



**For the year ended 31st March 2017**

## For the year ended 31st March

Earning / (loss) per share for the year

(Figures in brackets indicate deductions)

**As at 31st March**

**Statement of Financial Position (Audited)**

*Note: Amounts stated are in net of impairment and depreciation*

**Certification:**

We, the undersigned, being the Chief Executive Officer and Manager Finance of Colombo Trust Finance PLC certify jointly that:

(a) The above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka:

(b) The information contained in these statements have been extracted from the audited financial statements of the Licensed Finance Company.

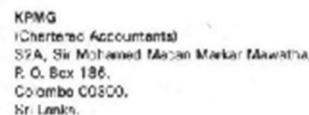
(Sgd.)  
K. M. U. Koswatta  
Manager - Finance  
Date : 29th May 2017

(Sgd.)  
W. L. S. Fonseka  
Chief Executive Officer  
Date : 29th May 2017

(Sgd.)  
E. M. M. Boyagoda  
Director  
Date : 29th May 2017

(Sgd.)  
P. S. Mathavan  
Director  
Date : 29th May 2017

ITEM	As at 31.03.2017	As at 31.03.2016
<b>Regulatory Capital Adequacy</b>		
Core Capital (Tier 1 Capital) Rs.'000	432,999	428,158
Total Capital Base Rs.'000	432,999	428,158
Risk Weighted Assets, Rs. '000	1,179,651	981,541
<b>Core Capital Adequacy Ratio</b>		
( As a % of Risk Weighted Assets - Minimum requirement - 5% )	36.71%	43.62%
<b>Total Capital Adequacy Ratio</b>		
( As a % of Risk Weighted Assets - Minimum requirement - 10% )	36.71%	43.62%
<b>Capital Funds to Deposit Liabilities Ratio</b>		
(Minimum requirement, 10%)	74.96%	62.92%
<b>Asset Quality (Quality of Loan Portfolio)</b>		
Gross Non Performing Accommodations, Rs. '000	72,860	102,196
Gross Non Performing Accommodations Ratio %	6.09%	10.04%
Net Non Performing Accommodations Ratio %	0.55%	0.41%
<b>Profitability</b>		
Interest Margin, %	8.12%	8.22%
Return on Assets (Before Tax), %	0.74%	-0.53%
Return on Equity (Before Tax), %	1.53%	-1.23%
<b>Regulatory Liquidity (Rs.'000)</b>		
Required minimum amount of Liquid Assets	83,025	64,289
Available amount of Liquid Assets	89,658	109,588
Required minimum amount of Government Securities	59,057	46,277
Available amount of Government Securities	73,101	90,081
<b>Memorandum Information</b>		
Number of Employees	40	42
Number of Branches	02	02



Tel : +84 - 11 542 6426  
Fax : +84 - 11 244 5872  
+84 - 11 244 6058  
+84 - 11 254 1248  
+84 - 11 230 7345  
Internet : [www.k.knrg.com](http://www.k.knrg.com)

## INDEPENDENT AUDITORS' REPORT

**TO THE SHAREHOLDERS OF  
COLOMBO TRUST FINANCE PLC**

## Report on the Financial Statements

We have audited the accompanying financial statements of Colombo Trust Finance PLC, ("the Company"), which comprise the statement of financial position as at 31st March 2017, and the statements of profit or loss and other comprehensive income, changes in equity and, cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Board's Responsibility for the Financial Statements

The Board of Directors ("Board") is responsible for the preparation of these financial statements that give a true and fair view in accordance with Sri Lanka Accounting Standards, and for such internal control as Board determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Sri Lanka Auditing Standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view in order to design audit procedures

that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31st March 2017, and of its financial performance and cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

### Report on Other Legal and Regulatory Requirements

As required by section 163 (2) of the Companies Act No. 07 of 2007, we state the following:

- a) The basis of opinion and scope and limitations of the audit are as stated above.
- b) In our opinion, we have obtained all the information and explanations that were required for the audit and, as far as appears from our examination, proper accounting records have been kept by the Company and the financial statements of the Company, comply with the requirements of section 151 of the Companies Act.

क्रि.मं.

CHARTERED ACCOUNTANTS  
Colombo  
29<sup>th</sup> May 2017

CPWC, a 501(c)(3) nonprofit and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

M.B. Mikhlin, TGA	P.Ye. Ponom, TGA	O.P. Lyubarskiy, PGP
L.S. Krasnoperov, TGA	V.V.A.G. Ponom, PCA	M.S. Zolotarev, PCA
Yu. G.M. Ivanovskiy, PCA	V.K.L.D. Ivanovskiy, AGA	S.I.I.I. Petrov, AGA
A.B.H. Gerasimov, AGA	B.M.D.S. Belokobov, AGA	Mu. D.S.D. TPL "George" AGA
B.R. Pagan, AGA		

President: A.G. Gerasimov, Chairman: L.S. Krasnoperov, Vice-Chair: V.K. Lyubarskiy

Licensed by the Monetary Board of the Central Bank of Sri Lanka under the Finance Business Act No. 42 of 2011  
Date of Incorporation - 25th November 1981.

**Head Office:** No.21, Kumara Veediya, Kandy. Tel: 081 2 22 46 19  
**Branches:** No.123, Hunupitiya Lake Road, Colombo 2. Tel: 011 4 317 317