

Interim Financial Statements

For the period ended 30th September 2017



ACL PLASTICS PLC (PQ 87)

ACL PLASTICS PLC
CONSOLIDATED INCOME STATEMENT

<i>for the period ended</i>	Quarter Ended		Change %	Six Months Ended		Change %
	30.09.2017 Rs'000	30.09.2016 Rs'000		30.09.2017 Rs'000	30.09.2016 Rs'000	
Revenue	356,756	369,387	-3%	688,277	733,177	-6%
Cost of sales	(320,751)	(282,473)	14%	(626,753)	(546,367)	14.7%
Gross profit	36,005	86,914	-59%	61,524	186,810	-67%
Other operating income	424	572	-26%	424	620	-32%
	36,429	87,486	-58%	61,948	187,430	-67%
Administration cost	(1,378)	(1,407)	-2%	(2,429)	(2,036)	19%
Operating profit	35,051	86,079	-59%	59,519	185,394	-68%
Net finance (cost) / income	694	(1,899)	-137%	616	(2,162)	-128%
Profit before tax	35,745	84,180	-58%	60,135	183,232	-67%
Taxation	(10,800)	(23,260)	-54%	(18,600)	(50,760)	-63%
Profit after tax	24,945	60,920	-59%	41,535	132,472	-69%
Earnings per share (Rs)	5.92	14.46		9.86	31.45	

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

<i>for the period ended</i>	Quarter Ended		Six Months Ended	
	30.09.2017	30.09.2016	30.09.2017	30.09.2016
	Rs'000	Rs'000	Rs'000	Rs'000
Profit for the period	24,945	60,920	41,535	132,472
Other comprehensive income/(expenses)				
Gains on revaluation of land and buildings	-	-	-	
Net change in fair value of available for sale financial assets	38	2,288	3,419	2,802
Other comprehensive income for the period, net of tax	38	2,288	3,419	2,802
Total comprehensive income for the period	24,983	63,208	44,954	135,274

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ACL PLASTICS PLC
COMPANY INCOME STATEMENT

<i>for the period ended</i>	Quarter Ended		Change %	Six Months Ended		Change %
	30.09.2017 Rs'000	30.09.2016 Rs'000		30.09.2017 Rs'000	30.09.2016 Rs'000	
Revenue	356,754	363,333	-1.8%	688,275	731,747	-5.9%
Cost of sales	(318,347)	(261,879)	21.6%	(621,987)	(542,812)	14.6%
Gross profit	38,407	101,454	-62.1%	66,288	188,935	-64.9%
Other operating income	424	48	783.3%	424	2,870	-85.2%
	38,831	101,502	-61.7%	66,712	191,805	-65.2%
Administration cost	(1,203)	(566)	112.5%	(2,173)	(1,895)	14.7%
Operating profit	37,628	100,936	-62.7%	64,539	189,910	-66.0%
Net finance (cost) / income	(1,135)	(1,907)	-40.5%	(3,050)	(5,562)	-45.2%
Profit/(loss) before tax	36,493	99,029	-63.1%	61,489	184,348	-66.6%
Taxation	(10,800)	(27,500)		(18,600)	(50,050)	-62.8%
Profit/(loss) after tax	25,693	71,529	-64.1%	42,889	134,298	-68.1%
Earnings/(loss) per share (Rs)	6.10	16.98		10.18	31.88	

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ACL PLASTICS PLC
COMPANY STATEMENT OF COMPREHENSIVE INCOME

<i>for the period ended</i>	Quarter Ended		Six Months Ended	
	30.09.2017 Rs'000	30.09.2016 Rs'000	30.09.2017 Rs'000	30.09.2016 Rs'000
Profit for the period	25,693	71,529	42,889	134,298
Other comprehensive income/(expenses)				
Gains on revaluation of land and buildings	-	-	-	-
Net change in fair value of available for sale financial assets	38	2,288	3,419	2,802
Other comprehensive income for the period, net of tax	38	2,288	3,419	2,802
Total comprehensive income for the period	25,731	73,817	46,308	137,100

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ACL PLASTICS PLC
STATEMENT OF FINANCIAL POSITION

as at

	Group		Company	
	30.09.2017 Rs'000	31.03.2017 Rs'000	30.09.2017 Rs'000	31.03.2017 Rs'000
ASSETS				
Non current assets				
Property, plant & equipment	235,015	239,201	235,015	239,201
Capital work in progress	-	-	-	-
Pre-paid lease rentals	1,654	1,665	1,654	1,665
Investment in subsidiary company	-	-	10,000	10,000
Available for sale financial assets	26,502	23,083	26,502	23,083
Deferred tax asset	1,774	1,774	-	-
	264,945	265,723	273,171	273,949
Current assets				
Inventories	218,440	189,452	218,440	189,452
Trade & other receivables	15,290	22,097	15,222	21,885
Amount due from related companies	1,039,559	450,522	1,013,959	425,522
Pre-paid lease rentals	22	22	22	22
Cash & cash equivalents	25,501	291,864	25,290	288,917
	1,298,812	953,957	1,272,933	925,798
Total assets	1,563,757	1,219,680	1,546,104	1,199,747
EQUITY				
Stated capital	79,975	79,975	79,975	79,975
Revaluation reserve	112,935	112,935	112,935	112,935
Revenue reserve	170,000	170,000	170,000	170,000
Other reserve	13,404	9,985	13,404	9,985
Retained profit	771,193	754,933	711,884	694,270
Shareholders' fund	1,147,507	1,127,828	1,088,198	1,067,165
LIABILITIES				
Non current liabilities				
Defined benefit obligations	10,646	9,806	9,096	8,376
Deferred tax liabilities	32,799	32,799	32,799	32,799
	43,445	42,605	41,895	41,175
Current liabilities				
Trade & other payables	85,241	7,634	84,398	6,975
Amount due to related companies	1,019	-	72,959	71,507
Income tax payable	31,913	41,613	4,022	12,925
Short-term import loans	106,240	-	106,240	-
Bank overdraft	148,392	-	148,392	-
	372,805	49,247	416,011	91,407
Total liabilities	416,250	91,852	457,906	132,582
Total equity and liabilities	1,563,757	1,219,680	1,546,104	1,199,747
Net asset value per share (Rs)	272.41	267.73	258.33	253.33

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Sgd.

Champika Coomasaru
Group Financial Controller

Sgd.

U G Madanayake
Chairman

Colombo
14th November 2017

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 2017	79,975	112,935	170,000	9,985	754,933	1,127,828
Net profit for the period	-	-	-	-	41,535	41,535
Gains on revaluation of land and buildings	-	-	-	-	-	-
Net change in fair value of AFS financial assets	-	-	-	3,419	-	3,419
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Total comprehensive income	-	-	-	3,419	41,535	44,954
Dividends paid	-	-	-	-	(25,275)	(25,275)
Balance at 30th September 2017	79,975	112,935	170,000	13,404	771,193	1,147,507
(b) Company						
Balance at 01st April 2017	79,975	112,935	170,000	9,985	694,270	1,067,165
Net profit for the period	-	-	-	-	42,889	42,889
Gains on revaluation of land and buildings	-	-	-	-	-	-
Net change in fair value of AFS financial assets	-	-	-	3,419	-	3,419
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Total comprehensive income	-	-	-	3,419	42,889	46,308
Dividends paid	-	-	-	-	(25,275)	(25,275)
Balance at 30th September 2017	79,975	112,935	170,000	13,404	711,884	1,088,198

	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	8,469	605,830	988,518
Net profit for the period	-	-	-	-	132,472	132,472
Net change in fair value of AFS financial assets	-	-	-	2,802	-	2,802
Total comprehensive income	-	-	-	2,802	132,472	135,274
Dividend Paid	-	-	-	-	(25,275)	(25,275)
Balance at 30th September 2016	79,975	124,244	170,000	11,271	713,027	1,098,517
Balance at 01st October 2016	79,975	124,244	170,000	11,271	713,027	1,098,517
Net profit for the period	-	-	-	-	37,181	37,181
Deferred tax impact on revaluation due to the change in tax rates	-	(8,996)	-	-	-	(8,996)
Actuarial gain / (loss) on defined benefit obligation	-	-	-	-	2,100	2,100
Deferred tax on actuarial gain / (loss)	-	-	-	-	(588)	(588)
Net change in fair value of AFS financial assets	-	-	-	(1,286)	-	(1,286)
Total comprehensive income for the period	-	(8,996)	-	(1,286)	38,693	28,411
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Transfer from revaluation reserve	-	(3,213)	-	-	3,213	-
Deferred tax on transfer	-	900	-	-	-	900
Balance at 31st March 2017	79,975	112,935	170,000	9,985	754,933	1,127,828

	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 2016	79,975	124,244	170,000	8,469	538,219	920,907
Net profit for the period	-	-	-	-	134,298	134,298
Net change in fair value of AFS financial assets	-	-	-	2,802	-	2,802
Total comprehensive income	-	-	-	2,802	134,298	137,100
Dividend Paid	-	-	-	-	(25,275)	(25,275)
Balance at 30th September 2016	79,975	124,244	170,000	11,271	647,242	1,032,732
Balance at 01st October 2016	79,975	124,244	170,000	11,271	647,242	1,032,732
Net profit for the period	-	-	-	-	42,575	42,575
Deferred tax impact on revaluation due to the change in tax rates	-	(8,996)	-	-	-	(8,996)
Actuarial gain / (loss) on defined benefit obligation	-	-	-	-	1,722	1,722
Deferred tax on actuarial gain / (loss)	-	-	-	-	(482)	(482)
Net change in fair value of AFS financial assets	-	-	-	(1,286)	-	(1,286)
Total comprehensive income for the period	-	(8,996)	-	(1,286)	43,815	33,533
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Transfer from revaluation reserve	-	(3,213)	-	-	3,213	-
Deferred tax on transfer	-	900	-	-	-	900
Balance at 31st March 2017	79,975	112,935	170,000	9,985	694,270	1,067,165

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ACL PLASTICS PLC
STATEMENT OF CASH FLOWS

for the period ended

	Group		Company	
	30.09.2017 Rs'000	30.09.2016 Rs'000	30.09.2017 Rs'000	30.09.2016 Rs'000
Cash flows from operating activities:				
Operating profit before taxation	60,135	183,232	61,489	184,348
Adjustments for:				
Depreciation	8,562	8,732	8,562	8,732
Interest expense	4,898	4,312	7,362	6,640
Interest income	(7,105)	(2,999)	(5,903)	(1,927)
Gratuity provision	840	816	720	720
Profit from sales of fixed assets	-	-	-	-
Profit from sales of shares	-	-	-	-
Dividend income	(424)	(620)	(424)	(2,870)
Operating profit before changes in working capital	66,906	193,473	71,806	195,643
(Increase) / Decrease in:				
Inventories	(28,988)	(8,053)	(28,988)	(8,053)
Trade & other receivables	6,807	(11,132)	6,663	(11,828)
Amount due from related companies	(589,037)	(375,955)	(588,437)	(375,403)
Increase / (Decrease) in:				
Trade & other payables	77,607	23,266	77,423	23,665
Amount due to related companies	1,019	135	1,452	2,179
Cash generated from / (used in) operations	(465,686)	(178,266)	(460,081)	(173,797)
Tax (paid) / refund	(28,300)	(69,849)	(27,503)	(69,188)
WHT on dividend paid by subsidiary	-	(250)	-	-
Gratuity paid	-	-	-	-
Interest paid	(4,898)	(4,312)	(7,362)	(6,640)
Net cash generated from / (used in) operating activities	(498,884)	(252,677)	(494,946)	(249,625)
Cash flows from investing activities				
Purchase of property, plant & equipment	(4,365)	(1,128)	(4,365)	(1,128)
Investment made during the year	-	-	-	-
Sales proceeds from disposal of fixed assets	-	-	-	-
Sales proceeds from disposal of market investments	-	-	-	-
Dividend received	424	620	424	2,870
Interest received	7,105	2,999	5,903	1,927
Net cash generated from / (used in) investing activities	3,164	2,491	1,962	3,669
Cash flows from financing activities				
Dividend paid	(25,275)	(25,275)	(25,275)	(25,275)
Proceeds/(repayments) of import loans	106,240	33,568	106,240	33,568
Net cash generated from / (used in) financing activities	80,965	8,293	80,965	8,293
Net increase / (decrease) in cash & cash equivalents	(414,755)	(241,893)	(412,019)	(237,663)
Cash & cash equivalents at the beginning of the period	291,864	234,713	288,917	230,187
Cash & cash equivalents at the end of the period	(122,891)	(7,180)	(123,102)	(7,476)
The period end cash and cash equivalents comprise,				
Cash at bank and in hand	25,501	22,661	25,290	22,365
Bank overdraft	(148,392)	(29,841)	(148,392)	(29,841)
	(122,891)	(7,180)	(123,102)	(7,476)

Above figures are provisional and subject to audit.

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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 2017 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/Debtenture 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 2017.

NON FINANCIAL INFORMATION

1. Number of shares at 30th September 2017 - 4,212,500 (30th September 2016 - 4,212,500).

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

Highest price (Rs)	174.00
Lowest price (Rs)	124.00
Last traded price (Rs)	126.30

3. Twenty largest shareholding as at 30th September 2017 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%
Raaymakers M.A.T	47,043	1.12%
Assetline Leasing Co.Ltd/ Mr.E.J. Gunaseker	38,512	0.91%
Waldock Mackenzie Ltd/ Mr. H.M. Abdulhussein	37,045	0.88%
Corporate Druids (Pvt) Ltd	36,604	0.87%
Gautam R.	27,700	0.66%
Costa D.S.J.V	27,421	0.65%
Abdulhussein R.H.	27,000	0.64%
Bank of Ceylon-First Capital Equity Fund	25,000	0.59%
Corea E.	24,751	0.59%
Essajee Carimjee Insurance Brokers (Pvt) Ltd	24,000	0.57%
Corea Gihan Ahoka	23,625	0.56%
Kalupathirana N.A.	21,777	0.52%
Madanayake H.A.S.	20,801	0.49%
Abdulhussein Y.H.	20,000	0.47%
Hatton National Bank/ Arunasalam	20,000	0.47%
Maheshwaran R.L.	18,743	0.44%
Ismail M.J.	17,991	0.43%
Madanayake N.C.	17,751	0.42%

(All are voting shares)

4. The number of shares held by the Board of Directors as at 30th September 2017 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 2017

1,426,978 33.87%

6. Number of Public shareholders as at 30th September 2017

872