



**Acme Printing & Packaging PLC**  
**Interim Financial Statements for the Six Months ended**  
**30<sup>th</sup> September 2016.**

**ACME PRINTING & PACKAGING PLC**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP**

	For the Three months ended 30th September			For the Six months ended 30th September		
	2016	2015	% Change	2016	2015	% Change
	Rs'000 Unaudited	Rs'000 Unaudited	+ / (-)	Rs'000 Unaudited	Rs'000 Unaudited	+ / (-)
Revenue	318,449	283,407	12%	586,622	537,690	9%
Cost of Sales	(254,600)	(238,468)	7%	(482,778)	(466,975)	3%
<b>Gross Profit</b>	<b>63,849</b>	<b>44,939</b>	<b>42%</b>	<b>103,844</b>	<b>70,715</b>	<b>47%</b>
Other Income	3,711	15,757	(76%)	5,779	17,622	(67%)
Administrative Expenses	(24,781)	(21,179)	17%	(47,381)	(40,981)	16%
Distribution Expenses	(6,985)	(5,812)	20%	(12,475)	(12,097)	3%
<b>Profit from Operations</b>	<b>35,794</b>	<b>33,705</b>	<b>6%</b>	<b>49,767</b>	<b>35,259</b>	<b>41%</b>
Net Finance Expense	(31,289)	(28,523)	10%	(59,766)	(53,134)	12%
<b>Profit / (Loss) before Taxation</b>	<b>4,505</b>	<b>5,182</b>	<b>(13%)</b>	<b>(9,999)</b>	<b>(17,875)</b>	<b>(44%)</b>
Income Tax Expense	(419)	(924)	(55%)	(974)	(1,938)	(50%)
<b>Profit / (Loss) for the period</b>	<b>4,086</b>	<b>4,258</b>	<b>(4%)</b>	<b>(10,973)</b>	<b>(19,813)</b>	<b>(45%)</b>
<b>Other Comprehensive Income for the period</b>						
Gain / (Loss) on Available-for-Sale Investment	-	(1,582)	(100%)	-	(1,407)	(100%)
Fair Value Gain realised & recycled to the Income Statement on Disposal	-	(4,163)	(100%)	-	(4,163)	(100%)
<b>Total Other Comprehensive Income for the period</b>	<b>-</b>	<b>(5,745)</b>	<b>(100%)</b>	<b>-</b>	<b>(5,570)</b>	<b>(100%)</b>
<b>Total Comprehensive Income for the period</b>	<b>4,086</b>	<b>(1,487)</b>	<b>375%</b>	<b>(10,973)</b>	<b>(25,383)</b>	<b>(57%)</b>
<b>Profit / (Loss) attributable to</b>						
Equity Holders of the Company	4,086	4,258	(4%)	(10,973)	(19,813)	(45%)
Non Controlling Interest	-	-	-	-	-	-
<b>Profit / (Loss) for the period</b>	<b>4,086</b>	<b>4,258</b>	<b>(4%)</b>	<b>(10,973)</b>	<b>(19,813)</b>	<b>(45%)</b>
<b>Total Comprehensive Income Attributable to</b>						
Equity Holders of the Company	4,086	(1,487)	375%	(10,973)	(25,383)	(57%)
Non Controlling Interest	-	-	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>4,086</b>	<b>(1,487)</b>	<b>375%</b>	<b>(10,973)</b>	<b>(25,383)</b>	<b>(57%)</b>
<b>Basic Earning / (Loss) per Share</b>	<b>Rs. 0.10</b>	<b>Rs. 0.10</b>	<b>(4%)</b>	<b>Rs. (0.27)</b>	<b>Rs. (0.48)</b>	<b>(45%)</b>

**Market price per share**

	Quarterly	
	2016	2015
Highest	Rs. 8.00	Rs. 10.30
Lowest	Rs. 6.30	Rs. 8.50
Closing	Rs. 7.30	Rs. 9.10

Figures in brackets indicate deductions.  
All values are in Rupees '000, unless otherwise stated.  
The above figures are subject to audit

**ACME PRINTING & PACKAGING PLC**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY**

	For the Three months ended 30 <sup>th</sup> September			For the Six months ended 30 <sup>th</sup> September		
	2016 Rs'000	2015 Rs'000	% Change + / ( - )	2016 Rs'000	2015 Rs'000	% Change + / ( - )
	Unaudited	Unaudited		Unaudited	Unaudited	
Revenue	269,750	256,788	5%	518,133	493,820	5%
Cost of Sales	(238,242)	(226,039)	5%	(469,558)	(445,732)	5%
<b>Gross Profit</b>	<b>31,508</b>	<b>30,749</b>	<b>2%</b>	<b>48,575</b>	<b>48,088</b>	<b>1%</b>
Other Income	6,698	21,529	( 69%)	11,972	23,014	( 48%)
Administrative Expenses	(17,609)	(15,257)	15%	(33,305)	(29,350)	13%
Distribution Expenses	(4,387)	(3,299)	33%	(8,063)	(6,725)	20%
<b>Profit from Operations</b>	<b>16,210</b>	<b>33,722</b>	<b>( 52%)</b>	<b>19,179</b>	<b>35,027</b>	<b>( 45%)</b>
Net Finance Expense	(21,023)	(23,870)	( 12%)	(38,809)	(43,116)	( 10%)
<b>Profit / (Loss) before Taxation</b>	<b>(4,813)</b>	<b>9,852</b>	<b>( 149%)</b>	<b>(19,630)</b>	<b>(8,089)</b>	<b>143%</b>
Income Tax Expense	(392)	(880)	( 55%)	(914)	(1,828)	( 50%)
<b>Profit / (Loss) for the period</b>	<b>(5,205)</b>	<b>8,972</b>	<b>( 158%)</b>	<b>(20,544)</b>	<b>(9,917)</b>	<b>107%</b>
<b>Other Comprehensive Income for the period</b>						
Gain / (Loss) on Available-for-Sale Investment	-	(1,582)	( 100%)	-	(1,407)	( 100%)
Fair Value Gain realised & recycled to the Income Statement on Disposal	-	(4,163)	( 100%)	-	(4,163)	( 100%)
<b>Total Other Comprehensive Income for the period</b>	<b>-</b>	<b>(5,745)</b>	<b>( 100%)</b>	<b>-</b>	<b>(5,570)</b>	<b>( 100%)</b>
<b>Total Comprehensive Income for the period</b>	<b>(5,205)</b>	<b>3,227</b>	<b>( 261%)</b>	<b>(20,544)</b>	<b>(15,487)</b>	<b>33%</b>
<b>Profit / (Loss) attributable to Equity Holders of the Company</b>	<b>(5,205)</b>	<b>8,972</b>	<b>( 158%)</b>	<b>(20,544)</b>	<b>(9,917)</b>	<b>107%</b>
<b>Profit / (Loss) for the period</b>	<b>(5,205)</b>	<b>8,972</b>	<b>( 158%)</b>	<b>(20,544)</b>	<b>(9,917)</b>	<b>107%</b>
<b>Total Comprehensive Income Attributable to Equity Holders of the Company</b>	<b>(5,205)</b>	<b>3,227</b>	<b>( 261%)</b>	<b>(20,544)</b>	<b>(15,487)</b>	<b>33%</b>
<b>Total Comprehensive Income for the period</b>	<b>(5,205)</b>	<b>3,227</b>	<b>( 261%)</b>	<b>(20,544)</b>	<b>(15,487)</b>	<b>33%</b>
<b>Basic Earning / (Loss) per Share</b>	<b>Rs. (0.13)</b>	<b>Rs. 0.22</b>	<b>( 158%)</b>	<b>Rs. (0.50)</b>	<b>Rs. (0.24)</b>	<b>107%</b>

Figures in brackets indicate deductions.  
All values are in Rupees '000, unless otherwise stated.  
The above figures are subject to audit

**ACME PRINTING & PACKAGING PLC**  
**STATEMENT OF FINANCIAL POSITION**


	Group		Company	
	As at 30th September 2016	As at 1 <sup>st</sup> April 2016	As at 30 <sup>th</sup> September 2016	As at 1 <sup>st</sup> April 2016
	Rs'000 Unaudited	Rs'000 Audited	Rs'000 Unaudited	Rs'000 Audited
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property, Plant and Equipment	988,844	1,013,733	767,832	785,961
Investment in Subsidiary	-	-	104,410	104,410
Financial Investments - Available for Sale	25	25	25	25
Defined Benefit Plan Assets	7,013	7,848	7,013	7,848
<b>Total Non-Current Assets</b>	<b>995,882</b>	<b>1,021,606</b>	<b>879,280</b>	<b>898,244</b>
<b>Current Assets</b>				
Inventories	226,677	225,315	183,443	166,958
Trade and Other Receivables	323,619	320,697	201,790	197,764
Related Party Receivables	-	-	49,726	-
Short-term Investments	-	160,519	-	160,519
Cash and Cash Equivalents	105,361	99,051	104,739	98,591
<b>Total Current Assets</b>	<b>655,657</b>	<b>805,582</b>	<b>539,698</b>	<b>623,832</b>
<b>Total Assets</b>	<b>1,651,539</b>	<b>1,827,188</b>	<b>1,418,978</b>	<b>1,522,076</b>
<b>EQUITY &amp; LIABILITIES</b>				
<b>Equity</b>				
Stated Capital	592,813	592,813	592,813	592,813
Revaluation Reserve	442,589	442,589	420,399	420,399
Accumulated Losses	(441,328)	(430,355)	(414,090)	(393,546)
<b>Total Equity</b>	<b>594,074</b>	<b>605,047</b>	<b>599,122</b>	<b>619,666</b>
<b>Non-Current Liabilities</b>				
Interest Bearing Borrowings	58,812	105,175	58,812	105,175
Deferred Tax Liability	18,513	18,453	-	-
Employee Benefits	17,993	16,630	15,939	14,924
<b>Total Non Current Liabilities</b>	<b>95,318</b>	<b>140,258</b>	<b>74,751</b>	<b>120,099</b>
<b>Current Liabilities</b>				
Trade and Other Payables	84,967	99,841	63,392	68,984
Related Party Payables	1,553	1,553	1,553	36,893
Interest Bearing Borrowings	749,012	853,439	585,839	584,586
Current Tax Liability	4,086	3,172	4,086	3,172
Bank Overdraft	122,529	123,878	90,235	88,676
<b>Total Current Liabilities</b>	<b>962,147</b>	<b>1,081,883</b>	<b>745,105</b>	<b>782,311</b>
<b>Total Liabilities</b>	<b>1,057,465</b>	<b>1,222,141</b>	<b>819,856</b>	<b>902,410</b>
<b>Total Equity and Liabilities</b>	<b>1,651,539</b>	<b>1,827,188</b>	<b>1,418,978</b>	<b>1,522,076</b>
<b>Net Assets Per Share</b>	<b>Rs. 14.43</b>	<b>Rs. 14.70</b>	<b>Rs. 14.56</b>	<b>Rs. 15.05</b>


Figures in brackets indicate deductions.  
All values are in Rupees '000, unless otherwise stated.

These Financial Statements have been prepared in compliance with the requirements of the Companies Act No 07 of 2007.

  
.....  
Ms. Faranaz Hassen  
Finance Manager

The Board of Directors is responsible for the preparation and presentation of the Financial Statements.  
Signed for and on behalf of the Board:

  
.....  
H.D.S. Amarasuriya  
Chairman

  
.....  
R. Seevaratnam  
Director

04<sup>th</sup> November 2016  
Colombo

**ACME PRINTING & PACKAGING PLC**  
**STATEMENT OF CHANGES IN EQUITY**

*For the period ended 30<sup>th</sup> September 2016*

Group	Stated capital Rs'000	Revaluation Reserve Rs'000	Available for Sale Reserve Rs'000	Accumulated Losses Rs'000	Total Rs.'000
Balance as at 1 <sup>st</sup> April 2015	592,813	442,589	5,570	(392,736)	648,236
Loss for the period	-	-	-	(19,813)	(19,813)
Other Comprehensive income for the period	-	-	(5,570)	-	(5,570)
<b>Total Comprehensive Income for the period</b>	-	-	<b>(5,570)</b>	<b>(19,813)</b>	<b>(25,383)</b>
<b>Balance as at 30<sup>th</sup> September 2015</b>	<b>592,813</b>	<b>442,589</b>	<b>-</b>	<b>(412,549)</b>	<b>622,853</b>
Balance as at 1 <sup>st</sup> April 2016	592,813	442,589	-	(430,355)	605,047
Loss for the period	-	-	-	(10,973)	(10,973)
Other Comprehensive income for the period	-	-	-	-	-
<b>Total Comprehensive Income for the period</b>	-	-	-	<b>(10,973)</b>	<b>(10,973)</b>
<b>Balance as at 30<sup>th</sup> September 2016</b>	<b>592,813</b>	<b>442,589</b>	<b>-</b>	<b>(441,328)</b>	<b>594,074</b>

Company	Stated capital Rs'000	Revaluation Reserve Rs'000	Available for Sale Reserve Rs'000	Accumulated Losses Rs'000	Total Rs.'000
Balance as at 1 <sup>st</sup> April 2015	592,813	420,399	5,570	(370,376)	648,406
Loss for the period	-	-	-	(9,917)	(9,917)
Other Comprehensive income for the period	-	-	(5,570)	-	(5,570)
<b>Total Comprehensive Income for the period</b>	-	-	<b>(5,570)</b>	<b>(9,917)</b>	<b>(15,487)</b>
<b>Balance as at 30<sup>th</sup> September 2015</b>	<b>592,813</b>	<b>420,399</b>	<b>-</b>	<b>(380,293)</b>	<b>632,919</b>
Balance as at 1 <sup>st</sup> April 2016	592,813	420,399	-	(393,546)	619,666
Loss for the period	-	-	-	(20,544)	(20,544)
Other Comprehensive income for the period	-	-	-	-	-
<b>Total Comprehensive Income for the period</b>	-	-	-	<b>(20,544)</b>	<b>(20,544)</b>
<b>Balance as at 30<sup>th</sup> September 2016</b>	<b>592,813</b>	<b>420,399</b>	<b>-</b>	<b>(414,090)</b>	<b>599,122</b>

Figures in brackets indicate deductions.  
All values are in Rupees '000, unless otherwise stated.  
The above figures are subject to audit

**ACME PRINTING & PACKAGING PLC**  
**STATEMENT OF CASH FLOWS**

	Group		Company	
	2016 Rs.'000	2015 Rs.'000	2016 Rs.'000	2015 Rs.'000
<i>For the Six months ended 30<sup>th</sup> September</i>				
<b>Cash flows from operating activities</b>				
Loss before taxation	(9,999)	(17,875)	(19,630)	(8,089)
<b>Adjustment for :</b>				
Depreciation on Property, Plant & Equipment	39,806	33,332	22,335	22,812
Provision for Defined Benefit Obligations	1,848	1,848	1,500	1,500
Provision / (Reversal) of Slow Moving Inventories	(403)	-	1,464	-
Gain on Disposal of Property, Plant & Equipment	(132)	(2,035)	(132)	(2,035)
Interest Income	(5,025)	(10,038)	(5,025)	(10,038)
Provision / (Reversal of Provision) for Trade Receivables	(2,891)	(4,584)	(1,693)	(1,811)
Gain on Sale of Available for Sale Investment	-	(4,163)	-	(4,163)
Interest Expense	64,627	59,876	43,670	49,858
Foreign Exchange Loss	164	3,296	164	3,296
Dividend Income	-	(443)	-	(443)
<b>Operating Profit before working capital changes</b>	<b>87,995</b>	<b>59,214</b>	<b>42,653</b>	<b>50,887</b>
Decrease / (Increase) in Inventories	(959)	(10,867)	(17,949)	(30,611)
Decrease / (Increase) in Trade & other Receivables	363	4,622	(1,939)	(13,082)
Increase in Related Party Receivables	-	-	(49,726)	(51,998)
Decrease in Related Party Payables	-	(1,113)	(35,340)	(1,113)
Increase / (Decrease) in Trade & Other Payables	(14,874)	3,775	(5,592)	(2,774)
<b>Cash generated from / (Used in) Operations</b>	<b>72,525</b>	<b>55,631</b>	<b>(67,893)</b>	<b>(48,691)</b>
Interest Paid	(64,627)	(59,876)	(43,670)	(49,858)
Employee Benefit and Voluntary retirement paid	(485)	-	(485)	-
<b>Net Cash Flow from / (Used in) Operating activities</b>	<b>7,413</b>	<b>(4,245)</b>	<b>(112,048)</b>	<b>(98,549)</b>
<b>Cash Flows from Investing activities</b>				
Purchase of Property, Plant & Equipment	(14,917)	(7,578)	(4,206)	(1,848)
Proceeds from Disposal of Property, Plant & Equipment	132	3,918	132	3,918
Proceeds from Sale of Available of Sale Investment	-	13,414	-	13,414
Withdrawal of Short-term Investments	160,519	108,908	160,519	108,908
Benefits paid by the Plan assets	835	-	835	-
Dividend Received	-	443	-	443
Interest Received	5,025	10,038	5,025	10,038
<b>Net Cash Flow from / (Used in) Investing activities</b>	<b>151,594</b>	<b>129,143</b>	<b>162,305</b>	<b>134,873</b>
<b>Cash flows from Financing activities</b>				
Term Loan Obtained / (Repaid) - Net	(121,202)	32,025	(108,621)	44,559
Short Term Loan Obtained / (Repaid) - Net	(30,146)	(104,528)	62,953	(25,945)
Payment of Finance Lease Obligations - Net	-	(2,540)	-	(2,540)
<b>Net Cash Flow from / (used in) Financing activities</b>	<b>(151,348)</b>	<b>(75,043)</b>	<b>(45,668)</b>	<b>16,074</b>
<b>Net Increase / (Decrease) in Cash &amp; Cash Equivalents</b>	<b>7,659</b>	<b>49,855</b>	<b>4,589</b>	<b>52,398</b>
Cash & cash equivalents at the beginning of the period	(24,827)	(137,808)	9,915	(114,847)
<b>Cash &amp; cash equivalents at the end of the period</b>	<b>(17,168)</b>	<b>(87,953)</b>	<b>14,504</b>	<b>(62,449)</b>

Figures in brackets indicate deductions.

All values are in Rupees '000, unless otherwise stated.

The above figures are subject to audit

# ACME PRINTING & PACKAGING PLC

## NOTES TO THE FINANCIAL STATEMENTS

### 1. STATED CAPITAL

The stated capital consists of 41,161,913 shares issued as at 30<sup>th</sup> September 2016.

### 2. BASIS OF PREPARATION

2.1. The condensed interim financial statements of Acme Printing & Packaging PLC are for the period ended 30th September 2016. They have been prepared in accordance with LKAS 34, interim financial reporting. These interim financial statements have been prepared in accordance with the SLFRS standards and IFRIC interpretations issued and effective as at the time of preparing these statements. The condensed interim financial statements do not include all of the information required for full Annual financial statements and have not been audited.

2.2. The same accounting policies and methods of computation have been followed in the interim financial statements as compared to the recent Annual financial statement published for the year ended 31<sup>st</sup> March 2016.

### 3. COMPARATIVE INFORMATION

Comparative information has been restated / reclassified where necessary in line with the changes to the new Sri Lanka Accounting Standards (SLFRS / LKAS) which are effective from 1<sup>st</sup> January 2012.

### 4. EARNING PER SHARE (EPS)

Basic Earnings Per Share is calculated by dividing the net loss for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

	Group		Company	
	2016	2015	2016	2015
For the Six months ended 30th September	Rs'000	Rs'000	Rs'000	Rs'000
Loss for the period	(10,973)	(19,813)	(20,544)	(9,917)
Weighted Average no. of shares	41,162	41,162	41,162	41,162
<b>Loss Per Share</b>	<b>Rs. (0.27)</b>	<b>Rs. (0.48)</b>	<b>Rs. (0.50)</b>	<b>Rs. (0.24)</b>

### 5. CONTINGENT LIABILITIES

There is no change in the nature of contingent liabilities as at 30<sup>th</sup> September 2016 as compared to the contingent liabilities which were disclosed in the accounts for the year ended 31<sup>st</sup> March 2016.

### 6. EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

There have been no material events occurring after the Statement of Financial Position date that require adjustments to or disclosure in the Interim Financial Statements, other than the following,

As proposed in the 2016 Budget and subsequent circular issued by the Department of Inland Revenue, the current income tax rate of 28% will be reduced to 17.5%. However the Company has considered a tax rate of 28% for Deferred tax provisions, as the new rate is not substantially enacted as of the reporting date.

7. The labour union instituted an action against the company on behalf of their members regarding wage structure and increment. The district court has given a judgement against the company.

Acme Printing & Packaging PLC has appealed against the verdict.

**ACME PRINTING & PACKAGING PLC**  
**DIRECTORS SHAREHOLDING AS AT 30TH SEPTEMBER 2016.**

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Name of Director	No of shares
1. Mr. H.D.S. Amarasuriya	50,000
2. Mr. R. Seevaratnam	Nil
3. Mr. Paras Chandaria	Nil
4. Mr. N. M. Chandaria	150
5. Mr. C.L.K.P. Jayasuriya	Nil
6. Mr. J.M. Swaminathan	Nil
7. Mr. S. Kumar	Nil
8. Mr. G.K.B Dasanayaka	Nil
	50,150



**ACME PRINTING & PACKAGING PLC**  
**TWENTY (20) MAJOR SHAREHOLDERS AS AT 30TH SEPTEMBER 2016.**

Name	Number of shares	Percentage %
1. Clovis Company Limited	11,054,831	26.86
2. Richardson Holdings (Pvt) Ltd.	8,000,000	19.44
3. Lanka Aluminium Industries PLC	1,836,486	4.46
4. Mr. K. C. Vignarajah	1,506,461	3.66
5. British American Technologies (Pvt) Ltd.	1,300,000	3.16
6. Seylan Bank Ltd / Govindasamy Ramanan	1,150,978	2.80
7. Bank of Ceylon No.1 Account	1,078,700	2.62
8. Mr. J.D. Peiris	589,300	1.43
9. Seylan Bank Ltd / R.P Sugathadasa	585,288	1.42
10. Seylan Bank Ltd / T. Senthilverl	503,975	1.22
11. Waldock Mackenzie Limited./Dr.H.S.D. Soyza	405,000	0.98
12. Mr. D.F.G. Dalpethado Joint:- Mrs. H.F.A.K.D. Fonseka	395,911	0.96
13. Mr. M. I. Sumsudeen	295,000	0.72
14. Asha Financial Services Limited / Mr. C.N. Pakianathan	251,148	0.61
15. Majestic Investments (Pvt) Ltd	241,388	0.59
16. Miss. Chandani Wijerathne	218,000	0.53
17. Dr. U.N.R. De Silva	201,735	0.49
18. Mr. H.A Pieris	200,189	0.49
19. Mr. K.M.S.M. Razeek Joint:- K.S.M. Rajubdeen Joint:- S.M.R. Mohamed	200,000	0.49
20. Commercial Bank of Ceylon PLC / S.A. Gulamhusein	193,722	0.47

Public Holding

49.12%

Number of Shareholders represented by public holding

2,082