FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2015

Income Statement For the Year Ended 31st March	2015 Rs.		2014 Rs.	Change %	Statement of Financial Position As at 31st March	2015 Rs.	2014 Rs.	Change %
Gross Income	2,896,187,378	2	2,570,624,353	12.7	Assets			
Interest Income	2,799,745,875		2,451,800,812	14.2	Cash and Cash Equivalents Placements with Banks and Other Finance Companies	357,722,928 1,768,499,428	311,612,928 1,146,244,786	14.8 54.3
Interest Expense	(1,344,337,892)		,340,464,712)	0.3	Reverse Repurchase Agreements	1,353,477,948	112,017,262	1,108.3
Net Interest Income	1,455,407,983	1	,111,336,100	31.0	Financial Investments - Held for Trading Loans and Receivables to Other Customers	4,822,336 3,307,495,086	5,101,684 1,149,653,055	(5.5) 187.7
Fee and Commission Income	50,314,825		43,082,243	16.8	Lease Rental and Hire Purchase Receivables	9,261,379,875	8,788,528,303	5.4
Net Fee and Commission Income Net Gain / (Loss) from Trading	50,314,825 (117,290))	43,082,243 903,092	16.8 (113.0)	Financial Investments - Available for Sale Financial Investments - Held to Maturity	120,529,779 296,296,416	113,965,232 612,634,968	5.8 (51.6)
Other Operating Income	46,243,968	·:	74,838,206	(38.2)	Other Financial Assets	11,806,411	7,912,643	49.2
Total Operating Income	1,551,849,486	1,	,230,159,641	26.2	Property, Plant and Equipment Intangible Assets	181,172,558 4,188,589	127,325,987 4,355,878	42.3 (3.8)
Impairment Charges for Loans and other losses	(239,203,374))	(210,654,141)	13.6	Other Assets	66,516,415 159,599,520	33,785,748 165,575,145	96.9 (3.6)
Net Operating Income	1,312,646,112	1	,019,505,500	28.8	Total Assets	16,893,507,289	12,578,713,619	34.3
Operating Expenses Personnel Expenses	(336,574,216)	6 9	(251,662,381)	33.7	Liabilities Bank Overdrafts	463,536,788	233,878,618	98.2
Premises Equipment and Establishment Expenses	(66,321,159)		(55,105,334)	20.4	Rental Received in Advance	170,421,167	136,928,230	24.5
Other Expenses	(276,808,006)		(223,727,661)	23.7	Deposits due to Customers Interest bearing Borrowings	12,162,096,690 299,522,795	9,299,977,850 542,516,837	30.8 (44.8)
Operating Profit Before Value Added Tax & NBT	632,942,731	N.	489,010,124	29.4	Subordinated Term Debts	1,859,653,357	898,088,784	107.1
Value Added Tax on Financial Services & NBT	(74,302,462)		(46,006,899)	61.5	Current Tax Liabilities Deferred Tax Liabilities	93,290,845 88,459,437	88,294,895 74,288,962	5.7 19.1
Profit Before Income Tax	558,640,269	77	443,003,225	26.1	Other Liabilities	220,230,653	111,124,087	98.2
Income Tax Expense	(185,853,667) 372,786,602	DA	(139,092,992) 303,910,233	33.6 22.7	Retirement Benefit Obligations Total Liabilities	22,125,917 15,379,337,649	12,872,166 11,397,970,429	71.9 34.9
Profit for the Year	372,780,002	-	303,910,233	22.7	Equity		2 1 p. 1 1 1 1 1 1	-
Earnings Per Share Basic Earnings Per Share	8.97		7.31	22.7	Stated Capital Statutory Reserves	287,153,000 280,523,995	287,153,000 333,906,930	(16.0)
Diluted Earnings Per Share	8.97		7.31	22.7	Available For Sale Reserve	9,257,510	4,054,987	128.3
200 1 10000 1000 100 100 100 100 100 100					General Reserve Retained Earnings	7,500,000 929,735,135	7,500,000 548,128,273	69.6
61	2015	1	2014	-	Total Equity	1,514,169,640	1,180,743,190	28.2
Statement of Profit or Loss and other Comprehensive Income For the Year Ended 31st March	2015 Rs.		2014 Rs.	Change %	Total Liabilities and Equity	16,893,507,289	12,578,713,619	34.3
1979 - 1770 1700 1800 1700 1800 170 170 170 170 170 170 170 170 170 1		1	in over	J	Net Assets Value Per Share (Rs.)	36.44	28.42	28.2
Profit for the Year	372,786,602	30	03,910,233	22.7	70. 151 10551 NG			-
Other Comprehensive Income For the Year, Net of Tax					Certification	ared and presents	d in compliance w	ith the
Other Comprehensive Income not to be reclassified to Income Statement					I certify that these Financial Statements have been preprequirements of the Companies Act No. 07 of 2007.	pared and presente	a in compliance w	ith the
Actuarial Gains / (Losses) on Retirement Benefit Plans	(4,183,437)		(1,488,824)	181.0	sqd			
Deffered Tax Charge / (Reversal) on Actuarial Gains / (Losses)	1,171,362		416,871	181.0	K.D.Menaka Sameera			
Total Other Comprehensive Income not to be reclassified to Income Statement	(3,012,075)	(3,012,075) (1,071,953) 181.0 Head of Finance						
Other Comprehensive Income to be reclassified to Income Statement					The Board of Directors is responsible for the preparation	and the presentat	ion of these Finan	cial
Gains on remeasuring Available For Sale Financial Assets	5,202,523 4,054,987 28.3				The Board of Directors is responsible for the preparation and the presentation of these Financial Statements.			
Total Other Comprehensive Income to be reclassified to Income Statement Total other Comprehensive Income for the Year, Net of Tax	5,202,523	_	4,054,987	28.3	Approved and signed for and on behalf of the Board;			
Total Comprehensive Income for the Year	2,190,448	2/	2,983,034	(26.6)	sgd sgd			
	374,377,030	374,977,050 306,893,267 22.2			Dhammika Perera Executive Director	S.B.Rang Managing I		
Changes in Equity Reserve Investment Fund Fund Fund	For Sale Reserve	serve	Retained Earnings	Total Equity Rs.	22nd May 2015 Colombo.			
Rs. Rs. Rs.	Rs.	Rs.	Rs.					
Balance as at 01st April 2013 287,153,000 145,184,628 92,396,351 Total Comprehensive Income for the Year	- 7,5	500,000	403,941,844	936,175,823	KPMG			
Profit for the Year	4.054.097		303,910,233	303,910,233	Dan Bone	T-1 - 1 0	. 44 540 6406	
other comprehensive most of the contact	4,054,987		(1,071,953) 302,838,280	2,983,034 306,893,267	KPMG (Chartered Accountants)	Fax: + 94	4 - 11 542 6426 4 - 11 244 5872	
Transactions with Equity Holders of the Company Contributions and Distributions					32A, Sir Mohamed Macan Markar Mawatha, P. O. Box 186, Colombo 00300,	+ 94	4 - 11 244 6058 4 - 11 254 1249 4 - 11 230 7345	
Total Contributions and Distributions			(62,325,900) (62,325,900)	(62,325,900) (62,325,900)	Sri Lanka.		v.lk.kpmg.com	
Investment Fund Account Transfers - 35,543,904	7667 7867	-	(35,543,904)	· · · · · · · · · · · · · · · · · · ·				
Statutory Reserve Transfers - 60,782,047 - Balance as at 31st March 2014 287,153,000 205,966,675 127,940,255	4,054,987 7,5		(60,782,047) 548,128,273	1,180,743,190	INDEPENDENT AUDITORS' REPORT			
Total Comprehensive Income for the Year	4,034,307	300,000	3-10,220,273	1,100,143,130	TO THE SHAREHOLDERS OF VALLIBEL FINANCE PLC			
Profit for the Year	5,202,523		372,786,602 (3,012,075)	372,786,602 2,190,448	Report on the Financial Statements			
Total Comprehensive Income for the Year	5,202,523	(a)	369,774,528	374,977,050	We have audited the accompanying financial statements of		0.000	
Transactions with Equity Holders of the Company Contributions and Distributions					comprise the statement of financial position as at March 31 profit or loss and other comprehensive income, statement of			
Dividends	Š		(41,550,600)	(41,550,600)	the year then ended, and a summary of significant account	ing policies and othe	r explanatory inform	nation.
Total Contributions and Distributions	2		(41,550,600) (14,104,799)	(41,550,600)	Board's Responsibility for the Financial Statements			
Investment Fund Account Re-Transfers - (142,045,054)			142,045,054		The Board of Directors ("Board") is responsible for the prep			
Statutory Reserve Transfers - 74,557,320 - Balance as at 31st March 2015 287,153,000 280,523,995 -	9,257,510 7,5		(74,557,320) 929,735,135	1,514,169,640	true and fair view in accordance with Sri Lanka Accounting S determines is necessary to enable the preparation of fir			
STREET ST	estanti William (100 TO TOTAL	0 3 3 3 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5		misstatement, whether due to fraud or error.			
Selected Performance Indicators (As per Regulatory Reporting) As at 31st March		2015		2014	Auditors' Responsibility Our responsibility is to express an opinion on these financia our audit in accordance with Sri Lanka Auditing Standards ethical requirements and plan and perform the audit to o	s. Those standards r	equire that we com	ply with
Regulatory Capital Adequacy		Martin			financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evid	dence about the core	unte and displacura	e in the
Core Capital (Tier 1 Capital), Rs. '000 Total Capital Base, Rs. '000		1,504,912 2,257,368		48,748 73,122	An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment			
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum requirement, 5%)		11.53% 17.29%		10.11%	of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the			
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum requirement, 10%) Capital Funds to Deposit Liabilities Ratio (Minimum requirement, 10%)		17.29% 18.56%		15.16% 16.92%	financial statements that give a true and fair view in order to	design audit proced	ures that are appro	priate in
Assets Quality (Quality of Loan Portfolio)					the circumstances, but not for the purpose of expressing internal control. An audit also includes evaluating the appro	opriateness of accou	nting policies used	and the
Gross Non-Performing Accommodations, Rs. '000		673,113	50	09,593	reasonableness of accounting estimates made by Board, as			

Ram Rating: BBB- Stable Outlook

Gross Non-Performing Accommodations Ratio, % Net Non-Performing Accommodation Ratio, %

Profitability (%)

Interest Margin

Return on Assets (before Tax)

Regulatory Liquidity (Rs. '000)

Available amount of Liquid Assets

Required minimum amount of Liquid Assets

Available amount of Government Securities

Required minimum amount of Government Securities

Return on Equity (after Tax)

Memorandum information

Number of Service Centers

Number of Employees

Number of Branches



No. 310, Galle Road, Colombo 03.

CHARTERED ACCOUNTANTS

Colombo 22nd May 2015.

KMM

07 of 2007.

financial statements.

with Sri Lanka Accounting Standards.

Report on Other Legal and Regulatory Requirements

audit opinion.

Opinion

KPMG, a Sri Lankan Partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International cooperative ("KPMG International"), a Swiss entity.

M.R. Mihular FCA P.Y.S. Perera FCA T.J.S. Rajakarier FCA W.W.J.C. Perera FCA Ms. S.M.B. Jayasekara ACA W.K.D.C Abeyrathne ACA G.A.U. Karunaratne ACA R.M.D.B. Rajapakse ACA

C.P. Jayatilake FCA Ms. S. Joseph FCA S.T.D.L. Perera FCA Ms. B.K.D.T.N. Rodrigo ACA

R.H. Rajan ACA Principals - S.R.I. Perera FCMA(UK), LLB, Attorney-at-Law, H.S. Goonewardene ACA

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our

In our opinion, the financial statements give a true and fair view of the financial position of the Company as

at March 31, 2015, and of its financial performance and cash flows for the year then ended in accordance

b) In our opinion we have obtained all the information and explanations that were required for the audit and, as far as appears from our examination, proper accounting records have been kept by the Company and the

financial statements of the Company, comply with the requirements of section 151 of the Companies Act No.

As required by section 163 (2) of the Companies Act No. 07 of 2007, we state the following:

a) The basis of opinion and scope and limitations of the audit are as stated above.

 Gold Loan **Principal Lines of Business:** Leasing Hire Purchase Fixed Deposits Microfinance
 Mortgage Loans Group Personal Loans

4.95%

1.97%

10.74%

4.05%

28.71%

966,137

410,300

713,899

433

13

6

1,471,593

5.11%

0.95%

10.38%

3.79%

27.67%

1,353,441

3,248,895

1,649,883

610,144

517

17