

**INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED 31 DECEMBER 2012  
UNAUDITED**



**ACL CABLES PLC (PQ 102)**

**ACL CABLES PLC**  
**COMPANY INCOME STATEMENT**

Unaudited

	Quarter ended 31 December			Nine months ended 31 December		
	2012	2011	Change	2012	2011	Change
	Rs '000	Rs '000	%	Rs '000	Rs '000	%
Revenue	1,522,556	1,322,113	15%	4,749,178	3,845,292	24%
Cost of sales	(1,333,710)	(1,174,395)	14%	(4,107,357)	(3,355,180)	22%
<b>Gross profit</b>	188,846	147,718	28%	641,821	490,112	31%
Other income	(6,763)	2,395	-382%	44,724	46,728	-4%
Distribution cost	(57,528)	(27,998)	105%	(198,991)	(120,639)	65%
Administration cost	(31,323)	(36,401)	-14%	(84,396)	(89,458)	-6%
<b>Operating profit</b>	93,232	85,714	9%	403,158	326,743	23%
Net finance cost	(71,003)	(36,774)	93%	(216,307)	(118,988)	82%
Profit before tax	22,230	48,940	55%	186,852	207,755	-10%
Income tax	(6,873)	(10,188)	33%	(39,352)	(41,475)	-5%
<b>Profit for the period</b>	15,357	38,752	60%	147,500	166,280	-11%
<b>Earnings per share (Rs)</b>	0.26	0.65		2.46	2.78	

**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 31 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 2 March, 2012. The Company is in the process of adopting Sri Lanka Accounting Standards (SLFRS/LKAS) with effect from 1 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 31 March 2012.

	Quarter ended			Nine months ended		
	31 December			31 December		
	2012	2011	Change	2012	2011	Change
	Rs '000	Rs '000	%	Rs '000	Rs '000	%
Revenue	2,604,061	2,124,492	23%	8,206,964	7,337,315	12%
Cost of sales	(2,009,711)	(1,747,557)	15%	(6,705,051)	(6,192,908)	8%
<b>Gross profit</b>	594,350	376,935	58%	1,501,913	1,144,407	31%
Other income	(3)	4,070	-100%	1,585	10,142	-84%
Distribution cost	(151,686)	(100,916)	50%	(424,397)	(283,633)	50%
Administration cost	(75,868)	(75,096)	1%	(209,226)	(202,038)	4%
<b>Operating profit</b>	366,793	204,993	79%	869,875	668,878	30%
Net finance cost	(89,590)	(59,292)	51%	(252,776)	(181,370)	39%
Profit before tax	277,203	145,701	90%	617,099	487,508	27%
Income tax	(24,690)	(31,729)	-22%	(131,099)	(122,292)	7%
<b>Profit for the period</b>	252,513	113,972	122%	486,000	365,216	33%
Share of profit attributable to minority	(8,630)	(12,147)	-29%	(42,797)	(48,308)	-11%
Net profit attributable to equity holders of the company	243,882	101,825	-140%	443,202	316,908	40%
<b>Earnings per share (Rs)</b>	4.07	1.70		7.40	5.29	

**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 31 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 2 March, 2012. The Company is in the process of adopting Sri Lanka Accounting Standards (SLFRS/LKAS) with effect from 1 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/Debt 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 31 March 2012.

	Group		Company	
	AS AT	AS AT	AS AT	AS AT
	31.12.2012	31.03.2012	31.12.2012	31.03.2012
	Rs '000	Rs '000	Rs '000	Rs '000
<b>ASSETS</b>				
<b>Non - current assets</b>				
Property, plant & equipment	2,775,179	2,739,538	1,230,575	1,235,497
Work in progress	69,626	58,475	27,276	31,265
Investment property	130,000	130,000	-	-
Intangible assets	5,994	5,994	-	-
Pre paid lease rentals	1,738	1,776	-	-
Investment in subsidiaries	-	-	641,448	568,248
Investment in other companies	25,815	25,815	20,246	20,246
	<u>3,008,351</u>	<u>2,961,598</u>	<u>1,919,545</u>	<u>1,855,256</u>
<b>Current assets</b>				
Inventories	3,293,634	2,875,032	1,769,572	1,552,204
Receivables and prepayments	3,124,576	2,789,462	2,340,810	1,868,649
Pre paid lease rentals	22	22	-	-
Cash & cash equivalents	724,814	665,303	225,024	476,911
	<u>7,143,046</u>	<u>6,329,819</u>	<u>4,335,406</u>	<u>3,897,764</u>
<b>TOTAL ASSETS</b>	<u>10,151,397</u>	<u>9,291,417</u>	<u>6,254,951</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	2,572,643	2,189,334	1,179,142	1,091,536
<b>Total Equity attributable to Equity Holders of the Company</b>	<u>5,443,737</u>	<u>5,060,428</u>	<u>2,817,236</u>	<u>2,729,630</u>
Minority Interests	653,641	616,821	-	-
<b>Total equity</b>	<u>6,097,377</u>	<u>5,677,249</u>	<u>2,817,236</u>	<u>2,729,630</u>
<b>Non - current liabilities</b>				
Provision for payment in lieu of employee share issue scheme	2,343	2,533	-	-
Defined benefit obligations	199,194	178,027	136,819	121,580
Deferred tax liability	127,924	127,850	56,238	56,238
Borrowings	125,000	200,000	125,000	200,000
Finance lease obligation	-	46	-	46
	<u>454,461</u>	<u>508,456</u>	<u>318,057</u>	<u>377,864</u>
<b>Current liabilities</b>				
Trade and other payables	944,981	1,025,001	1,101,004	1,148,324
Income tax payable	215,616	149,960	128,516	89,164
Finance lease obligation	-	632	-	632
Dividend payable	5,532	14,296	-	-
Borrowings	1,847,596	1,387,866	1,484,084	1,105,740
Bank overdraft	585,834	527,957	406,054	301,666
	<u>3,599,559</u>	<u>3,105,712</u>	<u>3,119,658</u>	<u>2,645,526</u>
<b>Total equity &amp; liabilities</b>	<u>10,151,397</u>	<u>9,291,417</u>	<u>6,254,951</u>	<u>5,753,020</u>
Net Asset Value per Share (Rs)	90.89	84.49	47.04	45.57
<b>Highest and Lowest Market Price recorded during the quarter;</b>				
Highest Price (Rs)			74.90	74.00
Lowest Price (Rs)			63.00	56.00
Last Traded Price (Rs)			67.40	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  
14 February 2013  
Colombo

Sgd.

**Suren Madanayake**  
Managing Director  
14 February 2013  
Colombo

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

**For the period ended 31 December 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 1 April 2012	299,488	658,340	680,266	1,091,536	2,729,630
Net profit for the period	-	-	-	147,500	147,500
Dividend paid	-	-	-	(59,894)	(59,894)
<b>Balance as at 31 December 2012</b>	<b>299,488</b>	<b>658,340</b>	<b>680,266</b>	<b>1,179,142</b>	<b>2,817,236</b>

<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 1 April 2012	299,488	1,447,781	1,123,825	2,189,334	616,821	5,677,249
Net profit for the period	-	-	-	443,202	42,797	486,000
Dividend paid	-	-	-	(59,894)	(5,978)	(65,871)
<b>Balance as at 31 December 2012</b>	<b>299,488</b>	<b>1,447,781</b>	<b>1,123,825</b>	<b>2,572,643</b>	<b>653,641</b>	<b>6,097,377</b>

No of shares as at 31 December 2012 59,893,680

**For the year ended 31 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 1 April 2011	299,488	330,856	680,266	895,877	2,206,487
Net Profit for the nine months	-	-	-	166,280	166,280
Dividends	-	-	-	(41,926)	(41,926)
<b>Balance as at 31 December 2011</b>	<b>299,488</b>	<b>330,856</b>	<b>680,266</b>	<b>1,020,231</b>	<b>2,330,841</b>

Balance as at 1 January 2012	299,488	330,856	680,266	1,020,231	2,330,841
Net profit for the three months	-	-	-	71,305	71,305
Revaluation surplus	-	368,260	-	-	368,260
Deferred tax on revaluation surplus	-	(40,776)	-	-	(40,776)
<b>Balance as at 31 March 2012</b>	<b>299,488</b>	<b>658,340</b>	<b>680,266</b>	<b>1,091,536</b>	<b>2,729,630</b>

<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 1 April 2011	299,488	863,320	1,123,825	1,723,107	507,318	4,517,058
Net profit for the nine months	-	-	-	316,908	48,308	365,216
Dividends	-	-	-	(41,926)	(9,953)	(51,879)
<b>Balance as at 31 December 2011</b>	<b>299,488</b>	<b>863,320</b>	<b>1,123,825</b>	<b>1,998,089</b>	<b>545,673</b>	<b>4,830,395</b>
Balance as at 1 January 2012	299,488	863,320	1,123,825	1,998,089	545,673	4,830,395
Net profit for the three months	-	-	-	186,355	28,796	215,151
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
Dividends	-	-	-	-	(6,767)	(6,767)
<b>Balance as at 31 March 2012</b>	<b>299,488</b>	<b>1,447,781</b>	<b>1,123,825</b>	<b>2,189,334</b>	<b>616,821</b>	<b>5,677,249</b>

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

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

Unaudited

FOR THE PEIRIOD ENDED	GROUP		COMPANY	
	31.12.2012 Rs '000	31.12.2011 Rs '000	31.12.2012 Rs '000	31.12.2011 Rs '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit/ (loss) before tax	617,099	487,508	186,852	207,755
<b>Adjustments for ;</b>				
Depreciation on property, plant and equipment	105,213	93,262	39,420	35,512
Dividend income	(145)	(2,082)	(52,523)	(1,583)
Interest (income)/expense	252,776	154,238	216,307	101,139
Profit on disposal of Property, Plant & Equipments	-	(2,049)	-	(1,657)
Amortization of leasehold properties	38	-	-	-
Operating Profit before changes in working Capital	974,980	730,877	390,055	341,166
<b>Changes in working capital ;</b>				
Inventories	(418,528)	429,257	(217,368)	252,253
Receivables and pre-payments	(335,114)	67,614	(472,161)	578,853
Trade & other payables	(80,020)	441,666	(47,320)	(371,769)
Dividend payable	(8,764)	-	-	-
Provision for defined benefit obligations	29,336	19,429	21,208	13,914
<b>Cash generated from/ (used in) operations</b>	161,889	1,688,843	(325,585)	814,417
Interest received/(paid)	(252,776)	(153,770)	(216,307)	(101,139)
Gratuity paid	(8,168)	(6,582)	(5,969)	(3,213)
Payment in lieu of employee share issue scheme	(190)	-	-	-
Income tax paid less refund received	(62,022)	(276,465)	-	(184,700)
WHT on dividend paid by subsidiary	(3,420)	-	-	-
<b>Net cash (used in)/from operating activities</b>	(164,688)	1,252,026	(547,861)	525,365
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase and construction of property, plant & equipment	(152,004)	(79,271)	(54,829)	(30,545)
Dividend received	145	2,082	52,523	1,583
Investment in subsidiary companies	-	-	(73,200)	-
Proceeds on disposal of property, plant & equipment	-	2,049	-	1,657
Proceeds on disposal of capital working progress	-	-	24,320	-
<b>Net cash from/(used in) investing activities</b>	(151,859)	(75,140)	(51,186)	(27,305)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Lease installments paid	(678)	-	(678)	-
Short term borrowings net of payments	459,730	(829,156)	378,344	(378,796)
Long term borrowings net of payments	(75,000)	(75,000)	(75,000)	(75,000)
Dividend paid by the company	(59,894)	(41,925)	(59,894)	(41,925)
Dividend paid by subsidiary to minorities	(5,978)	(9,953)	-	-
<b>Net cash generated from/ (used in) financing activities</b>	318,181	(956,034)	242,773	(495,721)
Net increase/(decrease) in cash & cash equivalents	1,634	220,852	(356,275)	2,339
Cash & cash equivalents at the beginning of the period	137,346	(284,208)	175,245	(112,012)
<b>Cash &amp; cash equivalents at the end of the period</b>	138,980	(63,356)	(181,030)	(109,673)

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

*Unaudited*

**For the period ended**

**31.12.2012**    **31.12.2011**  
**RS'000**        **RS'000**

**Company**

**Geographical segment revenue**

Local  
Export

4,184,915	3,504,683
564,263	340,609
<u>4,749,178</u>	<u>3,845,292</u>

**Group**

**Revenue**

Total revenue  
Inter company sales  
External Sales

9,649,383	8,242,074
(1,442,419)	(904,759)
<u>8,206,964</u>	<u>7,337,315</u>

**Geographical segment revenue**

Local  
Export

6,894,268	6,628,724
1,312,695	708,591
<u>8,206,964</u>	<u>7,337,315</u>

**Twenty largest shareholders as at 31 December 2012**

<b>Shareholder Name</b>	<b>Number of shares</b>	<b>Holdings %</b>
01. Mr. U. G. Madanayake	22,837,216	38.13%
02. Mr. Suren Madanayake	13,302,396	22.21%
03. Employees Provident Fund	3,379,766	5.64%
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. Deutsche Bank AG -National Equity Fund	845,000	1.41%
09. FAB Foods (pvt) Ltd	767,520	1.28%
10. Seylan Bank/Govindasami Ramanan	604,453	1.01%
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. Commercial Bank Of Ceylon PLC/Capital Trust	255,988	0.43%
18. Heramilya Investments PLC	239,500	0.40%
19. Waldoc Mckenize Ltd/ Highline Trading Co	227,527	0.38%
20. V.A.D.L.W. Perera	188,500	0.31%
	<u>51,191,582</u>	<u>85.47%</u>

**Share holding of directors as at 31 December 2012**

<b>Director Name</b>	<b>Number of shares</b>	<b>Holdings %</b>
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>

**Shares held by public as at 31 December 2012**

22,721,968 37.94%

**Total No of Shares as at 31 December 2012**

59,893,680 100.00%