

INTERIM FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31,MARCH 2014

Citizens Development Business Finance PLC

No 18, Sri Sangaraja Mawatha, Colombo 10

Consolidated Statement of Comprehensive Income

	Company					
	For the Quarter ended 31 March			For the Year ended 31 March		
	2014 Rs.	Restated 2013 Rs.	Change %	2014 Rs.	Restated 2013 Rs.	Change %
Income	1,576,509,367	1,225,326,072	29%	6,125,161,547	4,311,850,070	42%
Interest Income	1,607,808,711	1,175,877,644	37%	5,895,603,537	4,087,387,160	44%
Interest Expenses	951,631,795	722,685,871	32%	3,553,402,757	2,386,570,259	49%
Net Interest Income	656,176,916	453,191,774	45%	2,342,200,780	1,700,816,901	38%
Fees and Commission Income	39,363,793	31,842,868	24%	159,708,801	119,915,360	33%
Less :Fee and Commission Expense						
Net fee and Commission Income	39,363,793	31,842,868	24%	159,708,801	119,915,360	33%
Net Interest, Fee and Commission Income	695,540,709	485,034,642	43%	2,501,909,581	1,820,732,261	37%
Net Trading Income						
Other Operating Income	(70,663,137)	17,605,560	-501%	69,849,209	104,547,550	-33%
Total Operating Income	624,877,572	502,640,202	24%	2,571,758,790	1,925,279,811	34%
Less :Impairment Charges for Loans and other Losses	64,353,765	3,184,444	1921%	338,986,975	128,788,059	163%
Net Operating Income	560,523,807	499,455,758	12%	2,232,771,815	1,796,491,752	24%
Less:						
Operating Expenses						
Staff Costs	119,292,943	146,304,767	-18%	522,946,764	432,570,913	21%
Premises, Equipment and Establishment Expenses	184,086,702	125,162,344	47%	642,418,529	446,264,762	44%
Other Operating Expenses	55,132,313	59,421,576	-7%	284,777,597	252,397,173	13%
	358,511,957	330,888,687	8%	1,450,142,890	1,131,232,848	28%
Operating Profit Before Value Added Tax	202,011,850	168,567,071	20%	782,628,925	665,258,904	18%
Value Added Tax (vat) on Financial Services	13,292,681	12,693,658	5%	52,660,876	40,976,359	29%
Profit Before Taxation	188,719,169	155,873,413	21%	729,968,049	624,282,545	17%
Income Tax Expense	56,342,828	50,067,567	13%	168,755,278	135,118,484	25%
Profit for the Period	132,376,341	105,805,846	25%	561,212,771	489,164,061	15%
Profit attributable to:						
Non-controlling Interests						
Parent Company Shareholders	132,376,341	105,805,846		561,212,771	489,164,061	
Profit for the Period	132,376,341	105,805,846		561,212,771	489,164,061	
Other Comprehensive Income:						
Exchange differences on translation of foreign operations						
Actuarial (losses)/gains on retirement benefit obligations						
Share of other comprehensive income from associates						
Available-for-sale investments:						
Net valuation (losses)/gains taken to equity	33,840,000	(86,066,400)		225,656,400	105,750,000	
Reclassified to income statement						
Cash flow hedges:						
Net gains taken to equity						
Reclassified to income statement						
Changes in revaluation surplus	-	120,698,727		-	120,698,727	
Other comprehensive income for the period						
Net Actuarial gains/(losses) on Defined Benefit plans	(25,713,942)	6,803,434		(25,713,942)	6,803,343	
Other comprehensive income for the period,	8,126,058	41,435,761		199,942,458	233,252,070	
Total Comprehensive Income for the Period	140,502,399	147,241,607		761,155,229	722,416,131	
Total Comprehensive Income Attributable to:						
Non-controlling interests						
Parent Company Shareholders	140,502,399	147,241,607		761,155,229	722,416,131	
Total Comprehensive Income for the Period	140,502,399	147,241,607		761,155,229	722,416,131	
Earnings per share:						
Basic Earnings per Ordinary Share	2.44	1.95		10.33	9.01	

Consolidated Statement of Comprehensive Income

	Group					
	For the Quarter ended 31 March			For the Year ended 31 March		
	2014	Restated 2013	Change	2014	Restated 2013	Change
Rs.	Rs.	%	Rs.	Rs.	%	
Income	1,576,509,367	1,225,326,072	29%	6,125,161,547	4,311,850,070	42%
Interest Income	1,607,808,711	1,175,877,644	37%	5,895,603,537	4,087,387,160	44%
Interest Expenses	951,631,795	722,685,871	32%	3,553,402,757	2,386,570,259	49%
Net Interest Income	656,176,916	453,191,774	45%	2,342,200,780	1,700,816,901	38%
Fees and Commission Income	39,363,793	31,842,868	24%	159,708,801	119,915,360	33%
Less :Fee and Commission Expense	-	-	-	-	-	-
Net fee and Commission Income	39,363,793	31,842,868	24%	159,708,801	119,915,360	33%
Net Interest, Fee and Commission Income	695,540,709	485,034,642	43%	2,501,909,581	1,820,732,261	37%
Net Trading Income	-	-	-	-	-	-
Other Operating Income	(70,663,137)	17,605,560	-501%	69,849,209	104,547,550	-33%
Total Operating Income	624,877,572	502,640,202	24%	2,571,758,790	1,925,279,811	34%
Less :Impairment Charges for Loans and other Losses	64,353,765	3,184,444	1921%	338,986,975	128,788,059	163%
Net Operating Income	560,523,807	499,455,758	12%	2,232,771,815	1,796,491,752	24%
Less:						
Operating Expenses						
Staff Costs	119,292,943	146,304,767	-18%	522,946,764	432,570,913	21%
Premises, Equipment and Establishment Expenses	184,086,702	125,262,344	47%	642,518,529	446,364,762	44%
Other Operating Expenses	55,132,313	59,421,576	-7%	284,777,597	252,397,173	13%
	358,511,957	330,988,687	8%	1,450,242,890	1,131,332,848	28%
Operating Profit Before Value Added Tax	202,011,850	168,467,071	20%	782,528,925	665,158,904	18%
Value Added Tax (vat) on Financial Services	13,292,681	12,693,658	5%	52,660,876	40,976,359	29%
Profit Before Taxation	188,719,169	155,773,413	21%	729,868,049	624,182,545	17%
Income Tax Expense	56,342,828	50,067,567	13%	168,755,278	135,118,484	25%
Profit for the Period	132,376,341	105,705,846	25%	561,112,771	489,064,061	15%
Profit attributable to:						
Non-controlling Interests	-	-	-	-	-	-
Parent Company Shareholders	132,376,341	105,705,846		561,112,771	489,064,061	
Profit for the Period	132,376,341	105,705,846		561,112,771	489,064,061	
Other Comprehensive Income:						
Exchange differences on translation of foreign operations	-	-	-	-	-	-
Actuarial (losses)/gains on retirement benefit obligations	-	-	-	-	-	-
Share of other comprehensive income from associates	-	-	-	-	-	-
Available-for-sale investments:						
Net valuation (losses)/gains taken to equity	33,840,000	(86,066,400)		225,656,400	105,750,000	
Reclassified to income statement	-	-	-	-	-	-
Cash flow hedges:						
Net gains taken to equity	-	-	-	-	-	-
Reclassified to income statement	-	-	-	-	-	-
Changes in revaluation surplus	-	120,698,727		-	120,698,727	
Other comprehensive income for the period	(25,713,942)	6,803,434		(25,713,942)	6,803,343	
Net Actuarial gains/(losses) on Defined Benefit plans	(25,713,942)	6,803,434		(25,713,942)	6,803,343	
Other comprehensive income for the period	8,126,058	41,435,761		199,942,458	233,252,070	
Total Comprehensive Income for the Period	140,502,399	147,141,607		761,055,229	722,316,131	
Total Comprehensive Income Attributable to:						
Non-controlling interests	-	-	-	-	-	-
Parent Company Shareholders	140,502,399	147,141,607		761,055,229	722,316,131	
Total Comprehensive Income for the Period	140,502,399	147,141,607		761,055,229	722,316,131	
Earnings per share:						
Basic Earnings per Ordinary Share	2.44	1.95		10.33	9.01	

Consolidated Statement of Financial Position

	Company		Group	
	31-03-2014 Rs.	Restated 31-03-2013 Rs.	31-03-2014 Rs.	Restated 31-03-2013 Rs.
Assets				
Cash and Cash Equivalents	462,555,296	205,326,279	465,890,822	208,661,805
Deposits in Commercial Banks	2,706,172,054	1,335,271,762	2,706,172,054	1,335,271,762
Loans and Receivables to Customers	25,724,944,295	19,450,586,882	25,724,944,295	19,450,586,882
Financial Investments - Available for Sale	789,600,000	563,943,600	789,600,000	563,943,600
Financial Investments - Held - to- Maturity	1,834,691,042	1,150,590,251	1,834,691,042	1,150,590,251
Financial Investments - Loans and Receivable	227,999,991	140,164,014	227,999,991	140,164,014
Investment in Subsidiaries	2,745,447	2,745,447	-	-
Investment Properties	20,197,977	20,197,977	20,197,977	20,197,977
Property, Plant and Equipment	1,004,470,809	657,717,807	1,004,470,809	657,717,807
Intangible Assets	77,783,761	69,115,379	77,783,761	69,115,379
Other Assets	917,381,613	858,272,042	917,381,613	858,272,042
Total Assets	33,768,542,285	24,453,931,440	33,769,132,364	24,454,521,519
Liabilities				
Due to Banks	1,471,953,259	592,523,886	1,471,953,259	592,523,886
Deposits From Customers	24,518,192,737	17,771,172,664	24,518,192,737	17,771,172,664
Debentures	1,172,332,835	259,378,311	1,172,332,835	259,378,311
Other Borrowings	1,670,052,391	1,911,180,694	1,670,052,391	1,911,180,694
Current Tax Liabilities	48,333,210	92,965,307	48,738,287	93,370,384
Deferred Tax Liabilities	145,383,295	31,912,358	145,383,295	31,912,358
Retirement Benefit Obligations	159,241,654	103,164,100	159,241,654	103,164,100
Other Liabilities	1,006,138,792	726,535,918	1,006,523,794	726,821,720
Total Liabilities	30,191,628,173	21,488,833,238	30,192,418,252	21,489,524,117
Equity				
Stated Capital	1,185,061,645	1,185,061,645	1,185,061,645	1,185,061,645
Reserve Fund	497,954,363	385,711,809	497,954,363	385,711,809
Revaluation Reserve	132,765,013	132,765,013	132,765,013	132,765,013
Investment Fund Reserve	87,745,449	50,933,191	87,745,449	50,933,191
Available for Sale Reserve	689,690,925	464,034,525	689,690,925	464,034,525
Retained Earnings	983,696,717	746,592,019	983,496,717	746,491,219
Total Parent Company Shareholders' Equity	3,576,914,112	2,965,098,202	3,576,714,112	2,964,997,402
Non-controlling Interests	-	-	-	-
Total Equity	3,576,914,112	2,965,098,202	3,576,714,112	2,964,997,402
Total Equity and Liabilities	33,768,542,285	24,453,931,440	33,769,132,364	24,454,521,519
Net Assets Value per Ordinary Share	65.87	54.60	65.87	54.60

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

28th May 2014

Colombo

sgd.

C.M Nanayakkara

Managing Director/ CEO

Statement of Changes in Equity - Company

	Stated Capital	Revaluation Reserve	Available-for-sale reserve	Investment Fund reserve	Reserve Fund	Retained Earnings	Minority Interest	Total
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Balance as at 1st April 2012	1,114,960,915	12,066,286	358,284,525	21,102,344	278,736,884	517,351,677	-	2,302,502,631
Profit for the year 2012/13						489,164,061		489,164,061
Other comprehensive income for the year 2012/13		120,698,727	105,750,000			6,803,343		233,252,070
Total comprehensive income for the year 2011/2012	1,114,960,915	132,765,013	464,034,525	21,102,344	278,736,884	1,013,319,081	-	3,024,918,762
Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders								
Final dividends for year- Script 2011/2012	70,100,730					(70,100,730)		-
Final dividends for year- Cash 2011/2012						(59,820,560)		(59,820,560)
Transfers during the year				29,830,847	106,974,925	(136,805,772)		-
Total contributions by and distributions to equity holders	1,185,061,645	132,765,013	464,034,525	50,933,191	385,711,809	746,592,019	-	2,965,098,202
Balance as at 31st March 2013	1,185,061,645	132,765,013	464,034,525	50,933,191	385,711,809	746,592,019	-	2,965,098,202
Balance as at 1st April 2013	1,185,061,645	132,765,013	464,034,525	50,933,191	385,711,809	746,592,019		2,965,098,202
Profit for the year 2013/14						561,212,771		561,212,771
Other comprehensive income for the year 2013/14			225,656,400			(25,713,942)		199,942,458
Total comprehensive income for the year 2013/2014	1,185,061,645	132,765,013	689,690,925	50,933,191	385,711,809	1,282,090,848	-	3,726,253,431
Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders								
Final dividends for year- 2012/2013						(149,339,319)		(149,339,319)
Transfer into/(out) from reserves				36,812,258	112,242,554	(149,054,812)		-
Balance as at 31st March 2014	1,185,061,645	132,765,013	689,690,925	87,745,449	497,954,363	983,696,717	-	3,576,914,112

Consolidated Statement of Changes in Equity - Group

	Stated Capital	Revaluation Reserve	Available-for-sale reserve	Investment Fund reserve	Reserve Fund	Retained Earnings	Minority Interest	Total
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Balance as at 1st April 2012	1,114,960,915	12,066,286	358,284,525	21,102,344	278,736,884	517,350,877	-	2,302,501,831
Profit for the year 2012/13						489,064,061		489,064,061
Other comprehensive income for the year 2012/13		120,698,727	105,750,000			6,803,343		233,252,070
Total comprehensive income for the year 2011/2012	1,114,960,915	132,765,013	464,034,525	21,102,344	278,736,884	1,013,219,081	-	3,024,817,962
Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders								
Final dividends for year- Script 2011/2012	70,100,730					(70,100,730)		-
Final dividends for year- Cash 2011/2012						(59,820,560)		(59,820,560)
Transfers during the year				29,830,847	106,974,925	(136,805,772)		-
Total contributions by and distributions to equity holders	1,185,061,645	132,765,013	464,034,525	50,933,191	385,711,809	746,492,019	-	2,964,997,402
Balance as at 31st March 2013	1,185,061,645	132,765,013	464,034,525	50,933,191	385,711,809	746,492,019	-	2,964,998,202
Balance as at 1st April 2013	1,185,061,645	132,765,013	464,034,525	50,933,191	385,711,809	746,492,019		2,964,998,202
Profit for the year 2013/14						561,112,771		561,112,771
Other comprehensive income for the year 2013/14			225,656,400			(25,713,942)		199,942,458
Total comprehensive income for the year 2013/2014	1,185,061,645	132,765,013	689,690,925	50,933,191	385,711,809	1,281,890,848	-	3,726,053,431
Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders								
Final dividends for year- 2012/2013						(149,339,319)		(149,339,319)
Transfer into/(out) from reserves				36,812,258	112,242,554	(149,054,812)		-
Balance as at 31st March 2014	1,185,061,645	132,765,013	689,690,925	87,745,449	497,954,363	983,496,717	-	3,576,714,112

For the Period ended	Company		Group	
	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.
Cash flow from Operating Activities				
Interest Receipts	5,786,355,711	4,154,193,935	5,786,355,711	4,154,193,935
Commission Receipts	165,333,038	114,708,002	165,333,038	114,708,002
Other Income Receipts	59,600,783	106,833,228	59,600,783	106,833,228
Interest Payments	(3,251,950,602)	(2,070,883,097)	(3,251,950,602)	(2,070,883,097)
Fee and Business Promotion Expenses	(64,973,151)	(62,884,584)	(64,973,151)	(62,884,584)
Employee Related Payments	(491,755,275)	(343,678,781)	(491,755,275)	(343,678,781)
Supplier Payments	(616,951,912)	(154,777,607)	(616,951,912)	(154,777,607)
Financial Expenses	(24,560,204)	(17,148,050)	(24,560,204)	(17,148,050)
Operating Profit before changes in Operating Assets	1,561,098,388	1,726,363,046	1,561,098,388	1,726,363,046
(Increase)/Decrease in Operating Assets Investments in Licensed Commercial Bank and other Financial Institutions	(1,261,652,466)	(832,681,347)	(1,261,652,466)	(832,681,347)
Investments in Government Securities	(771,936,768)	(374,632,094)	(771,936,768)	(374,632,094)
Net Funds Advanced to Customers	(6,613,344,388)	(6,169,188,965)	(6,613,344,388)	(6,169,188,965)
Changes in Other Short Term Assets	(192,953,232)	(174,615,468)	(192,953,232)	(174,615,468)
Inventories	27,240,730	(212,632,452)	27,240,730	(212,632,452)
	(7,251,547,736)	(6,037,387,280)	(7,251,547,736)	(6,037,387,280)
Increase/(Decrease) in Operating Liabilities				
Borrowings	638,301,070	586,438,656	638,301,070	586,438,656
Deposits from Customers	6,445,567,918	5,808,594,701	6,445,567,918	5,808,594,701
	7,083,868,988	6,395,033,357	7,083,868,988	6,395,033,357
Net Cash Generated / (used in) from operating Activities	(167,678,748)	357,646,077	(167,678,748)	357,646,077
Gratuity paid	(827,877)	(493,460)	(827,877)	(493,460)
Taxation	1,062,256	31,338,880	1,062,256	31,338,880
	(167,444,369)	388,491,497	(167,444,369)	388,491,497
Cash Flow from Investing Activities				
Dividend Receipts	7,068,000	3,684,000	7,068,000	3,684,000
Net investment in debentures	-	(4,000,000)	-	(4,000,000)
Purchase of Property, Plant & Equipment	(469,608,957)	(220,758,047)	(469,608,957)	(220,758,047)
Proceed from sale of Property, Plant and Equipment	4,531,250	2,062,499	4,531,250	2,062,499
Net Cash (used in)/ from Investing Activities	(458,009,707)	(219,011,548)	(458,009,707)	(219,011,548)
Cash Flow from Financing Activities				
Dividend Paid	(149,339,319)	(59,820,560)	(149,339,319)	(59,820,560)
Net change Debentures	912,954,524	-	912,954,524	-
Net Cash Inflows/ (out flows) from Financing Activities	763,615,205	(59,820,560)	763,615,205	(59,820,560)
Net Increase/(Decrease) In Cash & Cash Equivalents	138,161,129	109,659,389	138,161,129	109,659,389
Cash and Cash Equivalents at the beginning of the Year	60,925,730	(48,733,659)	64,261,256	(45,398,133)
Cash and Cash Equivalents at the end of the Year	199,086,859	60,925,730	202,422,385	64,261,256
Cash and Cash Equivalents at the beginning of the year				
Cash at Bank and In Hand	205,326,279	121,343,098	208,661,805	124,678,624
Bank Overdraft	(144,400,549)	(170,076,757)	(144,400,549)	(170,076,757)
	60,925,730	(48,733,659)	64,261,256	(45,398,133)
Cash and Cash Equivalents at the end of the year				
Cash at Bank and In Hand	462,555,296	205,326,279	465,890,822	208,661,805
Bank Overdraft	(263,468,437)	(144,400,549)	(263,468,437)	(144,400,549)
	199,086,859	60,925,730	202,422,385	64,261,256

Figures in brackets indicate deductions.

Segmental Analysis - Company

	Lease & Stock out on Hire		Loans		Pawning		Others		Total	
	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.
Interest	4,469,367,374	3,144,554,723	660,067,901	554,936,222	140,915,733	150,716,294	625,252,529	237,179,921	5,895,603,537	4,087,387,160
Non Interest Income									229,558,010	224,462,910
Total Revenue	4,469,367,374	3,144,554,723	660,067,901	554,936,222	140,915,733	150,716,294	625,252,529	237,179,921	6,125,161,547	4,311,850,070
Segmental Results	4,469,367,374	3,144,554,723	660,067,901	554,936,222	140,915,733	150,716,294	625,252,529	237,179,921	6,125,161,547	4,311,850,070
Unallocated Expenses									5,395,193,498	3,687,567,525
Profit from Operations									729,968,049	624,282,545
Income Tax expenses									168,755,278	135,118,484
Net Profit for the Period									561,212,771	489,164,061
Segment Assets	19,335,101,529	14,621,658,524	3,890,655,211	3,763,661,021	645,558,079	1,065,267,338	6,622,492,563	2,626,026,026	30,493,807,382	22,076,612,909
Unallocated Assets									3,274,734,903	2,377,318,531
Total Assets									33,768,542,285	24,453,931,440

Segmental Analysis - Group

	Lease & Stock out on Hire		Loans		Pawning		Others		Total	
	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.	31-03-2014 Rs.	31-03-2013 Rs.
Interest	4,469,367,374	3,144,554,723	660,067,901	554,936,222	140,915,733	150,716,294	625,252,529	237,179,921	5,895,603,537	4,087,387,160
Non Interest Income									229,558,010	224,462,910
Total Revenue									6,125,161,547	4,311,850,070
Segmental Results									6,125,161,547	4,311,850,070
Unallocated Expenses									5,395,193,498	3,687,667,525
Profit from Operations									729,968,049	624,182,545
Income Tax expenses									168,755,278	135,118,484
Net Profit for the Period									561,212,771	489,064,061
Segment Assets	19,335,101,529	14,621,658,524	3,890,655,211	3,763,661,021	645,558,079	1,065,267,338	6,622,492,563	2,626,026,026	30,493,807,382	22,076,612,909
Unallocated Assets									3,275,324,982	2,377,908,610
Total Assets									33,769,132,364	24,454,521,519

Shareholders' Information

Twenty Largest Shareholders as at 31 March 2014

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	CEYLINCO INSURANCE PLC A/C NO 2 (GENERAL FUND)	1,853,287	4.00%
4	NATIONAL DEVELOPMENT BANK PLC/T.SENTHILVERL	1,664,100	3.59%
5	PERPETUAL CAPITAL (PRIVATE) LIMITED	1,602,245	3.46%
6	THE FINANCE COMPANY PLC A/C NO 1	1,250,000	2.70%
7	ASIA MANAGEMENT CONSULTANCY (PRIVATE) LIMITED	706,622	1.53%
8	MR. D. KOTTHOFF	543,073	1.17%
9	E.W. BALASURIYA & CO. (PVT) LTD	535,103	1.16%
10	LITTLE SMILE ORGANIC (PVT) LTD	416,500	0.90%
11	MAS CAPITAL (PRIVATE) LIMITED	289,492	0.63%
12	EAST INDIA HOLDING (PVT) LTD	243,833	0.53%
13	MR. K. SABARATNAM	149,000	0.32%
14	MR. W. S. R. FERNANDO	137,900	0.30%
15	DR. C. GUNASEKARA	131,700	0.28%
16	PAN ASIA BANKING COPORATION PLC/MR.S.M.P.LJAYARATNE	125,000	0.27%
17	REV. J. N. FERNANDO	125,000	0.27%
18	MR. A. M. SUBRAMANIAM & MR. S. RAGULAN	122,500	0.26%
19	MRS W. M. N. DABARERA	118,942	0.26%
20	MR. M. A. H. ESUFALLY	110,000	0.24%
	Sub total of Top 20 Share Holders	37,266,460	80.49%
	Others	9,032,763	19.51%
	Total	46,299,223	100.00%

The percentage of shares held by the public as at 31st March 2014 is 36.93%

Ordinary Non Voting Shares

No	Name	Shareholding	Percentage
1	J.B. COCOSHELL (PVT) LTD	1,051,291	13.13%
2	DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE EQUITY FUN	866,492	10.82%
3	CDB ESOP TRUST FUND (PRIVATE) LIMITED	562,499	7.03%
4	CEYLINCO INSURANCE PLC A/C NO 2 (GENERAL FUND)	320,541	4.00%
5	ASKOLD (PRIVATE) LIMITED	247,224	3.09%
6	MR. M. J. FERNANDO	208,999	2.61%
7	MR. H. N. ESUFALLY	208,999	2.61%
8	E.W. BALASURIYA & CO. (PVT) LTD	204,413	2.55%
9	MR. M. A. H. ESUFALLY	194,000	2.42%
10	MR. G. H. I. JAFFERJEE	156,749	1.96%
11	MR. I. M. DABAH	154,499	1.93%
12	MR. S. PRABAGAR	142,235	1.78%
13	COMMERCIAL BANK OF CEYLON PLC A/C NO. 04	123,950	1.55%
14	MR. S. R. FERNANDO	120,000	1.50%
15	CAPTAIN M. A. L. RATNAYAKE	116,845	1.46%
16	MR. M. A. VALABJI	104,499	1.31%
17	JAFFERJEES INVESTMENTS (PVT) LTD.	104,499	1.31%
18	GOLD INVESTMENT LIMITED.	104,499	1.31%
19	TRADING PARTNERS (PVT) LTD	100,000	1.25%
20	MRS. S. E. LOKHANDWALLA	88,000	1.10%
	Sub total of Top 20 Share Holders	5,180,233	64.70%
	Others	2,825,751	35.30%
	Total	8,005,984	100.00%

The percentage of shares held by the public as at 31st March 2014 is 75.15%

Directors' and Chief Executive Officer's Shareholding as at 31st March 2014

Ordinary Voting Shares

Name	Share Holding	Percentage
Mr. D H J Gunawardana	-	0.000%
Mr. W P C M Nanayakkara	29,660	0.064%
Mr. S R Abeynayake	-	0.000%
Mr. Razik Mohamed	-	0.000%
Mr. R H Abeygoonewardena	34,103	0.074%
Dr. A Dharmasiri	-	0.000%
Mr. D A De Silva	-	0.000%
Mr. T M D P Tennakoon	42,000	0.091%
Mr. P A J Jayawardena	500	0.001%
Mr. W W K M Weerasooriya	7,000	0.015%
Mr. S V Munasinghe	40,500	0.087%
	153,763	0.332%

Ordinary Non Voting Shares

Name	Share Holding	Percentage
Mr. W P C M Nanayakkara	28,941	0.361%
Mr. D H J Gunawardana	-	0.000%
Mr. S R Abeynayake	-	0.000%
Mr. R H Abeygoonewardena	5,447	0.068%
Mr. T M D P Tennakoon	7,262	0.091%
Mr. W W K M Weerasooriya	1,209	0.015%
Mr. S V Munasinghe	9,411	0.118%
Mr. P A J Jayawardena	22	0.000%
Mr. Razik Mohamed	-	0.000%
Mr. D A De Silva	-	0.000%
Dr. A Dharmasiri	-	0.000%
	52,292	0.653%

Market Value of the Shares

	Ordinary Voting Shares		Ordinary Non Voting Shares	
	31-03-2014	31-03-2013	31-03-2014	31-03-2013
Highest Price	52.00	44.90	44.80	33.90
Lowest Price	42.00	39.00	30.10	27.00
Last Traded	46.00	40.10	37.50	29.10

Explanatory Notes

- 1 The Company has used the same accounting policies and method of computing described in the annual report of the company for 2012/13 in the preparation of these interim financial statements except for Accounting Policy changes described below.
- 2 The company applied, for the first time, Sri Lanka Accounting Standard - LKAS 19 (Employee Benefits) and this necessitates restatement of previous Financial Statements. In accordance with the transitional provisions set out in LKAS 19, the company applied the Standard with retrospective effect and comparative figures have been restated accordingly.
- 3 All known Expenses have been provided in these Financial Statements and Management Fees are not applicable to the Company
- 4 During the period there were no material changes in the composition of assets, liabilities and contingent liabilities and there is no seasonality and cyclicity affecting the interim operation.
- 5 Group Financial statements comprises the consolidation of the company and its subsidiary CDB Micro Finance Ltd.
- 6 No of Shares as at 31 st March 2014 is as follows.

Ordinary Voting Shares	46,299,223
Ordinary Non Voting Shares	8,005,984
- 7 Since 31 st March 2014, 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".

Information on Listed Debentures**Subordinated Listed Rated Unsecured Redeemable Debentures December 2013- December 2018****Market Price For the Quarter ended 31 March 2014**

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

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)	10.64%
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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		Not Traded

Ratios

Debt Equity Ratio	72%
Quick Asset Ratio (Times)	0.81
Interest Cover (Times)	1.21

Selected Performance Indicators

Indicator	Company		Group	
	As at 31-03-2014	As at 31-03-2013	As at 31-03-2014	As at 31-03-2013
Asset Quality (Rs. 000)				
Gross Non- Performing Accommodations,	1,349,493	431,949	1,349,493	431,949
Gross Non- Performing Accommodations Ratio, %	5.19%	2.32%	5.19%	2.32%
Net Non- Performing Accommodations Ratio, %	2.73%	1.27%	2.73%	1.27%
Liquidity (Rs. 000)				
Required Minimum amount of Liquid Assets	2,570,757	1,737,529	2,570,757	1,737,529
Available amount of Liquid Assets	4,545,811	2,519,142	4,549,146	2,519,142
Required Minimum amount of Government Securities	1,184,013	717,356	1,184,013	717,356
Available amount of Government Securities	1,887,200	1,218,127	1,887,200	1,218,127
Capital Adequacy				
Core Capital (Tier 1 Capital)	3,356,403	2,781,400	3,356,403	2,781,400
Total Capital Base	4,256,633	2,781,400	4,256,633	2,781,400
Core Capital to Risk Weighted Assets ratio (Minimum 5%)*	12.61%	14.32%	12.61%	14.32%
Total Capital to Risk Weighted Assets ratio (Minimum 10%)*	16.00%	14.32%	16.00%	14.32%
Capital Funds to total Deposit Liabilities ratio (Minimum 10%)	17.36%	15.65%	17.36%	15.65%
Profitability				
Interest Margin (Annualized %)	8.05%	8.28%	8.05%	8.28%
Return on Average Assets-Before Tax (Annualized %)	2.51%	3.04%	2.51%	3.04%
Return on Average Equity- After Tax (Annualized %)	17.16%	18.57%	17.16%	18.57%
Memorandum information				
Number of Employees	1122	858	1122	858
Number of branches	47	38	47	38
Number of service centers	11	5	11	5
Number of pawning centers	1	1	1	1

* Including current year unaudited profit

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

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 *ACMA(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), MCMi(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 Officer

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

Mr. W.W.K.M.Weerasooriya *B.Com (Sp)*
Executive Director / Chief Marketing Officer

Registered address of Head Office

No 18, Sri Sangaraja 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 00942573894, 00942576871
Fax 00942573609
E mail sspsec@sltnet.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 (RAM)

Bankers

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



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