

Gestetner of Ceylon Plc

PROVISIONAL FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

30TH SEPTEMBER 2016

REGISTERED OFFICE

GESTETNER OF CEYLON PLC

248, VAUXHALL STREET,

COLOMBO 02

GESTETNER OF CEYLON PLC

Interim Financial Statements

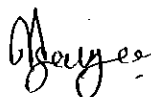
STATEMENT OF FINANCIAL POSITION

All amounts in Sri Lankan Rupees

As at	GROUP			COMPANY		
	30.09.2016	30.09.2015	31.03.2016 (Audited)	30.09.2016	30.09.2015	31.03.2016 (Audited)
ASSETS						
Non-Current Assets						
Property, Plant & Equipment	65,202,405	65,079,842	57,778,765	55,822,421	52,801,687	47,365,482
Intangible Assets	1,916,867	1,969,961	2,130,628	1,916,867	1,940,202	2,108,225
Investments In Subsidiary Companies	-	-	-	26,999,960	29,999,960	26,999,960
Other Investment	35,796,800	35,796,800	35,796,800	35,796,800	35,796,800	35,796,800
	<u>102,916,072</u>	<u>102,846,603</u>	<u>95,706,193</u>	<u>120,536,048</u>	<u>120,538,649</u>	<u>112,270,467</u>
Current Assets						
Inventories	31,448,951	42,153,717	71,562,670	31,040,651	40,356,605	70,739,975
Trade and Other Receivables	151,224,070	106,771,796	133,400,177	134,357,093	79,618,663	108,229,815
Amounts Due From Related Companies	-	-	95,000	-	-	95,000
Cash & Cash Equivalents	118,108,474	130,258,938	88,288,023	105,533,461	118,513,317	76,054,754
Total Current Assets	<u>300,781,495</u>	<u>279,184,451</u>	<u>293,345,870</u>	<u>270,931,204</u>	<u>238,488,586</u>	<u>255,119,544</u>
Total Assets	<u>403,697,567</u>	<u>382,031,053</u>	<u>389,052,063</u>	<u>391,467,253</u>	<u>359,027,235</u>	<u>367,390,011</u>
EQUITY						
Stated Capital (No of Shares 2,657,812)	91,965,565	91,965,565	91,965,565	91,965,565	91,965,565	91,965,565
General Reserve	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Retained Earnings	152,082,502	130,542,075	123,166,007	120,393,894	95,945,984	91,520,701
Total Equity Attributable to Equity Holders of the Company	<u>249,048,067</u>	<u>227,507,640</u>	<u>220,131,572</u>	<u>217,359,459</u>	<u>192,911,549</u>	<u>188,486,266</u>
LIABILITIES						
Non-Current Liabilities						
Deferred Tax Liabilities	1,177,271	728,931	1,133,547	1,827,224	1,711,292	1,827,222
Interest Bearing Borrowings	2,485,406	3,402,647	2,915,408	2,485,406	3,402,647	2,915,408
Employee Benefit	11,095,148	13,215,626	11,297,583	10,932,062	13,035,002	11,297,583
Total Non Current Liabilities	<u>14,757,825</u>	<u>17,347,204</u>	<u>15,346,539</u>	<u>15,244,692</u>	<u>18,148,941</u>	<u>16,040,214</u>
Current Liabilities						
Interest Bearing Borrowings	805,986	701,940	735,038	805,986	701,940	735,038
Trade & Other Payables	127,374,569	131,067,318	142,659,559	123,295,155	126,208,690	134,959,883
Amounts Due to Related Companies	-	-	-	23,194,702	17,258,528	17,695,894
Income Tax Payable	11,296,447	5,406,953	7,026,638	11,567,258	3,797,586	6,319,999
Bank Overdrafts	414,673	-	3,152,718	-	-	3,152,718
Total Current Liabilities	<u>139,891,676</u>	<u>137,176,211</u>	<u>153,573,953</u>	<u>158,863,102</u>	<u>147,966,744</u>	<u>162,863,532</u>
Total Liabilities	<u>154,649,501</u>	<u>154,523,414</u>	<u>168,920,491</u>	<u>174,107,794</u>	<u>166,115,685</u>	<u>178,903,745</u>
Total Equity & Liabilities	<u>403,697,567</u>	<u>382,031,053</u>	<u>389,052,063</u>	<u>391,467,253</u>	<u>359,027,235</u>	<u>367,390,011</u>
Net Assets Value Per Share (Rs.)	93.70	85.60	82.82	81.78	72.58	70.92

The above figures are provisional and subject to audit.

I certify that these Financial Statements are in compliance with the requirements of Companies Act No. 07 of 2007.



Head of Finance - A P G Ambillawatha

The Board of Directors are responsible for the preparation & presentation of these Financial Statements.

Signed for and on behalf of the Board by,



Director - B C U Perera
11th November 2016



Director - L R Watawala

GESTETNER OF CEYLON PLC
Interim Financial Statements

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
All amounts in Sri Lankan Rupees

For the	GROUP						
	Quarter Ended	Quarter Ended	Change	Period Ended	Period Ended	Change	Audited Year Ended
	30.09.2016	30.09.2015		30.09.2016	30.09.2015		31.03.2016
			%			%	
Revenue	168,476,085	154,098,789	9%	309,369,688	282,251,392	10%	617,793,819
Cost of Sales	(98,063,529)	(91,832,219)	7%	(191,054,705)	(176,373,321)	8%	(411,852,151)
Gross Profit	70,412,555	62,266,570	13.1%	118,314,983	105,878,071	12%	205,941,668
Other Income	12,758,911	17,890,327	-29%	12,788,016	17,485,785	-27%	19,398,985
Administrative Expenses	(33,630,693)	(30,348,467)	11%	(65,414,298)	(62,024,787)	5%	(125,423,942)
Selling & Distribution Expenses	(12,759,632)	(18,544,388)	-31%	(25,625,913)	(30,889,463)	-17%	(50,741,951)
Other Operating Expenses	(376,260)	(848,536)	-56%	(802,795)	(1,887,919)	-57%	(6,105,726)
Operating Profit	36,404,882	30,415,505	20%	39,260,023	28,561,688	37%	43,069,034
Net Finance Income / (Expenses)	773,179	(2,892,049)	-127%	1,546,934	(2,851,355)	-154%	5,085,429
Profit Before Tax	37,178,061	27,523,456	35%	40,806,957	25,710,333	59%	48,154,463
Income Tax Expense	(10,728,816)	(6,266,167)	71%	(11,890,463)	(7,453,891)	60%	(13,353,781)
Profit for the Period	26,449,245	21,257,289	24%	28,916,494	18,256,442	58%	34,800,682
Other Comprehensive Income							
Actuarial Loss on Employee Benefit	-	-		-	-		-
Tax on Other Comprehensive Income	-	-		-	-		-
Other Comprehensive Income for the Year, net of Tax	-	-		-	-		-
Total Comprehensive Income Attributable to Owners of the Company	26,449,245	21,257,289		28,916,494	18,256,442		34,800,682
Earning Per Share (Rs.)	10.06	8.09		11.00	6.95		13.23

For the	COMPANY						
	Quarter Ended	Quarter Ended	Change	Period Ended	Period Ended	Change	Audited Year Ended
	30.09.2016	30.09.2015		30.09.2016	30.09.2015		31.03.2016
			%			%	
Revenue	155,380,809	133,527,275	16%	285,203,151	243,741,066	17%	543,045,744
Cost of Sales	(92,731,661)	(82,943,421)	12%	(182,056,236)	(161,933,009)	12%	(376,963,577)
Gross Profit	62,649,147	50,583,854	24%	103,146,914	81,808,057	26%	166,082,167
Other Income	12,949,564	18,118,232	-29%	13,159,717	18,043,305	-27%	24,024,050
Administrative Expenses	(27,996,126)	(24,375,280)	15%	(53,484,634)	(49,858,483)	7%	(100,828,001)
Selling & Distribution Expenses	(11,186,521)	(17,231,932)	-35%	(22,743,367)	(27,773,441)	-18%	(46,433,509)
Other Operating Expenses	(405,266)	(848,536)	-52%	(800,838)	(1,912,117)	-58%	(5,635,612)
Operating Profit	36,010,798	26,246,337	37%	39,277,791	20,307,322	93%	37,209,095
Net Finance Income / (Expenses)	649,990	(2,870,052)	-123%	1,388,679	(2,863,258)	-148%	4,629,671
Profit Before Tax	36,660,789	23,376,285	57%	40,666,471	17,444,064	133%	41,838,766
Income Tax Expense	(10,631,629)	(5,058,779)	110%	(11,793,276)	(5,058,779)	133%	(9,958,456)
Profit for the Period	26,029,160	18,317,506	42%	28,873,194	12,385,285	133%	31,880,310
Other Comprehensive Income							
Actuarial Loss on Employee Benefit	-	-		-	-		-
Tax on Other Comprehensive Income	-	-		-	-		-
Other Comprehensive Income for the Year, net of Tax	-	-		-	-		-
Total Comprehensive Income Attributable to Owners of the Company	26,029,160	18,317,506		28,873,194	12,385,285		31,880,310
Earning Per Share (Rs.)	9.90	6.97		10.99	4.71		12.12

GESTETNER OF CEYLON PLC

Interim Financial Statements

STATEMENT OF CHANGES IN EQUITY

All amounts in Sri Lankan Rupees

GROUP	Stated Capital Rs.	General Reserve Rs.	Retained Earnings Rs.	Total Equity Rs.
Balance as at 1 st April 2016	91,965,565	5,000,000	123,166,007	220,131,572
Profit for the period	-	-	28,916,494	28,916,494
Balance as at 30th September 2016	<u>91,965,565</u>	<u>5,000,000</u>	<u>152,082,501</u>	<u>249,048,066</u>
Balance as at 1 st April 2015	46,403,125	5,000,000	112,285,633	163,688,758
Issue of Rights	45,562,440	-	-	45,562,440
Profit for the period	-	-	18,256,442	18,256,442
Balance as at 30th September 2015	<u>91,965,565</u>	<u>5,000,000</u>	<u>130,542,075</u>	<u>227,507,640</u>

COMPANY

	Stated Capital Rs.	General Reserve Rs.	Retained Earnings Rs.	Total Equity Rs.
Balance as at 1 st April 2016	91,965,565	5,000,000	91,520,701	188,486,266
Profit for the period	-	-	28,873,194	28,873,194
Balance as at 30th September 2016	<u>91,965,565</u>	<u>5,000,000</u>	<u>120,393,895</u>	<u>217,359,460</u>
Balance as at 1 st April 2015	46,403,125	5,000,000	83,560,699	134,963,824
Issue of Rights	45,562,440	-	-	45,562,440
Profit for the period	-	-	12,385,285	12,385,285
Balance as at 30th September 2015	<u>91,965,565</u>	<u>5,000,000</u>	<u>95,945,984</u>	<u>192,911,549</u>

SEGMENT INFORMATION

For the period ended 30th September 2016

	Machine Sale	Spares Sale	Consumables Sale	Services Sale	Inter Segment Sales	Consolidated
Sales to Outsiders	122,331,560	31,249,660	83,719,267	72,069,201	-	309,369,688
Inter segment sales	-	7,578,605	10,063,135	19,550,224	(37,191,964)	-
Total revenue	<u>122,331,560</u>	<u>38,828,265</u>	<u>93,782,402</u>	<u>91,619,425</u>	<u>(37,191,964)</u>	<u>309,369,688</u>
Segment Result	<u>28,402,148</u>	<u>18,800,530</u>	<u>33,591,809</u>	<u>42,372,552</u>	<u>(4,852,057)</u>	<u>118,314,983</u>

For the three months ended 30th September 2016

	Machine Sale	Spares Sale	Consumables Sale	Services Sale	Inter Segment Sales	Consolidated
Sales to Outsiders	68,085,212	16,893,440	44,420,751	39,076,681	-	168,476,084
Inter segment sales	-	3,097,809	6,397,029	11,126,774	(20,621,612)	-
Total revenue	<u>68,085,212</u>	<u>19,991,249</u>	<u>50,817,780</u>	<u>50,203,455</u>	<u>(20,621,612)</u>	<u>168,476,084</u>
Segment Result	<u>24,047,472</u>	<u>8,500,348</u>	<u>17,752,315</u>	<u>14,911,645</u>	<u>5,200,773</u>	<u>70,412,554</u>

GESTETNER OF CEYLON PLC

STATEMENT OF CASH FLOWS

All amounts in Sri Lankan Rupees

For the Period Ended ,	GROUP			COMPANY		
	30.09.16	30.09.15	31.03.16 (Audited)	30.09.16	30.09.15	31.03.16 (Audited)
Operating Activities (A)						
Cash Generated from Operations	59,229,298	105,241,892	91,308,160	58,385,846	107,528,861	87,645,084
Exchange (Loss) / Gain	1,802,726	(2,721,637)	2,762,645	1,802,419	(2,701,768)	2,689,899
Interest Received	717,578	1,198,103	4,795,378	509,511	1,102,808	4,454,745
Interest Paid	(811,393)	(1,264,974)	(2,231,604)	(761,275)	(1,201,451)	(2,273,983)
Employee Benefits Paid	(1,648,717)	(1,141,576)	(5,027,935)	(1,648,717)	(1,141,576)	(5,027,935)
Tax Paid	(7,620,654)	(9,996,340)	(13,871,925)	(6,546,018)	(6,254,714)	(8,516,047)
Net Cash Generated From Operating Activities	51,668,837	91,315,468	77,734,719	51,741,767	97,332,160	78,971,762
Investing Activities						
Purchase of Property, Plant & Equipment	(18,589,313)	(18,337,285)	(27,546,957)	(18,589,313)	(18,337,285)	(27,454,957)
Proceeds from Disposal of Property, Plant & Equipment	-	617,100	2,725,225	-	617,100	2,725,225
Net Cash Used in Investing Activities	(18,589,313)	(17,720,185)	(24,821,732)	(18,589,313)	(17,720,185)	(24,729,732)
Financing Activities						
Issue of Rights	-	45,562,440	45,562,440	-	45,562,440	45,562,440
Re-Purchase of Shares	-	-	-	-	-	4,200,000
Lease Rentals Paid	(521,030)	(173,677)	(694,706)	(521,030)	(173,677)	(694,706)
Dividend Paid	-	-	(23,920,308)	-	-	(23,920,308)
Net Cash Used in Financing Activities	(521,030)	45,388,763	20,947,426	(521,030)	45,388,763	25,147,426
Increase in Cash & Cash Equivalents	32,558,495	118,984,046	73,860,413	32,631,425	125,000,738	79,389,457
Movements in Cash & Cash Equivalents						
As the Beginning of the Year	85,135,305	11,274,892	11,274,892	72,902,036	(6,487,421)	(6,487,421)
Increase in Cash & Cash Equivalents	32,558,495	118,984,046	73,860,413	32,631,425	125,000,738	79,389,457
Cash & Cash Equivalents end of the Period	117,693,800	130,258,938	85,135,305	105,533,461	118,513,317	72,902,036

(A) CASH GENERATED FROM OPERATIONS

For the Period Ended

	GROUP			COMPANY		
	30.09.16	30.09.15	31.03.16 (Audited)	30.09.16	30.09.15	31.03.16 (Audited)
Profit Before Tax	40,806,957	25,710,333	48,154,463	40,666,471	17,444,064	41,838,766
Adjustments						
Depreciation of PPE & Amortisation of Intangible Assets	10,779,434	10,171,105	25,422,116	9,723,731	7,094,769	21,656,527
Provision of impairment on PPE	600,000	60,000	3,772,368	600,000	60,000	3,616,222
Gain on Disposal of PPE	-	(617,100)	(900,225)	-	(617,100)	(900,225)
Provision for Related Party Receivables	-	-	-	16,650	-	99,323
Capital Gain	-	-	-	-	-	(1,200,000)
Exchange (Gain) / Loss	(1,802,726)	2,721,637	(2,762,645)	(1,802,419)	2,701,768	(2,689,899)
Interest Income	(717,578)	(1,198,103)	(4,795,378)	(509,511)	(1,102,808)	(4,454,745)
Interest Expenses	973,369	1,327,821	2,472,594	923,251	1,264,298	2,514,973
Provision for Impairment of Debtors	(476,643)	699,551	591,781	(476,643)	699,551	178,490
(Reversal) / Provision for Inventories	679,438	1,128,367	(200,032)	660,831	1,152,565	(161,953)
Changes in Working Capital						
- Trade & Other Receivables	(17,347,251)	54,762,796	27,542,635	(25,650,635)	60,107,100	32,017,009
- Inventories	39,434,281	15,328,861	(13,880,060)	39,038,493	15,482,548	(13,586,303)
- Trade & other Payables	(15,284,991)	(6,205,333)	2,665,272	(11,664,728)	(11,784,280)	(3,033,088)
- Related Party	95,000	-	(95,000)	5,577,159	13,855,053	8,429,714
Employee Benefits	1,490,006	1,351,957	3,320,272	1,283,196	1,171,333	3,320,272
Cash Generated from Operations	59,229,298	105,241,892	91,308,160	58,385,846	107,528,861	87,645,084

CASH & CASH EQUIVALENTS

For the purpose of the Statement of Cash Flows, the year end cash equivalents comprise the following Cash & Cash Equivalents

	GROUP			COMPANY		
	30.09.16	30.09.15	31.03.16	30.09.16	30.09.15	31.03.16
Cash & Bank Balances	118,108,474	130,258,938	88,288,023	105,533,461	118,513,317	76,054,754
Bank Overdrafts	(414,673)	-	(3,152,718)	-	-	(3,152,718)
	117,693,800	130,258,938	85,135,305	105,533,461	118,513,317	72,902,036

Notes

1. The Interim Financial Statements of the Company and the Group have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting.
2. The accounting policies adopted are in consistent with those of the previous financial year.
3. There are no contingent liabilities as at 30th September 2016.
4. The Company has paid a first and final Dividend of Rs.1.00 per Share (on the 2,657,812 shares) on 7th October 2016 for the year ended 31st March 2016 which was approved by the shareholders at the Annual General Meeting held on 28th September 2016.
5. No circumstances have arisen since the reporting date, which would require adjustments or disclosures in the Financial Statements.

GESTETNER OF CEYLON PLC
Twenty Major Shareholders

	No. of Shares	Percentage	
1	GESTETNER (EASTERN) LTD	1,210,195	45.53
2	MR A A N DE FONSEKA	356,461	13.41
3	MR R H S PHILLIPS	312,705	11.77
4	MR B.C.U. PERERA	266,325	10.02
5	MR S J M ANZSAR	66,070	2.49
6	MS C.S.DE FONSEKA	38,970	1.47
7	MR A R RASLAH	38,407	1.45
8	DR H.S.D.SOYSA	20,177	0.76
9	MR M N MOHIDEEN	18,378	0.69
10	DR. (MRS) V SIVAPRAKASAPILLAI	17,500	0.66
11	MR J N PHILLIPS	16,200	0.61
12	MR D M R PHILLIPS	13,500	0.51
13	MR.M.A.T. RAAYMAKERS	12,552	0.47
14	MR A SITHAMPALAM	10,989	0.41
15	PAN ASIA BANKING CORPORATION PLC/MR S GOBINATH	9,400	0.35
16	MR.K.S.D.SENAWEERA	8,210	0.31
17	MRS. S.A.J. DE FONSEKA	6,959	0.26
18	MRS E R WIKRAMANAYAKE	6,750	0.25
19	MR. K.M.S.M. RAZBEK	5,603	0.21
20	SHALSRI INVESTMENTS (PVT) LTD	5,596	0.21

Public Holding - 15.94%

No of Public Holders 710

DIRECTORS' SHAREHOLDING		As at
		30.09.16
Mr D M R Phillips		13,500
Mr S J M Anzsar		66,070
Ms S A J Goonetilleke		6,959
Mr L R Watawala		1,892
Mr A M G Gomez		Nil
Mr B C U Perera		266,325

Market Price per Share	Quarter Ended 30.09.16 RS.	Quarter Ended 30.09.15 RS.
High	130.00	159.90
Low	90.50	125.20
Closing	117.90	147.00
Last Traded	117.90	147.00

BOARD OF DIRECTORS

S J M ANZSAR (CHAIRMAN)
L R WATAWALA (DEPUTY CHAIRMAN)
B C U PERERA (MANAGING DIRECTOR)
S A J GOONETILLEKE
D M R PHILLIPS
A M G GOMEZ
S T P KAHAWALA (EXECUTIVE DIRECTOR)

SECRETARIES

JACEY & COMPANY
P.O.BOX 154, COLOMBO.

SUBSIDIARIES

GESTETNER MANUFACTURERS (PVT) LTD.
GESTETNER PRINTING SERVICES (PVT) LTD.
NASHUA LANKA (PVT) LTD.