



AMÃNA BANK PLC (PB 3618 PQ)

FINANCIAL STATEMENTS

31 MARCH 2016

STATEMENT OF PROFIT OR LOSS

FOR THE PERIOD ENDED 31 MARCH 2016

	RUPEES IN THOUSANDS			
	FOR THE THREE MONTHS ENDED			
	31 MARCH			
	2016	2015	Change	Change %
Financing Income	864,270	661,195	203,074	30.7
Financing Expenses	(455,712)	(305,476)	(150,236)	-49.2
Net Financing Income	408,558	355,719	52,838	14.9
Net Fee and Commission Income	47,568	34,422	13,146	38.2
Net Gain/(Loss) from Trading	121,748	74,134	47,614	64.2
Net Gain/(Loss) from Financial Instruments Designated at Fair Value Through Profit or Loss	-	-	-	0.0
Net Gain/(Loss) from Financial Investments	-	-	-	0.0
Net Other Operating Income	871	(205)	1,076	525.0
Total Operating Income	578,745	464,070	114,675	24.7
Impairment for Financing and Receivables to Other Customers and Other Losses				
Individual Impairment	(1,216)	2,776	(3,993)	143.8
Collective Impairment	(8,050)	(17,769)	9,719	54.7
Others	-	-	-	0.0
Net Operating Income	569,479	449,077	120,402	26.8
Personnel Expenses	262,620	220,655	41,965	-19.0
Depreciation of Property, Plant and Equipment	41,278	37,320	3,959	-10.6
Amortisation of Intangible Assets	16,751	10,117	6,634	-65.6
Other Operating Expenses	161,706	126,733	34,973	-27.6
Total Operating Expenses	482,355	394,825	87,531	-22.2
Operating Profit Before Value Added Tax and Nation Building Tax on Financial Services	87,124	54,252	32,871	60.6
Value Added Tax and Nation Building Tax on Financial Services	(36,595)	(31,187)	(5,408)	-17.3
Profit Before Tax	50,529	23,065	27,464	119.1
Tax (Expenses)/Reversal	(12,250)	-	(12,250)	0.0
Profit for the Period	38,279	23,065	15,214	66.0
Earnings Per Share - Basic / Diluted	0.03	0.02		66.0

AMANA BANK PLC (PB 3618 PQ)
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2016

	RUPEES IN THOUSANDS			
	FOR THE THREE MONTHS ENDED			
	31 MARCH			
	2016	2015	Change	Change %
Profit for the Period	38,279	23,065	15,214	66.0
Other Comprehensive Income/(Loss)				
Other Comprehensive Income to be reclassified to Profit or Loss :				
Financial Investment - Available for Sale:				
Net Gain/(Loss) on Financial Investments - Available for sale	(30,095)	(11,257)	(18,838)	-167.4
Net Other Comprehensive Income to be reclassified to Profit or Loss	(30,095)	(11,257)		-167.4
Other Comprehensive Income not to be reclassified to Profit or Loss :				
Re-measurement gain /(loss) on defined benefit plans	-	-	-	0.0
Deferred tax effect on defined benefit plans	-	-	-	0.0
Net Other Comprehensive Income not to be reclassified to Profit or Loss	-	-	-	0.0
Other Comprehensive Income/(Loss) for the Period Net of Tax	(30,095)	(11,257)	(18,838)	-167.4
Total Comprehensive Income for the Period Net of Tax	8,184	11,808	(3,624)	-30.7

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2016

	RUPEES IN THOUSANDS		Change %
	AS AT 31.03.2016	AS AT 31.12.2015 (AUDITED)	
Assets			
Cash and Cash Equivalents	5,204,024	5,016,459	3.7
Balances with Central Bank of Sri Lanka	2,872,839	2,292,888	25.3
Derivative Financial Assets	135,573	61,037	122.1
Placements with Banks	3,664,407	3,624,929	1.1
Placements with Licensed Finance Companies	954,543	954,528	0.0
Financial Investments - Held for Trading	56,080	59,474	-5.7
Financial Assets Designated at Fair Value through Profit or Loss	-	-	0.0
Financing and Receivables to Banks	-	-	0.0
Financing and Receivables to Other Customers	34,729,239	33,073,596	5.0
Financial Investments - Available for Sale	405,248	432,056	-6.2
Financial Investments - Held to Maturity	-	-	0.0
Other Financial Assets	883,289	456,289	93.6
Other Non Financial Assets	324,541	257,217	26.2
Property, Plant and Equipment	1,241,675	1,271,732	-2.4
Intangible Assets	219,752	236,503	-7.1
Deferred Tax Assets	145,703	145,703	0.0
Total Assets	50,836,913	47,882,412	6.2
Liabilities			
Due to Banks	1,389,893	2,955,278	-53.0
Derivative Financial Liabilities	72,526	67,405	7.6
Other Financial Liabilities - Held for Trading	-	-	0.0
Financial Liabilities Designated at Fair Value through Profit or Loss	-	-	0.0
Due to Other Customers	42,181,439	38,608,001	9.3
Other Financing	-	-	0.0
Securities Issued	-	-	0.0
Other Financial Liabilities	1,252,514	341,598	266.7
Other Non Financial Liabilities	128,528	113,063	13.7
Subordinated Term Financing	-	-	0.0
Retirement Benefit Liability	80,833	74,071	9.1
Total Liabilities	45,105,733	42,159,416	7.0
Shareholders' Funds			
Stated Capital	5,866,808	5,866,808	0.0
Statutory Reserve Fund	15,226	15,226	0.0
Revaluation Reserves	527,800	527,800	
Other Reserves	(291,619)	(261,525)	-11.5
Retained Earnings	(387,034)	(425,313)	9.0
Total Equity	5,731,180	5,722,996	0.1
Total Liabilities and Shareholders' Funds	50,836,913	47,882,412	6.2
Net Asset Value per Ordinary Share	4.58	4.58	
Commitments and Contingencies	21,328,961	18,272,603	
Memorandum Information			
Number of Employees	658	640	
Number of Branches	25	24	

CERTIFICATION:

I certify that these Financial Statements comply with the requirements of the Companies Act No.07 of 2007.

M. Ali Wahid
Chief Financial Officer
10 May 2016

We, the undersigned, being the Chief Executive Officer, Deputy Chairman and Director of Amana Bank 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 and Rule 7.4 of Colombo Stock Exchange.

(b) the information contained in these statements have been extracted from the unaudited Financial Statements of the Bank unless indicated as audited.

Mohamed Azmeer
Chief Executive Officer
10 May 2016

Tyeab Akbarally
Deputy Chairman
10 May 2016

Jazri Magdon Ismail
Director
10 May 2016

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2016

	Stated Capital		Other Reserve		Revaluation Reserve	RUPEES IN THOUSANDS	
	Stated Capital	Statutory Reserve Fund	Revenue Reserve	Available for Sale Reserve		Retained Earnings	Total
	Rs.	Rs.	Rs.	Rs.		Rs.	Rs.
As at 1 January 2015	5,866,808	7,300	(216,926)	(54,781)	-	(576,162)	5,026,239
Profit/(Loss) for the three months ended 31.03.2015	-	-	-	-	-	23,065	23,065
Total Comprehensive Income for the three months ended 31.03.2015	-	-	-	(11,257)	-	-	(11,257)
As at 31 March 2015	5,866,808	7,300	(216,926)	(66,037)	-	(553,097)	5,038,047
Profit/(Loss) for the nine months ended 31.12.2015	-	-	-	-	-	135,564	135,564
Total Comprehensive Income for the nine months ended 31.12.2015	-	-	-	21,439	527,800	147	549,385
Transfers to Statutory Reserve Fund		7,927				(7,927)	-
As at 31 December 2015 (Audited)	5,866,808	15,226	(216,926)	(44,599)	527,800	(425,313)	5,722,996
Profit/(Loss) for the three months ended 31.03.2016	-	-	-	-	-	38,279	38,279
Total Comprehensive Income for the three months ended 31.03.2016	-	-	-	(30,095)	-	-	(30,095)
As at 31 March 2016	5,866,808	15,226	(216,926)	(74,693)	527,800	(387,034)	5,731,180

**STATEMENT OF CASHFLOW
FOR THE PERIOD ENDED 31 MARCH 2016**

	RUPEES IN THOUSANDS	
	FOR THE PERIOD ENDED 31.03.2016	FOR THE PERIOD ENDED 31.03.2015
Cash Flow from Operating Activities		
Financing Income Received	846,154	676,297
Fees and Commission Received	2,446	33,868
Financing Expenses Paid	(423,573)	(305,155)
Foreign Exchange Income Received	129,586	75,839
Gratuity Payments Made	-	(1,383)
Payments to Employees and Suppliers	(444,940)	(366,196)
Operating Profit/(Loss) before Changes in Operating Assets and Liabilities	109,673	113,270
Increase / (Decrease) in Due to Other Customers	3,540,315	(198,316)
Increase / (Decrease) in Due to Banks	(1,564,400)	-
(Increase) / Decrease in Financing and Receivable to Other Customers	(1,650,493)	866,241
(Increase) / Decrease in Other Financial Assets	(489,269)	(221,303)
(Increase) / Decrease in Other Non Financial Assets	(67,325)	(30,810)
(Increase) / Decrease in Statutory Deposit	(579,951)	(373,612)
Increase / (Decrease) in Other Liabilities	930,141	246,866
Net Cash Flow from Operating Activities before Income Tax	228,690	402,337
Income Tax Paid	-	-
Net Cash Flow from Operating Activities	228,690	402,337
Cash Flows From/(Used In) Investing Activities		
Acquisition of Property, Plant & Equipment	(19,524)	(18,141)
Proceeds from Sale of Property, Plant and Equipment	-	-
Acquisition of Intangible Assets	(14,525)	(4,767)
Placements with Licensed Finance Companies	(13)	551,555
Investments in Inter Bank Placements	(45,001)	(31,143)
Sale / (Acquisition) of Financial Investments - Available for Sale	26,809	(44,981)
Sale / (Acquisition) of Financial Assets Held for Trading	11,129	8,628
	(41,125)	461,152
Cash Flows From/(Used In) Financing Activities		
Net Cash Flows From Financing Activities	-	-
Net Increase / (Decrease) in Cash and Cash Equivalents	187,565	863,490
Cash and Cash Equivalents at the Beginning of the Year	5,016,459	3,308,042
Cash and Cash Equivalents at the End of the Period	5,204,024	4,171,531

01. ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS

FINANCIAL ASSETS	HELD FOR TRADING	AMORTIZED COST	HELD TO MATURITY	RUPEES IN THOUSANDS	
				AVAILABLE FOR SALE	TOTAL AS AT 31.03.2016
Cash and Cash Equivalent	-	5,204,024	-	-	5,204,024
Balance with Central Bank of Sri Lanka	-	2,872,839	-	-	2,872,839
Derivative Financial Assets	135,573	-	-	-	135,573
Placements with Banks	-	3,664,407	-	-	3,664,407
Placements with Licensed Finance Companies	-	954,543	-	-	954,543
Financial Investments - Held for Trading	56,080	-	-	-	56,080
Financing and Receivables to Customers	-	34,729,239	-	-	34,729,239
Financial Investments - Available for Sale	-	-	-	405,248	405,248
Other Financial Assets	-	883,289	-	-	883,289
Total Financial Assets	191,653	48,308,341	-	405,248	48,905,241
Financial Liabilities					
Due to Banks	-	1,389,893	-	-	1,389,893
Derivative Financial Liabilities	72,526	-	-	-	72,526
Due to Other Customers	-	42,181,439	-	-	42,181,439
Other Financial Liabilities	-	1,252,514	-	-	1,252,514
Total Financial Liabilities	72,526	44,823,846	-	-	43,506,479

FINANCIAL ASSETS	HELD FOR TRADING	AMORTIZED COST	HELD TO MATURITY	RUPEES IN THOUSANDS	
				AVAILABLE FOR SALE	Total As at 31.12.2015 (Audited)
Cash and Cash Equivalent	-	5,016,459	-	-	5,016,459
Balance with Central Bank of Sri Lanka	-	2,292,888	-	-	2,292,888
Derivative Financial Assets	61,037	-	-	-	61,037
Placements with Banks	-	3,624,929	-	-	3,624,929
Placements with Licensed Finance Companies	-	954,528	-	-	954,528
Financial Investments - Held for Trading	59,474	-	-	-	59,474
Financing and Receivables to Customers	-	33,073,596	-	-	33,073,596
Financial Investments - Available for Sale	-	-	-	432,056	432,056
Other Financial Assets	-	456,289	-	-	456,289
Total Financial Assets	120,512	45,418,689	-	432,056	45,971,257
Financial Liabilities					
Due to Banks	-	2,955,278	-	-	2,955,278
Derivative Financial Liabilities	67,405	-	-	-	67,405
Due to Other Customers	-	38,608,001	-	-	38,608,001
Other Financial Liabilities	-	341,598	-	-	341,598
Total Financial Liabilities	67,405	41,904,876	-	-	41,972,281

02. FINANCING AND RECEIVABLES TO OTHER CUSTOMERS

	RUPEES IN THOUSANDS	
	31.03.2016	31.12.2015 (AUDITED)
Gross Financing and Receivables to Other Customers	34,952,244	33,287,572
Less: Individual Impairment	(48,169)	(47,190)
Less: Collective Impairment	(174,836)	(166,786)
Net Financing and Receivables	34,729,239	33,073,596

03. FINANCING AND RECEIVABLES TO OTHER CUSTOMERS - BY PRODUCT

	RUPEES IN THOUSANDS	
	31.03.2016	31.12.2015 (AUDITED)
By Product - Domestic Currency		
Overdraft	988,545	701,252
Trade Finance	2,188,810	2,133,157
Lease Receivables	6,085,746	6,122,478
Staff Facilities	420,554	401,482
Term Financing	20,326,860	19,546,650
Gold Facilities	293,863	230,435
Others	1,313,447	436,894
Sub Total	31,617,826	29,572,348
By Product - Foreign Currency		
Term Financing	3,200,221	3,391,699
Trade Finance	134,196	268,488
Others	-	55,038
Sub Total	3,334,417	3,715,225
Total	34,952,244	33,287,572

04. MOVEMENTS IN INDIVIDUAL AND COLLECTIVE IMPAIRMENT DURING THE PERIOD FOR FINANCING AND RECEIVABLES TO OTHER CUSTOMERS

	RUPEES IN THOUSANDS		
	Individual Impairment	Collective Impairment	Total Impairment
At 1 January 2015	53,949	163,713	217,662
Charge/(Write Back) for the year	(255)	3,073	2,817
Recoveries	-	-	-
Amounts written off	(6,503)	-	(6,503)
Profit accrued on Impaired Financing and Receivables	-	-	-
As at 31 December 2015 (Audited)	47,190	166,786	213,976
Charge/(Write Back) for the period	1,216	8,050	9,266
Recoveries	-	-	-
Amounts written off	(238)	-	(238)
Profit accrued on Impaired Financing and Receivables	-	-	-
As at 31 March 2016	48,169	174,836	223,004

05. DUE TO OTHER CUSTOMERS - BY PRODUCT

	RUPEES IN THOUSANDS	
	31.03.2016	31.12.2015 (AUDITED)
By Product - Domestic Currency		
Demand Deposits	3,339,689	2,902,293
Savings Deposits	16,586,207	15,092,496
Time Deposits	17,452,048	16,279,319
Sub Total	37,377,945	34,274,108
By Product - Foreign Currency		
Demand Deposits	177,570	234,510
Savings Deposits	1,386,276	983,282
Time Deposits	3,239,648	3,116,100
Sub Total	4,803,494	4,333,893
Total	42,181,439	38,608,001

SELECTED PERFORMANCE INDICATORS

	AS AT 31.03.2016	AS AT 31.12.2015 (AUDITED)
Regulatory Capital Adequacy		
Core Capital (Tier 1 Capital), Rs. Mn.	4,866	4,856
Total Capital Base, Rs. Mn.	5,039	5,020
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 5%)	11.4%	12.0%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	11.8%	12.4%
Assets Quality (Quality of Financing and Advance Portfolio)		
Gross Non-Performing Financing and Advances Ratio, % (Net of Profit in Suspense)	0.91%	0.92%
Net Non-Performing Financing and Advances Ratio, % (Net of Profit in Suspense and Provisions)	0.41%	0.33%
Profitability		
Financing Margin (%)	3.3%	3.6%
Return on Assets (before Tax)	0.4%	0.4%
Return on Equity	2.6%	3.1%
Regulatory Liquidity		
Statutory Liquid Assets, Rs. Mn.	9,141	9,011
Statutory Liquid Assets Ratio, % (Minimum Requirement, 20%)		
- Domestic Banking Unit	22.6%	24.4%
- Off-Shore Banking Unit	20.7%	21.6%

NOTES TO THE FINANCIAL STATEMENTS

7 SEGMENT INFORMATION

The following table presents information on total income, profit, total assets and liabilities regarding the Bank's operating segments.

FOR THE PERIOD ENDED 31 MARCH 2016	CONSUMER BANKING	BUSINESS BANKING	TOTAL BANKING	TREASURY	RUPEES IN THOUSANDS	
					UNALLOCATED / ELIMINATION	TOTAL
Income						
Financing Income	270,089	557,574	827,663	28,853	7,754	864,270
Net Fee and Commission Income	16,552	20,480	37,033	-	10,535	47,568
Net Trading Gain	-	-	-	121,748	-	121,748
Net Other Operating Income/(Expense)	-	-	-	871	-	871
Total	286,641	578,054	864,695	151,473	18,289	1,034,457
Profit After Tax			33,779	21,739	(17,239)	38,279
Total Assets	9,673,389	25,055,851	34,729,239	12,216,634	3,891,039	50,836,913
Total Liabilities	39,228,078	2,953,361	42,181,439	1,392,091	1,532,204	45,105,733
FOR THE YEAR ENDED 31 DECEMBER 2015	CONSUMER BANKING	BUSINESS BANKING	TOTAL BANKING	TREASURY	RUPEES IN THOUSANDS	
					UNALLOCATED / ELIMINATION	TOTAL (AUDITED)
Income						
Financing Income	845,733	1,919,912	2,765,645	100,880	19,407	2,885,932
Net Fee and Commission Income	77,909	87,563	165,472	-	3,084	168,556
Net Trading Gain	-	-	-	390,235	-	390,235
Net Other Operating Income/(Expense)	-	-	-	26,011	1,648	27,659
Total Income	923,642	2,007,475	2,931,117	517,126	24,139	3,472,381
Profit/(Loss) After Tax			146,457	102,084	(89,912)	158,629
Total Assets	9,572,234	23,501,362	33,073,596	12,413,617	2,395,199	47,882,412
Total Liabilities	35,992,390	2,615,610	38,608,001	2,957,802	593,613	42,159,416

EXPLANATORY NOTES

- These Interim Financial Statements have been prepared in accordance with LKAS 34 - Interim Financial Reporting and present information required by Listing Rules of Colombo Stock Exchange.
- The interim condensed Financial Statements do not include all the information and disclosure required in the annual Financial Statements, and should be read in conjunction with annual Financial Statements as at 31 December 2015.
- The accounting policies adopted in the presentation of the interim condensed Financial Statements are consistent with those followed in the preparation of the Bank's annual Financial Statements for the year ended 31 December 2015.
- There are no material events that took place after the Statement of Financial Position date which require adjustment to or disclosures in the Financial Statements.
- Comparative figures have been restated wherever necessary to conform to the current periods presentation.
- There has not been a significant change in the nature of the contingent liabilities as disclosed in the Annual Report of 2015.

7. Market Price of Ordinary Shares (the Bank listed its ordinary shares on the Colombo Stock Exchange on 29 January 2014)

	2016 Rs.	2015 Rs.
Market Price as at 31 March	5.40	5.00
Highest Market Price during the quarter ended 31 March	6.00	5.50
Lowest Market Price during the quarter ended 31 March	4.00	5.00

8. Twenty Largest Shareholders as at 31 March 2016

No	Name of Shareholder	No. of Shares	%
1	Bank Islam Malaysia Berhad	180,562,011	14.44
2	AB Bank Limited	180,562,010	14.44
3	Akbar Brothers (Pvt) Ltd	124,849,499	9.98
4	Islamic Development Bank	120,374,673	9.62
5	Expolanka Holdings PLC	90,281,006	7.22
6	Amana Holdings Ltd	75,591,817	6.04
7	Millenium Capital Investment Pte. Limited	70,140,503	5.61
8	Mr. Nagi Saleh Mohammed Al Faqih	37,384,600	2.99
9	Trans Asia Trading Company	33,756,280	2.70
10	Mr. Sathiyamurthy Chandramohan	30,000,000	2.40
11	Al Bogari Islamic Gold DMCC	24,499,460	1.96
12	Mr. Ahamed Mihilar Mohamed Fazul Jiffry	14,284,200	1.14
13	ABC International Limited	11,920,000	0.95
14	Amana Takaful (Maldives) Pvt Ltd	9,398,344	0.75
15	Mr. Omar Mohamed Haji	8,871,601	0.71
16	Mrs. Nabila Qureshi	6,534,733	0.52
17	Pan Asia Banking Corporation PLC / Lanka Commodity Brokers Ltd	6,142,800	0.49
18	Mr. Muhammad Muslim Salahudeen	5,666,667	0.45
19	Mr. Abdul Majeed Mohamedu Risvi	5,337,742	0.43
20	Mubasher Financial Services	5,082,000	0.41
Sub total		1,041,239,946	83.25
Other Shareholders (Number of Shareholders 6,703)		209,455,321	16.75
Total		1,250,695,267	100.00

Percentage of Public Holding as at 31 March 2016

31.27%

Number of Shareholders

6,690

9. Directors' holding in shares as at 31 March 2016

Name of Director	No. of Shares
Mr. Osman Kassim	438,520
Mr. Tyeab Akbarally	26
Dato' A Tajudin B.H Abdul Rahman	-
Dr. A. A. M Haroon	8
Mr. Mohamed Jazri Magdon Ismail	13,500
Mr. Ruzly Hussain	-
Mr. Haseeb Ullah Siddiqui	-
Mr. Wahid Ali Mohd Khalil	-
Mr. Harsha Amarasekera PC	-
Mr. Mohammed Wahidul Haque	-
Mr. Rajiv Nandlal Dvivedi	-
Dato' Wan Ismail Wan Yusoh (Alternate Director to Mr. Wahid Ali Mohd Khalil)	-
Mr. Huzefa Inayetally Akbarally (Alternate Director to Mr. Tyeab Akbarally)	1
Mr. Mohamed Faizel Mohamed Haddad (Alternate Director to Mr. Osman Kassim)	-
Mr. Kevin Mark Pocock (Alternate Director to Mr. Harsha Amarasekera, PC)	-
Mr. Faheemul Huq (Alternate Director to Mr. Mohammed Wahidul Haque)	-
Mr. Mohamed Azmeer (Chief Executive Officer)	150,000