



**Established in 1939**

**CEYLON LEATHER PRODUCTS PLC  
INTERIM FINANCIAL STATEMENTS  
Six Months Ended 30 September 2016**

**Ceylon Leather Products PLC**  
**Statement of Financial Position**

30 September 2016

<b>GROUP</b>		<b>COMPANY</b>	<b>GROUP</b>		<b>COMPANY</b>	
31-Mar-16	31-Mar-16		30-Sep-16	30-Sep-15	30-Sep-16	30-Sep-15
Audited	Audited		Unaudited	Unaudited	Unaudited	Unaudited
Rs' 000	Rs' 000		Rs' 000.	Rs' 000.	Rs' 000.	Rs' 000.
<b>ASSETS</b>						
<b>Non-Current Assets</b>						
3,462,335	1,166,487	Property, Plant & Equipment	<b>3,446,337</b>	2,822,917	<b>1,182,486</b>	986,485
25,033	-	Pre Paid Lease Rental	<b>24,912</b>	25,154	-	-
27,146	1,657	Intangible Assets	<b>26,824</b>	27,468	<b>1,336</b>	1,979
-	856,549	Investment in Subsidiaries	-	-	<b>856,549</b>	856,549
-	-	Loans & Receivables	-	108,335	-	108,335
-	-	Available for sale of Financial Assets	-	60,608	-	60,608
-	-	Other Investments	-	88,560	-	-
7,015	-	Deferred Tax Asset	<b>6,831</b>	6,928	-	-
<b>3,521,529</b>	<b>2,024,693</b>		<b>3,504,904</b>	<b>3,139,971</b>	<b>2,040,370</b>	<b>2,013,955</b>
<b>Current Assets</b>						
1,819,403	500,669	Inventories	<b>2,172,557</b>	1,848,230	<b>443,300</b>	456,071
1,035,030	323,785	Trade and Other Receivables	<b>1,062,892</b>	1,136,167	<b>199,738</b>	371,704
479,449	108,404	Loans & Receivables	<b>108,404</b>	-	<b>108,404</b>	-
9,382	419	Income Tax Refunds due	<b>1,240</b>	484	<b>419</b>	419
-	-	Short Term Investments	<b>63,147</b>	118	-	118
183,013	110,235	Cash and Cash Equivalents	<b>307,521</b>	840,652	<b>105,352</b>	128,405
<b>3,526,277</b>	<b>1,043,512</b>		<b>3,715,761</b>	<b>3,825,651</b>	<b>857,212</b>	<b>956,716</b>
<b>7,047,806</b>	<b>3,068,205</b>	<b>Total Assets</b>	<b>7,220,665</b>	<b>6,965,622</b>	<b>2,897,582</b>	<b>2,970,672</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Capital and Reserves</b>						
1,979,380	1,979,380	Stated Capital	<b>1,979,380</b>	1,979,380	<b>1,979,380</b>	1,979,380
886,917	857,450	Reserves	<b>886,917</b>	705,403	<b>857,450</b>	675,936
671,743	(446,360)	Retained earnings	<b>575,303</b>	660,097	<b>(378,206)</b>	(250,985)
3,538,040	2,390,470	Equity attributable to Shareholders of Parent	<b>3,441,600</b>	3,344,880	<b>2,458,624</b>	2,404,331
165,447	-	Non Controlling Interest	<b>391,938</b>	156,546	-	-
<b>3,703,487</b>	<b>2,390,470</b>	<b>Total Equity</b>	<b>3,833,538</b>	<b>3,501,426</b>	<b>2,458,624</b>	<b>2,404,331</b>
<b>Non-Current Liabilities</b>						
128,730	26,625	Interest Bearing Loans & Borrowings	<b>578,074</b>	219,517	-	101,364
112,539	55,011	Defined Benefit Liability	<b>115,207</b>	93,827	<b>54,384</b>	50,658
200,864	60,023	Deferred Tax Liability	<b>200,864</b>	226,919	<b>60,023</b>	98,663
<b>442,133</b>	<b>141,660</b>		<b>894,145</b>	<b>540,263</b>	<b>114,408</b>	<b>250,685</b>
<b>Current Liabilities</b>						
1,040,573	93,915	Trade and Other Payables	<b>1,224,926</b>	1,190,975	<b>113,048</b>	71,071
-	-	Income Tax Liabilities	<b>21,211</b>	21,212	-	-
1,861,613	442,160	Interest Bearing Loans & Borrowings	<b>1,246,846</b>	1,711,746	<b>211,502</b>	244,585
<b>2,902,186</b>	<b>536,075</b>		<b>2,492,983</b>	<b>2,923,933</b>	<b>324,550</b>	<b>315,656</b>
<b>7,047,806</b>	<b>3,068,205</b>	<b>Total Equity and Liabilities</b>	<b>7,220,665</b>	<b>6,965,622</b>	<b>2,897,582</b>	<b>2,970,672</b>
103.35	69.83	Net Assets Per share (Rs.)	<b>100.53</b>	97.71	<b>71.82</b>	70.23

The above figures are provisional and subject to audit

I certify that the financial statements comply with the requirements of the Companies Act No. 07 of 2007.

Sgd.

Madushan Zoysa  
Manager Finance

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed for and on behalf of the board by:

Sgd.

Neville Peiris  
Chairman

Sgd.

A.G.Weerasinghe  
Director

25 October 2016

**Ceylon Leather Products PLC**  
**Statement of Profit or Loss**

For Six Months Ended 30 September 2016

	GROUP			COMPANY			GROUP			COMPANY		
	Quarter Ended		Variance	Quarter Ended		Variance	Six Months Ended		Variance	Six Months Ended		Variance
	30-Sep-16 Rs' 000.	30-Sep-15 Rs' 000.	%	30-Sep-16 Rs' 000.	30-Sep-15 Rs' 000.	%	30-Sep-16 Rs' 000.	30-Sep-15 Rs' 000.	%	30-Sep-16 Rs' 000.	30-Sep-15 Rs' 000.	%
<b>Continuing Operations</b>												
Revenue (Gross)	2,570,445	1,916,604	34%	445,029	182,516	144%	4,498,848	3,429,214	31%	878,281	254,869	245%
Less - Taxes	(51,089)	(19,241)	166%	(50,288)	(19,015)	164%	(110,227)	(26,301)	319%	(106,995)	(25,817)	314%
<b>Revenue - Net</b>	<b>2,519,356</b>	<b>1,897,363</b>	<b>33%</b>	<b>394,741</b>	<b>163,501</b>	<b>141%</b>	<b>4,388,621</b>	<b>3,402,913</b>	<b>29%</b>	<b>771,286</b>	<b>229,052</b>	<b>237%</b>
Cost of Sales	(2,104,531)	(1,656,529)	27%	(326,980)	(179,781)	82%	(3,726,150)	(2,956,492)	26%	(658,833)	(274,781)	140%
Gross Profit/(Loss)	414,825	240,834	72%	67,761	(16,280)	-516%	662,471	446,421	48%	112,452	(45,729)	-346%
Other Operating Income (Note 06)	7,543	40,397	-81%	63,285	24,582	157%	19,202	46,590	-59%	64,459	25,894	149%
Selling & Distribution Costs	(52,315)	(34,083)	53%	(39,184)	(20,151)	94%	(71,940)	(54,368)	32%	(47,509)	(30,474)	56%
Administrative Expenses	(150,320)	(108,217)	39%	(28,683)	(23,162)	24%	(279,134)	(212,381)	31%	(55,699)	(46,105)	21%
Other Expenses	(59,058)	(38,250)	54%	-	(8,105)	-100%	(68,204)	(68,147)	0%	-	(19,639)	-100%
Finance Cost	(37,354)	(35,505)	5%	(9,139)	(4,827)	89%	(79,746)	(62,906)	27%	(18,056)	(8,281)	118%
Exchange Loss	647	(56,813)	-101%	-	-	0%	(21,154)	(60,092)	-65%	-	-	0%
Finance Income	9,385	13,653	-31%	6,979	2,922	139%	20,037	25,707	-22%	12,507	11,224	11%
<b>Profit/(Loss) before Tax</b>	<b>133,353</b>	<b>22,015</b>	<b>506%</b>	<b>61,019</b>	<b>(45,022)</b>	<b>-236%</b>	<b>181,532</b>	<b>60,824</b>	<b>198%</b>	<b>68,154</b>	<b>(113,109)</b>	<b>-160%</b>
Income Tax Expense	(24,992)	(11,381)	120%	-	-	0%	(32,087)	(23,037)	39%	-	-	0
<b>Profit/(Loss) from Continuing Operation</b>	<b>108,361</b>	<b>10,634</b>	<b>919%</b>	<b>61,019</b>	<b>(45,022)</b>	<b>-236%</b>	<b>149,445</b>	<b>37,787</b>	<b>295%</b>	<b>68,154</b>	<b>(113,109)</b>	<b>-160%</b>
<b>Discontinuing Operations</b>												
Results from Discontinuing Operation - Net of Tax - (Note 18)	(1,867)	(62,771)		-	-		(2,606)	(96,067)		-	-	
<b>Profit/(Loss) for the period</b>	<b>106,494</b>	<b>(52,137)</b>		<b>-</b>	<b>-</b>		<b>146,838</b>	<b>(58,279)</b>		<b>68,154</b>	<b>(113,109)</b>	
<b>Attributable to</b>												
Equity Holders of the Parent	85,690	(42,315)	-303%	61,019	(45,022)	-236%	121,150	(51,366)	-336%	-	(113,109)	-100%
Non Controlling Interest	20,803	(9,822)	-312%	-	-	0%	25,688	(6,914)	-472%	-	-	0%
	106,494	(52,137)	-304%	61,019	(45,022)	-236%	146,838	(58,279)	-352%	68,154	(113,109)	-160%
<b>Earnings Per share - Rs.</b>	<b>2.50</b>	<b>(1.24)</b>	<b>-303%</b>				<b>3.54</b>	<b>(1.50)</b>	<b>-336%</b>			

The above figures are provisional and subject to audit

**Ceylon Leather Products PLC**  
**Statement of Comprehensive Income**

	GROUP			COMPANY			GROUP			COMPANY		
	Quarter Ended		Variance	Quarter Ended		Variance	Six Months Ended		Variance	Six Months Ended		Variance
	30-Sep-16 Rs' 000.	30 Sep 15 Rs' 000.	%	30-Sep-16 Rs' 000.	30 Sep 15 Rs' 000.	%	30-Sep-16 Rs' 000.	30 Sep 15 Rs' 000.	%	30-Sep-16 Rs' 000.	30 Sep 15 Rs' 000.	%
<b>Profit for the period</b>	106,494	(52,137)	0%	61,019	(45,022)	-236%	<b>146,838</b>	(58,279)	-352%	<b>68,154</b>	(113,109)	-160%
<b>Other comprehensive Income</b>												
Change in Fair Value - AFS Assets	-	(1,200)	-100%	-	(1,200)	-100%	-	(6,601)	-100%	-	(6,601)	-100%
<b>Total Other Comprehensive Income to be reclassified to Profit or Loss in Subsequent Periods.</b>	106,494	(53,337)	-300%	61,019	(46,222)	-232%	<b>146,838</b>	(64,880)	-326%	<b>68,154</b>	(119,710)	-157%
<b>Total Other Comprehensive Income Not to be reclassified to Profit or Loss in Subsequent Periods.</b>	-	-		-	-		-	-		-	-	
<b>Total comprehensive Income Net of Tax</b>	106,494	(53,337)	-300%	61,019	(46,222)	-232%	<b>146,838</b>	(64,880)	-326%	<b>68,154</b>	(119,710)	-157%
Attributable to :												
Equity Holders of the Parent	106,494	(43,515)	-345%	61,019	-		<b>121,150</b>	(57,966)	-309%	<b>68,154</b>	(119,710)	-157%
Non Controlling Interests	-	(9,822)	-100%	-	-		<b>25,688</b>	(6,914)	-472%	-	-	
	106,494	(53,337)	-300%	61,019	-		<b>146,838</b>	(64,880)	-326%	<b>68,154</b>	(119,710)	-157%

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## Ceylon Leather Products PLC

### Cash Flow Statements

	GROUP		COMPANY	
	Six Months Ended		Six Months Ended	
	30-Sep-16	30 Sep 15	30-Sep-16	30 Sep 15
	Rs' 000.	Rs' 000.	Rs' 000.	Rs' 000.
<b>Cash Flows From / (Used in) Operating Activities</b>				
Net profit before Income Tax Expense	181,532	60,824	68,154	(113,109)
Adjustments for				
Depreciation	100,271	84,915	21,600	22,800
Results of Discontinuing Business	(2,606)	(96,067)	-	-
Income from Investments	(20,037)	(25,707)	(12,507)	(11,224)
Provision for impairment	-	-	-	11,526
Provision for Stocks	-	54,362	-	25,086
Provision for default VAT	-	8,078	-	8,078
Finance Costs	79,746	62,906	18,056	8,281
Provision for Debtors	1,227	-	1,227	-
(Profit) / Loss on Sale of Fixed Assets	-	29	-	29
Fall in Value of Investment - Provision/(Reversal)	-	5	-	5
Provision for Defined Benefit Plans	8,440	6,897	4,840	4,253
Amortization of Intangible Assets	442	464	322	322
Operating Profit/(Loss) before Working Capital Changes	349,014	156,706	101,692	(43,953)
(Increase)/ Decrease in Inventories	(353,154)	(294,715)	57,370	(45,394)
(Increase)/ Decrease in Trade and Other Receivables	(29,088)	(125,459)	122,820	(82,664)
Increase /(Decrease) in Trade and Other Payables	184,353	199,842	19,133	(13,131)
Cash Generated from Operations	151,125	(63,626)	301,015	(185,142)
Finance Costs	(79,746)	(62,906)	(18,056)	(8,281)
Defined Benefit Plan Costs	(5,772)	(12,021)	(5,467)	(2,300)
Income tax	(2,551)	(52,639)	-	-
Net Cash From/(Used in) Operating Activities	63,056	(191,192)	277,491	(195,723)
<b>Cash Flows from / (Used in) Investing Activities</b>				
Other Investments	-	(702)	-	-
Acquisition of Property, Plant & Equipment	(84,273)	(408,992)	(37,598)	(6,759)
Proceeds from sale of Investments	371,045	2,336	-	2,336
Proceeds from sale of Short Term Investments	(63,147)	-	-	-
Proceeds from sale of Fixed Assets	-	29	-	29
Interest Received	20,037	25,707	12,507	11,271
Net Cash Flows from/(Used in) Investing Activities	243,663	(381,622)	(25,091)	6,877
<b>Cash Flows from (Used in) Financing Activities</b>				
Dividend Paid	(16,787)	(5,633)	-	-
Proceeds from Issue of shares (Warrant Conversion)	-	1	-	1
Expenses on Issue of Shares	-	(157)	-	(157)
Proceeds/ (Repayment) of Interest Bearing Borrowings (Net)	449,344	124,271	(246,105)	66,269
Net Cash Proceeds from Current Interest Bearing Borrowings	(511,411)	563,738	(26,624)	122,982
Principal Payment under Finance Lease Liabilities	-	(1,543)	-	(1,543)
Net Cash Flows from/(Used in) Financing Activities	(78,855)	680,677	(272,730)	187,552
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	227,864	107,863	(20,329)	(1,294)
Cash and Cash Equivalents at the beginning of the period	16,301	651,613	80,788	89,237
<b>Cash and Cash Equivalents at the end of the period</b>	244,165	759,476	60,459	87,943
<b>Components of Cash &amp; Cash Equivalents</b>				
Cash & Bank Balances	207,521	382,741	5,352	10,905
Fixed & Call Deposits	100,000	457,910	100,000	117,500
Bank Overdrafts	(63,357)	(81,175)	(44,893)	(40,462)
<b>Total Cash Equivalents for the purpose of Cash Flow Statement</b>	244,165	759,476	60,459	87,943

The above figures are provisional and subject to audit.

**Ceylon Leather Products PLC**  
**Statements of Changes in Equity**  
(Figures in Rs. '000)

GROUP	Attributable to Equity Holders of Parent				Total	Non-Controlling Interest	Total
	Stated Capital	Revaluation Reserve	AFS Assets Reserve	Retained Earnings			
<b>Balance as at 01 April 2016</b>	1,979,380	886,917	-	671,743	3,538,040	165,447	<b>3,703,487</b>
Net Profit/(Loss) for the Period	-	-	-	121,150	121,150	25,688	<b>146,838</b>
Other Comprehensive Income	-	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	(16,787)	<b>(16,787)</b>
Conversion of Preference Shares	-	-	-	(217,590)	(217,590)	217,590	-
<b>Balance as at 30 September 2016</b>	<u>1,979,380</u>	<u>886,917</u>	-	<u>575,303</u>	<u>3,441,600</u>	<u>391,938</u>	<b><u>3,833,538</u></b>
COMPANY	Stated Capital	Revaluation Reserve	AFS Assets Reserve	Accumulated Profit	Total		
<b>Balance as at 01 April 2016</b>	1,979,380	857,450	-	(446,360)	<b>2,390,470</b>		
Net Profit/(Loss) for the Period	-	-	-	68,154	<b>68,154</b>		
Other Comprehensive Income	-	-	-	-	-		
Issue of Shares	-	-	-	-	-		
Warrant Conversion Cost	-	-	-	-	-		
<b>Balance as at 30 September 2016</b>	<u>1,979,380</u>	<u>857,450</u>	-	<u>(378,206)</u>	<b><u>2,458,624</u></b>		

The above figures are provisional and subject to audit.

**Ceylon Leather Products PLC**  
**Statements of Changes in Equity**

(Figures in Rs. '000)

GROUP	Attributable to Equity Holders of Parent				Total	Non-Controlling Interest	Total
	Stated Capital	Revaluation Reserve	AFS Assets Reserve	Accumulated Profit			
<b>Balance as at 01 April 2015</b>	1,979,379	697,443	14,561	711,619	3,403,002	169,093	3,572,095
Net Profit For the period	-	-	-	(51,366)	(51,366)	(6,914)	(58,280)
Other Comprehensive Income	-	-	(6,601)	-	(6,601)	-	(6,601)
Issue of Shares	1	-	-	-	1	-	1
Warrant Conversion Cost	-	-	-	(157)	(157)	-	(157)
Dividend Paid	-	-	-	-	-	(5,633)	(5,633)
<b>Balance as at 30 September 2015</b>	<u>1,979,380</u>	<u>697,443</u>	<u>7,960</u>	<u>660,097</u>	<u>3,344,880</u>	<u>156,546</u>	<u>3,501,426</u>

**COMPANY**

	Attributable to Equity Holders of Parent				Total
	Stated Capital	Revaluation Reserve	AFS Assets Reserve	Accumulated Profit	
<b>Balance as at 01 April 2015</b>	1,979,379	667,976	14,561	(137,719)	2,524,196
Net Profit For the period	-	-	-	(113,109)	(113,109)
Other Comprehensive Income	-	-	(6,601)	-	(6,601)
Issue of Shares	1	-	-	-	1
Warrant Conversion Cost	-	-	-	(157)	(157)
<b>Balance as at 30 September 2015</b>	<u>1,979,380</u>	<u>667,976</u>	<u>7,960</u>	<u>(250,985)</u>	<u>2,404,331</u>

The above figures are provisional and subject to audit.

**Ceylon Leather Products PLC**  
**Additional Notes to the Interim Financial Statements**  
**For the Six Months Ended 30 September 2016**

**1 General Information**

Ceylon Leather Products PLC is a public Limited Company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange (Company Registration No. - PQ 99). Ordinary Shares of the Company are listed on the Colombo Stock Exchange. The address of its registered office is 64, Belummahara, Mudungoda. Principal activities of the Company during the period under review were manufacturing and selling of Leather, Leather Footwear, and Leather Goods.

**2 Interim Condensed Financial Statements**

These unaudited interim condensed financial statements includes the "Company" referring to Ceylon Leather Products PLC., as the holding Company and "the Group" referring to the companies whose accounts have been consolidated therein : Ceylon Leather Products Distributors (Pvt) Ltd., South Asia Textiles Industries Lanka (Pvt) Ltd., and Palla & Company (Pvt) Ltd.

These financial statements have been approved for issue by the Board of Directors on 25 October 2016.

**3 Basis of Preparation**

The condensed interim financial statements have been prepared in compliance with Sri Lanka Accounting Standard (LKAS) 34 - Interim Financial Reporting. These interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2016, which have been prepared in accordance with SLFRSs.

The figures of previous year have been restated and/or reclassified in conformity with those presented in the annual financial statements for year ending 31 March 2016, which have been prepared in accordance with SLFRS, and to be comparable with those of the current year's presentation.

All figures are presented in Sri Lankan Rupees (Rs.) and all values are rounded to nearest thousand except when otherwise indicated.

**4 Accounting Policies**

The accounting policies adopted are consistent with those of the previous financial year, as reported in the annual financial statements for year ending 31 March 2016.

**5 Events Occurring after the Reporting Period**

No circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the Financial Statements.

**6 Other Operating Income**

Other Operating income of the Company includes Dividend received from South Asia Textile Lanka Ltd amounting to Rs. 62Mn.

**7 Other Expenses**

Other expenses of the Group include provisions made by South Asia Textiles Limited for potential liabilities amounting to Rs. 62 Mn.

**8 Contingencies, Capital, and Other Commitments**

There are no material contingencies, Commitments which require disclosure as at reporting date.

**9 Stated Capital**

Number of ordinary shares represented in stated Capital - 34,234,069 (2015 - 34,234,069 ).

**10** Ceylon Leather Products Distributors (Pvt) Ltd ceased its operation and transferred to Ceylon Leather Products PLC with effect from 01 August 2016.

**11** Preference shares held in Palla & Company (Private) Limited were converted into ordinary shares on 26 September 2016 thereby increasing the holding in Palla & Company (Private) Limited to 90.74%.

**12** Provisions were not made for the income tax arise from the profit for the quarter due to major part of the income was generated from tax exempted income and availability of carrying forward tax losses and qualifying payments.



**Ceylon Leather Products PLC**  
**Notes to the Interim Financial Statements (Contd.)**  
**For the Six Months Ended 30 September 2016**

**13 Twenty Major Shareholders as at 30 September 2016**

<b>Name of the Shareholder</b>	<b>No of shares held</b>	<b>% held</b>
1 Seylan Bank Plc/Lanka Century Investments Plc (Margin)	32,703,205	95.53%
2 Dr.S.Yaddehige	111,254	0.32%
3 People'S Leasing & Finance Plc/L.P.Hapangama	55,000	0.16%
4 Hatton National Bank Plc/Chokshanada Kumara Sangakkara	53,976	0.16%
5 Mr.D.F.G.Dalpethado	31,774	0.09%
6 Seylan Bank Plc/A.M. Nimesha Anuruddha Abeykoon	26,524	0.08%
7 Flyasia Sdn.Bhd	25,710	0.08%
8 Mr.C.K.Sangakkara	23,891	0.07%
9 Mr.C.V.Kunanandham	23,000	0.07%
10 Mr.C.T.Rodrigo	21,348	0.06%
11 Mr.H.W.M.Woodward	21,500	0.06%
12 Mr.T.L.M.Imtiaz	20,000	0.06%
13 Mrs.B.K.V.Wickramasinghe	15,444	0.05%
14 Mrs.U.C.P.Abeysekara	15,000	0.04%
15 Mrs.R.M.V.De Fonseka	15,000	0.04%
16 Dee Sanda Holdings Pvt Ltd	12,995	0.04%
17 Mr.K.M.Dissanayake	12,170	0.04%
18 Mrs.K.M.Goonewardene	12,000	0.04%
19 Mr.H.P.E.Silva	11,826	0.03%
20 Merchant Bank Of Sri Lanka Ltd A/C No 1	11,348	0.03%

**14 Share Prices for the Quarter ended**

	<b><u>30.09.2016</u></b>	<b><u>30.09.2015</u></b>
Higest	Rs.79.80	Rs.87.80
Lowest	Rs.65.10	Rs. 73.20
Last Traded Price	Rs.70.00	Rs. 76.10

**15 Public Holding**

	<b><u>30.09.2016</u></b>	<b><u>30.09.2015</u></b>
The public holding percentage as at 30 th September	4.47%	4.47%
No of Share holders	1,809	1,877
No of Shares	1,529,864	1,529,864

**16 Directors' Shareholdings**

<b><u>Name of Director</u></b>	<b><u>30.09.2016</u></b>	<b><u>30.09.2015</u></b>
Mr. N.C. Peiris (Chairman)	1,000	1000
Mr. A.G. Weerasinghe	-	nil
Mr.P.Fernando	-	nil
Mr. P.P. Maddumage (appointed on 29 October 2015)	-	nil
Mr. N.M.Prakash (appointed on 29 October 2015)	-	nil
Mr. Asela Iddawela (appointed on 03 November 2015)	-	nil

**17 Shareholding by the Chief Executie Officer**

	<b><u>30.09.2016</u></b>	<b><u>30.09.2015</u></b>
Mr. S.Ranasinghe	nil	nil

## 18 Discontinued Operation

Palla & Company (Pvt) Ltd, a 90.74% owned subsidiary of the Company suspended its operation with effect from 31 August 2015.

	<b>30 Sep 2016 Rs.000</b>	30 Sep 2015 Rs.000
Revenue (Gross)	-	4,262
Less - Taxes	-	-
<b>Revenue - Net</b>	<u>-</u>	<u>4,262</u>
Cost of Sales	-	(34,303)
Gross Loss	<u>-</u>	<u>(30,040)</u>
Other Income	<b>1,947</b>	-
Selling & Distribution Costs	-	(663)
Administrative Expenses	<b>(4,013)</b>	(63,360)
Finance Cost	<b>(540)</b>	(2,003)
<b>Loss before Tax</b>	<u><b>(2,606)</b></u>	<u>(96,067)</u>
Income Tax Expense	-	-
<b>Net Loss for the Period</b>	<u><b>(2,606)</b></u>	<u>(96,067)</u>

**Ceylon Leather Products PLC**  
**Notes to the Interim Financial Statements (Contd.)**  
**For the Six Months Ended 30 September 2016**

**19 Segment Information - Group**

For Management purposes, the group is organized in to business units based on their products and accordingly, has been identified following reportable operating segments:

- Leather and Footwear
- Textiles

**19.1 Turnover and Operating Results**

	<b>30 September 2016</b>		
	<b>Leather &amp; Footwear</b>	<b>Textile</b>	<b>Total</b>
	Rs. 000	Rs. 000	Rs. 000
Revenue - Local Net of Taxes	876,383	40,716	917,100
Revenue - Export Direct/Indirect	11,226	3,570,522	3,581,748
Total Segment Revenue - ( Net of Taxes )	<u>887,610</u>	<u>3,611,238</u>	<u>4,498,848</u>
Operating Profit Segment Results (before finance cost)	<u>11,089</u>	<u>279,154</u>	<u>290,243</u>
Other Expenses	<u>-</u>	<u>(68,204)</u>	<u>(68,204)</u>
Finance Cost	(18,056)	(61,690)	(79,746)
Finance Income	12,507	7,530	20,037
Finance Cost - Net	<u>(5,549)</u>	<u>(54,160)</u>	<u>(59,709)</u>
Other Income	<u>(4,360)</u>	<u>23,562</u>	<u>19,202</u>
Profit/ (Loss) before Tax	1,180	180,351	181,532
Income Tax Expense	<u>(525)</u>	<u>(31,561)</u>	<u>(32,087)</u>
Net Profit/(Loss) For the Year	<u><u>655</u></u>	<u><u>148,790</u></u>	<u><u>149,445</u></u>

**Turnover and Operating Results**

	<b>30 September 2015</b>		
	<b>Leather &amp; Footwear</b>	<b>Textile</b>	<b>Total</b>
	Rs. 000	Rs. 000	Rs. 000
Revenue - Local Net of Taxes	229,571	45,204	274,775
Revenue - Export Direct / Indirect	9,884	3,118,254	3,128,138
Total Segment Revenue - ( Net of Taxes )	<u>239,455</u>	<u>3,163,458</u>	<u>3,402,913</u>
Operating Profit Segment Results (before finance cost)	<u>(119,446)</u>	<u>239,025</u>	<u>119,579</u>
Other Expenses	<u>(8,104)</u>	<u>(60,043)</u>	<u>(68,147)</u>
Finance Cost	(8,281)	(54,625)	(62,906)
Finance Income	11,224	14,483	25,707
Finance Cost - Net	<u>2,943</u>	<u>(40,142)</u>	<u>(37,199)</u>
Other Income	<u>2,787</u>	<u>43,804</u>	<u>46,590</u>
Profit/ (Loss) before Tax	(121,820)	182,644	60,824
Income Tax Expense	<u>(1,119)</u>	<u>(21,917)</u>	<u>(23,037)</u>
Net Profit/(Loss) For the Year	<u><u>(122,940)</u></u>	<u><u>160,727</u></u>	<u><u>37,787</u></u>

**Ceylon Leather Products PLC**  
**Notes to the Interim Financial Statements (Contd.)**  
**For the Six Months Ended 30 September 2016**

**19.2 Segmental Assets**

	<b>Leather &amp; Footwear</b>	<b>Textile</b>	<b>Total</b>
	Rs. 000	Rs. 000	Rs. 000
<b>As at 30 September 2016</b>			
Non Current Assets	1,371,649	2,133,256	3,504,904
Current Assets	883,763	2,831,998	3,715,761
<b>Total Assets</b>	<u>2,255,411</u>	<u>4,965,254</u>	<u>7,220,665</u>
<b>As at 30 September 2015</b>			
Non Current Assets	1,354,833	1,785,138	3,139,970
Current Assets	927,131	2,898,520	3,825,651
<b>Total Assets</b>	<u>2,281,964</u>	<u>4,683,658</u>	<u>6,965,621</u>

**19.3 Segmental Liabilities**

	<b>Leather &amp; Footwear</b>	<b>Textile</b>	<b>Total</b>
	Rs. 000	Rs. 000	Rs. 000
<b>As at 30 September 2016</b>			
Non Current Liabilities	132,094	762,051	894,145
Current Liabilities	426,346	2,066,637	2,492,983
<b>Total Liabilities</b>	<u>558,440</u>	<u>2,828,688</u>	<u>3,387,128</u>
<b>As at 30 September 2015</b>			
Non Current Liabilities	272,809	267,454	540,263
Current Liabilities	405,026	2,518,906	2,923,932
<b>Total Liabilities</b>	<u>677,836</u>	<u>2,786,360</u>	<u>3,464,196</u>

**19.4 Segmental Capital Expenditure**

	<b>Leather &amp; Footwear</b>	<b>Textile</b>	<b>Total</b>
	Rs. 000	Rs. 000	Rs. 000
Six Months Ended 30 September 2016	<u>31,949</u>	<u>52,323</u>	<u>84,273</u>
Six Months Ended 30 September 2015	<u>6,851</u>	<u>402,141</u>	<u>408,992</u>

**19.5 Segmental Depreciation & Amortization**

	<b>Leather &amp; Footwear</b>	<b>Textile</b>	<b>Total</b>
	Rs. 000	Rs. 000	Rs. 000
Six Months Ended 30 September 2016	<u>22,042</u>	<u>78,671</u>	<u>100,713</u>
Six Months Ended 30 September 2015	<u>29,926</u>	<u>55,454</u>	<u>85,380</u>