

**INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2021
UNAUDITED**



ACL CABLES PLC (PQ 102)

ACL CABLES PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

Unaudited

(all amounts in Sri Lanka Rupees thousands)

For the period ended 30 September	Quarter ended 30 September			Period ended 30 September		
	2021	2020	Change %	2021	2020	Change %
Revenue	9,096,979	6,104,925	49%	15,827,265	9,540,038	66%
Cost of sales	(7,156,125)	(4,989,740)	43%	(12,787,219)	(7,920,706)	61%
Gross profit	1,940,854	1,115,185	74%	3,040,046	1,619,332	88%
Other income	23,685	35,638	-34%	36,967	42,510	-13%
Distribution costs	(320,214)	(279,341)	15%	(608,644)	(443,161)	37%
Administrative costs	(220,654)	(200,083)	10%	(452,295)	(389,724)	16%
Operating profit	1,423,671	671,399	112%	2,016,073	828,957	143%
Finance costs - net	(238,474)	(115,417)	107%	(386,018)	(271,378)	42%
Share of (loss)/profit of investments accounted for using the equity method	38,503	33,998	13%	75,592	37,670	101%
Profit before income tax	1,223,700	589,980	107%	1,705,646	595,249	187%
Income tax expenses	(231,587)	(88,992)	160%	(314,776)	(113,727)	177%
Profit for the period	992,113	500,988	98%	1,390,870	481,522	189%
Profit attributable to :						
- Owners of the parent	831,340	450,432	85%	1,154,604	414,562	179%
- Non-controlling interests	160,774	50,557	218%	236,265	66,959	253%
	992,113	500,988	98%	1,390,870	481,522	189%
Earnings per share (Rs.)	3.47	1.88		4.82	1.73	
OTHER COMPREHENSIVE INCOME						
Profit for the period	992,113	500,988	98%	1,390,870	481,522	189%
Other comprehensive income/(expenses)						
Fair value adjustment for financial assets at FVOCI	18,019	9,947	81%	20,646	13,713	51%
Share of other comprehensive income of equity accounted investee, net of tax						
Other comprehensive income, net of tax	18,019	9,947	81%	20,646	13,713	51%
Total comprehensive income, net of tax	1,010,133	510,935	98%	1,411,516	495,235	185%
Total comprehensive income attributable to:						
- Owners of the parent	843,498	457,232	84%	1,168,678	424,524	175%
- Non-controlling interests	166,635	53,703	210%	242,838	70,711	243%
Total comprehensive income, net of tax	1,010,133	510,935	98%	1,411,516	495,235	185%

ACL CABLES PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

Unaudited

(all amounts in Sri Lanka Rupees thousands)

<i>For the period ended 30 September</i>	Quarter ended 30 September			Period ended 30 September		
	2021	2020	Change %	2021	2020	Change %
Revenue	5,004,570	3,403,825	47%	8,998,764	5,357,747	68%
Cost of sales	(4,215,242)	(2,950,544)	43%	(7,781,783)	(4,697,552)	66%
Gross profit	789,328	453,281	74%	1,216,981	660,195	84%
Other income	104,577	191,343	-45%	126,048	185,467	-32%
Distribution costs	(186,059)	(167,111)	11%	(363,233)	(244,161)	49%
Administrative costs	(51,269)	(52,212)	-2%	(98,079)	(100,067)	-2%
Operating profit	656,577	425,301	54%	881,717	501,434	76%
Finance income	831	2,291	-64%	1,032	8,075	-87%
Finance costs	(131,707)	(69,525)	89%	(220,395)	(118,210)	86%
Finance costs - net	(130,876)	(67,234)	95%	(219,363)	(110,135)	99%
Profit before income tax	525,701	358,067	47%	662,354	391,299	69%
Income tax expenses	(94,391)	(36,832)	156%	(116,926)	(50,383)	132%
Profit for the period	431,310	321,235	34%	545,428	340,916	60%
Earnings per share (Rs.)	1.80	1.34		2.28	1.42	
OTHER COMPREHENSIVE INCOME						
Profit for the period	431,310	321,235	34%	545,428	340,916	60%
Other comprehensive income/(expenses)						
Fair value adjustment for financial assets at FVOCI	2,990	-		2,990	(310)	-1064%
Other comprehensive income, net of tax	2,990	-		2,990	(310)	
Total comprehensive income, net of tax	434,300	321,235	35%	548,418	340,606	61%

(all amounts in Sri Lanka Rupees thousands)

As at	Group		Company	
	30 September 2021	31 March 2021	30 September 2021	31 March 2021
ASSETS				
Non-current assets				
Property, plant and equipment	5,539,984	5,449,766	2,046,133	2,109,476
Work in progress	219,371	244,669	195,051	117,077
Investment property	1,145,050	1,145,050	494,550	494,550
Intangible assets	72,502	75,965	859	859
Right of use assets	35,835	36,556	11,170	11,170
Investment in subsidiaries	-	-	1,047,644	1,047,644
Investment in equity accounted investee	476,976	401,385	345,093	345,093
Financial assets at fair value through other comprehensive income	561,761	469,885	15,318	12,328
	8,051,478	7,823,276	4,155,818	4,138,197
Current assets				
Inventories	8,974,945	7,901,819	4,314,712	4,051,750
Trade and other receivables	11,151,771	8,964,810	6,399,139	4,979,388
Cash and cash equivalents	3,922,411	2,530,387	1,487,831	593,180
	24,049,127	19,397,016	12,201,682	9,624,318
TOTAL ASSETS	32,100,606	27,220,292	16,357,500	13,762,515
EQUITY AND LIABILITIES				
Capital and reserves				
Stated capital	299,488	299,488	299,488	299,488
Capital reserve	2,968,657	2,968,657	1,418,683	1,418,683
General reserve	1,123,825	1,123,825	680,266	680,266
Fair value reserve of financial assets at FVOCI	35,130	21,057	5,486	2,496
Retained earnings	9,834,938	8,919,908	4,460,161	4,154,302
Equity attributable to owners of the parent	14,262,039	13,332,935	6,864,084	6,555,235
Non-controlling interests	2,170,766	1,947,135	-	-
Total equity	16,432,805	15,280,070	6,864,084	6,555,235
Non-current liabilities				
Defined benefit obligations	446,815	423,783	221,737	216,007
Deferred tax liability	423,097	434,810	216,760	216,760
Lease liability	38,212	29,009	10,676	10,676
Borrowings	1,787,355	1,094,901	1,091,805	713,334
	2,695,478	1,982,503	1,540,978	1,156,777
Current liabilities				
Trade and other payables	6,581,600	6,551,484	5,116,968	4,560,293
Current income tax liability	692,515	646,403	256,106	257,069
Borrowings	5,428,363	1,825,469	2,578,284	1,230,538
Lease liability	2,075	5,475	1,080	1,080
Bank overdraft	267,769	928,888	-	1,523
	12,972,322	9,957,719	7,952,438	6,050,503
Total liabilities	15,667,801	11,940,222	9,493,416	7,207,280
Total equity and liabilities	32,100,606	27,220,292	16,357,500	13,762,515
Net asset value per share	59.53	55.65	28.65	27.36
Highest and Lowest Market Price recorded during the quarter;				
Highest price (Rs.)			51.00	130.00
Lowest price (Rs.)			37.00	32.50
Last traded price (Rs.)			43.10	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
21 October 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 September

	Attributable to owners of the company					Total	Non controlling interest	Total equity
	Stated capital	Capital reserve	General reserve	FV reserve of FA at FVOCI	Retained Earnings			
Balance at 1 April 2021	299,488	2,968,657	1,123,825	21,057	8,919,908	13,332,935	1,947,134	15,280,069
Net profit	-	-	-	-	1,154,604	1,154,604	236,265	1,390,869
Fair value adjustment for financial assets at FVOCI	-	-	-	14,073	-	14,073	6,573	20,646
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	14,073	1,154,604	1,168,678	242,838	1,411,515
Dividends	-	-	-	-	(239,575)	(239,575)	(19,205)	(258,780)
Balance at 30 September 2021	299,488	2,968,657	1,123,825	35,130	9,834,938	14,262,039	2,170,767	16,432,805

For the year ended 31 March 2021

	Attributable to owners of the company					Total	Non controlling interest	Total equity
	Stated capital	Capital reserve	General reserve	FV reserve of FA at FVOCI	Retained Earnings			
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	-	-	-	-	414,562	414,562	66,959	481,521
Fair value adjustment for financial assets at FVOCI	-	-	-	-	-	-	-	-
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	414,562	414,562	66,959	481,521
Balance at 30 September 2020	299,488	2,270,744	1,123,825	73	7,957,713	11,651,843	1,763,137	13,414,980
Balance at 1 October 2020	299,488	2,270,744	1,123,825	73	7,957,713	11,651,843	1,763,137	13,414,980
Net profit	-	-	-	-	1,136,594	1,136,594	135,606	1,272,200
Fair value adjustment for financial assets at FVOCI	-	-	-	20,984	-	20,984	9,254	30,238
Re-measurements of post employment benefit obligation	-	-	-	-	1,972	1,972	-	1,972
Deferred tax on re-measurement of post employment benefit obligation	-	-	-	-	67	67	-	67
Gain on revaluation of Land and Building	-	774,020	-	-	-	774,020	68,236	842,256
Deferred tax on revaluation surplus	-	(139,324)	-	-	-	(139,324)	-	(139,324)
Tax impact on effect of change in tax rates	-	66,955	-	-	-	66,955	-	66,955
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	(495)	(495)	-	(495)
Total comprehensive income	-	701,651	-	20,984	1,138,138	1,860,773	213,096	2,073,869
Transfer from revaluation reserve	-	(3,738)	-	-	3,738	-	-	-
Deferred tax on transfer from revaluation reserve	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	(179,681)	(179,681)	(29,099)	(208,780)
Balance at 31 March 2021	299,488	2,968,657	1,123,825	21,057	8,919,908	13,332,935	1,947,134	15,280,070

ACL CABLES PLC
STATEMENT OF CHANGES IN EQUITY - COMPANY

Unaudited

(all amounts in Sri Lanka Rupees thousands)

For the period ended 30 September

	Stated capital	Capital reserve	General reserve	FV reserve of FA at FVOCI	Retained Earnings	Total
Balance at 1 April 2021	299,488	1,418,683	680,266	2,496	4,154,302	6,555,235
Net profit	-	-	-	-	545,428	545,428
Fair value adjustment for financial assets at FVOCI	-	-	-	2,990	-	2,990
Total comprehensive income	-	-	-	2,990	545,428	548,418
Dividends	-	-	-	-	(239,575)	(239,575)
Balance at 30 September 2021	299,488	1,418,683	680,266	5,486	4,460,161	6,864,084
No of shares as at 30 September 2021	239,574,720					

For the year ended 31 March 2021

	Stated capital	Capital reserve	General reserve	FV reserve of FA at FVOCI	Retained Earnings	Total
Balance at 1 April 2020	299,488	1,002,568	680,266	(1,151)	3,705,979	5,687,150
Net profit	-	-	-	-	340,916	340,916
Fair value adjustment for financial assets at FVOCI	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	340,916	340,916
Dividends	-	-	-	-	(179,681)	(179,681)
Balance at 30 September 2020	299,488	1,002,568	680,266	(1,151)	3,867,214	5,848,385
Balance at 1 October 2020	299,488	1,002,568	680,266	(1,151)	3,867,214	5,848,385
Net profit	-	-	-	-	261,964	261,964
Fair value adjustment for financial assets at FVOCI	-	-	-	3,647	-	3,647
Re-measurements of post employment benefit obligation	-	-	-	-	30,638	30,638
Deferred tax on re-measurement of post employment benefit obligation	-	-	-	-	(5,515)	(5,515)
Gain on revaluation of Land and Building	-	300,231	-	-	-	300,231
Deferred tax on revaluation surplus	-	169,926	-	-	-	169,926
Tax impact on effect of change in tax rates	-	(54,041)	-	-	-	(54,041)
Total comprehensive income	-	416,115	-	3,647	287,087	706,850
Balance at 31 March 2021	299,488	1,418,683	680,266	2,496	4,154,302	6,555,235
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 September

	GROUP		COMPANY	
	2021	2020	2021	2020
CASH FLOW FROM OPERATING ACTIVITIES				
Profit/(loss) before tax	1,705,646	595,249	662,354	391,299
Adjustments for:				
Depreciation of property, plant and equipment	187,245	149,876	69,600	68,679
share of profit from equity accounted investee (net of tax)	(75,592)	(37,670)	-	-
Dividend income	(302)	(302)	(123,620)	(175,884)
Interest expense/(income)	238,474	115,417	219,363	118,210
Amortization of leasehold properties	-	12	-	-
Defined benefit obligations	37,239	31,234	16,152	16,152
Changes in working capital:				
(Increase)/Decrease in;				
Inventories	(1,073,126)	1,101,729	(262,962)	449,019
Receivables and prepayments	(2,186,961)	267,079	(1,419,751)	(335,144)
Increase/(Decrease) in;				
Trade and other payables	30,116	292,242	556,675	50,514
Cash generated from/ (used in) operations	(1,137,260)	2,514,866	(282,189)	582,845
Interest received/(paid)	(238,474)	(115,417)	(219,363)	(118,210)
Defined benefit obligations paid	(14,207)	(11,576)	(10,422)	(8,969)
Income tax paid less refund received	(275,080)	(101,688)	(117,887)	(36,063)
WHT on dividend paid by subsidiary to non-controlling interests	-	(8,400)	-	-
Net cash (used in)/from operating activities	(1,665,021)	2,277,785	(629,861)	419,603
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase and construction of property, plant and equipment	(248,702)	(124,837)	(84,227)	(8,906)
Dividend received	302	302	123,620	175,884
Refund from Investment in Subsidiaries	-	-	-	19,574
Investment in FA at FVOCI	(70,000)	-	-	-
Net cash from/(used in) investing activities	(318,400)	(124,535)	39,393	186,552
CASH FLOW FROM FINANCING ACTIVITIES				
Short term borrowings net of payments	3,602,894	(1,560,847)	1,347,746	240,924
Long term borrowings net of payments	692,454	(33,568)	378,471	(71,190)
Dividends paid	(239,575)	(179,681)	(239,575)	(179,681)
Dividends paid by subsidiaries to non-controlling interests	(19,205)	(29,099)	-	-
Net cash generated from/ (used in) financing activities	4,036,568	(1,803,194)	1,486,642	(9,947)
Net increase/(decrease) in cash and cash equivalents	2,053,144	350,057	896,174	596,207
Cash and cash equivalents at the beginning of the year	1,601,499	1,332,868	591,657	314,648
Cash and cash equivalents at the end of the year	3,654,643	1,682,925	1,487,831	910,855

(all amounts in Sri Lanka Rupees thousands)

1. Segment information

(a) Business segment information

<i>For the period ended 30 September</i>	Manufacturing cables 2021	Manufacturing PVC compound 2021	Others 2021	Total 2021	Total 2020
Revenue					
Total revenue	16,525,361	1,456,393	2,450,449	20,432,203	13,007,539
Inter-segment sales	(807,994)	(1,384,869)	(2,412,076)	(4,604,939)	(3,467,502)
External sales	15,717,368	71,524	38,373	15,827,265	9,540,038
Results					
Profit/(loss) before other income and finance cost	1,572,132	265,783	141,191	1,979,106	786,447
Other income	34,957	659	1,351	36,967	42,510
Finance (cost)/income	(320,878)	(8,204)	(56,936)	(386,018)	(271,378)
Share of profit of investments accounted for using the equity method (Power and energy)	-	-	75,592	75,592	37,670
Taxation	(245,292)	(40,853)	(28,631)	(314,776)	(113,727)
Profit/(loss) after taxation	1,040,919	217,385	132,567	1,390,870	481,522
Capital expenditure					
Segment capital expenditure	157,662	34,474	56,566	248,702	124,837
Total capital expenditure				248,702	124,837
Depreciation and amortisation					
Segment depreciation	158,704	8,638	19,903	187,245	149,876
Total depreciation and amortisation				187,245	149,876

<i>For the period ended 30 September</i>	Manufacturing cables 2021	Manufacturing PVC compound 2021	Others 2021	Total 2021	Total 31 March 2020
Assets					
Segment assets	24,275,942	2,537,561	4,346,709	31,160,212	21,094,058
Unallocated corporate assets				940,394	739,430
Total assets				32,100,606	21,833,488
Liabilities					
Segment liabilities	12,394,339	723,294	2,538,289	15,655,922	8,610,347
Unallocated corporate liabilities				11,879	3,226
Total liabilities				15,667,801	8,613,573

(b) Geographical segment information - revenue

<i>For the period ended 30 September</i>	Group		Company	
	2021	2020	2021	2020
Local sales	12,727,903	8,507,030	7,697,735	4,774,595
Export sales	3,099,362	1,033,008	1,301,029	583,152
	15,827,265	9,540,038	8,998,764	5,357,747

- 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 2021 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 2021.

ACL CABLES PLC
NON FINANCIAL INFORMATION

Twenty largest shareholders as at 30 September 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-Life Fund	4,423,259	1.85%
5 Mrs. N.C. Madanayake	4,128,400	1.72%
6 FAB Foods (Private) Ltd	3,070,080	1.28%
7 NATIONAL SAVINGS BANK	2,432,720	1.02%
8 Star Packaging (PVT) LTD	1,950,000	0.81%
9 DEUTSCHE BANK AG-NATIONAL EQUITY FUND	1,612,810	0.67%
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 Employees Trust Fund Board	1,321,234	0.55%
14 Arunodhaya (Private) Limited	1,000,000	0.42%
15 Arunodhaya Industries (Private) Limited	1,000,000	0.42%
16 Arunodhaya Investments (Private) Limited	1,000,000	0.42%
17 Perera and Sons Bakers Private Limited	990,000	0.41%
18 DFCC Bank PLC - A/C No 01	883,515	0.37%
19 Andysel Private Limited	800,000	0.33%
20 Kailasapillai A	800,000	0.33%
	185,993,202	77.63%

Share holding of directors as at 30 September 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 September 2021	89,447,872	37.34%
Total No of Shares as at 30 September 2021	239,574,720	100.00%

No of public share holders as at 30 September 2021

6,388

The applicable option under CSE Rule 7.13.1 on minimum public holding is option 5 and the Float Adjusted Market capitalization as of 30.09.2021 was Rs.3,855,203,283/-