

ABANS FINANCE PLC

Financial Statement for the Six Months Ended 30th September 2017

STATEMENT OF COMPREHENSIVE INCOME

For the Six Months Ended 30 th September	2017 Rs. '000	2016 Rs. '000
Income	890,040	767,306
Interest Income	799,501	718,044
Interest Expenses	(368,557)	(281,463)
Net Interest Income	430,944	436,581
Fee and Commission Income	78,304	39,151
Fee and Commission Expenses	(67,515)	(32,489)
Net Fee and Commission Income	10,789	6,662
Net Gain/(Loss) from Trading	1,677	1,309
Other Operating Income (net)	10,558	8,802
Total Operating Income	453,968	453,354
Impairment (Charges) / Reversal	(78,687)	(91,672)
Net Operating Income	375,281	361,682
Operating Expenses		
Personnel Costs	(123,900)	(104,417)
Depreciation of Property, Plant & Equipment	(9,754)	(7,223)
Amortization of Intangible Assets	(1,487)	(1,175)
Other Operating Expenses	(131,558)	(115,472)
Operating Profit before Value Added Tax on Financial Services	108,582	133,395
Value Added Tax on Financial Services	(30,390)	(20,924)
Profit before Taxation from Operations	78,192	112,472
Provision for Income Taxation	(22,916)	(35,891)
Profit for the Period	55,276	76,581
Other Comprehensive Income		
Other Comprehensive Income for the Period, Net of Tax		
Total Comprehensive Income for the Period	55,276	76,581
Basic/ Diluted Earnings Per Share (Rs.)	0.88	1.77

STATEMENT OF FINANCIAL POSITION

As at 30 th September	2017 Rs. '000	2016 Rs. '000
Assets		
Cash and Bank Balances	393,894	318,062
Placements with Banks	96,675	385,726
Financial Assets - Held for Trading	-	8,094
Loans and Receivables - Leases	4,107,170	3,211,561
Loans and Receivables - Hire Purchase	25,129	76,085
Loans and Receivables - Others	2,396,145	1,757,159
Financial Investments - Available for Sale	80	80
Financial Investments - Held to Maturity	650,286	656,287
Other Financial assets	137,982	91,535
Real Estate Stock	60,065	70,356
Other Non Financial Assets	61,367	35,389
Tax Recoverable	12,819	-
Intangible Assets	22,585	20,906
Property, Plant & Equipment	85,875	75,550
Deferred Tax Asset	57,800	61,420
Total Assets	8,107,873	6,768,209
Liabilities		
Due to Banks	200,410	304,832
Due to Customers	5,780,954	5,089,657
Other Financial Liabilities	569,845	467,901
Other Non-Financial Liabilities	11,832	8,005
Retirement Benefit Liability	15,894	16,850
Current Tax Liabilities	-	5,643
Total Liabilities	6,578,935	5,892,888
Shareholders' Funds		
Stated Capital	1,121,413	567,374
Statutory Reserve	89,267	62,554
Retained Earnings	318,258	245,393
Total Shareholders' Funds	1,528,938	875,321
Total Liabilities and Shareholders' Funds	8,107,873	6,768,209

KEY PERFORMANCE INDICATORS

INDICATOR AS AT 30 th SEPTEMBER	2017	2016
Regulatory Capital Adequacy		
Core Capital (Tier 1 Capital) Rs.'000	1,454,294	779,525
Total Capital Base Rs.'000	1,454,294	776,209
Core Capital to Risk weighted Asset Ratio % (Minimum 5%)	21.44	14.60
Total Capital to Risk weighted Asset Ratio % (Minimum 10%)	21.44	14.54
Capital Funds to Total Deposit Liabilities Ratio	26.45	17.20
Asset Quality (Quality of Loan Portfolio)		
Gross Non Performing Accommodations, Rs.'000 *	805,873	534,938
Gross Non Performing Accommodations, Ratio (%) *	11.39	11.96
Net-Non Performing Accommodations, Ratio (%) *	5.41	7.57
<i>* Computed as per the CBSL Guidelines</i>		
Profitability		
Interest Margin (%)	11.05	13.52
Return on Average Assets (%) (Before Tax)	2.01	3.48
Return on Average Equity (%) (After Tax)	8.07	20.56
Regulatory Liquidity (Rs. '000)		
Required Minimum amount of Liquid Assets	580,301	510,791
Available amount of Liquid Assets	1,113,960	1,379,767
Required Minimum amount of Government Securities	386,007	330,935
Available amount of Government Securities	608,000	629,161
Memorandum Information		
Number of Employees	374	369
No. of Branches	10	10
No. of Service Centers	13	13
No. of Pawnshop Centers		

CERTIFICATION:

We the undersigned, being the Director, Managing Director/Chief Executive Officer and Chief Financial Officer of Abans Finance PLC certify jointly that:

a) The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka;

b) The information contained in these statements have been extracted from the unaudited financial statements of the Licensed Finance Company unless indicated as audited.

Ivon Brohier (Sgd)

Chief Financial Officer

13 November 2017

Colombo

Roshan Nanayakkara (Sgd)

Managing Director

Rusi Pestonjee (Sgd)

Director



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Licensed Finance Company by the Monetary Board of Central Bank of Sri Lanka under the Finance Business Act No.42 of 2011