



**SINHAPUTHRA  
FINANCE PLC**

# Interim Financial Statements

**For the Six months ended  
30th September 2018**

---

පෙර පරිච්ඡේදයේ මතු පරිච්ඡේදයේ ....

**STATEMENT OF FINANCIAL POSITION**

<b>As at</b>	<b>30.09.2018</b> <b>(Unaudited)</b> <b>Rs.</b>	<b>31.03.2018</b> <b>(Audited)</b> <b>Rs.</b>
<b>Assets</b>		
Cash and cash equivalents	41,409,230	55,515,208
Balances with Central Bank-held to maturity	431,886,713	420,853,602
Placements with Banks	237,332,163	280,736,680
Financial assets - held for trading	21,606,108	23,025,707
Loans and advances	5,163,816,276	5,390,899,403
Financial assets - available for sale	6,599,675	7,451,725
Financial assets - held to maturity	6,064,555	6,175,709
Current tax receivable	3,190,751	2,014,683
Deferred Tax Assets	42,468,835	42,468,836
Other receivables	35,290,184	33,700,966
Other assets	15,358,040	28,556,696
Real estate stock	217,789,582	115,690,187
Property, plant and equipment	975,600,328	984,310,962
Intangible assets	16,596,245	18,101,200
<b>Total assets</b>	<b>7,215,008,685</b>	<b>7,409,501,564</b>
<b>Liabilities</b>		
Deposits from customers	5,601,903,122	6,020,364,902
Other borrowings	91,806,666	124,746,667
Finance lease liability	-	-
Retirement benefit obligation	43,329,278	45,966,553
Other liabilities	531,585,456	295,188,909
<b>Total liabilities</b>	<b>6,268,624,522</b>	<b>6,486,267,031</b>
<b>Equity</b>		
Stated capital	80,379,055	80,379,055
Statutory reserve fund	230,786,681	230,786,681
Revaluation reserve	666,858,298	671,231,153
General reserve	129,013,127	129,013,127
Available for sale reserve	(4,221,733)	(3,458,276)
Retained earnings	(156,431,265)	(184,717,207)
<b>Total equity</b>	<b>946,384,163</b>	<b>923,234,533</b>
<b>Total liabilities and equity</b>	<b>7,215,008,685</b>	<b>7,409,501,564</b>
Net assets per share	14.77	14.40

The above figures are provisional and subject to audit.

It is certified that the financial statements have been prepared in compliance with the requirements of the Companies Act No. 07 of 2007 and Finance Business Act No. 42 of 2011.

sgd.

\_\_\_\_\_

Iresha Perera

**Chief Financial Officer**

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Approved and signed for and on behalf of the Board,

sgd.

\_\_\_\_\_

K.G.D.S.J. De Alwis

**Director Operations**

sgd.

\_\_\_\_\_

K.R.B.Wijeyeratne

**Managing Director**

Kandy - 05th Nov 2018

**STATEMENT OF COMPREHENSIVE INCOME**

For the	Quarter ended		Six months ended	
	30.09.2018 (Unaudited) Rs.	30.09.2017 (Unaudited) Rs.	30.09.2018 (Unaudited) Rs.	30.09.2017 (Unaudited) Rs.
Gross income	311,882,453	315,986,673	623,045,197	647,534,447
Interest income	290,972,559	298,256,705	587,647,012	611,593,281
Interest expenses	(190,224,102)	(188,737,488)	(387,544,707)	(376,009,723)
<b>Net interest income</b>	<b>100,748,457</b>	<b>109,519,217</b>	<b>200,102,305</b>	<b>235,583,558</b>
Fee and commission income	6,753,574	8,744,782	15,487,146	19,058,835
Fee and commission expenses	(554,073)	(714,512)	(1,221,119)	(1,551,012)
<b>Net fee and commission income</b>	<b>6,199,501</b>	<b>8,030,270</b>	<b>14,266,027</b>	<b>17,507,823</b>
Net gains from financial instruments designated at fair value through profit of loss	(644,620)	2,211,796	(1,369,861)	5,349,568
Other operating income	14,156,320	6,839,093	19,911,039	14,736,238
Impairment charges for loans and other losses	(19,000,000)	(17,511,401)	(22,200,000)	(40,011,401)
<b>Net operating income</b>	<b>101,459,658</b>	<b>111,235,068</b>	<b>210,709,510</b>	<b>235,311,879</b>
Personnel expenses	(48,205,101)	(41,112,330)	(96,864,634)	(95,589,669)
Depreciation and amortisation	(5,458,407)	(6,856,620)	(10,872,652)	(14,087,991)
Other expenses	(32,160,393)	(43,616,582)	(67,430,475)	(80,667,310)
<b>Operating profit before tax and VAT on financial services</b>	<b>15,635,757</b>	<b>19,649,536</b>	<b>35,541,749</b>	<b>44,966,909</b>
Value Added Tax on financial services	(3,408,061)	(5,023,624)	(8,472,010)	(10,097,561)
<b>Profit before tax</b>	<b>12,227,696</b>	<b>14,625,912</b>	<b>27,069,739</b>	<b>34,869,348</b>
Tax expenses	(1,856,652)	(3,700,000)	(3,156,652)	(8,700,000)
<b>Profit for the period</b>	<b>10,371,044</b>	<b>10,925,912</b>	<b>23,913,087</b>	<b>26,169,348</b>
<b>Other comprehensive income</b>				
<b>Items that are or may be reclassified to profit or loss</b>				
Net change in fair value of available for sale financial assets	(688,937)	(2,275,094)	(763,457)	(2,100,034)
<b>Total comprehensive income for the period</b>	<b>9,682,107</b>	<b>8,650,818</b>	<b>23,149,630</b>	<b>24,069,314</b>
Basic earnings per share	0.16	0.17	0.38	0.42

\* Calculated based on the Profit for the Period

Figures in brackets indicate deductions.

An estimated provision has been made for income tax expenses.

The above figures are provisional and subject to audit.

**STATEMENT OF CHANGES IN EQUITY**

	Stated capital		Statutory reserve fund	Revaluation reserve	General reserve	Available for sale reserve	Retained earnings	Total
	Ordinary shares	Preference shares						
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Balance as at 1st April 2017	63,609,930	16,769,125	196,153,575	679,946,977	129,013,127	(1,405,631)	(227,375,221)	856,711,881
Profit for the year	-	-	-	-	-	-	26,169,348	26,169,348
Other comprehensive income								
Actuarial loss on defined benefit plans	-	-	-	-	-	-	-	-
Net losses on remeasuring available for sale financial assets	-	-	-	-	-	(2,100,034)	-	(2,100,034)
Re-Classification of Retained Earnings To/From Available for sale Reserve	-	-	-	-	-	-	-	-
Deferred tax charge on revaluation surplus	-	-	-	-	-	-	-	-
Deferred tax on actuarial (gain) / loss	-	-	-	-	-	-	-	-
Transfers during the year	-	-	-	-	-	-	-	-
Additional depreciation on revaluation	-	-	-	(4,374,325)	-	-	4,374,325	-
<b>Balance as at 30th Sep 2017</b>	<b>63,609,930</b>	<b>16,769,125</b>	<b>196,153,575</b>	<b>675,572,652</b>	<b>129,013,127</b>	<b>(3,505,665)</b>	<b>(196,831,548)</b>	<b>880,781,195</b>
Balance as at 1st April 2018	63,609,930	16,769,125	230,786,681	671,231,153	129,013,127	(3,458,276)	(184,717,207)	923,234,533
Profit for the year	-	-	-	-	-	-	23,913,087	23,913,087
Other comprehensive income								
Actuarial loss on defined benefit plans	-	-	-	-	-	-	-	-
Net losses on remeasuring available for sale financial assets	-	-	-	-	-	(763,457)	-	(763,457)
Deferred tax on actuarial gain	-	-	-	-	-	-	-	-
Transfers during the year	-	-	-	-	-	-	-	-
Additional depreciation on revaluation	-	-	-	(4,372,855)	-	-	4,372,855	-
<b>Balance as at 30th Sep 2018</b>	<b>63,609,930</b>	<b>16,769,125</b>	<b>230,786,681</b>	<b>666,858,298</b>	<b>129,013,127</b>	<b>(4,221,733)</b>	<b>(156,431,265)</b>	<b>946,384,163</b>

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.

**STATEMENT OF CASH FLOWS**

<b>For the six months ended</b>	<b>30.09.2018</b>	<b>30.09.2017</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Note</b>	<b>Rs.</b>	<b>Rs.</b>
<b>Cash flows from operating activities</b>		
Interest and commission receipts	587,647,012	611,593,281
Interest payments	(387,544,707)	(375,794,260)
Other income	32,720,664	32,964,557
Operating expenditure	(161,466,228)	(173,769,506)
Payment of retirement gratuity	(2,637,275)	1,434,370
Value Added Tax on financial services	(8,472,010)	(10,097,561)
<b>Operating profit before changes in operating assets and liabilities</b>	<b>60,247,456</b>	<b>86,330,881</b>
<b>(Increase)/Decrease in operating assets</b>		
Net Funds Collected / (advanced) to customers	204,883,127	21,761,672
Real estate stocks	(104,206,042)	(14,488,875)
Other assets	11,609,438	26,449,132
<b>Increase/(Decrease) in operating liabilities</b>		
Deposits from customers	(418,461,780)	87,618,685
Other liabilities	3,792,094	4,185,972
<b>Net cash generated from operating activities before income tax</b>	<b>(242,135,707)</b>	<b>211,857,467</b>
Income tax paid	(5,963,820)	(5,857,983)
<b>Net cash generated from operating activities</b>	<b>(248,099,527)</b>	<b>205,999,484</b>
<b>Cash flows from investing activities</b>		
Dividend income	764,478	944,302
Net investments in treasury bills and bonds	(10,944,519)	(4,678,952)
Net investments in shares/ debentures	(151,360)	(5,453,239)
Purchase of property, plant and equipment	(657,062)	(1,881,190)
<b>Net cash (used in)/ generated from investing activities</b>	<b>(9,075,420)</b>	<b>(11,069,079)</b>
<b>Cash flows from financing activities</b>		
Repayment of bank loans	(32,940,001)	(65,060,000)
Repayment of finance lease	-	(1,165,752)
<b>Net cash generated from financing activities</b>	<b>(32,940,001)</b>	<b>(66,225,752)</b>
Net cash flow generated during the period	(290,114,948)	128,704,653
Cash and cash equivalents at the beginning of the period	108,851,074	(34,173,007)
<b>Cash and cash equivalents at the end of the period</b>	<b>(181,263,874)</b>	<b>94,531,646</b>
<b>Reconciliation of cash and cash equivalents at the end of the period</b>		
Cash and short term funds	41,409,230	52,424,500
Deposits with banks	237,332,163	220,531,240
Bank overdraft	(460,005,267)	(178,424,094)
	<b>(181,263,874)</b>	<b>94,531,646</b>
<b>Note A</b>		
<b>Reconciliation of operating profit before changes in operating assets and liabilities</b>		
Profit before income tax	27,069,739	34,869,348
Depreciation - property, plant and equipment	10,872,652	14,087,991
Net gain from financial instruments		
designated at fair value through profit of loss	1,369,861	(5,349,568)
Mark to market profit/(loss) on available for sale assets	-	(2,032,307)
Profit on sale of property, plant and equipment	(1,913,043)	-
Impairment charges for loans and receivables	22,200,000	39,000,000
Bad debts written off during the year	-	1,014,886
Dividend income	(764,478)	(944,302)
Provision for retiring gratuity	4,050,000	4,035,000
Interest paid on finance lease	-	215,463
Payment of retirement gratuity	(2,637,275)	1,434,370
	<b>60,247,456</b>	<b>86,330,881</b>

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

**CLASSIFICATION OF FINANCIAL INSTRUMENTS (As at 30.09.2018)**

<b>As at 30.09.2018</b>	<b>Fair value though profit or loss Rs.</b>	<b>Available for Sale (AFS) Rs.</b>	<b>Loan and Receivables (L&amp;R) Rs.</b>	<b>Held to Maturity (HTM) Rs.</b>	<b>Others Rs.</b>	<b>Total Rs.</b>
<b>Financial Assets measured at fair value</b>						
<b>Held for trading</b>						
Investments in Equity Securities - Quoted	21,606,108	-	-	-	-	21,606,108
<b>Available for sale</b>						
Government securities	-	3,153,229	-	-	-	3,153,229
Investments in Units	-	700,000	-	-	-	700,000
Investments in Equity Securities - Quoted	-	2,297,153	-	-	-	2,297,153
	<u>21,606,108</u>	<u>6,150,382</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,756,490</u>
<b>Financial Assets not measured at fair value</b>						
Cash and cash equivalents	-	-	41,409,230	-	-	41,409,230
Balances with Central Bank-held to maturity	-	-	-	431,886,713	-	431,886,713
Placements with Banks	-	-	237,332,163	-	-	237,332,163
<b>Loans and advances</b>						
Leasing	-	-	1,461,387,212	-	-	1,461,387,212
Hire purchase	-	-	89,631,278	-	-	89,631,278
Term loans	-	-	1,799,087,226	-	-	1,799,087,226
Pawning advances	-	-	139,346,741	-	-	139,346,741
Other advance	-	-	1,674,363,819	-	-	1,674,363,819
Investments in Equity Securities - Unquoted	-	449,293	-	-	-	449,293
Financial assets - held to maturity	-	-	-	6,064,555	-	6,064,555
	<u>-</u>	<u>449,293</u>	<u>5,442,557,669</u>	<u>437,951,268</u>	<u>-</u>	<u>5,880,958,230</u>
<b>Financial Liabilities not measured at fair value</b>						
Deposits from customers	-	-	-	-	5,601,903,122	5,601,903,122
Other borrowings	-	-	-	-	91,806,666	91,806,666
<b>Total non financial assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,693,709,788</u>	<u>5,693,709,788</u>

**CLASSIFICATION OF FINANCIAL INSTRUMENTS (As at 31.03.2018)**

As at 31.03.2018	Fair value though profit or loss Rs.	Available for Sale (AFS) Rs.	Loan and Receivables (L&R) Rs.	Held to Maturity (HTM) Rs.	Others Rs.	Total Rs.
<i>Financial Assets measured at fair value</i>						
Held for trading						
Investments in Equity Securities - Quoted	23,025,707	-	-	-	-	23,025,707
Available for sale						
Government securities	-	3,241,821	-	-	-	3,241,821
Investments in Units	-	998,000	-	-	-	998,000
Investments in Equity Securities - Quoted	-	2,762,611	-	-	-	2,762,611
	<u>23,025,707</u>	<u>7,002,432</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,028,139</u>
<i>Financial Assets not measured at fair value</i>						
Cash and cash equivalents	-	-	55,515,208	-	-	55,515,208
Balances with Central Bank-held to maturity	-	-	-	420,853,602	-	420,853,602
Placements with Banks	-	-	280,736,680	-	-	280,736,680
Loans and advances						
Leasing	-	-	1,537,758,926	-	-	1,537,758,926
Hire purchase	-	-	114,873,793	-	-	114,873,793
Term loans	-	-	2,775,962,491	-	-	2,775,962,491
Pawning advances	-	-	119,966,036	-	-	119,966,036
Other advance	-	-	842,338,157	-	-	842,338,157
Investments in Equity Securities - Unquoted	-	449,293	-	-	-	449,293
Financial assets - held to maturity	-	-	-	6,175,709	-	6,175,709
	<u>-</u>	<u>449,293</u>	<u>5,727,151,291</u>	<u>427,029,311</u>	<u>-</u>	<u>6,154,629,895</u>
<i>Financial Liabilities not measured at fair value</i>						
Deposits from customers	-	-	-	-	6,020,364,902	6,020,364,902
Other borrowings	-	-	-	-	124,746,667	124,746,667
<b>Total non financial assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,145,111,569</u>	<u>6,145,111,569</u>

**SEGMENTAL ANALYSIS**

For the six months ended	Finance leasing		Hire purchase		Loans and advances		Pawning		Investments		Other unallocated		Total	
	30.09.2018 Rs.	30.09.2017 Rs.	30.09.2018 Rs.	30.09.2017 Rs.	30.09.2018 Rs.	30.09.2017 Rs.	30.09.2018 Rs.	30.09.2017 Rs.	30.09.2018 Rs.	30.09.2017 Rs.	30.09.2018 Rs.	30.09.2017 Rs.	30.09.2018 Rs.	30.09.2017 Rs.
<b>Income from operation</b>														
Interest income	155,743,862	167,706,219	6,261,602	25,413,361	375,030,375	369,466,934	14,354,458	11,837,330	36,256,715	37,169,437	-	-	587,647,012	611,593,281
Interest expenses	-	-	-	-	-	-	-	-	-	-	(387,544,707)	(376,009,723)	(387,544,707)	(376,009,723)
<b>Net interest income</b>	<b>155,743,862</b>	<b>167,706,219</b>	<b>6,261,602</b>	<b>25,413,361</b>	<b>375,030,375</b>	<b>369,466,934</b>	<b>14,354,458</b>	<b>11,837,330</b>	<b>36,256,715</b>	<b>37,169,437</b>	<b>(387,544,707)</b>	<b>(376,009,723)</b>	<b>200,102,305</b>	<b>235,583,558</b>
<b>Other operating income</b>														
Fees and commission income	2,584,201	2,578,441	1,488,608	1,830,906	8,230,725	12,418,661	1,722,424	1,046,266	-	-	1,461,188	1,184,561	15,487,146	19,058,835
Fees and commission expenses	(1,221,119)	(1,551,012)	-	-	-	-	-	-	-	-	-	-	(1,221,119)	(1,551,012)
Other income	-	-	-	-	-	-	-	-	605,383	6,293,870	19,146,561	15,938,029	18,541,178	22,231,899
<b>Total operating income</b>	<b>157,106,944</b>	<b>168,733,648</b>	<b>7,750,210</b>	<b>27,244,267</b>	<b>383,261,100</b>	<b>381,885,595</b>	<b>16,076,882</b>	<b>12,883,596</b>	<b>35,651,332</b>	<b>43,463,307</b>	<b>(366,936,958)</b>	<b>(358,887,133)</b>	<b>232,909,510</b>	<b>275,323,280</b>
<b>Expenses</b>														
Credit loss expenses	(3,249,999)	(15,000,000)	(2,850,000)	(7,996,515)	(18,323,433)	(43,997,629)	-	-	-	-	2,223,432	26,982,743	(22,200,000)	(40,011,401)
Depreciation and amortisation	-	-	-	-	-	-	-	-	-	-	(10,872,652)	(14,087,991)	(10,872,652)	(14,087,991)
Personnel and other expenses	(43,543,070)	(48,331,779)	(1,750,627)	(7,323,956)	(104,851,476)	(106,477,830)	(4,013,238)	(3,411,437)	(10,136,699)	(10,711,976)	-	-	(164,295,109)	(176,256,979)
<b>Total expenses</b>	<b>(46,793,069)</b>	<b>(63,331,779)</b>	<b>(4,600,627)</b>	<b>(15,320,471)</b>	<b>(123,174,909)</b>	<b>(150,475,459)</b>	<b>(4,013,238)</b>	<b>(3,411,437)</b>	<b>(10,136,699)</b>	<b>(10,711,976)</b>	<b>(8,649,220)</b>	<b>12,894,752</b>	<b>(197,367,761)</b>	<b>(230,356,371)</b>
<b>Segment results</b>	<b>110,313,875</b>	<b>105,401,869</b>	<b>3,149,583</b>	<b>11,923,796</b>	<b>260,086,191</b>	<b>231,410,136</b>	<b>12,063,644</b>	<b>9,472,159</b>	<b>25,514,633</b>	<b>32,751,331</b>	<b>(375,586,178)</b>	<b>(345,992,381)</b>	<b>35,541,749</b>	<b>44,966,909</b>
VAT on financial services													(8,472,010)	(10,097,561)
Profit on ordinary activities before income tax													27,069,739	34,869,348
Income tax expense													(3,156,652)	(8,700,000)
<b>Profit for the period</b>													<b>23,913,087</b>	<b>26,169,348</b>
<b>Total assets</b>	<b>1,461,387,212</b>	<b>1,719,247,807</b>	<b>89,631,278</b>	<b>228,075,266</b>	<b>3,491,476,045</b>	<b>3,570,960,036</b>	<b>139,346,741</b>	<b>110,563,768</b>	<b>703,489,214</b>	<b>685,718,297</b>	<b>1,329,678,195</b>	<b>1,302,981,801</b>	<b>7,215,008,685</b>	<b>7,617,546,975</b>
<b>Total liabilities</b>	<b>1,269,698,778</b>	<b>1,454,366,365</b>	<b>77,874,449</b>	<b>192,936,117</b>	<b>3,033,503,258</b>	<b>3,020,788,594</b>	<b>121,068,794</b>	<b>93,529,406</b>	<b>611,213,365</b>	<b>580,070,902</b>	<b>1,155,265,877</b>	<b>1,102,233,719</b>	<b>6,268,624,522</b>	<b>6,443,925,102</b>

Figures in brackets indicate deductions.

The above figures are provisional and subject to audit.



**SELECTED PERFORMANCE INDICATORS**

<b>As at</b>	<b>30.09.2018 (Unaudited) Rs.</b>	<b>31.03.2018 (Audited) Rs.</b>
<b>Regulatory Capital adequacy</b>		
Core Capital (Tier 1 Capital), Rs.'000	255,462	255,462
Total Capital Base Rs.'000	547,311	544,837
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum requirement 5%)	3.89%	4.01%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum requirement 10%)	8.32%	8.54%
Capital Funds to Total Deposit Liabilities Ratio (Minimum requirement 10%)	16.89%	15.34%
<b>Assets Quality (Quality of Loan Portfolio)</b>		
Gross Non-Performing Accommodations, Rs. '000	1,141,016	989,427
Gross Non-Performing Accommodations Ratio, %	19.51%	16.49%
Net Non-Performing Accommodations Ratio, %	11.65%	6.35%
<b>Profitability (%)</b>		
Interest Margin	6.59%	7.12%
Return on average Assets (before tax) - Annualized	0.74%	1.50%
Return on average Equity (after tax) - Annualized	5.12%	5.12%
<b>Regulatory Liquidity (Rs. '000)</b>		
Required minimum amount of Liquid Assets	569,927	612,461
Available amount of Liquid Assets	597,966	698,978
Required minimum amount of Government Securities	415,200	401,022
Available amount Government Securities	431,887	420,854
<b>Memorandum information</b>		
Number of employees	253	250
Number of branches	8	8
Number of service centers	2	2

## SHAREHOLDERS INFORMATION

### Twenty largest Ordinary Shareholders as at 30th September 2018

	Name of the Shareholders	No of Shares	%
01	Mr K.R.B. Wijeyeratne	31,675,870	50.31
02	Bimpuh Finance PLC	12,546,190	19.93
03	Mr A.A. Sunil	3,172,048	5.04
04	Mrs L.V.Wijayadasa	2,141,983	3.40
05	Mr L. Karunatileke	1,123,310	1.78
06	Ms F.A.A. Mack	500,000	0.79
07	Mr P.A.J. Kumara	350,000	0.56
08	Mr M.C.B. Talwatte	291,240	0.46
09	Mr D.G.P. Abeygunawardane (Deceased)	282,820	0.45
10	Mr T.K. Bandaranayake	282,789	0.45
11	Mr P.C.B. Talwatte	265,690	0.42
12	Mr. T.D.D. Chandrapala & Mr. P.L. Chandrapala	255,435	0.41
13	Seylan Bank PLC/Dr.Thirugnanasambandar Senthilverl	240,006	0.38
14	Mr.R.E.Rambukwella	239,238	0.38
15	Mr.D.S.R.Daranakumbura	200,000	0.32
16	Mis E.E. Mack	190,000	0.30
17	Mr.W.M.W.P.B.Weerakoon	165,550	0.26
18	Merchant Bank of Sri Lanka Limited / U.D.J. Monty	163,405	0.26
19	Mr A.V. Abeygoonasekera	155,610	0.25
20	Mr.U.D.J.Monty & Mrs S.A.M.Arunalee	153,495	0.24
		<b>54,394,679</b>	<b>86.40</b>
	Others	8,564,251	13.60
	<b>Total</b>	<b>62,958,930</b>	<b>100.00</b>

Public Holding percentage as at 30th September 2018 being 49.662% comprising 957 shareholders.

The float adjusted market capitalization as at 30th September 2018 Rs.247,008,826/-

### Twenty largest Preference Shareholders as at 30th September 2018

	Name of the Shareholders	No of Shares	%
01	Seylan Bank PLC / Dr.Thirugnanasambandar Senthilverl	1,168,337	17.42
02	MBSL / N K C J De Silva	243,416	3.63
03	Dr A.G.C. Wijeyratne	212,300	3.17
04	Mr K.D. De Silva	208,901	3.11
05	Seylan Bank Limited / Ruwan Prasanna Sugathadasa	203,423	3.03
06	Mr T.K. Hemachandra	202,480	3.02
07	Mr J.A.M.U. Jayakody	200,000	2.98
08	Mr P.G. Piyasiri	182,234	2.72
09	Mr G.G. Hemachandra (Deceased)	180,010	2.68
10	Mr R.E. Rambukwelle	136,112	2.03
11	Dr.S.M.T.B.Samarakoon	109,000	1.63
12	Merchant Mank of Sri Lanka PLC / Mr.Kamal Raja Upali Gunawardena	100,000	1.49
13	Mr. R.P. Sugathadasa	99,932	1.49
14	Mr.K.W.B.Lasantha	98,450	1.47
15	Mr L.W. Warnapala	90,000	1.34
16	Mr M.C.B. Talwatte	87,370	1.30
17	Bansei Securities Capital (Pvt) Ltd / W.B.S. De Alwis	82,458	1.23
18	Mrs V.R. Embuldeniya	80,000	1.19
19	Mr.H.W.G.S.Kumara & W.A.N.D.Werasekara	69,310	1.03
20	Mr.Y.E.M.I.W.M.Y.Rambukwella	62,480	0.93
		<b>3,816,213</b>	<b>56.89</b>
	Others	2,891,437	43.11
	<b>Total</b>	<b>6,707,650</b>	<b>100.00</b>

Public Holding percentage as at 30th September 2018 being 99.657% comprising 548 shareholders.

## DIRECTORS SHAREHOLDING

### Directors Shareholding as at 30th September 2018

Name	Ordinary Shares		Preference Shares	
	Shares	%	Shares	%
01 K.R.B. Wijeyeratne	31,675,870	50.312	5,000.00	0.074
02 K.G.D.S.J. De Alwis	5,270	0.008	-	-
03 Dr. A.R. Karunaratna	5,300	0.008	10,000	0.149
04 E.A.D.P. Ekanayake	1,600	0.002	-	-
05 Mr.T.M.S.Bulankulame	500	0.001	-	-
	<b>31,688,540</b>	<b>50.33</b>	<b>15,000</b>	<b>0.22</b>

## INFORMATION OF THE ORDINARY SHARES OF THE COMPANY

### Market Price of an Ordinary Share

Share price during the quarter ended	30.09.2018	31.03.2018
	Rs.	Rs.
Highest	9.80	12.80
Lowest	7.50	10.60
Closing	7.90	12.00

### Market Price of a Preference Share

Share price during the quarter ended	30.09.2018	31.03.2018
	Rs.	Rs.
Highest	6.80	8.40
Lowest	4.60	6.40
Closing	5.10	7.50

## EXPLANATORY NOTES

### 01 General

These financial statements of the Company have been prepared based on the Sri Lanka Accounting Standards that came to effect from 01st January 2012 ( SLFRS/LKAS). There were no changes to the Accounting Policies and methods of computation since the publication of the Audited Financial Statements as at 31.03.2018. Further, these Interim Financial Statements have been prepared in compliance with the requirements of the Sri Lanka Accounting Standard- LKAS 34 on 'Interim Financial Reporting'.

### 01 Sri Lanka Accounting Standard - SLFRS 09 "Financial Instruments"

SLFRS 9 is applicable to the Company with effect from 1st April 2018. The most significant impact on the Finance company's financial statements from the implementation of SLFRS 9 is expected to result from the new impairment requirements. Impairment losses will increase and become more volatile for financial instruments within the scope of SLFRS 9. The Company has started the initial high level assessment of the potential impact on its Financial Statements for the year ended March 31, 2018, resulting from the application of SLFRS 9 with the assistance of an external consultant. Quantification of the total estimated loan loss provision on the Financial Statements for the year ended 31st March 2018 on adoption of SLFRS 9 is estimated as Rs.689,214,811.

Based on the "Statement of Alternative Treatment (SoAT) on the Figures in the Interim Financial Statements " issued by The Institute of Chartered Accountants of Sri Lanka, entities are granted with the option to prepare Interim Financial Statements continuing the application of LKAS39 with disclosures on impact to the Income Statement, Statement of Profit or Loss and Other Comprehensive Income for the period if SLFRS 9 has been applied or if that determination is impracticable.

Accordingly, as permitted by the above SoAT, the Company has prepared the Interim Financial Statements for the quarter ended September 30, 2018 based on LKAS 39.

- 02 The presentation and classification of figures for the corresponding period of the previous year have been re-arranged, where relevant for better presentation and to be comparable with those of the current period.
- 03 There were no material events that took place since 31st March 2018 that require disclosures in these financial statements.
- 04 All known expenses including management fee and similar expenses have been provided for in these financial statements.
- 05 In terms of the rule 7.13.1 (b) of the Listing Rules of the Colombo Stock Exchange, the company qualifies under the option two of the minimum public holding requirement and relevant information.

As at	Float adjusted market capitalization		Public holding (%)		Number of public shareholders	
	Minimum requirement	Available amount	Minimum requirement	Available	Minimum requirement	Available
30.09.2018	Less than Rs 1 Bn	Rs.247 Mn	10%	49.66%	200	957
31.03.2018	Less than Rs 1 Bn	Rs.375 Mn	10%	49.70%	200	909

# CORPORATE INFORMATION

## Board of Directors

Dr. A.R. Karunaratna- Chairman  
K.R.B. Wijeyeratne- Managing Director  
K.G.D.S.J. De Alwis  
E.A.D.P. Ekanayake  
T.M.S. Bulankulame

## Senior Consultants to the Board

K.H.K. Wijayadasa  
A.M.G. Weerakoon

## Branches

Colombo : Unit No. F 160 (250/1/10), First Floor, Liberty Plaza,  
Colombo 03. Tel: 011 237 5688  
Kurunegala : 16, Kandy Road, Kurunegala. Tel: 037 564 8111  
Bandarawela : Park Road, Bandarawela. Tel: 057 567 7797  
Anuradhapura : 07, Maithreepala Senanayake Mawatha,  
Anuradhapura. Tel: 025 562 0620  
Katugastota : 34, Kurunegala Road, Katugastota. Tel: 081 567 1671  
Kundasale : 94/B/1, Warapitiya Junction, Kundasale.  
Tel: 081 563 4111  
Dambulla : 633/1, Anuradhapura Road, Dambulla.  
Tel: 066 570 2703

## Collection Centres

Matale : 297 Main Steet, Matale. Tel: 066 570 1701  
Mahiyanganaya: 22, Vidanagamage Shopping Complex, Mahiyanganaya.  
Tel: 055 570 2702

## Pawning Centre

Dehiwala : 62, Galle Road, Dehiwala. Tel: 011 594 4200

## Foreign Currency Exchange Centre

Kandy : Railway Station Building, William Gopallawa Mawatha,  
Kandy.

## Legal Form

Quoted Public Company, Incorporated in Sri Lanka on 06th November 1978. Licensed under "The Finance Companies Act No. 78 of 1988" An approved Credit Agency under: "The Mortgage, Act No. 06 of 1949" and "The Trust Receipts Ordinance No. 12 of 1947".

A Registered Finance Leasing Establishment under the "Finance Leasing Act No. 56 of 2000." Registered under the New Companies Act No. 07 of 2007. Sinhaputhra Finance Limited listed in Colombo Stock Exchange on 2nd June 2010 and the Company changed it's name to "Sinhaputhra Finance PLC".

## Bankers

- ◆ Seylan Bank
- ◆ Commercial Bank
- ◆ Sampath Bank
- ◆ Hatton National Bank
- ◆ Union Bank
- ◆ Nations Trust Bank
- ◆ NDB Bank
- ◆ DFCC Vardhana Bank
- ◆ Bank of Ceylon
- ◆ People's Bank
- ◆ Pan Asia Bank

## Secretary

Mrs. Priyanka Dilhani  
Attorney-at-Law  
11, Hill Street, Kandy.

## External Auditors

Baker Tilly Edirisinghe & Company  
Chartered Accountants  
45, Braybrooke Street, Colombo 02.

## Internal Auditors

L.M. Associates  
Chartered Accountants  
45, Kings Street, Kandy.

## Name of Company

Sinhaputhra Finance PLC

## Company Registration No.

PB/PQ 259

## Registered Office

11, Hill Street, Kandy.  
Tel: 081 555 5555 / 222 3235  
Fax: 081 220 3403 / 223 9064  
E-mail: info@sinhaputhra.com  
Website: www.sinhaputhra.lk

## Principle Lines of Business

- ◆ Acceptance of Time Deposits
- ◆ Acceptance of Savings Deposits
- ◆ Finance Leasing
- ◆ Hire Purchase
- ◆ Business / Personal Loans
- ◆ Pawn Broking
- ◆ Vehicle Imports
- ◆ Real Estate Developers
- ◆ Foreign Currency Exchange
- ◆ Sub-Agents for Insurance
- ◆ Sub-Agents for Western Union Money Transfer

## Audit Committee

T.M.S. Bulankulame- Chairman  
E.A.D.P. Ekanayake  
Dr. A.R. Karunaratna  
K.H.K. Wijayadasa- Snr. Consultant to the Board

## Remuneration Committee

E.A.D.P. Ekanayake- Chairman  
Dr. A.R. Karunaratna  
A.M.G. Weerakoon- Snr. Consultant to the Board

## Related Party Transactions Review Committee

Dr. A.R. Karunaratna- Chairman  
T.M.S. Bulankulame  
K.G.D.S.J. De Alwis

## Integrated Risk Management Committee

K.R.B. Wijeyeratne- Chairman : Ms. Iresha Perera  
K.G.D.S.J. De Alwis : Upali Hangawatte  
Dr. A.R. Karunaratna : Gamini Pussepitiya  
E.A.D.P. Ekanayake : Mrs. Shirani Dodanwala  
Pandula Aluwihare : Menaka Rambukwella  
Mrs. Sabriya Amanulla : Ms. Priyanka Dilhani