

ROYAL CERAMICS LANKA PLC
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2015

ROYAL CERAMICS LANKA PLC

STATEMENT OF FINANCIAL POSITION

AS AT	COMPANY		GROUP	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
	Rs. 000's	Rs.000's	Rs. 000's	Rs.000's
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	3,062,536	2,762,443	16,903,849	16,267,160
Leasehold right over mining lands	-	-	512	1,227
Investment Properties	-	-	239,404	240,094
Investments in Subsidiaries	4,990,598	4,667,756	-	-
Investments in Associate	3,162,937	3,162,937	4,222,616	3,804,673
Intangible Assets	207,680	156,921	1,273,701	1,220,911
Long term receivables	-	-	27,285	27,285
Deferred Tax Assets	309,351	165,336	361,701	195,832
Other Financial Assets	-	197,210	-	197,210
	<u>11,733,101</u>	<u>11,112,604</u>	<u>23,029,068</u>	<u>21,954,391</u>
Current Assets				
Inventories	1,226,220	992,776	7,127,131	6,842,340
Trade and Other Receivables	307,481	362,953	2,754,557	3,307,252
Other Non Financial Assets	239,910	272,210	641,659	700,038
Other Financial Assets	131,735	128,962	131,735	128,962
Income Tax Recoverable	23,186	11,301	83,326	20,947
Cash and Cash Equivalents	287,325	160,881	1,329,057	377,674
	<u>2,215,854</u>	<u>1,929,083</u>	<u>12,067,464</u>	<u>11,377,213</u>
Total Assets	<u>13,948,955</u>	<u>13,041,686</u>	<u>35,096,532</u>	<u>33,331,604</u>
EQUITY AND LIABILITIES				
Equity				
Stated Capital	1,368,673	1,368,673	1,368,673	1,368,673
Reserves	213,634	213,634	707,810	679,077
Retained Earnings	5,545,481	5,205,381	9,798,316	8,346,663
	<u>7,127,788</u>	<u>6,787,689</u>	<u>11,874,800</u>	<u>10,394,413</u>
Non Controlling Interest	-	-	6,136,012	5,197,606
Total Equity	<u>7,127,788</u>	<u>6,787,689</u>	<u>18,010,812</u>	<u>15,592,019</u>
Non-Current Liabilities				
Interest Bearing Loans & Borrowings	3,315,571	3,708,063	5,985,992	6,832,074
Deferred Tax Liabilities	-	-	753,546	604,139
Retirement Benefit Liability	171,683	151,062	963,368	883,355
Deferred income & Capital grants	-	-	121,613	118,411
	<u>3,487,254</u>	<u>3,859,125</u>	<u>7,824,520</u>	<u>8,437,978</u>
Current Liabilities				
Trade and Other Payables	1,392,583	1,145,867	2,094,498	2,032,997
Other Current Liabilities	507,343	262,539	582,143	369,237
Dividend Payable	36,151	25,848	102,767	46,462
Income Tax Liabilities	-	-	173,481	27,261
Interest Bearing Loans & Borrowings	1,397,837	960,618	6,308,312	6,825,649
	<u>3,333,913</u>	<u>2,394,872</u>	<u>9,261,201</u>	<u>9,301,606</u>
Total Equity and Liabilities	<u>13,948,955</u>	<u>13,041,686</u>	<u>35,096,532</u>	<u>33,331,604</u>
Net Assets Per Share (Rs.)	64.34	61.27	107.18	93.82

These financial statements are in compliance with the requirements of the Companies Act No 7 of 2007

Sgd.

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Head of Finance & Treasury

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.

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Director

Sgd.

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Director

May 29, 2015

ROYAL CERAMICS LANKA PLC

STATEMENT OF INCOME

For the year ended 31st March	COMPANY				variance %	GROUP				variance %
	2015	2014	2015	2014		2015	2014	2015	2014	
	QUARTER	QUARTER	CUMULATIVE	CUMULATIVE		QUARTER	QUARTER	CUMULATIVE	CUMULATIVE	
	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's		Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	
Gross Revenue	894,831	965,757	2,935,091	2,669,337	10	6,945,113	6,999,819	24,498,207	22,109,808	11
Net Revenue	810,122	868,287	2,649,933	2,413,817	10	6,252,244	6,186,339	22,379,069	19,748,800	13
Cost of Sales	(426,032)	(464,405)	(1,410,332)	(1,315,500)	7	(4,094,493)	(4,034,900)	(15,071,040)	(13,410,454)	12
Gross Profit	384,090	403,882	1,239,601	1,098,318	13	2,157,751	2,151,439	7,308,030	6,338,346	15
Other Operating Income	45,289	13,942	1,255,378	1,433,901	(12)	117,357	84,058	244,687	230,735	6
Distribution Expenses	(286,058)	(209,649)	(1,045,838)	(930,227)	12	(717,387)	(580,644)	(2,442,509)	(2,041,952)	20
Administrative Expenses	(111,901)	(124,881)	(429,681)	(391,395)	10	(333,400)	(314,005)	(1,319,494)	(1,220,992)	8
Other Operating Expenses	(16,169)	-	(8,394)	(24,287)	(65)	(16,169)	-	(8,394)	(24,287)	(65)
Finance Expenses	(82,077)	(121,694)	(376,515)	(518,989)	(27)	(192,651)	(348,049)	(971,088)	(1,405,084)	(31)
Finance Income	(11)	437	1,091	1,540	(29)	(1,195)	23,429	1,804	28,450	(94)
Profit / (Loss) Before Tax	(75,232)	(37,963)	635,642	668,861	(5)	1,005,911	1,016,228	2,813,035	1,905,216	48
Share of Associate Company's Profit	-	-	-	-		243,345	137,555	830,546	388,599	114
Net Profit Before Tax	(75,232)	(37,963)	635,642	668,861	(5)	1,249,256	1,153,783	3,643,582	2,293,814	59
Taxation	170,071	201,083	143,881	185,780	-	(51,279)	4,676	(576,674)	(318,531)	81
Net Profit for the year	94,839	163,120	779,524	854,641	(9)	1,197,977	1,158,459	3,066,907	1,975,283	55
Attributable to										
Equity holders of the Parent	94,839	163,120	779,524	854,641	(9)	853,093	759,661	2,134,584	1,125,670	90
Non Controlling Interest	-	-	-	-		344,884	398,798	932,323	849,613	10
Net Profit for the year	94,839	163,120	779,524	854,641	(9)	1,197,977	1,158,459	3,066,907	1,975,283	55
Basic Earnings Per Share (Rs.)	0.86	1.47	7.04	7.71		7.70	6.86	19.27	10.16	

ROYAL CERAMICS LANKA PLC

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31st March	COMPANY				variance %	GROUP				variance %
	2015	2014	2015	2014		2015	2014	2015	2014	
	QUARTER	QUARTER	CUMULATIVE	CUMULATIVE		QUARTER	QUARTER	CUMULATIVE	CUMULATIVE	
	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's		Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	
Net Profit / (Loss) for the Period	94,839	163,122	779,524	854,641	(9)	1,197,977	1,158,459	3,066,907	1,975,283	55
Other Comprehensive Income										
Revaluation of Lands and Buildings			-	-		165,260	14,679	165,260	15,167	100
Revaluation of Land of Associate company								-	148,521	
Revaluation Reserve on Disposal of Land and Building	-	-	-	-		(10,185)	-	(10,185)	-	100
Actuarial (Loss)/Gain on Employee Benefits of Associate Company	-	-	-	-		(879)	143,402	(879)	(4,774)	82
Deferred Tax effect on Employee Benefits of Associate Company	-	-	-	-		212	2,089	212	1,447	85
Actuarial (Loss)/Gain on Employee Benefits	(488)	(5,686)	(488)	(5,686)	(100)	(16,662)	(101,635)	(5,413)	(101,635)	95
Deferred Tax effect on Employee Benefits	134	1,547	134	1,547	(100)	3,417	15,191	3,417	15,191	78
Exchange Differences on translation of foreign operations	-	-	-	-		(4,169)	-	(4,169)	-	100
Net (loss)/gain on available-for-sale financial assets of Associate company	-	-	-	-		(25,650)	-	(2,469)	8,500	129
Other Comprehensive Income net of Tax	(354)	(4,139)	(354)	(4,139)		111,343	73,726	145,773	82,417	(77)
Total Comprehensive Income net of Tax	94,484	158,983	779,169	850,502	(8)	1,309,320	1,232,185	3,212,681	2,057,699	56
Attributable to										
Equity holders of the Parent	94,484	158,983	779,169	850,502	(8)	852,325	850,463	2,159,799	1,261,056	71
Non Controlling Interest	-	-	-	-		456,995	381,722	1,052,882	796,643	32
Net Profit / (Loss) for the Period	94,484	158,983	779,169	850,502	(8)	1,309,320	1,232,185	3,212,681	2,057,699	56

ROYAL CERAMICS LANKA PLC

STATEMENT OF CHANGES IN EQUITY - COMPANY

	Stated Capital Rs. 000's	Revaluation Reserve Rs. 000's	Retained Earnings Rs. 000's	Total Rs. 000's
Balance as at 1st April 2013	1,368,673	213,634	4,354,879	5,937,187
Net Profit for the year	-	-	854,641	854,641
Other comprehensive income	-	-	(4,139)	(4,139)
Total Comprehensive income	-	-	850,502	850,502
Balance as at 31st March 2014	1,368,673	213,634	5,205,381	6,787,689
Balance as at 1st April 2014	1,368,673	213,634	5,205,381	6,787,689
Net Profit / (Loss) for the year	-	-	779,524	779,524
Other comprehensive income	-	-	(354)	(354)
Total Comprehensive income	-	-	779,169	779,169
Final Dividends - 2013/14	-	-	(110,789)	(110,789)
Interim Dividends 2014/2015	-	-	(332,368)	(332,368)
Dividend Write back	-	-	4,088	4,088
Balance as at 31st March 2015	1,368,673	213,634	5,545,481	7,127,788

STATEMENT OF CHANGES IN EQUITY - GROUP

	Attributable to owners of the parent						Total Rs. 000's
	Stated Capital Rs. 000's	Revaluation Reserve Rs. 000's	Available for sale Reserve Rs. 000's	Foreign Currency Translation Reser Rs. 000's	Retained Earnings Rs. 000's	Non-Controlling Interest Rs. 000's	
Balance as at 1st April 2013	1,368,673	513,494	1,072	-	6,518,231	-	8,401,470
Net Profit for the year	-	-	-	-	1,125,670	849,613	1,975,283
Other comprehensive income	-	156,011	8,500	-	(29,124)	(52,970)	82,417
Total Comprehensive income	-	156,011	8,500	-	1,096,545	796,643	2,057,699
Acquisition of Subsidiary	-	-	-	-	-	5,342,652	5,342,652
Write back of Unclaimed Dividends	-	-	-	-	1,044	1,145	2,189
Subsidiary Dividends to Minority Shareholders	-	-	-	-	67,310	(240,404)	(173,094)
Effect on Change in Group Holdings	-	-	-	-	663,534	(702,431)	(38,897)
Balance as at 31st March 2014	1,368,673	669,505	9,571	-	8,346,663	5,197,606	15,592,019
Balance as at 1st April 2014	1,368,673	669,505	9,571	-	8,346,663	5,197,606	15,592,019
Net Profit / (Loss) for the year	-	-	-	-	2,134,584	932,323	3,066,907
Other comprehensive income	-	35,372	(2,469)	(4,169)	(3,520)	120,559	145,773
Total Comprehensive income	-	35,372	(2,469)	(4,169)	2,131,064	1,052,882	3,212,680
Final Dividends - 2013/14	-	-	-	-	(110,789)	-	(110,789)
Interim Dividends 2014/2015	-	-	-	-	(332,368)	-	(332,368)
Dividend Write back	-	-	-	-	4,088	-	4,088
Subsidiary Dividends to Minority Shareholders	-	-	-	-	-	(287,652)	(287,652)
Effect on Change in Group Holdings	-	-	-	-	(240,342)	173,176	(67,166)
Balance as at 31st March 2015	1,368,673	704,877	7,103	(4,169)	9,798,316	6,136,012	18,010,812

ROYAL CERAMICS LANKA PLC

CASH FLOW STATEMENT

For the year ended 31st March	COMPANY		GROUP	
	2015	2014	2015	2014
	Rs.000's	Rs.000's	Rs.000's	Rs.000's
Cash Flows From / (Used in) Operating Activities				
Profit from Operating Activities before tax	635,642	668,861	3,643,582	2,293,814
<i>Adjustments for</i>				
Dividend Income	(1,093,827)	(1,386,269)	(473)	(1,836)
Tax Write offs/Write backs	-	-	-	7,063
Interest Income	(1,091)	(1,540)	(1,804)	(28,450)
Depreciation of Property, Plant & Equipment	219,050	172,638	1,158,892	1,000,228
Amortization of leasehold right over land	-	-	715	1,253
(Profit)/Loss on Sale of Property, Plant & Equipment	(1,973)	10,392	(35,453)	(35,783)
Finance Costs	376,515	518,989	971,088	1,405,084
(Gain)/Loss from sale of Fair Value through Profit or Loss Investments	-	24,287	-	24,287
Provision/(Reversal) of stock provision	28,860	(3,109)	113,308	38,840
Amortization of Intangible Assets	7,404	7,509	7,404	7,509
Exchange rate effect	7,405	11,174	11,666	11,174
Impairment of Goodwill	-	-	5,606	-
Provision for bad debts	-	-	50,732	11,198
Deferred income / capital grants amortization	-	-	(4,653)	(4,255)
Changing in Fair Value of Biological Assets	-	-	(56,640)	(26,052)
Disposal Gain in investment property	-	-	-	(50,000)
Provision /(Reversal) for change in market value of the investments	8,394	(31,302)	8,394	(31,302)
Profit Share of Investment in associate	-	-	(830,546)	(388,599)
Provision for Defined Benefit Plans - Gratuity	28,574	24,618	158,194	144,115
Operating Profit/(Loss) before Working Capital Changes	214,952	16,246	5,200,012	4,378,287
(Increase)/ Decrease in Inventories	(262,303)	(368,876)	(398,098)	(882,122)
(Increase)/ Decrease in Trade and Other Receivables	55,472	172,236	501,963	(266,062)
(Increase)/ Decrease in Other Non Financial Assets	32,301	(94,539)	58,379	(306,879)
Increase/ (Decrease) in Trade and Other Payables	243,413	252,197	61,501	(166,443)
Increase/ (Decrease) in Other Current Liabilities	236,808	172,426	201,213	109,789
Cash Generated from Operations	520,644	149,691	5,624,970	2,866,568
Finance Costs Paid	(368,520)	(503,376)	(959,396)	(1,405,084)
Defined Benefit Plan Costs Paid	(5,137)	(3,303)	(79,203)	(86,089)
Income Tax Paid	(11,885)	(3,804)	(202,152)	(231,915)
Net Cash Flows From/(Used in) Operating Activities	135,101	(360,792)	4,384,219	1,143,481
Cash Flows from / (Used in) Investing Activities				
Acquisition of Property, Plant & Equipment	(519,175)	(710,304)	(1,148,819)	(1,877,946)
Acquisition of Plantation Assets	-	-	(240,800)	(268,513)
Proceeds from Sale of Property, Plant & Equipment	2,006	2,166	40,571	38,501
Disposal of investment property	-	-	-	130,000
Acquisition of Intangible Assets	(58,162)	(52,777)	(60,194)	(53,377)
Proceeds from Sale of Short Term investments	-	183,498	-	183,498
Acquisition of Investment	(12,162)	(13,042)	(12,162)	(13,658)
Increase in other non financial assets	74	(740)	74	(740)
Acquisition of Investment in Associate	-	(7,713)	-	(8,111)
Acquisition of Investment in subsidiary	(57,544)	(2,860,568)	0	(3,533,224)
Acquisition of Non Controlling Interest	(67,166)	(107,405)	(67,166)	(900,566)
Interest Received	1,091	1,540	1,804	28,450
Dividends Received	1,093,827	1,385,990	106,133	107,112
Net Cash Flows from/(Used in) Investing Activities	382,788	(2,179,354)	(1,380,559)	(6,168,575)
Cash Flows from / (Used in) Financing Activities				
Proceeds From Interest Bearing Loans & Borrowings	3,948,122	5,078,188	11,079,602	13,571,739
Repayment of Interest Bearing Loans & Borrowings	(4,148,482)	(2,479,160)	(12,744,496)	(9,028,685)
Capital Repayments under Finance Lease Liabilities	(13,848)	(5,780)	(33,477)	(14,897)
Dividends Paid on Ordinary Shares	(428,766)	(5,334)	(428,766)	(5,334)
Dividend paid to non controlling interest	-	-	(241,651)	(173,094)
Capital grants received	-	-	7,855	6,729
Net Cash Flows from/(Used in) Financing Activities	(642,974)	2,587,913	(2,360,934)	4,356,458
Net (Decrease) in Cash and Cash Equivalents	(125,085)	47,767	642,726	(668,636)
Net foreign exchange difference	0	-	(4,169)	-
Cash and Cash Equivalents at the beginning of the year	(22,736)	(70,503)	(1,418,952)	(750,315)
Cash and Cash Equivalents at the end of the year	(147,821)	(22,736)	(780,395)	(1,418,951)

ROYAL CERAMICS LANKA PLC

NOTES TO THE FINANCIAL STATEMENTS

1. Corporate Information

Royal Ceramics Lanka PLC ("the Company") is a public limited liability company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The registered office of the Company is located at No.10, R.A. De Mel Mawatha, Colombo 03.

The Consolidated Financial Statements of the company for the year ended 31st March 2015 comprise the Royal Ceramics Lanka PLC (Parent Company) and its subsidiaries (together referred as the "Group"), namely Royal Ceramics Distributors (Private) Limited, Royal Porcelain (Private) Limited, Rocell Bathware Limited, Ever Paint and Chemical Industries (Private) Limited, Rocell Ceramics Limited, Rocell Pty Ltd-Australia and Lanka Ceramic PLC and its subsidiaries.

2. Group Comparative figures for the year ended 31st March 2015 includes only 11 months results of Lanka Ceramic PLC since it was acquired on 06th May 2013.

3. Figures for the year ended 31st March 2015 are provisional and subject to audit.

4. Number of fully paid ordinary shares as at 31st March 2015 is 110,789,384 (31st March 2014 - 110,789,384)

5. 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 31st March 2014, except the contingent liability noted below.

Super Gain Tax (SGT) - As per the interim Budget 2015 passed in the Parliament of Sri Lanka on 07th February 2015, the government proposed a one off 25% Super Gain Tax (SGT) be imposed on companies which have earned in excess of Sri Lankan Rupees 2,000 million profit before income tax on Group profit as per the Audited Financial Statement in the Financial Year 2013/14. The Gazette notification in respect of the above budget proposal was issued by the Government of Sri Lanka on 30th March 2015.

Accordingly, liable Companies will be assessed for SGT based on taxable income for the year of assessment 2013/14 and would be required to pay such SGT in three installments commencing from 15th May 2015. However, as of date, this bill has not been passed in the Parliament. In the event the Bill is enacted as a law in the future, the Company would become liable to pay the above SGT. The quantum of such have not yet been estimated by the Group.

6. On 03rd September 2014, a company under the name "Rocell Pty Ltd", has been incorporated under the Laws of Australia, as a fully owned subsidiary of Royal Ceramics Lanka PLC, to engage in the business of tiles and bath ware in Australia.

7. Details of the Subsidiaries of the Company as at 31st March 2015, is as follows.

<u>Company Name</u>	<u>Year of Incorporation</u>	<u>Ownership (%)</u>
Royal Porcelain (Pvt) Ltd	2000/2001	100%
Rocell Bathware Ltd	2005/2006	100%
Royal Ceramics Distributors (Pvt) Ltd	1993/1994	100%
Ever Paint and Chemical Industries (Pvt) Ltd	2002/2003	100%
Lanka Ceramic PLC	1991/1992	77%
Rocell Ceramics Limited	2006/2007	100%
Rocell Pty Ltd - Australia	2014/2015	100%

8. Basis of Preparation

The Consolidated and separate Financial Statements have been prepared in accordance with Sri Lanka Accounting Standards comprising SLFRS and LKAS (hereafter "SLFRS") as issued by the Institute of Chartered Accountants of Sri Lanka.

The Financial Statements of the Company and the Group have been prepared on a historical cost basis, except for lands, financial assets at fair value through profit or loss and investment property that have been valued at fair value.

9. Significant Accounting Policies

The changes to accounting policies which have been disclosed in the company's Annual Report 2013/14, have been applied consistently to all periods presented in these condensed Financial Statements.

The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period.

10. Events Occuring After the Balance Sheet Date

The Board of the company has proposed a final dividend of Rs. 2/- per share for the year ended 31 March 2015 on 15 May 2015 subject to approval of share holders at the Annual General Meeting.

ROYAL CERAMICS LANKA PLC

NOTES TO THE FINANCIAL STATEMENTS

11. Changes in accounting policies

SLFRS 10 Consolidated Financial Statements

SLFRS 10 replaces the parts of previously existing LKAS 27 Consolidated and Separate Financial Statements that dealt with consolidated financial statements and SIC-12 Consolidation – Special Purpose Entities. SLFRS 10 changes the definition of control such that an investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. To meet the definition of control in SLFRS 10, all three criteria must be met, they include:

- (a) an investor has power over an investee;
- (b) the investor has exposure, or rights, to variable returns from its involvement with the investee; and
- (c) the investor has the ability to use its power over the investee to affect the amount of the investor's returns.

Upon the satisfaction of above criteria, Rocell Ceramics Limited has been treated as a subsidiary of the group.

SLFRS 12 Disclosure of Interests in Other Entities

SLFRS 12 sets out the requirements for disclosures relating to an entity's interests in subsidiaries, joint arrangements, associates and structured entities. None of these disclosure requirements are applicable to the interim condensed consolidated financial statements, unless significant events and transactions in the interim period require that they are disclosed. Accordingly, the Group has not made any such disclosures.

SLFRS 13 Fair Value Measurement

SLFRS 13 establishes a single source of guidance under SLFRS for all fair value measurements. SLFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under SLFRS when fair value is required or permitted. The application of SLFRS 13 has not materially impacted the fair value measurements carried out by the Group.

ROYAL CERAMICS LANKA PLC

12. Segment Information

For the Year ended 31st March	Tiles & Associated Products		Sanitaryware		Paints and Allied Products		Plantation		Aluminium	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's
Revenue										
Sales to external & internal customers	14,824,352	13,946,860	1,353,789	1,124,667	96,191	106,654	2,164,859	2,069,471	1,525,987	1,180,893
Inter-Segment Sales	-	-	-	-	2,604	-	-	-	1,477	-
Total Revenue	14,824,352	13,946,860	1,353,789	1,124,667	98,795	106,654	2,164,859	2,069,471	1,527,464	1,180,893
Results										
Gross Profit	5,950,552	5,077,045	473,559	414,703	(1,613)	7,577	141,576	272,475	339,245	252,214
Other Operating Income	69,204	106,502	307	593	2,730	428	69,493	29,085	2,776	4,006
Distribution Expenses	(2,165,089)	(1,827,517)	(56,449)	(33,681)	(103,866)	(60,024)	-	-	(25,524)	(40,899)
Administrative Expenses	(989,883)	(939,037)	(25,371)	(20,861)	(9,440)	(13,292)	(87,406)	(81,770)	(90,536)	(57,457)
Other Operating Expenses	(8,394)	(24,287)	-	-	-	-	-	-	-	-
Finance Costs	(759,576)	(1,074,989)	(36,204)	(51,832)	(20,705)	(23,235)	(39,793)	(58,644)	(45,766)	(87,141)
Finance Income	1,244	27,481	2	-	-	-	-	315	-	-
Loss On Disposal of Subsidiary	-	-	-	-	-	-	-	-	-	-
Share of Associate Company's Profit	-	-	-	-	-	-	-	-	-	-
Net Profit before Income Tax	2,098,059	1,345,199	355,843	308,921	(132,895)	(88,545)	83,870	161,461	180,195	70,723
Income Tax Expense	(131,798)	(112,482)	(16,695)	(16,917)	-	-	(24,576)	(29,969)	(9,392)	-
Net Profit for the Year	1,966,260	1,232,717	339,148	292,005	(132,895)	(88,545)	59,294	131,492	170,803	70,723
As at 31st March										
Assets and Liabilities										
Segment Assets	31,781,805	30,281,067	3,416,563	3,137,785	303,058	362,269	3,705,607	3,437,996	1,331,896	1,187,087
Total assets	31,781,805	30,281,067	3,416,563	3,137,785	303,058	362,269	3,705,607	3,437,996	1,331,896	1,187,087
Segment liabilities	14,139,382	14,629,721	721,123	779,366	372,714	299,173	2,070,230	1,860,766	776,165	800,590
Total Liabilities	14,139,382	14,629,721	721,123	779,366	372,714	299,173	2,070,230	1,860,766	776,165	800,590
Other Segment Information										
Total cost incurred during the period to acquire										
Property, Plant & Equipment	911,545	1,516,008	111,749	174,325	1,315	29,049	277,779	365,921	9,693	36,238
Depreciation & Amortisation	821,727	620,184	100,913	98,401	16,770	15,272	121,246	146,453	48,611	49,559
Amortisation of leasehold right over land	-	-	-	-	-	-	-	-	-	-
Provisions for retirement benefit liability	89,666	82,017	321	2,380	338	526	62,526	153,034	3,420	617

ROYAL CERAMICS LANKA PLC

12. Segment Information (Cont..)

For the Year ended 31st March	Packaging		Finance		Other		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's	Rs. 000's
Revenue								
Sales to external & internal customers	2,286,461	1,967,088	-	-	127,430	124,109	22,379,069	19,748,800
Inter-Segment Sales	95,824	97,235	-	-	35,841	60,768	-	-
Total Revenue	2,382,285	2,064,323	-	-	163,271	184,878	22,379,069	19,748,800
Results								
Gross Profit	334,465	245,737	-	-	70,246	68,594	7,308,030	6,338,346
Other Operating Income	63,943	54,187	-	-	40,374	37,314	244,687	230,735
Distribution Expenses	(90,151)	(78,172)	-	-	(1,430)	(1,659)	(2,442,509)	(2,041,952)
Administrative Expenses	(76,188)	(62,202)	-	-	(44,810)	(47,752)	(1,319,494)	(1,220,992)
Other Operating Expenses	-	-	-	-	-	-	(8,394)	(24,287)
Finance Costs	(33,785)	(44,661)	-	-	(35,258)	(64,582)	(971,088)	(1,405,084)
Finance Income	-	-	-	-	558	653	1,804	28,450
Loss On Disposal of Subsidiary	-	-	-	-	-	-	-	-
Share of Associate Company's Profit	-	-	868,947	487,276	(38,401)	(98,678)	830,546	388,599
Net Profit before Income Tax	198,284	114,889	868,947	487,276	(8,721)	(106,110)	3,643,582	2,293,814
Income Tax Expense	(25,097)	(30,130)	(299,849)	(137,797)	(9,306)	32,435	(576,674)	(318,531)
Net Profit for the Period	173,187	84,759	569,099	349,480	(18,027)	(73,675)	3,066,907	1,975,283
As at 31st March								
Assets and Liabilities								
Segment Assets	1,924,650	1,342,117			1,136,346	1,107,815	35,096,532	33,331,604
Total assets	1,924,650	1,342,117			1,136,346	1,107,815	35,096,532	33,331,604
Segment liabilities	856,608	546,401			407,910	480,777	17,085,720	17,739,585
Total Liabilities	856,608	546,401			407,910	480,777	17,085,720	17,739,585
Other Segment Information								
Total cost incurred during the period to acquire								
Property, Plant & Equipment	77,194	14,919			345	8,905	1,389,619	2,145,364
Depreciation & Amortisation	44,047	44,633			12,983	25,725	1,166,296	1,000,228
Amortisation of leasehold right over land	-	-			715	-	715	1,253
Provisions for retirement benefit liability	6,097	5,820			1,239	1,356	163,607	245,750

ROYAL CERAMICS LANKA PLC

SHARE INFORMATION

1. Market prices of the share for the quarter ended 31st March

	2015	2014
	Rs. Cts.	Rs. Cts.
Highest	125.00	94.30
Lowest	106.00	77.00
Closing	111.00	79.30

2. Twenty Major Share Holders

Name of Shareholder	Number of Shares as at 31.03.2015	% of issued capital
VALLIBEL ONE PLC.	56,502,600	51.00
EMPLOYEES PROVIDENT FUND	16,367,800	14.77
HSBC INTL NOMINEES LTD - BBH - GRANDEURPEAK EMERGING MARKE	3,593,775	3.24
SRILANKA INSURANCE CORPORATION LTD - GENERAL FUND	2,730,000	2.46
BANK OF CEYLON NO 1 ACCOUNT	2,177,634	1.97
BANK OF CEYLON A/C CEYBANK UNIT TRUST	1,895,649	1.71
NATIONAL SAVINGS BANK	1,844,159	1.67
JANASHAKTHI INSURANCE PLC (POLICY HOLDERS)	1,582,000	1.43
HSBC INTL NOMINEES LTD - BBH - GRANDEUR PEAK GLOBAL REACH FUND	1,460,600	1.32
SRI LANKA INSURANCE CORPORATION - LIFE FUND	1,353,186	1.22
MR. AMARAKONE MUDIYANSELAGE WEERASINGHE	749,928	0.68
Mr D L B C PERERA & MRS I V KARIYAKARAWANA	612,250	0.55
BANK OF CEYLON A/C CEYBANK CENTURY GROWTH FUND	609,610	0.55
MAS CAPITAL (PRIVATE) LIMITED	597,898	0.54
MERCANTILE INVESTMENT AND FINANCE PLC	550,000	0.50
AMAYA LEISURE PLC	521,600	0.47
PAN ASIA BANKING CORPORATION PLC/Mr R.P.L. EHELIYAGODA	510,000	0.46
BANK OF CEYLON NO 2 ACCOUNT	469,410	0.42
EST. OF LATE Mr.M.T.L.FERNNADO	405,954	0.37
AIA INSURANCE LANKA PLC A/C NO.07	305,385	0.28

3. The percentage of shares held by the public as at 31st Marchr 2015 - 47.030% comprising of 10,855 shareholders

4. Directors' shareholding

	No of shares As at 31 March 2015	No of shares As at 31 March 2014
Mr. K D D Perera	200,772	200,772
Mr. W D N H Perera	-	-
Mr. T G Thoradeniya (Alternate Director to Mr.Dhammika Perera)	185,680	176,390
Mr. A M Weerasinghe	749,928	7,142,614
Mr. R B Thambiyah	1,584	1,584
Mr. L T Samarawickrama	2,000	2,000
Mr. G A R D Prasanna	5,000	-
Mr. M.D.S Goonatilleke	-	2,500
Mr. R.N. Asirwatham	-	-
Mr. S.H.Amarasekera(Appointed w.e.f. 18/09/2014)	-	-
Ms.A.L.Thambiyah (Alternate Director to Mr. R B Thambiyah)	-	-

ROYAL CERAMICS LANKA PLC

CORPORATE INFORMATION

NAME OF THE COMPANY ROYAL CERAMICS LANKA PLC

COMPANY REGISTRATION NO PQ 125

LEGAL FORM A Public Quoted Company with limited liability incorporated under the provisions of Companies Act No.7 of 2007.

DATE OF INCORPORATION 29th August 1990

NATURE OF BUSINESS Manufacture and Sale of Porcelain & Ceramic Tiles

HEAD OFFICE AND REGISTERED OFFICE 10, R A De Mel Mawatha, Colombo 3

Telephone 114799400
Fax 114720077
E- Mail ho.gen@rcl.lk
Website www.rocell.com

BOARD OF DIRECTORS

Mr. K D D Perera - Chairman
Mr. W D N H Perera - Managing Director
Mr. T G Thoradeniya - Director Marketing & Business Development
Mr. A M Weerasinghe
Mr. R B Thambiayah
Mr. L T Samarawickrema
Mr. R N Asirwatham
Mr. G A R D Prasanna
Mr. M D S Goonatileke
Mr. S.H.Amarasekera(Appointed w.e.f. 18/09/2014)

SUBSIDIARY COMPANIES

Royal Porcelain (Pvt) Ltd
Rocell Bathware Ltd
Royal Ceramics Distributors (Pvt) Ltd
Ever Paint and Chemical Industries (Pvt) Ltd
Rocell Ceramics Limited
Rocell Pty Ltd - Australia
Lanka Ceramic PLC & its Subsidiaries

ASSOCIATED COMPANIES

Delmege Limited
LB Finance PLC

SECRETARIES

PW Corporate Secretarial (Pvt) Ltd
No. 3/17 ,Kynsey Road,
Colombo - 08
Telephone (94-11) 4640360-3
Fax (94-11) 4740588

AUDITORS

Ernst & Young, Chartered Accountants
201, De Saram Place,
P.O. Box 101,
Colombo 10.

BANKERS

Commercial Bank of Ceylon PLC
Hatton National Bank PLC
Seylan Bank PLC
Bank of Ceylon
Standard Chartered Bank Ltd
Sampath Bank PLC
PABC Bank PLC
DFCC Bank PLC
HSBC Ltd
MCB Bank Ltd