

# **DIPPED PRODUCTS PLC**

INTERIM REPORT FOR THE NINE MONTHS ENDED 31ST DECEMBER 2018

# CORPORATE INFORMATION

## LEGAL FORM

A Public Limited Company  
Incorporated in Sri Lanka in 1976

## COMPANY NUMBER

PQ60

## DIRECTORS

Mr. A.M. Pandithage - Chairman  
Mr. Soon Huat Ng- Managing Director - (Appointed w.e.f. 15/10/2018)  
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.Obeysekere  
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 31/03/2018 Rs.'000	Unaudited 09 months to 31/12/2018 Rs.'000	Unaudited 09 months to 31/12/2017 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 31/12/2018 Rs.'000	Unaudited 03 months to 31/12/2017 Rs.'000	Increase/ (Decrease) %
28,484,874	<b>22,457,708</b>	21,345,794	5	<b>7,578,258</b>	6,790,917	12
(24,024,671)	<b>(18,822,557)</b>	(18,286,176)	3	<b>(6,212,725)</b>	(5,656,067)	10
4,460,203	<b>3,635,151</b>	3,059,618	19	<b>1,365,533</b>	1,134,850	20
206,006	<b>113,572</b>	87,903	29	<b>42,465</b>	32,857	29
(614,150)	<b>(442,866)</b>	(458,756)	(3)	<b>(160,592)</b>	(138,025)	16
(2,389,297)	<b>(2,077,611)</b>	(1,742,889)	19	<b>(701,345)</b>	(533,444)	31
(3,806)	-	-	-	-	-	-
(369,096)	<b>(345,562)</b>	(280,842)	23	<b>(115,409)</b>	(91,992)	25
126,866	<b>172,475</b>	89,799	92	<b>71,684</b>	20,923	243
36,760	-	-	-	-	-	-
(212,992)	-	(154,818)	(100)	-	(54,419)	(100)
-	<b>204,653</b>	-	-	<b>204,653</b>	-	-
1,240,494	<b>1,259,812</b>	600,015	110	<b>706,989</b>	370,750	91
(439,644)	<b>(237,724)</b>	(250,338)	(5)	<b>(98,260)</b>	(84,873)	16
<b>800,850</b>	<b>1,022,088</b>	<b>349,677</b>	192	<b>608,729</b>	<b>285,877</b>	113
<b>Attributable to :</b>						
495,468	<b>765,720</b>	209,499	266	<b>397,974</b>	197,811	101
305,382	<b>256,368</b>	140,178	83	<b>210,755</b>	88,066	139
<b>800,850</b>	<b>1,022,088</b>	<b>349,677</b>	192	<b>608,729</b>	<b>285,877</b>	113
8.28	<b>12.79</b>	3.50		<b>6.65</b>	3.30	
8.28	<b>12.79</b>	3.50		<b>6.65</b>	3.30	
3.00	-	-		-	-	

\*Computed based on 59,861,512 ordinary shares on issue as at 31/12/2018

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 31/03/2018 Rs.'000	Unaudited 09 months to 31/12/2018 Rs.'000	Unaudited 09 months to 31/12/2017 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 31/12/2018 Rs.'000	Unaudited 03 months to 31/12/2017 Rs.'000	Increase/ (Decrease) %
2,266,036	<b>2,914,106</b>	1,376,690	112	<b>1,065,746</b>	432,986	146
(1,836,512)	<b>(2,295,252)</b>	(1,145,984)	100	<b>(849,601)</b>	(349,473)	143
429,524	<b>618,854</b>	230,706	168	<b>216,145</b>	83,513	159
261,294	<b>181,622</b>	259,098	(30)	<b>73,073</b>	607	11,938
(27,611)	<b>(38,212)</b>	(40,886)	(7)	<b>(18,271)</b>	(9,374)	95
(452,036)	<b>(509,143)</b>	(312,297)	63	<b>(168,172)</b>	(89,181)	89
(208)	<b>(306)</b>	(208)	47	<b>(76)</b>	(208)	(63)
(90,484)	<b>(69,825)</b>	(79,494)	(12)	<b>(31,270)</b>	(21,834)	43
16,088	<b>53,576</b>	11,409	370	<b>27,417</b>	3,332	723
31,400	-	-	-	-	-	-
167,967	<b>236,566</b>	68,328	246	<b>98,846</b>	(33,145)	398
(4,635)	<b>14,850</b>	(2,528)	(687)	<b>6,135</b>	(2,565)	(339)
<b>163,332</b>	<b>251,416</b>	65,800	282	<b>104,981</b>	(35,710)	394
2.73	<b>4.20</b>	1.10		<b>1.75</b>	(0.60)	
2.73	<b>4.20</b>	1.10		<b>1.75</b>	(0.60)	
3.00	-	-		-	-	

\*Computed based on 59,861,512 ordinary shares on issue as at 31/12/2018

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 31/03/2018 Rs.'000		<b>Unaudited 09 months to 31/12/2018 Rs.'000</b>	Unaudited 09 months to 31/12/2017 Rs.'000	Increase/ (Decrease) %	<b>Unaudited 03 months to 31/12/2018 Rs.'000</b>	Unaudited 03 months to 31/12/2017 Rs.'000	Increase/ (Decrease) %
800,850	<b>Profit / (loss) for the period</b>	<b>1,022,088</b>	349,677	192	<b>608,729</b>	285,877	113
	<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>						
382,909	Currency translation of foreign operations	<b>314,257</b>	226,487	39	<b>244,044</b>	37,900	544
(3)	Net gain/(loss) on available for sale financial assets	<b>(6)</b>	3	(300)	-	-	
	<b><u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u></b>						
(82,528)	Actuarial gain/(loss) on defined benefit plans	-	-	-	-	-	-
11,702	Tax effect on actuarial gain/(loss)	-	-	-	-	-	-
(1,031)	Actuarial gain of equity accounted investee on defined benefit plans (Net of tax)	-	-	-	-	-	-
(45,060)	Tax effect on Investment Property revaluation	-	-	-	-	-	-
265,989	<b>Other comprehensive income / (loss) for the period, net of tax</b>	<b>314,251</b>	226,490	39	<b>244,044</b>	37,900	544
1,066,839	<b>Total comprehensive income / (loss) for the period, net of tax</b>	<b>1,336,339</b>	576,167	132	<b>852,773</b>	323,777	163
	<b>Attributable to :</b>						
766,794	Equity holders of the parent	<b>1,078,408</b>	435,260	148	<b>641,062</b>	235,471	172
300,045	Non-controlling interest	<b>257,931</b>	140,907	83	<b>211,711</b>	88,306	140
1,066,839	<b>Total comprehensive income / (loss) for the period, net of tax</b>	<b>1,336,339</b>	576,167	132	<b>852,773</b>	323,777	163

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 31/03/2018 Rs.'000	<u>Unaudited</u> <u>09 months to</u> <u>31/12/2018</u> <u>Rs.'000</u>	<u>Unaudited</u> <u>09 months to</u> <u>31/12/2017</u> <u>Rs.'000</u>	<u>Increase/</u> <u>(Decrease)</u> <u>%</u>	<u>Unaudited</u> <u>03 months to</u> <u>31/12/2018</u> <u>Rs.'000</u>	<u>Unaudited</u> <u>03 months to</u> <u>31/12/2017</u> <u>Rs.'000</u>	<u>Increase/</u> <u>(Decrease)</u> <u>%</u>
163,332	<b>251,416</b>	65,800	282	<b>104,981</b>	(35,710)	394
	<b>Profit / (loss) for the period</b>					
	<b>Other comprehensive income</b>					
	<b><u>Other comprehensive income not</u></b>					
	<b><u>to be reclassified to profit or loss</u></b>					
	<b><u>in subsequent periods (net of</u></b>					
	<b><u>tax)</u></b>					
(37,386)	-	-	-	-	-	-
	Actuarial gain/(loss) on defined benefit plans					
5,234	-	-	-	-	-	-
	Tax effect on actuarial gain/(loss)					
(30,801)	-	-	-	-	-	-
	Tax effect on Investment Property revaluation					
(62,953)	-	-	-	-	-	-
	<b>Other comprehensive income / (loss) for the period, net of tax</b>					
100,379	<b>251,416</b>	65,800	282	<b>104,981</b>	(35,710)	394
	<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**

<u>Group</u>	<u>Company</u>		<u>Group</u>	<u>Company</u>		<u>Group</u>	<u>Company</u>
Audited as at 31/03/2018 Rs.'000	Audited as at 31/03/2018 Rs.'000		Unaudited as at 31/12/2018 Rs.'000	Unaudited as at 31/12/2018 Rs.'000		Unaudited as at 31/12/2018 Rs.'000	Unaudited as at 31/12/2018 Rs.'000
<b>ASSETS</b>							
<b>Non-Current Assets</b>							
Tangible assets							
12,408,303	676,108	Property, plant and equipment	12,252,645	12,335,371	589,928	577,932	
56,977	-	Lease rental paid in advance	57,438	57,293	-	-	
279,344	57,648	Formers (moulds)	299,211	299,977	63,574	32,503	
348,060	156,900	Investment Properties	348,060	311,300	156,900	125,500	
404,659	-	Biological assets	410,175	381,333	-	-	
259,337	-	Intangible assets	323,111	259,608	62,105	-	
-	3,600,546	Investment in subsidiaries	-	-	3,600,546	3,682,546	
-	-	Investment in equity accounted investee	-	59,205	-	-	
-	38,620	Amounts due from subsidiaries	-	-	27,535	42,224	
23	-	Other non-current financial assets	301,591	29	-	-	
98,157	33,163	Deferred tax assets	123,925	190,972	56,179	38,431	
<b>13,854,860</b>	<b>4,562,985</b>		<b>14,116,156</b>	<b>13,895,088</b>	<b>4,556,767</b>	<b>4,499,136</b>	
<b>Current Assets</b>							
4,546,333	605,332	Inventories	4,536,829	3,869,726	644,211	484,696	
4,731,960	821,265	Trade and other receivables	5,325,392	4,533,946	901,371	468,892	
169,592	52,655	Advance and prepayments	247,249	255,078	73,132	33,881	
-	876,255	Amounts due from subsidiaries	-	-	1,402,758	802,126	
1,327,335	72,417	Cash and short term deposits	1,348,072	1,229,421	56,180	118,433	
<b>10,775,220</b>	<b>2,427,924</b>		<b>11,457,542</b>	<b>9,888,171</b>	<b>3,077,652</b>	<b>1,908,028</b>	
<b>24,630,080</b>	<b>6,990,909</b>	<b>Total assets</b>	<b>25,573,698</b>	<b>23,783,259</b>	<b>7,634,419</b>	<b>6,407,164</b>	
<b>EQUITY AND LIABILITIES</b>							
<b>Equity</b>							
598,615	598,615	Stated capital (Issued and fully paid 59,861,512 ordinary shares)	598,615	598,615	598,615	598,615	
447,212	189,682	Capital reserves	459,463	492,272	189,682	220,483	
15	-	Available-for-sale reserve	11	19	-	-	
8,693,473	3,853,222	Revenue reserves	9,430,396	8,316,704	3,775,400	2,759,269	
9,739,315	4,641,519	<b>Equity attributable to equity holders of the parent</b>	<b>10,488,485</b>	<b>9,407,610</b>	<b>4,563,697</b>	<b>3,578,367</b>	
2,566,261	-	Non-controlling interest	2,768,438	2,437,866	-	-	
<b>12,305,576</b>	<b>4,641,519</b>	<b>Total equity</b>	<b>13,256,923</b>	<b>11,845,476</b>	<b>4,563,697</b>	<b>3,578,367</b>	
<b>Non-Current Liabilities</b>							
1,397,541	-	Interest-bearing loans and borrowings	966,373	1,471,435	-	-	
728,000	-	Deferred income	752,517	718,810	-	-	
2,308,123	433,820	Defined benefit obligations	2,464,665	2,277,139	459,306	361,993	
54,041	-	Agents' indemnity fund	61,302	52,938	-	-	
713,849	-	Deferred tax liabilities	765,183	723,286	-	-	
<b>5,201,554</b>	<b>433,820</b>		<b>5,010,040</b>	<b>5,243,608</b>	<b>459,306</b>	<b>361,993</b>	
<b>Current liabilities</b>							
3,434,860	379,472	Trade and other payables	3,166,301	2,958,685	494,883	431,537	
6,800	6,800	Unclaimed dividends / dividends payable	66,780	6,620	66,780	6,620	
2,767,380	905,952	Short-term loans and bank overdrafts	3,373,151	2,729,867	1,404,487	946,740	
874,758	-	Interest-bearing loans and borrowings	658,192	942,171	-	-	
-	614,229	Amounts due to subsidiaries	-	-	645,266	1,081,907	
39,152	9,117	Income tax payable	42,311	56,832	-	-	
<b>7,122,950</b>	<b>1,915,570</b>		<b>7,306,735</b>	<b>6,694,175</b>	<b>2,611,416</b>	<b>2,466,804</b>	
<b>12,324,504</b>	<b>2,349,390</b>	<b>Total liabilities</b>	<b>12,316,775</b>	<b>11,937,783</b>	<b>3,070,722</b>	<b>2,828,797</b>	
<b>24,630,080</b>	<b>6,990,909</b>	<b>Total equity and liabilities</b>	<b>25,573,698</b>	<b>23,783,259</b>	<b>7,634,419</b>	<b>6,407,164</b>	

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 31/12/2018, 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

30/01/2019

sgd.

**Soon Huat Ng**  
Managing Director

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

Group  
For the period ended 31/12/2018

	-----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	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000		
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)
<b>Total other comprehensive income</b>	-	-	-	-	(4)	-	-	-	-	312,692	312,688	1,563	314,251
<b>Total comprehensive income / (loss) for the period</b>	-	-	-	-	(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)
Transfer to Legal reserve	-	-	-	12,251	-	-	-	-	(12,251)	-	-	-	-
<b>Total contributions by and distributions to owners</b>	-	-	-	12,251	-	-	-	-	(341,489)	-	(329,238)	(55,754)	(384,992)
<b>As at 31/12/2018</b>	<b>598,615</b>	<b>167,409</b>	<b>220,222</b>	<b>71,832</b>	<b>11</b>	<b>1,190,950</b>	<b>162,316</b>	<b>12,824</b>	<b>7,064,540</b>	<b>999,766</b>	<b>10,488,485</b>	<b>2,768,438</b>	<b>13,256,923</b>
<b>For the period ended 31/12/2017</b>													
As at 01/04/2017	598,615	167,409	265,282	46,080	17	1,190,950	146,331	16,073	6,385,550	305,697	9,122,004	2,312,205	11,434,209
Profit / (loss) for the period	-	-	-	-	-	-	-	-	209,499	-	209,499	140,178	349,677
Other comprehensive income													
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	225,759	225,759	728	226,487
Net change in fair value of available-for-sale financial assets	-	-	-	-	2	-	-	-	-	-	2	1	3
<b>Total other comprehensive income / (loss)</b>	-	-	-	-	2	-	-	-	-	225,759	225,761	729	226,490
<b>Total comprehensive income / (loss) for the period</b>	-	-	-	-	2	-	-	-	209,499	225,759	435,260	140,907	576,167
Transactions with owners, recorded directly in equity													
Dividends	-	-	-	-	-	-	-	-	(149,654)	-	(149,654)	(15,246)	(164,900)
Transfer to Legal reserve	-	-	-	13,501	-	-	-	-	(13,501)	-	-	-	-
<b>As at 31/12/2017</b>	<b>598,615</b>	<b>167,409</b>	<b>265,282</b>	<b>59,581</b>	<b>19</b>	<b>1,190,950</b>	<b>146,331</b>	<b>16,073</b>	<b>6,431,894</b>	<b>531,456</b>	<b>9,407,610</b>	<b>2,437,866</b>	<b>11,845,476</b>

**Company**

For the period ended 31/12/2018

	Stated Capital	-----Capital Reserves-----		-----Revenue Reserves-----		Total
		Revaluation Reserve	Capital Redemption Reserve Fund	Retained Earnings	Capital Reserves--	
As at 01/04/2018	598,615	189,502	180	3,853,222	4,641,519	
Profit for the period	-	-	-	251,416	251,416	
Transactions with owners, recorded directly in equity						
Dividends	-	-	-	(329,238)	(329,238)	
<b>Total contributions by and distributions to owners</b>	-	-	-	(329,238)	(329,238)	
<b>As at 31/12/2018</b>	<b>598,615</b>	<b>189,502</b>	<b>180</b>	<b>3,775,400</b>	<b>4,563,697</b>	
<b>For the period ended 31/12/2017</b>						
As at 01/04/2017	598,615	220,303	180	2,843,122	3,662,220	
Profit for the period	-	-	-	65,800	65,800	
Transactions with owners, recorded directly in equity						
Dividends	-	-	-	(149,653)	(149,653)	
<b>Total contributions by and distributions to owners</b>	-	-	-	(149,653)	(149,653)	
<b>As at 31/12/2017</b>	<b>598,615</b>	<b>220,303</b>	<b>180</b>	<b>2,759,269</b>	<b>3,578,367</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**  
**STATEMENT OF CASH FLOWS**

<b>Group</b>		<b>Company</b>		<b>Group</b>		<b>Company</b>	
Audited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
year to	year to	09 months to	09 months to	09 months to	09 months to	09 months to	09 months to
31/03/2018	31/03/2018	31/12/2018	31/12/2017	31/12/2018	31/12/2018	31/12/2017	31/12/2017
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>Cash flows from operating activities</b>							
2,983,309	(103,998)	<b>1,784,788</b>	2,280,283	<b>(220,199)</b>	(151,880)		
(357,163)	(90,484)	<b>(297,711)</b>	(275,498)	<b>(69,825)</b>	(79,494)		
(445,533)	(15,404)	<b>(180,202)</b>	(386,941)	<b>(15,382)</b>	(8,772)		
(292,703)	(33,020)	<b>(190,236)</b>	(192,673)	<b>(26,714)</b>	(24,934)		
(2,653)	-	<b>(1,438)</b>	(52)	-	-		
<u>1,885,257</u>	<u>(242,906)</u>	<u>1,115,201</u>	<u>1,425,119</u>	<u>(332,120)</u>	<u>(265,080)</u>		
<b>Cash flows from investing activities</b>							
(483,422)	(59,059)	<b>(305,720)</b>	(338,168)	<b>(29,378)</b>	(50,122)		
-	-	<b>(1,446)</b>	-	-	-		
(314,304)	-	<b>(226,280)</b>	(228,274)	-	-		
(60,399)	-	<b>(73,885)</b>	(57,206)	<b>(13,323)</b>	-		
-	-	<b>(20,529)</b>	-	<b>(17,864)</b>	-		
60,045	-	<b>42,116</b>	45,133	-	-		
43,355	3,330	<b>17,260</b>	29,250	<b>67</b>	1,850		
(6,078)	-	<b>(5,516)</b>	(6,980)	-	-		
-	-	<b>(96,920)</b>	-	-	-		
59,342	3,101	<b>71,235</b>	40,974	<b>29,822</b>	2,370		
-	222,614	-	-	<b>106,736</b>	222,614		
-	(24,455)	-	-	-	-		
<u>(701,461)</u>	<u>145,531</u>	<u>(599,685)</u>	<u>(515,271)</u>	<u>76,060</u>	<u>176,712</u>		
<b>Cash flows from financing activities</b>							
148,927	-	-	111,963	-	-		
(845,452)	-	<b>(773,635)</b>	(625,944)	-	-		
-	(20,000)	-	-	-	(25,000)		
-	12,773	-	-	<b>10,546</b>	14,345		
(2,441)	-	<b>(1,903)</b>	(1,831)	-	-		
(149,287)	(149,287)	<b>(269,258)</b>	(149,637)	<b>(269,258)</b>	(149,638)		
(45,989)	-	<b>(55,754)</b>	(15,246)	-	-		
<u>(894,242)</u>	<u>(156,514)</u>	<u>(1,100,550)</u>	<u>(680,695)</u>	<u>(258,712)</u>	<u>(160,293)</u>		
289,554	(253,889)	<b>(585,034)</b>	229,153	<b>(514,772)</b>	(248,661)		
(1,729,599)	(579,646)	<b>(1,440,045)</b>	(1,729,599)	<b>(833,535)</b>	(579,646)		
<u>(1,440,045)</u>	<u>(833,535)</u>	<u>(2,025,079)</u>	<u>(1,500,446)</u>	<u>(1,348,307)</u>	<u>(828,307)</u>		
<b>A</b>							
<b>Cash generated from operations</b>							
1,240,494	167,967	<b>1,259,812</b>	600,015	<b>236,566</b>	68,328		
<b>Profit before tax</b>							
<b>Adjustments for:</b>							
357,163	90,484	<b>297,711</b>	275,498	<b>69,825</b>	79,494		
212,992	-	-	154,818	-	-		
-	-	<b>(204,653)</b>	-	-	-		
(24,228)	-	-	-	-	-		
3,806	-	<b>9,365</b>	-	-	-		
(36,760)	(31,400)	-	-	-	-		
968,867	61,024	<b>786,524</b>	727,801	<b>62,331</b>	42,904		
1,262	-	<b>956</b>	946	-	-		
45,907	4,359	<b>42,443</b>	28,367	<b>5,155</b>	2,635		
12,916	6,097	<b>11,575</b>	6,630	<b>2,242</b>	973		
1,088	-	<b>9,914</b>	-	<b>8,920</b>	-		
-	-	-	817	-	-		
(20,809)	(2,765)	<b>(16,727)</b>	(12,404)	-	(1,818)		
(23,160)	-	<b>(17,598)</b>	(17,438)	-	-		
27,056	5,434	<b>18,707</b>	24,505	<b>1,777</b>	5,279		
377,440	51,982	<b>337,499</b>	332,270	<b>52,200</b>	39,690		
5,943	-	<b>4,197</b>	4,188	-	-		
-	208	-	-	<b>306</b>	208		
23,513	2,894	<b>54,990</b>	7,946	<b>(1,515)</b>	(3,489)		
(59,342)	(261,815)	<b>(71,235)</b>	(40,974)	<b>(210,909)</b>	(260,214)		
264,862	-	<b>296,993</b>	150,520	-	-		
<u>3,379,010</u>	<u>94,469</u>	<u>2,820,473</u>	<u>2,243,505</u>	<u>226,898</u>	<u>(26,010)</u>		
(308,096)	137,381	<b>(634,644)</b>	(12,967)	<b>(604,351)</b>	36,450		
125,852	(5,970)	<b>(77,628)</b>	39,104	<b>(20,477)</b>	5,758		
(732,303)	(115,695)	<b>(54,853)</b>	(36,323)	<b>(37,366)</b>	5,337		
518,846	(214,183)	<b>(268,560)</b>	46,964	<b>215,097</b>	(173,415)		
<u>(395,701)</u>	<u>(198,467)</u>	<u>(1,035,685)</u>	<u>36,778</u>	<u>(447,097)</u>	<u>(125,870)</u>		
<u>2,983,309</u>	<u>(103,998)</u>	<u>1,784,788</u>	<u>2,280,283</u>	<u>(220,199)</u>	<u>(151,880)</u>		
<b>B</b>							
<b>Analysis of cash &amp; cash equivalents at end of the period</b>							
526,180	72,417	<b>456,368</b>	613,240	<b>56,180</b>	118,433		
801,155	-	<b>891,704</b>	616,181	-	-		
(2,767,380)	(905,952)	<b>(3,373,151)</b>	(2,729,867)	<b>(1,404,487)</b>	(946,740)		
<u>(1,440,045)</u>	<u>(833,535)</u>	<u>(2,025,079)</u>	<u>(1,500,446)</u>	<u>(1,348,307)</u>	<u>(828,307)</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. Grossart (Pvt) Ltd and Neoprex (Pvt) Ltd both of which being fully owned subsidiaries of Dipped Products PLC were amalgamated with Dipped Products PLC on 17/01/2018. The Company's financial statements reflect the result of all entities from the date of amalgamation.
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 31/03/2018.
5. Directors have authorized the payment of second interim dividend of Rs. 1.00 per share for the financial year 2018/19 on 28/12/2018 and it was paid on 23/01/2019.

### 6. Industry Segment Turnover

<u>Group</u> Audited year to 31/03/2018		<u>Group</u> Unaudited 9 months to 31/12/2018	Unaudited 9 months to 31/12/2017
Rs'000		Rs'000	Rs'000
15,865,114	Hand Protection	12,899,601	12,080,155
12,703,531	Plantations	9,694,710	9,323,853
28,568,645		22,594,311	21,404,008
(83,771)	Inter - segment sales / services	(136,603)	(58,214)
<u>28,484,874</u>		<u>22,457,708</u>	<u>21,345,794</u>

### 7. Industry Segment Results

<u>Group</u> Audited year to 31/03/2018		<u>Group</u> Unaudited 9 months to 31/12/2018	Unaudited 9 months to 31/12/2017
		Rs. '000	Rs. '000
507,481	Hand Protection	695,489	267,862
1,188,235	Plantations	604,257	678,014
1,695,716		1,299,746	945,876
-	Inter - segment results	(71,500)	-
1,695,716	Segment results	1,228,246	945,876
(369,096)	Finance cost	(345,562)	(280,842)
126,866	Finance income	172,475	89,799
(212,992)	Share of loss of equity accounted investee (net of tax)	-	(154,818)
-	Gain on disposal of equity accounted investee	204,653	-
<u>1,240,494</u>	Profit before tax	<u>1,259,812</u>	<u>600,015</u>

# DIPPED PRODUCTS PLC

## Notes to the Financial Statements

### 8. Changes in Accounting policies and Disclosures

The accounting policies adopted in the preparation of the Interim Condensed Consolidated Financial Statements are consistent with those followed in the preparation of the Annual Consolidated Financial Statements for the year ended 31 March 2018, except for the adoption of new standards effective as of 1 April 2018.

The Group applies SLFRS 15 Revenue from Contracts with Customers and SLFRS 9 Financial Instruments for the first time that require restatement of previous Financial Statements. As required by LKAS 34, the nature and effect of these changes are disclosed below.

And for the other amendments and interpretations apply for the first time in 2018 do not have an impact on the Interim Condensed Consolidated Financial Statements of the Group.

#### (a) SLFRS 15 Revenue from Contracts with Customers

SLFRS 15 establishes a five-step model to account for revenue arising from contracts with customers. Under SLFRS 15, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The new revenue standard will supersede all current revenue recognition requirements under SLFRS.

The Group adopted SLFRS 15 using the full retrospective method of adoption. Based on the assessment performed, the Group concluded that SLFRS 15 does not have a material impact on the Group's Consolidated Financial Statements.

#### (b) SLFRS 9 Financial Instruments

SLFRS 9 brings together all three aspects of the accounting for financial instruments project: classification and measurement, impairment and hedge accounting. SLFRS 9 is effective for annual periods beginning on or after 1 January 2018. However, paragraph 7.2.16 of SLFRS 9 permits an entity not to apply the requirements of this Standard to interim periods prior to the date of initial application, if it is impracticable.

Based on the "Statement of Alternative Treatment (SoAT) on the Figures in the Interim Financial Statements" issued by The Institute of Chartered Accountants of Sri Lanka entities are granted with the option to prepare Interim Financial Statements continuing the application of LKAS 39 with disclosures on impact to the Income Statement and Statement of Profit or Loss and Other Comprehensive Income for the period if SLFRS 9 has been applied.

Accordingly, as permitted by the above SoAT, the Group has prepared the Interim Financial Statements for the quarter ended 31st December 2018 based on LKAS 39.

The Company is in the process of application of the hedge accounting requirements in SLFRS 9 and this will allow the Company to reflect its risk management activities in the financial statements by matching gains or losses on hedging instruments with losses or gains on the risk exposures the Company hedged.

## DIPPED PRODUCTS PLC

## INVESTOR INFORMATION

	31/12/2018 Rs.	31/12/2017 Rs.
<b>Market Value of Shares</b>		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Closing price on	85.00	85.00
Highest price recorded for the nine months ending	99.10	125.00
Lowest price recorded for the nine months ending	66.20	75.10
Highest price recorded for the three months ending	99.10	100.00
Lowest price recorded for the three months ending	75.00	82.00
Market Capitalisation (Rs. M)	5,088	5,088
<b>Ratios</b>		
Net assets per share at the period end*	175.21	157.16
Price earnings ratio annualised (times)	4.98	18.22
<b>Share Trading information from 01/04/2018 to 31/12/2018</b>		
Number of transactions	848	1,777
Number of shares traded	1,030,136	1,182,601
Value of shares traded (Rs.)	85,226,419.50	113,477,416.80

**Dividend Payments**

Second interim dividend of Rs. 1.00 per share for the year 2018/2019 paid on 23/01/2019

First interim dividend of Rs 1.50 per share for the year 2018/2019 paid on 22/10/2018

First and final dividend of Rs.3.00 per share for the year 2017/2018 paid on 09/07/2018

\*Computed based on 59,861,512 shares on issue as at 31/12/2018

**First twenty shareholders as at 31/12/2018**

	Shareholder	No.of Shares as at 31/12/2018	%
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	Seylan Bank PLC/Symphony Capital Limited	205,714	0.34
16	Hallsville Trading Group Inc.	204,024	0.34
17	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	Mr.A.H.Esufally	160,000	0.27
	<b>TOTAL</b>	<b>51,390,769</b>	<b>85.85</b>

Public Holding as at 31/12/2018

Percentage of Public Holding 41.82%

Total number of shareholders representing the public holding 2,485

Float - Adjusted Market Capitalization (Rs.) 2,127,897,167.06

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 31/12/2018**

Name of Director	No.of Shares as at 31/12/2018
Mr.A.M.Pandithage	-
Mr.Soon Huat Ng (Appointed w.e.f. 15/10/2018)	-
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 31/12/2018.