



INTERIM FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 2012

VALLIBEL FINANCE PLC
INCOME STATEMENT

Amounts in Rupees '000

	Quarter ended 31st March			Year ended 31st March		
	2012 (Unaudited)	2011 (Audited)	Growth	2012 (Unaudited)	2011 (Audited)	Growth
Income	372,109	199,967	86%	1,203,910	639,661	88%
Interest Income	351,426	183,256	92%	1,105,876	595,383	86%
Interest Expense	(188,041)	(88,615)	112%	(532,655)	(269,556)	98%
Net Interest Income	163,385	94,641	73%	573,221	325,827	76%
Other operating Income	20,681	16,711	24%	98,034	44,278	121%
Operating Expenses						
Personnel Costs	(15,719)	(13,396)	17%	(81,618)	(50,103)	63%
General and Administration Expenses	(72,646)	(36,266)	100%	(168,973)	(85,148)	98%
Profit before Loan Loss Provision & Taxation	95,701	61,690	55%	420,664	234,854	79%
Loan Loss Provision	(3,783)	7,889	-52%	(16,371)	(3,437)	376%
Profit before Taxation & Value Added Taxation	91,918	69,579	32%	404,293	231,417	75%
Value Added Tax on Financial Services	(5,186)	(6,647)	-22%	(37,573)	(39,568)	-5%
Profit after Taxation & Value Added Taxation	86,732	62,932	38%	366,720	191,849	91%
Taxation	(29,698)	(26,279)	13%	(135,783)	(84,142)	61%
Profit for the period	57,034	36,653	56%	230,937	107,707	114%
Earnings Per Share (Annualized)	5.49	3.53	56%	5.56	2.63	111%

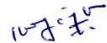
VALLIBEL FINANCE PLC
BALANCE SHEET

Amounts in Rupees '000

	As at 31st March 2012 (Unaudited)	As at 31st March 2011 (Audited)	Growth
ASSETS			
Cash & Bank Balances	78,577	65,830	19%
Treasury Bills and Bonds Eligible for Rediscounting	251,322	125,230	101%
Investments in Dealing Securities	12,283	4,668	163%
Investments in Other Securities	15,744	15,744	0%
Placement with Banks and Other Finance Companies	210,000	165,000	27%
Loans & Advances to customers	311,225	162,730	91%
Lease Rental Receivable and Stock Out On Hire	5,524,657	3,094,018	79%
Trade & Other Receivables	189,381	175,579	8%
Inventories	-	1,900	-100%
Property, Plant & Equipment	105,790	78,883	34%
Total Assets	6,698,979	3,889,582	72%
LIABILITIES			
Bank Overdraft	81,986	49,661	65%
Rental Received in Advance	76,741	68,118	13%
Deposits	3,910,613	2,596,232	51%
Borrowings	1,398,459	449,323	211%
Debenture	225,000	-	0%
Retirement Benefit Obligation	3,903	2,323	68%
Income Tax Payable	93,433	45,973	103%
Deferred Taxation	14,231	14,231	0%
Accrued Expenses	117,025	91,702	28%
Trade Payables	38,288	69,198	-45%
Other Payables	61,001	34,684	76%
	6,020,680	3,421,445	76%
EQUITY			
Capital and Reserves			
Stated Capital	287,153	287,153	0%
Statutory Reserve	86,195	40,007	115%
General Reserve	7,500	7,500	0%
Investment Fund Account	48,190	5,350	801%
Retained Earnings	249,262	128,127	95%
Shareholders' Equity	678,299	468,137	45%
Total Equity and Liabilities	6,698,979	3,889,582	72%
Net assets per share	16.32	11.27	45%

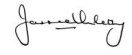
Note : The above figures are subject to Audit

These Financial Statements have been prepared and presented in compliance with the requirements of the Companies Act, No.07 of 2007


K.D.Menaka Sameera
Head of Finance

The board of directors is responsible for the preparation and the presentation of these Financial Statements.
Approved and signed for and on behalf of the Board ;


S.B.Rangamuwa
Managing Director
Colombo


J.A.S.S.Adhihetty
Director

3rd May 2012

VALLIBEL FINANCE PLC
STATEMENT OF CHANGES IN EQUITY

	Amounts in Rupees '000					
For the year ended 31st March	Stated Capital Rs.	Statutory Reserve Rs.	General Reserve Rs.	Investment Fund Account Rs.	Retained Earnings Rs.	Total Rs.
Balance as at 1st April 2010	172,753	18,423	7,500		68,129	266,805
Shares issued during the period	114,400	-	-	-	-	114,400
Dividend	-	-	-	-	(20,775)	(20,775)
Profit for the period	-	-	-	-	107,707	107,707
Transfers	-	21,584	-	5,350	(26,934)	-
Balance as at 31st March 2011	287,153	40,007	7,500	5,350	128,127	468,137
Balance as at 1st April 2011	287,153	40,007	7,500	5,350	128,127	468,137
Profit for the period	-	-	-	-	230,937	230,937
Dividend	-	-	-	-	(20,775)	(20,775)
Transfers	-	46,187	-	42,840	(89,028)	-
Balance as at 31st March 2012	287,153	86,195	7,500	48,190	249,262	678,299

VALLIBEL FINANCE PLC
CASH FLOW STATEMENT

Amounts in Rupees '000

For the year ended

Cash Flow From Operating Activities

Interest and commission receipts	1,131,370	604,676
Interest payments	(498,578)	(232,997)
Cash receipts from customers	92,666	31,345
Cash payments to employees and suppliers	(220,318)	(128,515)

Operating Profit Before Changes

in Operating Assets and Liabilities

505,140 **274,509**

(Increase) / Decrease in Operating Assets

Short term funds	(7,392)	(93,336)
Deposits held for regulatory or monetary control purposes	(202,402)	(149,385)
Funds advanced to customers	(2,582,457)	(1,642,059)

Increase / (Decrease) in Operating Liabilities

Deposits from customers	1,275,926	1,454,506
Certificate of deposits	38,455	2,249

Net Cash (Used In) / Generated from

Operating Activities before Income Tax

(1,477,871) **(428,024)**

Taxes paid

(130,294) (97,667)

Net Cash (Used In) / Generated from

Operating Activities after Income Tax

(1,608,165) **(525,691)**

Cash Flows From Investing Activities

Dividends received	58	20
Purchase of non-dealing securities	(24,574)	(2,653)
Purchase of property , plant and equipment	(45,398)	(72,568)

Net Cash Used In Investing Activities

(69,915) **(75,201)**

Cash Flows From Financing Activities

Issue of ordinary share capital	-	114,400
Issue of Debentures	225,000	-
Net increase / (decrease) in borrowings	949,136	280,108
Dividend paid	(20,775)	(20,775)

Net Cash (Used In) / Generated From Financing Activities

1,153,361 **373,733**

Net Increase / (Decrease) in Cash & Cash Equivalents

(19,579) **47,350**

Cash & Cash equivalents at the beginning of the year

16,170 (31,180)

Cash & Cash equivalents at end of the year (Note A)

(3,409) **16,170**

Note A

Cash & Cash equivalents at the end of the Period

Cash in hand and at Banks	78,577	65,830
Bank Overdrafts	(81,986)	(49,661)
	(3,409)	16,170

EXPLANATORY NOTES

The accounting policies and methods of computation followed in preparing the above financial statements are the same as those disclosed in our Audited Financial Statements for the year ended 31st March 2011. These Financial Statements are presented in accordance with Sri Lanka Accounting Standard No.35 Interim Financial Reporting.

There have been no material events occurring after the balance sheet date that require adjustments to or disclosure in the Financial Statements.

There has not been a significant change in the nature of the Contingent Liabilities which were disclosed in the Annual Report for the year ended 31st March 2011.

INFORMATION ON ORDINARY SHARES

Share Price During the Quarter		For the quarter ended	
		31.03.2012	31.03.2011
Highest	Rs.	46.00	120.10
Lowest	Rs.	30.50	42.50
Closing	Rs.	38.80	49.50
No of Ordinary Share Issued As At 31, March		41,550,600	41,550,600

SELECTED PERFORMANCE INDICATORS

Indicator	As at 31st March 2012	As at 31st March 2011
Asset Quality	Rs'000	Rs'000
Total Accommodation (Net of Interest in Suspense)	5,819,557	3,249,247
Net Total Accommodations (Net of Provision for Bad and Doubtful Debts)	5,730,466	3,219,205
Non-Performing Accommodations (Net of Interest in Suspense)	100,732	34,674
Liquidity		
Required Minimum Amount of Liquid Assets	391,551	259,623
Available Amount of Liquid Assets	545,894	331,060
Required Minimum Amount of Government Securities	130,202	72,760
Available Amount of Government Securities	253,351	125,230
Capital Adequacy		
Core Capital to Risk Weighted Assets Ratio (Minimum 5%)	11.27%	13.70%
Total Capital to Risk Weighted Assets Ratio (Minimum 10%)	15.01%	13.70%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10%)	17.35%	18.03%
Profitability		
Return on Assets (After Tax) - (Annualized)	3.45%	3.15%
Return on Equity - (Annualized)	34.05%	23.01%

Financial Reporting by Segements as per the Provisions of the Sri Lanka Accounting Standards No. 28

The primary business segment reporting format is determined to be business segment as nature of the products and services provided, with each segment representing a strategic business unit that offers different product and serves in different markets.

The Following table presents financial information regarding business segments : -

Business Segements

For the year ended 31st March	Finance Lease		Hire Purchase		Loan & Advances		Investments		Unallocated		Total			
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011		
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000		
Income From														
External Operations														
Interest	365,010	113,713	635,089	439,020	65,454	19,691	40,322	22,959	-	-	1,105,876	595,383		
Administration Fees		-		-		-		-	21,941	11,024	21,941	11,024		
Capital gains / (loss)		-		-		-		3,803	(16,746)	-	(16,746)	3,803		
Dividends		-		-		-	58	20		-	58	20		
Other			66,438	29,248		-		-	26,343	182	92,781	29,430		
Total Revenue	365,010	113,713	701,527	468,268	65,454	19,691	40,380	26,995	65,030	11,207	1,203,909	639,661		
Profit before tax											-	-	404,293	231,417
Taxation											-	-	(173,355)	(123,710)
Profit after tax													230,937	107,707
Other Information														
As at 31st March														
Segement assets	2,580,460	912,080	2,944,198	2,295,194	311,225	170,091	461,322	290,230	401,774	221,986	6,698,978	3,889,582		
Segement Liabilities	2,319,178	836,531	2,646,086	1,985,916	279,713	163,440	414,611	246,795	361,092	188,763	6,020,679	3,421,445		
Net assests	261,282	75,549	298,112	309,278	31,513	6,651	46,711	43,435	40,681	33,223	678,299	468,137		

ADDITIONAL NOTES

20 MAJOR SHAREHOLDERS AS AT 31ST MARCH 2012

1	Vallibel Investments (Pvt) Limited	30,277,000	72.87%
2	Seylan Bank PLC/M/S Divasa Equity (Pvt) Ltd	1,253,800	3.02%
3	Employees Trust Fund Board	472,300	1.14%
4	HSBC International Nominees Ltd- UBS AG Singapore Branch (Ex SBC)	430,000	1.03%
5	Bank of Ceylon No. 01 Account	345,100	0.83%
6	Seylan Bank PLC/HVA Lanka Exports (Private) Limited	311,148	0.75%
7	Credit Suisse Singapore	286,000	0.69%
8	Mr S N C W M B C Kandegedara	269,200	0.65%
9	Dr. W U N Gamage	236,000	0.57%
10	Mr. H Beruwalage	202,800	0.49%
11	Ms. K I A Hewage	200,000	0.48%
12	Mr. V R Kathiragamamatamby	142,000	0.34%
13	Mr. N Balasingam	134,900	0.32%
14	Mr. L D Wickramasinghe/Mrs. S S Wickramasinghe/Ms. L D Wickramasinghe	106,900	0.26%
15	Mr. R R S Ananda	103,200	0.25%
16	Mr. A Tirathdas	100,000	0.24%
17	Mr. B A R Dissanayake	100,000	0.24%
18	Mr. S B Rangamuwa	100,000	0.24%
19	Mr. W A S P De Saram	91,001	0.22%
20	Mr. R Gautam	79,800	0.19%
	Others	6,309,451	15.18%
		41,550,600	100.00%

DIRECTORS' SHAREHOLDING AS AT 31ST MARCH 2012

1	Mr K D D Perera	600	0.001%
2	Mr S B Rangamuwa	100,000	0.241%
3	Mr J A S S Adhihetty	600	0.001%
4	Mr W D N H Perera	-	0.000%
5	Mr M D S Goonatilleke	600	0.001%
6	Mr S Senaratne	22,600	0.054%
7	Mr K D H Perera	600	0.001%
		125,000	0.301%

PUBLIC HOLDING AS AT 31ST MARCH 2012

11,148,600	26.83%
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