



**INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
30 SEPTEMBER 2016**

PEOPLE'S INSURANCE PLC
STATEMENT OF INCOME

For the year ended 31.12.2015 Rs. (Audited)	Note	For the nine months ended			For the three months ended		
		30.09.2016	30.09.2015	Change %	30.09.2016	30.09.2015	Change %
		Rs. (Unaudited)	Rs. (Unaudited)		Rs. (Unaudited)	Rs. (Unaudited)	
3,617,209,197							
Revenue	6	3,127,093,084	2,654,522,966	17.8	1,136,336,907	906,194,721	25.4
3,813,271,656							
(233,573,271)	7	3,180,554,521	2,842,823,674	11.9	1,202,867,417	1,057,165,016	13.8
Gross written premium		(212,567,960)	(201,567,898)	5.5	(175,770,463)	(152,618,611)	15.2
(233,573,271)							
Net change in reserve for unearned insurance premium							
3,579,698,385							
Gross earned premium		2,967,986,560	2,641,255,776	12.4	1,027,096,954	904,546,405	13.5
(304,969,079)							
Premium ceded to reinsurers		(302,517,690)	(254,312,488)	19.0	(77,363,202)	(56,565,682)	36.8
(6,789,280)							
Net change in reserve for unearned reinsurance premium		41,888,178	12,901,426	224.7	(10,097,899)	(24,113,508)	(58.1)
3,267,940,026							
Net earned premium		2,707,357,048	2,399,844,714	12.8	939,635,854	823,867,215	14.1
-							
Other technical income		20,651,498	1,793	100.0	8,425,415	1,793	100.0
3,267,940,026							
Total technical income		2,728,008,546	2,399,846,507	13.7	948,061,269	823,869,008	15.1
Claims and expenses							
(2,257,436,973)							
Net claims		(1,963,463,555)	(1,666,427,573)	17.8	(713,727,778)	(598,684,866)	19.2
(337,631,756)							
Underwriting and net acquisition costs		(281,096,907)	(247,927,259)	13.4	(96,369,832)	(86,202,258)	11.8
(419,175,966)							
Other operating and administrative expenses		(372,975,053)	(309,164,620)	20.6	(137,831,305)	(111,052,754)	24.1
(3,014,244,695)							
Total claims and expenses		(2,617,535,516)	(2,223,519,452)	17.7	(947,928,915)	(795,939,878)	19.1
253,695,331							
Underwriting results		110,473,031	176,325,261	(37.3)	132,354	27,929,130	(99.5)
Other revenue							
37,183,722							
Fee income		30,022,390	27,156,596	10.6	11,130,076	10,109,790	10.1
301,754,272							
Interest and dividend income	8	341,874,725	216,982,891	57.6	126,639,383	73,023,484	73.4
(1,406,653)							
Net fair value gain/(loss)		20,865,853	1,827,845	1,041.6	47,508,906	(6,281,887)	(856.3)
11,737,830							
Other operating revenue		6,321,570	8,709,127	(27.4)	2,997,272	5,474,326	(45.2)
349,269,171							
Total other revenue		399,084,538	254,676,459	56.7	188,275,638	82,325,713	128.7
602,964,502							
Profit before tax		509,557,569	431,003,513	18.2	188,407,992	110,254,843	70.9
(138,797,208)							
Income tax expense	9	(56,828,651)	(114,539,252)	(50.4)	(16,804,795)	(25,877,043)	(35.1)
464,167,294							
Profit for the period		452,728,917	316,464,261	43.1	171,603,197	84,377,800	103.4
3.09							
Basic earnings per share	10	2.26	2.11	7.3	0.86	0.56	52.5

The notes to the financial statements form an integral part of these interim condensed financial statements.

PEOPLE'S INSURANCE PLC
STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31.12.2015 Rs. (Audited)		For the nine months ended			For the three months ended		
		30.09.2016	30.09.2015	Change	30.09.2016	30.09.2015	Change
		Rs. (Unaudited)	Rs. (Unaudited)	%	Rs. (Unaudited)	Rs. (Unaudited)	%
464,167,294	Profit for the period	452,728,917	316,464,261	43.1	171,603,197	84,377,800	103.4
	Other comprehensive income						
	Other comprehensive income to be reclassified to statement of income:						
	Available-for-sale financial instruments						
(10,473,903)	Net change in fair value during the period	(3,068,658)	(9,070,358)	(66.2)	10,023,401	(1,318,150)	(860.4)
(578,094)	Deferred tax effect	-	-	-	-	-	-
(11,051,997)		(3,068,658)	(9,070,358)	(66.2)	10,023,401	(1,318,150)	(860.4)
	Other comprehensive income not to be reclassified to statement of income:						
166,793	Actuarial gain/(loss) on defined benefit plans	-	-	-	-	-	-
166,793		-	-	-	-	-	-
(10,885,204)	Other comprehensive income for the period, net of tax	(3,068,658)	(9,070,358)	(66.2)	10,023,401	(1,318,150)	(860.4)
453,282,090	Total comprehensive income for the period, net of tax	449,660,259	307,393,903	46.3	181,626,598	83,059,650	118.7

PEOPLE'S INSURANCE PLC
STATEMENT OF FINANCIAL POSITION

As at	30.09.2016	31.12.2015
	Rs.	Rs.
	(Unaudited)	(Audited)
	Note	
Assets		
Intangible assets	26,582,165	36,164,330
Property, plant and equipment	23,631,743	21,600,023
Financial investments	11 5,334,233,560	4,931,438,835
Reinsurance receivables	169,896,860	94,907,488
Insurance receivables	698,187,472	591,448,312
Deferred expenses	203,574,979	200,827,593
Other assets	70,993,973	20,016,352
Cash and cash equivalents	102,800,317	745,691,980
Total assets	<u>6,629,901,069</u>	<u>6,642,094,913</u>
Equity and liabilities		
Equity		
Stated capital	1,350,000,000	1,350,000,000
Retained earnings	1,082,370,332	899,641,415
Available-for-sale and other reserves	(1,715,940)	1,352,719
Total equity	<u>2,430,654,391</u>	<u>2,250,994,134</u>
Liabilities		
Insurance contract liabilities	12 3,486,060,646	3,166,616,516
Employee defined benefit obligations	7,437,075	6,027,515
Other financial liabilities	511,061,255	1,034,275,097
Other liabilities	25,809,967	24,448,328
Reinsurance payables	56,136,714	36,820,194
Income tax payables	41,515,589	75,219,452
Deferred tax liabilities	5,940,990	5,940,989
Bank overdraft	65,284,443	41,752,688
Total liabilities	<u>4,199,246,678</u>	<u>4,391,100,779</u>
Total equity and liabilities	<u>6,629,901,069</u>	<u>6,642,094,913</u>

The notes to the financial statements form an integral part of these interim condensed financial statements.

These interim condensed financial statements are in compliance with requirements of the Companies Act No. 07 of 2007.

(Sgd.)

Nilushan Somarathna

Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these interim condensed financial statements. Signed for and on behalf of the Board by;

(Sgd.)

Jehan P. Amaratunga

Chairman

(Sgd.)

D. P. Kumara

Managing Director

01st November 2016

Colombo

PEOPLE'S INSURANCE PLC

STATEMENT OF CHANGES IN EQUITY

	Stated capital	Retained earnings	Available-for- sale reserves	Other reserves	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
Audited balance as at 1 January 2015 (adjusted for super gain tax)	600,000,000	698,442,872	13,004,499	(766,576)	1,310,680,795
Profit for the period (unaudited)	-	316,464,261	-	-	316,464,261
Net change in fair value of available-for-sale financial assets	-	-	(9,070,359)	-	(9,070,359)
Final dividend paid for 2014	-	(120,000,000)	-	-	(120,000,000)
Interim dividend paid for 2015	-	(120,000,000)	-	-	(120,000,000)
Unaudited balance as at 30 September 2015	<u>600,000,000</u>	<u>774,907,133</u>	<u>3,934,140</u>	<u>(766,576)</u>	<u>1,378,074,697</u>
Issue of ordinary shares pending allotment	750,000,000	-	-	-	750,000,000
Expenses related to issue of ordinary shares	-	(22,968,751)	-	-	(22,968,751)
Profit for the period (unaudited)	-	147,703,032	-	-	147,703,032
Actuarial gain/(loss) on defined benefit plans	-	-	-	166,793	166,793
Net change in fair value of available-for-sale financial assets	-	-	(1,981,639)	-	(1,981,639)
Audited balance as at 31 December 2015	<u>1,350,000,000</u>	<u>899,641,415</u>	<u>1,952,501</u>	<u>(599,783)</u>	<u>2,250,994,132</u>
Issue of ordinary shares pending allotment	(750,000,000)	-	-	-	(750,000,000)
Ordinary shares allotment	750,000,000	-	-	-	750,000,000
Profit for the period (unaudited)	-	452,728,917	-	-	452,728,917
Net change in fair value of available-for-sale financial assets	-	-	(3,068,658)	-	(3,068,658)
Final dividend paid for 2015	-	(120,000,000)	-	-	(120,000,000)
Interim dividend paid for 2016	-	(150,000,000)	-	-	(150,000,000)
Unaudited balance as at 30 September 2016	<u>1,350,000,000</u>	<u>1,082,370,332</u>	<u>(1,116,157)</u>	<u>(599,783)</u>	<u>2,430,654,391</u>

The notes to the financial statements form an integral part of these interim condensed financial statements.

PEOPLE'S INSURANCE PLC
STATEMENT OF CASH FLOWS

For the nine months ended	Note	30.09.2016 Rs. (Unaudited)	30.09.2015 Rs. (Unaudited)
Operating activities			
Premium received from customers		3,071,633,209	2,673,583,687
Reinsurance premium paid		(283,201,168)	(237,025,311)
Claims paid		(1,926,056,413)	(1,690,951,775)
Reinsurance receipts in respect of claims		22,638,495	30,959,627
Interest received		315,172,938	260,495,849
Dividends received		12,823,233	7,024,120
Other operating cash flows		(1,131,369,807)	(494,573,362)
Cash flows from/(used in) operating activities	A	81,640,487	549,512,835
Income tax paid		(90,532,515)	(93,493,149)
Net cash flows from/(used in) operating activities		(8,892,028)	456,019,686
Investing activities			
Purchase of liquid investments		(11,864,731,661)	(9,269,347,827)
Purchase of other investments		(1,658,317,517)	(653,786,333)
Sale of liquid investments		12,221,493,742	8,979,911,022
Sale of other investments		922,702,384	537,300,648
Purchase of property, plant and equipment		(8,678,338)	(4,953,516)
Net cash flows used in investing activities		(387,531,390)	(410,876,006)
Net cash flows before financing activities		(396,423,418)	45,143,680
Financing activities			
Ordinary dividends paid		(270,000,000)	(240,000,000)
Net cash flow used in financing activities		(270,000,000)	(240,000,000)
Net increase/(decrease) in cash and cash equivalents	B	(666,423,418)	(194,856,320)

Notes to the Statement of Cash Flows

For the nine months ended	30.09.2016 Rs. (Unaudited)	30.09.2015 Rs. (Unaudited)
A. Cash flows generated from operating activities		
Profit before tax	509,557,639	430,703,442
Unrealised loss on quoted equities at market value	(4,883,194)	3,154,919
Provision for retirement benefit obligations	1,470,735	1,218,237
Depreciation and amortisation expenses	16,228,782	17,615,889
Provision - Insurance receivables	2,781,149	3,008,143
Changes in working capital		
(Increase)/decrease in reinsurance assets	(74,989,365)	36,044,488
Increase in insurance receivables and other assets	(157,117,848)	(243,175,933)
Decrease in deferred expenses	(2,747,386)	(8,314,609)
Increase in insurance liabilities	318,444,124	172,084,384
Increase/(decrease) in other liabilities	(527,104,149)	137,173,874
Cash flow from operating activities	81,640,487	549,512,835
B. Increase in cash and cash equivalents		
Cash in hand and balance at bank	102,800,317	40,942,069
Bank overdraft	(65,284,443)	(58,214,109)
Net cash and cash equivalents at the end of the period	37,515,874	(17,272,041)
Less: Net cash and cash equivalents at the beginning of the period	703,939,292	177,584,279
Net increase/(decrease) in cash and cash equivalents during the period	(666,423,418)	(194,856,320)

PEOPLE'S INSURANCE PLC
NOTES TO THE FINANCIAL STATEMENTS

1. Reporting entity

People's Insurance PLC is a public limited liability company incorporated and domiciled in Sri Lanka. The registered office of the Company is situated at No. 1161, Maradana Road, Colombo 08 and the principal place of business is situated at No. 53, Dharmapala Mawatha, Colombo 03. The Company's parent entity is People's Leasing & Finance PLC. The Company's ultimate parent undertaking and controlling entity is People's Bank which is owned by the Government of Sri Lanka. Ordinary shares of the Company were listed on the Colombo Stock Exchange (CSE) in January 2016.

2. Audit of financial statements

The interim condensed financial statements for the nine months ended 30 September 2016 are provisional and unaudited.

3. Approval of financial statements

These interim condensed financial statements were authorised for issue by the Board of Directors on 01 November 2016.

4. Basis of preparation

The interim condensed financial statements have been prepared in compliance with 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. Further, provisions of the Companies Act No. 7 of 2007 have been considered in preparing the interim condensed financial statements of the Company. The same accounting policies have been followed in preparation of these interim condensed financial statements as stated in the audited financial statements.

5. Comparative information

Comparative information has been restated where necessary to ensure comparability with the current period information.

6. Revenue

For the year ended 31.12.2015		For the nine months ended		For the three months ended	
		30.09.2016	30.09.2015	30.09.2016	30.09.2015
Rs.		Rs.	Rs.	Rs.	Rs.
(Audited)		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
3,267,940,026	Total technical income	2,728,008,546	2,399,846,507	948,061,269	823,869,008
349,269,171	Total other revenue	399,084,538	254,676,459	188,275,638	82,325,713
<u>3,617,209,197</u>		<u>3,127,093,084</u>	<u>2,654,522,966</u>	<u>1,136,336,907</u>	<u>906,194,721</u>

7. Gross written premium

Premium income by major classes of business is as follows;

For the year ended 31.12.2015		For the nine months ended		For the three months ended	
		30.09.2016	30.09.2015	30.09.2016	30.09.2015
Rs.		Rs.	Rs.	Rs.	Rs.
(Audited)		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
3,206,242,923	Motor	2,606,201,876	2,339,701,292	985,057,713	885,664,553
278,560,883	Fire	258,245,691	234,865,033	64,753,891	51,660,819
17,655,341	Marine	9,388,889	8,291,001	3,418,992	578,994
310,812,509	Miscellaneous	306,718,065	259,966,349	149,636,821	119,260,650
<u>3,813,271,656</u>		<u>3,180,554,521</u>	<u>2,842,823,674</u>	<u>1,202,867,417</u>	<u>1,057,165,016</u>

8. Interest and dividend income

For the year ended 31.12.2015		For the nine months ended		For the three months ended	
		30.09.2016	30.09.2015	30.09.2016	30.09.2015
Rs.		Rs.	Rs.	Rs.	Rs.
(Audited)		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
288,450,816	Interest income	329,051,492	209,958,771	126,492,353	72,267,798
13,303,456	Dividend income	12,823,233	7,024,120	147,030	755,686
<u>301,754,272</u>		<u>341,874,725</u>	<u>216,982,891</u>	<u>126,639,383</u>	<u>73,023,484</u>

9. Income tax expense

According to the Inland Revenue Act No. 10 of 2006 and subsequent amendments thereto, any company which is liable to pay income tax at the rate of 28% lists its shares on the Colombo Stock Exchange (CSE) by way of a minimum Initial Public Offering (IPO) through which not less than 20% of its shares is issued to the general public on or before 1 April 2017, the income tax rate will be reduced by 50% for the year of assessment in which the such shares are listed and for another two years of assessment, provided that such company after listing continues to maintain a minimum public float of 20%.

Accordingly, 25% of the shares of the Company were offered and issued to the general public by way of an IPO in December 2015 and shares of the Company were listed on the CSE in January 2016. As at 30 September 2016, the public float of the Company's shares was 24.94% while the Company was liable for income tax at 28% (before the tax reduction). Hence, the Company was considered eligible for the 50% tax reduction as per the said Act, during the reporting period and income tax was calculated at 14% (2015 – 28%).

10. Basic earnings per share (EPS)

Basic earnings per share is calculated by dividing the net profit after tax for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

Year Ended 31.12.2015 (Audited)		For the nine months ended		For the three months ended	
		30.09.2016 (Unaudited)	30.09.2015 (Unaudited)	30.09.2016 (Unaudited)	30.09.2015 (Unaudited)
464,167,294	Profit for the period (Rs.)	452,728,917	316,464,261	171,603,197	84,377,800
150,000,000	Weighted average number of shares	200,000,000	150,000,000	200,000,000	150,000,000
3.09	Basic earnings per share (Rs.)	2.26	2.11	0.86	0.56

11. Financial investments

As at	Carrying value		Fair value	
	30.09.2016 Rs. (Unaudited)	31.12.2015 Rs. (Audited)	30.09.2016 Rs. (Unaudited)	31.12.2015 Rs. (Audited)
Fair value through profit or loss	336,660,730	333,570,843	336,660,730	333,570,843
Available-for-sale	1,332,630,952	1,069,388,448	1,332,630,952	1,069,388,448
Loans and receivables	3,664,941,878	3,528,479,544	3,666,441,877	3,530,034,677
	5,334,233,560	4,931,438,835	5,335,733,559	4,932,993,968

12. Insurance contract liabilities

As at	30.09.2016 Rs. (Unaudited)	31.12.2015 Rs. (Audited)
Provision for net unearned premium	2,108,947,194	1,938,267,407
Provision for gross outstanding claims	915,878,052	813,614,242
Provision for gross incurred but not reported (IBNR) claims	461,235,400	414,734,867
	3,486,060,646	3,166,616,516

12.1 Actuarial valuation of claim liabilities

Consultant actuaries of the Company have carried out an actuarial valuation of claim liabilities as at 30 September 2016. According to the said actuarial valuation, the Company had adequate provisions in the financial statements.

12.2 Liability adequacy test

The liability adequacy test (LAT) performed by consultant actuaries for the balance as at 30 September 2016 concluded that the liability value is sufficient to meet future claims and expenses. Hence, no provision was made for premium deficiency.

PEOPLE'S INSURANCE PLC

NOTES TO THE FINANCIAL STATEMENTS

13. Related party transactions

The Company carries out transactions in the ordinary course of business with parties who are defined as related parties in Sri Lanka Accounting Standard (LKAS) 24, Related Party Disclosures.

Details of the related party transactions are reported below.

13.1 Transactions and outstanding balances with the ultimate parent - People's Bank

For the nine months ended	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium in respect of their own policies	218,084,011	206,341,633
Insurance premium in respect of customers introduced	75,633,254	66,019,431
	10,574,737	9,391,792
Claims expense	30,260,747	85,112,675
Investment in repurchase agreements (Including reinvestments made during the year)	9,722,507,594	8,448,794,474
Settlement of repurchase agreements (Including settlement for reinvestments)	9,596,750,061	8,124,930,043
Investment income from overnight repurchase agreements	2,250,947	5,460,134
Treasury bills purchased	1,556,058,729	2,760,717,531
Interest income from fixed deposits	1,967,938	4,419,120
Interest income from savings account	77,597	36,556
Building rent expense	675,000	675,000
Outstanding balances		
As at	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium receivable in respect of their own policies	4,985,912	2,313,459
Insurance premium receivable in respect of customers introduced	21,144,427	11,779,203
Service charge expense payable	4,017,538	2,904,541
Claims outstanding	171,366,288	161,679,094
Fixed deposits	63,409,455	58,040,042
Savings account	9,444,930	1,475,111
Building rent expenses payable	75,000	150,000
Cash at bank	89,369,005	40,788,540
Bank overdraft	65,284,443	58,214,109

PEOPLE'S INSURANCE PLC
NOTES TO THE FINANCIAL STATEMENTS

13.2 Transactions and outstanding balances with the immediate parent - People's Leasing & Finance PLC

Transactions		
For the nine months ended	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium in respect of their own policies	114,891,922	86,040,797
Insurance premium in respect of customers introduced	2,281,491,122	2,158,638,588
Service charges	304,537,187	267,579,247
Claims expense	206,973	300,960
Support service expense ^{Note}	11,775,107	11,775,107
Computer maintenance expense	26,257,155	17,007,807
Debenture interest	12,477,398	12,442,625
Interest income from savings account	937,695	150,157
Interest income from fixed deposits	8,377,548	4,804,169
Building rent expenses	4,285,269	4,285,161
As at	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium receivable in respect of their own policies	6,532,604	75,694,429
Insurance premium receivable in respect of customers introduced	557,881,750	529,093,277
Service charges payable	176,745,996	164,417,201
Claims outstanding	4,222,276	3,392,296
Support service expenses payable	1,308,344	11,775,107
Computer maintenance Payable	3,131,624	17,007,807
Debentures	108,362,151	108,331,573
Savings accounts	24,118,195	1,067,614
Fixed deposits	198,710,200	84,941,980
Building rent expenses payable	476,141	476,111
Inter company current account payable	18,520,944	34,789,848

Note: Support service expense includes amounts payable in respect of shared salary expenses in relation to information and communication technology, human resources and logistics services provided to the Company during the period.

PEOPLE'S INSURANCE PLC
NOTES TO THE FINANCIAL STATEMENTS

13.3 Transactions and outstanding balances with subsidiary companies of parent company

People's Leasing Fleet Management Limited

Transactions

For the nine months ended	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium in respect of their own policies	8,040,780	5,388,825
Vehicle hiring expenses	1,804,718	1,804,716
Assessor's fees	9,508,731	6,202,848

Outstanding balances

As at	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium receivable	1,103,007	37,520
Inter company current account payable	275,164	46,625

People's Leasing Microfinance Limited

Transactions

For the nine months ended	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium in respect of their own policies	3,703,229	4,123,886
Insurance premium in respect of customers introduced	63,232,043	20,093,523
Service charges	8,303,234	2,521,542

Outstanding balances

As at	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium receivable in respect of their own policies	64,935	112,570
Insurance premium receivable in respect of customers introduced	16,851,098	6,768,951
Service charges payable	3,059,311	1,703,954

People's Merchant Finance PLC

Transactions

For the nine months ended	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium in respect of their own policies	18,631	5,749
Insurance premium in respect of customers introduced	1,965,980	379,640
Service charges	207,558	44,192

Outstanding balances

As at	30.09.2016	30.09.2015
	Rs.	Rs.
	(Unaudited)	(Unaudited)
Insurance premium receivable in respect of their own policies	-	3,060
Insurance premium receivable in respect of customers introduced	658,629	208,080
Service charges payable	299,399	29,045

13.4 Transactions with other related companies

Other related entities are those which are controlled or significantly influenced, directly or indirectly by key management personnel of the Company.

Name of the Company	Control, joint control or significant influence by key management personnel	Nature of transaction	30.09.2016	30.09.2015
			Rs.	Rs.
			(Unaudited)	(Unaudited)
MTD Walkers PLC	Mr. Jehan P. Amarathunga	Interest income from debentures	3,655,599	-
		Carrying amount of debenture investments	52,446,888	-

PEOPLE'S INSURANCE PLC
NOTES TO THE FINANCIAL STATEMENTS

13.4 Transactions with other related companies (Contd.)

Name of the Company	Control, joint control or significant influence by key management personnel	Nature of transaction	30.09.2016 Rs. (Unaudited)	30.09.2015 Rs. (Unaudited)
Sanasa Development Bank	Mr. Lakshman Abeysekera	Interest income from debentures	3,869,172	-
		Carrying amount of debenture investments	51,294,172	-

13.5 Transactions and outstanding balances with the key management personnel

People's Insurance PLC considers its Board of Directors and their immediate family members as the key management personnel of the Company.

Transactions

For the nine months ended

	30.09.2016 Rs. (Unaudited)	30.09.2015 Rs. (Unaudited)
Directors' fees	825,000	495,000

Since the Government of Sri Lanka directly controls the Company's ultimate parent, the Company has considered the Government of Sri Lanka and other entities which are controlled, jointly controlled or significantly influenced by the Government of Sri Lanka as related parties according to Sri Lanka Accounting Standard (LKAS) 24, Related Party Disclosures.

The Company enters into transactions, arrangements and agreements with the Government of Sri Lanka and its related entities and significant transactions have been reported where applicable.

Transactions entered into with the Government of Sri Lanka and its related entities, relating to the ordinary course of business are detailed below.

- Payment of statutory rates and taxes
- Payment for utilities mainly comprising telephone, electricity and water
- Payment for employment retirement benefits - EPF and ETF
- Transactions with National Insurance Trust Fund on reinsurance arrangements

14. Events after the reporting date

There have been no events subsequent to the reporting date, which would have any material effect on the Company.

15. Capital commitments

There were no significant capital commitments as at the reporting date.

16. Contingencies

In the opinion of the Directors and the Company's lawyers, pending litigation against the Company will not have a material impact on the reported financial results or future operations of the Company.

All pending litigation for claims have been evaluated and adequate provisions have been made in the financial statements.

PEOPLE'S INSURANCE PLC
SHARE INFORMATION

Disclosed below are the information required by the listing rules 7.4 of the Colombo Stock Exchange (CSE) in interim financial statements.

Liability to management fees or other similar nature expenditure

Liability to management fees or any other similar expenditure have been provided for in the interim accounts where applicable.

Use of funds raised through initial public offering

There is no material change in the use of funds raised through the initial public offering.

Top 20 shareholders

Name of the shareholder	As at 30 September 2016	
	No. of shares	%
People's Leasing & Finance PLC	150,000,000	75.00
J.B. Cocoshell (Pvt) Ltd.	4,764,462	2.38
Mr. Kulappu Arachchige Don Anurada Perera	3,166,804	1.58
Deutsche Bank AG as Trustee for JB Vantage Value Equity Fund	2,934,413	1.47
NDB Capital Holdings PLC	2,880,800	1.44
NDB Investment Bank Limited	2,880,800	1.44
Rubber Investment Trust Limited A/C # 1	2,689,400	1.34
Askold (Private) Limited	2,122,600	1.06
The Ceylon Investment PLC A/C # 02	1,765,200	0.88
The Ceylon Guardian Investment Trust PLC A/C # 02	1,765,200	0.88
Dr. Senthilverl Thirugnanasambandar	1,420,364	0.71
East India Holding (Pvt) Ltd	1,227,806	0.61
Jafferjee Brothers (Export) Limited	1,159,300	0.58
Mr. Hanif Yusoof	1,016,025	0.51
Bank Of Ceylon A/C NDB Wealth Growth Fund	998,234	0.50
Mr. Gulzar Hussein Ibrahim Jafferjee	769,100	0.38
Mr. Murtaza Ali Jafferjee	769,100	0.38
Hallsville Trading Group INC	626,500	0.31
E.W. Balasuriya & Co. (Pvt) Ltd	626,500	0.31
ACL Plastics Limited	585,500	0.29
	<hr/>	
	184,168,108	92.08
Others	15,831,892	7.92
	<hr/>	
	200,000,000	100.00
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PEOPLE'S INSURANCE PLC
SHARE INFORMATION

Public shareholding

	30 September 2016	
	No. of shares	% of total no. of shares
Number of shares	49,875,000	24.94
Number of shareholders	1,562	99.87

Directors' shareholdings

Name of the Director	No. of shares as at 30 September 2016
Jehan P. Amaratunga - Chairman	-
N. Vasantha Kumar	-
D. P. Kumarage - Managing Director	125,000
L. Abeyssekara	-

Stated capital

The number of shares representing the Company's stated capital is given below.

	No. of shares as at 30 September 2016
Stated capital (Rs.)	1,350,000,000
No. of shares	200,000,000
Class of shares	Ordinary shares
Voting rights	One vote per ordinary share

Share performance

	Rs.
Net asset value per share as at 30 September 2016	12.15
Highest price per share for the interim period	19.10
Lowest price per share for the interim period	16.20
Last traded price per share as at 30 September 2016	18.70