

Interim Financial Statements

For the period ended 30th September 2016



ACL PLASTICS PLC (PQ 87)

ACL PLASTICS PLC
CONSOLIDATED INCOME STATEMENT

<i>for the period ended</i>	Quarter Ended			Six Months Ended		
	30.09.2016	30.09.2015	Change	30.09.2016	30.09.2015	Change
	Rs'000	Rs'000	%	Rs'000	Rs'000	%
Revenue	369,387	339,807	9%	733,177	644,793	14%
Cost of sales	(282,473)	(288,309)	-2%	(546,367)	(548,234)	-0.3%
Gross profit	86,914	51,498	69%	186,810	96,559	93%
Other operating income	572	3,562	-84%	620	3,562	-83%
	87,486	55,060	59%	187,430	100,121	87%
Administration cost	(1,407)	(864)	63%	(2,036)	(2,198)	-7%
Operating profit	86,079	54,196	59%	185,394	97,923	89%
Net finance (cost) / income	(1,899)	(2,379)	-20%	(2,162)	(2,849)	-24%
Profit before tax	84,180	51,817	62%	183,232	95,074	93%
Taxation	(23,260)	(13,755)	69%	(50,760)	(25,640)	98%
Profit after tax	60,920	38,062	60%	132,472	69,434	91%
Earnings per share (Rs)	14.46	9.04		31.45	16.48	

Above figures are provisional and subject to audit.

It is certified that these financial statements have been prepared in compliance with the requirements of Companies Act No 7 of 2007.

ACL PLASTICS PLC
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the period ended

	Quarter Ended		Six Months Ended	
	30.09.2016 Rs'000	30.09.2015 Rs'000	30.09.2016 Rs'000	30.09.2015 Rs'000
Profit for the period	60,920	38,062	132,472	69,434
Other comprehensive income/(expenses)				
Gains on revaluation of land and buildings	-	-	-	
Net change in fair value of available for sale financial assets	2,288	(705)	2,802	1,212
Other comprehensive income for the period, net of tax	2,288	(705)	2,802	1,212
Total comprehensive income for the period	63,208	37,357	135,274	70,646

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ACL PLASTICS PLC
COMPANY INCOME STATEMENT

<i>for the period ended</i>	Quarter Ended		Change %	Six Months Ended		Change %
	30.09.2016 Rs'000	30.09.2015 Rs'000		30.09.2016 Rs'000	30.09.2015 Rs'000	
Revenue	363,333	337,508	7.7%	731,747	640,112	14.3%
Cost of sales	(261,879)	(285,964)	-8.4%	(542,812)	(543,451)	-0.1%
Gross profit	101,454	51,544	96.8%	188,935	96,661	95.5%
Other operating income	48	8,062	-99.4%	2,870	8,062	-64.4%
	101,502	59,606	70.3%	191,805	104,723	83.2%
Administration cost	(566)	(801)	-29.3%	(1,895)	(2,072)	-8.5%
Operating profit	100,936	58,805	71.6%	189,910	102,651	85.0%
Net finance (cost) / income	(1,907)	(3,645)	-47.7%	(5,562)	(5,489)	1.3%
Profit/(loss) before tax	99,029	55,160	79.5%	184,348	97,162	89.7%
Taxation	(27,500)	(12,900)		(50,050)	(24,400)	105.1%
Profit/(loss) after tax	71,529	42,260	69.3%	134,298	72,762	84.6%
Earnings/(loss) per share (Rs)	16.98	10.03		31.88	17.27	

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ACL PLASTICS PLC
COMPANY STATEMENT OF COMPREHENSIVE INCOME

<i>for the period ended</i>	Quarter Ended		Six Months Ended	
	30.09.2016	30.09.2015	30.09.2016	30.09.2015
	Rs'000	Rs'000	Rs'000	Rs'000
Profit for the period	71,529	42,260	134,298	72,762
Other comprehensive income/(expenses)				
Gains on revaluation of land and buildings	-	-	-	-
Net change in fair value of available for sale financial assets	2,288	(705)	2,802	1,212
Other comprehensive income for the period, net of tax	2,288	(705)	2,802	1,212
Total comprehensive income for the period	73,817	41,555	137,100	73,974

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ACL PLASTICS PLC
STATEMENT OF FINANCIAL POSITION

as at

	Group		Company	
	30.09.2016 Rs'000	31.03.2016 Rs'000	30.09.2016 Rs'000	31.03.2016 Rs'000
ASSETS				
Non current assets				
Property, plant & equipment	245,790	253,384	245,790	253,384
Capital work in progress	-	-	-	-
Pre-paid lease rentals	1,677	1,687	1,677	1,687
Investment in subsidiary company	-	-	10,000	10,000
Available for sale financial assets	24,369	21,567	24,369	21,567
	271,836	276,638	281,836	286,638
Current assets				
Inventories	144,171	136,117	144,171	136,117
Trade & other receivables	76,075	64,943	75,238	63,410
Amount due from related companies	823,414	447,459	797,862	422,459
Pre-paid lease rentals	22	22	22	22
Cash & cash equivalents	22,661	234,713	22,365	230,187
	1,066,343	883,254	1,039,658	852,195
Total assets	1,338,179	1,159,892	1,321,494	1,138,833
EQUITY				
Stated capital	79,975	79,975	79,975	79,975
Revaluation reserve	124,244	124,244	124,244	124,244
Revenue reserve	170,000	170,000	170,000	170,000
Other reserve	11,272	8,469	11,272	8,469
Retained profit	713,028	605,830	647,242	538,219
Shareholders' fund	1,098,519	988,518	1,032,733	920,907
LIABILITIES				
Non current liabilities				
Defined benefit obligations	11,124	10,308	9,486	8,766
Deferred tax liabilities	17,554	17,554	17,554	17,554
	28,678	27,862	27,040	26,320
Current liabilities				
Trade & other payables	50,871	27,606	50,495	26,830
Amount due to related companies	260	125	81,012	78,833
Income tax payable	63,292	82,631	33,655	52,793
Short-term import loans	66,718	33,150	66,718	33,150
Bank overdraft	29,841	-	29,841	-
	210,982	143,512	261,721	191,606
Total liabilities	239,660	171,374	288,761	217,926
Total equity and liabilities	1,338,179	1,159,892	1,321,494	1,138,833
Net asset value per share (Rs)	260.78	234.66	245.16	218.61

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Sgd.

Champika Coomasaru
Group Financial Controller

Sgd.

U G Madanayake
Chairman

Colombo
15th November 2016

Sgd.

Suren Madanayake
Managing Director

ACL PLASTICS PLC
STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs'000	Revaluation Reserve Rs'000	Revenue Reserve Rs'000	Other Reserve Rs'000	Retained Profit Rs'000	Total Rs'000
(a) Group						
Balance at 01st April 2016	79,975	124,244	170,000	8,470	605,830	988,519
Net profit for the period	-	-	-	-	132,472	132,472
Gains on revaluation of land and buildings	-	-	-	-	-	-
Net change in fair value of AFS financial assets	-	-	-	2,802	-	2,802
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Total comprehensive income	-	-	-	2,802	132,472	135,274
Dividends paid	-	-	-	-	(25,275)	(25,275)
Balance at 30th September 2016	79,975	124,244	170,000	11,272	713,027	1,098,518
(b) Company						
Balance at 01st April 2016	79,975	124,244	170,000	8,470	538,219	920,908
Net profit for the period	-	-	-	-	134,298	134,298
Gains on revaluation of land and buildings	-	-	-	-	-	-
Net change in fair value of AFS financial assets	-	-	-	2,802	-	2,802
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Total comprehensive income	-	-	-	2,802	134,298	137,100
Dividends paid	-	-	-	-	(25,275)	(25,275)
Balance at 30th September 2016	79,975	124,244	170,000	11,272	647,242	1,032,733

	Stated Capital Rs'000	Revaluation Reserve Rs'000	Revenue Reserve Rs'000	Other Reserve Rs'000	Retained Profit Rs'000	Total Rs'000
(a) Group						
Balance at 01st April 2015	79,975	119,361	170,000	12,995	412,845	795,176
Net profit for the period	-	-	-	-	69,434	69,434
Net change in fair value of AFS financial assets	-	-	-	1,212	-	1,212
Total comprehensive income	-	-	-	1,212	69,434	70,646
Dividend Paid	-	-	-	-	(16,850)	(16,850)
Balance at 30th September 2015	79,975	119,361	170,000	14,207	465,429	848,972
Balance at 01st October 2015	79,975	119,361	170,000	14,207	465,429	848,972
Net profit for the period	-	-	-	-	136,802	136,802
Deferred tax impact on revaluation due to the change in tax rates	-	7,534	-	-	-	7,534
Actuarial gain / (loss) on defined benefit obligation	-	-	-	-	468	468
Deferred tax on actuarial gain / (loss)	-	-	-	-	(82)	(82)
Net change in fair value of AFS financial assets	-	-	-	(2,709)	-	(2,709)
Total comprehensive income for the period	-	7,534	-	(2,709)	137,188	142,013
Transfers upon disposals of AFS investments	-	-	-	(3,028)	-	(3,028)
Transfer from revaluation reserve	-	(3,213)	-	-	3,213	-
Deferred tax on transfer	-	562	-	-	-	562
Balance at 31st March 2016	79,975	124,244	170,000	8,470	605,830	988,519

	Stated Capital Rs'000	Revaluation Reserve Rs'000	Revenue Reserve Rs'000	Other Reserve Rs'000	Retained Profit Rs'000	Total Rs'000
(b) Company						
Balance at 01st April 2015	79,975	119,361	170,000	12,995	342,364	724,695
Net profit for the period	-	-	-	-	72,762	72,762
Net change in fair value of AFS financial assets	-	-	-	1,212	-	1,212
Total comprehensive income	-	-	-	1,212	72,762	73,974
Dividend Paid	-	-	-	-	(16,850)	(16,850)
Balance at 30th September 2015	79,975	119,361	170,000	14,207	398,276	781,819
Balance at 01st October 2015	79,975	119,361	170,000	14,207	398,276	781,819
Net profit for the period	-	-	-	-	136,406	136,406
Deferred tax impact on revaluation due to the change in tax rates	-	7,534	-	-	-	7,534
Actuarial gain / (loss) on defined benefit obligation	-	-	-	-	392	392
Deferred tax on actuarial gain / (loss)	-	-	-	-	(68)	(68)
Net change in fair value of AFS financial assets	-	-	-	(2,709)	-	(2,709)
Total comprehensive income for the period	-	7,534	-	(2,709)	136,730	141,555
Transfers upon disposals of AFS investments	-	-	-	(3,028)	-	(3,028)
Transfer from revaluation reserve	-	(3,213)	-	-	3,213	-
Deferred tax on transfer	-	562	-	-	-	562
Balance at 31st March 2016	79,975	124,244	170,000	8,470	538,219	920,908

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ACL PLASTICS PLC
STATEMENT OF CASH FLOWS

for the period ended

	Group		Company	
	30.09.2016 Rs'000	30.09.2015 Rs'000	30.09.2016 Rs'000	30.09.2015 Rs'000
Cash flows from operating activities:				
Operating profit before taxation	183,232	95,074	184,348	97,162
Adjustments for:				
Depreciation	8,732	9,281	8,732	8,317
Interest expense	4,312	3,580	6,640	5,428
Interest income	(2,999)	(2,559)	(1,927)	(1,767)
Gratuity provision	816	816	720	720
Profit from sales of fixed assets	-	(32)	-	(32)
Profit from sales of shares	-	(3,296)	-	(3,296)
Dividend income	(620)	(233)	(2,870)	(4,733)
Operating profit before changes in working capital	193,473	102,631	195,643	101,799
(Increase) / Decrease in:				
Inventories	(8,053)	66,754	(8,053)	66,754
Trade & other receivables	(11,132)	(8,587)	(11,828)	(8,585)
Amount due from related companies	(375,955)	(223,458)	(375,403)	(223,077)
Increase / (Decrease) in:				
Trade & other payables	23,266	527	23,665	11
Amount due to related companies	135	1,104	2,179	2,951
Cash generated from / (used in) operations	(178,266)	(61,029)	(173,797)	(60,147)
Tax (paid) / refund	(69,849)	(18,463)	(69,188)	(17,045)
WHT on dividend paid by subsidiary	(250)	(500)	-	-
Gratuity paid	-	(560)	-	(560)
Interest paid	(4,312)	(3,580)	(6,640)	(5,428)
Net cash generated from / (used in) operating activities	(252,677)	(84,132)	(249,625)	(83,180)
Cash flows from investing activities				
Purchase of property, plant & equipment	(1,128)	(1,267)	(1,128)	(1,267)
Investment made during the year	-	-	-	-
Sales proceeds from disposal of fixed assets	-	1,586	-	1,586
Sales proceeds from disposal of market investments	-	4,550	-	4,550
Dividend received	620	233	2,870	4,733
Interest received	2,999	2,559	1,927	1,767
Net cash generated from / (used in) investing activities	2,491	7,661	3,669	11,369
Cash flows from financing activities				
Dividend paid	(25,275)	(16,850)	(25,275)	(16,850)
Proceeds/(repayments) of import loans	33,568	57,394	33,568	57,394
Net cash generated from / (used in) financing activities	8,293	40,544	8,293	40,544
Net increase / (decrease) in cash & cash equivalents	(241,893)	(35,927)	(237,663)	(31,267)
Cash & cash equivalents at the beginning of the period	234,713	50,685	230,187	45,007
Cash & cash equivalents at the end of the period	(7,180)	14,758	(7,476)	13,740
The period end cash and cash equivalents comprise,				
Cash at bank and in hand	22,661	14,758	22,365	13,740
Bank overdraft	(29,841)	-	(29,841)	-
	(7,180)	14,758	(7,476)	13,740

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ACL PLASTICS PLC
NOTES TO THE FINANCIAL STATEMENTS

1. 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 2016 and are in compliance with Sri Lanka Accounting Standards LKAS 34 - Interim Financial Reporting.
2. Where necessary, the presentation and classification of the financial statements of the previous periods have been adjusted for better presentation and to be comparable with the changes in presentation in the current year.
3. There have been no other events subsequent to the interim period, which require disclosure in the Interim 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 were no significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2016.

NON FINANCIAL INFORMATION

1. Number of shares at 30th September 2016 - 4,212,500 (30th September 2015 - 4,212,500).

2. Market prices recorded during the quarter are as follows.

Highest price (Rs)	237.00
Lowest price (Rs)	185.00
Last traded price (Rs)	230.00

3. Twenty largest shareholding as at 30th September 2016 are as follows.

Name of the Shareholder	No of Shares	%
ACL Cables PLC	2,746,969	65.21%
Employees Provident Fund	153,063	3.63%
Seylan Bank PLC/ Janashakthi PLC	112,113	2.66%
Raaymakers M.A.T	47,043	1.12%
Janashakthi PLC	45,468	1.08%
Corporate Druids (Pvt) Ltd	39,604	0.94%
Assetline Leasing Co.Ltd/ Mr.E.J. Gunaseker	36,012	0.85%
Wickramaratne D.J. & Wickramaratne D.D.D	28,500	0.68%
Costa D.S.J.V	27,421	0.65%
Kalupathirana N.A.	27,052	0.64%
Waldock Mackenzie Ltd/ Mr. Suranjan Prave	26,150	0.62%
Corea E.	24,751	0.59%
Corea Gihan Ahoka	23,625	0.56%
Sithampalam A.	22,160	0.53%
Nirmalan R.	21,902	0.52%
Madanayake H.A.S.	20,801	0.49%
Sandwave Ltd	19,000	0.45%
Madanayake N.C.	17,751	0.42%
De Silva J.R.	17,417	0.41%
Gautam R.	16,000	0.38%

(All are voting shares)

4. The number of shares held by the Board of Directors as at 30th September 2016 are as follows.

Name of the Director	No of Shares	%
Mr. U G Madanayake - Chairman	1	-
Mr. Suren Madanayake - Managing Director / CEO	20,801	0.49%
Mrs. N C Madanayake	17,751	0.42%
Dr. D.G.K.E. Weerapperuma	-	-
Mr. Piyadasa Miriyagalla	-	-

5. The public holding percentage as at 30th September 2016

1,426,978 33.87%

6. Number of Public shareholders as at 30th September 2016

724