

DIPPED PRODUCTS PLC

INTERIM REPORT FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 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 (Appointed w.e.f. 01/09/2018)

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 06 months to 30/09/2018 Rs.'000	Unaudited 06 months to 30/09/2017 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2018 Rs.'000	Unaudited 03 months to 30/09/2017 Rs.'000	Increase/ (Decrease) %
28,484,874	14,879,450	14,554,877	2	7,246,850	7,092,432	2
(24,024,671)	(12,609,832)	(12,630,109)	(0)	(6,166,433)	(6,112,310)	1
4,460,203	2,269,618	1,924,768	18	1,080,417	980,122	10
206,006	71,107	55,046	29	47,647	29,154	63
(614,150)	(282,274)	(320,731)	(12)	(120,327)	(142,275)	(15)
(2,389,297)	(1,376,266)	(1,209,445)	14	(730,238)	(623,372)	17
(3,806)	-	-	-	-	-	-
(369,096)	(230,153)	(188,850)	22	(122,372)	(86,569)	41
126,866	100,791	68,876	46	71,615	29,162	146
36,760	-	-	-	-	-	-
(212,992)	-	(100,399)	(100)	-	(49,495)	(100)
1,240,494	552,823	229,265	141	226,742	136,727	66
(439,644)	(139,464)	(165,465)	(16)	(63,381)	(53,334)	19
800,850	413,359	63,800	548	163,361	83,393	96
Attributable to :						
495,468	367,746	11,688	3,046	152,671	41,254	270
305,382	45,613	52,112	(12)	10,690	42,139	(75)
800,850	413,359	63,800	548	163,361	83,393	96
8.28	6.14	0.20		2.55	0.69	
8.28	6.14	0.20		2.55	0.69	
3.00	-	-		-	-	

*Computed based on 59,861,512 ordinary shares on issue as at 30/09/2018

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 06 months to 30/09/2018 Rs.'000	Unaudited 06 months to 30/09/2017 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2018 Rs.'000	Unaudited 03 months to 30/09/2017 Rs.'000	Increase/ (Decrease) %
2,266,036	Turnover	1,848,360	96	946,932	474,061	100
(1,836,512)	Cost of sales	(1,445,651)	81	(738,935)	(400,079)	85
429,524	Gross profit	402,709	174	207,997	73,982	181
261,294	Other income and gains	108,549	(58)	56,413	33,354	69
(27,611)	Distribution costs	(19,941)	(37)	(7,934)	(17,311)	(54)
(452,036)	Administrative expenses	(340,971)	53	(197,263)	(112,737)	75
(208)	Impairment reversal / (loss) on investment and other amounts due	(230)	-	(230)	-	-
(90,484)	Finance costs	(38,555)	(33)	(21,945)	(30,068)	(27)
16,088	Finance income	26,159	224	19,442	3,869	403
31,400	Change in fair value of Investment properties	-	-	-	-	-
167,967	Profit / (loss) before tax	137,720	36	56,480	(48,911)	215
(4,635)	Tax (expense) / release	8,715	23,454	8,918	868	927
163,332	Profit / (loss) for the period	146,435	44	65,398	(48,043)	236
2.73	Basic earnings / (loss) per ordinary share for the period (Rs.) *	2.45	1.70	1.09	(0.80)	
2.73	Diluted earnings / (loss) per ordinary share for the period (Rs.) *	2.45	1.70	1.09	(0.80)	
3.00	Dividend per share (Rs)	-	-	-	-	

*Computed based on 59,861,512 ordinary shares on issue as at 30/09/2018

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

Group	Group			Group		
Audited year to 31/03/2018 Rs.'000	Unaudited 06 months to 30/09/2018 Rs.'000	Unaudited 06 months to 30/09/2017 Rs.'000	Increase/ (Decrease) %	Unaudited 03 months to 30/09/2018 Rs.'000	Unaudited 03 months to 30/09/2017 Rs.'000	Increase/ (Decrease) %
800,850	413,359	63,800	548	163,361	83,393	96
	Profit / (loss) for the period					
	Other comprehensive income					
	<u>Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax)</u>					
382,909	70,213	188,587	(63)	186,123	88,223	111
	Currency translation of foreign operations					
(3)	(6)	3	(300)	(6)	-	-
	Net gain/(loss) on available for sale financial assets					
	<u>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</u>					
(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	70,207	188,590	(63)	186,117	88,223	111
	Other comprehensive income / (loss) for the period, net of tax					
1,066,839	483,566	252,390	92	349,478	171,616	104
	Total comprehensive income / (loss) for the period, net of tax					
766,794	437,346	199,789	119	337,606	129,285	161
	Attributable to : Equity holders of the parent					
300,045	46,220	52,601	(12)	11,872	42,331	(72)
	Non-controlling interest					
1,066,839	483,566	252,390	92	349,478	171,616	104
	Total comprehensive income / (loss) for the period, net of tax					

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>06 months to</u> <u>30/09/2018</u> <u>Rs.'000</u>	<u>Unaudited</u> <u>06 months to</u> <u>30/09/2017</u> <u>Rs.'000</u>	<u>Increase/</u> <u>(Decrease)</u> <u>%</u>	<u>Unaudited</u> <u>03 months to</u> <u>30/09/2018</u> <u>Rs.'000</u>	<u>Unaudited</u> <u>03 months to</u> <u>30/09/2017</u> <u>Rs.'000</u>	<u>Increase/</u> <u>(Decrease)</u> <u>%</u>
163,332	146,435	101,510	44	65,398	(48,043)	236
	Profit / (loss) for the period					
	Other comprehensive income					
	<u>Other comprehensive income not</u>					
	<u>to be reclassified to profit or loss</u>					
	<u>in subsequent periods (net of</u>					
	<u>tax)</u>					
(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)	-	-	-	-	-	-
	Other comprehensive income /					
	(loss) for the period, net of tax					
100,379	146,435	101,510	44	65,398	(48,043)	236
	Total comprehensive income /					
	(loss) for the period, net of tax					

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 30/09/2018 Rs.'000	Unaudited as at 30/09/2017 Rs.'000		Unaudited as at 30/09/2018 Rs.'000	Unaudited as at 30/09/2017 Rs.'000
ASSETS							
Non-Current Assets							
Tangible assets							
12,408,303	676,108	Property, plant and equipment	12,265,527	12,390,404	598,201	572,643	
56,977	-	Lease rental paid in advance	57,761	57,608	-	-	
279,344	57,648	Formers (moulds)	300,339	281,248	63,638	29,225	
348,060	156,900	Investment Properties	348,060	311,300	156,900	125,500	
404,659	-	Biological assets	408,159	378,188	-	-	
259,337	-	Intangible assets	325,627	259,880	65,089	-	
-	3,600,546	Investment in subsidiaries	-	-	3,600,546	3,682,546	
-	-	Investment in equity accounted investee	-	113,624	-	-	
-	38,620	Amounts due from subsidiaries	-	-	31,277	45,800	
23	-	Other non-current financial assets	17	29	-	-	
98,157	33,163	Deferred tax assets	107,368	196,687	46,215	40,997	
<u>13,854,860</u>	<u>4,562,985</u>		<u>13,812,858</u>	<u>13,988,968</u>	<u>4,561,866</u>	<u>4,496,711</u>	
Current Assets							
4,546,333	605,332	Inventories	4,287,461	3,617,693	644,589	463,367	
4,731,960	821,265	Trade and other receivables	4,743,111	4,840,915	684,136	661,969	
169,592	52,655	Advance and prepayments	185,058	152,683	91,832	42,585	
-	876,255	Amounts due from subsidiaries	-	-	1,178,773	536,356	
1,327,335	72,417	Cash and short term deposits	1,308,413	953,993	11,529	89,052	
<u>10,775,220</u>	<u>2,427,924</u>		<u>10,524,043</u>	<u>9,565,284</u>	<u>2,610,859</u>	<u>1,793,329</u>	
<u>24,630,080</u>	<u>6,990,909</u>	Total assets	<u>24,336,901</u>	<u>23,554,252</u>	<u>7,172,725</u>	<u>6,290,040</u>	
EQUITY AND LIABILITIES							
Equity							
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	8,849,195	8,081,233	3,730,280	2,794,979	
9,739,315	4,641,519	Equity attributable to equity holders of the parent	9,907,284	9,172,139	4,518,577	3,614,077	
2,566,261	-	Non-controlling interest	2,570,041	2,349,560	-	-	
<u>12,305,576</u>	<u>4,641,519</u>	Total equity	<u>12,477,325</u>	<u>11,521,699</u>	<u>4,518,577</u>	<u>3,614,077</u>	
Non-Current Liabilities							
1,397,541	-	Interest-bearing loans and borrowings	1,113,419	1,635,838	-	-	
728,000	-	Deferred income	747,399	707,572	-	-	
2,308,123	433,820	Defined benefit obligations	2,414,025	2,220,793	448,278	355,504	
54,041	-	Agents' indemnity fund	55,660	51,071	-	-	
713,849	-	Deferred tax liabilities	708,764	703,231	-	-	
<u>5,201,554</u>	<u>433,820</u>		<u>5,039,267</u>	<u>5,318,505</u>	<u>448,278</u>	<u>355,504</u>	
Current liabilities							
3,434,860	379,472	Trade and other payables	3,052,662	2,864,497	359,716	455,504	
6,800	6,800	Unclaimed dividends / dividends payable	96,661	6,630	96,661	6,630	
2,767,380	905,952	Short-term loans and bank overdrafts	2,946,813	2,856,348	1,073,131	765,430	
874,758	-	Interest-bearing loans and borrowings	693,883	980,377	-	-	
-	614,229	Amounts due to subsidiaries	-	-	676,362	1,092,895	
39,152	9,117	Income tax payable	30,290	6,196	-	-	
<u>7,122,950</u>	<u>1,915,570</u>		<u>6,820,309</u>	<u>6,714,048</u>	<u>2,205,870</u>	<u>2,320,459</u>	
<u>12,324,504</u>	<u>2,349,390</u>	Total liabilities	<u>11,859,576</u>	<u>12,032,553</u>	<u>2,654,148</u>	<u>2,675,963</u>	
<u>24,630,080</u>	<u>6,990,909</u>	Total equity and liabilities	<u>24,336,901</u>	<u>23,554,252</u>	<u>7,172,725</u>	<u>6,290,040</u>	

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 30/09/2018, 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

12/11/2018

sgd.

Soon Huat Ng
Managing Director

DIPPED PRODUCTS PLC
STATEMENTS OF CHANGES IN EQUITY

Group
For the period ended 30/09/2018

	-----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	-	-	-	-	-	-	-	-	367,746	-	367,746	45,613	413,359
Other comprehensive income													
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	69,604	69,604	609	70,213
Net change in fair value of available-for-sale financial assets	-	-	-	-	(4)	-	-	-	-	-	(4)	(2)	(6)
Total other comprehensive income	-	-	-	-	(4)	-	-	-	-	69,604	69,600	607	70,207
Total comprehensive income / (loss) for the period	-	-	-	-	(4)	-	-	-	367,746	69,604	437,346	46,220	483,566
Transactions with owners, recorded directly in equity													
Dividends	-	-	-	-	-	-	-	-	(269,377)	-	(269,377)	(42,440)	(311,817)
Transfer to Legal reserve	-	-	-	12,251	-	-	-	-	(12,251)	-	-	-	-
Total contributions by and distributions to owners	-	-	-	12,251	-	-	-	-	(281,628)	-	(269,377)	(42,440)	(311,817)
As at 30/09/2018	598,615	167,409	220,222	71,832	11	1,190,950	162,316	12,824	6,726,427	756,678	9,907,284	2,570,041	12,477,325
For the period ended 30/09/2017													
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	-	-	-	-	-	-	-	-	11,688	-	11,688	52,112	63,800
Other comprehensive income													
Net exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	188,099	188,099	488	188,587
Net change in fair value of available-for-sale financial assets	-	-	-	-	2	-	-	-	-	-	2	1	3
Total other comprehensive income / (loss)	-	-	-	-	2	-	-	-	-	188,099	188,101	489	188,590
Total comprehensive income / (loss) for the period	-	-	-	-	2	-	-	-	11,688	188,099	199,789	52,601	252,390
Transactions with owners, recorded directly in equity													
Dividends	-	-	-	-	-	-	-	-	(149,654)	-	(149,654)	(15,246)	(164,900)
Transfer to Legal reserve	-	-	-	13,501	-	-	-	-	(13,501)	-	-	-	-
As at 30/09/2017	598,615	167,409	265,282	59,581	19	1,190,950	146,331	16,073	6,234,083	493,796	9,172,139	2,349,560	11,521,699

Company

For the period ended 30/09/2018

	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	-	-	-	146,435	146,435	
Transactions with owners, recorded directly in equity						
Dividends	-	-	-	(269,377)	(269,377)	
Total contributions by and distributions to owners	-	-	-	(269,377)	(269,377)	
As at 30/09/2018	598,615	189,502	180	3,730,280	4,518,577	
For the period ended 30/09/2017						
As at 01/04/2017	598,615	220,303	180	2,843,122	3,662,220	
Profit for the period	-	-	-	101,510	101,510	
Transactions with owners, recorded directly in equity						
Dividends	-	-	-	(149,653)	(149,653)	
Total contributions by and distributions to owners	-	-	-	(149,653)	(149,653)	
As at 30/09/2017	598,615	220,303	180	2,794,979	3,614,077	

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

<u>Group</u>		<u>Company</u>		<u>Group</u>		<u>Company</u>	
Audited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
year to	year to	06 months to	06 months to	06 months to	06 months to	06 months to	06 months to
31/03/2018	31/03/2018	30/09/2018	30/09/2017	30/09/2018	30/09/2017	30/09/2018	30/09/2017
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Cash flows from operating activities							
2,983,309	(103,998)	1,313,433	1,232,920	(64,751)	(48,032)		
(357,163)	(90,484)	(187,412)	(187,983)	(38,555)	(57,660)		
(445,533)	(15,404)	(92,558)	(251,156)	(10,765)	(5,774)		
(292,703)	(33,020)	(122,497)	(137,745)	(20,342)	(18,193)		
(2,653)	-	(624)	(35)	-	-		
1,885,257	(242,906)	910,342	656,001	(134,413)	(129,659)		
Cash flows from investing activities							
(483,422)	(59,059)	(211,970)	(213,998)	(16,347)	(29,477)		
-	-	(1,446)	-	-	-		
(314,304)	-	(166,478)	(165,212)	-	-		
(60,399)	-	(38,742)	(26,677)	(10,832)	-		
-	-	(19,662)	-	(17,864)	-		
60,045	-	31,123	27,791	-	-		
43,355	3,330	13,739	6,591	67	1,850		
(6,078)	-	(3,500)	(3,835)	-	-		
59,342	3,101	47,420	24,259	17,104	1,608		
-	222,614	-	-	106,736	222,614		
-	(24,455)	-	-	-	-		
(701,461)	145,531	(349,516)	(351,081)	78,864	196,595		
Cash flows from financing activities							
148,927	-	-	111,963	-	-		
(845,452)	-	(535,969)	(423,544)	-	-		
-	(20,000)	-	-	-	(25,000)		
-	12,773	-	-	6,986	10,960		
(2,441)	-	(1,268)	(1,222)	-	-		
(149,287)	(149,287)	(179,504)	(149,627)	(179,504)	(149,628)		
(45,989)	-	(42,440)	(15,246)	-	-		
(894,242)	(156,514)	(759,181)	(477,676)	(172,518)	(163,668)		
289,554	(253,889)	(198,355)	(172,756)	(228,067)	(96,732)		
(1,729,599)	(579,646)	(1,440,045)	(1,729,599)	(833,535)	(579,646)		
(1,440,045)	(833,535)	(1,638,400)	(1,902,355)	(1,061,602)	(676,378)		
A							
Cash generated from operations							
1,240,494	167,967	552,823	229,265	137,720	101,473		
Adjustments for:							
357,163	90,484	187,412	187,983	38,555	57,660		
212,992	-	-	100,399	-	-		
(24,228)	-	-	-	-	-		
3,806	-	9,365	-	-	-		
(36,760)	(31,400)	-	-	-	-		
968,867	61,024	517,551	477,228	41,027	27,548		
1,262	-	633	631	-	-		
45,907	4,359	10,118	18,947	3,350	1,538		
12,916	6,097	7,630	4,250	1,492	669		
1,088	-	6,533	-	5,936	-		
-	-	-	545	-	-		
(20,809)	(2,765)	(13,115)	(6,318)	-	(1,818)		
(23,160)	-	(11,723)	(11,334)	-	-		
27,056	5,434	11,947	23,086	873	5,247		
377,440	51,982	227,938	221,724	34,800	26,460		
5,943	-	2,633	2,555	-	-		
-	208	-	-	230	-		
23,513	2,894	32,792	16,273	(1,096)	1,454		
(59,342)	(261,815)	(47,420)	(24,259)	(123,840)	(258,590)		
264,862	-	92,519	139,951	-	-		
3,379,010	94,469	1,587,636	1,380,926	139,047	(38,359)		
(308,096)	137,381	(93,270)	(449,664)	(168,824)	104,469		
125,852	(5,970)	(15,437)	141,499	(39,177)	(2,946)		
(732,303)	(115,695)	216,715	207,383	(38,161)	21,723		
518,846	(214,183)	(382,211)	(47,224)	42,364	(132,919)		
(395,701)	(198,467)	(274,203)	(148,006)	(203,798)	(9,673)		
2,983,309	(103,998)	1,313,433	1,232,920	(64,751)	(48,032)		
B							
Analysis of cash & cash equivalents at end of the period							
526,180	72,417	381,977	342,093	11,529	89,052		
801,155	-	926,436	611,900	-	-		
(2,767,380)	(905,952)	(2,946,813)	(2,856,348)	(1,073,131)	(765,430)		
(1,440,045)	(833,535)	(1,638,400)	(1,902,355)	(1,061,602)	(676,378)		

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 an interim dividend of Rs. 1.50 per share for the financial year 2018/19 on 28/09/2018 and it was paid on 22/10/2018.

6. Industry Segment Turnover

<u>Group</u> Audited year to 31/03/2018		<u>Group</u> Unaudited 6 months to 30/09/2018	Unaudited 6 months to 30/09/2017
Rs'000		Rs'000	Rs'000
15,865,114	Hand Protection	8,437,173	8,025,337
12,703,531	Plantations	6,546,833	6,571,455
28,568,645		14,984,005	14,596,792
(83,771)	Inter - segment sales / services	(104,555)	(41,915)
<u>28,484,874</u>		<u>14,879,450</u>	<u>14,554,877</u>

7. Industry Segment Results

<u>Group</u> Audited year to 31/03/2018		<u>Group</u> Unaudited 6 months to 30/09/2018	Unaudited 6 months to 30/09/2017
Rs. '000		Rs. '000	Rs. '000
507,481	Hand Protection	521,873	98,167
1,188,235	Plantations	160,312	351,471
1,695,716		682,185	449,638
(369,096)	Finance cost	(230,153)	(188,850)
126,866	Finance income	100,791	68,876
(212,992)	Share of loss of equity accounted investee (net of tax)	-	(100,399)
<u>1,240,494</u>	Profit before tax	<u>552,823</u>	<u>229,265</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 30th September 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

	30/09/2018 Rs.	30/09/2017 Rs.
Market Value of Shares		
The market value of an ordinary share of Dipped Products PLC was as follows.		
Closing price on	77.00	93.50
Highest price recorded for the six months ending	93.50	125.00
Lowest price recorded for the six months ending	66.20	75.10
Highest price recorded for the three months ending	85.00	125.00
Lowest price recorded for the three months ending	66.20	87.20
Market Capitalisation (Rs. M)	4,609	5,597
Ratios		
Net assets per share at the period end*	165.50	153.22
Price earnings ratio annualised (times)	6.27	239.44
Share Trading information from 01/04/2018 to 30/09/2018		
Number of transactions	560	1,498
Number of shares traded	648,780	997,395
Value of shares traded (Rs.)	53,978,829.20	96,944,884.50

Dividend Payments

An 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 30/09/2018

First twenty shareholders as at 30/09/2018

	Shareholder	No. of Shares as at 30/09/2018	%
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.Jayanthna	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	246,224	0.41
14	Akbar Brothers (Pvt) Ltd A/C No.1	233,771	0.39
15	Hallsville Trading Group Inc.	204,024	0.34
16	Sevlan Bank PLC/Symphony Capital Limited	203,714	0.34
17	HSBC International Nominees Ltd-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
	TOTAL	51,388,769	85.85

Public Holding as at 30/09/2018

Percentage of Public Holding 41.82%

Total number of shareholders representing the public holding 2,511

Float - Adjusted Market Capitalization (Rs.) 1,927,624,492.52

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 30/09/2018

Name of Director	No. of Shares as at 30/09/2018
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.Kariyawan & K.H.S.Kariyawan - 2,500	82,486
Mr.H.S.R.Kariyawan & H.B.Kariyawan - 79,986	
Mr.R.H.P.Janadheera	-
Ms.R.N. Obeyesekere	-
Mr.K.M.D.I. Prasad (Appointed w.e.f. 01/09/2018)	-
Total	104,112

*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 30/09/2018.