



BPPL
Building Quality. Improving Life.

B P P L Holdings PLC

Unaudited Interim Condensed Consolidated Financial Statements
for the First Quarter ended
30th June 2017

Dear Shareholders,

BPPL Holdings announced today its unaudited financial results for the three month period April 2017 to June 2017.

Consolidated revenue for the period was Rs.552 million, up 8% over the corresponding period in the previous year. The North American region accounted for 83% of the reported revenue. The region saw a 10% increase in revenue over the previous financial year. Robust growth was also seen in Australia, and the European region.

Sales growth was severely impacted by the floods in Sri Lanka in May which affected timber supplies. The threat of landslides also affected the uprooting of rubber trees. The situation, however, has normalized now. As a result, we expect higher levels of sales growth in the July 2017 to September 2017 quarter.

In the United States, robust revenue growth was seen in the food services, janitorial and industrial sectors. Revenue growth was also strong in Australia as a key customer completed its inventory adjustment program which began in the previous financial year. New customer accounts also boosted revenue growth in Europe as well as in the United States. Sales to Britain, however, was slower due to Sterling depreciation vs. the Sri Lankan Rupee and lower order requirements of customers which have made imports from Eastern Europe more cost effective for that market.

Gross profit was flat at Rs.204 million for the quarter as gross margins fell due to wage escalation as a result of the floods. Irregular timber supplies increased overtime payments. Costs were also higher due to temporary worker hiring in order to process orders as and when timber was received. The gross profit margin fell to 37% from 40% during the three month period ended June 2017. Approximately 2% of this 3% drop was due to the higher temporary wages. The balance 1% was due to the short term increase in timber prices.

Profit-After-Tax attributable to the company's shareholders was also flat at Rs79 million for the quarter. Non-annualized EPS for the period amounted to Rs 0.26.

B P P L Holdings PLC also declared a first interim dividend of Rs 0.18 per share for the financial year 2017/18.

Meanwhile, roll out of BPPL Holding's synthetic yarn extrusion facility remained on track with the machinery expected by December 2017. Yarn production is set to commence in the January to March quarter of 2018 and contribute to revenue from April 2018.

The company also continued to roll out its own brand of products in South-East Asia with a sales office being opened in Malaysia during the quarter. This office will also support Brunei. In the meantime, coverage continued to grow in Indonesia with three national hypermarket chains and seven local stores in the Jakarta region carrying our products. The total active store count was 180 at the end of June 2017.

About BPPL

Founded in 1984, BPPL Holdings manufactures a range of high quality, durable cleaning products for both professional and household applications. Leveraging on its sustainable manufacturing and vertically integrated processes, coupled with commitment to consistent quality, on-time delivery, reasonable pricing and flexibility allows it to supply to major distributors and retailers of cleaning tools worldwide.



Dr. Anush Amarasinghe
Managing Director / Chief Executive Officer

B P L Holdings PLC
STATEMENT OF FINANCIAL POSITION
As at 30 June 2017

	Group		Company	
	Unaudited 30-Jun-17 Rs.	Audited 31-Mar-17 Rs.	Unaudited 30-Jun-17 Rs.	Audited 31-Mar-17 Rs.
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	1,490,607,837	1,420,762,541	741,705,488	698,446,298
Lease hold land	8,677,358	8,723,559		
Intangible Asset	13,947,513	11,330,268	907,601	197,609
Investment in Subsidiaries	-	-	367,626,688	367,626,688
Other Investments	-	-	-	-
Deferred Tax Assets	-	-	-	-
	<u>1,513,232,708</u>	<u>1,440,816,368</u>	<u>1,110,239,777</u>	<u>1,066,270,595</u>
Current Assets				
Inventories	502,620,607	521,257,432	103,315,193	109,239,129
Trade and Other Receivables	708,437,508	651,196,103	135,023,642	114,762,685
Income Tax Receivables	137,329	185,840		
Differed Tax	528,437	322,226		
Cash and Bank Balances	63,936,739	22,209,867	37,450,412	4,045,847
	<u>1,275,660,620</u>	<u>1,195,171,468</u>	<u>275,789,247</u>	<u>228,047,661</u>
Total Assets	<u>2,788,893,328</u>	<u>2,635,987,835</u>	<u>1,386,029,024</u>	<u>1,294,318,256</u>
EQUITY AND LIABILITIES				
Capital and Reserves				
Stated Capital	100,371,584	100,371,584	100,371,584	100,371,584
Revaluation reserve	259,933,800	259,933,800	257,827,800	257,827,800
Retained Earnings	1,733,079,162	1,654,940,657	446,590,784	375,860,037
	<u>2,093,384,546</u>	<u>2,015,246,041</u>	<u>804,790,168</u>	<u>734,059,421</u>
Minority Interest			-	-
Total Equity	<u>2,093,384,546</u>	<u>2,015,246,041</u>	<u>804,790,168</u>	<u>734,059,421</u>
Non-Current Liabilities				
Interest Bearing Loans and Borrowings	72,785,307	83,072,414		-
Deferred Tax Liabilities	44,989,149	43,802,703	16,609,186	15,863,334
Retirement Benefit Obligations	46,891,003	46,172,815	14,027,626	13,597,626
	<u>164,665,460</u>	<u>173,047,933</u>	<u>30,636,812</u>	<u>29,460,960</u>
Current Liabilities				
Trade and Other Payables	133,877,979	139,771,484	422,218,562	455,171,090
Income Tax Payable	27,408,176	25,096,752	4,517,083	4,807,846
Interest Bearing Loans and Borrowings	369,557,167	282,825,627	123,866,400	70,818,939
	<u>530,843,322</u>	<u>447,693,863</u>	<u>550,602,045</u>	<u>530,797,875</u>
Total Equity and Liabilities	<u>2,788,893,328</u>	<u>2,635,987,835</u>	<u>1,386,029,024</u>	<u>1,294,318,256</u>

These Financial Statements are in compliance with the requirements of the Companies Act No :07 of 2007.



Vernee Kularasan
Senior Manager - Finance

The board of directors is responsible for the preparation and presentation of these Financial Statements. Signed for and on behalf of the board by:



Dr Anush Amarasinghe
Managing Director / Chief Executive Officer



Vaithilingam Selvaraj
Director Finance / Chief Financial Officer

The accounting policies and notes form an integral part of the financial statements.

July 27, 2017
Colombo

BPPL HOLDINGS PLC**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

For the period ended 30 June 2017

	Group		Company	
	30-Jun-17 Rs.	30-Jun-16 Rs.	30-Jun-17 Rs.	30-Jun-16 Rs.
Revenue	551,976,643	512,988,876	152,442,795	143,132,586
Cost of Sales	(348,275,985)	(308,904,727)	(117,231,029)	(99,602,568)
Gross Profit	203,700,658	204,084,149	35,211,767	43,530,019
Other Operating Income	1,618,911	40,520	56,224,417	991,520
Distribution Costs	(56,665,741)	(51,101,139)	(6,745,024)	(6,570,371)
Administrative Expenses	(57,190,966)	(53,016,058)	(10,256,953)	(9,770,119)
Finance Cost	(5,134,867)	(6,704,742)	(1,134,765)	(4,144,411)
Finance Income	33,578	41,574	904	793
Profit Before Tax	86,361,572	93,344,305	73,300,345	24,037,432
Income Tax Expense	(7,851,394)	(14,946,699)	(2,569,602)	(6,369,317)
Profit for the Period	78,510,178	78,397,606	70,730,743	17,668,115
Other Comprehensive Income				
Remeasurement of employee benefit obligations	-	-	-	-
Deferred tax adjustment	-	-	-	-
Revaluation Gain on Land & Buildings	-	-	-	-
Deferred tax adjustment	-	-	-	-
Total Other Comprehensive Income/ (Loss) for the period	-	-	-	-
Total Comprehensive Income/ (Loss) for the period	78,510,178	78,397,606	70,730,743	17,668,115

The accounting policies and notes form an integral part of the financial statements.

B P P L Holdings PLC
STATEMENT OF CHANGES IN EQUITY
For the period ended 30 June 2017

Group	Stated Capital Rs.	Revaluation reserve	Retained Earnings Rs.	Total Equity Rs.
Balance as at 31 March 2017	100,371,584	259,933,800	1,654,568,984	2,014,874,368
Profit for the Period	-	-	78,510,178	78,510,178
Other Comprehensive Income	-	-	-	-
Balance as at 30 Jun 2017	100,371,584	259,933,800	1,733,079,162	2,093,384,546

Company

Balance as at 31 March 2017	100,371,584	257,827,800	375,860,041	734,059,425
Profit for the Period	-	-	70,730,743	70,730,743
Other Comprehensive Income	-	-	-	-
Balance as at 30 Jun 2017	100,371,584	257,827,800	446,590,784	804,790,168

The accounting policies and notes form an integral part of the financial statements.

BPPL HOLDINGS PLC
STATEMENT OF CASH FLOW
For the period ended 30 June 2017

	Group		Company	
	30-Jun-17 Rs.	30-Jun-16 Rs.	30-Jun-17 Rs.	30-Jun-16 Rs.
Cash Flow from Operating Activities				
Profit before tax	86,361,572	93,344,305	73,300,345	24,037,432
Adjustments for				
Depreciation	18,648,478	15,752,773	4,585,057	3,193,982
Provision for Retirement Benefit Obligations	2,809,494	3,371,562	780,000	884,075
Interest Income	(33,578)	(41,574)	(904)	(793)
Dividend Income	-	-	(55,223,976)	-
Finance Cost	5,134,867	6,704,742	1,134,765	4,144,411
Profit from disposal of fixed assets	-	-	-	-
Operating Profit Loss Before Working Capital Changes	112,920,833	119,131,807	24,575,287	32,259,106
(Increase)/Decrease in Inventories	18,636,825	(40,563,081)	5,923,936	(2,697,485)
(Increase)/Decrease in Trade and Other Receivables	(57,241,405)	23,194,361	(20,260,957)	32,237,656
Increase/(Decrease) in Trade and Other Payables	(5,893,505)	14,048,394	(32,952,528)	(4,520,963)
Cash Generated from Operations	68,422,748	115,811,480	(22,714,261)	57,278,314
Income Tax Paid	(4,882,915)	(209,565)	(2,114,513)	(0)
Retirement Benefit Obligations Costs paid	(2,091,306)	(757,896)	(350,000)	(3,418,233)
Interest Paid	(5,134,867)	(6,704,742)	(1,134,765)	(4,144,411)
Cash Flow from Operating Activities	56,313,660	108,139,278	(26,313,540)	49,715,670
Cash Flow from Investing Activities				
Acquisition of Property, Plant and Equipment	(91,064,818)	(3,846,419)	(48,554,239)	(431,376)
Investment in group comp	-	-	-	-
Proceeds from Disposal of PP&E	-	-	-	-
Proceeds from non operation operation	-	-	-	-
Interest Received	33,578	41,574	904	793
Dividend Received	-	-	55,223,976	-
Capital Work In Progress	-	-	-	-
Net Cash Flows used in Investing Activities	(91,031,240)	(3,804,845)	6,670,641	(430,582)
Cash Flow from Financing Activities				
Net of Interest Bearing Loans and Borrowings	65,102,702	(6,711,707)	74,285,122	(7,433,487)
Dividends Paid	-	-	-	-
Net Cash Flows from/(used in) Financing Activities	65,102,702	(6,711,707)	74,285,122	(7,433,487)
Net Increase/ (Decrease) in Cash and Cash Equivalents	30,385,122	97,622,726	2,635,987,835	41,851,601
Cash and Cash Equivalent at the beginning of the period	(10,549,447)	(30,519,359)	(17,191,811)	(25,499,097)
Cash and Cash Equivalent at the end of the period	19,835,675	67,103,367	37,450,412	16,352,504

The accounting policies and notes form an integral part of the financial statements.

1 CORPORATE INFORMATION

B P P L Holdings PLC is a public limited liability Company incorporated and domiciled in Sri Lanka and is listed on the Colombo Stock Exchange. The Company's parent undertaking is Infinity Capital (Private) Limited, which is incorporated in Sri Lanka. The Group is principally engaged in the provision of wooden handles, brooms, brushes, mops and synthetic fibre. The registered office of the Company and principal place of business is situated at Level 17, Access Towers, No. 278/4, Union Place, Colombo 02.

The Interim Consolidated Financial Statements comprise of the Company and its subsidiaries (together referred to as the "Group" and individually Group entities). The subsidiaries of the Company are set out below,

Subsidiary	Controlling interest
Beira Brush (Private) Limited	100%
Beira Enviro Solutions (Private) Limited	100%
BPPL Enterprises (Private) Limited	100%

2 BASIS OF PREPARATION

2.1 Statement of Compliance

The Interim condensed Financial Statements of the Company and Group have been prepared in accordance with Sri Lanka Accounting Standard - LKAS 34 – Interim Financial Reporting. This Interim Financial Statement should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2017 including the changes to accounting policies as a result of adapting to Sri Lanka Financial Reporting Standards, (" SLFRSs/LKASs").

2.2 Basis of measurement

The Financial Statements have been prepared on the historical cost basis and applied consistently with no adjustments being made for inflationary factors affecting the financial statements, except for the following;

- Freehold Land and buildings are measured at cost at the time of acquisition and construction and subsequently at revalued amounts, which are the fair values at the date of revaluation less accumulated depreciation and impairment losses, if any.
- Employee benefits are recognized as the net total of the plan assets, plus unrecognized past service cost and unrecognized actuarial losses, less unrecognized actuarial gains and the present value of the defined benefit obligation.

2 BASIS OF PREPARATION (Cont...)

2.1 Functional Currency and Presentation Currency

All values presented in the Financial Statements are in Sri Lankan Rupees which is the Group's functional currency, unless otherwise indicated.

3 ACCOUNTING POLICIES

The accounting policies adopted are consistent with the previous financial year.

4 FINANCIAL COMMITMENTS AND CONTINGENT LIABILITIES

4.1 Finance Commitments

There are no any material financial commitments

4.2 Contingent Liabilities

There are no any contingent liabilities

5 EVENTS AFTER THE REPORTING PERIOD

Dividends

The company declared its first interim dividend of Rs 0.18 per ordinary share on 27th July 2017 for the Financial year 2018 and the dividend payment will be made on 17th August 2017.

The Board of Directors confirmed that the company satisfied the solvency test in accordance with section 57 of the companies Act no 7 of 2007 and obtained a certificate from the auditors, prior to declaring the interim dividend.

Apart from the above, subsequent to the reporting date, no circumstances have arisen which required adjustment to or disclosure in the Financial Statements.

6 STATED CAPITAL

The Company's stated capital consists of 306,843,357 ordinary shares.

7 INVESTOR INFORMATION**7.1 Ordinary Shareholders as at 30th June 2017**

No. of shares held	RESIDENTS			NON RESIDENTS			TOTAL		
	No. of Shareholders	No. of Shares	%	No. of Shareholders	No. of Shares	%	No. of Shareholders	No. of Shares	%
1-1,000	216	88,709	0.03%	-	-	0.00%	216	88,709	0.03%
1,001-10,000	139	711,253	0.23%	-	-	0.00%	139	711,253	0.23%
10,001-100,000	114	4,424,966	1.44%	3	182,949	0.06%	117	4,607,915	1.50%
100,001-1,000,000	40	14,843,378	4.84%	2	636,328	0.21%	42	15,479,706	5.04%
Over 1,000,000	5	283,379,474	92.35%	1	2,576,300	0.84%	6	285,955,774	93.19%
Total	514	303,447,780	98.89%	6	3,395,577	1.11%	520	306,843,357	100.00%

Category	No. of Shareholders	No. of Shares	%
Individuals	465	13,180,431	4.30%
Institutions	55	293,662,926	95.70%
Total	520	306,843,357	100.00%

7.2 Share Trading Information

	Quarter Ended		Year Ended	
	30-Jun-17	30-Jun-16	31-Mar-17	31-Mar-16
Share Information				
Highest Price (Rs.)	16.00	N/A	N/A	N/A
Lowest Price (Rs.)	12.00	N/A	N/A	N/A
Closing Price (Rs.)	15.50	N/A	N/A	N/A
Trading Statistics				
No. of transactions	2,355	N/A	N/A	N/A
No. of shares traded	23,355,142	N/A	N/A	N/A
Value of shares traded (Rs.)	332,365,988	N/A	N/A	N/A

7.3 Public Holding as at 30th JUNE 2017

Ordinary shares of the Company held by the public as at 30th June 2017;

- Percentage of ordinary shares held by the public 10%
- Number of Public Shareholders 517.

There were no non-voting shares as at 30th June 2017.

The Company was listed with the Colombo Stock Exchange of Sri Lanka on 4th April 2017. Therefore, there were no share trading prior to 4th April 2017.

The Stock Exchange code for BPPL Holding PLC shares is "BPPL".

2.6E+09

7.4 Dividend Payment

First Interim Dividend 2017/18 - 18 Cents per share will be paid on 17th August 2017.

7 INVESTOR INFORMATION (Cont...)**7.5 Twenty Major Shareholders**

No	Name of the Shareholder	No. of Shares as at 30 June 2017	%
1	Infinity Capital (Pvt) Ltd	154,382,777	50.31%
2	LOLC Investments Ltd	80,546,372	26.25%
3	Hirdaramani Investment Holdings (Pvt) Ltd	41,229,208	13.44%
4	J.B. Cocoshell (Pvt) Ltd	3,774,816	1.23%
5	Seylan Bank PLC/ ARRC Capital (Pvt) Ltd	3,446,301	1.12%
6	Deutsche Bank AG Singapore Branch	2,576,300	0.84%
7	Ms. Page Marianne Mahilmalar	1,000,000	0.33%
8	Jafferjee Brothers (Exports) Ltd	772,800	0.25%
9	Seylan Bank PLC/ W.D.N.H.Perera	762,567	0.25%
10	Mr. Fernando Merrill Joseph	750,000	0.24%
11	Mr. Esufally Murtazaali Abidhussen Hassanaly	733,400	0.24%
12	Mr. Hirdaramani Akshay Anil	732,100	0.24%
13	Mr. Hirdaramani Mahesh Lalchand	732,100	0.24%
14	Deutsche Bank AG Comtrust Equity Fund	730,000	0.24%
15	Lanka Century Investments PLC	645,100	0.21%
16	Mr. Samaranayake Nihal Parakrama De Alwis	600,000	0.20%
17	Ceylon Knit Trend Ltd	556,520	0.18%
18	GF Capital Global Ltd	476,600	0.16%
19	Katunayake Garments Ltd	419,200	0.14%
20	Mr. Hirdaramani - Aroon Janak	412,700	0.13%
		295,278,861	96.23%

8 DIRECTOR'S SHAREHOLDINGS

Name of the Director	Role	No. of Shares
Mr. Sarath Amarasinghe	Chairman	-
Dr. Anush Amarasinghe	Managing Director/CEO	-
Mr. Vaithilingam Selvaraj	Director-Finance/ CFO	-
Mr. B D P D Perera	Director-Factory operations	-
Mr. Ranil Pathirana	NED	-
Mr. Manjula De Silva	INED	-
Mrs. Sharmini Ratwatte	INED	-
Mr. Savantha S De Saram	INED	-

Office Addresses

Head Office

Level 17,
Access Towers,
No. 278/4, Union Place,
Colombo 02

Wood, Brush and Mop Factory

No 88,
Ratnapura Road,
Ingiriya

Synthetic Filament Factory

Batuvita,
Mawgama,
Horana.

Recycling Plant

Lot 7,
Horana Export Processing Zone,
Boralugoda,
Poruwadonda,
Horana.

Offshore Offices:

Canada

Beira Marketing Services (N.A) Inc,
1465,
Caulder Drive,
Oakville,
Ontario, L6J 5T1,
Canada

Malaysia

Suite 11.01, Level 11,
South Wing, Menara OBYU,
4, Jalan PJU 8/8A,
Damansara Perdana,
47820 Petaling Jaya,
Selangor Darul Ehsan,
Malaysia.

Indonesia

Grand Slipi Tower 9th floor,
Unit G Jl.Jend.S.Parman Kav 22-24 Slipi,
West Jakarta,
11480,
Indonesia.

Company Name	B P P L Holdings PLC
Date of Incorporation	26th August 1991
Legal Form	Incorporated in Sri Lanka on 26th August 1991 as a public company under the Companies Act No. 17 of 1982 [N (PBS) 291]], re-registered under the Companies Act No. 07 of 2007 on 21st January 2009 (PB 859), converted to a private limited liability on 20th July 2012 (PB 859 PV), converted to a public company on 29th July 2016 (PB 859 PV) and subsequently converted to Public Quoted Company (PB 859 PQ) on 29th June 2017. Authority of Incorporation: Registrar of Companies (ROC).
Company Registration Number	PB 859 PQ
Registered Office and Current Place of Business	B P P L Holdings PLC, Level 17, Access Towers, No. 278/4, Union Place, Colombo 02. Tel : +94 11 2307168 Fax: +94 11 2307169
Board of Directors	Mr. Sarath Dayantha Amarasinghe – Chairman Dr. Anush Amarasinghe – Managing Director / Chief Executive Officer Mr. Vaithilingam Selvaraj - Executive Director / Chief Financial Officer Mr. B. D. Prasad Devapriya Perera - Executive Director Mr. Ranil Pathirana – Non-Executive Director Mr. Manjula De Silva - Independent Non- Executive Director Mrs. Sharmini Ratwatte - Independent Non- Executive Director Mr. Savantha De Saram – Independent Non-Executive Director
Company Secretary	Secretarius (Pvt) Ltd. 3rd Floor, 40, Galle Face Court, Colombo 03. Tel : +94 11 2333431 Fax: +94 11 2381907
Company Registrar	S S P Corporate Services (Private) Limited, 101, Inner Flower Road, Colombo 03. Tel : +94 11 2573894 Fax : +94 11 2573609 Email : sspsec@slt.net.lk
Auditors to the Company	Messrs. Ernst & Young (Chartered Accountants) 201, De Saram Place, Colombo 10. Tel : +94 11 2204444 Fax: +94 11 2697369
Lawyers to the Company	AIM LAW Attorneys-at-Law and Notaries Public No. 514C, R A De Mel Mawatha Colombo 03. Tel: +94 11 2503426/ +94 712 228 044 Email: amilaw@slt.net.lk
Company Website	www.beiragroup.com
Company E-Mail	info@beiragroup.com
Bankers to the Company	<u>Bank of Ceylon</u> 04, Bank of Ceylon Mawatha, Colombo 01. Tel :+94 11 2204444 Fax:+94 11 2321160 <u>National Development Bank PLC</u> 42, DHPL Building, Nawam Mawatha, Colombo 02. Tel : +94 11 2448448 Fax: +94 11 2341044 <u>Hongkong and Shanghai Banking Corporation Limited</u> 24, Sir Baron Jayathilake Mawatha, Colombo 01. Tel : + 94 11 2325435 Fax: + 94 11 2690177