

DIPPED PRODUCTS PLC

INTERIM REPORT FOR THE QUARTER ENDED 30TH JUNE 2015

CORPORATE INFORMATION

LEGAL FORM

A Public Limited Company
Incorporated in Sri Lanka in 1976

COMPANY NUMBER

PQ60

DIRECTORS

A.M. Pandithage - Chairman
Dr. K .I. M. Ranasoma - Managing Director
R.K.Witanachchi - Deputy Managing Director
F. Mohideen
K.A.L.S. Fernando
S.C.Ganegoda
Dhammika Perera
M. Bottino
S. Rajapakse
N.A.R.R.S.Nanayakkara
S.P.Peiris
Ms.Y.Bhaskaran - Alternate Director to Mr.Dhammika Perera
(Appointed w.e.f.01.06.2015)

SUBSIDIARIES

Hand Protection

Palma Limited
Grossart (Private) Limited
Venigros (Private) Limited
Neoprex (Private) Limited
Texnil (Private) Limited
Feltex (Private) Limited
Dipped Products (Thailand) Limited
ICOGUANTI S.p.A
Hanwella Rubber Products Limited
D P L Premier Gloves Limited
D P L Universal Gloves Limited

Plantations

DPL Plantations (Private) Limited
Kelani Valley Plantations PLC
Kalupahana Power Company (Private) Limited
Kelani Valley Instant Tea (Private) Limited
Mabroc Teas (Private) Limited
Hayleys Global Beverages (Private) Limited
Hayleys Plantation Services (Private) Limited
Talawakelle Tea Estates PLC
TTEL Hydro Power Company (Private) Limited
TTEL Somerset Hydro Power (Private) Limited

SECRETARIES

Hayleys Group Services (Private) Limited
400, Deans Road, Colombo 10, Sri Lanka
Telephone: 2627650-6 (7 Lines)
Fax: 2627645
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

INCOME STATEMENTS

Group	Company	Group			Company		
		Unaudited 03 months to 30/06/2015 Rs.'000	Unaudited 03 months to 30/06/2014 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/06/2015 Rs.'000	Unaudited 03 months to 30/06/2014 Rs.'000	Increase/ (Decrease) %
Audited year to 31/03/2015 Rs.'000	Audited year to 31/03/2015 Rs.'000						
27,738,672	2,564,913	5,650,710	8,740,662	(35)	488,651	700,731	(30)
(22,948,805)	(1,939,746)	(4,776,447)	(7,444,087)	(36)	(357,680)	(552,148)	(35)
4,789,867	625,167	874,263	1,296,575	(33)	130,971	148,583	(12)
218,787	575,550	27,153	35,555	(24)	2,911	2,817	3
(563,788)	(24,541)	(122,647)	(151,147)	(19)	(12,638)	(3,094)	308
(2,233,917)	(369,523)	(537,471)	(630,321)	(15)	(105,983)	(97,690)	8
(44,134)	(8,675)	(4,489)	(5,343)	(16)	(3,519)	(4,761)	(26)
-	(105,000)	-	-	-	-	-	-
(414,231)	(73,840)	(81,358)	(116,720)	(30)	(4,800)	(8,704)	(45)
27,738	7,134	20,168	12,143	66	4,255	2,024	110
1,780,322	626,272	175,619	440,742	(60)	11,197	39,175	(71)
(385,449)	(11,217)	(31,589)	(135,461)	(77)	(2,578)	(6,519)	(60)
1,394,873	615,055	144,030	305,281	(53)	8,619	32,656	(74)
Attributable to :							
1,112,293	615,055	131,539	230,658	(43)	8,619	32,656	(74)
282,580	-	12,491	74,623	(83)	-	-	-
1,394,873	615,055	144,030	305,281	(53)	8,619	32,656	(74)
18.58	10.27	2.20	3.85		0.14	0.55	
18.58	10.27	2.20	3.85		0.14	0.55	
7.00	7.00	-	-		-	-	

*Computed based on 59,861,512 ordinary shares on issue as at 30/06/2015

The notes to the financial statements on pages from 7 to 8 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
OTHER COMPREHENSIVE INCOME

Group	Company		Group			Company		
			Unaudited	Unaudited	Increase/	Unaudited	Unaudited	Increase/
Audited	Audited		03 months to	03 months to	(Decrease)	03 months to	03 months to	(Decrease)
year to	year to		30/06/2015	30/06/2014	%	30/06/2015	30/06/2014	%
31/03/2015	31/03/2015		Rs.'000	Rs.'000		Rs.'000	Rs.'000	
Rs.'000	Rs.'000							
1,394,873	615,055	Profit for the period	144,030	305,281	(1)	8,619	32,656	(1)
(90,010)	-	Net exchange differences on translation of foreign operations	(119,588)	9,070	(14)	-	-	-
7	-	Net gain/(loss) on available for sale financial assets	3	(6)	(2)	-	-	-
16,043	16,043	Revaluation Of Land	-	-	-	-	-	-
(9,820)	1,054	Actuarial gain/(loss) on defined benefit plans	-	(2,631)	(1)	-	-	-
1,356	(126)	Income tax effect on Actuarial gain/(loss) on defined benefit plans	-	574	(1)	-	-	-
(82,424)	16,971	Other comprehensive income for the period, net of tax	(119,585)	7,007	(18)	-	-	-
1,074,167	632,026	Attributable to :						
		Equity holders of the parent	44,875	239,727	(1)	8,619	32,656	(1)
238,282	-	Non-controlling interest	(20,430)	72,561	(1)	-	-	-
1,312,449	632,026	Total comprehensive income for the period, net of tax	24,445	312,288	(1)	8,619	32,656	(1)

The notes to the financial statements on pages from 7 to 8 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
Statements of Financial Position

<u>Group</u>	<u>Company</u>	<u>Group</u>		<u>Company</u>	
Audited as at 31/03/2015 Rs.'000	Audited as at 31/03/2015 Rs.'000	Unaudited as at 30/06/2015 Rs.'000	Unaudited as at 30/06/2014 Rs.'000	Unaudited as at 30/06/2015 Rs.'000	Unaudited as at 30/06/2014 Rs.'000
ASSETS					
Non-Current Assets					
Tangible assets					
12,058,013	463,161	12,392,072	10,856,492	455,316	501,619
60,762		60,447	-	-	-
214,111	37,164	229,327	207,342	39,541	49,424
389,735	299,929	387,790	396,182	298,419	304,636
307,477	-	308,431	266,921	-	-
176,658	-	176,308	176,905	-	-
-	3,147,684	-	-	3,147,684	2,627,684
24	-	27	11	-	-
29,592	14,457	28,370	15,307	13,236	14,949
<u>13,236,372</u>	<u>3,962,395</u>	<u>13,582,772</u>	<u>11,919,160</u>	<u>3,954,196</u>	<u>3,498,312</u>
Current Assets					
3,637,490	370,192	3,592,202	3,383,630	373,641	366,540
4,198,740	720,604	3,967,896	4,480,280	551,339	912,819
307,893	43,605	322,238	415,721	64,448	170,680
-	932,561	-	-	921,616	779,903
393,646	124,163	295,218	623,462	41,780	171,633
<u>8,537,769</u>	<u>2,191,125</u>	<u>8,177,554</u>	<u>8,903,093</u>	<u>1,952,824</u>	<u>2,401,575</u>
<u>21,774,141</u>	<u>6,153,520</u>	<u>21,760,326</u>	<u>20,822,253</u>	<u>5,907,020</u>	<u>5,899,887</u>
Total assets					
EQUITY AND LIABILITIES					
Equity					
598,615	598,615	598,615	598,615	598,615	598,615
444,331	195,128	444,331	457,251	195,128	179,085
16	-	18	6	-	-
7,000,544	2,606,900	6,805,971	6,332,774	2,376,073	2,203,158
Equity attributable to equity holders of the parent					
8,043,506	3,400,643	7,848,935	7,388,646	3,169,816	2,980,858
2,485,501	-	2,455,697	2,308,595	-	-
<u>10,529,007</u>	<u>3,400,643</u>	<u>10,304,632</u>	<u>9,697,241</u>	<u>3,169,816</u>	<u>2,980,858</u>
Total equity					
Non-Current Liabilities					
1,372,989	-	1,600,178	1,334,502	-	-
644,975	-	641,798	660,957	-	-
2,461,136	320,790	2,526,947	2,442,004	323,579	294,199
51,350	-	46,871	58,061	-	-
494,555	-	491,230	472,428	-	-
<u>5,025,005</u>	<u>320,790</u>	<u>5,307,024</u>	<u>4,967,952</u>	<u>323,579</u>	<u>294,199</u>
Current liabilities					
2,875,149	310,488	2,714,387	2,822,548	337,322	398,685
186,522	186,522	248,362	185,880	248,362	185,880
2,813,367	540,509	2,898,135	2,715,916	357,221	527,022
306,521	-	253,808	362,918	-	-
-	1,394,568	-	-	1,470,720	1,513,243
38,570	-	33,978	69,798	-	-
<u>6,220,129</u>	<u>2,432,087</u>	<u>6,148,670</u>	<u>6,157,060</u>	<u>2,413,625</u>	<u>2,624,830</u>
<u>11,245,134</u>	<u>2,752,877</u>	<u>11,245,134</u>	<u>11,245,134</u>	<u>5,583,441</u>	<u>5,605,688</u>
<u>21,774,141</u>	<u>6,153,520</u>	<u>21,760,326</u>	<u>20,822,253</u>	<u>5,907,020</u>	<u>5,899,887</u>
Total liabilities					
Total equity and liabilities					

The notes to the financial statements on pages from 7 to 8 form an integral part of the financial statements.

The Financial Position as at 30/06/2015, 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

06/08/2015

sgd.

Dr. K.I.M. Ranasoma

Managing Director

DIPPED PRODUCTS PLC
STATEMENTS OF CHANGES IN EQUITY

Group
For the period ended 30/06/2015

	-----Attributable to equity holders of the Company-----									Non-controlling Interest	Total Equity	
	Stated Capital	Capital Reserves			Other Components of Equity	Revenue Reserves			Total			
	Rs'000	Reserve on scrip Issue Rs'000	Revaluation Reserve Rs'000	Other capital reserves Rs'000	Available-for-sale Reserve Rs'000	General Reserve Rs'000	Timber Reserve Rs'000	Retained Earnings Rs'000	Exchange Fluctuation Reserve Rs'000			Rs'000
Balance as at 01/04/2015	598,615	167,409	239,927	36,995	16	1,190,950	113,919	5,499,943	195,732	8,043,506	2,485,501	10,529,007
Profit for the period	-	-	-	-	-	-	-	131,539	-	131,539	12,491	144,030
Other comprehensive income	-	-	-	-	2	-	-	-	(86,666)	(86,664)	(32,921)	(119,585)
Dividends	-	-	-	-	-	-	-	(239,446)	-	(239,446)	(9,374)	(248,820)
Balance as at 30/06/2015	598,615	167,409	239,927	36,995	18	1,190,950	113,919	5,392,036	109,066	7,848,935	2,455,697	10,304,632

For the period ended 30/06/2014

Balance as at 01/04/2014	598,615	167,409	259,108	30,734	11	1,169,700	64,404	4,797,049	240,133	7,327,163	2,322,191	9,649,354
Profit for the period	-	-	-	-	-	-	-	230,658	-	230,658	74,623	305,281
Other comprehensive income	-	-	-	-	(5)	-	-	(1,464)	10,538	9,069	(2,062)	7,007
Dividends	-	-	-	-	-	-	-	(179,584)	-	(179,584)	(52,441)	(232,025)
Acquisition of non-controlling interest	-	-	-	-	-	21,250	283	(20,193)	-	1,340	(33,716)	(32,376)
Transfers/adjustments	-	-	-	-	-	-	27,830	(27,830)	-	-	-	-
Balance as at 30/06/2014	598,615	167,409	259,108	30,734	6	1,190,950	92,517	4,798,636	250,671	7,388,646	2,308,595	9,697,241

Company

For the period ended 30/06/2015

	Stated Capital	Capital Reserves	Revenue Reserves	Total
	Rs'000	Revaluation Reserve Rs'000	Capital Redemption Reserve Fund Rs'000	Retained Earnings Rs'000
	Rs'000	Rs'000	Rs'000	Rs'000
Balance as at 01/04/2015	598,615	194,948	180	2,606,900
Profit for the period	-	-	-	8,619
Dividends	-	-	-	(239,446)
Balance as at 30/06/2015	598,615	194,948	180	2,376,073

For the period ended 30/06/2014

Balance as at 01/04/2014	598,615	178,905	180	2,350,086
Profit for the period	-	-	-	32,656
Dividends	-	-	-	(179,584)
Balance as at 30/06/2014	598,615	178,905	180	2,203,158

The notes to the financial statements on pages from 7 to 8 form an integral part of the financial statements.
The figures in brackets indicate deductions.

DIPPED PRODUCTS PLC CASH FLOW STATEMENTS

<u>Group</u>	<u>Company</u>	<u>Group</u>	<u>Company</u>
Audited year to 31/03/2015 Rs.'000	Audited year to 31/03/2015 Rs.'000	Unaudited 03 months to 30/06/2015 Rs.'000	Unaudited 03 months to 30/06/2014 Rs.'000
<u>Group</u>	<u>Company</u>	<u>Group</u>	<u>Company</u>
Unaudited 03 months to 30/06/2015 Rs.'000	Unaudited 03 months to 30/06/2014 Rs.'000	Unaudited 03 months to 30/06/2015 Rs.'000	Unaudited 03 months to 30/06/2014 Rs.'000
Cash flows from operating activities			
3,208,337	292,218	547,674	832,455
(305,336)	(32,844)	(57,921)	(110,178)
(383,798)	(1,853)	(15,202)	(78,241)
(287,401)	(22,108)	(46,776)	(112,832)
(6,513)	-	-	(2,632)
<u>2,225,289</u>	<u>235,413</u>	<u>427,775</u>	<u>528,572</u>
Cash flows from investing activities			
(2,722,470)	(81,412)	(583,748)	(697,566)
(63,089)	-	-	-
(31,568)	-	(18,562)	-
(240)	-	-	-
22,231	-	684	1,900
256,685	159	-	3,849
(12,560)	-	(954)	(413)
-	(500,000)	-	-
17,537	7,134	3,949	7,420
-	564,105	-	-
(73,632)	-	(9,374)	(84,817)
<u>(2,607,106)</u>	<u>(10,014)</u>	<u>(608,005)</u>	<u>(769,627)</u>
Cash flows from financing activities			
475,841	-	306,775	20,226
(592,628)	-	(131,648)	(128,179)
(3,094)	-	(487)	(4,366)
(189,302)	(189,302)	(177,606)	(10,359)
<u>(309,183)</u>	<u>(189,302)</u>	<u>(2,966)</u>	<u>(122,678)</u>
(691,000)	36,097	(183,196)	(363,733)
<u>(1,728,721)</u>	<u>(452,443)</u>	<u>(2,419,721)</u>	<u>(1,728,721)</u>
<u>(2,419,721)</u>	<u>(416,346)</u>	<u>(2,602,917)</u>	<u>(2,092,454)</u>
Cash & cash equivalents at beginning of the period			
Cash & cash equivalents at end of the period (Note B)			
A			
Cash generated from operations			
1,780,322	626,272	175,619	440,742
Profit before tax			
Adjustments for:			
305,336	32,844	57,921	110,178
(31,681)	-	-	-
866,057	48,889	194,620	270,495
1,065	-	315	-
7,780	6,040	1,945	1,333
36,861	4,130	3,346	9,109
1,573	-	350	1,086
(11,292)	-	-	(2,184)
(44,419)	-	(3,861)	(8,106)
14,503	(790)	26,600	(2,173)
401,364	46,876	117,398	207,849
4,742	-	732	1,378
-	105,000	-	-
(72,000)	(5,132)	11,949	(41,205)
(17,537)	(571,239)	(3,949)	(7,420)
(125,015)	-	(71,732)	(9,593)
<u>3,117,659</u>	<u>292,890</u>	<u>511,253</u>	<u>971,489</u>
29,000	(627,759)	179,451	(263,583)
27,463	32,169	(15,607)	(81,627)
52,877	177,271	33,339	275,942
(18,662)	417,647	(160,762)	(69,766)
90,678	(672)	36,421	(139,034)
<u>3,208,337</u>	<u>292,218</u>	<u>547,674</u>	<u>832,455</u>
B			
Analysis of cash & cash equivalents at end of the period			
335,450	124,163	248,358	211,690
58,196	-	46,860	411,772
(2,813,367)	(540,509)	(2,898,135)	(2,715,916)
<u>(2,419,721)</u>	<u>(416,346)</u>	<u>(2,602,917)</u>	<u>(2,092,454)</u>

The notes to the financial statements on pages from 7 to 8 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. These Interim Financial Statements have been prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31/03/2015.
3. 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.
4. There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31/03/2015.
5. Where necessary, comparative figures have been re-stated to conform with SLFRS/LKAS.

6. Industry Segment Turnover

<u>Group</u> Audited year to 31/03/2015		<u>Group</u> Unaudited 3 months to 30/06/2015	Unaudited 3 months to 30/06/2014
Rs'000		Rs'000	Rs'000
14,970,312	Hand Protection	3,176,559	3,445,259
13,408,450	Plantations	2,589,712	5,522,996
28,378,762		5,766,271	8,968,255
(640,090)	Inter - segment sales / services	(115,561)	(227,593)
<u>27,738,672</u>		<u>5,650,710</u>	<u>8,740,662</u>

* Previous year Plantations figures are for 6 months

7. Industry Segment Results

<u>Group</u> Audited year to 31/03/2015		<u>Group</u> Unaudited 3 months to 30/06/2015	Unaudited 3 months to 30/06/2014
Rs. '000		Rs. '000	Rs. '000
1,663,944	Hand Protection	214,075	331,654
612,871	Plantations	22,734	213,665
2,276,815		236,809	545,319
(110,000)	Inter - segment results	-	-
2,166,815	Segment results	236,809	545,319
(414,231)	Finance cost	(81,358)	(116,720)
27,738	Finance income	20,168	12,143
<u>1,780,322</u>	Profit before tax	<u>175,619</u>	<u>440,742</u>

* Previous year Plantations figures are for 6 months

DIPPED PRODUCTS PLC

INVESTOR INFORMATION

	30/06/2015 Rs.	30/06/2014 Rs.
Market Value of Shares		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Closing price on	150.00	104.00
Highest price recorded for the three months ending	155.90	110.00
Lowest price recorded for the three months ending	139.00	87.00
Market Capitalisation (Rs. M)	8,979	6,226
Ratios		
Net assets per share at the period end*	131.12	123.43
Price earnings ratio annualised (times)	17.1	6.7
Share Trading information from 01/04/2015 to 30/06/2015		
Number of transactions	938	489
Number of shares traded	2,224,845	613,424
Value of shares traded (Rs.)	327,443,729.00	60,410,297.60

Dividend Payments

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

*Computed based on 59,861,512 shares on issue as at 30/06/2015

First twenty shareholders as at 30/06/2015

	Shareholder	No.of Shares as at 30/06/2015	%
1	Hayleys PLC	25,210,938	42.12
2	Employees Provident Fund	7,820,256	13.06
3	Volanka (Pvt) Limited	4,873,640	8.14
4	Promar Overseas SA	4,080,516	6.82
5	Haycarb PLC	4,068,746	6.80
6	Ravi Industries Limited	567,000	0.95
7	E. W. Balasuriya & Co. (Pvt) Ltd	500,673	0.84
8	Mr.H.A.Pieris	451,797	0.75
9	Dr.D.Jayanthna	415,000	0.69
10	Seylan Bank PLC /Symphony Capital Ltd Waldock Mackenzie Ltd/Symphony Capital Ltd	367,525 6,000	0.62
11	Renuka Properties Limited	324,934	0.54
12	Ms.O.D.Gunewardene	322,671	0.54
13	Mr.A.M.Weerasinghe	300,000	0.50
14	Mr. N. G. Wickremeratne	246,224	0.41
15	Akbar Brothers (Pvt) Ltd A/C No.1	227,901	0.38
16	Hallsville Trading Group Inc.	204,024	0.34
17	HSBC International Nominees Ltd-SSBT Deutsche Bank AG Singapore A/C No.01	200,044	0.33
18	Commercial Bank of Ceylon PLC A/C No. 04	200,000	0.33
19	Mr.S.Krishnananthan	163,044	0.27
20	East India Holding (Pvt) Ltd	130,037	0.22
	TOTAL	50,680,970	84.66

The percentage of shares held by public as per Colombo Stock Exchange Rules as at 30/06/2015 was 41.85%.

Total number of shareholders representing the public holding as at 30/06/2015 was 2,267.

Directors' shareholding as at 30/06/2015

Name of Director	No.of Shares as at 30/06/2015
Mr.A.M.Pandithage	-
Dr.K.I.M.Ranasoma - Managing Director	300
Mr. R.K.Witanachchi - Deputy Managing Director	2,112
Mr.F.Mohideen	-
Mr.K.A.L.S.Fernando	56,264
Mr.S.C.Ganegoda	-
Mr.Dhammika Perera*	1,000
Mr.M.Bottino	-
Mr.S. Rajapakse	-
Mr.N.A.R.R.S.Nanayakkara	14,526
Mr.S.P.Peiris	4,800
Ms.Yogadinusha Bhaskaran (Alternate Director to Mr.Dhammika Perera) Appointed w.e.f.01/06/2015	-
	79,002

*Mr.Dhammika Perera holds 49.71% 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 30/06/2015.