

# **DIPPED PRODUCTS PLC**

INTERIM REPORT FOR THE NINE MONTHS ENDED 31ST DECEMBER 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

## 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 09 months to 31/12/2019 Rs.'000	Unaudited 09 months to 31/12/2018 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 31/12/2019 Rs.'000	Unaudited 03 months to 31/12/2018 Rs.'000	Increase/ (Decrease) %
30,089,318	<b>23,230,249</b>	22,457,708	3	<b>7,939,908</b>	7,578,258	5
<u>(25,143,301)</u>	<u>(19,678,721)</u>	<u>(18,822,557)</u>	5	<u>(6,556,233)</u>	<u>(6,212,725)</u>	6
4,946,017	<b>3,551,528</b>	3,635,151	(2)	<b>1,383,675</b>	1,365,533	1
229,663	<b>169,828</b>	113,572	50	<b>56,672</b>	42,465	33
(597,762)	<b>(490,535)</b>	(442,866)	11	<b>(192,758)</b>	(160,592)	20
(2,805,922)	<b>(2,119,465)</b>	(2,077,611)	2	<b>(745,926)</b>	(701,345)	6
(493,597)	<b>(354,149)</b>	(345,562)	2	<b>(106,193)</b>	(115,409)	(8)
149,599	<b>114,464</b>	172,475	(34)	<b>26,125</b>	71,684	(64)
9,895	-	-	-	-	-	-
204,653	-	204,653	(100)	-	204,653	(100)
1,642,546	<b>871,671</b>	1,259,812	(31)	<b>421,595</b>	706,989	(40)
(418,720)	<b>(152,935)</b>	(237,724)	(36)	<b>(30,281)</b>	(98,260)	(69)
<u>1,223,826</u>	<u><b>718,736</b></u>	<u>1,022,088</u>	(30)	<u><b>391,314</b></u>	<u>608,729</u>	(36)
868,424	<b>641,027</b>	765,720	(16)	<b>308,497</b>	397,974	(22)
355,402	<b>77,709</b>	256,368	(70)	<b>82,817</b>	210,755	(61)
<u>1,223,826</u>	<u><b>718,736</b></u>	<u>1,022,088</u>	(30)	<u><b>391,314</b></u>	<u>608,729</u>	(36)
14.51	<b>10.71</b>	12.79		<b>5.15</b>	6.65	
14.51	<b>10.71</b>	12.79		<b>5.15</b>	6.65	
4.50	<b>2.00</b>	2.50		<b>1.50</b>	1.00	

\*Computed based on 59,861,512 ordinary shares on issue as at 31/12/2019

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 09 months to 31/12/2019 Rs.'000	Unaudited 09 months to 31/12/2018 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 31/12/2019 Rs.'000	Unaudited 03 months to 31/12/2018 Rs.'000	Increase/ (Decrease) %
	<b>Revenue from contracts with customers</b>					
3,898,365	<b>3,156,042</b>	2,914,106	8	<b>1,095,312</b>	1,065,746	3
(3,025,141)	<b>(2,354,039)</b>	<b>(2,295,252)</b>	3	<b>(832,472)</b>	<b>(849,601)</b>	(2)
873,224	<b>802,003</b>	618,854	30	<b>262,840</b>	216,145	22
240,238	<b>244,549</b>	181,622	35	<b>4,051</b>	73,073	(94)
(33,671)	<b>(33,245)</b>	(38,212)	(13)	<b>(4,009)</b>	(18,271)	(78)
(621,200)	<b>(424,369)</b>	(509,143)	(17)	<b>(138,883)</b>	(168,172)	(17)
(100,406)	<b>(237)</b>	(306)	(23)	<b>(167)</b>	(76)	120
(127,298)	<b>(87,601)</b>	(69,825)	25	<b>(22,808)</b>	(31,270)	(27)
55,832	<b>39,414</b>	53,576	(26)	<b>5,509</b>	27,417	(80)
	Change in fair value of Investment properties					
6,276	-	-	-	-	-	-
292,995	<b>540,514</b>	236,566	128	<b>106,533</b>	98,846	8
34,772	<b>1,544</b>	14,850	(90)	<b>11,119</b>	6,135	81
<b>327,767</b>	<b>542,058</b>	<b>251,416</b>	116	<b>117,652</b>	<b>104,981</b>	12
5.48	Basic earnings / (loss) per ordinary share for the period (Rs.) *					
	<b>9.06</b>	4.20		<b>1.97</b>	1.75	
5.48	Diluted earnings / (loss) per ordinary share for the period (Rs.) *					
	<b>9.06</b>	4.20		<b>1.97</b>	1.75	
4.50	Dividend per share (Rs)					
	<b>2.00</b>	2.50		<b>1.50</b>	1.00	

\*Computed based on 59,861,512 ordinary shares on issue as at 31/12/2019

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**

<b>Group</b>	<b>Group</b>			<b>Group</b>		
Audited year to 31/03/2019 Rs.'000	<b>Unaudited 09 months to 31/12/2019 Rs.'000</b>	Unaudited 09 months to 31/12/2018 Rs.'000	Increase/ (Decrease) %	<b>Unaudited 03 months to 31/12/2019 Rs.'000</b>	Unaudited 03 months to 31/12/2018 Rs.'000	Increase/ (Decrease) %
1,223,826	<b>718,736</b>	1,022,088	(30)	<b>391,314</b>	608,729	(36)
	<b>Profit / (loss) for the period</b>					
	<b>Other comprehensive income</b>					
	<b><u>Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax)</u></b>					
289,466	<b>125,950</b>	314,257	(60)	<b>38,393</b>	244,044	(84)
	Currency translation of foreign operations					
	<b><u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u></b>					
57,560	-	-	-	-	-	-
	Revaluation of land					
(252,536)	-	-	-	-	-	-
	Actuarial gain/(loss) on defined benefit plans					
34,948	-	-	-	-	-	-
	Tax effect on actuarial gain/(loss)					
89,336	<b>7</b>	(6)	(217)	<b>7</b>	-	-
	Net gain/(loss) on equity instruments designated at Fair Value through OCI					
(8,058)	-	-	-	-	-	-
	Tax effect on land revaluation					
210,716	<b>125,957</b>	314,251	(60)	<b>38,400</b>	244,044	(84)
	<b>Other comprehensive income / (loss) for the period, net of tax</b>					
1,434,542	<b>844,693</b>	1,336,339	(37)	<b>429,714</b>	852,773	(50)
	<b>Total comprehensive income / (loss) for the period, net of tax</b>					
1,131,223	<b>765,694</b>	1,078,408	(29)	<b>346,592</b>	641,062	(46)
	<b>Attributable to :</b>					
	Equity holders of the parent					
303,319	<b>78,999</b>	257,931	(69)	<b>83,122</b>	211,711	(61)
	Non-controlling interest					
1,434,542	<b>844,693</b>	1,336,339	(37)	<b>429,714</b>	852,773	(50)
	<b>Total comprehensive income / (loss) for the period, net of tax</b>					

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> <u>09 months to</u> <u>31/12/2019</u> <u>Rs.'000</u>	Unaudited 09 months to 31/12/2018 Rs.'000	Increase/ (Decrease) %	<u>Unaudited</u> <u>03 months to</u> <u>31/12/2019</u> <u>Rs.'000</u>	Unaudited 03 months to 31/12/2018 Rs.'000	Increase/ (Decrease) %
327,767	<b>542,058</b>	251,416	116	<b>117,652</b>	104,981	12
	<b>Profit / (loss) for the period</b>					
	<b>Other comprehensive income</b>					
	<b><u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u></b>					
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	-	-	-	-	-	-
	<b>Other comprehensive income / (loss) for the period, net of tax</b>					
377,707	<b>542,058</b>	251,416	116	<b>117,652</b>	104,981	12
	<b>Total comprehensive income / (loss) for the period, net of tax</b>					

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 31/12/2019 Rs.'000	Unaudited as at 31/12/2018 Rs.'000	Unaudited as at 31/12/2019 Rs.'000	Unaudited as at 31/12/2018 Rs.'000	Unaudited as at 31/12/2019 Rs.'000	Unaudited as at 31/12/2018 Rs.'000
<b>ASSETS</b>							
<b>Non-Current Assets</b>							
Tangible assets							
12,217,758	637,484	12,081,414	12,252,645	673,942	589,928		
57,115	-	56,147	57,438	-	-		
293,916	67,363	320,732	299,211	88,367	63,574		
357,955	163,176	357,955	348,060	163,176	156,900		
449,926	-	462,454	410,175	-	-		
-	-	169,614	-	54,239	-		
319,844	59,185	309,800	323,111	50,289	62,105		
-	3,500,546	-	-	4,400,546	3,600,546		
-	23,748	-	-	12,302	27,535		
390,933	-	390,939	301,591	-	-		
137,408	87,230	146,402	123,925	96,776	56,179		
<u>14,224,855</u>	<u>4,538,732</u>	<u>14,295,457</u>	<u>14,116,156</u>	<u>5,539,637</u>	<u>4,556,767</u>		
<b>Current Assets</b>							
4,690,253	711,417	4,417,942	4,536,829	476,545	644,211		
5,340,315	1,080,365	5,315,116	5,325,392	724,586	901,371		
204,029	59,535	426,766	247,249	108,027	73,132		
-	1,266,170	-	-	717,384	1,402,758		
1,742,202	181,113	1,330,689	1,348,072	50,288	56,180		
11,976,799	3,298,600	11,490,513	11,457,542	2,076,830	3,077,652		
<u>26,201,654</u>	<u>7,837,332</u>	<u>25,785,970</u>	<u>25,573,698</u>	<u>7,616,467</u>	<u>7,634,419</u>		
<b>EQUITY AND LIABILITIES</b>							
<b>Equity</b>							
598,615	598,615	598,615	598,615	598,615	598,615		
508,965	239,184	520,422	459,463	239,184	189,682		
64,721	-	64,726	11	-	-		
9,249,276	3,732,466	9,880,285	9,430,396	4,153,580	3,775,400		
10,421,577	4,570,265	11,064,048	10,488,485	4,991,379	4,563,697		
2,791,075	-	2,802,980	2,768,438	-	-		
<u>13,212,652</u>	<u>4,570,265</u>	<u>13,867,029</u>	<u>13,256,923</u>	<u>4,991,379</u>	<u>4,563,697</u>		
<b>Non-Current Liabilities</b>							
883,102	-	751,513	966,373	-	-		
-	-	128,230	-	38,508	-		
741,178	-	761,006	752,517	-	-		
2,736,670	472,031	2,912,591	2,464,665	501,879	459,306		
62,905	-	65,388	61,302	-	-		
761,058	-	689,197	765,183	-	-		
<u>5,184,913</u>	<u>472,031</u>	<u>5,307,925</u>	<u>5,010,040</u>	<u>540,387</u>	<u>459,306</u>		
<b>Current liabilities</b>							
3,212,873	439,612	3,084,184	3,166,301	424,215	494,883		
118,439	118,439	86,623	66,780	86,623	66,780		
3,951,213	1,506,303	3,181,989	3,373,151	886,965	1,404,487		
435,988	-	160,147	658,192	-	-		
-	-	53,941	-	20,511	-		
-	730,682	-	-	666,387	645,266		
85,576	-	44,132	42,311	-	-		
<u>7,804,089</u>	<u>2,795,036</u>	<u>6,611,016</u>	<u>7,306,735</u>	<u>2,084,701</u>	<u>2,611,416</u>		
<u>12,989,002</u>	<u>3,267,067</u>	<u>11,918,941</u>	<u>12,316,775</u>	<u>2,625,088</u>	<u>3,070,722</u>		
<u>26,201,654</u>	<u>7,837,332</u>	<u>25,785,970</u>	<u>25,573,698</u>	<u>7,616,467</u>	<u>7,634,419</u>		

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 31/12/2019, 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

12/02/2020

sgd.

**Ng Soon Huat**

Managing Director

**DIPPED PRODUCTS PLC**  
**STATEMENTS OF CHANGES IN EQUITY**

Group  
For the period ended 31/12/2019

	-----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	Interest				
		Reserve on scrip Issue	Revaluation Reserve	Other capital reserves		General Reserve	Timber Reserve	Bearer Biological Produce reserve					Retained Earnings	Exchange Fluctuation Reserve
		Rs'000	Rs'000	Rs'000		Rs'000	Rs'000	Rs'000					Rs'000	Rs'000
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	-	-	-	-	-	-	-	-	641,027	-	641,027	77,709	718,736	
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	124,662	124,662	1,288	125,950	
Net change in fair value of available-for-sale	-	-	-	-	5	-	-	-	-	-	5	2	7	
Total other comprehensive income	-	-	-	-	5	-	-	-	-	124,662	124,667	1,290	125,957	
Total comprehensive income / (loss) for the period	-	-	-	-	5	-	-	-	641,027	124,662	765,694	78,999	844,693	
Transactions with owners, recorded directly in equity														
Dividends	-	-	-	-	-	-	-	-	(119,723)	-	(119,723)	(66,234)	(185,957)	
Unclaimed dividend-write back	-	-	-	-	-	-	-	-	1,656	-	1,656	-	1,656	
Transfers	-	-	-	11,457	-	-	-	-	(11,457)	-	-	-	-	
Total contributions by and distributions to owners	-	-	-	11,457	-	-	-	-	(131,180)	-	(119,723)	(66,234)	(185,957)	
Balance as at 31/12/2019	598,615	167,409	269,724	83,289	64,726	1,190,950	183,626	16,162	7,389,708	1,099,839	11,064,048	2,802,980	13,867,029	

For the period ended 31/12/2018

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	-	-	-	-	-	-	-	-	765,720	-	765,720	256,368	1,022,088
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	312,692	312,692	1,565	314,257
Net change in fair value of available-for-sale financial assets	-	-	-	-	(4)	-	-	-	-	-	(4)	(2)	(6)
Total other comprehensive income / (loss)	-	-	-	-	(4)	-	-	-	-	312,692	312,688	1,563	314,251
Total comprehensive income / (loss) for the period	-	-	-	-	(4)	-	-	-	765,720	312,692	1,078,408	257,931	1,336,339
Transactions with owners, recorded directly in equity													
Dividends	-	-	-	-	-	-	-	-	(329,238)	-	(329,238)	(55,754)	(384,992)
Transfers	-	-	-	12,251	-	-	-	-	(12,251)	-	-	-	-
Total contributions by and distributions to owners	-	-	-	12,251	-	-	-	-	(341,489)	-	(329,238)	(55,754)	(384,992)
Balance as at 31/12/2018	598,615	167,409	220,222	71,832	11	1,190,950	162,316	12,824	7,064,540	999,766	10,488,485	2,768,438	13,256,923

Company

For the period ended 31/12/2019

	Stated Capital	Capital Reserves	Revenue Reserves	Total	
	Revaluation Reserve	Capital Redemption Reserve Fund	Retained Earnings	Capital Reserves	
				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 01/04/2019 - Restated	598,615	239,004	180	3,729,589	4,567,388
Profit for the period	-	-	-	542,058	542,058
Transactions with owners, recorded directly in equity					
Dividends	-	-	-	(119,723)	(119,723)
Unclaimed dividend-write back	-	-	-	1,656	1,656
Total contributions by and distributions to owners	-	-	-	(118,067)	(118,067)
Balance as at 31/12/2019	598,615	239,004	180	4,153,580	4,991,379

For the period ended 31/12/2018  
Balance as at 01/04/2018

Profit for the period	-	-	-	251,416	251,416
Transactions with owners, recorded directly in equity					
Dividends	-	-	-	(329,238)	(329,238)
Total contributions by and distributions to owners	-	-	-	(329,238)	(329,238)
Balance as at 31/12/2018	598,615	189,502	180	3,775,400	4,563,697



**DIPPED PRODUCTS PLC**  
**STATEMENT OF CASH FLOWS**

<b>Group</b>		<b>Company</b>		<b>Group</b>		<b>Company</b>	
Audited year to 31/03/2019 Rs.'000	Audited year to 31/03/2019 Rs.'000	Unaudited 09 months to 31/12/2019 Rs.'000	Unaudited 09 months to 31/12/2018 Rs.'000	Unaudited 09 months to 31/12/2019 Rs.'000	Unaudited 09 months to 31/12/2018 Rs.'000	Unaudited 09 months to 31/12/2019 Rs.'000	Unaudited 09 months to 31/12/2018 Rs.'000
<b>Cash flows from operating activities</b>							
2,405,395	(83,547)	2,521,251	1,784,788	702,466	(220,199)		
(425,789)	(113,931)	(346,359)	(297,711)	(87,600)	(69,825)		
(238,999)	(20,589)	(365,467)	(180,202)	(15,283)	(15,382)		
(254,399)	(34,305)	(234,146)	(190,236)	(30,362)	(26,714)		
2,664	2,664	-	-	-	-		
(1,588)	-	(19)	(1,438)	-	-		
<u>1,487,284</u>	<u>(249,708)</u>	<u>1,575,260</u>	<u>1,115,201</u>	<u>569,221</u>	<u>(332,120)</u>		
<b>Cash flows from investing activities</b>							
(425,072)	(40,475)	(333,797)	(305,720)	(99,033)	(29,378)		
(1,446)	-	-	(1,446)	-	-		
(304,968)	-	(263,075)	(226,280)	-	-		
(77,067)	(20,074)	(80,614)	(73,885)	(32,474)	(13,323)		
(20,529)	(17,864)	-	(20,529)	-	(17,864)		
36,627	-	38,155	42,116	-	-		
26,673	926	6,623	17,260	206	67		
(3,409)	-	(12,528)	(5,516)	-	-		
(96,920)	-	-	(96,920)	-	-		
101,434	51,977	74,892	71,235	28,575	29,822		
-	106,736	-	-	171,046	106,736		
<u>(764,677)</u>	<u>81,226</u>	<u>(570,345)</u>	<u>(599,685)</u>	<u>68,320</u>	<u>76,060</u>		
<b>Cash flows from financing activities</b>							
(1,072,986)	-	(403,069)	(773,635)	-	-		
-	14,149	-	-	11,033	10,546		
(2,760)	-	(28,019)	(1,903)	(10,178)	-		
(337,322)	(337,322)	(149,883)	(269,258)	(149,883)	(269,258)		
(78,505)	-	(66,234)	(55,754)	-	-		
<u>(1,491,573)</u>	<u>(323,173)</u>	<u>(647,205)</u>	<u>(1,100,550)</u>	<u>(149,028)</u>	<u>(258,712)</u>		
(768,966)	(491,655)	357,711	(585,034)	488,513	(514,772)		
<u>(1,440,045)</u>	<u>(833,535)</u>	<u>(2,209,011)</u>	<u>(1,440,045)</u>	<u>(1,325,190)</u>	<u>(833,535)</u>		
(2,209,011)	(1,325,190)	(1,851,300)	(2,025,079)	(836,677)	(1,348,307)		
<b>A</b>							
<b>Cash generated from operations</b>							
1,642,546	292,995	871,671	1,259,812	540,514	236,566		
<b>Profit before tax</b>							
<b>Adjustments for:</b>							
425,789	113,931	346,359	297,711	87,600	69,825		
(204,653)	-	-	(204,653)	-	-		
(35,972)	-	-	-	-	-		
(3,464)	-	-	9,365	-	-		
(9,895)	(6,276)	-	-	-	-		
1,051,642	82,951	828,346	786,524	62,474	62,331		
1,279	-	968	956	-	-		
-	-	32,097	-	12,081	-		
35,107	7,485	20,610	42,443	(338)	5,155		
27,388	2,874	33,187	11,575	11,808	2,242		
13,183	11,840	10,043	9,914	8,896	8,920		
(20,023)	(381)	(5,167)	(16,727)	(105)	-		
(23,449)	-	(18,326)	(17,598)	-	-		
13,067	6,169	(7,544)	18,707	4,596	1,777		
418,826	70,361	409,697	337,499	60,210	52,200		
5,927	-	4,236	4,197	-	-		
-	100,406	-	-	237	306		
21,916	2,607	5,988	54,990	(3,845)	(1,515)		
(101,434)	(291,089)	(74,892)	(71,235)	(260,121)	(210,909)		
281,941	-	26,510	296,993	-	-		
<u>3,539,721</u>	<u>393,873</u>	<u>2,483,783</u>	<u>2,820,473</u>	<u>524,007</u>	<u>226,898</u>		
(715,409)	(663,107)	122,615	(634,644)	7,426	(604,351)		
(34,408)	(6,880)	(222,737)	(77,628)	(48,492)	(20,477)		
(162,372)	(108,692)	266,323	(54,853)	238,717	(37,366)		
(222,137)	301,259	(128,733)	(268,560)	(19,192)	215,097		
<u>(1,134,326)</u>	<u>(477,420)</u>	<u>37,468</u>	<u>(1,035,685)</u>	<u>178,459</u>	<u>(447,097)</u>		
2,405,395	(83,547)	2,521,251	1,784,788	702,466	(220,199)		
<b>B</b>							
<b>Analysis of cash &amp; cash equivalents at end of the period</b>							
710,717	181,113	358,691	456,368	50,288	56,180		
1,031,485	-	971,984	891,704	-	-		
(3,951,213)	(1,506,303)	(3,181,975)	(3,373,151)	(886,965)	(1,404,487)		
<u>(2,209,011)</u>	<u>(1,325,190)</u>	<u>(1,851,300)</u>	<u>(2,025,079)</u>	<u>(836,677)</u>	<u>(1,348,307)</u>		

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 9 months to 31/12/2019	Unaudited 9 months to 31/12/2018
Rs'000		Rs'000	Rs'000
17,130,046	Hand Protection	13,401,916	12,899,601
13,192,031	Plantations	9,912,724	9,694,710
30,322,077		23,314,640	22,594,311
(232,759)	Inter - segment sales / services	(84,391)	(136,603)
<u>30,089,318</u>		<u>23,230,249</u>	<u>22,457,708</u>

#### 5. Industry Segment Results

<u>Group</u> Audited year to 31/03/2019		<u>Group</u> Unaudited 9 months to 31/12/2019	Unaudited 9 months to 31/12/2018
		Rs. '000	Rs. '000
964,870	Hand Protection	900,967	695,489
888,521	Plantations	270,889	604,257
1,853,391		1,171,856	1,299,746
(71,500)	Inter - segment results	(60,500)	(71,500)
1,781,891	Segment results	1,111,356	1,228,246
(493,597)	Finance cost	(354,149)	(345,562)
149,599	Finance income	114,464	172,475
204,653	Deemed disposal gain on equity accounted investee	-	204,653
<u>1,642,546</u>	Profit before tax	<u>871,671</u>	<u>1,259,812</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,

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

Set out below, are the carrying amounts of right of use assets and lease liability and the movements for the period ended December 31, 2019.

	<b>Right of use assets Rs.'000</b>	<b>Lease liability Rs.'000</b>
Balance as at 01/04/2019	29,254	35,270
Additions	172,457	172,457
Amortisation	(32,097)	-
Interest cost	-	18,908
Payment	-	(44,464)
<b>Balance as at 31/12/2019</b>	<b>169,614</b>	<b>182,171</b>

## DIPPED PRODUCTS PLC

## INVESTOR INFORMATION

	31/12/2019 Rs.	31/12/2018 Rs.
<b>Market Value of Shares</b>		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Closing price on	84.00	85.00
Highest price recorded for the nine months ending	92.00	99.10
Lowest price recorded for the nine months ending	75.00	66.20
Highest price recorded for the three months ending	92.00	99.10
Lowest price recorded for the three months ending	77.00	75.00
Market Capitalisation (Rs. M)	5,028	5,088
<b>Ratios</b>		
Net assets per share at the period end*	184.83	175.21
Price earnings ratio annualised (times)	5.88	4.98
<b>Share Trading information from 01/04/2019 to 31/12/2019</b>		
Number of transactions	1,068	848
Number of shares traded	593,378	1,030,136
Value of shares traded (Rs.)	49,261,314.90	85,226,419.50

**Dividend Payments**

First interim dividend of Rs 0.50 per share for the year 2019/2020 paid on 16/10/2019  
Second interim dividend of Rs 1.50 per share for the year 2019/2020 paid on 22/01/2020

\*Computed based on 59,861,512 shares on issue as at 31/12/2019

**First twenty shareholders as at 31/12/2019**

	Shareholder	No.of Shares as at 31/12/2019	%
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.Jayanthna	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	Commercial Bank of Ceylon PLC A/C No. 04	200,000	0.33
17	SSBT Deutsche Bank AG Singapore A/C 01	190,320	0.32
18	Mrs.L.Sivagurunathan	163,044	0.27
19	Mr. A.N.Esufally	160,000	0.27
20	Mr. D.F.G. Dalpethado & Mrs. H.F.A.K.D.Fonseka	155,113	0.26
	<b>TOTAL</b>	<b>51,330,444</b>	<b>85.75</b>

**Public Holding as at 31/12/2019**

Percentage of Public Holding	41.82%
Total number of shareholders representing the public holding	2,542
Float - Adjusted Market Capitalization (Rs.)	2,102,863,082.75
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 31/12/2019**

Name of Director	No.of Shares as at 31/12/2019
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	-
<b>Total</b>	<b>104,112</b>

\*Mr.Dhammika Perera holds 51.01% 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 31/12/2019.