

DIPPED PRODUCTS PLC

INTERIM REPORT FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2016

CORPORATE INFORMATION

LEGAL FORM

A Public Limited Company
Incorporated in Sri Lanka in 1976

COMPANY NUMBER

PQ60

DIRECTORS

Mr. A.M. Pandithage - Chairman
Dr. K .I. M. Ranasoma - Managing Director
Mr.D.K.Welmillage - Deputy Managing Director - Resigned
w.e.f.31/07/2016
Mr. F. Mohideen
Mr. K.A.L.S. Fernando - Resigned w.e.f. 16/05/2016
Mr. S.C.Ganegoda
Mr. Dhammika Perera
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. S.M.Shaikh - Alternate Director to Mr. S C Ganegoda from
20/10/2015 and Director from 16/05/2016
Mr.H.S.R.Kariyawasan - Appointed w.e.f 16/05/2016

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
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
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: 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

INCOME STATEMENTS

Group		Group			Group		
Audited year to 31/03/2016 Rs.'000		Unaudited 06 months to 30/09/2016 Rs.'000	Unaudited 06 months to 30/09/2015 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2016 Rs.'000	Unaudited 03 months to 30/09/2015 Rs.'000	Increase/ (Decrease) %
21,931,303	Turnover	11,541,900	10,943,735	5	6,100,534	5,293,025	15
(18,452,976)	Cost of sales	(10,057,291)	(9,371,115)	7	(5,381,886)	(4,594,668)	17
3,478,327	Gross profit	1,484,609	1,572,620	(6)	718,648	698,357	3
240,004	Other income and gains	39,571	68,127	(42)	21,359	40,974	(48)
(577,651)	Distribution costs	(251,174)	(237,917)	6	(101,860)	(115,270)	(12)
(2,269,748)	Administrative expenses	(1,121,818)	(1,078,974)	4	(566,819)	(537,014)	6
(2,975)	Other expenses	(904)	-	-	-	-	-
(346,711)	Finance costs	(169,075)	(166,758)	1	(87,274)	(85,400)	2
126,935	Finance income	32,245	70,337	(54)	11,504	50,169	(77)
	Share of loss of equity						
-	accounted investee (net of tax)	(13,169)	-		(7,818)	-	
648,181	Profit / (loss) before tax	285	227,435	(100)	(12,260)	51,816	(124)
(214,653)	Tax expense	(98,314)	(73,305)	34	(32,014)	(41,716)	(23)
433,528	Profit / (loss) for the period	(98,029)	154,130	(164)	(44,274)	10,100	(538)
	Attributable to :						
304,604	Equity holders of the parent	(21,493)	154,138	(114)	27,257	22,599	21
128,924	Non-controlling interest	(76,536)	(8)	956,600	(71,531)	(12,499)	472
433,528	Profit / (loss) for the period	(98,029)	154,130	(164)	(44,274)	10,100	(538)
5.09	Basic earnings / (loss) per ordinary share for the period (Rs.) *	(0.36)	2.57		0.46	0.38	
5.09	Diluted earnings / (loss) per ordinary share for the period (Rs.) *	(0.36)	2.57		0.46	0.38	
2.00	Dividend per share (Rs)	-	-		-	-	

*Computed based on 59,861,512 ordinary shares on issue as at 30/09/2016

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC

INCOME STATEMENTS

Company	Company			Company			
Audited year to 31/03/2016 Rs.'000	Unaudited 06 months to 30/09/2016 Rs.'000	Unaudited 06 months to 30/09/2015 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2016 Rs.'000	Unaudited 03 months to 30/09/2015 Rs.'000	Increase/ (Decrease) %	
1,685,401	Turnover	909,983	909,302	0	509,148	420,651	21
(1,242,316)	Cost of sales	(683,169)	(646,925)	6	(384,706)	(289,245)	33
443,085	Gross profit	226,814	262,377	(14)	124,442	131,406	(5)
191,942	Other income and gains	45,235	6,863	559	42,104	3,952	965
(25,598)	Distribution costs	(11,543)	(26,825)	(57)	(184)	(14,187)	(99)
(429,976)	Administrative expenses	(213,355)	(209,841)	2	(110,572)	(100,339)	10
-	Other expenses	(904)	-	-	(904)	-	-
15,290	Impairment reversal / (loss) on investment and other amounts due	(86)	-	-	398	-	-
(66,880)	Finance costs	(42,423)	(38,965)	9	(27,233)	(34,165)	(20)
5,001	Finance income	3,231	2,404	34	1,579	(1,851)	(185)
132,864	Profit / (loss) before tax	6,969	(3,987)	(275)	29,630	(15,184)	(295)
5,760	Tax (expense) / release	667	(1,462)	(146)	143	1,116	(87)
138,624	Profit / (loss) for the period	7,636	(5,449)	(240)	29,773	(14,068)	(312)
2.32	Basic earnings / (loss) per ordinary share for the period (Rs.) *	0.13	(0.09)		0.50	(0.24)	
2.32	Diluted earnings / (loss) per ordinary share for the period (Rs.) *	0.13	(0.09)		0.50	(0.24)	
2.00	Dividend per share (Rs)	-	-		-	-	

*Computed based on 59,861,512 ordinary shares on issue as at 30/09/2016

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
OTHER COMPREHENSIVE INCOME

Group	Audited year to 31/03/2016 Rs.'000	Group			Group		
		Unaudited 06 months to 30/09/2016 Rs.'000	Unaudited 06 months to 30/09/2015 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2016 Rs.'000	Unaudited 03 months to 30/09/2015 Rs.'000	Increase/ (Decrease) %
433,528	Profit / (loss) for the period	(98,029)	154,130	(2)	(44,274)	10,100	(5)
	Other comprehensive income						
	<u>Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax)</u>						
11,940	Currency translation of foreign operations	73,528	(110,355)	(2)	17,875	9,233	1
(2)	Net gain/(loss) on available for sale financial assets	5	1	4	1	(2)	(2)
	<u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u>						
(60,800)	Actuarial loss on defined benefit plans	-	-	-	-	-	-
7,505	Tax effect on actuarial gain	-	-	-	-	-	-
(41,357)	Other comprehensive income / (loss) for the period, net of tax	73,533	(110,354)	(2)	17,876	9,231	1
392,171	Total comprehensive income / (loss) for the period, net of tax	(24,496)	43,776	(2)	(26,398)	19,331	(2)
	Attributable to :						
269,538	Equity holders of the parent	35,172	64,957	(0)	44,872	20,082	1
122,633	Non-controlling interest	(59,668)	(21,181)	2	(71,270)	(751)	94
392,171	Total comprehensive income / (loss) for the period, net of tax	(24,496)	43,776	(2)	(26,398)	19,331	(2)

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
OTHER COMPREHENSIVE INCOME

Company	Company			Company		
Audited year to 31/03/2016 Rs.'000	Unaudited 06 months to 30/09/2016 Rs.'000	Unaudited 06 months to 30/09/2015 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2016 Rs.'000	Unaudited 03 months to 30/09/2015 Rs.'000	Increase/ (Decrease) %
138,624	7,636	(5,449)	(2)	29,773	(14,068)	(3)
	Profit / (loss) for the period					
	Other comprehensive income					
	<u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u>					
(45,999)	-	-	-	-	-	-
	Actuarial loss on defined benefit plans					
5,520	-	-	-	-	-	-
	Tax effect on actuarial gain					
(40,479)	-	-	-	-	-	-
	Other comprehensive income / (loss) for the period, net of tax					
98,145	7,636	(5,449)	(2)	29,773	(14,068)	(3)
	Total comprehensive income / (loss) for the period, net of tax					

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

The figures in brackets indicate deductions

DIPPED PRODUCTS PLC
Statements of Financial Position

Group		Company		Group		Company	
Audited as at 31/03/2016 Rs.'000	Audited as at 31/03/2016 Rs.'000	Unaudited as at 30/09/2016 Rs.'000	Unaudited as at 30/09/2016 Rs.'000	Unaudited as at 30/09/2016 Rs.'000	Unaudited as at 30/09/2016 Rs.'000	Unaudited as at 30/09/2016 Rs.'000	Unaudited as at 30/09/2016 Rs.'000
ASSETS							
Non-Current Assets							
Tangible assets							
12,188,554	475,894	12,174,578	13,014,362	459,180		451,045	
59,501	-	58,870	60,132	-		-	
249,059	38,328	246,297	232,942	23,988		42,631	
369,268	281,201	365,730	385,845	278,534		296,909	
342,798	-	346,424	312,238	-		-	
175,201	-	174,657	175,994	-		-	
-	3,147,684	-	-	3,682,546		3,147,684	
260,000	-	246,831	-	-		-	
-	19,789	-	-	40,199		-	
22	-	27	26	-		-	
43,430	20,744	37,297	28,129	21,411		12,995	
<u>13,687,833</u>	<u>3,983,640</u>	<u>13,650,711</u>	<u>14,209,668</u>	<u>4,505,858</u>		<u>3,951,264</u>	
Current Assets							
3,169,682	361,065	3,186,412	3,247,063	359,802		392,201	
3,566,017	767,916	4,240,132	3,748,264	550,551		435,648	
301,423	89,433	198,724	296,889	50,817		70,860	
-	501,123	-	-	312,472		1,180,805	
337,958	46,458	346,119	356,229	32,396		32,196	
7,375,080	1,765,995	7,971,387	7,648,445	1,306,038		2,111,710	
<u>21,062,913</u>	<u>5,749,635</u>	<u>21,622,098</u>	<u>21,858,113</u>	<u>5,811,896</u>		<u>6,062,974</u>	
Total assets							
EQUITY AND LIABILITIES							
Equity							
598,615	598,615	598,615	598,615	598,615		598,615	
450,164	195,128	453,416	450,164	195,128		195,128	
14	-	18	17	-		-	
6,846,945	2,467,722	6,636,529	6,820,221	2,355,635		2,362,005	
7,895,738	3,261,465	7,688,578	7,869,017	3,149,378		3,155,748	
2,379,327	-	1,900,791	2,425,794	-		-	
<u>10,275,065</u>	<u>3,261,465</u>	<u>9,589,369</u>	<u>10,294,811</u>	<u>3,149,378</u>		<u>3,155,748</u>	
Equity attributable to equity holders of the parent							
Non-current liabilities							
2,085,929	-	2,431,517	1,971,357	-		-	
673,864	-	677,111	651,350	-		-	
2,632,694	380,492	2,678,044	2,596,100	342,542		335,805	
52,563	-	56,392	48,725	-		-	
565,781	-	550,459	490,509	-		-	
<u>6,010,831</u>	<u>380,492</u>	<u>6,393,523</u>	<u>5,758,041</u>	<u>342,542</u>		<u>335,805</u>	
Current liabilities							
2,486,355	305,472	2,651,846	2,425,146	361,711		243,239	
7,594	7,594	7,132	7,074	7,132		7,074	
1,891,334	295,234	2,386,154	3,130,315	747,125		1,012,091	
372,523	-	573,461	216,180	-		-	
-	1,499,378	-	-	1,204,008		1,309,017	
19,211	-	20,613	26,546	-		-	
<u>4,777,017</u>	<u>2,107,678</u>	<u>5,639,206</u>	<u>5,805,261</u>	<u>2,319,976</u>		<u>2,571,421</u>	
<u>10,787,848</u>	<u>2,488,170</u>	<u>21,622,098</u>	<u>21,858,113</u>	<u>5,811,896</u>		<u>6,062,974</u>	
<u>21,062,913</u>	<u>5,749,635</u>	<u>21,622,098</u>	<u>21,858,113</u>	<u>5,811,896</u>		<u>6,062,974</u>	
Total liabilities and liabilities							

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.

The Financial Position as at 30/09/2016, and Income Statements, Statement of Changes in Equity and Statements of Cash Flow for the six 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

28/10/2016

sgd.

Dr. K.I.M. Ranasoma
 Managing Director

DIPPED PRODUCTS PLC
STATEMENTS OF CHANGES IN EQUITY

Group
For the period ended 30/09/2016

	-----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		Available-for-sale Reserve	General Reserve	Timber Reserve	Retained Earnings			
	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 01/04/2016	598,615	167,409	239,927	42,828	14	1,190,950	130,955	5,319,586	205,454	7,895,738	2,379,327	10,275,065
Profit / (loss) for the period	-	-	-	-	-	-	-	(21,493)	-	(21,493)	(76,536)	(98,029)
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	56,661	56,661	16,867	73,528
Net change in fair value of available-for-sale financial assets	-	-	-	-	4	-	-	-	-	4	1	5
Total other comprehensive income	-	-	-	-	4	-	-	-	56,661	56,665	16,868	73,533
Total comprehensive income / (loss) for the period	-	-	-	-	4	-	-	(21,493)	56,661	35,172	(59,668)	(24,496)
Dividends	-	-	-	-	-	-	-	(119,723)	-	(119,723)	(6,615)	(126,338)
Acquisition of non-controlling interest with a change in control	-	-	-	-	-	-	-	(122,609)	-	(122,609)	(412,253)	(534,862)
Transfer to Legal reserve	-	-	-	3,252	-	-	-	(3,252)	-	-	-	-
As at 30/09/2016	598,615	167,409	239,927	46,080	18	1,190,950	130,955	5,052,509	262,115	7,688,578	1,900,791	9,589,369

For the period ended 30/09/2015

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 / (loss) for the period	-	-	-	-	-	-	-	154,138	-	154,138	(8)	154,130
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	(89,182)	(89,182)	(21,173)	(110,355)
Net change in fair value of available-for-sale financial assets	-	-	-	-	1	-	-	-	-	1	-	1
Total other comprehensive income / (loss)	-	-	-	-	1	-	-	-	(89,182)	(89,181)	(21,173)	(110,354)
Total comprehensive income / (loss) for the period	-	-	-	-	1	-	-	154,138	(89,182)	64,957	(21,181)	43,776
Dividends	-	-	-	-	-	-	-	(239,446)	-	(239,446)	(38,526)	(277,972)
Transfer to Legal reserve	-	-	-	5,833	-	-	-	(5,833)	-	-	-	-
As at 30/09/2015	598,615	167,409	239,927	42,828	17	1,190,950	113,919	5,408,802	106,550	7,869,017	2,425,794	10,294,811

Company

For the period ended 30/09/2016

	Stated Capital	Capital Reserves	Revenue Reserves		Total	
			Revaluation Reserve	Capital Redemption Reserve Fund		Retained Earnings
As at 01/04/2016	598,615	194,948	180	2,467,722	3,261,465	
Profit for the period	-	-	-	7,636	7,636	
Dividends	-	-	-	(119,723)	(119,723)	
As at 30/09/2016	598,615	194,948	180	2,355,635	3,149,378	
For the period ended 30/09/2015						
As at 01/04/2015	598,615	194,948	180	2,606,900	3,400,643	
Profit for the period	-	-	-	(5,449)	(5,449)	
Dividends	-	-	-	(239,446)	(239,446)	
As at 30/09/2015	598,615	194,948	180	2,362,005	3,155,748	

The notes to the financial statements on pages from 9 to 10 form an integral part of the financial statements.
The figures in brackets indicate deductions.

DIPPED PRODUCTS PLC CASH FLOW STATEMENTS

Group		Company		Group		Company	
Audited year to 31/03/2016 Rs.'000	Audited year to 31/03/2016 Rs.'000	Unaudited 06 months to 30/09/2016 Rs.'000	Unaudited 06 months to 30/09/2015 Rs.'000	Unaudited 06 months to 30/09/2016 Rs.'000	Unaudited 06 months to 30/09/2015 Rs.'000	Unaudited 06 months to 30/09/2016 Rs.'000	Unaudited 06 months to 30/09/2015 Rs.'000
Cash flows from operating activities							
3,083,238	664,960	411,014	1,274,643	328,365	(106,035)		
(234,314)	(29,068)	(156,177)	(112,127)	(42,423)	(11,142)		
(188,961)	(500)	(55,202)	(62,634)	(2,518)	(500)		
(179,983)	-	-	-	-	-		
(220,900)	(25,240)	(170,951)	(97,103)	(59,369)	(10,767)		
(3,042)	-	(123)	(683)	-	-		
<u>2,256,038</u>	<u>610,152</u>	<u>28,561</u>	<u>1,002,096</u>	<u>224,055</u>	<u>(128,444)</u>		
Cash flows from investing activities							
(2,751,586)	(64,325)	(393,510)	(1,413,810)	(14,885)	(13,245)		
(68,206)	-	(17,981)	(25,923)	-	(7,710)		
64,287	-	13,544	24,039	-	-		
28,928	7,347	15,048	11,942	4,103	2,340		
12,923	12,923	-	-	-	-		
(7,511)	-	(3,626)	(4,761)	-	-		
(110,000)	-	-	-	-	-		
-	-	-	-	(534,862)	-		
7,174	814	3,947	3,549	821	2,404		
-	41,910	-	-	-	-		
(128,563)	-	(541,477)	(38,526)	-	-		
<u>(2,952,554)</u>	<u>(1,331)</u>	<u>(924,055)</u>	<u>(1,443,490)</u>	<u>(544,823)</u>	<u>(16,211)</u>		
Cash flows from financing activities							
2,571,093	-	696,802	790,207	-	-		
(578,913)	-	(166,789)	(281,132)	-	-		
-	(25,000)	-	-	(25,000)	-		
(1,953)	-	(993)	(3,152)	-	-		
(416,251)	(416,251)	(120,185)	(418,894)	(120,185)	(418,894)		
<u>1,573,976</u>	<u>(441,251)</u>	<u>408,835</u>	<u>87,029</u>	<u>(145,185)</u>	<u>(418,894)</u>		
877,460	167,570	(486,659)	(354,365)	(465,953)	(563,549)		
(11,115)	-	-	-	-	-		
<u>(2,419,721)</u>	<u>(416,346)</u>	<u>(1,553,376)</u>	<u>(2,419,721)</u>	<u>(248,776)</u>	<u>(416,346)</u>		
<u>(1,553,376)</u>	<u>(248,776)</u>	<u>(2,040,035)</u>	<u>(2,774,086)</u>	<u>(714,729)</u>	<u>(979,895)</u>		
A							
Cash generated from operations							
648,181	132,864	285	227,435	6,969	(3,987)		
Adjustments for:							
234,314	29,068	156,176	112,127	42,423	11,142		
-	-	13,169	-	-	-		
(27,810)	-	-	-	-	-		
(45,664)	-	-	-	-	-		
819,947	51,592	443,779	384,404	26,592	24,062		
1,261	-	631	630	-	-		
7,544	5,805	3,538	3,890	2,667	3,020		
33,258	4,258	(15,069)	7,092	1,263	2,243		
-	-	35,812	-	870	-		
1,299	-	544	664	-	-		
158	-	-	-	-	-		
(24,779)	(7,347)	(5,651)	(10,028)	904	(1,041)		
(35,398)	-	(10,297)	(17,664)	-	-		
(23,363)	1,227	6,682	(980)	(28)	-		
344,001	38,943	214,535	235,240	21,419	25,782		
5,008	-	2,521	1,533	-	-		
-	(15,290)	-	-	86	-		
52,569	16,490	(35,754)	(10,750)	1,040	2,990		
(7,174)	(177,511)	(3,947)	(3,549)	(3,016)	(145)		
30,232	-	46,996	(41,208)	-	-		
<u>2,013,584</u>	<u>80,099</u>	<u>853,950</u>	<u>888,836</u>	<u>101,189</u>	<u>64,066</u>		
659,317	417,267	(730,150)	424,891	417,456	37,212		
6,470	(45,828)	102,699	9,742	38,616	(27,255)		
395,685	(7,363)	19,024	401,177	223	(24,999)		
8,182	220,785	165,491	(450,003)	(229,119)	(155,059)		
<u>1,069,654</u>	<u>584,861</u>	<u>(442,936)</u>	<u>385,807</u>	<u>227,176</u>	<u>(170,101)</u>		
<u>3,083,238</u>	<u>664,960</u>	<u>411,014</u>	<u>1,274,643</u>	<u>328,365</u>	<u>(106,035)</u>		
B							
Analysis of cash & cash equivalents at end of the period							
284,590	46,458	230,695	313,813	32,396	32,196		
53,368	-	115,424	42,416	-	-		
(1,891,334)	(295,234)	(2,386,154)	(3,130,315)	(747,125)	(1,012,091)		
<u>(1,553,376)</u>	<u>(248,776)</u>	<u>(2,040,035)</u>	<u>(2,774,086)</u>	<u>(714,729)</u>	<u>(979,895)</u>		

The notes to the financial statements on pages from 9 to 10 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 31/03/2016.
3. ICOGUANTI S.p.A which was a 60% owned subsidiary of Dipped Products PLC became a wholly owned subsidiary, with Euro 3.245Mn (Rs.535Mn) investment in May 2016.
4. In accordance with the Collective Agreement between the Employers' Federation of Ceylon and Plantation sector Trade Unions, the daily basic wage has been increased from Rs.450/- to Rs.500/- with effect from 15/10/2016.
5. 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.
6. 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 31/03/2016.
7. Where necessary, comparative figures have been re-stated to conform with SLFRS/LKAS.

8. Industry Segment Turnover

<u>Group</u> Audited year to 31/03/2016		<u>Group</u> Unaudited 6 months to 30/09/2016	Unaudited 6 months to 30/09/2015
Rs'000		Rs'000	Rs'000
12,728,466	Hand Protection	7,041,452	6,186,814
9,503,326	Plantations	4,568,842	4,975,570
22,231,792		11,610,294	11,162,384
(300,489)	Inter - segment sales / services	(68,394)	(218,649)
<u>21,931,303</u>		<u>11,541,900</u>	<u>10,943,735</u>

9. Industry Segment Results

<u>Group</u> Audited year to 31/03/2016		<u>Group</u> Unaudited 6 months to 30/09/2016	Unaudited 6 months to 30/09/2015
		Rs. '000	Rs. '000
597,032	Hand Protection	442,389	356,157
325,925	Plantations	(292,105)	(32,301)
922,957		150,284	323,856
(55,000)	Inter - segment results	-	-
867,957	Segment results	150,284	323,856
(346,711)	Finance cost	(169,075)	(166,758)
126,935	Finance income	32,245	70,337
-	Share of loss of equity accounted investee (net of tax)	(13,169)	-
<u>648,181</u>	Profit before tax	<u>285</u>	<u>227,435</u>

DIPPED PRODUCTS PLC

INVESTOR INFORMATION

	30/09/2016 Rs.	30/09/2015 Rs.
Market Value of Shares		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Closing price on	89.00	138.00
Highest price recorded for the six months ending	103.00	165.00
Lowest price recorded for the six months ending	73.50	136.00
Highest price recorded for the three months ending	97.90	165.00
Lowest price recorded for the three months ending	84.50	136.00
Market Capitalisation (Rs. M)	5,328	8,261
Ratios		
Net assets per share at the period end*	128.44	131.45
Price earnings ratio annualised (times)	Negative	26.8
Share Trading information from 01/04/2016 to 30/09/2016		
Number of transactions	1,437	1,963
Number of shares traded	1,449,837	3,317,043
Value of shares traded (Rs.)	134,093,599.90	485,251,331.10

Dividend Payments

First & final dividend 2015/16 - Rs.2.00 per share paid on 08/07/2016

*Computed based on 59,861,512 shares on issue as at 30/09/2016

First twenty shareholders as at 30/09/2016

	Shareholder	No. of Shares as at 30/09/2016	%
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.Jayanntha	415,000	0.69
10	Renuka Properties Limited	324,934	0.54
11	Mr.H.A.Pieris	312,797	0.52
12	HSBC International Nominees Ltd-SSBT Deutsche Bank AG Singapore A/C No.01	265,044	0.44
13	Mr.A.M.Weerasinghe	250,000	0.42
14	Mr. N. G. Wickremeratne	246,224	0.41
15	Akbar Brothers (Pvt) Ltd A/C No.1	233,771	0.39
16	Mr.M.Mahibalan	226,371	0.38
17	Hallsville Trading Group Inc.	204,024	0.34
18	Commercial Bank of Ceylon PLC A/C No. 04	200,000	0.33
19	Mr.S.Krishnananthan	163,044	0.27
20	Seylan Bank PLC / L.C.R.Pathirana	155,549	0.26
	TOTAL	51,471,975	85.99

The percentage of shares held by public as per Colombo Stock Exchange Rules as at 30/09/2016 was 41.82%.

Total number of shareholders representing the public holding as at 30/09/2016 was 2,410.

Directors' shareholding as at 30/09/2016

Name of Director	No. of Shares as at 30/09/2016
Mr.A.M.Pandithage	-
Dr.K.I.M.Ranasoma - Managing Director	300
Mr.F.Mohideen	-
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	6,100
Ms.Y. Bhaskaran (Alternate Director to Mr.Dhammika Perera)	-
Mr.K.D.G.Gunaratne	-
Mr.S.M.Shaikh	-
Mr.H.S.R.Kariyawasan & K.H.S.Kariyawasan - 2,500	82,486
Mr.H.S.R.Kariyawasan & H.B.Kariyawasan - 79,986	82,486
Total	104,412

*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 30/09/2016.