

COMMERCIAL LEASING & FINANCE PLC



**INTERIM FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

COMMERCIAL LEASING & FINANCE PLC
Statement of Financial Position

As at 31st March	Group		Company	
	2016	2015	2016	2015
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Assets				
Cash & cash equivalents	2,281,440	639,717	836,057	515,680
Financial assets held for trading	4,233,001	228,345	4,232,990	228,345
Other investments	29,617,841	5,893,126	29,615,031	5,874,612
Rentals receivable on lease & hire purchase	14,781,249	12,815,032	14,693,482	12,718,721
Loans and advances	33,967,234	20,800,941	27,140,128	17,849,803
Factoring receivables	4,959,717	2,413,883	4,959,717	2,413,883
Amounts due from related company	144	1,406	8	3,302
Value Added Tax (VAT) recoverable	253,887	368,175	253,887	367,620
Other receivables	935,126	863,368	864,025	322,985
Investment in equity accounted investee	75,854	71,457	75,854	71,457
Investment properties	-	10,700	-	10,700
Investments in associate companies	66,800	-	66,800	-
Investment in subsidiary companies	-	-	967,863	967,863
Deferred tax assets	7,860	979	-	-
Goodwill on acquisition	253,211	253,211	-	-
Property, plant & equipment	1,144,826	1,068,739	1,070,831	1,040,374
Total Assets	92,578,190	45,429,079	84,776,673	42,385,345
Liabilities and Equity				
Liabilities				
Bank overdrafts	1,594,871	1,326,488	1,170,761	1,310,845
Derivative liabilities - fair value through profit or loss	-	289,492	-	289,492
Deposits liabilities	13,542,833	9,795,029	12,347,646	9,701,570
Interest bearing loans & borrowings	57,452,142	19,595,870	56,516,364	18,398,143
Current tax liabilities	578,383	398,472	464,455	363,235
Amounts due to related companies	5,117,851	1,753,722	283,967	386,278
Other payables	1,870,733	1,579,623	1,787,779	1,302,815
Deferred tax liabilities	363,743	469,356	357,932	469,356
Retirement benefit obligations	71,097	54,496	50,342	48,226
Total Liabilities	80,591,653	35,262,548	72,979,246	32,269,960
Equity				
Stated capital	1,425,947	1,425,947	1,425,947	1,425,947
Reserves	805,818	707,223	849,129	750,305
Retained earnings	9,703,728	7,990,108	9,522,351	7,939,133
Equity attributable to shareholders of the Company	11,935,493	10,123,278	11,797,427	10,115,385
Non-controlling interests	51,044	43,253	-	-
	11,986,537	10,166,531	-	-
Total Liabilities and Equity	92,578,190	45,429,079	84,776,673	42,385,345
Net asset value per share	1.87	1.59	1.85	1.59

I certify that these Financial Statements have been prepared and presented in compliance with the requirements of the Companies Act, No.07 of 2007.

(sgd.) Mrs. S.S. Kotakadeniya
Chief Financial Officer - LOLC Group

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.) Mr. W.D.K.Jayawardena
Director

(sgd.) Mr. D.M.D.K.Thilakarathne
Director / CEO

25th May 2016
Colombo

COMMERCIAL LEASING & FINANCE PLC
Statement of Profit or Loss and Other Comprehensive Income

	Group						Company					
	For the twelve months ended			For the three months ended			For the twelve months ended			For the three months ended		
	31.03.2016 Unaudited Rs. ' 000	31.03.2015 Audited Rs. ' 000	Variance %	31.03.2016 Unaudited Rs. ' 000	31.03.2015 Audited Rs. ' 000	Variance %	31.03.2016 Unaudited Rs. ' 000	31.03.2015 Audited Rs. ' 000	Variance %	31.03.2016 Unaudited Rs. ' 000	31.03.2015 Audited Rs. ' 000	Variance %
Interest income	10,473,659	7,907,049	32%	2,855,153	2,054,821	39%	8,628,276	7,589,689	14%	2,243,402	1,860,025	21%
Interest expense	<u>(4,032,127)</u>	<u>(2,449,180)</u>	65%	<u>(1,441,832)</u>	<u>(571,128)</u>	152%	<u>(3,466,867)</u>	<u>(2,406,103)</u>	44%	<u>(1,245,215)</u>	<u>(549,824)</u>	126%
Net interest income	6,441,532	5,457,869	18%	1,413,321	1,483,693	(5%)	5,161,409	5,183,586	-	998,187	1,310,199	(24%)
Other operating income	789,317	788,013	-	432,179	443,327	(3%)	751,754	578,883	30%	406,834	237,653	71%
Expenses												
Personnel costs	<u>(1,217,922)</u>	<u>(845,451)</u>	44%	<u>(357,086)</u>	<u>(288,662)</u>	24%	<u>(870,769)</u>	<u>(723,426)</u>	20%	<u>(260,840)</u>	<u>(239,264)</u>	9%
Premises, equipment & establishment expenses	<u>(333,673)</u>	<u>(310,449)</u>	7%	<u>(81,152)</u>	<u>(111,592)</u>	(27%)	<u>(293,762)</u>	<u>(284,504)</u>	3%	<u>(69,972)</u>	<u>(87,337)</u>	(20%)
Depreciation on property plant & equipment	<u>(97,400)</u>	<u>(130,594)</u>	(25%)	<u>(25,453)</u>	<u>(58,531)</u>	(57%)	<u>(87,034)</u>	<u>(95,380)</u>	(9%)	<u>(22,285)</u>	<u>(26,147)</u>	(15%)
Net impairment loss on financial assets	<u>(636,412)</u>	<u>(1,350,925)</u>	(53%)	<u>(114,172)</u>	<u>(633,657)</u>	(82%)	<u>(571,655)</u>	<u>(1,317,731)</u>	(57%)	<u>(68,391)</u>	<u>(603,656)</u>	(89%)
Other operating expenses	<u>(2,324,715)</u>	<u>(1,511,795)</u>	54%	<u>(830,528)</u>	<u>(576,451)</u>	44%	<u>(1,819,033)</u>	<u>(1,446,654)</u>	26%	<u>(524,948)</u>	<u>(538,880)</u>	(3%)
	2,620,727	2,096,668	25%	437,109	258,127	69%	2,270,910	1,894,774	20%	458,585	52,568	772%
Value added tax on financial services and NBT	<u>(360,089)</u>	<u>(190,402)</u>	89%	<u>(157,417)</u>	<u>(46,541)</u>	238%	<u>(270,657)</u>	<u>(169,139)</u>	60%	<u>(68,065)</u>	<u>(25,278)</u>	169%
Results from operating activities	2,260,638	1,906,266	19%	279,692	211,586	32%	2,000,253	1,725,635	16%	390,520	27,290	1331%
Share of profit of equity accounted investee (net of tax)	7,637	2,626	191%	400	190	110%	7,637	2,626	191%	400	190	110%
Profit before tax	2,268,275	1,908,892	19%	280,092	211,776	32%	2,007,890	1,728,261	16%	390,920	27,480	1323%
Income tax expense	<u>(542,747)</u>	<u>(315,882)</u>	72%	<u>14,744</u>	<u>161,969</u>	(91%)	<u>(433,883)</u>	<u>(302,240)</u>	44%	<u>16,844</u>	<u>174,945</u>	(90%)
Profit for the period	1,725,528	1,593,010	8%	294,836	373,747	(21%)	1,574,007	1,426,021	10%	407,764	202,425	101%
Other comprehensive income												
Revaluation surplus	-	-	-	-	-	-	-	-	-	-	-	-
Deferred tax on revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Defined benefit plan actuarial gains (losses) for the year	<u>(7,813)</u>	<u>(664)</u>	1076%	<u>(7,813)</u>	<u>(664)</u>	1076%	<u>5,500</u>	<u>(583)</u>	-	<u>5,500</u>	<u>(583)</u>	-
Net Change in fair value of available for sale finance assets	<u>(127,760)</u>	<u>10,928</u>	(1269%)	<u>(100,284)</u>	<u>(15,401)</u>	551%	<u>(127,517)</u>	<u>11,076</u>	(1251%)	<u>(100,063)</u>	<u>(15,253)</u>	556%
Effective portion of changes in fair value of cash flow	<u>226,341</u>	<u>(177,336)</u>	-	<u>35,309</u>	<u>(289,621)</u>	-	<u>226,341</u>	<u>(177,336)</u>	-	<u>35,309</u>	<u>(289,622)</u>	-
Other comprehensive income/ (expense) for the period, net of tax	90,768	<u>(167,072)</u>	-	(72,788)	<u>(305,686)</u>	(76%)	104,324	<u>(166,843)</u>	-	(59,256)	<u>(305,458)</u>	(81%)
Total comprehensive income for the period	1,816,296	1,425,938	27%	222,048	68,061	226%	1,678,331	1,259,178	33%	348,508	<u>(103,033)</u>	-
Profit attributable to;												
Equity holders of the Company	1,716,970	1,589,110		301,213	369,602		1,574,007	1,426,021		-	-	
Non-controlling interests	8,558	3,900		(6,377)	4,145		-	-		-	-	
Profit for the period	1,725,528	1,593,010		294,836	373,747		1,574,007	1,426,021		-	-	
Tota comprehensive income attributable to;												
Equity holders of the Company	1,808,505	1,422,051		229,192	63,928		1,678,331	1,259,178		-	-	
Non-controlling interests	7,791	3,887		(7,144)	4,133		-	-		-	-	
Total comprehensive income for the period	1,816,296	1,425,938		222,048	68,061		1,678,331	1,259,178		-	-	
Earnings per share Rs.	0.27	0.25		0.05	0.06		0.25	0.22		0.06	0.03	

Figures in brackets indicate deductions

COMMERCIAL LEASING & FINANCE PLC
Statement of changes in equity - Group

For the year ended 31 March 2016

	Stated Capital Rs. 000	Revaluation Reserves Rs. 000	Hedging reserve Rs. 000	Fair Value Reserve on AFS Rs. 000	General Reserve Rs. 000	Statutory Reserves Rs. 000	Investment Fund Reserve Rs. 000	Retained Earnings Rs. 000	Total Rs. 000	Non-controlling Interest Rs. 000	Total Equity Rs. '000
Balance as at 01st April 2014	1,425,947	135,980	(2,734)	29,335	288,080	394,603	289,075	6,295,923	8,856,208	-	8,856,208
Total comprehensive income for the period											
Profit for the period	-	-	-	-	-	-	-	1,589,110	1,589,110	3,900	1,593,010
Other comprehensive income	-	-	(177,336)	10,937	-	-	-	(660)	(167,059)	(13)	(167,072)
Actuarial valuation											
Total comprehensive income for the period	-	-	(177,336)	10,937	-	-	-	1,588,450	1,422,051	3,887	1,425,938
Transactions with Owners directly recorded in the Equity											
Acquisition of NCI								(154,982)	(154,982)	39,366	(115,616)
Transferred to/(from) during the year	-	-	-	-	(56,300)	84,658	(289,075)	260,717	-	-	-
Balance as at 31st March 2015	1,425,947	135,980	(180,070)	40,272	231,780	479,261	-	7,990,108	10,123,278	43,253	10,166,531
Total comprehensive income for the period											
Profit for the period	-	-	-	-	-	-	-	1,716,970	1,716,970	8,558	1,725,528
Other comprehensive income	-	-	226,341	(127,746)	-	-	-	(7,060)	91,535	(767)	90,768
Total comprehensive income for the period	-	-	226,341	(127,746)	-	-	-	1,709,910	1,808,505	7,791	1,816,296
Transactions with Owners directly recorded in the Equity											
Dividends Forfeited	-	-	-	-	-	-	-	3,710	3,710	-	3,710
Adjustment BRAC	-	-	-	-	-	-	-	-	-	-	-
Transferred to/(from) during the year	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31st March 2016	1,425,947	135,980	46,271	(87,474)	231,780	479,261	-	9,703,728	11,935,493	51,044	11,986,537

COMMERCIAL LEASING & FINANCE PLC
Statement of changes in equity - Company

For the year ended 31 March 2016

	Stated Capital Rs. 000	Revaluation Reserves Rs. 000	Hedging reserve Rs. 000	Fair Value Reserve on AFS Rs. 000	General Reserve Rs. 000	Statutory Reserve Rs. 000	Invetsment Fund Reserve Rs. 000	Retained Earnings Rs. 000	Total Rs. 000
Balance as at 01st April 2014	1,425,947	135,981	(2,734)	29,335	288,080	394,603	289,075	6,295,920	8,856,207
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	1,426,021	1,426,021
Other comprehensive income	-	-	(177,336)	11,076	-	-	-	(583)	(166,843)
Total comprehensive income for the period	-	-	(177,336)	11,076	-	-	-	1,425,438	1,259,178
Transferred to/(from) during the year	-	-	-	-	-	71,300	(289,075)	217,775	-
Balance as at 31st March 2015	1,425,947	135,981	(180,070)	40,411	288,080	465,903	0.00	7,939,133	10,115,385
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	1,574,007	1,574,007
Other comprehensive income	-	-	226,341	(127,517)	-	-	-	5,500	104,324
Total comprehensive income for the period	-	-	226,341	(127,517)	-	-	-	1,579,507	1,678,331
Deividends Forfeited	-	-	-	-	-	-	-	3,711	3,711
Transferred to/(from) during the year	-	-	-	-	-	-	-	-	-
Balance as at 31st March 2016	1,425,947	135,981	46,271	(87,106)	288,080	465,903	0.00	9,522,351	11,797,427
Market prices of ordinary shares recorded during the quarter ended		31-Mar-16	31-Mar-15						
Highest price (Rs.)		4.20	4.90						
Lowest price (Rs.)		3.50	4.00						
Closing price (Rs.)		3.80	4.00						

COMMERCIAL LEASING & FINANCE PLC
Statement of Cash Flow

For the year ended	Group		Company	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before income tax expense	2,268,275	1,908,892	2,007,890	1,728,261
Adjustment for:				
(Gain) / loss on sale of property, plant and equipment	(2,037)	(202,507)	(1,886)	(849)
Depreciation and amortization	97,400	130,594	87,034	95,380
Provision for gratuity	15,421	11,666	11,109	9,809
Allowances for doubtful debts	636,412	1,350,925	571,655	1,317,731
Change in fair value of investments	-	(13,272)	-	(13,276)
Interest cost	4,032,127	2,449,180	3,372,544	2,347,107
Share of profit of equity accounted investees	(7,637)	(2,626)	(7,637)	(2,626)
Investment income	(4,719)	(4,236)	(7,900)	(4,236)
Change in fair value of investment properties	10,700	3,338	10,700	3,338
Adjustment for Unamortized finance cost - Long term Borrowings	-	7,156	-	9,687
FV gain on Other Investments	-	-	-	4
Operating profit before working capital changes	7,045,942	5,639,110	6,043,509	5,490,329
Working capital changes				
(Increase)/decrease in leases, hire purchase receivables	(2,407,839)	(642,020)	(2,414,582)	(700,413)
(Increase)/decrease in advances and other loans receivable	(15,906,917)	(7,489,403)	(11,967,993)	(5,990,590)
(Increase)/decrease in other receivables and related party receivables	199,692	(712,732)	(340,599)	(21,265)
Increase/(decrease) in trade and other payables	3,220,272	1,791,211	97,275	97,049
(Increase)/decrease in customer deposits	3,747,804	1,999,978	2,646,076	2,023,292
Cash generated from operations	(4,101,046)	586,144	(5,936,314)	898,402
Interest paid	(3,882,956)	(2,518,233)	(3,223,372)	(1,987,896)
Income tax paid	(468,449)	(407,798)	(444,087)	(405,420)
Gratuity paid	(6,632)	(5,383)	(3,494)	(2,503)
Net cash from / (used in) operating activities	(8,459,083)	(2,345,270)	(9,607,267)	(1,497,417)
CASH FLOW FROM INVESTING ACTIVITIES				
Net cash and cash equivalents on acquisition of subsidiary	-	(1,057,041)	-	(967,863)
Purchased of property, plant and equipment	(173,487)	(98,147)	(117,491)	(65,940)
Acquisition / (Disposal) of investment properties	-	526,358	-	-
Purchase of financial investments	(27,857,117)	(2,405,192)	(27,870,308)	(3,318,213)
Proceeds from the sale of property, plant and equipment	2,037	849	1,886	849
Dividend received from investments	4,719	6,936	11,140	6,936
Net cash flow from investing activities	(28,023,848)	(3,026,237)	(27,974,774)	(4,344,229)
CASH FLOW FROM FINANCING ACTIVITIES				
Net Movement in Interest bearing loans and borrowings	15,243,624	7,734,000	15,243,624	7,734,000
Net Movement in Derivatives	-	14,604	-	14,604
Proceeds from long-term interest bearing loans and borrowings	25,859,254	2,401,000	23,625,135	2,401,000
Repayments of long-term interest bearing loans and borrowings	(8,246,607)	(5,545,421)	(5,826,257)	(5,183,678)
Proceeds from issuance of debentures	5,000,000	-	5,000,000	-
Net cash generated from financing activities	37,856,271	4,604,183	38,042,502	4,965,926
Net increase/(decrease) in cash & cash equivalents during the period	1,373,340	(767,324)	460,461	(875,720)
Cash & cash equivalents at the beginning of the period	(686,771)	80,553	(795,165)	80,555
Cash & cash equivalents at the end of the period	686,569	(686,771)	(334,704)	(795,165)
Analysis of cash & cash equivalents at the end of the period				
Cash at bank and in hand	2,281,440	639,717	836,057	515,680
Bank overdraft	(1,594,871)	(1,326,488)	(1,170,761)	(1,310,845)
	686,569	(686,771)	(334,704)	(795,165)

Commercial Leasing & Finance PLC
Notes to the Interim Financial Statements
For the year ended 31st March 2016

1. The Statement of Financial Position as at 31 March 2016, the Statement of Profit or Loss & other Comprehensive Income, Cash Flow Statements and Statements of Changes in Equity of the Company & the Group for the year ended 31 March 2016 are drawn up from unaudited Financial Statements of the Company & its subsidiary, and provide information as required by the Colombo Stock Exchange and in accordance with LKAS 34 Interim Financial Reporting and do not include all of the information required for a full set of financial statements. Further, provisions of the Companies Act No.7 of 2007 and Finance Business Act No.42 of 2011, has been considered in preparing the said financial statements of the Company & of the Group.

2. Accounting policies and method of computation as stated in the Annual report for the year 2014/15 are followed in preparing of these Interim Financial Statements .

3. The Stated Capital of the Company is represented by 6,377,711,170 ordinary shares.

4. Income represents gross income receivable for the year on all performing contracts, rentals on operating leases and income on factoring client debtors. It includes all income related to operations such as interest on overdue rentals, profit/loss on contracts terminated and collection on contracts written-off.

5. Other operating income includes interest on government securities, interest on fixed deposits, commission income, capital gains and losses arising from marked to market valuation of quoted shares held for trading purposes, and dividends.

6. All expenses related to management expenditure is fully provided for in the financial statements.

7. Previous period figures and notes have been restated and reclassified wherever necessary to conform to the current year's presentation.

8. There are no material events occurring after Balance Sheet date that require adjustment to or disclosure in these Interim Financial Statements.

9. There are no significant changes in the nature of the contingent liabilities disclosed in the Annual Report for the year ended 31 March 2015.

10. Debenture information

The company issued fifty million (50,000,000) rated, Senior, Unsecured, Redeemable debentures in July 2015 to the value of Rupees five billion (LKR.5,000,000,000) with a five year maturity.

1. Market Prices

Market Prices for the quarter ended 31st March 2016	Highest	Lowest	Last Traded
9.75% p.a. payable Annually	100.05	100.04	100.04

2. Last Traded Dates

	Last Traded Date
9.75% p.a. payable Annually	26-Jan-2016

3. Debt security related ratios

	<u>Company</u>
	As at 31-03-2016
Debt to equity ratio	5.96 times
Quick asset ratio	1.128 times
Interest cover	1.66 times

11. Financial assets and liabilities- Valuation technique

Level 1 – Quoted market price (unadjusted) in an active market of an identical instrument.

Level 2 – Valuation techniques based on observable inputs, either directly (i.e., as prices) or indirectly (i.e., derived from prices), this category included instruments valued using: quoted market prices in active markets similar instruments; quoted prices for identical or similar instruments in markets are considered less than active: or other valuation techniques where all significant inputs are directly observable from market data.

Level 3 – Valuation techniques use significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation

11. Financial assets and liabilities - Valuation technique

11.2. Accounting classifications and fair values - Group

The table below sets out the carrying amounts of the company's financial assets and financial liabilities.

Rs.000'

As at 31st March 2016	Fair value through other					Total carrying amount	Fair value	Fair value measurement level
	Fair value - derivatives	Fair value - held for trading	comprehensive income - available for sale	Amortised cost / Not measured at fair value	income - available for sale			
ASSETS								
Cash and cash equivalents	-	-	-	2,281,440	-	2,281,440	2,281,440	Level 3
Investment in equity securities	-	188,400	66,979	-	-	255,379	255,379	Level 3
Investment in government securities								
- Corporate bonds	-	-	1,465,010	-	-	1,465,010	1,465,010	Level 1
Designated available-for-sale investment securities	-	4,044,622	-	-	-	4,044,622	4,044,622	Level 1
- Measured at fair value	-	-	-	-	-	-	-	
- Measured at amortized cost	-	-	-	4,593,221	-	4,593,221	4,593,221	Level 3
Investment in term deposits	-	-	-	23,559,610	-	23,559,610	23,559,610	Level 3
Finance lease receivables, hire purchases and operating leases	-	-	-	-	-	-	-	
Finance lease receivables	-	-	-	14,741,920	-	14,741,920	14,860,064	Level 2
Hire purchase receivables	-	-	-	39,329	-	39,329	31,772	Level 2
Advances and other loans	-	-	-	34,967,234	-	34,967,234	34,093,936	Level 2
Factoring receivables	-	-	-	4,959,717	-	4,959,717	4,959,717	Level 3
Derivative assets	60,812	-	-	-	-	60,812	60,812	Level 2
Amount due from related companies	-	-	-	8	-	8	8	Level 3
Other Financial Assets	-	-	-	1,825	-	1,825	1,825	Level 3
Total financial assets	60,812	4,233,022	1,531,989	85,144,304	-	90,970,127	90,207,416	
LIABILITIES								
Bank overdraft	-	-	-	1,594,871	-	1,594,871	1,594,871	Level 3
Short Term Loan from Banks	-	-	-	23,988,059	-	23,988,059	23,988,059	Level 3
Other short term borrowings	-	-	-	3,000	-	3,000	2,923	Level 2
Debentures	-	-	-	5,000,000	-	5,000,000	4,667,356	Level 2
Bank Loans	-	-	-	27,053,297	-	27,053,297	27,173,737	Level 2
Other long term borrowings	-	-	-	43,172	-	43,172	42,857	Level 2
Deposits from customers	-	-	-	13,542,833	-	13,542,833	12,429,238	Level 2
Trade and other payables	-	-	-	6,123,755	-	6,123,755	6,123,755	Level 3
Amount due to related companies	-	-	-	283,967	-	283,967	283,967	Level 3
Total financial liabilities	-	-	-	77,632,954	-	77,632,954	76,306,763	
As at 31st March 2015								
ASSETS								
Cash and cash equivalents	-	-	-	639,717	-	639,717	639,717	Level 3
Investment in equity securities	-	228,345	190	-	-	228,534	228,534	Level 1
Investment in government securities								
- Corporate bonds	-	-	-	355,210	-	355,210	355,020	Level 1
- Measured at amortized cost	-	-	-	1,765,451	-	1,765,451	1,765,588	Level 3
Investment in term deposits	-	-	-	3,764,465	-	3,764,465	3,764,465	Level 3
Finance lease receivables	-	-	-	12,339,047	-	12,339,047	12,615,405	Level 2
Hire purchase receivables	-	-	-	288,091	-	288,091	199,627	Level 2
Advances and other loans	-	-	-	17,949,817	-	17,949,817	20,855,998	Level 2
Factoring receivables	-	-	-	2,413,883	-	2,413,883	2,413,883	Level 3
Derivative assets	8,000	-	-	-	-	8,000	8,000	Level 2
Amount due from related companies	-	-	-	300,181	-	300,181	300,181	Level 3
Trade receivables	-	-	-	82,672	-	82,672	82,672	Level 3
Other financial assets	-	-	-	529,328	-	529,328	529,328	Level 3
Total financial assets	8,000	228,345	190	40,427,863	-	40,664,396	43,758,418	
LIABILITIES								
Bank overdraft	-	-	-	1,326,488	-	1,326,488	1,326,489	Level 3
Commercial papers	-	-	-	13,435	-	13,435	13,435	Level 2
Short Term Loan from Banks	-	-	-	8,734,000	-	8,734,000	8,734,000	Level 2
Bank Loans	-	-	-	10,926,685	-	10,926,685	10,991,331	Level 2
Deposits from customers	-	-	-	9,795,029	-	9,795,029	14,078,900	Level 2
Trade and other payables	-	-	-	1,575,915	-	1,575,915	1,575,915	Level 3
Total financial liabilities	-	-	-	32,371,552	-	32,371,552	36,720,070	

11. Financial assets and liabilities - Valuation technique

11.2. Accounting classifications and fair values - Company

The table below sets out the carrying amounts of the company's financial assets and financial liabilities.

Rs.000'

As at 31st March 2016	Fair value through other				Total carrying amount	Fair value	Fair value measurement level
	Fair value - derivatives	Fair value - held for trading	comprehensive income - available for sale	Amortised cost / Not measured at fair value			
ASSETS							
Cash and cash equivalents	-	-	-	836,057	836,057	836,057	Level 3
Investment in equity securities	-	188,189	66,979	-	255,168	255,168	Level 3
- Corporate bonds	-	-	1,462,200	-	1,462,200	1,462,200	Level 1
Designated available-for-sale investment securities	-	4,044,622	-	-	4,044,622	4,044,622	Level 1
- Measured at amortized cost	-	-	-	4,593,221	4,593,221	4,593,221	Level 3
Investment in term deposits	-	-	-	23,559,610	23,559,610	23,559,610	Level 3
Finance lease receivables	-	-	-	14,671,377	14,671,377	14,789,520	Level 2
Hire purchase receivables	-	-	-	22,105	22,105	14,548	Level 2
Advances and other loans	-	-	-	27,140,128	27,140,128	26,266,831	Level 2
Factoring receivables	-	-	-	4,959,717	4,959,717	4,959,717	Level 3
Derivative assets	60,812	-	-	-	60,812	60,812	Level 2
Amount due from related companies	-	-	-	8	8	8	Level 3
Other Financial Assets	-	-	-	1,339.51	1,340	1,340	Level 3
Total financial assets	60,812	4,232,811	1,529,179	75,783,563	81,606,365	80,843,654	
LIABILITIES							
Bank overdraft	-	-	-	1,170,761	1,170,761	1,170,761	Level 3
Short Term Loan from Banks	-	-	-	23,988,059	23,988,059	23,988,059	Level 3
Other short term borrowings	-	-	-	3,000	3,000	2,923	Level 2
Debentures	-	-	-	5,000,000	5,000,000	4,667,356	Level 2
Bank Loans	-	-	-	27,053,297	27,053,297	27,173,737	Level 2
Other long term borrowings	-	-	-	43,172	43,172	42,857	Level 2
Deposits from customers	-	-	-	12,347,646	12,347,646	11,234,051	Level 2
Trade and other payables	-	-	-	1,282,696	1,282,696	1,282,696	Level 3
Amount due to related companies	-	-	-	283,967	283,967	283,967	Level 3
Total financial liabilities	-	-	-	71,172,600	71,172,600	69,846,409	
As at 31st March 2015							
ASSETS							
Cash and cash equivalents	-	-	-	515,680	515,680	515,680	Level 3
Investment in equity securities	-	228,345	179	-	228,523	228,523	Level 1
Investment in government securities	-	-	-	-	-	-	-
- Corporate bonds	-	-	351,967	-	351,967	351,967	Level 1
- Measured at amortized cost	-	-	-	1,750,000	1,750,000	1,750,000	Level 3
Investment in term deposits	-	-	-	3,764,465	3,764,465	3,764,465	Level 3
Finance lease receivables	-	-	-	12,339,047	12,339,047	12,574,151	Level 2
Hire purchase receivables	-	-	-	288,091	288,091	144,570	Level 2
Advances and other loans	-	-	-	17,949,817	17,949,817	17,849,803	Level 2
Factoring receivables	-	-	-	2,413,883	2,413,883	2,413,883	Level 3
Derivative assets	8,000	-	-	-	8,000	8,000	Level 2
Amount due from related companies	-	-	-	3,302	3,302	3,302	Level 3
Other financial assets	-	-	-	82,672	-	82,672	Level 3
Total financial assets	8,000	228,345	352,146	39,106,957	39,612,775	39,687,016	
LIABILITIES							
Bank overdraft	-	-	-	1,310,845	1,310,845	1,310,845	Level 3
Commercial papers	-	-	-	13,435	13,435	13,435	Level 2
Short Term Loan from Banks	-	-	-	8,734,000	8,734,000	8,734,000	Level 2
Bank Loans	-	-	-	9,650,708	9,650,708	9,788,543	Level 2
Deposits from customers	-	-	-	9,701,570	9,701,570	13,985,441	Level 2
Trade and other payables	-	-	-	1,299,102	1,299,102	1,299,102	Level 3
Amount due to related companies	-	-	-	386,278	386,278	386,278	Level 3
Total financial liabilities	-	-	-	31,095,938	31,095,938	35,517,644	

COMMERCIAL LEASING & FINANCE PLC
Segment Information - Group
For the year ended 31st March

	Business Segment					
	Leasing Rs.' 000	Hire Purchase Rs.' 000	Loans Rs.' 000	Factoring Rs.' 000	Others Rs.' 000	Total Rs.' 000
For the year ended 31 March 2016						
Total revenue	3,293,840	72,453	6,400,857	706,510	789,316	11,262,976
Net interest cost	(1,107,841)	(2,956)	(2,552,605)	(368,725)	-	(4,032,127)
Profit before operating expenses	2,185,999	69,497	3,848,252	337,785	789,316	7,230,849
Operating expenses	(1,618,948)	(62,181)	(2,202,636)	(292,589)	(433,768)	(4,610,122)
Value Added Tax on financial services	(98,838)	(264)	(227,734)	(33,253)	-	(360,089)
Profit from operations	468,213	7,052	1,417,882	11,943	355,548	2,260,638
For the year ended 31 March 2015						
Total revenue	3,176,331	194,588	4,011,012	521,284	791,847	8,695,062
Net interest cost	(883,752)	(13,985)	(1,390,124)	(161,319)	-	(2,449,180)
Profit before operating expenses	2,292,579	180,603	2,620,888	359,965	791,847	6,245,882
Operating expenses	(1,649,998)	(171,824)	(1,549,175)	(375,271)	(402,946)	(4,149,214)
Value Added Tax on financial services	-	(1,810)	(188,592)	-	-	(190,402)
Profit from operations	642,581	6,969	883,121	(15,306)	388,901	1,906,266
For the year ended 31 March 2016						
Capital expenditure	-	-	-	-	173,487	173,487
Depreciation of property plant and equipment	-	-	-	-	97,400	97,400
Provision for/(reversal of provision for)doubtful debts and bad debts written off	417,633	23,989	87,831	106,960	-	636,412
For the year ended 31 March 2015						
Capital expenditure	-	-	-	-	98,147	98,147
Depreciation of property plant and equipment	-	-	-	-	130,594	130,594
Provision for/(reversal of provision for)doubtful debts and bad debts written off	620,135	90,842	387,241	213,569	39,138	1,350,925
As at 31- March -2016						
Total assets	14,741,920	39,329	33,967,234	4,959,717	38,869,990	92,578,190
Total liabilities	21,864,449	58,331	50,378,434	7,277,216	1,013,223	80,591,653
As at 31- March -2015						
Total assets	12,615,405	199,627	20,800,941	2,413,883	9,399,223	45,429,079
Total liabilities	12,286,725	194,426	19,326,773	2,242,809	1,211,815	35,262,548

COMMERCIAL LEASING & FINANCE PLC

Segment Information - Company

For the year ended 31st March

	Business Segment					
	Leasing	Hire Purchase	Loans	Factoring	Others	Total
	Rs.' 000	Rs.' 000	Rs.' 000	Rs.' 000	Rs.' 000	Rs.' 000
For the year ended 31st March 2016						
Total revenue	3,316,439	50,886	4,702,795	706,466	603,444	9,380,030
Net interest cost	(1,112,327)	(1,676)	(1,989,326)	(363,538)	-	(3,466,867)
Profit before operating expenses	2,204,112	49,210	2,713,469	342,928	603,444	5,913,163
Operating expenses	(1,548,534)	(47,235)	(1,447,086)	(283,175)	(316,223)	(3,642,253)
Value Added Tax on financial services	(84,861)	(128)	(156,982)	(28,686)	-	(270,657)
Profit from operations	570,717	1,847	1,109,401	31,067	287,221	2,000,253
For the year ended 31st March 2015						
Total revenue	3,167,944	184,587	3,715,875	521,283	578,883	8,168,572
Net interest cost	(942,522)	(10,844)	(1,279,752)	(172,985)	-	(2,406,103)
Profit before operating expenses	2,225,422	173,743	2,436,123	348,298	578,883	5,762,469
Operating expenses	(1,596,660)	(154,113)	(1,454,126)	(367,695)	(295,101)	(3,867,695)
Value Added Tax on financial services	-	(1,358)	(167,781)	-	-	(169,139)
Profit from operations	628,762	18,272	814,216	(19,397)	283,782	1,725,635
For the year ended 31st March 2016						
Capital expenditure	-	-	-	-	117,491	117,491
Depreciation of property plant and equipment	-	-	-	-	87,034	87,034
Provision for/(reversal of provision for)doubtful debts and bad debts written off	400,198	21,300	41,347	106,960	1,850	571,655
For the year ended 31st March 2015						
Capital expenditure	-	-	-	-	65,940	65,940
Depreciation of property plant and equipment	-	-	-	-	95,380	95,380
Provision for/(reversal of provision for)doubtful debts and bad debts written off	611,884	77,231	376,109	213,569	38,938	1,317,731
As at 31- March-2016						
Total assets	14,671,377	22,105	27,140,128	4,959,717	37,983,346	84,776,673
Total liabilities	22,636,748	34,107	41,875,023	7,560,641	872,727	72,979,246
As at 31- March-2015						
Total assets	12,089,856	617,566	13,059,739	1,803,034	14,815,150	42,385,345
Total liabilities	12,182,398	140,156	16,541,189	2,235,906	1,170,311	32,269,960

COMMERCIAL LEASING & FINANCE PLC
**Statement of Director's holding and Chief Executive Officer's holding in shares of the Entity
As at 31st March 2016**

	Directors Name	No. of shares	%
1	Mr. I. C. Nanayakkara Chairman	-	-
2	Mr. W. D. K. Jayawardena	-	-
3	Ms. K. U. Amarasinghe	-	-
4	Dr. L. J. S.H. Cabral	-	-
5	Mr. P.D.J.Fernando	-	-
6	Mr. D.M.D.K.Thilakarathne Director / CEO	-	-

Top 20 Shareholders As At 31st March 2016

	Shareholder	No. of Shares	% of Issued Capital
1	LANKA ORIX LEASING COMPANY PLC	6,308,876,426	98.921
2	BROWNS INVESTMENTS PLC	40,000,000	0.627
3	SINHARAJA HILLS PLANTATION PVT LIMITED	5,302,027	0.083
4	CHEMICAL INDUSTRIES (COLOMBO) LTD/CIC CHARITABLE & EDUCATIONAL TRUST FUND	4,000,000	0.063
5	CEYLON BISCUITS LIMITED	2,000,000	0.031
6	SEYLAN DEVELOPMENTS PLC	2,000,000	0.031
7	MISS N.R. MATHER	1,000,000	0.016
8	MRS. R.L. MATHER	1,000,000	0.016
9	MR. S.R. MATHER	1,000,000	0.016
10	MR. D.N.N. LOKUGE	890,660	0.014
11	MR. A.N. WILLIAM	650,000	0.010
12	MR. W.V.A.N. FERNANDO & MRS.K.M.M.V.R.JAYASURIYA	500,000	0.008
13	SEYLAN BANK PLC/K.L.G.UDAYANANDA	460,573	0.007
14	MR. W. GUNARATHNE	422,717	0.007
15	DR. H.S.D. SOYSA	400,100	0.006
16	BANSEI SECURITIES CAPITAL (PVT) LTD/C.P.A.GUNASEKERA	400,000	0.006
17	MR. P.B. JAYASUNDARA	260,000	0.004
18	MR. S.M.M. ABDUL GHAFFOOR	200,000	0.003
19	MR H.E.P.BABAPULLE / MRS. I.J. BABAPULLE	200,000	0.003
20	MR.J.B.W.KELEGAMA	200,000	0.003
Total shares held by Top 20 Shareholders		6,369,762,503	99.87

Public Holding Percentage as at 31st March 2016 being 1.076% comprising of 882 shareholders.