

INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED 31ST DECEMBER 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					
	For the Quarter ended 31st December			For the Nine Months ended 31st December		
	2015/16 Rs.	2014/15 Rs.	Change %	2015/16 Rs.	2014/15 Rs.	Change %
Revenue	1,886,265,567	1,641,804,385	15%	5,277,592,662	5,000,602,259	6%
Interest Income	1,703,934,866	1,542,560,106	10%	4,884,115,495	4,711,204,612	4%
Less: Interest Expenses	950,475,437	839,155,081	13%	2,638,781,156	2,589,472,670	2%
Net Interest Income	753,459,429	703,405,025	7%	2,245,334,339	2,121,731,942	6%
Fees and Commission Income	63,660,702	45,926,115	39%	163,251,640	125,334,071	30%
Net Interest, Fee and Commission Income	817,120,131	749,331,140	9%	2,408,585,979	2,247,066,013	7%
Other Operating Income	118,669,999	53,318,164	123%	230,225,527	164,063,577	40%
Total Operating Income	935,790,131	802,649,304	17%	2,638,811,506	2,411,129,590	9%
Less : Net impairment loss on financial assets	(12,842,550)	94,876,175	-114%	82,974,854	365,631,078	-77%
Net Operating Income	948,632,680	707,773,129	34%	2,555,836,652	2,045,498,512	25%
Less:						
Personnel expenses	192,073,740	156,569,187	23%	538,373,834	460,685,518	17%
Premises, equipment and establishment expenses	251,783,752	246,689,615	2%	736,852,034	658,317,857	12%
Other expenses	105,927,206	77,219,296	37%	270,389,521	218,448,322	24%
Total Operating Expenses	549,784,698	480,478,098	14%	1,545,615,389	1,337,451,696	16%
Operating Profit Before Value Added Tax(VAT) on financial service, Nation Building Tax (NBT) and crop Insurance Levy (CIL)	398,847,983	227,295,031	75%	1,010,221,263	708,046,816	43%
Less: VAT, NBT and CIL	48,559,773	19,315,534	151%	120,122,039	65,003,157	85%
Profit Before Tax	350,288,209	207,979,497	68%	890,099,224	643,043,659	38%
Income Tax Expense	82,100,377	73,862,649	11%	208,812,050	178,078,399	17%
Profit for the Period	268,187,832	134,116,848	100%	681,287,174	464,965,260	47%
Profit attributable to:						
Equity holders of the Company	268,187,832	134,116,848	100%	681,287,174	464,965,260	47%
Non-controlling Interests	-	-	-	-	-	-
Profit for the Period	268,187,832	134,116,848	100%	681,287,174	464,965,260	47%
Other Comprehensive Income:						
Items that will never be reclassified to profit or loss						
Net Actuarial gains/(losses) on Defined Benefit plan	(4,485,591)	(4,834,876)	-7%	(13,456,775)	(8,392,908)	60%
Items that are or may be reclassified to profit or loss						
Net change in fair value of available for sale financial asset	7,038,505	42,300,000	-83%	(159,014,349)	(11,956,800)	1230%
Other comprehensive income net of tax	2,552,914	37,465,124	-93%	(172,471,124)	(20,349,708)	748%
Total Comprehensive Income	270,740,746	171,581,972	58%	508,816,050	444,615,552	14%
Total Comprehensive Income Attributable to:						
Equity Holders of the Company	270,740,746	171,581,972	58%	508,816,050	444,615,552	14%
Non-controlling interests	-	-	-	-	-	-
Total Comprehensive Income	270,740,746	171,581,972	58%	508,816,050	444,615,552	14%
Earnings per share:						
Basic Earnings per Share	4.94	2.47		12.55	8.56	

Figures in brackets indicate deductions.

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC -Interim Financial Statements

Statement of Profit or Loss and Other Comprehensive Income

	Group					
	For the Quarter ended 31st December			For the Nine Months ended 31st December		
	2015/16 Rs.	2014/15 Rs.	Change %	2015/16 Rs.	2014/15 Rs.	Change %
Revenue	1,903,083,595	1,656,410,237	15%	5,323,769,019	5,015,208,112	6%
Interest Income	1,716,363,218	1,556,772,247	10%	4,925,799,426	4,725,416,753	4%
Less: Interest Expenses	951,042,836	842,295,809	13%	2,641,385,332	2,592,613,398	2%
Net Interest Income	765,320,382	714,476,438	7%	2,284,414,094	2,132,803,355	7%
Fees and Commission Income	63,660,700	45,926,115	39%	163,251,639	125,334,071	30%
Net Interest, Fee and Commission Income	828,981,082	760,402,553	9%	2,447,665,733	2,258,137,426	8%
Net Trading Income						
Other Operating Income	123,059,677	53,711,875	129%	234,717,954	164,457,288	43%
Total Operating Income	952,040,759	814,114,428	17%	2,682,383,687	2,422,594,714	11%
Less : Net impairment loss on financial assets	(11,075,997)	95,176,175	-112%	85,369,743	365,931,078	-77%
Net Operating Income	963,116,756	718,938,253	34%	2,597,013,944	2,056,663,636	26%
Less:						
Personnel expenses	194,331,684	161,133,605	21%	544,452,499	465,249,936	17%
Premises, equipment and establishment expenses	256,770,371	247,484,526	4%	746,013,850	659,112,767	13%
Other expenses	106,858,742	78,208,928	37%	272,278,212	219,437,954	24%
Total Operating Expenses	557,960,797	486,827,059	15%	1,562,744,561	1,343,800,657	16%
Operating Profit Before Value Added Tax(VAT) on financial service, Nation Building Tax (NBT) and crop Insurance Levy (CIL)	405,155,959	232,111,194	75%	1,034,269,383	712,862,979	45%
Less: VAT, NBT and CIL	49,529,976	20,195,051	145%	123,397,391	65,882,674	87%
Profit Before Tax	355,625,983	211,916,143	68%	910,871,992	646,980,305	41%
Income Tax Expense	83,599,022	75,146,395	11%	214,642,779	179,362,145	20%
Profit for the Period	272,026,961	136,769,748	99%	696,229,213	467,618,160	49%
Profit attributable to:						
Equity holders of the Company	271,524,377	136,448,045	99%	694,176,176	467,296,457	49%
Non-controlling Interests	502,584	321,703	56%	2,053,037	321,703	538%
Profit for the Period	272,026,961	136,769,748	99%	696,229,213	467,618,160	49%
Other Comprehensive Income:						
Items that will never be reclassified to profit or loss						
Net Actuarial gains/(losses) on Defined Benefit plan	(4,485,591)	(4,834,876)	-7%	(13,456,775)	(8,392,908)	60%
Items that are or may be reclassified to profit or loss						
Net change in fair value of available for sale financial asset	7,038,505	42,300,000	-83%	(159,014,349)	(11,956,800)	1230%
Other comprehensive income net of tax	2,552,914	37,465,124	-93%	(172,471,124)	(20,349,708)	748%
Total Comprehensive Income	274,579,875	174,234,872	58%	523,758,089	447,268,452	17%
Total Comprehensive Income Attributable to:						
Equity Holders of the Company	274,077,291	173,913,169	58%	521,705,052	446,946,749	17%
Non-controlling interests	502,584	321,703		2,053,037	321,703	
Total Comprehensive Income	274,579,875	174,234,872	58%	523,758,089	447,268,452	17%
Earnings per share:						
Basic Earnings per Share	5.00	3.20		12.78	8.61	

Figures in brackets indicate deductions.

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Statement of Financial Position

As at	Company		Group	
	31-12-2015 Rs.	Audited 31-03-2015 Rs.	31-12-2015 Rs.	Audited 31-03-2015 Rs.
Assets				
Cash and Cash Equivalents	336,898,422	313,394,279	349,178,661	334,358,488
Financial Instruments held for Trading	133,188,730	56,220,230	133,188,730	56,220,230
Loans and Receivable to Banks	139,800,000	301,700,000	139,800,000	301,700,000
Deposits with licensed commercial banks	1,836,393,611	1,933,216,541	1,836,393,611	1,943,406,672
Loans and Advances to Customers	38,221,615,773	29,378,799,251	38,417,207,826	29,620,437,218
Investment Securities	3,127,827,156	3,140,348,599	3,166,345,476	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	1,561,225,439	1,421,342,866	1,568,257,111	1,426,432,810
Intangible Assets	74,756,332	71,159,770	74,756,332	75,792,298
Goodwill on Consolidation	-	-	244,179,431	244,179,431
Other Assets	1,517,659,246	949,583,620	1,525,260,131	955,914,234
Total Assets	47,397,308,133	38,013,708,580	47,474,765,286	38,125,065,978
Liabilities				
Deposits From Customers	29,750,492,246	27,079,133,660	29,750,492,246	27,079,133,660
Debt Securities Issued	1,005,408,072	1,043,481,193	1,005,408,072	1,043,481,193
Other Interest bearing borrowings	9,297,235,274	3,780,763,484	9,303,435,274	3,838,570,678
Current Tax Liabilities	337,225,114	111,513,609	341,376,496	117,226,977
Deferred Tax Liabilities	282,079,148	282,079,149	283,654,115	283,654,115
Retirement Benefit Obligations	37,553,768	45,298,838	37,553,768	45,425,460
Other Liabilities	2,066,563,145	1,369,435,106	2,079,782,866	1,378,202,112
Total Liabilities	42,776,556,767	33,711,705,039	42,801,702,837	33,785,694,195
Equity				
Stated Capital	1,185,061,645	1,185,061,645	1,185,061,645	1,185,061,645
Reserves	1,504,569,510	1,663,583,860	1,505,341,955	1,664,062,266
Retained Earnings	1,931,120,211	1,453,358,036	1,950,822,242	1,460,464,302
Total equity attributable to equity holders of the company	4,620,751,366	4,302,003,541	4,641,225,842	4,309,588,213
Non-Controlling Interests	-	-	31,836,607	29,783,570
Total Equity	4,620,751,366	4,302,003,541	4,673,062,449	4,339,371,783
Total Equity and Liabilities	47,397,308,133	38,013,708,580	47,474,765,286	38,125,065,978
Net Assets Value per Share	85.09	79.22	85.47	79.36

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

12th February 2016

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	983,696,718	3,576,914,113
Profit for the Period						464,965,260	464,965,260
Other comprehensive income for the Period			(11,956,800)			(8,392,908)	(20,349,708)
Total comprehensive income for the period			(11,956,800)	-	-	456,572,352	444,615,552
Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders							
First and Final dividend for year- 2013/2014						(162,915,621)	(162,915,621)
Transfers during the period				16,074,397		(16,074,397)	-
Transfers during the period				(103,819,846)		103,819,846	
Balance as at 31st December 2014	1,185,061,645	132,765,013	677,734,125	-	497,954,363	1,365,098,898	3,858,614,044
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						681,287,174	681,287,174
Other comprehensive income for the period			(159,014,349)			(13,456,775)	(172,471,124)
Total comprehensive income for the period			(159,014,349)			667,830,399	508,816,050
Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders							
First and Final dividend for year- 2014/2015						(190,068,224)	(190,068,224)
Balance as at 31st December 2015	1,185,061,645	171,072,990	695,195,376	-	638,301,144	1,931,120,211	4,620,751,366

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 reserve Rs	Investment 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	983,495,918		3,576,713,313
Profit for the Period 2014/15						464,965,260		464,965,260
Other comprehensive income for the Period 2014/15			(11,956,800)			(8,392,908)		(20,349,708)
Total comprehensive income for the period	-	-	(11,956,800)	-	-	456,572,352	-	444,615,552
Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders								
First and Final dividend for year- 2013/2014						(162,915,621)		(162,915,621)
Transfers during the period				16,074,397		(16,074,397)		-
Transfers during the period				(103,819,846)		103,819,846		-
Balance as at 31st December 2014	1,185,061,645	132,765,013	677,734,125	-	497,954,363	1,364,898,098	-	3,858,413,242
Balance as at 1st April 2015	1,185,061,645	171,073,791	854,209,725	-	638,779,551	1,460,464,302	29,783,570	4,339,372,584
Profit for the period 2015/16						694,176,176	2,053,037	696,229,213
Other comprehensive income for the Period 2015/16			(159,014,349)			(13,456,775)	-	(172,471,124)
Total comprehensive income for the period	-	-	(159,014,349)	-	-	680,719,401	2,053,037	523,758,089
Transactions with equity holders, recognized directly in equity contributions by and distributions to equity holders								
Reserves Attributable to Non Controlling Interest								-
First and Final dividend for year- 2014/2015						(190,068,224)		(190,068,224)
Transfers during the period				-	293,237	(293,237)		-
Balance as at 31st December 2015	1,185,061,645	171,073,791	695,195,376	-	639,072,788	1,950,822,242	31,836,607	4,673,062,449

Figures in brackets indicate deductions.

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Statement of Cash Flow

For the Period ended	Company		Group	
	31/12/2015 Rs.	31/12/2014 Rs.	31/12/2015 Rs.	31/12/2014 Rs.
Cash flow from Operating Activities				
Interest Receipts	4,843,870,675	4,714,202,950	4,883,435,687	4,727,332,953
Commission Receipts	138,676,789	123,527,164	138,676,789	123,527,164
Other Income Receipts	206,480,193	154,999,577	210,801,358	155,393,288
Interest Payments	(2,169,624,761)	(2,740,710,247)	(2,172,777,598)	(2,742,249,938)
Fee and Business Promotion Expenses	(258,359,871)	(143,501,862)	(258,359,871)	(143,501,862)
Employee Related Payments	(513,596,386)	(433,054,244)	(519,675,051)	(437,618,662)
Supplier Payments	(525,577,941)	(411,130,049)	(533,744,278)	(387,273,641)
Financial Expenses	(12,029,651)	(10,203,565)	(12,072,454)	(10,203,565)
Operating Profit before changes in Operating Assets	1,709,839,047	1,254,129,724	1,736,284,582	1,285,405,737
(Increase)/Decrease in Operating Assets				
Investments in Licensed Commercial Bank and other Financial Institutions	96,822,930	270,731,500	107,013,061	332,446,078
Investments in Government Securities	117,009,771	(63,722,324)	83,993,999	(33,573,459)
Net Funds Advanced to Customers	(8,925,791,376)	(2,546,225,777)	(8,845,631,307)	(2,491,878,698)
Changes in Other Short Term Assets	(279,944,268)	(85,931,575)	(282,794,654)	(134,291,060)
Inventories	(263,556,509)	(92,603,178)	(263,556,509)	(92,603,178)
	(7,545,620,405)	(1,263,621,630)	(7,464,690,828)	(1,134,494,580)
Increase/(Decrease) in Operating Liabilities				
Borrowings	5,342,425,633	335,796,046	5,283,846,347	210,344,677
Deposits from Customers	2,338,175,227	2,276,468,307	2,319,865,227	2,274,867,270
	7,680,600,860	2,612,264,353	7,603,711,574	2,485,211,947
Net Cash Generated / (used in) from operating Activities	134,980,455	1,348,642,723	139,020,746	1,350,717,367
Gratuity paid	-	(540,905)	-	(540,905)
Contribution to Plan Assets	(45,979,293)	(179,243,923)	(45,979,293)	(179,243,922)
Taxation	16,899,455	(109,139,290)	8,211,809	(110,098,014)
	105,900,617	1,059,718,605	101,253,262	1,060,834,526
Cash Flow from Investing Activities				
Dividend Receipts	11,617,141	9,064,000	11,671,141	9,064,000
Investment in Subsidiary	-	(425,000,000)	-	(425,000,000)
Investment in government securities/quoted shares- Trading	(84,100,474)	-	(84,100,474)	-
Investment in quoted Shares - AFS	(61,357,857)	-	(61,357,857)	-
Purchase of Property, Plant & Equipment	(293,658,733)	(501,101,948)	(293,658,733)	(501,101,948)
Proceed from sale of Property, Plant and Equipment	22,593,500	-	22,593,500	-
Net Cash (used in)/ from Investing Activities	(404,906,423)	(917,037,948)	(404,852,423)	(917,037,948)
Cash Flow from Financing Activities				
Dividend Paid	(190,068,225)	(162,915,621)	(190,068,225)	(162,915,621)
Net Cash Inflows/ (out flows) from Financing Activities	(190,068,225)	(162,915,621)	(190,068,225)	(162,915,621)
Net Increase/(Decrease) In Cash & Cash Equivalents	(489,074,031)	(20,234,964)	(493,667,386)	(19,119,043)
Cash and Cash Equivalents at the beginning of the Year	65,575,108	199,086,859	79,113,176	202,422,385
Cash and Cash Equivalents at the end of the Year	(423,498,923)	178,851,895	(414,554,210)	183,303,343
Cash and Cash Equivalents at the beginning of the year				
Cash at Bank and In Hand	313,394,279	462,555,296	326,932,347	465,890,822
Bank Overdraft	(247,819,171)	(263,468,437)	(247,819,171)	(263,468,437)
	65,575,108	199,086,859	79,113,176	202,422,385
Cash and Cash Equivalents at the end of the year				
Cash at Bank and In Hand	336,898,422	351,487,949	345,843,135	353,382,511
Bank Overdraft	(760,397,345)	(172,636,054)	(760,397,345)	(170,079,168)
	(423,498,923)	178,851,895	(414,554,210)	183,303,343

*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	
	31-12-2015 Rs.	31-12-2014 Rs.	31-12-2015 Rs.	31-12-2014 Rs.	31-12-2015 Rs.	31-12-2014 Rs.	31-12-2015 Rs.	31-12-2014 Rs.
Interest	3,837,591,020	3,593,885,448	729,092,757	698,932,007	317,431,718	418,387,157	4,884,115,495	4,711,204,612
Non Interest Income							393,477,167	289,397,648
Total Revenue	3,837,591,020	3,593,885,448	729,092,757	698,932,007	317,431,718	418,387,157	5,277,592,662	5,000,602,259
Segmental Results	3,837,591,020	3,593,885,448	729,092,757	698,932,007	317,431,718	418,387,157	5,277,592,662	5,000,602,259
Unallocated Expenses							4,387,493,438	4,357,558,601
Profit from Operations							890,099,224	643,043,659
Income Tax expenses							208,812,050	178,078,399
Profit for the Period							681,287,174	464,965,260
Segment Assets	31,618,751,397	21,326,482,054	5,529,924,038	5,141,793,492	2,909,333,949	1,437,263,448	40,058,009,384	27,905,538,994
Unallocated Assets							7,339,298,748	8,703,145,813
Total Assets							47,397,308,133	36,608,684,808

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Segmental Analysis

Group

	Lease & Stock out on Hire		Loans and Advances		Others		Total	
	31-12-2015 Rs.	31-12-2014 Rs.	31-12-2015 Rs.	31-12-2014 Rs.	31-12-2015 Rs.	31-12-2014 Rs.	31-12-2015 Rs.	31-12-2014 Rs.
Interest	3,848,939,434	3,597,877,263	757,635,478	708,609,265	319,224,515	418,930,226	4,925,799,426	4,725,416,753
Non Interest Income							397,969,593	289,791,359
Total Revenue	3,848,939,434	3,593,885,448	757,635,478	698,932,007	319,224,515	418,387,157	5,323,769,019	5,015,208,112
Segmental Results	3,848,939,434	3,593,885,448	757,635,478	698,932,007	319,224,515	418,387,157	5,323,769,019	5,015,208,112
Unallocated Expenses							4,412,897,027	4,368,227,806
Profit from Operations							910,871,992	646,980,306
Income Tax expenses							214,642,779	179,362,145
Profit for the Period							696,229,213	467,618,161
Segment Assets	31,711,665,198	21,450,650,683	5,632,602,291	5,337,037,219	2,947,852,269	1,470,589,291	40,292,119,758	28,258,277,193
Unallocated Assets							7,182,645,528	8,492,094,717
Total Assets							47,474,765,286	36,750,371,910

Shareholders' Information

Twenty Largest Shareholders as at 31st December 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	JANASHAKTHI INSURANCE PLC (POLICY HOLDERS)	2,314,961	5.00%
5	CEYLINCO INSURANCE PLC A/C NO 2 (GENERAL FUND)	1,853,287	4.00%
6	CITIZENS DEVELOPMENT BUSINESS FINANCE PLC A/C 02 (CDB EMPLOYEE GRATUITY FUND)	1,708,816	3.69%
7	THE FINANCE COMPANY PLC A/C NO 1	1,250,000	2.70%
8	CEYLINCO LIFE INSURANCE LIMITED	886,953	1.92%
9	ASIA MANAGEMENT CONSULTANCY (PRIVATE) LIMITED	706,622	1.53%
10	PEOPLE'S LEASING & FINANCE PLC/MR.S.V.MUNASINGHE	254,873	0.55%
11	PEOPLE'S LEASING & FINANCE PLC / MR.W.P.C.M.NANAYAKKARA	189,659	0.41%
12	MR.ROSHAN HASANTHA ABEYGOONEWARDENA/MRS. VENICA FELICIA ABEYGOONEWARDENA	185,349	0.40%
13	MR.T.M.D.P TENNAKOON	175,260	0.38%
14	DEUTSCHE BANK AG AS TRUSTEE TO CANDOR GROWTH FUND	167,896	0.36%
15	J.B. COCOSHELL (PVT) LTD	155,579	0.34%
16	ASSETLINE LEASING COMPANY LTD/MR.T.M.D.P.TENNAKOON	132,515	0.29%
17	PEOPLE'S LEASING & FINANCE PLC/MR.S.M.P.L.JAYARATNE	125,000	0.27%
18	MR. ARAMUGAM MANIKKAM SUBRAMANIAM/MR. SUBRAMANIAM RAGULAN	122,500	0.26%
19	MRS WARNAKULASOORIYA MALLIKA NOLASKO DABARERA	118,942	0.26%
20	LIFE INSURANCE CORPORATION (LANKA) LTD	105,018	0.23%
	Sub total of Top 20 Share Holders	39,983,340	86.36%
	Others	6,315,883	13.64%
	Total	46,299,223	100.00%

The percentage of shares held by the public as at 31st December 2015 is 29.74% (with 1813 public share holders)

Ordinary Non Voting Shares

No	Name	Shareholding	Percentage
1	DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE EQUITY FUND	1,129,857	14.11%
2	J.B. COCOSHELL (PVT) LTD	1,041,431	13.01%
3	MR.AMARAKOON MUDIYANSELAGE WEERASINGHE	614,454	7.67%
4	DEUTSCHE BANK AG AS TRUSTEE TO CANDOR GROWTH FUND	322,671	4.03%
5	ASKOLD (PRIVATE) LIMITED	240,000	3.00%
6	MR. MALIK JOSEPH FERNANDO	208,999	2.61%
6	MR.HUSEIN NURUDDIN ESUFALLY	208,999	2.61%
8	E.W. BALASURIYA & CO. (PVT) LTD	204,413	2.55%
9	MR. MURTAZAALI ABIDHUSSEN HASSANALY ESUFALLY	160,000	2.00%
10	MR. GULZAR HUSSEIN IBRAHIM JAFFERJEE	156,749	1.96%
11	NATIONAL INDUSTRIES GROUP (HOLDINGS) (S.A.K.)	154,789	1.93%
12	MR. ISAAC MORRIS DABAH	154,499	1.93%
13	PAN ASIA BANKING CORPORATION PLC/S.R.FERNANDO	128,953	1.61%
14	WALDOCK MACKENZIE LTD/MR. H.M.S. ABDULHUSSEIN	115,028	1.44%
15	JAFFERJEE'S INVESTMENTS (PVT) LTD	104,499	1.31%
15	GOLD INVESTMENT LIMITED.	104,499	1.31%
15	MR. MUKESH ABHAYKUMAR VALABHJI	104,499	1.31%
18	COMMERCIAL BANK OF CEYLON PLC A/C NO. 04	101,965	1.27%
19	LAKDHANAVI LIMITED	100,000	1.25%
20	EAGLE PROPRIETARY INVESTMENTS LIMITED	95,398	1.19%
	Sub total of Top 20 Share Holders	5,451,702	68.10%
	Others	2,554,282	31.90%
	Total	8,005,984	100.00%

The percentage of shares held by the public as at 31st December 2015 is 86.78% (with 1835 public share holders)

CITIZENS DEVELOPMENT BUSINESS FINANCE PLC - Interim Financial Statements

Directors' and Chief Executive Officer's Shareholding as at 31st December 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	175,260
Assetline Leasing Company LTD/Mr.T.M.D.P.Tennakoon	132,515
Mr. R.H. Abeygoonewardena / Mrs. V.F. Abeygoonewardena	185,349
People's Leasing & Finance PLC/Mr.S.V.Munasinghe	254,873
Mr. D.H.J. Gunawardana	-
Mr. S.R. Abeynayake	-
Mr. R. Mohamed	-
Prof. A. Dharmasiri	-
Mr. D.A. De Silva	-
	939,156

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
Mr. S.V. Munasinghe	-
Mr. S.R. Abeynayake	-
Mr. R. Mohamed	-
Prof. A. Dharmasiri	-
Mr. D.A. De Silva	-
Mr. D.H.J. Gunawardana	-
	14,907

	Ordinary Voting Shares		Ordinary Non Voting Shares	
	31/12/2015	31/12/2014	31/12/2015	31/12/2014
Highest Price	103.90	98.50	92.50	82.00
Lowest Price	94.00	85.10	78.60	66.50
Last Traded	100.00	93.70	80.00	74.00

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 Group Financial statements comprises the consolidation of the company and its subsidiary CDB Micro Finance Ltd and Unisons Capital Leasing Limited. (Formaly known as Laugfs Capital Leasing Limited)
- 4 No of Shares as at 31st December 2015 is as follows.

Ordinary Voting Shares	46,299,223
Ordinary Non Voting Shares	8,005,984
- 5 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.
- 6 In January 2016 company subscribed to the right issue of Unisons Capital Leasing Limited amounting to Rs. 82Mn. Consequence to the issue the controlling stake of CDB has increased to 90.38%
- 7 Since 31st December 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 31st December 2015

Debenture Type	Highest Price Rs.	Lowest Price Rs.	Last Traded 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)

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	136%
Quick Asset Ratio (Times)	0.71
Interest Cover (Times)	1.34

Selected Performance Indicators

Indicator	Company	
	As at 31/12/2015	As at 31/03/2015
Asset Quality (Rs. 000)		
Gross Non- Performing Accommodations,	1,783,674	1,727,617
Gross Non- Performing Accommodations Ratio, %	4.12%	5.78%
Net Non- Performing Accommodations Ratio, %	2.05%	3.19%
Liquidity (Rs. 000)		
Required Minimum amount of Liquid Assets	3,215,342	2,977,502
Available amount of Liquid Assets	3,948,863	4,262,267
Required Minimum amount of Government Securities	2,068,234	1,679,439
Available amount of Government Securities	2,233,271	2,322,464
Capital Adequacy		
Core Capital (Tier 1 Capital)	4,449,678	4,130,931
Total Capital Base	4,742,117	5,031,161
Core Capital to Risk Weighted Assets ratio (Minimum 5%)*	10.73%	12.79%
Total Capital to Risk Weighted Assets ratio (Minimum 10%)*	11.44%	15.57%
Capital Funds to total Deposit Liabilities ratio (Minimum 10%)*	15.94%	18.58%
Profitability		
Interest Margin (Annualized %)	7.0%	8.0%
Return on Average Assets- After Tax (Annualized %)	2.1%	2.0%
Return on Average Equity- After Tax (Annualized %)	20.4%	17.8%
Memorandum information		
Number of Employees	1,247	1,136
Number of branches	49	47
Number of service centers	11	11
Number of pawning centers	1	1

* Including current year unaudited profit

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

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

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

Prof. A. Dharmasri *B.Sc.Eng., MBA(Sri J),PhD(Sri J), MCFI(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

[SL]BBB

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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