

DIPPED PRODUCTS PLC

INTERIM REPORT FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2019

CORPORATE INFORMATION

LEGAL FORM

A Public Limited Company
Incorporated in Sri Lanka in 1976

COMPANY NUMBER

PQ60

DIRECTORS

Mr. A.M. Pandithage - Chairman
Mr.Ng Soon Huat - Managing Director
Mr. S.C.Ganegoda
Mr. Dhammika Perera
Mr. F. Mohideen
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
Mr.K.D.G.Gunaratne
Mr.H.S.R.Kariyawasan
Mr.R.H.P.Janadheera
Mr.K.M.D.I. Prasad
Ms.R.N.Obeyesekere (Resigned w.e.f. August 14,2019)

SUBSIDIARIES

Hand Protection

Palma Limited
Venigros (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
D P L International Limited

Plantations

D P L Plantations (Private) Limited
Kelani Valley Plantations PLC
Kalupahana Power Company (Private) Limited
Kelani Valley Instant Tea (Private) Limited
Mabroc Teas (Private) Limited
Hayleys Plantation Services (Private) Limited
Talawakelle Tea Estates PLC
TTEL Hydro Power Company (Private) Limited
TTEL Somerset Hydro Power (Private) Limited
Kelani Valley Resorts (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.

DIPPED PRODUCTS PLC

STATEMENT OF PROFIT OR LOSS

Group	Group			Group			
Audited year to 31/03/2019 Rs.'000	Unaudited 06 months to 30/09/2019 Rs.'000	Unaudited 06 months to 30/09/2018 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2019 Rs.'000	Unaudited 03 months to 30/09/2018 Rs.'000	Increase/ (Decrease) %	
	Revenue from contracts with customers	15,290,341	14,879,450	3	7,459,141	7,246,850	3
30,089,318	Cost of sales	(13,122,488)	(12,609,832)	4	(6,426,880)	(6,166,433)	4
(25,143,301)	Gross profit	2,167,853	2,269,618	(4)	1,032,261	1,080,417	(4)
4,946,017	Other income and gains	113,156	71,107	59	82,336	47,647	73
229,663	Distribution costs	(297,777)	(282,274)	5	(149,410)	(120,327)	24
(597,762)	Administrative expenses	(1,373,539)	(1,376,266)	(0)	(677,480)	(730,238)	(7)
(2,805,922)	Finance costs	(247,956)	(230,153)	8	(110,802)	(122,372)	(9)
(493,597)	Finance income	88,339	100,791	(12)	52,256	71,615	(27)
149,599	Change in fair value of						
	Investment properties	-	-	-	-	-	-
9,895	Deemed disposal gain on equity						
	accounted investee	-	-	-	-	-	-
204,653	Profit / (loss) before tax	450,076	552,823	(19)	229,161	226,742	1
1,642,546	Tax expense	(122,654)	(139,464)	(12)	1,334	(63,381)	(102)
(418,720)	Profit / (loss) for the period	327,422	413,359	(21)	230,495	163,361	41
1,223,826	Attributable to :						
	Equity holders of the parent	332,530	367,746	(10)	230,918	152,671	51
868,424	Non-controlling interest	(5,108)	45,613	(111)	(423)	10,690	(104)
355,402	Profit / (loss) for the period	327,422	413,359	(21)	230,495	163,361	41
1,223,826	Basic earnings / (loss) per ordinary share						
	for the period (Rs.) *	5.55	6.14		3.86	2.55	
14.51	Diluted earnings / (loss) per ordinary share						
	for the period (Rs.) *	5.55	6.14		3.86	2.55	
14.51	Dividend per share (Rs)	0.50	-		0.50	-	
4.50							

*Computed based on 59,861,512 ordinary shares on issue as at 30/09/2019

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC

STATEMENT OF PROFIT OR LOSS

Company	Company			Company		
Audited year to 31/03/2019 Rs.'000	Unaudited 06 months to 30/09/2019 Rs.'000	Unaudited 06 months to 30/09/2018 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2019 Rs.'000	Unaudited 03 months to 30/09/2018 Rs.'000	Increase/ (Decrease) %
	Revenue from contracts with customers					
3,898,365	2,060,730	1,848,360	11	1,064,171	946,932	12
(3,025,141)	(1,521,567)	(1,445,651)	5	(785,888)	(738,935)	6
873,224	539,163	402,709	34	278,283	207,997	34
240,238	240,498	108,549	122	65,284	56,413	16
(33,671)	(29,236)	(19,941)	47	(13,630)	(7,934)	72
(621,200)	(285,486)	(340,971)	(16)	(149,451)	(197,263)	(24)
(100,406)	(70)	(230)	(70)	-	(230)	(100)
(127,298)	(64,793)	(38,555)	68	(26,607)	(21,945)	21
55,832	33,905	26,159	30	14,717	19,442	(24)
	Change in fair value of Investment properties					
6,276	-	-	-	-	-	-
292,995	433,981	137,720	215	168,596	56,480	199
34,772	(9,575)	8,715	210	2,085	8,918	(77)
327,767	424,406	146,435	190	170,681	65,398	161
5.48	Basic earnings / (loss) per ordinary share for the period (Rs.) *					
	7.09	2.45		2.85	1.09	
5.48	Diluted earnings / (loss) per ordinary share for the period (Rs.) *					
	7.09	2.45		2.85	1.09	
4.50	Dividend per share (Rs)					
	0.50	-		0.50	-	

*Computed based on 59,861,512 ordinary shares on issue as at 30/09/2019

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
STATEMENTS OF COMPREHENSIVE INCOME

<u>Group</u>	<u>Group</u>			<u>Group</u>		
Audited year to 31/03/2019 Rs.'000	<u>Unaudited</u> <u>06 months to</u> <u>30/09/2019</u> <u>Rs.'000</u>	<u>Unaudited</u> <u>06 months to</u> <u>30/09/2018</u> <u>Rs.'000</u>	<u>Increase/</u> <u>(Decrease)</u> <u>%</u>	<u>Unaudited</u> <u>03 months to</u> <u>30/09/2019</u> <u>Rs.'000</u>	<u>Unaudited</u> <u>03 months to</u> <u>30/09/2018</u> <u>Rs.'000</u>	<u>Increase/</u> <u>(Decrease)</u> <u>%</u>
1,223,826	327,422	413,359	(21)	230,495	163,361	41
	Profit / (loss) for the period					
	Other comprehensive income					
	<u>Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax)</u>					
289,466	87,557	70,213	25	88,882	186,123	(52)
	Currency translation of foreign operations					
	<u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u>					
57,560	-	-	-	-	-	-
	Revaluation of land					
(252,536)	-	-	-	-	-	-
	Actuarial gain/(loss) on defined benefit plans					
34,948	-	-	-	-	-	-
	Tax effect on actuarial gain/(loss)					
89,336	-	(6)	(100)	-	(6)	(100)
	Net gain/(loss) on equity instruments designated at Fair Value through OCI					
(8,058)	-	-	-	-	-	-
	Tax effect on land revaluation					
210,716	87,557	70,207	25	88,882	186,117	(52)
	Other comprehensive income / (loss) for the period, net of tax					
1,434,542	414,979	483,566	(14)	319,377	349,478	(9)
	Total comprehensive income / (loss) for the period, net of tax					
1,131,223	419,102	437,346	(4)	319,288	337,606	(5)
	Attributable to :					
	Equity holders of the parent					
303,319	(4,123)	46,220	(109)	89	11,872	(99)
	Non-controlling interest					
1,434,542	414,979	483,566	(14)	319,377	349,478	(9)
	Total comprehensive income / (loss) for the period, net of tax					

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
STATEMENTS OF COMPREHENSIVE INCOME

<u>Company</u>	<u>Company</u>			<u>Company</u>		
Audited year to 31/03/2019 Rs.'000	<u>Unaudited</u> 06 months to 30/09/2019 Rs.'000	Unaudited 06 months to 30/09/2018 Rs.'000	Increase/ (Decrease) %	<u>Unaudited</u> 03 months to 30/09/2019 Rs.'000	Unaudited 03 months to 30/09/2018 Rs.'000	Increase/ (Decrease) %
327,767	424,406	146,435	190	170,681	65,398	161
	Profit / (loss) for the period					
	Other comprehensive income					
	<u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u>					
57,560	-	-	-	-	-	-
	Revaluation of land					
509	-	-	-	-	-	-
	Actuarial gain/(loss) on defined benefit plans					
(71)	-	-	-	-	-	-
	Tax effect on actuarial gain/(loss)					
(8,058)	-	-	-	-	-	-
	Tax effect on Land revaluation					
49,940	-	-	-	-	-	-
	Other comprehensive income / (loss) for the period, net of tax					
377,707	424,406	146,435	190	170,681	65,398	161
	Total comprehensive income / (loss) for the period, net of tax					

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC

STATEMENTS OF FINANCIAL POSITION

Group		Company		Group		Company	
Audited as at 31/03/2019 Rs.'000	Audited as at 31/03/2019 Rs.'000	Unaudited as at 30/09/2019 Rs.'000	Unaudited as at 30/09/2018 Rs.'000	Unaudited as at 30/09/2019 Rs.'000	Unaudited as at 30/09/2018 Rs.'000	Unaudited as at 30/09/2019 Rs.'000	Unaudited as at 30/09/2018 Rs.'000
ASSETS							
Non-Current Assets							
Tangible assets							
12,217,758	637,484	12,122,014	12,265,527	652,636	598,201	598,201	598,201
57,115	-	56,470	57,761	-	-	-	-
293,916	67,363	274,028	300,339	68,660	63,638	68,660	63,638
357,955	163,176	357,955	348,060	163,176	156,900	163,176	156,900
449,926	-	459,159	408,159	-	-	-	-
-	-	181,617	-	58,266	-	58,266	-
319,844	59,185	313,152	325,627	53,265	65,089	53,265	65,089
-	3,500,546	-	-	4,400,546	3,600,546	4,400,546	3,600,546
-	23,748	-	-	16,028	31,277	16,028	31,277
390,933	-	390,933	17	-	-	-	-
137,408	87,230	132,441	107,368	84,954	46,215	84,954	46,215
14,224,855	4,538,732	14,287,769	13,812,858	5,497,531	4,561,866	5,497,531	4,561,866
Current Assets							
4,690,253	711,417	4,432,475	4,287,461	534,156	644,589	534,156	644,589
5,340,315	1,080,365	5,131,638	4,743,111	725,553	684,136	725,553	684,136
204,029	59,535	249,057	185,058	90,316	91,832	90,316	91,832
-	1,266,170	-	-	648,573	1,178,773	648,573	1,178,773
1,742,202	181,113	1,476,271	1,308,413	57,659	11,529	57,659	11,529
11,976,799	3,298,600	11,289,441	10,524,043	2,056,257	2,610,859	2,056,257	2,610,859
26,201,654	7,837,332	25,577,210	24,336,901	7,553,788	7,172,725	7,553,788	7,172,725
EQUITY AND LIABILITIES							
Equity							
598,615	598,615	598,615	598,615	598,615	598,615	598,615	598,615
508,965	239,184	520,422	459,463	239,184	189,682	239,184	189,682
64,721	-	64,721	11	-	-	-	-
9,249,276	3,732,466	9,623,490	8,849,195	4,125,720	3,730,280	4,125,720	3,730,280
10,421,577	4,570,265	10,807,248	9,907,284	4,963,519	4,518,577	4,963,519	4,518,577
2,791,075	-	2,719,858	2,570,041	-	-	-	-
13,212,652	4,570,265	13,527,107	12,477,325	4,963,519	4,518,577	4,963,519	4,518,577
Non-Current Liabilities							
883,102	-	804,607	1,113,419	-	-	-	-
-	-	149,806	-	42,012	-	42,012	-
741,178	-	767,553	747,399	-	-	-	-
2,736,670	472,031	2,858,307	2,414,025	490,464	448,278	490,464	448,278
62,905	-	63,961	55,660	-	-	-	-
761,058	-	707,871	708,764	-	-	-	-
5,184,913	472,031	5,352,105	5,039,267	532,476	448,278	532,476	448,278
Current liabilities							
3,212,873	439,612	2,951,543	3,052,662	362,804	359,716	362,804	359,716
118,439	118,439	35,104	96,661	35,104	96,661	35,104	96,661
3,951,213	1,506,303	3,366,222	2,946,813	986,511	1,073,131	986,511	1,073,131
435,988	-	265,388	693,883	-	-	-	-
-	-	40,927	-	20,511	-	20,511	-
-	730,682	-	-	652,863	676,362	652,863	676,362
85,576	-	38,814	30,290	-	-	-	-
7,804,089	2,795,036	6,697,998	6,820,309	2,057,793	2,205,870	2,057,793	2,205,870
12,989,002	3,267,067	12,050,103	11,859,576	2,590,269	2,654,148	2,590,269	2,654,148
26,201,654	7,837,332	25,577,210	24,336,901	7,553,788	7,172,725	7,553,788	7,172,725

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The Financial Position as at 30/09/2019, and Income Statements, Statement of Changes in Equity and Statements of Cash Flow for the six 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

01/11/2019

sgd.

Ng Soon Huat

Managing Director

DIPPED PRODUCTS PLC
STATEMENTS OF CHANGES IN EQUITY

Group
For the period ended 30/09/2019

	-----Attributable to equity holders of the Company-----										Non-controlling Interest	Total Equity	
	Stated Capital	Capital Reserves				Other Components of Equity Fair Value Reserve of Financial Assets at Fair Value Through OCI	Revenue Reserves						Total
		Reserve on scrip Issue	Revaluation Reserve	Other capital reserves	Bearer Biological Produce reserve		General Reserve	Timber Reserve	Retained Earnings	Exchange Fluctuation Reserve			
Balance as at 01/04/2019	598,615	167,409	269,724	71,832	64,721	1,190,950	183,626	16,162	6,883,361	975,177	10,421,577	2,791,075	13,212,652
Effect of transition to SLFRS 16									(5,156)		(5,156)	(860)	(6,015)
Balance as at 01/04/2019 - Restated	598,615	167,409	269,724	71,832	64,721	1,190,950	183,626	16,162	6,878,205	975,177	10,416,421	2,790,215	13,206,637
Profit / (loss) for the period	-	-	-	-	-	-	-	-	332,530	-	332,530	(5,108)	327,422
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	86,572	86,572	985	87,557
Total other comprehensive income	-	-	-	-	-	-	-	-	-	86,572	86,572	985	87,557
Total comprehensive income / (loss) for the period	-	-	-	-	-	-	-	-	332,530	86,572	419,102	(4,123)	414,979
Transactions with owners, recorded directly in equity													
Dividends	-	-	-	-	-	-	-	-	(29,931)	-	(29,931)	(66,234)	(96,165)
Unclaimed dividend-write back	-	-	-	-	-	-	-	-	1,656	-	1,656	-	1,656
Transfers	-	-	-	11,457	-	-	-	-	(11,457)	-	-	-	-
Total contributions by and distributions to owners	-	-	-	11,457	-	-	-	-	(41,388)	-	(29,931)	(66,234)	(96,165)
Balance as at 30/09/2019	598,615	167,409	269,724	83,289	64,721	1,190,950	183,626	16,162	7,171,003	1,061,749	10,807,248	2,719,858	13,527,107

For the period ended 30/09/2018

Balance as at 01/04/2018	598,615	167,409	220,222	59,581	15	1,190,950	162,316	12,824	6,640,309	687,074	9,739,315	2,566,261	12,305,576
Profit / (loss) for the period	-	-	-	-	-	-	-	-	367,746	-	367,746	45,613	413,359
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	69,604	69,604	609	70,213
Net change in fair value of available-for-sale financial assets	-	-	-	-	(4)	-	-	-	-	-	(4)	(2)	(6)
Total other comprehensive income / (loss)	-	-	-	-	(4)	-	-	-	-	69,604	69,600	607	70,207
Total comprehensive income / (loss) for the period	-	-	-	-	(4)	-	-	-	367,746	69,604	437,346	46,220	483,566
Transactions with owners, recorded directly in equity													
Dividends	-	-	-	-	-	-	-	-	(269,377)	-	(269,377)	(42,440)	(311,817)
Transfers	-	-	-	12,251	-	-	-	-	(12,251)	-	-	-	-
Total contributions by and distributions to owners	-	-	-	12,251	-	-	-	-	(281,628)	-	(269,377)	(42,440)	(311,817)
Balance as at 30/09/2018	598,615	167,409	220,222	71,832	11	1,190,950	162,316	12,824	6,726,427	756,678	9,907,284	2,570,041	12,477,325

Company

For the period ended 30/09/2019

	Stated Capital	Capital Reserves	Revenue Reserves	Total	
	Revaluation Reserve	Capital Redemption Reserve Fund	Retained Earnings	Rs'000	
					Rs'000
Balance as at 01/04/2019	598,615	239,004	180	3,732,466	4,570,265
Effect of transition to SLFRS 16				(2,877)	(2,877)
Balance as at 1st April 2019 - Restated	598,615	239,004	180	3,729,589	4,567,388
Profit for the period	-	-	-	424,406	424,406
Transactions with owners, recorded directly in equity					
Dividends	-	-	-	(29,931)	(29,931)
Unclaimed dividend-write back	-	-	-	1,656	1,656
Total contributions by and distributions to owners	-	-	-	(28,275)	(28,275)
Balance as at 30/09/2019	598,615	239,004	180	4,125,720	4,963,519

For the period ended 30/09/2018

Balance as at 01/04/2018	598,615	189,502	180	3,853,222	4,641,519
Profit for the period	-	-	-	146,435	146,435
Transactions with owners, recorded directly in equity					
Dividends	-	-	-	(269,377)	(269,377)
Total contributions by and distributions to owners	-	-	-	(269,377)	(269,377)
Balance as at 30/09/2018	598,615	189,502	180	3,730,280	4,518,577

DIPPED PRODUCTS PLC
STATEMENT OF CASH FLOWS

Group		Company		Group		Company	
Audited year to 31/03/2019 Rs.'000	Audited year to 31/03/2019 Rs.'000	Unaudited 06 months to 30/09/2019 Rs.'000	Unaudited 06 months to 30/09/2018 Rs.'000	Unaudited 06 months to 30/09/2019 Rs.'000	Unaudited 06 months to 30/09/2018 Rs.'000	Unaudited 06 months to 30/09/2019 Rs.'000	Unaudited 06 months to 30/09/2018 Rs.'000
Cash flows from operating activities							
2,405,395	(83,547)	1,741,272	1,313,433	468,538	(64,751)	(64,751)	(64,751)
(425,789)	(113,931)	(237,471)	(187,412)	(64,794)	(38,555)	(38,555)	(38,555)
(238,999)	(20,589)	(265,482)	(92,558)	(9,836)	(10,765)	(10,765)	(10,765)
(254,399)	(34,305)	(159,650)	(122,497)	(21,707)	(20,342)	(20,342)	(20,342)
2,664	2,664	-	-	-	-	-	-
(1,588)	-	(19)	(624)	-	-	-	-
1,487,284	(249,708)	1,078,650	910,342	372,201	(134,413)	372,201	(134,413)
Cash flows from investing activities							
(425,072)	(40,475)	(198,202)	(211,970)	(56,799)	(16,347)	(16,347)	(16,347)
(1,446)	-	-	(1,446)	-	-	-	-
(304,968)	-	(186,258)	(166,478)	-	-	-	-
(77,067)	(20,074)	(18,975)	(38,742)	(5,445)	(10,832)	(10,832)	(10,832)
(20,529)	(17,864)	-	(19,662)	-	(17,864)	(17,864)	(17,864)
36,627	-	38,593	31,123	-	-	-	-
26,673	926	5,661	13,739	206	67	206	67
(3,409)	-	(9,233)	(3,500)	-	-	-	-
(96,920)	-	-	-	-	-	-	-
101,434	51,977	53,737	47,420	26,068	17,104	26,068	17,104
-	106,736	-	-	171,046	106,736	171,046	106,736
(764,677)	81,226	(314,677)	(349,516)	135,076	78,864	135,076	78,864
Cash flows from financing activities							
-	-	778	-	-	-	-	-
(1,072,986)	-	(249,240)	(535,969)	-	-	-	-
-	14,149	-	-	7,344	6,986	7,344	6,986
(2,760)	-	(18,607)	(1,268)	(6,673)	-	(6,673)	-
(337,322)	(337,322)	(111,610)	(179,504)	(111,610)	(179,504)	(111,610)	(179,504)
(78,505)	-	(66,234)	(42,440)	-	-	-	-
(1,491,573)	(323,173)	(444,913)	(759,181)	(110,939)	(172,518)	(110,939)	(172,518)
(768,966)	(491,655)	319,060	(198,355)	396,338	(228,067)	396,338	(228,067)
(1,440,045)	(833,535)	(2,209,011)	(1,440,045)	(1,325,190)	(833,535)	(1,325,190)	(833,535)
(2,209,011)	(1,325,190)	(1,889,951)	(1,638,400)	(928,852)	(1,061,602)	(928,852)	(1,061,602)
A							
Cash generated from operations							
1,642,546	292,995	450,076	552,823	433,981	137,720	433,981	137,720
Profit before tax							
Adjustments for:							
425,789	113,931	237,471	187,412	64,794	38,555	64,794	38,555
(204,653)	-	-	-	-	-	-	-
(35,972)	-	-	-	-	-	-	-
(3,464)	-	-	9,365	-	-	-	-
(9,895)	(6,276)	-	-	-	-	-	-
1,051,642	82,951	551,732	517,551	41,546	41,027	41,546	41,027
1,279	-	645	633	-	-	-	-
-	-	20,094	-	8,054	-	8,054	-
35,107	7,485	8,832	10,118	(6,778)	3,350	(6,778)	3,350
27,388	2,874	30,031	7,630	10,926	1,492	10,926	1,492
13,183	11,840	6,690	6,533	5,920	5,936	5,920	5,936
(20,023)	(381)	(3,908)	(13,115)	(105)	-	(105)	-
(23,449)	-	(12,217)	(11,723)	-	-	-	-
13,067	6,169	(303)	11,947	3,512	873	3,512	873
418,826	70,361	281,512	227,938	40,140	34,800	40,140	34,800
5,927	-	2,712	2,633	-	-	-	-
-	100,406	-	-	70	230	70	230
21,916	2,607	(2,436)	32,792	(2,533)	(1,096)	(2,533)	(1,096)
(101,434)	(291,089)	(53,737)	(47,420)	(257,614)	(123,840)	(257,614)	(123,840)
281,941	-	13,523	92,519	-	-	-	-
3,539,721	393,873	1,530,716	1,587,636	341,913	139,047	341,913	139,047
(715,409)	(663,107)	256,717	(93,270)	71,739	(168,824)	71,739	(168,824)
(34,408)	(6,880)	(45,028)	(15,437)	(30,782)	(39,177)	(30,782)	(39,177)
(162,372)	(108,692)	260,214	216,715	179,794	(38,161)	179,794	(38,161)
(222,137)	301,259	(261,347)	(382,211)	(94,126)	42,364	(94,126)	42,364
(1,134,326)	(477,420)	210,556	(274,203)	126,625	(203,798)	126,625	(203,798)
2,405,395	(83,547)	1,741,272	1,313,433	468,538	(64,751)	468,538	(64,751)
B							
Analysis of cash & cash equivalents at end of the period							
710,717	181,113	514,413	381,977	57,659	11,529	57,659	11,529
1,031,485	-	961,858	926,436	-	-	-	-
(3,951,213)	(1,506,303)	(3,366,222)	(2,946,813)	(986,511)	(1,073,131)	(986,511)	(1,073,131)
(2,209,011)	(1,325,190)	(1,889,951)	(1,638,400)	(928,852)	(1,061,602)	(928,852)	(1,061,602)

The notes to the financial statements on pages from 9 to 11 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC

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.
2. 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.
3. 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 31/03/2019.

4. Industry Segment Revenue from Contracts with Customers

<u>Group</u> Audited year to 31/03/2019		<u>Group</u> Unaudited 6 months to 30/09/2019	Unaudited 6 months to 30/09/2018
Rs'000		Rs'000	Rs'000
17,130,046	Hand Protection	8,627,917	8,437,173
13,192,031	Plantations	6,702,019	6,546,833
30,322,077		15,329,936	14,984,005
(232,759)	Inter - segment sales / services	(39,595)	(104,555)
<u>30,089,318</u>		<u>15,290,341</u>	<u>14,879,450</u>

5. Industry Segment Results

<u>Group</u> Audited year to 31/03/2019		<u>Group</u> Unaudited 6 months to 30/09/2019	Unaudited 6 months to 30/09/2018
		Rs. '000	Rs. '000
964,870	Hand Protection	659,946	521,873
888,521	Plantations	10,246	160,312
1,853,391		670,193	682,185
(71,500)	Inter - segment results	(60,500)	-
1,781,891	Segment results	609,693	682,185
(493,597)	Finance cost	(247,956)	(230,153)
149,599	Finance income	88,339	100,791
204,653	Deemed disposal gain on equity accounted investee	-	-
<u>1,642,546</u>	Profit before tax	<u>450,076</u>	<u>552,823</u>

DIPPED PRODUCTS PLC

Notes to the Financial Statements

6. Changes in Accounting policies and Disclosures

There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report for the year ended March 31, 2019, except for the Accounting Policies and methods of computation adopted to be in compliant with the requirements of the Sri Lanka Accounting Standard SLFRS - 16 on Leases, which became effective for Annual Financial periods from January 01, 2019.

SLFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract, i.e. the customer ('Lessee') and the supplier ('Lessor'). SLFRS 16 replaced Sri Lanka Accounting Standard – LKAS 17 (Leases) and related interpretations. The Company has adopted SLFRS 16 using modified retrospective method from April 01, 2019, without restating comparative information. Instead, it has recognized the cumulative effect of initially applying this standard as an adjustment to the opening balance of Retained earnings at the date of initial application, as permitted under the specific transitional provisions in the standard.

The Group has adopted these standards for the first time. The nature and effect of the changes as a result of adoption of SLFRS 16 as at April 01, 2019 is as follows,

	Rs.'000
Assets	
Right of use assets	29,254
Total assets	29,254
Equity and liabilities	
Revenue reserves	(5,156)
Non-controlling interest	(860)
Interest bearing borrowings/Lease liability	35,270
Total Equity and Liabilities	29,254

Set out below, are the carrying amounts of right of use assets and lease liability and the movements for the period ended September 30, 2019.

	Right of use assets Rs.'000	Lease liability Rs.'000
Balance as at April 01, 2019	29,254	35,270
Additions	172,457	172,457
Amortisation	(20,094)	-
Interest cost	-	12,933
Payment	-	(29,927)
Balance as at September 30, 2019	181,617	190,733

DIPPED PRODUCTS PLC

INVESTOR INFORMATION

	30/09/2019 Rs.	30/09/2018 Rs.
Market Value of Shares		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Closing price on	80.00	77.00
Highest price recorded for the six months ending	88.90	93.50
Lowest price recorded for the six months ending	75.00	66.20
Highest price recorded for the three months ending	87.90	85.00
Lowest price recorded for the three months ending	75.00	66.20
Market Capitalisation (Rs. M)	4,789	4,609
Ratios		
Net assets per share at the period end*	180.54	165.50
Price earnings ratio annualised (times)	7.20	6.27
Share Trading information from 01/04/2019 to 30/09/2019		
Number of transactions	413	560
Number of shares traded	223,882	648,780
Value of shares traded (Rs.)	18,194,997.80	53,978,829.20

Dividend Payments

An interim dividend of Rs 0.50 per share for the year 2019/2020 paid on 16/10/2019

*Computed based on 59,861,512 shares on issue as at 30/09/2019

First twenty shareholders as at 30/09/2019

	Shareholder	No. of Shares as at 30/09/2019	%
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	4,285,585	7.16
5	Haycarb PLC	4,068,746	6.80
6	Employees Trust Fund Board	1,331,355	2.22
7	Ravi Industries Limited	567,000	0.95
8	E. W. Balasuriya & Co. (Pvt) Ltd	500,673	0.84
9	Dr.D.Jayanththa	415,000	0.69
10	Renuka Properties Limited	324,934	0.54
11	Mr.H.A.Pieris & Miss.L.A.Pieris	312,797	0.52
12	Mr.A.M.Weerasinghe	250,000	0.42
13	Mr. N. G. Wickremeratne & Mrs K.V.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	SSBT Deutsche Bank AG Singapore A/C 01	200,044	0.33
17	Commercial Bank of Ceylon PLC A/C No. 04	200,000	0.33
18	Seylan Bank PLC/Symphony Capital Limited	199,214	0.33
19	Mr.D.F.G. Dalpethado & Mrs. H.F.A.K.D.Fonseka	167,843	0.28
20	Mrs.L.Sivagurunathan	163,044	0.27
	TOTAL	51,392,112	85.85

Public Holding as at 30/09/2019

Percentage of Public Holding	41.82%
Total number of shareholders representing the public holding	2,505
Float - Adjusted Market Capitalization (Rs.)	2,002,726,745.47

The Company complies with option 5 of the Listing Rules 7.13.1 (a) – Less than Rs.2.5Bn Float Adjusted Market Capitalization which requires 20% minimum Public Holding.

Directors' shareholding as at 30/09/2019

Name of Director	No. of Shares as at 30/09/2019
Mr.A.M.Pandithage	-
Mr.Ng Soon Huat	-
Mr.S.C.Ganegoda	-
Mr.Dhammika Perera*	1,000
Mr.F.Mohideen	-
Mr.M.Bottino	-
Mr.S. Rajapakse	-
Mr.N.A.R.R.S.Nanayakkara	14,526
Mr.S.P.Peiris	6,100
Ms.Y. Bhaskaran (Alternate Director to Mr.Dhammika Perera)	-
Mr.K.D.G.Gunaratne	-
Mr.H.S.R.Kariyawasan & K.H.S.Kariyawasan - 2,500	82,486
Mr.H.S.R.Kariyawasan & H.B.Kariyawasan - 79,986	
Mr.R.H.P.Janadheera	-
Mr.K.M.D.I. Prasad	-
Total	104,112

*Mr.Dhammika Perera holds 50.44% 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 30/09/2019.