

ABANS FINANCE PLC

INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

31 MARCH 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 coins, including a 5 Euro coin and a 2 Euro coin, with the year 2016 visible on one of them.

Abans
FINANCE

ABANS FINANCE PLC**STATEMENT OF COMPREHENSIVE INCOME**

LKR

	For the Twelve Months Ended 31st MARCH		For the Quarter Ended 31st MARCH	
	2015	2014	2015	2014
Income	958,145,396	751,979,154	263,334,601	216,052,543
Interest Income	854,861,770	688,523,379	232,772,276	187,759,663
Interest Expenses	(409,914,040)	(387,218,811)	(100,151,262)	(98,588,391)
Net Interest Income	444,947,730	301,304,568	132,621,014	89,171,272
Fee and Commission Income	91,787,158	48,243,961	26,241,620	16,474,967
Fee and Commission Expenses	(45,314,982)	(22,452,896)	(14,199,762)	(11,057,895)
Net Fee and Commission Income	46,472,176	25,791,065	12,041,858	5,417,071
Net Gain/(Loss) From Trading	1,830,283	272,657	(653,380)	258,558
Other Operating Income (net)	9,666,185	14,939,157	4,974,085	11,559,355
Total Operating Income	502,916,374	342,307,447	148,983,578	106,406,257
Impairment (Charges) / Reversal	(115,592,553)	(115,721,812)	(47,160,614)	(21,199,429)
Net Operating Income	387,323,821	226,585,635	101,822,963	85,206,828
Operating Expenses				
Personnel Costs	(117,461,697)	(78,998,858)	(35,597,720)	(22,573,007)
Other Operating Expenses	(160,890,826)	(118,563,171)	(40,631,777)	(36,334,963)
Operating Profit before Value Added Tax on FS	108,971,298	29,023,606	25,593,466	26,298,859
Value Added Tax on Financial Services	(9,520,618)	(3,655,613)	(2,395,388)	(1,906,886)
Profit before Taxation from Operations	99,450,680	25,367,993	23,198,078	24,391,973
Provision for Income Taxation	(28,112,000)	(16,672,634)	(11,422,000)	(16,672,634)
Profit for the Period	71,338,680	8,695,359	11,776,078	7,719,339
Other Comprehensive Income				
Gains & Losses arising on re-measuring Available for Sale Financial Assets - Investment in Unit Trust	130,255	-	(2,245,302)	-
Actuarial Gain/(Loss) arising from changes in the assumption		263,703	-	263,703
Income Tax Expense	-	(289,456)	-	(289,456)
Other Comprehensive Income for the Period, Net of Tax	130,255	(25,753)	(2,245,302)	(25,753)
Total Comprehensive Income for the Period	71,468,935	8,669,606	9,530,777	7,693,586
Earnings Per Share (Rs)	1.93	0.24	1.27	0.83

The figures presented above are provisional and subject to Audit.

26th May 2015
Colombo

ABANS FINANCE PLC**STATEMENT OF FINANCIAL POSITION**

AS AT 31 MARCH 2015

	MAR '2015 Rs.	LKR ' MAR '2014 Rs.
Assets		
Cash and Bank Balances	61,737,844	105,135,491
Placements with Banks	283,645,333	127,536,938
Repurchase Agreements	426,888,521	268,997,323
Financial Assets - Held for Trading	7,370,358	7,050,136
Financial Investments - Debt Securities	49,278,340	49,436,762
Loans and Advances	637,248,600	742,249,738
Lease Rentals Receivable & Stock Out on Hire	2,903,285,249	2,073,588,417
Financial Investments - Available for Sale	100,210,655	80,400
Financial Investments - Held to Maturity	21,150,414	57,074,657
Other Financial Assets	43,218,824	22,578,322
Real Estate Stock	97,139,978	130,860,857
Other Non Financial Assets	83,609,058	95,297,612
Tax Recoverable	-	-
Investment Property	-	-
Intangible Assets	10,241,082	9,340,722
Property, Plant & Equipment	27,148,275	17,957,131
Deferred Tax Assets	155,429	155,429
Total Assets	4,752,327,960	3,707,339,935
Liabilities		
Due to Banks	162,913,349	263,270,842
Due to Customers	3,591,961,005	2,600,119,545
Debt Inst. Issued and Other Borrowed Funds	-	122,265,623
Other Financial Liabilities	447,866,656	252,620,559
Other Non Financial Liabilities	3,743,112	2,879,759
Retirement Benefit Liability	9,502,816	7,411,816
Current Tax Liabilities	11,977,092	5,876,796
Deferred Tax Liability	-	-
Total Liabilities	4,227,964,030	3,254,444,940
Shareholders' Funds		
Stated Capital	382,373,630	382,373,630
Statutory Reserve	29,968,000	29,968,000
Investment Fund	-	18,454,242
Retained Earnings	111,892,045	22,099,123
Available for Sale Reserve	130,255	-
Total Shareholders' Funds	524,363,930	452,894,995
Total Liabilities and Shareholders' Funds	4,752,327,960	3,707,339,935
Commitments and Contingencies	-	-
Net Assets Per Share (Rs.)	14.17	12.24

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

26th May 2015
Colombo

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 1 April 2013	382,373,630	18,899,588	28,228,500	14,723,671	-	444,225,389
Net profit for the Period	-	8,695,359	-	-	-	8,695,359
Other Comprehensive Income Net of Tax	-	(25,753)	-	-	-	(25,753)
Transfer to / (from) during the Period	-	(5,470,071)	1,739,500	3,730,571	-	-
Balance as at 31 March 2014	<u>382,373,630</u>	<u>22,099,123</u>	<u>29,968,000</u>	<u>18,454,242</u>	<u>-</u>	<u>452,894,995</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	-	71,338,680	-	-	-	71,338,680
Other Comprehensive Income Net of Tax	-	-	-	-	130,255	130,255
Transfer to / (from) during the Period	-	18,454,242	-	(18,454,242)	-	-
Balances as at 31 March 2015	<u>382,373,630</u>	<u>111,892,045</u>	<u>29,968,000</u>	<u>-</u>	<u>130,255</u>	<u>524,363,930</u>

26th May 2015
Colombo

ABANS FINANCE PLC**CASH FLOW STATEMENT**

FOR THE PERIOD ENDED

	31st MAR '2015 Rs.	LKR' 31st MAR '2014 Rs.
Cash Flows From / (Used in) Operating Activities		
Profit / (Loss) Before Income Tax Expense	99,450,680	25,367,993
Adjustments for		
Depreciation	7,827,232	6,016,662
Amortisation of Intangible Assets	4,607,033	4,331,603
Impairment provision	115,592,553	115,721,812
Loss/(Profit) from Sale of Investments	3,032,079	(342,965)
Diminution/(Appreciation) in value of investments	(4,594,180)	199,912
Loss/(Profit) on Disposal of Property, Plant & Equipment	36,642	6,187
Provision/(reversal) for Defined Benefit Plans	2,160,000	1,989,297
Dividend Received	(268,181)	(129,604)
Deferred Tax		
Withholding Tax attributed to Fixed Deposit & professional fees		
Operating Profit before Working Capital Changes	227,843,858	153,160,897
(Increase)/Decrease in Real Estate Stock	33,720,879	2,980,646
(Increase)/Decrease in Loans and Advances	98,094,904	52,841,689
(Increase)/Decrease in Lease Rentals Receivable & Stock out on hire	(873,935,509)	(568,478,796)
(Increase)/Decrease in Other Financial Assets	(85,088,141)	(37,064,317)
(Increase)/Decrease in Other Non Financial Assets	11,688,552	(69,830,541)
Increase/(Decrease) in Amounts Due to Customers	991,841,460	834,236,998
Increase/(Decrease) in Other Financial Liabilities	195,246,098	84,243,665
Increase/(Decrease) in Other Non Financial Liabilities	863,354	1,420,240
Cash Generated from Operations	600,275,455	453,510,481
Retirement Benefit Liabilities Paid	(69,000)	(147,750)
Taxes Paid	(22,011,706)	(17,206,338)
Net Cash From/(Used in) Operating Activities	578,194,749	436,156,393
Cash Flows from / (Used in) Investing Activities		
Acquisition of Property, Plant & Equipment	(17,090,017)	(7,371,737)
Acquisition of Intangible Assets	(5,507,394)	(1,403,423)
Investments in Debt Securities	158,422	(49,436,762)
Proceeds from Sales of Property, Plant & Equipment		-
Acquisition of Financial Investment held - for - trading	(5,164,166)	(2,097,015)
Proceeds from Sale of Financial investments held -for- trading	6,559,402	3,526,479
Cash Flow from /(Used in) Fixed Deposits	(3,299)	(4,033)
Sale/(Purchase) of Financial Investments- Held to Maturity	(442,778)	(2,431,470)
Sale/(Purchase) of Financial Investments - AFS - Unit Trust	(100,130,255)	
Dividend Received	268,181	129,604
Net Cash Flows from/(Used in) Investing Activities	(121,351,904)	(59,088,359)
Cash Flows from / (Used in) Financing Activities		
Borrowings	(102,939,722)	(5,373,587)
Cash Flow from Debt Instruments Issued and Other borrowings	(122,265,623)	(52,059,436)
Net Cash Flows from/(Used in) Financing Activities	(225,205,345)	(57,433,023)
Net Increase in Cash and Cash Equivalents	231,637,500	319,635,011
Cash and Cash Equivalents at the beginning of the year	499,567,952	179,932,942
Cash and Cash Equivalents at the end of the year	731,205,452	499,567,953

The figures presented above are provisional and subject to Audit.

26th May 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	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014	31.03.2015	31.03.2014	31.03.2015	31.03.2014	31.03.2015	31.03.2014
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Assets										
Cash and Bank Balances	-	-	-	-	61,737,844	105,135,491	-	-	61,737,844	105,135,491
Placements with Banks	-	-	-	-	283,645,333	127,536,938	-	-	283,645,333	127,536,938
Repurchase Agreements	-	-	-	-	426,888,521	268,997,323	-	-	426,888,521	268,997,323
Financial Investments - Held for Trading	7,370,358	7,050,136	-	-	-	-	-	-	7,370,358	7,050,136
Financial Investments - Debt Securities	-	-	-	-	49,278,340	49,436,762	-	-	49,278,340	49,436,762
Loans and Advances	-	-	-	-	637,248,600	742,249,738	-	-	637,248,600	742,249,738
Lease rentals receivable & Stock out on hire	-	-	-	-	2,903,285,249	2,073,588,417	-	-	2,903,285,249	2,073,588,417
Financial Investments - Available for Sale	-	-	-	-	-	-	100,210,655	80,400	100,210,655	80,400
Financial Investments - Held to Maturity	-	-	21,150,414	57,074,657	-	-	-	-	21,150,414	57,074,657
Other Financial assets	-	-	-	-	43,218,824	22,578,322	-	-	43,218,824	22,578,322
Total Financial Assets	7,370,358	7,050,136	21,150,414	57,074,657	4,405,302,710	3,389,522,990	100,210,655	80,400	4,534,034,138	3,453,728,183

	OFL		Total	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
	Rs.	Rs.	Rs.	Rs.
Liabilities				
Due to Banks	162,913,349	263,270,842	162,913,349	263,270,842
Due to Customers	3,591,961,005	2,600,119,545	3,591,961,005	2,600,119,545
Debt Instruments Issued & Other borrowed funds	-	122,265,623	-	122,265,623
Other Financial Liabilities	447,866,656	252,620,559	447,866,656	252,620,559
Total Financial Liabilities	4,202,741,010	3,238,276,569	4,202,741,010	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

LKR '

	Leasing		Hirepurchase		Term Loans		Others		Total	
FOR THE PERIOD ENDED 31 MARCH	2015 Rs.	2014 Rs.	2015 Rs.	2014 Rs.	2015 Rs.	2014 Rs.	2015 Rs.	2014 Rs.	2015 Rs.	2014 Rs.
Interest Income	505,660,046	243,812,406	125,106,510	188,856,273	170,636,149	218,057,176	53,459,065	37,797,524	854,861,770	688,523,379
Fee Based Income & Others	78,404,649	38,840,113	6,641,968	5,698,165	6,740,541	3,705,684	882,763	814,849	92,669,921	49,058,811
Unallocated Income							10,613,705	14,396,964	10,613,705	14,396,964
Total Revenue	584,064,695	282,652,519	131,748,478	194,554,438	177,376,690	221,762,861	64,955,533	53,009,337	958,145,396	751,979,154
Interest Expenses	(202,940,779)	(129,479,279)	(52,642,311)	(94,044,690)	(70,819,620)	(97,301,253)	(83,511,330)	(66,393,588)	(409,914,040)	(387,218,811)
Fee Based Expenses & Others	(38,615,011)	(18,644,459)	(192,545)	(460,265)	(161,550)	(160,610)	(6,345,876)	(3,187,562)	(45,314,982)	(22,452,896)
Impairment Reversal / (Provision)	(69,994,275)	(9,883,110)	25,755,598	(34,454,560)	(6,906,233)	(40,964,674)	(64,447,644)	(30,419,468)	(115,592,554)	(115,721,812)
Net Operating Income	272,514,630	124,645,671	104,669,220	65,594,923	99,489,287	83,336,323	(89,349,317)	(46,991,281)	387,323,820	226,585,635
Unallocated Expenses									(287,873,140)	(201,217,642)
Profits/ (Loss) before Tax									99,450,680	25,367,993
Income Tax expenses									(28,112,000)	(16,672,634)
Net Profit / (Loss) for the period									71,338,680	8,695,359
Other Comprehensive Income for the Period, Net of Tax									130,255	(25,753)
Total Comprehensive Income for the Year									71,468,935	8,669,606
Segment Assets	2,546,448,364	1,406,643,525	356,836,885	668,584,895	637,248,600	742,249,738	985,683,599	641,037,075	4,526,217,449	3,458,515,233
Unallocated Assets									226,110,512	248,824,702
Total Assets	2,546,448,364	1,406,643,525	356,836,885	668,584,895	637,248,600	742,249,738	985,683,599	641,037,075	4,752,327,960	3,707,339,935
Unallocated Liabilities									4,752,327,960	3,707,339,934
Total Liabilities									4,752,327,960	3,707,339,935

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2015**

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

	31st MAR 2015	31st MAR 2014
Highest	Rs.28.70	Rs.32.00
Lowest	Rs.24.00	Rs.26.10
Closing	Rs.25.50	Rs.29.40

(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 reporting date.

(d). PUBLIC HOLDING

- Public Share holding as at 31st March 2015 is, 10.34%
- Number of Public Share Holders as at 31st March 2015 is, 706.

(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 March 2015		31st March 2014	
	NO.OF SHARES	(%)	NO.OF SHARES	(%)
Mrs. Saroshi Dubash **	N/A		133,334	0.36
Mr. R Pestonjee	147,887 *	0.40	106,801	0.29
Mr. C D Pathirana	NIL	0.00	NIL	0.00
Mr. K B Wanigasekara	NIL	0.00	NIL	0.00
Mr. V K Choksy	NIL	0.00	NIL	0.00
Mr. A S Ratnayake ***	NIL	0.00	N/A	

* This includes 20,000 Shares Held Jointly.

** Retired with Effect from 08th April 2014.

*** Joined with Effect from 16th May 2014.

(g). TWENTY LARGEST SHAREHOLDERS

NAME OF THE SHAREHOLDER	31st March 2015		31st March 2014	
	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	679,000	1.84
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	106,801	0.29
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
Mr. A W A Kumaradasa	-	-	91,063	0.25
Mrs. K S Rodrigo	90,000	0.24	90,000	0.24
Mrs. S F Zubair	-	-	77,871	0.21
Mrs. Aban Pestonjee	66,667	0.18	66,667	0.18
Mrs. H I Salgado	66,600	0.18	66,600	0.18
Paramadamma Buddhist Institute	-	-	51,208	0.14
British American Technologies (Private) Limited	39,146	0.11	-	-
Mr. G C Goonetilleke	39,034	0.11	34,044	0.09
People'S Leasing & Finance Plc/ M M S V Prematunge	27,300	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	-	-
Dr. S A Leelananda	-	-	20,000	0.05
	36,130,919	97.65	36,246,694	97.96
OTHERS	869,081	2.35	753,306	2.04
TOTAL	37,000,000	100.0	37,000,000	100.0