

LB Finance PLC

PUBLICATION OF FINANCIAL STATEMENTS AS PER CENTRAL BANK GUIDELINES NO.02 OF 2006

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2017	FOR THE 6 MONTHS ENDED	
	30.09.2017 Rs.('000)	30.09.2016 Rs.('000)
Income	11,556,187	8,944,120
Interest Income	10,841,376	8,352,975
Interest Expenses	(5,503,474)	(3,603,606)
Net Interest Income	5,337,902	4,749,369
Fee and Commission Income	646,826	568,554
Net Trading Income	476	1,539
Other Operating Income	67,508	21,052
Total Operating Income	6,052,713	5,340,513
Impairment (Charge) / Reversal for Loans and Other Losses	(196,253)	(15,009)
Gold Loan Auction Losses	(430)	(1,850)
Net Operating Income	5,856,030	5,323,654
Operating Expenses		
Personnel Expenses	(1,147,741)	(966,165)
Depreciation of Property, Plant and Equipment	(173,224)	(162,379)
Amortisation of Intangible Assets	(8,852)	(8,080)
Other Operating Expenses	(1,093,418)	(919,059)
Operating Profit before Tax on Financial Services	3,432,795	3,267,972
Tax on Financial Services	(607,320)	(433,712)
Profit before Taxation	2,825,475	2,834,260
Income Tax Expense	(934,490)	(974,445)
Profit for the Period	1,890,985	1,859,815
Other Comprehensive Income		
Other Comprehensive Income to be Reclassified to Profit or Loss		
Gains and Losses arising on Re-measuring Available for Sale Financial Assets		
Equity Securities	12,502	16,177
Income Tax (Charge) / Reversal Relating to Components of Other Comprehensive Income	-	-
Other Comprehensive Income for the Period, Net of Tax	12,502	16,177
Total Comprehensive Income for the Period, Net of Tax	1,903,487	1,875,992
Basic Earnings Per Share (Rs.) *	13.65	13.43
* Calculated based on the Profit for the Period		

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2017	30.09.2017 Rs.('000)	30.09.2016 Rs.('000)
Assets		
Cash and Cash Equivalents	3,627,591	3,948,940
Financial Investments - Held for Trading	10,458	11,792
Loans and Receivables	35,588,604	29,231,097
Lease Rentals Receivable and Stock out on Hire	59,441,436	49,814,379
Financial Investments - Available for Sale	130,521	154,588
Other Financial Assets	8,361,245	3,929,722
Other Non Financial Assets	427,203	746,989
Property, Plant and Equipment	4,297,421	2,071,008
Intangible Assets	54,333	46,319
Total Assets	111,938,812	89,954,833
Liabilities		
Due to Banks	22,921,831	19,285,942
Due to Customers	68,555,172	53,081,542
Debt Instruments Issued and Other Borrowed Funds	2,091,699	2,662,155
Other Financial Liabilities	2,201,118	2,074,938
Other Non Financial Liabilities	867,118	645,292
Current Tax Liabilities	631,275	608,068
Deferred Tax Liabilities	503,488	143,142
Post Employment Benefit Liability	169,488	137,300
Total Liabilities	97,941,189	78,638,379
Shareholders' Funds		
Stated Capital	838,282	838,282
Retained Earnings	9,356,324	7,426,884
Reserves	3,803,017	3,051,287
Total Shareholders' Funds	13,997,623	11,316,454
Total Liabilities and Shareholders' Funds	111,938,812	89,954,833
Net Asset Value per Share (Rs.)	101.06	81.70
Commitments and Contingencies	1,231,229	985,180

The information contained in these statements have been extracted from the unaudited Financial Statements of the Company unless indicated as "Audited".

CERTIFICATION:

I certify that these Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

Sgd

Chief Financial Officer

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

Signed for and on behalf of the Board of Directors by:

Sgd

Managing Director

Sgd

Director

24th October 2017

Colombo

SELECTED PERFORMANCE INDICATORS	As at 30.09.2017	As at 30.09.2016
Capital Adequacy		
Core Capital (Tier 1 Capital), Rs. '000	12,094,136	9,410,965
Total Capital Base, Rs. '000	12,806,981	10,630,306
Core Capital Adequacy Ratio, as a % of Risk Weighted Assets (Minimum 5%)	14.44%	13.84%
Total Capital Adequacy Ratio, as a % of Risk Weighted Assets (Minimum 10%)	15.29%	15.64%
Capital Funds to Deposit Liabilities Ratio (Minimum 10%)	20.42%	21.32%
Profitability (%)		
Return on Avg Shareholders' Funds (After Tax) - Annualized	28.72%	34.43%
Return on Avg Assets (After Tax) - Annualized	3.55%	4.30%
Interest Margin	10.48%	11.34%

SELECTED PERFORMANCE INDICATORS	As at 30.09.2017	As at 30.09.2016
Asset Quality		
Gross Non-Performing Accommodations, Rs. '000	2,530,484	2,546,216
Total Accommodations, Rs. '000	118,032,824	96,616,247
Gross Non-Performing Accommodations Ratio, %	2.14%	2.64%
Net Non-Performing Accommodations Ratio, %	-0.13%	-0.06%
Regulatory Liquidity (Rs.'000)		
Required Minimum Amount of Liquid Assets	7,108,861	5,562,038
Available Amount of Liquid Assets	10,758,606	7,264,021
Required Minimum Amount of Government Securities	4,207,664	3,742,961
Available Amount of Government Securities	4,722,000	4,450,000
Memorandum Information		
Number of Employees	3,369	2,904
Number of Branches	119	112
Number of Gold Loan Centres	36	36



LB Finance PLC, 275/75, Prof. Stanley Wijesundara Mw., Colombo 7. Tel: 0112 200 000 | www.lbfinance.com | LB Finance PLC

•Leasing •Personal and Business Loans •Fixed Deposits •Savings •Gold Loans •Microfinance •Islamic Finance •Factoring •Margin Trading