

**INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED 30TH JUNE 2012  
UNAUDITED**



**ACL CABLES PLC (PQ 102)**

**ACL CABLES PLC**  
**CONSOLIDATED INCOME STATEMENT**

Unaudited

For the three months ended 30th June	Group			Company		
	2012	2011	Change	2012	2011	Change
	Rs '000	Rs '000	%	Rs '000	Rs '000	%
Revenue	2,710,112	2,327,274	16%	1,533,463	1,170,169	31%
Cost of sales	(2,246,858)	(1,984,504)	13%	(1,315,552)	(1,018,980)	29%
<b>Gross profit</b>	463,254	342,770	35%	217,911	151,189	44%
Other income	15,519	6,533	138%	33,263	2,564	1197%
Distribution cost	(134,991)	(96,243)	40%	(71,599)	(48,340)	48%
Administration cost	(65,830)	(58,193)	13%	(25,620)	(23,331)	10%
	(200,821)	(154,436)	30%	(97,219)	(71,671)	36%
<b>Operating profit</b>	277,952	194,867	43%	153,955	82,082	88%
Net finance cost	(77,471)	(58,599)	32%	(63,054)	(39,757)	59%
Profit before tax	200,481	136,268	47%	90,901	42,325	115%
Income tax	(60,480)	(35,360)	71%	(19,961)	(10,984)	82%
<b>Profit for the period</b>	140,001	100,908	39%	70,940	31,341	126%
Share of profit attributable to minority	(21,893)	(15,006)	46%			
Net profit attributable to equity holders of the company	118,108	85,902	37%			
Earnings per share (Rs)	1.97	1.43		1.18	0.52	

**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/Debtenture Issue.
6. There has not been a significant change in the nature of the contingent liabilities, which were disclosed in 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  
13th August 2012  
Colombo

Sgd.

**Suren Madanayake**  
Managing Director  
13th August 2012  
Colombo

As at	Group		Company	
	30.06.2012	31.03.2012	30.06.2012	31.03.2012
	Rs '000	Rs '000	Rs '000	Rs '000
<b>ASSETS</b>				
<b>Non - current assets</b>				
Property, plant & equipment	2,738,000	2,739,538	1,232,763	1,235,497
Work in progress	62,870	58,475	38,671	31,265
Investment property	130,000	130,000	-	-
Intangible assets	5,994	5,994	-	-
Leasehold properties	1,749	1,776	-	-
Investment in subsidiaries	-	-	568,248	568,248
Investment in other companies	25,815	25,816	20,246	20,246
	<u>2,964,428</u>	<u>2,961,599</u>	<u>1,859,928</u>	<u>1,855,256</u>
<b>Current assets</b>				
Inventories	3,346,658	2,875,032	1,759,251	1,552,204
Receivables and prepayments	3,162,267	2,789,462	2,295,559	1,868,649
Leasehold properties	22	22	-	-
Cash & cash equivalents	364,488	665,303	84,324	476,911
	<u>6,873,435</u>	<u>6,329,819</u>	<u>4,139,134</u>	<u>3,897,764</u>
<b>TOTAL ASSETS</b>	<u>9,837,863</u>	<u>9,291,418</u>	<u>5,999,062</u>	<u>5,753,020</u>
<b>EQUITY &amp; LIABILITIES</b>				
<b>Capital &amp; reserves</b>				
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	2,277,496	2,189,334	1,132,530	1,091,536
<b>Total Equity attributable to Equity Holders of the Company</b>	<u>5,148,591</u>	<u>5,060,428</u>	<u>2,770,624</u>	<u>2,729,630</u>
Minority Interests	638,714	616,821	-	-
<b>Total equity</b>	<u>5,787,304</u>	<u>5,677,249</u>	<u>2,770,624</u>	<u>2,729,630</u>
<b>Non - current liabilities</b>				
Provision for payment in lieu of employee share issue scheme	2,485	2,533	-	-
Defined benefit obligations	184,728	178,028	126,643	121,580
Deferred tax liability	127,924	127,850	56,238	56,238
Borrowings	175,000	200,000	175,000	200,000
Finance lease obligation	-	46	-	46
	<u>490,137</u>	<u>508,456</u>	<u>357,881</u>	<u>377,864</u>
<b>Current liabilities</b>				
Trade and other payables	908,452	1,025,001	816,029	1,148,324
Income tax payable	195,768	149,961	109,125	89,164
Finance lease obligation	-	632	-	632
Dividend payable	5,145	14,296	-	-
Borrowings	2,004,144	1,387,866	1,729,810	1,105,740
Bank overdraft	446,913	527,957	215,593	301,666
	<u>3,560,422</u>	<u>3,105,713</u>	<u>2,870,557</u>	<u>2,645,526</u>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<u>9,837,863</u>	<u>9,291,418</u>	<u>5,999,062</u>	<u>5,753,020</u>
Net Asset Value per Share (Rs)	85.96	84.49	46.26	45.57
<b>Highest and Lowest Market Price recorded during the quarter;</b>				
Highest Price (Rs)			63.60	74.00
Lowest Price (Rs)			52.00	56.00
Last Traded Price (Rs)			55.30	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*  
 13th August 2012  
 Colombo

Sgd.

**Suren Madanayake**  
*Managing Director*  
 13th August 2012  
 Colombo

**ACL CABLES PLC**  
**STATEMENT OF CHANGES IN EQUITY**

**For the period ended 30th June 2012**

Unaudited

<b>(A) COMPANY</b>	<b>Stated Capital Rs '000</b>	<b>Capital Reserves Rs '000</b>	<b>General Reserve Rs '000</b>	<b>Retained Profit Rs '000</b>	<b>Total Rs '000</b>	
Balance as at 1st April 2012	299,488	658,340	680,266	1,091,536	2,729,630	
Net profit for the period	-	-	-	70,940	70,940	
Dividend paid	-	-	-	(29,946)	(29,946)	
<b>Balance as at 30th June 2012</b>	<u>299,488</u>	<u>658,340</u>	<u>680,266</u>	<u>1,132,530</u>	<u>2,770,624</u>	

  

<b>(B) GROUP</b>	<b>Stated Capital Rs '000</b>	<b>Capital Reserves Rs '000</b>	<b>General Reserve Rs '000</b>	<b>Retained Profit Rs '000</b>	<b>Minority Interest Rs '000</b>	<b>Total Rs '000</b>
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	-	-	-	118,108	21,893	140,001
Dividend paid	-	-	-	(29,946)	-	(29,946)
<b>Balance as at 30th June 2012</b>	<u>299,488</u>	<u>1,447,781</u>	<u>1,123,825</u>	<u>2,277,496</u>	<u>638,714</u>	<u>5,787,304</u>

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

**For the year ended 31st March 2012**

<b>(A) COMPANY</b>	<b>Stated Capital Rs '000</b>	<b>Capital Reserves Rs '000</b>	<b>General Reserve Rs '000</b>	<b>Retained Profit Rs '000</b>	<b>Total Rs '000</b>	
Balance as at 1st April 2011	299,488	330,856	680,266	895,877	2,206,487	
Net profit for the three months	-	-	-	31,341	31,341	
<b>Balance as at 30th June 2011</b>	<u>299,488</u>	<u>330,856</u>	<u>680,266</u>	<u>927,218</u>	<u>2,237,828</u>	
Balance as at 1st July 2011	299,488	330,856	680,266	927,218	2,237,828	
Net profit for the nine months	-	-	-	206,244	206,244	
Revaluation surplus	-	368,260	-	-	368,260	
Deferred tax on revaluation surplus	-	(40,776)	-	-	(40,776)	
Dividends	-	-	-	(41,926)	(41,926)	
<b>Balance as at 31st March 2012</b>	<u>299,488</u>	<u>658,340</u>	<u>680,266</u>	<u>1,091,536</u>	<u>2,729,630</u>	

  

<b>(B) GROUP</b>	<b>Stated Capital Rs '000</b>	<b>Capital Reserves Rs '000</b>	<b>General Reserve Rs '000</b>	<b>Retained Profit Rs '000</b>	<b>Minority Interest Rs '000</b>	<b>Total Rs '000</b>
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 three months	-	-	-	85,902	15,006	100,908
<b>Balance as at 30th June 2011</b>	<u>299,488</u>	<u>863,320</u>	<u>1,123,825</u>	<u>1,809,009</u>	<u>522,324</u>	<u>4,617,966</u>
Balance as at 1st July 2011	299,488	863,320	1,123,825	1,809,009	522,324	4,617,966
Net profit for the nine months	-	-	-	417,361	62,098	479,459
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)
<b>Balance as at 31st March 2012</b>	<u>299,488</u>	<u>1,447,781</u>	<u>1,123,825</u>	<u>2,189,334</u>	<u>616,821</u>	<u>5,677,249</u>

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

**ACL CABLES PLC**  
**CASH FLOW STATEMENT**

Unaudited

For the three months ended 30th June	GROUP		COMPANY	
	2012 Rs '000	2011 Rs '000	2012 Rs '000	2011 Rs '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit/ (loss) before tax	200,481	136,268	90,901	42,325
<b>Adjustments for ;</b>				
Depreciation on property, plant and equipment	32,832	29,822	12,381	10,983
Dividend income	(22,045)	-	(22,045)	-
Interest (income)/expense	77,471	55,416	63,054	37,617
Amortization of leasehold properties	27	-	-	-
Operating Profit before changes in working Capital	88,285	85,238	53,390	48,600
<b>Changes in working capital ;</b>				
Inventories	(471,626)	(220,170)	(207,047)	(35,775)
Receivables and pre-payments	(372,805)	(37,430)	(426,910)	72,379
Trade & other payables	(116,549)	(60,366)	(332,295)	(59,761)
Dividend payable	(9,151)	-	-	-
Provision for defined benefit obligations	8,715	6,272	6,042	4,638
<b>Cash generated from/ (used in) operations</b>	(672,649)	(90,188)	(815,919)	72,406
Interest received/(paid)	(77,471)	(57,466)	(63,054)	(37,617)
Gratuity paid	(2,015)	(2,321)	(979)	(1,564)
Payment in lieu of employee share issue scheme	(47)	-	-	-
Income tax paid less refund received	(14,598)	(47,522)	-	(8,775)
<b>Net cash (used in)/from operating activities</b>	(766,780)	(197,497)	(879,951)	24,450
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase/construction of property, plant & equipment	(35,690)	(51,947)	(17,052)	(11,172)
Dividend received	22,045	-	22,045	-
Net cash from/(used in) investing activities	(13,645)	(51,947)	4,993	(11,172)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Lease installments paid	(678)	-	(678)	-
Short term borrowings net of payments	616,279	137,981	624,070	71,622
Long term borrowings net of payments	(25,000)	(25,000)	(25,000)	(16,666)
Dividend paid by the company	(29,946)	(12)	(29,946)	(8,334)
Net cash generated from/ (used in) financing activities	560,654	112,969	568,446	46,622
Net increase/(decrease) in cash & cash equivalents	(219,771)	(136,475)	(306,513)	59,900
Cash & cash equivalents at the beginning of the period	137,346	(164,217)	175,244	(164,217)
<b>Cash &amp; cash equivalents at the end of the period</b>	(82,425)	(300,692)	(131,269)	(104,317)

**ACL CABLES PLC**  
**NOTES TO THE FINANCIAL STATEMENTS**

	<i>Unaudited</i>	
<b>For the three months ended 30th June</b>	<b>2012</b>	<b>2011</b>
	<b>RS'000</b>	<b>RS'000</b>
<b>Company</b>		
<b>Revenue</b>		
Gross revenue	1,533,463	1,170,169
Nation Building Tax	-	-
Net turnover	<u>1,533,463</u>	<u>1,170,169</u>
<b>Geographical segment revenue</b>		
Local	1,376,125	906,208
Export	157,338	263,961
	<u>1,533,463</u>	<u>1,170,169</u>
<b>Group</b>		
<b>Revenue</b>		
Total revenue	3,043,012	2,574,224
Inter company sales	(332,900)	(246,950)
External Sales	<u>2,710,112</u>	<u>2,327,274</u>
<b>Geographical segment revenue</b>		
Local	2,293,925	2,063,313
Export	416,187	263,961
	<u>2,710,112</u>	<u>2,327,274</u>

**Twenty largest shareholders as at 30th June 2012**

<b>Shareholder Name</b>	<b>Number of shares</b>	<b>Holdings %</b>
01. Mr. U. G. Madanayake	22,642,116	37.80%
02. Mr. Suren Madanayake	13,302,396	22.21%
03. Employees Provident Fund	2,883,112	4.81%
04. Sri Lanka Insurance Corporation Limited - Life Fund	2,748,400	4.59%
05. National Savings Bank	1,275,200	2.13%
06. Mrs. N.C. Madanayake	1,032,100	1.72%
07. Employees Trust Fund Board	908,400	1.52%
08. FAB Foods (pvt) Ltd	767,520	1.28%
09. Deutsche Bank AG -National Equity Fund	750,000	1.25%
10. Bank of Ceylon-No 2 A/C	541,900	0.90%
11. Aviva NDB Insurance PLC A/C No 7	524,600	0.88%
12. Deutsche Bank AG AS Trustee for Namal Acuity	500,000	0.83%
13. Seylan Bank/Govindasami Ramanan	398,000	0.66%
14. David Peiris Motor Company Ltd	374,827	0.63%
15. R.D.M. Perera	350,932	0.59%
16. Sir Cyril De Zoysa Trust	341,036	0.57%
17. Commercial Bank/G.Ramanan	303,300	0.51%
18. Waldoc Mckenize Ltd/ Highline Trading Co	247,600	0.41%
19. Heraymila Investments PLC	239,500	0.40%
20. NDB AVIVA Wealth Management	224,400	0.37%
	<u>50,355,339</u>	<u>84.07%</u>

**Share holding of directors as at 30th June 2012**

<b>Director Name</b>	<b>Number of shares</b>	<b>Holdings %</b>
01. Mr. U. G. Madanayake - Chairman	22,642,116	37.80%
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. Daya Wahalthantiri	-	-
07. Mr. Rajiv Casie Chitty	-	-
Total held by Directors	<u>36,976,612</u>	<u>61.74%</u>

**Shares held by public as at 30th June 2012**

22,917,068      38.26%

**Total No of Shares as at 30th June 2012**

59,893,680      100.00%