

ABANS FINANCE PLC

INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

30 JUNE 2015

A decorative graphic in the bottom right corner of the page. It features a purple triangular shape pointing towards the bottom left. Inside this shape, there is a collage of various banknotes and coins, including a 5 Euro note and a 2 Euro coin. The text 'Abans FINANCE' is printed in white on the purple background.

Abans
FINANCE

ABANS FINANCE PLC**STATEMENT OF COMPREHENSIVE INCOME**

LKR

For the Quarter
Ended 30th JUNE

	2015	2014
Income	299,856,143	213,035,317
Interest Income	263,285,459	194,905,937
Interest Expenses	(107,315,861)	(104,308,447)
Net Interest Income	155,969,598	90,597,490
Fee and Commission Income	35,301,545	17,723,337
Fee and Commission Expenses	(20,227,340)	(10,075,070)
Net Fee and Commission Income	15,074,205	7,648,267
Net Gain/(Loss) From Trading	318,668	960,588
Other Operating Income (net)	950,471	(554,545)
Total Operating Income	172,312,942	98,651,800
Impairment (Charges) / Reversal	(49,746,190)	(29,526,448)
Net Operating Income	122,566,752	69,125,352
Operating Expenses		
Personnel Costs	(32,406,979)	(23,647,005)
Other Operating Expenses	(50,091,798)	(39,113,488)
Operating Profit before Value Added Tax on FS	40,067,975	6,364,859
Value Added Tax on Financial Services	(3,750,525)	(547,571)
Profit before Taxation from Operations	36,317,450	5,817,288
Provision for Income Taxation	(10,190,000)	(1,420,000)
Profit for the Period	26,127,450	4,397,288
Other Comprehensive Income		
Gains & Losses arising on re-measuring Available for Sale Financial Assets - Investment in Unit Trust	2,269,486	-
Other Comprehensive Income for the Period, Net of Tax	2,269,486	-
Total Comprehensive Income for the Period	28,396,936	4,397,288
Earnings Per Share (Rs)	0.71	0.12

The figures presented above are provisional and subject to Audit.

28th July 2015
Colombo

ABANS FINANCE PLC**STATEMENT OF FINANCIAL POSITION**

AS AT	30th JUNE '2015 Rs.	31st MARCH '2015 Rs. <i>LKR ' (Audited)</i>
Assets		
Cash and Bank Balances	49,440,027	68,497,383
Placements with Banks	260,750,220	283,645,333
Repurchase Agreements	630,495,004	426,888,521
Financial Assets - Held for Trading	7,584,314	7,370,357
Financial Investments - Debt Securities	49,278,340	49,278,340
Loans and Advances	622,172,492	637,248,600
Lease Rentals Receivable & Stock Out on Hire	3,485,914,919	2,903,285,248
Financial Investments - Available for Sale	102,480,141	100,210,655
Financial Investments - Held to Maturity	21,645,529	21,150,414
Other Financial Assets	44,548,026	42,129,336
Real Estate Stock	95,325,481	97,139,978
Other Non Financial Assets	56,703,751	81,785,326
Intangible Assets	11,284,323	10,241,082
Property, Plant & Equipment	29,057,512	26,807,371
Deferred Tax Asssets	18,446,151	18,446,151
Total Assets	5,485,126,230	4,774,124,095
Liabilities		
Due to Banks	198,983,671	155,850,541
Due to Customers	4,034,322,060	3,591,961,005
Debt Inst. Issued and Other Borrowed Funds	-	-
Other Financial Liabilities	652,380,318	461,616,856
Other Non Financial Liabilities	2,852,054	1,859,218
Retirement Benefit Liability	11,776,389	11,474,701
Current Tax Liabilities	31,544,631	26,491,602
Deferred Tax Liability	-	-
Total Liabilities	4,931,859,123	4,249,253,924
Shareholders' Funds		
Stated Capital	382,373,630	382,373,630
Statutory Reserve	44,529,000	44,529,000
Investment Fund	-	-
Retained Earnings	123,964,736	97,837,286
Available for Sale Reserve	2,399,741	130,255
Total Shareholders' Funds	553,267,107	524,870,172
Total Liabilities and Shareholders' Funds	5,485,126,230	4,774,124,095
Commitments and Contingencies	-	-
Net Assets Per Share (Rs.)	14.95	14.19

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 (Sgnd.)
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,

Rusi Pestonjee (Sgnd.)
Director

K.B.Wanigasekara (Sgnd.)
Director

ABANS FINANCE PLC
STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED	LKR'					
	Stated Capital Rs.	Retained Earnings Rs.	Statutory Reserve Rs.	Investment Fund Reserve Rs.	Available for Sale Reserve Rs.	Total Rs.
Balance as at 01st April 2014	382,373,630	22,099,123	29,968,000	18,454,242	-	452,894,995
Net profit for the Period	-	4,397,288	-	-	-	4,397,288
Other Comprehensive Income Net of Tax	-	-	-	-	-	-
Transfer to / (from) during the Period	-	(678,419)	-	678,419	-	-
Balance as at 30th June 2014	<u>382,373,630</u>	<u>25,817,992</u>	<u>29,968,000</u>	<u>19,132,661</u>	<u>-</u>	<u>457,292,283</u>
Balance as at 01st April 2015	382,373,630	97,837,286	44,529,000	-	130,255	524,870,171
Net profit for the Period	-	26,127,450	-	-	-	26,127,450
Other Comprehensive Income Net of Tax	-	-	-	-	2,269,486	2,269,486
Transfer to / (from) during the Period	-	-	-	-	-	-
Balances as at 30th June 2015	<u>382,373,630</u>	<u>123,964,736</u>	<u>44,529,000</u>	<u>-</u>	<u>2,399,741</u>	<u>553,267,107</u>

28th July 2015
Colombo

ABANS FINANCE PLC**CASH FLOW STATEMENT**

FOR THE PERIOD ENDED

	30th JUNE '2015 Rs.	LKR' 30th JUNE '2014 Rs.
Cash Flows From / (Used in) Operating Activities		
Profit / (Loss) Before Income Tax Expense	36,317,450	5,817,288
Adjustments for		
Depreciation	2,326,050	1,768,251
Amortisation of Intangible Assets	1,669,449	1,089,875
Impairment provision	49,746,191	29,526,448
Diminution/(Appreciation) in value of investments	(197,181)	(865,753)
Loss/(Profit) on Disposal of Property, Plant & Equipment	19,829	-
Provision/(reversal) for Defined Benefit Plans	540,000	540,000
Dividend Received	(121,487)	(94,835)
Operating Profit before Working Capital Changes	90,300,301	37,781,275
(Increase)/Decrease in Real Estate Stock	1,814,497	13,697,655
(Increase)/Decrease in Loans and Advances	10,904,897	7,915,706
(Increase)/Decrease in Lease Rentals Receivable & Stock out on hire	(611,106,697)	(216,627,895)
(Increase)/Decrease in Other Financial Assets	(19,516,640)	(8,658,434)
(Increase)/Decrease in Other Non Financial Assets	25,081,575	(21,787,662)
Increase/(Decrease) in Amounts Due to Customers	442,361,055	398,713,726
Increase/(Decrease) in Other Financial Liabilities	190,763,463	43,336,451
Increase/(Decrease) in Other Non Financial Liabilities	992,836	(486,875)
Cash Generated from Operations	131,595,287	253,883,949
Retirement Benefit Liabilities Paid	(238,313)	(69,000)
Taxes Paid	(5,136,972)	(2,651,418)
Net Cash From/(Used in) Operating Activities	126,220,002	251,163,531
Cash Flows from / (Used in) Investing Activities		
Acquisition of Property, Plant & Equipment	(4,628,270)	(3,854,333)
Acquisition of Intangible Assets	(2,712,689)	(1,295,215)
Investments in Debt Securities	-	84,666
Proceeds from Sales of Property, Plant & Equipment	32,250	-
Acquisition of Financial Investment held - for - trading	(16,776)	(601,157)
Cash Flow from /(Used in) Fixed Deposits	(662)	(892)
Sale/(Purchase) of Financial Investments- Held to Maturity	(495,114)	(480,627)
Dividend Received	121,487	94,835
Net Cash Flows from/(Used in) Investing Activities	(7,699,774)	(6,052,723)
Cash Flows from / (Used in) Financing Activities		
Borrowings	(25,712,770)	(25,378,016)
Cash Flow from Debt Instruments Issued and Other borrowings	-	3,409,117
Net Cash Flows from/(Used in) Financing Activities	(25,712,770)	(21,968,899)
Net Increase in Cash and Cash Equivalents	92,807,458	223,141,908
Cash and Cash Equivalents at the beginning of the year	745,027,800	499,567,952
Cash and Cash Equivalents at the end of the year	837,835,258	722,709,860

The figures presented above are provisional and subject to Audit.

28th July 2015
Colombo

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	
	30.06.2015	31.03.2015	30.06.2015	31.03.2015	30.06.2015	31.03.2015	30.06.2015	31.03.2015	30.06.2015	31.03.2015
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Assets										
Cash and Bank Balances	-	-	-	-	49,440,027	68,497,383	-	-	49,440,027	68,497,383
Placements with Banks	-	-	-	-	260,750,220	283,645,333	-	-	260,750,220	283,645,333
Repurchase Agreements	-	-	-	-	630,495,004	426,888,521	-	-	630,495,004	426,888,521
Financial Investments - Held for Trading	7,584,314	7,370,358	-	-	-	-	-	-	7,584,314	7,370,358
Financial Investments - Debt Securities	-	-	-	-	49,278,340	49,278,340	-	-	49,278,340	49,278,340
Loans and Advances	-	-	-	-	622,172,492	637,248,601	-	-	622,172,492	637,248,601
Lease rentals receivable & Stock out on hire	-	-	-	-	3,485,914,919	2,903,285,249	-	-	3,485,914,919	2,903,285,249
Financial Investments - Available for Sale	-	-	-	-	-	-	102,480,141	100,210,655	102,480,141	100,210,655
Financial Investments - Held to Maturity	-	-	21,645,529	21,150,414	-	-	-	-	21,645,529	21,150,414
Other Financial assets	-	-	-	-	44,548,027	42,129,339	-	-	44,548,027	42,129,339
Total Financial Assets	7,584,314	7,370,358	21,645,529	21,150,414	5,142,599,029	4,410,972,766	102,480,141	100,210,655	5,274,309,013	4,539,704,193

	OFL		Total	
	30.06.2015	31.03.2015	30.06.2015	31.03.2015
	Rs.	Rs.	Rs.	Rs.
Liabilities				
Due to Banks	198,983,671	155,850,542	198,983,671	155,850,542
Due to Customers	4,034,322,060	3,591,961,005	4,034,322,060	3,591,961,005
Debt Instruments Issued & Other borrowed funds	-	-	-	-
Other Financial Liabilities	652,380,318	461,616,855	652,380,318	461,616,855
Total Financial Liabilities	4,885,686,049	4,209,428,402	4,885,686,049	4,209,428,402

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

LKR'

	Leasing		Hirepurchase		Term Loans		Others		Total	
FOR THE PERIOD ENDED 30 JUNE	2015 Rs.	2014 Rs.	2015 Rs.	2014 Rs.	2015 Rs.	2014 Rs.	2015 Rs.	2014 Rs.	2015 Rs.	2014 Rs.
Interest Income	195,843,077	99,617,353	18,540,322	36,213,528	33,776,534	45,556,040	15,125,526	13,519,016	263,285,459	194,905,937
Fee Based Income & Others	34,182,791	16,217,959	339,091	162,139	779,663	1,343,239	572,264	(229,340)	35,873,809	17,493,996
Unallocated Income							696,875	635,383	696,875	635,384
Total Revenue	230,025,868	115,835,312	18,879,413	36,375,667	34,556,197	46,899,278	16,394,665	13,925,060	299,856,143	213,035,317
Interest Expences	(56,542,976)	(37,288,188)	(10,693,218)	(22,336,278)	(15,752,530)	(24,296,371)	(24,327,137)	(20,387,609)	(107,315,861)	(104,308,447)
Fee Based Expences & Others	(18,601,309)	(8,040,395)	-	(144,000)	(34,700)	(69,730)	(1,591,331)	(1,820,945)	(20,227,340)	(10,075,070)
Impairment Reversal / (Provision)	(27,984,993)	(33,046,723)	(492,035)	16,326,903	(4,171,211)	(7,154,381)	(17,097,952)	(5,652,247)	(49,746,191)	(29,526,448)
Net Operating Income	126,896,591	37,460,006	7,694,160	30,222,291	14,597,756	15,378,796	(26,621,756)	(13,935,742)	122,566,751	69,125,352
Unallocated Expenses									(86,249,301)	(63,308,064)
Profits/ (Loss) before Tax									36,317,450	5,817,288
Income Tax expenses									(10,190,000)	(1,420,000)
Net Profit / (Loss) for the period									26,127,450	4,397,288
Other Comprehensive Income for the Period, Net of Tax									2,269,486	-
Total Comprehensive Income for the Year									28,396,936	4,397,288
Segment Assets	3,197,716,833	1,645,720,047	288,198,086	627,776,446	622,172,492	727,179,651	1,167,559,029	916,288,752	5,275,646,440	3,916,964,896
Unallocated Assets									209,479,790	225,691,064
Total Assets	3,197,716,833	1,645,720,047	288,198,086	627,776,446	622,172,492	727,179,651	1,167,559,029	916,288,752	5,485,126,230	4,142,655,960
Unallocated Liabilities									5,485,126,230	4,142,655,960
Total Liabilities									5,485,126,230	4,142,655,960

ABANS FINANCE PLC

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2015

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

	30th June 2015	31st March 2015
Highest	Rs.37.50	Rs.28.70
Lowest	Rs.25.00	Rs.24.00
Closing	Rs.32.50	Rs.25.50

(b).

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 reporting date.

(d). PUBLIC HOLDING

- Public Share holding as at 30th June 2015 is, 10.34%
- Number of Public Share Holders as at 30th June 2015 is, 701.

(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	30th June 2015		31st March 2015	
	NO.OF SHARES	(%)	NO.OF SHARES	(%)
Mr. R Pestonjee	147,887 *	0.4	147,887 *	0.4
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	30th June 2015		31st March 2015	
	NO.OF SHARES	(%)	NO.OF SHARES	(%)
Abans PLC	33,025,006	89.26	33,025,006	89.26
Mr. P N Pestonjee	669,939	1.81	669,939	1.81
Mr. P K Pestonjee	370,100	1.00	370,100	1.00
Mrs. H G S Chandrakanthi	370,000	1.00	370,000	1.00
Mr. K Kunenthiran	370,000	1.00	370,000	1.00
Mrs. C V Sumanadasa	370,000	1.00	370,000	1.00
Mrs. S Dubash	133,334	0.36	133,334	0.36
Mr. R Pestonjee	127,887	0.35	127,887	0.35
Ab Securitas (Private) Limited	100,000	0.27	100,000	0.27
Cleantech Pvt Ltd	100,000	0.27	100,000	0.27
A B Cold Storage (Private) Limited	100,000	0.27	100,000	0.27
Mrs. K S Rodrigo	47,900	0.13	90,000	0.24
Mrs. Aban Pestonjee	66,667	0.18	66,667	0.18
Mrs. H I Salgado	66,600	0.18	66,600	0.18
British American Technologies (Private) Limited	-	-	39,146	0.11
Mr. G C Goonetilleke	40,000	0.11	39,034	0.11
MR. Mohamed Cader	40,000	0.11	-	-
LB Finance PLC/G.U.K. Wickramarathne	32,410	0.09	-	-
Merchant Bank Of Sri Lanka LTD A/C No 1 C/O Custody Services, Deutsche Bank AG.	29,475	0.08	-	-
People'S Leasing & Finance Plc/ M M S V Prematunge	-	-	27,300	0.07
Dr. Godwin Roger Constantine	26,691	0.07	-	-
Dr. K Poologasundram	25,000	0.07	25,000	0.07
Mr. Abdul Rahuman Ibrahim	-	-	20,906	0.06
Mr. N W G Tissa Chandrasiri	-	-	20,000	0.05
	36,111,009	97.60	36,130,919	97.65
OTHERS	888,991	2.40	869,081	2.35
TOTAL	37,000,000	100.00	37,000,000	100.00