

INTERIM FINANCIAL STATEMENTS

For the Period ended 30th June 2016



Merchant Bank of Sri Lanka & Finance PLC

Co.Reg.No. PQ10

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Merchant Bank of Sri Lanka & Finance PLC

Unaudited Statement of Comprehensive Income

	Company				Group			
	Quarter ended		Six months ended		Quarter ended		Six months ended	
	30-06-16 LKR '000	30-06-15 LKR '000	30-06-16 LKR '000	30-06-15 LKR '000	30-06-16 LKR '000	30-06-15 LKR '000	30-06-16 LKR '000	30-06-15 LKR '000
Income	1,162,119	1,081,819	2,198,250	2,027,630	1,469,071	1,316,870	2,811,621	2,649,391
Interest and similar income	1,098,172	1,000,474	2,175,876	1,976,955	1,127,612	1,022,211	2,231,187	2,018,146
Interest and similar expenses	629,462	524,796	1,214,938	1,052,374	629,702	525,052	1,215,429	1,052,895
Net interest income	468,710	475,678	960,938	924,581	497,910	497,159	1,015,758	965,251
Fee and commission income	10,677	10,432	19,535	22,407	29,150	(34,302)	76,111	93,510
Fee and commission expenses	-	-	-	-	24,908	21,100	55,293	45,200
Net fee and commission income	10,677	10,432	19,535	22,407	4,242	(55,402)	20,818	48,310
Insurance premium income	-	-	-	-	255,075	237,870	490,454	486,655
Net claims and benefits	-	-	-	-	(190,533)	(161,165)	(350,376)	(332,222)
Net trading income	6,136	13,161	10,488	19,191	6,164	13,885	5,800	20,246
Net gain / (loss) on financial assets - held for trading	16,524	28,849	(73,892)	(34,815)	16,849	29,724	(70,709)	(35,527)
Other operating income	30,610	28,903	66,243	43,892	34,221	47,482	78,778	66,361
Total operating income	532,657	557,023	983,312	975,256	623,928	609,553	1,190,523	1,219,074
Impairment charges from loans and other losses	(15,665)	88,623	(1,297)	333,443	(15,665)	88,623	(1,297)	333,443
Net operating income	548,322	468,400	984,609	641,813	639,593	520,930	1,191,820	885,631
Personnel expenses	190,954	163,844	371,870	322,364	243,672	205,271	477,567	406,406
Provision for employee benefit	12,000	12,000	24,000	24,000	12,963	12,840	26,013	25,890
Depreciation of property & equipment	14,644	14,327	29,618	27,881	19,816	22,545	39,778	41,459
Amortization of intangible assets	3,222	2,830	6,467	5,203	4,620	2,191	10,152	6,790
Other operating expenses	164,794	163,536	323,015	284,228	231,845	164,833	463,223	444,456
Total operating expense	385,614	356,537	754,970	663,676	512,916	407,680	1,016,733	925,001
Profit / (loss) from operations	162,708	111,863	229,639	(21,863)	126,677	113,250	175,087	(39,370)
Value added tax (VAT) on financial services	36,246	19,419	56,026	21,680	36,246	19,419	56,026	21,680
Share of associate companies profit before tax	-	-	-	-	(1,171)	1,381	(2,893)	2,616
Profit before income tax	126,462	92,444	173,613	(43,543)	89,260	95,212	116,168	(58,434)
Income tax expense	28,758	-	38,570	-	28,758	138	38,570	262
Profit/(loss) for the period	97,704	92,444	135,043	(43,543)	60,502	95,074	77,598	(58,696)
Other comprehensive income								
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	-
Fair value reserves (Available for Sale Financial Assets):								
Net change in fair value	(3,481)	5,323	(45,141)	(16,721)	(3,481)	5,324	(45,141)	(16,720)
Recycling to the income statement for impairment	-	-	-	-	-	-	-	-
Share of associates companies' other comprehensive income	-	-	-	-	-	-	-	-
Other comprehensive income before tax	(3,481)	5,323	(45,141)	(16,721)	(3,481)	5,324	(45,141)	(16,720)
Income tax (charge)/credit relating to components of other comprehensive income	-	-	-	-	-	-	-	-
Other comprehensive income for the period, net of tax	(3,481)	5,323	(45,141)	(16,721)	(3,481)	5,324	(45,141)	(16,720)
Total comprehensive income for the period, net of tax	94,223	97,767	89,902	(60,264)	57,021	100,398	32,457	(75,416)
Profit for the period attributable to:								
Equity holders of the parent	97,704	92,444	135,043	(43,543)	66,224	94,853	86,261	(55,916)
Non controlling interests	-	-	-	-	(5,722)	221	(8,663)	(2,780)
Profit/(loss) for the period	97,704	92,444	135,043	(43,543)	60,502	95,074	77,598	(58,696)
Total comprehensive income attributable to:								
Equity holders of the parent	94,223	97,767	89,902	(60,264)	62,743	100,177	41,120	(72,636)
Non controlling interests	-	-	-	-	(5,722)	221	(8,663)	(2,780)
Total comprehensive income attributable to:	94,223	97,767	89,902	(60,264)	57,021	100,398	32,457	(75,416)
Earnings per share:								
-Basic / diluted earnings per share (LKR)	0.59	0.56	0.81	(0.26)	0.40	0.57	0.52	(0.34)

Merchant Bank of Sri Lanka & Finance PLC

Unaudited Statement of Financial Position

as at	Company		Group	
	30-Jun-16 LKR '000	31-Dec-15 LKR '000	30-Jun-16 LKR '000	31-Dec-15 LKR '000
Assets				
Cash and cash equivalents	321,913	380,830	380,680	432,947
Placements with banks & financial institutions	-	440,093	136,852	571,672
Securities purchased under resale agreements	402,539	785,965	1,029,064	1,609,702
Financial investments - held for trading	412,827	541,970	422,044	552,741
Bills receivable	602,008	595,888	602,008	595,888
Loans & advances to customers	9,552,434	8,406,632	9,627,013	8,505,054
Lease and hire purchase rental receivable	15,104,138	14,223,259	15,104,138	14,223,259
Financial investments - available for sale	2,399,070	1,754,206	2,846,273	1,994,857
Financial investments - held to maturity	57,221	56,507	57,221	56,507
Real Estate Stock	30,826	62,545	30,826	62,545
Investments in associate companies	81,084	81,084	93,591	96,484
Investments in subsidiaries	310,197	310,197	-	-
Investment properties	139,073	145,840	139,073	145,840
Property and equipment	206,296	219,260	255,819	273,122
Intangible assets	32,996	38,816	56,707	67,141
Other assets	316,406	213,521	891,953	694,398
Total assets	29,969,028	28,256,613	31,673,262	29,882,157
Liabilities				
Due to banks	445,193	258,062	466,802	273,968
Securities sold under repurchase agreements	403,808	416,472	403,808	416,472
Due to customers	17,169,383	15,846,306	17,169,383	15,846,306
Debt issued and borrowed funds	7,915,018	7,883,323	7,915,018	7,883,323
Insurance provision - life	-	-	499,276	444,257
Insurance provision - non life	-	-	695,688	512,333
Current tax liabilities	172,180	141,263	172,180	141,263
Deferred tax liabilities	113,669	113,669	113,669	113,669
Other liabilities	408,933	356,840	899,149	956,610
Employee benefit liability	255,796	245,532	273,916	262,040
Total liabilities	26,883,980	25,261,467	28,608,889	26,850,241
Equity				
Stated capital	2,124,457	2,124,457	2,124,457	2,124,457
Retained profits	869,538	734,495	809,422	723,161
Available-for-sale reserve	(49,491)	(4,350)	(54,060)	(8,919)
Statutory reserves	140,544	140,544	140,544	140,544
Total equity attributable to the parent	3,085,048	2,995,146	3,020,363	2,979,243
Non controlling interests	-	-	44,010	52,673
Total equity	3,085,048	2,995,146	3,064,373	3,031,916
Total liabilities and equity	29,969,028	28,256,613	31,673,262	29,882,157
Commitments and contingencies	122,936	123,536	545,479	546,079
Net assets value per share (LKR)	18.60	18.06	18.21	17.96

These Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007

(sgd.)
H. M. P. B. Herath
Deputy General Manager - Finance & Strategic Planning

(sgd.)
T. Mutugala
Chief Executive Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Approved and signed for and on behalf of the Board

(sgd.)
Ronald C. Perera
Chairman

(sgd.)
C. N. Wijewardana
Director

Colombo, Sri Lanka
26-Jul-16

Merchant Bank of Sri Lanka & Finance PLC

Unaudited Statement of Changes in Equity

Company	Stated Capital LKR ' 000	Statutory reserves LKR ' 000	Available for sale reserve LKR ' 000	Retained profits LKR ' 000	Total equity LKR ' 000
Balance as at 01st January 2015	2,124,457	140,544	43,485	842,936	3,151,422
Net profit for the year	-	-	-	(43,543)	(43,543)
Other comprehensive income	-	-	(16,721)	-	(16,721)
Super gain tax adjustment	-	-	-	-	-
Transfers to statutory reserve fund	-	-	-	-	-
Dividend paid	-	-	-	-	-
Balance as at 30th June 2015	2,124,457	140,544	26,764	799,393	3,091,158

Balance as at 01st January 2016	2,124,457	140,544	(4,350)	734,495	2,995,146
Net profit for the year	-	-	-	135,043	135,043
Other comprehensive income	-	-	(45,141)	-	(45,141)
Super gain tax adjustment	-	-	-	-	-
Transfers to statutory reserve fund	-	-	-	-	-
Dividend paid	-	-	-	-	-
Balance as at 30th June 2016	2,124,457	140,544	(49,491)	869,538	3,085,048

Group	Stated Capital LKR ' 000	Statutory reserves LKR ' 000	Available for sale reserve LKR ' 000	Retained profits LKR ' 000	Non controlling interest LKR ' 000	Total equity LKR ' 000
Balance as at 01st January 2015	2,124,457	140,544	43,961	742,987	72,715	3,124,664
Net profit for the year	-	-	-	(55,916)	(2,780)	(58,696)
Other comprehensive income	-	-	(16,720)	-	-	(16,720)
Super gain tax adjustment	-	-	-	-	-	-
Transfers to statutory reserve fund	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Effect of change in holding percentage	-	-	-	-	-	-
Balance as at 30th June 2015	2,124,457	140,544	27,241	687,071	69,935	3,049,248

Balance as at 01st January 2016	2,124,457	140,544	(8,919)	723,161	52,673	3,031,916
Net profit for the year	-	-	-	86,261	(8,663)	77,598
Other comprehensive income	-	-	(45,141)	-	-	(45,141)
Super gain tax adjustment	-	-	-	-	-	-
Transfers to statutory reserve fund	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Effect of change in holding percentage	-	-	-	-	-	-
Balance as at 30th June 2016	2,124,457	140,544	(54,060)	809,422	44,010	3,064,373

Statutory reserve represents the reserve fund of the company created in terms of the Finance Companies (Capital Funds) Direction No. 01 of 2003 issued by the Central Bank of Sri Lanka.

Merchant Bank of Sri Lanka & Finance PLC

Unaudited Statement of Cash Flows

	Company		Group	
	2016 LKR '000	2015 LKR '000	2016 LKR '000	2015 LKR '000
For the period ended 30th June				
Cash flows from operating activities				
Profit before income tax	173,613	(43,543)	116,168	(58,434)
Adjustments for :				
Change in operating assets	(2,102,670)	(924,303)	(2,173,497)	(932,940)
Change in operating liabilities	1,375,170	2,447,662	1,515,848	2,512,903
Share of associate companies' (profit)/loss before tax	-	-	2,893	(2,616)
Contribution to defined benefit plans	24,000	24,000	26,013	25,890
Other non-cash items included in profit before tax	72,606	323,544	84,480	336,689
Provision for VAT on financial services				
Dividend income	(7,741)	(4,567)	(7,741)	(4,567)
	<u>(465,022)</u>	<u>1,822,793</u>	<u>(435,836)</u>	<u>1,876,925</u>
Gratuity paid	(13,736)	(4,720)	(14,137)	(6,670)
Net cash generated from/(used in) operating activities before tax	<u>(478,758)</u>	<u>1,818,073</u>	<u>(449,973)</u>	<u>1,870,255</u>
Income tax paid	(7,653)	(9,802)	(7,653)	(9,802)
Net cash generated from/ (used in) operating activities	<u>(486,411)</u>	<u>1,808,271</u>	<u>(457,626)</u>	<u>1,860,453</u>
Cash flows from investing activities				
Purchase of financial assets held for trading	(21,475)	(312,109)	(23,896)	(312,627)
Proceeds from disposal of financial assets held for trading	79,473	637,750	81,912	640,944
Purchase of financial investments-AFS & HTM	(1,998,203)	(1,767,998)	(2,202,948)	(1,820,612)
Sale of financial investments-AFS & HTM	1,338,262	1,335,375	1,338,262	1,335,375
Net increase/ (decrease) in other investment	440,093	1,040,158	434,820	1,034,977
Purchase of property & equipment & Investment properties	(15,203)	(39,411)	(20,122)	(55,780)
Purchase of intangible assets	(647)	(11,357)	(13,257)	56
Proceeds from sale of property & equipments	7,865	3,159	10,344	3,159
Dividend received	7,741	4,567	7,741	4,567
Net cash generated from/ (used in) investing activities	<u>(162,094)</u>	<u>890,134</u>	<u>(387,144)</u>	<u>830,059</u>
Cash flows from financing activities				
Net increase / (decrease) in reverse repo and repo agreements	370,762	234,883	567,974	225,150
Net increase/ (decrease) in other borrowings	31,695	(2,831,270)	31,695	(2,831,270)
Proceeds from issue of shares				
Proceeds from issue of debentures				
Payments on redemption of debentures				
Dividend paid				
Net cash generated from/ (used in) financing activities	<u>402,457</u>	<u>(2,596,387)</u>	<u>599,669</u>	<u>(2,606,120)</u>
Net increase/ (decrease) in cash and cash equivalents during the period	(246,048)	102,018	(245,101)	84,392
Cash and cash equivalents at the beginning of the period	122,768	151,901	158,979	196,121
Cash and cash equivalents at the end of the period	<u>(123,280)</u>	<u>253,919</u>	<u>(86,122)</u>	<u>280,513</u>
Note				
Analysis of Cash and Cash Equivalents				
Cash and short term funds	321,913	695,245	380,680	748,689
Dues to banks	(445,193)	(441,326)	(466,802)	(468,176)
	<u>(123,280)</u>	<u>253,919</u>	<u>(86,122)</u>	<u>280,513</u>

1 Reporting entity

Merchant Bank of Sri Lanka & Finance PLC is a public quoted company incorporated and domiciled in Sri Lanka on 04 March 1982. The registered office and principal place of business of the Company is located at the Bank of Ceylon Merchant Tower, No. 28, St Michael's Road, Colombo 03. The shares of the Company are listed in the Colombo Stock Exchange.

In the opinion of the Directors, the Company's parent enterprise and its ultimate parent enterprise is Bank of Ceylon.

The consolidated financial statements comprises of the company, it's subsidiary: MBSL Insurance Company Ltd and it's interest in associate; Lanka Securities Ltd.

The consolidated financial statements for the period ended 30th June 2016 were authorized for issue on 26th July 2016, in accordance with the resolution of the directors passed on 26th July 2016.

2 Basis of preparation and accounting policies

Basis of preparation

The interim condensed consolidated financial statements for the period ended 30th June 2016 have been prepared in accordance with LKAS 34 Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements.

Significant accounting policies

The accounting policies adopted in the preparation of interim condensed consolidated financial statements are consistent with those followed in the preparation of Group's annual financial statements for the year ended 31st December 2014

All known expenses including management fees and similar expenses have been provided in this financial statements.

3 Measurement of Financial Instruments

Company	LKR.'000									
	Held for trading		Loans and receivable		Held to maturity		Available for sale		Total	
	30-Jun-16	31-Dec-15	30-Jun-16	31-Dec-15	30-Jun-16	31-Dec-15	30-Jun-16	31-Dec-15	30-Jun-16	31-Dec-15
Financial assets										
Cash and cash equivalents	-	-	321,913	380,830	-	-	-	-	321,913	380,830
Placements with banks & financial institutions	-	-	-	440,093	-	-	-	-	-	440,093
Securities purchased under resale agreements	-	-	402,539	785,965	-	-	-	-	402,539	785,965
Financial investments - held for trading	412,827	541,970	-	-	-	-	-	-	412,827	541,970
Bills receivable	-	-	602,008	595,888	-	-	-	-	602,008	595,888
Loans & advances to customers	-	-	9,552,434	8,406,632	-	-	-	-	9,552,434	8,406,632
Lease and hire purchase rental receivable	-	-	15,104,138	14,223,259	-	-	-	-	15,104,138	14,223,259
Financial investments - available for sale	-	-	-	-	-	-	2,399,070	1,754,206	2,399,070	1,754,206
Financial investments - held to maturity	-	-	-	-	57,221	56,507	-	-	57,221	56,507
Other assets	-	-	63,014	61,137	-	-	-	-	63,014	61,137
Total	412,827	541,970	26,046,046	24,893,804	57,221	56,507	2,399,070	1,754,206	28,915,164	27,246,487

	Total	
	30-Jun-16	31-Dec-15
	Other Financial liabilities	
Due to banks	445,193	258,062
Securities sold under repurchase agreements	403,808	416,472
Due to customers	17,169,383	15,846,306
Debt issued and borrowed funds	7,915,018	7,883,323
Other liabilities	156,442	162,203
Total	26,089,844	24,566,366

Group	LKR.'000									
	Held for trading		Loans and receivable		Held to maturity		Available for sale		Total	
	30-Jun-16	31-Dec-15	30-Jun-16	31-Dec-15	30-Jun-16	31-Dec-15	30-Jun-16	31-Dec-15	30-Jun-16	31-Dec-15
Financial assets										
Cash and cash equivalents	-	-	380,680	432,947	-	-	-	-	380,680	432,947
Placements with banks & financial institutions	-	-	136,852	571,672	-	-	-	-	136,852	571,672
Securities purchased under resale agreements	-	-	1,029,064	1,609,702	-	-	-	-	1,029,064	1,609,702
Financial investments - held for trading	422,044	552,741	-	-	-	-	-	-	422,044	552,741
Bills receivable	-	-	602,008	595,888	-	-	-	-	602,008	595,888
Loans & advances to customers	-	-	9,627,013	8,505,054	-	-	-	-	9,627,013	8,505,054
Lease and hire purchase rental receivable	-	-	15,104,138	14,223,259	-	-	-	-	15,104,138	14,223,259
Financial investments - available for sale	-	-	-	-	-	-	2,846,273	1,994,857	2,846,273	1,994,857
Financial investments - held to maturity	-	-	-	-	57,221	56,507	-	-	57,221	56,507
Other assets	-	-	63,014	61,137	-	-	-	-	63,014	61,137
Total	422,044	552,741	26,942,769	25,999,659	57,221	56,507	2,846,273	1,994,857	30,268,307	28,603,764

	Total	
	30-Jun-16	31-Dec-15
	Other Financial liabilities	
Due to banks	466,802	273,968
Securities sold under repurchase agreements	403,808	416,472
Due to customers	17,169,383	15,846,306
Debt issued and borrowed funds	7,915,018	7,883,323
Other liabilities	156,442	162,203
Total	26,111,453	24,582,272

4 Movement in individual and collective impairment during the period

	LKR. '000			
	Company		Group	
	2016	2015	2016	2015
Impairment charges from loans and other losses				
Impairment from Loans and advances_individual impairment (Note 4.1)	35,157	244,675	35,157	244,675
Impairment from Loans and advances_collective impairment (Note 4.2)	(36,454)	88,768	(36,454)	88,768
Impairment from available for sale assets	-	-	-	-
Net written off during the year	-	-	-	-
	(1,297)	333,443	(1,297)	333,443
4.1 Individual impairment charges				
As at 01 January	1,047,962	1,036,789	1,047,962	1,036,789
Charge to income statement from loans and advances	35,157	244,675	35,157	244,675
Write off	-	(25,832)	-	(25,832)
As at 30th June	1,083,119	1,255,632	1,083,119	1,255,632
4.2 Collective impairment charges				
As at 01 January	450,034	329,499	450,034	329,499
Charge to income statement from loans and advances	(36,454)	88,768	(36,454)	88,768
Write off	-	-	-	-
As at 30th June	413,580	418,267	413,580	418,267
Loans and advances impairment	1,496,699	1,673,899	1,496,699	1,673,899

5 Segment Information

For management purposes, the group is organised into business units based on their products and services, and has four reportable operating segments as follows:

- The Leasing segment includes providing Finance Leases and Hire Purchase facilities.
- The Loan segment includes providing personal loans, term loans, bill discounting, cheque discounting, micro finance and bank guarantees.
- Corporate advisory includes corporate advisory services and capital market activities.
- The insurance includes general and life insurance.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects.

The following table presents income, profit and asset information regarding the group's operating segments for the period ended 30th June 2016 and comparative figures for the period ended 30th June 2015

Group	Lease & HP		Loans		Corporate Advisory		Insurance		Unallocated		Total	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
	LKR.'000	LKR.'000	LKR.'000	LKR.'000	LKR.'000	LKR.'000	LKR.'000	LKR.'000	LKR.'000	LKR.'000	LKR.'000	LKR.'000
For the Period ended 30th June												
External Revenue												
Interest and similar income	1,205,147	1,137,961	822,535	698,698	8,682	8,405	55,311	41,190	139,512	131,892	2,231,187	2,018,146
Fee and other income	21,786	20,743	2,589	3,026	10,848	23,362	554,876	581,285	61,044	38,356	651,143	666,772
Net gain / (loss) on financial assets - held for trading	-	-	-	-	(70,709)	(35,527)	-	-	-	-	(70,709)	(35,527)
	1,226,933	1,158,704	825,124	701,724	(51,179)	(3,760)	610,187	622,475	200,556	170,248	2,811,621	2,649,391
Inter - segment Revenue	-	-	-	-	450	450	-	-	(450)	(450)	-	-
Total Income	1,226,933	1,158,704	825,124	701,724	(50,729)	(3,310)	610,187	622,475	200,106	169,798	2,811,621	2,649,391
Segment result	214,055	198,496	204,018	1,744	(96,789)	(62,486)	(54,552)	(17,506)	(91,645)	(159,618)	175,087	(39,370)
Total assets	15,117,600	12,795,401	10,041,377	8,294,880	595,831	722,848	2,001,925	1,826,785	3,916,529	4,465,538	31,673,262	28,105,452

6 Information on Debentures

Debenture Categories	CSE Listing	Interest Payable Frequency	Face Value as at 30/6/2016 LKR' 000	Market Values			Interest Rates		Interest rate of comparable Government Security %	Interest yield			Yield to Maturity		
				Highest LKR.	Lowest LKR.	Period end LKR.	Coupon Rate	Effective Annual Yield		Highest	Lowest	Last traded	Highest	Lowest	Last traded
Fixed Rate															
Mar 2013 - Mar 2018	Listed	Annually	625,110	107.92	107.92	107.92	17.50%	17.50%	11.81%	16.22%	16.22%	16.22%	12.51%	12.86%	12.51%
Mar 2013 - Mar 2017	Listed	Annually	485,240	Not traded during the quarter			17.25%	17.25%	10.82%	Not traded during the quarter			Not traded during the quarter		
Mar 2013 - Mar 2018	Listed	Quarterly	723,190	Not traded during the quarter			16.70%	17.78%	11.81%	Not traded during the quarter			Not traded during the quarter		
Mar 2013 - Mar 2018	Listed	Monthly	166,460	Not traded during the quarter			16.50%	17.81%	11.81%	Not traded during the quarter			Not traded during the quarter		
Dec 2013 - Dec 2017	Listed	Annually	674,770	102.63	102.62	102.62	14.25%	14.25%	11.33%	13.88%	13.89%	13.88%	12.22%	12.43%	12.22%
Dec 2013 - Dec 2016	Listed	Annually	296,220	Not traded during the quarter			13.50%	13.50%	10.22%	Not traded during the quarter			Not traded during the quarter		
Dec 2013 - Dec 2017	Listed	Quarterly	17,540	Not traded during the quarter			13.50%	14.20%	11.33%	Not traded during the quarter			Not traded during the quarter		
Dec 2013 - Dec 2017	Listed	Monthly	11,470	Not traded during the quarter			13.25%	14.09%	11.33%	Not traded during the quarter			Not traded during the quarter		
Nov 2014 - Nov 2019	Listed	Annually	909,770	Not traded during the quarter			9.00%	9.00%	12.30%	Not traded during the quarter			Not traded during the quarter		
Nov 2014 - Nov 2019	Listed	Bi Annually	1,090,230	Not traded during the quarter			8.75%	8.94%	12.30%	Not traded during the quarter			Not traded during the quarter		
Total Debentures			5,000,000												

All debentures are unsecured. Company has not repurchased any of its own debts and has not had any default of principal, interest or other breaches with regard to all liabilities during the period.

7 Events after the statement of financial position date

There were no material events that took place since 30th June 2016 that require disclosure in these financial statements.

8 Information on ordinary shares

As at		30-06-16	31-12-15
Net asset per share (LKR)	- Company	18.60	18.06
	- Group	18.21	17.96

Market price per share recorded during the quarter ended 30th June (LKR)		2016	2015
	-High	14.80 (15-4-2016)	18.00 (13-5-2015)
	-Low	10.10 (01-4-2016)	15.50 (09-6-2015)
	-Last Transaction	12.00 (30-6-2016)	16.00 (30-6-2015)

As at		30-06-16	31-12-15
Number of shares issued		165,874,541	165,874,541
Stated capital (LKR)		2,124,457,307	2,124,457,307

Ratios as at		30-06-16	31-12-15
Debt / Equity Ratio		2.8	2.9
Statutory Liquid Asset Ratio		10.55%	11.25%

Ratios for the period ended		30-06-16	30-06-15
Interest Cover		1.143	0.959

9 Twenty largest share holders as at 30th June 2016

	Name of the share holder	No. of Shares	Holding %
01	Bank of Ceylon No. 1 Account	123,562,267	74.49%
02	Bank of Ceylon A/C Ceybank Unit Trust	10,796,141	6.51%
03	Phoenix Ventures Private Limited	2,632,493	1.59%
04	Prime Lands (Pvt) Ltd	1,439,377	0.87%
05	Merrill J Fernando & Sons (Pvt) Limited	526,165	0.32%
06	People's Leasing & Finance PLC / Mr. D. M. P. Disanayake	428,450	0.26%
07	Hatton National Bank PLC / Dinesh Nagendra Sellamuttu	386,301	0.23%
08	Mr. N. Balasingam	381,400	0.23%
09	Richard Peiris Financial Services (Pvt) Ltd/ M.A.A.	350,853	0.21%
10	Mr. B.T. Prathapasinghe	345,000	0.21%
11	Mr. A. Chelliah (Deceased)	333,800	0.20%
12	Elgin Investments Limited	319,770	0.19%
13	Mr. A. M. Weerasinghe	305,583	0.18%
14	Bartleet Produce Marketing (Pvt) Limited	300,000	0.18%
15	People's Leasing & Finance PLC / L. P. Hapangama	300,000	0.18%
16	Mrs. N. H. Abdul Husein	294,000	0.18%
17	Asha Financial Services Limited / Mr. C. N. Pakianathan	272,611	0.16%
18	D. S. L. Investments (Private) Ltd	269,603	0.16%
19	Mr. K. C. Vignarajah	263,296	0.16%
20	Seylan Bnak PLC/Spice of Life (Pvt) Ltd	251,895	0.15%

The percentage of shares held by the public as at 30th June 2016 was 25.50% and the number of public shareholders as at 30th June 2016 were 11,567

10 Directors' shareholding as at 30th June 2016

Name of the Director	No. of Shares
Mr. E. M. Ronald Chithranjan Perera	Nil
Ms. S. P. Wellappili	Nil
Mr. R. T. Wijesinha	Nil
Mr. C. N. Wijewardane	4,235
Mr. A. S. Padmaperuma	Nil
Mr. H. P. A. Gunawardana	Nil

11 CEO's shareholding as at 30th June 2016

Mr.T.Mutugala	Nil
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