

**Interim Financial Statements**

**For the period ended 31st December 2017**



**ACL PLASTICS PLC (PQ 87)**

**ACL PLASTICS PLC**  
**CONSOLIDATED INCOME STATEMENT**

<i>for the period ended</i>	Quarter Ended			Nine Months Ended		
	31.12.2017	31.12.2016	Change	31.12.2017	31.12.2016	Change
	Rs'000	Rs'000	%	Rs'000	Rs'000	%
Revenue	343,194	370,134	-7%	1,031,471	1,103,311	-7%
Cost of sales	(312,489)	(316,350)	-1%	(939,242)	(862,717)	8.9%
<b>Gross profit</b>	<b>30,705</b>	<b>53,784</b>	<b>-43%</b>	<b>92,229</b>	<b>240,594</b>	<b>-62%</b>
Other operating income	400	27	1381%	824	647	27%
	31,105	53,811	-42%	93,053	241,241	-61%
Administration cost	(840)	(687)	22%	(3,269)	(2,723)	20%
<b>Operating profit</b>	<b>30,265</b>	<b>53,124</b>	<b>-43%</b>	<b>89,784</b>	<b>238,518</b>	<b>-62%</b>
Net finance (cost) / income	(4,330)	(3,426)	26%	(3,714)	(5,588)	-34%
<b>Profit before tax</b>	<b>25,935</b>	<b>49,698</b>	<b>-48%</b>	<b>86,070</b>	<b>232,930</b>	<b>-63%</b>
Taxation	(8,600)	(14,500)	-41%	(27,200)	(65,260)	-58%
<b>Profit after tax</b>	<b>17,335</b>	<b>35,198</b>	<b>-51%</b>	<b>58,870</b>	<b>167,670</b>	<b>-65%</b>
<b>Earnings per share (Rs)</b>	<b>4.12</b>	<b>8.36</b>		<b>13.98</b>	<b>39.80</b>	

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		Nine Months Ended	
	31.12.2017 Rs'000	31.12.2016 Rs'000	31.12.2017 Rs'000	31.12.2016 Rs'000
<b>Profit for the period</b>	17,335	35,198	58,870	167,670
<b>Other comprehensive income/(expenses)</b>				
Gains on revaluation of land and buildings	-	-	-	-
Net change in fair value of available for sale financial assets	(1,352)	(515)	2,067	2,286
<b>Other comprehensive income for the period, net of tax</b>	<b>(1,352)</b>	<b>(515)</b>	<b>2,067</b>	<b>2,286</b>
<b>Total comprehensive income for the period</b>	<b>15,983</b>	<b>34,683</b>	<b>60,937</b>	<b>169,956</b>

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**ACL PLASTICS PLC**  
**COMPANY INCOME STATEMENT**

<i>for the period ended</i>	<b>Quarter Ended</b>		<b>Change</b>	<b>Nine Months Ended</b>		<b>Change</b>
	<b>31.12.2017</b>	<b>31.12.2016</b>		<b>31.12.2017</b>	<b>31.12.2016</b>	
	<b>Rs'000</b>	<b>Rs'000</b>	<b>%</b>	<b>Rs'000</b>	<b>Rs'000</b>	<b>%</b>
Revenue	343,172	369,335	-7.1%	1,031,447	1,101,082	-6.3%
Cost of sales	(309,875)	(313,362)	-1.1%	(931,862)	(856,174)	8.8%
<b>Gross profit</b>	<b>33,297</b>	<b>55,973</b>	<b>-40.5%</b>	<b>99,585</b>	<b>244,908</b>	<b>-59.3%</b>
Other operating income	400	27	1381.5%	824	2,897	-71.6%
	33,697	56,000	-39.8%	100,409	247,805	-59.5%
Administration cost	(753)	(541)	39.2%	(2,926)	(2,436)	20.1%
<b>Operating profit</b>	<b>32,944</b>	<b>55,459</b>	<b>-40.6%</b>	<b>97,483</b>	<b>245,369</b>	<b>-60.3%</b>
Net finance (cost) / income	(5,985)	(5,120)	16.9%	(9,035)	(10,682)	-15.4%
<b>Profit/(loss) before tax</b>	<b>26,959</b>	<b>50,339</b>	<b>-46.4%</b>	<b>88,448</b>	<b>234,687</b>	<b>-62.3%</b>
Taxation	(8,600)	(14,500)		(27,200)	(64,550)	-57.9%
<b>Profit/(loss) after tax</b>	<b>18,359</b>	<b>35,839</b>	<b>-48.8%</b>	<b>61,248</b>	<b>170,137</b>	<b>-64.0%</b>
<b>Earnings/(loss) per share (Rs)</b>	<b>4.36</b>	<b>8.51</b>		<b>14.54</b>	<b>40.39</b>	

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**ACL PLASTICS PLC**  
**COMPANY STATEMENT OF COMPREHENSIVE INCOME**

<i>for the period ended</i>	Quarter Ended		Nine Months Ended	
	31.12.2017 Rs'000	31.12.2016 Rs'000	31.12.2017 Rs'000	31.12.2016 Rs'000
<b>Profit for the period</b>	18,359	35,839	61,248	170,137
<b>Other comprehensive income/(expenses)</b>				
Gains on revaluation of land and buildings	-	-	-	-
Net change in fair value of available for sale financial assets	(1,352)	(515)	2,067	2,286
<b>Other comprehensive income for the period, net of tax</b>	<b>(1,352)</b>	<b>(515)</b>	<b>2,067</b>	<b>2,286</b>
<b>Total comprehensive income for the period</b>	<b>17,007</b>	<b>35,324</b>	<b>63,315</b>	<b>172,423</b>

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**ACL PLASTICS PLC**  
**STATEMENT OF FINANCIAL POSITION**

as at

	Group		Company	
	31.12.2017 Rs'000	31.03.2017 Rs'000	31.12.2017 Rs'000	31.03.2017 Rs'000
<b>ASSETS</b>				
<b>Non current assets</b>				
Property, plant & equipment	231,732	239,201	231,732	239,201
Capital work in progress	-	-	-	-
Pre-paid lease rentals	1,648	1,665	1,648	1,665
Investment in subsidiary company	-	-	10,000	10,000
Available for sale financial assets	25,350	23,083	25,350	23,083
Deferred tax asset	1,774	1,774	-	-
	<b>260,504</b>	<b>265,723</b>	<b>268,730</b>	<b>273,949</b>
<b>Current assets</b>				
Inventories	205,943	189,452	205,943	189,452
Trade & other receivables	24,516	22,097	24,487	21,885
Amount due from related companies	1,025,363	450,522	999,819	425,522
Pre-paid lease rentals	22	22	22	22
Cash & cash equivalents	6,521	291,864	4,009	288,917
	<b>1,262,365</b>	<b>953,957</b>	<b>1,234,280</b>	<b>925,798</b>
<b>Total assets</b>	<b>1,522,869</b>	<b>1,219,680</b>	<b>1,503,010</b>	<b>1,199,747</b>
<b>EQUITY</b>				
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	12,052	9,985	12,052	9,985
Retained profit	788,528	754,933	730,243	694,270
<b>Shareholders' fund</b>	<b>1,163,490</b>	<b>1,127,828</b>	<b>1,105,205</b>	<b>1,067,165</b>
<b>LIABILITIES</b>				
<b>Non current liabilities</b>				
Defined benefit obligations	11,066	9,806	9,456	8,376
Deferred tax liabilities	32,799	32,799	32,799	32,799
	<b>43,865</b>	<b>42,605</b>	<b>42,255</b>	<b>41,175</b>
<b>Current liabilities</b>				
Trade & other payables	25,800	7,634	25,190	6,975
Amount due to related companies	4,791	-	73,099	71,507
Income tax payable	29,084	41,613	1,422	12,925
Short-term import loans	170,213	-	170,213	-
Bank overdraft	85,626	-	85,626	-
	<b>315,514</b>	<b>49,247</b>	<b>355,550</b>	<b>91,407</b>
<b>Total liabilities</b>	<b>359,379</b>	<b>91,852</b>	<b>397,805</b>	<b>132,582</b>
<b>Total equity and liabilities</b>	<b>1,522,869</b>	<b>1,219,680</b>	<b>1,503,010</b>	<b>1,199,747</b>
Net asset value per share (Rs)	276.20	267.73	262.36	253.33

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Sgd.

**Champika Coomasaru**  
**Group Financial Controller**

Sgd.

**U G Madanayake**  
**Chairman**

**Colombo**  
**14th February 2018**

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
<b>(a) Group</b>						
Balance at 01st April 2017	79,975	112,935	170,000	9,986	754,932	1,127,828
Net profit for the period	-	-	-	-	58,870	58,870
Gains on revaluation of land and buildings	-	-	-	-	-	-
Net change in fair value of AFS financial assets	-	-	-	2,067	-	2,067
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Total comprehensive income	-	-	-	2,067	58,870	60,937
Dividends paid	-	-	-	-	(25,275)	(25,275)
<b>Balance at 31st December 2017</b>	<b>79,975</b>	<b>112,935</b>	<b>170,000</b>	<b>12,053</b>	<b>788,527</b>	<b>1,163,490</b>
<b>(b) Company</b>						
Balance at 01st April 2017	79,975	112,935	170,000	9,985	694,270	1,067,165
Net profit for the period	-	-	-	-	61,248	61,248
Gains on revaluation of land and buildings	-	-	-	-	-	-
Net change in fair value of AFS financial assets	-	-	-	2,067	-	2,067
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Total comprehensive income	-	-	-	2,067	61,248	63,315
Dividends paid	-	-	-	-	(25,275)	(25,275)
<b>Balance at 31st December 2017</b>	<b>79,975</b>	<b>112,935</b>	<b>170,000</b>	<b>12,052</b>	<b>730,243</b>	<b>1,105,205</b>

	Stated Capital Rs'000	Revaluation Reserve Rs'000	Revenue Reserve Rs'000	Other Reserve Rs'000	Retained Profit Rs'000	Total Rs'000
<b>(a) Group</b>						
Balance at 01st April 2016	79,975	124,244	170,000	8,470	605,830	988,519
Net profit for the period	-	-	-	-	167,670	167,670
Net change in fair value of AFS financial assets	-	-	-	2,286	-	2,286
Total comprehensive income	-	-	-	2,286	167,670	169,956
Dividend Paid	-	-	-	-	(25,275)	(25,275)
<b>Balance at 31st December 2016</b>	<b>79,975</b>	<b>124,244</b>	<b>170,000</b>	<b>10,756</b>	<b>748,225</b>	<b>1,133,200</b>
Balance at 01st January 2017	79,975	124,244	170,000	10,756	748,225	1,133,200
Net profit for the period	-	-	-	-	1,982	1,982
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	-	-	-	(770)	-	(770)
Total comprehensive income for the period	-	(8,996)	-	(770)	3,494	(6,272)
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Transfer from revaluation reserve	-	(3,213)	-	-	3,213	-
Deferred tax on transfer	-	900	-	-	-	900
<b>Balance at 31st March 2017</b>	<b>79,975</b>	<b>112,935</b>	<b>170,000</b>	<b>9,986</b>	<b>754,932</b>	<b>1,127,828</b>

	Stated Capital Rs'000	Revaluation Reserve Rs'000	Revenue Reserve Rs'000	Other Reserve Rs'000	Retained Profit Rs'000	Total Rs'000
<b>(b) Company</b>						
Balance at 01st April 2016	79,975	124,244	170,000	8,469	538,219	920,907
Net profit for the period	-	-	-	-	170,137	170,137
Net change in fair value of AFS financial assets	-	-	-	2,286	-	2,286
Total comprehensive income	-	-	-	2,286	170,137	172,423
Dividend Paid	-	-	-	-	(25,275)	(25,275)
<b>Balance at 31st December 2016</b>	<b>79,975</b>	<b>124,244</b>	<b>170,000</b>	<b>10,755</b>	<b>683,081</b>	<b>1,068,055</b>
Balance at 01st January 2017	79,975	124,244	170,000	10,755	683,081	1,068,055
Net profit for the period	-	-	-	-	6,736	6,736
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	-	-	-	(770)	-	(770)
Total comprehensive income for the period	-	(8,996)	-	(770)	7,976	(1,790)
Transfers upon disposals of AFS investments	-	-	-	-	-	-
Transfer from revaluation reserve	-	(3,213)	-	-	3,213	-
Deferred tax on transfer	-	900	-	-	-	900
<b>Balance at 31st March 2017</b>	<b>79,975</b>	<b>112,935</b>	<b>170,000</b>	<b>9,985</b>	<b>694,270</b>	<b>1,067,165</b>

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**ACL PLASTICS PLC**  
**STATEMENT OF CASH FLOWS**

for the period ended

	Group		Company	
	31.12.2017 Rs'000	31.12.2016 Rs'000	31.12.2017 Rs'000	31.12.2016 Rs'000
<b>Cash flows from operating activities:</b>				
Operating profit before taxation	86,070	232,930	88,448	234,687
<b>Adjustments for:</b>				
Depreciation	12,889	13,121	12,889	13,121
Interest expense	10,356	8,506	13,937	11,993
Interest income	(8,864)	(5,190)	(7,117)	(3,583)
Gratuity provision	1,260	1,224	1,080	1,080
Profit from sales of fixed assets	-	-	-	-
Profit from sales of shares	-	-	-	-
Dividend income	(824)	(1,018)	(824)	(3,268)
<b>Operating profit before changes in working capital</b>	<b>100,887</b>	<b>249,573</b>	<b>108,413</b>	<b>254,030</b>
<b>(Increase) / Decrease in:</b>				
Inventories	(16,491)	(43,948)	(16,491)	(43,948)
Trade & other receivables	(2,419)	33,261	(2,602)	32,579
Amount due from related companies	(574,841)	(387,677)	(574,297)	(387,143)
<b>Increase / (Decrease) in:</b>				
Trade & other payables	18,166	61,460	18,215	61,400
Amount due to related companies	4,791	1,048	1,592	1,244
<b>Cash generated from / (used in) operations</b>	<b>(469,907)</b>	<b>(86,283)</b>	<b>(465,170)</b>	<b>(81,838)</b>
Tax (paid) / refund	(39,729)	(90,267)	(38,703)	(89,606)
WHT on dividend paid by subsidiary	-	(250)	-	-
Gratuity paid	-	(79)	-	(79)
Interest paid	(10,356)	(8,506)	(13,937)	(11,993)
<b>Net cash generated from / (used in) operating activities</b>	<b>(519,992)</b>	<b>(185,385)</b>	<b>(517,810)</b>	<b>(183,516)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(5,403)	(1,869)	(5,403)	(1,869)
Investment made during the year	(200)	-	(200)	-
Sales proceeds from disposal of fixed assets	-	-	-	-
Sales proceeds from disposal of market investments	-	-	-	-
Dividend received	824	1,018	824	3,268
Interest received	8,864	5,190	7,117	3,583
<b>Net cash generated from / (used in) investing activities</b>	<b>4,085</b>	<b>4,339</b>	<b>2,338</b>	<b>4,982</b>
<b>Cash flows from financing activities</b>				
Dividend paid	(25,275)	(25,275)	(25,275)	(25,275)
Proceeds/(repayments) of import loans	170,213	(16,326)	170,213	(16,326)
<b>Net cash generated from / (used in) financing activities</b>	<b>144,938</b>	<b>(41,601)</b>	<b>144,938</b>	<b>(41,601)</b>
<b>Net increase / (decrease) in cash &amp; cash equivalents</b>	<b>(370,969)</b>	<b>(222,647)</b>	<b>(370,534)</b>	<b>(220,135)</b>
Cash & cash equivalents at the beginning of the period	291,864	234,713	288,917	230,187
<b>Cash &amp; cash equivalents at the end of the period</b>	<b>(79,105)</b>	<b>12,066</b>	<b>(81,617)</b>	<b>10,052</b>
<b>The period end cash and cash equivalents comprise,</b>				
Cash at bank and in hand	6,521	27,816	4,009	25,802
Bank overdraft	(85,626)	(15,750)	(85,626)	(15,750)
	<b>(79,105)</b>	<b>12,066</b>	<b>(81,617)</b>	<b>10,052</b>

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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/Debt 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 31st December 2017 - 4,212,500 (31st December 2016 - 4,212,500).

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

Highest price (Rs)	137.90
Lowest price (Rs)	119.10
Last traded price (Rs)	120.00

3. Twenty largest shareholding as at 31st December 2017 are as follows.

<b>Name of the Shareholder</b>	<b>No of Shares</b>	<b>%</b>
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	39,512	0.94%
Waldock Mackenzie Ltd/ Mr. H.M. Abdulhussein	37,045	0.88%
Corporate Druids (Pvt) Ltd	36,604	0.87%
Gautam R.	28,300	0.67%
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%
Amina Investments Ltd	20,362	0.48%
Abdulhussein Y.H.	20,000	0.47%
DFCC Bank PLC/ Mr.P. Pranavan	20,000	0.47%
Hatton National Bank/ Arunasalam	20,000	0.47%
Maheshwaran R.L.	18,743	0.44%

*(All are voting shares)*

4. The number of shares held by the Board of Directors as at 31st December 2017 are as follows.

<b>Name of the Director</b>	<b>No of Shares</b>	<b>%</b>
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 31st December 2017

1,426,978 33.87%

6. Number of Public shareholders as at 31st December 2017

867