



**ACME PRINTING & PACKAGING PLC (PQ 196)**

**INTERIM FINANCIAL STATEMENTS**

**FOR THE QUARTER ENDED**

**30TH SEPTEMBER 2018**

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

	For the Three months ended 30 <sup>th</sup>			For the Six months ended 30 <sup>th</sup> September		
	2018	2017	% Change	2018	2017	% Change
	Rs'000	Rs'000	+ / ( - )	Rs'000	Rs'000	+ / ( - )
Revenue	328,062	300,302	9%	658,005	607,394	8%
Cost of Sales	(295,117)	(259,455)	14%	(576,815)	(520,938)	11%
<b>Gross Profit</b>	<b>32,945</b>	<b>40,847</b>	<b>( 19%)</b>	<b>81,190</b>	<b>86,456</b>	<b>( 6%)</b>
Other Income	5,209	3,297	58%	11,666	7,012	66%
Administrative Expenses	(25,712)	(25,705)	0%	(50,922)	(49,687)	2%
Distribution Expenses	(2,494)	707	453%	(7,616)	(2,385)	219%
<b>Profit from Operations</b>	<b>9,948</b>	<b>19,146</b>	<b>( 48%)</b>	<b>34,318</b>	<b>41,396</b>	<b>( 17%)</b>
Net Finance Expense	(35,990)	(35,469)	1%	(72,735)	(69,053)	5%
<b>Loss before Taxation</b>	<b>(26,042)</b>	<b>(16,323)</b>	<b>60%</b>	<b>(38,417)</b>	<b>(27,657)</b>	<b>39%</b>
Income Tax (Expense) / Reversal	(1,133)	738	254%	(2,070)	229	1,004%
<b>Loss for the period</b>	<b>(27,175)</b>	<b>(15,585)</b>	<b>74%</b>	<b>(40,487)</b>	<b>(27,428)</b>	<b>48%</b>
<b>Total Other Comprehensive Income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Comprehensive Income for the period</b>	<b>(27,175)</b>	<b>(15,585)</b>	<b>74%</b>	<b>(40,487)</b>	<b>(27,428)</b>	<b>48%</b>
<b>Loss attributable to</b>						
Equity Holders of the Company	(27,175)	(15,585)	74%	(40,487)	(27,428)	48%
<b>Loss for the period</b>	<b>(27,175)</b>	<b>(15,585)</b>	<b>74%</b>	<b>(40,487)</b>	<b>(27,428)</b>	<b>48%</b>
<b>Total Comprehensive Income Attributable to</b>						
Equity Holders of the Company	(27,175)	(15,585)	74%	(40,487)	(27,428)	48%
<b>Total Comprehensive Income for the period</b>	<b>(27,175)</b>	<b>(15,585)</b>	<b>74%</b>	<b>(40,487)</b>	<b>(27,428)</b>	<b>48%</b>
<b>Basic Earning / (Loss) per Share</b>	<b>Rs. (0.66)</b>	<b>Rs. (0.38)</b>	<b>74%</b>	<b>Rs. (0.98)</b>	<b>Rs. (0.67)</b>	<b>48%</b>
<b>Market price per share</b>	<b>Quarterly</b>					
	<b>2018</b>	<b>2017</b>				
<b>Highest</b>	<b>Rs. 5.90</b>	<b>Rs. 5.90</b>				
<b>Lowest</b>	<b>Rs. 4.00</b>	<b>Rs. 4.90</b>				
<b>Closing</b>	<b>Rs. 4.50</b>	<b>Rs. 5.50</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 PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY**

	For the Three months ended 30 <sup>th</sup>			For the Six months ended 30 <sup>th</sup> September		
	September					
	2018 Rs'000	2017 Rs'000	% Change + / ( - )	2018 Rs'000	2017 Rs'000	% Change + / ( - )
Revenue	224,221	184,065	22%	452,296	385,335	17%
Cost of Sales	(201,663)	(164,603)	23%	(393,392)	(343,161)	15%
<b>Gross Profit</b>	<b>22,558</b>	<b>19,462</b>	<b>16%</b>	<b>58,904</b>	<b>42,174</b>	<b>40%</b>
Other Income	8,413	6,392	32%	18,717	13,406	40%
Administrative Expenses	(15,078)	(15,350)	( 2%)	(29,265)	(29,027)	1%
Distribution Expenses	(1,143)	(1,247)	( 8%)	(4,038)	(3,469)	16%
<b>Profit from Operations</b>	<b>14,750</b>	<b>9,257</b>	<b>59%</b>	<b>44,318</b>	<b>23,084</b>	<b>92%</b>
Net Finance Expense	(24,905)	(21,695)	15%	(49,619)	(42,355)	17%
<b>Loss before Taxation</b>	<b>(10,155)</b>	<b>(12,438)</b>	<b>( 18%)</b>	<b>(5,301)</b>	<b>(19,271)</b>	<b>( 72%)</b>
Income Tax Expense	(779)	(1,006)	( 23%)	(1,463)	(1,006)	45%
<b>Loss for the period</b>	<b>(10,934)</b>	<b>(13,444)</b>	<b>( 19%)</b>	<b>(6,764)</b>	<b>(20,277)</b>	<b>( 67%)</b>
<b>Total Other Comprehensive Income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Comprehensive Income for the period</b>	<b>(10,934)</b>	<b>(13,444)</b>	<b>( 19%)</b>	<b>(6,764)</b>	<b>(20,277)</b>	<b>( 67%)</b>
<b>Loss attributable to</b>						
Equity Holders of the Company	(10,934)	(13,444)	( 19%)	(6,764)	(20,277)	( 67%)
<b>Loss for the period</b>	<b>(10,934)</b>	<b>(13,444)</b>	<b>( 19%)</b>	<b>(6,764)</b>	<b>(20,277)</b>	<b>( 67%)</b>
<b>Total Comprehensive Income Attributable to</b>						
Equity Holders of the Company	(10,934)	(13,444)	( 19%)	(6,764)	(20,277)	( 67%)
Non Controlling Interest	-	-	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>(10,934)</b>	<b>(13,444)</b>	<b>( 19%)</b>	<b>(6,764)</b>	<b>(20,277)</b>	<b>( 67%)</b>
<b>Basic Earning / (Loss) per Share</b>	<b>Rs. (0.27)</b>	<b>Rs. (0.33)</b>	<b>( 19%)</b>	<b>Rs. (0.16)</b>	<b>Rs. (0.49)</b>	<b>( 67%)</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 30 <sup>th</sup>	As at 1 <sup>st</sup> April	As at 30 <sup>th</sup>	As at 1 <sup>st</sup> April
	September 2018	2018	September 2018	2018
	Rs'000	Rs'000	Rs'000	Rs'000
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property, Plant and Equipment	898,839	922,750	670,193	687,235
Investment in Subsidiary	-	-	107,410	107,410
Financial Investments - Available for Sale	25	25	25	25
Defined Benefit Plan Assets	6,593	6,593	6,593	6,593
<b>Total Non-Current Assets</b>	<b>905,457</b>	<b>929,368</b>	<b>784,221</b>	<b>801,263</b>
<b>Current Assets</b>				
Non-Current Assets - Held for Sale	63,162	63,162	63,162	63,162
Inventories	228,689	236,660	134,922	112,683
Trade and Other Receivables	349,498	329,277	181,919	175,224
Related Party Receivables	-	-	71,437	126,207
Cash and Cash Equivalents	6,165	10,127	4,980	9,523
<b>Total Current Assets</b>	<b>647,514</b>	<b>639,226</b>	<b>456,420</b>	<b>486,799</b>
<b>Total Assets</b>	<b>1,552,971</b>	<b>1,568,594</b>	<b>1,240,641</b>	<b>1,288,062</b>
<b>EQUITY &amp; LIABILITIES</b>				
<b>Equity</b>				
Stated Capital	592,813	592,813	592,813	592,813
Revaluation Reserve	421,724	421,724	394,690	394,690
Accumulated Losses	(539,830)	(499,343)	(474,578)	(467,814)
<b>Total Equity</b>	<b>474,707</b>	<b>515,194</b>	<b>512,925</b>	<b>519,689</b>
<b>Non-Current Liabilities</b>				
Interest Bearing Borrowings	13,948	23,743	13,948	23,743
Lease Creditors	3,977	-	-	-
Deferred Tax Liability	54,619	54,619	51,439	51,439
Employee Benefits	21,797	19,949	18,642	17,142
<b>Total Non Current Liabilities</b>	<b>94,341</b>	<b>98,311</b>	<b>84,029</b>	<b>92,324</b>
<b>Current Liabilities</b>				
Trade and Other Payables	154,169	114,539	72,500	82,250
Related Party Payables	1,305	1,305	1,305	1,305
Interest Bearing Borrowings	724,284	754,526	525,004	524,890
Lease Creditors	594	-	-	-
Current Tax Liability	1	1	1	1
Bank Overdraft	103,570	84,718	44,877	67,603
<b>Total Current Liabilities</b>	<b>983,923</b>	<b>955,089</b>	<b>643,687</b>	<b>676,049</b>
<b>Total Liabilities</b>	<b>1,078,264</b>	<b>1,053,400</b>	<b>727,716</b>	<b>768,373</b>
<b>Total Equity and Liabilities</b>	<b>1,552,971</b>	<b>1,568,594</b>	<b>1,240,641</b>	<b>1,288,062</b>
<b>Net Assets Per Share</b>	<b>Rs. 11.53</b>	<b>Rs. 12.52</b>	<b>Rs. 12.46</b>	<b>Rs. 12.63</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.

Sgd.  
.....  
Kasun C. Panditharatne  
Deputy 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:

14<sup>th</sup> November 2018  
Colombo

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

Sgd.  
.....  
J.M. Swaminathan  
Director

# ACME PRINTING & PACKAGING PLC

## STATEMENT OF CHANGES IN EQUITY

For the Six months ended 30<sup>th</sup> September 2018

Group	Stated capital Rs'000	Revaluation Reserve Rs'000	Accumulated Losses Rs'000	Total Rs.'000
Balance as at 1 <sup>st</sup> April 2017	592,813	443,007	(429,013)	606,807
Loss for the period	-	-	(27,428)	(27,428)
Other Comprehensive income for the period	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>-</b>	<b>-</b>	<b>(27,428)</b>	<b>(27,428)</b>
<b>Balance as at 30<sup>th</sup> September 2017</b>	<b>592,813</b>	<b>443,007</b>	<b>(456,441)</b>	<b>579,379</b>
Balance as at 1 <sup>st</sup> April 2018	592,813	421,724	(499,343)	515,194
Loss for the period	-	-	(40,487)	(40,487)
Other Comprehensive income for the period	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>-</b>	<b>-</b>	<b>(40,487)</b>	<b>(40,487)</b>
<b>Balance as at 30<sup>th</sup> September 2018</b>	<b>592,813</b>	<b>421,724</b>	<b>(539,830)</b>	<b>474,707</b>

Company	Stated capital Rs'000	Revaluation Reserve Rs'000	Accumulated Losses Rs'000	Total Rs.'000
Balance as at 1 <sup>st</sup> April 2017	592,813	420,399	(425,038)	588,174
Loss for the period	-	-	(20,277)	(20,277)
Other Comprehensive income for the period	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>-</b>	<b>-</b>	<b>(20,277)</b>	<b>(20,277)</b>
<b>Balance as at 30<sup>th</sup> September 2017</b>	<b>592,813</b>	<b>420,399</b>	<b>(445,315)</b>	<b>567,897</b>
Balance as at 1 <sup>st</sup> April 2018	592,813	394,690	(467,814)	519,689
Loss for the period	-	-	(6,764)	(6,764)
Other Comprehensive income for the period	-	-	-	-
<b>Total Comprehensive Income for the period</b>	<b>-</b>	<b>-</b>	<b>(6,764)</b>	<b>(6,764)</b>
<b>Balance as at 30<sup>th</sup> September 2018</b>	<b>592,813</b>	<b>394,690</b>	<b>(474,578)</b>	<b>512,925</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

For the Six months ended 30 <sup>th</sup> September 2018	Group		Company	
	2018	2017	2018	2017
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>Cash flows from operating activities</b>				
Loss before taxation	(38,417)	(27,657)	(5,301)	(19,271)
<b>Adjustment for :</b>				
Depreciation on Property, Plant & Equipment	42,695	42,696	22,811	22,812
Provision for Defined Benefit Obligations	1,848	1,850	1,500	1,501
(Reversal of Provision) / Provision for Slow Moving Inventories	(233)	(23)	(233)	640
Interest Income	(57)	-	(57)	-
Provision / (Reversal) of Provision for Trade Receivables	1,091	(4,078)	800	(211)
Interest Expense	72,785	69,578	49,669	42,880
Foreign Exchange Loss / (Gain)	7	(525)	7	(525)
Commission income from Corporate Guarantee	-	-	(499)	-
<b>Operating Profit before working capital changes</b>	<b>79,719</b>	<b>81,841</b>	<b>68,697</b>	<b>47,826</b>
Decrease / (Increase) in Inventories	8,204	19,686	(22,006)	33,131
(Increase) / Decrease in Trade & other Receivables	(20,298)	32,575	(6,797)	48,344
Decrease / (Increase) in Related Party Receivables	-	-	54,770	(7,106)
Increase / (Decrease) in Related Party Payables	-	-	-	-
Increase / (Decrease) in Trade & Other Payables	36,811	2,011	(13,076)	(9,630)
<b>Cash generated from Operations</b>	<b>104,436</b>	<b>136,113</b>	<b>81,588</b>	<b>112,565</b>
Interest Paid	(74,970)	(65,683)	(49,331)	(42,442)
Employee Benefits paid	(130)	(102)	(130)	-
Income Tax / ESC Paid	(4,334)	(4,523)	(2,405)	(2,476)
<b>Net Cash Flow from Operating activities</b>	<b>25,002</b>	<b>65,806</b>	<b>29,722</b>	<b>67,648</b>
<b>Cash Flows from Investing activities</b>				
Purchase of Property, Plant & Equipment	(18,784)	(20,232)	(5,769)	(5,228)
Advance Receipt on Land Sale	5,000	-	5,000	-
Benefits paid by the Plan assets	-	1,613	-	1,613
Interest Received	57	-	57	-
<b>Net Cash Flow Used in Investing activities</b>	<b>(13,727)</b>	<b>(18,619)</b>	<b>(712)</b>	<b>(3,615)</b>
<b>Cash flows from Financing activities</b>				
Repayment of Term Loans	(20,376)	(19,045)	(20,376)	(18,635)
Leases obtained	4,680	-	-	-
Repayment of Leases	(109)	-	-	-
Short Term Loan Obtained	928,575	927,518	568,446	489,113
Repayment of Short Term Loans	(946,859)	(940,172)	(558,897)	(518,465)
<b>Net Cash Flow used in Financing activities</b>	<b>(34,089)</b>	<b>(31,699)</b>	<b>(10,827)</b>	<b>(47,987)</b>
<b>Net (Decrease) / Increase in Cash &amp; Cash Equivalents</b>	<b>(22,814)</b>	<b>15,488</b>	<b>18,183</b>	<b>16,046</b>
Cash & cash equivalents at the beginning of the period	(74,591)	(76,347)	(58,080)	(55,622)
<b>Cash &amp; cash equivalents at the end of the period</b>	<b>(97,405)</b>	<b>(60,859)</b>	<b>(39,897)</b>	<b>(39,576)</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

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### 1. STATED CAPITAL

The stated capital consists of 41,161,913 shares issued as at 30<sup>th</sup> September 2018.

### 2. BASIS OF PREPARATION

2.1. The condensed interim financial statements of Acme Printing & Packaging PLC are for the period ended 30<sup>th</sup> September 2018. 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 2018.

### 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	
	2018	2017	2018	2017
	Rs'000	Rs'000	Rs'000	Rs'000
For the period ended 30 <sup>th</sup> September				
Loss for the period	(40,487)	(27,428)	(6,764)	(20,277)
Weighted Average no. of shares	41,162	41,162	41,162	41,162
<b>Loss Per Share</b>	<b>Rs. (0.98)</b>	<b>Rs. (0.67)</b>	<b>Rs. (0.16)</b>	<b>Rs. (0.49)</b>

### 5. CONTINGENT LIABILITIES

There is no change in the nature of contingent liabilities as at 30<sup>th</sup> September 2018 as compared to the contingent liabilities which were disclosed in the accounts for the year ended 31<sup>st</sup> March 2018.

### 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.

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 2018.**

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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. Dr. 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 2018.**

<b>Name</b>	<b>Number of shares</b>	<b>Percentage %</b>
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	1,525,856	3.71
5. Union Commodities (Pvt) Ltd.	1,102,007	2.68
6. Bank of Ceylon No.1 Account	1,078,700	2.62
7. Seylan Bank Ltd / Govindasamy Ramanan	862,192	2.09
8. Mr. J.D. Peiris	609,300	1.48
9. Seylan Bank Ltd / R.P Sugathadasa	536,417	1.30
10. People's Leasing Finance PLC / Dr. H.S.D. Soysa & Mrs. G. Soysa	435,013	1.06
11. Asha Financial Services Limited / Mr. C.N. Pakianathan	411,600	1.00
12. B.M.G. Rathnasiri	390,902	0.95
13. Mr. M. I. Sumsudeen	339,000	0.82
14. Mr. R.E. Rambukwelle	283,836	0.69
15. Majestic Investments (Pvt) Ltd	241,388	0.59
16. Mr. W.V.N.B. Weragoda	222,343	0.54
17. Commercial Bank of Ceylon PLC / S.A. Gulamhusein	219,226	0.53
18. Mr. H.A Pieris Joint:- Miss L.A. Pieris	200,189	0.49
19. Dr. U.N.R. De Silva	200,003	0.49
20. Dr. D.S.K. Chandrasena	200,000	0.49
20. Dr. Mrs. G.A.C. De Silva	200,000	0.49
20. Mr. K.M.S.M Razeek Joint:- Mr. K.S.M. Rajubdeen Joint:- Mr. S.M.R. Mohamed	200,000	0.49

Public Holding 49.12%

Number of Shareholders represented by public holding 1,992

Float adjustment market capitalization as at 30th September 2018 was Rs. 90,992,007/-

The Company complies with the Listing Rules 7.13.1 (a) under option 5 (Less than Rs.2.5 Bn Float Adjusted Market Capitalization which requires 20% minimum Public Holding & minimum 500 public shareholders).