



COLOMBO TRUST FINANCE PLC

(Formerly known as 'Capital Alliance Finance PLC')

**INTERIM FINANCIAL STATEMENTS**  
For the quarter ended 30th June 2017

**COLOMBO TRUST FINANCE PLC**  
**Statement of Comprehensive Income**  
**For the period ended 30-06-2017**

	<b>For the quarter ended (Unaudited)</b>		<b>Variance</b>
	<b>30-Jun-17 Rs.</b>	<b>30-Jun-16 Rs.</b>	<b>%</b>
Interest Income	50,722,541	38,677,910	31
Interest Expense	(24,209,625)	(14,974,758)	62
<b>Net Interest Income</b>	<b>26,512,916</b>	<b>23,703,152</b>	<b>12</b>
Fee and commission income	674,095	394,899	71
Fee and commission expenses	(25,000)	(162,250)	(85)
<b>Net fee and commission income</b>	<b>649,095</b>	<b>232,649</b>	<b>179</b>
Net gain/(loss) from financial instruments at fair value through profit or loss	272,393	133,031	105
Other operating income	1,946,173	1,998,041	(3)
Impairment expenses for loans and advances and other losses	(217,869)	658,047	(133)
<b>Net operating income</b>	<b>29,162,708</b>	<b>26,724,920</b>	<b>9</b>
<b>Operating Expenses</b>			
Personnel Cost	(12,574,830)	(12,146,045)	4
Depreciation and Amortization of property plant and equipment	(1,446,867)	(1,749,061)	(17)
General and Administrative Expenses	(8,883,537)	(7,691,540)	15
<b>Operating profit before VAT on financial services and Income Tax</b>	<b>6,257,474</b>	<b>5,138,274</b>	<b>22</b>
Value added tax (VAT) on financial services	(2,253,615)	(1,400,883)	61
<b>Profit/(Loss) before Tax for the Period</b>	<b>4,003,859</b>	<b>3,737,391</b>	<b>7</b>
Income tax expenses	(1,802,761)	-	100
<b>Profit/(Loss) for the Period</b>	<b>2,201,098</b>	<b>3,737,391</b>	<b>(41)</b>
<b>Other Comprehensive Income</b>			
Actuarial gains/(losses) on defined benefit plans	-	-	-
Deferred tax on actuarial gain	-	-	-
<b>Total Comprehensive Income for the Period</b>	<b>2,201,098</b>	<b>3,737,391</b>	<b>(41)</b>

**Earnings/(loss) per share (Annualized)**

**0.19**

**0.32**

**Figures in brackets indicate deductions.**

**COLOMBO TRUST FINANCE PLC**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30.06.2017**

	30th June 2017 (Unaudited) Rs.	31st March 2017 (Audited) Rs.
<b>ASSETS</b>		
Cash and Cash Equivalents	29,428,254	16,557,401
Investment In Repurchase Agreement	13,941,364	31,536,017
Assets held for sale	542,204	696,056
Financial assets at fair value through profit or loss	1,615,611	1,343,218
Loans and receivables-Leases	302,598,053	301,128,960
Loans and receivables-Hire purchase	37,688,224	47,534,446
Loans and receivables-Other	787,679,856	778,722,105
Financial investments - Available-for-sale	345,775	345,775
Financial investments - Held To Maturity	57,453,988	43,534,435
Property, Plant & Equipment	43,189,644	44,649,446
Intangible assets	8,140,761	7,903,604
Other assets	16,396,068	16,876,445
Deferred tax assets	6,186,014	6,948,939
<b>Total Assets</b>	<b>1,305,205,817</b>	<b>1,297,776,847</b>
<b>LIABILITIES</b>		
Due to customers	601,154,142	577,660,468
Other borrowings	228,154,926	254,143,054
Retirement Benefit Obligations	4,647,262	4,380,076
Trade & Other Payables	21,862,400	14,407,260
<b>Total Liabilities</b>	<b>855,818,730</b>	<b>850,590,858</b>
<b>CAPITAL AND RESERVES</b>		
Stated Capital	309,888,671	309,888,671
Statutory Reserve Fund	11,360,719	11,360,719
Other reserves	74,187,500	74,187,500
Retained Earnings	53,950,197	51,749,099
<b>Total Capital and Reserves</b>	<b>449,387,087</b>	<b>447,185,989</b>
<b>Total Equity and Liabilities</b>	<b>1,305,205,817</b>	<b>1,297,776,847</b>
<b>Net Asset Per Share Rs.</b>	9.66	9.61

*Figures in brackets indicate deductions.*

*It is certified that the financial statements have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007.*

**K.M.U.Koswatta**  
**Manager-Finance(Sgd)**

**W.L.S Fonseka**  
**Chief Executive Officer(Sgd)**

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

**Director(Sgd)**

**Director(Sgd)**

**8-Aug-17**  
**Colombo**

**COLOMBO TRUST FINANCE PLC**  
**STATEMENT OF CHANGES IN EQUITY**  
For the Period ended 30.06.2017

For the three month ended(Unaudited)	Stated Capital Rs.	Retained Earnings Rs.	Statutory Reserve Fund Rs.	Revaluation Reserve Rs.	General Reserve Rs.	Total Rs.
<b>Balance as at 01st April 2017 (Opening balance)</b>	<b>309,888,671</b>	<b>51,749,099</b>	<b>11,360,719</b>	<b>14,187,500</b>	<b>60,000,000</b>	<b>447,185,989</b>
Profit for the Period	-	2,201,098	-	-	-	2,201,098
Other comprehensive income	-	-	-	-	-	-
Transferred to Statutory Reserve Fund	-	-	-	-	-	-
<b>Balance as at 30th June 2017 (Closing balance)</b>	<b>309,888,671</b>	<b>53,950,197</b>	<b>11,360,719</b>	<b>14,187,500</b>	<b>60,000,000</b>	<b>449,387,087</b>
Balance as at 01st April 2016 (Opening Balance)	309,888,671	47,145,772	11,123,465	14,187,500	60,000,000	442,345,408
Profit for the Period	-	3,737,391	-	-	-	3,737,391
Other comprehensive income	-	-	-	-	-	-
Transferred to Statutory Reserve Fund	-	-	-	-	-	-
Balance as at 30th June 2016 (Closing balance)	309,888,671	50,883,163	11,123,465	14,187,500	60,000,000	446,082,799

**COLOMBO TRUST FINANCE PLC**  
**STATEMENT OF CASH FLOWS**  
For the Period Ended 30.06.2017

<b>For the three month period Ended</b>	<b>30th June 2017 Rs. (Unaudited)</b>	<b>30th June 2016 Rs. (Unaudited)</b>
<b>Cash Flow From Operating Activities</b>		
Profit Before Income Tax	4,003,859	3,737,391
<b>Adjustment For,</b>	-	
Depreciation and amortization	1,446,867	1,749,061
Decrease/(Increase) in Value of trading stock	(378,944)	(12,550)
Investment Income	(1,786,008)	(1,560,140)
Provision for retirement benefits obligation	267,186	267,186
Net gain/(loss) from financial instruments at fair value through profit or loss	(272,393)	(133,031)
Impairment on loans and advances	217,869	(658,047)
<b>Operating Profit Before Working Capital Changes</b>	<b>3,498,436</b>	<b>3,389,870</b>
(Increase)/ Decrease in Loans and Advances	(798,491)	4,606,550
(Increase) / Decrease in Other Assets	(180,515)	(3,176,767)
Increase / (Decrease) in deposits from Customers	23,493,674	(42,378,658)
Increase / (Decrease) in Trade and Other Payables	7,455,140	(22,278,636)
<b>Cash Generated from Operations</b>	<b>33,468,243</b>	<b>(59,837,641)</b>
Payment of retirement gratuity	-	-
Income Tax Paid	-	-
<b>Net Cash Flows from Operating Activities</b>	<b>33,468,243</b>	<b>(59,837,641)</b>
<b>Cash Flows from Investing Activities</b>		
Proceeds from Sale of Investment Securities	-	708,277
Proceeds from Sale of Assets held for sale	153,852	-
Acquisition of Property Plant & Equipment	(224,222)	(1,302,174)
Disposal of Property Plant & Equipment	-	-
Net (Investment)/Maturity in Treasury Bills	(13,919,553)	(618,158)
Investment Income Received	1,786,008	1,560,140
Net cash flow from Securities purchased under repurchased agreement	17,594,653	16,562,039
<b>Net Cash Flows from Investing Activities</b>	<b>5,390,737</b>	<b>16,910,124</b>
<b>Cash Flows from Financing Activities</b>		
Net Cash Received on Right issue	-	-
Cash Received from Borrowings	-	-
<b>Net Cash Flows from Financing Activities</b>	<b>-</b>	<b>-</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>38,858,981</b>	<b>(42,927,517)</b>
<b>Cash and Cash Equivalents at the Beginning of the Year</b>	<b>16,557,401</b>	<b>19,506,639</b>
<b>Bank Overdraft at the Beginning of the Year</b>	<b>(254,143,054)</b>	<b>(25,658,498)</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>(198,726,672)</b>	<b>(49,079,376)</b>
<b>Analysis of cash and cash equivalents at the end of the Period</b>		
Cash and Bank Balances	29,428,254	14,442,619
Bank Overdraft	(228,154,926)	(63,521,995)
	<b>(198,726,672)</b>	<b>(49,079,376)</b>

Figures in brackets indicate deductions.

**COLOMBO TRUST FINANCE PLC**  
**FINANCIAL REPORTING BY SEGMENT**  
For the Period ended 30.06.2017

**FINANCIAL REPORTING BY SEGMENT**

For the three month ended 30th June	Lease & Hire Purchase		Loans & Advances		Investments		Margin Trading		Factoring, Cheque discounting and Revolving loan		Unallocated		Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
<b>External Operations</b>														
Interest	14,645,375	16,095,262	9,853,537	6,043,820	1,776,000	1,556,882	6,252,982	4,220,998	18,194,647	10,760,948	-	-	50,722,541	38,677,910
Fee Base Income & Others	125,120	209,824	457,472	60,298	-	-	-	-	-	-	91,503	124,777	674,095	394,899
Capital gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	10,008	3,258	-	-	-	-	-	-	10,008	3,258
Other	1,310,362	1,741,079	-	-	272,393	133,031	-	-	-	-	625,803	253,704	2,208,558	2,127,814
<b>Total Revenue</b>	<b>16,080,857</b>	<b>18,046,165</b>	<b>10,311,009</b>	<b>6,104,118</b>	<b>2,058,401</b>	<b>1,693,171</b>	<b>6,252,982</b>	<b>4,220,998</b>	<b>18,194,647</b>	<b>10,760,948</b>	<b>717,306</b>	<b>378,481</b>	<b>53,615,202</b>	<b>41,203,881</b>
Profit before tax													4,003,859	3,831,669
Taxation (expense)/Reversal													(1,802,761)	-
<b>Profit after tax</b>													<b>2,201,099</b>	<b>3,831,669</b>
<b>Other Information</b>														
<b>As at 30th June</b>														
<b>Segment assets</b>	<b>340,286,276</b>	<b>355,452,568</b>	<b>301,501,091</b>	<b>214,127,203</b>	<b>73,356,738</b>	<b>77,759,950</b>	<b>164,584,717</b>	<b>102,270,928</b>	<b>380,100,059</b>	<b>288,068,273</b>	<b>45,376,936</b>	<b>58,202,407</b>	<b>1,305,205,817</b>	<b>1,095,881,329</b>
	26%	32%	23%	20%	6%	7%	13%	9%	29%	26%	3%	5%	100%	100%
<b>Segment Liabilities</b>	<b>223,124,479</b>	<b>210,733,625</b>	<b>197,693,174</b>	<b>126,947,463</b>	<b>48,099,748</b>	<b>46,100,767</b>	<b>107,917,603</b>	<b>60,632,347</b>	<b>249,230,233</b>	<b>170,784,169</b>	<b>29,753,492</b>	<b>34,505,881</b>	<b>855,818,730</b>	<b>649,704,252</b>

## COLOMBO TRUST FINANCE PLC

### Notes to the financial statements

#### INFORMATION ON ORDINARY SHARES OF THE COMPANY

##### Market Price Per Share

Market Prices per ordinary share for the quarter ended 30th June 2017 were as follows;

	Rs.
Highest Price	14.90
Lowest Price	10.10
Last Traded Price	13.00

#### SHAREHOLDERS' INFORMATION

##### Twenty Largest Shareholders as at 30.06.2017

	No of Shares	% of Holding
1 Cargills Bank Limited	37,374,598	80.34%
2 Pan Asia Banking Corporation PLC/ Lankem Ceylon PLC	3,376,365	7.26%
3 Pan Asia Banking Corporation PLC/ Divasa Equity (Pvt) Ltd	1,119,053	2.41%
4 Seylan Bank PLC/ HVA Lanka Exporters (Pvt) Ltd.	929,014	2.00%
5 Seylan Bank PLC/ Divasa Equity (Pvt) Ltd.	687,542	1.48%
6 South Asian Investment (Pvt) Ltd	313,461	0.67%
7 Mr. A R H Fernando	246,620	0.53%
8 Mr W A S P De Saram	192,014	0.41%
9 Mr Y J Perera	187,693	0.40%
10 Mrs. S G De Silva	181,210	0.39%
11 Mutiara Holdings(Private) Ltd	152,962	0.33%
12 Waldock Mackenzie Limited/Mr.D.B.N.Samaratunge	91,342	0.20%
13 Mr. D G Wijemanna	68,091	0.15%
14 Mr. T Thavaraj	57,629	0.12%
15 Bansei Securities Capital (Pvt) Ltd/M.A.U. Gnanatilake	57,613	0.12%
16 Lankem Ceylon PLC	56,000	0.12%
17 Mr A N William	50,000	0.11%
17 Mr M G A R Cooray / Mrs. B W Cooray	50,000	0.11%
19 Lankem Developments PLC	47,474	0.10%
20 Mrs. N Premathasan	36,381	0.08%
	45,275,062	97.33%
Others	1,244,181	2.67%
<b>Total</b>	<b>46,519,243</b>	<b>100.00%</b>

## **COLOMBO TRUST FINANCE PLC**

### **Notes to the financial statements**

<b>Directors'/ CEO's Holding in Shares as at 30th June</b>	<b>2017</b>
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Mr. R. Theagarajah	-
Mr. P.S. Mathavan	-
Ms. W.K.E.De Silva	-
Mr.L D R Hettiaratchi	-
Mr.P.P Edirisinghe	-
Mr.W.L.S Fonseka	-

Public shareholding percentage was 12.40% and number of shareholders representing the public holding was 699 as at 30th June 2017

## **EXPLANATORY NOTES**

### **1 Events after the reporting period**

No material events occurred after the balance sheet date that require adjustments to or disclosure in, the Financial Statements.

### **2 There were no material contingent liabilities as at the reporting date which require adjustments to/ or disclosures in the Financial Statements.**

### **3 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 since the publication of the Audited Financial Statements for the year ended 31st March 2017**

### **4 Further, these Interim Financial Statements have been prepared in compliance with the requirements of Sri Lanka Accounting Standard - LKAS 34 on 'Interim Financial Reporting.**