

# ABANS FINANCE PLC

## INTERIM FINANCIAL STATEMENTS

FOR THE YEAR ENDED ...

31<sup>ST</sup> MARCH 2012



**Abans**  
FINANCE

# ABANS FINANCE PLC

## BALANCE SHEET

As at	31 Mar. 2012 (Audited)	31 Mar. 2011 (Audited)
<b>ASSETS</b>		
Cash and amounts due from banks	24,020,124	12,497,605
Investments held to Maturity	207,005,224	154,636,199
Placements with Banks	24,346,356	64,446,969
Dealing Securities	8,085,928	11,710,673
Investment Securities	80,400	80,400
Loans and Advances	985,293,071	788,823,034
Lease rentals receivable & Stock out on hire	1,237,789,597	895,253,101
Real Estate & Vehicle Stock	144,617,200	135,883,066
Other Debtors, Deposits and Prepayments	42,533,174	35,216,135
Tax Recoverable	6,602,174	6,468,996
Property, Plant & Equipment	18,561,357	16,852,026
Deferred Taxation	3,190,302	25,118,995
<b>TOTAL ASSETS</b>	<b>2,702,124,907</b>	<b>2,146,987,199</b>
<b>LIABILITIES</b>		
Deposits from Customers	1,633,434,319	1,486,357,557
Borrowings	480,550,471	178,568,205
Other Liabilities	184,097,820	131,426,762
<b>Total Liabilities</b>	<b>2,298,082,610</b>	<b>1,796,352,524</b>
<b>SHAREHOLDERS' FUNDS</b>		
Stated Capital	382,373,630	382,373,630
Reserve Fund	20,201,500	9,519,900
Investment Fund	7,833,381	-
Retained Earnings	(6,366,214)	(41,258,855)
<b>Total Equity</b>	<b>404,042,297</b>	<b>350,634,675</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,702,124,907</b>	<b>2,146,987,199</b>
<b>Net Assets Per Share (Rs.)</b>	<b>10.92</b>	<b>9.48</b>

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

R.M.C.K. Bandara (Sgnd.)  
Chief Finance Officer

The Board of Directors is responsible for the preparation and presentation of the Financial Statements.  
Signed for and on behalf of the board by;

K.B. Wanigasekara (Sgnd.)  
Director

R. Pestonjee (Sgnd.)  
Director

08 May 2012  
Colombo

**ABANS FINANCE PLC****INCOME STATEMENT**

Year Ended 31 March 2012

	Six months ended 31st March		Year ended 31st March	
	2012 (Unaudited) Rs.	2011 (Unaudited) Rs.	2012 (Audited) Rs.	2011 (Audited) Rs.
<b>Income</b>	239,735,976	218,179,162	462,637,961	396,244,898
Interest Income	229,825,827	202,593,980	441,373,663	369,635,871
Interest Expense	(115,897,246)	(98,291,309)	(221,665,092)	(181,474,454)
Net Interest Income	113,928,580	104,302,671	219,708,571	188,161,417
Other Income	9,910,149	15,585,182	21,264,298	26,609,027
	<b>123,838,730</b>	<b>119,887,853</b>	<b>240,972,869</b>	<b>214,770,444</b>
<b>Less: Operating Expenses</b>				
Staff Costs	(35,085,234)	(32,885,894)	(65,399,971)	(53,341,872)
General & Administration Expenses	(36,595,285)	(34,240,083)	(76,027,577)	(70,204,434)
Provision for Bad and Doubtful Debts	13,084,514	(14,629,779)	(4,174,981)	(19,220,718)
<b>Profit/(Loss) before VAT on Financial Service and Income Tax</b>	<b>65,242,725</b>	<b>38,132,097</b>	<b>95,370,341</b>	<b>72,003,420</b>
Value Added Tax on Financial Services	(5,258,794)	(5,176,208)	(8,379,298)	(8,935,538)
<b>Profit/(Loss) before Income Tax</b>	<b>59,983,931</b>	<b>32,955,889</b>	<b>86,991,043</b>	<b>63,067,882</b>
Income Tax (Expenses) / Reversal	(27,903,883)	(10,892,757)	(33,583,421)	(20,568,382)
<b>Net Profit / (Loss) for the period</b>	<b>32,080,048</b>	<b>22,063,132</b>	<b>53,407,622</b>	<b>42,499,500</b>

Earnings/(Loss) Per Share - Basic &amp; Diluted (R

0.87

0.60

1.44

1.15

08 May 2012

Colombo

**ABANS FINANCE PLC****STATEMENT OF CHANGES IN EQUITY**

For the Six Months period ended 31st March 2012

	Stated Capital	Reserve Fund	Investment Fund	Retained Earnings / (Losses)	Total
<b>Balance As at 31 March 2010</b>	<b>382,373,630</b>	<b>1,020,000</b>	-	<b>(75,258,455)</b>	<b>308,135,175</b>
Net Profit for the Year	-	-	-	42,499,500	42,499,500
Transfer To / From	-	8,499,900	-	(8,499,900)	-
<b>Balance As at 31 March 2011</b>	<b>382,373,630</b>	<b>9,519,900</b>	-	<b>(41,258,855)</b>	<b>350,634,675</b>
Net Profit for the Period	-	-	-	53,407,622	53,407,622
Transfer To / From	-	10,681,600	7,833,381	(18,514,981)	-
<b>Balance As at 31 March 2012</b>	<b>382,373,630</b>	<b>20,201,500</b>	<b>7,833,381</b>	<b>(6,366,214)</b>	<b>404,042,297</b>

08 May 2012

Colombo

# ABANS FINANCE PLC

## CASH FLOW STATEMENT

For the period ended 31st March

	2012 Rs.	2011 Rs.
<b>Cash Flows From / (Used in) Operating Activities</b>		
Interest Received	441,373,663	369,635,871
Receipts from Other Income	20,757,940	21,830,190
Interest Paid	(214,395,827)	(182,033,869)
Cash Payments to Employees & Expenses	(139,324,610)	(121,371,991)
<b>Profit from operation before Working Capital Changes</b>	<b>108,411,166</b>	<b>88,060,201</b>
(Increase)/ Decrease in Real Estate Stock	(8,734,134)	175,641
(Increase)/ Decrease in Lease Rentals Receivable and Stock out on hire	(346,711,477)	(133,585,086)
(Increase)/ Decrease in Loans and Advances	(196,470,037)	(464,328,482)
(Increase) /Decrease in Other Debtors, Deposits, Prepayments	(7,317,039)	40,832,552
(Increase)/ Decrease in Placements with Banks	40,100,613	(22,045,360)
Increase/ (Decrease) in Deposits from Non Bank Customers	147,076,762	476,824,499
Increase/ (Decrease) in Accrued Charges	45,401,793	42,333,800
<b>Cash Generated from Operations</b>	<b>(218,242,353)</b>	<b>28,267,765</b>
Retirement Benefit liabilities paid	(849,750)	-
<b>Net Cash Flow from/(used in) Operating Activities before Tax Payments</b>	<b>(219,092,103)</b>	<b>28,267,765</b>
Income Tax payments	(11,521,549)	(5,652,966)
<b>Net Cash used in Operating Activities</b>	<b>(230,613,652)</b>	<b>22,614,799</b>
<b>Cash Flows from / (Used in) Investing Activities</b>		
Acquisition of Property, Plant & Equipment	(8,098,741)	(5,062,202)
Proceeds from Disposal of Property, Plant & Equipment	14,072	84,075
Investments in Treasury Bills	52,065,027	(65,136,904)
Investment Securities	(1,728,232)	(38,495,518)
Proceeds from Disposal of Investment Securities	2,335,829	28,381,283
<b>Net Cash Flow from/(used in) Investing Activities</b>	<b>44,587,955</b>	<b>(80,229,266)</b>
<b>Cash Flows from (Used in) Financing Activities</b>		
Increase/ (Decrease) in Borrowings	214,915,932	82,201,171
<b>Net Cash Flow from/(used in) Financing Activities</b>	<b>214,915,932</b>	<b>82,201,171</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>28,890,235</b>	<b>24,586,704</b>
<b>Cash and Cash Equivalents at the beginning of the period</b>	<b>(2,158,794)</b>	<b>(26,745,498)</b>
<b>Cash and Cash Equivalents at the end of the period</b>	<b>26,731,441</b>	<b>(2,158,794)</b>

08 May 2012  
Colombo

## ABANS FINANCE PLC

### FINANCIAL REPORTING BY SEGMENT

	Lease & Stock out on Hire		Term Loans		Real Estate		Others		Total	
For the Six Months period ended 31st March	2012 Rs.	2011 Rs.	2012 Rs.	2011 Rs.	2012 Rs.	2011 Rs.	2012 Rs.	2011 Rs.	2012 Rs.	2011 Rs.
Interest	133,294,247	122,331,237	96,891,387	87,157,677	115,281	784,275	10,742,936	(3,429,417)	241,043,851	206,843,772
Real Estate	-	-	-	-	(69,171)	113,730	-	-	(69,171)	113,730
Fee Based Income & Others	291,903	(324,440)	1,156,507	(742,021)	(54,640)	(216,867)	(2,632,474)	12,504,988	(1,238,704)	11,221,660
<b>Total Revenue</b>	<b>133,586,150</b>	<b>122,006,797</b>	<b>98,047,893</b>	<b>86,415,656</b>	<b>(8,529)</b>	<b>681,138</b>	<b>8,110,462</b>	<b>9,075,571</b>	<b>239,735,976</b>	<b>218,179,162</b>
Unallocated Expenses									179,752,045	185,223,273
Profits/ (Loss) before Tax									59,983,931	32,955,889
Income Tax expenses									27,903,883	10,892,757
Net Profit /(Loss) for the period									32,080,048	22,063,132
Segment Assets	1,237,789,597	895,253,101	985,293,071	788,823,034	139,548,680	135,883,066			2,362,631,348	1,819,959,201
Unallocated Assets	-	-	-	-	-	-			339,493,559	327,027,998
<b>Total Assets</b>	<b>940,285,823</b>	<b>779,726,264</b>	<b>939,291,865</b>	<b>722,772,043</b>	<b>140,663,066</b>	<b>143,690,793</b>			<b>2,702,124,907</b>	<b>2,146,987,199</b>
Unallocated Liabilities									2,702,124,907	2,146,987,199
<b>Total Liabilities</b>									<b>2,702,124,907</b>	<b>2,146,987,199</b>

# ABANS FINANCE PLC

## NOTES TO THE FINANCIAL STATEMENTS

For the Six Months ended 31st March 2012

### (a). MARKET VALUE PER SHARE FOR THE QUARTER ENDED,

31ST MARCH 2012

Highest	116.20
Lowest	57.00
Closing	40.50

### (b).

The Interim Financial Statements of the Company have been prepared on the basis of the same accounting policies and methods applied for the year ended 31st March 2011. Further, the Interim Financial Statements are in compliance with Sri Lanka Accounting Standards 35 - Interim Financial Reporting and the provisions of the new Companies Act No. 07 of 2007.

### (c). COMMITMENTS AND CONTINGENCIES

There were no significant capital commitments as at the Balance Sheet date.

### (d). PUBLIC HOLDING

Public Share holding as at 31st March 2012 is, 14.16%.

### (e). DIRECTORS AND CEO'S SHAREHOLDING AS AT 31ST MARCH 2012.

NAME OF THE DIRECTOR	NO.OF SHARES	(%)
MRS. SAROSHI DUBASH	133,334	0.36
MR. R PESTONJEE	106,801	0.29
MR. C D PATHIRANA	NIL	0.00
MR. K B WANIGASEKARA	NIL	0.00
MR. V K CHOKSY	NIL	0.00
MR. T SOMESHWARAN	NIL	0.00

### (f). TWENTY LARGEST SHAREHOLDERS AS AT 31ST MARCH 2012.

NAME OF THE SHAREHOLDER	NO.OF SHARES	(%)
1 ABANS ( PVT ) LIMITED	31,195,367	84.31
2 MR. P N PESTONJEE	674,899	1.82
3 MR. B PESTONJEE	533,334	1.44
4 MRS. H G S CHANDRAKANTHI	370,000	1.00
5 MRS. M V I F FERNANDO	370,000	1.00
6 MR. A H A JAYASINGHE	370,000	1.00
7 MR. D S KARUNAKARAN	370,000	1.00
8 MR. K KUNENTHIRAN	370,000	1.00
9 MR. N N PERERA	370,000	1.00
10 MR. P K PESTONJEE	370,000	1.00
11 MISS. C V SUMANADASA	370,000	1.00
12 MISS. I N JALALDEEN	366,400	0.99
13 MRS. S DUBASH	133,334	0.36
14 MR. R PESTONJEE	106,801	0.29
15 A B COLD STORAGE (PRIVATE) LIMITED	100,000	0.27
16 AB SECURITAS (PRIVATE) LIMITED	100,000	0.27
17 CLEANTECH (PRIVATE) LIMITED	100,000	0.27
18 MRS. A PESTONJEE	66,667	0.18
19 MR. S G SALGADO & MRS. H I SALGADO	66,600	0.18
20 MR. G C GOONETILLEKE	30,000	0.08
	36,433,402	98.47
<b>OTHERS</b>	566,598	1.53
<b>TOTAL</b>	<b>37,000,000</b>	<b>100.00</b>