



INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED 31ST DECEMBER 2012

VALLIBEL FINANCE PLC
INCOME STATEMENT

Amounts in Rupees '000

	Quarter ended 31st December			Nine Month ended 31st December		
	2012 (Unaudited)	2011 (Unaudited)	Growth	2012 (Unaudited)	2011 (Unaudited)	Growth
Income	490,971	317,338	55%	1,324,095	831,802	59%
Interest Income	476,578	285,792	67%	1,264,029	754,450	68%
Interest Expense	(274,400)	(135,086)	103%	(720,979)	(344,614)	109%
Net Interest Income	202,178	150,706	34%	543,050	409,836	33%
Other operating Income	14,393	31,546	-54%	60,067	77,352	-22%
Operating Expenses						
Personnel Costs	(43,506)	(24,748)	76%	(111,765)	(65,899)	70%
General and Administration Expenses	(48,823)	(35,765)	37%	(128,135)	(96,327)	33%
Profit before Loan Loss Provision & Taxation	124,242	121,739	2%	363,217	324,962	12%
Loan Loss Provision	(13,011)	(5,611)	132%	(29,469)	(12,588)	134%
Profit before Taxation & Value Added Taxation	111,232	116,128	-4%	333,747	312,374	7%
Value Added Tax on Financial Services	(9,434)	(10,973)	-14%	(28,133)	(32,387)	-13%
Profit after Taxation & Value Added Taxation	101,798	105,155	-3%	305,614	279,987	9%
Taxation	(29,173)	(39,556)	-26%	(104,330)	(106,085)	-2%
Profit for the period	72,625	65,599	11%	201,284	173,902	16%
Earnings Per Share (Annualized)	6.99	6.32	11%	6.46	5.58	16%

VALLIBEL FINANCE PLC
BALANCE SHEET

Amounts in Rupees '000

	As at 31st December 2012 (Unaudited)	As at 31st March 2012 (Audited)	Growth
ASSETS			
Cash & Bank Balances	91,204	79,321	15%
Treasury Bills and Bonds Eligible for Rediscounting	245,572	251,392	-2%
Investments in Dealing Securities	14,071	12,283	15%
Investments in Other Securities	15,540	15,744	-1%
Placement with Banks and Other Finance Companies	565,000	210,000	169%
Loans & Advances to customers	572,754	307,625	86%
Lease Rental Receivable and Stock Out On Hire	6,826,879	5,519,757	24%
Trade & Other Receivables	212,533	174,665	22%
Property, Plant & Equipment	120,085	105,793	14%
Total Assets	8,663,638	6,676,581	30%
LIABILITIES			
Bank Overdraft	260,626	82,766	215%
Rental Received in Advance	143,385	76,741	87%
Deposits	5,457,404	3,910,613	40%
Borrowings	1,093,533	1,398,475	-22%
Debenture	375,000	225,000	67%
Retirement Benefit Obligation	5,703	3,903	46%
Current Tax Liabilities	70,244	52,417	34%
Deferred Tax Liabilities	38,925	38,925	0%
Accrued Expenses	281,883	117,025	141%
Trade Payables	74,499	38,288	95%
Other Payables	16,365	46,092	-64%
	7,817,567	5,990,244	31%
EQUITY			
Capital and Reserves			
Stated Capital	287,153	287,153	0%
Statutory Reserve	128,060	87,802	46%
General Reserve	7,500	7,500	0%
Investment Fund Account	77,889	42,750	82%
Retained Earnings	345,470	261,133	32%
Shareholders' Equity	846,072	686,336	23%
Total Equity and Liabilities	8,663,638	6,676,581	30%
Net assets per share	20.36	16.52	23%


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 ;


K.D.D.Perera
Chairman
Colombo


S.B.Rangamuwa
Managing Director

06th February 2013

VALLIBEL FINANCE PLC
STATEMENT OF CHANGES IN EQUITY

Amounts in Rupees '000

For the Nine months ended

	Stated Capital	Statutory Reserve	General Reserve	Investment Fund Account	Retained Earnings	Total
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Balance as at 1st April 2012	287,153	87,803	7,500	42,750	261,133	686,337
Profit for the period	-	-	-	-	201,284	201,284
Dividend	-	-	-	-	(41,551)	(41,551)
Transfers	-	40,257	-	35,139	(75,396)	-
Balance as at 31st December 2012	287,153	128,060	7,500	77,889	345,470	846,071
Balance as at 1st April 2011	287,153	40,006	7,500	5,350	128,126	468,136
Profit for the period	-	-	-	-	173,902	173,902
Dividend	-	-	-	-	(20,775)	(20,775)
Transfers	-	34,781	-	30,889	(65,670)	-
Balance as at 31st December 2011	287,153	74,787	7,500	36,239	215,583	621,262

Vallibel Finance PLC

Interim Financial Statements for the nine months ended 31.12.2012

VALLIBEL FINANCE PLC
CASH FLOW STATEMENT

Amounts in Rupees '000

For the Nine Month ended

Cash Flow From Operating Activities

Interest and commission receipts	1,502,730	764,784
Interest payments	(631,603)	(280,635)
Cash receipts from customers	35,943	59,298
Cash payments to employees and suppliers	(217,742)	(155,782)

Operating Profit Before Changes

in Operating Assets and Liabilities

689,327 387,665

(Increase) / Decrease in Operating Assets

Short term funds	(53,456)	(119,711)
Deposits held for regulatory or monetary control purposes	(475,627)	(247,830)
Funds advanced to customers	(1,616,185)	(2,010,237)

Increase / (Decrease) in Operating Liabilities

Deposits from customers	1,512,083	874,594
Certificate of deposits	34,708	31,070

Net Cash Used In Operating Activities before Income Tax

(598,476) (1,472,114)

Taxes paid

(121,104) (102,324)

Net Cash Used In Operating Activities after Income Tax

(719,580) (1,574,439)

Cash Flows From Investing Activities

Dividends received	336	47
Purchase of non-dealing securities	-	(21,908)
Purchase of property , plant and equipment	(33,510)	(32,993)

Net Cash Used In Investing Activities

(33,174) (54,854)

Cash Flows From Financing Activities

Net increase in borrowings	(144,102)	1,140,124
Dividend paid	(41,551)	(20,775)

Net Cash (Used In) / Generated From Financing Activities

(102,551) 1,119,349

Net Decrease in Cash & Cash Equivalents

(165,978) (122,279)

Cash & Cash equivalents at the beginning of the Period

(3,445) 16,170

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

(169,422) (106,109)

Note A

Cash & Cash equivalents at the end of the Period

Cash in hand and at Banks	91,204	68,173
Bank Overdrafts	(260,626)	(174,282)
	(169,422)	(106,109)

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 2012. These Financial Statements are presented in accordance with Sri Lanka Accounting Standard No.35 Interim Financial Reporting.

The Company is required to prepare interim financial statements in accordance with LKAS 34 - Interim Financial Reporting. However the Institute of Chartered Accountants of Sri Lanka has decided to allow companies to prepare interim financial statements during the first financial year commencing on or after 1st January 2012 in accordance with Sri Lanka Accounting Standards that existed immediately prior to that date and disclosure the impact and if the determination is impracticable, required to disclose the fact.

The Company is in the process of developing a system to convert the financial statements according to the new Sri Lanka Accounting Standards (LKAS/SLFRS)

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 2012.

INFORMATION ON ORDINARY SHARES

Share Price During the Quarter

		For the quarter ended	
		31.12.2012	31.12.2011
Highest	Rs.	43.00	47.40
Lowest	Rs.	30.00	39.00
Closing	Rs.	31.00	43.30
No of Ordinary Share Issued As At 31st December		41,550,600	41,550,600

SELECTED PERFORMANCE INDICATORS

Indicator	As at 31st December 2012	As at 31st December 2011
Asset Quality	Rs'000	Rs'000
Total Accommodation (Net of Interest in Suspense)	7,217,494	5,216,290
Net Total Accommodations (Net of Provision for Bad and Doubtful Debts and Interest in Suspense)	7,123,233	5,162,029
Non-Performing Accommodations (Net of Interest in Suspense)	187,512	89,032
Liquidity		
Required Minimum Amount of Liquid Assets	545,142	350,190
Available Amount of Liquid Assets	701,526	603,461
Required Minimum Amount of Government Securities	245,180	130,202
Available Amount of Government Securities	245,572	135,287
Capital Adequacy		
Core Capital to Risk Weighted Assets Ratio (Minimum 5%)	7.73%	11.14%
Total Capital to Risk Weighted Assets Ratio (Minimum 10%)	11.59%	15.18%
Capital Funds to Total Deposit Liabilities Ratio (Minimum 10%)	15.81%	17.74%
Profitability		
Return on Assets (After Tax) - (Annualized)	3.35%	4.19%
Return on Equity - (Annualized)	34.34%	42.24%

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

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

The Following table presents financial information regarding business segements : -

Business Segements

For the Nine months ended 31st December	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	574,010	251,678	542,514	442,595	71,487	32,746	76,018	27,430	-	-	1,264,029	754,450
Administration Fees	-	-	-	-	-	-	-	-	22,103	14,915	22,103	14,915
Capital gains / (loss)	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	336	47	336	47
Other	1,505	5,006	27,891	48,485	-	-	-	-	8,231	8,898	37,627	62,389
Total Revenue	575,515	256,685	570,405	491,080	71,487	32,746	76,018	27,430	30,670	23,860	1,324,095	831,802
Profit before tax	-	-	-	-	-	-	-	-	-	-	333,747	312,374
Taxation	-	-	-	-	-	-	-	-	-	-	(132,464)	(138,471)
Profit after tax											201,284	173,903
Other Information												
As at 31st December												
Segement assets	3,626,862	2,111,842	3,167,209	2,887,339	438,739	237,387	960,127	564,388	470,702	464,422	8,663,638	6,265,378
Segement Liabilities	3,272,670	1,902,436	2,857,906	2,601,036	395,893	213,848	866,363	508,424	424,734	418,371	7,817,566	5,644,115
Net assests	354,192	209,405	309,302	286,303	42,846	23,539	93,764	55,964	45,968	46,051	846,073	621,262

ADDITIONAL NOTES

20 MAJOR SHAREHOLDERS AS AT 31ST DECEMBER 2012

1	Vallibel Investments (Pvt) Limited	30,277,000	72.87%
2	Employees Trust Fund Board	1,248,127	3.00%
3	Seylan Bank PLC/M/S Divasa Equity (Pvt) Ltd	1,113,517	2.68%
4	George Steuart (Teas & Marketing) (Pvt) Ltd	514,275	1.24%
5	HSBC International Nominees Ltd- UBS AG Singapore Branch (Ex SBC)	430,000	1.03%
6	Seylan Bank PLC/HVA Lanka Exports (Private) Limited	228,148	0.55%
7	Mr. H Beruwalage	202,800	0.49%
8	Mrs. K I A Hewage	200,000	0.48%
9	Mr. B A R Dissanayake	181,620	0.44%
10	Mr. V R Kathiragamamby	157,000	0.38%
11	Mr. N Balasingam	134,900	0.32%
12	Mr. S B Rangamuwa	110,350	0.27%
13	Mr.L D Wickramasinghe/Mrs. S S Wickramasinghe/Ms.L D Wickramasinghe	106,900	0.26%
14	Mr. R R S Ananda	103,200	0.25%
15	Mr. A Tirathdas	100,000	0.24%
16	Codegen International (Pvt) Ltd	100,000	0.24%
17	Mr.R.Gautam	82,800	0.20%
18	Mr D.S.Jayaweera	73,000	0.18%
19	HVA Foods PLC	71,400	0.17%
20	Mr. S.N.C.W.M.B.C.Kandegedara	64,849	0.16%
	Others	6,050,714	14.56%
		41,550,600	100.00%

DIRECTORS' SHAREHOLDING AS AT 31ST DECEMBER 2012

1	Mr K D D Perera	600	0.001%
2	Mr S B Rangamuwa	110,350	0.266%
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%
		135,350	0.326%

PUBLIC HOLDING AS AT 31ST DECEMBER 2012

11,138,250	26.81%
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