



AMW CAPITAL LEASING AND FINANCE PLC

**INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2016**

AMW CAPITAL LEASING AND FINANCE PLC
STATEMENT OF FINANCIAL POSITION

	As at 30.09.2016 Rs. (Unaudited)	As at 31.12.2015 Rs. (Audited)
ASSETS		
Cash and Bank	105,620,893	49,960,730
Short Term Receivables	69,752,112	45,529,446
Other Non Financial Assets	12,053,154	32,800,693
Rentals Receivable on Lease and Hire Purchase Assets	7,156,787,287	6,623,236,113
Loans and Advances	2,727,362,355	2,333,194,105
Financial Investments - Available for Sale	80,400	80,400
Financial Investments - Held-to-Maturity	433,083,992	475,557,071
Plant & Equipment	54,396,547	55,155,604
Intangible Assets	15,176,553	16,660,395
Total Assets	<u>10,574,313,293</u>	<u>9,632,174,557</u>
EQUITY AND LIABILITIES		
Liabilities		
Bank Overdraft	61,767,149	72,390,785
Trade & Other Payables	670,788,369	736,599,841
Time Deposits	1,638,870,648	2,830,656,928
Amounts Due to Related Parties	2,279,064,148	769,580,668
Interest Bearing Borrowings	4,007,566,670	3,653,258,645
Provision for Income Tax	154,583,791	5,295,006
Deferred Taxation	162,952,886	191,087,331
Retirement Benefit Obligation	23,882,644	18,720,119
Total Liabilities	<u>8,999,476,305</u>	<u>8,277,589,323</u>
Equity		
Stated Capital	200,000,000	200,000,000
Retained Profit	1,305,991,590	1,093,347,112
Statutory Reserve Fund	68,845,398	61,238,122
Total Equity	<u>1,574,836,988</u>	<u>1,354,585,234</u>
Total Equity and Liabilities	<u>10,574,313,293</u>	<u>9,632,174,557</u>

I certify that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No.7 of 2007.



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Ivon Brohier
Senior Finance Manager

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Signed for and on behalf of the Board by:



.....
Brandon Morris
Director/CEO



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Dilani Yatawaka
Director

Colombo
26 October 2016

AMW CAPITAL LEASING AND FINANCE PLC
STATEMENT OF COMPREHENSIVE INCOME

	For the Three Months Ended			For the Nine Months Ended		
	30.09.2016 Rs. (Unaudited)	30.09.2015 Rs. (Unaudited)	Variance %	30.09.2016 Rs. (Unaudited)	30.09.2015 Rs. (Unaudited)	Variance %
Income	479,492,851	403,452,957	19%	1,376,569,385	1,157,375,175	19%
Interest Income	400,127,467	343,637,223	16%	1,154,648,791	993,657,892	16%
Interest Expense	(210,163,911)	(146,980,486)	43%	(567,509,694)	(426,387,642)	33%
Net Interest Income	189,963,556	196,656,737	-3%	587,139,097	567,270,250	4%
Other Operating Income	79,365,384	59,815,734	33%	221,920,594	163,717,283	36%
Profit Before Operating Expenses	269,328,940	256,472,471	5%	809,059,691	730,987,533	11%
Operating Expenses						
General Administration Costs	(63,652,225)	(67,639,100)	-6%	(178,713,184)	(190,015,782)	-6%
Staff Cost	(60,366,865)	(49,420,893)	22%	(146,537,213)	(141,933,440)	3%
Provision for Impairment Losses	(9,809,160)	(11,683,896)	-16%	(22,655,385)	(37,560,743)	-40%
Profit from Operations	135,500,690	127,728,582	6%	461,153,909	361,477,568	28%
Value Added Tax on Financial Services	(14,861,153)	(11,585,731)	28%	(48,487,880)	(31,982,717)	52%
Profit Before Tax	120,639,537	116,142,851	4%	412,666,029	329,494,851	25%
Taxation	(34,606,328)	(44,165,713)	-22%	(146,214,275)	(122,038,352)	20%
Net Profit for the Period	86,033,209	71,977,138	20%	266,451,754	207,456,499	28%
Other Comprehensive Income Net of Tax	-	-	-	-	-	-
Total Comprehensive Income Net of Tax	86,033,209	71,977,138	20%	266,451,754	207,456,499	28%
Earning Per Share	4.30	3.60		13.32	10.37	

Figures in brackets indicate deductions.

AMW CAPITAL LEASING AND FINANCE PLC
STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs.	Retained Profit Rs.	Statutory Reserve Fund Rs.	Total Equity Rs.
Balance as at 1 January 2015 (Audited)	200,000,000	894,238,956	49,704,555	1,143,943,511
Profit for the Period	-	207,456,499	-	207,456,499
Other Comprehensive Income	-	-	-	-
Dividend Paid	-	(21,000,000)	-	(21,000,000)
Transfers	-	(5,784,790)	5,784,790	-
Balance as at 30 September 2015 (Unaudited)	200,000,000	1,074,910,665	55,489,345	1,330,400,010
Profit for the Period	-	23,214,836	-	23,214,836
Other Comprehensive Income	-	970,388	-	970,388
Dividend Paid	-	-	-	-
Transfers	-	(5,748,777)	5,748,777	-
Balance as at 31 December 2015 (Audited)	200,000,000	1,093,347,112	61,238,122	1,354,585,234
Profit for the Period	-	266,451,754	-	266,451,754
Other Comprehensive Income	-	-	-	-
Dividend Paid	-	(46,200,000)	-	(46,200,000)
Transfers	-	(7,607,276)	7,607,276	-
Balance as at 30 September 2016 (Unaudited)	200,000,000	1,305,991,590	68,845,398	1,574,836,988

Figures in brackets indicate deductions.

AMW CAPITAL LEASING AND FINANCE PLC
CASH FLOW STATEMENT

For the Nine Months Ended	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES		
Net Profit before Income Tax	412,666,029	329,494,851
Adjustments for :		
Interest Income on Held to Maturity Investments	(33,183,518)	(47,711,921)
Dividend Income	-	(60,000)
Retiring Gratuity - Charge for the period	5,256,000	4,509,000
Gain on disposal of Fixed assets	(7,691,295)	-
Depreciation & Amortization	<u>21,737,771</u>	<u>29,012,323</u>
Operating Profit Before Changes in Working Capital	<u>398,784,987</u>	<u>315,244,253</u>
Increase / (Decrease) in Trade & Other Payables	42,439,768	217,787,463
(Increase) / Decrease in Other Receivables	(741,780)	(25,346,270)
Net Investment in Lease, Hire Purchase and Loans and Advances	(927,719,424)	(2,182,904,516)
Net Cash Generated from Operations	<u>(487,236,449)</u>	<u>(1,675,219,070)</u>
Gratuity Paid	(93,475)	-
Income Tax Paid	(15,884,111)	(101,125,970)
WHT Paid	(3,472,378)	(5,379,857)
ESC Paid	<u>(5,703,445)</u>	<u>-</u>
Net Cash from/ (used in) Operating Activities	<u>(512,389,858)</u>	<u>(1,781,724,897)</u>
CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
Dividend Income	-	60,000
Acquisition of Plant, Equipment and Intangible Assets	(20,323,321)	(17,566,841)
Proceeds from disposal of Fixed assets	8,520,000	-
Investments made during the period	39,647,966	1,401,238,991
Interest Received from Held to Maturity Investments	33,183,518	47,711,922
Net Cash from/ (used in) Investing Activities	<u>61,028,163</u>	<u>1,431,444,072</u>
CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES		
Dividends Paid	(46,200,000)	(21,000,000)
Increase / (Decrease) in Related Party Payables	1,183,056,013	(727,742,777)
Net Increase/(Decrease) in Borrowings	487,700,340	(380,467,000)
Net Increase/(Decrease) in Deposits from Customers	(1,106,910,601)	1,511,748,555
Net Cash from/ (used in) Financing Activities	<u>517,645,752</u>	<u>382,538,778</u>
Net Increase / (Decrease) in Cash & Cash Equivalents	66,284,057	32,257,953
Cash & Cash Equivalents at the Beginning of the period	(22,430,055)	7,248,121
Cash & Cash Equivalents at the End of the period	<u><u>43,854,002</u></u>	<u><u>39,506,074</u></u>

Figures in brackets indicate deductions.

AMW CAPITAL LEASING AND FINANCE PLC
NOTES TO THE FINANCIAL STATEMENTS
SEGMENTAL ANALYSIS

	Finance Lease		Hire Purchase		Term Loans		Operating Lease		Unallocated		Total	
	2016 Rs.	2015 Rs.	2016 Rs.	2015 Rs.	2016 Rs.	2015 Rs.	2016 Rs.	2015 Rs.	2016 Rs.	2015 Rs.	2016 Rs.	2015 Rs.
Interest Income	274,982,709	211,306,692	8,191,664	23,216,939	104,397,615	101,877,812	-	-	12,555,479	7,235,780	400,127,467	343,637,223
Other Operating Income	37,403,252	25,272,457	3,994,470	4,774,473	20,265,733	16,490,063	-	-	-	-	61,663,455	46,536,993
Rental Income	-	-	-	-	-	-	1,238,172	2,068,519	-	-	1,238,172	2,068,519
Unallocated Revenue	-	-	-	-	-	-	-	-	16,463,757	11,210,222	16,463,757	11,210,222
Total Revenue	312,385,961	236,579,149	12,186,134	27,991,412	124,663,348	118,367,875	1,238,172	2,068,519	29,019,236	18,446,002	479,492,851	403,452,957
Unallocated Expenses											(358,853,314)	(287,310,106)
Profit Before Tax											120,639,537	116,142,851
Taxation											(34,606,328)	(44,165,713)
Profit After Tax											86,033,209	71,977,138
Segment Assets	7,053,559,088	5,664,633,612	147,832,317	392,403,139	2,732,987,138	2,419,294,831	3,072,272	15,220,090	-	-	9,937,450,815	8,491,551,672
Unallocated Assets	-	-	-	-	-	-	-	-	636,862,478	606,364,663	636,862,478	606,364,663
Total Assets	7,053,559,088	5,664,633,612	147,832,317	392,403,139	2,732,987,138	2,419,294,831	3,072,272	15,220,090	636,862,478	606,364,663	10,574,313,293	9,097,916,335
Segment Liabilities	6,759,086,699	5,397,363,796	111,030,886	300,978,685	1,708,882,017	1,731,239,261	-	-	-	-	8,578,999,602	7,429,581,742
Unallocated Liabilities	-	-	-	-	-	-	-	-	420,476,703	337,934,583	420,476,703	337,934,583
Total Liabilities	6,759,086,699	6,483,787,051	111,030,886	296,963,650	1,708,882,017	1,706,485,244	-	-	420,476,703	337,934,583	8,999,476,305	7,767,516,325

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

AMW CAPITAL LEASING AND FINANCE PLC
Notes to the Financial Statements

1 The Interim Financial Statements of the Company are prepared in compliance with the Sri Lanka Accounting Standard-LKAS 34, Interim Financial Reporting. These Interim Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2015.

2 Information on Ordinary Shares

		For Nine Months Ended	
		30.09.2016	30.09.2015
(i)	Market Price Per Share		
	Highest	Rs. 22.40 *Not Traded	22.40 *Not Traded
	Lowest	Rs. 22.40 *Not Traded	22.40 *Not Traded
	Last Traded	Rs. 22.40 *Not Traded	22.40 *Not Traded

(ii) Directors' Share Holdings as at 30 September 2016 - NIL

(iii) Top Share Holders as at 30 September 2016

	No. of Shares	%
Associated Motorways (Private) Limited	18,000,000	90.00
Trading Enterprises Company LLC	1,999,999	9.99
A A De Silva	1	0.01

	30.09.2016	31.12.2015
(iv) Net Assets per Share (Rs.)	78.74	67.73

(v) The Public Shareholding as at 30 September 2016 is 10%

(vi) Number of shares representing the Entity's Stated Capital as of 30 September 2016 is 20,000,000.

3 There are no significant contingencies that require disclosure in the Interim Financial Statements as of 30 September 2016.

4 No circumstances have arisen subsequent to the Statement of Financial Position Date that require disclosure.

AMW CAPITAL LEASING AND FINANCE PLC**Selected Performance Indicators**

	30.09.2016	30.09.2015
Regulatory Capital Adequacy		
Core Capital (Tier 1 Capital) Rs.'000	1,467,752	1,220,633
Total Capital Base Rs.'000	1,467,752	1,220,633
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum 5%)	14.65%	14.25%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum 10%)	14.65%	14.25%
Capital Funds to Deposit Liabilities Ratio (Minimum 10%)	90%	49%
Profitability (%)		
Interest Margin (Annualized)	7.59%	8.56%
Return on Assets (before tax) (Annualized)	5.20%	4.83%
Return on Equity (Annualized)	22.56%	20.79%
Regulatory Liquidity (Rs.'000)		
Required Minimum Amount of Liquid Assets	398,548	374,563
Available Amount of Liquid Assets	509,411	504,285
Required Minimum Amount of Government Securities	242,908	150,781
Available Amount of Government Securities	375,000	361,847