

ABANS FINANCE PLC

INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED

30 JUNE 2013



Abans
FINANCE

ABANS FINANCE PLC**STATEMENT OF COMPREHENSIVE INCOME***LKR'*

FOR THE QUARTER ENDED

**30th JUNE
'2013
Rs.****30th JUNE
'2012
Rs.**

Income	167,848,265	138,864,947
Interest Income	160,037,795	134,058,227
Interest Expenses	(94,091,942)	(73,835,331)
Net Interest Income	65,945,853	60,222,896
Fee and Commission Income	5,837,056	4,858,357
Fee and Commission Expenses	(2,261,879)	(1,362,877)
Net Fee and Commission Income	3,575,177	3,495,480
Net Gain/(Loss) From Trading	646,724	(911,899)
Other Operating Income (net)	1,326,690	860,262
Total Operating Income	71,494,444	63,666,739
Impairment (Charges) / Reversal	(22,050,636)	(7,925,933)
Net Operating Income	49,443,808	55,740,806
Operating Expenses		
Personnel Costs	(20,284,816)	(15,714,065)
Other Operating Expenses	(24,680,325)	(18,959,693)
Operating Profit before Value Added Tax on FS	4,478,667	21,067,048
Value Added Tax on Financial Services	(1,243,756)	(1,829,449)
Profit before Taxation from Operations	3,234,911	19,237,599
Provision for Income Taxation	(1,115,595)	(5,408,090)
Profit for the Year	2,119,316	13,829,509
Other Comprehensive Income	-	-
Other Comprehensive Income for the Year, Net of Tax	-	-
Total Comprehensive Income for the Year	2,119,316	13,829,509
Earnings Per Share (Rs)	0.23	1.50

The figures presented above are provisional and subject to Audit.

30th July 2013
Colombo

ABANS FINANCE PLC**STATEMENT OF FINANCIAL POSITION**

	<i>LKR'</i>	
AS AT	30th JUNE '2013	31st MAR '2013 Audited
	Rs.	Rs.
Assets		
Cash and Bank Balances	64,223,668	33,802,530
Placements with Banks	101,451,027	125,140,325
Financial Assets - Held for Trading	8,259,684	8,336,546
Loans and Advances	840,635,773	836,056,102
Lease Rentals Receivable & Stock Out on Hire	1,573,998,247	1,549,447,291
Financial Investments - Available for Sale	80,400	80,400
Financial Investments - Held to Maturity	165,841,928	168,522,407
Other Financial Assets	20,782,151	15,933,472
Real Estate Stock	132,006,063	133,841,502
Other Non Financial Assets	31,478,156	25,467,071
Intangible Assets	11,246,494	12,268,902
Property, Plant & Equipment	15,519,680	16,608,243
Total Assets	<u>2,965,523,271</u>	<u>2,925,504,791</u>
Liabilities		
Due to Banks	414,811,855	359,435,796
Due to Customers	1,759,082,142	1,765,882,547
Debt Inst. Issued and Other Borrowed Funds	233,868,545	174,325,059
Other Financial Liabilities	101,048,255	168,376,894
Other Non Financial Liabilities	888,743	1,459,519
Retirement Benefit Liability	6,373,972	5,833,972
Current Tax Liabilities	515,528	3,376,089
Deferred Tax Liability	2,589,526	2,589,526
Total Liabilities	<u>2,519,178,566</u>	<u>2,481,279,402</u>
Shareholders' Funds		
Stated Capital	382,373,630	382,373,630
Statutory Reserve	28,228,500	28,228,500
Investment Fund	16,082,341	14,723,671
Retained Earnings	19,660,234	18,899,588
Total Shareholders' Funds	<u>446,344,705</u>	<u>444,225,389</u>
Total Liabilities and Shareholders' Funds	<u>2,965,523,271</u>	<u>2,925,504,791</u>
Net Assets Per Share (Rs.)	<u>12.06</u>	<u>12.01</u>

The figures presented above are provisional and subject to Audit if not specifically mentioned.

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 these Financial Statements.
Signed for and on behalf of the Board by,

Saroshi Dubash (Sgnd)
Director

K.B. Wanigasekara (Sgnd)
Director

30th July 2013
Colombo

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

LKR '

FOR THE QUARTER ENDED

	Stated Capital Rs.	Retained Earnings Rs.	Statutory Reserve Rs.	Investment Fund Reserve Rs.	Total Rs.
Balance as at 1 April 2012	382,373,630	(6,316,722)	20,201,500	7,833,381	404,091,789
Net profit for the Period	-	13,829,509	-	-	13,829,509
Other Comprehensive Income Net of Tax	-	-	-	-	-
Transfer to / (from) during the Period	-	(1,219,632)		1,219,632	
Balance as at 30 June 2012	382,373,630	6,293,155	20,201,500	9,053,013	417,921,298
Balance as at 1 April 2013	382,373,630	18,899,588	28,228,500	14,723,671	444,225,389
Net profit for the Period	-	2,119,316	-	-	2,119,316
Other Comprehensive Income Net of Tax	-	-	-	-	-
Transfer to / (from) during the Period	-	(1,358,670)	-	1,358,670	-
Balance as at 30 June 2013	382,373,630	19,660,234	28,228,500	16,082,341	446,344,705

30th July 2013
Colombo

ABANS FINANCE PLC

CASH FLOW STATEMENT

FOR THE QUARTER ENDED

	30th JUNE '2013 Rs.	LKR' 30th JUNE '2012 Rs.
Cash Flows From / (Used in) Operating Activities		
Profit before Income Tax Expense	3,234,911	19,237,599
Adjustments for		
Depreciation	1,365,613	1,460,549
Amortisation of Intangible Assets	1,022,408	-
Impairment provision	22,050,636	7,925,933
Loss/(Profit) from Sale of Investments	(34,292)	-
Diminution/(Appreciation) in value of investments	(598,131)	1,002,478
Provision/(reversal) for Defined Benefit Plans	540,000	450,000
Dividend Received	(14,301)	(90,580)
Operating Profit before Working Capital Changes	27,566,844	29,985,979
(Increase)/Decrease in Real Estate Stock	1,835,439	2,282,470
(Increase)/Decrease in Loans and Advances	(12,225,775)	208,176,046
(Increase)/Decrease in Lease Rentals Receivable & Stock out on hire	(38,050,137)	(80,361,769)
(Increase)/Decrease in Other Financial Assets	(5,754,030)	5,908,606
(Increase)/Decrease in Other Non Financial Assets	(6,011,085)	1,862,899
Increase/(Decrease) in Amounts Due to Customers	(6,800,405)	(156,958,585)
Increase/(Decrease) in Other Financial Liabilities	(67,328,639)	(51,651,686)
Increase/(Decrease) in Other Non Financial Liabilities	(570,777)	48,259
Cash Generated from Operations	(107,338,565)	(40,707,781)
Retirement Benefit Liabilities Paid	-	-
Taxes Paid	(3,976,156)	(2,409,416)
Net Cash From/(Used in) Operating Activities	(111,314,721)	(43,117,197)
Cash Flows from / (Used in) Investing Activities		
Acquisition of Property, Plant & Equipment	(277,049)	(675,402)
Acquisition of Financial Investment held - for - trading	(743,715)	-
Proceeds from Financial investments held -for- trading	1,071,997	-
Sale/(Purchase) of Placement with banks	(30,552,397)	5,153,929
Sale/(Purchase) of financial investments- held to maturity	(41,405,174)	3,421,318
Dividend Received	14,301	90,580
Net Cash Flows from/(Used in) Investing Activities	(71,892,037)	7,990,425
Cash Flows from / (Used in) Financing Activities		
Borrowings	146,220,075	22,790,351
Cash Flow from Debt Instruments Issued and Other borrowings	59,543,486	82,142,527
Net Cash Flows from/(Used in) Financing Activities	205,763,561	104,932,878
Net Increase in Cash and Cash Equivalents	22,556,803	69,806,106
Cash and Cash Equivalents at the beginning of the year	179,932,941	37,146,178
Cash and Cash Equivalents at the end of the year	202,489,744	106,952,284

The figures presented above are provisional and subject to Audit

30th July 2013
Colombo

ABANS FINANCE PLC

FINANCIAL REPORTING BY SEGMENT

LKR '

	Leasing		Hirepurchase		Term Loans		Others		Total	
FOR THE QUARTER ENDED 30 JUNE	2013 Rs.	2012 Rs.	2013 Rs.	2012 Rs.	2013 Rs.	2012 Rs.	2013 Rs.	2012 Rs.	2013 Rs.	2012 Rs.
Interest Income	44,401,829	24,896,580	53,406,671	44,878,529	54,631,979	57,144,689	7,861,877	7,138,427	160,302,356	134,058,226
Fee Based Income & Others	3,349,638	876,876	745,060	1,336,842	494,947	1,544,092	1,247,411	1,100,548	5,837,056	4,858,357
Unallocated Income							1,708,852	(51,636)	1,708,852	(51,636)
Total Revenue	47,751,467	25,773,456	54,151,731	46,215,371	55,126,926	58,688,781	10,818,140	8,187,339	167,848,264	138,864,947
Interest Expences							(94,091,942)	(73,835,331)	(94,091,942)	(73,835,331)
Fee Based Expences & Others	(1,476,284)	(608,755)	(272,325)	(503,170)	(56,440)	(131,110)	(456,828)	(119,843)	(2,261,878)	(1,362,877)
Impairment Reversal / (Provision)	(18,797,066)	(2,249,773)	5,297,884	(4,290,635)	(7,646,104)	(104,368)	(905,350)	(1,281,157)	(22,050,636)	(7,925,933)
Net Operating Income	27,478,117	22,914,928	59,177,290	41,421,566	47,424,382	58,453,303	(84,635,980)	(67,048,992)	49,443,808	55,740,806
Unallocated Expenses									(46,208,897)	(36,503,207)
Profits/ (Loss) before Tax									3,234,911	19,237,599
Income Tax expenses									(1,115,595)	(5,408,090)
Net Profit / (Loss) for the period									2,119,316	13,829,509
Segment Assets	760,441,661	486,399,909	813,556,586	830,155,091	840,635,773	757,188,078	399,299,018	353,420,438	2,813,933,038	2,427,163,517
Unallocated Assets									151,590,233	104,835,374
Total Assets	760,441,661	486,399,909	813,556,586	830,155,091	840,635,773	757,188,078	399,299,018	353,420,438	2,965,523,271	2,531,998,891
Unallocated Liabilities									2,965,523,271	2,531,998,891
Total Liabilities									2,965,523,271	2,531,998,891

ABANS FINANCE PLC**ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS***LKR'*

As at	HFT at Fair Value		HTM at Amortized Cost		L&R at Amortized Cost		AFS at Fair Value		Total	
	30.06.2013	31.03.2013	30.06.2013	31.03.2013	30.06.2013	31.03.2013	30.06.2013	31.03.2013	30.06.2013	31.03.2013
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Assets										
Cash and Bank Balances	-	-	-	-	64,223,668	33,802,530	-	-	64,223,668	33,802,530
Financial Investments - Held for Trading	8,259,684	8,336,546	-	-	-	-	-	-	8,259,684	8,336,546
Loans and Advances	-	-	-	-	840,635,773	836,056,102	-	-	840,635,773	836,056,102
Lease rentals receivable & Stock out on hire	-	-	-	-	1,573,998,247	1,549,447,291	-	-	1,573,998,247	1,549,447,291
Financial Investments - Available for Sale	-	-	-	-	-	-	80,400	80,400	80,400	80,400
Financial Investments - Held to Maturity	-	-	165,841,928	168,522,407	-	-	-	-	165,841,928	168,522,407
Other financial assets	-	-	-	-	20,782,151	15,933,472	-	-	20,782,151	15,933,472
Total Financial Assets	<u>8,259,684</u>	<u>8,336,546</u>	<u>165,841,928</u>	<u>168,522,407</u>	<u>2,499,639,839</u>	<u>2,435,239,395</u>	<u>80,400</u>	<u>80,400</u>	<u>2,673,821,851</u>	<u>2,612,178,748</u>

	OFL		Total	
	30.06.2013	31.03.2013	30.06.2013	31.03.2013
	Rs.	Rs.	Rs.	Rs.
Liabilities				
Due to Banks	414,811,855	359,435,796	414,811,855	359,435,796
Due to Customers	1,759,082,142	1,765,882,547	1,759,082,142	1,765,882,547
Debt Instruments Issued & Other borrowed funds	233,868,545	174,325,059	233,868,545	174,325,059
Other Financial Liabilities	<u>101,048,255</u>	<u>168,376,894</u>	<u>101,048,255</u>	<u>168,376,894</u>
Total Financial Liabilities	<u>2,508,810,797</u>	<u>2,468,020,296</u>	<u>2,508,810,797</u>	<u>2,468,020,296</u>

HFT - Held for Trading

HTM - Held to Maturity

L & R - Loans and Receivables

AFS - Available for Sale

OFL - Other Financial Liabilities

ABANS FINANCE PLC**NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2013****(a). MARKET VALUE PER SHARE FOR THE QUARTER ENDED,**

	30th June 2013
Highest	Rs.38.00
Lowest	Rs.27.60
Closing	Rs.33.30

(b).

These Interim Financial Statements of the Company have been prepared based on the Sri Lanka Accounting Standards that came into effect from 01st April 2012 (SLFRS/SKAS). There were no changes to the Accounting Policies and method of computation since the publication of the Audited Financial Statements for the year ended 31st March 2013.

These Interim Financial Statements have been prepared in accordance with LKAS 34 - Interim Financial Reporting and present information required by Listing Rules of Colombo Stock Exchange. These Financial Statements are drawn up from the unaudited financial Statements of the company unless otherwise indicated.

(c). COMMITMENTS AND CONTINGENCIES

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

(d). PUBLIC HOLDING

Public Share holding as at 30th June 2013 is, 12.16%.

(e). EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

There have been no material events occurring after the Balance Sheet date that require adjustment or disclosure in the Financial Statements

(f). DIRECTORS AND CEO's SHAREHOLDING

NAME OF THE DIRECTOR	30th June 2013	
	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

(g). TWENTY LARGEST SHAREHOLDERS

30th June 2013		
NAME OF THE SHAREHOLDER	NO.OF SHARES	(%)
1 ABANS (PVT) LIMITED	31,195,367	84.31
2 MR. P N PESTONJEE	679,560	1.84
3 MR. D.S. KARUNAKARAN	375,000	1.01
4 MR. P K PESTONJEE	370,100	1.00
5 MRS. H G S CHANDRAKANTHI	370,000	1.00
6 MRS. M V I F FERNANDO	370,000	1.00
7 MR. A H A JAYASINGHE	370,000	1.00
8 MISS. C V SUMANADASA	370,000	1.00
9 MR. K KUNENTHIRAN	370,000	1.00
10 MR. N N PERERA	370,000	1.00
11 MISS. I N JALALDEEN	366,400	0.99
12 MRS. S DUBASH	133,334	0.36
13 MR, R. RUSI	106,801	0.29
14 A B COLD STORAGE (PRIVATE) LIMITED	100,000	0.27
15 CLEANTECH PVT LTD	100,000	0.27
16 A B Cold Storage (Private) Limited	100,000	0.27
17 MR. K.S. RODRIGO	9,000	0.02
18 MR. A.W A. KUMARADASA	74,007	0.20
19 MRS. ABAN PESTONJEE	66,667	0.18
20 MR. S G SALGADO	66,600	0.18
	35,962,836	97.20
OTHERS	1,037,164	2.80
TOTAL	37,000,000	100