

ABANS FINANCE PLC

INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

31 DECEMBER 2014



Abans
FINANCE

ABANS FINANCE PLC**STATEMENT OF COMPREHENSIVE INCOME**

	For the Nine Months Ended 31 DECEMBER		For the Quarter Ended 31 DECEMBER	
	2014 Rs.	2013 Rs.	2014 Rs.	2013 Rs.
Income	694,817,895	535,922,307	240,354,303	194,944,069
Interest Income	622,089,494	500,763,716	216,035,791	177,427,632
Interest Expenses	(309,762,778)	(288,630,420)	(101,518,829)	(98,008,243)
Net Interest Income	312,326,716	212,133,296	114,516,962	79,419,389
Fee and Commission Income	65,552,639	31,764,690	23,861,216	16,092,394
Fee and Commission Expenses	(31,115,221)	(11,395,000)	(10,900,953)	(5,773,304)
Net Fee and Commission Income	34,437,418	20,369,690	12,960,263	10,319,090
Net Gain/(Loss) From Trading	2,483,663	14,099	(359,309)	196,926
Other Operating Income (net)	4,692,100	3,379,802	816,605	1,227,118
Total Operating Income	353,939,897	235,896,887	127,934,521	91,162,523
Impairment (Charges) / Reversal	(68,431,939)	(94,522,383)	(29,219,755)	(29,088,552)
Net Operating Income	285,507,958	141,374,504	98,714,766	62,073,971
Operating Expenses				
Personnel Costs	(81,863,978)	(57,778,609)	(29,404,598)	(19,469,191)
Other Operating Expenses	(120,259,048)	(80,875,450)	(41,519,090)	(29,635,437)
Operating Profit before Value Added Tax on FS	83,384,932	2,720,445	27,791,078	12,969,343
Value Added Tax on Financial Services	(7,125,230)	(1,748,727)	(2,137,996)	(330,011)
Profit before Taxation from Operations	76,259,702	971,718	25,653,082	12,639,332
Provision for Income Taxation	(16,690,000)	-	(6,100,000)	-
Profit for the Period	59,569,702	971,718	19,553,082	12,639,332
Other Comprehensive Income	2,375,557	-	1,479,057	-
Other Comprehensive Income for the Period, Net of Tax	2,375,557	-	1,479,057	-
Total Comprehensive Income for the Period	61,945,259	971,718	21,032,139	12,639,332
Earnings Per Share (Rs)	2.15	0.04	0.70	0.46

The figures presented above are provisional and subject to Audit.

10th February 2015
Colombo

ABANS FINANCE PLC
STATEMENT OF FINANCIAL POSITION

AS AT	31 DEC '2014	31 MAR '2014 (Audited)
	Rs.	Rs.
Assets		
Cash and Bank Balances	66,035,894	105,135,491
Placements with Banks	232,461,776	127,536,938
Securities Purchased under Repurchase Agreement	479,784,721	268,997,323
Financial Assets - Held for Trading	8,033,660	7,050,137
Financial Investments - Debt Securities	49,346,169	49,436,762
Loans and Advances	620,015,994	742,249,738
Lease Rentals Receivable & Stock Out on Hire	2,565,290,164	2,073,588,417
Financial Investments - Available for Sale	102,455,957	80,400
Financial Investments - Held to Maturity	21,405,700	57,074,657
Other Financial Assets	39,567,703	22,578,322
Real Estate Stock	116,975,049	130,860,857
Other Non Financial Assets	120,559,386	95,297,612
Deferred Tax Assets	155,429	155,429
Intangible Assets	10,171,368	9,340,722
Property, Plant & Equipment	22,262,330	17,957,131
Total Assets	<u>4,454,521,300</u>	<u>3,707,339,935</u>
Liabilities		
Due to Banks	189,246,319	263,270,842
Due to Customers	3,380,225,445	2,600,119,545
Debt Inst. Issued and Other Borrowed Funds	-	122,265,623
Other Financial Liabilities	353,910,873	252,620,559
Other Non Financial Liabilities	1,852,678	2,879,759
Retirement Benefit Liability	8,962,817	7,411,816
Current Tax Liabilities	5,482,914	5,876,796
Total Liabilities	<u>3,939,681,046</u>	<u>3,254,444,940</u>
Shareholders' Funds		
Stated Capital	382,373,630	382,373,630
Statutory Reserve	29,968,000	29,968,000
Investment Fund	20,012,492	18,454,242
Retained Earnings	80,110,575	22,099,123
Available for Sale Reserve	2,375,557	-
Total Shareholders' Funds	<u>514,840,254</u>	<u>452,894,995</u>
Total Liabilities and Shareholders' Funds	<u>4,454,521,300</u>	<u>3,707,339,935</u>
Commitments and Contingencies	<u>-</u>	<u>-</u>
Net Assets Per Share (Rs.)	<u>13.91</u>	<u>12.24</u>

The figures presented above are provisional and subject to Audit.

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

P.W.K.Roshan
Head of 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,

K.B.Wanigasekara (Sgnd.)
Director

Rusi Pestonjee (Sgnd.)
Director

ABANS FINANCE PLC
STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED	Stated Capital Rs.	Retained Earnings Rs.	Statutory Reserve Rs.	Investment Fund Reserve Rs.	Available for Sale Reserve Rs.	Total Rs.
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	-	971,718	-	-	-	971,718
Other Comprehensive Income Net of Tax	-	-	-	-	-	-
Transfer to / (from) during the Period	-	(3,052,153)	-	3,052,153	-	-
Balance as at 31 December 2013	<u>382,373,630</u>	<u>16,819,153</u>	<u>28,228,500</u>	<u>17,775,824</u>	<u>-</u>	<u>445,197,107</u>
Balance as at 1 April 2014	382,373,630	22,099,123	29,968,000	18,454,242	-	452,894,995
Net profit for the Period	-	59,569,702	-	-	-	59,569,702
Other Comprehensive Income Net of Tax	-	-	-	-	2,375,557	2,375,557
Transfer to / (from) during the Period	-	(1,558,250)	-	1,558,250	-	-
Balances as at 31 December 2014	<u>382,373,630</u>	<u>80,110,575</u>	<u>29,968,000</u>	<u>20,012,492</u>	<u>2,375,557</u>	<u>514,840,254</u>

10th February 2015
Colombo

ABANS FINANCE PLC**CASH FLOW STATEMENT**

FOR THE PERIOD ENDED

	31 DEC '2014 Rs.	31 DEC '2013 Rs.
Cash Flows From / (Used in) Operating Activities		
Profit / (Loss) Before Income Tax Expense	76,259,702	971,718
Adjustments for		
Depreciation	5,561,730	4,224,084
Amortisation of Intangible Assets	3,390,416	3,212,145
Impairment provision	68,431,939	94,522,383
Loss/(Profit) from Sale of Investments	3,032,079	(367,759)
Diminution/(Appreciation) in value of investments	(5,257,482)	461,043
Loss/(Profit) on Disposal of Property, Plant & Equipment	-	(6,187)
Provision/(reversal) for Defined Benefit Plans	1,620,000	1,620,000
Dividend Received	(258,259)	(107,383)
Deferred Tax		
Withholding Tax attributed to Fixed Deposit & professional fees		
Operating Profit before Working Capital Changes	152,780,123	104,530,044
(Increase)/Decrease in Real Estate Stock	13,885,808	6,211,556
(Increase)/Decrease in Loans and Advances	108,364,689	(22,734,688)
(Increase)/Decrease in Lease Rentals Receivable & Stock out on hire	(498,448,431)	(339,172,957)
(Increase)/Decrease in Other Financial Assets	(64,805,578)	(18,026,956)
(Increase)/Decrease in Other Non Financial Assets	(25,261,775)	(41,866,980)
Increase/(Decrease) in Amounts Due to Customers	780,105,900	445,653,655
Increase/(Decrease) in Other Financial Liabilities	101,290,315	44,993,382
Increase/(Decrease) in Other Non Financial Liabilities	(1,027,082)	(508,880)
Cash Generated from Operations	566,883,969	179,078,175
Retirement Benefit Liabilities Paid	(69,000)	(147,750)
Taxes Paid	(17,083,883)	(14,295,666)
Net Cash From/(Used in) Operating Activities	549,731,087	164,634,759
Cash Flows from / (Used in) Investing Activities		
Acquisition of Property, Plant & Equipment	(9,866,928)	(3,177,931)
Acquisition of Intangible Assets	(4,221,062)	(2,377,732)
Acquisition of Financial Investment held - for - trading	(5,164,166)	(848,023)
Proceeds from Financial investments held -for- trading	6,522,893	2,131,906
Sale/(Purchase) of Placement with banks	(2,644)	(36,608,357)
Sale/(Purchase) of financial investments- held to maturity	(709,960)	(126,192,823)
Sale/(Purchase) of Financial Investments- Unit Trust	(100,000,000)	-
Investment In Debt Securities	90,593	(101,740,396)
Dividend Received	258,259	107,383
Net Cash Flows from/(Used in) Investing Activities	(113,093,015)	(268,705,972)
Cash Flows from / (Used in) Financing Activities		
Borrowings	(76,704,107)	78,953,090
Cash Flow from Debt Instruments Issued and Other borrowings	(122,265,623)	(4,698,448)
Net Cash Flows from/(Used in) Financing Activities	(198,969,730)	74,254,642
Net Increase in Cash and Cash Equivalents	237,668,341	(29,816,571)
Cash and Cash Equivalents at the beginning of the year	499,451,106	179,932,943
Cash and Cash Equivalents at the end of the year	737,119,447	150,116,372

The figures presented above are provisional and subject to Audit.

10th February 2015
Colombo

ABANS FINANCE PLC
ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

As at	HFT at Fair Value		HTM at Amortized Cost		L&R at Amortized Cost		AFS at Fair Value		Total	
	31.12.2014 Rs.	31.03.2014 Rs.	31.12.2014 Rs.	31.03.2014 Rs.	31.12.2014 Rs.	31.03.2014 Rs.	31.12.2014 Rs.	31.03.2014 Rs.	31.12.2014 Rs.	31.03.2014 Rs.
Assets										
Cash and Bank Balances	-	-	-	-	66,035,894	105,135,491	-	-	66,035,894	105,135,491
Placements with Banks	-	-	-	-	232,461,776	127,536,938	-	-	232,461,776	127,536,938
Repurchase Agreements	-	-	-	-	479,784,721	268,997,323	-	-	479,784,721	268,997,323
Financial Investments - Held for Trading	8,033,660	7,050,137	-	-	-	-	-	-	8,033,660	7,050,137
Financial Investments - Debt Securities	-	-	-	-	49,346,169	49,436,762	-	-	49,346,169	49,436,762
Loans and Advances	-	-	-	-	620,015,994	742,249,738	-	-	620,015,994	742,249,738
Lease rentals receivable & Stock out on hire	-	-	-	-	2,565,290,164	2,073,588,417	-	-	2,565,290,164	2,073,588,417
Financial Investments - Available for Sale	-	-	-	-	-	-	102,455,957	80,400	102,455,957	80,400
Financial Investments - Held to Maturity	-	-	21,405,700	57,074,657	-	-	-	-	21,405,700	57,074,657
Other financial assets	-	-	-	-	39,567,703	22,578,322	-	-	39,567,703	22,578,322
Total Financial Assets	8,033,660	7,050,137	21,405,700	57,074,657	4,052,502,421	3,389,522,991	102,455,957	80,400	4,184,397,738	3,453,728,185

	OFL		Total	
	31.12.2014 Rs.	31.03.2014 Rs.	31.12.2014 Rs.	31.03.2014 Rs.
Liabilities				
Due to Banks	189,246,319	263,270,842	189,246,319	263,270,842
Due to Customers	3,380,225,445	2,600,119,545	3,380,225,445	2,600,119,545
Debt Instruments Issued & Other borrowed funds	-	122,265,623	-	122,265,623
Other Financial Liabilities	353,910,873	252,620,559	353,910,873	252,620,559
Total Financial Liabilities	3,923,382,637	3,238,276,569	3,923,382,637	3,238,276,569

HFT - Held for Trading

HTM - Held to Maturity

L & R - Loans and Receivables

AFS - Available for Sale

OFL - Other Financial Liabilities

ABANS FINANCE PLC

FINANCIAL REPORTING BY SEGMENT

	Leasing		Hire purchase		Term Loans		Others		Total	
FOR THE PERIOD ENDED 31 DECEMBER	2014 Rs.	2013 Rs.	2014 Rs.	2013 Rs.	2014 Rs.	2013 Rs.	2014 Rs.	2013 Rs.	2014 Rs.	2013 Rs.
Interest Income	348,749,586	162,064,604	98,770,794	149,313,771	134,805,278	161,829,448	39,763,836	27,555,893	622,089,494	500,763,716
Fee Based Income & Others	52,856,694	25,198,598	6,185,522	4,258,434	6,510,422	2,307,658	1,473,355	556,293	67,025,993	32,320,983
Unallocated Income							5,702,408	2,837,608	5,702,408	2,837,608
Total Revenue	401,606,280	187,263,201	104,956,316	153,572,204	141,315,701	164,137,106	46,939,599	30,949,795	694,817,895	535,922,307
Interest Expenses	(146,445,619)	(88,064,171)	(44,360,577)	(73,476,798)	(56,815,859)	(79,203,982)	(62,140,723)	(47,885,470)	(309,762,778)	(288,630,420)
Fee Based Expenses & Others	(25,713,083)	(8,763,129)	(187,075)	(512,325)	(149,450)	(140,680)	(5,065,612)	(1,978,867)	(31,115,221)	(11,395,000)
Impairment Reversal / (Provision)	(34,486,610)	(32,629,740)	27,739,925	(16,746,196)	(13,869,056)	(32,914,632)	(47,816,198)	(12,231,814)	(68,431,939)	(94,522,383)
Net Operating Income	194,960,967	57,806,162	88,148,590	62,836,886	70,481,335	51,877,812	(68,082,934)	(31,146,355)	285,507,958	141,374,504
Unallocated Expenses									(209,248,256)	(140,402,786)
Profits/ (Loss) before Tax									76,259,702	971,718
Income Tax expenses									(16,690,000)	-
Net Profit / (Loss) for the period									59,569,702	971,718
Segment Assets	2,124,376,953	1,154,228,882	440,913,211	684,862,276	620,015,994	825,876,158	850,627,246	568,856,670	4,035,933,404	3,233,823,987
Unallocated Assets									418,587,896	(626,001,296)
Total Assets	2,124,376,953	1,154,228,882	440,913,211	684,862,276	620,015,994	825,876,158	850,627,246	568,856,670	4,454,521,300	2,607,822,691
Unallocated Liabilities									4,454,521,300	2,607,822,691
Total Liabilities									4,454,521,300	2,607,822,691

ABANS FINANCE PLC**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2014****(a). MARKET VALUE PER SHARE FOR THE QUARTER ENDED,**

	31st DEC 2014
Highest	Rs.32.70
Lowest	Rs.24.20
Closing	Rs.26.50

(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/LKAS). 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 2014.

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 31st December 2014 is, 10.34%.
- Number of Public Share Holders as at 30th September 2014 is, 704.

(e). EVENTS OCCURRING AFTER THE REPORTING DATE

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

(f). DIRECTORS AND CEO's SHAREHOLDING

Name Of The Director	31st December 2014	
	No.of Shares	(%)
Mr. R Pestonjee *	147,887	0.40
Mr. C D Pathirana	NIL	NIL
Mr. K B Wanigasekara	NIL	NIL
Mr. V K Choksy	NIL	NIL
Mr. A S Ratnayake	NIL	NIL

* This includes 20,000 Shares Held Jointly.

(g). TWENTY LARGEST SHAREHOLDERS

Name Of The Shareholder	31st December 2014	
	No.Of Shares	(%)
1 Abans PLC	33,025,006	89.26
2 Mr. P N Pestonjee	669,939	1.81
3 Mr. P K Pestonjee	370,100	1.00
4 Mrs. H G S Chandrakanthi	370,000	1.00
5 Mr. K Kunenthiran	370,000	1.00
6 Mrs. C V Sumanadasa	370,000	1.00
7 Mrs. S Dubash	133,334	0.36
8 Mr. R Pestonjee	127,887	0.35
9 A B Cold Storage (Private) Limited	100,000	0.27
10 Ab Securitas (Private) Limited	100,000	0.27
11 Cleantech (Pvt) Ltd	100,000	0.27
12 Mrs. K S Rodrigo	90,000	0.24
13 Mrs. A Pestonjee	66,667	0.18
14 Mrs. H I Salgado	66,600	0.18
15 Mr. G C Goonetilleke	39,034	0.11
16 British American Technologies (Private) Limited	25,061	0.07
17 Mr. K Poologasundram	25,000	0.07
18 Mr. T A D De Silva	25,000	0.07
19 Mr. N W G Tissa Chandrasiri	20,000	0.05
20 Mr. Nanda Kumar Punchihewa	20,000	0.05
	36,113,628	97.60
Others	886,372	2.40
Total	37,000,000	100