ABANS FINANCE PLC INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

31 DECEMBER 2022



STATEMENT OF COMPREHENSIVE INCOME

09 Months
Ended 31 December
22 2021 ____ 20

03 Months

Change Rs. Change Chan
NS.
Income 2,002,043,119 1,493,848,361 34.02% 732,320,633 544,916,811 34.4% Interest Income 1,879,063,871 1,383,988,236 35.8% 679,709,290 499,304,588 36.1%
Interest Income 1,879,063,871 1,383,988,236 35.8% 679,709,290 499,304,588 36.1%
1,555,555,671
1,555,555,671
INTEREST EXPENSE (840 870 738) (404 975 167) 107 7% (211 415 127) (124 460 260) 1220/
(15), (
Net Interest Income 1,038,193,633 979,063,075 6.0% 368,294,168 364,835,319 1%
Fee and Commission Income 116,784,658 100,721,338 15.9% 51,311,445 39,647,173 29%
Fee and Commission Expense (16,738,787) (15,859,360) 5.5% (7,087,659) (4,967,011) 43%
(1)001/001/
Net Fee and Commission Income 100,045,871 84,861,979 17.9% 44,223,786 34,680,162 28%
Net Gain from Trading 1,395,006 240,000 240,000 240,000
Other Operating Income (net) 4,799,584 8,898,786 -46.1% 1,059,898 5,725,050 -81%
Total Operating Income 1,144,434,094 1,073,063,840 6.7% 413,817,852 405,480,531 2%
Credit Loss Expense on Financial Assets and Other Losses (74,593,418) (53,153,078) 40,3% (4,398,709) 20,638,586 -121%
Credit Loss Expense on Financial Assets and Other Losses (74,593,418) (53,153,028) 40.3% (4,398,709) 20,638,586 -121%
Net Operating Income 1,069,840,677 1,019,910,812 4.9% 409,419,143 426,119,117 -4%
1,013,310,012 4.3/0 403,413,143 420,113,117 -4/0
Operating Expenses
Personnel Costs (307,518,347) (236,935,147) 29.8% (114,461,533) (81,322,998) 41%
Depreciation & Amortization (49,290,425) (49,304,793) 0.0% (17,414,691) (16,833,909) 3%
Other Operating Expenses (279,898,357) (201,961,393) 38.6% (99,520,814) (62,568,581) 59%
Operating Profit before Value Added Tax on
Financial Services 433,133,547 531,709,478 -18.5% 178,022,105 265,393,629 -33%
Taxes on Financial Services (99,803,304) (97,969,788) 1.9% (44,203,455) (48,070,043) -8%
Profit before Taxation from Operations 333,330,243 433,739,690 -23.1% 133,818,650 217,323,586 -38%
Income Tax Expense (123,586,416) (127,614,093) -3.2% (55,002,946) (71,800,879) -23%
Profit for the Period 209,743,827 306,125,597 -31.5% 78,815,704 145,522,707 -46%
Total Comprehensive Income for the Period 209,743,827 306,125,597 -31.5% 78,815,704 145,522,707 -46%
Earnings Per Share 3.04 4.60 1.07 2.19
3.04 4.60 1.07 2.19

The figures presented above are provisional and subject to Audit.

08th February 2023 Colombo

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

		December'2022		March'2022
	Change	Rs.		Rs.
Assets		(Un Audited)		(Audited)
Cash and Bank Balances	-7.3%	170,439,857		183,803,274
Placements with Banks	-44.9%	267,776,547		485,662,416
Repurchase Agreement	-100.0%	7 A 6		255,049,144
Loans and Advances	-0.8%	1,100,147,431		1,109,139,474
Lease Rentals Receivable & Stock Out on Hire	9.0%	7,631,179,008		6,999,758,895
Financial Investment at Fair Value Through P&L	-97.5%	7,357,742		291,202,975
Equity instruments at fair value through OCI	0.0%	80,400		80,400
Debt instruments at amortised cost	33.4%	783,006,886		587,159,325
Other Financial Assets	-36.4%	70,529,581		110,968,742
Real Estate Stock	0.0%	32,066,726		32,066,726
Other Non Financial Assets	36.8%	79,067,215		57,812,919
Property, Plant & Equipment	9.8%	167,706,813		152,722,069
Intangible Assets	-11.9%	24,635,380		27,950,766
Right of use Asset	-6.6%	163,539,099		175,125,283
Total Assets	0.3%	10,497,532,685		10,468,502,408
Liabilities				
Due to Banks	-32.2%	94,021,306		138,597,100
Due to Customers	-4.7%	4,239,914,975		4,448,008,287
Other Borrowed Funds	-5.9%	2,400,985,792		2,552,107,092
Other Financial Liabilities	5.5%	680,224,316		644,871,381
Other Non Financial Liabilities	-0.6%	43,571,885		43,821,143
Current Tax Liabilities	-8.2%	160,712,302		175,080,456
Deferred Tax Liability	0.0%	13,298,360		13,298,360
Retirement Benefit Liability	9.6%	30,257,201		27,600,613
Total Liabilities	-4.7%	7,662,986,137		8,043,384,432
Shareholders' Funds				
Stated Capital	17.8%	1,321,097,699		1,121,412,955
Statutory Reserve Fund	0.0%	277,169,198		277,169,198
Revaluation Reserve	0.0%	70,403,907		70,403,907
Retained Earnings	21.9%	1,165,875,743		956,131,916
Total Shareholders' Funds	16.9%		-	2,425,117,976
Total Shareholders Fullus	10.570	2,834,546,547	-	2,423,117,370
Total Liabilities and Shareholders' Funds	0.3%	10,497,532,685		10,468,502,408
Commitments and Contingencies		-		-
Net Assets Per Share		38.46		36.43

The figures presented above are provisional and subject to Audit.

These Financial Statements are in compliance with the requirements of the Companies Act No.07 of 2007

Financial Officer

The Board of Directors is responsible for the preparation & and presentation of these Financial Statements. Signed for and on behalf of the Board by,

Director

Director

08th February 2023 Colombo

STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED

	Stated Capital Rs.	Retained Earnings Rs.	Revalaution Reserve	Statutory Reserve Rs.	Total Rs.	
Balance as at 01 April 2021	1,121,412,955	610,075,861	70,403,907	191,107,440	1,993,000,163	
Net Profit / (Loss) for the Period		306,125,597	-	-	306,125,597	
Balance as at 31 December 2021	1,121,412,955	916,201,458	70,403,907	191,107,440	2,299,125,760	
Balance as at 01 April 2022	1,121,412,955	956,131,916	70,403,907	277,169,198	2,425,117,976	
Rights Issue	199,684,744				199,684,744	
Net Profit / (Loss) for the Period		209,743,827	-	-	209,743,827	
Balances as at 31 December 2022	1,321,097,699	1,165,875,743	70,403,907	277,169,198	2,834,546,547	

08th February 2023 Colombo

CASH	FLOW	STATE	MENI
FOR THE	PERIOD	ENDED 3	LDECEMBER

CASH FLOW STATEMENT		
FOR THE PERIOD ENDED 31 DECEMBER	31st December 2022	31st December 2021
Cash Flows From / (Used in) Operating Activities		
Profit / (Loss) Before Income Tax Expense	333,330,243	433,739,690
Adjustments for	44 004 202	44 969 057
Depreciation	11,894,383	44,868,052 4,436,741
Amortisation of Intangible Assets	4,495,760	4,430,741
Amortization of Right to use assets	32,900,282	53,153,028
Impairment Provision	74,593,418	(3,990)
Loss/(Profit) on Disposal of Property, Plant & Equipment	4 975 001	6,750,000
Provision/(reversal) for Defined Benefit Plans	4,875,001	0,730,000
Loss/(Profit) from sale of unit Trust	(1,154,766)	(240,000)
Dividend Received	(240,240)	(240,000)
Interest Expense on Lease Liailitiy	13,206,737	100,989,464
Interest Expense on Borrowings	296,057,412	643,692,985
Operating Profit before Working Capital Changes	769,958,230	043,092,983
(Increase)/Decrease in Loans and Advances	39,549,590	255,311,472
(Increase)/Decrease in Lease Rentals Receivable & Stock out on hire	(736,571,078)	
(Increase)/Decrease in Other Financial Assets	40,439,162	3,165,455
(Increase)/Decrease in Right-of-use Assets	-	(151,528,532)
(Increase)/Decrease in Other Non Financial Assets	(21,254,296)	
Increase/(Decrease) in Amounts Due to Customers	(208,093,312)	
Increase/(Decrease) in Other Financial Liabilities	35,352,935	123,422,855
Increase/(Decrease) in Other Non Financial Liabilities	(249,258)	
Cash Generated from Operations	(80,868,028)	418,692,572
Retirement Benefit Liabilities Paid	(2,218,413)	
Interest paid on Bank and Other Borrowings	(117,787,438)	to an across but their arrangement
Taxes Paid	(137,954,570	
Net Cash From/(Used in) Operating Activities	(338,828,450	225,763,284
Cash Flows from / (Used in) Investing Activities	Va .	
Acquisition of Property, Plant & Equipment	(26,879,127	(18,276,077)
Acquisition of Intangible Assets	(1,180,373	
Proceeds from Sales of Property , Plant & Equipment	-	5,000
Sale/(Purchase) of Placement with banks		(52,165,090)
Disposal/(Acquisition) of Debt instruments at amortised cost	(195,847,561	
Proceeds from Disposal of Debt Securities	463,174,052	
Dividend received	240,240	
Net Cash Flows from/(Used in) Investing Activities	239,507,231 210,765,232	
Cash Flows from / (Used in) Financing Activities	220,. 00,200	
Payment of Capital Potion of Lease liabilities	(34,520,835	A THE RESIDENCE OF THE PARTY OF
Cash Outflow Flow from Bank and Other borrowings	(113,780,490	
Borrowings through Commercial Papers	-	371,329,364
Cash Inflow Other Borrowing	946,199,887	
Cash Outflow Other Borrowing	(1,275,591,161	1
Proceed From Issue of Ordinary Shares	199,684,744	
Net Cash Flows from/(Used in) Financing Activities	(278,007,854	401,529,364
Net Increase in Cash and Cash Equivalents	(377,329,073	303,053,521
Cash and Cash Equivalents at the beginning of the year	1,427,457,257	
Cash and Cash Equivalents at the end of the year	1,050,128,184	1,528,199,714

Liabilities Due to Banks Due to Customers Other borrowed funds Other Financial Liabilities **Total Financial Liabilities**

Assets Cash and Bank Balances Placements with Banks Repurchase Agreements Loans and Advances Lease rentals receivable & Stock out on hire Financial Investments & Fair Value through P&L Equity instruments at fair value through PCI Financial Investments & Fair Value through PCI Financial Investments & Fair Value through PCI Financial Investments at fair value through PCI Financial Investment at fair value through PCI Fina		Amortised Cost	Amortised Cost Finncial Investm	nent FVT P&L	Equity Instrum	ents -FVOCI	То	tal
Cash and Bank Balances 170,439,857 183,803,274 Placements with Banks 267,776,547 485,662,416 Repurchase Agreements Loans and Advances Lease rentals receivable & Stock out on hire Financial Investments & Fair Value through P&L Equity instruments at fair value through PCI Founty instruments at fair value through PCI Financial Investments at fair value through PCI Founty instruments at fair value through PCI Founty instrumen	As at 31 December 2022		31.12.2022					31.03.2022 Rs.
Debt instruments at amortised cost 783,006,886 587,159,325 783,006,886 587, Other financial assets 70,529,581 110,968,742 - 70,529,581 110,	Cash and Bank Balances Placements with Banks Repurchase Agreements Loans and Advances Lease rentals receivable & Stock out on hire Financial Investments & Fair Value through P&L Equity instruments at fair value through OCI Debt instruments at amortised cost Other financial assets	267,776,547 485,662,416 255,049,144 1,100,147,431 1,109,139,474 7,631,179,008 6,999,758,895 	267,776,547 485,662,416 ents - 255,049,144 1,100,147,431 1,109,139,474 7,631,179,008 6,999,758,895 et sa Fair Value through P&L et fair value through OCI amortised cost 783,006,886 587,159,325 70,529,581 110,968,742		80,400	80,400	267,776,547 1,100,147,431 7,631,179,008 7,357,742 80,400 783,006,886 70,529,581	183,803,274 . 485,662,416 255,049,144 1,109,139,474 6,999,758,895 291,202,975 80,400 587,159,325 110,968,742 10,022,824,645

OFL	at	Am	ortized	Cost

31.12.2022 Rs.	31.03.2022 Rs.
94,021,306	138,597,100
4,239,914,975	4,448,008,287
2,400,985,792	2,552,107,092
680,224,316	644,871,382
7,415,146,389	7,783,583,861

31.12.2022 Rs.	31.03.2022 Rs.
94,021,306	138,597,100
4,239,914,975	4,448,008,287
2,400,985,792	2,552,107,092
680,224,316	644,871,382
7,415,146,389	7,783,583,861

Total

FVTP&L -Fair Value Through P&L FVOCI - Fair Value Through Other Comprehnsive Income OFL - Other Financial Liabilities

FINANCIAL REPORTING BY SEGMENT

	Lea	sing	Hire Pu	ırchase	Term	Loans	Ot	hers	То	tal
FOR THE PERIOD ENDED 31 DECEMBER	2022 Rs.	2021 Rs.	2022 Rs.	2021 Rs.	2022 Rs.	2021 Rs.	2022 Rs.	2021 Rs.	2022 Rs.	2021 Rs.
Interest Income Fee Based Income & Others	1,495,275,866 107,656,133	1,170,265,509 95,589,501	(299,249) 5,611,272	2,599,113 2,888,544	142,406,631 2,506,208	159,426,689 2,191,944	241,680,622 1,011,045	51,696,924 51,349	1,879,063,871 116,784,658	1,383,988,236 100,721,338
Unallocated Income Total Revenue	1,602,931,999	1,265,855,011	5,312,023	5,487,657	144,912,839	161,618,634	6,194,591 248,886,258	8,898,786	6,194,591	9,138,786
Interest Expences Fee Based Expences & Others Impairment Reversal / (Allowance) Net Operating Income Unallocated Expenses Profits/ (Loss) before Tax Income Tax expenses Net Profit /(Loss) for the period	(628,718,213) (7,068,055) (68,950,941) 898,194,790	(280,176,634) (6,097,222) (37,431,030) 942,150,125	(1,864,486) - (553,832) 2,893,70 5	(1,047,803) - (154,177) 4,285,676	(95,218,646) (138,000) 30,618,994 80,175,187	(56,574,882) (459,000) (1,997,217) 102,587,535	(115,068,892) (9,532,732) (35,707,638) 88,576,996	(67,125,842) (9,303,138) (13,570,604) (29,352,524)	2,002,043,120 (840,870,238) (16,738,787) (74,593,418) 1,069,840,677 (736,510,433) 333,330,244 (123,586,416) 209,743,828	1,493,848,361 (404,925,162) (15,859,360) (53,153,028) 1,019,910,812 (586,171,122) 433,739,690 (127,614,093) 306,125,597
Segment Assets Unallocated Assets Total Assets	7,612,253,676	6,382,704,486	18,925,332	25,743,166	1,100,147,431	1,122,199,904	1,050,783,433	1,774,014,246	9,782,109,873 715,422,813	9,304,661,802 681,203,961
Unallocated Liabilities Total Liabilities	7,612,253,676	6,382,704,486	18,925,332	25,743,166	1,100,147,431	1,122,199,904	1,050,783,433	1,774,014,246	10,497,532,686 7,662,986,139 7,662,986,139	9,985,865,763 7,686,740,003 7,686,740,003

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2022

(a) . BASIS OF PREPARATION

These Interim Financial Statements have been prepared in accordance with Sri Lanka Accounting Standard LKAS 34 Interim Financial Reporting, and present information required by Listing Rules of the Colombo Stock Exchange.

The accounting policies followed in the preparation of these financial statements are the same as those used in the audited financial statements for the year ended 31 March 2022, except as described in these notes.

These Financial Statements are provisional and subject to audit.

(b). EVENTS AFTER THE REPORTING DATE

There were no events after the reporting date with require disclosure.

(c). CORE CAPITAL

Direction No 02 of 2017 issued under the Finance Business Act as ammended of up to 31st December 2022 requires a finance company to have a core capital of at least Rs. 2.5 bn. As per this direction CBSL had imposed a deposit cap of Rs. 5,000 mn and deposit advertising restrictions to the Company as minimum core capital reuirement was not met-However, Upon completion of the rights issue the minimum core capital requirement was fullfilled, and the restrictions have been lifted by the CBSL with effect frpm 21st October 2022.

(d) RIGHTS ISSUE

During the period, the Company has issued 7,131,598 Shares by way of a Rights Issue in the porportion of three (03) new shares for Twenety Eight (28) exsisting shares held in the Stated Capital of the Company. The Shares were listed on 13th October 2022.

The company raised Rs. 199,684,744.00 from the Rights Issue and increased the Stated Capital of the Company from Rs.1,121,412,955.00 representing 66,561,573 shares to Rs.1,321,097,699.00 representing 73,693,171 Shares.

(e) THE PURPOSE WHICH THE PROCEEDS OF THE ISUUES ARE TO BE UTILIZED

To fulfill the Minimum Core Capital Requirement stipulated by the Central Bank of Sri Lanka ("CBSL") and the proceeds of Issue will be utilised for the lending activities of the Company.

Rights issue proceeds have been used for loan disbursements. Total loan disbursements during the quarter was Rs. 1,596,255,419.47.

(f). CREDIT RATING

A -(Ika) /RWN, by FITCH Ratings Lanka Ltd

(g). TRADED PRICE PER SHARE

	03 Months Ended 31 December 2022	03 Months Ended 31 December 2021
Highest	Rs. 24.90	Rs. 40.00
Lowest	Rs. 18.80	Rs. 24.00
Closing	Rs. 20.80	Rs. 32.00

(h). MARKET CAPITALIZATION

- Market Capitalization (Rs.)
- Float Adjusted Market Capitalization (Rs.)

1,532,817,957

115,589,032

NOTES TO THE FINANCIAL STATEMENTS (Cont..) FOR THE PERIOD ENDED 31 DECEMBER 2022

(i). SHARES HELD BY PUBLIC

- Public Share holding as at 31 December 2022 is, 7.54%
- Number of Public Share Holders as at 31 Decemer 2022 is, 778

(j). SHARES HELD BY DIRECTORS

	31 Decembe	er 2022			
Name of The Director	No.of Shares	(%)			
MR. RUSI PESTONJEE *	220,660	0.30			
MR. HIRAN CHAMINDA EMBULDENIYA	NIL	-			
Mr. W B W M R A M T G ALUWIHARE	NIL	_			
Mr. KALUGAMAGE JOHN CECIL PERERA	NIL				
Ms. DISHANA SIRINIMALI RATNAYAKE	NIL				
MR. S M S S BANDARA	NIL	_			

^{*}This includes 28,800 shares held jiontly with Miss J E S Fernando.

(k). TWENTY LARGEST SHAREHOLDERS

Name of The Shareholder	31 December 2022	
	No.of Shares	(%)
1 ABANS PLC	37,010,472	50.22
2 IRONWOOD INVESTMENT HOLDING PVT LTD	30,740,406	41.71
3 MR B. PESTONJEE	1,252,697	1.70
4 LOGIRITE (PRIVATE) LIMITED	983,142	1.33
5 ABLE INVESTMENTS (PRIVATE) LIMITED	850,145	1.15
6 MR K. KUNENTHIRAN	516,832	0.70
7 MRS S. DUBASH	213,039	0.29
8 PEOPLE'S LEASING & FINANCE PLC/L.P.HAPANGAMA	194,340	0.26
9 MR R. PESTONJEE	191,860	0.26
0 A B COLD STORAGE (PVT) LIMITED	159,428	0.22
1 AB SECURITAS (PRIVATE) LIMITED	159,428	0.22
2 CLEANTECH PVT LTD	159,428	0.22
B SEYLAN BANK PLC/SHERMAL HEMAKA JAYASURIYA	122,854	0.17
4 MRS A. PESTONJEE	80,000	0.11
5 MRS H.I. SALGADO	66,600	0.09
5 PEOPLE'S LEASING & FINANCE PLC/DR.H.S.D.SOYSA &		
MRS.G.SOYSA	52,584	0.07
7 MR G.C. GOONETILLEKE	48,105	0.07
B DR K. POOLOGASUNDRAM	36,000	0.05
MR R.E. RAMBUKWELLE	34,517	0.05
SAMPATH BANK PLC/MR. ABISHEK SITHAMPALAM	31,882	0.04
	72,903,759	98.93
Others	789,412	1.07
Total	73,693,171	100.00