

**INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 31 DECEMBER 2021
UNAUDITED**



ACL CABLES PLC (PQ 102)

(all amounts in Sri Lanka Rupees thousands)

	Quarter ended 31 December			Period ended 31 December		
	2021	2020	Change %	2021	2020	Change %
<i>For the period ended</i>						
Revenue from contracts with customers	9,371,116	6,170,464	52%	25,198,380	15,710,501	60%
Cost of Sales	(6,896,345)	(5,157,791)	34%	(19,683,564)	(13,078,497)	51%
Gross Profit	2,474,771	1,012,672	144%	5,514,816	2,632,004	110%
Other income	3,608	8,677	-58%	40,575	51,187	-21%
Distribution costs	(369,453)	(307,112)	20%	(978,097)	(750,273)	30%
Administrative costs	(170,461)	(190,068)	-10%	(622,756)	(579,792)	7%
Operating Profit	1,938,465	524,169	270%	3,954,538	1,353,126	192%
Finance costs - net	(116,796)	(77,126)	51%	(502,814)	(348,504)	44%
Share of (loss)/profit of investments accounted for using the equity method	60,237	45,623	32%	135,829	83,294	63%
Profit Before Income Tax	1,881,907	492,667	282%	3,587,554	1,087,916	230%
Income tax expenses	(331,081)	(97,956)	238%	(645,857)	(211,683)	205%
Profit for the Period	1,550,826	394,711	293%	2,941,697	876,233	236%
Profit attributable to :						
- Owners of the parent	1,316,541	354,408	271%	2,471,146	768,968	221%
- Non-controlling interests	234,286	40,304	481%	470,551	107,263	339%
	1,550,826	394,711	293%	2,941,697	876,233	236%
Earnings per share (Rs.)	5.50	1.48		10.31	3.21	

ACL CABLES PLC
STATEMENT OF PROFIT OR LOSS -COMPANY

Unaudited

(all amounts in Sri Lanka Rupees thousands)

<i>For the period ended</i>	Quarter ended 31 December			Period ended 31 December		
	2021	2020	Change %	2021	2020	Change %
Revenue from contracts with customers	4,954,467	3,605,333	37%	13,953,231	8,963,080	56%
Cost of Sales	(4,031,660)	(3,174,009)	27%	(11,813,443)	(7,871,561)	50%
Gross Profit	922,807	431,324	114%	2,139,788	1,091,519	96%
Other income	29,883	15,106	98%	155,931	200,573	-22%
Distribution costs	(215,836)	(173,227)	25%	(579,069)	(417,388)	39%
Administrative costs	(63,141)	(52,693)	20%	(161,220)	(152,760)	6%
Operating Profit	673,713	220,510	206%	1,555,430	721,944	115%
Finance costs - net	(77,416)	(32,701)	137%	(296,779)	(142,836)	108%
Profit Before Income Tax	596,297	187,809	218%	1,258,651	579,108	117%
Income tax expenses	(109,363)	(34,879)	214%	(226,289)	(85,262)	165%
Profit for the Period	486,934	152,930	218%	1,032,362	493,846	109%
Earnings per share (Rs.)	2.03	0.64		4.31	2.06	

ACL CABLES PLC
STATEMENT OF COMPREHENSIVE INCOME

Unaudited

(all amounts in Sri Lanka Rupees thousands)

(A) Group

For the period ended

Profit for the period

Other comprehensive income/(expenses)

Fair value adjustment for FA at fair value through
OCI

**Other comprehensive income,
net of tax**

Total comprehensive income, net of tax

Total comprehensive income attributable to:

- Owners of the parent
- Non-controlling interests

Total comprehensive income, net of tax

Quarter ended 31 December		Period ended 31 December	
2021	2020	2021	2020
1,550,826	394,711	2,941,697	876,233
11,956	7,200	32,602	20,913
11,956	7,200	32,602	20,913
1,562,784	401,913	2,974,300	897,147
1,324,896	359,103	2,493,574	783,625
237,888	42,810	480,726	113,522
1,562,784	401,913	2,974,300	897,147

(B) COMPANY

For the period ended

Profit for the Period

Other comprehensive income/(expenses)

Fair value adjustment for FA at fair value through
OCI

**Other comprehensive income,
net of tax**

Total comprehensive income, net of tax

Quarter ended 31 December		Period ended 31 December	
2021	2020	2021	2020
486,934	152,930	1,032,362	493,846
372	3,240	3,362	2,929
372	3,240	3,362	2,929
487,306	156,170	1,035,724	496,775

(all amounts in Sri Lanka Rupees thousands)

As at	Group		Company	
	31 December 2021	31 March 2021	31 December 2021	31 March 2021
ASSETS				
Non-Current Assets				
Property, plant and equipment	5,640,196	5,449,766	2,048,597	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	70,770	75,965	859	859
Right-of-use assets	35,605	36,556	11,170	11,170
Investment in subsidiaries	-	-	1,047,645	1,047,644
Investments accounted for using the equity method	537,214	401,385	345,093	345,093
Financial assets at fair value through OCI	572,476	469,885	15,690	12,328
	8,220,681	7,823,276	4,158,655	4,138,197
Current Assets				
Inventories	8,009,992	7,901,819	4,054,514	4,051,750
Trade and other receivables	10,210,956	8,964,810	6,246,559	4,979,388
Cash and cash equivalents	4,452,592	2,530,387	1,355,033	593,180
	22,673,540	19,397,016	11,656,106	9,624,318
TOTAL ASSETS	30,894,221	27,220,292	15,814,761	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 FA at FVOCI	43,475	21,057	5,858	2,496
Retained earnings	11,151,481	8,919,908	4,947,093	4,154,302
Equity attributable to owners of the parent	15,586,926	13,332,935	7,351,388	6,555,235
Non-controlling interests	2,393,993	1,947,135	-	-
Total equity	17,980,919	15,280,070	7,351,388	6,555,235
Non-Current Liabilities				
Defined benefit obligations	459,285	423,783	231,036	216,007
Deferred tax liability	423,976	434,810	216,760	216,760
Lease liability	35,113	29,009	10,676	10,676
Borrowings	1,698,314	1,094,901	1,039,171	713,334
	2,616,687	1,982,503	1,497,643	1,156,777
Current Liabilities				
Trade and other payables	5,090,111	6,551,484	3,589,207	4,560,293
Current income tax liability	936,047	646,403	326,610	257,069
Borrowings	3,263,018	2,591,615	2,415,587	1,230,538
Lease Liability	1,080	5,475	1,080	1,080
Bank overdraft	1,006,359	162,742	633,246	1,523
	10,296,615	9,957,719	6,965,730	6,050,503
Total Liabilities	12,913,302	11,940,222	8,463,373	7,207,280
Total Equity and Liabilities	30,894,221	27,220,292	15,814,761	13,762,515
Net asset value per share	65.06	55.65	30.69	27.36
Highest and Lowest Market Price recorded during the quarter;				
Highest price (Rs.)			114.75	130.00
Lowest price (Rs.)			42.50	32.50
Last traded price (Rs.)			100.25	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
Mahesh Amarasiri
Group Chief Financial Officer

Sg.d
U. G. Madanayake
Chairman
02 February 2022
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 31 December

	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	2,968,657	1,123,825	21,057	8,919,908	13,332,935	1,947,135	15,280,070
Net profit	-	-	-	-	2,471,146	2,471,146	470,551	2,941,697
Fair value adjustment for FA at fair value through OCI	-	-	-	22,427	-	22,427	10,176	32,602
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	22,427	2,471,146	2,493,574	480,726	2,974,299
Dividends	-	-	-	-	(239,574)	(239,574)	(33,867)	(273,441)
Balance at 31 December 2021	299,488	2,968,657	1,123,825	43,475	11,151,481	15,586,935	2,393,993	17,980,919

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	-	-	-	-	768,968	768,968	107,263	876,231
Fair value adjustment for FA at fair value through OCI	-	-	-	-	-	-	-	-
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	768,968	768,968	107,263	876,231
Balance at 31 December 2020	299,488	2,270,744	1,123,825	73	8,312,119	12,006,249	1,803,441	13,809,690
Balance at 1 January 2021	299,488	2,270,744	1,123,825	73	8,312,119	12,006,249	1,803,441	13,809,690
Net profit	-	-	-	-	782,188	782,188	95,302	877,490
Fair value adjustment for FA at fair value through OCI	-	-	-	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)
Impact on transfer of NCI balance to retained earnings of equity investee	-	-	-	-	-	-	-	-
Total comprehensive income	-	701,651	-	20,984	783,732	1,506,367	172,792	1,679,159
Transfer from revaluation reserve	-	(3,738)	-	-	3,738	-	-	-
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	1,947,135	15,280,070

(all amounts in Sri Lanka Rupees thousands)

For the period ended 31 December

	Stated capital	Capital reserves	General reserve	FV Reserve of FA at FVOCI	Retained profit	Total
Balance at 1 April 2021	299,488	1,418,684	680,266	2,496	4,154,302	6,555,236
Net profit	-	-	-	-	1,032,362	1,032,362
Fair value adjustment for FA at fair value through OCI	-	-	-	3,362	-	3,362
Total comprehensive income	-	-	-	3,362	1,032,362	1,035,724
Dividends	-	-	-	-	(239,574)	(239,574)
Balance at 31 December 2021	299,488	1,418,683	680,266	5,858	4,947,093	7,351,388
No of shares as at 31 December 2021	239,574,720					

For the year ended 31 March 2021

	Stated capital	Capital reserves	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)	3,705,979	5,687,150
Net profit	-	-	-	-	493,846	493,846
Fair value adjustment for FA at fair value through OCI	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	493,846	493,846
Dividends	-	-	-	-	(179,681)	(179,681)
Balance at 31 December 2020	299,488	1,002,568	680,266	(1,151)	4,020,144	6,001,315
Balance at 1 January 2021	299,488	1,002,568	680,266	(1,151)	4,020,144	6,001,315
Net profit	-	-	-	-	109,034	109,034
Fair value adjustment for FA at fair value through OCI	-	-	-	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
Tax impact on effect of change in tax rates	-	169,926	-	-	-	169,926
Deferred tax on revaluation surplus	-	(54,041)	-	-	-	(54,041)
Total comprehensive income	-	416,116	-	3,647	134,157	553,920
Balance at 31 March 2021	299,488	1,418,684	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 31 December

CASH FLOW FROM OPERATING ACTIVITIES

Profit/(loss) before tax

Adjustments for:

Depreciation of property, plant and equipment
share of profit from equity accounted investee (net of tax)
Dividend income
Interest expense/(income)
Amortization of leasehold properties
Defined benefit obligations

Changes in working capital:

(Increase)/Decrease in;

Inventories
Receivables and prepayments
Increase/(Decrease) in;
Trade and other payables

Cash generated from/ (used in) operations

Interest received/(paid)
Defined benefit obligations paid
Income tax paid less refund received
WHT on dividend paid by subsidiary to non-controlling interests

Net cash (used in)/from operating activities

CASH FLOW FROM INVESTING ACTIVITIES

Purchase and construction of property, plant and equipment
Investments in equity accounted investee
Investment in subsidiary
Dividend received

Net cash from/(used in) investing activities

CASH FLOW FROM FINANCING ACTIVITIES

Short term borrowings net of payments
Long term borrowings net of payments
Dividends paid
Dividends paid by subsidiaries to non-controlling interests

Net cash generated from/ (used in) financing activities

Net increase/(decrease) in cash and cash equivalents

Cash and cash equivalents at the beginning of the year

Cash and cash equivalents at the end of the year

	GROUP		COMPANY	
	2021	2020	2021	2020
CASH FLOW FROM OPERATING ACTIVITIES				
Profit/(loss) before tax	3,587,554	1,087,916	1,258,651	579,108
Adjustments for:				
Depreciation of property, plant and equipment	271,333	260,116	104,400	102,821
share of profit from equity accounted investee (net of tax)	(135,829)	(83,294)	-	-
Dividend income	(353)	(302)	(151,141)	(194,317)
Interest expense/(income)	502,814	348,504	296,779	162,102
Amortization of leasehold properties	951	280	-	-
Defined benefit obligations	54,858	48,438	27,698	24,228
Changes in working capital:				
(Increase)/Decrease in;				
Inventories	(108,173)	199,514	(2,764)	68,193
Receivables and prepayments	(1,246,146)	(127,924)	(1,267,171)	(786,237)
Increase/(Decrease) in;				
Trade and other payables	(1,461,373)	1,492,882	(971,086)	455,740
Cash generated from/ (used in) operations	1,465,634	3,226,130	(704,634)	411,638
Interest received/(paid)	(502,814)	(348,504)	(296,779)	(162,102)
Defined benefit obligations paid	(19,356)	(18,643)	(12,667)	(12,142)
Income tax paid less refund received	(365,335)	(159,812)	(156,747)	(36,063)
WHT on dividend paid by subsidiary to non-controlling interests	-	8,400	-	-
Net cash (used in)/from operating activities	578,130	2,707,571	(1,170,827)	201,331
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase and construction of property, plant and equipment	(431,270)	(213,377)	(121,495)	(71,687)
Investments in equity accounted investee	(70,000)	-	-	-
Investment in subsidiary	-	-	-	19,573
Dividend received	353	302	151,141	194,317
Net cash from/(used in) investing activities	(500,917)	(213,075)	29,646	142,203
CASH FLOW FROM FINANCING ACTIVITIES				
Short term borrowings net of payments	671,403	(1,822,526)	1,185,049	(14,992)
Long term borrowings net of payments	603,413	99,982	325,837	(116,807)
Dividends paid	(239,574)	(179,681)	(239,574)	(179,681)
Dividends paid by subsidiaries to non-controlling interests	(33,867)	(24,588)	-	-
Net cash generated from/ (used in) financing activities	1,001,375	(1,926,813)	1,271,311	(311,480)
Net increase/(decrease) in cash and cash equivalents	1,078,588	567,684	130,130	32,053
Cash and cash equivalents at the beginning of the year	2,367,645	1,332,868	591,657	314,648
Cash and cash equivalents at the end of the year	3,446,233	1,900,552	721,787	346,694

(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 31 December</i>					
Revenue					
Total revenue	26,277,579	2,177,324	3,463,679	31,918,582	20,984,545
Inter-segment sales	(1,193,446)	(2,063,076)	(3,463,679)	(6,720,202)	(5,274,044)
External sales	25,084,133	114,248	-	25,198,380	15,710,501
Results					
Profit/(loss) before other income and finance cost	3,191,949	447,802	274,212	3,913,963	1,301,939
Other income	36,399	2,199	1,977	40,575	51,187
Finance (cost)/income	(415,784)	(10,601)	(76,429)	(502,814)	(348,504)
Share of profit of investments accounted for using the equity method (Power and energy)	-	-	135,829	135,829	83,294
Taxation	(537,121)	(66,660)	(42,076)	(645,857)	(211,683)
Profit/(loss) after taxation	2,275,443	372,740	293,513	2,941,697	876,233
Capital expenditure					
Segment capital expenditure	369,968	35,829	25,473	431,270	213,377
Total capital expenditure				431,270	213,377
Depreciation and amortisation					
Segment depreciation	232,667	13,094	25,572	271,333	260,116
Total depreciation and amortisation				271,333	260,116

-	Manufacturing cables 2021	Manufacturing PVC compound 2021	Others 2021	Total 2021	Total 2020
<i>For the period ended 31 December</i>					
Assets					
Segment assets	23,791,056	2,468,641	3,694,130	29,953,827	22,671,272
Unallocated corporate assets				940,394	740,329
Total assets				30,894,221	23,411,601
Liabilities					
Segment liabilities	10,573,449	530,802	1,786,805	12,891,056	9,786,550
Unallocated corporate liabilities				22,246	3,225
Total liabilities				12,913,302	9,789,775

(b) Geographical segment information - revenue

-	Group		Company	
<i>For the period ended 31 December</i>	2021	2020	2021	2020
Local sales	20,441,700	13,021,754	11,960,614	7,725,305
Export sales	4,756,680	2,688,747	1,992,617	1,237,775
	25,198,380	15,710,501	13,953,231	8,963,080

- 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.

Twenty largest shareholders as at 31 December 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 Mrs. N.C. Madanayake	4,128,400	1.72%
5 FAB Foods (Private) Ltd	3,070,080	1.28%
6 Ranaweera W.G.D.C.	2,901,727	1.21%
7 SAMPATH BANK PLC/MR. GERARD SHAMIL NIRANJAN P	2,380,000	0.99%
8 COMMERCIAL BANK OF CEYLON PLC/CAPITAL TRUST H	2,195,631	0.92%
9 STAR PACKAGING (PVT) LTD	2,000,000	0.83%
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 CODE-GEN INTERNATIONAL PVT LTD	1,000,000	0.42%
17 DFCC BANK PLC A/C 1	1,000,000	0.42%
18 PERERA W.D.N.H.	986,640	0.41%
19 HATTON NATIONAL BANK PLC/CAPITAL TRUST HOLDIN	905,499	0.38%
20 AMANA BANK PLC/HI-LINE TRADING PVT LTD	818,576	0.34%
	184,967,737	77.21%

Share holding of directors as at 31 December 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 31 December 2021	89,447,872	37.34%
Total No of Shares as at 31 December 2021	239,574,720	100.00%

No of public share holders as at 31 December 2021

6,014

The applicable option under CSE Rule 7.13.1 on minimum public holding is option 5 and the Float Adjusted Market capitalization as of 31.12.2021 was Rs.8,947,099,168/-