

Siyapatha Finance PLC

FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30TH JUNE 2015

INCOME STATEMENT

In Rupees Thousands

For the six months ended	30-Jun-15 (Unaudited)	30-Jun-14 (Unaudited)	Change
Interest Income	932,829	931,032	1,797
Less: Interest Expenses	(364,066)	(429,647)	65,581
Net Interest Income	568,763	501,385	67,378
Fee and Commission Income	29,572	17,503	12,069
Fee and Commission Expenses	(3,623)	(6,845)	3,222
Net Fee and Commission Income	25,949	10,658	15,291
Net gain/(loss) from trading	-	-	-
Net gain/(loss) from financial instruments designated at fair value through profit or loss	-	-	-
Net gain/(loss) from financial investments	-	-	-
Other Operating Income	73,264	40,063	33,201
Total Operating Income	667,975	552,106	115,869
Impairment (Charges)/ Reversal for loans and other losses			
Individual impairment	(33,876)	(48,369)	14,493
Collective impairment	6,452	(47,594)	54,047
Others	-	-	-
Net Operating Income	640,552	456,143	184,409
Personnel Expenses	(160,309)	(108,598)	(51,238)
Depreciation and amortization	(14,776)	(12,183)	(2,593)
Other Expenses	(147,464)	(162,953)	15,017
Operating Profit/ (loss) before Value Added Tax & NBT on Financial Services & Crop Insurance Levy	318,003	172,409	145,594
Financial Services VAT & NBT	(42,635)	(23,217)	(19,418)
Crop Insurance Levy	(1,863)	(1,049)	(814)
Operating Profit/ (loss) after Value Added Tax & NBT on Financial Services & Crop Insurance Levy	273,505	148,144	125,361
Share of profits of Associate and Joint Ventures	-	-	-
Profit/ (loss) before Taxation from Operations	273,505	148,144	125,361
Tax Expenses	(91,869)	(63,446)	(28,423)
Profit/ (loss) for the Period	181,636	84,698	96,938
Earnings Per Share (Rs)	3.46	1.61	1.85

SELECTED PERFORMANCE INDICATORS

Item	As at 30th June 2015	As at 30th June 2014
Regulatory Capital Adequacy		
Core Capital (Tier 1 Capital), Rs. '000	1,409,017	1,056,660
Total Capital Base, Rs. '000 (Tier 1 Capital + Tier 11 Capital)	2,113,526	1,056,660
Core Capital Adequacy Ratio, as a % of Risk Weighted Assets (Minimum requirement, 5%)	12.68%	12.38%
Total Capital Adequacy Ratio, as a % of Risk Weighted Assets (Minimum requirement, 10%)	19.02%	12.38%
Capital Funds to Deposit Liabilities Ratio (Minimum Requirement, 10%) *	391.2%	N/A
Statutory Liquid Assets Ratio (minimum requirement, 7.5%)	9.12%	15.49%
* The capital funds to deposit liabilities ratio is computed on the following basis :- Capital funds as a percentage of average of month end deposit liabilities during last three months. This ratio did not apply to the company as at 31 December 2014, since it had not commenced mobilization of fixed deposits		
Asset Quality (Quality of Loan Portfolio)		
Gross Non-Performing Accommodations, Rs. '000	341,641	330,995
Gross Non-Performing Accommodations Ratio, %	3.26%	3.20%
Net Non-Performing Accommodations Ratio, %	1.03%	0.87%
Impairment Provision on Total Accommodations, %	2.26%	2.74%
Profitability (%)		
Net Interest Margin	10.93%	11.71%
Net Interest Yield	9.49%	10.08%
Cost to Income Ratio	48.29%	51.39%
Return on Average Total Assets (before Tax)	4.51%	2.98%
Return on Average Total Assets (after Tax)	3.00%	1.70%
Return on Average Total Equity (after Tax)	25.80%	14.90%
Regulatory Liquidity (Rs.'000)		
Required minimum amount of liquid assets**	353,848	164,245
Required minimum amount of Government securities***	590,992	469,343
Available amount of liquid assets	607,523	490,195
Available amount of Government securities	593,526	483,573
** Required minimum amount of liquid assets equals to 10% and 5% respectively of Total Liabilities less Shareholders' Funds and Secured Borrowings, as at 30th June 2015 and 30th June 2014.		
*** Required minimum amount of government securities equals to 7.5% of the average month end deposit liabilities and borrowings of the twelve months of the preceding financial year.		
Memorandum information		
Number of employees	287	237
Number of branches	18	12
Number of service centers	1	3
Number of pawning centers	-	3
Number of Directors		
- Executive	-	-
- Non Executive	8	9
Ownership - Fully owned subsidiary of Sampath Bank PLC		

STATEMENT OF FINANCIAL POSITION

In Rupees Thousands

As at	30-Jun-15 (Unaudited)	30-Jun-14 (Unaudited)
Assets		
Cash and cash equivalents	125,039	484,092
Securities purchased under Repurchase Agreements	601,580	485,750
Factoring Receivables	1,088,323	938,293
Pawning Receivables	527,463	435,585
Loan Receivables	399,642	573,554
Lease Receivables	6,248,804	2,793,056
HP Receivables	3,108,474	3,940,667
Inventories	2,901	2,451
Other Debtors & Prepayments	142,788	156,183
Financial Instruments- Available for Sale	56	56
Financial investments- held - to- maturity	4,204	4,192
Intangible Assets	17,324	16,053
Property, Plant & Equipment	99,035	88,752
Total Assets	12,365,633	9,918,684
Liabilities		
Bank Overdraft	189,150	19,957
Debt Instruments Issued and Other borrowed funds	9,857,899	8,310,015
Other Payables	591,610	256,287
Deferred Taxation Liability	84,213	68,517
Income Taxation Payable	165,579	95,158
Retirement Benefit Obligations	15,401	10,150
Total liabilities	10,903,852	8,760,084
Shareholders' Funds		
Stated Capital	525,000	525,000
Statutory Reserve Fund	55,700	39,902
Investment Fund Reserve	-	61,252
Accumulated Profit/ (Loss)	881,081	532,446
Total Shareholders' Funds	1,461,781	1,158,600
Total Liabilities and Shareholders' Funds	12,365,633	9,918,684
Contingent liabilities and commitments	742,942	331,002

STATEMENT OF COMPREHENSIVE INCOME

In Rupees Thousands

For the six months ended	30-Jun-15 (Unaudited)	30-Jun-14 (Unaudited)
Profit for the Period	181,636	84,698
Other Comprehensive Income/Expenses Net of Tax		
Actuarial gain/(losses) on defined benefit plan	-	-
Deferred Tax effect on Actuarial gain/(losses)	-	-
Total of Other Comprehensive Income for the period, net of taxes	-	-
Total of Comprehensive Income for the period	181,636	84,698

CERTIFICATION

We, the undersigned, being the Chief Executive Officer- Siyapatha Finance PLC and the Non- Executive Director (Siyapatha Finance PLC)/ Group Chief Financial Officer / Executive Director of Sampath Bank PLC certify jointly that;

- the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka;
- the information contained in these statements have been extracted from the unaudited financial statements of the Licensed Finance Company unless indicated as audited.

(Sgd)
Roshan Nanayakkara
Chief Executive Officer
Siyapatha Finance PLC
28 July 2015

(Sgd)
Ranjith Samaranayake
Non- Executive Director (Siyapatha Finance PLC)
/ Group Chief Financial Officer / Executive Director
(Sampath Bank PLC)
28 July 2015