

**INTERIM FINANCIAL STATEMENTS
FOR THREE MONTHS ENDED 30 JUNE 2021
UNAUDITED**



ACL CABLES PLC (PQ 102)

ACL CABLES PLC
CONSOLIDATED INCOME STATEMENT

Unaudited

(all amounts in Sri Lanka Rupees thousands)

	Group		Company	
	2021	2020	2021	2020
For the period ended 30 June				
Revenue	6,730,286	3,435,113	3,994,194	1,953,922
Cost of sales	(5,631,094)	(2,930,966)	(3,566,541)	(1,747,008)
Gross profit	1,099,192	504,147	427,653	206,914
Other income	13,282	6,872	21,672	(92)
Distribution costs	(288,431)	(163,820)	(177,174)	(77,050)
Administrative costs	(231,642)	(189,641)	(46,810)	(47,855)
Results from operating activities	592,402	157,558	225,341	81,917
Net finance costs	(147,544)	(155,961)	(88,688)	(48,685)
Share of profit of investments accounted for using the equity method	37,088	3,672	-	-
Profit before income tax	481,945	5,269	136,653	33,232
Income tax expenses	(83,189)	(24,735)	(22,535)	(13,551)
Profit for the Period	398,757	(19,466)	114,118	19,681
Profit attributable to :				
- Owners of the parent	323,266	(35,868)	114,118	19,681
- Non-controlling interests	75,491	16,402	-	-
	398,757	(19,466)	114,118	19,681
OTHER COMPREHENSIVE INCOME				
Profit for the Period	398,757	(19,466)	114,118	19,681
Net change in fair value of available-for-sale financial assets	2,627	3,766	-	-
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-
Gain on revaluation of land and buildings	-	5,269	-	-
Other comprehensive income for the Period, net of tax	2,627	3,766	-	-
Total comprehensive income for the Period, net of tax	401,384	(15,700)	114,118	19,681
Total comprehensive income attributable to:				
- Owners of the parent	325,181	(32,708)	114,118	19,681
- Non-controlling interests	76,203	17,008	-	-
Total comprehensive income for the period, net of tax	401,384	(15,700)	114,118	19,681
Earnings per share (Basic/Diluted) (Rs.)	1.35	(0.15)	0.48	0.08

(all amounts in Sri Lanka Rupees thousands)

As at	Group		Company	
	30-Jun-21	31-Mar-21	30-Jun-21	31-Mar-21
ASSETS				
Non-current assets				
Property, plant and equipment	5,600,265	5,466,219	2,155,537	2,109,132
Work in progress	141,397	198,988	117,077	117,077
Investment property	1,145,050	1,145,050	494,550	494,550
Intangible assets	94,385	95,638	859	859
Right of use assets	38,900	40,235	11,171	12,769
Investment in subsidiaries	-	-	1,047,644	1,047,645
Investment in equity accounted investee	438,474	401,385	345,094	345,093
Available-for-sale Financial assets	517,027	449,908	9,263	11,610
	7,975,498	7,797,421	4,181,195	4,138,735
Current assets				
Inventories	9,388,458	6,652,851	4,281,597	3,145,016
Trade and other receivables	9,763,558	8,939,255	5,823,710	4,977,475
Cash and cash equivalents	2,416,015	2,488,724	480,719	593,460
	21,568,031	18,080,830	10,586,026	8,715,951
TOTAL ASSETS	29,543,529	25,878,252	14,767,220	12,854,685
EQUITY AND LIABILITIES				
Capital and reserves				
Stated capital	299,488	299,488	299,488	299,488
Capital reserve	3,010,512	3,010,512	1,302,799	1,302,799
General reserve	1,123,825	1,123,825	680,266	680,266
Fair value reserve of financial assets at FVOCI	8,375	6,460	2,360	1,778
Retained earnings	9,210,565	8,887,294	4,324,060	4,209,936
Equity attributable to owners of the parent	13,652,766	13,327,580	6,608,973	6,494,267
Non-controlling interests	2,046,599	1,970,398	-	-
Total equity	15,699,365	15,297,979	6,608,973	6,494,267
Non-current liabilities				
Defined benefit obligations	433,668	423,782	214,529	216,007
Deferred tax liability	527,243	516,478	286,292	286,292
Lease Liabilities	34,728	30,064	11,757	13,482
Borrowings	1,316,729	1,101,086	675,256	720,281
	2,312,369	2,071,410	1,187,834	1,236,062
Current liabilities				
Trade and other payables	5,826,857	5,194,513	4,237,990	3,651,223
Current income tax liability	579,299	599,168	233,158	241,071
Borrowings	4,859,992	2,591,616	2,499,266	1,230,538
Bank overdraft	265,645	123,565	-	1,524
	11,531,792	8,508,862	6,970,414	5,124,356
Total liabilities	13,844,161	10,580,273	8,158,248	6,360,418
Total equity and liabilities	29,543,529	25,878,252	14,767,220	12,854,685
Net asset value per share	56.99	55.63	27.59	27.11
Highest and Lowest Market Price recorded during the quarter;				
Highest price (Rs.)			44.70	130.00
Lowest price (Rs.)			35.50	32.50
Last traded price (Rs.)			39.50	35.90

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

Sg.d
Nishantha Weerakoon
Group Chief Financial Officer

Sg.d
U. G. Madanayake
Chairman
13 August 2021
Colombo

Sg.d
Suren Madanayake
Managing Director

ACL CABLES PLC
STATEMENT OF CHANGES IN EQUITY - GROUP

Unaudited

(all amounts in Sri Lanka Rupees thousands)

For the period ended 30 June

	Attributable to owners of the company					Total	Non controlling interest	Total equity
	Stated capital	Capital reserves	General reserve	FV Reserve of FA at FVOCI	Retained profit			
Balance at 1 April 2021	299,488	3,010,511	1,123,825	6,459	8,887,294	13,327,577	1,970,397	15,297,979
Net profit	-	-	-	-	323,266	323,266	75,491	398,757
available-for-sale financial assets	-	-	-	1,915	-	1,915	712	2,627
Re-measurements of post employment benefit obligation	-	-	-	-	-	-	-	-
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	1,915	323,266	325,181	76,203	401,384
Dividends	-	-	-	-	-	-	-	-
Balance at 30 June 2021	299,488	3,010,512	1,123,825	8,375	9,210,560	13,652,757	2,046,599	15,699,365

For the year ended 31 March 2021

	Attributable to owners of the company					Total	Non controlling interest	Total equity
	Stated capital	Capital reserves	General reserve	FV Reserve of FA at FVOCI	Retained profit			
Balance at 1 April 2020	299,488	2,270,744	1,123,825	73	7,543,151	11,237,281	1,696,178	12,933,459
Net profit	-	-	-	-	1,516,504	1,516,504	224,338	1,740,842
Fair value adjustment for available-for-sale financial assets	-	-	-	6,386	-	6,386	1,845	8,231
Re-measurements of post employment benefit obligation	-	-	-	-	2,888	2,888	-	2,888
Deferred tax on re-measurement of post employment benefit obligation	-	-	-	-	(178)	(178)	-	(178)
Gain on Revaluation surplus	-	786,764	-	-	-	786,764	72,288	859,052
Deferred tax on revaluation surplus	-	(41,892)	-	-	-	(41,892)	-	(41,892)
Impact on transfer of NCI Balance to retained earnings of equity investee	-	-	-	-	-	-	-	-
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	(495)	(495)	-	(495)
Total comprehensive income	-	744,872	-	6,386	1,518,719	2,269,977	298,471	2,568,448
Transfers upon disposal of available for sale financial assets	-	-	-	-	-	-	-	-
Transfer from revaluation reserve	-	(5,105)	-	-	5,105	-	-	-
Deferred tax on transfer from revaluation reserve	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	(179,681)	(179,681)	(24,252)	(203,933)
Non controlling interest on acquisition of subsidiary	-	-	-	-	-	-	-	-
Balance at 31 March 2021	299,488	3,010,511	1,123,825	6,459	8,887,294	13,327,577	1,970,397	15,297,979

(all amounts in Sri Lanka Rupees thousands)

For the period ended 30 June

	Stated capital	Capital reserves	General reserve	FV Reserve of FA at FVOCI	Retained profit	Total
Balance at 1 April 2021	299,488	1,302,799	680,266	1,778	4,209,942	6,494,273
Net profit	-	-	-	-	114,118	114,118
Revaluation Surplus	-	-	-	-	-	-
Fair value adjustment for available-for-sale financial assets	-	-	-	582	-	582
Re-measurements of post employment benefit obligation	-	-	-	-	-	-
Total comprehensive income	-	-	-	582	114,118	114,700
Dividends	-	-	-	-	-	-
Balance at 30 June 2021	299,488	1,302,799	680,266	2,360	4,324,060	6,608,973
No of shares as at 30 June 2021	239,574,720					

For the year ended 31 March 2021

		Capital reserve	General reserve	FV Reserve of FA at FVOCI	Retained profit	Total
Balance at 1 April 2020	299,488	1,002,568	680,266	(1,151)	3,705,978	5,687,149
Net profit	-	-	-	-	652,999	652,999
Fair value adjustment for financial assets at fair value through OCI	-	-	-	2,929	-	2,929
Revaluation surplus	-	300,231	-	-	-	300,231
Re-measurements of post employment benefit obligation	-	-	-	-	30,646	30,646
Deferred tax on re-measurement of post employment benefit obligation	-	-	-	-	-	-
Total comprehensive income	-	300,231	-	2,929	683,645	986,805
Dividends	-	-	-	-	(179,681)	(179,681)
Balance at 31 March 2021	299,488	1,302,799	680,266	1,778	4,209,942	6,494,267
No of shares as at 31 March 2021	239,574,720					

ACL CABLES PLC
STATEMENT OF CASH FLOW

Unaudited

(all amounts in Sri Lanka Rupees thousands)

For the period ended 30 June

	GROUP		COMPANY	
	2021	2020	2021	2020
CASH FLOW FROM OPERATING ACTIVITIES				
Profit/(loss) before tax	481,945	176,160	136,653	33,232
Adjustments for:				
Depreciation of property, plant and equipment	90,103	61,229	33,868	33,605
share of profit from equity accounted investee (net of tax)	-	13,690	-	-
Dividend income	(176)	(150)	-	-
Interest expense/(income)	147,544	175,447	88,688	48,685
Defined benefit obligations	19,616	15,120	8,076	8,076
	<u>739,033</u>	<u>441,496</u>	<u>267,285</u>	<u>123,598</u>
Changes in working capital:				
(Increase)/Decrease in;				
Inventories	(2,735,607)	87,883	(1,136,581)	529,371
Receivables and prepayments	(824,303)	(522,879)	(846,235)	(15,302)
Increase/(Decrease) in;				
Trade and other payables	632,344	697,869	586,767	(736,256)
	<u>(2,188,533)</u>	<u>704,369</u>	<u>(1,128,764)</u>	<u>(98,589)</u>
Cash generated from/ (used in) operations				
Interest received/(paid)	(147,544)	(175,447)	(88,688)	(48,685)
Defined benefit obligations paid	(9,730)	(6,516)	(9,553)	(3,020)
Income tax paid less refund received	(103,058)	(83,913)	(29,233)	(24,923)
Net cash (used in)/from operating activities	<u>(2,448,865)</u>	<u>438,493</u>	<u>(1,255,315)</u>	<u>(175,217)</u>
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase and construction of property, plant and equipment	(163,970)	(19,110)	(79,607)	(2,278)
Investment in available-for-sale financial assets	(67,119)	-	-	-
Dividend received	176	150	-	-
Net cash from/(used in) investing activities	<u>(230,913)</u>	<u>(18,960)</u>	<u>(79,606)</u>	<u>(2,280)</u>
CASH FLOW FROM FINANCING ACTIVITIES				
Short term borrowings net of payments	2,249,529	(881,314)	1,268,728	372,409
Long term borrowings net of payments	215,643	84,410	(45,025)	(25,206)
Net cash generated from/ (used in) financing activities	<u>2,465,172</u>	<u>(796,904)</u>	<u>1,223,703</u>	<u>347,203</u>
Net increase/(decrease) in cash and cash equivalents	(214,789)	(377,371)	(111,218)	170,631
Cash and cash equivalents at the beginning of the year	2,365,159	1,862,092	591,936	314,648
Cash and cash equivalents at the end of the year	<u>2,150,370</u>	<u>1,484,721</u>	<u>480,719</u>	<u>485,279</u>

(all amounts in Sri Lanka Rupees thousands)

1. Segment information

(a) Business segment information

	Manufacturing cables 2021	Manufacturing PVC compound 2021	Others 2021	Total 2021	Total 2020
<i>For the period ended 30 June</i>					
Revenue					
Total revenue	7,109,828	675,682	1,144,484	8,914,098	4,590,850
Inter-segment sales	(398,255)	(648,578)	(1,121,082)	(2,167,916)	(1,155,737)
External sales	6,711,572	27,104	23,402	6,746,182	3,435,113
Results					
Profit/(loss) before other income and finance cost	49,675	84,628	69,257	203,669	82,009
Other income	15,840	54	5,778	21,672	(92)
Finance (cost)/income	(43,650)	(9,910)	(35,128)	(88,688)	(48,685)
Share of profit of investments accounted for using the equity method (Power and energy)	-	-	-	-	-
Taxation	535	(13,390)	(9,680)	(22,535)	(13,551)
Profit/(loss) after taxation	22,400	61,382	30,227	114,118	19,681
Capital expenditure					
Segment capital expenditure	163,970	-	-	163,970	15,430
Total capital expenditure				163,970	15,430
Depreciation and amortisation					
Segment depreciation	76,637	3,607	9,859	90,103	83,838
Total depreciation and amortisation				90,103	83,838

	Manufacturing cables 2021	Manufacturing PVC compound 2021	Others 2021	Total 2021	Total 30 June 2020
<i>For the period ended 30 June</i>					
Assets					
Segment assets	24,761,771	1,427,071	2,414,893	28,603,735	20,043,443
Unallocated corporate assets				939,794	738,830
Total assets				29,543,529	20,782,273
Liabilities					
Segment liabilities	10,842,851	712,930	2,286,806	13,842,587	7,861,284
Unallocated corporate liabilities				1,574	3,226
Total liabilities				13,844,161	7,864,510

(b) Geographical segment information - revenue

	Group		Company	
	2021	2020	2021	2020
<i>For the period ended 30 June</i>				
Local sales	5,227,434	4,273,481	3,285,670	2,473,026
Export sales	1,502,852	480,048	708,524	229,518
	6,730,286	4,753,529	3,994,194	2,337,169

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 2020 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 changes in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2020.
8. Due to outbreak of COVID-19, The government lockdown the country during the period 21st March 2020 to 13th May 2020 and 21st May 2021 to 21st June 2021 which had a impact to the business operations of the company.

SPECIAL NOTE

9. As the statutory audit on the financial statements for the year ended 31st March 2021 has not been finalised due to unavoidable circumstances, the comparative figures for the period ended 31st March 2021, published in the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and the Statement of Financial Position of the financial statements are unaudited and subject to change.

ACL CABLES PLC
NON FINANCIAL INFORMATION

Twenty largest shareholders as at 30 June 2021

	Shareholder Name	Number of shares	Holdings %
1	Mr. U. G. Madanayake	91,388,864	38.15%
2	Mr. Suren Madanayake	53,209,584	22.21%
3	Employees Provident Fund	11,814,864	4.93%
4	Sri Lanka Insurance Corporation LTD-General Fund	6,702,768	2.80%
5	Mrs. N.C. Madanayake	4,128,400	1.72%
6	FAB Foods (Private) Ltd	3,070,080	1.28%
7	Employees Trust Fund Board	2,570,353	1.07%
8	National Savings Bank	2,432,720	1.02%
9	Star Packaging Pvt Ltd	1,650,000	0.69%
10	Perera R.D.M.	1,403,728	0.59%
11	Selliah A & Selliah S	1,400,000	0.58%
12	Sir Cyril De Zoysa Trust	1,364,144	0.57%
13	Arunodhaya (Private) Limited	1,000,000	0.42%
14	Arunodhaya Industries (Private) Limited	1,000,000	0.42%
15	Arunodhaya Investments (Private) Limited	1,000,000	0.42%
16	Perera and Sons Bakers Pvt Limited	1,000,000	0.42%
17	Andysel Private Limited	800,000	0.33%
18	KAILASAPILLAI A.	800,000	0.33%
19	Weerasinghe A.S.	720,288	0.30%
20	JAFFERJEE M.A.	600,000	0.25%
		188,055,793	78.50%

Share holding of directors as at 30 June 2021

	Director Name	Number of shares	Holdings %
01.	Mr. U. G. Madanayake - Chairman	91,388,864	38.15%
02.	Mr. Suren Madanayake - Managing Director	53,209,584	22.21%
03.	Mrs. N.C. Madanayake	4,128,400	1.72%
04.	Dr.Sivakumar Selliah	1,400,000	0.58%
05.	Mr. Ajit Jayaratne	-	-
06.	Mr. Hemaka Amarasuriya	-	-
07.	Mr. D.D. Wahalthanthri	-	-
08.	Mr. Rajiv Casie Chitty	-	-
	Total held by Directors	150,126,848	62.66%
	Shares held by public as at 30 June 2021	89,447,872	37.34%
	Total No of Shares as at 30 June 2021	239,574,720	100.00%

No of public share holders as at 30 June 2021

6,461

The applicable option under CSE Rule 7.13.1 on minimum public holding is option 5 and the Float Adjusted Market capitalization as of 30.06.2021 was Rs.3,533,190,944/-