INTERIM REPORT FOR THE 9 MONTHS ENDED 31ST DECEMBER 2015

## CORPORATE INFORMATION

#### **LEGAL FORM**

A Public Limited Company Incorporated in Sri Lanka in 1976

#### **COMPANY NUMBER**

PQ60

#### **DIRECTORS**

Mr. A.M. Pandithage - Chairman

Dr. K.I. M. Ranasoma - Managing Director

Mr. R.K.Witanachchi - Deputy Managing Director

(Retired w.e.f. 30.11.2015)

Mr.D.K.Welmillage - Deputy Managing Director

(Appointed w.e.f. 07.12.2015)

Mr. F. Mohideen

Mr. K.A.L.S. Fernando

Mr. S.C.Ganegoda

Mr. Dhammika Perera

Mr. M. Bottino

Mr. S. Rajapakse

Mr. N.A.R.R.S.Nanayakkara

Mr. S.P.Peiris

Ms.Y.Bhaskaran - Alternate Director to Mr.Dhammika Perera

(Appointed w.e.f.01.06.2015)

Mr.K.D.G.Gunaratne (Appointed w.e.f. 06.08.2015)

Mr. S.M.Shaikh - Alternate Director to Mr. S.C.Ganegoda (Appointed w.e.f.20.10.2015)

#### **SUBSIDIARIES**

#### **Hand Protection**

Palma Limited

Grossart (Private) Limited

Venigros (Private) Limited

Neoprex (Private) Limited

Texnil (Private) Limited

Feltex (Private) Limited

Dipped Products (Thailand) Limited

ICOGUANTI S.p.A

Hanwella Rubber Products Limited

D P L Premier Gloves Limited

D P L Universal Gloves Limited

## **Plantations**

DPL Plantations (Private) Limited

Kelani Valley Plantations PLC

Kalupahana Power Company (Private) Limited

Kelani Valley Instant Tea (Private) Limited

Mabroc Teas (Private) Limited

Hayleys Global Beverages (Private ) Limited

Hayleys Plantation Services (Private) Limited

Talawakelle Tea Estates PLC

TTEL Hydro Power Company (Private) Limited

TTEL Somerset Hydro Power (Private) Limited

#### **SECRETARIES**

Hayleys Group Services (Private) Limited 400, Deans Road, Colombo 10, Sri Lanka

Telephone: 2627650-6 (7 Lines)

Fax: 2627655

E-mail: info.sec@hayleys.com

#### STOCK EXCHANGE LISTING

The ordinary shares of the Company are listed with the Colombo Stock Exchange of Sri Lanka

#### REGISTERED OFFICE

400, Deans Road, Colombo 10, Sri Lanka

Telephone: 2627000 Fax: 2699018 & 2699299

E-mail: postmast@dplgroup.com Website: www.dplgroup.com

#### PRINCIPAL LINES OF BUSINESS

Manufacture and marketing of industrial, general purpose and medical rubber gloves,
Management of tea and rubber plantations.

## **INCOME STATEMENTS**

Group	-		Group			Group	
Audited year to 31/03/2015 Rs.'000	_	Unaudited 09 months to 31/12/2015 Rs.'000	Unaudited 09 months to 31/12/2014 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 31/12/2015 Rs.'000	Unaudited 03 months to 31/12/2014 Rs.'000	Increase/ (Decrease) %
27,738,672	Turnover	15,985,421	21,268,089	(25)	5,041,686	6,194,277	(19)
(22,948,805)	Cost of sales	(13,602,436)	(17,684,100)	(23)	(4,231,321)	(4,959,660)	(15)
4,789,867	Gross profit	2,382,985	3,583,989	(34)	810,365	1,234,617	(34)
218,787	Other income and gains	92,793	146,734	(37)	24,666	29,709	(17)
(563,788)	Distribution costs	(367,388)	(425,168)	(14)	(129,471)	(113,905)	14
(2,233,917)	Administrative expenses	(1,622,769)	(1,625,304)	(0)	(552,025)	(519,855)	6
(44,134)	Other expenses	(11,735)	(13,815)	(15)	(3,505)	(4,198)	(17)
(414,231)	Finance costs	(244,179)	(295,713)	(17)	(77,421)	(94,402)	(18)
27,738	Finance income	73,113	22,779	221	2,776	3,583	(23)
1,780,322	Profit before tax	302,820	1,393,502	(78)	75,385	535,549	(86)
(385,449)	Tax expense	(186,499)	(316,340)	(41)	(113,194)	(110,152)	3
1,394,873	Profit for the period	116,321	1,077,162	(89)	(37,809)	425,397	(109)
	Attributable to :						
1,112,293	Equity holders of the parent	75,268	852,220	(91)	(78,870)	326,168	(124)
282,580	Non-controlling interest	41,053	224,942	(82)	41,061	99,229	(59)
1,394,873	Profit for the period	116,321	1,077,162	(89)	(37,809)	425,397	(109)
18.58	Basic earnings per ordinary share for the period (Rs.) * Diluted earnings per ordinary share		14.24		(1.32)	5.45	
18.58	for the period (Rs.) *	1.26	14.24		(1.32)	5.45	
7.00	Dividend per share (Rs)	-	-		-	-	

 $<sup>^{\</sup>star}$ Computed based on 59,861,512 ordinary shares on issue as at 31/12/2015

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

## **INCOME STATEMENTS**

Company		C	Company		Company		
Audited year to 31/03/2015 Rs.'000	_	Unaudited 09 months to 31/12/2015 Rs.'000	Unaudited 09 months to 31/12/2014 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 31/12/2015 Rs.'000	Unaudited 03 months to 31/12/2014 Rs.'000	Increase/ (Decrease) %
2,564,913	Turnover	1,284,843	2,036,553	(37)	375,541	603,257	(38)
(1,939,746)	Cost of sales	(952,228)	(1,582,236)	(40)	(305,303)	(482,600)	(37)
625,167	Gross profit	332,615	454,317	(27)	70,238	120,657	(42)
575,550	Other income and gains	182,505	57,615	217	175,642	50,642	247
(24,541)	Distribution costs	(43,335)	(23,169)	87	(16,510)	(11,874)	39
(369,523)	Administrative expenses	(314,121)	(289,055)	9	(111,157)	(97,896)	14
(8,675)	Other expenses Imapirment loss on investment	(9,328)	(12,510)	(25)	(2,451)	(3,835)	(36)
(105,000)	and other amounts due	-	(5,000)	-	-	-	-
(73,840)	Finance costs	(66,182)	(55,406)	19	(27,217)	(22,662)	20
7,134	Finance income	3,379	5,568	(39)	975	1,509	(35)
626,272	Profit before tax	85,533	132,360	(35)	89,520	36,541	145
(11,217)	Tax expense	2,844	(13,672)	(121)	4,306	172	2,403
615,055	Profit for the period	88,377	118,688	(26)	93,826	36,713	156
10.27 10.27	Basic earnings per ordinary share for the period (Rs.) * Diluted earnings per ordinary share for the period (Rs.) *	1.48 1.48	1.98 1.98		1.57 1.57	0.61 0.61	
7.00	Dividend per share (Rs)	-	-		-	-	

<sup>\*</sup>Computed based on 59,861,512 ordinary shares on issue as at 31/12/2015

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

## OTHER COMPREHENSIVE INCOME

Group			Group			Group	
Audited		Unaudited	Unaudited	Increase/	Unaudited	Unaudited	Increase/
year to		09 months to	09 months to	(Decrease)	03 months to	03 months to	(Decrease)
31/03/2015		31/12/2015	31/12/2014	%	31/12/2015	31/12/2014	%
Rs.'000		Rs.'000	Rs.'000		Rs.'000	Rs.'000	
1,394,873	Profit for the period	116,321	1,077,162	(89)	(37,809)	425,397	(109)
(90,010)	Net exchange differences on translation of foreign operations	(22,982)	(79,944)	(71)	87,373	(74,184)	(218)
7	Net gain/(loss) on available for sale financial assets	1	(7)	(114)	-	-	-
16,043	Revaluation of land	-	-	-	-	-	-
(9,820)	Actuarial gain/(loss) on defined benefit plans	-	(2,631)	(100)	-	-	-
1,356	Income tax effect on Actuarial gain/(loss) on defined benefit plans	-	574	(100)	-	-	-
(82,424)	Other comprehensive income for the period, net of tax	(22,981)	(82,008)	(72)	87,373	(74,184)	(218)
1,074,167	Attributable to : Equity holders of the parent	52,130	806,605	(94)	(12,827)	281,817	(105)
238,282	Non-controlling interest	41,210	188,549	(78)	62,391	69,396	(10)
1,312,449	Total comprehensive income for the period, net of tax	93,340	995,154	(91)	49,564	351,213	(86)

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

## OTHER COMPREHENSIVE INCOME

		Company			Company	
	Unaudited	Unaudited	Increase/	Unaudited	Unaudited	Increase/
			,			
			%			%
	Rs.'000	Rs.'000		Rs.'000	Rs.'000	
Profit for the period	88,377	118,688	(26)	93,826	36,713	156
Revaluation of land	-	-	-	-	-	-
Actuarial gain/(loss) on defined benefit plans	-	-	-	-	-	-
Income tax effect on Actuarial gain/(loss) on defined benefit plans	-	-	-	-	-	-
Other comprehensive income for the period, net of tax	-		-	<u>-</u>		-
Total comprehensive income for the year, net of tax	88,377	118,688	(26)	93,826	36,713	156
	Revaluation of land  Actuarial gain/(loss) on defined benefit plans  Income tax effect on Actuarial gain/(loss) on defined benefit plans  Other comprehensive income for the period, net of tax  Total comprehensive income for	Unaudited 09 months to 31/12/2015 Rs.'000  Profit for the period  88,377  Revaluation of land  - Actuarial gain/(loss) on defined benefit plans  Income tax effect on Actuarial gain/(loss) on defined benefit plans  Other comprehensive income for the period, net of tax  Total comprehensive income for	Profit for the period  Revaluation of land  Actuarial gain/(loss) on defined benefit plans  Income tax effect on Actuarial gain/(loss) on defined benefit plans  Other comprehensive income for the period, net of tax  Total comprehensive income for  109 months to 31/12/2014 Rs.'000  88,377 118,688	Unaudited Unaudited (Decrease)  99 months to 31/12/2015 31/12/2014 %  Rs.'000 Rs.'000  Profit for the period 88,377 118,688 (26)  Revaluation of land  Actuarial gain/(loss) on defined benefit plans  Income tax effect on Actuarial gain/(loss) on defined benefit plans  Other comprehensive income for the period, net of tax  Total comprehensive income for 188,377 118,688 (26)	Unaudited 09 months to 31/12/2015 31/12/2014 % 31/12/2015 Rs.'000 Rs.'000 Rs.'000 Rs.'000 Profit for the period 88,377 118,688 (26) 93,826  Revaluation of land	Unaudited   Unaudited   Unaudited   Increase/   Unaudited   O3 months to   31/12/2015   31/12/2014   %   31/12/2015   31/12/2014   Rs.'000   Rs.

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

## **Statements of Financial Position**

Group	Company	_	Gro	ир	Comp	any
Audited	Audited	r	Unaudited	Unaudited	Unaudited	Unaudited
as at	as at		as at	as at	as at	as at
31/03/2015	31/03/2015		31/12/2015	31/12/2014	31/12/2015	31/12/2014
Rs.'000	Rs.'000		Rs.'000	Rs.'000	Rs.'000	Rs.'000
		ASSETS				
		Non-Current Assets Tangible assets				
12,058,013	463,161	Property, plant and equipment	13,644,322	11,670,093	468,087	427,497
60,762	405,101	Lease rental paid in advance	59,816	-		-
214,111	37,164	Formers (moulds)	240,973	234,687	39,717	36,036
389,735	299,929	Investment Property	371,036	392,985	282,535	301,439
307,477	-	Biological assets	313,468	270,147	-	-
176,658	-	Intangible assets	175,679	176,040	-	-
-	3,147,684		-	-	3,147,684	2,939,584
24	-	Other non-current financial assets	25	10	-	-
29,592		_Deferred tax assets	32,437	13,570	17,301	13,212
13,236,372	3,962,395	_	14,837,756	12,757,532	3,955,324	3,717,768
		Current Assets				
3,637,490	370,192	Inventories	3,197,898	3,412,323	270,570	352,633
4,198,740	720,604	Trade and other receivables	3,499,590	4,761,206	512,351	883,443
307,893		Advance and prepayments	235,090	289,520	50,364	91,539
-	,	Amounts due from related parties	-	-	1,092,833	1,253,940
393,646		Cash and short term deposits	293,209	312,629	60,269	57,553
8,537,769	2,191,125		7,225,787	8,775,678	1,986,387	2,639,108
21,774,141	6,153,520	Total assets	22,063,543	21,533,210	5,941,711	6,356,876
		EQUITY AND LIABILITIES Equity				
598,615	598,615	Stated capital (Issued and fully paid 59,861,512 ordinary shares)	598,615	598,615	598,615	598,615
444,331	195 128	Capital reserves	450,164	428,288	195,128	179,085
16	100,120	Available-for-sale reserve	17	420,200	-	-
7,000,544	2.606.900	Revenue reserves	6,628,969	6,928,621	2,457,391	2,289,190
		Equity attributable to equity holders of				, ,
8,043,506	3,400,643	the parent	7,677,765	7,955,530	3,251,134	3,066,890
2,485,501	-	Non-controlling interest	2,446,654	2,401,201	-	-
10,529,007	3,400,643	- Total equity	10,124,419	10,356,731	3,251,134	3,066,890
4 272 000		Non-Current Liabilities	2 447 262	1 220 015		
1,372,989 644,975	-	Interest-bearing loans and borrowings Deferred income	2,417,263	1,230,015	-	-
2,461,136	320,790		668,239 2,651,715	653,932 2,547,875	336,807	316,479
51,350	320,730	Agents' indemnity fund	51,644	52,061	-	510,479
494,555	_	Deferred tax liabilities	555,740	482,956	_	-
5,025,005	320,790		6,344,601	4,966,839	336,807	316,479
		Comment lightilities				
2.075.440	240 400	Current liabilities	2 024 602	2 000 024	220 620	242 202
2,875,149		Trade and other payables	2,834,602	3,089,931	330,629	343,392
186,522 2,813,367		Unclaimed dividends / dividends payable Short-term loans and bank overdrafts	5,440	6,690 2,704,835	5,440 672,670	6,690 653 743
306,521	-	Interest-bearing loans and borrowings	2,405,908 313,068	2,704,835 340,284	-	653,743
-	1 394 568	Amounts due to related parties	-	-	1,345,031	1,969,682
38,570	-	Income tax payable	35,505	67,900	-	
6,220,129	2,432,087		5,594,523	6,209,640	2,353,770	2,973,507
11,245,134	2,752,877	 Total liabilities				
11,243,134						

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

The Financial Position as at 31/12/2015, and Income Statements, Statement of Changes in Equity and Statements of Cash Flow for the nine months then ended are drawn up from the unaudited financial statements of the Company and its subsidiaries and provide the information required by the Colombo Stock Exchange.

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

sgd.
N.A.R.R.S. Nanayakkara
Director Finance
Signed on behalf of the Board

sgd. A.M.Pandithage Chairman 02/02/2016

## DIPPED PRODUCTS PLC STATEMENTS OF CHANGES IN EQUITY

Group For the period ended 31/12/2015

			Att	ributable to eq	uity holders of th	e Company					Non- controlling	Total
	Stated Capital	Сар	ital Reserves		Other Components of Equity		Revenue	Reserves		Total	Interest	Equity
		Reserve on scrip Issue	Revaluation Reserve	Other capital reserves	Available-for- sale Reserve	General Reserve	Timber Reserve	Retained Earnings	Exchange Fluctuatio n Reserve			
	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>
Balance as at 01/04/2015	598,615	167,409	239,927	36,995	16	1,190,950	113,919	5,499,943	195,732	8,043,506	2,485,501	10,529,007
Provision for Super Gain Tax	-	-	-	-	-	-	-	(179,983)	-	(179,983)	(24,781)	(204,764)
Balance as at 01/04/2015	598,615	167,409	239,927	36,995	16	1,190,950	113,919	5,319,960	195,732	7,863,523	2,460,720	10,324,243
Profit for the period	-	-	-	-	-	-	-	75,268	-	75,268	41,053	116,321
Other comprehensive income	-	-	-	-	1	-	-	-	(23,141)	(23,140)	157	(22,983)
Dividends	-	-	-	-	-	-	-	(239,446)	-	(239,446)	(55,276)	(294,722)
Transfers/adjustments	-	-	-	5,833	-	-		(4,273)	-	1,560	-	1,560
Balance as at 31/12/2015	598,615	167,409	239,927	42,828	17	1,190,950	113,919	5,151,509	172,591	7,677,765	2,446,654	10,124,419
For the period ended 31/12/201	4											
Balance as at 01/04/2014	598,615	167,409	259,108	30,734	11	1,169,700	64,404	4,797,049	240,133	7,327,163	2,322,191	9,649,354
Profit for the period	-	-	-	-	-	-	-	852,220	-	852,220	224,942	1,077,162
Other comprehensive income	-	-	-	-	(5)	-	-	(1,464)	(44,146)	(45,615)	(36,391)	(82,006)
Dividends	-	-	-	-	-	-	-	(179,584)	-	(179,584)	(75,825)	(255,409)
Acquisition of non-controlling interest	-	-	-	-	-	21,250	283	(20,187)	-	1,346	(33,716)	(32,370)
Transfers/adjustments	-	-	(35,224)	6,261	-	-	27,830	1,133	-	-	-	-
Balance as at 31/12/2014	598,615	167,409	223,884	36,995	6	1,190,950	92,517	5,449,167	195,987	7,955,530	2,401,201	10,356,731

## Company

For the period ended 31/12/2015

S	tated Capital -	Capital	Reserves	Revenue Reserves	Total
			Capital		
		Revaluation	Redemption Reserve	Retained	
		Reserve	Fund	Earnings	
	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>
Balance as at 01/04/2015	598,615	194,948	180	2,606,900	3,400,643
Profit for the period	-		-	88,377	88,377
Dividends	-	-	-	(239,446)	(239,446)
Transfers/adjustments				1,560	1,560
Balance as at 31/12/2015	598,615	194,948	180	2,457,391	3,251,134
For the period ended 31/12/2014					
Balance as at 01/04/2014	598,615	178,905	180	2,350,086	3,127,786
Profit for the period	_	-	_	118,688	118,688
Dividends	-	-	-	(179,584)	(179,584)
Balance as at 31/12/2014	598,615	178,905	180	2,289,190	3,066,890

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

# DIPPED PRODUCTS PLC CASH FLOW STATEMENTS

		CASH FLO	OW STATEME	NTS		
Group	Company		Gro	<u>up</u>	Comp	<u>any</u>
Audited	Audited		Unaudited	 Unaudited	Unaudited	Unaudited
			09 months to			
year to	year to			09 months to	09 months to	09 months to
31/03/2015	31/03/2015		31/12/2015	31/12/2014	31/12/2015	31/12/2014
Rs.'000	Rs.'000	<u>-</u>	Rs.'000	Rs.'000	Rs.'000	Rs.'000
		Cash flows from operating activities				
3,208,337	292,218	Cash generated from operations (Note A)	2,578,273	2,437,958	125,499	405,873
(305,336)	(32,844)	Interest paid	(171,694)	(234,898)	(22,434)	(27,754)
(383,798)	(1,853)	Income taxes paid	(286,585)	(239,205)	(500)	(1,852)
(287,401)		Retiring gratuity paid	(156,030)	(226,170)	(22,656)	(18,746)
(6,513)		Agents' indemnity paid	(1,494)	(6,522)		-
2,225,289	235.413	Net cash flow from operating activities	1,962,470	1,731,163	79,909	357,521
		<u> </u>		1,7 0 1, 100		00.,02.
		Cash flows from investing activities				
(2,722,470)	(81,412)	Purchase & construction of property, plant and equipment	(2,218,993)	(1,980,389)	(42,372)	(49,523)
(63,089)	-	Payment of lease rental in advance	-	-	-	-
(31,568)	-	Purchase of formers (moulds)	(48,410)	(40,033)	(5,773)	25,054
(240)	-	Acquisition of intangible assets	-	(240)	-	-
22,231	-	Grants received	49,760	22,361	-	-
256,685	159	Proceeds from disposal of property, plant and equipment	15,526	119,060	2,336	-
-	-	Proceeds from disposal of investment property	12,923	-	12,923	-
(12,560)	-	Development cost (net) incurred on biological assets	(5,991)	(3,639)	´-	-
-	(500,000)	. , ,	` -	-	-	(341,900)
17,537	7,134	Interest received	6,276	14,175	3,379	5,568
-		Dividend received from subsidiary companies	-,		172,511	49,082
(73,632)	-	Net payments to non-controlling interest	(80,057)	(108,201)	,	-
(2,607,106)	(10.014)	Net cash flows from investing activities	(2,268,966)	(1,976,906)	143,004	(311,719)
(2,007,100)	(10,014)	<u>-</u>	(2,200,900)	(1,970,900)	143,004	(311,719)
		Cash flows from financing activities				
475,841	-	Long term loans obtained	1,383,319	228,362	-	-
(592,628)	-	Repayment of long term loans	(347,193)	(448,994)	-	-
(3,094)	-	Capital payment on finance lease	(3,640)	(7,561)	-	-
(189,302)	(189,302)	_Dividend paid	(418,968)	(189,549)	(418,968)	(189,549)
(309,183)	(189,302)	Net cash flows from financing activities	613,518	(417,742)	(418,968)	(189,549)
(691,000)	36,097	Net increase / (decrease ) in cash & cash equivalents	307,022	(663,485)	(196,055)	(143,747)
(1,728,721)	(452,443)	Cash & cash equivalents at beginning of the period	(2,419,721)	(1,728,721)	(416,346)	(452,443)
(2,419,721)	(416,346)	Cash & cash equivalents at end of the period (Note B)	(2,112,699)	(2,392,206)	(612,401)	(596,190)
Α		Cash generated from operations				
1,780,322	626,272	Profit before tax	302,820	1,393,502	85,533	132,360
		Adjustments for:				
205 226	22.044	Interest cost	474 604	224 200	22.424	27.754
305,336	32,044	Interest cost	171,694	234,898	22,434	27,754
(31,681)	40.000	Gain on fair value change in biological assets	-	-	-	-
866,057	48,889	Depreciation on property, plant and equipment	601,680	608,553	36,151	36,780
1,065	·	Amortization of lease rentals paid in advance	946			
7,780	6,040	Depreciation on investment property	5,776	4,530	4,471	4,530
36,861	4,130	Impairment of formers	21,548	24,750	3,220	2,922
1,573	-	Amortisation of intangible assets	979	2,191	-	-
(11,292)	-	Gain on disposal of property, plant & equipment	(10,779)	(43,603)	(1,041)	-
(44,419)	-	Amortisation of grants	(26,496)	(35,592)	-	-
14,503	(790)	Impairment provision for / (reversal of) bad & doubtful debts	6,416	(1,372)	-	(790)
401,364	46,876	Provision for retiring gratuity	346,798	431,051	38,673	38,149
4,742	-	Provision for agents' indemnity fund	2,340	3,818	-	-
-	105,000	Impairment loss on investment and other amounts due	-	-	-	5,000
(72,000)	(5,132)	Provision for/(reversal of) slow-moving / obsolete inventories	868	(63,349)	8,767	1,881
(17,537)	(571,239)	Interest and dividend income	(6,276)	(14,175)	(172,711)	(54,650)
(125,015)	- '	Differences of exchange on translation of foreign entities	23,752	(63,296)		-
3,117,659	292,890	· · · · · · · · · · · · · · · · · ·	1,442,066	2,481,906	25,497	193,936
	,					
29,000		(Increase) / decrease in trade and other receivables	666,489	(555,532)	48,481	(985,780)
27,463		(Increase) / decrease in advances and prepayments	71,541	44,574	(6,759)	(15,765)
52,877	177,271	(Increase) / decrease in inventories	438,724	269,393	90,855	187,817
(18,662)	417,647	- ' '	(40,547)	197,617	(32,575)	1,025,665
90,678	(672)	<u>-</u>	1,136,207	(43,948)	100,002	211,937
3,208,337	292,218	<u>-</u>	2,578,273	2,437,958	125,499	405,873
В		Analysis of cash & cash equivalents at end of the period				
335,450	124 163	Cash at bank and in hand	273,102	294,777	60,269	57,553
58,196	12-7,103	Short term deposits	20,107	17,852	-	-
(2,813,367)	(5/10 500)	Short term loans and overdraft	(2,405,908)	(2,704,835)	(672,670)	(653,743)
(2,419,721)	(416,346)	-	(2,112,699)	(2,392,206)	(612,401)	(596,190)

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements. The figures in brackets indicate deductions

#### NOTES TO THE FINANCIAL STATEMENTS

- 1. These Interim Financial Statements which have not been audited, comply with the LKAS 34 Interim Financial Reporting and also provide the information required by the Colombo Stock Exchange.
- These Interim Financial Statements have been prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31/03/2015.
- 3. As per provisions of Part III of the Finance Act, No. 10 of 2015 which was certified on 30/10/2015, the Group was liable for Super Gain tax of Rs.205Mn and full payment has been made as at 31/12/2015. According to the Act, Super Gain Tax shall be deemed to be an expenditure in the financial statements relating to the year of assessment which commenced on 01/04/2013. The Act supersedes the requirements of the Sri Lanka Accounting Standard; hence the expense of Super Gain Tax is accounted in accordance with the requirements of the said Act as recommended by the Statement of Alternative Treatment (SoAT) on Accounting for Super Gain Tax issued by the Institute of Chartered Accountants of Sri Lanka, dated 24/11/2015.
- 4. No other circumstances have arisen since the balance sheet date, which would require adjustments to or disclosure in the financial statements other than those disclosed.
- 5. There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31/03/2015.
- 6. Where necessary, comparative figures have been re-stated to conform with SLFRS/LKAS.

## 7. Industry Segment Turnover

Group		Grou	<u>up</u>
Audited		Unaudited	Unaudited
year to		9 months to	9 months to
31/03/2015		31/12/2015	31/12/2014
Rs'000		Rs'000	Rs'000
14,970,312	Hand Protection	9,046,320	10,900,108
13,408,450	Plantations	7,189,669	10,840,251
28,378,762		16,235,989	21,740,359
(640,090)	Inter - segment sales / services	(250,568)	(472,270)
27,738,672		15,985,421	21,268,089

<sup>\*</sup> Previous year Plantations figures are for 9 months

## 8. Industry Segment Results

Group		Grou	u <u>p</u>
Audited		Unaudited	Unaudited
year to		9 months to	9 months to
31/03/2015		31/12/2015	31/12/2014
		Rs. '000	Rs. '000
1,663,944	Hand Protection	505,257	1,160,327
612,871	Plantations	23,629	506,109
2,276,815		528,886	1,666,436
(110,000)	Inter - segment results	(55,000)	
2,166,815	Segment results	473,886	1,666,436
(414,231)	Finance cost	(244,179)	(295,713)
27,738	Finance income	73,113_	22,779
1,780,322	Profit before tax	302,820	1,393,502

<sup>\*</sup> Previous year Plantations figures are for 9 months

## INVESTOR INFORMATION

	31/12/2015 Rs.	31/12/2014 Rs.
Market Value of Shares		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Closing price on	110.00	143.00
Highest price recorded for the nine months ending	165.00	147.50
Lowest price recorded for the nine months ending	107.20	87.00
Highest price recorded for the three months ending	149.00	147.50
Lowest price recorded for the three months ending	107.20	125.30
Market Capitalisation (Rs. M)	6,585	8,560
Ratios		
Net assets per share at the period end*	128.26	132.90
Price earnings ratio annualised (times)	65.6	7.5
Share Trading information from 01/04/2015 to 31/12/2015		
Number of transactions	3,075	2,448
Number of shares traded	5,845,523	4,126,138
Value of shares traded (Rs.)	792,882,716.50	529,927,421.00

#### **Dividend Payments**

Final dividend 2014/15 Rs.4.00 per share paid on 07/07/2015

#### First twenty shareholders as at 31/12/2015

	Shareholder	No.of Shares as at 31/12/2015	%
1	Hayleys PLC	25,210,938	42.12
2	Employees Provident Fund	7,637,280	12.76
3	Volanka (Pvt) Limited	4,873,640	8.14
4	Promar Overseas SA	4,080,516	6.82
5	Haycarb PLC	4,068,746	6.80
6	Employees Trust Fund Board	1,287,654	2.15
7	Ravi Industries Limited	567,000	0.95
8	E. W. Balasuriya & Co. (Pvt) Ltd	500,673	0.84
9	Mr.H.A.Pieris	442,797	0.74
10	Dr.D.Jayanntha	415,000	0.69
11	Renuka Properties Limited	324,934	0.54
12	Mr.A.M.Weerasinghe	250,000	0.42
13	Mr. N. G. Wickremeratne	246,224	0.41
14	Akbar Brothers (Pvt) Ltd A/C No.1	233,771	0.39
15	Hallsville Trading Group Inc.	204,024	0.34
16	HSBC International Nominees Ltd-SSBT Deustche Bank AG Singapore A/C No.01	200,044	0.33
17	Commercial Bank of Ceylon PLC A/C No. 04	200,000	0.33
18	Mr.S.Krishnananthan	163,044	0.27
19	Ms.O.D.Gunewardene	160,162	0.27
20	Deutsche Bank AG as Trustee to Candor Sharia Fund	150,000	0.25
	TOTAL	51,216,447	85.56

The percentage of shares held by public as per Colombo Stock Exchange Rules as at 31/12/2015 was 41.86%.

Total number of shareholders representing the public holding as at 31/12/2015 was 2,442.

## Directors' shareholding as at 31/12/2015

Name of Director	No.of Shares as at 31/12/2015
Mr.A.M.Pandithage	-
Dr.K.I.M.Ranasoma - Managing Director	300
Mr.F.Mohideen	-
Mr.K.A.L.S.Fernando	56,264
Mr.S.C.Ganegoda	-
Mr.Dhammika Perera*	1,000
Mr.M.Bottino	-
Mr.S. Rajapakse	-
Mr.N.A.R.R.S.Nanayakkara	14,526
Mr.S.P.Peiris	4,800
Ms.Yogadinusha Bhaskaran (Alternate Director to Mr.Dhammika Perera)	-
Mr.K.D.G.Gunaratne	-
Mr. S.M.Shaikh (Alternate Director to Mr.S.C.Ganegoda)	-
Mr.D.K.Welmillage	7,000
	83,890

\*Mr.Dhammika Perera holds 50.28% directly and indirectly of the total issued shares of Hayleys PLC which holds 25,210,938 shares in Dipped Products PLC.

There were no non-voting shares as at 31/12/2015.

<sup>\*</sup>Computed based on 59,861,512 shares on issue as at 31/12/2015