



First Capital

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PROVISIONAL

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FINANCIAL

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STATEMENTS

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QUARTER ENDED 31 MARCH 2017

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FIRST CAPITAL HOLDINGS PLC



First Capital

## REVIEW OF OPERATIONS

First Capital Holdings PLC recorded a consolidated profit after tax of Rs. 231Mn for the year 2016/17 compared to Rs. 47Mn in the previous year.

First Capital Treasuries PLC, the Group's primary dealer unit reported a profit after tax of Rs. 343Mn for the year 2016/17 (2015/16 – Rs. 11Mn) mainly attributable to net interest income and fair valuation gains on government securities.

During the year under review, corporate finance arm of First Capital Limited mobilised Rs. 12.4Bn for its clients through structuring and placement of corporate debt securities. However, performance of the company was negatively impacted as a result of higher funding cost and fair valuation losses on trading securities. Lower fee income from asset management, corporate finance and equity brokerage is a direct impact as a result of the changes to the taxation via budget proposals - 2017 that damped the investor sentiment affecting the company bottom line.

However, the full year results reflect an improvement from the previous year and the company is confident on sustaining the performance in the coming financial year.

(Sgd.)

Dilshan Wirasekara

Director/Chief Executive Officer



## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period	Note	Group			
		January ~ March 2017 (Unaudited)	2016 (Unaudited)	April ~ March 2017 (Unaudited)	2016 (Audited)
<b>Income</b>		<b>842,460</b>	<b>394,899</b>	<b>3,585,804</b>	<b>1,550,780</b>
Direct income		828,353	387,865	3,507,150	1,510,990
Direct expenses		(725,390)	(278,844)	(2,935,016)	(1,006,676)
<b>Net trading income</b>		<b>102,963</b>	<b>109,021</b>	<b>572,134</b>	<b>504,314</b>
Other income	1	14,107	7,034	78,654	39,790
Gain/ (loss) on fair valuation of financial investments - held for trading		67,673	(109,979)	(21,400)	(105,974)
		<b>184,743</b>	<b>6,076</b>	<b>629,388</b>	<b>438,130</b>
<b>Less :</b>					
Administrative expenses		(61,175)	(67,761)	(303,350)	(320,539)
Sales and distribution expenses		(8,784)	(15,126)	(32,868)	(35,337)
Other operating expenses		(13,716)	(7,550)	(48,382)	(29,800)
		<b>(83,675)</b>	<b>(90,437)</b>	<b>(384,600)</b>	<b>(385,676)</b>
<b>Operating profit/ (loss)</b>		<b>101,068</b>	<b>(84,361)</b>	<b>244,788</b>	<b>52,454</b>
Share of profit of equity-accounted investees (net of tax)		-	-	-	9,606
<b>Profit/ (loss) before taxation</b>		<b>101,068</b>	<b>(84,361)</b>	<b>244,788</b>	<b>62,060</b>
Income tax expense	2	(1,578)	(1,672)	(13,497)	(14,600)
<b>Profit/ (loss) for the period</b>		<b>99,490</b>	<b>(86,033)</b>	<b>231,291</b>	<b>47,460</b>
<b>Other comprehensive income/ (expense)</b>					
<b>Items that will never be reclassified to profit or loss</b>		-	-	-	-
Actuarial gain on defined benefit plans		7,795	541	7,795	541
<b>Items that are or may be reclassified to profit or loss</b>					
Available for sale financial assets reclassified to profit or loss (Equity accounted investee)		-	(8)	-	1,564
Loss on fair valuation of financial investments - available for sale (Equity accounted investee)		-	8	-	-
<b>Other comprehensive income for the period</b>		<b>7,795</b>	<b>541</b>	<b>7,795</b>	<b>2,105</b>
<b>Total comprehensive income/ (expense) for the period</b>		<b>107,285</b>	<b>(85,492)</b>	<b>239,086</b>	<b>49,565</b>
<b>Profit/ (loss) Attributable to:</b>					
Equity - holders of the parent		94,913	(84,260)	211,798	46,566
Non - controlling interest		4,577	(1,773)	19,493	894
		<b>99,490</b>	<b>(86,033)</b>	<b>231,291</b>	<b>47,460</b>
<b>Total comprehensive income/ (expense) Attributable to:</b>					
Equity - holders of the parent		102,463	(83,753)	219,348	48,637
Non - controlling interest		4,822	(1,739)	19,738	928
		<b>107,285</b>	<b>(85,492)</b>	<b>239,086</b>	<b>49,565</b>
<b>Basic Earnings/ (loss) per share (Rs.)</b>		<b>0.94</b>	<b>(0.83)</b>	<b>2.09</b>	<b>0.46</b>

Figures in bracket indicate deductions.  
Note: All values are in Rupees '000 unless otherwise stated.



## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period	Note	Company			
		January ~ March 2017 (Unaudited)	2016 (Re-stated) (Unaudited)	April ~ March 2017 (Unaudited)	2016 (Re-stated) (Unaudited)
<b>Income</b>		<b>235,641</b>	<b>96,897</b>	<b>773,605</b>	<b>335,594</b>
Direct income		235,641	110,959	773,605	321,112
Direct expenses		(222,002)	(77,107)	(708,295)	(280,359)
<b>Net trading income</b>		<b>13,639</b>	<b>33,852</b>	<b>65,310</b>	<b>40,753</b>
Other income/ (expense)	1	-	(14,062)	-	14,482
		<b>13,639</b>	<b>19,790</b>	<b>65,310</b>	<b>55,235</b>
<b>Less :</b>					
Administrative expenses		(21,404)	(2,238)	(27,134)	(9,021)
Sales and distribution expenses		(3,299)	(160)	(4,107)	(338)
Other operating expenses		(1,190)	(7,323)	(7,959)	(7,728)
		<b>(25,893)</b>	<b>(9,721)</b>	<b>(39,200)</b>	<b>(17,087)</b>
<b>Operating profit/ (loss)</b>		<b>(12,254)</b>	<b>10,069</b>	<b>26,110</b>	<b>38,148</b>
Share of profit/ (loss) of equity-accounted investees (net of tax)		105,031	(93,786)	194,031	14,200
<b>Profit/ (loss) before taxation</b>		<b>92,777</b>	<b>(83,717)</b>	<b>220,141</b>	<b>52,348</b>
Income tax (expense)/ reversal	2	2,136	(543)	(8,343)	(5,782)
<b>Profit/ (loss) for the period</b>		<b>94,913</b>	<b>(84,260)</b>	<b>211,798</b>	<b>46,566</b>
<b>Other comprehensive income</b>					
<b>Items that will never be reclassified to profit or loss</b>					
Actuarial gain on defined benefit plans		134	-	134	-
Share of other comprehensive income of equity-accounted investees (net of tax)		7,416	507	7,416	507
<b>Items that are or may be reclassified to profit or loss</b>					
Available for sale financial assets reclassified to profit or loss (Equity accounted investee)		-	-	-	1,564
<b>Other comprehensive income for the period</b>		<b>7,550</b>	<b>507</b>	<b>7,550</b>	<b>2,071</b>
<b>Total comprehensive income/ (expense) for the period</b>		<b>102,463</b>	<b>(83,753)</b>	<b>219,348</b>	<b>48,637</b>
<b>Basic Earnings/ (loss) per share (Rs.)</b>		<b>0.94</b>	<b>(0.83)</b>	<b>2.09</b>	<b>0.46</b>

Figures in bracket indicate deductions.

Note: All values are in Rupees '000 unless otherwise stated.



## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at	Group		Company		
	31 Mar 2017 (Unaudited)	31 Mar 2016 (Audited)	31 Mar 2017 (Unaudited)	31 Mar 2016 (Re-stated) (Unaudited)	31 Mar 2015 (Re-stated) (Unaudited)
<b>ASSETS</b>					
Cash at banks and in hand	55,340	31,066	8,477	4,998	10,804
Derivative financial instruments	24,075	40,861	-	-	-
Financial investments - Held for trading	23,799,364	11,326,163	-	-	-
Financial investments - Available for sale	332,803	2,000	1,000	1,000	1,000
Financial investments - Loans and receivables	6,493,579	8,529,332	8,378,338	3,650,664	2,695,882
Trade and other receivables	432,816	576,353	2,282	1,073	710
Group balances receivable	-	-	-	16,837	-
Non - current assets held for sale	42,416	42,416	-	-	-
Taxes receivable	104,669	62,379	-	-	5,628
Investment in venture capital	-	-	-	-	6,000
Investment in associate company	-	-	-	-	408,876
Investment in subsidiary company	-	-	1,782,240	1,791,189	1,786,088
Deferred tax asset	36,387	37,703	-	-	-
Property, plant and equipment	14,295	16,648	1,515	9	274
Intangible assets	114,570	115,363	41	-	-
<b>Total Assets</b>	<b>31,450,314</b>	<b>20,780,284</b>	<b>10,173,893</b>	<b>5,465,770</b>	<b>4,915,262</b>
<b>LIABILITIES</b>					
Bank overdrafts	224,445	207,681	29,909	-	-
Derivative financial instruments	2,240	20,835	-	-	-
Securities sold under re-purchase agreements	21,102,897	14,487,714	-	-	-
Short term borrowings	6,636,478	2,886,142	7,202,850	2,820,725	2,124,385
Group balances payable	-	-	10,949	399	55
Trade and other payables	251,694	237,920	29,477	26,597	19,664
Taxes payable	4,006	331	3,304	30	-
Long term borrowings	453,077	-	453,077	-	-
Borrowings on debentures	539,744	730,400	324,838	515,804	515,080
Retirement benefit obligations	21,468	24,385	426	-	-
<b>Total Liabilities</b>	<b>29,236,049</b>	<b>18,595,408</b>	<b>8,054,830</b>	<b>3,363,555</b>	<b>2,659,184</b>
<b>EQUITY</b>					
Stated capital	227,500	227,500	227,500	227,500	227,500
Risk reserve	854,800	822,022	854,800	822,022	820,964
Retained earnings	1,036,763	1,052,693	1,036,763	1,052,693	1,209,178
Fair valuation reserve	-	-	-	-	(1,564)
Equity attributable to the equity holders of the parent	2,119,063	2,102,215	2,119,063	2,102,215	2,256,078
Non - controlling interests	95,202	82,661	-	-	-
<b>Total Equity</b>	<b>2,214,265</b>	<b>2,184,876</b>	<b>2,119,063</b>	<b>2,102,215</b>	<b>2,256,078</b>
<b>Total Equity and Liabilities</b>	<b>31,450,314</b>	<b>20,780,284</b>	<b>10,173,893</b>	<b>5,465,770</b>	<b>4,915,262</b>

Note: All values are in Rupees '000 unless otherwise stated.

The above figures are subject to audit.

These consolidated financial statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)

Mangala Jayashantha  
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these consolidated financial statements.

(Sgd.)

Dinesh Schaffter  
Managing Director

(Sgd.)

Dilshan Wirasekara  
Director/ Chief Executive Officer

16 May 2017  
Colombo



## STATEMENT OF CHANGES IN EQUITY

### GROUP For the year ended 31 March 2017

	Attributable to equity holders of parent					Non-Controlling Interest	Total Equity
	Stated Capital	Risk Reserve	Retained Earnings	Fair Valuation Reserve	Total		
<b>Balance as at 1 April 2015 (Audited)</b>	<b>227,500</b>	<b>820,964</b>	<b>1,209,178</b>	<b>(1,564)</b>	<b>2,256,078</b>	<b>81,733</b>	<b>2,337,811</b>
<u>Total comprehensive income for the period</u>							
Profit for the period	-	-	46,566	-	46,566	894	47,460
Other comprehensive income	-	-	507	1,564	2,071	34	2,105
<b>Total comprehensive income</b>	-	-	<b>47,073</b>	<b>1,564</b>	<b>48,637</b>	<b>928</b>	<b>49,565</b>
<u>Transactions with equity holders</u>							
Distribution to equity holders							
Dividend paid -Final 2014/15	-	-	(202,500)	-	(202,500)	-	(202,500)
<b>Total distribution to equity holders</b>	-	-	<b>(202,500)</b>	-	<b>(202,500)</b>	-	<b>(202,500)</b>
Transfer to risk reserve	-	1,058	(1,058)	-	-	-	-
<b>Total transactions with equity holders</b>	-	<b>1,058</b>	<b>(203,558)</b>	-	<b>(202,500)</b>	-	<b>(202,500)</b>
<b>Balance as at 31 March 2016 (Audited)</b>	<b>227,500</b>	<b>822,022</b>	<b>1,052,693</b>	-	<b>2,102,215</b>	<b>82,661</b>	<b>2,184,876</b>
<b>Balance as at 1 April 2016 (Audited)</b>	<b>227,500</b>	<b>822,022</b>	<b>1,052,693</b>	-	<b>2,102,215</b>	<b>82,661</b>	<b>2,184,876</b>
<u>Total comprehensive income for the period</u>							
Profit for the period	-	-	211,798	-	211,798	19,493	231,291
Other comprehensive income	-	-	7,550	-	7,550	245	7,795
<b>Total comprehensive income</b>	-	-	<b>219,348</b>	-	<b>219,348</b>	<b>19,738</b>	<b>239,086</b>
<u>Transactions with equity holders</u>							
Distribution to equity holders							
Dividend paid -Interim 2016/17	-	-	(202,500)	-	(202,500)	-	(202,500)
Dividend paid to shareholders with NCI*	-	-	-	-	-	(7,197)	(7,197)
<b>Total distribution to equity holders</b>	-	-	<b>(202,500)</b>	-	<b>(202,500)</b>	<b>(7,197)</b>	<b>(209,697)</b>
Transfer to risk reserve	-	32,778	(32,778)	-	-	-	-
<b>Total transactions with equity holders</b>	-	<b>32,778</b>	<b>(235,278)</b>	-	<b>(202,500)</b>	<b>(7,197)</b>	<b>(209,697)</b>
<b>Balance as at 31 March 2017 (Unaudited)</b>	<b>227,500</b>	<b>854,800</b>	<b>1,036,763</b>	-	<b>2,119,063</b>	<b>95,202</b>	<b>2,214,265</b>

\*Non Controlling Interest

### COMPANY For the year ended 31 March 2017

	Stated Capital	Risk Reserve	Retained Earnings	Fair Valuation Reserve	Total Equity
<b>Balance as at 1 April 2015 (Audited)</b>	<b>227,500</b>	-	<b>549,887</b>	-	<b>777,387</b>
Impact on adopting equity method as at 1 April 2015	-	820,964	659,291	(1,564)	1,478,691
<b>Restated Balance as at 1 April 2015 (Unaudited)</b>	<b>227,500</b>	<b>820,964</b>	<b>1,209,178</b>	<b>(1,564)</b>	<b>2,256,078</b>
<u>Total comprehensive income for the period</u>					
Profit for the period	-	-	46,566	-	46,566
Other comprehensive income	-	-	507	1,564	2,071
<b>Total comprehensive income</b>	-	-	<b>47,073</b>	<b>1,564</b>	<b>48,637</b>
<u>Transactions with equity holders</u>					
Distribution to equity holders					
Dividend paid -Final 2014/15	-	-	(202,500)	-	(202,500)
<b>Total distribution to equity holders</b>	-	-	<b>(202,500)</b>	-	<b>(202,500)</b>
Transfer to risk reserve	-	1,058	(1,058)	-	-
<b>Total transactions with equity holders</b>	-	<b>1,058</b>	<b>(203,558)</b>	-	<b>(202,500)</b>
<b>Balance as at 31 March 2016 (Re-stated - unaudited)</b>	<b>227,500</b>	<b>822,022</b>	<b>1,052,693</b>	-	<b>2,102,215</b>
<b>Balance as at 1 April 2016 (Re-stated - unaudited)</b>	<b>227,500</b>	<b>822,022</b>	<b>1,052,693</b>	-	<b>2,102,215</b>
<u>Total comprehensive income for the period</u>					
Profit for the period	-	-	211,798	-	211,798
Other comprehensive income	-	-	7,550	-	7,550
<b>Total comprehensive income</b>	-	-	<b>219,348</b>	-	<b>219,348</b>
<u>Transactions with equity holders</u>					
Distribution to equity holders					
Dividend paid -Interim 2016/17	-	-	(202,500)	-	(202,500)
<b>Total distribution to equity holders</b>	-	-	<b>(202,500)</b>	-	<b>(202,500)</b>
Transfer to risk reserve	-	32,778	(32,778)	-	-
<b>Total transactions with equity holders</b>	-	<b>32,778</b>	<b>(235,278)</b>	-	<b>(202,500)</b>
<b>Balance as at 31 March 2017 (Unaudited)</b>	<b>227,500</b>	<b>854,800</b>	<b>1,036,763</b>	-	<b>2,119,063</b>

Figures in bracket indicate deductions.  
Note: All values are in Rupees '000 unless otherwise stated.



## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 March	Group		Company	
	April ~ March 2017 (Unaudited)	2016 (Audited)	April ~ March 2017 (Unaudited)	2016 (Audited)
<b>Cash flows from operating activities</b>				
Interest receipts and gains realised	3,461,001	1,491,104	543,132	141,896
Interest payments and other direct cost	(2,603,326)	(767,557)	(712,859)	(279,635)
Other receipts	10,625	18,255	-	783
Cash payments to employees and suppliers	(367,687)	(353,941)	(38,817)	(14,708)
<b>Operating profit / (loss) before changes in operating assets and liabilities</b>	<b>500,613</b>	<b>387,861</b>	<b>(208,544)</b>	<b>(151,664)</b>
(Increase)/ decrease in financial investments - held for trading	(12,446,643)	(1,206,464)	-	-
(Increase)/ decrease in financial investments - loans and receivables	2,035,753	410,766	(4,497,203)	(775,565)
(Increase)/ decrease in trade and other receivables	143,537	(51,829)	(1,206)	(364)
(Increase)/ decrease in group balances receivable	-	-	16,837	(16,837)
Increase/ (decrease) in trade and other payables	9,479	(48,159)	3,293	6,934
Increase / (decrease) in group balances payable	-	-	10,550	344
Increase/ (decrease) in short term borrowings	3,413,391	659,044	4,381,122	694,237
Increase/ (decrease) in borrowings under re-purchase agreements	6,615,183	(581,442)	-	-
<b>Cash generated/ (used) in operations</b>	<b>271,313</b>	<b>(430,223)</b>	<b>(295,151)</b>	<b>(242,915)</b>
Tax paid	(50,796)	(9,839)	(5,069)	(124)
Gratuity paid	(99)	(911)	-	-
<b>Net cash flows from/ (used) in operating activities</b>	<b>220,418</b>	<b>(440,973)</b>	<b>(300,220)</b>	<b>(243,039)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant, equipment and intangible assets	(11,541)	(13,050)	(1,783)	(12)
Proceed from sale of equity accounted investee	-	432,745	-	432,745
Financial investments - available for sale	(330,803)	-	-	-
Proceeds on sale of venture capital investments	-	7,000	-	7,000
Proceed from sale of property plant and equipment	6,885	-	-	-
Dividend receipts	64,571	7,836	210,396	-
<b>Net cash flow from investing activities</b>	<b>(270,888)</b>	<b>434,531</b>	<b>208,613</b>	<b>439,733</b>
<b>Cash flows from financing activities</b>				
Dividend paid	(202,500)	(202,500)	(202,500)	(202,500)
Dividend paid to shareholders with Non - controlling interest	(7,197)	-	-	-
Redemption of listed debentures	(185,400)	-	(185,400)	-
Long term borrowings	453,077	-	453,077	-
<b>Net cash flow from financing activities</b>	<b>57,980</b>	<b>(202,500)</b>	<b>65,177</b>	<b>(202,500)</b>
<b>Net change in cash and cash equivalent for the period</b>	<b>7,510</b>	<b>(208,942)</b>	<b>(26,430)</b>	<b>(5,806)</b>
Cash and cash equivalents at the beginning of the period (Note A)	(176,615)	32,327	4,998	10,804
<b>Cash and cash equivalents at the end of the period (Note B)</b>	<b>(169,105)</b>	<b>(176,615)</b>	<b>(21,432)</b>	<b>4,998</b>
<b>Note A</b>				
Cash at banks and in hand	31,066	33,193	4,998	10,804
Bank overdraft	(207,681)	(866)	-	-
	<b>(176,615)</b>	<b>32,327</b>	<b>4,998</b>	<b>10,804</b>
<b>Note B</b>				
Cash at banks and in hand	55,340	31,066	8,477	4,998
Bank overdraft	(224,445)	(207,681)	(29,909)	-
	<b>(169,105)</b>	<b>(176,615)</b>	<b>(21,432)</b>	<b>4,998</b>

Figures in bracket indicate deductions.

Note: All values are in rupees '000 unless otherwise stated.



## NOTES TO THE FINANCIAL STATEMENTS

### 1. Other income - Group

#### For the period

Gain on disposal of equity accounted investee	-	-	-	12,699
Dividend income	11,072	966	64,571	7,836
Exchange Gain	-	2,674	-	9,061
Profit/ (loss) on sale of Property, plant & Equipment	(49)	(142)	3,458	(142)
Miscellaneous income	3,084	3,536	10,625	10,336
	14,107	7,034	78,654	39,790

January ~ March		April ~ March	
2017	2016	2017	2016
Rs.'000	Rs.'000	Rs.'000	Rs.'000
-	-	-	12,699
11,072	966	64,571	7,836
-	2,674	-	9,061
(49)	(142)	3,458	(142)
3,084	3,536	10,625	10,336
14,107	7,034	78,654	39,790

#### Other income - Company

#### For the period

Gain on disposal of equity accounted investee	-	(14,845)	-	12,699
Miscellaneous income	-	783	-	1,783
	-	(14,062)	-	14,482

January ~ March		April ~ March	
2017	2016	2017	2016
Rs.'000	Rs.'000	Rs.'000	Rs.'000
-	(14,845)	-	12,699
-	783	-	1,783
-	(14,062)	-	14,482

### 2 Income tax expense - Group

#### For the period

Current tax expense/ (reversal)	1,056	2,661	(2,698)	11,846
Deferred tax expenses/ (reversal)	171	(1,187)	1,316	2,556
Taxes on dividend	351	198	14,879	198
	1,578	1,672	13,497	14,600

January ~ March		April ~ March	
2017	2016	2017	2016
Rs.'000	Rs.'000	Rs.'000	Rs.'000
1,056	2,661	(2,698)	11,846
171	(1,187)	1,316	2,556
351	198	14,879	198
1,578	1,672	13,497	14,600

#### Income tax expenses - Company

#### For the period

Current tax expense/ (reversal)	(2,136)	543	5,983	5,782
Taxes on dividend	-	-	2,360	-
	(2,136)	543	8,343	5,782

January ~ March		April ~ March	
2017	2016	2017	2016
Rs.'000	Rs.'000	Rs.'000	Rs.'000
(2,136)	543	5,983	5,782
-	-	2,360	-
(2,136)	543	8,343	5,782

### 3 Net Assets per Share

Group	20.93	20.76
Company	20.93	20.76

31-03-2017	31-03-2016
Rs.	Rs.
20.93	20.76
20.93	20.76

### 4 Market Price per Share

#### For the twelve months ended 31 March

Highest market price recorded	34.80	43.00
Lowest market price recorded	18.40	13.80
Closing market price recorded	20.10	19.10

2017	2016
Rs.	Rs.
34.80	43.00
18.40	13.80
20.10	19.10



**NOTES TO THE FINANCIAL STATEMENTS**

- 5 The above figures are provisional and subject to audit. The same accounting policies as in the Annual Report for the year ended 31 March 2016 have been followed in the preparation of the above provisional financial statements other than the following;

The Company changed its accounting policy on investment in subsidiaries/ associates from Cost Basis to Equity Method of Accounting in accordance with the provisions of "LKAS 27 - Separate financial Statements (2016)" with effect from financial year 2016/17. Accordingly, comparative figures have been restated for the impact of adopting the equity method of accounting.

Impact to Statement of Financial Position

<b>As at 31 March 2016</b>	<b>As previously reported Rs. 000</b>	<b>Adjustment Rs. 000</b>	<b>Restated Rs.000</b>
<u>Assets</u>			
Investment in subsidiaries	311,072	1,480,117	1,791,189
<u>Equity</u>			
Risk reserve	-	822,022	822,022
Retained earnings	394,598	658,095	1,052,693
<b>As at 31 March 2015</b>	<b>As previously reported Rs. 000</b>	<b>Adjustment Rs. 000</b>	<b>Restated Rs. 000</b>
<u>Assets</u>			
Investment in subsidiaries	311,072	1,475,016	1,786,088
Investment in associate	405,201	3,675	408,876
<u>Equity</u>			
Risk reserve	-	820,964	820,964
Retained earnings	549,887	659,291	1,209,178
Fair valuation reserves	-	(1,564)	(1,564)

Impact to Profit or Loss and Other Comprehensive Income

<b>For the year ended 31 March 2016</b>	<b>As previously reported Rs. 000</b>	<b>Adjustment Rs. 000</b>	<b>Restated Rs. 000</b>
<u>Statement of profit or loss</u>			
Share of profit of equity-accounted investees (net of tax)	-	14,200	14,200
<u>Other comprehensive income</u>			
Share of other comprehensive income of equity-accounted investees (net of tax)	-	2,071	2,071



## NOTES TO THE FINANCIAL STATEMENTS

- 6 The presentation and classification of figures for the corresponding period of the previous year have been reclassified to be comparable with those of the current year where necessary.
- 7 The number of shares represented by stated capital as at 31 March 2017 is 101,250,000 shares (31 March 2016 - 101,250,000 shares).
- 8 There have been no significant changes in the nature of the contingent liabilities which were disclosed in the Annual Report for the year ended 31 March 2016 other than the following :
  - (a) In September 2016, the Department of Inland Revenue made assessments on Financial VAT (2013/14) for First Capital Treasuries PLC and First Capital Limited amounting to Rs. 60.8 Mn and Rs. 46.2 Mn respectively. Appeals were submitted against the said assessments. Based on the tax consultant's opinion, the Board of Directors is of the view that no liability would arise since the assessments are outside the scope of chargeability of Financial VAT.
  - (b) First Capital Holdings PLC provided a corporate guarantee on behalf of its subsidiary, First Capital Limited amounting to Rs. 50 Mn for its banking facilities.
  - (c) First Capital Limited provided corporate guarantee facilities on behalf of First Capital Holdings PLC amounting to Rs. 1 Bn for its banking facilities.
  - (d) In January 2017, the Commissioner General of Inland Revenue determined the income tax appeal relating to 2011/12 (Rs.16.9 Mn) of First Capital Limited, in favor of the Company.
- 9 There have been no material events subsequent to the reporting date which require disclosures/ adjustments in the provisional financial statements.



## INVESTOR INFORMATION

### Information on Listed Debentures

#### Market value as at 31 March 2017

Debentures with 4 year and 5 year maturity have not been traded during the quarter ended 31 March 2017. Hence, the par value of Rs. 100 is recognised as their respective market values.

#### Debt Ratios (Group)

Debt/equity ratio (times)  
Quick asset ratio (times)  
Interest cover (times )

	As at 31-03-2017	As at 31-03-2016
	13.08	8.37
	1.10	1.15
	1.08	1.07

#### Debt Ratios (Company)

Debt/equity ratio (times)  
Quick asset ratio (times)  
Interest cover (times )

	As at 31-03-2017	As at 31-03-2016
	3.78	1.59
	1.16	1.30
	1.06	1.08

#### Debenture Interest Yield

3 year fixed rate (13.50 % p.a. payable annually )  
4 year fixed rate (13.75 % p.a. payable annually )  
5 year fixed rate (14.00 % p.a. payable annually )

	As at 31-03-2017	As at 31-03-2016
	N/A	13.50%
	13.75%	13.75%
	14.00%	14.00%

There were no tradings of the debentures with 4 and 5 years maturities during the quarter ended 31 March 2017. Hence, Yield to maturity on trade done is also not applicable. The yields are same as the coupon rates.

#### Yield of comparable government securities (%)

3 Year treasury bond  
4 Year treasury bond  
5 Year treasury bond

	As at 31-03-2017	As at 31-03-2016
	N/A	10.55%
	12.47%	10.99%
	12.46%	11.74%

*N/A - Not Applicable*



## INVESTOR INFORMATION

List of twenty major shareholders as at 31 March 2017

Name of the shareholder		No of shares As at 31 March 2017	Holding (%)
1	1.1 Commercial Bank of Ceylon PLC/ Dunamis Capital PLC	50,951,368	50.32
	1.2 Seylan Bank PLC/ Dunamis Capital PLC	25,400,000	25.09
	1.3 Dunamis Capital PLC	2,768,448	2.73
2	Seylan Bank PLC/ Janashakthi PLC	2,058,896	2.03
3	Janashakthi General Insurance Limited	858,650	0.85
4	Mr. Kankanamge Sunil Dharmabandu Senaweera	435,000	0.43
5	Mr. Charitha Prasanna De Silva	355,000	0.35
6	Mr. Arunasalam Sithampalam	339,000	0.33
7	People's Leasing & Finance PLC/ Mr. D.M.P. Disanayake	330,379	0.33
8	Commercial Bank of Ceylon PLC/ Janashakthi Limited	300,703	0.30
9	Seylan Bank PLC/ Sashimaal Ruhash Fernando	294,732	0.29
10	Mr. Dhanusha Senajit Duke De Lanerolle	235,000	0.23
11	Commercial Bank of Ceylon PLC/ U.C. Bandaranayake	225,000	0.22
12	Pan Asia Banking Corporation/ A.C. Jayasinghe	211,860	0.21
13	Mr. Nagen Dayaranjan Kurukulasuriya	208,836	0.21
14	Bimpuh Finance PLC	208,286	0.21
15	Mr. Christopher Waylon Vandort	205,821	0.20
16	Dr. Subashi Nemindi Samarasinghe	200,616	0.20
17	Timex Garments (Pvt) Ltd	200,000	0.20
18	Mr. Wickramatunga Arachchi Pathirana Don Mahipala Wickramatunga	165,000	0.16
19	Mr. Jayasuriya Mudiyanseelage Jayaweera	163,758	0.16
20	Mrs. Eileen Monica Perera	151,033	0.15
		<b>86,267,386</b>	<b>85.20</b>

### Shareholding of the Directors/ Chief Executive Officer

Name of the Director/ Chief Executive Officer	Designation	No. of Shares As at 31 March 2017
Ms. Manjula Mathews (Resigned with effect from 30 April 2017)	Director	Nil
Mr. Nishan Fernando (Appointed as Chairman with effect from 1 May 2017)	Director	Nil
Mr. Dinesh Schaffter	Director	Nil
Mr. Eardley Perera	Director	Nil
Ms. Minette Perera	Director	Nil
Mr. Chandana de Silva	Director	Nil
Mr. Dilshan Wirasekara (Appointed as a Director with effect from 1 May 2017)	Director/ Chief Executive Officer	Nil

Public holding as a percentage of issued share capital is 21.86%.

Number of shareholders representing the public holding is 6,081.