



# **CEYLON LEATHER PRODUCTS PLC**

## **INTERIM FINANCIAL STATEMENTS**

**Six Months Ended 30 September 2011**

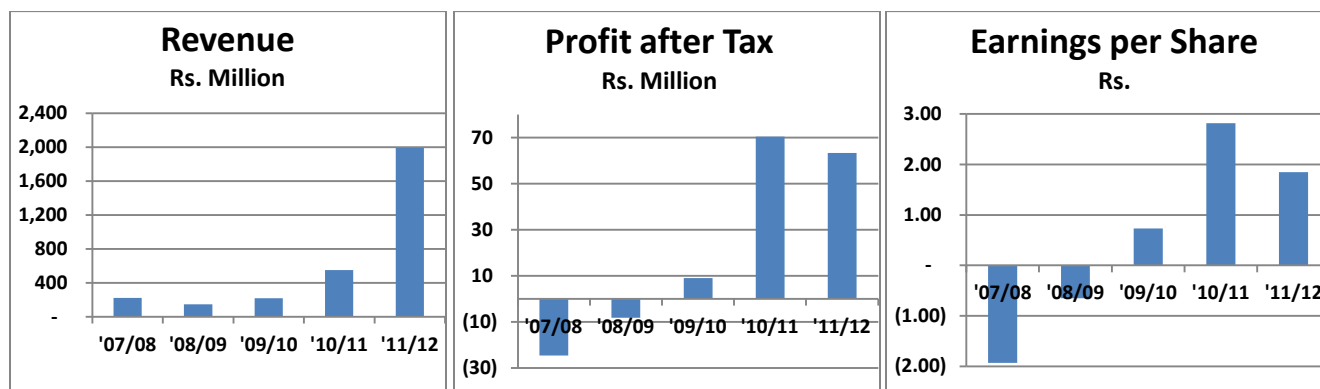
**CEYLON LEATHER PRODUCTS PLC –  
HIGH LIGHTS FOR SIX MONTHS ENDING 30 SEPTEMBER 2011**

The turnover of the Company for the six months ending 30 September was Rs. 630 Mn compared to Rs.547 Mn in the previous year. This reflected a growth of 15% while a growth of 261% was reflected in group turnover, which included the consolidation of South Asia Textiles Industries Lanka (Pvt) Ltd., for the six months period under review. The turnover of the Group for the six months period under review was Rs.1,994 Mn.

The profit after tax of the Company for the period was Rs. 55.5 Mn, compared to the profit after tax of Rs. 69.7 Mn during the corresponding period in the previous year, which includes Rs.16.4 Mn being profit on sale of investment under other income. The Group recorded a profit of Rs.63.3 Mn during the six months period under review compared to the profit of Rs.70.4 Mn in the same period in the year 2010/11.

The Subsidiary Company, SATIL managed to arrest its losses with corrective measures being taken on the operations and shown a marginal profit during the period under review.

**PERFORMANCE AT A GLANCE - GROUP  
Six Months Ending 30 September:**



Note: Results for the Six months ending 30 September 2011 includes consolidation of South Asia Textiles Industries Lanka (Pvt) Ltd., the newly acquired subsidiary

# Ceylon Leather Products PLC

## Balance Sheets

				<b>GROUP</b>		<b>COMPANY</b>	
<b>Group</b>	<b>Company</b>	<b>As at</b>		<b>30 Sept 2011</b>	<b>30 Sept 2010</b>	<b>30 Sept 2011</b>	<b>30 Sept 2010</b>
31 Mar 2011	31 Mar 2011			Unaudited	Unaudited	Unaudited	Unaudited
Audited	Audited			Rs' 000.	Rs' 000.	Rs' 000.	Rs' 000.
		<b>ASSETS</b>					
		<b>Non-Current Assets</b>					
1,727,735	902,719	Property, Plant & Equipment		1,776,349	874,289	1,019,847	874,289
2,370	2,370	Intangible Assets		2,172	2,567	2,172	2,567
256,015	-	Goodwill on Consolidation		256,015	-	-	-
-	550,000	Investment in Subsidiary		-	-	550,000	-
74,488	55,962	Other Investments		55,962	605,962	55,962	605,962
12,224	-	Deferred Tax Asset		12,224	-	-	-
<u>2,072,832</u>	<u>1,511,051</u>			<u>2,102,722</u>	<u>1,482,818</u>	<u>1,627,981</u>	<u>1,482,818</u>
		<b>Current Assets</b>					
1,021,783	164,398	Inventories		925,368	166,283	202,987	166,283
1,112,440	255,020	Trade and Other Receivables		1,897,316	316,038	342,967	326,736
683	-	Income Tax Refunds due		65	65	-	-
7,973	7,973	Short Term Investments		26,673	-	13,108	-
261,921	249,917	Cash and Cash Equivalents		1,170,246	285,078	1,145,845	285,078
<u>2,404,800</u>	<u>677,308</u>			<u>4,019,668</u>	<u>767,464</u>	<u>1,704,907</u>	<u>778,097</u>
<u>4,477,632</u>	<u>2,188,359</u>	<b>Total Assets</b>		<u>6,122,390</u>	<u>2,250,282</u>	<u>3,332,888</u>	<u>2,260,915</u>
		<b>EQUITY AND LIABILITIES</b>					
		<b>Capital and Reserves</b>					
1,037,500	1,037,500	Stated Capital		1,979,345	125,000	1,979,345	125,000
-	-	Issue of Shares - Pending Allotment		-	912,500	-	912,500
642,598	642,598	Reserves		642,598	623,479	642,598	623,479
226,908	235,975	Retained Earnings		258,131	196,786	261,785	208,628
<u>1,907,006</u>	<u>1,916,073</u>	Equity attributable to Shareholders of Parent		<u>2,880,074</u>	<u>1,857,765</u>	<u>2,883,728</u>	<u>1,869,607</u>
276,306	-	Minority Interest		278,646	-	-	-
<u>2,183,312</u>	<u>1,916,073</u>	<b>Total Equity</b>		<u>3,158,720</u>	<u>1,857,765</u>	<u>2,883,728</u>	<u>1,869,607</u>
		<b>Non-Current Liabilities</b>					
122,069	21,801	Interest Bearing Loans & Borrowings		73,118	34,323	10,296	34,323
44,174	31,686	Defined Benefit Liability		44,451	31,328	33,177	31,328
74,672	74,672	Deferred Tax Liability		77,672	71,720	77,672	71,720
<u>240,915</u>	<u>128,159</u>			<u>195,241</u>	<u>137,371</u>	<u>121,145</u>	<u>137,371</u>
		<b>Current Liabilities</b>					
830,848	49,375	Trade and Other Payables		1,454,779	52,714	163,275	52,341
42,829	41,820	Income Tax Liabilities		60,587	49,392	59,766	48,556
<u>1,179,728</u>	<u>52,932</u>	Interest Bearing Loans & Borrowings		<u>1,253,063</u>	<u>153,040</u>	<u>104,974</u>	<u>153,040</u>
<u>2,053,405</u>	<u>144,127</u>			<u>2,768,429</u>	<u>255,146</u>	<u>328,015</u>	<u>253,937</u>
<u>4,477,632</u>	<u>2,188,359</u>	<b>Total Equity and Liabilities</b>		<u>6,122,390</u>	<u>2,250,282</u>	<u>3,332,888</u>	<u>2,260,915</u>
87.33	76.64	Net Assets Per share (Rs.)		84.13	75.62	84.24	76.57

The above figures are provisional and subject to audit

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed for and on behalf of the board by:

(Sgd.)  
S.S. Senaratne  
Managing Director/ CEO

(Sgd.)  
Dr. Kosala Heengama  
Director

Colombo.  
07 November 2011

**Ceylon Leather Products PLC**  
**Income Statement**

	GROUP			COMPANY			GROUP			COMPANY		
	Quarter Ended		Variance	Quarter Ended		Variance	Six months Ended		Variance	Six months Ended		Variance
	30 Sept 2011 Rs' 000.	30 Sept 2010 Rs' 000.		30 Sept 2011 Rs' 000.	30 Sept 2010 Rs' 000.		30 Sept 2011 Rs' 000.	30 Sept 2010 Rs' 000.		30 Sept 2011 Rs' 000.	30 Sept 2010 Rs' 000.	
Revenue (Gross)	1,036,950	311,495	233%	373,716	308,412	21%	1,994,406	551,955	261%	630,009	547,287	15%
Less - Taxes	(46,645)	(40,675)	-15%	(46,499)	(40,600)	-15%	(78,125)	(72,104)	-8%	(77,858)	(71,990)	-8%
<b>Revenue - Net</b>	<b>990,305</b>	<b>270,820</b>	<b>266%</b>	<b>327,217</b>	<b>267,812</b>	<b>22%</b>	<b>1,916,281</b>	<b>479,851</b>	<b>299%</b>	<b>552,151</b>	<b>475,297</b>	<b>16%</b>
Cost of Sales	(845,608)	(166,282)	-409%	(226,012)	(166,282)	-36%	(1,612,754)	(305,758)	-427%	(372,381)	(305,758)	-22%
Gross Profit	144,697	104,538	38%	101,205	101,530	0%	303,527	174,093	74%	179,770	169,539	6%
Other Operating Income	25,658	18,340	40%	2,372	19,252	-88%	28,401	20,051	42%	3,915	20,963	-81%
Distribution Costs	(28,540)	(23,018)	-24%	(24,110)	(21,742)	-11%	(57,699)	(40,830)	-41%	(47,380)	(38,607)	-23%
Administrative Expenses	(61,245)	(24,244)	-153%	(25,661)	(24,162)	-6%	(123,649)	(36,595)	-238%	(45,719)	(36,468)	-25%
Finance Cost	(31,300)	(9,169)	-241%	(3,585)	(9,169)	61%	(77,735)	(17,393)	-347%	(8,327)	(17,393)	52%
Finance Income	16,114	25		2,024	25		23,408	42		5,363	42	
<b>Profit / (Loss ) before Tax</b>	<b>65,384</b>	<b>66,472</b>	<b>-2%</b>	<b>52,245</b>	<b>65,734</b>	<b>-21%</b>	<b>96,253</b>	<b>99,368</b>	<b>-3%</b>	<b>87,622</b>	<b>98,076</b>	<b>-11%</b>
Share of Profit of Associate	-	-		-	-		-	-		-	-	
Income Tax Expense	(19,488)	(18,812)	4%	(19,000)	(18,311)	-4%	(32,949)	(28,912)	14%	(32,071)	(28,411)	-13%
<b>Net Profit/(Loss) for the Period</b>	<b>45,896</b>	<b>47,660</b>	<b>-4%</b>	<b>33,245</b>	<b>47,423</b>	<b>-30%</b>	<b>63,304</b>	<b>70,456</b>	<b>-10%</b>	<b>55,551</b>	<b>69,665</b>	<b>-20%</b>
<b>Attributable to</b>												
Equity Holders of the Parent	40,554	47,660	-15%	33,245	47,423	-30%	60,964	70,456	-13%	55,551	69,665	-20%
Minority Interest	5,342	-	100%	-	-	0%	2,340	-	100%	-	-	0%
	45,896	47,660	-4%	33,245	47,423	-30%	63,304	70,456	-10%	55,551	69,665	-20%
<b>Earnings Per share - Rs.</b>	<b>1.34</b>	<b>1.91</b>	<b>-30%</b>	<b>0.97</b>	<b>1.90</b>	<b>-49%</b>	<b>1.85</b>	<b>2.82</b>	<b>-34%</b>	<b>1.62</b>	<b>2.79</b>	<b>-42%</b>

The above figures are provisional and subject to audit

**Ceylon Leather Products PLC****Cash Flow Statement**

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>Six Months Ended</b>		<b>Six Months Ended</b>	
	<b>30 Sep 2011</b>	<b>30 Sep 2010</b>	<b>30 Sep 2011</b>	<b>30 Sep 2010</b>
	<b>Rs' 000.</b>	<b>Rs' 000.</b>	<b>Rs' 000.</b>	<b>Rs' 000.</b>
<b>Cash Flows From / (Used in) Operating Activities</b>				
Net profit before Income Tax Expense	96,253	99,368	87,622	98,076
Adjustments for				
Depreciation	89,761	14,479	16,800	14,479
Income from Investments	(23,408)	(42)	(5,363)	(42)
Profit on sale of Property, Plant & Equipment	-	(735)	-	(735)
Profit on Sale of Investment	-	(16,387)	-	(17,299)
Finance Costs	77,735	17,393	8,327	17,393
Provision for Defined Benefit Plans	2,850	2,550	2,850	2,550
Amortisation of Intangible Assets	198	198	198	198
Operating Profit/(Loss) before Working Capital Changes	243,389	116,824	110,434	114,620
(Increase)/ Decrease in Inventories	96,415	(51,302)	(38,589)	(51,302)
(Increase)/ Decrease in Trade and Other Receivables	(765,732)	(84,630)	(72,947)	(82,457)
Increase /(Decrease) in Trade and Other Payables	623,931	(11,402)	98,900	(11,467)
Cash Generated from Operations	198,003	(30,510)	97,798	(30,606)
Finance Costs	(77,735)	(17,393)	(8,327)	(17,393)
Defined Benefit Plan Costs	(2,573)	(1,424)	(1,359)	(1,424)
Income tax	(12,191)	(489)	(11,125)	(393)
Net Cash From/(Used in) Operating Activities	105,504	(49,816)	76,987	(49,816)
<b>Cash Flows from / (Used in) Investing Activities</b>				
Investment in Shares	(18,700)	(604,007)	(5,135)	(604,007)
Proceeds from Sale of Investment	-	22,901	-	22,901
Acquisition of Property, Plant & Equipment	(138,375)	(20,416)	(133,927)	(20,416)
Proceeds from Sale of Property, Plant & Equipment	-	1,175	-	1,175
Interest Received	23,408	42	5,363	42
Net Cash Flows from/(Used in) Investing Activities	(133,667)	(600,305)	(133,699)	(600,305)
<b>Cash Flows from (Used in) Financing Activities</b>				
Proceeds from Share Issue	941,845	912,500	941,845	912,500
Expenses on Share Issue	(4,741)	-	(4,741)	-
Dividend Paid	(25,000)	-	(25,000)	-
Repayment of Interest Bearing Loans & Borrowings	(84,428)	(41,865)	(20,584)	(41,865)
Net Cash Proceeds from Current Interest Bearing Loans & Borrowing	87,028	37,259	39,639	37,259
Principal Payment under Finance Lease Liabilities	(2,274)	(781)	(1,739)	(781)
Net Cash Flows from/(Used in) Financing Activities	912,430	907,113	929,420	907,113
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	884,267	256,992	872,708	256,992
<b>Cash and Cash Equivalents at the beginning of the period</b>	91,764	16,190	249,917	16,190
<b>Cash and Cash Equivalents at the end of the period</b>	976,031	273,182	1,122,625	273,182
<b>Components of Cash &amp; Cash Equivalents</b>				
Cash & Bank Balances	90,246	285,078	65,845	285,078
Fixed Deposits	1,080,000	-	1,080,000	-
Bank Overdrafts	(194,215)	(11,896)	(23,220)	(11,896)
<b>Total Cash Equivalents for the purpose of Cash Flow Statement</b>	976,031	273,182	1,122,625	273,182

The above figures are provisional and subject to audit

**Ceylon Leather Products PLC**  
**Statement of Changes in Equity**

GROUP	Attributable to Equity Holders of Parent				Minority Interest	Total
	Stated Capital	Revaluation Reserve	Accumulated Profit/(Loss)	Total		
	RS' 000	RS' 000	RS' 000	RS' 000		
<b>Balance as at 31 st March 2011</b>	1,037,500	642,598	226,908	1,907,006	276,306	2,183,312
Issue of shares	941,845	-	-	941,845	-	941,845
Direct cost on share issue	-	-	(4,741)	(4,741)	-	(4,741)
Dividend paid	-	-	(25,000)	(25,000)	-	(25,000)
Net Profit For the period	-	-	60,964	60,964	2,340	63,304
<b>Balance as at 30 th Sep 2011</b>	<u>1,979,345</u>	<u>642,598</u>	<u>258,131</u>	<u>2,880,074</u>	<u>278,646</u>	<u>3,158,720</u>

COMPANY	Attributable to Equity Holders of Parent			
	Stated Capital	Revaluation Reserve	Accumulated Profit/(Loss)	Total
	RS' 000	RS' 000	RS' 000	RS' 000

<b>Balance as at 31 st March 2011</b>	1,037,500	642,598	235,975	1,916,073
Issue of shares	941,845	-	-	941,845
Direct cost on share issue	-	-	(4,741)	(4,741)
Dividend paid	-	-	(25,000)	(25,000)
Net Profit For the period	-	-	55,551	55,551
<b>Balance as at 30 th Sep 2011</b>	<u>1,979,345</u>	<u>642,598</u>	<u>261,785</u>	<u>2,883,728</u>

GROUP	Attributable to Equity Holders of Parent				Total
	Stated Capital	Issue of Shares - Pending Allotment	Revaluation Reserve	Accumulated Profit/(Loss)	
	RS' 000	RS' 000	RS' 000	RS' 000	
<b>Balance as at 31 st March 2010</b>	125,000	-	623,479	126,330	874,809
Proceeds from Right Issue	-	912,500	-	-	912,500
Net Profit for the Period	-	-	-	70,456	70,456
<b>Balance as at 30 th Sep 2010</b>	<u>125,000</u>	<u>912,500</u>	<u>623,479</u>	<u>196,786</u>	<u>1,857,765</u>

COMPANY	Stated Capital	Issue of Shares - Pending Allotment	Revaluation Reserve	Accumulated Profit/(Loss)	Total
	RS' 000	RS' 000	RS' 000	RS' 000	RS' 000
	<b>Balance as at 31 st March 2010</b>	125,000	-	623,479	138,963
Proceeds from Right Issue	-	912,500	-	-	912,500
Net Profit for the Period	-	-	-	69,665	69,665
<b>Balance as at 30 th Sep 2010</b>	<u>125,000</u>	<u>912,500</u>	<u>623,479</u>	<u>208,628</u>	<u>1,869,607</u>

The above figures are provisional and subject to audit

**Ceylon Leather Products PLC**

**Additional Notes to the Interim Financial Statements**

**For the Six Months ended 30 September 2011**

- 1 These financial statements which are provisional and subject to audit are in compliance with the Sri Lanka Accounting Standard 35 and have been prepared in accordance with the accounting policies and method of computation disclosed in the Annual Report for the year ended 31 st March 2011.
- 2 Group Results for the six months ending 30 September 2011 includes the consolidation of the results of South Asia Textiles Industries Lanka (Pvt) Ltd., effective 31 March 2011.

<b>3 Share Prices for the Quarter ended</b>	<b>30.09.2011</b>	<b>30.09.2010</b>
Higest	Rs.98.00	Rs.275.00
Lowest	Rs.50.00	Rs.111.80
Last Traded Price	Rs 81.40	Rs 123.90

- 4 Number of shares represented in stated Capital -34,233,774
- 5 Warrants of 2011 were expired in August 2011, and 9,233,774 warrants were converted by warrantsholders to ordinary shares at an exercise price of Rs.102/- per share. Consequently, a sum of Rs.941,844,948/- being proceeds of warrants conversion was reflected in the stated capital during the period under review.
- 6 The Company has issued warrants along with rights issue during the financial year 2010/11 and outstanding position as at 30 Sept. 2011 as follows:  
Warrants:  
25,000,000 Warrants: 02 Warrant for 01 Right, at an exercise price of Rs.118.- per share in year 2014.  
25,000,000 Warrants: 02 Warrant for 01 Right, at an exercise price of Rs.142.- per share in year 2015.

**7 Twenty Major Shareholders as at 30 th September 2011**

<b>Name of the Shareholder</b>	<b>No of shares held</b>	<b>%</b>
1 Environmental Resources Investment PLC	27,943,953	81.63%
2 Dr. Kasim Nader	1,000,000	2.92%
3 Mercator Associates LLC	313,700	0.92%
4 Merchant Bank of Sri Lanka Ltd A/C No.1	299,300	0.87%
5 HSBC International Nominees Ltd-SSBT-Deustche Bank AG Singapore A/C 01	164,500	0.48%
6 Pan Asia Banking Corporation PLC/Mr. W.P.A.S.Perera	139,800	0.41%
7 Mr.W.P.A.S.Perera	136,800	0.40%
8 Pan Asia Banking Corporation PLC/Mr. A.M.N.A.Abeykoon	135,524	0.40%
9 Lionhart Investments Ltd	120,000	0.35%
10 Mr. M.P.W. Gunawardana	106,500	0.31%
11 Pan Asia Banking Corporation PLC/Mr. S.S.C.Fernando	83,700	0.24%
12 Mrs.G.L.S.Chandrika	78,700	0.23%
13 Waldock Mackenzie Ltd/Mr. L.P.Hapangama	70,000	0.20%
14 Mr.Duraisamy Ganeshamoorthy	60,000	0.18%
15 Mrs.U.C.P. Abeysekera	58,000	0.17%
16 Harsha International (Pvt) Ltd	56,800	0.17%
17 Pan Asia Banking Corporation PLC/Mr. C.N.Rajahmoney	55,300	0.16%
18 First Capital Markets Ltd /Mr.E.P.I. Fernando	44,600	0.13%
19 Mr.F.Fernandez	40,000	0.12%
20 Pan Asia Banking Corporation PLC/Mr.H.H.A.Chandrasiri	38,900	0.11%

- 8 The public holding percentage as at 30 th September 2011 18.37 %

**Ceylon Leather Products PLC****Additional Notes to the Interim Financial Statements (Contd.)****For the Six Months ended 30 September 2011**

9	Directors Shareholdings	30/09/2011
	<u>Name of Director</u>	<u>No of Shares</u>
	Mr. Lalith Heengama ( Chairman)	Nil
	Mr. S. S. Senaratne (Managing Director/ Chief Executive Officer)	Nil
	Dr. K. Heengama	Nil
	Mr. G. S. Newsome	Nil
	Mr. M.A.K.B. Dodamgoda	Nil
	Mr. H.B. Dissanayake	Nil
	Mr. Gamini S. Munasinghe	Nil
10	Shareholding by the Chief Executive Officer	30 th September 2011
		<u>No of Shares</u>
	Mr. S. S. Senaratne	Nil

**11 Twenty Major Warrant holders as at 30 th September 2011 - Warrant 2014 (WR2014)**

<b>Name of the Warrant holder</b>	<b>No of shares held</b>	<b>% held</b>
1 Environmental Resources Investment PLC	18,411,702	73.65%
2 Pan Asia Banking Corporation PLC/Mr. M.N.Ranasinghe	159,400	0.64%
3 Mrs.D.R.M.S. Hettiarachchige	156,600	0.63%
4 Sampath Bank PLC/Mr.A.W. Mohottala	146,400	0.59%
5 Pan Asia Banking Corporation PLC/Mr. C.N.Rajahmoney	118,900	0.48%
6 Pan Asia Banking Corporation PLC/Mr. S.S.C.Fernando	116,000	0.46%
7 Mr. S.M.Masoor	103,210	0.41%
8 Mr. D.M.P. Disanayake	99,600	0.40%
9 Pan Asia Banking Corporation PLC/Mr. H.H.A.Chandrasiri	98,300	0.39%
10 Mr. W.A.U.S. Wanasinghe	98,200	0.39%
11 First Capital Markets Limited / Mr. H.K.D.R.P.Amarasekera	92,000	0.37%
12 Mr. K.G.Lokuketagoda	90,600	0.36%
13 Pan Asia Banking Corporation PLC/Mr. A.W.Mohottala	90,100	0.36%
14 Mr. I.S.S. Gunasekera	75,000	0.30%
15 Mr. S.P. Samaratunge	72,000	0.29%
16 Mr.C.G. Van Twest	69,200	0.28%
17 First Capital Markets Limited / Mr. M.A.U. Gnanathilaka	67,850	0.27%
18 Mr. L. Pathirana	63,414	0.25%
19 Waldock Mackenzie Limited / Mr. L.P.Hapangama	61,600	0.25%
20 Pan Asia Banking Corporation PLC/Mr. N. Vandabona	60,300	0.24%

**Warrant Prices (WR2014) for the Quarter ended**

	<b>30.09.2011</b>
Higest	Rs.16.50
Lowest	Rs.9.90
Last Traded Price	Rs.12.10



**Ceylon Leather Products PLC****Additional Notes to the Interim Financial Statements (Contd.)****For the Six Months ended 30 September 2011****12 Twenty Major Warrant holders as at 30 th September 2011 - Warrant 2015 (WR2015)**

<b>Name of the Warrant holder</b>	<b>No of shares held</b>	<b>% held</b>
1 Environmental Resources Investment PLC	18,411,702	73.65%
2 Pan Asia Banking Corporation PLC/Mr. N.Vandebona	176,300	0.71%
3 Mercator Associates LLC	134,900	0.54%
4 Pan Asia Banking Corporation PLC/Mr.K.H.K.H.Perera	134,500	0.54%
5 Mr.S.P.J. De Silva	123,100	0.49%
6 Sampath Bank PLC/Mr.A.W. Mohottala	104,000	0.42%
7 Pan Asia Banking Corporation PLC/Mr. C.N Rajahmoney	100,700	0.40%
8 Mr.S.Rajahmoney	100,000	0.40%
9 Waldock Mackenzie Ltd /Mr. L.P. Hapangama	97,600	0.39%
10 Mr. A.W. Mohottala	92,500	0.37%
11 Mr. S.M. Masoor	91,410	0.37%
12 Mr. A.S. Gallage	88,500	0.35%
13 Pan Asia Banking Corporation PLC/Mr. M.N.Ranasinghe	80,000	0.32%
14 Pan Asia Banking Corporation PLC/Mr.W.N.P.Withanarachchi	71,500	0.29%
15 First Capital Markets Limited / Mr. M.A.U.Gnanathilaka	70,250	0.28%
16 Mr.L.Pathirana	66,414	0.27%
17 Pan Asia Banking Corporation PLC/Mr. M.L.Thilakasiri	60,000	0.24%
18 Mr.P.B. Abeykoon	60,000	0.24%
19 Mr.S.Gamage	59,000	0.24%
20 Mr.M.Jayaweera	54,900	0.22%

**Share Prices (WR2015) for the Quarter ended****30.09.2011**

Highest

Rs.16.90

Lowest

Rs.10.00

Last Traded Price

Rs.12.00

**Ceylon Leather Products PLC**  
**Additional Notes to the Interim Financial Statements (Contd.)**  
**For the Six Months ended 30 September 2011**

**13 Segment Information - Group**

	<b>30 September 2011</b>		
	<b>Leather &amp; Footwear</b>	<b>Textile</b>	<b>Total</b>
	Rs. 000	Rs. 000	Rs. 000
Revenue - Local (Net of Taxes)	547,687	17,687	565,374
Revenue - Export (Direct/ Indirect)	11,755	1,339,152	1,350,907
<b>Total Segment Revenue (Net of Taxes)</b>	<b>559,442</b>	<b>1,356,839</b>	<b>1,916,281</b>
Operating Profit Segment Results (before finance cost)	90,473	31,706	122,179
Finance Cost	(8,327)	(69,408)	(77,735)
Finance Income	5,363	18,045	23,408
<b>Finance Cost - Net</b>	<b>(2,964)</b>	<b>(51,363)</b>	<b>(54,327)</b>
Other Income	3,915	24,486	28,401
Share of Profit / ( Loss ) of Associate	-	-	-
<b>Profit/ (Loss) before Tax</b>	<b>91,424</b>	<b>4,829</b>	<b>96,253</b>
Income Tax (Expense)/ Reversal	(32,949)	-	(32,949)
<b>Net Profit/(Loss) For the Period</b>	<b>58,475</b>	<b>4,829</b>	<b>63,304</b>

**Segment Information - Group**

	<b>30 September 2010</b>		
	<b>Leather &amp; Footwear</b>	<b>Textile</b>	<b>Total</b>
	Rs. 000	Rs. 000	Rs. 000
Revenue - Local (Net of Taxes)	469,653	-	469,653
Revenue - Export	10,198	-	10,198
<b>Total Segment Revenue (Net of Taxes)</b>	<b>479,851</b>	<b>-</b>	<b>479,851</b>
Operating Profit Segment Results (before finance cost)	96,668	-	96,668
Finance Cost	(17,393)	-	(17,393)
Finance Income	42	-	42
<b>Finance Cost - Net</b>	<b>(17,351)</b>	<b>-</b>	<b>(17,351)</b>
Other Income	20,051	-	20,051
Share of Profit / ( Loss ) of Associate	-	-	-
<b>Profit/ (Loss) before Tax</b>	<b>99,368</b>	<b>-</b>	<b>99,368</b>
Income Tax (Expense)/ Reversal	(28,912)	-	(28,912)
<b>Net Profit/(Loss) For the Period</b>	<b>70,456</b>	<b>-</b>	<b>70,456</b>

**14** An interim dividend of Rs.1.00 per share, totaling to Rs.25,000,000.- was paid on 12 April 2011 for the financial year ending 31 March 2011.

**15** No circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the Financial Statements.

**16** Where necessary, comparative figures have been re-classified to conform with the current period's presentation.

**17** There has not been significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2011