,235,341	2,789,462	2,422,690	1,868,649
Pre paid lease rentals	22	22	-	-
Cash & cash equivalents	373,974	665,303	60,221	476,911
	<u>6,992,236</u>	<u>6,329,819</u>	<u>4,328,135</u>	<u>3,897,764</u>
TOTAL ASSETS	<u>9,942,358</u>	<u>9,291,417</u>	<u>6,169,261</u>	<u>5,753,020</u>
EQUITY & LIABILITIES				
Capital & reserves				
Stated capital	299,488	299,488	299,488	299,488
Capital reserve	1,447,781	1,447,781	658,340	658,340
General reserve	1,123,825	1,123,825	680,266	680,266
Retained earnings	2,358,706	2,189,334	1,193,733	1,091,536
Total Equity attributable to Equity Holders of the Company	<u>5,229,800</u>	<u>5,060,428</u>	<u>2,831,827</u>	<u>2,729,630</u>
Minority Interests	645,010	616,821	-	-
Total equity	<u>5,874,810</u>	<u>5,677,249</u>	<u>2,831,827</u>	<u>2,729,630</u>
Non - current liabilities				
Provision for payment in lieu of employee share issue scheme	2,344	2,533	-	-
Defined benefit obligations	191,430	178,027	131,707	121,580
Deferred tax liability	127,924	127,850	56,238	56,238
Borrowings	150,000	200,000	150,000	200,000
Finance lease obligation	-	46	-	46
	<u>471,698</u>	<u>508,456</u>	<u>337,945</u>	<u>377,864</u>
Current liabilities				
Trade and other payables	644,601	1,025,001	833,866	1,148,324
Income tax payable	222,476	149,960	121,643	89,164
Finance lease obligation	-	632	-	632
Dividend payable	5,206	14,296	-	-
Borrowings	2,287,954	1,387,866	1,784,500	1,105,740.16
Bank overdraft	435,614	527,957	259,480	301,666
	<u>3,595,851</u>	<u>3,105,712</u>	<u>2,999,489</u>	<u>2,645,526</u>
Total equity & liabilities	<u>9,942,358</u>	<u>9,291,417</u>	<u>6,169,261</u>	<u>5,753,020</u>
Net Asset Value per Share (Rs)	87.32	84.49	47.28	45.57
Highest and Lowest Market Price recorded during the quarter;				
Highest Price (Rs)			76.00	74.00
Lowest Price (Rs)			50.50	56.00
Last Traded Price (Rs)			75.00	62.60

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
14th November 2012
Colombo

Sgd.

Suren Madanayake
Managing Director
14th November 2012
Colombo

ACL CABLES PLC
STATEMENT OF CHANGES IN EQUITY

For the period ended 30th September 2012

Unaudited

(A) COMPANY	Stated Capital Rs '000	Capital Reserves Rs '000	General Reserve Rs '000	Retained Profit Rs '000	Total Rs '000
Balance as at 1st April 2012	299,488	330,856	1,007,750	1,091,536	2,729,630
Net profit for the period	-	-	-	132,144	132,144
Dividend paid	-	-	-	(29,947)	(29,947)
Balance as at 30th September 2012	299,488	330,856	1,007,750	1,193,733	2,831,827

(B) GROUP	Stated Capital Rs '000	Capital Reserves Rs '000	General Reserve Rs '000	Retained Profit Rs '000	Minority Interest Rs '000	Total Rs '000
Balance as at 1st April 2012	299,488	1,447,781	1,123,825	2,189,334	616,821	5,677,249
Net profit for the period	-	-	-	199,319	34,167	233,486
Dividend paid	-	-	-	(29,947)	(5,978)	(35,925)
Balance as at 30th September 2012	299,488	1,447,781	1,123,825	2,358,706	645,010	5,874,810

No of shares as at 30th September 2012 59,893,680

For the year ended 31st March 2012

(A) COMPANY	Stated Capital Rs '000	Capital Reserves Rs '000	General Reserve Rs '000	Retained Profit Rs '000	Total Rs '000
Balance as at 1st April 2011	299,488	330,856	680,266	895,877	2,206,487
Net Profit for the six months	-	-	-	127,528	127,528
Balance as at 30th September 2011	299,488	330,856	680,266	1,023,405	2,334,015
Balance as at 1st October 2011	299,488	330,856	680,266	1,023,405	2,334,015
Net profit for the six months	-	-	-	110,057	110,057
Revaluation surplus	-	-	368,260	-	368,260
Deferred tax on revaluation surplus	-	-	(40,776)	-	(40,776)
Dividends	-	-	-	(41,926)	(41,926)
Balance as at 31st March 2012	299,488	330,856	1,007,750	1,091,536	2,729,630

(B) GROUP	Stated Capital Rs '000	Capital Reserves Rs '000	General Reserve Rs '000	Retained Profit Rs '000	Minority Interest Rs '000	Total Rs '000
Balance as at 1st April 2011	299,488	863,320	1,123,825	1,723,107	507,318	4,517,058
Net profit for the six months	-	-	-	215,084	36,162	251,246
Balance as at 30th September 2011	299,488	863,320	1,123,825	1,938,191	543,480	4,768,304
Balance as at 1st October 2011	299,488	863,320	1,123,825	1,938,191	543,480	4,768,304
Net profit for the six months	-	-	-	288,179.39	40,942	329,121
Revaluation surplus	-	649,406	-	-	52,001	701,407
Deferred tax on revaluation surplus	-	(61,161)	-	-	(3,145)	(64,306)
Transfer from revaluation reserve	-	(4,889)	-	4,889	-	-
Deferred tax on transfer	-	1,105	-	-	264	1,369
Dividend paid	-	-	-	(41,926)	(16,720)	(58,646)
Balance as at 31st March 2012	299,488	1,447,781	1,123,825	2,189,334	616,821	5,677,249

No of shares as at 31st March 2012 59,893,680

ACL CABLES PLC
CASH FLOW STATEMENT

Unaudited

FOR THE PERIOD ENDED	GROUP		COMPANY	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
	Rs	Rs	Rs	Rs
CASH FLOW FROM OPERATING ACTIVITIES				
Profit/ (loss) before tax	339,895	341,808	164,622	158,815
Adjustments for ;				
Depreciation on property, plant and equipment	69,226	61,215	25,900	23,335
Dividend income	(126)	-	(52,504)	-
Interest (income)/expense	85,716	108,866	-	72,176
Profit on disposal of Property, Plant & Equipments	(3)	-	-	-
Amortization of leasehold properties	33	-	-	-
Operating Profit before changes in working Capital	494,741	511,889	138,018	254,326
Changes in working capital ;				
Inventories	(507,867)	436,722	(293,020)	391,626
Receivables and pre-payments	(445,879)	(525,903)	(554,041)	142,008
Trade & other payables	(380,400)	354,728	(314,457)	(262,464)
Dividend payable	(9,091)	-	-	-
Provision for defined benefit obligations	17,984	12,945	12,566	9,276
Cash generated from/ (used in) operations	(830,512)	790,381	(1,010,934)	534,772
Interest received/(paid)	(85,716)	(108,866)	-	(72,176)
Gratuity paid	(4,581)	(4,092)	(2,439)	(2,807)
Payment in lieu of employee share issue scheme	(189)	-	-	-
Income tax paid less refund received	(30,398)	(74,314)	-	(9,086)
WHT on dividend paid by subsidiary	(3,420)	-	-	-
Net cash (used in)/from operating activities	(954,815)	603,109	(1,013,373)	450,703
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase and construction of property, plant & equipment	(57,783)	(60,203)	(36,091)	(25,232)
Dividend received	126	18,437	52,504	-
Proceeds on disposal of property, plant & equipment	3	-	-	-
Proceeds on disposal of capital working progress	-	-	24,320	-
Net cash from/(used in) investing activities	(57,654)	(41,766)	40,734	(25,232)
CASH FLOW FROM FINANCING ACTIVITIES				
Lease installments paid	(678)	-	(678)	-
Short term borrowings net of payments	900,088	(401,775)	678,760	(53,632)
Long term borrowings net of payments	(50,000)	(50,000)	(50,000)	(50,000)
Dividend paid by the company	(29,947)	-	(29,947)	-
Dividend paid by subsidiary to minorities	(5,978)	-	-	-
Net cash generated from/ (used in) financing activities	813,485	(451,775)	598,135	(103,632)
Net increase/(decrease) in cash & cash equivalents	(198,987)	109,568	(374,504)	321,839
Cash & cash equivalents at the beginning of the period	137,346	(284,351)	175,245	(164,217)
Cash & cash equivalents at the end of the period	(61,641)	(174,783)	(199,259)	157,622

ACL CABLES PLC
NOTES TO THE FINANCIAL STATEMENTS

Unaudited

For the period ended

	30.09.2012	30.09.2011
	RS'000	RS'000
Company		
Geographical segment revenue		
Local	2,866,636	2,284,097
Export	359,986	239,082
	<u>3,226,622</u>	<u>2,523,179</u>
Group		
Revenue		
Total revenue	6,328,756	5,547,232
Inter company sales	(725,853)	(334,409)
External Sales	<u>5,602,903</u>	<u>5,212,823</u>
Geographical segment revenue		
Local	4,591,821	4,672,711
Export	1,011,082	540,112
Taxes		
	<u>5,602,903</u>	<u>5,212,823</u>

Twenty largest shareholders as at 30th September 2012

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	3,234,609	5.40%
04. Sri Lanka Insurance Corporation Limited - Life Fund	2,748,400	4.59%
05. National Savings Bank	1,275,200	2.13%
06. Employees Trust Fund Board	1,181,271	1.97%
07. Mrs. N.C. Madanayake	1,032,100	1.72%
08. FAB Foods (pvt) Ltd	767,520	1.28%
09. Deutsche Bank AG -National Equity Fund	750,000	1.25%
10. Seylan Bank/Govindasami Ramanan	600,103	1.00%
11. Bank of Ceylon-No 2 A/C	541,900	0.90%
12. Deutsche Bank AG AS Trustee for Namal Acuity	500,000	0.83%
13. R.D.M. Perera	350,932	0.59%
14. Sir Cyril De Zoysa Trust	341,036	0.57%
15. Commercial Bank/G.Ramanan	308,300	0.51%
16. David Peiris Mortor Company Ltd	264,577	0.44%
17. Waldoc Mckenize Ltd/ Highline Trading Co	247,114	0.41%
18. Heramilya Investments PLC	239,500	0.40%
19. Commercial Bank Of Ceylon PLC/Capital Trust	227,002	0.38%
20. V.A.D.L.W. Perera	188,500	0.31%
	<u>50,937,676</u>	<u>85.05%</u>

Share holding of directors as at 30th September 2012

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. Mr. Ajit Jayaratne	-	-
05. Mr. Hemaka Amarasuriya	-	-
06. Mr. D.D. Wahalthanthri	-	-
07. Mr. Rajiv Casie Chitty	-	-

Total held by Directors	<u>37,171,712</u>	<u>62.06%</u>
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Shares held by public as at 30th September 2012	<u>22,721,968</u>	<u>37.94%</u>
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Total No of Shares as at 30th September 2012	<u>59,893,680</u>	<u>100.00%</u>
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