

# INTERIM FINANCIAL STATEMENTS

*FOR THE QUARTER ENDED 30 TH JUNE 2015*

**Citizens Development Business Finance PLC**

No 123, Orabipasha Mawatha, Colombo 10



CITIZENS DEVELOPMENT BUSINESS FINANCE PLC -Interim Financial Statements

Statement of Profit or Loss and Other Comprehensive Income

	Company			Group		
	For the Quarter ended 30th June 2015/16 Rs.	2014/15 Rs.	Change %	For the Quarter ended 30th June 2015/16 Rs.	2014/15 Rs.	Change %
<b>Revenue</b>	<b>1,673,219,780</b>	<b>1,682,763,473</b>	<b>-1%</b>	<b>1,688,942,833</b>	<b>1,682,763,473</b>	<b>0%</b>
Interest Income	1,564,918,232	1,593,435,687	-2%	1,580,587,285	1,593,435,687	-1%
Less: Interest Expenses	830,610,255	900,258,376	-8%	832,380,031	900,258,376	-8%
<b>Net Interest Income</b>	<b>734,307,977</b>	<b>693,177,311</b>	<b>6%</b>	<b>748,207,254</b>	<b>693,177,311</b>	<b>8%</b>
Net fee and Commission Income	46,917,077	37,670,180	25%	46,917,077	37,670,180	25%
Other Operating Income	61,384,471	51,657,606	19%	61,438,471	51,657,606	19%
<b>Total Operating Income</b>	<b>842,609,525</b>	<b>782,505,097</b>	<b>8%</b>	<b>856,562,802</b>	<b>782,505,097</b>	<b>9%</b>
Less : Net impairment loss on financial asset	43,877,960	141,003,499	-69%	43,933,844	141,003,499	-69%
<b>Net Operating Income</b>	<b>798,731,565</b>	<b>641,501,598</b>	<b>25%</b>	<b>812,628,958</b>	<b>641,501,598</b>	<b>27%</b>
<b>Less:</b>						
Personnel expenses	168,035,398	158,206,713	6%	169,981,648	158,206,713	7%
Premises, equipment and establishment expenses	242,308,011	194,843,649	24%	243,811,467	194,843,649	25%
Other expenses	78,743,321	70,098,147	12%	79,663,591	70,098,147	14%
Total Operating Expenses	489,086,730	423,148,509	16%	493,456,706	423,148,509	17%
<b>Operating Profit Before Value Added Tax(VAT) on financial service, Nation Building Tax (NBT) and crop Insurance Levy (CIL)</b>	<b>309,644,835</b>	<b>218,353,089</b>	<b>42%</b>	<b>319,172,252</b>	<b>218,353,089</b>	<b>46%</b>
Less: VAT, NBT ad CIL	39,618,705	19,833,264	100%	40,799,085	19,833,264	106%
<b>Profit Before Tax</b>	<b>270,026,130</b>	<b>198,519,825</b>	<b>36%</b>	<b>278,373,167</b>	<b>198,519,825</b>	<b>40%</b>
Income Tax Expense	58,237,124	40,986,840	42%	60,609,209	40,986,840	48%
<b>Profit for the Period</b>	<b>211,789,006</b>	<b>157,532,985</b>	<b>34%</b>	<b>217,763,958</b>	<b>157,532,985</b>	<b>38%</b>
<b>Profit attributable to:</b>						
Equity holders of the Company	211,789,006	157,532,985	34%	216,918,086	157,532,985	38%
Non-controlling Interests	-	-	-	845,872	-	-
<b>Profit for the Period</b>	<b>211,789,006</b>	<b>157,532,985</b>	<b>34%</b>	<b>217,763,958</b>	<b>157,532,985</b>	<b>38%</b>
<b>Other Comprehensive Income:</b>						
<b>Items that will never be reclassified to profit or loss</b>						
Expected return on Plan Asset	(4,485,593)	(1,668,345)	169%	(4,485,593)	(1,668,345)	169%
<b>Items that are or may be reclassified to profit or loss</b>						
Net change in fair value of available for sale financial asset	(65,311,200)	(28,200,000)	132%	(65,311,200)	(28,200,000)	132%
Other comprehensive income net of tax	<b>(69,796,793)</b>	<b>(29,868,345)</b>	<b>134%</b>	<b>(69,796,793)</b>	<b>(29,868,345)</b>	<b>134%</b>
<b>Total Comprehensive Income</b>	<b>141,992,213</b>	<b>127,664,640</b>	<b>11%</b>	<b>147,967,165</b>	<b>127,664,640</b>	<b>16%</b>
<b>Total Comprehensive Income Attributable to:</b>						
Equity Holders of the Company	141,992,213	127,664,640	11%	147,121,293	127,664,640	15%
Non-controlling interests	-	-	-	845,872	-	-
<b>Total Comprehensive Income</b>	<b>141,992,213</b>	<b>127,664,640</b>	<b>11%</b>	<b>147,967,165</b>	<b>127,664,640</b>	<b>16%</b>
<b>Earnings per share:</b>						
Basic Earnings per Share	3.90	2.90		4.01	2.90	

Figures in brackets indicate deductions.

**CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements**

**Statement of Financial Position**

	Company		Group	
	30-06-2015 Rs.	Audited 31-03-2015 Rs.	30-06-2015 Rs.	Audited 31-03-2015 Rs.
<b>Assets</b>				
Cash and Cash Equivalents	491,044,285	313,394,279	498,916,600	334,358,488
Financial Instruments held for Trading	58,077,869	56,220,230	58,077,868	56,220,230
Loans and Receivable to Banks	72,500,000	301,700,000	72,500,000	301,700,000
Deposits with licensed commercial banks	1,943,070,039	1,933,216,541	1,943,070,038	1,943,406,672
Loans and Advances to Customers	31,361,948,980	29,378,799,251	31,581,910,912	29,620,437,218
Investment Securities	3,222,305,615	3,140,348,599	3,241,411,457	3,146,426,620
Investment in Subsidiary	427,745,447	427,745,447	-	-
Investment Property	20,197,977	20,197,977	20,197,977	20,197,977
Property, Plant and Equipment	1,446,843,174	1,421,342,866	1,455,668,713	1,426,432,810
Intangible Assets	71,015,817	71,159,770	71,015,816	75,792,298
Goodwill on Consolidation	-	-	244,179,431	244,179,431
Other Assets	1,192,899,930	949,583,620	1,199,143,523	955,914,234
<b>Total Assets</b>	<b>40,307,649,133</b>	<b>38,013,708,580</b>	<b>40,386,092,335</b>	<b>38,125,065,978</b>
<b>Liabilities</b>				
Deposits From Customers	27,123,372,694	27,079,133,660	27,123,372,693	27,079,133,660
Debt Securities Issued	1,057,838,451	1,043,481,193	1,057,838,450	1,043,481,193
Other Interest bearing borrowings	5,547,234,281	3,780,763,484	5,564,924,954	3,838,570,678
Current Tax Liabilities	163,457,050	111,513,609	171,930,590	117,226,977
Deferred Tax Liabilities	282,079,148	282,079,149	283,654,114	283,654,115
Retirement Benefit Obligations	10,582,586	45,298,838	10,582,586	45,425,460
Other Liabilities	1,869,157,395	1,369,435,106	1,876,518,226	1,378,202,112
<b>Total Liabilities</b>	<b>36,053,721,605</b>	<b>33,711,705,039</b>	<b>36,088,821,613</b>	<b>33,785,694,195</b>
<b>Equity</b>				
Stated Capital	1,185,061,645	1,185,061,645	1,185,061,645	1,185,061,645
Reserves	1,598,272,659	1,663,583,860	1,598,751,065	1,664,062,266
Retained Earnings	1,470,593,224	1,453,358,036	1,482,828,570	1,460,464,302
Total equity attributable to equity holders of the company	4,253,927,528	4,302,003,541	4,266,641,280	4,309,588,213
Non-Controlling Interests	-	-	30,629,442	29,783,570
<b>Total Equity</b>	<b>4,253,927,528</b>	<b>4,302,003,541</b>	<b>4,297,270,722</b>	<b>4,339,371,783</b>
<b>Total Equity and Liabilities</b>	<b>40,307,649,133</b>	<b>38,013,708,580</b>	<b>40,386,092,335</b>	<b>38,125,065,978</b>
<b>Net Assets Value per Share</b>	<b>78.33</b>	79.22	<b>78.57</b>	79.91

The above figures are subject to audit unless specified.

The financial statements are in compliance with the requirements of the companies Act No 7 of 2007 and Finance Business Act No 42 of 2011.

**Sgd.**

**Damith Tennakoon**

Director/ CFO

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

**Sgd.**

**D.H.J Gunawardena**

Chairman

**Sgd.**

**C.M Nanayakkara**

Managing Director/ CEO

23rd July 2015  
Colombo

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Statement of Changes in Equity

Company	Stated Capital Rs	Revaluation Reserve Rs	Available-for-sale reserve Rs	Investment Fund Account Rs	Statutory Reserve Fund Rs	Retained Earnings Rs	Total Rs
Balance as at 1st April 2014	1,185,061,645	132,765,013	689,690,925	87,745,449	497,954,363	983,696,717	3,576,914,112
Profit for the Period						157,532,985	157,532,985
Other comprehensive income for the Period			(28,200,000)			(1,668,345)	(29,868,345)
<b>Total comprehensive income for the period</b>			<b>(28,200,000)</b>	<b>-</b>	<b>-</b>	<b>155,864,640</b>	<b>127,664,640</b>
<b>Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders</b>							
First and Final dividend for year- 2013/2014						(162,915,621)	(162,915,621)
Transfers during the period				6,391,017		(6,391,017)	-
<b>Balance as at 30th June 2014</b>	<b>1,185,061,645</b>	<b>132,765,013</b>	<b>661,490,925</b>	<b>94,136,466</b>	<b>497,954,363</b>	<b>970,254,719</b>	<b>3,541,663,131</b>
Balance as at 1st April 2015	1,185,061,645	171,072,990	854,209,725	-	638,301,144	1,453,358,036	4,302,003,540
Profit for the period						211,789,006	211,789,006
Other comprehensive income for the period			(65,311,200)			(4,485,593)	(69,796,793)
<b>Total comprehensive income for the period</b>			<b>(65,311,200)</b>			<b>207,303,413</b>	<b>141,992,213</b>
<b>Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders</b>							
First and Final dividend for year- 2014/2015						(190,068,225)	(190,068,225)
<b>Balance as at 30th June 2015</b>	<b>1,185,061,645</b>	<b>171,072,990</b>	<b>788,898,525</b>	<b>-</b>	<b>638,301,144</b>	<b>1,470,593,224</b>	<b>4,253,927,528</b>

Figures in brackets indicate deductions.

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Statement of Changes in Equity

Group

	Stated Capital Rs	Revaluation Reserve Rs	Available-for-sale Investment reserve Rs	Fund Account Rs	Statutory Reserve Fund Rs	Retained Earnings Rs	Minority Interest Rs	Total Rs
Balance as at 1st April 2014	1,185,061,645	132,765,013	689,690,925	87,745,449	497,954,363	983,495,917		3,576,713,312
Profit for the Period 2014/15						157,532,985		157,532,985
Other comprehensive income for the Period 2014/15			(28,200,000)			(1,668,345)		(29,868,345)
<b>Total comprehensive income for the period</b>	-	-	<b>(28,200,000)</b>	-	-	<b>155,864,640</b>	-	<b>127,664,640</b>
<b>Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders</b>								
First and Final dividend for year- 2013/2014						(162,915,621)		(162,915,621)
Transfers during the period				6,391,017		(6,391,017)		-
<b>Balance as at 30th June 2014</b>	<b>1,185,061,645</b>	<b>132,765,013</b>	<b>661,490,925</b>	<b>94,136,466</b>	<b>497,954,363</b>	<b>970,053,919</b>	-	<b>3,541,462,331</b>
Balance as at 1st April 2015	1,185,061,645	171,072,990	854,209,725	-	638,779,550	1,460,464,302	29,783,570	4,339,371,782
Profit for the period 2015/16						216,918,086	845,872	217,763,958
Other comprehensive income for the Period 2015/16			(65,311,200)			(4,485,593)	-	(69,796,793)
<b>Total comprehensive income for the period</b>	-	-	<b>(65,311,200)</b>	-	-	<b>212,432,493</b>	<b>845,872</b>	<b>147,967,165</b>
<b>Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders</b>								
Reserves Attributable to Non Controlling Interest								-
First and Final dividend for year- 2014/2015						(190,068,225)		(190,068,225)
<b>Balance as at 30th June 2015</b>	<b>1,185,061,645</b>	<b>171,072,990</b>	<b>788,898,525</b>	-	<b>638,779,550</b>	<b>1,482,828,570</b>	<b>30,629,442</b>	<b>4,297,270,722</b>

Figures in brackets indicate deductions.

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Statement of Cash Flow

For the Period ended	Company		Group	
	30/06/2015 Rs.	30/06/2014 Rs.	30/06/2015 Rs.	30/06/2014 Rs.
Cash flow from Operating Activities				
Interest Receipts	1,555,939,550	1,627,362,117	1,572,047,339	1,627,362,117
Commission Receipts	44,900,621	36,644,222	44,900,621	36,644,222
Other Income Receipts	71,175,773	42,593,606	72,319,889	42,593,606
Interest Payments	(830,610,255)	(2,027,858,741)	(693,366,962)	(2,027,858,741)
Fee and Business Promotion Expenses	(15,148,862)	(13,828,009)	(15,148,862)	(13,828,009)
Employee Related Payments	(162,025,794)	(147,943,427)	(163,913,203)	(147,943,427)
Supplier Payments	(58,960,541)	(269,241,570)	(60,296,362)	(269,241,570)
Financial Expenses	(2,991,919)	(2,190,201)	(3,014,133)	(2,190,201)
<b>Operating Profit before changes in Operating Assets</b>	<b>602,278,573</b>	<b>(754,462,003)</b>	<b>753,528,327</b>	<b>(754,462,003)</b>
(Increase)/Decrease in Operating Assets				
Investments in Licensed Commercial Bank	(9,853,498)	775,097,721	254,942	775,097,721
Investments in Government Securities	89,052,827	(105,233,036)	76,675,843	(105,233,036)
Net Funds Advanced to Customers	(2,048,158,992)	(590,244,426)	(2,024,047,456)	(590,244,426)
Changes in Other Short Term Assets	(157,179,996)	(80,557,163)	(157,179,996)	(80,557,163)
Inventories	(84,119,860)		(84,119,860)	
	(1,607,980,946)	(755,398,907)	(1,434,888,200)	(755,398,907)
Increase/(Decrease) in Operating Liabilities				
Borrowings	1,780,828,055	(562,154,846)	1,684,225,265	(562,154,846)
Deposits from Customers	44,239,034	1,698,430,094	(48,530,438)	1,698,430,094
	1,825,067,089	1,136,275,248	1,635,694,827	1,136,275,248
<b>Net Cash Generated / (used in) from operating Activities</b>	<b>217,086,143</b>	<b>380,876,341</b>	<b>200,806,627</b>	<b>380,876,341</b>
Gratuity paid	-	(360,443)	-	(360,443)
Contribution to Plan Assets	(45,211,448)	(159,241,654)	(45,211,448)	(159,241,654)
Taxation	(6,293,683)	4,535,148	(7,865,495)	4,535,148
	165,581,012	225,809,392	147,729,684	225,809,392
<b>Cash Flow from Investing Activities</b>				
Dividend Receipts	11,340,000	9,064,000	11,340,000	9,064,000
Purchase of Property, Plant & Equipment	(73,628,408)	(195,983,864)	(73,628,408)	(195,983,864)
<b>Net Cash (used in)/ from Investing Activities</b>	<b>(62,288,408)</b>	<b>(186,919,864)</b>	<b>(62,288,408)</b>	<b>(186,919,864)</b>
<b>Cash Flow from Financing Activities</b>				
Dividend Paid			-	
<b>Net Cash Inflows/ (out flows) from Financing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Increase/(Decrease) In Cash & Cash Equivalents	103,292,604	38,889,528	85,495,276	38,889,528
Cash and Cash Equivalents at the beginning of the Year	65,575,108	199,086,859	87,909,226	202,422,385
<b>Cash and Cash Equivalents at the end of the Year</b>	<b>168,867,712</b>	<b>237,976,387</b>	<b>173,404,502</b>	<b>241,311,913</b>
Cash and Cash Equivalents at the beginning of the year				
Cash at Bank and In Hand	313,394,279	462,555,296	335,728,397	465,890,822
Bank Overdraft	(247,819,171)	(263,468,437)	(247,819,171)	(263,468,437)
	65,575,108	199,086,859	87,909,226	202,422,385
Cash and Cash Equivalents at the end of the year				
Cash at Bank and In Hand	491,044,285	435,432,405	495,581,075	438,767,931
Bank Overdraft	(322,176,573)	(197,456,018)	(322,176,573)	(197,456,018)
	<b>168,867,712</b>	<b>237,976,387</b>	<b>173,404,502</b>	<b>241,311,913</b>

Figures in brackets indicate deductions.

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Segmental Analysis

Company

	Lease & Stock out on Hire		Loans and Advances		Others		Total	
	30-06-2015 Rs.	30-06-2014 Rs.	30-06-2015 Rs.	30-06-2014 Rs.	30-06-2015 Rs.	30-06-2014 Rs.	30-06-2015 Rs.	30-06-2014 Rs.
Interest	1,216,375,270	1,217,484,863	247,204,507	227,021,033	101,338,455	148,929,791	1,564,918,232	1,593,435,687
Non Interest Income							108,301,548	89,327,786
Total Revenue	1,216,375,270	1,217,484,863	247,204,507	227,021,033	101,338,455	148,929,791	1,673,219,780	1,682,763,473
<b>Segmental Results</b>	<b>1,216,375,270</b>	<b>1,217,484,863</b>	<b>247,204,507</b>	<b>227,021,033</b>	<b>101,338,455</b>	<b>148,929,791</b>	<b>1,673,219,780</b>	<b>1,682,763,473</b>
Unallocated Expenses							1,403,193,650	1,484,243,648
Profit from Operations							270,026,130	198,519,825
Income Tax expenses							58,237,124	40,986,840
Profit for the Period							211,789,006	157,532,985
<b>Segment Assets</b>	<b>24,843,302,042</b>	<b>19,840,681,773</b>	<b>5,427,894,986</b>	<b>4,627,488,930</b>	<b>5,439,820,006</b>	<b>5,592,098,168</b>	<b>35,711,017,034</b>	<b>30,060,268,871</b>
<b>Unallocated Assets</b>							<b>4,596,632,099</b>	<b>3,641,762,318</b>
<b>Total Assets</b>							<b>40,307,649,133</b>	<b>33,702,031,189</b>

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Segmental Analysis

Group

	Lease & Stock out on Hire		Loans and Advances		Others		Total	
	30-06-2015 Rs.	30-06-2014 Rs.	30-06-2015 Rs.	30-06-2014 Rs.	30-06-2015 Rs.	30-06-2014 Rs.	30-06-2015 Rs.	30-06-2014 Rs.
Interest	1,220,334,934	1,217,484,863	258,544,448	227,021,033	101,707,903	148,929,791	1,580,587,285	1,593,435,687
Non Interest Income							108,355,548	89,327,786
Total Revenue	1,220,334,934	1,217,484,863	258,544,448	227,021,033	101,707,903	148,929,791	1,688,942,833	1,682,763,473
Segmental Results	1,220,334,934	1,217,484,863	258,544,448	227,021,033	101,707,903	148,929,791	1,688,942,833	1,682,763,473
Unallocated Expenses							1,410,569,667	5,395,193,498
Profit from Operations							278,373,166	(3,712,430,025)
Income Tax expenses							60,609,209	168,755,278
Profit for the Period							217,763,958	(3,881,185,303)
Segment Assets	24,917,588,175	19,840,681,773	5,573,752,104	4,627,488,930	5,458,620,829	5,592,098,168	35,949,961,107	30,060,268,871
Unallocated Assets							4,436,131,228	3,642,352,396
Total Assets							40,386,092,335	33,702,621,267



## Shareholders' Information

## Twenty Largest Shareholders as at 30th June 2015

## Ordinary Voting Shares

No	Name	Shareholding	Percentage
1	CEYLINCO INSURANCE PLC A/C NO 1 (LIFE FUND)	14,642,163	31.63%
2	CDB ESOP TRUST FUND (PRIVATE) LIMITED	12,500,000	27.00%
3	JANASHAKTHI GENERAL INSURANCE LIMITED	2,387,947	5.16%
4	CEYLINCO INSURANCE PLC A/C NO 2 (GENERAL FUND)	1,853,287	4.00%
5	CITIZENS DEVELOPMENT BUSINESS FINANCE PLC A/C 02 (CDB EMPLOYEE GRATUITY FUND)	1,708,816	3.69%
6	JANASHAKTHI INSURANCE PLC (POLICY HOLDERS)	1,333,166	2.88%
7	THE FINANCE COMPANY PLC A/C NO 1	1,250,000	2.70%
8	JANASHAKTHI PLC ACCOUNT NO. 1	1,019,251	2.20%
9	ASIA MANAGEMENT CONSULTANCY (PRIVATE) LIMITED	706,622	1.53%
10	E.W. BALASURIYA & CO. (PVT) LTD	535,103	1.16%
11	LITTLE SMILE ORGANIC (PVT) LTD	266,500	0.58%
12	PEOPLE'S LEASING & FINANCE PLC/MR.S.V.MUNASINGHE	219,976	0.48%
13	PEOPLE'S LEASING & FINANCE PLC / MR.W.P.C.M.NANAYAKKARA	189,659	0.41%
14	MR.ROSHAN HASANTHA ABEYGOONEWARDENA/MRS. VENICA FELICIA ABEYGOONEWARDENA	185,349	0.40%
15	J.B. COCOSHELL (PVT) LTD	155,579	0.34%
16	PEOPLE'S LEASING & FINANCE PLC/MR.S.M.P.L.JAYARATNE	125,000	0.27%
17	MR. ARAMUGAM MANIKKAM SUBRAMANIAM	122,500	0.26%
18	MRS WARNAKULASOORIYA MALLIKA NOLASKO DABARERA	118,942	0.26%
19	MRS. MARIA TASNEEM MOOSAJEE	109,310	0.24%
20	LIFE INSURANCE CORPORATION (LANKA) LTD	106,000	0.23%
	<b>Sub total of Top 20 Share Holders</b>	<b>39,535,170</b>	<b>85.40%</b>
	Others	6,764,053	14.60%
	<b>Total</b>	<b>46,299,223</b>	<b>100.00%</b>

The percentage of shares held by the public as at 30th June 2015 is 35.77% (with 1872 public share holders)

## Ordinary Non Voting Shares

No	Name	Shareholding	Percentage
1	DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE EQUITY FUND	1,192,833	14.90%
2	J.B. COCOSHELL (PVT) LTD	1,051,291	13.13%
3	CDB ESOP TRUST FUND (PRIVATE) LIMITED	562,499	7.03%
4	ASKOLD (PRIVATE) LIMITED	247,224	3.09%
5	MR.MALIK JOSEPH FERNANDO	208,999	2.61%
6	MR. HUSEIN NURUDDIN ESUFALLY	208,999	2.61%
7	E.W. BALASURIYA & CO. (PVT) LTD	204,413	2.55%
8	DEUTSCHE BANK AG AS TRUSTEE TO CANDOR GROWTH FUND	183,021	2.29%
9	MR.MURTAZAALI ABIDHUSSEN HASSANALY ESUFALLY	160,000	2.00%
10	MR. GULZAR HUSSEIN IBRAHIM JAFFERJEE	156,749	1.96%
11	MR.ISAAC MORRIS DABAH	154,499	1.93%
12	NATIONAL INDUSTRIES GROUP (HOLDINGS) (S.A.K)	141,050	1.76%
13	EAGLE PROPRIETARY INVESTMENTS LIMITED	137,898	1.72%
14	COMMERCIAL BANK OF CEYLON PLC/S.R.FERNANDO	128,953	1.61%
15	EAST INDIA HOLDING (PVT) LTD	123,938	1.55%
16	JAFFERJEES INVESTMENTS (PVT) LTD	104,499	1.31%
17	GOLD INVESTMENT LIMITED.	104,499	1.31%
18	MR. MUKESH ABHAYKUMAR.VALABJI	104,499	1.31%
19	COMMERCIAL BANK OF CEYLON PLC A/C NO. 04	101,965	1.27%
20	TRADING PARTNERS (PVT) LTD	100,000	1.25%
	<b>Sub total of Top 20 Share Holders</b>	<b>5,377,828</b>	<b>67.17%</b>
	Others	2,628,156	32.83%
	<b>Total</b>	<b>8,005,984</b>	<b>100.00%</b>

The percentage of shares held by the public as at 30th June 2015 is 79.51% (with 1851 public share holders)

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Directors' and Chief Executive Officer's Shareholding as at 30th June 2015

Ordinary Voting Shares

Name	Share Holding
Mr. P.A.J. Jayawardena	500
Mr. W.P.C.M. Nanayakkara	1,000
People's Leasing & Finance PLC/Mr. W.P.C.M.Nanayakkara	189,659
Mr. T.M.D.P. Tennakoon	75,260
Assetline Leasing Company Ltd./Mr.T.M.D.P.Tennakoon	73,000
Mr. R.H. Abeygoonewardena / Mrs. V.F. Abeygoonewardena	185,349
Mr. S.V. Munasinghe	-
People's Leasing & Finance PLC/Mr.S.V.Munasinghe	219,976
Mr. D.H.J. Gunawardana	-
Mr. S.R. Abeynayake	-
Mr. R. Mohamed	-
Dr. A. Dharmasiri	-
Mr. D.A. De Silva	-
<b>Total</b>	<b>744,744</b>

Ordinary Non Voting Shares

Name	Share Holding
Mr. P.A.J. Jayawardena	22
Mr. W.P.C.M. Nanayakkara	44
Mr. T.M.D.P. Tennakoon	7,262
Mr. R.H. Abeygoonewardena / Mrs. V.I. Abeygoonewardena	7,579
People's Leasing and Finance PLC / Mr. S.V. Munasinghe	9,411
Mr. S.R. Abeynayake	-
Mr. R. Mohamed	-
Dr. A. Dharmasiri	-
Mr. D.A. De Silva	-
Mr. D.H.J. Gunawardana	-
<b>Total</b>	<b>24,318</b>

Market Value of the Shares

	Ordinary Voting Shares		Ordinary Non Voting Shares	
	30/06/2015	30/06/2014	30/06/2015	30/06/2014
Highest Price	108.50	67.00	91.60	53.00
Lowest Price	84.60	46.00	72.60	37.50
Last Traded	102.20	66.50	89.50	51.40

## CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

### Explanatory Notes

- 1 The Company has used the same accounting policies and method of computing described in the annual report of the company for 2014/15 in the preparation of these interim financial statements.
- 2 All known Expenses have been provided in these Financial Statements and Management Fees are not applicable to the Company
- 3 The Company has declared a dividend of Rs.3.50 per share on its Voting and Non Voting shares amounting to Rs. 190,068,225/-
- 4 Group Financial statements comprises the consolidation of the company and its subsidiary CDB Micro Finance Ltd and Laugfs Capital Limited.
- 5 No of Shares as at 30th June 2015 is as follows.

Ordinary Voting Shares	46,299,223
Ordinary Non Voting Shares	8,005,984
- 6 During the period there were no material changes in the composition of assets, liabilities and contingent liabilities other than the above and there is no seasonality and cyclicity affecting the interim operation.
- 7 Since 30th June 2015, there were no material events other than the above, that require adjustment to or disclosure in these Financial Statements.
- 8 These financial statements are prepared in accordance with the Sri Lanka Accounting Standard - LKAS 34 " Interim Financial Reporting".

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Information on Listed Debentures

Subordinated Listed Rated Unsecured Redeemable Debentures December 2013- December 2018

Market Price For the Quarter ended 30 th June 2015

Debenture Type	Highest Price	Lowest Price	Last Traded
	Rs.	Rs.	Rs.
Type A		Not Traded	
Type B		Not Traded	
Type C	110.00	110.00	110.00

Interest Rates

Debenture Type	Interest Payment Frequency	Coupon Rate	Annual Effective Rate
		%	%
Type A	Annually	16.00	16.00
Type B	Semi- annually	15.50	16.10
Type C	Quarterly	15.00	15.87

Interest Rates of Comparable Government Securities

5 Year Treasury Bond (Excluding 10% withholding Tax)	8.16%
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Current Yield & Yield to Maturity

Debenture Type	Current Yield	Yield to Maturity
	%	%
Type A		Not Traded
Type B		Not Traded
Type C	14.07%	13.60%

Ratios

Debt Equity Ratio	98%
Quick Asset Ratio (Times)	0.84
Interest Cover (Times)	1.33

## Selected Performance Indicators

Indicator	Company	
	As at 30/06/2015	As at 31/03/2015
<b>Asset Quality (Rs. 000)</b>		
Gross Non- Performing Accommodations **	1,853,218	1,727,617
Gross Non- Performing Accommodations Ratio, %	5.81%	5.78%
Net Non- Performing Accommodations Ratio, %	3.19%	3.19%
<b>Liquidity (Rs. 000)</b>		
Required Minimum amount of Liquid Assets	2,784,798	2,977,502
Available amount of Liquid Assets	4,301,549	4,262,267
Required Minimum amount of Government Securities	2,068,234	1,679,439
Available amount of Government Securities	2,226,812	2,322,464
<b>Capital Adequacy</b>		
Core Capital ( Tier 1 Capital)	3,293,956	3,276,721
Total Capital Base	3,766,441	4,176,951
Core Capital to Risk Weighted Assets ratio (Minimum 5%)*	9.86%	10.14%
Total Capital to Risk Weighted Assets ratio (Minimum 10%)*	11.27%	12.92%
Capital Funds to total Deposit Liabilities ratio (Minimum 10%)*	13.89%	15.42%
<b>Profitability</b>		
Interest Margin (Annualized %)	7.50%	8.00%
Return on Average Assets-Before Tax (Annualized %)	2.70%	2.65%
Return on Average Equity- After Tax (Annualized %)	19.57%	17.81%
<b>Memorandum information</b>		
Number of Employees	1167	1129
Number of branches	47	47
Number of service centers	11	11
Number of pawning centers	1	1

\* Including current year unaudited profit

\*\* Net of Interest In Suspense

## CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

### Corporate Information

#### Name of the Company

Citizens Development Business Finance PLC

#### Legal Form

A public quoted company incorporated in Sri Lanka under the provisions of the Companies Act No 17 of 1982 and re-registered under the Companies Act No 7 of 2007

The Company is licensed under the Finance Business Act No 42 of 2011.

The Company is registered under the Finance Leasing Act No 56 of 2000

#### Approved Credit Agency Under the

Trust Receipt Ordinance No 12 of 1947 and Mortgage Act No 06 of 1949

#### Date of Incorporation

07th September 1995

#### Registration Number

PB 232 PQ

#### Accounting Year

March 31

#### Board of Directors

**Mr. D.H.J.Gunawardena** *FCMA (UK), CGMA*  
*Chairman / Non Executive Director*

**Mr. W.P.C.M.Nanayakkara** *B.Sc(Mgt), FCMA(UK),MBA(Sri J), CGMA*  
*Managing Director / Chief Executive Officer/ Executive Director*

**Mr. R.H.Abeygoonewardena** *FCMA(UK), ACMA(Sri), MCPM, CGMA*  
*Executive Director / Chief Operating Officer*

**Mr. S.R.Abeynayake** *MBA(Sri J), FCA, FCMA*  
*Non Executive Director*

**Dr. A. Dharmasri** *B.Sc.Eng., MBA(Sri J),PhD(Sri J), MCM(UK)*  
*Independent Non Executive Director*

**Mr. D.A.De Silva** *B. Sc.(Hons), ACMA, CGMA*  
*Independent Non Executive Director*

**Mr. P.A.J.Jayawardena** *LUTCF(USA), CIAM,CMFA*  
*Non Executive Director*

**Mr. Razik Mohamed** *ACA*  
*Independent Non Executive Director (Senior Director)*

**Mr. S.V.Munasinghe**  
*Executive Director / Chief Credit and Marketing Officer*

**Mr. T.M.D.P. Tennakoon** *FCMA(UK), CGMA*  
*Executive Director / Chief Financial Officer*

#### Registered Address of Head Office

No 123, Orabipasha Mawatha,  
Colombo 10  
Sri Lanka  
Tel 0094117388388  
Fax 0094112429888  
E mail cdb@cdb.lk  
Web www.cdb.lk

#### Company Secretary

S.S.P Corporate Services ( Private) Ltd  
101, Inner Flower Road,  
Colombo 03  
Sri Lanka  
Tel 0094112573894, 0094112576871  
Fax 0094112573609  
E mail sspsec@slt.net.lk

#### Company Auditors

KPMG  
(Chartered Accountants)  
32 A, Sir Mohamed Macan Marker Mawatha,  
Colombo 03  
Sri Lanka  
Tel 0094115426426

#### Lawyers of the Company

Nithya Partners  
No 97A, Galle Road,  
Colombo 03.  
Sri Lanka

**Credit Rating**  
**BBB/P2** (LRA)

#### Bankers

Bank of Ceylon  
Commercial Bank of Ceylon PLC  
Deutsche Bank  
Hatton National Bank PLC  
National Development Bank PLC  
Nations Trust Bank PLC  
Pan Asia Banking Corporation  
People's Bank  
Sampath Bank PLC  
Seylan Bank PLC



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