

**INTERIM FINANCIAL STATEMENTS  
FOR NINE MONTHS ENDED 31 DECEMBER 2020  
UNAUDITED**



**ACL CABLES PLC (PQ 102)**

(all amounts in Sri Lanka Rupees thousands)

	Quarter ended 31 December		Period ended 31 December	
	2020	2019	2020	2019
<i>For the period ended 31 December</i>				
Revenue	6,170,464	5,077,938	15,710,501	14,929,274
Cost of Sales	(5,157,791)	(4,092,771)	(13,078,497)	(12,352,617)
<b>Gross profit</b>	1,012,672	985,168	2,632,004	2,576,658
Other income	8,677	27,080	51,187	40,319
Distribution costs	(307,112)	(260,872)	(750,273)	(762,585)
Administrative costs	(190,068)	(150,253)	(579,792)	(399,610)
<b>Operating profit</b>	524,169	601,123	1,353,126	1,454,782
Finance costs - net	(77,126)	(193,655)	(348,504)	(473,890)
Share of (loss)/profit of investments accounted for using the equity method	45,623	55,766	83,294	54,194
<b>Profit before income tax</b>	492,667	463,234	1,087,916	1,035,086
Income tax expenses	(97,956)	(91,083)	(211,683)	(259,518)
<b>Profit</b>	394,711	372,151	876,233	775,568
<b>Profit attributable to :</b>				
- Owners of the parent	354,408	328,524	768,968	668,405
- Non-controlling interests	40,304	43,628	107,263	107,162
	394,711	372,151	876,233	775,568
<b>Earnings per share (Rs.)</b>	2.96	2.74	6.42	5.58

**ACL CABLES PLC**  
**INCOME STATEMENT -COMPANY**

Unaudited

(all amounts in Sri Lanka Rupees thousands)

<i>For the period ended 31 December</i>	<b>Quarter ended 31 December</b>		<b>Period ended 31 December</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Revenue	3,605,333	2,908,961	8,963,080	8,488,217
Cost of Sales	(3,174,009)	(2,565,089)	(7,871,561)	(7,483,395)
<b>Gross profit</b>	431,324	343,872	1,091,519	1,004,822
Other income	26,297	23,362	219,839	131,970
Distribution costs	(173,227)	(128,315)	(417,388)	(380,493)
Administrative costs	(52,693)	(56,687)	(152,760)	(158,102)
<b>Operating profit</b>	231,701	182,232	741,210	598,197
Finance costs - net	(43,892)	(68,218)	(162,102)	(208,187)
<b>Profit before income tax</b>	187,809	114,014	579,108	390,010
Income tax expenses	(34,879)	(31,331)	(85,262)	(80,525)
<b>Profit</b>	152,930	82,683	493,846	309,485
<b>Earnings per share (Rs.)</b>	1.28	0.69	4.12	2.58

**ACL CABLES PLC**  
**STATEMENT OF COMPREHENSIVE INCOME**

Unaudited

(all amounts in Sri Lanka Rupees thousands)

**(A) Group**

	Quarter ended 31 December		Period ended 31 December	
	2020	2019	2020	2019
<i>For the period ended 31 December</i>				
<b>Profit</b>	394,711	372,151	876,233	775,568
<b>Other comprehensive income/(expenses)</b>				
Net change in fair value of available-for-sale financial assets	7,200	3,516	20,913	3,002
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-
<b>Other comprehensive income, net of tax</b>	7,200	3,516	20,913	3,002
<b>Total comprehensive income, net of tax</b>	401,912	375,668	897,146	778,570
<b>Total comprehensive income attributable to:</b>				
- Owners of the parent	359,103	331,561	783,625	670,999
- Non-controlling interests	42,810	304,307	113,522	367,770
<b>Total comprehensive income, net of tax</b>	401,913	635,868	897,147	1,038,770

**(B) COMPANY**

	Quarter ended 31 December		Period ended 31 December	
	2020	2019	2020	2019
<i>For the period ended 31 December</i>				
<b>Profit</b>	152,930	82,683	493,846	309,485
<b>Other comprehensive income/(expenses)</b>				
Net change in fair value of available-for-sale financial assets	3,240	2,136	2,929	1,826
<b>Other comprehensive income, net of tax</b>	3,240	2,136	2,929	1,826
<b>Total comprehensive income, net of tax</b>	156,170	84,819	496,775	311,311

(all amounts in Sri Lanka Rupees thousands)

As at	Group		Company	
	31 December 2020	31 March 2020	31 December 2020	31 March 2020
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	4,676,300	4,761,445	1,837,214	1,927,055
Work in progress	90,494	32,517	66,174	7,466
Investment property	782,000	782,000	476,000	476,000
Intangible assets	69,242	88,813	958	958
Prepaid lease rentals	40,240	40,520	12,769	12,769
Investment in subsidiaries	-	-	1,047,645	1,067,218
Investment in equity accounted investee	377,747	312,874	345,093	345,093
Available-for-sale Financial assets	410,559	367,570	11,610	8,681
	<b>6,446,582</b>	<b>6,385,739</b>	<b>3,797,463</b>	<b>3,845,240</b>
<b>Current assets</b>				
Inventories	6,221,276	6,420,790	2,975,565	3,043,758
Trade and other receivables	8,540,973	8,413,049	5,314,885	4,528,648
Cash and cash equivalents	2,202,770	2,261,756	568,439	955,817
	<b>16,965,019</b>	<b>17,095,595</b>	<b>8,858,889</b>	<b>8,528,223</b>
<b>TOTAL ASSETS</b>	<b>23,411,601</b>	<b>23,481,334</b>	<b>12,656,351</b>	<b>12,373,463</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Stated capital	299,488	299,488	299,488	299,488
Capital reserve	2,270,744	2,270,744	1,002,568	1,002,568
General reserve	1,123,825	1,123,825	680,266	680,266
Available-for-sale Reserve	14,728	73	1,778	(1,151)
Retained earnings	8,132,439	7,543,150	4,020,138	3,705,978
<b>Equity attributable to owners of the parent</b>	<b>11,841,225</b>	<b>11,237,280</b>	<b>6,004,238</b>	<b>5,687,149</b>
Non-controlling interests	1,780,600	1,696,178	-	-
<b>Total equity</b>	<b>13,621,825</b>	<b>12,933,458</b>	<b>6,004,238</b>	<b>5,687,149</b>
<b>Non-current liabilities</b>				
Defined benefit obligations	417,413	387,618	241,965	229,880
Deferred tax liability	485,624	485,457	286,292	286,292
Lease liability	36,189	36,189	13,482	13,482
Borrowings	1,230,427	1,130,445	765,874	882,681
	<b>2,169,654</b>	<b>2,039,709</b>	<b>1,307,613</b>	<b>1,412,335</b>
<b>Current liabilities</b>				
Trade and other payables	4,240,560	2,747,678	4,093,500	3,637,760
Current income tax liability	630,745	569,748	268,919	219,721
Borrowings	2,446,598	4,261,855	760,336	775,328
Bank overdraft	302,218	928,888	221,745	641,169
	<b>7,620,121</b>	<b>8,508,169</b>	<b>5,344,500</b>	<b>5,273,978</b>
<b>Total liabilities</b>	<b>9,789,775</b>	<b>10,547,877</b>	<b>6,652,113</b>	<b>6,686,313</b>
<b>Total equity and liabilities</b>	<b>23,411,601</b>	<b>23,481,334</b>	<b>12,656,351</b>	<b>12,373,463</b>
Net asset value per share	98.85	93.81	50.12	47.48
Highest and Lowest Market Price recorded during the quarter;				
Highest price (Rs.)			77.30	60.00
Lowest price (Rs.)			43.00	26.20
Last traded price (Rs.)			76.60	31.10

It is certified that these financial statements have been prepared in compliance with the requirements of Companies Act, No. 07 of 2007.

Sgd.  
**Champika Coomasaru**  
Group Chief Financial Officer

Sgd.  
**Suren Madanayake**  
Managing Director

Sgd.  
**U. G. Madanayake**  
Chairman  
03 February 2021  
Colombo

ACL CABLES PLC  
STATEMENT OF CHANGES IN EQUITY - GROUP

Unaudited

(all amounts in Sri Lanka Rupees thousands)

For the period ended 31 December

	Attributable to owners of the company					Total	Non controlling interest	Total equity
	Stated capital	Capital reserves	General reserve	FV Reserve of FA at FVOCI	Retained profit			
<b>Balance at 1 April 2020</b>	299,488	2,270,744	1,123,825	73	7,543,151	11,237,281	1,696,178	12,933,459
Net profit	-	-	-	-	768,968	768,968	107,263	876,232
NCI Generated Through New Investment	-	-	-	-	-	-	-	-
Fair value adjustment for available-for-sale financial assets	-	-	-	14,655	-	14,655	6,258	20,913
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	14,655	768,968	783,624	113,522	897,145
<b>Dividends</b>	-	-	-	-	(179,681)	(179,681)	(29,099)	(208,780)
<b>Balance at 31 December 2020</b>	299,488	2,270,744	1,123,825	14,728	8,132,439	11,841,225	1,780,601	13,621,828

For the year ended 31 March 2020

	Attributable to owners of the company					Total	Non controlling interest	Total equity
	Stated capital	Capital reserves	General reserve	FV Reserve of FA at FVOCI	Retained profit			
<b>Balance at 1 April 2019</b>	299,488	2,274,026	1,123,825	4,774	6,838,660	10,540,773	1,284,316	11,825,089
Net profit	-	-	-	-	668,405	668,405	107,162	775,567
Fair value adjustment for available-for-sale financial assets	-	-	-	-	-	-	-	-
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	-	668,405	668,405	107,162	775,567
<b>Balance at 31 December 2019</b>	299,488	2,274,026	1,123,825	4,774	7,507,065	11,209,178	1,391,478	12,600,656
<b>Balance at 1 January 2020</b>	299,488	2,274,026	1,123,825	4,774	7,507,065	11,209,178	1,391,478	12,600,656
Net profit	-	-	-	-	223,079	223,079	25,597	248,676
Re-measurements of post employment benefit obligation	-	-	-	(4,701)	-	(4,701)	(1,425)	(6,126)
Deferred tax on re-measurement of post employment benefit obligation	-	-	-	-	(14,891)	(14,891)	-	(14,891)
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	4,515	4,515	-	4,515
Impact on transfer of NCI balance to retained earnings of equity investee	-	-	-	-	(218)	(218)	-	(218)
<b>Total comprehensive income</b>	-	-	-	(4,701)	212,485	207,784	24,172	231,956
Transfer from revaluation reserve	-	(3,282)	-	-	3,282	-	-	-
Non controlling interest on acquisition of subsidiary	-	-	-	-	-	-	304,780	304,780
Dividends	-	-	-	-	(179,681)	(179,681)	(24,252)	(203,933)
<b>Balance at 31 March 2020</b>	299,488	2,270,744	1,123,825	73	7,543,151	11,237,281	1,696,178	12,933,459

(all amounts in Sri Lanka Rupees thousands)

For the period ended 31 December

	Stated capital	Capital reserves	General reserve	FV Reserve of FA at FVOCI	Retained profit	Total
<b>Balance at 1 April 2020</b>	299,488	1,002,568	680,266	(1,151)	3,705,979	5,687,150
Net profit	-	-	-	-	493,846	493,846
Fair value adjustment for available-for-sale financial assets	-	-	-	2,929	-	2,929
<b>Total comprehensive income</b>	-	-	-	2,929	493,846	496,775
Dividends	-	-	-	-	(179,681)	(179,681)
<b>Balance at 31 December 2020</b>	299,488	1,002,568	680,266	1,778	4,020,144	6,004,238
No of shares as at 31 December 2020	119,787,360					

For the year ended 31 March 2020

	Stated capital	Capital reserves	General reserve	FV Reserve of FA at FVOCI	Retained profit	Total
<b>Balance at 1 April 2019</b>	299,488	1,002,568	680,266	881	3,550,934	5,534,137
Net profit	-	-	-	-	309,485	309,485
Fair value adjustment for available-for-sale financial assets	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	-	309,485	309,485
Dividends	-	-	-	-	(179,681)	(179,681)
<b>Balance at 31 December 2019</b>	299,488	1,002,568	680,266	881	3,680,738	5,663,941
<b>Balance at 1 January 2020</b>	299,488	1,002,568	680,266	881	3,680,738	5,663,941
Net profit	-	-	-	-	35,443	35,443
Fair value adjustment for available-for-sale financial assets	-	-	-	(2,032)	-	(2,032)
Re-measurements of post employment benefit obligation	-	-	-	-	(14,170)	(14,170)
Deferred tax on re-measurement of post employment benefit obligation	-	-	-	-	3,968	3,968
Gain on revaluation of Land and Building	-	-	-	-	-	-
Deferred tax on revaluation surplus	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	(2,032)	25,241	23,209
<b>Balance at 31 March 2020</b>	299,488	1,002,568	680,266	(1,151)	3,705,979	5,687,150
No of shares as at 31 March 2020	119,787,360					

**ACL CABLES PLC**  
**STATEMENT OF CASH FLOW**

Unaudited

(all amounts in Sri Lanka Rupees thousands)

For the period ended 31 December

	GROUP		COMPANY	
	2020	2019	2020	2019
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit/(loss) before tax	1,087,916	1,035,086	579,108	390,010
<b>Adjustments for:</b>				
Depreciation of property, plant and equipment	260,116	200,397	102,821	98,412
share of profit from equity accounted investee (net of tax)	(83,294)	(54,194)	-	-
Dividend received from equity accounted investee	-	-	-	-
Dividend income	(302)	(175)	(194,317)	(104,925)
Interest expense/(income)	348,504	473,890	162,102	208,187
Exchange gain on investment in Sri Lanka development bonds	-	-	-	-
Amortization of leasehold properties	280	18	-	-
Defined benefit obligations	48,438	53,361	24,228	24,350
<b>Changes in working capital:</b>				
(Increase)/Decrease in;				
Inventories	199,514	(687,255)	68,193	(4,876)
Receivables and prepayments	(127,924)	(1,445,765)	(786,237)	(1,205,906)
Increase/(Decrease) in;				
Trade and other payables	1,492,882	1,589,023	455,740	1,932,073
<b>Cash generated from/ (used in) operations</b>	<b>3,226,130</b>	<b>1,164,386</b>	<b>411,638</b>	<b>1,337,325</b>
Interest received/(paid)	(348,504)	(473,890)	(162,102)	(208,187)
Defined benefit obligations paid	(18,643)	(23,038)	(12,142)	(7,971)
Income tax paid less refund received	(159,812)	(193,322)	(36,063)	(56,206)
WHT on dividend paid by subsidiary to non-controlling interests	8,400	16,384	-	-
<b>Net cash (used in)/from operating activities</b>	<b>2,707,571</b>	<b>490,520</b>	<b>201,331</b>	<b>1,064,961</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase and construction of property, plant and equipment	(213,377)	(488,034)	(71,687)	(21,118)
Investment in Available for sale financial assets	-	(360,540)	-	-
Investment in subsidiary	-	-	19,573	(497,906)
Dividend received	302	175	194,317	104,925
<b>Net cash from/(used in) investing activities</b>	<b>(213,075)</b>	<b>(848,399)</b>	<b>142,203</b>	<b>(414,099)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Short term borrowings net of payments	(1,822,526)	(907,433)	(14,992)	(1,000,578)
Long term borrowings net of payments	99,982	942,880	(116,807)	920,737
Dividends paid	(179,681)	(179,681)	(179,681)	(179,681)
Dividends paid by subsidiaries to non-controlling interests	(24,588)	(24,588)	-	-
<b>Net cash generated from/ (used in) financing activities</b>	<b>(1,926,813)</b>	<b>1,143,121</b>	<b>(311,481)</b>	<b>(259,522)</b>
Net increase/(decrease) in cash and cash equivalents	567,684	(526,701)	32,053	391,338
Cash and cash equivalents at the beginning of the year	1,332,868	1,862,092	314,648	143,166
<b>Cash and cash equivalents at the end of the year</b>	<b>1,900,552</b>	<b>1,335,391</b>	<b>346,694</b>	<b>534,504</b>



(all amounts in Sri Lanka Rupees thousands)

**1. Segment information**

(a) Business segment information

-	Manufacturing cables 2020	Manufacturing PVC compound 2020	Others 2020	Total 2020	Total 2019
<i>For the period ended 31 December</i>					
<b>Revenue</b>					
Total revenue	15,998,702	1,315,703	3,670,140	20,984,545	20,821,871
Inter-segment sales	(482,074)	(1,152,133)	(3,639,837)	(5,274,044)	(5,892,597)
<b>External sales</b>	<b>15,516,628</b>	<b>163,570</b>	<b>30,303</b>	<b>15,710,501</b>	<b>14,929,274</b>
<b>Results</b>					
Profit/(loss) before other income and finance cost	765,165	214,902	321,872	1,301,939	1,414,463
Other income	46,869	644	3,674	51,187	40,319
Finance (cost)/income	(227,872)	(7,779)	(112,853)	(348,504)	(473,890)
Share of profit of investments accounted for using the equity method (Power and energy)	-	-	83,294	83,294	54,194
Taxation	(128,620)	(41,284)	(41,779)	(211,683)	(259,518)
<b>Profit/(loss) after taxation</b>	<b>455,542</b>	<b>166,483</b>	<b>254,208</b>	<b>876,233</b>	<b>775,568</b>
<b>Capital expenditure</b>					
Segment capital expenditure	187,904	-	25,473	213,377	488,034
<b>Total capital expenditure</b>				<b>213,377</b>	<b>488,034</b>
<b>Depreciation and amortisation</b>					
Segment depreciation	223,139	11,405	25,572	260,116	200,397
<b>Total depreciation and amortisation</b>				<b>260,116</b>	<b>200,397</b>

	Manufacturing cables 2020	Manufacturing PVC compound 2020	Others 2020	Total 2020	Total 2019
<i>For the period ended 31 December</i>					
<b>Assets</b>					
Segment assets	17,474,243	1,754,148	3,442,881	22,671,272	22,741,605
Unallocated corporate assets				740,329	739,729
<b>Total assets</b>				<b>23,411,601</b>	<b>23,481,334</b>
<b>Liabilities</b>					
Segment liabilities	7,667,406	266,906	1,852,238	9,786,550	10,544,539
Unallocated corporate liabilities				3,225	3,338
<b>Total liabilities</b>				<b>9,789,775</b>	<b>10,547,877</b>

(b) Geographical segment information - revenue

	Group		Company	
	2020	2019	2020	2019
<i>For the period ended 31 December</i>				
Local sales	13,021,754	12,546,320	7,725,305	7,127,092
Export sales	2,688,747	2,382,954	1,237,775	1,361,125
	<b>15,710,501</b>	<b>14,929,274</b>	<b>8,963,080</b>	<b>8,488,217</b>

- 2.** The consolidated interim financial statements have been prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31 March 2020 and are in compliance with Sri Lanka Accounting Standards - LKAS 34 - Interim Financial Reporting.
- 3.** Where necessary, the presentation and classification of the financial statements of the previous period have been adjusted for better presentation and to be comparable with year end reporting.
- 4.** There were no liabilities for management fees or any other similar expenditures in the interim financial statements.
- 5.** There were no funds raised through an IPO/Rights/Debenture issues by the group of companies.
- 6.** There have been no other events subsequent to the balance sheet date, which require disclosures in the interim financial statements.
- 7.** There were no significant changes in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2020.
- 8.** subdivision of shares

The Board of Directors of the Company resolved on January 05th, 2021 to subdivide the existing number of ordinary shares into two ordinary shares.

No of Ordinary shares prior to the Subdivision	119,787,360
No of Ordinary shares after the Subdivision	239,574,720

There will be no change to the Stated Capital of the Company, subsequent to the aforesaid subdivision.

The aforementioned subdivision is subject to shareholder approval at the Extra Ordinary General Meeting to be held on February, 23rd 2021.

**ACL CABLES PLC**  
**NON FINANCIAL INFORMATION**

**Twenty largest shareholders as at 31 December 2020**

Shareholder Name	Number of shares	Holdings %
1 Mr. U. G. Madanayake	45,694,432	38.15%
2 Mr. Suren Madanayake	26,604,792	22.21%
3 Employees Provident Fund	5,907,432	4.93%
4 Sri Lanka Insurance Corporation LTD-Life Fund	3,364,084	2.81%
5 Mrs. N.C. Madanayake	2,064,200	1.72%
6 FAB Foods (Private) Ltd	1,535,040	1.28%
7 Bank of Ceylon-No 2 A/C	1,320,800	1.10%
8 EMPLOYEES TRUST FUND BOARD	1,032,753	0.86%
9 DFCC BANK PLC A/C NO.02	750,000	0.63%
10 Perera R.D.M.	701,864	0.59%
11 Selliah A & Selliah S	700,000	0.58%
12 Sir Cyril De Zoysa Trust	682,072	0.57%
13 Arunodhaya (Private) Limited	500,000	0.42%
14 Arunodhaya Industries (Private) Limited	500,000	0.42%
15 Arunodhaya Investments (Private) Limited	500,000	0.42%
16 RAAYMAKERS M.A.T.	448,517	0.37%
17 Andysel Private Limited	400,000	0.33%
18 Kailasapillai A	400,000	0.33%
19 HATTON NATIONAL BANK PLC/CAPITAL TRUST HOLDING	360,615	0.30%
20 Weerasinghe A.S	360,144	0.30%
	<b>93,826,745</b>	<b>78.33%</b>

**Share holding of directors as at 31 December 2020**

Director Name	Number of shares	Holdings %
01. Mr. U. G. Madanayake - Chairman	45,694,432	38.15%
02. Mr. Suren Madanayake - Managing Director	26,604,792	22.21%
03. Mrs. N.C. Madanayake	2,064,200	1.72%
04. Dr.Sivakumar Selliah	900,000	0.75%
05. Mr. Ajit Jayaratne	-	-
06. Mr. Hemaka Amarasuriya	-	-
07. Mr. D.D. Wahalthanthri	-	-
08. Mr. Rajiv Casie Chitty	-	-
Total held by Directors	<b>75,263,424</b>	<b>62.83%</b>

**Shares held by public as at 31 December 2020**

**44,523,936**      **37.17%**

**Total No of Shares as at 31 December 2020**

**119,787,360**      **100.00%**

**No of public share holders as at 31 December 2020**

**4,539**

The applicable option under CSE Rule 7.13.1 on minimum public holding is option 5 and the Float Adjusted Market capitalization as of 31.12.2020 was Rs.3,410,533,498/-