



INTERIM FINANCIAL STATEMENTS

For the Year ended 31st March 2018

VALLIBEL FINANCE PLC
Income Statement

Amounts in Rupees '000

| | Quarter ended 31st March | | | Year ended 31st March | | |
|--|--------------------------|------------------|----------|-----------------------|------------------|----------|
| | 2018 | 2017 | Change % | 2018 | 2017 (Audited) | Change % |
| Gross Income | 1,989,355 | 1,465,433 | 35.8 | 6,929,201 | 5,114,694 | 35.5 |
| Interest Income | 1,803,093 | 1,315,171 | 37.1 | 6,256,980 | 4,597,260 | 36.1 |
| Interest Expense | (925,943) | (757,227) | 22.3 | (3,500,250) | (2,604,049) | 34.4 |
| Net Interest Income | 877,150 | 557,944 | 57.2 | 2,756,730 | 1,993,211 | 38.3 |
| Fee and Commission Income | 73,421 | 63,344 | 15.9 | 248,286 | 189,053 | 31.3 |
| Net Fee and Commission Income | 73,421 | 63,344 | 15.9 | 248,286 | 189,053 | 31.3 |
| Net Gain / (Loss) from Trading | 160 | 850 | (81.1) | 42 | 1,011 | (95.8) |
| Gain from Financial Investments | - | - | - | 1,944 | 22 | 8,643.1 |
| Other Operating Income | 112,681 | 86,068 | 30.9 | 421,949 | 327,349 | 28.9 |
| Total Operating Income | 1,063,412 | 708,206 | 50.2 | 3,428,952 | 2,510,645 | 36.6 |
| Impairment Charges for Loans and other losses | (38,738) | (3,461) | 1,019.2 | (104,859) | (33,041) | 217.4 |
| Net Operating Income | 1,024,674 | 704,745 | 45.4 | 3,324,093 | 2,477,604 | 34.2 |
| Expenses | | | | | | |
| Personnel Expenses | (204,537) | (125,538) | 62.9 | (732,720) | (549,310) | 33.4 |
| Premises Equipment and Establishment Expenses | (32,042) | (27,896) | 14.9 | (120,544) | (103,242) | 16.8 |
| Other Operating Expenses | (158,304) | (160,847) | (1.6) | (576,435) | (500,581) | 15.2 |
| Operating Profit Before Value Added Tax & NBT | 629,791 | 390,463 | 61.3 | 1,894,394 | 1,324,471 | 43.0 |
| Value Added Tax on Financial Services & NBT | (110,550) | (64,897) | 70.3 | (356,550) | (229,690) | 55.2 |
| Profit Before Income Tax | 519,241 | 325,566 | 59.5 | 1,537,844 | 1,094,781 | 40.5 |
| Income Tax Expense | (175,943) | (105,710) | 66.4 | (519,207) | (368,622) | 40.9 |
| Profit for the Period | 343,298 | 219,856 | 56.1 | 1,018,637 | 726,159 | 40.3 |
| Earnings Per Share (Annualised) | 33.05 | 21.17 | 56.1 | 24.52 | 17.48 | 40.3 |

VALLIBEL FINANCE PLC
Statement of Profit or Loss and Other Comprehensive Income

Amounts in Rupees '000

| | Quarter ended 31st March | | | Year ended 31st March | | |
|---|--------------------------|----------------|-------------|-----------------------|----------------|-------------|
| | 2018 | 2017 | Change % | 2018 | 2017 | Change % |
| Profit for the period | 343,298 | 219,856 | 56.1 | 1,018,637 | 726,159 | 40.3 |
| Other Comprehensive Income for the Period , Net of Tax | | | | | | |
| Items that will never be reclassified to Profit or Loss | | | | | | |
| Gains / (Losses) on Remeasurement of Retirement Benefit Obligation | (16,838) | 7,274 | (331.5) | (16,838) | 7,274 | (331.5) |
| Deferred Tax (Charge) / Reversal on Actuarial Gains / (Losses) | 4,715 | (2,037) | 331.5 | 4,715 | (2,037) | 331.5 |
| Net Actuarial Gains / (Losses) on Retirement Benefit Obligation | (12,123) | 5,237 | (331.5) | (12,123) | 5,237 | (331.5) |
| Items that are or may be reclassified to Profit or Loss | | | | | | |
| Net Fair Value change on remeasuring Available For Sale Financial Assets | (2,563) | (2,483) | 3.2 | 8,710 | 1,174 | 641.8 |
| Net Fair Value change realised to Income Statement on disposal of Available For Sale Financial Assets | - | - | - | (1,875) | - | (100.0) |
| Net Fair Value change on remeasuring Available For Sale Financial Assets | (2,563) | (2,483) | 3.2 | 6,835 | 1,174 | 482.1 |
| Other Comprehensive Income for the Period, Net of Tax | (14,686) | 2,754 | (633.2) | (5,288) | 6,412 | (182.5) |
| Total Comprehensive Income for the Period | 328,612 | 222,610 | 47.6 | 1,013,349 | 732,571 | 38.3 |

VALLIBEL FINANCE PLC
Statement of Financial Position

| | Amounts in Rupees '000 | | |
|---|-----------------------------|--|-------------|
| | As at 31st March 2018 | As at 31st March 2017 (Audited) | Change % |
| Assets | | | |
| Cash and Cash Equivalents | 1,021,652 | 806,207 | 26.7 |
| Placements with Banks and Other Finance Companies | 2,076,192 | 2,243,113 | (7.4) |
| Reverse Repurchase Agreements | 630,286 | 810,191 | (22.2) |
| Financial Investments - Held for Trading | 1,939 | 1,761 | 10.1 |
| Loans and Receivables to Other Customers | 18,073,714 | 12,466,944 | 45.0 |
| Lease Rental and Hire Purchase Receivables | 12,753,940 | 12,311,136 | 3.6 |
| Financial Investments - Available for Sale | 208,704 | 510,085 | (59.1) |
| Financial Investments - Held to Maturity | 1,920,722 | 1,019,286 | 88.4 |
| Other Financial Assets | 16,972 | 20,828 | (18.5) |
| Property, Plant and Equipment | 1,445,290 | 315,104 | 358.7 |
| Intangible Assets | 14,569 | 10,298 | 41.5 |
| Deferred Tax Assets | 16,020 | 8,525 | 87.9 |
| Other Assets | 226,277 | 161,618 | 40.0 |
| Total Assets | 38,406,277 | 30,685,096 | 25.2 |
| Liabilities | | | |
| Bank Overdrafts | 1,839,145 | 1,487,194 | 23.7 |
| Rental Received in Advance | 308,688 | 243,882 | 26.6 |
| Deposits due to Customers | 22,186,880 | 17,863,861 | 24.2 |
| Interest bearing Borrowings | 8,011,422 | 6,043,392 | 32.6 |
| Subordinated Term Debts | 1,550,967 | 1,700,466 | (8.8) |
| Current Tax Liabilities | 364,888 | 209,077 | 74.5 |
| Deferred Tax Liabilities | 385,537 | 270,784 | 42.4 |
| Other Liabilities | 400,427 | 279,103 | 43.5 |
| Retirement Benefit Obligations | 57,213 | 29,717 | 92.5 |
| Total Liabilities | 35,105,167 | 28,127,476 | 24.8 |
| Equity | | | |
| Stated Capital | 287,153 | 287,153 | - |
| Statutory Reserve Fund | 732,136 | 528,409 | 38.6 |
| Available For Sale Reserve | - | (6,835) | 100.0 |
| General Reserve | 7,500 | 7,500 | - |
| Retained Earnings | 2,274,321 | 1,741,393 | 30.6 |
| Total Equity | 3,301,110 | 2,557,620 | 29.1 |
| Total Liabilities and Equity | 38,406,277 | 30,685,096 | 25.2 |
| Net Assets Value Per Share (Rs.) | 79.45 | 61.55 | 29.1 |

The information contained in these statements have been extracted from the unaudited Financial Statements of the company unless indicated as audited.

Certification

These Financial Statements have been prepared and presented in compliance with the requirements of the Companies Act, No.07 of 2007.



K.D. Menaka Sameera
DGM - Finance & Administration

The Board of Directors is responsible for the preparation and the presentation of these Financial Statements.

Approved and signed for and on behalf of the Board ;



Dhammika Perera
Executive Director



S.B. Rangamuwa
Managing Director

15th May 2018
Colombo.

VALLIBEL FINANCE PLC
Statement of Changes in Equity

| | Amounts in Rupees '000 | | | | | |
|---|------------------------|------------------------|----------------------------|-----------------|-------------------|------------------|
| | Stated Capital | Statutory Reserve Fund | Available For Sale Reserve | General Reserve | Retained Earnings | Total Equity |
| Balance as at 01st April 2016 | 287,153 | 383,177 | (8,009) | 7,500 | 1,259,105 | 1,928,926 |
| Total Comprehensive Income for the Period | | | | | | |
| Profit for the Period | - | - | - | - | 726,159 | 726,159 |
| Other Comprehensive Income, net of Tax | | | | | | |
| Net Fair Value Change on remeasuring Available For Sale Financial Assets | - | - | 1,174 | - | - | 1,174 |
| Net Actuarial Gains / (Losses) on Retirement Benefit Obligation | - | - | - | - | 5,237 | 5,237 |
| Total Comprehensive Income for the Period | - | - | 1,174 | - | 731,396 | 732,571 |
| Transactions with owners, recognised directly in equity, contributions and distributions to owners | | | | | | |
| Dividends to equity holders | | | | | | |
| First and Final Dividend for 2015/16 | - | - | - | - | (103,877) | (103,877) |
| Statutory Reserve Transfer | - | 145,232 | - | - | (145,232) | - |
| Total Transactions with Equity Holders | - | 145,232 | - | - | (249,108) | (103,877) |
| Balance as at 31st March 2017 | 287,153 | 528,409 | (6,835) | 7,500 | 1,741,393 | 2,557,620 |
| Balance as at 01st April 2017 | 287,153 | 528,409 | (6,835) | 7,500 | 1,741,393 | 2,557,620 |
| Total Comprehensive Income for the Period | | | | | | |
| Profit for the Period | - | - | - | - | 1,018,637 | 1,018,637 |
| Other Comprehensive Income, net of Tax | | | | | | |
| Net Fair Value Change on remeasuring Available For Sale Financial Assets | - | - | 8,710 | - | - | 8,710 |
| Net Fair Value Change realised to Income Statement on disposal of Available For Sale Financial Assets | - | - | (1,875) | - | - | (1,875) |
| Net Actuarial Gains / (Losses) on Retirement Benefit Obligation | - | - | - | - | (12,123) | (12,123) |
| Total Comprehensive Income for the Period | - | - | 6,835 | - | 1,006,514 | 1,013,349 |
| Transactions with owners, recognised directly in equity, contributions and distributions to owners | | | | | | |
| Dividends to equity holders | | | | | | |
| First and Final Dividend for 2016/17 | - | - | - | - | (124,652) | (124,652) |
| Interim Dividend for 2017/18 | - | - | - | - | (145,427) | (145,427) |
| Unclaimed Dividend Adjustments | - | - | - | - | 220 | 220 |
| Statutory Reserve Transfer | - | 203,727 | - | - | (203,727) | - |
| Total Transactions with Equity Holders | - | 203,727 | - | - | (473,586) | (269,859) |
| Balance as at 31st March 2018 | 287,153 | 732,136 | - | 7,500 | 2,274,321 | 3,301,110 |

VALLIBEL FINANCE PLC
Cash Flow Statement

| | Amounts in Rupees '000 | |
|---|-----------------------------|--------------------------------|
| | As at 31st March 2018 | As at 31st March 2017 |
| Cash Flow From Operating Activities | | |
| Interest and Commission Receipts | 6,516,301 | 4,653,150 |
| Interest Payments | (3,187,481) | (2,459,132) |
| Cash Receipts from Customers | 516,790 | 388,968 |
| Cash Payments to Employees and Suppliers | (1,652,868) | (1,274,848) |
| Operating Profit Before Changes in Operating Assets and Liabilities | 2,192,742 | 1,308,138 |
| (Increase) / Decrease in Operating Assets | | |
| Short Term Funds | 27,219 | 16,112 |
| Deposits held for Regulatory or Monetary Control Purposes | (491,526) | 49,214 |
| Funds Advanced to Customers | (6,083,909) | (6,296,074) |
| Other Short Term Negotiable Securities | 116,359 | (1,175,956) |
| Increase / (Decrease) in Operating Liabilities | | |
| Deposits from Customers | 3,714,910 | 2,696,143 |
| Certificate of Deposits | 326,410 | 256,660 |
| Net Cash (Used in) / Generated from Operating Activities before Income Tax | (197,796) | (3,145,763) |
| Current Taxes Paid | (251,421) | (83,730) |
| Gratuity Paid | (931) | (547) |
| Net Cash (Used In) / Generated from Operating Activities | (450,148) | (3,230,040) |
| Cash Flows From Investing Activities | | |
| Dividends Received | 277 | 253 |
| Proceed from Sale of Financial Investments - Held for Trading | - | 3,086 |
| Purchase of Financial Investments - Held for Trading | (343) | - |
| Proceed from Sale of Property , Plant and Equipment | 6,441 | 2,132 |
| Purchase of Property , Plant and equipment | (1,202,415) | (182,567) |
| Purchase of Intangible Assets | (7,918) | (8,916) |
| Net Cash (Used In) / Generated from Investing Activities | (1,203,959) | (186,011) |
| Cash Flows From Financing Activities | | |
| Net increase / (decrease) in Borrowings | 1,787,460 | 3,544,291 |
| Dividend paid | (270,079) | (103,877) |
| Unclaimed Dividend Adjustments | 220 | - |
| Net Cash (Used In) / Generated from Financing Activities | 1,517,601 | 3,440,414 |
| Net Increase / (Decrease) in Cash & Cash Equivalents | (136,506) | 24,363 |
| Cash & Cash Equivalents at the Beginning of the Period | (680,987) | (705,350) |
| Cash & Cash Equivalents at the End of the Period (Note A) | (817,493) | (680,987) |
| Note A | | |
| Cash & Cash Equivalents at the End of the Period | | |
| Cash in Hand and at Banks | 1,021,652 | 806,207 |
| Bank Overdrafts | (1,839,145) | (1,487,194) |
| | (817,493) | (680,987) |

Analysis of Financial Instruments by Measurement Basis

Amounts in Rupees '000

| | Held For Trading (HFT) | | Held To Maturity (HTM) | | Loans and Receivables (L&R) | | Available For Sale (AFS) | | Total | |
|---|------------------------|-----------------|------------------------|------------------|-----------------------------|-------------------|--------------------------|-------------------|-------------------|-------------------|
| | As at | As at | As at | As at | As at | As at | As at | As at | As at | As at |
| | 31st March 2018 | 31st March 2017 | 31st March 2018 | 31st March 2017 | 31st March 2018 | 31st March 2017 | 31st March 2018 | 31st March 2017 | 31st March 2018 | 31st March 2017 |
| Assets | | | | | | | | | | |
| Cash and Cash Equivalents | - | - | - | - | 1,021,652 | 806,207 | - | - | 1,021,652 | 806,207 |
| Placements with Banks and Other Finance Companies | - | - | - | - | 2,076,192 | 2,243,113 | - | - | 2,076,192 | 2,243,113 |
| Reverse Repurchase Agreements | - | - | - | - | 630,286 | 810,191 | - | - | 630,286 | 810,191 |
| Financial Investments - Held for Trading | 1,939 | 1,761 | - | - | - | - | - | - | 1,939 | 1,761 |
| Loans and Receivables to Other Customers | - | - | - | - | 18,073,714 | 12,466,944 | - | - | 18,073,714 | 12,466,944 |
| Lease Rental and Hire Purchase Receivables | - | - | - | - | 12,753,940 | 12,311,136 | - | - | 12,753,940 | 12,311,136 |
| Financial Investments - Available for Sale | - | - | - | - | - | - | 208,704 | 510,085 | 208,704 | 510,085 |
| Financial Investments - Held to Maturity | - | - | 1,920,722 | 1,019,286 | - | - | - | - | 1,920,722 | 1,019,286 |
| Other Financial Assets | - | - | - | - | 16,972 | 20,828 | - | - | 16,972 | 20,828 |
| Total Financial Assets | 1,939 | 1,761 | 1,920,722 | 1,019,286 | 34,572,756 | 28,658,419 | 208,704 | 510,085 | 36,704,121 | 30,189,551 |
| | | | | | Held For Trading | | Amortised Cost | | Total | |
| | | | | | As at | As at | As at | As at | As at | As at |
| | | | | | 31st March 2018 | 31st March 2017 | 31st March 2018 | 31st March 2017 | 31st March 2018 | 31st March 2017 |
| Liabilities | | | | | | | | | | |
| Bank Overdrafts | | | | | - | - | 1,839,145 | 1,487,194 | 1,839,145 | 1,487,194 |
| Rental Received in Advance | | | | | - | - | 308,688 | 243,882 | 308,688 | 243,882 |
| Deposits due to Customers | | | | | - | - | 22,186,880 | 17,863,861 | 22,186,880 | 17,863,861 |
| Interest bearing Borrowings | | | | | - | - | 8,011,422 | 6,043,392 | 8,011,422 | 6,043,392 |
| Subordinated Term Debts | | | | | - | - | 1,550,967 | 1,700,466 | 1,550,967 | 1,700,466 |
| Total Financial Liabilities | | | | | - | - | 33,897,102 | 27,338,795 | 33,897,102 | 27,338,795 |

Explanatory Notes

1. 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 methods of computation since the publication of the Audited Financial Statements for the year ended 31st March 2017.
2. These Interim Financial Statements have been prepared in compliance with the requirements of Sri Lanka Accounting Standard - LKAS 34 on 'Interim Financial Reporting'.
3. The Company has paid first and final dividend of Rs. 3.00 per share for the year ended 31st March 2017, on 23rd June 2017.
4. The Company has paid interim dividend of Rs. 3.50 per share for the year ended 31st March 2018, on 29th March 2018.
5. The Board of Directors passed a resolution on 15th February 2018 to go for a rights issue at the proportion of 5 new ordinary shares for every 12 ordinary shares held at Rs. 60/- per share to raise Rs. 1,038,765,000/-. The shareholders of the Company have approved the corresponding resolution at the Extraordinary General Meeting held on 08th May 2018.
6. Mr. Sisira Sirimewan Weerabahu was appointed as an Independent Non Executive Director of the Company with effect from 20th April 2018.
7. ICRA Lanka Limited has revised / reaffirmed the ratings issued to the Company as follows.
 Issuer Rating revised to [SL] BBB with a stable outlook
 Unsecured Subordinate Redeemable Debentures revised to [SL] BBB - with a stable outlook
 Guaranteed Subordinate Redeemable Debentures rating of [SL] AA - (SO) with a stable outlook reaffirmed
8. During the quarter there were no material changes in the composition of assets, liabilities, contingent liabilities and use of funds raised through Debenture.
9. The presentation and classification of certain items in these financial statements are amended to ensure the comparability with the current period.
10. There were no material events took place since 31st March other than disclosed above in Financial Statements.

Selected Performance Indicators

| Indicator | As at 31st March 2018 | As at 31st March 2017 |
|---|--------------------------|--------------------------|
| Asset Quality | Rs'000 | Rs'000 |
| Based on Sri Lanka Accounting Standards effected prior to 1st April 2012 | | |
| Total Accommodation (Net of Interest in Suspense) | 31,528,148 | 25,395,108 |
| Net Total Accommodations (Net of Provision for Bad and Doubtful Debts) | 30,911,949 | 24,842,238 |
| Non-Performing Accommodations (Net of Interest in Suspense) | 747,109 | 647,903 |
| Liquidity | | |
| Required Minimum Amount of Liquid Assets | 2,461,977 | 1,885,166 |
| Available Amount of Liquid Assets | 4,624,392 | 3,928,710 |
| Required Minimum Amount of Government Securities | 1,323,561 | 1,098,644 |
| Available Amount of Government Securities | 2,740,060 | 2,023,015 |
| Capital Adequacy | | |
| Core Capital to Risk Weighted Assets Ratio (Minimum 5%) | 9.48% | 9.47% |
| Total Capital to Risk Weighted Assets Ratio (Minimum 10%) | 11.09% | 12.72% |
| Capital Funds to Total Deposit Liabilities Ratio (Minimum 10%) | 16.13% | 18.02% |
| Profitability | | |
| Return on Average Assets (After Tax) | 2.95% | 2.72% |
| Return on Average Equity | 34.77% | 32.37% |

Information On Ordinary Shares

| Share Price During the Quarter | For the quarter ended | | |
|---|-----------------------|------------|------------|
| | | 31.03.2018 | 31.03.2017 |
| Highest | Rs. | 75.90 | 62.00 |
| Lowest | Rs. | 66.50 | 55.20 |
| Closing | Rs. | 67.00 | 58.50 |
| No. of Ordinary Share Issued As At 31st March | | 41,550,600 | 41,550,600 |

Information On Listed Debentures

Market Values of Listed Debentures

VFIN Debentures 2014/2019

| | Highest | | For the quarter ended | | Lowest | | Period End | |
|----------------------------|------------|------------|-----------------------|------------|------------|------------|------------|------------|
| | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 |
| 5 Year Fixed Rate - 14.75% | N/T | N/T | N/T | N/T | N/T | N/T | N/T | N/T |
| 5 Year Fixed Rate - 15.00% | N/T | N/T | N/T | N/T | N/T | N/T | N/T | N/T |
| 5 Year Fixed Rate - 15.50% | 101.05 | N/T | 101.05 | N/T | 101.05 | N/T | 101.05 | N/T |

VFIN Debentures 2015/2020

| | Highest | | For the quarter ended | | Lowest | | Period End | |
|----------------------------|------------|------------|-----------------------|------------|------------|------------|------------|------------|
| | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 |
| 5 Year Fixed Rate - 10.25% | N/T | N/T | N/T | N/T | N/T | N/T | N/T | N/T |

Interest Rates

VFIN Debentures 2014/2019

| | For the quarter ended | | | |
|----------------------------|-----------------------|----------------|-------------|----------------|
| | Coupon Rate | Effective Rate | Coupon Rate | Effective Rate |
| | 31.03.2018 | 31.03.2018 | 31.03.2017 | 31.03.2017 |
| 5 Year Fixed Rate - 14.75% | 14.75% | 15.59% | 14.75% | 15.59% |
| 5 Year Fixed Rate - 15.00% | 15.00% | 15.56% | 15.00% | 15.56% |
| 5 Year Fixed Rate - 15.50% | 15.50% | 15.50% | 15.50% | 15.50% |

VFIN Debentures 2015/2020

| | For the quarter ended | | | |
|----------------------------|-----------------------|----------------|-------------|----------------|
| | Coupon Rate | Effective Rate | Coupon Rate | Effective Rate |
| | 31.03.2018 | 31.03.2018 | 31.03.2017 | 31.03.2017 |
| 5 Year Fixed Rate - 10.25% | 10.25% | 10.51% | 10.25% | 10.51% |

Interest Rates of Comparable Government Securities

| | For the quarter ended | |
|----------------------|-----------------------|------------|
| | 31.03.2018 | 31.03.2017 |
| 5 Year Treasury Bond | 9.44% | 12.89% |

Interest Yield and Yield to Maturity

VFIN Debentures 2014/2019

| | Fixed - 14.75% | | For the quarter ended | | Fixed - 15.00% | | Fixed - 15.50% | |
|---------------------------------|----------------|------------|-----------------------|------------|----------------|------------|----------------|------------|
| | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 | 31.03.2018 | 31.03.2017 |
| Interest Yield | N/T | N/T | N/T | N/T | 15.34% | N/T | N/T | N/T |
| Yield to Maturity of last trade | N/T | N/T | N/T | N/T | 14.32% | N/T | N/T | N/T |

VFIN Debentures 2015/2020

| | For the quarter ended | |
|---------------------------------|-----------------------|------------|
| | 31.03.2018 | 31.03.2017 |
| Interest Yield | N/T | N/T |
| Yield to Maturity of last trade | N/T | N/T |

* N/A - Not Applicable as at 31st March and N/T - Not Traded as at 31st March

Ratios

| | 31.03.2018 | 31.03.2017 |
|--------------------------|------------|------------|
| Debt to Equity Ratio (%) | 290% | 303% |
| Interest Cover (Times) | 1.54 | 1.51 |
| Liquid Asset Ratio (%) | 18.79% | 20.85% |

Utilization of Funds Raised Via Capital Market

| Debenture Issue | Objective Number | Objective as Per Prospectus | Amount Allocated as per Prospectus | Proposed Date of Utilization as Per Prospectus | Amount Allocated From Proceeds | % of Total Proceeds | Amounts Utilized | % Of Utilization Against Allocation | Clarification if not Fully Utilized |
|-----------------|------------------|--|------------------------------------|--|--------------------------------|---------------------|------------------|-------------------------------------|-------------------------------------|
| Rs. 500 Mn | i | To Expand and strengthen the capital base of the Company | Rs. 500 Mn | From 11th February 2014 onwards | Rs. 500 Mn | 100% | Rs. 500 Mn | 100% | N/A |
| | ii | Diversify the funding mix of the Company | | | | | | | |
| | iii | To minimize the interest rate risk and gap exposure of the Company | | | | | | | |
| Rs. 1,000 Mn | i | To Expand and strengthen the capital base of the Company | Rs. 1,000 Mn | From 26th March 2015 onwards | Rs. 1,000 Mn | 100% | Rs. 1,000 Mn | 100% | N/A |
| | ii | To minimize the interest rate risk | | | | | | | |

Financial Reporting by Segments as per the Provisions of SLFRS - 08

The primary business segment reporting format is determined to be business segment as nature of the products and services provided, with each segment representing a strategic business unit that offers different product and serves in different markets.

The Following table presents financial information regarding business segments :-

Business Segments

| For the Period ended 31st March | Finance Lease | | Hire Purchase | | Loans & Advances | | Investments | | Unallocated | | Total | |
|---------------------------------|------------------|------------------|---------------|----------------|------------------|------------------|----------------|----------------|----------------|----------------|------------------|------------------|
| | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 |
| | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 | Rs.'000 |
| Income From | | | | | | | | | | | | |
| External Operations | | | | | | | | | | | | |
| Interest | 2,708,516 | 2,150,009 | 94,325 | 280,231 | 3,032,696 | 1,801,246 | 421,443 | 365,773 | - | - | 6,256,980 | 4,597,260 |
| Fee & Commission Income | - | - | - | - | - | - | - | - | 248,286 | 189,053 | 248,286 | 189,053 |
| Dividends | - | - | - | - | - | - | 277 | 253 | - | - | 277 | 253 |
| Other | - | - | - | - | - | - | 29,546 | 45,876 | 394,112 | 282,253 | 423,658 | 328,129 |
| Total Revenue | 2,708,516 | 2,150,009 | 94,325 | 280,231 | 3,032,696 | 1,801,246 | 451,266 | 411,902 | 642,398 | 471,306 | 6,929,201 | 5,114,695 |
| Profit before Income tax | | | | | | | | | | | 1,537,844 | 1,094,781 |
| Income Tax Expense | | | | | | | | | | | (519,207) | (368,622) |
| Profit after tax | | | | | | | | | | | 1,018,637 | 726,159 |
| Other Information | | | | | | | | | | | | |
| As at 31st March | | | | | | | | | | | | |
| Segment assets | 12,534,013 | 11,517,450 | 219,927 | 793,686 | 18,073,714 | 12,466,944 | 4,837,843 | 4,584,436 | 2,740,779 | 1,322,580 | 38,406,277 | 30,685,096 |
| Segment Liabilities | 11,456,685 | 10,577,341 | 201,024 | 729,792 | 16,520,236 | 11,455,249 | 4,422,019 | 4,163,850 | 2,505,203 | 1,201,244 | 35,105,167 | 28,127,476 |
| Net assets | 1,077,328 | 940,109 | 18,903 | 63,894 | 1,553,478 | 1,011,695 | 415,824 | 420,586 | 235,576 | 121,336 | 3,301,110 | 2,557,620 |

Additional Notes

20 Major Shareholders As At 31st March 2018

| | No. of Shares | (%) |
|--|-------------------|-----------------|
| 1 Vallibel Investments (Pvt) Limited | 30,277,000 | 72.868% |
| 2 Mr K D A Perera | 1,359,809 | 3.273% |
| 3 Mr R F T Perera | 1,300,000 | 3.129% |
| 4 Mr S B Rangamuwa | 900,000 | 2.166% |
| 5 Union Bank of Colombo PLC/Mr S Abishek | 289,157 | 0.696% |
| 6 Mr C S J Perera | 285,200 | 0.686% |
| 7 Mr K Sabaratnam | 210,750 | 0.507% |
| 8 Mr V R Kathiragamamby | 205,000 | 0.493% |
| 9 Mr H Beruwalage | 202,800 | 0.488% |
| 10 Mr B A R Dissanayake | 200,500 | 0.483% |
| 11 Mrs K I A Hewage | 200,000 | 0.481% |
| 12 Mr S Abishek | 177,467 | 0.427% |
| 13 Mr F J P Raj | 166,350 | 0.400% |
| 14 Mrs S P Gunasekera | 158,524 | 0.382% |
| 15 Mr D S Panditha | 154,898 | 0.373% |
| 16 Mr N Balasingam | 134,900 | 0.325% |
| 17 Mr A S Marapana | 132,050 | 0.318% |
| 18 Mr U F Strunk & Mrs M G De A Leinenbach | 125,992 | 0.303% |
| 19 Mr A Ragupathy | 120,500 | 0.290% |
| 20 Mr D F G Dalpethado & Mrs H F A K D Fonseka | 119,385 | 0.287% |
| | 36,720,282 | 88.375% |
| Others | 4,830,318 | 11.625% |
| | 41,550,600 | 100.000% |

Directors' Shareholding As At 31st March 2018

| | | |
|--|------------------|---------------|
| 1 Mr. K V P Ranjith De Silva | - | - |
| 2 Mr. Dhammika Perera | 600 | 0.001% |
| 3 Mr. S B Rangamuwa | 900,000 | 2.166% |
| 4 Mr. R M Karunaratne | - | - |
| 5 Mr. T Murakami | - | - |
| 6 Mr. K D A Perera | 1,359,809 | 3.273% |
| 7 Mr. A Dadigama | - | - |
| 8 Mr. H Ota (Alternate Director to Mr. T Murakami) | - | - |
| | 2,260,409 | 5.440% |

Public Holding As At 31st March 2018

21.49%

Number of Public Shareholders

1,939