

# INTERIM FINANCIAL STATEMENTS

***FOR THE THREE MONTHS ENDED JUNE 30, 2013***

**Citizens Development Business Finance PLC**

No 18, Sri Sangaraja Mawatha, Colombo 10

## Consolidated Statement of Comprehensive Income

	Company			Group		
	For the Quarter ended 30 June			For the Quarter ended 30 June		
	2013 Rs.	2012 Rs.	Change %	2013 Rs.	2012 Rs.	Change %
<b>Income</b>	<b>1,383,684,126</b>	897,839,691	54%	<b>1,383,684,126</b>	897,839,691	54%
Interest Income	1,337,680,660	826,858,924	62%	1,337,680,660	826,858,924	62%
Interest Expenses	796,234,381	471,264,605	69%	796,234,381	471,264,605	69%
<b>Net Interest Income</b>	<b>541,446,279</b>	355,594,319	52%	<b>541,446,279</b>	355,594,319	52%
Fees and Commission Income	34,731,621	22,419,006	55%	34,731,621	22,419,006	55%
Less :Fee and Commission Expense						
<b>Net fee and Commission Income</b>	<b>34,731,621</b>	22,419,006	55%	<b>34,731,621</b>	22,419,006	55%
<b>Net Interest, Fee and Commission Income</b>	<b>576,177,900</b>	378,013,325	52%	<b>576,177,900</b>	378,013,325	52%
Net Trading Income						
Other Operating Income	11,271,845	48,561,761	-77%	11,271,845	48,561,761	-77%
<b>Total Operating Income</b>	<b>587,449,745</b>	426,575,086	38%	<b>587,449,745</b>	426,575,086	38%
Less :Impairment Charges for Loans and other Losses	59,186,985	32,567,264	82%	59,186,985	32,567,264	82%
<b>Net Operating Income</b>	<b>528,262,760</b>	394,007,822	34%	<b>528,262,760</b>	394,007,822	34%
<b>Less:</b>						
<b>Operating Expenses</b>						
Staff Costs	126,368,328	90,774,690	39%	126,368,328	90,774,690	39%
Premises, Equipment and Establishment Expenses	138,997,085	100,436,069	38%	138,997,085	100,436,069	38%
Other Operating Expenses	80,332,214	76,529,478	5%	80,332,214	76,529,478	5%
	345,697,627	267,740,237	29%	345,697,627	267,740,237	29%
<b>Operating Profit Before Value Added Tax</b>	<b>182,565,133</b>	126,267,585	45%	<b>182,565,133</b>	126,267,585	45%
Value Added Tax (vat) on Financial Services	13,093,822	7,500,000	75%	13,093,822	7,500,000	75%
<b>Profit Before Taxation</b>	<b>169,471,311</b>	118,767,585	43%	<b>169,471,311</b>	118,767,585	43%
Income Tax Expense	34,451,190	15,000,000	130%	34,451,190	15,000,000	130%
<b>Profit for the Period</b>	<b>135,020,121</b>	103,767,585	30%	<b>135,020,121</b>	103,767,585	30%
<b>Profit attributable to:</b>						
Non-controlling Interests						
Parent Company Shareholders	135,020,121	103,767,585		135,020,121	103,767,585	
<b>Profit for the Period</b>	<b>135,020,121</b>	103,767,585		<b>135,020,121</b>	103,767,585	
<b>Other Comprehensive Income:</b>						
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	84,656,400	(6,147,600)		84,656,400	(6,147,600)	
Reclassified to income statement						
Cash flow hedges:						
Net gains taken to equity						
Reclassified to income statement						
Changes in revaluation surplus						
Other comprehensive income for the period, net of taxation						
Taxation relating to components of other comprehensive income						
Other comprehensive income for the period, net of taxation	84,656,400	(6,147,600)		84,656,400	(6,147,600)	
<b>Total Comprehensive Income for the Period</b>	<b>219,676,521</b>	97,619,985		<b>219,676,521</b>	97,619,985	
<b>Total Comprehensive Income Attributable to:</b>						
Non-controlling interests						
Parent Company Shareholders	219,676,521	97,619,985		219,676,521	97,619,985	
<b>Total Comprehensive Income for the Period</b>	<b>219,676,521</b>	97,619,985		<b>219,676,521</b>	97,619,985	
<b>Earnings per share:</b>						
Basic Earnings per Ordinary Share	2.49	2.00		2.49	2.00	

## Consolidated Statement of Financial Position

	Company		Group	
	30-06-2013 Rs.	Audited 31-03-2013 Rs.	30-06-2013 Rs.	Audited 31-03-2013 Rs.
<b>Assets</b>				
Cash and Cash Equivalents	175,015,157	205,326,279	178,350,682	208,661,805
Deposits in Commercial Banks	1,265,485,190	1,335,271,762	1,265,485,190	1,335,271,762
Loans and Receivables to Customers	21,250,036,110	19,450,586,882	21,250,036,110	19,450,586,882
Financial Investments - Available for Sale	648,724,118	563,943,600	648,724,118	563,943,600
Financial Investments - Held - to- Maturity	1,183,433,771	1,150,590,251	1,183,433,771	1,150,590,251
Financial Investments - Loans and Receivable	191,999,991	140,164,014	191,999,991	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	766,219,969	657,717,807	766,219,969	657,717,807
Intangible Assets	72,637,614	69,115,379	72,637,614	69,115,379
Other Assets	983,211,636	886,512,492	983,211,636	886,512,492
<b>Total Assets</b>	<b>26,559,706,980</b>	<b>24,482,171,890</b>	<b>26,560,297,058</b>	<b>24,482,761,969</b>
<b>Liabilities</b>				
Due to Banks	857,010,172	592,523,886	857,010,172	592,523,886
Deposits From Customers	19,429,005,484	17,799,413,114	19,429,005,484	17,799,413,114
Debentures	251,655,324	259,378,311	251,655,324	259,378,311
Other Borrowings	1,910,339,898	1,911,180,694	1,910,339,898	1,911,180,694
Current Tax Liabilities	143,437,458	92,965,307	143,842,534	93,370,384
Deferred Tax Liabilities	31,912,358	31,912,358	31,912,358	31,912,358
Retirement Benefit Obligations	72,879,887	64,256,877	72,879,887	64,256,877
Other Liabilities	789,123,772	726,535,918	789,409,574	726,821,720
<b>Total Liabilities</b>	<b>23,485,364,353</b>	<b>21,478,166,465</b>	<b>23,486,055,231</b>	<b>21,478,857,344</b>
<b>Equity</b>				
Stated Capital	1,185,061,645	1,185,061,645	1,185,061,645	1,185,061,645
Reserve Fund	385,711,809	385,711,809	385,711,809	385,711,809
Revaluation Reserve	132,765,013	132,765,013	132,765,013	132,765,013
Investment Fund Reserve	55,595,887	50,933,191	55,595,887	50,933,191
Available for Sale Reserve	548,690,925	464,034,525	548,690,925	464,034,525
Retained Earnings	766,517,348	785,499,242	766,416,548	785,398,442
<b>Total Parent Company Shareholders' Equity</b>	<b>3,074,342,627</b>	<b>3,004,005,425</b>	<b>3,074,241,827</b>	<b>3,003,904,625</b>
Non-controlling Interests				
<b>Total Equity</b>	<b>3,074,342,627</b>	<b>3,004,005,425</b>	<b>3,074,241,827</b>	<b>3,003,904,625</b>
<b>Total Equity and Liabilities</b>	<b>26,559,706,980</b>	<b>24,482,171,890</b>	<b>26,560,297,058</b>	<b>24,482,761,969</b>
<b>Net Assets Value per Ordinary Share</b>	<b>56.61</b>	<b>55.32</b>	<b>56.61</b>	<b>55.32</b>

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

Colombo

29th July 2013

Sgd.

**C.M Nanayakkara**

Managing Director/ CEO

## Statement of Changes in Equity - Company

	Stated Capital Rs	Revaluation Reserve Rs	Available-for-sale reserve Rs	Investment Fund reserve Rs	Reserve Fund Rs	Retained Earnings Rs	Minority Interest Rs	Total 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 Period			(6,147,600)			103,767,585		97,619,985
Final dividends for year 2011/2012						51,968,516		51,968,516
Transfer into/(out) from reserves								-
<b>Balance as at 30th June 2012</b>	<b>1,114,960,915</b>	<b>12,066,286</b>	<b>352,136,925</b>	<b>21,102,344</b>	<b>278,736,884</b>	<b>673,087,778</b>	<b>-</b>	<b>2,452,091,132</b>
Balance as at 1st April 2013	1,185,061,645	132,765,013	464,034,525	50,933,191	385,711,809	785,499,242		3,004,005,425
Profit for the year Period			84,656,400			135,020,121		219,676,521
Dividend Paid 2012/13						(149,339,319)		(149,339,319)
Transfer into/(out) from reserves				4,662,696		(4,662,696)		-
<b>Balance as at 30th June 2013</b>	<b>1,185,061,645</b>	<b>132,765,013</b>	<b>548,690,925</b>	<b>55,595,887</b>	<b>385,711,809</b>	<b>766,517,348</b>		<b>3,074,342,627</b>

## Consolidated Statement of Changes in Equity - Group

	Stated Capital Rs	Revaluation Reserve Rs	Available-for-sale reserve Rs	Investment Fund reserve Rs	Reserve Fund Rs	Retained Earnings Rs	Minority Interest Rs	Total 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 Period			(6,147,600)			103,767,585		97,619,985
Final dividends for year 2011/2012						51,968,516		51,968,516
Transfer into/(out) from reserves								-
<b>Balance as at 30th June 2012</b>	<b>1,114,960,915</b>	<b>12,066,286</b>	<b>352,136,925</b>	<b>21,102,344</b>	<b>278,736,884</b>	<b>673,087,778</b>	<b>-</b>	<b>2,452,091,132</b>
Balance as at 1st April 2013	1,185,061,645	132,765,013	464,034,525	50,933,191	385,711,809	785,398,442		3,003,904,625
Profit for the year Period			84,656,400			135,020,121		219,676,521
Dividend Paid 2012/13						(149,339,319)		(149,339,319)
Transfer into/(out) from reserves				4,662,696		(4,662,696)		-
<b>Balance as at 30th June 2013</b>	<b>1,185,061,645</b>	<b>132,765,013</b>	<b>548,690,925</b>	<b>55,595,887</b>	<b>385,711,809</b>	<b>766,416,548</b>	<b>-</b>	<b>3,074,241,827</b>

## Cash Flow Statement

For the Period ended	Company		Group	
	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.
<b>Cash Flow from Operating Activities</b>				
Interest Receipts	1,298,565,290	958,160,564	1,298,565,290	958,160,564
Commission Receipts	37,869,232	21,215,140	37,869,232	21,215,140
Other Income	4,203,845	38,878,023	4,203,845	38,878,023
Interest Payments	(701,529,083)	(314,012,031)	(701,529,083)	(314,012,031)
Fees and Business Promotion Expenses	(70,705,420)	(28,983,181)	(70,705,420)	(28,983,181)
Employees Related Payments	(117,368,328)	(85,974,690)	(117,368,328)	(85,974,690)
Suppliers Payment	(138,089,653)	(87,432,932)	(138,089,653)	(87,432,933)
Financial Expenses	(9,626,794)	(1,598,460)	(9,626,794)	(1,598,460)
<b>Operating Profit/ (Loss) Before Changes in Operating Assets</b>	<b>303,319,089</b>	<b>500,252,433</b>	<b>303,319,089</b>	<b>500,252,432</b>
<b>(Increase)/ Decrease in Operating Assets</b>				
Investments Licensed Commercial banks and other Financial Institutions	87,234,959	(596,311,313)	87,234,959	(596,311,313)
Investment in Government Securities	(63,012,515)	(120,922,778)	(63,012,515)	(120,922,778)
Net Funds Advance to Customers	(1,858,655,214)	(1,171,768,788)	(1,858,655,214)	(1,171,768,788)
Other Short Term Assets	(94,151,163)	(75,540,898)	(94,151,163)	(75,540,898)
Inventories	(5,685,592)	(67,821,101)	(5,685,592)	(67,821,101)
	<b>(1,630,950,436)</b>	<b>(1,532,112,445)</b>	<b>(1,630,950,436)</b>	<b>(1,532,112,446)</b>
<b>Increase/ (Decrease) in Operating Liabilities</b>				
Borrowings	238,230,183	(67,037,119)	238,230,183	(67,037,119)
Deposits from customers	1,552,579,392	1,474,588,729	1,552,579,392	1,474,588,729
	<b>1,790,809,575</b>	<b>1,407,551,610</b>	<b>1,790,809,575</b>	<b>1,407,551,610</b>
Cash (used in)/generated from Operations	159,859,139	(124,560,835)	159,859,139	(124,560,836)
Gratuity paid	(376,990)	(84,232)	(376,990)	(84,232)
Value Added Tax	(13,093,822)	15,671,070	(13,093,822)	15,671,070
Tax Paid	16,020,961	(12,841,533)	16,020,961	(12,841,533)
	<b>162,409,288</b>	<b>(121,815,530)</b>	<b>162,409,288</b>	<b>(121,815,531)</b>
<b>Cash Flow from Investing Activities</b>				
Dividend receipts	7,068,000	3,684,000	7,068,000	3,684,000
Net Investment in Debentures				
Purchase of Property, Plant & Equipment	(140,929,015)	(36,692,039)	(140,929,015)	(36,692,039)
Proceeds from sale of Property, Plant & Equipment				
Net Cash Inflows/( Outflows) Investing Activities	<b>(133,861,015)</b>	<b>(33,008,039)</b>	<b>(133,861,015)</b>	<b>(33,008,039)</b>
<b>Cash Flow from Financing Activities</b>				
Issue of Shares	-	-	-	-
Dividend Paid	-	-	-	-
Net Cash Inflow (out flows) from Financing Activities	-	-	-	-
Net Increase/(Decrease) In Cash & Cash Equivalents	28,548,273	(154,823,569)	28,548,273	(154,823,570)
Cash & Cash Equivalents at the beginning of the Year	60,925,730	(48,733,659)	64,261,256	(45,398,133)
Cash & Cash Equivalents at the end of the Year	<b>89,474,003</b>	<b>(203,557,228)</b>	<b>92,809,529</b>	<b>(200,221,703)</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>				
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)
	<b>60,925,730</b>	<b>(48,733,659)</b>	<b>64,261,256</b>	<b>(45,398,133)</b>
<b>Cash and Cash Equivalents at the end of the year</b>				
Cash at Bank and In Hand	175,015,157	203,310,161	178,350,682	206,645,686
Bank Overdraft	(85,541,154)	(406,867,389)	(85,541,154)	(406,867,389)
	<b>89,474,003</b>	<b>(203,557,228)</b>	<b>92,809,528</b>	<b>(200,221,703)</b>

## Segmental Analysis - Company

	Lease & Stock out on Hire		Loans		Pawning		Others		Total	
	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.
Interest	<b>936,637,394</b>	606,018,750	<b>127,810,262</b>	73,209,943	<b>53,315,748</b>	23,101,149	<b>219,917,256</b>	124,529,082	<b>1,337,680,660</b>	826,858,924
Non Interest Income									<b>46,003,466</b>	70,980,767
Total Revenue	<b>936,637,394</b>	606,018,750	<b>127,810,262</b>	73,209,943	<b>53,315,748</b>	23,101,149	<b>219,917,256</b>	124,529,082	<b>1,383,684,126</b>	897,839,691
Segmental Results	<b>936,637,394</b>	606,018,750	<b>127,810,262</b>	73,209,943	<b>53,315,748</b>	23,101,149	<b>219,917,256</b>	124,529,082	<b>1,383,684,126</b>	897,839,691
Unallocated Expenses									<b>1,214,212,815</b>	779,072,106
Profit from Operations									<b>169,471,311</b>	118,767,585
Income Tax expenses									<b>34,451,190</b>	15,000,000
Net Profit for the Period									<b>135,020,121</b>	103,767,585
Segment Assets	<b>15,976,601,401</b>	10,814,396,754	<b>2,416,208,393</b>	1,818,917,491	<b>1,143,100,585</b>	712,760,878	<b>1,714,125,732</b>	1,057,837,370	<b>21,250,036,111</b>	14,403,912,493
Unallocated Assets									<b>5,309,670,869</b>	4,432,146,492
Total Assets									<b>26,559,706,980</b>	18,836,058,985

## Segmental Analysis - Group

	Lease & Stock out on Hire		Loans		Pawning		Others		Total	
	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.	30-06-2013 Rs.	30-06-2012 Rs.
Interest	936,637,394	606,018,750	127,810,262	73,209,943	53,315,748	23,101,149	219,917,256	124,529,082	1,337,680,660	826,858,924
Non Interest Income									46,003,466	70,980,767
Total Revenue	936,637,394	606,018,750	127,810,262	73,209,943	53,315,748	23,101,149	219,917,256	124,529,082	1,383,684,126	897,839,691
Segmental Results	936,637,394	606,018,750	127,810,262	73,209,943	53,315,748	23,101,149	219,917,256	124,529,082	1,383,684,126	897,839,691
Unallocated Expenses									1,214,212,815	779,072,106
Profit from Operations									169,471,311	118,767,585
Income Tax expenses									34,451,190	15,000,000
Net Profit for the Period									135,020,121	103,767,585
Segment Assets	15,976,601,401		2,416,208,393		1,143,100,585		1,714,125,732		21,250,036,111	14,403,912,493
Unallocated Assets									5,310,260,947	4,432,146,492
Total Assets									26,560,297,058	18,836,058,985



## Shareholders' Information

## Twenty Largest Shareholders as at 30 June 2013

## 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	1,775,000	3.83%
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	E.W. BALASURIYA & CO. (PVT) LTD	515,103	1.11%
9	MR. D. KOTTHOFF	469,189	1.01%
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	145,850	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.L.JAYARATNE	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. Y. P. J. ABEYWARDENA & MRS. W.M.R.D. WIJAYATHUNGA	104,541	0.23%
	<b>Sub total of Top 20 Share Holders</b>	<b>37,274,867</b>	<b>80.51%</b>
	Others	9,024,356	19.49%
	<b>Total</b>	<b>46,299,223</b>	<b>100.00%</b>

The percentage of shares held by the public as at 30th June 2013 is 36.94%

## Ordinary Non Voting Shares

No	Name	Shareholding	Percentage
1	J.B. COCOSHELL (PVT) LTD	1,031,291	12.88%
2	DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE EQUIT`	579,154	7.23%
3	CDB ESOP TRUST FUND (PRIVATE) LIMITED	562,499	7.03%
4	SEYLAN BANK PLC/HVA LANKA EXPORTS (PRIVATE) LIMITED	388,896	4.86%
5	CEYLINCO INSURANCE PLC A/C NO 2 (GENERAL FUND)	320,541	4.00%
6	MR. M. J. FERNANDO	208,999	2.61%
7	MR. H. N. ESUFALLY	208,999	2.61%
8	MR. S. PRABAGAR	207,000	2.59%
9	E.W. BALASURIYA & CO. (PVT) LTD	204,413	2.55%
10	MR. G. H. I. JAFFERJEE	156,749	1.96%
11	COMMERCIAL BANK OF CEYLON PLC A/C NO. 04	123,950	1.55%
12	MR. S. R. FERNANDO	120,000	1.50%
13	ASKOLD (PRIVATE) LIMITED	117,949	1.47%
14	CAPTAIN M. A. L. RATNAYAKE	116,845	1.46%
15	GOLD INVESTMENT LIMITED.	104,499	1.31%
16	GULF CROWN INVESTMENTS LIMITED	104,499	1.31%
17	MR. M. A. VALABJI	104,499	1.31%
18	MR. I. M. DABAH	104,499	1.31%
19	MR. M. A. H. ESUFALLY	104,499	1.31%
20	JAFFERJEES INVESTMENTS (PVT) LTD.	104,499	1.31%
	<b>Sub total of Top 20 Share Holders</b>	<b>4,974,279</b>	<b>62.13%</b>
	Others	3,031,705	37.87%
	<b>Total</b>	<b>8,005,984</b>	<b>100.00%</b>

The percentage of shares held by the public as at 30th June 2013 is 86.44%

**Directors' and Chief Executive Officer's Shareholding as at 30th June 2013****Ordinary Voting Shares**

<b>Name</b>	<b>Share Holding</b>	<b>Percentage</b>
Mr.D H J Gunawardena - Chairman	-	0.000%
Mr.W P C M Nanayakkara - MD/CEO	29,660	0.064%
Mr.R H Abeygoonewardena	31,500	0.068%
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 R Abeynayake	-	0.000%
Mr.Razik Mohamed	-	0.000%
Dr.A Dharmasiri	-	0.000%
Mr.D A De Silva	-	0.000%
Mr.S V Munasinghe	40,000	0.086%
	<u>150,660</u>	

**Ordinary Non Voting Shares**

<b>Name</b>	<b>Share Holding</b>	<b>Percentage</b>
Mr.D H J Gunawardena - Chairman	-	0.000%
Mr.W P C M Nanayakkara - MD/CEO	28941	0.361%
Mr.R H Abeygoonewardena	5447	0.068%
Mr.T M D P Tennakoon	7262	0.091%
Mr.P A J Jayawardena	22	0.000%
Mr.W W K M Weerasooriya	1209	0.015%
Mr.S R Abeynayake	-	0.000%
Mr.Razik Mohamed	-	0.000%
Dr.A Dharmasiri	-	0.000%
Mr.D A De Silva	-	0.000%
Mr.S V Munasinghe	9411	0.118%
	<u>52,292</u>	

**Market Value of the Shares**

	<b>Ordinary Voting Shares</b>		<b>Ordinary Non Voting Shares</b>	
	<b>30-06-2013</b>	30-06-2012	<b>30-06-2013</b>	30-06-2012
Highest Price	54.90	41.20	43.10	57.80
Lowest Price	38.00	29.00	28.00	36.20
Last Traded	43.50	36.60	35.00	41.70

**Explanatory Notes**

- 1 Company have used he 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.
- 2 Company have declared a dividend of Rs. 2.75 per share on its ordinary Voting and Non Voting shares amounting to Rs. 149,339,319/-.
- 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 30 June 2013 is as follows.

Ordinary Voting Shares	46,299,223
Ordinary Non Voting Shares	8,005,984
- 7 Since 30 June 2013, 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".

## Selected Performance Indicators

Indicator	Company		Group	
	As at 30-06-2013	As at 31-03-2013	As at 30-06-2013	As at 31-03-2013
<b>Asset Quality (Rs. 000)</b>				
Total Accommodations (Net of Interest in Suspense)	21,294,573	19,544,134	21,298,319	19,547,880
Net total Accommodations (Net of Provision for Bad and Doubtful Debts & Interest in Suspense)	21,082,304	19,388,865	21,082,304	19,388,865
Non-performing Accommodations(Net of Interest in Suspense)	895,498	431,949	895,498	431,949
<b>Liquidity (Rs. 000)</b>				
Required Minimum amount of Liquid Assets	1,893,684	1,737,529	1,893,684	1,737,529
Available amount of Liquid Assets	2,372,232	2,519,142	2,375,567	2,519,142
Required Minimum amount of Government Securities	1,088,490	719,566	1,088,490	719,566
Available amount of Government Securities	1,280,653	1,218,127	1,280,653	1,218,127
<b>Capital Adequacy</b>				
Core Capital to Risk Weighted Assets ratio (Minimum 5%)*	13.98%	14.43%	13.98%	14.43%
Total Capital to Risk Weighted Assets ratio (Minimum 10%)*	13.98%	14.43%	13.98%	14.43%
Capital Funds to total Deposit Liabilities ratio (Minimum 10%)	15.88%	16.35%	15.88%	16.35%
<b>Profitability</b>				
Return on Average Assets(%) (Annualized)	3.06%	3.12%	3.06%	3.12%
Return on Average Equity(%) (Annualized)	20.92%	24.23%	20.92%	24.23%

\* Including current year unaudited profit

Based on prudential guidelines issued by Central Bank of Sri Lanka

## 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. Dharmasiri *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*

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



Citizens Development Business Finance PLC  
18, Sri Sangaraja Mawatha, Colombo 10, Sri Lanka  
[www.cdb.lk](http://www.cdb.lk)