

DIPPED PRODUCTS PLC

INTERIM REPORT FOR THE YEAR ENDED 31ST MARCH 2022

CORPORATE INFORMATION

LEGAL FORM

A Public Limited Company
Incorporated in Sri Lanka in 1976

COMPANY NUMBER

PQ60

DIRECTORS

Mr. A.M. Pandithage - Chairman
Mr.H.S.R.Kariyawasan - Deputy Chairman
Mr.Ng Soon Huat - Managing Director
Mr.R.H.P.Janadheera -Deputy Managing Director
Mr. Dhammika Perera
Mr. S.C.Ganegoda
Mr. F. Mohideen
Mr. S. Rajapakse
Mr. N.A.R.R.S.Nanayakkara
Mr. S.P.Peiris
Mr.K.D.G.Gunaratne
Mr.K.M.D.I. Prasad
Mr. B.K.C.R.Ratnasiri (Appointed w.e.f. 01.04.2022)
Mr.G.Molinari (Appointed w.e.f. 01.04.2022)
Ms.Y.Bhaskaran - Alternate Director to Mr.Dhammika Perera

SECRETARIES

Hayleys Group Services (Private) Limited
400, Deans Road, Colombo 10, Sri Lanka
Telephone: 2627650-6 (7 Lines)
Fax: 2627655

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

SUBSIDIARIES

Hand Protection

Palma Limited
Venigros (Private) Limited
Texnil (Private) Limited
Feltex (Private) Limited
Dipped Products (Thailand) Limited
ICOQUANTI 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

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		
	Unaudited Year to 31/03/2022 Rs.'000	Audited Year to 31/03/2021 Rs.'000	Increase/ Increase/ (Decrease) %	Unaudited 03 months to 31/03/2022 Rs.'000	Unaudited 03 months to 31/03/2021 Rs.'000	Increase/ Increase/ (Decrease) %
Revenue from contracts with customers	55,293,983	46,386,667	19	12,550,438	13,793,391	(9)
Cost of sales	(44,561,333)	(34,556,902)	29	(10,174,187)	(10,109,673)	1
Gross profit	10,732,650	11,829,765	(9)	2,376,251	3,683,718	(35)
Other income and gains	833,407	340,669	>100	460,652	163,936	>100
Distribution costs	(1,402,795)	(1,012,659)	39	(347,955)	(348,610)	(0)
Administrative expenses	(4,803,655)	(3,837,952)	25	(1,463,385)	(1,257,251)	16
Finance costs	(1,144,914)	(618,834)	85	(543,920)	(143,098)	>100
Finance income	3,382,082	465,822	>100	2,906,452	247,410	>100
Change in fair value of						
Investment properties	-	24,462	(100)	-	24,462	(100)
Profit / (loss) before tax	7,596,775	7,191,273	6	3,388,095	2,370,567	43
Tax expense	(1,185,975)	(1,357,946)	(13)	(376,993)	(416,826)	(10)
Profit / (loss) for the period	6,410,800	5,833,327	10	3,011,102	1,953,741	54
Attributable to :						
Equity holders of the parent	5,382,651	5,164,034	4	2,364,500	1,657,836	43
Non-controlling interest	1,028,149	669,293	54	646,602	295,905	>100
Profit / (loss) for the period	6,410,800	5,833,327	10	3,011,102	1,953,741	54
Basic earnings / (loss) per ordinary share for the period (Rs.) *	8.99	8.63		3.95	2.77	
Diluted earnings / (loss) per ordinary share for the period (Rs.) *	8.99	8.63		3.95	2.77	
Dividend per share (Rs.)*	2.50	2.30		0.50	0.90	

The notes to the financial statements on page 10 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC

STATEMENT OF PROFIT OR LOSS

	Company			Company		
	Unaudited Year to 31/03/2022 Rs.'000	Audited Year to 31/03/2021 Rs.'000	Increase/ Increase/ (Decrease) %	Unaudited 03 months to 31/03/2022 Rs.'000	Unaudited 03 months to 31/03/2021 Rs.'000	Increase/ Increase/ (Decrease) %
Revenue from contracts with customers	6,610,277	5,817,146	14	1,490,960	1,796,742	(17)
Cost of sales	(5,289,337)	(4,045,930)	31	(1,185,952)	(1,160,305)	2
Gross profit	1,320,940	1,771,216	(25)	305,008	636,437	(52)
Other income and gains	1,455,815	1,144,977	27	322,504	573,395	(44)
Distribution costs	(38,364)	(35,931)	7	(3,972)	(6,500)	(39)
Administrative expenses	(1,028,196)	(834,264)	23	(360,747)	(158,052)	>100
Impairment reversal / (loss) on investment and other amounts due	-	(4,194)	(100)	-	-	
Finance costs	(311,712)	(81,898)	>100	(94,887)	(6,345)	>100
Finance income	1,644,069	87,164	>100	1,430,059	(4,720)	>100
Change in fair value of Investment properties	-	18,780	(100)	-	-	
Profit / (loss) before tax	3,042,552	2,065,860	47	1,597,965	1,034,215	55
Tax expense	(242,132)	(202,958)	19	(221,773)	(118,196)	88
Profit / (loss) for the period	2,800,420	1,862,902	50	1,376,192	916,019	50
Basic earnings / (loss) per ordinary share for the period (Rs.) *	4.68	3.11		2.30	1.53	
Diluted earnings / (loss) per ordinary share for the period (Rs.) *	4.68	3.11		2.30	1.53	
Dividend per share (Rs) *	2.50	2.30		0.50	0.90	

The notes to the financial statements on page 10 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
STATEMENTS OF COMPREHENSIVE INCOME

	Group			Group		
	Unaudited Year to 31/03/2022 Rs.'000	Audited Year to 31/03/2021 Rs.'000	Increase/ Increase/ (Decrease) %	Unaudited 03 months to 31/03/2022 Rs.'000	Unaudited 03 months to 31/03/2021 Rs.'000	Increase/ Increase/ (Decrease) %
Profit / (loss) for the period	6,410,800	5,833,327	10	3,011,102	1,953,741	54
Other comprehensive income						
<u>Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax)</u>						
Currency translation of foreign operations	2,276,283	573,688	>100	2,552,463	125,713	>100
<u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u>						
Revaluation of land	128,028	-	>100	128,028	-	>100
Actuarial gain/(loss) on defined benefit plans	40,589	294,776	(86)	40,589	-	>100
Tax effect on actuarial gain/(loss)	3,055	(40,605)	>100	3,055	-	>100
Net gain/(loss) on equity instruments designated at Fair Value through OCI	33	44	(25)	(83)	12	>(100)
Tax effect on land revaluation	(16,041)	-	>100	-	-	
Other comprehensive income / (loss) for the period, net of tax	2,431,947	827,903	>100	2,724,052	125,725	>100
Total comprehensive income / (loss) for the period, net of tax	8,842,747	6,661,230	33	5,735,154	2,079,466	>100
Attributable to :						
Equity holders of the parent	7,756,719	5,886,205	32	5,011,895	1,895,604	>100
Non-controlling interest	1,086,028	775,025	40	707,218	183,862	>100
Total comprehensive income / (loss) for the period, net of tax	8,842,747	6,661,230	33	5,719,113	2,079,466	>100

The notes to the financial statements on page 10 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
STATEMENTS OF COMPREHENSIVE INCOME

	Company			Company		
	Unaudited Year to 31/03/2022 Rs.'000	Audited Year to 31/03/2021 Rs.'000	Increase/ Increase/ (Decrease) %	Unaudited 03 months to 31/03/2022 Rs.'000	Unaudited 03 months to 31/03/2021 Rs.'000	Increase/ Increase/ (Decrease) %
Profit / (loss) for the period	2,800,420	1,862,902	50	1,376,192	916,019	50
Other comprehensive income						
<u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u>						
Revaluation of land	51,862	-	>100	51,862	-	>100
Actuarial gain/(loss) on defined benefit plans	(55,248)	(12,137)	>100	(55,248)	-	>100
Tax effect on actuarial gain/(loss)	7,735	1,699	>100	7,735	-	>100
Tax effect on Land revaluation	(7,261)	-	>100	-	-	-
Other comprehensive income / (loss) for the period, net of tax	(2,912)	(10,438)	(72)	4,349	-	>100
Total comprehensive income / (loss) for the period, net of tax	2,797,508	1,852,464	51	1,380,541	916,019	51

The notes to the financial statements on page 10 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	As at 31/03/2022 Rs.'000	As at 31/03/2021 Rs.'000	As at 31/03/2022 Rs.'000	As at 31/03/2021 Rs.'000
ASSETS				
Non-Current Assets				
Tangible assets				
Property, plant and equipment	16,344,832	13,075,168	1,166,197	823,360
Formers (moulds)	436,494	379,355	90,166	91,550
Investment Properties	-	392,622	-	188,280
Biological assets	599,064	530,543	-	-
Right of use assets	1,345,567	1,438,123	24,657	45,536
Intangible assets	315,131	310,532	23,666	35,506
Investment in subsidiaries	-	-	5,892,658	4,400,546
Other non-current financial assets	393,261	391,571	1,000	594
Deferred tax assets	169,425	131,094	-	71,853
	19,603,774	16,649,008	7,198,344	5,657,225
Current Assets				
Inventories	12,070,081	11,103,664	1,170,925	1,360,483
Trade and other receivables	12,129,696	10,110,737	1,644,784	1,164,709
Advance and prepayments	1,201,284	2,708,504	115,490	231,848
Amounts due from subsidiaries	-	-	1,686,497	1,673,492
Cash and short term deposits	9,044,765	3,733,478	3,088,241	364,162
	34,445,826	27,656,383	7,705,937	4,794,694
Total assets	54,049,600	44,305,391	14,904,281	10,451,919
EQUITY AND LIABILITIES				
Equity				
Stated capital (Issued and fully paid 598,615,120 ordinary shares)	598,615	598,615	598,615	598,615
Capital reserves	580,773	520,422	283,785	239,184
Fair value reserve of financial assets at fair value through OCI	64,776	64,752	-	-
Revenue reserves	20,662,636	14,462,463	5,770,095	4,513,726
Equity attributable to equity holders of the parent	21,906,800	15,646,252	6,652,495	5,351,525
Non-controlling interest	4,452,442	3,495,286	-	-
Total equity	26,359,243	19,141,538	6,652,495	5,351,525
Non-Current Liabilities				
Interest-bearing loans and borrowings	1,402,351	725,000	-	-
Lease Liabilities	1,133,218	1,094,967	351	21,734
Deferred income	809,083	806,159	-	-
Defined benefit obligations	2,866,645	2,725,467	611,422	527,367
Agents' indemnity fund	131,118	84,992	-	-
Deferred tax liabilities	775,949	747,639	113,377	-
Other Non Current Liabilities	-	71,454	-	-
	7,118,364	6,255,678	725,150	549,101
Current liabilities				
Trade and other payables	7,885,885	8,344,940	880,841	725,270
Unclaimed dividends / dividends payable	315,739	7,277	315,739	7,277
Short-term loans and bank overdrafts	10,094,227	8,972,762	5,203,242	2,981,600
Interest-bearing loans and borrowings	1,701,927	457,617	-	-
Lease Liabilities	77,480	75,502	29,684	29,684
Amounts due to subsidiaries	-	-	1,064,548	643,337
Income tax payable	496,735	1,050,077	32,582	164,125
	20,571,993	18,908,175	7,526,636	4,551,293
Total liabilities	27,690,357	25,163,853	8,251,786	5,100,394
Total equity and liabilities	54,049,600	44,305,391	14,904,281	10,451,919

The notes to the financial statements on page 10 form an integral part of the financial statements.

The Financial Position as at 31/03/2022, and Income Statements, Statement of Changes in Equity and Statements of Cash Flow for the year 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

19/05/2022

sgd.

Ng Soon Huat

Managing Director

DIPPED PRODUCTS PLC
STATEMENTS OF CHANGES IN EQUITY

Group
For the period ended 31/03/2021

	-----Attributable to equity holders of the Company-----										Non-	Total	
	Stated Capital	-----Capital Reserves-----			Other Component s of Equity Fair Value Reserve of Financial Assets at FVTOCI	-----Revenue Reserves-----				Total	Interest	Equity	
		Reserve on scrip Issue	Revaluation Reserve	Other Capital Reserves		General Reserve	Timber Reserve	Bearer Biological Produce	Retained Earnings				Exchange Fluctuation Reserve
Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	
Balance as at 01/04/2020	598,615	167,409	269,724	83,289	64,720	1,190,950	196,913	6,258	7,544,441	1,014,543	11,136,862	2,894,169	14,031,031
Profit for the year	-	-	-	-	-	-	6,208	11,739	5,146,087	-	5,164,034	669,293	5,833,327
Realised Gain on Timber Sales	-	-	-	-	-	-	(1,605)	-	1,605	-	-	-	-
Other comprehensive income													
Revaluation of land	-	-	-	-	-	-	-	-	-	-	-	-	-
Currency translation of foreign operations	-	-	-	-	-	-	-	-	-	572,168	572,168	1,520	573,688
Net gain/(loss) on equity instrument designated at fair value through OCI	-	-	-	-	32	-	-	-	-	-	32	12	44
Actuarial gain/(loss) on defined benefit plans	-	-	-	-	-	-	-	-	173,605	-	173,605	121,171	294,776
Share of actuarial gain from equity accounted investee	-	-	-	-	-	-	-	-	(23,634)	-	(23,634)	(16,971)	(40,605)
Tax effect on Actuarial gain/(loss) on defined benefit plans	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax effect on Land revaluation	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	32	-	-	-	149,971	572,168	722,171	105,732	827,903
Total comprehensive income for the year	-	-	-	-	32	-	4,603	11,739	5,297,663	572,168	5,886,205	775,025	6,661,230
Transactions with owners, recorded directly in equity													
Dividends to equity holders	-	-	-	-	-	-	-	-	(1,376,815)	-	(1,376,815)	(173,908)	(1,550,723)
Total contributions by and distributions to owners	-	-	-	-	-	-	-	-	(1,376,815)	-	(1,376,815)	(173,908)	(1,550,723)
Balance as at 31/03/2021	598,615	167,409	269,724	83,289	64,752	1,190,950	201,516	17,997	11,465,289	1,586,711	15,646,252	3,495,286	19,141,538
For the period ended 31/03/2022													
Balance as at 01/04/2021	598,615	167,409	269,724	83,289	64,752	1,190,950	201,516	17,997	11,465,289	1,586,711	15,646,252	3,495,286	19,141,538
Profit for the year	-	-	-	-	-	-	25,593	2,988	5,354,070	-	5,382,651	1,028,149	6,410,800
Other comprehensive income													
Revaluation of land	-	-	110,638	-	-	-	-	-	-	-	110,638	17,390	128,028
Currency translation of foreign operations	-	-	-	-	-	-	-	-	-	2,268,468	2,268,468	7,815	2,276,283
Net gain/(loss) on equity instrument designated at fair value through OCI	-	-	-	-	24	-	-	-	-	-	24	9	33
Actuarial gain/(loss) on defined benefit plans	-	-	-	-	-	-	-	-	3,946	-	3,946	36,643	40,589
Share of actuarial gain from equity accounted investee	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax effect on Actuarial loss on defined benefit plans	-	-	-	-	-	-	-	-	4,639	-	4,639	(1,584)	3,055
Tax effect on Investment Property revaluation	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax effect on Land revaluation	-	-	(13,620)	-	-	-	-	-	-	-	(13,620)	(2,421)	(16,041)
Total other comprehensive income	-	-	97,018	-	24	-	-	-	8,585	2,268,468	2,374,095	57,852	2,431,947
Total comprehensive income for the year	-	-	97,018	-	24	-	25,593	2,988	5,362,655	2,268,468	7,756,746	1,086,001	8,842,747
Transactions with owners, recorded directly in equity													
Dividends to equity holders	-	-	-	-	-	-	-	-	(1,496,538)	-	(1,496,538)	(126,924)	(1,623,462)
Unclaimed dividend written-back	-	-	-	-	-	-	-	-	-	-	-	-	-
Realisation of Investment Properties	-	-	(36,667)	-	-	-	-	-	36,667	-	-	-	-
Total contributions by and distributions to owners	-	-	(36,667)	-	-	-	-	-	(1,459,871)	-	(1,496,538)	(126,924)	(1,623,462)
Changes in ownership interests in subsidiaries													
Acquisition of non-controlling interest	-	-	-	-	-	-	-	-	340	-	340	(1,920)	(1,580)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	340	-	340	(1,920)	(1,580)
Balance as at 31/03/2022	598,615	167,409	330,075	83,289	64,776	1,190,950	227,109	20,985	15,368,413	3,855,179	21,906,800	4,452,442	26,359,243

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

DIPPED PRODUCTS PLC
STATEMENTS OF CHANGES IN EQUITY

Company

For the period ended 31/03/2021

	Stated Capital	-----Capital Revaluation Reserve	Reserves----- Capital Redemption Reserve Fund	--Revenue Reserves-- Retained Earnings	Total
	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>	<u>Rs'000</u>
Balance as at 01/04/2020	598,615	239,004	180	4,038,077	4,875,876
Profit for the year	-	-	-	1,862,902	1,862,902
Other comprehensive income					
Revaluation of land	-	-	-	-	-
Actuarial gain/(loss) on defined benefit plans	-	-	-	(12,137)	(12,137)
Tax effect on Actuarial gain/(loss) on defined benefit plans	-	-	-	1,699	1,699
Revaluation of land	-	-	-	-	-
Tax effect on Land revaluation	-	-	-	-	-
Total other comprehensive income	-	-	-	(10,438)	(10,438)
Total comprehensive income for the year	-	-	-	1,852,464	1,852,464
Transactions with owners, recorded directly in equity					
Dividends to equity holders	-	-	-	(1,376,815)	(1,376,815)
Total transactions with owners, recorded directly in equity	-	-	-	(1,376,815)	(1,376,815)
Balance as at 31/03/2021	598,615	239,004	180	4,513,726	5,351,525

For the period ended 31/03/2022

Balance as at 01/04/2021	598,615	239,004	180	4,513,726	5,351,525
Profit for the year	-	-	-	2,800,420	2,800,420
Other comprehensive income					
Revaluation of land	-	51,862	-	-	51,862
Actuarial gain on defined benefit plans	-	-	-	(55,248)	(55,248)
Tax effect on Actuarial loss on defined benefit plans	-	-	-	7,735	7,735
Tax effect on Land revaluation	-	(7,261)	-	-	(7,261)
Total other comprehensive income	-	44,601	-	(47,513)	(2,912)
Total comprehensive income for the year	-	44,601	-	2,752,907	2,797,508
Transactions with owners, recorded directly in equity					
Dividends to equity holders	-	-	-	(1,496,538)	(1,496,538)
Total transactions with owners, recorded directly in equity	-	-	-	(1,496,538)	(1,496,538)
Balance as at 31/03/2022	598,615	283,605	180	5,770,095	6,652,495

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

DIPPED PRODUCTS PLC
STATEMENT OF CASH FLOWS

	<u>Group</u>		<u>Company</u>	
	Unaudited Year to 31/03/2022 Rs.'000	Audited Year to 31/03/2021 Rs.'000	Unaudited Year to 31/03/2022 Rs.'000	Audited Year to 31/03/2021 Rs.'000
Cash flows from operating activities				
Cash generated from operations (Note A)	10,765,934	244,376	1,045,892	(185,611)
Interest paid	(688,678)	(469,514)	(311,712)	(81,897)
Taxes paid	(1,976,236)	(355,833)	(187,970)	(34,845)
Retiring gratuity paid	(290,428)	(347,371)	(60,987)	(74,443)
Release in defined benefit obligation due to employee transfers	1,107	350	1,266	350
Agents' indemnity paid	(4,110)	(6,004)	-	-
Net cash flow from operating activities	<u>7,807,589</u>	<u>(933,996)</u>	<u>486,489</u>	<u>(376,446)</u>
Cash flows from investing activities				
Purchase & construction of property, plant and equipment	(3,964,844)	(1,733,645)	(399,256)	(237,591)
Acquisition of right of use assets	-	(174,428)	-	-
Purchase of formers (moulds)	(126,335)	(79,263)	(5,039)	(5,663)
Acquisition of intangible assets	(19,483)	(17,963)	-	-
Grants received	38,874	82,777	-	-
Proceeds from disposal of property, plant and equipment	62,929	18,896	11,189	13
Proceeds from disposal of investment property	400,000	-	195,000	-
Development cost (net) incurred on biological assets net of harvest	1,059	(15,192)	-	-
Interest and dividend received	238,629	100,566	196,677	1,736
Dividend received from subsidiary companies	-	-	709,549	307,938
Proceed from share buyback by subsidiaries	-	-	509,017	-
Net cash flows from investing activities	<u>(3,369,170)</u>	<u>(1,818,252)</u>	<u>1,217,138</u>	<u>66,433</u>
Cash flows from financing activities				
Long term loans obtained	2,205,964	771,892	-	-
Repayment of long term loans	(1,075,357)	(202,810)	-	-
Loan repayment by subsidiary companies	-	-	8,270	15,567
Capital payment on lease liabilities	(64,203)	(51,705)	(21,383)	(16,789)
Dividend paid to equity holders of the parent	(1,188,076)	(1,497,558)	(1,188,076)	(1,497,558)
Dividend paid to shareholders with non-controlling interest	(126,924)	(173,908)	-	-
Net movement of short term loans	2,512,606	3,376,409	1,510,000	1,602,540
Net cash flows from financing activities	<u>2,264,009</u>	<u>2,222,320</u>	<u>308,811</u>	<u>103,760</u>
Net increase / (decrease) in cash & cash equivalents	<u>6,702,427</u>	<u>(529,929)</u>	<u>2,012,437</u>	<u>(206,253)</u>
Cash & cash equivalents at beginning of the period	<u>(1,155,461)</u>	<u>(625,532)</u>	<u>(402,438)</u>	<u>(196,185)</u>
Cash & cash equivalents at end of the period (Note B)	<u>5,546,966</u>	<u>(1,155,461)</u>	<u>1,609,999</u>	<u>(402,438)</u>
A Cash generated from operations				
Profit before tax	7,596,775	7,191,273	3,042,552	2,065,860
Adjustments for:				
Interest cost	688,678	469,514	311,712	81,897
Gain on fair value change in consumable biological assets	(2,510)	(10,111)	-	-
Gain on change in fair value of produce on bearer biological assets	(67,692)	(21,897)	-	-
Gain on fair value change in investment properties	-	(24,462)	-	(18,780)
Depreciation on property, plant and equipment	1,148,362	1,085,152	108,282	94,237
Depreciation on right of use assets	118,333	100,402	20,879	17,788
Impairment of formers	49,866	33,453	2,297	3,813
Write-off & breakages of formers	27,290	11,030	4,126	2,805
Amortisation of intangible assets	18,736	16,493	11,840	11,839
Gain on disposal of property, plant & equipment	(26,507)	(13,424)	(11,189)	-
Gain on disposal of investments property	(7,378)	-	(6,720)	-
Amortisation of grants	(35,950)	(32,774)	-	-
Impairment provision for / (reversal of) bad & doubtful debts	50,075	30,128	(564)	1,402
Provision for retiring gratuity	397,332	449,201	88,529	76,685
Provision for agents' indemnity fund	18,654	8,980	-	-
Impairment loss/(reversal) on investment and other amounts due	-	-	-	4,194
Provision for slow-moving / obsolete inventories	304,381	104,415	(15,543)	954
Interest and dividend income	(238,629)	(100,566)	(1,262,426)	(1,127,167)
Differences of exchange on translation of foreign entities	2,877,279	601,030	-	-
Gain on share buyback by subsidiaries	-	-	(251,129)	-
	<u>12,917,096</u>	<u>9,897,837</u>	<u>2,042,646</u>	<u>1,215,527</u>
(Increase) / decrease in trade and other receivables	(1,858,004)	(5,552,715)	(2,251,193)	(1,516,952)
(Increase) / decrease in advances and prepayments	1,507,220	(2,131,219)	116,358	(130,529)
(Increase) / decrease in inventories	(1,268,288)	(6,524,720)	205,101	(609,252)
Increase / (decrease) in trade and other payables	(532,090)	4,555,193	932,980	855,596
	<u>(2,151,162)</u>	<u>(9,653,461)</u>	<u>(996,754)</u>	<u>(1,401,137)</u>
	<u>10,765,934</u>	<u>244,376</u>	<u>1,045,892</u>	<u>(185,610)</u>
B Analysis of cash & cash equivalents at end of the period				
Cash at bank and in hand	4,329,403	1,754,468	720,220	124,366
Short term deposits	4,715,362	1,979,010	2,368,021	239,796
Bank overdraft	(3,497,799)	(4,888,939)	(1,478,242)	(766,600)
	<u>5,546,966</u>	<u>(1,155,461)</u>	<u>1,609,999</u>	<u>(402,438)</u>

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

DIPPED PRODUCTS PLC

Notes to the Financial Statements

- 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.
- 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.

Dividend

The directors have proposed the payment of dividend of Rs. 0.15 per share on 19th May 2022, for the year ended 31st March 2022, which will be declared on the Annual General Meeting held on 28th June, 2022. In accordance with Sri Lanka Accounting Standard No. 10 on " Events after reporting period", the proposed final dividend has not been recognised as a liability as at the reporting date.

Surcharge Tax

The Government of Sri Lanka in its Budget for 2022 proposed a one-time tax, referred to as a surcharge tax, at the rate of 25% to be imposed on any companies that have earned a taxable income in excess of LK Rs. 2,000 million for the year of assessment 2020/2021.

The tax is imposed by the Surcharge Tax Act No. 14 of 2022 which was passed by the Parliament of Sri Lanka on 7th April 2022. As the law imposing the surcharge tax was enacted after the reporting period end, the financial statements for the year ended 31 March 2022 do not reflect the tax liability that would arise in consequence, the amount of which is best estimated at Rs. 321,663,665.

- 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 31/03/2021.

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 31/03/2021.

5. Industry Segment Revenue from Contracts with Customers

	<u>Group</u>	
	Unaudited Year to 31/03/2022	Audited Year to 31/03/2021
	Rs'000	Rs'000
Hand Protection	37,917,943	30,414,301
Plantations	17,665,702	16,249,197
	55,583,645	46,663,498
Inter - segment sales / services	(289,663)	(276,831)
	55,293,983	46,386,667

6. Industry Segment Results

	<u>Group</u>	
	Unaudited Year to 31/03/2022	Audited Year to 31/03/2021
	Rs. '000	Rs. '000
Hand Protection	3,107,452	5,502,172
Plantations	2,463,356	1,895,751
	5,570,807	7,397,923
Inter - segment results	(211,200)	(78,100)
Segment results	5,359,607	7,319,823
Finance cost	(1,144,914)	(618,834)
Finance income	3,382,082	465,822
Change in fair value of investment properties	-	24,462
Profit before tax	7,596,775	7,191,273

DIPPED PRODUCTS PLC

INVESTOR INFORMATION

	31/03/2022 Rs.	31/03/2021 Rs.
Market Value of Shares		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Last Traded Price	33.90	46.40
Highest price recorded for the year ending	79.50	765.00
Lowest price recorded for the year ending	30.60	39.00
Highest price recorded for the three months ending	53.00	765.00
Lowest price recorded for the three months ending	30.60	39.00
Market Capitalisation (Rs. M)	20,293	27,776
Ratios		
Net assets per share at the period end	36.60	26.14
Price earnings ratio annualised (times)	3.77	5.38
Share Trading information from 01/04/2021 to 31/03/2022		
Number of transactions	254,065	83,357
Number of shares traded	464,000,636	102,101,198
Value of shares traded (Rs.)	26,010,352,199.00	14,965,315,906.05

Dividend Payments

Final dividend of Rs 0.60 per share for the year 2020/2021 paid on 09/07/2021
 First interim dividend of Rs 0.95 per share for the year 2021/2022 paid on 22/10/2021
 Second interim dividend of Rs 0.45 per share for the year 2021/2022 paid on 28/01/2022
 Third interim dividend of Rs 0.50 per share for the year 2021/2022 paid on 06/05/2022

First twenty shareholders as at 31/03/2022

	Shareholder	No. of Shares as at 31/03/2022	%
1	Hayleys PLC	252,109,380	42.12
2	Volanka (Pvt) Limited	48,736,400	8.14
3	Haycarb PLC	40,687,460	6.80
4	Employees Provident Fund	27,551,107	4.60
5	Ravi Industries Limited	5,670,000	0.95
6	Employees Trust Fund Board	5,211,729	0.87
7	Seylan Bank PLC/ Janashakthi Capital Limited	4,877,053	0.81
8	Dr.D.Jayantha	4,150,000	0.69
9	Commercial Bank Of Ceylon PLC/ Capital Trust Holdings Limited	3,940,011	0.66
10	Mr.H.S.R.Kariyawasan & Mrs. K.H.S.Kariyawasan	3,325,850	0.56
11	Mr.N.Samarasuriya	3,175,860	0.53
12	Mr. H.A.R.Pieris	3,015,000	0.50
13	Amana Bank PLC / Mr.M.N.Deen	2,961,994	0.49
14	Capital Trust Holdings Ltd	2,399,238	0.40
15	Mrs.S.H.Sardakhan	1,875,000	0.31
16	Mr. N.P.De Alwis Samaranyake	1,800,000	0.30
17	People's Leasing & Finance PLC/Mr.D.M.P.Disanayake	1,731,554	0.29
18	Renuka Properties Limited	1,660,000	0.28
19	Mrs.L.Sivagurunathan (Deceased)	1,630,440	0.27
20	Merchant Bank of Sri Lanka & Finance PLC / U.D.Premakumara	1,581,579	0.26
	TOTAL	418,089,655	69.84

Public Holding as at 31/03/2022

Percentage of Public Holding	41.20%
Total number of shareholders representing the public holding	14,979
Float - Adjusted Market Capitalization (Rs.)	8,017,401,955.94

The Company complies with option 2 of the Listing Rules 7.13.1 (a) which requires 5% minimum Public Holding.

Directors' shareholding as at 31/03/2022

Name of Director	No. of Shares as at 31/03/2022
Mr.A.M.Pandithage	-
Mr.H.S.R.Kariyawasan & K.H.S.Kariyawasan - 3,325,850	4,125,710
Mr.H.S.R.Kariyawasan & H.B.Kariyawasan - 799,860	-
Mr.Ng Soon Huat	-
Mr.R.H.P.Janadheera	-
Mr.Dhammika Perera*	10,000
Mr.S.C.Ganegoda	250,000
Mr.F.Mohideen	-
Mr.S. Rajapakse	-
Mr.N.A.R.R.S.Nanayakkara	350,000
Mr.S.P.Peiris	61,000
Mr.K.D.G.Gunaratne	-
Mr.K.M.D.I. Prasad	-
Mr. B.K.C.R.Ratnasiri (Appointed w.e.f. 01.04.2022)	-
Mr.G.Molinari (Appointed w.e.f. 01.04.2022)	-
Ms.Y. Bhaskaran (Alternate Director to Mr.Dhammika Perera)	-
Total	4,796,710

*Mr.Dhammika Perera holds 51.01% directly and indirectly of the total issued shares of Hayleys PLC which holds 252,109,380 shares in Dipped Products PLC.

There were no non-voting shares as at 31/03/2022.