

INTERIM FINANCIAL STATEMENTS
For the six months ended 30th September 2013



PEOPLE'S LEASING & FINANCE PLC

STATEMENT OF FINANCIAL POSITION

As at	Company			Group		
	30.09.2013	31.03.2013	Growth	30.09.2013	31.03.2013	Growth
	Rs. Mn. Unaudited	Rs. Mn. Audited*	%	Rs. Mn. Unaudited	Rs. Mn. Audited*	%
Assets						
Cash in hand	211	517	(59.2)	222	520	(57.3)
Securities purchase under resale agreement	268	1,659	(83.8)	469	1,934	(75.7)
Balances with banks & financial institutions	2,511	2,528	(0.7)	3,955	3,743	5.7
Financial investments - held-for-trading	162	142	14.1	294	238	23.5
Loans and receivables	91,507	88,405	3.5	91,134	88,298	3.2
Reinsurance and insurance receivable	-	-	-	87	159	(45.3)
Financial investments – available-for-sale	190	184	3.3	1,331	1,174	13.4
Financial investments – held-to-maturity	1,657	540	206.9	1,657	540	206.9
Investments in subsidiaries	1,475	1,475	-	-	-	-
Investments in associates	-	-	-	-	-	-
Goodwill and intangible assets	352	357	(1.4)	362	357	1.4
Property, plant and equipment	811	690	17.5	2,777	2,641	5.1
Investment property	56	56	-	-	-	-
Other assets	810	903	(10.3)	1,641	1,539	6.6
Total assets	100,010	97,456	2.6	103,929	101,143	2.8
Liabilities						
Financial liabilities	79,609	78,151	1.9	80,679	79,299	1.7
Insurance liabilities and reinsurance payable	-	-	-	2,414	2,217	8.9
Current tax liabilities	510	40	1,175.0	604	86	602.3
Deferred tax liabilities	1,201	1,201	-	1,226	1,210	1.3
Other liabilities	60	54	11.1	76	81	(6.2)
Total liabilities	81,380	79,446	2.4	84,999	82,893	2.5
Equity						
Capital	12,636	12,536	0.8	12,636	12,536	0.8
Statutory reserve fund	930	860	8.1	930	860	8.1
Retained earnings	3,734	3,483	7.2	4,035	3,721	8.4
Other reserves	1,330	1,131	17.6	1,329	1,133	17.3
Total equity	18,630	18,010	3.4	18,930	18,250	3.7
Total liabilities and equities	100,010	97,456	2.6	103,929	101,143	2.8
Contingencies	387	1,803	(78.5)	387	1,803	(78.5)
Capital commitments	69	227	(69.6)	1,041	1,602	(35.0)
Net assets value per ordinary share (Rs.)	11.80	11.54	2.3	11.99	11.70	2.5

* Since People's Leasing & Finance PLC merged with its subsidiary People's Finance PLC with effect from 2nd April 2013 figures as at 31st March 2013 are shown after amalgamating the separately audited financial statements of two entities.

CERTIFICATION

I certify that the above Interim Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007 and give a true and fair view of the state of affairs of People's Leasing & Finance PLC and the Group as at 30th September 2013 and its profit for the six months ended 30th September 2013.

(Sgd.)

Chief Financial Officer

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

Approved and Signed for and on behalf of the Board:

(Sgd.)

Chairman

(Sgd.)

Director

(Sgd.)

Chief Executive Officer

04th November 2013

Colombo.

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

INCOME STATEMENT - COMPANY

	For the six months ended			For the quarter ended		
	30.09.2013	30.09.2012	Growth	30.09.2013	30.09.2012	Growth
	Rs. Mn. Unaudited	Rs. Mn. Unaudited	%	Rs. Mn. Unaudited	Rs. Mn. Unaudited	%
Interest income	9,481	8,211	15.5	4,756	4,251	11.9
Less: Interest expense	5,544	4,829	14.8	2,758	2,534	8.8
Net interest income	3,937	3,382	16.4	1,998	1,717	16.4
Net fee and commission income	347	325	6.8	204	189	7.9
Other operating income	125	142	(12.0)	99	83	19.3
Total operating income	4,409	3,849	14.5	2,301	1,989	15.7
Less: Impairment charges for loans and receivables	687	346	98.6	310	109	184.4
Net operating income	3,722	3,503	6.3	1,991	1,880	5.9
Less:						
Personnel expenses	619	509	21.6	343	234	46.6
Depreciation of property, plant and equipment	95	89	6.7	48	44	9.1
Amortisation and impairment of intangible assets	7	6	16.7	4	3	33.3
Other operating expenses	885	784	12.9	466	437	6.6
Total operating expenses	1,606	1,388	15.7	861	718	19.9
Operating profit before value added tax (VAT)	2,116	2,115	0.0	1,130	1,162	(2.8)
Less: Value added tax (VAT) on financial services	134	146	(8.2)	74	67	10.4
Operating profit after value added tax (VAT)	1,982	1,969	0.7	1,056	1,095	(3.6)
Less: Income tax expense	578	581	(0.5)	308	319	(3.4)
Profit for the period	1,404	1,388	1.2	748	776	(3.6)
Earnings per share						
Basic earnings per ordinary share (Rs.)	0.89	0.89	-	0.47	0.50	(6.0)

The above figures are provisional and subject to audit.
 Figures in brackets indicate deductions.

INCOME STATEMENT - GROUP

	For the six months ended			For the quarter ended		
	30.09.2013	30.09.2012	Growth	30.09.2013	30.09.2012	Growth
	Rs. Mn. Unaudited	Rs. Mn. Unaudited	%	Rs. Mn. Unaudited	Rs. Mn. Unaudited	%
Interest income	9,690	8,290	16.9	4,864	4,323	12.5
Less: Interest expense	5,642	4,898	15.2	2,802	2,576	8.8
Net interest income	4,048	3,392	19.3	2,062	1,747	18.0
Net earned premiums	1,330	1,163	14.4	665	594	12.0
Net fee and commission income	193	196	(1.5)	117	115	1.7
Other operating income	63	239	(73.6)	53	91	(41.8)
Total operating income	5,634	4,990	12.9	2,897	2,547	13.7
Less: Impairment charges for loans and receivables	691	347	99.1	312	110	183.6
Net operating income	4,943	4,643	6.5	2,585	2,437	6.1
Less:						
Personnel expenses	695	552	25.9	382	257	48.6
Depreciation of property, plant and equipment	132	129	2.3	67	64	4.7
Amortisation and impairment of intangible assets	8	8	-	5	3	66.7
Benefits, claims and underwriting expenditure	992	899	10.3	397	392	1.3
Other operating expenses	833	730	14.1	497	470	5.7
Total operating expenses	2,660	2,318	14.8	1,348	1,186	13.7
Operating profit before value added tax (VAT)	2,283	2,325	(1.8)	1,237	1,251	(1.1)
Less: Value added tax (VAT) on financial services	138	146	(5.5)	76	67	13.4
Operating profit after value added tax (VAT)	2,145	2,179	(1.6)	1,161	1,184	(1.9)
Less: Income tax expense	678	706	(4.0)	375	374	0.3
Profit for the period	1,467	1,473	(0.4)	786	810	(3.0)
Earnings per share						
Basic earnings per ordinary share (Rs.)	0.93	0.94	(1.1)	0.50	0.52	(3.8)

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

STATEMENT OF COMPREHENSIVE INCOME - COMPANY

	For the six months ended			For the quarter ended		
	30.09.2013	30.09.2012	Growth	30.09.2013	30.09.2012	Growth
	Rs. Mn. Unaudited	Rs. Mn. Unaudited	%	Rs. Mn. Unaudited	Rs. Mn. Unaudited	%
Profit for the period	1,404	1,388	1.2	748	776	(3.6)
Other comprehensive income/(expenses)						
Gains/ (losses) on re-measuring available-for-sale financial assets	6	17	(64.7)	(6)	26	(123.1)
Less: Tax expense/(income) relating to components of other comprehensive income	-	-	-	-	-	-
Other comprehensive income for the period, net of taxes	6	17	(64.7)	(6)	26	(123.1)
Total comprehensive income for the period	1,410	1,405	0.4	742	802	(7.5)
Attributable to:						
Equity holders of the parent	1,410	1,405	0.4	742	802	(7.5)

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

STATEMENT OF COMPREHENSIVE INCOME - GROUP

	For the six months ended			For the quarter ended		
	30.09.2013	30.09.2012	Growth	30.09.2013	30.09.2012	Growth
	Rs. Mn. Unaudited	Rs. Mn. Unaudited	%	Rs. Mn. Unaudited	Rs. Mn. Unaudited	%
Profit for the period	1,467	1,473	(0.4)	786	810	(3.0)
Other comprehensive income/(expenses)						
Gains/ (losses) on re-measuring available-for-sale financial assets	2	17	(88.2)	(9)	22	(140.9)
Less: Tax expense/(income) relating to components of other comprehensive income	(1)	-	(100.0)	(1)	-	(100.0)
Other comprehensive income for the period, net of taxes	3	17	(82.4)	(8)	22	(136.4)
Total comprehensive income for the period	1,470	1,490	(1.3)	778	832	(6.5)
Attributable to:						
Equity holders of the parent	1,470	1,490	(1.3)	778	832	(6.5)

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

STATEMENT OF CHANGES IN EQUITY - COMPANY

	Capital	Statutory Reserve Fund	Other Reserves			Available for Sale Reserves	Retained Earnings	Total Equity
			General Reserves	Tax Equalisation Fund	Investment Fund			
	Rs. Mn.	Rs. Mn.	Rs. Mn.	Rs. Mn.	Rs. Mn.	Rs. Mn.	Rs. Mn.	
Balance as at 01.04.2012	12,058	659	300	100	543	(91)	3,620	17,189
Total comprehensive income for the six months ended 30.09.2012								
Profit for the six months ended 30.09.2012	-	-	-	-	-	-	1,388	1,388
Other comprehensive income (net of tax)	-	-	-	-	-	17	-	17
Transactions with equity holders, recognised directly in equity								
Transfer from preference shares on redemption	100	-	-	-	-	-	(100)	-
Transfers to reserves during the period	-	101	-	-	195	-	(296)	-
Dividend paid	-	-	-	-	-	-	(780)	(780)
Balance as at 30.09.2012	12,158	760	300	100	738	(74)	3,832	17,814
Balance as at 01.04.2013	12,536	860	300	100	852	(121)	3,483	18,010
Total comprehensive income for the six months ended 30.09.2013								
Profit for the six months ended 30.09.2013	-	-	-	-	-	-	1,404	1,404
Other comprehensive income (net of tax)	-	-	-	-	-	6	-	6
Transactions with equity holders, recognised directly in equity								
Transfer from preference shares on redemption	100	-	-	-	-	-	(100)	-
Transfers to reserves during the period	-	70	-	-	193	-	(263)	-
Dividend paid	-	-	-	-	-	-	(790)	(790)
Balance as at 30.09.2013	12,636	930	300	100	1,045	(115)	3,734	18,630

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

STATEMENT OF CHANGES IN EQUITY - GROUP

	Capital	Statutory Reserve Fund	Other Reserves			Available for Sale Reserves	Retained Earnings	Total Equity
			General Reserves	Tax Equalisation Fund	Investment Fund			
			Rs. Mn.	Rs. Mn.	Rs. Mn.			
Balance as at 01.04.2012	12,058	659	300	100	543	(95)	3,567	17,132
Total comprehensive income for the six months ended 30.09.2012								
Profit for the six months ended 30.09.2012	-	-	-	-	-	-	1,473	1,473
Other comprehensive income (net of tax)	-	-	-	-	-	17	-	17
Transactions with equity holders, recognised directly in equity								
Transfer from preference shares on redemption	100	-	-	-	-	-	(100)	-
Transfers to reserves during the period	-	101	-	-	195	-	(296)	-
Dividend paid	-	-	-	-	-	-	(780)	(780)
Balance as at 30.09.2012	12,158	760	300	100	738	(78)	3,864	17,842
Balance as at 01.04.2013	12,536	860	300	100	852	(119)	3,721	18,250
Total comprehensive income for the six months ended 30.09.2013								
Profit for the six months ended 30.09.2013	-	-	-	-	-	-	1,467	1,467
Other comprehensive income (net of tax)	-	-	-	-	-	3	-	3
Transactions with equity holders, recognised directly in equity								
Transfer from preference shares on redemption	100	-	-	-	-	-	(100)	-
Transfers to reserves during the period	-	70	-	-	193	-	(263)	-
Dividend paid	-	-	-	-	-	-	(790)	(790)
Balance as at 30.09.2013	12,636	930	300	100	1,045	(116)	4,035	18,930

The above figures are provisional and subject to audit.
 Figures in brackets indicate deductions.

CASH FLOW STATEMENT

For the six months ended 30th September	Company		Group	
	2013	2012	2013	2012
	Rs. Mn. Unaudited	Rs. Mn. Unaudited	Rs. Mn. Unaudited	Rs. Mn. Unaudited
Cash flows from operating activities				
Profit before tax	1,982	1,969	2,145	2,179
Adjustment for:				
Non-cash items included in profit before tax	625	366	641	343
Change in operating assets	(3,470)	(942)	(3,331)	(596)
Change in operating liabilities	1,386	1,096	1,565	731
Dividend income from investments	(90)	(18)	(12)	(8)
Gratuity paid	(5)	(1)	(5)	(1)
Tax paid	(110)	(268)	(143)	(275)
Net cash generated from operating activities	318	2,202	860	2,373
Cash flows from investing activities				
Purchase of property, plant and equipment	(219)	(83)	(249)	(154)
Proceeds from the sale of property, plant and equipment	5	24	18	111
Net investment in Sri Lanka government securities	(1,117)	(87)	(1,268)	36
Dividends received from investments	90	18	12	8
Investment in Financial assets held-for-trading	(24)	(55)	(66)	(79)
Net change in deposits with banks and financial institutions	100	(174)	-	(565)
Net cash (used in) investing activities	(1,165)	(357)	(1,553)	(643)
Cash flows from financing activities				
Dividend paid to shareholders	(788)	(780)	(788)	(780)
Redemption of preference shares	(100)	(100)	(100)	(100)
Net cash (used in) financing activities	(888)	(880)	(888)	(880)
Net increase/(decrease) in cash & cash equivalents	(1,735)	965	(1,581)	850
Cash and cash equivalents at the beginning of the period	3,178	(51)	3,342	379
Cash and cash equivalents at the end of the period	1,443	914	1,761	1,229

The above figures are provisional and subject to audit.
Figures in brackets indicate deductions.

SEGMENTAL ANALYSIS - GROUP

For the six months ended 30th September	Lease & Advances		Insurance		Other		Eliminations		Group	
	2013 Rs. Mn.	2012 Rs. Mn.	2013 Rs. Mn.	2012 Rs. Mn.	2013 Rs. Mn.	2012 Rs. Mn.	2013 Rs. Mn.	2012 Rs. Mn.	2013 Rs. Mn.	2012 Rs. Mn.
Interest income	9,459	8,142	-	-	322	198	(91)	(50)	9,690	8,290
Net earned premiums	-	-	1,330	1,163	-	-	-	-	1,330	1,163
Net fee and commission income	392	301	-	-	98	153	(297)	(258)	193	196
Other operating income	23	31	26	7	182	218	(168)	(17)	63	239
Total revenue	9,874	8,474	1,356	1,170	602	569	(556)	(325)	11,276	9,888
Profit from operation	1,878	1,867.40	258	258	115	125	(43)	(72)	2,145	2,179
Income tax expenses									678	706
Profit attributable to equity holders									1,467	1,473
Segment Assets	100,900	94,308	3,736	2,676	2,932	2,549	(3,639)	(3,026)	103,929	96,507
Total Assets	100,900	94,308	3,736	2,676	2,932	2,549	(3,639)	(3,026)	103,929	96,507
Segment Liabilities	82,185	76,438	2,811	1,899	1,949	1,647	(1,946)	(1,320)	84,999	78,664
Total Liability	82,185	76,438	2,811	1,899	1,949	1,647	(1,946)	(1,320)	84,999	78,664

The above figures are provisional and subject to audit.
 Figures in brackets indicate deductions.

INFORMATION ON ORDINARY SHARES OF THE COMPANY

Market Price

	2013 Rs.	2012 Rs.
Highest price during the quarter ended 30th September :	14.90	14.80
Lowest price during the quarter ended 30th September :	13.00	10.30
Closing price as at 30th September :	13.50	14.00

Stated Capital

Stated Capital as at 30th September 2013 was represented by the number of shares in issue as given below;

	As at 30th September 2013		As at 30th September 2012	
	Number	Rs.	Number	Rs.
Ordinary shares	1,579,862,482	11,886,073,308	1,560,000,160	11,608,000,800
Transfer from preference shares on redemption	-	750,000,000	-	550,000,000
Total	1,579,862,482	12,636,073,308	1,560,000,160	12,158,000,800

SHAREHOLDERS' INFORMATION

Twenty Largest Ordinary Shareholders as at 30th September 2013

Twenty largest ordinary shareholders of the Company as at 30th September were as follows;

No.	Name of the Shareholder	No. of Shares	%
1	People's Bank	1,184,885,554	75.00
2	Employees' Provident Fund	70,923,438	4.49
3	National Savings Bank	59,237,340	3.75
4	Distilleries Company of Sri Lanka PLC	24,517,300	1.55
5	HSBC INTL Nominees Ltd- Credit Suisse AG Zurich	18,000,000	1.14
6	HSBC INTL NOM Ltd - JPMCB-J.P. Morgan Clearing Corp	14,176,666	0.90
7	Bank of Ceylon No. 1 Account	11,453,600	0.72
8	Northern Trust Company S/A The Ashmoreemm Umbrella Funds Trust	10,797,914	0.68
9	Bny-CF Ruffer Investment Funds: CF Ruffer Pacific Fund	10,000,000	0.63
10	Sanasa Development Bank Limited	9,864,800	0.62
11	Waldock Mackenzie Limited/ Capital Alliance Holdings Ltd	9,295,200	0.59
12	Ceylon Investment PLC A/C # 01	6,954,891	0.44
13	AIA Insurance Lanka PLC A/C No. 07	5,416,870	0.34
14	Sampath Bank Limited A/C No. 1	5,000,000	0.32
15	Gampaha District Co-operative Rural Bank Union Ltd.	4,921,800	0.31
16	Ceylon Guardian Investment Trust PLC A/C # 01	3,640,800	0.23
17	NDB Capital Holdings PLC	3,288,800	0.21
18	The Ceylon Chamber of Commerce Account No. 02	3,007,996	0.19
19	HSBC INTL NOM Ltd- Jpmire-GAM Star Fund PLS	3,000,000	0.19
20	David Pieris Motor Company Limited	2,250,000	0.14

Public Holdings

The percentage of ordinary shares held by the public as at 30th September 2013 was 24.92%.

Directors'/ CEO's Holding in Shares as at 30th September 2013

The number of ordinary shares held by the directors and CEO as at 30th September 2013 was as follows;

Name	Position	No. of Shares
Mr. Gamini Sedara Senarath	Chairman	-
Mr. Hennek Gedara Wajira Swarna Sri Bandara	Director	-
Mr. Namasivayam Vasantha Kumar	Director	1,000,000
Mr. Palihawadana Arachchige Irenius Sirinimal Perera	Director	20,000
Mr. Piyadasa Kudabalage	Director	-
Mr. Heyara Hewage Anura Chandrasiri	Director	-
Mr. Don Padmasiri Kumarage	CEO	218,433

EXPLANATORY NOTES

1. There are no significant changes in the accounting policies and methods of computation since the publication of financial statements in the annual report for the year 2012/13. As the Company merged with its subsidiary People's Finance PLC with effect from 2nd April 2013 the comparative figures of the Company have been merged with the financials of People's Finance PLC to conform to the current presentation.
2. The Interim Financial Statements for the six months ended 30th September 2013 are drawn up from unaudited accounts of the Company, its subsidiary companies and its associate.
3. The Interim Financial Statements are in compliance with the Sri Lanka Accounting Standard - LKAS 34: Interim Financial Reporting and the provisions of the Companies Act No. 7 of 2007 and provide the information as required in terms of Rule 7.4 of the Colombo Stock Exchange.
4. The consolidated financial statements of the Company comprise of the Company and its subsidiaries: People's Leasing Property Development Limited, People's Leasing Fleet Management Limited, People's Insurance Limited, People's Leasing Havelock Properties Limited, People's Microfinance Limited and the Group's interest in its associate: City Finance Corporation Limited (formerly known as Industrial Finance Limited).
5. All known expenses including management fees and similar expenses have been provided for in these financial statements.
6. Bank guarantee issued to Sampath Bank PLC by People's Leasing & Finance PLC on behalf of People's Leasing Property Development Ltd amounting to Rs. 1,475,000,000 expired during the period. Except that there has been no significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the year ended 31st March 2013.
7. Registrar General of Companies issued the Certificate of Amalgamation confirming the amalgamation of People's Finance PLC with People's Leasing & Finance PLC effective from 02nd April 2013.
8. Rs. 6,000,000,000 worth Debentures which were allocated among applicants on 27th March 2013 were listed on the Debt Securities Main Board of the Colombo Stock Exchange on 04th April 2013. Objectives of the issue were to utilize the proceeds for the working capital purposes of the Company, access to additional source of funds from non deposit sources, to minimize the mismatch in funding exposure, to minimize the interest rate risk and the gap exposure in assets/ liabilities portfolio and provide investors a structure that meet their risk-return and maturity needs.
9. Pursuant to the amalgamation of People's Finance PLC with the Company 19,862,322 number of shares of People's Leasing & Finance PLC (the Amalgamated Company) were issued on 05th April 2013 to the minority shareholders of People's Finance PLC in the proportion of three shares for every one share held in People's Finance PLC. Aforesaid shares were listed on the Main Board of the Colombo Stock Exchange on 10th April 2013.
10. The Company did not raise funds through a share issue, debenture or a rights issue during the period ended 30th September 2013 except for the shares issued to minority shareholders of People's Finance PLC as described in note 9 and there is no material change in the utilisation of funds during the period.
11. During the six months ended 30th September 2013 the Company redeemed 10,000,000 preference shares at Rs. 10/- each (5,000,000 on 30th April 2013 and 5,000,000 on 30th September 2013).
12. Pursuant to the approval given by the shareholders of the Company at the 17th Annual General Meeting held on 18th July 2013, the Company paid a final dividend of Rs. 0.50 per ordinary share on 30th July 2013 for the financial year ended 31st March 2013.
13. The Central Bank of Sri Lanka appointed People's Leasing & Finance PLC as the managing agent of Central Investments & Finance PLC with effect from 1st July 2013.
14. Mr. Piyadasa Kudabalage and Mr. Heyara Hewage Anura Chandrasiri were appointed to the Board of the Company as Non-Independent Non-Executive Director and Independent Non-Executive Director respectively with effect from 18th July 2013.

EXPLANATORY NOTES

15. Ms. M. G. Jinadasa, Dr. Don Joseph Douglas Jayakody and Mr. Hennek Gedara Wajira Swarna Sri Bandara have resigned from the office of Non- Executive Director of the Company with effect from 18th April 2013, 27th September 2013 and 14th October 2013 respectively.
16. On the 30th of September 2013 the Company received Rs. 81,440,305/- from People's Insurance Limited as an interim dividend for the financial year 2013.
17. There have been no material events subsequent to the reporting date, which require adjustments to or disclosures in the interim financial statements.

SELECTED PERFORMANCE INDICATORS

	Company	
	As at 30.09.2013	As at 31.03.2013*
Asset Quality (Rs. Mn)		
Total Accommodations	112,872	76,436
Net Total Accommodation (Net of provision for bad and doubtful debts)	111,557	75,723
Non- Performing Accommodations (Net of interest in suspense)	2,189	940
Gross Non-Performing Advances Ratio (%)	1.94	1.23
Liquidity (Rs. Mn)		
Required Minimum Amount of Liquid Assets	3,154	668
Available Amount of Liquid Assets	4,290	3,264
Required Minimum Amount of Government Securities	1,744	-
Available Amount of Government Securities	1,856	797
Capital Adequacy		
Core Capital (Tier1 Capital) - Rs. Mn	15,965	16,855
Total Capital Base - Rs.Mn	15,010	15,980
Core Capital to Risk Weighted Assets Ratio (Minimum 5%)	16.92%	21.15%
Total Capital to Risk Weighted Assets Ratio (Minimum 10%)	15.91%	20.06%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10%)	177.81%	246.75%
Profitability (Annualized)		
Interest Margin	8.54%	8.10%
Return on Average Assets (before Tax)	4.02%	4.93%
Return on Average Equity	15.33%	16.49%

* Ratios as at 31st March 2013 were given based on the information published in the Annual Report for the financial year 2012/13 prior to the amalgamation.

DEBENTURE INFORMATION

Market Prices for the quarter ended 30th September 2013

Debenture Type	Highest Rs.	Lowest Rs.	Last Traded Rs.
4 Years - 16.50% p.a. payable semi-annually	Not traded during the period		
5 Years - 16.75% p.a. payable semi-annually	Not traded during the period		
5 Years - 17.00% p.a. payable annually	Not traded during the period		

Interest Rates

Debenture Type	Coupon Rate (%)	Annual Effective Rate (%)
4 Years - 16.50% p.a. payable semi annually	16.50	17.18
5 Years - 16.75% p.a. payable semi annually	16.75	17.45
5 Years - 17.00% p.a. payable annually	17.00	17.00

Interest Rates of Comparable Government Securities

6 Months Treasury Bill	9.63%
1 Year Treasury Bill	10.57%
4 Year Treasury Bond	14.10%
5 Year Treasury Bond	11.17%

(Above rates are excluding 10% withholding tax)

Current Yield & Yield to Maturity

Debenture Type	Current Yield (%)	Yield to Maturity (%)
4 Years - 16.50% p.a. payable semi-annually	Not traded during the period	
5 Years - 16.75% p.a. payable semi-annually	Not traded during the period	
5 Years - 17.00% p.a. payable annually	Not traded during the period	

Ratios

	As at 30.09.2013	As at 31.03.2013
Debt to Equity Ratio (Times)	4.08	3.52
Interest Cover (Times)	1.36	1.47
Quick Asset Ratio (%)	66.15	76.10