

# **Central Finance Company PLC**

Rated A+(Ika) by Fitch Ratings Lanka Ltd.

## **INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30TH JUNE 2016**

<b>CENTRAL FINANCE COMPANY PLC CONSOLIDATED INCOME STATEMENT</b>						
	<b>Group</b>			<b>Company</b>		
For the three months ended 30th June	2016 Unaudited Rs.'000	2015 Unaudited Rs.'000	Increase (decrease) %	2016 Unaudited Rs.'000	2015 Unaudited Rs.'000	Increase (decrease) %
Income	4,221,614	3,915,278	7.82	3,605,485	3,331,316	8.23
Interest income	3,337,358	3,062,022	8.99	3,326,662	3,061,774	8.65
Less: Interest expenses	960,195	907,401	5.82	965,121	913,171	5.69
Net interest income	2,377,163	2,154,621	10.33	2,361,541	2,148,603	9.91
Other revenue	621,359	603,756	2.92	-	-	-
Less: cost of sales	414,857	407,364	1.84	-	-	-
Gross profit	206,502	196,392	5.15	-	-	-
Other operating income	108,625	89,011	22.04	108,625	89,047	21.99
Other income	154,272	160,489	(3.87)	170,198	180,495	(5.70)
	2,846,562	2,600,513	9.46	2,640,364	2,418,145	9.19
Less: Operating expenses						
Personnel expenses	415,635	398,535	4.29	354,504	344,352	2.95
Premises, equipment and establishment expenses	378,874	368,848	2.72	361,202	352,032	2.60
Employee retirement benefit expenses	43,817	39,724	10.30	38,900	35,700	8.96
Other expenses	244,596	213,151	14.75	226,142	181,537	24.57
	1,082,922	1,020,258	6.14	980,748	913,621	7.35
Profit before impairment on loans and other credit losses	1,763,640	1,580,255	11.60	1,659,616	1,504,524	10.31
Less: Impairment on loans and other credit losses	54,859	234,416	(76.60)	54,839	235,582	(76.72)
	1,708,781	1,345,839	26.97	1,604,777	1,268,942	26.47
Share of profit of associates	214,260	227,436	(5.79)	-	-	-
Profit before VAT on financial services, NBT and income tax	1,923,041	1,573,275	22.23	1,604,777	1,268,942	26.47
Less: VAT on financial services and NBT	190,008	91,892	106.77	189,788	91,672	107.03
<b>Profit before income tax</b>	<b>1,733,033</b>	<b>1,481,383</b>	<b>16.99</b>	<b>1,414,989</b>	<b>1,177,270</b>	<b>20.19</b>
Less: Income tax expense	496,708	433,902	14.47	396,197	329,636	20.19
<b>Profit after income tax</b>	<b>1,236,325</b>	<b>1,047,481</b>	<b>18.03</b>	<b>1,018,792</b>	<b>847,634</b>	<b>20.19</b>
Attributable to equity holders of the parent	1,211,239	1,026,393	18.01	1,018,792	847,634	20.19
Attributable to non-controlling interest	25,086	21,088	18.96	-	-	-
<b>Net profit for the period</b>	<b>1,236,325</b>	<b>1,047,481</b>	<b>18.03</b>	<b>1,018,792</b>	<b>847,634</b>	<b>20.19</b>
Basic and diluted earnings per share - Rs.	11.55	9.79				

The annexed notes form an integral part of these interim financial statements.

<b>CENTRAL FINANCE COMPANY PLC CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME</b>						
	<b>Group</b>			<b>Company</b>		
For the three months ended 30th June	2016 Unaudited Rs.'000	2015 Unaudited Rs.'000	Increase (decrease) %	2016 Unaudited Rs.'000	2015 Unaudited Rs.'000	Increase (decrease) %
Profit for the period	1,236,325	1,047,481	18.03	1,018,792	847,634	20.19
<b>Other comprehensive income to be reclassified to income statement</b>						
Fair value changes in AFS financial assets						
Equity securities - quoted	10,723	14,552	(26.31)	10,723	14,552	(26.31)
	10,723	14,552	(26.31)	10,723	14,552	(26.31)
Add / (less): share of other comprehensive income / (losses) of associates	37,256	20,138	85.00	-	-	-
Income tax effect	(10,432)	(5,639)	(85.00)	-	-	-
	26,824	14,499	85.00	-	-	-
<b>Total other comprehensive income to be reclassified to income statement</b>	<b>37,547</b>	<b>29,051</b>	<b>29.25</b>	<b>10,723</b>	<b>14,552</b>	<b>(26.31)</b>
<b>Other comprehensive income for the period (net of tax)</b>	<b>37,547</b>	<b>29,051</b>	<b>29.25</b>	<b>10,723</b>	<b>14,552</b>	<b>(26.31)</b>
<b>Total comprehensive income for the period</b>	<b>1,273,872</b>	<b>1,076,532</b>	<b>18.33</b>	<b>1,029,515</b>	<b>862,186</b>	<b>19.41</b>
Attributable to equity holders of the parent	1,248,786	1,055,444	18.32	1,029,515	862,186	19.41
Attributable to non-controlling interest	25,086	21,088	18.96	-	-	-
<b>Total comprehensive income for the period</b>	<b>1,273,872</b>	<b>1,076,532</b>	<b>18.33</b>	<b>1,029,515</b>	<b>862,186</b>	<b>19.41</b>

The annexed notes form an integral part of these interim financial statements.

**CENTRAL FINANCE COMPANY PLC**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at	Group		Company	
	30.06.2016	31.03.2016	30.06.2016	31.03.2016
	Unaudited	Audited	Unaudited	Audited
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
<b>ASSETS</b>				
Cash in hand and at banks	469,038	520,603	439,256	463,385
Fair value through profit or loss financial assets	74,108	39,992	33,840	33,760
Tax receivables	1,551	1,774	-	-
Trade and other receivables	844,324	1,111,206	273,904	361,365
Equity investments classified as AFS investments	245,550	234,820	239,056	228,326
Inventories and other stocks	1,159,637	1,191,974	670,239	706,605
Securities bought under repurchase agreements	3,035,815	2,787,948	2,945,815	2,787,948
Loans and receivables from banks	733,297	844,425	728,064	839,263
Loans and receivables from others	1,013,748	968,679	473,742	465,932
Loans and receivables from customers	5,423,685	4,400,698	5,556,454	4,562,610
Net investment in leases and hire purchase	56,137,976	56,045,775	56,128,047	56,031,948
Investments in real estate	37,071	37,549	30,396	30,874
Investment property	41,250	41,250	-	-
Investments in associates	3,677,822	3,537,114	523,458	523,458
Investments in subsidiaries	-	-	620,964	620,964
Deferred tax asset	11,713	11,789	-	-
Property, plant and equipment	6,160,303	5,925,833	4,851,382	4,620,447
Intangible assets	110,802	106,099	110,139	105,392
<b>Total assets</b>	<b>79,177,690</b>	<b>77,807,528</b>	<b>73,624,756</b>	<b>72,382,277</b>
<b>LIABILITIES</b>				
Bank overdrafts	708,021	670,937	690,984	666,082
Tax payables	1,073,329	902,102	1,015,974	817,715
Trade and other payables	1,592,820	1,553,875	1,215,657	1,195,719
Amounts due to subsidiaries	-	-	167,751	172,922
Derivative financial instruments	-	61	-	61
Short term borrowings	1,092,337	1,194,407	1,092,337	1,194,407
Public deposits	34,440,342	34,299,143	34,745,494	34,483,812
Debentures	6,458,917	6,638,981	6,458,917	6,638,981
Employee benefit obligations	960,844	927,335	848,249	818,566
Deferred tax liability	3,347,850	3,276,382	3,281,496	3,210,747
<b>Total liabilities</b>	<b>49,674,460</b>	<b>49,463,223</b>	<b>49,516,859</b>	<b>49,199,012</b>
<b>SHAREHOLDERS' FUNDS</b>				
Stated capital	568,420	568,420	568,420	568,420
Capital reserves	2,504,762	2,509,879	1,929,663	1,930,651
Reserve fund	1,396,000	1,396,000	1,396,000	1,396,000
Available for sale reserve	37,638	91	65,048	54,325
Revenue reserves	24,121,668	23,014,096	20,148,766	19,233,869
Funds attributable to equity holders of the parent	28,628,488	27,488,486	24,107,897	23,183,265
Non-controlling interest	874,742	855,819	-	-
	29,503,230	28,344,305	24,107,897	23,183,265
<b>Total liabilities, shareholders' funds and non-controlling interest</b>	<b>79,177,690</b>	<b>77,807,528</b>	<b>73,624,756</b>	<b>72,382,277</b>
Net asset value per share - Rs.	272.96	262.09	229.86	221.04

I certify that the above interim financial statements give a true and fair view of the state of affairs of the Company and the Group as at 30th June 2016 and its profit for the three months then ended.



**U. B. Elangasinha**  
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these interim financial statements.  
Approved and signed for and on behalf of the Board.



**E.H. Wijenaik**  
Managing Director



**G.S.N. Peiris**  
Director (Finance)

09th August 2016

The annexed notes form an integral part of these interim financial statements.

CENTRAL FINANCE COMPANY PLC  
STATEMENT OF CHANGES IN EQUITY

Attributable to equity holders of the company

Group equity statement for the three months ended 30th June 2016	Stated capital	Capital reserves		Reserve fund	Available for sale reserve	General reserves	Retained earnings	Non-controlling interest	Total
	Rs.'000	Revaluation reserve	Other capital reserves	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
		Rs.'000	Rs.'000						
Balance as at 1st April 2015	568,420	2,509,555	17,899	1,229,000	102,499	16,798,420	3,092,803	795,979	25,114,575
Net profit for the three months ended 30th June 2015	-	-	-	-	-	-	1,026,393	21,088	1,047,481
Other comprehensive income	-	-	-	-	29,051	-	-	-	29,051
<b>Total comprehensive income for the three months ended 30th June 2015</b>	-	-	-	-	<b>29,051</b>	-	<b>1,026,393</b>	<b>21,088</b>	<b>1,076,532</b>
Depreciation on revaluation surplus	-	(1,127)	-	-	-	-	1,127	-	-
Unclaimed dividends written back	-	-	-	-	-	-	284	284	568
Dividends for the year ended 31st March 2015	-	-	-	-	-	-	(89,151)	(3,827)	(92,978)
Balance as at 30th June 2015	568,420	2,508,428	17,899	1,229,000	131,550	16,798,420	4,031,456	813,524	26,098,697
Balance as at 1st April 2016	568,420	2,509,879	-	1,396,000	91	19,235,420	3,778,676	855,819	28,344,305
Net profit for the three months ended 30th June 2016	-	-	-	-	-	-	1,211,239	25,086	1,236,325
Other comprehensive income	-	-	-	-	37,547	-	-	-	37,547
<b>Total comprehensive income for the three months ended 30th June 2016</b>	-	-	-	-	<b>37,547</b>	-	<b>1,211,239</b>	<b>25,086</b>	<b>1,273,872</b>
Depreciation on revaluation surplus	-	(1,216)	-	-	-	-	1,216	-	-
Deferred tax attributable to revaluation surplus due to change in corporate tax rate	-	(3,901)	-	-	-	-	-	(1,958)	(5,859)
Dividends for the year ended 31st March 2016	-	-	-	-	-	-	(104,883)	(4,205)	(109,088)
<b>Balance as at 30th June 2016</b>	<b>568,420</b>	<b>2,504,762</b>	-	<b>1,396,000</b>	<b>37,638</b>	<b>19,235,420</b>	<b>4,886,248</b>	<b>874,742</b>	<b>29,503,230</b>

Company equity statement for the three months ended 30th June 2016	Stated capital	Revaluation reserve	Reserve fund	Available for sale reserve	General reserve	Retained earnings	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 1st April 2015	568,420	1,934,604	1,229,000	86,537	16,787,239	8,576	20,614,376
Net profit for the three months ended 30th June 2015	-	-	-	-	-	847,634	847,634
Other comprehensive income	-	-	-	14,552	-	-	14,552
<b>Total comprehensive income for the three months ended 30th June 2015</b>	-	-	-	<b>14,552</b>	-	<b>847,634</b>	<b>862,186</b>
Depreciation on revaluation surplus	-	(988)	-	-	-	988	-
Dividends for the year ended 31st March 2015	-	-	-	-	-	(89,151)	(89,151)
Balance as at 30th June 2015	568,420	1,933,616	1,229,000	101,089	16,787,239	768,047	21,387,411
Balance as at 1st April 2016	568,420	1,930,651	1,396,000	54,325	19,224,239	9,630	23,183,265
Net profit for the three months ended 30th June 2016	-	-	-	-	-	1,018,792	1,018,792
Other comprehensive income	-	-	-	10,723	-	-	10,723
<b>Total comprehensive income for the three months ended 30th June 2016</b>	-	-	-	<b>10,723</b>	-	<b>1,018,792</b>	<b>1,029,515</b>
Depreciation on revaluation surplus	-	(988)	-	-	-	988	-
Dividends for the year ended 31st March 2016	-	-	-	-	-	(104,883)	(104,883)
Balance as at 30th June 2016	<b>568,420</b>	<b>1,929,663</b>	<b>1,396,000</b>	<b>65,048</b>	<b>19,224,239</b>	<b>924,527</b>	<b>24,107,897</b>
Figures in brackets indicate deductions							
The annexed notes form an integral part of these interim financial statements.							

**CENTRAL FINANCE COMPANY PLC**  
**CASH FLOW STATEMENT**

For the three months ended 30th June	Group		Company	
	2016 Unaudited Rs.'000	2015 Unaudited Rs.'000	2016 Unaudited Rs.'000	2015 Unaudited Rs.'000
<b>Cash flows from operating activities</b>				
Interest receipts	3,011,573	2,810,518	3,011,436	2,811,015
Interest payments	(359,149)	(444,695)	(361,460)	(445,862)
Recoveries on bad debts previously written off	37,682	33,434	37,682	33,426
Receipts from other operating activities	1,489,235	1,271,044	152,958	107,374
Cash payments to employees and suppliers	(1,937,878)	(1,918,699)	(842,731)	(838,931)
<b>Operating profit before changes in operating assets</b>	<b>2,241,463</b>	<b>1,751,602</b>	<b>1,997,885</b>	<b>1,667,022</b>
<b>(Increase) / decrease in operating assets:</b>				
(Investments) / divestments of government securities and receivables from banks maturing after 90 days	(460,000)	550,000	(460,000)	550,000
Loans to customers	(8,000,757)	(8,422,900)	(8,040,757)	(8,497,900)
Recoveries from customers	7,248,104	6,338,529	7,316,959	6,431,800
Others	(448,228)	(333,776)	(448,181)	(331,597)
<b>Increase / (decrease) in operating liabilities:</b>				
Net cash effect on public deposits	(170,386)	(445,430)	(51,327)	(475,607)
Net cash from operating activities before income tax	410,196	(561,975)	314,579	(656,282)
Income tax paid	(139,055)	(125,669)	(117,000)	(108,129)
<b>Net cash inflow / (outflow) from operating activities</b>	<b>271,141</b>	<b>(687,644)</b>	<b>197,579</b>	<b>(764,411)</b>
<b>Cash flows from investing activities</b>				
Dividends received from subsidiaries and associates	113,744	105,827	57,150	51,931
Dividends received from other companies	7,308	2,633	4,322	2,579
Investments in fixed deposits	(5,163)	-	-	-
Proceeds on divestment of fixed deposits	57,121	-	-	-
Investments in unit trusts	(16,000)	(28,000)	-	-
Investments in debentures	(145,000)	(160,000)	-	-
Proceeds on divestment of unit trusts	47,686	110,750	-	-
Purchase of property, plant and equipment	(289,138)	(84,410)	(271,631)	(78,675)
Proceeds from disposal of property, plant and equipment	6,175	8,023	5,867	3,728
<b>Net cash outflow from investing activities</b>	<b>(223,267)</b>	<b>(45,177)</b>	<b>(204,292)</b>	<b>(20,437)</b>
<b>Cash flows from financing activities</b>				
Borrowings	1,655,000	3,234,547	1,655,000	3,000,000
Repayment of borrowings	(2,055,000)	(1,837,247)	(2,055,000)	(1,583,700)
Unclaimed dividends written back	-	568	-	-
Dividends paid to equity holders of the parent	(103,629)	(88,122)	(103,629)	(88,122)
Dividends paid to non-controlling interest	(4,205)	(3,319)	-	-
<b>Net cash inflow / (outflow) from financing activities</b>	<b>(507,834)</b>	<b>1,306,427</b>	<b>(503,629)</b>	<b>1,328,178</b>
Net increase / (decrease) in cash and cash equivalents	(459,960)	573,606	(510,342)	543,330
Cash and cash equivalents at the beginning of the period	3,465,977	3,994,638	3,413,614	3,977,997
<b>Cash and cash equivalents at the end of the period</b>	<b>3,006,017</b>	<b>4,568,244</b>	<b>2,903,272</b>	<b>4,521,327</b>
<b>Analysis of cash and cash equivalents</b>				
Cash in hand and at banks	469,038	606,918	439,256	551,268
Investments in government securities	3,035,815	3,091,625	2,945,815	3,091,625
Receivables from banks	733,297	1,264,595	728,064	1,259,642
Effect of amortised interest cost	(60,112)	(69,503)	(58,879)	(68,550)
Investments in government securities maturing after 90 days	(460,000)	-	(460,000)	-
Receivables from banks maturing after 90 days	(4,000)	(4,000)	-	-
Bank overdrafts	(708,021)	(321,391)	(690,984)	(312,658)
<b>Cash and cash equivalents at the end of the period</b>	<b>3,006,017</b>	<b>4,568,244</b>	<b>2,903,272</b>	<b>4,521,327</b>

Figures in brackets indicate outflows.

The annexed notes form an integral part of these interim financial statements.

**CENTRAL FINANCE COMPANY PLC**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

1 The interim financial statements of the Company and the Group have been prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31st March 2016 and provide the information as required by the Colombo Stock Exchange and LKAS 34 - Interim Financial Reporting.

2 The presentation and classification of the financial statements for previous periods have been amended where relevant for better presentation and to be comparable with those of the current period.

3 Stated capital is represented by number of shares in issue as given below:

	As at 30.06.2016	As at 31.03.2016
Ordinary shares	104,883,333	104,883,333

4 Market price per share

	Quarter ended 30.06.2016	Quarter ended 31.03.2016
	Rs.	Rs.
Highest	250.00	255.00
Lowest	210.00	201.00
Last traded	226.00	210.00

5 Number of shares held by individual Directors are as follows:

	As at 30.06.2016	As at 31.03.2016
J.D. Bandaranayake	Nil	Nil
E.H. Wijenaik	16,164,123	16,164,123
G.S.N. Peiris	1,828,168	1,828,168
R.E. Rambukwelle	984,906	984,906
A.K. Gunaratne	835,274	835,274
D.P. de Silva	103,850	103,850
C.L.K.P. Jayasuriya	Nil	Nil
S.C.S. Wickramasinghe	Nil	Nil
F. Mohideen	Nil	Nil
A.N. Fernando (retired w.e.f.30.06.2016)	Nil	Nil
A.D.B.Talwatte (appointed w.e.f.30.06.2016)	Nil	N/A

6 Twenty largest shareholders of the Company are as follows:

	As at 30.06.2016		As at 31.03.2016	
	Number of shares	%	Number of shares	%
1 Corporate Services (Pvt) Ltd.A/C No.01	16,895,461	16.11	16,895,461	16.11
2 E.H. Wijenaik	16,164,123	15.41	16,164,123	15.41
3 Employees' Provident Fund	11,264,770	10.74	11,200,944	10.68
4 Thurston Investments Limited	6,107,701	5.82	6,107,701	5.82
5 A.J. Wijenaik	3,271,357	3.12	3,271,357	3.12
6 Waldock Mackenzie Limited / Perpetual Equities (Pvt) Limited	2,489,066	2.37	2,489,066	2.37
7 Perpetual Equities (Pvt) Ltd.	2,308,333	2.20	2,308,333	2.20
8 N.W. Wijegoonawardene	2,162,353	2.06	2,162,353	2.06
9 G.S.N. Peiris	1,828,168	1.74	1,828,168	1.74
10 B.P.De Silva Holdings (Pte) Ltd.	1,752,900	1.67	1,752,900	1.67
11 C.R. Dunuwille	1,348,582	1.29	1,348,582	1.29
12 J.B. Cocoshell (Pvt) Ltd.	1,341,868	1.28	1,341,868	1.28
13 N.M. Gunawardana	1,300,346	1.24	1,300,346	1.24
14 P.R. Munasinha	1,226,980	1.17	1,226,980	1.17
15 The Ceylon Investment PLC A/C No.02	1,166,195	1.11	1,166,195	1.11
16 P.M. Wijenaik	1,016,180	0.97	1,016,180	0.97
17 Deutsche Bank AG - National Equity Fund	991,632	0.95	991,632	0.95
18 R.E. Rambukwelle	984,906	0.94	984,906	0.94
19 The Ceylon Guardian Investment Trust PLC A/C No.02	974,084	0.93	974,084	0.93
20 C. Kiriella	967,881	0.92	967,881	0.92

**NOTES TO THE INTERIM FINANCIAL STATEMENTS****7 Information on listed debentures****7.1 Market value and traded yield**

There were no debenture trades during the quarter ended 30.06.2016 and the preceding quarter.

**7.2 Yield of comparable government securities (%)**

	As at 30.06.2016	As at 31.03.2016
03 year treasury bonds	11.55%	9.19%
04 year treasury bonds	11.93%	11.92%
05 year treasury bonds	11.89%	10.24%

**7.3 Debt related ratios**

	As at 30.06.2016	As at 31.03.2016
Debt/equity ratio (times)	1.78	1.85
Quick assets ratio (%)	81.73	85.42
Interest cover (times)	2.47	2.38



**CENTRAL FINANCE COMPANY PLC**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

8	<b>Public holding</b>	<b>As at</b>	As at
		<b>30.06.2016</b>	<b>31.03.2016</b>
	% Public holding	<b>59.93%</b>	59.93%
	Number of shareholders	<b>2,692</b>	2,668
9	<b>Contingent liabilities</b>	<b>As at</b>	As at
		<b>30.06.2016</b>	31.03.2016
		<b>Rs.000</b>	Rs.000
	<b>Guarantees issued</b>		
	Guarantees issued on behalf of depositors, fully secured on their deposits	<b>79,165</b>	81,165
	Performance bonds and warranties in respect of Letter of Credit facilities	<b>42,977</b>	18,200
		<b>122,142</b>	99,365
10	<b>Significant related party transactions</b>		
	The Company remitted insurance premiums amounting to Rs.434.61 Million through CF Insurance Brokers (Pvt) Ltd., a wholly owned subsidiary of the Group during the three months ended 30.06.2016 ( Rs.343.18 Million was remitted during the three months ended 30.06.2015).		
11	Interest expenses of the Group other than the parent & subsidiary, Isuru Leasing Company Limited are categorised under other expenses.		
12	<b>Events subsequent to the interim period</b>		
12.1	A third and final dividend of Rs.,2.00 per share for the financial year ended 31.03.2016 was paid on 20.07.2016.		
12.2	Ordinary share capital of the Company was increased in July 2016 by subdividing each existing share into 02 shares, followed by a scrip issue in the proportion of 01 share for every 30 subdivided shares. Accordingly, the stated capital of the company now stands at Rs.1,337.56 Mn represented by 216,758,888 shares.		
13	According to the best of the knowledge and belief of the Directors, there have been no other events subsequent to this interim period, which require adjustments to or disclosure in the Interim Financial Statements at the time of the issue of these financial statements to the shareholders.		

**BUSINESS SEGMENT INFORMATION**

For the three months ended 30th June

	Leasing, hire purchase and other advances		Medical services		Power generation		Manufacturing		Insurance broking		Investments		Real estate		Intra segmental adjustments		Total	
All figures in Rs.000	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
<b>Revenue</b>																		
Interest income	3,226,015	2,981,032	246	163	-	-	1,191	168	7,242	813	102,397	79,636	267	210	-	-	3,337,358	3,062,022
Other revenue	-	-	28,419	28,019	18,028	10,718	509,364	505,967	65,548	59,052	-	-	-	-	-	-	621,359	603,756
Other operating income	108,625	89,011	-	-	-	-	-	-	-	-	-	-	-	-	-	-	108,625	89,011
Other income	144,693	148,489	152	250	-	-	450	4,984	502	1,300	33,601	23,591	1,074	289	(26,200)	(18,414)	154,272	160,489
Income from external customers	3,479,333	3,218,532	28,817	28,432	18,028	10,718	511,005	511,119	73,292	61,165	135,998	103,227	1,341	499	(26,200)	(18,414)	4,221,614	3,915,278
Inter - segment income	7,760	8,416	1,539	1,685	971	1,356	26	141	285	701	1,130	14,405	9,126	9,178	(20,837)	(35,882)	-	-
<b>Total income</b>	<b>3,487,093</b>	<b>3,226,948</b>	<b>30,356</b>	<b>30,117</b>	<b>18,999</b>	<b>12,074</b>	<b>511,031</b>	<b>511,260</b>	<b>73,577</b>	<b>61,866</b>	<b>137,128</b>	<b>117,632</b>	<b>10,467</b>	<b>9,677</b>	<b>(47,037)</b>	<b>(54,296)</b>	<b>4,221,614</b>	<b>3,915,278</b>
<b>Expenses</b>																		
Interest expenses	886,353	834,190	-	-	-	-	-	-	-	-	72,405	71,975	1,437	1,236	-	-	960,195	907,401
Depreciation & amortisation	89,983	94,393	2,395	2,099	966	966	9,278	9,645	351	405	-	-	619	620	-	-	103,592	108,128
Cost of sales	-	-	11,839	11,290	4,654	4,380	389,762	382,802	-	-	-	-	-	-	-	-	406,255	398,472
Impairment on loans and other credit losses	55,025	234,142	-	-	-	-	(166)	274	-	-	-	-	-	-	-	-	54,859	234,416
Other operating and administrative expenses	884,422	812,599	13,358	13,733	905	881	62,510	69,719	25,244	22,104	46	39	1,447	1,947	-	-	987,932	921,022
Inter - segment expenses	1,915,783	1,975,324	27,592	27,122	6,525	6,227	461,384	462,440	25,595	22,509	72,451	72,014	3,503	3,803	-	-	2,512,833	2,569,439
<b>Total expenses</b>	<b>1,930,226</b>	<b>1,990,626</b>	<b>27,592</b>	<b>27,122</b>	<b>6,525</b>	<b>6,227</b>	<b>461,384</b>	<b>462,528</b>	<b>28,196</b>	<b>24,947</b>	<b>76,244</b>	<b>76,557</b>	<b>3,503</b>	<b>3,803</b>	<b>(20,837)</b>	<b>(22,371)</b>	<b>2,512,833</b>	<b>2,569,439</b>
<b>Segment results</b>	<b>1,556,867</b>	<b>1,236,322</b>	<b>2,764</b>	<b>2,995</b>	<b>12,474</b>	<b>5,847</b>	<b>49,647</b>	<b>48,732</b>	<b>45,381</b>	<b>36,919</b>	<b>60,884</b>	<b>41,075</b>	<b>6,964</b>	<b>5,874</b>	<b>(26,200)</b>	<b>(31,925)</b>	<b>1,708,781</b>	<b>1,345,839</b>
Share of profit of associates																	214,260	227,436
Profit before VAT on financial services and income tax																	1,923,041	1,573,275
Less: VAT on financial services and NBT																	190,008	91,892
Profit before income tax																	1,733,033	1,481,383
Less: Income tax expense																	496,708	433,902
Profit after income tax																	1,236,325	1,047,481
Non-controlling interest																	25,086	21,088
Profit attributable to equity holders of the parent																	1,211,239	1,026,393

## CORPORATE INFORMATION

### NAME OF COMPANY

Central Finance Company PLC

### LEGAL FORM

A Quoted Public Company with limited liability incorporated in Sri Lanka on 5th December 1957 and registered under the Companies Act No.07 of 2007.

Registered under Finance Business Act No.42 of 2011 and Finance Leasing Act No.56 of 2000.

Approved Credit Agency under:

- Mortgage Act No.6 of 1949
- Trust Receipt Ordinance No.12 of 1947

### COMPANY REGISTRATION NUMBER

PQ 67

### DIRECTORS

J. D. Bandaranayake	- Independent Non - executive Director / Chairman
E. H. Wijenaik	- Managing Director / Chief Executive Officer
G. S. N. Peiris	- Director (Finance)
R. E. Rambukwelle	- Director (Marketing and Operations)
A. K. Gunaratne	- Director (Group Co-ordination)
D. P. de Silva	- Director (Credit)
C. L. K. P. Jayasuriya	- Non - executive Director
S. C. S. Wickramasinghe	- Independent Non - executive Director
F. Mohideen	- Independent Non - executive Director
A. N. Fernando	- Independent Non - executive Director (retired w.e.f.30.06.2016)
A.D.B.Talwatte	- Independent Non - executive Director (appointed w.e.f.30.06.2016)

### STOCK EXCHANGE LISTING

The ordinary shares of the Company and the debentures are listed on the Colombo Stock Exchange.

### HEAD / REGISTERED OFFICE

84, Raja Veediya, Kandy.

Telephone : 081 - 2227000

Facsimile : 081 - 2232047

### CITY OFFICE

270, Vauxhall Street, Colombo 2.

Telephone : 011 - 2300555

Facsimile : 011 - 2300441

E-mail : cenfin@cf.lk

Website : www.centralfinance.lk

### BRANCH OFFICES

Akuressa, Alawwa, Aluthgama, Ambalangoda, Ampara, Anuradhapura, Aralaganwila, Avissawella, Badulla, Bakamuna, Balangoda, Bandaragama, Bandarawela, Batticaloa, Chilaw, Dambulla, Dehiattakandiya, Digana, Divulapitiya, Elpitiya, Embilipitiya, Galewela, Galle, Gampaha, Gampola, Giriulla, Godakawela, Hambantota, Hanwella, Hatton, Hingurakgoda, Hiripitiya, Homagama, Horana, Ja-Ela, Jaffna, Kaduwela, Kalmunai, Kalutara, Kantale, Kegalle, Kekirawa, Killinochchi, Kiribathgoda, Kirindiwela, Kuliypitiya, Kurunegala, Maharagama, Mahiyanganaya, Maho, Malabe, Mannar, Maradana, Matale, Matara, Matugama, Mawanella, Mawathagama, Melsiripura, Minuwangoda, Mirigama, Monaragala, Narammala, Nawalapitiya, Negombo, Nikaweratiya, Nittambuwa, Nochchiyagama, Nugegoda, Nuwaraeliya, Panadura, Pilimathalawa, Piliyandala, Polonnaruwa, Pottuvil, Puttalam, Ragama, Rambukkana, Ratmalana, Ratnapura, Rikillagaskada, Talawathugoda, Tambuttegama, Tissamaharama, Trincomalee, Vavuniya, Warakapola, Wariyapola, Wattala, Welimada, Wellawaya, Wennappuwa.

### BANKERS

Bank of Ceylon

Citibank N.A.

Commercial Bank of Ceylon PLC

Hatton National Bank PLC

Hongkong & Shanghai Banking Corporation Limited

NDB Bank PLC

Nations Trust Bank PLC

People's Bank

Sampath Bank PLC

Standard Chartered Bank

Seylan Bank PLC

DFCC Bank PLC