

# **DIPPED PRODUCTS PLC**

INTERIM REPORT FOR THE QUARTER ENDED 30TH JUNE 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  
Ms. R.N. Obeyesekere  
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

## Statements of Profit or Loss

Group	Company		Group			Company		
			Unaudited 03 months to 30/06/2019 Rs.'000	Unaudited 03 months to 30/06/2018 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/06/2019 Rs.'000	Unaudited 03 months to 30/06/2018 Rs.'000	Increase/ (Decrease) %
Audited year to 31/03/2019 Rs.'000	Audited year to 31/03/2019 Rs.'000							
		<b>Revenue from contracts with customers</b>	<b>7,831,200</b>	7,632,600	3	<b>996,559</b>	901,428	11
30,089,318	3,898,365	Cost of sales	<b>(6,695,608)</b>	(6,443,399)	4	<b>(735,679)</b>	(706,716)	4
(25,143,301)	(3,025,141)	Gross profit	<b>1,135,592</b>	1,189,201	(5)	<b>260,880</b>	194,712	34
4,946,017	873,224	Other income and gains	<b>30,820</b>	23,460	31	<b>175,214</b>	52,136	236
229,663	240,238	Distribution costs	<b>(148,367)</b>	(161,947)	(8)	<b>(15,606)</b>	(12,007)	30
(597,762)	(33,671)	Administrative expenses	<b>(696,059)</b>	(646,028)	8	<b>(136,035)</b>	(143,708)	(5)
(2,805,922)	(621,200)	Impairment reversal / (loss) on investment and other amounts due	-	-	-	<b>(70)</b>	-	-
-	(100,406)	Finance costs	<b>(137,154)</b>	(107,781)	27	<b>(38,186)</b>	(16,610)	130
(493,597)	(127,298)	Finance income	<b>36,083</b>	29,176	24	<b>19,188</b>	6,717	186
149,599	55,832	Change in fair value of						
		Investment properties	-	-	-	-	-	-
9,895	6,276	Deemed disposal gain on equity accounted investee	-	-	-	-	-	-
204,653	-	<b>Profit / (loss) before tax</b>	<b>220,915</b>	326,081	(32)	<b>265,385</b>	81,240	227
1,642,546	292,995	Tax expense	<b>(123,988)</b>	(76,083)	63	<b>(11,660)</b>	(203)	5,644
(418,720)	34,772	<b>Profit / (loss) for the period</b>	<b>96,927</b>	249,998	(61)	<b>253,725</b>	81,037	213
1,223,826	327,767	<b>Attributable to :</b>						
		Equity holders of the parent	<b>101,612</b>	215,075	(53)	<b>253,725</b>	81,037	213
868,424	327,767	Non-controlling interest	<b>(4,685)</b>	34,923	(113)	-	-	-
355,402	-	<b>Profit / (loss) for the period</b>	<b>96,927</b>	249,998	(61)	<b>253,725</b>	81,037	213
1,223,826	327,767	Basic earnings / (loss) per ordinary share for the period (Rs.) *	<b>1.70</b>	3.59		<b>4.24</b>	1.35	
14.51	5.48	Diluted earnings / (loss) per ordinary share for the period (Rs.) *	<b>1.70</b>	3.59		<b>4.24</b>	1.35	
14.51	5.48	Dividend per share (Rs)	-	-		-	-	
4.50	4.50							

\*Computed based on 59,861,512 ordinary shares on issue as at 30/06/2019

The notes to the financial statements on page 7 from an integral part of the financial statements.

The figures in brackets indicate deductions

**DIPPED PRODUCTS PLC**  
**Statements of Comprehensive Income**

<b>Group</b>	<b>Company</b>		<b>Group</b>			<b>Company</b>		
			<b>Unaudited</b>	Unaudited	Increase/ (Decrease)	<b>Unaudited</b>	Unaudited	Increase/ (Decrease)
Audited	Audited		<b>03 months to</b>	03 months to	%	<b>03 months to</b>	03 months to	%
year to	year to		<b>30/06/2019</b>	30/06/2018		<b>30/06/2019</b>	30/06/2018	
31/03/2019	31/03/2019		<b>Rs.'000</b>	Rs.'000		<b>Rs.'000</b>	Rs.'000	
Rs.'000	Rs.'000							
1,223,826	327,767	Profit / (loss) for the period	<b>96,927</b>	249,998	(61)	<b>253,725</b>	81,037	213
		<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	-	Currency translation of foreign operations	<b>(1,325)</b>	(115,910)	(99)	-	-	-
		<b><u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u></b>						
57,560	57,560	Revaluation of Land	-	-	-	-	-	-
(252,536)	509	Actuarial gain/(loss) on defined benefit plans	-	-	-	-	-	-
34,948	(71)	Tax effect on actuarial gain/(loss)	-	-	-	-	-	-
89,336	-	Net gain/(loss) on equity instruments designated at Fair Value through OCI	-	-	-	-	-	-
(8,058)	(8,058)	Tax effect on Land revaluation	-	-	-	-	-	-
210,716	49,940	<b>Other comprehensive income for the period, net of tax</b>	<b>(1,325)</b>	(115,910)	(99)	-	-	-
1,434,542	377,707	<b>Total comprehensive income for the period, net of tax</b>	<b>95,602</b>	134,088	(29)	<b>253,725</b>	81,037	213
1,131,223	377,707	<b>Attributable to :</b>	<b>99,814</b>	99,740	0	<b>253,725</b>	81,037	213
303,319	-	Equity holders of the parent	<b>(4,212)</b>	34,348	(112)	-	-	-
		Non-controlling interest						
1,434,542	377,707	<b>Total comprehensive income for the period, net of tax</b>	<b>95,602</b>	134,088	(29)	<b>253,725</b>	81,037	213

The notes to the financial statements on page 7 from 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 30/06/2019 Rs.'000	Unaudited as at 30/06/2018 Rs.'000	Unaudited as at 30/06/2019 Rs.'000	Unaudited as at 30/06/2018 Rs.'000	Unaudited as at 30/06/2019 Rs.'000	Unaudited as at 30/06/2018 Rs.'000
<b>ASSETS</b>							
<b>Non-Current Assets</b>							
Tangible assets							
12,217,758	637,484	12,154,345	12,281,293	630,677	673,357		
57,115	-	56,793	56,662	-	-		
293,916	67,363	284,038	277,554	68,953	59,943		
357,955	163,176	357,955	348,060	163,176	156,900		
449,926	-	452,417	405,128	-	-		
-	-	197,498	-	64,955	-		
319,844	59,185	316,517	259,056	56,242	-		
-	3,500,546	-	-	3,500,546	3,600,546		
-	23,748	-	-	19,912	34,971		
390,933	-	390,933	23	-	-		
137,408	87,230	125,181	97,866	80,943	36,748		
14,224,855	4,538,732	14,335,677	13,725,642	4,585,404	4,562,465		
<b>Current Assets</b>							
4,690,253	711,417	4,628,662	4,340,414	626,664	514,748		
5,340,315	1,080,365	5,341,156	4,861,936	712,449	856,079		
204,029	59,535	303,272	199,296	96,224	92,173		
-	1,266,170	-	-	1,489,076	1,016,121		
1,742,202	181,113	1,223,065	1,633,969	46,716	154,203		
11,976,799	3,298,600	11,496,155	11,035,615	2,971,129	2,633,324		
26,201,654	7,837,332	25,831,832	24,761,257	7,556,533	7,195,789		
<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	-	64,721	15	-	-		
9,249,276	3,732,466	9,339,289	8,601,377	3,987,847	3,754,674		
10,421,577	4,570,265	10,523,047	9,659,470	4,825,646	4,542,971		
2,791,075	-	2,720,629	2,571,136	-	-		
13,212,652	4,570,265	13,243,676	12,230,606	4,825,646	4,542,971		
<b>Non-Current Liabilities</b>							
883,102	-	845,478	1,248,858	-	-		
-	-	143,747	-	45,446	-		
741,178	-	769,133	728,405	-	-		
2,736,670	472,031	2,796,546	2,358,909	475,634	440,725		
62,905	-	61,684	53,268	-	-		
761,058	-	751,731	710,925	-	-		
5,184,913	472,031	5,368,319	5,100,365	521,080	440,725		
<b>Current liabilities</b>							
3,212,873	439,612	3,418,774	3,195,439	447,546	449,993		
118,439	118,439	5,010	182,093	5,010	182,093		
3,951,213	1,506,303	3,267,552	3,190,694	1,030,490	935,919		
435,988	-	331,253	820,994	-	-		
-	-	55,987	-	20,511	-		
-	730,682	-	-	705,795	644,088		
85,576	-	141,261	41,066	455	-		
7,804,089	2,795,036	7,219,837	7,430,286	2,209,807	2,212,093		
12,989,002	3,267,067	12,588,156	12,530,651	2,730,887	2,652,818		
26,201,654	7,837,332	25,831,832	24,761,257	7,556,533	7,195,789		

The notes to the financial statements on page 7 from an integral part of the financial statements.

The Financial Position as at 30/06/2019, and Income Statements, Statement of Changes in Equity and Statements of Cash Flow for the three 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

01/08/2019

sgd.

**Ng Soon Huat**

Managing Director

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

Group  
For the period ended 30/06/2019

	-----Attributable to equity holders of the Company-----										Non-controlling Interest	Total Equity	
	Stated Capital	Capital Reserves			Other Components of Equity	Revenue Reserves				Total			
		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									
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
Profit for the period	-	-	-	-	-	-	-	-	101,612	-	101,612	(4,685)	96,927
<b>Other comprehensive income</b>													
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	(1,798)	(1,798)	473	(1,325)
<b>Total other comprehensive income</b>	-	-	-	-	-	-	-	-	-	(1,798)	(1,798)	473	(1,325)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	-	-	-	101,612	(1,798)	99,814	(4,212)	95,602
<b>Transactions with owners, recorded directly in equity</b>													
Dividends	-	-	-	-	-	-	-	-	-	-	-	(66,234)	(66,234)
Unclaimed dividend-write back	-	-	-	-	-	-	-	-	1,656	-	1,656	-	1,656
Transfers	-	-	-	11,457	-	-	-	-	(11,457)	-	-	-	-
<b>Total contributions by and distributions to owners</b>	-	-	-	11,457	-	-	-	-	(9,801)	-	1,656	(66,234)	(64,578)
As at 30/06/2019	598,615	167,409	269,724	83,289	64,721	1,190,950	183,626	16,162	6,975,172	973,379	10,523,047	2,720,629	13,243,676

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 for the period	-	-	-	-	-	-	-	-	215,075	-	215,075	34,923	249,998
<b>Other comprehensive income</b>													
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	(115,335)	(115,335)	(575)	(115,910)
<b>Total other comprehensive income</b>	-	-	-	-	-	-	-	-	-	(115,335)	(115,335)	(575)	(115,910)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	-	-	-	215,075	(115,335)	99,740	34,348	134,088
<b>Transactions with owners, recorded directly in equity</b>													
Dividends	-	-	-	-	-	-	-	-	(179,585)	-	(179,585)	(29,473)	(209,058)
Transfers	-	-	-	12,251	-	-	-	-	(12,251)	-	-	-	-
<b>Total contributions by and distributions to owners</b>	-	-	-	12,251	-	-	-	-	(191,836)	-	(179,585)	(29,473)	(209,058)
As at 30/06/2018	598,615	167,409	220,222	71,832	15	1,190,950	162,316	12,824	6,663,548	571,739	9,659,470	2,571,136	12,230,606

**Company**

For the period ended 30/06/2019

	Stated Capital	Capital Reserves	Revenue Reserves	Total	
	Revaluation Reserve	Other Capital Reserves	Retained Earnings		
	Rs'000	Rs'000	Rs'000	Rs'000	
As at 01/04/2019	598,615	239,004	180	3,732,466	4,570,265
Profit for the period	-	-	-	253,725	253,725
<b>Transactions with owners, recorded directly in equity</b>					
Unclaimed dividend-write back	-	-	-	1,656	1,656
<b>Total contributions by and distributions to owners</b>	-	-	-	1,656	1,656
As at 30/06/2019	598,615	239,004	180	3,987,847	4,825,646
For the period ended 30/06/2018					
As at 01/04/2018	598,615	189,502	180	3,853,222	4,641,519
Profit for the period	-	-	-	81,037	81,037
<b>Transactions with owners, recorded directly in equity</b>					
Dividends	-	-	-	(179,585)	(179,585)
<b>Total contributions by and distributions to owners</b>	-	-	-	(179,585)	(179,585)
As at 30/06/2018	598,615	189,502	180	3,754,674	4,542,971

The notes to the financial statements on page 7 from an integral part of the financial statements.  
The figures in brackets indicate deductions.

**DIPPED PRODUCTS PLC**  
**STATEMENTS OF CASH FLOWS**

<u>Group</u>		<u>Company</u>		<u>Group</u>		<u>Company</u>	
Audited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
year to	year to	03 months to	03 months to	03 months to	03 months to	03 months to	03 months to
31/03/2019	31/03/2019	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>Cash flows from operating activities</b>							
2,405,395	(83,547)	Cash generated from operations (Note A)	907,776	464,072	339,719	49,085	
(425,789)	(113,931)	Interest paid	(127,313)	(90,192)	(38,045)	(16,076)	
(238,999)	(20,589)	Taxes paid	(83,111)	(50,157)	(4,918)	(6,315)	
(254,399)	(34,305)	Retiring gratuity paid	(78,353)	(58,908)	(16,466)	(10,495)	
2,664	2,664	Release in defined benefit obligation due to employee transfers	-	-	-	-	
(1,588)	-	Agents' indemnity paid	(19)	(629)	-	-	
<u>1,487,284</u>	<u>(249,708)</u>	Net cash flow from operating activities	<u>618,980</u>	<u>264,187</u>	<u>280,290</u>	<u>16,199</u>	
<b>Cash flows from investing activities</b>							
(425,072)	(40,475)	Purchase & construction of property, plant and equipment	(84,679)	(110,662)	(13,907)	(17,498)	
(1,446)	-	Payment of lease rental in advance	-	-	-	-	
(304,968)	-	Field development expenditure	(96,053)	(79,947)	-	-	
(77,067)	(20,074)	Purchase of formers (moulds)-net	(13,806)	(12,549)	(3,831)	(4,430)	
(20,529)	(17,864)	Acquisition of intangible assets	-	-	-	-	
36,627	-	Grants received	34,064	6,264	-	-	
26,673	926	Proceeds from disposal of property, plant and equipment	4,979	960	-	66	
(3,409)	-	Development cost (net) incurred on biological assets	(2,491)	(469)	-	-	
(96,920)	-	Investment in other non current financial assets	-	-	-	-	
101,434	51,977	Interest received	29,159	22,611	19,188	6,717	
-	106,736	Dividend received from subsidiary companies	-	-	171,046	51,585	
<u>(764,677)</u>	<u>81,226</u>	Net cash flows from investing activities	<u>(128,827)</u>	<u>(173,792)</u>	<u>172,496</u>	<u>36,440</u>	
<b>Cash flows from financing activities</b>							
(1,072,986)	-	Repayment of long term loans	(138,097)	(182,048)	-	-	
-	14,149	Loan repayment by subsidiary company	-	-	3,649	3,472	
(2,760)	-	Capital payment on lease liabilities	(9,526)	(634)	(3,246)	-	
(337,322)	(337,322)	Dividend paid to equity holders of the parent	(111,773)	(4,292)	(111,773)	(4,292)	
(78,505)	-	Dividend paid to shareholders with non-controlling interest	(66,234)	(20,100)	-	-	
<u>(1,491,573)</u>	<u>(323,173)</u>	Net cash flows from financing activities	<u>(325,630)</u>	<u>(207,074)</u>	<u>(111,370)</u>	<u>(820)</u>	
(768,966)	(491,655)	Net increase / (decrease) in cash & cash equivalents	164,524	(116,680)	341,416	51,819	
<u>(1,440,045)</u>	<u>(833,535)</u>	<b>Cash &amp; cash equivalents at beginning of the period</b>	<u>(2,209,011)</u>	<u>(1,440,045)</u>	<u>(1,325,190)</u>	<u>(833,535)</u>	
<u>(2,209,011)</u>	<u>(1,325,190)</u>	<b>Cash &amp; cash equivalents at end of the period (Note B)</b>	<u>(2,044,487)</u>	<u>(1,556,725)</u>	<u>(983,774)</u>	<u>(781,716)</u>	
<b>A</b>							
<b>Cash generated from operations</b>							
1,642,546	292,995	Profit before tax	220,915	326,081	265,385	81,240	
<b>Adjustments for:</b>							
425,789	113,931	Interest cost	127,313	90,192	38,045	16,076	
(204,653)	-	Deemed disposal gain on equity accounted investee	-	-	-	-	
(35,972)	-	Gain on fair value change in consumable biological assets	-	-	-	-	
(3,464)	-	Gain on change in fair value of produce on bearer biological assets	-	9,365	-	-	
(9,895)	(6,276)	Gain on fair value change in investment properties	-	-	-	-	
1,051,642	82,951	Depreciation on property, plant and equipment	274,364	257,765	20,714	20,183	
1,279	-	Amortization of lease rentals paid in advance	322	315	-	-	
-	-	Depreciation on right of use assets	10,981	-	4,249	-	
35,107	7,485	Impairment of formers	21,465	1,422	1,768	1,532	
27,388	2,874	Write-off & breakages of formers	2,220	12,916	473	603	
13,183	11,840	Amortisation of intangible assets	3,326	282	2,943	-	
(20,023)	(381)	Gain / (loss) on disposal of property, plant & equipment	(4,437)	(391)	-	-	
(23,449)	-	Amortisation of grants	(6,109)	(5,859)	-	-	
13,067	6,169	Impairment provision for / (reversal of) bad & doubtful debts	3,656	9,170	3,614	172	
418,826	70,361	Provision for retiring gratuity	140,923	112,673	20,070	17,400	
5,927	-	Provision for agents' indemnity fund	1,326	1,358	-	-	
-	100,406	Impairment loss/(reversal) on investment and other amounts due	-	-	70	-	
21,916	2,607	Provision for/(reversal of) slow-moving / obsolete inventories	(8,755)	23,741	(5,333)	(4,814)	
(101,434)	(291,089)	Interest and dividend income	(29,159)	(22,611)	(190,234)	(58,302)	
281,941	-	Differences of exchange on translation of foreign entities	(40,244)	(78,669)	-	-	
<u>3,539,721</u>	<u>393,873</u>		<u>718,107</u>	<u>737,751</u>	<u>161,764</u>	<u>74,090</u>	
(715,409)	(663,107)	(Increase) / decrease in trade and other receivables	12,665	(167,996)	141,510	(181,265)	
(34,408)	(6,880)	(Increase) / decrease in advances and prepayments	(99,243)	(29,704)	(36,689)	(39,518)	
(162,372)	(108,692)	(Increase) / decrease in inventories	70,346	172,813	90,086	95,398	
(222,137)	301,259	Increase / (decrease) in trade and other payables	205,901	(248,791)	(16,952)	100,380	
<u>(1,134,326)</u>	<u>(477,420)</u>		<u>189,669</u>	<u>(273,678)</u>	<u>177,955</u>	<u>(25,005)</u>	
<u>2,405,395</u>	<u>(83,547)</u>		<u>907,776</u>	<u>464,072</u>	<u>339,719</u>	<u>49,085</u>	
<b>B</b>							
<b>Analysis of cash &amp; cash equivalents at end of the period</b>							
710,717	181,113	Cash at bank and in hand	333,448	703,061	46,716	154,203	
1,031,485	-	Short term deposits	889,617	930,908	-	-	
(3,951,213)	(1,506,303)	Short term loans and overdraft	(3,267,552)	(3,190,694)	(1,030,490)	(935,919)	
<u>(2,209,011)</u>	<u>(1,325,190)</u>		<u>(2,044,487)</u>	<u>(1,556,725)</u>	<u>(983,774)</u>	<u>(781,716)</u>	

The notes to the financial statements on page 7 from 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. 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.

#### 5. Industry Segment Revenue from Contracts with Customers

<u>Group</u> Audited year to 31/03/2019		<u>Group</u> Unaudited 3 months to 30/06/2019	Unaudited 3 months to 30/06/2018
Rs'000		Rs'000	Rs'000
17,130,046	Hand Protection	4,445,621	4,098,584
13,192,031	Plantations	3,415,726	3,577,342
30,322,077		7,861,347	7,675,927
(232,759)	Inter - segment sales / services	(30,146)	(43,327)
<u>30,089,318</u>		<u>7,831,200</u>	<u>7,632,600</u>

#### 6. Industry Segment Results

<u>Group</u> Audited year to 31/03/2019		<u>Group</u> Unaudited 3 months to 30/06/2019	Unaudited 3 months to 30/06/2018
Rs. '000		Rs. '000	Rs. '000
964,870	Hand Protection	269,471	284,650
888,521	Plantations	52,514	120,035
1,853,391		321,986	404,686
(71,500)	Inter - segment results	-	-
1,781,891	Segment results	321,986	404,686
(493,597)	Finance cost	(137,154)	(107,781)
149,599	Finance income	36,083	29,176
204,653	Deemed disposal gain on equity accounted investee	-	-
<u>1,642,546</u>	Profit before tax	<u>220,915</u>	<u>326,081</u>



## DIPPED PRODUCTS PLC

### INVESTOR INFORMATION

	30/06/2019 Rs.	30/06/2018 Rs.
<b>Market Value of Shares</b>		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Closing price on	75.10	79.00
Highest price recorded for the three months ending	88.90	93.50
Lowest price recorded for the three months ending	75.00	78.00
Market Capitalisation (Rs. M)	4,496	4,729
<b>Ratios</b>		
Net assets per share at the period end*	175.79	161.36
Price earnings ratio annualised (times)	11.06	5.50
<b>Share Trading information from 01/04/2019 to 30/06/2019</b>		
Number of transactions	133	331
Number of shares traded	32,241	488,377
Value of shares traded (Rs.)	2,552,977.70	41,218,366.20

\*Computed based on 59,861,512 shares on issue as at 30/06/2019

#### First twenty shareholders as at 30/06/2019

	Shareholder	No.of Shares as at 30/06/2019	%
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.Jayantha	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.S.Krishnananthan	163,044	0.27
20	Mr.A.H.Esufally	160,000	0.27
	<b>TOTAL</b>	<b>51,384,269</b>	<b>85.84</b>

#### Public Holding as at 30/06/2019

Percentage of Public Holding	41.82%
Total number of shareholders representing the public holding	2,517
Float - Adjusted Market Capitalization (Rs.)	1,880,059,732.23

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 30/06/2019

Name of Director	No.of Shares as at 30/06/2019
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	-
Ms.R.N.Obeyesekere	-
Mr.K.M.D.I. Prasad	-
<b>Total</b>	<b>104,112</b>

\*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 30/06/2019.